

LUCAS COUNTY, OHIO

Reports Issued Pursuant to the OMB Circular A-133
Year Ended December 31, 2004



**Auditor of State
Betty Montgomery**

Board of Commissioners
Lucas County
One Government Center Suite 600
Toledo, Ohio 43604

We have reviewed the *Independent Auditor's Report* of Lucas County, prepared by Ernst & Young LLP, for the audit period January 1, 2004 through December 31, 2004. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in cursive script that reads "Betty Montgomery".

BETTY MONTGOMERY
Auditor of State

July 18, 2005

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Lucas County, Ohio

Reports Issued Pursuant to the OMB Circular A-133

Year Ended December 31, 2004

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Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

The Lucas County Board of Commissioners
Toledo, Ohio

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Lucas County, Ohio (the County) as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements and have issued our report thereon dated May 6, 2005. We did not audit the financial statements of the Toledo Mud Hens Baseball Club, Inc., Lott Industries Inc., and Preferred Properties Inc., which represent 100 percent of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States 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 the discretely presented component units were audited by other auditors in accordance with auditing standards generally accepted in the United States, but were not audited in accordance with *Government Auditing Standards*.

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 an opinion 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 reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by errors or fraud 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.

Compliance and Other Matters

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 grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the County in a separate letter dated May 6, 2005.

This report is intended solely for the information and use of the Board of Commissioners, management, 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.



May 6, 2005

Report of Independent Auditors on Compliance and Internal Control Over Compliance in Accordance With OMB Circular A-133

The Lucas County Board of Commissioners
Toledo, Ohio

Compliance

We have audited the compliance of Lucas 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, 2004. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

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, 2004.

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.

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 caused by error or fraud 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 Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County as of and for the year ended December 31, 2004, and have issued our reports thereon dated May 6, 2005, which expressed reliance on other auditors. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of other auditors, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board of Commissioners, management, 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.



May 6, 2005

Lucas County, Ohio

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2004

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture Food and Nutrition Service			
Passed through Ohio Department of Education:			
Child Nutrition Cluster:			
Juvenile Court:			
Food Donation	10.550	IRN: 083097	\$ 4,437
School Breakfast Program	10.553	IRN: 083097	93,926
Board of County Commissioners:			
Community Development Center:			
Summer Food Service Program for Children	10.559	IRN: 089243	<u>164,034</u>
Child Nutrition Cluster			<u>262,397</u>
Total U.S. Department of Agriculture			<u>262,397</u>
Federal Highway Administration, Department of Transportation			
Passed through Ohio Department of Transportation:			
Highway Planning and Construction	20.205	(1)	1,709,770
Department of Homeland Security			
Passed through Ohio Emergency Management Agency:			
State Domestic Preparedness Equipment Support Program	97.004	(1)	843,638
National Urban Search and Rescue (US&R) Response System	97.025	(1)	150,468
Citizens Corp	97.053	(1)	25
Community Emergency Response Teams	97.054	(1)	40,500
Emergency Management Performance Grant	97.042	(1)	<u>103,727</u>
Total Department of Homeland Security			1,138,358
U.S. Department of Housing and Urban Development (HUD)			
Passed through Ohio Department of Development:			
Board of County Commissioners:			
Community Development Block Grant/States Program	14.228	(1)	70,000
Home Investment Partnerships Program	14.239	(1)	139,804
Community Development Block Grant/Small Cities Program:			
Revolving Loan Fund	14.219	(1)	46,691
Passed through Ohio Department of Mental Health:			
Supportive Housing Program	14.235	(1)	<u>273,160</u>
Total U.S. Department of Housing and Urban Development			<u>529,655</u>

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Justice			
Passed through Ohio Attorney General:			
Crime Victim Assistance:			
SVAA V/W Program	16.575	(1)	14,404
SCS VOCA	16.575	(1)	90,373
VOCA V/W	16.575	(1)	127,457
Hispanic SVAA	16.575	(1)	67,550
VOCA-X Felony Crises	16.575	(1)	39,193
VAWA	16.575	(1)	60,000
Keep a Clear Mind	16.575	(1)	26,113
			425,090
Passed through Ohio Office of the Governor:			
Criminal Justice Coordinating Council:			
Juvenile Court:			
Title V Delinquency Prevention Program:			
Byrne Grant C.I.T.E	16.548	(1)	40,612
Substance Abuse and Mental Health Services Projects of Regional and National Significance:			
SAMHSA-Drug Court	93.243	(1)	354,892
Juvenile Accountability Incentive Block Grant (1)	16.523	(1)	268,504
Juvenile Accountability Incentive Block Grant Title II	16.523	(1)	2,851
			271,355
Emergency Management Agency:			
State Domestic Terrorism Equipment Support Program	97.004	(1)	19,152
Passed through Ohio Office of Criminal Justice Services:			
Passed through Criminal Justice Coordinating Council:			
Juvenile Accountability Incentive Block Grant	16.523	(1)	373,179
Title V Delinquency Prevention Program	16.548	(1)	2,449
Juvenile Justice and Delinquency Prevention Allocation to States	16.540	(1)	148,168
Narcotics Control Block			
Byrne Formula Grant Program	16.579	(1)	606,207
Juvenile Justice and Delinquency Prevention Allocation to States:			
Youth Treatment Center	16.540	(1)	9,691
			615,898

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Justice (continued)			
Violence Against Women:			
Violence Against Women Formula Grant	16.588	(1)	226,473
Directly received:			
Sheriff			
Violence Against Women Formula Grant	16.588	(1)	46,442
Public Safety Partnership and Community Policing Grant	16.710	(1)	148,422
			<u>194,864</u>
Total U.S. Department of Justice			<u>2,672,132</u>
U.S. Department of Labor			
Workforce Investment Act (WIA) Cluster:			
Passed through Ohio Department of Job and Family Services:			
Workforce Investment Act – Adult Program			1,464,695
Workforce Investment Act – Adult Administration			<u>109,549</u>
Workforce Investment Act – Adult Total	17.258	(1)	1,574,244
Workforce Investment Act – Youth Activities			1,496,998
Workforce Investment Act – Youth Administration			<u>128,881</u>
Workforce Investment Act – Youth Total	17.259	(1)	1,625,879
Workforce Investment Act – Dislocated Workers			915,107
Workforce Investment Act – Dislocated Workers Administration			<u>83,773</u>
Workforce Investment Act – Dislocated Workers Total	17.260	(1)	998,880
Workforce Investment Act – Rapid Response	17.260	(1)	<u>1,000,000</u>
Total U.S. Department of Labor			<u>5,199,003</u>
U.S. Department of Health and Human Services			
Passed through Ohio Department of Mental Retardation and Development Disabilities:			
Board of Mental Retardation and Developmental Disabilities:			
Social Services Block Grants (Title XX)	93.667	(1)	446,275
Passed through Ohio Department of Mental Health			
Community Mental Health Services:			
Social Services Block Grants (Title XX)	93.667	(1)	<u>409,308</u>
			855,583

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services (continued)			
Passed through Ohio Department of Mental Retardation and Development Disabilities:			
Board of Mental Retardation and Developmental Disabilities:			
Medicaid Cluster	93.778	(1)	9,047,959
Passed through Ohio Department of Mental Health Community Mental Health Services:			
Medicaid Cluster	93.778	(1)	14,882,922
Passed through Ohio Department of Alcohol and Drug Addiction Services:			
Alcohol and Drug Addiction Services Board:			
Medicaid Cluster	93.778	(1)	<u>1,978,382</u>
Total Medicaid Cluster			25,909,263
Passed through Ohio Department of Mental Health: Community Mental Health Services Block Grants:			
Child Adolescent/CORE	93.958	(1)	95,577
Community Plan	93.958	(1)	276,245
JIF	93.958	(1)	63,510
508R HAP	93.958	(1)	169,300
Discretionary Grant Consumers Training	93.958	(1)	<u>20,000</u>
			624,632
Project for Assistance in Transition from Homelessness	93.150	(1)	149,243
Passed through Ohio Department of Alcohol and Drug Addiction Services:			
Alcohol and Drug Addiction Services Board:			
Block Grants for Prevention and Treatment of Substance Abuse:			
Alcohol and Drug Abuse and MH Services	93.959	(1)	2,902,186
Consolidated Knowledge Development and Application Program:			
Targeted Capacity Expansion Grant	93.230	(1)	522,188
Substance Abuse and Mental Health Services Projects of Regional and National Significance:			
State Incentive Grant	93.243	(1)	93,537
Safe and Drug-Free Schools and Communities State Grants	84.186	(1)	316,779

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Passed through Ohio Department of Human Services:			
Children Services Board:			
Child Welfare Services State Grant:			
Title IV-B	93.645	(1)	231,265
ESAA Family Preservation	93.645	(1)	240,187
Non-recurring Adoption Expenses	93.645	(1)	69,369
PASSS	93.645	(1)	<u>162,611</u>
			703,432
Adoption Incentive Payments	93.603	(1)	37,212
Chaffee Foster Care Independent Living	93.674	(1)	112,531
Promoting Safe and Stable Families-Family Support Allocation	93.556	(1)	88,462
Child Abuse and Neglect State Grants	93.669	(1)	<u>2,000</u>
			943,637
Passed through Ohio Department of Job and Family Services:			
Medicaid Infrastructure Grants to Support the Competitive			
Employment of People with Disabilities	93.768	(1)	1,884,702
Special Programs for the Aging Title VII, Chapter 3 Programs			
for Protection of Neglect, Elder Abuse, and Exploitation	93.041	(1)	<u>130,601</u>
Total U.S. Department of Health and Human Services			<u>34,332,351</u>
Total Federal Awards			<u><u>\$ 45,843,666</u></u>

(1) No pass through entity identifying number is available for this program.

See accompanying notes to schedule of expenditures of federal awards.

Lucas County, Ohio

Notes to the Schedule of Expenditures of Federal Awards

Year Ended December 31, 2004

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of Lucas County and is presented on the modified accrual basis of accounting, which is described in Note A to Lucas County, Ohio's (the County) basic financial statements. The information in this schedule is presented in accordance with requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. Subrecipients

Of the federal expenditures presented in the Schedule, the County provided federal awards to subrecipients as follows:

Program Title	CFDA Number	Amount Provided to Subrecipient
Safe and Drug Free Schools and Communities State Grants	84.186	\$ 316,779
Consolidated Knowledge Development and Application (KD&A) Program	93.230	493,795
Social Services Block Grants	93.667	409,308
Block Grants for Community Mental Health Services	93.958	624,632
Medicaid Cluster	93.778	1,957,810
Projects for Assistance in Transition from Homelessness	93.150	149,243
Supportive Housing Program	14.235	273,160
Substance Abuse and Mental Health Services-Projects of Regional and National Significance	93.243	93,537
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2,556,607

Lucas County, Ohio

Notes to the Schedule of Expenditures of Federal Awards (continued)

3. Loans Outstanding

The County had the following loan balances outstanding at December 31, 2004. These loan balances outstanding are also included in the federal expenditures presented in the schedule.

Program Title	CFDA Number	Amount Outstanding
Community Development Block Grant – Revolving Loan Fund	14.219	\$ 46,691

4. U.S. Department of Homeland Security and Federal Awards

The Federal Homeland Security Act of 2002 established the Department of Homeland Security (the Department) to consolidate functions of other Federal agencies related to homeland security. Effective January 24, 2003, the Department began to administer certain Federal awards the County previously received from other Federal agencies and changed the Catalog of Federal Domestic Assistance number from 16.007 to 97.004. The purposes and compliance requirement of this program has not changed.

Lucas County, Ohio

Schedule of Findings and Questioned Costs

Year Ended December 31, 2004

Part I – Summary of Auditor’s Results

Financial Statements Section

Type of auditor’s report issued:	<u>Unqualified</u>	
	<u>Yes</u>	<u>No</u>
Internal control over financial reporting:		
Material weakness(es) identified?		X
Reportable condition(s) identified that are not considered to be material weaknesses?		None Identified
Noncompliance material to financial statements noted?		X

Federal Awards Section

	<u>Yes</u>	<u>No</u>
Internal control over major programs:		
Material weakness(es) identified?		X
Reportable condition(s) identified that are not considered to be material weaknesses?		None Identified
Type of auditor’s report issued on compliance for major programs:	<u>Unqualified</u>	
	<u>Yes</u>	<u>No</u>
Any audit findings disclosed that are required to be reported in accordance with Circular A-133 (section .510(a))?		X

Lucas County, Ohio

Schedule of Findings and Questioned Costs (continued)

Part I – Summary of Auditor’s Results (continued)

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
93.778	Medicaid Cluster
20.205	Highway Planning and Construction Program
93.768	Medicaid Infrastructure Grants to Support the Competitive Employment of People With Disabilities
16.523	Juvenile Accountability Incentive Block Grant
97.004	State Domestic Preparedness Equipment Support Program

Dollar threshold used to determine Type A programs: \$1,375,310

	<u>Yes</u>	<u>No</u>
Auditee qualified as low-risk auditee?	X	

Part II – Financial Statement Findings Section

This section identifies the reportable conditions, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* require reporting in a Circular A-133 audit.

None

Lucas County, Ohio

Schedule of Findings and Questioned Costs (continued)

Part III – Federal Award Findings and Questioned Costs Section

This section identifies the audit findings required to be reported by Circular A-133 section .510 (for example, reportable conditions, material weaknesses, and material instances of noncompliance, including questioned costs), as well as any abuse findings involving federal awards that are material to a major program. Where practical, findings should be organized by federal agency or pass-through entity.

None

COMPREHENSIVE ANNUAL FINANCIAL REPORT



LUCAS COUNTY, OHIO

For Fiscal Year Ended December 31, 2004



Lucas County, Ohio
Comprehensive
Annual Financial Report
for the Year Ended December 31, 2004

Larry A. Kaczala,
Lucas County Auditor

Prepared by the Lucas County Auditor's Office

Thomas E. Nichter
Chief Deputy Auditor

Scott S. Smith, C.P.A.
Chief Accountant

Gina-Marie Kaczala
Director of Internal Audits

David Polek
Accounting Assistant

Karla Hayes
Reconcilliation Accountant



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**LUCAS COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR FISCAL YEAR ENDED DECEMBER 31, 2004**

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Larry A. Kaczala

Lucas County Auditor

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(419) 213-4340

May 6, 2005

Lucas County Board of Commissioners and Citizens of Lucas County,

As Auditor of Lucas County, I am pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2004.

This report contains basic financial statements, management's discussion and analysis, supplemental financial statements, and other financial and statistical information which provide a complete and full disclosure of all material financial aspects of Lucas County. This CAFR conforms to generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB).

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, lies with the management of the County, and in particular the office of the Lucas County Auditor. In fulfilling this responsibility, the Lucas County Auditor's Office has prepared the accompanying financial statements, schedules and tables. We believe this data fairly reflects the financial position of the County and the results of its operations.

The CAFR is presented in three (3) sections: the **Introductory Section**, the **Financial Section** and the **Statistical Section**. The *Introductory Section* contains a table of contents, this letter of transmittal, a list of elected officials, an organization chart and a copy of the Certificate of Achievement for Excellence in Financial Reporting awarded for the 2003 Lucas County CAFR. The *Financial Section* contains our independent auditor's, Ernst & Young LLP, report of independent auditors, Management's Discussion and Analysis, the basic financial

statements, and relevant supplemental financial statements and schedules for 2004. The *Statistical Section* presents historical, financial, analytical, economic and demographic information that may be useful for further analysis and comparisons.

This transmittal letter should be read in conjunction with the Management's Discussion and Analysis, which provides a narrative introduction, overview, and analysis of the basic financial statements.

THE COUNTY

The County was formed by an Act of the Ohio General Assembly on June 20, 1835, in honor of Robert Lucas, then Governor of Ohio. The elected three-member Board of County Commissioners function 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 chief fiscal officer, there are seven elected administrative officials, each of whom operate independently as set forth by Ohio law. These officials are: Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, and Treasurer. All of these officials serve four-year terms. The following judges are elected on a county-wide basis to oversee the County's judicial system: Common Pleas Court Judges, Domestic Relations Court Judges, Juvenile Court Judges, Probate Court Judge, and Court of Appeals Judges. Judges are elected to six-year terms.

REPORTING ENTITY AND SERVICES

In conformity with *Governmental Accounting Standards Board Statement No. 14*, all governmental departments, agencies, institutions, commissions, public authorities, and other governmental organizations, for which the County has significant financial accountability, are included in this CAFR for financial reporting purposes. Financial accountability is determined by the County's ability to appoint a voting majority of the Board or financial interdependence.

The County provides general governmental services to its citizens which include: public assistance, health assistance, community related services, civil and criminal justice systems, road and bridge maintenance, sewer and water-line construction and maintenance and other general legislative and administrative support services. The County also operates and maintains the water supply and wastewater treatment systems. A further discussion of the reporting entity and its services may be found in **Note A** of the *Notes to the Financial Statements*.

ECONOMIC CONDITION AND OUTLOOK

The County is in the center of a trade area comprised of 14 counties in northwestern Ohio and southeastern Michigan with a total population of approximately 1.25 million people. The County lies in the central portion of a triangle formed by the cities of Chicago, Detroit and Cleveland. The County is in the Toledo Metropolitan Statistical Area (MSA) and approximately one-third of the population of the United States resides within 500 miles of the County.

The County's economy, historically associated with the glass and automotive industries, has become increasingly diversified. While the County remains the home of four of the nation's largest glass companies, Daimler Chrysler AG, General Motors Corporation and Dana Corporation also continue to be major private employers in the County. However, in recent years, private service industries and governmental employers have provided more than three-fourths of the total employment in the Toledo MSA and approximately 70% of total payrolls in the County.

The County's unemployment rate for 2004 was 7.4%, which is 1.3% higher than the statewide rate of 6.1%, and 1.9% higher than the national rate of 5.5%.

Three of the 2004 Fortune 500 corporations have their headquarters in the County. These are Dana Corporation,

Owens-Illinois, Inc., and Owens-Corning. The County is also one of the larger oil refining centers between Chicago and the eastern seaboard with BP Oil Co. and Sun Refining and Marketing Company, Inc.

Daimler Chrysler AG, the largest manufacturing employer in the County, completed a \$1.2 billion investment to construct a 1.1 million square-foot Jeep assembly plant in 2001. The project retained nearly 4,900 jobs, and has prompted additional related economic development activity in the County. Daimler Chrysler AG has also constructed a \$30 million combination cross dock and parts sequencing facility in the County to serve its plants in the Midwest.

MAJOR COUNTY INITIATIVES

Current Year Projects

Lucas County continues to promote economic development throughout the area. Lucas County officials and management continue to work closely with state and local governments, corporations, companies, small businesses, labor unions and charitable organizations to improve and expand business opportunities and the standard of living. The following are highlights of some of the activities Lucas County is concerned with:

- The County is expanding the existing 15 million gallon per day Maumee River Wastewater Treatment plant to a 22.5 million gallon a day facility. This expansion will accommodate the existing demand and future growth in Western Lucas County through 2025. The projected cost is \$15.5 million.
- Implementation of the first phase of the County's integrated new Human Resources/Payroll Procurement/Accounts Payable, and General Ledger Accounting System was completed. The Human Resources/Payroll system was placed into service in April, 2003. The County continues to implement new modules to take full advantage of the management tools available.

- The State of Ohio designated Lucas County as a Local Area for purposes of the Workforce Investment Act of 1998, which prompted the proposed establishment of a One Stop location for the convenience of business and the job seeker. The new One Stop location called “The Source” was be dedicated in the Summer of 2004. In this center, community partners will be located to provide career services to assist employers in finding qualified individuals for employment. The center will also assist individuals in obtaining training to meet demand occupation skills.
- Lucas County joined with the Toledo/Lucas County Port Authority, the Regional Growth Partnership, the City of Toledo and Manitowoc to develop a “High Bay Facility” at the Toledo shipyard. This proposed ship building facility would be used by Manitowoc to de-velop ships for the US Coast Guard starting in 2004.
- Lucas County has loaned \$500 thousand to the Toledo Lucas County Port Authority to assist in the develop-ment of a coking and electric generation facility along the east side of the Maumee River in Lucas County. The application process is complete, and the EPA has approved necessary permits. During Phase I of this project this facility will generate 200 high paying jobs in Lucas County.
- Lucas County is working to expand the availability of water in western Lucas County along the border of the current water system.
- The Board of Elections will be working closely with the State of Ohio to implement the federal Help America Vote Act. The new electronic election system is a touch screen system with a paper audit trail that was approved by the Secretary of State. The new system at estimated cost of \$7 million is expected to be in place for the 2006 Gubernatorial Election with signifi-cant portion of the cost to come from federal funds.
- The Board of County Commissioners has approved \$1.5 million in the Capital Improvement Plan to renovate and reconstruct the secured underground parking and tunnel between the Lucas County Correc-tions Center and the Lucas County Courthouse. The tunnel is used in the transportation of prisoners from the Correction Center to trial in the Common Pleas Court. This was substantially completed in May, 2005.

ACCOUNTING SYSTEM

The County's day-to-day accounting records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records for all Govern-mental and Fiduciary Funds are converted to the modified accrual basis, whereby revenues are recognized when measurable and available within the business cycle (within 60 days after year end) and expenditures are recognized when the related fund liability is incurred. The accounting records for the Proprietary Funds and Government-Wide Financial Statements are converted to the accrual basis, whereby revenues are recognized when measurable and earned, and expenses are recognized as incurred.

A further discussion of the three methods of account-ing (non-GAAP, modified accrual and accrual) and a reconciliation of budget basis to GAAP basis of account-ing may be found in **Note B** and **Note L** , respectively, of the *Notes to the Financial Statements*.

BUDGETARY CONTROLS

Under Ohio law, the Lucas County Board of Commis-sioners 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 1st. No expenditure can be made from any

Future Projects

The County will continue to provide a variety of ser-vices required to meet the needs of its citizens and actively support economic development in the area. We look forward to the following significant activities made possible by the citizens of Lucas County and its government:

- The County Commissioners are evaluating future renovation plans for the County jail. The County is working with the City of Toledo, exploring the potential savings of a joint Municipal Court / County jail building.
- Lucas County and political sub divisions within the County are working together to develop a new 800 MHZ emergency communication system. The new system will allow first responders from all across the County to communicate to meet public safety needs.
- The County is exploring merged economic develop-ment with the City of Toledo and the suburban com-munities to improve service to companies seeking to locate their business in Lucas County.

budgetary account without the Certificate of the County Auditor certifying that funds are available or in the process of collection. When a purchase order is issued or a contract is 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 funds 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 B** of the *Notes to the Financial Statements*.

The County Auditor issues a monthly budget report to the Board of Commissioners and to all departments and agencies showing the monthly and year-to-date expenditures, encumbrances, and the cash balances, as well as the unencumbered balance by fund and account. On a quarterly basis, these reports are made public and are available to the news media.

INTERNAL CONTROL

The management of the County is responsible for establishing and maintaining internal control designed to provide reasonable, but not absolute, assurance that the assets of the County are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The design of the internal control also recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

CASH MANAGEMENT

The County Treasurer utilizes cash management and forecasting techniques and procedures to provide for efficient and optimum use of the County's cash resources as permitted by applicable State of Ohio law.

Among the County's many investments, the County participates in the State Treasury Asset Reserve of Ohio (STAR OHIO) Investment pool. The statewide investment pool is administered by the Treasurer of the State of Ohio.

Certain deposits are collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name. The pool of securities so pledged must have a current market value at least equal to 105% of all public monies on deposit with the depository including the amount covered by federal insurance.

Cash resources of all funds with the exception of Water, Sewer, and certain Fiduciary Funds are pooled for investment purposes. Currently, interest income derived from these pooled resources is credited to the County's General Fund with the exception of the equitable share distributed to the Self-Funded Health Insurance fund and the Motor Vehicle and Gas Tax fund.

INVESTMENT HIGHLIGHTS

(Amounts in 000's)

Investments and Earnings	<u>2004</u>	<u>2003</u>
Total investments and		
Deposits at year-end	\$ 262,960	\$ 258,386
Interest revenue	3,171	4,124

RISK MANAGEMENT

The County Risk Manager monitors and directs the entire insurance program of Lucas County. The County is self-insured for a portion of its general business insurance and insurance coverage after \$500 thousand per occurrence.

The County participates in the State of Ohio Retrospective Rated Workers' Compensation program with a maximum liability of \$300 thousand per accident.

Both programs, along with the self-funded health program for dental benefits, provide savings with proper risk management and loss control.

INDEPENDENT AUDIT

Included in this report on pages 14 and 15 is an unqualified report of independent auditors rendered by Ernst & Young LLP with respect to the basic financial statements of the County as of and for the year ended December 31, 2004. As part of the annual preparation of a CAFR, the County subjects the basic 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.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The County prepared its first CAFR in 1984 in accordance with the program guidelines for the Certificate of Achievement for Excellence in Financial Reporting (Certificate) awarded by the Government Finance Officers Association of the United States and Canada (GFOA). Each annual report must also satisfy generally accepted accounting principles and disclose applicable legal compliance requirements. The County was awarded the Certificate for the fiscal years ended December 31, 1984 - 2003.

The Certificate is valid for a period of one year. We believe that our current report continues to conform to the guidelines and requirements of the program and will be submitted to the GFOA to determine its eligibility for another Certificate.

ACKNOWLEDGMENTS

Lucas County is proud to have been one of the first counties in Ohio, and one of the relatively few nationwide, to prepare a financial report in conformity with GAAP and the precise guidelines recommended by the GFOA. We are also proud to be one of the first counties to adopt the new reporting model required by GASB No. 34. This report is the result of the continued cooperation, and combined services of the *Elected Officials and management of Lucas County*.

I would especially like to recognize the following members of my staff, all of whom exercised proficiency and dedication throughout this report's publication.

Accounting

Thomas E. Nichter, Scott S. Smith, Gina-Marie Kaczala, Tracy Berry, Dave Polek, and Karla Hayes

Accounts Payable/Receivable

Pat Heffern, Rita-Hogan Faber, Brenda Lowe, Sue Nofziger.

Payroll

David Weimer

Special Assessments

Gary Langenderfer

Photography

Matthew Rogacki

Sincerely,



Larry A. Kaczala
Lucas County Auditor
Lucas County, Ohio

**LUCAS COUNTY, OHIO
ELECTED OFFICIALS
at DECEMBER 31, 2004**

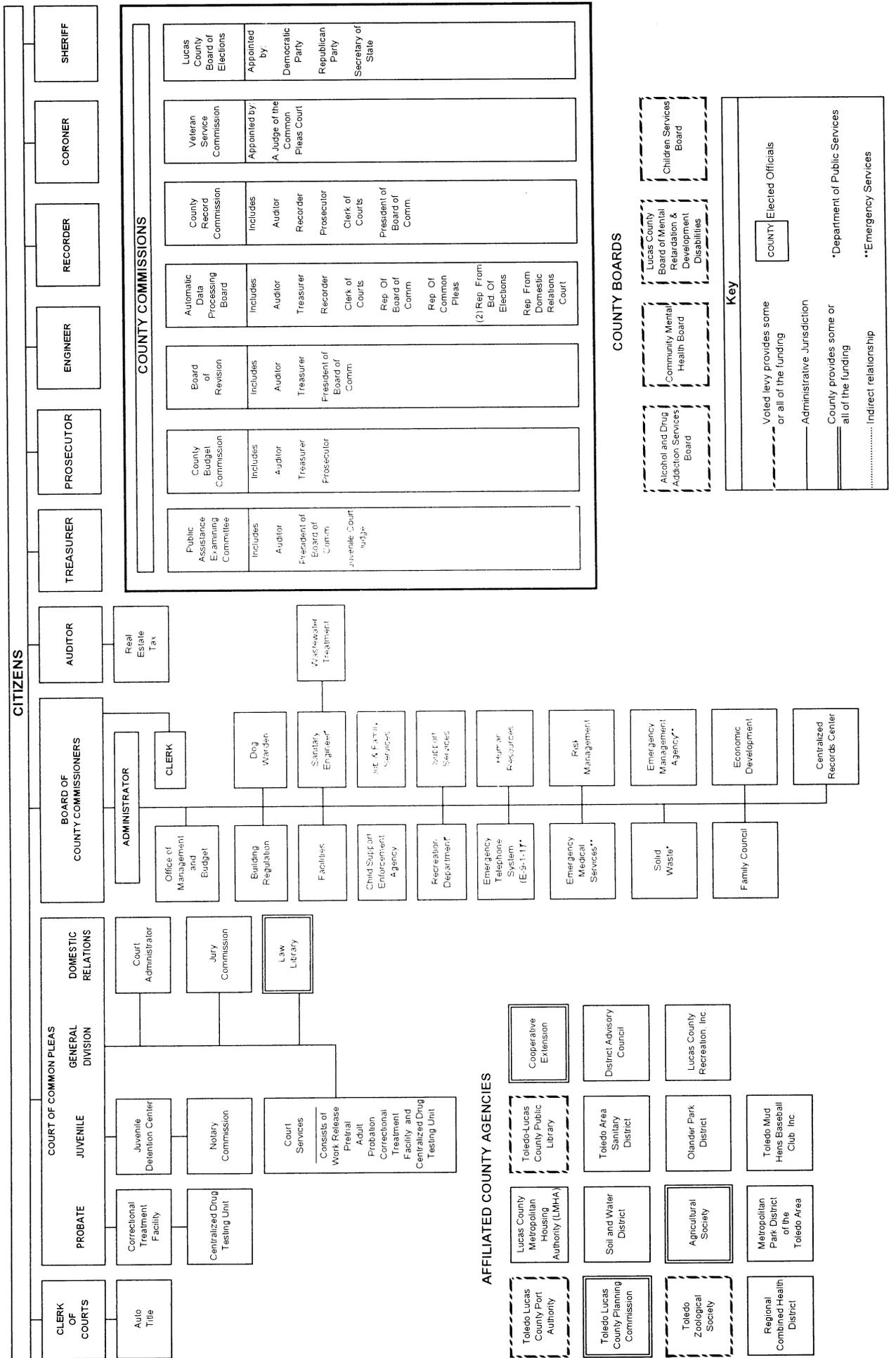
Administrators

<i>Larry A. Kaczala</i>	Auditor
<i>Bernie Quilter</i>	Clerk of Courts
<i>James R. Patrick</i>	Coroner
<i>Harry Barlos</i>	Commissioner (president)
<i>Maggie Thurber</i>	Commissioner
<i>Tina Skeldon Wozniak</i>	Commissioner
<i>Keith Earley</i>	County Engineer
<i>Julia R. Bates</i>	Prosecutor
<i>Sue J. Rioux</i>	Recorder
<i>James A. Telb</i>	Sheriff
<i>Robert Reinbolt (interim)</i>	Treasurer

Judges

<i>James D. Bates</i>	Common Pleas Court
<i>J. Ronald Bowman</i>	Common Pleas Court
<i>Robert G. Christiansen</i>	Common Pleas Court
<i>Charles J. Doneghy</i>	Common Pleas Court
<i>Patrick J. Foley</i>	Common Pleas Court
<i>Ruth Ann Franks</i>	Common Pleas Court
<i>James D. Jensen</i>	Common Pleas Court
<i>Frederick H. McDonald</i>	Common Pleas Court
<i>William J. Skow</i>	Common Pleas Court
<i>Charles S. Wittenberg</i>	Common Pleas Court
<i>David E. Lewandowski</i>	Domestic Relations Court
<i>Norman G. Zimmelman</i>	Domestic Relations Court
<i>James A. Ray</i>	Juvenile Court
<i>Lynn Schaefer</i>	Juvenile Court
<i>Jack R. Puffenberger</i>	Probate Court
<i>Peter M. Handwork</i>	Sixth District Court of Appeals
<i>Richard W. Knepper</i>	Sixth District Court of Appeals
<i>Judith A. Lanzinger</i>	Sixth District Court of Appeals
<i>Mark Pietrykowski</i>	Sixth District Court of Appeals
<i>Arlene Singer</i>	Sixth District Court of Appeals

COUNTY ORGANIZATION LUCAS COUNTY



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lucas County,
Ohio

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

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



Nancy L. Zielke

President

Jeffrey R. Emer

Executive Director

Financial Section



Dragons - The Toledo Zoo's Dragon exhibit is set to open April 15, 2005 in the Zoo Museum of Science .

Visitors will learn about mythological and living dragons while walking through the great hall proceeding into the good dragon or bad dragon displays. Visitors will learn facts about dragon physiology, life cycle, and courtships of dragons both in western and eastern cultures from graphics, a princess storyteller and fun props.

Live on display are several living dragons. Pictured above is The Komodo dragon which can reach a length of 10 feet and weigh as much as 500 pounds after a hearty meal of Sunda deer, birds, snakes and younger Komodos to name a few.

Report of Independent Auditors

Lucas County Board of Commissioners
Toledo, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio as of and for the year ended December 31, 2004, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Toledo Mud Hens Baseball Club, Inc., Lott Industries, Inc., and Preferred Properties Inc., which represent 100 percent of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States 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. We were not engaged to perform an audit of the County's internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. The financial statements of the discretely presented component units were not audited in accordance with *Government Auditing Standards*. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated May 6, 2005 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 16 through 22 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries to management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

May 6, 2005



LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)

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

Financial Highlights

Key financial highlights for 2004 are as follows:

- The assets of the County exceeded its liabilities at the close of the year ended December 31, 2004, by \$580,940 (net assets). Of this amount, \$327,314 may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net assets increased by \$8,038, which is 1.4% of the net assets at the beginning of the year 2004.
- At the end of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$163,698, an increase of \$2.5 million from the prior year. Of this amount, \$119,582 is available for spending (unreserved fund balance) on behalf of its citizens.
- At the end of the current year, unreserved fund balance for the general fund was \$35,663, which represents a decrease of less than 1% from the prior year, and represents 33% of total general fund expenditures.
- Lucas County's total debt increased by \$1,475 during the current year. The key factor for this increase was a new OWDA loan for \$15.4 million netted against principal retirement for the year.

Overview of the Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Lucas County as a financial whole or as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial conditions.

The County's basic financial statements comprise three components: 1) County-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

County - Wide Financial Statements

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

Statement of Net Assets and the Statement of Activities.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. The statement of activities presents information showing how the County's net assets changed during the current year. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the County's net assets and the change in those assets. This change in net assets is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County capital assets will also need to be evaluated.

In the Statement of Net Assets and the Statement of Activities, the County is divided into three kinds of activities:

- ◆ Governmental Activities-Most of the County's services are reported here including public safety, social services programs, administration, and all departments with the exception of our Water and Sewer funds and Wastewater Treatment.

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)

- ◆ Business-Type Activities- These services have a charge based upon the amount of usage. The County charges fees to recoup the cost of the entire operation of our Water and Sewer and Wastewater Treatment Plants as well as all capital expenses associated with these facilities.
- ◆ Component Units- The County includes financial data of the Toledo MudHens Baseball Club, Inc., Lott Industries, Inc., and Preferred Properties, Inc., These component units are described in Note A of the Notes to the Financial Statements. The component units are separate and may buy, sell lease and mortgage property in their own name and can sue or be sued in their own name.

The County-wide Financial Statements can be found on pages 23 - 25 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restriction on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. In the case of Lucas County, our major funds are the General, Children Services Board, Board of Mental Retardation, Job and Family Services, Capital Improvements, Debt Service, Water Supply System, Sewer System, and Wastewater Treatment.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the Government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such

information may be useful in evaluating government's near-term financing requirements.

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

The County maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 26 - 36 of this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Proprietary Funds: The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its Water and Sewer and Wastewater Treatment operations. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insurance programs, vehicle maintenance, telephone system, central supplies, and worker's compensation programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included with governmental activities in the County-wide financial statements. The proprietary fund financial statements can

**LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)**

be found on pages 38 - 45 of this report.

Fiduciary Funds: Are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statement can be found on page 46 of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the County-wide and fund financial statements. The notes to the financial statements can be found on pages 50 - 77 of this report.

Other Information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which can be found on pages 80 - 173 of this report.

County-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a County's financial position. In the case of the County, assets exceeded liabilities by \$580,940 (\$487,555 in governmental activities and \$93,385 in business type activities) as of December 31, 2004. This is an increase of \$4,519 (0.9%) for governmental activities, and \$3,519 (3.9%) for business type activities. By far, the largest portion of the County's net assets (63%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Table 1
Net Assets
Governmental
Activities**

Assets	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Current and other assets	\$376,845	\$369,845	\$23,744	\$17,585	\$400,589	\$387,430
Capital assets, net	<u>261,829</u>	<u>274,242</u>	<u>103,514</u>	<u>91,858</u>	<u>365,343</u>	<u>366,100</u>
Total Assets	<u>638,674</u>	<u>644,087</u>	<u>127,258</u>	<u>109,443</u>	<u>765,932</u>	<u>753,530</u>
Liabilities						
Current and other liabilities	(56,221)	(54,463)	(1,193)	(838)	(57,414)	(55,301)
Long-term liabilities due within one year	(9,949)	(11,814)	(820)	(703)	(10,769)	(12,517)
Long-term liabilities due in more than one year	<u>(84,949)</u>	<u>(94,774)</u>	<u>(31,860)</u>	<u>(18,036)</u>	<u>(116,809)</u>	<u>(112,810)</u>
Total liabilities	<u>(151,119)</u>	<u>(161,051)</u>	<u>(33,873)</u>	<u>(19,577)</u>	<u>(184,992)</u>	<u>(180,628)</u>
Net Assets						
Invested in capital assets, net of debt	166,931	167,654	75,052	73,119	241,983	240,773
Restricted:						
Capital projects	11,613	2,057	-	-	11,613	2,057
Debt service	9,689	16,542	-	-	9,689	16,542
Unrestricted	<u>299,322</u>	<u>296,783</u>	<u>18,333</u>	<u>16,747</u>	<u>317,655</u>	<u>313,530</u>
Total Net Assets	<u>\$487,555</u>	<u>\$483,036</u>	<u>\$93,385</u>	<u>\$89,866</u>	<u>\$580,940</u>	<u>\$572,902</u>

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)

An additional portion of the County's net assets (3.7%) represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted assets (\$317,655) may be used to meet the County's ongoing obligations to citizens and creditors.

As of December 31, 2004, the County is able to report positive balances in both the governmental and business - type activities of \$487,555 and \$93,385 respectively. Table 2 (on following page) provides a summary of the changes in net assets for the year ended December 31, 2004.

Governmental Activities

Human Services accounts for \$108,666 of the \$434,679 total expenses for governmental activities, or 25% of total expenses. This is a decrease of 8.9% over last year. The primary reason for the decrease is due to cost cutting measures implemented by the Jobs and Family Services department including an early retirement buyout in 2003. The next largest program is Health, accounting for \$100,803 which represents 23% of total governmental expenses. This is an increase of 12% from last year. Health expenses increased because of more sub - grants by the Community Mental Health Board to local mental health agencies.

Tax revenue accounts for \$184,632 of the \$439,198 total revenue for governmental activity, or 42% of total revenue. Operating grants was the largest program revenue accounting for \$183,172, or 42% of total governmental revenue. These are increases of 2.5% and 4.1% respectively. The major recipients of intergovernmental revenue were Job and Family Services, receiving \$64,752, and Children Services Board, receiving \$15,150.

The County's direct charges to users of governmental services made up \$28,305 or 6.4% of total governmental revenue. These charges are for fees for real estate transfers, fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licences and permits associated with building inspectors. The revenue for these charges increased by 6.8% over last year. The main component of the increase was the fees collected by the Sheriff for security at the correction's center.

Business- type Activities

The net assets for the business - type activities for the County increased by \$3,519 during the year 2004. Major revenue sources were charges for service of \$13,109 and capital contributions of \$3,987 that resulted from assessment on construction projects. Charges for services increased by 3.7%, and capital contributions decrease by 7.7%.

Financial Analysis of the County's Funds

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

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

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$35,663, while total fund balance reached \$36,097. Both of these balances decreased by less than one percent. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 32.7 percent to total general fund expenditures, while total fund balance represents 33.1 percent of that same amount.

**LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)**

**Table 2
Changes in Net Assets**

	Governmental Activities		Business- Type Activities		Total	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Revenues						
Program Revenues:						
Charges for services	\$ 28,305	\$ 26,507	\$ 13,109	\$ 12,646	\$41,414	\$39,153
Operating grants and contributions	183,172	175,913	2,902	1,575	186,074	177,488
Capital grants and contributions	2,549	1,839	-	-	2,549	1,839
General Revenues:						
Taxes	184,632	180,161	-	-	184,632	180,161
Investment income	3,171	4,124	-	-	3,171	4,124
Grants, contributions, and charges not restricted to specific programs	10,950	7,541	3,987	4,318	14,937	11,859
Other	<u>26,419</u>	<u>39,884</u>	<u>-</u>	<u>-</u>	<u>26,419</u>	<u>39,884</u>
<i>Total Revenues</i>	<u>439,198</u>	<u>435,969</u>	<u>19,998</u>	<u>18,539</u>	<u>459,196</u>	<u>454,508</u>
Program Expenses						
General Government:						
Legislative and executive	44,370	41,924	-	-	44,370	41,924
Judicial system	55,222	54,861	-	-	55,222	54,861
Public safety	64,095	59,439	-	-	64,095	59,439
Public works	36,273	35,167	-	-	36,273	35,167
Health	100,803	89,542	-	-	100,803	89,542
Human services	108,666	119,365	-	-	108,666	119,365
Conservation and recreation	6,766	8,950	-	-	6,766	8,950
Miscellaneous	13,215	11,112	-	-	13,215	11,112
Interest and fiscal charges	5,269	5,840	-	-	5,269	5,840
Sanitary engineer	-	-	4,106	4,005	4,106	4,005
Water supply system	-	-	2,459	2,511	2,459	2,511
Wastewater treatment	-	-	4,833	4,339	4,833	4,339
Sewer system	-	-	3,025	2,126	3,025	2,126
Solid waste	-	-	1,907	1,730	1,907	1,730
Parking facilities	<u>-</u>	<u>-</u>	<u>149</u>	<u>110</u>	<u>149</u>	<u>110</u>
<i>Total Expenses</i>	<u>434,679</u>	<u>426,200</u>	<u>16,479</u>	<u>14,821</u>	<u>451,158</u>	<u>441,021</u>
Increase in Net Assets before Transfers .	4,519	9,769	3,519	3,718	8,038	13,487
Transfers	<u>-</u>	<u>1,134</u>	<u>-</u>	<u>(1,134)</u>	<u>-</u>	<u>-</u>
Increase in Net Assets	4,519	10,903	3,519	2,584	8,038	13,487
Net Assets-beginning	<u>483,036</u>	<u>472,133</u>	<u>89,866</u>	<u>87,282</u>	<u>572,902</u>	<u>559,415</u>
Net Assets-ending	<u>\$487,555</u>	<u>\$483,036</u>	<u>\$93,385</u>	<u>\$89,866</u>	<u>\$580,940</u>	<u>\$572,902</u>

**LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)**

The fund balance of the County's general fund decreased by \$273 during the current fiscal year. Key factors in this reduction are as follows:

- Total revenues increased by \$3.3 million. An increase in taxes of \$4.9 million, and charges for services revenue of \$2.0 million was offset by a decrease in miscellaneous income of \$2.6 million.
- Total expenditures increased by \$2.8 million, primarily in Public Safety.

The debt service fund has a total fund balance of \$9.7 million, all of which is reserved for the payment of debt service. The net decrease in fund balance during the current year in the debt service fund was \$6.9 million. This is primarily due to additional transfers to the debt service fund to match proceeds with debt retirement.

The other major governmental funds of the County are Children Services Board, Board of Mental Retardation and Developmental Disabilities, and Job and Family Services.

The fund balance of the Children Services Board decreased \$3.2 million to \$31.3 million. The decrease is due to a decrease in intergovernmental revenue of \$3.6 million primarily from the State of Ohio.

The fund balance of the Board of Mental Retardation increased \$1.4 million to \$13.4 million. The increase is due to an increase in intergovernmental revenue.

The fund balance of Job and Family Services increased by \$9 million to \$11.5 million. The increase is due to cost cutting measures including an early retirement buyout in 2003.

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

Unrestricted net assets of the Water Supply System at the end of the year amounted to \$3.3 million, those for the Wastewater Treatment Plant amounted to \$4.8 million, and for the Sewer System was \$3.4 million. The total growth in net assets for these were \$1.2 million, \$0.9 million and \$0.7 million respectively. Other factors concerning the finances of these three funds have

already been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights.

Differences between the original budget and the final amended budget was \$3.4 million. This was due to an increase in tax collections. Current appropriations were increased accordingly.

Capital Assets and Debt Administration

Capital assets. The County's capital assets for its governmental and business type activities as of December 31, 2004, amounts to \$365.3 million (net of accumulated depreciation). This investment in capital asset includes land, buildings structures and improvements, furniture, fixtures equipment, and infrastructure. The total decrease in the County's capital assets for the current fiscal year was 0.2 percent (a 4.5 percent decrease for governmental activities and a 12.7 percent increase for business-type activities.)

Major capital asset events during the current fiscal year included the following:

- Expended \$11.2 million for the Wastewater Treatment expansion.
- Completed a \$1.3 million Business Continuance Center.
- Completed \$10.3 million in infrastructure projects, with \$8.2 million remaining in construction in progress.
- Completed a \$501 thousand multi-department document imaging project.

Additional information on the County's capital assets can be found in Note F.

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$74.7 million. Of this amount, \$42 million comprises debt backed by the full faith and credit of the government and \$14.2 million is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remaining \$18.5 million is non-tax revenue bonds. The County also had

**LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2004
(Amounts in 000's)**

outstanding \$34.1 million of Ohio Water Development Authority (OWDA) loans and \$2.7 million Ohio Public Works Commission (OPWC) loans.

The County's total bonded debt decreased by \$8.2 million during the current fiscal year. This was due to required debt service payments offset by a bond issue of \$1.5 million for special assessments. The large increase in OWDA loans was due to a \$15.4 million loan for Wastewater Treatment Plant expansion.

The County maintains an "A+" rating from Standard & Poor's, "AA-" from Fitch, and an "A1" rating from Moody's for general obligation debt. The bonds for the baseball stadium have been rated "A2" by Moody's, "A" by Standard and Poor's, and "AA-" by Fitch.

State statutes limit the amount of unvoted general obligation debt the County may issue to one percent of its total assessed valuation. The current debt limitation for Lucas County is \$57.6 million, which is significantly in excess of the County's outstanding unvoted general obligation debt.

Additional information on the County's long-term debt can be found in Note H.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 7.4 percent, which is a decrease from the rate of 7.8 percent a year ago. The state average unemployment rate was 6.1, and the national average was 5.5.
- Inflationary trends in the region compare favorably to national indices.

These factors were considered in preparing the County's budget for the 2005 fiscal year.

At the end of the current fiscal year, unreserved fund balance in the general fund was \$35,663. The County

has prepared a budget for 2005 appropriating only \$3.0 million of the unreserved balance. The County prepared a balanced budget for 2005, by reducing appropriations, without an increase in taxes or an increase in rates in the enterprise funds.

Request for Information

This financial report is designed to provide a general overview of Lucas County's finances for all those with an interest in the governments' finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to:

**Larry A. Kaczala, Lucas County Auditor
One Government Center
Suite 600
Toledo, OH 43604-2255**

LUCAS COUNTY, OHIO
STATEMENT OF NET ASSETS
DECEMBER 31, 2004
(Amounts in 000's)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Pooled cash and cash equivalents	\$ 27,984	\$ 1,932	\$ 29,916	\$ 4,316
Pooled investments	176,945	13,025	189,970	6,290
Receivables (net of allowance for uncollectibles)	147,175	4,555	151,730	1,843
Internal balances	3	(3)	-	-
Due from other governments	24,236	4,219	28,455	-
Prepaid expenses	-	-	-	174
Inventory of materials and supplies	502	16	518	274
Capital assets not being depreciated	27,810	11,640	39,450	2,587
Capital assets being depreciated (net)	234,019	91,874	325,893	13,800
Total assets	638,674	127,258	765,932	29,284
Liabilities:				
Accounts payable	14,703	578	15,281	2,364
Accrued wages and benefits	23,244	615	23,859	405
Due to other governments	1,037	-	1,037	-
Matured bonds payable	16	-	16	-
Matured interest payable	18	-	18	-
Deferred revenue	-	-	-	322
Claims payable	8,773	-	8,773	-
Notes payable	8,430	-	8,430	17
Long-term liabilities				
Due within one year	9,949	820	10,769	184
Due in more than one year	84,949	31,860	116,809	6,832
Total liabilities	151,119	33,873	184,992	10,124
Net assets:				
Invested in capital assets, net of related debt	166,931	75,052	241,983	-
Restricted for:				
Capital projects	11,613	-	11,613	-
Debt service	9,689	-	9,689	-
Unrestricted	299,322	18,333	317,655	19,160
Total net assets	\$ 487,555	\$ 93,385	\$ 580,940	\$ 19,160

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government -				
Legislative and executive.....	\$ 44,370	\$ 20,481	\$ 6,109	\$ -
Judicial.....	55,222	4,014	13,896	
Public safety.....	64,095	1,387	9,122	1,055
Public works.....	36,273	214	15,669	
Health.....	100,803	1,545	56,962	
Human services.....	108,666	69	81,337	
Conservation and recreation.....	6,766	595	77	1,494
Miscellaneous.....	13,215			
Interest and fiscal charges.....	5,269			
Total governmental activities.....	<u>434,679</u>	<u>28,305</u>	<u>183,172</u>	<u>2,549</u>
Business-type activities:				
Water supply	2,459	1,016	680	
Wastewater treatment.....	4,833	4,802	923	
Sewer.....	3,025	597	1,165	
Sanitary engineer.....	4,106	4,234	134	
Solid waste.....	1,907	2,141	-	
Parking facilities.....	149	319	-	
Total business-type activities.....	<u>16,479</u>	<u>13,109</u>	<u>2,902</u>	<u>-</u>
Total primary government.....	<u>\$ 451,158</u>	<u>\$ 41,414</u>	<u>\$ 186,074</u>	<u>\$ 2,549</u>
Component Units:				
Lott Industries.....	\$ 10,654	\$ 6,533	\$ 4,155	\$ -
Preferred Properties.....	1,860	435	2,682	
Toledo Mud Hens.....	8,207	3,827		
Total component units.....	<u>\$ 20,721</u>	<u>\$ 10,795</u>	<u>\$ 6,837</u>	<u>\$ -</u>

General Revenues:	
Property Tax.....	
Sales Tax.....	
Other Tax.....	
Charges for services not restricted to specific programs.....	
Intergovernmental revenue not restricted to specific programs.....	
Investment Income.....	
Miscellaneous.....	
Gain on early extinguishment of debt.....	
Capital contributions not restricted to specific programs.....	
Transfers.....	
Total general revenues and transfers.....	
Changes in net assets.....	
Net assets - beginning.....	
Net assets - ending.....	

The Notes to the Financial Statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

Primary Government			Component Units
Governmental Activities	Business-type Activities	Total	
\$ (17,780)	\$ -	\$ (17,780)	\$ -
(37,312)		(37,312)	
(52,531)		(52,531)	
(20,390)		(20,390)	
(42,296)		(42,296)	
(27,260)		(27,260)	
(4,600)		(4,600)	
(13,215)		(13,215)	
(5,269)		(5,269)	
<u>(220,653)</u>	<u>-</u>	<u>(220,653)</u>	<u>-</u>

	(763)	(763)	
	892	892	
	(1,263)	(1,263)	
	262	262	
	234	234	
	170	170	
<u>-</u>	<u>(468)</u>	<u>(468)</u>	<u>-</u>
<u>(220,653)</u>	<u>(468)</u>	<u>(221,121)</u>	<u>-</u>

			34
			1,257
			<u>(4,380)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,089)</u>

106,433		106,433	
70,107		70,107	
8,092		8,092	
78		78	
10,872		10,872	
3,171		3,171	
25,211		25,211	5,715
1,208		1,208	
-	3,987	3,987	
-	-	-	
<u>225,172</u>	<u>3,987</u>	<u>229,159</u>	<u>5,715</u>
4,519	3,519	8,038	2,626
483,036	89,866	572,902	16,534
<u>\$ 487,555</u>	<u>\$ 93,385</u>	<u>\$ 580,940</u>	<u>\$ 19,160</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2004
(Amounts in 000's)**

	General	Children Services Board	Board of Mental Retardation
Assets:			
Pooled cash and cash equivalents	\$ 4,864	\$ 3,867	\$ 1,657
Pooled investments	20,935	26,083	11,180
Receivables (net of allowance for uncollectibles)			
Taxes	36,932	19,529	34,106
Accounts	420	13	66
Special assessments			
Accrued interest	803		
Loans			
Due from other governments	5,544	4,266	3,774
Inventory: materials and supplies			
Total assets	<u>\$ 69,498</u>	<u>\$ 53,758</u>	<u>\$ 50,783</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ 1,659	\$ 1,323	\$ 619
Accrued wages and benefits	2,384	539	859
Due to other funds	92	20	
Due to other governments	1,037		
Deferred revenue	28,229	20,513	35,891
Matured bonds payable			
Matured interest payable			
Notes payable			
Total liabilities	<u>33,401</u>	<u>22,395</u>	<u>37,369</u>
Fund balances:			
Reserved for:			
Encumbrances	434	588	3,307
Inventory			
Loans receivable			
Debt service			
Unreserved reported in:			
General fund	35,663		
Special revenue funds		30,775	10,107
Capital projects funds			
Total fund balances	<u>36,097</u>	<u>31,363</u>	<u>13,414</u>
Total liabilities and fund balances	<u>\$ 69,498</u>	<u>\$ 53,758</u>	<u>\$ 50,783</u>

The Notes to the Financial Statements are an integral part of this statement.

Job and Family Services	Capital Improvements	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
\$ 2,026	\$ 2,007	\$ 1,825	\$ 6,689	\$ 22,935
13,669	19,535	6,306	45,178	142,886
			32,806	123,373
	1		327	827
		22,061		22,061
				803
			47	47
	2	1,500	9,150	24,236
			403	403
<u>\$ 15,695</u>	<u>\$ 21,545</u>	<u>\$ 31,692</u>	<u>\$ 94,600</u>	<u>\$ 337,571</u>
\$ 3,800	\$ 1,502		\$ 5,173	\$ 14,076
426			891	5,099
17			39	168
				1,037
		21,969	38,427	145,029
		16		16
		18		18
	8,430			8,430
<u>4,243</u>	<u>9,932</u>	<u>22,003</u>	<u>44,530</u>	<u>173,873</u>
7,432	6,084		16,132	33,977
			403	403
			47	47
		9,689		9,689
				35,663
4,020			33,324	78,226
	5,529		164	5,693
<u>11,452</u>	<u>11,613</u>	<u>9,689</u>	<u>50,070</u>	<u>163,698</u>
<u>\$ 15,695</u>	<u>\$ 21,545</u>	<u>\$ 31,692</u>	<u>\$ 94,600</u>	<u>\$ 337,571</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2004
(Amounts in 000's)

Total governmental fund balances	\$ 163,698
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	261,829
Internal service funds are used by management to charge the cost of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. (less 188 net capital assets included above as capital assets used in governmental activities.)	29,737
Long-term assets are not available to pay for current period expenditures and therefore deferred in the funds.	145,029
Long term liabilities, including bonds payable, OWDA loans, OPWC loans, capital leases, compensated absences, and landfill obligation are not due and payable in the current period and therefore are not reported in the funds.	<u>(112,738)</u>
Net assets of governmental activities	<u><u>\$ 487,555</u></u>

The Notes to the Financial Statements are an integral part of this statement.

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LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	General	Children Services Board	Board of Mental Retardation
Revenues:			
Taxes	\$ 91,816	\$ 18,922	\$ 32,784
Charges for services	15,192		67
Licenses and permits	72		
Fines and forfeits	495		
Special assessments	18		
Intergovernmental revenue	19,316	15,150	11,093
Investment income	3,171		
Miscellaneous revenue	1,634	3,851	546
Total revenues	<u>131,714</u>	<u>37,923</u>	<u>44,490</u>
Expenditures:			
Current:			
General government:			
Legislative and executive	24,353		
Judicial	40,366		
Public safety	39,336		
Public works	236		
Health	665		43,040
Human services	1,432	41,089	
Conservation and recreation	1,088		
Miscellaneous	1,582		
Capital outlay			
Debt service:			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>109,058</u>	<u>41,089</u>	<u>43,040</u>
Excess (deficiency) of revenues over (under) expenditures	<u>22,656</u>	<u>(3,166)</u>	<u>1,450</u>
Other Financing Sources (Uses):			
OPWC loans			
Bonds issued			
Capital leases	14		
Transfers in	521		
Transfers out	(23,464)		
Total other financing sources (uses)	<u>(22,929)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(273)	(3,166)	1,450
Fund balance at beginning of year	36,370	34,529	11,964
Fund balance at end of year	<u>\$ 36,097</u>	<u>\$ 31,363</u>	<u>\$ 13,414</u>

The Notes to the Financial Statements are an integral part of this statement.

Job and Family Services	Capital Improvements	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
		\$ 4,181	\$ 32,912	\$ 180,615
			13,124	28,383
				72
			153	648
	430	1,587		2,035
64,752		1,500	84,707	196,518
				3,171
	5,199	1,007	10,219	22,456
<u>64,752</u>	<u>5,629</u>	<u>8,275</u>	<u>141,115</u>	<u>433,898</u>
			13,816	38,169
			14,062	54,428
			21,633	60,969
			16,402	16,638
			56,414	100,119
59,279			5,877	107,677
			5,673	6,761
		1	11,641	13,224
	11,781		5,971	17,752
	156	12,020		12,176
		5,269		5,269
<u>59,279</u>	<u>11,937</u>	<u>17,290</u>	<u>151,489</u>	<u>433,182</u>
5,473	(6,308)	(9,015)	(10,374)	716
			121	121
	1,545			1,545
16				30
3,553	8,347	8,162	10,253	30,836
(7)	(400)	(6,000)	(844)	(30,715)
<u>3,562</u>	<u>9,492</u>	<u>2,162</u>	<u>9,530</u>	<u>1,817</u>
9,035	3,184	(6,853)	(844)	2,533
<u>2,417</u>	<u>8,429</u>	<u>16,542</u>	<u>50,914</u>	<u>161,165</u>
<u>\$ 11,452</u>	<u>\$ 11,613</u>	<u>\$ 9,689</u>	<u>\$ 50,070</u>	<u>\$ 163,698</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

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

Net change in fund balances - total governmental funds	\$	2,533
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the current period.		(12,432)
Revenues, and the effect of refinancing capital leases in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		5,300
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.		10,480
Some expenses reported in the statement of activities do not require the use of financial resources and, therefore, are not reported as expenditures in governmental funds.		(1,515)
The net revenue of certain activities of internal service funds is reported with governmental activities.		<u>153</u>
Change in net assets of governmental activities	\$	<u><u>4,519</u></u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Budgeted Amount</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$ 88,555	\$ 88,555	\$ 90,921	\$ 2,366
Charges for services.....	12,932	12,932	14,960	2,028
Licenses and permits.....	53	53	35	(18)
Fines and forfeits.....	559	559	508	(51)
Special assessments.....	25	25	18	(7)
Intergovernmental revenue.....	19,271	19,271	20,536	1,265
Investment income.....	4,500	4,500	4,999	499
Miscellaneous revenue.....	<u>2,754</u>	<u>2,754</u>	<u>1,634</u>	<u>(1,120)</u>
Total revenues.....	128,649	128,649	133,611	4,962
Expenditures:				
Current:				
General government:				
Legislative and executive.....	28,638	29,195	27,501	1,694
Judicial.....	39,952	40,787	40,279	508
Public safety.....	37,954	38,920	38,760	160
Public works.....	287	284	241	43
Health.....	1,115	843	715	128
Human services.....	1,532	1,694	1,579	115
Conservation and recreation.....	1,121	1,234	1,164	70
Miscellaneous.....	<u>1,521</u>	<u>1,823</u>	<u>1,629</u>	<u>194</u>
Total expenditures.....	<u>112,120</u>	<u>114,780</u>	<u>111,868</u>	<u>2,912</u>
Excess of revenues over (under) expenditures	16,529	13,869	21,743	7,874
Other financing sources (uses):				
Transfers in.....	-	-	521	521
Transfers (out).....	<u>(21,432)</u>	<u>(22,240)</u>	<u>(21,965)</u>	<u>275</u>
Total other financing sources (uses).....	<u>(21,432)</u>	<u>(22,240)</u>	<u>(21,444)</u>	<u>796</u>
Net change in fund balance.....	(4,903)	(8,371)	299	8,670
Fund balance at beginning of year.....	23,793	23,793	23,793	-
Prior year encumbrances appropriated.....	<u>1,515</u>	<u>1,515</u>	<u>1,515</u>	<u>-</u>
Fund balance at end of year.....	<u>\$ 20,405</u>	<u>\$ 16,937</u>	<u>\$ 25,607</u>	<u>\$ 8,670</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CHILDREN SERVICES BOARD - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 18,858	\$ 18,858	\$ 18,859	\$ 1
Intergovernmental revenue.....	15,517	15,517	15,341	(176)
Miscellaneous revenue.....	4,351	4,351	3,863	(488)
<i>Total revenue</i>	<u>38,726</u>	<u>38,726</u>	<u>38,063</u>	<u>(663)</u>
Expenditures:				
Current:				
Human services				
Personal services	22,007	21,710	21,632	78
Materials and supplies	919	1,029	975	54
Charges and services	19,572	19,724	18,681	1,043
Capital outlay and equipment	451	486	483	3
<i>Total expenditures</i>	<u>42,949</u>	<u>42,949</u>	<u>41,771</u>	<u>1,178</u>
Net change in fund balance.....	(4,223)	(4,223)	(3,708)	515
Fund balance at beginning of year.....	31,190	31,190	31,190	-
Prior year encumbrances appropriated.....	1,166	1,166	1,166	-
Fund balance at end of year.....	<u>\$ 28,133</u>	<u>\$ 28,133</u>	<u>\$ 28,648</u>	<u>\$ 515</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BOARD OF MENTAL RETARDATION - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes.....	\$ 32,600	\$ 32,600	\$ 32,681	\$ 81
Charges for services.....	-	-	-	-
Intergovernmental revenue.....	750	750	1,230	480
Miscellaneous revenue.....	10,151	10,151	9,938	(213)
<i>Total revenue.....</i>	<u>43,501</u>	<u>43,501</u>	<u>43,849</u>	<u>348</u>
Expenditures:				
Current:				
Health				
Personal services	36,306	35,331	34,627	704
Materials and supplies	1,129	1,492	1,324	168
Charges and services	9,748	10,385	9,478	907
Capital outlay and equipment	871	846	815	31
<i>Total expenditures.....</i>	<u>48,054</u>	<u>48,054</u>	<u>46,244</u>	<u>1,810</u>
Net change in fund balance.....	(4,553)	(4,553)	(2,395)	2,158
Fund balance at beginning of year.....	8,623	8,623	8,623	-
Prior year encumbrances appropriated.....	2,073	2,073	2,073	-
Fund balance at end of year.....	<u>\$ 6,143</u>	<u>\$ 6,143</u>	<u>\$ 8,301</u>	<u>\$ 2,158</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JOB AND FAMILY SERVICES - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 64,956	\$ 64,956	\$ 64,764	(192)
<i>Total revenue</i>	64,956	64,956	64,764	(192)
Expenditures:				
Current:				
Human services				
Personal services.....	26,988	26,276	24,444	1,832
Materials and supplies.....	432	432	364	68
Charges and services.....	44,347	44,960	43,538	1,422
Capital outlay and equipment.....	192	291	281	10
<i>Total expenditures</i>	71,959	71,959	68,627	3,332
<i>Excess of revenues over (under) expenditures</i>	(7,003)	(7,003)	(3,863)	3,140
Other financing sources:				
Transfers in.....	3,361	3,361	3,553	192
<i>Total other financing sources</i>	3,361	3,361	3,553	192
 Net change in fund balance.....	 (3,642)	 (3,642)	 (310)	 3,332
Fund balance at beginning of year.....	3,666	3,666	3,666	-
Prior year encumbrances appropriated.....	3,810	3,810	3,810	-
Fund balance at end of year.....	<u>\$ 3,834</u>	<u>\$ 3,834</u>	<u>\$ 7,166</u>	<u>\$ 3,332</u>

The Notes to the Financial Statements are an integral part of this statement.

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**LUCAS COUNTY, OHIO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Business-type Activities - Enterprise</u>		
	<u>Water Supply System</u>	<u>Wastewater Treatment</u>	<u>Sewer System</u>
Assets:			
Current assets:			
Pooled cash and cash equivalents.....	\$ 368	\$ 448	\$ 385
Pooled investments.....	2,480	3,021	2,596
Receivables (net of allowances for uncollectables)	535	1,653	567
Due from other funds.....			
Due from other governments.....		4,219	
Inventory: materials and supplies.....		16	
Total current assets.....	<u>3,383</u>	<u>9,357</u>	<u>3,548</u>
Noncurrent assets - capital assets:			
Land.....	200	39	10
Land improvements.....	60,040		63,108
Buildings, structures, and improvements.....	2,840	17,441	
Furniture, fixtures, and equipment.....	1,641	9,286	
Construction in progress.....	-	11,238	
Less accumulated depreciation.....	(25,517)	(13,863)	(25,678)
Total noncurrent assets.....	<u>39,204</u>	<u>24,141</u>	<u>37,440</u>
Total assets.....	<u>\$ 42,587</u>	<u>\$ 33,498</u>	<u>\$ 40,988</u>
Liabilities:			
Current liabilities:			
Accounts payable.....	\$ 43	\$ 156	\$ 106
Accrued wages and benefits.....		152	
Due to other funds.....			
Claims payable - current.....			
Current portion of long-term debt.....	158	519	110
Total current liabilities.....	<u>201</u>	<u>827</u>	<u>216</u>
Noncurrent liabilities:			
OWDA loans payable.....	4,596	23,607	2,204
Claims payable - noncurrent.....			
OPWC loans payable.....		165	87
Total noncurrent liabilities.....	<u>4,596</u>	<u>23,772</u>	<u>2,291</u>
Total liabilities.....	<u>4,797</u>	<u>24,599</u>	<u>2,507</u>
Net Assets:			
Invested in capital assets, net of related debt...	34,450	4,069	35,039
Unrestricted.....	3,340	4,830	3,442
Total net assets.....	<u>37,790</u>	<u>8,899</u>	<u>38,481</u>
Total liabilities and net assets.....	<u>\$ 42,587</u>	<u>\$ 33,498</u>	<u>\$ 40,988</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Funds</u> Nonmajor Enterprise Funds	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 731	\$ 1,932	\$ 5,049
4,928	13,025	34,059
1,800	4,555	64
	-	171
	4,219	
	16	99
<u>7,459</u>	<u>23,747</u>	<u>39,442</u>
153	402	83
	123,148	
3,006	23,287	30
2,613	13,540	1,270
	11,238	
(3,043)	(68,101)	(1,195)
<u>2,729</u>	<u>103,514</u>	<u>188</u>
<u>\$ 10,188</u>	<u>\$ 127,261</u>	<u>\$ 39,630</u>
\$ 272	\$ 577	\$ 792
463	615	140
3	3	
	-	4,805
34	821	
<u>772</u>	<u>2,016</u>	<u>5,737</u>
1,201	31,608	
	-	3,968
	252	
<u>1,201</u>	<u>31,860</u>	<u>3,968</u>
<u>1,973</u>	<u>33,876</u>	<u>9,705</u>
1,494	75,052	187
6,721	18,333	29,738
<u>8,215</u>	<u>93,385</u>	<u>29,925</u>
<u>\$ 10,188</u>	<u>\$ 127,261</u>	<u>\$ 39,630</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Business-type Activities - Enterprise		
	Water Supply System	Wastewater Treatment	Sewer System
Operating revenues:			
Charges for services.....	\$ 1,016	\$ 4,802	\$ 597
Miscellaneous.....	680	923	1,165
Total operating revenues.....	1,696	5,725	1,762
Operating expenses:			
Personal services.....		1,214	
Contract services.....	261	1,454	1,209
Materials and supplies.....	15	359	18
Heat, light and power.....	343	490	89
Depreciation.....	1,545	453	1,548
Miscellaneous.....			1
Employee medical benefit.....			
Total operating expenses.....	2,164	3,970	2,865
Operating income (loss).....	(468)	1,755	(1,103)
Nonoperating revenues (expenses):			
Loss on disposal of fixed assets.....			
Interest and fiscal charges.....	(295)	(863)	(160)
Total nonoperating revenues (expenses).....	(295)	(863)	(160)
Income (loss) before contributions and operating transfers.....	(763)	892	(1,263)
Capital contributions.....	1,992		1,995
Transfer in.....			
Transfer out.....			
Change in net assets.....	1,229	892	732
Net assets at beginning of year.....	36,561	8,007	37,749
Net assets at end of year.....	<u>\$ 37,790</u>	<u>\$ 8,899</u>	<u>\$ 38,481</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Funds</u> Nonmajor Enterprise Funds	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 6,694	\$ 13,109	\$ 36,395
134	2,902	7
6,828	16,011	36,402
3,661	4,875	1,279
1,447	4,371	3,771
619	1,011	1,337
33	955	-
322	3,868	91
4	5	31
-	-	29,619
<u>6,086</u>	<u>15,085</u>	<u>36,128</u>
742	926	274
-	-	-
(76)	(1,394)	-
(76)	(1,394)	-
666	(468)	274
-	3,987	-
-	-	-
-	-	(121)
666	3,519	153
<u>7,549</u>	<u>89,866</u>	<u>29,772</u>
<u>\$ 8,215</u>	<u>\$ 93,385</u>	<u>\$ 29,925</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	Business-Type Activities - Enterprise Funds		
	Water Supply System	Waste- Water Treatment	Sewer System
Cash flows from operating activities:			
Cash received from customers.....	\$ 1,665	\$ 5,760	\$ 1,757
Cash paid to suppliers.....	(605)	(2,346)	(1,222)
Cash paid to employees.....		(1,194)	
Net cash provided by operating activities.....	1,060	2,220	535
Cash flows from noncapital financing activities:			
Transfers out.....			
Net cash used in noncapital financing activities.....	-	-	-
Cash flows from capital and related financing activities:			
Proceeds of loan.....			97
Principal payments - OWDA loans.....	(302)	(1,009)	(202)
Principal payments - OPWC loans.....		(13)	(19)
Principal payments - capital leases.....			
Purchase of capital assets.....	-	-	-
Interest paid.....	(295)	(863)	(160)
Net cash used in capital and related financing activities.....	(597)	(1,885)	(284)
Cash flows from investing activities:			
Proceeds from sales of investments.....	296	628	583
Payments for investments.....	(626)	(823)	(717)
Net cash provided by (used in) investing activities...	(330)	(195)	(134)
Net increase in cash.....	133	140	117
Cash and cash equivalents, January 1.....	235	308	268
Cash and cash equivalents, December 31.....	<u>\$ 368</u>	<u>\$ 448</u>	<u>\$ 385</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities Internal Service Funds</u>
\$ 6,713	\$ 15,895	\$ 36,248
(1,923)	(6,096)	(33,698)
<u>(3,564)</u>	<u>(4,758)</u>	<u>(1,237)</u>
1,226	5,041	1,313
	-	(121)
<u>-</u>	<u>-</u>	<u>(121)</u>
	97	
(67)	(1,580)	
	(32)	(5)
(299)	(299)	(110)
<u>(76)</u>	<u>(1,394)</u>	<u>-</u>
<u>(442)</u>	<u>(3,208)</u>	<u>(115)</u>
771	2,278	10,926
<u>(1,304)</u>	<u>(3,470)</u>	<u>(10,692)</u>
(533)	(1,192)	234
251	641	1,311
480	1,291	3,738
<u>\$ 731</u>	<u>\$ 1,932</u>	<u>\$ 5,049</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

**Reconciliation of Operating Income (Loss) to Net Cash Provided
by Operating Activities**

	Business-Type Activities - Enterprise		
	Water Supply System	Waste- Water Treatment	Sewer System
Operating income (loss).....	\$ (468)	\$ 1,755	\$ (1,103)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation expense.....	1,545	453	1,548
(Increase) decrease in operating assets:			
Accounts receivable.....	(31)	35	(5)
Due from other funds			
Inventory		8	
Increase (decrease) in operating liabilities:			
Accounts payable	14	(51)	95
Accrued wages and benefits.....		20	
Due to other funds.....			
Total adjustments.....	1,528	465	1,638
Net cash provided by operating activities.....	\$ 1,060	\$ 2,220	\$ 535

**Noncash capital and related
financing activities:**

Enterprise funds received approximately \$4.0 million of contributed fixed assets, approximately \$2.0 million to the Water Supply System, and \$2.0 million to the Sewer System.

The Notes to the Financial Statements are an integral part of this statement.

<u>Funds</u>		<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
Nonmajor Enterprise Funds			
\$ 742		\$ 926	\$ 274
	322	3,868	91
	(115)	(116)	(58)
		0	(96)
		8	209
	179	237	851
	97	117	(1)
	1	1	43
<u>484</u>		<u>4,115</u>	<u>1,039</u>
<u>\$ 1,226</u>		<u>\$ 5,041</u>	<u>\$ 1,313</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
DECEMBER 31, 2004
(Amounts in 000's)

	Agency Funds
Assets:	
Pooled cash and cash equivalents.....	\$ 25,884
Segregated cash accounts.....	9,353
Due from other governments.....	15,679
Total assets.....	\$ 50,916
 Liabilities:	
Unapportioned monies external to county....	\$ 25,136
Deposits held due to others.....	10,963
Payroll withholdings.....	2,963
Accounts payable.....	627
Accrued wages & benefits.....	11
Due to other governments.....	11,216
Total liabilities.....	\$ 50,916

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF NET ASSETS
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2004
(Amounts in 000's)

	Toledo Mud Hens Baseball Club, Inc.	Lott Industries Inc.	Preferred Properties Inc.	Total
Assets:				
Current assets-				
Pooled cash and cash equivalents.....	\$ 3,333	\$ 935	\$ 48	\$ 4,316
Pooled investments.....	25	6,265	-	6,290
Receivables (net of allowances for uncollectables) accounts.....	171	1,231	441	1,843
Prepaid expenses.....	101	23	50	174
Inventory: materials and supplies.....	158	116	-	274
Total current assets.....	<u>3,788</u>	<u>8,570</u>	<u>539</u>	<u>12,897</u>
Noncurrent assets-				
Property, plant and equipment-				
Land.....	-	188	944	1,132
Buildings, structures and improvements.....	-	8,645	5,937	14,582
Furniture, fixtures and equipment.....	2,286	4,295	159	6,740
Construction in progress.....	-	-	1,455	1,455
Less: accumulated depreciation.....	(861)	(5,170)	(1,491)	(7,522)
Total noncurrent assets.....	<u>1,425</u>	<u>7,958</u>	<u>7,004</u>	<u>16,387</u>
Total assets.....	<u>\$ 5,213</u>	<u>\$ 16,528</u>	<u>\$ 7,543</u>	<u>\$ 29,284</u>
Liabilities:				
Current liabilities-				
Accounts Payable.....	\$ 1,832	\$ 455	\$ 77	\$ 2,364
Accrued wages and benefits.....	214	191	-	405
Deferred revenue.....	322	-	-	322
Current portion of long-term debt.....	-	163	21	184
Total current liabilities.....	2,368	809	98	3,275
Noncurrent liabilities-				
Notes Payable.....	-	-	17	17
Bonds Payable.....	-	3,760	-	3,760
Other long term obligations.....	-	6	3,066	3,072
Total noncurrent liabilities.....	-	3,766	3,083	6,849
Total liabilities.....	<u>2,368</u>	<u>4,575</u>	<u>3,181</u>	<u>10,124</u>
Net Assets:				
Unrestricted.....	2,845	11,953	4,362	19,160
Total net assets.....	<u>\$ 2,845</u>	<u>\$ 11,953</u>	<u>\$ 4,362</u>	<u>\$ 19,160</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Toledo Mud Hens Baseball Club inc.</u>
		<u>Charges for Services</u>	<u>Grants and Contributions</u>	
Toledo Mud Hens Baseball Club				
Recreation	8,207	\$ 3,827	\$ -	\$ (4,380)
Lott Industries				
Health	10,654	6,533	4,155	-
Preferred Properties Inc.				
Health	1,860	435	2,682	-
Total component units.....	<u>\$ 20,721</u>	<u>\$ 10,795</u>	<u>\$ 6,837</u>	<u>\$ (4,380)</u>
General Revenues:				
				5,480
				<u>5,480</u>
				1,100
				1,745
				<u>\$ 2,845</u>

The Notes to the Financial Statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

<u>Lott Industries Inc.</u>	<u>Preferred Properties Inc.</u>	<u>Total</u>
\$ -	\$ -	\$ (4,380)
34	-	34
-	1,257	1,257
<u>\$ 34</u>	<u>\$ 1,257</u>	<u>\$ (3,089)</u>
228	7	5,715
<u>228</u>	<u>7</u>	<u>5,715</u>
262	1,264	2,626
11,691	3,098	16,534
<u>\$ 11,953</u>	<u>\$ 4,362</u>	<u>\$ 19,160</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2004

Note A - Description of Lucas County and Basis of Presentation

The County: Lucas County is a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1835. The three member **Board of County Commissioners** is the legislative and executive body of the County. The **County Auditor** is the chief fiscal officer. In addition, there are seven other elected administrative officials, each of whom are independent as set forth by Ohio law. These officials are: **Clerk of Courts, Coroner, Engineer, Prosecutor, Recorder, Sheriff, and Treasurer.** There are also ten **Common Pleas Court Judges, two Domestic Relations Court Judges, two Juvenile Court Judges, one Probate Court Judge** and five **Court of Appeals Judges** elected on a County-wide basis to oversee the County's judicial system.

The accompanying financial statements present the County (Primary Government) and its component units, which are legally separate organizations which the elected officials of the primary government are financially accountable. The financial data of the component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. Blended component units, although legally separate entities, are, in substance, part of the government operations.

A discretely presented component unit is an entity that is legally separate from the County but for which the County is financially accountable, or its relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete.

The component unit column in the government-wide financial statements include the County's discretely presented component units. They are reported in a separate column to emphasize that they are legally separate from the county. A brief description of each component unit, and its relationships to the County follows:

Toledo Mud Hens Baseball Club, Inc. is organized to own, manage, and operate a professional baseball club. Upon dissolution, any remaining net assets become property of the Board of County Commissioners, and new

appointments to the board of directors requires concurrence of the Commissioners. The County receives rent from the Mud Hens to retire non-tax revenue bonds issued to finance the construction of the baseball stadium. The Mud Hens are reported on a fiscal year ending October 31. Complete financial statements of the component unit can be obtained from its administrative office at Fifth Third Field, 406 Washington St., Toledo, OH 43604.

Lott Industries, Inc., is a nonprofit organization affiliated with the Lucas County Board of Mental Retardation and Developmental Disabilities (LCBMR/DD), a special revenue fund of the County. It provides employment for individuals with mental retardation and developmental disabilities by obtaining work competitively from the private and public sectors. A majority of the board of the component unit is appointed by the LCBMR/DD. The LCBMR/DD pays the salaries of the administrative staff, which is a financial obligation of the County, and the component unit exists solely to provide service to the LCBMR/DD. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

Preferred Properties, Inc. and Affiliates is a not-for-profit corporation organized to provide affordable and accessible housing to persons with disabilities. One third of the board of the component unit is appointed by the LCBMR/DD. Funds for the purchase of housing are received from the LCBMR/DD which come from board funds and pass through of funds from Community Assistance Projects administered by the Ohio Department of Mental Retardation and Developmental Disabilities. This imposes a financial obligation on the County, and the component unit is fiscally dependent on the primary government. Preferred Properties, Inc. is reported on a fiscal year ending June 30. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2004

Note A - Description of Lucas County and Basis of Presentation (continued)

In determining its reporting entity and component units, the County considered all potential component units, including the Lucas County Board of Health, Metropolitan Park District, Lucas County Soil and Water Conservation District, Lucas County Port Authority, Lucas County Improvement Corporation, Toledo Zoological Society, Toledo Area Sanitary District, Toledo Lucas County Public Library, Lucas County Board of Education and Toledo-Lucas County Convention and Visitors Bureau and concluded that such were neither component units nor related organizations of the County and that it would not be misleading to exclude their activities from the County's reporting entity.

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

Government-wide Financial Statements: The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service funds is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and for the business-type activities of the County. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient for the goods or services offered by the program,

grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the County's water and sewer function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

Fund Accounting: The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note A - Description of Lucas County and Basis of Presentation (continued)

accounts. There are three categories of funds: governmental, proprietary and fiduciary.

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

- General Fund: This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The primary revenue sources are sales and use taxes, property taxes, state and local government fund receipts, investment earnings and charges for services.
- Children Services Board Special Revenue Fund: This fund accounts for County-wide property tax levy, state grants and reimbursements used for County child care programs.
- Board of Mental Retardation Special Revenue Fund: This fund accounts for a County-wide property tax levy, state grants and reimbursements used for care and services for the mentally handicapped and retarded.
- Job and Family Services Special Revenue Fund: This fund accounts for various federal and state grants and reimbursements as well as transfers from the General Fund used for human service programs.
- Capital Improvements Capital Projects Fund: This fund accounts for renovation and construction of County owned buildings and facilities, and construction of special assessment projects.
- Debt Service Fund: This fund accounts for revenues received and used to pay principal and interest on debt.

Proprietary Funds

- Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position

and cash flows. These funds are used to account for operations that provide services which are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes. The County reports the following major proprietary funds.

- Water Supply System Enterprise Fund: This fund accounts for the distribution of treated water to individuals and commercial users of Lucas County.
- Sewer System Enterprise Fund: This fund accounts for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.
- Wastewater Treatment Enterprise Fund: This fund accounts for wastewater treatment services provided to the Sanitary Engineer, cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Additionally the County reports which Internal Service Funds account for the goods or services provided by certain County departments to other County funds, departments and other governmental units, on a cost reimbursement basis.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water Supply System, Wastewater Treatment Plant, and Sewer System, and of the County's internal service funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non operating revenues and expenses.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note A - Description of Lucas County and Basis of Presentation (continued)

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. The County only maintains agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds are primarily established to account for the collection of various taxes, as well as other intergovernmental resources that will be distributed to other taxing districts located within Lucas County.

Note B - Summary of Significant Accounting Policies

The accompanying financial statements of the County are prepared in conformity with GAAP for local government units as prescribed in statements and interpretations issued by the GASB and other recognized authoritative sources. The County has elected not to apply FASB Statements and interpretations issued after November 30, 1989, to its enterprise fund activities.

Government-wide Financial Statements: The government-wide financial statements are prepared using the economic resources measurements focus. All assets and liabilities associated with the operation of the County are included on the Statement of Net Assets.

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

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

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

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

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlement and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note K). Revenue from grants, entitlement and donations is recognized in the fiscal 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

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note B - Summary of Significant Accounting Policies
(continued)

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 non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: delinquent taxes, sales tax, grants, interest, fees and charges for services.

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

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

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

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

Budgetary Information: Under Ohio law, the Board of County Commissioners must adopt an appropriations budget by January 1st of a given year, or adopt a temporary appropriation measure with final passage of a permanent budget by April 1st, for all funds except Agency Funds. Budgets are legally required for each organizational unit by object (personal services, materials

and supplies, charges for services, and capital outlays and equipment).

Each County department prepares a budget that is approved by the Board of County Commissioners. Modifications to the original budget within expenditure objects can be made by the budget manager in the Auditor's Office. The County maintains budgetary control within an organizational unit and fund by not permitting expenditures and encumbrances to exceed appropriations at the object level (the legal level of control). Unencumbered and unexpended appropriations lapse at year-end. Encumbered and unpaid appropriations (reserved for encumbrances) are carried forward to the next year as authority for expenditures.

The County's budgetary process accounts for certain transactions on a basis other than GAAP. The major difference between the budget basis and the GAAP basis are:

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

(2) Expenditures are recorded when encumbered, or paid in cash (budget), as opposed to when susceptible to accrual (GAAP).

The actual results of operations, compared to the final appropriation, which include amendments to the original appropriation, for each fund type by expenditure function and revenue source are presented in the *Combined Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual (non-GAAP Budgetary Basis)- All Governmental Fund Types*. The difference between the accrual and cash basis statements was not significant. The reserve for encumbrances is carried forward as part of the budgetary authority for the next year and is included in the revised budget amounts shown in the budget to actual comparisons.

Cash Equivalents: Investments of the cash management pool, and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months are considered to be investments.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note B - Summary of Significant Accounting Policies
(continued)

Inventory of Materials and Supplies: Inventory is valued at cost using the first-in, first-out method. Inventory is recorded as an expenditure/expense when consumed.

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized, as projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed.

All reported capital assets are depreciated using the straight line method over the following estimated useful lives:

- Furniture, fixtures and equipment 5 - 20 years
- Buildings, structures, improvements 20 - 40 years
- Land improvements (water and sewer lines) 40 years
- Infrastructure 20 - 40 years

Use of Estimates: The preparation of the basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Grants and Other Intergovernmental Revenues: Local Government fund revenues are recorded as receivables and revenues when measurable and available. Assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement type grants for the acquisition or construction of capital assets are recorded as receivables and contributed capital when the related expenses are incurred. All other Federal and State reimbursement type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

Interfund Transactions: During the normal course of operations, the County has numerous transactions between funds. These transactions include charges for services provided by an Internal Service fund to other funds and operating transfers. Transfers represent transfers of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in Governmental Fund Types and as transfers in Proprietary Funds.

The Internal Service funds record charges for services to all County funds, departments and other governmental units as operating revenue. Both Governmental and Proprietary funds record these payments to the Internal Service funds as operating expenditures/expenses.

Compensated Absences: The County records accumulated unpaid vacation, overtime pay, and vested sick time benefits as accrued wages and benefits payable when earned by employees. The entire compensated absences liability is reported on the governmental-wide financial statements.

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

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note B - Summary of Significant Accounting Policies
(continued)

using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The non-current portion of the liability is not reported.

Ohio law requires that vacation time not be accumulated for more than three years. Normally, all vacation time is to be taken in the year available unless administrative written approval for carryover is obtained. Unused vacation is payable upon termination of employment. Unused sick time may be accumulated until retirement. Employees with a minimum of ten years of service are paid one third of accumulated sick time upon retirement with a maximum of 40 days. In general, employees are eligible to be paid for unused compensatory time upon termination of employment. All sick, vacation and compensatory payments are made at employees' current wage rates, and paid from the fund where the time was accumulated.

Self-Funded Insurance: The County is self-funded for dental and health benefits. The dental program is administered by Health Care Payer's Coalition, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in an internal service fund. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded commercial coverage in any of the last three years.

The County's Self-funded Workers' Compensation fund (an internal service fund) accounts for and finances its uninsured risks of loss for workers' compensation claims. Under this program, the Self-funded Workers' Compensation fund provides coverage for up to a maximum of \$300 thousand for each workers' compensation claim. The County will pay premiums to the State of Ohio Bureau of Workers' Compensation for claims in excess of coverage provided by the fund. In addition, the fund will pay assessments to the Bureau of

Workers' Compensation for administration and payment of claims.

All funds of the County participate in the program and make payments to the Self-funded Workers' Compensation Fund based on their usage of the program to cover actuarial estimates of the amounts needed to pay current-year claims. The claims liability of \$8.8 million reported in the fund at December 31, 2004 is based on the requirements of Governmental Accounting Standard Board Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated. This liability includes an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Liabilities for losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using an expected future investment yield assumption of 5.5%.

Fund Balance Reservations and Designations: The County reserves portions of fund balances that are legally segregated for specific future uses or that do not represent available, spendable resources and, therefore, are not appropriate for expenditures. Designations of fund balances are amounts that have been designated by management for a specific future use, which are not legally segregated. Undesignated fund balances are not reserved nor designated and are appropriate in future periods.

Prepaid Items: Payments made to vendors for services that benefit future periods are recorded as prepaid items in both government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase, and the expenditure is reported in the year in which services are consumed.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note C - Reconciliation of Government-wide and Fund financial Statements

I. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes a reconciliation between *fund balance - total governmental funds, and net assets - governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and therefore not reported in the funds." Details of this difference are as follows: (Amounts in 000's)

Bonds payable	\$ 74,731
OWDA loans payable	1,712
OPWC loans payable	2,485
Capital leases payable	3,706
Landfill liability payable	12,099
Compensated absences	<u>18,005</u>
<i>Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental funds.</i>	<u>\$112,738</u>

II. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balance includes a reconciliation between net changes in *fund balances - total governmental funds and changes in net assets of governmental activities*. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expenses." The details of the difference are as follows: (Amounts in 000's)

Capital outlay	\$17,752
Capital outlay in excess of capital asset additions.	(7,305)
Depreciation expense	<u>(22,879)</u>
<i>Net adjustment</i>	<u>(\$12,432)</u>

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets." The details of this difference are as follows: (Amounts in 000's)

Proceeds of capital lease transaction	\$ 30
Proceeds of loans	121
Proceeds of bonds	1,545
Principal retirement	<u>(12,176)</u>
<i>Net adjustment</i>	<u>(\$10,480)</u>

Note D - Pooled Cash and Cash Equivalents, Segregated Cash, Investments and Deposits

To improve cash management, cash received by the County is pooled in a central bank account which is managed by the County Treasurer. Amounts for all funds including proprietary funds, are maintained in this account or are temporarily used to purchase short term investments. Individual fund integrity is maintained through the County's records. Each fund's interest in the pooled bank accounts is presented as cash and cash equivalents, and investments on the balance sheet. Investments are limited to STAR Ohio, certificates of deposit, U.S. Treasury Obligations and Mortgage-backed Securities, and a revenue Bond anticipation note. These investments are stated at fair value. Money market investments that mature within one year of acquisition and participating interest-earning investment contracts that mature within one year of acquisition are reported at amortized cost. The County's investments are covered by Custodian Safekeeping Agreements with all securities dealers of County owned purchased securities, whereby such securities are held for the County by a third party custodian.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Investment income is recorded in the General and Self-funded Health funds. Investment income in the General fund includes earnings on all pooled investments. Investment income earned during 2004 totaled approximately \$3.2 million.

The County uses separate bank accounts for resources not deposited with the County Treasurer. These interest bearing depository accounts are presented in the Combined Balance Sheet as "Segregated Cash Accounts."

Legal Provisions: The County Treasurer is permitted by Ohio law to deposit or invest County funds provided that they mature or are redeemable within two years from date of purchase. The Treasurer is permitted to invest or deposit in the following classification of obligations:

1) Obligations of, or backed by the faith of, the United States Government.

2) Obligations issued by any Federal agency.

3) Deposits in institutions eligible under Ohio law. All deposits are collateralized with eligible securities, as described by state statutes, which are pledged to a collateral pool for each individual financial institution, in amounts equal to at least 105% of the carrying value of all public deposits held by each institution.

4) Obligations of the State.

5) Repurchase agreements with institutions eligible under Ohio law not to exceed 30 days, where the institution agrees unconditionally to repurchase any of the securities listed in (1) or (2).

6) Commercial paper issued by any corporation incorporated under the laws of the United States or a state if both of the following conditions apply. Two nationally recognized rating agencies rank the commercial paper in either of their two highest categories; the total amount

invested in commercial paper at any time does not exceed five per cent of the county's total average portfolio, as determined and calculated by the investing authority.

7) Bankers acceptances, if the following conditions are met: The acceptances mature in two hundred seventy days or fewer from the date of settlement; the acceptances are eligible for purchase by the federal reserve system; the total amount invested in bankers acceptances at any time does not exceed ten per cent of the county's total average portfolio, as determined and calculated by the investing authority.

8) The State Treasurer's Investment pool (STAROhio). Investment authority for the State Treasurer's Investment pool is established by the State Legislature and reflected in the Ohio Revised Code.

9) No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.

The Governmental Accounting Standard Board (GASB Statement 3) has established credit risk categories for deposits and investments.

- Category 1 - Investments that are insured or registered, or securities held by the County or its agent in the County's name.

Deposits that are insured or collateralized with securities held by the County or its agent in the County's name.

- Category 2 - Investments that are uninsured and unregistered, with securities held by the counterpart's trust department or agent in the County's name.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.

Deposits that are uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name.

- Category 3 - Investments that are uninsured or unregistered, with securities held by the counterparty, or by its trust department or agent but not in the County's name.

Based on the above criteria, the County's deposits and investments at December 31, 2004 are classified as follows:

<u>Amount Available for Deposit or Investment</u>	<u>(Amounts in 000's)</u>				
Carrying amounts per combined balance sheet:					
Pooled	\$ 245,778				
Segregated	9,353				
Outstanding Checks	8,007				
Other reconciling items (net)	<u>(178)</u>				
Amount available for deposit and investment (Bank balances of deposits/fair value of investments)	<u>\$ 262,960</u>				
<hr/>					
Deposits: At year-end the County had the following deposits eligible under Ohio law:	1	Risk Category 2	3	Bank Balance	Fair Value
	<u>(Amounts in 000's)</u>				
FDIC insured deposits	\$ 2,073	\$ -	\$ -	\$ 2,073	
Insured by the financial institutions collateral pool	-	-	30,064	30,064	
Money Market Account	-	-	15,000	15,000	
Certificates of deposit	<u>-</u>	<u>27,690</u>	<u>-</u>	<u>27,690</u>	
Total deposits	<u>\$ 2,073</u>	<u>\$ 27,690</u>	<u>\$ 45,064</u>	<u>\$ 74,827</u>	
<hr/>					
Investments: At year-end the County had the following investments:					
U.S. Treasury Bills	\$ 823	\$ -	\$ -		\$ 823
United States Agency Securities ..	167,442	-	-		167,442
Investment in the state treasurer's Investment pool (1)	<u>-</u>	<u>-</u>	<u>-</u>		<u>19,868</u>
Total investments	<u>\$ 168,265</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ 188,133</u>

(1) The County's investment in the State Treasurer's investment program is not categorized because they are not evidenced by securities that exist in physical or book entry form. The fair value of the position in the investment pool is the same as the value of the pool shares.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Based on the above criteria, the Discretely Presented Component Units of the County have deposits and investments classified as follows:

Amount Available for Deposit or Investment	(Amounts in 000's)
Carrying amounts per combined balance sheet:	
Pooled	<u>\$10,606</u>

Amount available for deposit and investment (Bank balances of deposits/fair value of investments)	<u>\$10,606</u>
--	-----------------

	1	Risk Category 2	3	Bank Balance	Fair Value
Deposits and investments: At year- end the discretely presented component units had the following deposits eligible under Ohio law:					
	(Amounts in 000's)				
FDIC insured deposits	\$248	\$ -	\$ -	\$ 248	
Insured by the financial Institutions collateral pool	-	-	2,370	2,370	
Certificates of deposit	<u>-</u>	<u>1,794</u>	<u>-</u>	<u>1,794</u>	
 Total deposits	 <u>\$248</u>	 <u>\$1,794</u>	 <u>\$2,370</u>	 <u>\$4,412</u>	

Investments: at year-end the discretely presented component units had the following investments:					
US Treasury Notes	\$ 1,067	\$ -	\$ -		\$ 1,067
United States Agency Securities ...	1,770	-	-		1,770
Money Market	348	-	-		348
Corporate Bonds	2,984	-	-		2,984
Mortgage Backed Securities	<u>25</u>	<u>-</u>	<u>-</u>		<u>25</u>
 Total investments	 <u>\$6,194</u>	 <u>\$ -</u>	 <u>\$ -</u>		 <u>\$6,194</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note E - Due to / Due from other funds balances as of December 31, 2004 follow:

<u>Payable Fund</u>	<u>Receivable Fund</u>	<u>Amounts in (000's)</u>
General	Central Supplies	\$ 8
Children Services Board	Central Supplies	2
Nonmajor Governmental Funds	Central Supplies	3
General	Vehicle Maintenance	22
Job and Family Services	Vehicle Maintenance	2
Children Services Board	Vehicle Maintenance	1
Nonmajor Governmental Funds	Vehicle Maintenance	12
General	County Telephone	45
Job and Family Services	County Telephone	15
Children Services Board	County Telephone	17
Nonmajor Governmental Funds	County Telephone	24
Nonmajor Enterprise Funds	County Telephone	3
General	Centralized Drug Testing	<u>17</u>
		<u>\$171</u>

Due to / due from balances resulted from the routine lag between the dates interfund goods and services are provided or reimbursable expenditures occur, transactions

are recorded in accounting system, and payments between funds are made.

Transfer From	Transfer To					Total
	General	Job and Family Services	Debt Service	Capital Projects	Nonmajor Governmental	
General	\$ -	\$3,553	\$7,318	\$2,340	\$10,253	\$23,464
Capital Projects	400	-	-	-	-	400
Debt Service	-	-	-	6,000	-	6,000
Job and Family Services	-	-	-	7	-	7
Nonmajor governmental	-	-	844	-	-	844
Internal Service	<u>121</u>	-	-	-	-	<u>121</u>
Total	<u>\$521</u>	<u>\$3,553</u>	<u>\$8,162</u>	<u>\$8,347</u>	<u>\$10,253</u>	<u>\$30,836</u>

Transfers are used to 1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them 2) move receipts restricted to debt service from the funds collecting

the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note F - Capital Assets

Construction-in-progress: The County has active construction projects as of December 31, 2004 of \$11,238 thousand for the expansion of the Wastewater Treatment Plant, \$4,815 thousand for a payroll / HR system, and \$1,873 thousand in other miscellaneous projects. The estimated cost to complete these projects is \$8,270 thousand.

Capital asset activity for the County for the year ended December 31, 2004, appears on following page:

Depreciation expense was charged to functions and programs of the County as follows: (Amounts in 000's)

Governmental activities:		
General government	\$ 5,119	
Public Safety	2,267	
Public Works	14,846	
Health	360	
Human Services	237	
Recreation	50	
Internal Service	<u>91</u>	
<i>Total depreciation expense - governmental activities</i>	<u>\$22,970</u>	
Business-type activities:		
Water	\$ 1,545	
Wastewater Treatment	453	
Sewer	1,548	
Other	<u>322</u>	
<i>Total depreciation expense - business-type activities</i>	<u>\$ 3,868</u>	

Activity for the discretely presented component units for the year ended December 31, 2004 as follows:

	<u>Beginning Balance</u>	<u>Changes in Assets</u>	<u>Ending Balance</u>
	(Amounts in 000's)		
Capital assets, not being depreciated:			
Land	\$ 1,132	\$ -	\$ 1,132
Construction in progress	<u>164</u>	<u>1,291</u>	<u>1,455</u>
<i>Total capital assets, not being depreciated</i>	1,296	1,291	2,587
Capital assets being depreciated:			
Buildings, structures and improvements	14,534	48	14,582
Furniture, fixtures and equipment	<u>6,266</u>	<u>474</u>	<u>6,740</u>
<i>Total, capital assets being depreciated</i>	20,800	522	21,322
<i>Total accumulated depreciation</i>	<u>(6,430)</u>	<u>(1,092)</u>	<u>(7,522)</u>
<i>Total capital assets, being depreciated, net</i>	<u>14,370</u>	<u>(570)</u>	<u>13,800</u>
<i>Component units capital assets, net</i>	<u>\$15,666</u>	<u>\$ 721</u>	<u>\$16,387</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(CONTINUED)
DECEMBER, 2004

Note F- Capital Assets (continued)	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Governmental Activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 21,301	\$ -	\$ 179	\$ 21,122
Construction in progress	7,064	1,928	2,304	6,688
Total capital assets, not being depreciated	<u>28,365</u>	<u>1,928</u>	<u>2,483</u>	<u>27,810</u>
<i>Capital assets,being depreciated:</i>				
Buildings, structures, and improvements	205,767	2,304	2,737	205,334
Furniture, fixtures, and equipment	40,678	2,206	1,219	41,665
Infrastructure	294,099	7,769		301,868
Total capital assets being depreciated	<u>540,544</u>	<u>12,279</u>	<u>3,956</u>	<u>548,867</u>
<i>Less accumulated depreciation for:</i>				
Buildings, structures and improvements	65,761	4,597	2,106	68,252
Furnitures, fixtures and equipment	28,615	4,017	683	31,949
Infrastructure	200,291	14,356		214,647
Total accumulated depreciation	<u>294,667</u>	<u>22,970</u>	<u>2,789</u>	<u>314,848</u>
Total capital assets being depreciated,net	<u>245,877</u>	<u>(10,691)</u>	<u>1,167</u>	<u>234,019</u>
Governmental activities capital assets, net	<u>\$ 274,242</u>	<u>\$ (8,763)</u>	<u>\$ 3,650</u>	<u>\$ 261,829</u>
Business-Type Activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 402	\$ -	\$ -	\$ 402
Construction in progress		11,238		11,238
Total capital assets, not being depreciated	<u>402</u>	<u>11,238</u>	<u>-</u>	<u>11,640</u>
<i>Capital assets,being depreciated:</i>				
Buildings, structures, and improvements	23,287			23,287
Land Improvements	119,160	3,988		123,148
Furniture, fixtures, and equipment	13,245	300	5	13,540
Total capital assets being depreciated	<u>155,692</u>	<u>4,288</u>	<u>5</u>	<u>159,975</u>
<i>Less accumulated depreciation for:</i>				
Buildings, structures and improvements	6,230	581		6,811
Land Improvements	45,265	3,023		48,288
Furnitures, fixtures and equipment	12,743	264	5	13,002
Total accumulated depreciation	<u>64,238</u>	<u>3,868</u>	<u>5</u>	<u>68,101</u>
Total capital assets being depreciated,net	<u>91,454</u>	<u>420</u>	<u>-</u>	<u>91,874</u>
<i>Business-type activities capital assets, net</i>	<u>\$ 91,856</u>	<u>\$ 11,658</u>	<u>\$ -</u>	<u>\$ 103,514</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note G - Notes Payable

All notes are backed by the full faith and credit of the County and mature within one year. The notes are issued in anticipation of long-term bonded financing, and the

County intends to refinance the notes until such bonds are issued. All notes are in the capital projects fund. Notes outstanding at December 31, 2004 follow: (Amounts in 000's)

Note Issue	Rate	Beginning Balance	Issued	Redeemed	Ending Balance
Various purpose improvements. . .	1.5%	\$10,415	\$ -	\$10,415	\$ -
Various purpose improvements. . .	2.5%	-	8,430	-	8,430
<i>Total capital project notes</i>		<u>\$10,415</u>	<u>\$8,430</u>	<u>\$10,415</u>	<u>\$ 8,430</u>

Toledo Mud Hens Baseball Club, Inc. has available a \$500,000 line of credit with an interest rate at ½% less than the prime rate, which expires in January 2005. There was no outstanding debt at December 31, 2004. Preferred Properties, Inc. and Affiliates have a note payable of \$4 thousand with an interest rate of 8.24% due in July 2005, and a note payable of \$13 thousand with an interest rate of 7.5% due in June 2006. They also have various mortgages payable totaling \$2,946 thousand secured by real estate with interest rates varying from 0% to 7.9%. Preferred Properties, Inc. has available a \$250 thousand line of credit with an interest rate at 1.0% over prime (5.25% at June 30, 2004). At June 30, \$114,000 of the available line was utilized.

as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

Note H - Long-term Debt and Other Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts,

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations
(continued)

Long-term Bonds: All long-term debt issued for governmental purposes of the County and special assessment bonds are retired from the Debt Service Fund. General Obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio Law.

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental-type activities. The original amount of general obligation bonds issued in prior years was \$141 million. During the year, no new general obligation bonds were issued.

Self-supporting bonds are secured by an unvoted property tax levy (special assessments); however, each appropriate bond indenture provides for principal and interest to be paid from user charges.

The County issued \$1,545 thousand of special assessment bonds in 2004 to provide funds for the construction of various sewers and water lines. These bonds will be repaid from amounts levied against the property owners benefited by this construction. In the event property owners default on their special assessment obligations, the County is obligated to meet the debt service requirements from County funds. At December 31, 2004, the County had \$650 thousand set aside for the retirement of this debt. These funds are included in pooled cash and investments.

Under the Uniform Bond Act of the Ohio Revised Code, and not taking into account the equity in the debt service fund, the County has the capacity to issue approximately \$57.6 million of additional unvoted general obligation debt. Lott Industries, Inc., a discretely presented component unit of the County has bonds payable of \$3.9 million that mature on August 1, 2021, with a variable interest rate that was 2.06% at December 31, 2004.

Nontax Revenue Bonds: In 2001, the County issued \$20 million of Nontax Revenue Bonds for a new baseball stadium which the County owns and leases to the Toledo Mud Hens Baseball Club, Inc. In 2001, the County also issued \$6 million of Nontax Revenue Notes for that project which were prepaid and retired in April, 2002. The Nontax Revenue Bonds do not represent or constitute a general obligation debt or pledge of the faith or credit or taxing power of the County. The Nontax Revenue Bonds are special obligations of the County payable solely from the Nontax Revenues. The County has covenanted to appropriate in its annual appropriation measure for each year, and to pay to the Trustee for the Nontax Revenue Bonds by January 15, of such year, Nontax Revenues in an amount sufficient to pay all bond service charges due and payable on the Nontax Revenue Bonds during the then current year.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations (continued)

Long-term Debt: Long-term debt and other obligations of the County were as follows: (Amounts in 000's)

<u>Years Issued</u>	<u>Interest Rate</u>	<u>Maturity Date through</u>	<u>Balance January 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 2004</u>	<u>Amounts Due In One Year</u>
Bonds							
<i>General Obligation Bonds- Unvoted</i>							
1986 County public assistance building.....	8.000%	12/01/11	\$ 1,760	\$ -	\$ 220	\$ 1,540	\$ 220
1986 Convention center land.....	6.500%	12/01/12	3,040	-	335	2,705	335
1988 Family Court Center construction & Courthouse renovation.....	7.375%	08/01/07	3,500	-	875	2,625	875
1994 County building.....	4.000%						
	5.700%	12/01/04	1,515	-	1,515	-	-
1995 Correctional facilities.....	4.300%						
	6.800%	12/01/15	1,755	-	105	1,650	110
1995 Court services building.....	4.300%						
	6.800%	12/01/15	1,580	-	95	1,485	100
1996 Refunding.....	4.250%						
	5.375%	12/01/11	6,725	-	695	6,030	730
2001 Juvenile Justice Center.....	4.375%						
	5.000%	12/01/21	15,850	-	605	15,245	625
2002 Regional jail refunding.....	2.500%						
	2.750%	12/01/07	1,445	-	355	1,090	360
2003 Court of Appeals.....	2.250%						
	5.000%	12/01/23	6,260	-	185	6,075	235
<i>General Obligation Bonds- voted</i>							
1996 Library improvement.....	4.300%						
	6.000%	12/01/05	2,870	-	1,355	1,515	1,515
1997 Library improvement.....	3.800%						
	5.300%	12/01/05	<u>4,200</u>	<u>-</u>	<u>2,100</u>	<u>2,100</u>	<u>2,100</u>
<i>Total general obligation bonds voted and unvoted.....</i>			50,500	-	8,440	42,060	7,205
<i>Special Assessment- Governmental Commitment (Self-Supporting)</i>							
1964 Sanitary sewer.....	3.500%	12/01/04	1	-	1	-	-
1974- 1977 Sanitary sewer.....	5.125%						
	7.625%	11/01/14	159	-	13	146	13
1981- 1984 Sanitary sewer.....	9.625%						
	12.000%	12/01/04	35	-	35	-	-
1987 Sanitary sewer.....	7.500%	12/01/07	60	-	15	45	15
1988 Sanitary sewer.....	7.500%	12/01/08	150	-	30	120	30

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations (continued)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2004	Additions	Deductions	Balance December 31, 2004	Amounts Due In One Year
Bonds							
<i>Special Assessment- Governmental Commitment (Self-Supporting) (continued)</i>							
1989 Sanitary sewer.....	6.750%						
	7.000%	12/01/09	540	-	75	465	80
1990 Waterline.....	6.800%						
	6.850%	12/01/10	205	-	25	180	25
1992 Sewers & waterlines.....	3.400%						
	6.650%	12/01/11	270	-	25	245	30
1992 Sewers & waterlines.....	3.400%						
	6.650%	12/01/12	575	-	50	525	55
1994 Sewer & waterlines.....	4.000%						
	6.050%	12/01/13	600	-	45	555	45
1995 Sewers & waterlines.....	4.300%						
	6.800%	12/01/14	465	-	30	435	35
1996 Sewers & waterlines.....	4.250%						
	6.500%	12/01/16	1,995	-	70	1,925	50
1997 Sewers & waterlines.....	4.900%						
	5.450%	12/01/17	965	-	50	915	50
1998 Sewers & waterlines.....	4.250%						
	5.000%	12/01/18	2,035	-	100	1,935	100
1999 Sewers & waterlines.....	4.000%						
	6.000%	12/01/19	470	-	20	450	20
2000 Sewers & waterlines.....	5.200%						
	5.600%	12/01/20	1,420	-	55	1,365	60
2001 Sewers & waterlines.....	4.100%						
	5.100%	12/01/21	1,485	-	60	1,425	60
2002 Sewers & waterlines.....	2.500%						
	4.600%	12/01/22	1,020	-	40	980	40
2003 Sewers & waterlines.....	2.250%						
	5.000%	12/01/23	990	-	30	960	35
2003 Sewers & waterlines.....	3.000%						
	5.250%	12/01/24	-	1,545	-	1,545	45
<i>Total special assessment bonds- governmental commitment-(self-supporting).....</i>			<u>13,440</u>	<u>1,545</u>	<u>769</u>	<u>14,216</u>	<u>788</u>
<i>Non-Tax Revenue Bonds</i>							
2001 Baseball Stadium.....	6.375%						
	6.625%	12/01/21	19,005	-	550	18,455	590
Total bonds.....			<u>\$82,945</u>	<u>\$1,545</u>	<u>\$9,759</u>	<u>\$74,731</u>	<u>\$8,583</u>
Ohio Water Development Authority (OWDA) Loans							
<i>Special Assessment- Governmental Commitment</i>							
1983-	7.380%						
1984 Sewers.....	7.670%	01/01/07	\$ 792	\$ -	\$ 245	\$ 547	\$ 132
1991 Sewers.....	6.160%						
	7.450%	07/01/11	957	-	100	857	52
1994 water.....	6.720%	07/01/19	320	-	12	308	6
<i>Enterprise Funds</i>							
1984 Sewer system.....	6.240%	01/01/07	1,865	-	157	1,708	82

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations (continued)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2004	Additions	Deductions	Balance December 31, 2004	Amounts Due In One Year
<i>Enterprise Funds (continued)</i>							
1980-	6.250%						
1984 Wastewater treatment.....	11.190%	07/01/13	1,541	-	306	1,235	55
1990 Water supply system.....	7.760%	01/01/10	276	-	38	238	20
1991 Water supply system.....	7.450%						
	7.500%	07/01/11	504	-	56	448	30
1993 Water supply system.....	6.160%	07/01/18	843	-	38	805	19
1994 Sewer system.....	6.720%	07/01/14	647	-	44	603	23
1994 Wastewater treatment.....	5.770%	07/01/15	8,131	-	518	7,613	266
1995 Water supply system.....	6.350%	01/01/21	414	-	14	400	8
1997 Water supply system.....	5.860%	07/01/17	1,407	-	71	1,336	37
1997 Sanitary Engineer.....	5.860%	07/01/17	1,301	-	66	1,235	34
2001 Water supply system.....	5.390%	01/01/21	1,152	-	43	1,109	22
2003 Water supply system.....	4.400%	01/01/13	266	-	24	242	13
2003 Water supply system.....	3.850%	07/01/13	192	-	17	175	9
2004 Wastewater treatment.....	3.850%	07/01/29	-	15,457	187	15,270	190
Total OWDA loans.....			\$ 20,608	\$ 15,457	\$ 1,936	\$ 34,129	\$ 998
Ohio Public Works							
Commission Loans							
<i>Governmental Commitment</i>							
1993 Road improvements.....	0.000%	07/01/04	\$ 13	-	\$ 13	\$ -	\$ -
1994 Road improvements.....	0.000%	07/01/05	161	-	69	92	35
1995 Road improvements.....	0.000%	07/01/06	95	-	38	57	19
1997 Road improvements.....	0.000%	07/01/07	77	-	22	55	11
1999 Road improvements.....	0.000%	07/01/10	272	-	44	228	22
2000 Road improvements.....	0.000%	07/01/11	662	-	96	566	48
2001 Road improvements.....	0.000%	01/01/11	310	-	42	268	21
2002 Road improvements.....	0.000%	01/01/12	796	-	90	706	45
2003 Road improvements.....	0.000%	01/01/13	419	121	27	513	27
<i>Enterprise Funds.....</i>							
1994 Wastewater.....	0.000%	01/01/16	185	-	14	171	7
1994 Sewer system.....	0.000%	07/01/04	16	-	16	-	-
2004 Sewer system.....	0.000%	07/02/05	-	97	5	92	5
Total OPWC loans.....			\$ 3,006	\$ 218	\$ 476	\$ 2,748	\$ 240
Other Obligations							
Capital lease Obligations							
Governmental.....			\$ 6,347	\$ 30	\$ 2,671	\$ 3,706	\$ 783
Internal Service.....			5	-	5	-	-
			\$ 6,352	\$ 30	\$ 2,676	\$ 3,706	\$ 783
Accrued wages and benefits- governmental.....			\$ 16,490	\$ 3,901	\$ 2,386	\$ 18,005	\$ 3,000
Landfill obligation.....			\$ 12,417	\$ 79	\$ 232	\$ 12,264	\$ 165

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations (continued)

A summary of the County's future long-term debt funding requirements as of December 31, 2004 follows: (Amounts in 000's)

Year of Funding	Bonds					
	General Obligation		Special Assessment- Government Commitment		Non-Tax Revenue	
	Principal	Interest	Principal	Interest	Principal	Interest
2005.....	\$ 7,205	\$ 2,184	\$ 788	\$ 745	\$ 590	\$ 1,223
2006.....	3,670	1,791	928	692	635	1,186
2007.....	3,755	1,593	945	644	680	1,145
2008.....	2,615	1,386	980	595	725	1,102
2009.....	2,715	1,249	995	543	780	1,056
2010-2014.....	10,560	4,199	4,655	1,966	4,815	4,455
2015-2019.....	7,350	2,069	3,590	808	6,790	2,616
2020-2024.....	4,190	393	1,335	152	3,440	354
Total.....	<u>\$ 42,060</u>	<u>\$ 14,864</u>	<u>\$ 14,216</u>	<u>\$ 6,145</u>	<u>\$ 18,455</u>	<u>\$ 13,137</u>

Year of Funding	Loans			
	OWDA		OPWC	
	Principal	Interest	Principal	Interest
2005.....	\$ 998	\$ 878	\$ 240	\$ -
2006.....	2,095	1,659	467	-
2007.....	2,060	1,538	372	-
2008.....	2,019	1,420	350	-
2009.....	2,133	1,307	350	-
2010-2014.....	10,914	4,680	928	-
2015-2019.....	5,729	2,240	41	-
2020-2024.....	3,813	1,246	-	-
2025-2029.....	4,368	478	-	-
Total.....	<u>\$ 34,129</u>	<u>\$ 15,446</u>	<u>\$ 2,748</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations
(continued)

Capital Lease Obligations: The County has a lease agreement for a portion of the Government Center. The lease is classified as a capital lease. The portion of the Government Center leased by the County has been recorded as land and building for \$16.9 million. During 2004, the Ohio Building Authority refinanced the tax exempt debt underlying the lease payments, resulting in a reduction of future minimum lease payments of \$1.2 million. The economic advantages of the refunding were passed through from the Ohio Building Authority to the County, resulting in a gain on early extinguishment of debt.

The County has entered into certain other agreements to lease equipment and other assets. Such agreements are, in substance, lease purchases (capital leases) and are classified as capital lease obligations in the financial statements.

Operating Leases: At December 31, 2004, the County had 6 operating leases for automobiles and equipment. Operating lease payments are recorded as expenditures/expenses for the current period. The County's future minimum lease payments under lease obligations which have been capitalized and operating leases as of December 31, 2004 are as follows (Amounts in 000's):

<u>Year</u>	<u>Government activities Capital Leases</u>	<u>Business type activities Capital Leases</u>	<u>Operating Leases</u>
2005	\$ 952	\$ -	\$ 29
2006	1,922	-	8
2007	1,086	-	-
2008	15	-	-
2009	<u>4</u>	<u>-</u>	<u>-</u>
<i>Total minimum lease payments</i>	3,979	\$ -	<u>\$ 37</u>
Less: amount representing interest	<u>273</u>	<u>-</u>	
<i>Present value of future minimum lease payments</i>	<u>\$ 3,706</u>	<u>\$ -</u>	

Accrued Wages and Benefits: Unpaid vested hours at December 31, 2004 representing this liability for all governmental funds are as follows (Amounts in 000's):

	<u>Hours</u>
Vacation	475
Sick	306
Compensation ...	24

Deferred Compensation: County employees have the option of participating in three state-wide deferred compensation plans, created in accordance with the *Internal Revenue Code Section 457*. Under these plans, employees elect to have a portion of their pay deferred until a future time. According to these plans, the deferred compensation is not available to employees until termination, retirement, death or unforeseeable

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note H - Long-term Debt and Other Obligations
(continued)

emergency. The deferred pay and any income earned thereon is not subject to income tax until actually received by the employee.

All amounts of compensation deferred under these plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the participants and their beneficiaries.

Conduit Debt Obligations: From time to time, the County has issued Industrial Revenue Bonds, Hospital Facilities Bonds and Commercial Housing Revenue Bonds to provide financial assistance to private, profit and non-profit sector entities for the acquisition and construction of industrial, hospital and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2004 there were 161 series of Industrial, Hospital and Commercial Housing Revenue Bonds outstanding. The aggregate principal amount payable for the 20 series issued after January 1, 1995 was \$313,276,397. The aggregate principal amount payable for the 141 series issued and with bonds outstanding issued prior to January 1, 1995, could not be determined; however, their original issue amounts total \$1,350,587,000.

Note I - Employee Retirement Systems and Pension Plan

All eligible employees of the County, participate in the Public Employees Retirement System of Ohio (PERS). Ohio Public Employees Retirement System

(OPERS) administers three separate pension plans. 1) *The Traditional Pension Plan (TP)* - a cost-sharing multiple-employer defined benefit pension plan. 2) *The Member-Directed Plan (MD)* - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. 3) *The Combined Plan (CO)* - a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan. OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Plan and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by State statute under Chapter 145 of the Ohio Revised Code.

Law enforcement officers in the County Sheriff's department contribute 10.1% of their annual compensation and the County contributes 16.7% of the same base. The County is required to contribute 22.05% of annual compensation for employees of the County engineer based upon a contract with their respective union. All other eligible County employees contribute 8.5% of their annual compensation with the County contributing 13.55% of the same amount. The County's contribution to PERS for the years ending December 31, 2004, 2003, and 2002, were \$23.2 million, \$22.5 million, and \$19.8 million respectively, equal to the requested contribution for each year. All contributions to PERS were made within the required due dates. The Ohio Revised Code provides statutory authority for employee and employer contributions.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note J - Other Post-Retirement Obligations

In addition to pension benefits, OPERS provides retirement, disability, survivor and post-retirement health care benefits to qualifying members of both the Traditional and the Combined Plans; however, health care benefits are not statutorily guaranteed. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

The Ohio Revised Code provides the statutory authority requiring public employees to fund post-retirement health care through their contributions to OPERS. OPERS provides post-retirement health coverage to age and service retirees with ten (10) or more years qualifying Ohio service credit. Health care coverage for disability recipients and to primary survivor recipients of such retirees is available. The health care coverage provided by the retirement system is considered an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. For local government employers, the rate was 13.55% of covered payroll and 16.70% for law enforcement employers, with 4.0% used to fund healthcare for regular employees and law enforcement employees.

The following assumptions and calculations were based on PERS latest actuarial review performed as of December 31, 2003.

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

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2003 was 8.0%.

An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases,

over and above the 4.0% base increase, were assumed to range from .50% to 6.3%. Health care costs were assumed to increase at the projected wage inflation rate plus an additional factor ranging from 1% to 6% for the next 8 years. In subsequent years (9 and beyond), health care costs were assumed to increase 4.0% annually.

OPEBs are advance-funded on an actuarially determined basis. At December 31, 2004, the number of active contributing participants in the Traditional and Combined Plans totaled 369,885. The rates stated above are the actuarially determined contribution requirements for OPERS. The employer contributions to fund post-employment benefits in 2004 was \$6.5 million. The portion of employer contributions used to fund post-employment benefits can be determined by multiplying actual employer contributions times .2952 for local government employers and .2395 for law enforcement employers.

The actuarial value of the Retirement System's net assets available for OPEB was \$10.5 billion at December 31, 2003 (the latest information available). The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$26.9 billion and \$16.4 billion, respectively,

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

Under the HCPP, retirees eligible for health care coverage will receive a graded monthly allocation based on their years of service at retirement. The Plan incorporates a cafeteria approach, offering a broad range of health care options that allow benefit recipients to use their monthly allocation to purchase health care coverage customized to meet their individual needs. If the monthly allocation exceeds the cost of the options selected, the excess is deposited into a Retiree Medical Account that can be used to fund future health care expenses

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note J - Other Post-Retirement Obligations
(continued)

The OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to:

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 277 EAST TOWN STREET
 COLUMBUS, OHIO 43215-4642
 PHONE: (614) 222-6701

Note K - Property Taxes, Sales Taxes, and Deferred Revenues

Property taxes include amounts levied against real, public utility and tangible personal (business) property. The assessed value by property classification, upon which taxes collected in 2004 were based is as follows:

	<u>(Amounts in 000's)</u>
Real property	\$7,438,089
Public utility and tangible personal property	<u>1,137,494</u>
<i>Total assessed property value . . .</i>	<u><u>\$8,575,583</u></u>

In 2004, real property taxes were levied on December 27, 2003, on the assessed values as of January 1, 2003, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in 2001.

Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 23% of true value (as defined). In 2004, each business was eligible to receive a \$10 thousand exemption in assessed value which was reimbursed by the State.

Real property taxes are payable annually or semi-annually. In 2004, if paid annually, payment was due by January 31st. If paid semi-annually, the first payment (at least ½ of amount billed) was due January 31st, with the remainder due July 31st.

By July 2004, the final collection date, 96.1% of the total current and delinquent property taxes billed in 2004 were collected.

The County Auditor remits portions of the taxes collected to all taxing districts when completing periodic settlements of Real and Public Utility property taxes in February and August and Tangible Personal Property taxes in June and October for the first and second halves of the year, respectively. The County accrues billed but uncollected property taxes as receivables at their estimated net realizable value.

The delinquent real property taxes outstanding and available to the County within the first 60 days of 2005 were recorded as 2004 revenue, the remaining taxes receivable are offset by a credit to deferred revenue. Although total property taxes levied for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, 2004, and are not available

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note K - Property Taxes, Sales Taxes, and Deferred Revenue (continued)

for appropriation and use until 2005. The deferred revenues are offset by these property tax receivables and special assessment receivables related to future capital service projects.

In 1970, the County Commissioners, by resolution, imposed a .5% tax on all retail sales, including motor vehicles, made in the County. In 1982, the County commissioners increased the sales tax by .5% to 1%. In November, 1993, Lucas County voters approved a permanent increase of .25% to 1.25% in 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 (45) days after the end of each month. The State Auditor then has five (5) days in which to draw the warrant payable to the County.

Proceeds of the tax are credited entirely to the General Fund. Amounts that have been collected by the State and are to be received within 60 days of year end are accrued as revenue, as measurable and available. Sales tax revenue for 2004 amounted to \$70.1 million.

Ohio law prohibits taxation of property from all taxing authorities in excess of 10.00 mills of assessed value without a vote of the people. Presently, the County levies 2.00 mills of the 10.00

mill limit for the General Fund. An additional 16.30 mills have been levied for voted millage. A summary of voted millage follows:

<u>Purpose</u>	<u>Voter Authorized Rate(a)</u>	<u>Rate Levied for Current Year Collection Agricultural/ Residential/(b)</u>	<u>Commercial/ Industrial</u>	<u>Final Collection Year</u>
Senior services . . . . .	.45	.315039	.402814	2004
Metroparks	1.70	1.239347	1.548092	2008/2012
Community mental health .	1.50	.939131	1.248875	2005/2009
Board of mental retardation	5.00	3.425836	4.292322	continuous
Children services	2.40	2.090222	2.359138	2006/2008
Port authority . . . . .	.40	0.237899	.352090	2004
Library	2.50	1.997344	2.378117	2005/2007
Zoo improvements . . . . .	.95	.594136	.850386	2005
Zoo operating . . . . .	.70	.609326	.688082	2007
911 Telephone system . .	<u>.70</u>	<u>.609326</u>	<u>.688082</u>	2006
Total	<u>16.30</u>	<u>12.057606</u>	<u>14.807998</u>	

(a) Dollars per \$1,000 of assessed valuation.

(b) Ohio law provides for a reduction of certain voted levies to offset inflation in the value of real property. The voted levies are subject to change.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note L - Reconciliation of Budget Basis to GAAP Basis

A reconciliation for the major governmental funds at December 31, 2004 from the budget basis to a GAAP basis for excess of revenues and other financing sources over (under) expenditures and other uses follows: (Amounts in 000's).

	General Fund	Children Services Board	Board of Mental Retardation	Job and Family Services
Budget Basis	\$299	(\$3,708)	(\$2,395)	(\$310)
Net adjustments for revenue accruals	(1,897)	(140)	641	(12)
Net adjustments for expenditure accruals	2,376	94	(103)	1,916
Net adjustment for encumbrances	434	588	3,307	7,432
Net adjustments for other financing sources (uses) accruals . . .	<u>(1,485)</u>	-	-	<u>9</u>
GAAP Basis	<u>(\$ 273)</u>	<u>(\$3,166)</u>	<u>\$1,450</u>	<u>\$9,035</u>

Note M - Amendments to Original Appropriations Budget

Amendments beyond the object level must be approved by the Board of County Commissioners. In 2004, the original appropriation measure for the General Fund was increased by the Commissioners by \$3.5 million.

Note N - Contingencies

The County owns and operated a landfill site located in the western portion of the County. The site accepted solid waste from a number of private and industrial waste haulers from 1954 to its closure in 1976. A solid waste transfer station was operated from May, 1980 through July, 1991. This site is now closed and the County no longer operates a landfill. State and federal laws require the County to cleanup, monitor and maintain the site.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note N - Contingencies (continued)

The County engaged a consultant to complete a study regarding the cleanup, monitoring and maintenance of the site. This study will be subject to review by the Ohio Environmental Protection Agency. The study estimates approximately \$12.3 million will be needed to enact the plan, of which approximately \$165 thousand of the costs are to be incurred in the next year. The current liability of \$165 thousand is included in accounts payable in the Capital Projects Fund with the remaining \$12.1 million recorded as a long-term liability due in more than one year. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. Funding is expected to be obtained from the issuance of General Obligation notes or bonds, and from the State Infrastructure Bond Fund. Other potential sources of revenue include indemnification by generators for response costs incurred.

The County is a defendant in a number of other claims and lawsuits which may be classified as routine litigation. In addition, the County is a defendant in numerous other claims and lawsuits ranging from tort liability to civil rights litigation. Management believes that any settlement related to these claims and lawsuits will not have a material adverse effect on the financial position of the County.

The County participates in a number of Federal and State assisted grant programs. The major programs are through: Ohio Department of Alcohol and Drug Addiction; Community Development Block Grant; Ohio Department of Human Services; and Ohio Department of Mental Health. These programs are subject to financial and compliance audits by grantors or their representatives. Audits of certain programs have been completed under guidance of OMB Circular A-133 and are included in a separately issued report. There were no material instances of noncompliance or findings noted within these reports.

Note O - Joint Venture

Lucas County has entered into a contractual agreement with the City of Toledo, Defiance County, Fulton County,

Henry County, and Williams County to form the Corrections Commission of Northwest Ohio to operate a regional jail in northwestern Ohio. Each entity is responsible for a portion of the capital and operating budget as follows:

City of Toledo	35.65%
Lucas County	31.84%
Defiance County	9.35%
Fulton County	8.65%
Williams County	8.65%
Henry County	<u>5.86%</u>
	<u>100.00%</u>

The Corrections Commission of Northwest Ohio is an 18 member board made up of the president of the Board of County Commissioners, Sheriff, presiding judge of the Court of Common Pleas for each County, the Mayor, Chief of Police, and presiding Municipal Court Judge for The City of Toledo. Each participating entity has an equal degree of control over budgeting and financing.

All debt for the construction of the jail was incurred by the participating governmental agencies, and are not liabilities of the Corrections Commission of Northwest Ohio. Lucas County has approximately \$1.1 million of bonds outstanding at year end for construction of the regional jail.

Complete financial statements of the Corrections Commission of Northwest Ohio can be obtained from its administrative office as follows:

CORRECTIONS COMMISSION OF NORTHWEST OHIO
03151 ROAD 24.25 RT. 1, BOX 100-A
STRYKER, OHIO 43557

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2004

Note P - Risk Management

Self-Funded Insurance: The County is self-funded for dental, prescription drug, and health benefits. The programs are administered by a third party, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in internal service funds. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide. Settled claims have not materially exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

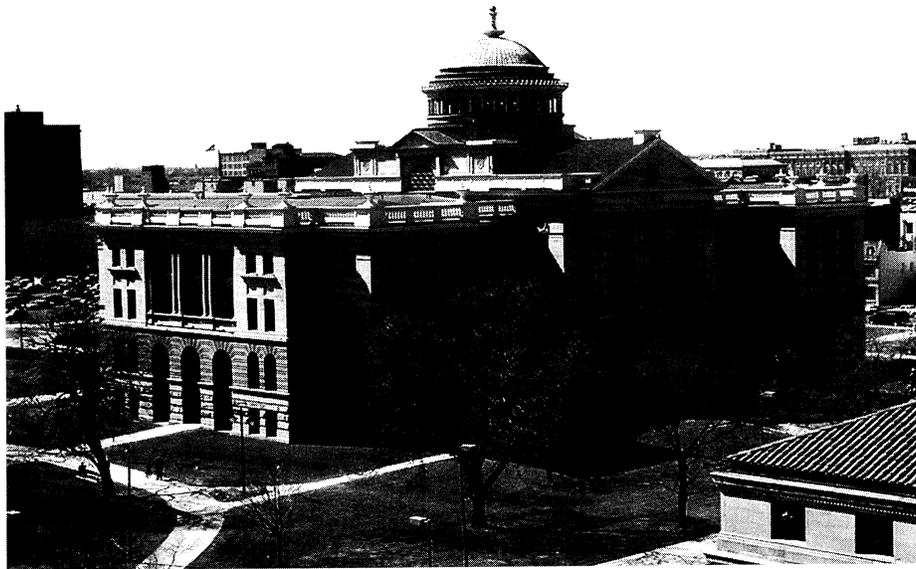
The claims liability of \$8.7 million reported in the internal service funds at December 31, 2004, is based on the requirements of GASB Statement No. 10 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported (see table below). Changes in the funds' claims liability amounts for 2003 and 2004 were:

	<u>Balance at Beginning of Year</u>	<u>Current years Claims</u>	<u>Change in Provision for Workers Compensation Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2003..	\$7,022	\$29,058	\$641	\$28,573	\$8,148
2004..	\$8,148	\$30,353	(\$109)	\$29,619	\$8,773

Note Q - New Accounting Standards

The Government Accounting Standards Board (GASB) has issued GASB statement 40, "Deposit and investment Risk Disclosures", which addresses common deposit and investment risks related to credit risk, concentration of credit risk, interest rate risk and foreign currency risk. This statement requires certain disclosures of investments that have fair values that are highly sensitive to changes in interest rates and deposit and investment policies related to the risks identified. The provisions of this statement are in effect for periods beginning after June 15, 2004, and will impact the notes to the financial statements.

Combining Financial Statements and Schedules

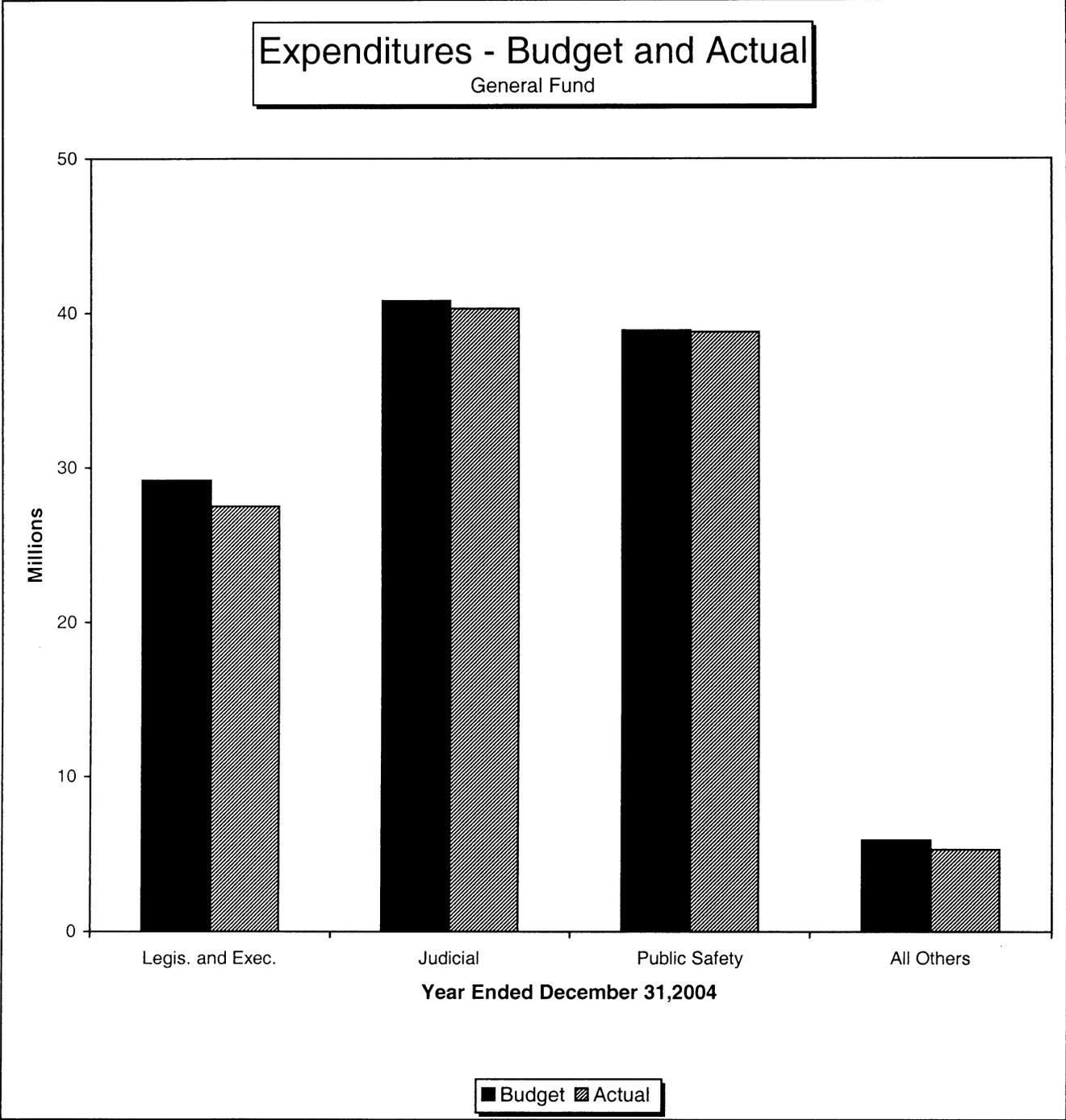


Pictured above are two landmarks in downtown Toledo; the Lucas County Courthouse built in 1894-97, and the Michael V. Disalle Government Center built in 1981. The renovated Courthouse contains 10 courtrooms and related offices, the County Prosecutor and a Clerk of

Courts office. The 23 story Government Center built in 1981 houses the offices of Lucas County, City of Toledo, and State of Ohio workers.

**LUCAS COUNTY, OHIO
GENERAL FUND
December 31, 2004**

General Fund - The General Fund accounts for all financial resources and expenditures except for those to be accounted for in other funds or account groups.



**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
General Government-				
Legislative and executive				
<i>Training & Development</i>				
Personal services.....	\$ -	\$ -	\$ -	\$ -
Materials and supplies.....	4	4	3	1
Charges and services.....	-	-	-	0
Capital outlay and equipment.....	-	-	-	0
 <i>Department of Personnel-</i>				
Personal services.....	755	755	700	55
Materials and supplies.....	16	14	10	4
Charges and services.....	100	87	82	5
Capital outlay and equipment.....	4	7	5	2
 <i>Commissioners-</i>				
Personal services.....	482	484	482	2
Materials and supplies.....	12	12	9	3
Charges and services.....	64	64	32	32
Capital outlay and equipment.....	5	4	-	4
 <i>Management and Budget-</i>				
Personal services.....	377	377	351	26
Materials and supplies.....	5	7	6	1
Charges and services.....	47	47	31	16
Capital outlay and equipment.....	4	3	3	-
 <i>Auditor-</i>				
Personal services.....	1,455	1,459	1,453	6
Materials and supplies.....	82	80	64	16
Charges and services.....	230	233	220	13
Capital outlay and equipment.....	9	9	9	-
 <i>Auditor Personal Property-</i>				
Personal services.....	434	437	434	3
Materials and supplies.....	4	4	2	2
Charges and services.....	14	14	12	2
Capital outlay and equipment.....	1	-	-	0
 <i>Auditor Real Property Evaluation-</i>				
Personal services.....	778	775	770	5
Materials and supplies.....	8	5	4	1
Charges and services.....	17	16	9	7
Capital outlay and equipment.....	7	4	-	4

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance:
	<u>Original</u>	<u>Final</u>		Positive (Negative)
General Government - continued				
<i>Legislative and executive - continued</i>				
<i>Treasurer-</i>				
Personal services.....	1,009	1,009	988	21
Materials and supplies.....	20	20	18	2
Charges and services.....	185	185	164	21
Capital outlay and equipment.....	3	3	2	1
<i>Treasurer Personal Property-</i>				
Personal services.....	232	232	223	9
Materials and supplies.....	7	7	2	5
Charges and services.....	13	13	9	4
<i>Budget Commission-</i>				
Personal services.....	88	94	94	-
Materials and supplies.....	-	-	-	-
Charges and services.....	-	-	-	-
<i>Board of Revision-</i>				
Personal services.....	155	164	163	1
Materials and supplies.....	12	21	18	3
Charges and services.....	2	-	-	-
Capital outlay and equipment.....	4	2	2	-
<i>Audit-</i>				
Charges and services.....	137	174	170	4
<i>Planning Commission-</i>				
Charges and services.....	345	345	345	-
<i>Data Processing-</i>				
Personal services.....	1,969	1,974	1,937	37
Materials and supplies.....	39	21	18	3
Charges and services.....	1,175	1,204	1,156	48
Capital outlay and equipment.....	116	101	100	1
<i>Collect CT Costs-</i>				
Personal services.....	21	21	-	21
Materials and supplies.....	6	6	-	6
Charges and services.....	13	13	8	5
Capital outlay and equipment.....	-	-	-	-

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<i>Hotel Motel Administration-</i>				
Personal services.....	62	62	60	2
Materials and supplies.....	2	2	1	1
Charges and services.....	6	6	3	3
Capital outlay and equipment.....	2	2	2	-
<i>County Administrator-</i>				
Personal services.....	589	561	561	-
Materials and supplies.....	7	7	5	2
Charges and services.....	22	21	10	11
Capital outlay and equipment.....	4	5	2	3
<i>Support Services-</i>				
Personal services.....	372	401	381	20
Materials and supplies.....	4	5	5	-
Charges and services.....	11	13	10	3
Capital outlay and equipment.....	1	-	-	-
<i>Board of Elections-</i>				
Personal services.....	1,398	1,718	1,660	58
Materials and supplies.....	233	308	308	-
Charges and services.....	680	947	942	5
Capital outlay and equipment.....	12	40	39	1
<i>Building Operations-</i>				
Charges and services.....	6,834	6,732	6,401	331
Capital outlay and equipment.....	130	122	96	26
<i>Facilities-</i>				
Personal services.....	3,755	3,725	3,537	188
Materials and supplies.....	258	261	248	13
Charges and services.....	1,077	1,073	1,029	44
Capital outlay and equipment.....	42	34	15	19
<i>Recorder-</i>				
Personal services.....	789	788	712	76
Materials and supplies.....	18	21	17	4
Charges and services.....	18	17	14	3
Capital outlay and equipment.....	-	-	-	-

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Legislative and executive - continued</i>				
<i>Dept. of Public Service-</i>				
Personal services.....	20	20	18	2
Materials and supplies.....	-	-	-	-
Charges and services.....	3	2	2	-
Capital outlay and equipment.....	-	-	-	-
<i>Centralized Records Center-</i>				
Personal services.....	57	63	60	3
Materials and supplies.....	-	-	-	-
Charges and services.....	1	1	1	-
Capital outlay and equipment.....	-	-	-	-
<i>Taxes-</i>				
Charges and services.....	230	195	152	43
<i>Insurance-</i>				
Personal services.....	75	76	67	9
Charges and services.....	1,325	1,324	923	401
<i>Other-</i>				
Charges and services.....	136	133	112	21
<i>Total legislative and executive.....</i>	<u>28,638</u>	<u>29,195</u>	<u>27,501</u>	<u>1,694</u>
<i>Judicial</i>				
<i>Prosecutor-</i>				
Personal services.....	5,042	5,143	5,088	55
Materials and supplies.....	52	57	56	1
Charges and services.....	128	127	124	3
Capital outlay and equipment.....	4	6	5	1
<i>Court Rehabilitation & Correction-</i>				
Personal services.....	382	391	388	3
Materials and supplies.....	18	18	18	-
Charges and services.....	37	37	36	1
Capital outlay and equipment.....	7	6	5	1
<i>Court of Appeals-</i>				
Materials and supplies.....	39	48	41	7
Charges and services.....	411	394	383	11
Capital outlay and equipment.....	21	21	20	1

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

General Government - continued	Budgeted Amounts		Actual	Variance: Positive (Negative)
	Original	Final		
<i>Judicial - continued</i>				
<i>Common Pleas Court-</i>				
Personal services.....	2,955	3,035	3,023	12
Materials and supplies.....	62	60	60	-
Charges and services.....	242	227	209	18
Capital outlay and equipment.....	6	18	18	-
<i>Work Release-</i>				
Personal services.....	1,683	1,725	1,721	4
Materials and supplies.....	68	67	52	15
Charges and services.....	222	182	169	13
Capital outlay and equipment.....	24	21	19	2
<i>Jury Commission-</i>				
Personal services.....	84	83	80	3
Materials and supplies.....	19	22	22	-
Charges and services.....	141	134	130	4
Capital outlay and equipment.....	-	-	-	-
<i>Adult Probation-</i>				
Personal services.....	1,508	1,451	1,410	41
Materials and supplies.....	88	120	112	8
Charges and services.....	28	28	23	5
Capital outlay and equipment.....	1	1	-	1
<i>Pretrial Presentence Division-</i>				
Personal services.....	1,863	1,871	1,865	6
Materials and supplies.....	67	126	87	39
Charges and services.....	30	37	36	1
Capital outlay and equipment.....	7	9	8	1
<i>Domestic Relations Court-</i>				
Personal services.....	2,506	2,568	2,568	-
Materials and supplies.....	14	15	15	-
Charges and services.....	157	156	154	2
Capital outlay and equipment.....	3	3	3	-
<i>Juvenile Court-</i>				
Personal services.....	7,133	7,239	7,233	6
Materials and supplies.....	222	232	227	5
Charges and services.....	338	324	321	3
Capital outlay and equipment.....	13	13	13	-

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Judicial - continued</i>				
<i>Common Pleas Security-</i>				
Personal services.....	1,024	1,032	1,024	8
Materials and supplies.....	2	3	3	-
Charges and services.....	19	19	17	2
Capital outlay and equipment.....	5	6	6	-
 <i>Detention Home-</i>				
Personal services.....	2,856	2,912	2,901	11
Materials and supplies.....	213	190	173	17
Charges and services.....	360	364	358	6
Capital outlay and equipment.....	3	-	-	-
 <i>Probate Court-</i>				
Personal services.....	1,881	1,913	1,881	32
Materials and supplies.....	21	23	20	3
Charges and services.....	51	49	46	3
Capital outlay and equipment.....	-	-	-	-
 <i>Integrated Justice System-</i>				
Personal services.....	126	132	130	2
Materials and supplies.....	2	2	1	1
Charges and services.....	262	262	237	25
Capital outlay and equipment.....	31	37	37	-
 <i>Clerk of Courts-</i>				
Personal services.....	1,842	1,857	1,857	-
Materials and supplies.....	250	295	295	-
Charges and services.....	75	74	74	-
Capital outlay and equipment.....	17	11	10	1
 <i>Community Supervision-</i>				
Personal services.....	523	555	546	9
Materials and supplies.....	2	2	2	-
Charges and services.....	106	106	101	5
Capital outlay and equipment.....	2	3	2	1
 <i>Public Defenders</i>				
Charges and services.....	3,716	3,970	3,905	65
 <i>Municipal Courts-</i>				
Personal services.....	688	699	668	31
Charges and services.....	99	95	87	8

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Judicial - continued</i>				
<i>Law Library-</i>				
Personal services.....	133	133	132	1
<i>Other-</i>				
Charges and services.....	18	28	24	4
<i>Total judicial</i>	39,952	40,787	40,279	508
Public safety				
<i>Medical Corrections-</i>				
Personal services.....	834	848	847	1
Materials and supplies.....	38	7	6	1
Charges and services.....	471	813	788	25
Capital outlay and equipment.....	8	3	3	-
<i>Coroner-</i>				
Personal services.....	1,026	1,026	1,006	20
Materials and supplies.....	6	9	9	-
Charges and services.....	92	77	75	2
Capital outlay and equipment.....	1	7	7	-
<i>Sheriff - New Class-</i>				
Charges and services.....				-
<i>Sheriff - Corrections Center-</i>				
Personal services.....	16,192	17,026	17,026	-
Materials and supplies.....	222	300	291	9
Charges and services.....	1,291	1,319	1,293	26
Capital outlay and equipment.....	29	27	27	-
<i>Sheriff - Law Enforcement-</i>				
Personal services.....	5,447	5,337	5,335	2
Materials and supplies.....	155	161	159	2
Charges and services.....	675	703	699	4
Capital outlay and equipment.....	15	12	12	-
<i>Sheriff - Administration</i>				
Personal services.....	2,180	2,105	2,095	10
Materials and supplies.....	40	39	39	-
Charges and services.....	278	282	259	23
Capital outlay and equipment.....	5	5	5	-

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public safety - continued				
<i>Sheriff - 911 Call Takers-</i>				
Personal services.....	-	-	-	-
Materials and supplies.....	-	-	-	-
Charges and services.....				-
<i>Public Safety Contracts-</i>				
Personal services.....	-	-	(5)	5
Charges and services.....	7	7	-	7
<i>Public Safety Court Security-</i>				
Personal services.....	3,908	3,961	3,961	-
Charges and services.....	76	65	64	1
<i>Incarceration Facility-</i>				
Charges and services.....	4,417	4,242	4,221	21
<i>Other-</i>				
Charges and services.....	541	539	538	1
<i>Total public safety.....</i>	<u>37,954</u>	<u>38,920</u>	<u>38,760</u>	<u>160</u>
Public works				
<i>Engineer-</i>				
Personal services.....	168	179	177	2
Materials and supplies.....	3	2	1	1
Charges and services.....	38	31	26	5
Capital outlay and equipment.....	-	-	-	-
<i>Ditch Maintenance-</i>				
Personal services.....	15	15	1	14
Charges and services.....	63	57	36	21
<i>Total public works.....</i>	<u>287</u>	<u>284</u>	<u>241</u>	<u>43</u>
Health				
<i>Health Services-</i>				
Charges and services.....	1,106	834	715	119
<i>Registration of Vital Statistics-</i>				
Charges and services.....	9	9	-	9
<i>Total health.....</i>	<u>1,115</u>	<u>843</u>	<u>715</u>	<u>128</u>

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Human services				
<i>Veterans Service Commission-</i>				
Personal services.....	389	412	406	6
Materials and supplies.....	10	12	12	-
Charges and services.....	1,100	1,242	1,136	106
Capital outlay and equipment.....	8	3	2	1
 <i>Veterans Service-</i>				
Charges and services.....	25	25	23	2
 <i>Other-</i>				
Charges and services.....	-----	-----	-----	-----
<i>Total human services.....</i>	1,532	1,694	1,579	115
 Conservation and recreation				
<i>Recreation-</i>				
Personal services.....	316	342	314	28
Materials and supplies.....	24	42	38	4
Charges and services.....	390	449	413	36
Capital outlay and equipment.....	11	13	12	1
 <i>Agriculture-</i>				
Charges and services.....	318	326	325	1
 <i>Other-</i>				
Charges and services.....	62	62	62	-
<i>Total conservation and recreation.....</i>	1,121	1,234	1,164	70
 Miscellaneous				
<i>Contingencies-</i>				
Charges and services.....	691	725	574	151
 <i>Other-</i>				
Charges and services.....	830	1,098	1,055	43
<i>Total miscellaneous.....</i>	1,521	1,823	1,629	194
<i>Total expenditures.....</i>	<u>\$ 112,120</u>	<u>\$ 114,780</u>	<u>\$ 111,868</u>	<u>\$ 2,912</u>

LUCAS COUNTY, OHIO
NONMAJOR GOVERNMENTAL
December 31, 2004

Special Revenue Funds- *The Special Revenue funds account for all specific financial resources (other than expendable trusts, or major capital projects) that are legally restricted for specified expenditure purposes. The following are the Special Revenue funds which Lucas County operates:*

Community Mental Health- To account for revenues received from a county-wide property tax levy, federal and state grants, and reimbursements used for various county mental health programs.

Real Estate Assessment- To account for state mandated county-wide real estate reappraisals.

Motor Vehicle and Gas Tax- To account for monies received by the County for State gasoline tax and vehicle registration fees used for county road and bridge improvements programs.

Emergency Medical Services- To account for emergency medical care financed by a county-wide sales tax.

Emergency Telephone System- To account for a county-wide property tax levy used for emergency telephone assistance.

Senior Services- To account for a county-wide property tax levy used for senior services.

Drug & Alcohol Service Board- To account for federal and state grants used to administer various programs for drug and alcohol abuse.

Zoo Operating- To account for a county-wide property tax levy. Monies are distributed directly to the Toledo Zoological Society.

Child Support Enforcement Agency- To account for revenues from: fees, fines, federal and state grants and other similar revenue sources, and to account for legally restricted expenditures used for the collection and protection of support payments made and owed to parents and children.

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

following are the Capital funds which Lucas County operates:

Other Special Revenue Funds- To account for revenues from: fees, taxes, fines, federal and state grants, licenses and other similar revenue sources, and to account for legally restricted expenditures for specified purposes. Summarized information on the financial activity and balances of the following Special Revenue funds include:

- Dog and Kennel
- Hotel Lodging Tax
- Community Development Grant
- Emergency Management Agency
- Marriage License
- Coroner's Lab Fund
- Law Enforcement Drug Fund
- Delinquent Real Estate Tax and Assessment Collection Fund
- Tax Installment Payment Plan
- Emergency Planning Fund
- Indigent Guardianship
- Community MR/RES Services
- Economic Development
- Indigent Drivers
- Probation Service
- Motor Vehicle Enforcement and Education
- Building Regulations
- Certificate of Title Administration
- Recorder Equipment
- Juvenile Treatment Center
- Juvenile Felony Care
- Adult Probation Grant
- Correctional Treatment Facility
- Common Pleas Civil Mediation
- Sheriff's Policing
- Workforce Development
- Administration of Justice
- Communication System
- Toxicology Lab
- Concealed Handgun
- Juvenile Indigent Drivers

When compared to combined Special Revenue fund totals, other special revenue funds comprise less than 10% in each of the following categories: assets, liabilities, revenues and expenditures.

Permanent Zoo Improvements- To account for a County-wide property tax levy used for renovation and construction of buildings, facilities and infrastructure for the Toledo Zoo.

**LUCAS COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2004
(Amounts in 000's)**

	Nonmajor Special Revenue Funds				
	Community Mental Health	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone System
ASSETS					
Pooled cash and cash equivalents	\$ 1,075	\$ 376	\$ 492	\$ 163	\$ 1,298
Pooled investments	7,249	2,539	3,321	1,103	8,758
Receivables (net of allowance for uncollectables)					
Taxes	11,413				5,585
Accounts			3		
Loans					
Due from other governments	642		5,768		283
Inventory of materials and supplies			403		
Total assets	<u>\$ 20,379</u>	<u>\$ 2,915</u>	<u>\$ 9,987</u>	<u>\$ 1,266</u>	<u>\$ 15,924</u>
LIABILITIES					
Accounts payable	\$ 1,149	\$ 123	\$ 524	\$ 87	\$ 78
Accrued wages and benefits	29	62	193	36	12
Due to other funds	2		1	11	
Deferred revenue	11,886		4,068		5,867
Total liabilities	<u>13,066</u>	<u>185</u>	<u>4,786</u>	<u>134</u>	<u>5,957</u>
Fund balances:					
Reserved for:					
Encumbrances	4,514	262	2,066	402	1,412
Inventory			403		
Loans receivable					
Unreserved undesignated	2,799	2,468	2,732	730	8,555
Total fund balances	<u>7,313</u>	<u>2,730</u>	<u>5,201</u>	<u>1,132</u>	<u>9,967</u>
Total liabilities and fund balances	<u>\$ 20,379</u>	<u>\$ 2,915</u>	<u>\$ 9,987</u>	<u>\$ 1,266</u>	<u>\$ 15,924</u>

Senior Services	Drug & Alcohol Service Board	Zoo Operating	Child Support Enforcement Agency	Other Special Revenue Funds	Capital Project		Total Nonmajor Governmental Funds
					Total	Permanent Zoo Improvements	
\$ 113	\$ 949	\$ 20 136	\$ 276 1,858	\$ 1,907 20,078	\$ 6,669 45,042	\$ 20 136	\$ 6,689 45,178
4,022		5,659		- 324 47	26,679 327 47	6,127	32,806 327 47
190	1,448	315		206 -	8,852 403	298	9,150 403
<u>\$ 4,325</u>	<u>\$ 2,397</u>	<u>\$ 6,130</u>	<u>\$ 2,134</u>	<u>\$ 22,562</u>	<u>\$ 88,019</u>	<u>\$ 6,581</u>	<u>\$ 94,600</u>
	\$ 833 12		\$ 180 209 9	\$ 2,199 338 16	\$ 5,173 891 39		\$ 5,173 891 39
4,215		5,974		-	32,010	6,417	38,427
<u>4,215</u>	<u>845</u>	<u>5,974</u>	<u>398</u>	<u>2,553</u>	<u>38,113</u>	<u>6,417</u>	<u>44,530</u>
			329	7,147	16,132 403		16,132 403
110	1,552	156	1,407	47	12,815 33,324	164	33,488
110	1,552	156	1,736	20,009	49,906	164	50,070
<u>\$ 4,325</u>	<u>\$ 2,397</u>	<u>\$ 6,130</u>	<u>\$ 2,134</u>	<u>\$ 22,562</u>	<u>\$ 88,019</u>	<u>\$ 6,581</u>	<u>\$ 94,600</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Nonmajor Special Revenue Funds					
	Community Mental Health	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone System	Senior Services
REVENUES						
Taxes.....	\$ 9,357				\$ 5,480	\$ 3,030
Charges for services.....		4,002	168			
Fines and forfeits.....			46			
Inergovernmental revenue	30,378		15,849			
Miscellaneous revenue.....	268	24	411	3	11	
Total revenues.....	<u>40,003</u>	<u>4,026</u>	<u>16,474</u>	<u>3</u>	<u>5,491</u>	<u>3,030</u>
EXPENDITURES						
Current:						
General government:						
Legislative and executive.....		3,709				
Judicial.....						
Public safety.....				8,921	3,000	
Public works.....		62	16,340			
Health.....	41,386					
Human services.....						3,160
Conservation and recreation.....						
Miscellaneous.....						
Capital outlay.....						
Total expenditures.....	<u>41,386</u>	<u>3,771</u>	<u>16,340</u>	<u>8,921</u>	<u>3,000</u>	<u>3,160</u>
Excess of revenues over (under) expenditures.....	<u>(1,383)</u>	<u>255</u>	<u>134</u>	<u>(8,918)</u>	<u>2,491</u>	<u>(130)</u>
OTHER FINANCING SOURCES (USES)						
OPWC loan proceeds.....			121			
Proceeds of cap.lease trans.....						
Operating transfers in.....				8,958		
Operating transfers out.....			(397)			
Total other financing sources (uses).....	<u>-</u>	<u>-</u>	<u>(276)</u>	<u>8,958</u>	<u>-</u>	<u>-</u>
Net change in fund balances.....	(1,383)	255	(142)	40	2,491	(130)
Fund balance at beginning of year.....	8,696	2,475	5,343	1,092	7,476	240
Fund balance at end of year.....	<u>\$ 7,313</u>	<u>\$ 2,730</u>	<u>\$ 5,201</u>	<u>\$ 1,132</u>	<u>\$ 9,967</u>	<u>\$ 110</u>

Drug & Alcohol Service Board	Zoo Operating	Child Support Enforcement Agency	Other Special Revenue Funds	Total	Capital Projects		Total Nonmajor Governmental Funds
					Permanent Zoo Improvements		
	\$ 5,507		\$ 3,589	\$ 26,963	\$ 5,949		\$ 32,912
		1,446	7,508	13,124			13,124
			107	153			153
9,135		9,242	20,103	84,707			84,707
		47	9,454	10,218	1		10,219
<u>9,135</u>	<u>5,507</u>	<u>10,735</u>	<u>40,761</u>	<u>135,165</u>	<u>5,950</u>		<u>141,115</u>
			10,107	13,816			13,816
		11,340	2,722	14,062			14,062
			9,712	21,633			21,633
				16,402			16,402
9,624			5,404	56,414			56,414
			2,717	5,877			5,877
	5,518		155	5,673			5,673
			11,641	11,641			11,641
				-	5,971		5,971
<u>9,624</u>	<u>5,518</u>	<u>11,340</u>	<u>42,458</u>	<u>145,518</u>	<u>5,971</u>		<u>151,489</u>
(489)	(11)	(605)	(1,697)	(10,353)	(21)		(10,374)
				121			121
				-			-
			1,295	10,253			10,253
			(447)	(844)			(844)
			848	9,530			9,530
(489)	(11)	(605)	(849)	(823)	(21)		(844)
2,041	167	2,341	20,858	50,729	185		50,914
<u>\$ 1,552</u>	<u>\$ 156</u>	<u>\$ 1,736</u>	<u>\$ 20,009</u>	<u>\$ 49,906</u>	<u>\$ 164</u>		<u>\$ 50,070</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY MENTAL HEALTH - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	\$ 9,045	\$ 9,272	\$ 227
Intergovernmental revenue.....	31,545	30,210	(1,335)
Miscellaneous revenue.....	<u>259</u>	<u>268</u>	<u>9</u>
<i>Total revenue.....</i>	40,849	39,750	(1,099)
Expenditures:			
Current:			
Health			
Personal services.....	1,042	1,036	6
Materials and supplies.....	19	17	2
Charges and services.....	48,837	44,255	4,582
Capital outlay and equipment.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures.....</i>	<u>49,898</u>	<u>45,308</u>	<u>4,590</u>
<i>Excess of revenues over (under) expenditures.....</i>	(9,049)	(5,558)	3,491
Fund balance at beginning of year.....	3,271	3,271	-
Prior year encumbrances appropriated.....	5,778	5,778	-
Fund balance at end of year.....	<u>\$ -</u>	<u>\$ 3,491</u>	<u>\$ 3,491</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
REAL ESTATE ASSESSMENT - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 3,750	\$ 4,002	\$ 252
Miscellaneous revenue.....	33	24	(9)
	<hr/>	<hr/>	<hr/>
<i>Total revenue.....</i>	3,783	4,026	243
Expenditures:			
Current:			
Legislative and executive			
Personal services.....	2,799	2,597	202
Materials and supplies.....	46	28	18
Charges and services.....	1,145	1,039	106
Capital outlay and equipment.....	360	324	36
	<hr/>	<hr/>	<hr/>
<i>Total expenditures.....</i>	4,350	3,988	362
<i>Excess of revenues over (under) expenditures.....</i>	(567)	38	605
Fund balance at beginning of year.....	2,457	2,457	-
Prior year encumbrances appropriated.....	140	140	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year.....	<u>\$ 2,030</u>	<u>\$ 2,635</u>	<u>\$ 605</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE & GAS TAX - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 125	\$ 168	\$ 43
Fines and forfeits.....	50	46	(4)
Intergovernmental revenue.....	17,184	15,669	(1,515)
Miscellaneous revenue.....	<u>215</u>	<u>407</u>	<u>192</u>
<i>Total revenue.....</i>	17,574	16,290	(1,284)
Expenditures:			
Current:			
Public works			
Personal services.....	5,429	5,161	268
Materials and supplies.....	214	179	35
Charges and services	14,824	13,281	1,543
Capital outlay and equipment.....	<u>449</u>	<u>446</u>	<u>3</u>
<i>Total expenditures.....</i>	<u>20,916</u>	<u>19,067</u>	<u>1,849</u>
<i>Excess of revenues over (under) expenditures.....</i>	(3,342)	(2,777)	565
Fund balance at beginning of year.....	2,631	2,631	-
Prior year encumbrances appropriated.....	1,393	1,393	-
Fund balance at end of year.....	<u>\$ 682</u>	<u>\$ 1,247</u>	<u>\$ 565</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Miscellaneous revenue.....	\$ 20	\$ 4	\$ (16)
<i>Total revenue.....</i>	20	4	(16)
Expenditures:			
Current:			
Public safety			
Personal services	1,359	1,276	83
Materials and supplies	456	388	68
Charges and services	8,660	8,598	62
Capital outlay and equipment	264	80	184
<i>Total expenditures.....</i>	10,739	10,342	397
<i>Excess of revenues over (under) expenditures.....</i>	(10,719)	(10,338)	381
Other financing sources:			
Operating transfers in.....	8,958	8,958	-
<i>Total other financing sources.....</i>	8,958	8,958	-
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(1,761)	(1,380)	381
Fund balance at beginning of year.....	766	766	-
Prior year encumbrances appropriated.....	1,395	1,395	-
Fund balance at end of year.....	\$ 400	\$ 781	\$ 381

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY TELEPHONE SYSTEM - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Taxes.....	\$ 5,437	\$ 5,462	\$ 25
Miscellaneous revenue.....	-	11	11
	5,437	5,473	36
Expenditures:			
Current:			
Public safety			
Personal services	889	532	357
Materials and supplies	20	15	5
Charges and services	9,344	3,790	5,554
Capital outlay and equipment	114	102	12
<i>Total expenditures.....</i>	10,367	4,439	5,928
<i>Excess of revenues over (under) expenditures.....</i>	(4,930)	1,034	5,964
Fund balance at beginning of year.....	6,176	6,176	-
Prior year encumbrances appropriated.....	1,230	1,230	-
Fund balance at end of year.....	\$ 2,476	\$ 8,440	\$ 5,964

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SENIOR SERVICES - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Taxes.....	\$ 3,700	\$ 2,994	\$ (706)
Intergovernmental revenue.....	-	-	-
<i>Total revenue.....</i>	3,700	2,994	(706)
Expenditures:			
Current:			
Human services			
Charges and services.....	3,700	3,161	539
<i>Total expenditures.....</i>	3,700	3,161	539
<i>Excess of revenues over (under) expenditures....</i>	-	(167)	(167)
Fund balance at beginning of year.....	167	167	-
Fund balance at end of year.....	\$ 167	\$ -	\$ (167)

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DRUG & ALCOHOL SERVICES BOARD - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 10,892	\$ 9,045	\$ (1,847)
<i>Total revenue</i>	10,892	9,045	(1,847)
Expenditures:			
Current:			
Health			
Personal services.....	518	517	1
Materials and supplies.....	8	8	-
Charges and services.....	11,328	11,311	17
Capital outlay and equipment.....	3	3	-
<i>Total expenditures</i>	11,857	11,839	18
<i>Excess of revenues over (under) expenditures</i>	(965)	(2,794)	(1,829)
Fund balance at beginning of year.....	(81)	(81)	-
Prior year encumbrances appropriated.....	1,750	1,750	-
Fund balance at end of year.....	<u>\$ 704</u>	<u>\$ (1,125)</u>	<u>\$ (1,829)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ZOO OPERATING - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	\$ 6,000	\$ 5,489	\$ (511)
Miscellaneous revenue.....	-	1	1
<i>Total revenue.....</i>	6,000	5,490	(510)
Expenditures:			
Current:			
Conservation and recreation			
Charges and services	6,000	5,518	482
<i>Total expenditures.....</i>	6,000	5,518	482
<i>Excess of revenues over (under) expenditures.....</i>	-	(28)	(28)
Fund balance at beginning of year.....	29	29	-
Fund balance at end of year.....	<u>\$ 29</u>	<u>\$ 1</u>	<u>\$ (28)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CHILD SUPPORT ENFORCEMENT AGENCY - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 1,440	\$ 1,446	\$ 6
Intergovernmental revenue.....	10,806	9,242	(1,564)
Miscellaneous revenue.....	61	47	(14)
<i>Total revenue.....</i>	<u>12,307</u>	<u>10,735</u>	<u>(1,572)</u>
Expenditures:			
Current:			
General government			
Judicial			
Personal services.....	9,867	8,797	1,070
Materials and supplies.....	245	206	39
Charges and services	3,147	2,671	476
Capital outlay and equipment.....	120	60	60
<i>Total expenditures.....</i>	<u>13,379</u>	<u>11,734</u>	<u>1,645</u>
<i>Excess of revenues over (under) expenditures.....</i>	(1,072)	(999)	73
Fund balance at beginning of year.....	2,216	2,216	-
Prior year encumbrances appropriated.....	408	408	-
Fund balance at end of year.....	<u>\$ 1,552</u>	<u>\$ 1,625</u>	<u>\$ 73</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DOG AND KENNEL - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Charges for services.....	\$ 1,259	\$ 1,138	\$ (121)
Fines and forfeits.....	56	82	26
Miscellaneous revenue.....	126	144	18
<i>Total revenue</i>	1,441	1,364	(77)
Expenditures:			
Current:			
General government			
Health			
Personal services.....	1,240	1,170	70
Materials and supplies.....	107	90	17
Charges and services	185	176	9
Capital outlay and equipment.....	12	12	-
<i>Total expenditures</i>	1,544	1,448	96
<i>Excess of revenues over (under) expenditures</i>	(103)	(84)	19
Other financing sources:			
Operating transfers in.....	-	-	-
<i>Total other financing sources</i>	-	-	-
<i>Excess of revenues and other financing sources over (under) expenditures</i>	(103)	(84)	19
Fund balance at beginning of year.....	321	321	-
Prior year encumbrances appropriated.....	64	64	-
Fund balance at end of year.....	\$ 282	\$ 301	\$ 19

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
HOTEL LODGING TAX - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Taxes.....	4,750	3,616	(1,134)
<i>Total revenue</i>	4,750	3,616	(1,134)
Expenditures:			
Current:			
Miscellaneous			
Charges and services.....	4,603	3,616	987
<i>Total expenditures</i>	4,603	3,616	987
<i>Excess of revenues over (under) expenditures</i>	147	-	(147)
Fund balance at beginning of year.....	-	-	-
Fund balance at end of year.....	<u>\$ 147</u>	<u>-</u>	<u>\$ (147)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY DEVELOPMENT GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ -	\$ 69	\$ 69
Intergovernmental revenue.....	<u>14,500</u>	<u>5,837</u>	<u>(8,663)</u>
<i>Total revenue</i>	14,500	5,906	(8,594)
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	62	35	27
Materials and supplies.....	1	-	1
Charges and services.....	3,208	1,286	1,922
Capital outlay and equipment.....	<u>1,908</u>	<u>1,681</u>	<u>227</u>
<i>Total legislative & executive</i>	5,179	3,002	2,177
Judicial			
Personal services.....	797	529	268
Materials and supplies.....	23	11	12
Charges and services.....	2,418	1,433	985
Capital outlay and equipment.....	<u>94</u>	<u>22</u>	<u>72</u>
<i>Total judicial</i>	3,332	1,995	1,337
Public safety			
Personal services.....	253	152	101
Materials and supplies.....	8	8	-
Charges and services.....	485	377	108
Capital outlay and equipment.....	<u>741</u>	<u>477</u>	<u>264</u>
<i>Total public safety</i>	1,487	1,014	473
Health			
Charges and services.....	1	1	-
Capital outlay and equipment.....	<u>15</u>	<u>15</u>	<u>-</u>
<i>Total health</i>	16	16	-
Conservation & recreation			
Charges and services.....	<u>218</u>	<u>197</u>	<u>21</u>
<i>Total conservation & recreation</i>	218	197	21

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY DEVELOPMENT GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Human Services			
Personal services.....	-	-	-
Materials and supplies.....	3	1	2
Charges and services.....	756	688	68
Capital outlay and equipment.....	6	-	6
<i>Total human services.....</i>	765	689	76
<i>Total expenditures.....</i>	10,997	6,913	4,084
<i>Excess of revenues over (under) expenditures.....</i>	3,503	(1,007)	(4,510)
Other financing (uses):			
Operating transfers in.....	-	193	193
Operating transfers out.....	(2,592)	-	2,592
<i>Total other financing sources (uses)</i>	(2,592)	193	2,785
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses.....</i>	911	(814)	(1,725)
Fund balance at beginning of year.....	(1,292)	(1,292)	-
Prior year encumbrances appropriated.....	1,056	1,056	-
Fund balance at end of year.....	\$ 675	\$ (1,050)	\$ (1,725)

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY MANAGEMENT AGENCY - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Intergovernmental revenue.....	\$ 232	\$ 236	\$ 4
Miscellaneous revenue.....	16	16	-
<i>Total revenue.....</i>	248	252	4
Expenditures:			
Current:			
Public safety			
Personal services.....	276	265	11
Materials and supplies.....	6	3	3
Charges and services.....	132	105	27
Capital outlay and equipment.....	3	1	2
<i>Total expenditures.....</i>	417	374	43
<i>Excess of revenues over (under) expenditures....</i>	(169)	(122)	47
Other financing sources:			
Operating transfers in.....	119	119	-
<i>Total other financing sources.....</i>	119	119	-
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(50)	(3)	47
Fund balance at beginning of year.....	105	105	-
Prior year encumbrances appropriated.....	6	6	-
Fund balance at end of year.....	\$ 61	\$ 108	\$ 47

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CORONER'S LAB FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Charges for services.....	\$ 350	\$ 325	\$ (25)
<i>Total revenue.....</i>	350	325	(25)
Expenditures:			
Current:			
Health			
Materials and supplies.....	63	49	14
Charges and services.....	422	358	64
Capital outlay and equipment.....	44	31	13
<i>Total expenditures.....</i>	529	438	91
<i>Excess of revenues over (under) expenditures.....</i>	(179)	(113)	66
Other financing (uses):			
Operating transfers out.....	(400)	(400)	-
<i>Total other financing sources (uses)</i>	(400)	(400)	-
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses.....</i>	(579)	(513)	66
Fund balance at beginning of year.....	809	809	-
Prior year encumbrances appropriated.....	91	91	-
Fund balance at end of year.....	\$ 321	\$ 387	\$ 66

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MARRIAGE LICENSE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 200	\$ 158	\$ (42)
<i>Total revenue.....</i>	200	158	(42)
Expenditures:			
Current:			
Health			
Charges and services.....	200	173	27
<i>Total expenditures.....</i>	200	173	27
<i>Excess of revenues over (under) expenditures.....</i>	-	(15)	(15)
Fund balance at beginning of year.....	61	61	-
Fund balance at end of year.....	<u>\$ 61</u>	<u>\$ 46</u>	<u>\$ (15)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT DRUG FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Fines and forfeits.....	\$ -	-	\$ -
<i>Total revenue.....</i>	-	-	-
Expenditures:			
Current:			
Public safety			
Charges and services.....	18	5	13
<i>Total expenditures.....</i>	18	5	13
<i>Excess of revenues over (under) expenditures....</i>	(18)	(5)	13
Fund balance at beginning of year.....	18	18	-
Fund balance at end of year.....	<u>-</u>	<u>\$ 13</u>	<u>13</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DELINQUENT REAL ESTATE TAX AND ASSESSMENT
COLLECTION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 1,405	\$ 1,133	\$ (272)
Miscellaneous revenue.....	<u>400</u>	<u>768</u>	<u>368</u>
<i>Total revenue.....</i>	1,805	1,901	96
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	1,357	1,178	179
Materials and supplies.....	53	40	13
Charges and services.....	629	520	109
Capital outlay and equipment.....	<u>16</u>	<u>14</u>	<u>2</u>
<i>Total expenditures.....</i>	<u>2,055</u>	<u>1,752</u>	<u>303</u>
<i>Excess of revenues over (under) expenditures....</i>	(250)	149	399
Fund balance at beginning of year.....	844	844	-
Prior year encumbrances appropriated.....	47	47	-
Fund balance at end of year.....	<u>\$ 641</u>	<u>\$ 1,040</u>	<u>\$ 399</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
TAX INSTALLMENT PAYMENT PLAN - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Charges for services.....	\$ 38	\$ 38	\$ -
<i>Total revenue</i>	38	38	-
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	50	20	30
Materials and supplies.....	6	2	4
Charges and services.....	18	10	8
Capital outlay and equipment.....	5	-	5
<i>Total expenditures</i>	79	32	47
<i>Excess of revenues over (under) expenditures</i>	(41)	6	47
Fund balance at beginning of year.....	223	223	-
Fund balance at end of year.....	\$ 182	\$ 229	\$ 47

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY PLANNING FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 75	\$ 48	\$ (27)
Miscellaneous revenue.....	<u>10</u>	<u>7</u>	<u>(3)</u>
<i>Total revenue</i>	85	55	(30)
Expenditures:			
Current:			
General government			
Public safety			
Materials and supplies.....	5	1	4
Charges and services.....	135	106	29
Capital outlay and equipment.....	<u>5</u>	<u>3</u>	<u>2</u>
<i>Total expenditures</i>	<u>145</u>	<u>110</u>	<u>35</u>
<i>Excess of revenues over (under) expenditures</i>	(60)	(55)	5
Fund balance at beginning of year.....	47	47	-
Prior year encumbrances appropriated.....	13	13	-
Fund balance at end of year.....	<u>\$ -</u>	<u>\$ 5</u>	<u>\$ 5</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
INDIGENT GUARDIANSHIP FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous revenue.....	\$ 60	\$ 92	\$ 32
<i>Total revenue.....</i>	60	92	32
Expenditures:			
Current:			
General government			
Judicial			
Charges and services.....	85	84	1
<i>Total expenditures.....</i>	85	84	1
<i>Excess of revenues over (under) expenditures.....</i>	(25)	8	33
Fund balance at beginning of year.....	33	33	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>\$ 8</u>	<u>\$ 41</u>	<u>\$ 33</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY MR/RES SERVICES - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 6,828	\$ 2,714	\$ (4,114)
<i>Total revenue.....</i>	6,828	2,714	(4,114)
Expenditures:			
Current:			
Health			
Charges and services.....	6,605	3,474	3,131
<i>Total expenditures.....</i>	6,605	3,474	3,131
<i>Excess of revenues over (under) expenditures....</i>	223	(760)	(983)
Fund balance at beginning of year.....	2,887	2,887	-
Prior year encumbrances appropriated.....	311	311	-
Fund balance at end of year.....	<u>\$ 3,421</u>	<u>\$ 2,438</u>	<u>\$ (983)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Intergovernmental revenue.....	\$ 165	\$ 53	\$ (112)
<i>Total revenue.....</i>	165	53	(112)
Expenditures:			
Current:			
General government			
Legislative and executive			
Personal services.....	378	338	40
Materials and supplies.....	6	5	1
Charges and services.....	1,354	1,302	52
Capital outlays and equipment.....	-	-	-
<i>Total expenditures</i>	1,738	1,645	93
<i>Excess of revenues over (under) expenditures.....</i>	(1,573)	(1,592)	(19)
Other financing sources:			
Operating transfers in.....	327	528	201
<i>Total other financing sources.....</i>	327	528	201
<i>Excess of revenues and other financing sources over (under) expenditures and other uses.....</i>	(1,246)	(1,064)	182
Fund balance at beginning of year.....	758	758	-
Prior year encumbrances appropriated.....	1,011	1,011	-
Fund balance at end of year.....	\$ 523	\$ 705	\$ 182

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
INDIGENT DRIVERS FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Fines and forfeits.....	\$ 10	\$ 36	\$ 26
<i>Total revenue.....</i>	10	36	26
Expenditures:			
Current:			
Judicial			
Charges and services.....	10	-	10
<i>Total expenditures.....</i>	10	-	10
<i>Excess of revenues over (under) expenditures.....</i>	-	36	36
Fund balance at beginning of year.....	201	201	-
Fund balance at end of year.....	\$ 201	\$ 237	\$ 36

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PROBATION SERVICE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Charges for services	\$ 145	\$ 191	\$ 46
<i>Total revenue</i>	145	191	46
Expenditures:			
Current:			
Legislative and executive			
Charges and services	97	85	12
Capital outlay and equipment	338	-	338
<i>Total expenditures</i>	435	85	350
<i>Excess of revenues over (under) expenditures</i>	(290)	106	396
Fund balance at beginning of year.....	451	451	-
Prior year encumbrances appropriated.....	10	10	-
Fund balance at end of year.....	\$ 171	\$ 567	\$ 396

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MV ENFORCEMENT AND EDUCATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	<u>\$ 10</u>	<u>\$ 6</u>	<u>\$ (4)</u>
<i>Total revenue</i>	10	6	(4)
Expenditures:			
Current:			
Judicial			
Charges and services.....	<u>10</u>	<u>2</u>	<u>8</u>
<i>Total expenditures</i>	<u>10</u>	<u>2</u>	<u>8</u>
<i>Excess of revenues over (under) expenditures</i>	-	4	4
Fund balance at beginning of year.....	30	30	-
Fund balance at end of year.....	<u><u>\$ 30</u></u>	<u><u>\$ 34</u></u>	<u><u>\$ 4</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BUILDING REGULATIONS - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Charges for services.....	\$ 1,538	\$ 1,664	\$ 126
<i>Total revenue.....</i>	1,538	1,664	126
Expenditures:			
Current:			
Legislative and executive			
Personal services.....	1,151	1,134	17
Materials and supplies.....	38	36	2
Charges and services.....	373	328	45
Capital outlay and equipment.....	25	15	10
<i>Total expenditures.....</i>	1,587	1,513	74
<i>Excess of revenues over (under) expenditures.....</i>	(49)	151	200
Fund balance at beginning of year.....	1,091	1,091	-
Prior year encumbrances appropriated.....	20	20	-
Fund balance at end of year.....	\$ 1,062	\$ 1,262	\$ 200

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CERTIFICATE OF TITLE ADMINISTRATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ 1,600	\$ 1,586	\$ (14)
<i>Total revenue.....</i>	1,600	1,586	(14)
Expenditures:			
Current:			
Legislative and executive			
Personal services.....	1,607	1,529	78
Materials and supplies.....	61	51	10
Charges and services.....	181	124	57
Capital outlay and equipment.....	16	8	8
<i>Total expenditures.....</i>	<u>1,865</u>	<u>1,712</u>	<u>153</u>
<i>Excess of revenues over (under) expenditures.....</i>	(265)	(126)	139
Fund balance at beginning of year.....	1,230	1,230	-
Prior year encumbrances appropriated.....	14	14	-
Fund balance at end of year.....	<u>\$ 979</u>	<u>\$ 1,118</u>	<u>\$ 139</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
RECORDER EQUIPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Charges for services.....	\$ 400	\$ 414	\$ 14
<i>Total revenue</i>	400	414	14
Expenditures:			
General government:			
Legislative and executive			
Materials and supplies.....	57	12	45
Charges and services.....	484	398	86
Capital outlay and equipment.....	254	238	16
<i>Total expenditures</i>	795	648	147
<i>Excess of revenues over (under) expenditures</i>	(395)	(234)	161
Fund balance at beginning of year.....	977	977	-
Prior year encumbrances appropriated.....	253	253	-
Fund balance at end of year.....	\$ 835	\$ 996	\$ 161

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE TREATMENT CENTER - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 2,264	\$ 2,198	\$ (66)
<i>Total revenue.....</i>	2,264	2,198	(66)
Expenditures:			
Current:			
Public safety			
Personal services.....	1,956	1,955	1
Materials and supplies.....	138	137	1
Charges and services.....	111	108	3
Capital outlay and equipment.....	14	14	-
<i>Total expenditures.....</i>	<u>2,219</u>	<u>2,214</u>	<u>5</u>
<i>Excess of revenues over (under) expenditures.....</i>	45	(16)	(61)
Fund balance at beginning of year.....	187	187	-
Prior year encumbrances appropriated.....	2	2	-
Fund balance at end of year.....	<u>\$ 234</u>	<u>\$ 173</u>	<u>\$ (61)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE FELONY CARE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 2,121	\$ 3,007	\$ 886
<i>Total revenue</i>	2,121	3,007	886
Expenditures:			
Current:			
Public safety			
Personal services.....	467	421	46
Materials and supplies.....	1	1	-
Charges and services.....	<u>2,036</u>	<u>1,920</u>	<u>116</u>
<i>Total expenditures</i>	<u>2,504</u>	<u>2,342</u>	<u>162</u>
<i>Excess of revenues over (under) expenditures</i>	(383)	665	1,048
Fund balance at beginning of year.....	1,573	1,573	-
Prior year encumbrances appropriated.....	374	374	-
Fund balance at end of year.....	<u>\$ 1,564</u>	<u>\$ 2,612</u>	<u>\$ 1,048</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ADULT PROBATION GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 1,071	\$ 870	\$ (201)
<i>Total revenue</i>	1,071	870	(201)
Expenditures:			
Current			
General government			
Judicial			
Personal services.....	679	652	27
Materials and supplies.....	3	2	1
Charges and services.....	329	310	19
Capital outlay and equipment.....	9	6	3
<i>Total expenditures</i>	<u>1,020</u>	<u>970</u>	<u>50</u>
<i>Excess of revenues over (under) expenditures</i>	51	(100)	(151)
Fund balance at beginning of year.....	51	51	-
Prior year encumbrances appropriated.....	86	86	-
Fund balance at end of year.....	<u>\$ 188</u>	<u>\$ 37</u>	<u>\$ (151)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CORRECTIONAL TREATMENT FACILITY - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Intergovernmental revenue.....	\$ 3,631	\$ 3,457	\$ (174)
<i>Total revenue.....</i>	3,631	3,457	(174)
Expenditures:			
Current			
Public safety			
Personal services.....	2,736	2,716	20
Materials and supplies.....	275	223	52
Charges and services.....	436	419	17
Capital outlay and equipment.....	194	184	10
<i>Total expenditures.....</i>	<u>3,641</u>	<u>3,542</u>	<u>99</u>
<i>Excess of revenues over (under) expenditures.....</i>	(10)	(85)	(75)
Fund balance at beginning of year.....	396	396	-
Prior year encumbrances appropriated.....	74	74	-
Fund balance at end of year.....	<u>\$ 460</u>	<u>\$ 385</u>	<u>\$ (75)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMON PLEAS CIVIL MEDIATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Intergovernmental revenue.....	\$ 98	\$ 97	\$ (1)
<i>Total revenue.....</i>	98	97	(1)
Expenditures:			
Current			
Public safety			
Personal services.....	82	79	3
Materials and supplies.....	1	-	1
Charges and services.....	1	1	-
Capital outlay and equipment.....	2	1	1
<i>Total expenditures.....</i>	86	81	5
<i>Excess of revenues over (under) expenditures....</i>	12	16	4
Fund balance at beginning of year.....	149	149	-
Fund balance at end of year.....	\$ 161	\$ 165	\$ 4

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SHERIFF'S POLICING - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Intergovernmental revenue.....	\$ 1,150	\$ 722	\$ (428)
<i>Total revenue.....</i>	1,150	722	(428)
Expenditures:			
Current			
Public safety			
Personal services.....	864	716	148
Charges and services.....	9	6	3
Capital outlay and equipment.....	-	-	-
<i>Total expenditures.....</i>	873	722	151
<i>Excess of revenues over (under) expenditures.....</i>	277	-	(277)
Fund balance at beginning of year.....	(141)	(141)	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	\$ 136	\$ (141)	\$ (277)

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WORKFORCE DEVELOPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Miscellaneous Revenue.....	326	250	(76)
<i>Total revenue</i>	326	250	(76)
Expenditures:			
Current			
Public safety			
Personal services.....	-	-	-
Materials and supplies.....	2	-	2
Charges and services.....	64	-	64
Capital outlay and equipment.....	-	-	-
	-	-	-
<i>Total expenditures</i>	66	-	66
<i>Excess of revenues over (under) expenditures</i>	260	250	(10)
Fund balance at beginning of year.....	(306)	(306)	-
Prior year encumbrances appropriated.....	56	56	-
Fund balance at end of year.....	\$ 10	\$ -	\$ (10)

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ADMINISTRATION OF JUSTICE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Miscellaneous Revenue.....	4	3	(1)
<i>Total revenue</i>	4	3	(1)
Expenditures:			
Current			
Judicial			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Charges and services.....	2	2	-
Capital outlay and equipment.....	1	-	1
<i>Total expenditures</i>	3	2	1
<i>Excess of revenues over (under) expenditu</i>	1	1	-
Fund balance at beginning of year.....	3	3	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	4	4	-

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
LOCAL DEVELOPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous Revenue.....	-	495	495
<i>Total revenue.....</i>	-	495	495
Expenditures:			
Current			
Legislative and executive			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Charges and services.....	752	544	208
Capital outlay and equipment.....	-	-	-
<i>Total expenditures.....</i>	<u>752</u>	<u>544</u>	<u>208</u>
<i>Excess of revenues over (under) expenditu.</i>	(752)	(49)	703
Fund balance at beginning of year.....	761	761	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>9</u>	<u>712</u>	<u>703</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNICATION SYSTEM - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous Revenue.....	156	156	-
<i>Total revenue</i>	156	156	-
Expenditures:			
Current			
Legislative and executive			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Charges and services.....	156	62	94
Capital outlay and equipment.....	-	-	-
<i>Total expenditures</i>	156	62	94
<i>Excess of revenues over (under) expenditure</i>	-	94	94
Fund balance at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>-</u>	<u>94</u>	<u>94</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
TOXICOLOGY LAB - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Miscellaneous revenue.....	\$ -	\$ -	\$ -
<i>Total revenue.....</i>	-	-	-
Expenditures:			
Current:			
Public safety			
Personal services.....	284	140	144
Materials and supplies.....	13	8	5
Charges and services.....	38	9	29
Capital outlay and equipment.....	65	62	3
<i>Total expenditures.....</i>	<u>400</u>	<u>219</u>	<u>181</u>
<i>Excess of revenues over (under) expenditures....</i>	(400)	(219)	181
Other financing sources:			
Operating transfers in.....	400	455	(55)
<i>Total other financing sources.....</i>	<u>400</u>	<u>455</u>	<u>(55)</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	-	236	236
Fund balance at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>\$ -</u>	<u>\$ 236</u>	<u>\$ 236</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WORKFORCE DEVELOPMENT AGENCY-
OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Revenues:			
Intergovernmental revenue.....	\$ 7,000	\$ 1,148	\$ (5,852)
Miscellaneous Revenue.....	-	17	17
<i>Total revenue.....</i>	<u>7,000</u>	<u>1,165</u>	<u>(5,835)</u>
Expenditures:			
Current			
Public safety			
Personal services.....	1,059	371	688
Materials and supplies.....	16	6	10
Charges and services.....	3,916	3,571	345
Capital outlay and equipment.....	9	9	-
<i>Total expenditures.....</i>	<u>5,000</u>	<u>3,957</u>	<u>1,043</u>
<i>Excess of revenues over (under) expenditures.....</i>	2,000	(2,792)	(4,792)
Fund balance at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>\$ 2,000</u>	<u>\$ (2,792)</u>	<u>\$ (4,792)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CONCEALED HANDGUN - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Charges for services.....	\$ -	\$ 39	\$ 39
Miscellaneous Revenue.....	<u>50</u>	<u>-</u>	<u>(50)</u>
<i>Total revenue.....</i>	50	39	(11)
Expenditures:			
Current			
Legislative and executive			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Charges and services.....	20	13	7
Capital outlay and equipment.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures.....</i>	<u>20</u>	<u>13</u>	<u>7</u>
<i>Excess of revenues over (under) expenditu</i>	30	26	(4)
Fund balance at beginning of year.....	-	-	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u><u>30</u></u>	<u><u>26</u></u>	<u><u>(4)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE INDIGENT DRIVERS FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Revenues:			
Fines and forfeits.....	\$ -	\$ 1	\$ 1
<i>Total revenue.....</i>	-	1	1
Expenditures:			
Current:			
Judicial			
Charges and services.....	-	-	-
<i>Total expenditures.....</i>	-	-	-
<i>Excess of revenues over (under) expenditures.....</i>	-	1	1
Fund balance at beginning of year.....	4	4	-
Fund balance at end of year.....	<u>\$ 4</u>	<u>\$ 5</u>	<u>\$ 1</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CAPITAL IMPROVEMENTS - CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Special assessments.....	\$ -	\$ 430	\$ 430
Intergovernmental revenue.....	-	-	-
Miscellaneous revenue.....	39,570	6,788	(32,782)
<i>Total revenues.....</i>	<u>39,570</u>	<u>7,218</u>	<u>(32,352)</u>
Expenditures:			
Current:			
Capital outlay-	31,497	18,102	13,395
Human Service-	76	37	39
Debt service			
Principal retirement.....	10,421	10,415	6
Interest and fiscal charges.....	161	156	5
<i>Total expenditures.....</i>	<u>42,155</u>	<u>28,710</u>	<u>13,445</u>
<i>Excess of revenues over (under) expenditures..</i>	(2,585)	(21,492)	(18,907)
Other financing sources (uses):			
Proceeds of notes.....	8,430	8,430	-
Proceeds of bonds.....	-	-	-
Operating transfers in.....	-	2,347	2,347
Operating transfers (out).....	(5,677)	(400)	5,277
<i>Total other financing sources (uses).....</i>	<u>2,753</u>	<u>10,377</u>	<u>7,624</u>
<i>Excess of revenue and other financing sources over (under) expenditures and other uses.....</i>	168	(11,115)	(11,283)
Fund balance at beginning of year.....	13,767	13,767	-
Prior year encumbrances appropriated.....	7,108	7,108	-
Fund balance at end of year.....	<u>\$ 21,043</u>	<u>\$ 9,760</u>	<u>\$ (11,283)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PERMANENT ZOO IMPROVEMENT - CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Final	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Taxes.....	\$ 6,189	\$ 5,931	\$ (258)
Miscellaneous revenue.....	2	1	(1)
	6,191	5,932	(259)
Expenditures:			
Current:			
Capital outlay-			
Construction contracts.....	6,200	5,972	228
	6,200	5,972	228
<i>Excess revenues over (under) expenditures.....</i>	(9)	(40)	(31)
Fund balance at beginning of year.....	40	40	0
Fund balance (deficit) at end of year.....	\$ 31	\$ -	\$ (31)

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BOND RETIREMENT-DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Taxes.....	\$ 5,460	\$ 4,181	\$ (1,279)
Special assessments.....	527	1,600	1,073
Miscellaneous revenue.....	<u>2,914</u>	<u>2,747</u>	<u>(167)</u>
<i>Total revenues.....</i>	8,901	8,528	(373)
Expenditures:			
Current:			
Debt Service-			
Principal retirement.....	10,117	10,116	1
Capital outlay.....	2	1	
Miscellaneous.....	800	-	800
Interest and fiscal charges.....	<u>4,881</u>	<u>4,797</u>	<u>84</u>
<i>Total expenditures.....</i>	<u>15,800</u>	<u>14,914</u>	<u>885</u>
<i>Excess revenues over (under) expenditures..</i>	(6,899)	(6,386)	512
Other financing sources (uses):			
Operating transfers in.....			-
Operating transfers (out).....	<u>8,099</u>	<u>5,787</u>	<u>(2,312)</u>
<i>Total other financing sources (uses).....</i>	<u>8,099</u>	<u>5,787</u>	<u>(2,312)</u>
<i>Excess of revenue and other financing sources over (under) expenditures and other uses....</i>	1,200	(599)	(1,800)
Fund balance at beginning of year.....	14,730	14,730	-
Prior year encumbrances appropriated.....	-	-	-
Fund balance at end of year.....	<u>\$ 15,930</u>	<u>\$ 14,131</u>	<u>\$ (1,800)</u>

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LUCAS COUNTY, OHIO
ENTERPRISE FUNDS
December 31, 2004

Enterprise Funds- *Enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises. The intent of Lucas County is that the costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. The following are the Enterprise funds which Lucas County operates:*

Sanitary Engineer- To account for the administrative costs of operating the water supply system, wastewater treatment system, and sewer system.

Water Supply System- To account for the distribution of treated water to individuals and commercial users of Lucas County.

Wastewater Treatment- To account for wastewater treatment services provided to the Sanitary Engineer, Cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Sewer System- To account for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.

Solid Waste- To account for the administration of solid waste disposal county-wide.

Parking Facilities- To account for operation of parking facilities.

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WATER SUPPLY SYSTEM-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 884	\$ 985	\$ 101
Miscellaneous.....	723	680	(43)
<i>Total operating revenues.....</i>	1,607	1,665	58
Operating expenses:			
Materials and supplies.....	30	15	15
Contract services.....	987	776	211
<i>Total operating expenses.....</i>	1,017	791	226
Operating income (loss).....	590	874	284
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	(302)	(301)	1
<i>Interest and fiscal charges.....</i>	(302)	(296)	6
<i>Total nonoperating revenues (expense)....</i>	(604)	(597)	7
<i>Income (loss) before operating transfers...</i>	(14)	277	291
Transfer in.....	-	-	291
Net income (loss).....	(14)	277	291
Net assets at beginning of year.....	1,090	1,090	-
Prior year encumbrances appropriated.....	27	27	-
Net assets at end of year.....	\$ 1,103	\$ 1,394	\$ 291

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WASTEWATER TREATMENT-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 5,486	\$ 4,837	\$ (649)
Miscellaneous.....	1,200	923	(277)
<i>Total operating revenues.....</i>	6,686	5,760	(926)
Operating expenses:			
Personal services.....	1,256	1,193	63
Materials and supplies.....	456	395	61
Contract services.....	3,632	2,772	860
Capital outlay and equipment.....	80	5	75
<i>Total operating expense.....</i>	5,424	4,365	1,059
Operating income (loss).....	1,262	1,395	133
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	(1,110)	(1,024)	86
<i>Interest and fiscal charges.....</i>	(970)	(864)	106
<i>Total nonoperating revenues (expense).....</i>	(2,080)	(1,888)	192
Net income (loss).....	(818)	(493)	325
Net assets at beginning of year.....	1,664	1,664	-
Prior year encumbrances appropriated.....	1,470	1,470	-
Net assets at end of year.....	\$ 2,316	\$ 2,641	\$ 325

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SEWER SYSTEM-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 500	\$ 593	\$ 93
Miscellaneous.....	1,226	1,263	37
<i>Total operating revenues.....</i>	<u>1,726</u>	<u>1,856</u>	<u>130</u>
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	18	18	-
Contract services.....	825	661	164
Capital outlay and equipment.....	-	-	-
Miscellaneous.....	3	1	2
<i>Total operating expense.....</i>	<u>846</u>	<u>680</u>	<u>166</u>
Operating income (loss).....	880	1,176	296
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	(862)	(842)	20
<i>Interest and fiscal charges.....</i>	(166)	(160)	6
<i>Total nonoperating revenues (expense)..</i>	<u>(1,028)</u>	<u>(1,002)</u>	<u>26</u>
<i>Income (loss) before operating transfers.</i>	(148)	174	322
Transfer Out.....	-	-	-
Net income (loss).....	(148)	174	322
Net assets at beginning of year.....	2,689	2,689	-
Prior year encumbrances appropriated.....	41	41	-
Net assets at end of year.....	<u>\$ 2,582</u>	<u>\$ 2,904</u>	<u>\$ 322</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2004
(Amounts in 000's)

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total Other Enterprise Funds</u>
ASSETS				
Current assets:				
Pooled cash and cash equivalents.....	\$ 292	\$ 222	\$ 217	\$ 731
Pooled investments.....	1,966	1,499	1,463	4,928
Receivables (net of allowances for uncollectables)				
Accounts.....	1,541	233	26	1,800
Total current assets.....	<u>3,799</u>	<u>1,954</u>	<u>1,706</u>	<u>7,459</u>
Noncurrent assets-capital assets:				
Land.....	153			153
Buildings, structures, and improvements.....	3,006			3,006
Furniture, fixtures, and equipment.....	2,015	598		2,613
Less accumulated depreciation.....	(2,535)	(508)		(3,043)
Total non-current.....	<u>2,639</u>	<u>90</u>	<u>-</u>	<u>2,729</u>
Total assets.....	<u>\$ 6,438</u>	<u>\$ 2,044</u>	<u>\$ 1,706</u>	<u>\$ 10,188</u>
LIABILITIES				
Current liabilities:				
Accounts payable.....	29	243	-	272
Accrued wages and benefits.....	415	48	-	463
Due to other funds.....	3		-	3
Current portion of long-term debt.....	34		-	34
Total current liabilities.....	<u>481</u>	<u>291</u>	<u>-</u>	<u>772</u>
Noncurrent liabilities:				
OWDA loans payable.....	1,201	-	-	1,201
Total noncurrent liabilities.....	<u>1,201</u>	<u>-</u>	<u>-</u>	<u>1,201</u>
Total liabilities.....	<u>1,682</u>	<u>291</u>	<u>-</u>	<u>1,973</u>
NET ASSETS				
Invested in capital assets, net of related debt.....	1,404	90		1,494
Unrestricted.....	3,352	1,663	1,706	6,721
Total net assets.....	<u>4,756</u>	<u>1,753</u>	<u>1,706</u>	<u>8,215</u>
Total liabilities and net assets.....	<u>\$ 6,438</u>	<u>\$ 2,044</u>	<u>\$ 1,706</u>	<u>\$ 10,188</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Operating revenues:				
Charges for services.....	\$ 4,234	\$ 2,141	\$ 319	\$ 6,694
Miscellaneous.....	134			134
Total operating revenues.....	<u>4,368</u>	<u>2,141</u>	<u>319</u>	<u>6,828</u>
Operating expenses:				
Personal services.....	3,164	497		3,661
Contract services.....	282	1,165		1,447
Materials and supplies.....	325	145	149	619
Miscellaneous.....	-	4		4
Heat, light and power.....	33	-		33
Depreciation.....	226	96		322
Total operating expenses.....	<u>4,030</u>	<u>1,907</u>	<u>149</u>	<u>6,086</u>
Operating income	<u>338</u>	<u>234</u>	<u>170</u>	<u>742</u>
Nonoperating revenues (expenses):				-
Interest and fiscal charges.....	(76)	-	-	(76)
Loss on disposal of fixed assets.....	-	-	-	-
Total nonoperating revenues (expenses).....	<u>(76)</u>	<u>-</u>	<u>-</u>	<u>(76)</u>
Increase in net assets.....	262	234	170	666
Net assets at beginning of year.....	<u>4,494</u>	<u>1,519</u>	<u>1,536</u>	<u>7,549</u>
Net assets at end of year.....	<u>\$ 4,756</u>	<u>\$ 1,753</u>	<u>\$ 1,706</u>	<u>\$ 8,215</u>

**LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Cash flows from operating activities:				
Cash received from customers.....	\$ 4,290	\$ 2,088	\$ 335	\$ 6,713
Cash paid to suppliers.....	(637)	(1,137)	(149)	(1,923)
Cash paid to employees.....	(3,079)	(485)		(3,564)
Net cash provided by operating activities.....	<u>574</u>	<u>466</u>	<u>186</u>	<u>1,226</u>
Cash flows from capital and related financing activities:				
Principal payments - OWDA loans.....	(67)			(67)
Purchase of fixed assets.....	(287)	(12)		(299)
Interest paid.....	(76)			(76)
Net cash used in capital and related financing activities.....	<u>(430)</u>	<u>(12)</u>	<u>-</u>	<u>(442)</u>
Cash flows from investing activities:				
Proceeds from sales of investments.....	495		276	771
Payments for investments.....	(555)	(357)	(392)	(1,304)
Net cash used in investing activities.....	<u>(60)</u>	<u>(357)</u>	<u>(116)</u>	<u>(533)</u>
Net increase in cash.....	84	97	70	251
Cash and cash equivalents, January 1.....	208	125	147	480
Cash and cash equivalents, December 31.....	<u>\$ 292</u>	<u>\$ 222</u>	<u>\$ 217</u>	<u>\$ 731</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS (continued)
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

**Reconciliation of Operating Income to Net Cash Provided
by Operating Activities**

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Operating income	\$ 338	\$ 234	\$ 170	\$ 742
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense.....	226	96		322
(Increase) decrease in operating assets:				
Accounts receivable.....	(78)	(53)	16	(115)
Increase (decrease) in operating liabilities:				
Accounts payable.....	1	178		179
Accrued wages and benefits.....	85	12		97
Due to other funds.....	2	(1)		1
Total adjustments.....	<u>236</u>	<u>232</u>	<u>16</u>	<u>484</u>
Net cash provided by operating activities.....	<u>\$ 574</u>	<u>\$ 466</u>	<u>\$ 186</u>	<u>\$ 1,226</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SANITARY ENGINEER-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 140	\$ 180	\$ 40
Miscellaneous.....	<u>4,090</u>	<u>4,109</u>	<u>19</u>
<i>Total operating revenues.....</i>	4,230	4,289	59
Operating expenses:			
Personal services.....	3,363	3,082	281
Materials and supplies.....	409	361	48
Contract services.....	427	334	93
Capital outlay and equipment.....	286	280	6
Miscellaneous.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating expense.....</i>	<u>4,485</u>	<u>4,057</u>	<u>428</u>
Operating income (loss).....	(255)	232	487
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	(66)	(66)	-
<i>Interest and fiscal charges.....</i>	<u>(76)</u>	<u>(76)</u>	<u>-</u>
<i>Total nonoperating revenues (expense)....</i>	<u>(142)</u>	<u>(142)</u>	<u>-</u>
Net income (loss).....	(397)	90	487
Net assets at beginning of year.....	2,030	2,030	-
Prior year encumbrances appropriated.....	84	84	-
Net assets at end of year.....	<u>\$ 1,717</u>	<u>\$ 2,204</u>	<u>\$ 487</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SOLID WASTE-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 1,900	\$ 2,089	\$ 189
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	<u>1,900</u>	<u>2,089</u>	<u>189</u>
Operating expenses:			
Personal services.....	514	485	29
Materials and supplies.....	23	6	17
Contract services.....	1,497	1,432	65
Capital outlay and equipment.....	219	182	37
Miscellaneous.....	21	5	16
<i>Total operating expense.....</i>	<u>2,274</u>	<u>2,110</u>	<u>164</u>
Operating income (loss).....	(374)	(21)	353
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	-	-	-
<i>Interest and fiscal charges.....</i>	-	-	-
<i>Total nonoperating revenues (expense).....</i>	<u>-</u>	<u>-</u>	<u>-</u>
Net income (loss).....	(374)	(21)	353
Net assets at beginning of year.....	1,059	1,059	-
Prior year encumbrances appropriated.....	208	208	-
Net assets at end of year.....	<u>\$ 893</u>	<u>\$ 1,246</u>	<u>\$ 353</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PARKING FACILITIES-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 300	\$ 334	\$ 34
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	<u>300</u>	<u>334</u>	<u>34</u>
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	84	-	84
Contract services.....	158	149	9
Capital outlay and equipment.....	-	-	-
Miscellaneous.....	-	-	-
<i>Total operating expense.....</i>	<u>242</u>	<u>149</u>	<u>93</u>
Operating income (loss).....	58	185	127
Non-operating revenues (expenses):			
<i>Principal retirement.....</i>	-	-	-
<i>Interest and fiscal charges.....</i>	-	-	-
<i>Total nonoperating revenues (expense)..</i>	<u>-</u>	<u>-</u>	<u>-</u>
Net income (loss).....	58	185	127
Net assets at beginning of year.....	1,488	1,488	-
Prior year encumbrances appropriated.....	7	7	-
Net assets at end of year.....	<u>\$ 1,553</u>	<u>\$ 1,680</u>	<u>\$ 127</u>

LUCAS COUNTY, OHIO
INTERNAL SERVICE FUNDS
December 31, 2004

Internal Service Funds- *Internal Service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units on a cost-reimbursement basis. The following are the Internal Service funds which Lucas County operates:*

Central Supplies- To account for supplies, mailing and copying services provided to various County departments and other governmental units. Users are billed for costs incurred.

Vehicle Maintenance- To account for vehicle maintenance services provided to various County departments and other governmental units. Users are billed for costs incurred.

County-City Telephone- To account for inter-departmental charges for the use of the telephone system. Users are billed for costs incurred.

Self-Funded Health Insurance - To account for claims and administration of the health insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Centralized Drug Testing- To account for drug testing charges incurred by the jail and other criminal justice system departments.

Risk Retention Insurance- To account for claims and administration of liability insurance for county departments. The departments are billed based on the cost of insurance policies.

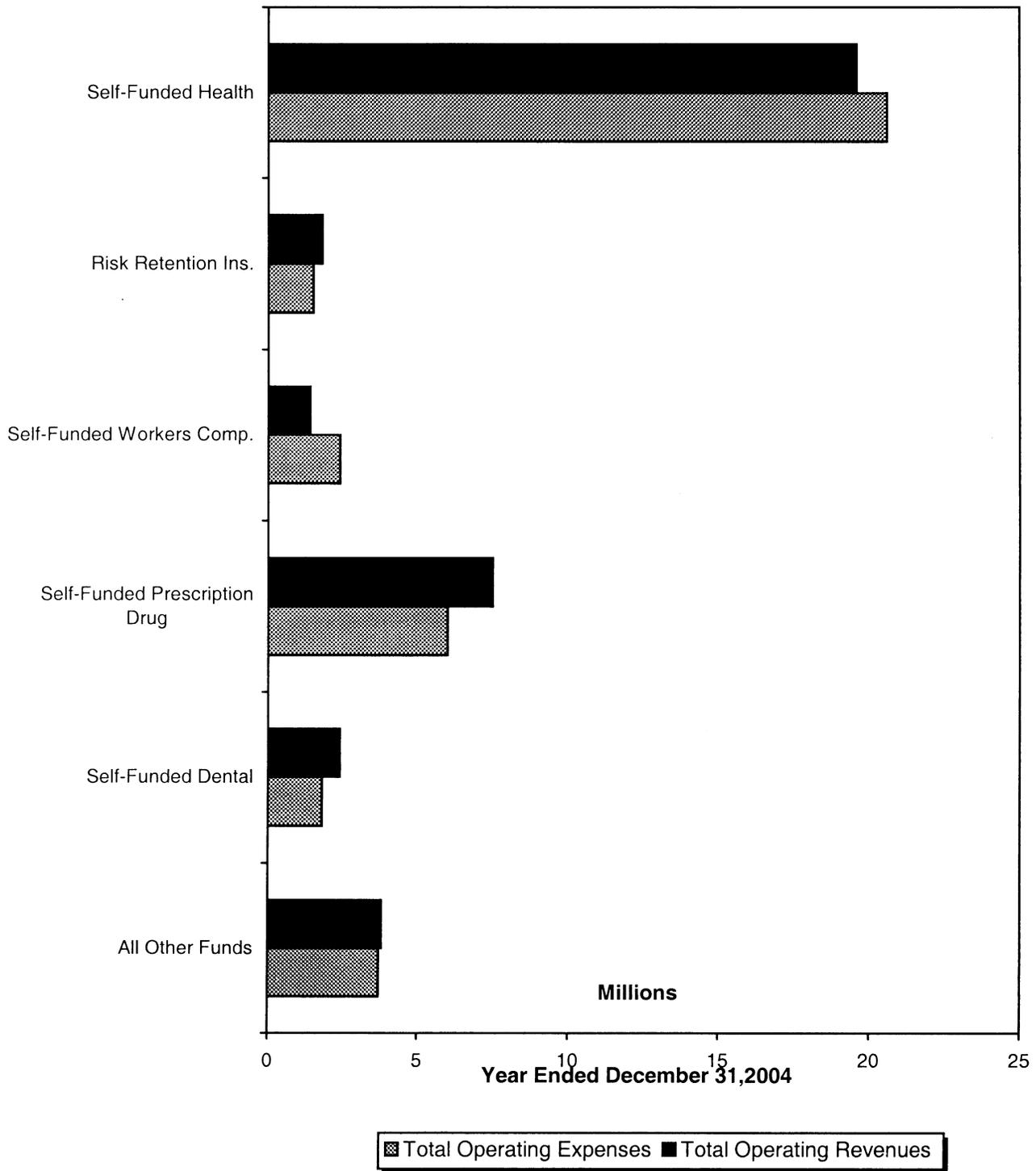
Self-Funded Workers' Compensation- To account for claims and administration of workers' compensation for county departments. The departments are billed based on their portion of total covered payroll and usage of the program.

Self-Funded Prescription Drug - To Account for claims and administration of the prescription drug program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Self-Funded Dental Insurance- To account for claims and administration of the dental insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Combining Chart of Operating Revenues and Expenses

Internal Service Funds



LUCAS COUNTY, OHIO
COMBINING STATEMENTS OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2004
(Amounts in 000's)

	Central Supplies	Vehicle Mainten- ance	County- City Telephone	Self- Funded Health Insurance
Assets:				
Current assets:				
Pooled cash and cash equivalents.....	\$ 13	\$ 16	\$ 116	\$ 1,256
Pooled investments.....	84	109	784	8,470
Accounts receivable.....		2	5	39
Due from other funds.....	13	37	104	
Inventory: materials and supplies.....	75	24		
<i>Total current assets</i>	185	188	1,009	9,765
Noncurrent assets-capital assets				
Land.....		83		
Buildings, structures and improvements.....		30		
Furniture, fixtures and equipment.....	233	165	846	26
Less: accumulated depreciation.....	(151)	(186)	(839)	(19)
Total noncurrent assets.....	82	92	7	7
<i>Total assets</i>	267	280	1,016	9,772
Liabilities:				
Current liabilities-				
Accounts Payable.....		27	297	197
Accrued wages and benefits.....	2	37	3	16
Due to other funds.....				
Claims payable-current.....				1,988
<i>Total current liabilities</i>	2	64	300	2,201
Noncurrent Liabilities:				
Claims payable-noncurrent.....				
Obligations under capital leases.....				
<i>Total noncurrent liabilities</i>	-	-	-	-
<i>Total liabilities</i>	2	64	300	2,201
Net Assets:				
Invested in capital assets, net of related debt..	82	91	7	7
Unrestricted.....	183	125	709	7,564
<i>Total net assets</i>	\$ 265	\$ 216	\$ 716	\$ 7,571

Centralized Drug Testing	Risk Retention Insurance	Self- Funded Workers' Comp.	Self- Funded Prescription Drug	Self- Funded Dental Insurance	Total
\$ 22	\$ 1,234	\$ 1,670	\$ 517	\$ 205	\$ 5,049
146	8,325	11,266	3,489	1,386	34,059
			14	4	64
17					171
					99
185	9,559	12,936	4,020	1,595	39,442
					83
					30
					1,270
					(1,195)
-	-	-	-	-	188
185	9,559	12,936	4,020	1,595	39,630
2		7	218	44	792
31	30	21			140
					0
		2,117	548	152	4,805
33	30	2,145	766	196	5,737
		3,968			3,968
					-
-	-	3,968	-	-	3,968
33	30	6,113	766	196	9,705
152	9,529	6,823	3,254	1,399	187
					29,738
\$ 152	\$ 9,529	\$ 6,823	\$ 3,254	\$ 1,399	\$ 29,925

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Operating revenues:				
Charges for service.....	\$ 932	\$ 688	\$ 1,739	\$ 19,555
Miscellaneous.....	2			
Total operating revenues.....	<u>934</u>	<u>688</u>	<u>1,739</u>	<u>19,555</u>
Operating expenses:				
Personal services.....	73	300	67	182
Contract services.....	36	66	1,480	898
Materials and supplies.....	914	272		25
Depreciation.....	81	6		4
Miscellaneous.....		11	1	
Employee medical benefits.....				19,460
Total operating expenses.....	<u>1,104</u>	<u>655</u>	<u>1,548</u>	<u>20,569</u>
Operating income (loss).....	<u>(170)</u>	<u>33</u>	<u>191</u>	<u>(1,014)</u>
Nonoperating revenues (expenses):				
Interest income.....				
Interest and fiscal charges.....				
Total nonoperating revenues and (expenses).....	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	<u>(170)</u>	<u>33</u>	<u>191</u>	<u>(1,014)</u>
Operating transfers out				
Net assets at beginning of year.....	<u>435</u>	<u>183</u>	<u>525</u>	<u>8,585</u>
Net assets at end of year.....	<u>\$ 265</u>	<u>\$ 216</u>	<u>\$ 716</u>	<u>\$ 7,571</u>

<u>Centralized Drug Testing</u>	<u>Risk Retention Insurance</u>	<u>Self- Funded Workers' Comp.</u>	<u>Self- Funded Prescription Drug</u>	<u>Self- Funded Dental Insurance</u>	<u>Total</u>
\$ 445	\$ 1,777	\$ 1,394	\$ 7,507 5	\$ 2,358	\$ 36,395 7
445	1,777	1,394	7,512	2,358	36,402
299	189	169			1,279
18	1,109	57	38	69	3,771
116	5	5			1,337
					91
3	16				31
	197	2,165	5,986	1,811	29,619
436	1,516	2,396	6,024	1,880	36,128
9	261	(1,002)	1,488	478	274
					-
					-
-	-	-	-	-	-
9	261	(1,002)	1,488	478	274
		(121)			(121)
143	9,268	7,946	1,766	921	29,772
<u>\$ 152</u>	<u>\$ 9,529</u>	<u>\$ 6,823</u>	<u>\$ 3,254</u>	<u>\$ 1,399</u>	<u>\$ 29,925</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Cash flows from operating activities:				
Cash received from customers.....	\$ 934	\$ 684	\$ 1,641	\$ 19,516
Cash paid to suppliers.....	(753)	(339)	(1,293)	(19,587)
Cash paid to employees.....	(73)	(289)	(67)	(173)
Net cash provided by (used in) operating activities.....	108	56	281	(244)
Cash flows from non capital financing activities:				
Operating transfers out.....	-	-	-	-
Net cash provided by non-capital financing activities.....	-	-	-	-
Cash flows from capital and related financing activities:				
Purchase of capital assets.....	(110)	-	-	-
Principal payments - capital leases.....	(5)	-	-	-
Net cash used in capital and related financing activities.....	(115)	-	-	-
Cash flows from investing activities:				
Proceeds from sale of investments.....	38	-	-	3,139
Payments for investments.....	(28)	(47)	(226)	(2,619)
Net cash provided by (used in) investing activities.....	10	(47)	(226)	520
Net increase (decrease) in cash and cash equivalents.....	3	9	55	276
Cash and cash equivalents, January 1.....	10	7	61	980
Cash and cash equivalents, December 31.....	<u>\$ 13</u>	<u>\$ 16</u>	<u>\$ 116</u>	<u>\$ 1,256</u>

Centralized Drug Testing	Risk Retention Insurance	Self- Funded Workers' Comp.	Self- Funded Prescription	Self- Funded Dental Insurance	Total
\$ 447 (138) (282)	\$ 1,777 (1,333) (187)	\$ 1,394 (2,333) (166)	\$ 7,502 (6,028) -	\$ 2,353 (1,894) -	\$ 36,248 (33,698) (1,237)
27	257	(1,105)	1,474	459	1,313
		(121)			(121)
-	-	(121)	-	-	(121)
					(110) (5)
-	-	-	-	-	(115)
18 (37) (19)	2,507 (2,444) 63	5,224 (3,720) 1,504	(1,206) (1,206)	(365) (365)	10,926 (10,692) 234
8 14	320 914	278 1,392	268 249	94 111	1,311 3,738
<u>\$ 22</u>	<u>\$ 1,234</u>	<u>\$ 1,670</u>	<u>\$ 517</u>	<u>\$ 205</u>	<u>\$ 5,049</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS-(continued)
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

**Reconciliation of Operating Income (Loss) to Net Cash Provided
by (Used in) Operating Activities**

	Central Supplies	Vehicle Mainten- ance	County- City Telephone
Operating Income (loss).....	\$ (170)	\$ 33	\$ 191
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation expense.....	81	6	
(Increase) decrease in operating assets:			
Accounts receivable	2	1	(2)
Due from other funds	(1)	(5)	(97)
Inventory.....	213	(4)	
Increase (decrease) in operating liabilities:			
Accounts payable.....	(16)	14	188
Due to other funds	(1)		
Accrued wages and benefits		11	1
Total adjustments	278	23	90
Net cash provided by (used in) operating activities	\$ 108	\$ 56	\$ 281

<u>Self-Funded Health Insurance</u>	<u>Centralized Drug Testing</u>	<u>Risk Retention Insurance</u>	<u>Self-Funded Workers' Comp.</u>	<u>Self-Funded Prescription Drug</u>	<u>Self-Funded Dental Insurance</u>	<u>Total</u>
\$ (1,014)	\$ 9	\$ 261	\$ (1,002)	\$ 1,488	\$ 478	\$ 274
4						91
(39)	2			(15) 5	(5)	(58) (96) 209
796	(1)	(6)	(106)	(4)	(14)	851 (1)
9	17	2	3			43
<u>770</u>	<u>18</u>	<u>(4)</u>	<u>(103)</u>	<u>(14)</u>	<u>(19)</u>	<u>1039</u>
<u>\$ (244)</u>	<u>\$ 27</u>	<u>\$ 257</u>	<u>\$ (1,105)</u>	<u>\$ 1,474</u>	<u>\$ 459</u>	<u>\$ 1,313</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CENTRAL SUPPLIES-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 881	\$ 932	\$ 51
Miscellaneous.....	-	2	2
	881	934	53
Operating expenses:			
Personal services.....	78	73	5
Materials and supplies.....	783	783	-
Contract services.....	80	59	21
Capital outlay and equipment.....	44	43	1
Miscellaneous	-	-	-
Claim payments.....	-	-	-
Employee medical benefits.....	-	-	-
	985	958	27
<i>Total operating expense.....</i>	985	958	27
Operating income (loss).....	(104)	(24)	80
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
	-	-	-
<i>Total nonoperating revenues (expense)....</i>	-	-	-
Change in net assets	(104)	(24)	80
Net assets at beginning of year	65	65	-
Prior year encumbrances appropriated.....	40	40	-
Net assets at end of year.....	\$ 1	\$ 81	\$ 80

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
VEHICLE MAINTENANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 648	\$ 683	\$ 35
Miscellaneous.....	<u>2</u>	<u>1</u>	<u>(1)</u>
<i>Total operating revenues.....</i>	650	684	34
Operating expenses:			
Personal services.....	294	292	2
Materials and supplies.....	194	193	1
Contract services.....	198	192	6
Capital outlay and equipment.....	15	14	1
Miscellaneous.....	-	-	-
Claim payments.....	-	-	-
Employee medical benefits.....	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total operating expense.....</i>	<u>701</u>	<u>691</u>	<u>10</u>
Operating income (loss).....	(51)	(7)	44
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
<i>Total nonoperating revenues.....</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Income (loss) before operating transfers..</i>	(51)	(7)	44
Operating transfer in.....	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets.....	(51)	(7)	44
Net assets at beginning of year.....	52	52	-
Prior year encumbrances appropriated.....	<u>18</u>	<u>18</u>	<u>-</u>
Net assets at end of year.....	<u>\$ 19</u>	<u>\$ 63</u>	<u>\$ 44</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COUNTY-CITY TELEPHONE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 1,698	\$ 1,641	\$ (57)
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	<u>1,698</u>	<u>1,641</u>	<u>(57)</u>
Operating expenses:			
Personal services.....	88	66	22
Materials and supplies.....	1	1	-
Contract services.....	1,664	1,454	210
Capital outlay and equipment.....	6	6	-
Miscellaneous	1	-	1
Claim payments.....	-	-	-
Employee medical benefits.....	-	-	-
<i>Total operating expense.....</i>	<u>1,760</u>	<u>1,527</u>	<u>233</u>
Operating income (loss).....	(62)	114	176
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
<i>Total nonoperating revenues.....</i>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets.....	(62)	114	176
Net assets at beginning of year.....	585	585	-
Prior year encumbrances appropriated.....	34	34	-
Net assets at end of year	<u>\$ 557</u>	<u>\$ 733</u>	<u>\$ 176</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED HEALTH INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 20,339	\$ 19,515	\$ (824)
Miscellaneous.....	-	-	-
<i>Total operating revenues.....</i>	<u>20,339</u>	<u>19,515</u>	<u>(824)</u>
Operating expenses:			
Personal services.....	189	173	16
Materials and supplies.....	36	24	12
Contract services.....	1,396	1,315	81
Capital outlay and equipment.....	34	3	31
Miscellaneous.....	-	-	-
Claim payments.....	-	-	-
Employee medical benefit.....	24,683	22,689	1,994
<i>Total operating expense.....</i>	<u>26,338</u>	<u>24,204</u>	<u>2,134</u>
Operating income (loss).....	(5,999)	(4,689)	1,310
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
<i>Total nonoperating revenues.....</i>	-	-	-
<i>Income (loss) before operating transfers..</i>	(5,999)	(4,689)	1,310
Operating transfer in.....	-	-	-
Change in net assets.....	(5,999)	(4,689)	1,310
Net assets at beginning of year.....	5,909	5,909	-
Prior year encumbrances appropriated.....	4,061	4,061	-
Net assets at end of year.....	<u>\$ 3,971</u>	<u>\$ 5,281</u>	<u>\$ 1,310</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CENTRALIZED DRUG TESTING-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 437	\$ 447	\$ 10
Miscellaneous.....	-	-	-
	437	447	10
Operating expenses:			
Personal services.....	280	277	3
Materials and supplies.....	202	183	19
Contract services.....	25	21	4
Capital outlay and equipment.....	6	4	2
Miscellaneous.....	7	3	4
Claim payments.....	-	-	-
Employee medical benefit.....	-	-	-
	520	488	32
<i>Total operating expense.....</i>	<i>520</i>	<i>488</i>	<i>32</i>
Operating income (loss).....	(83)	(41)	42
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
	-	-	-
<i>Total nonoperating revenues (expense)...</i>	<i>-</i>	<i>-</i>	<i>-</i>
Change in net assets	(83)	(41)	42
Net assets at beginning of year.....	58	58	-
Prior year encumbrances appropriated.....	83	83	-
Net assets at end of year.....	\$ 58	\$ 100	\$ 42

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
RISK RETENTION INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 2,200	\$ 1,777	\$ (423)
Miscellaneous.....	-	-	-
	2,200	1,777	(423)
Operating expenses:			
Personal services.....	208	188	20
Materials and supplies.....	6	4	2
Contract services.....	1,370	1,111	259
Capital outlay and equipment.....	5	2	3
Miscellaneous	18	16	2
Claim payments.....	-	-	-
Employee medical benefit.....	1,090	261	829
	2,697	1,582	1,115
<i>Total operating expense.....</i>	<i>2,697</i>	<i>1,582</i>	<i>1,115</i>
Operating income (loss).....	(497)	195	692
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
	-	-	-
<i>Total nonoperating revenues (expense)...</i>	<i>-</i>	<i>-</i>	<i>-</i>
Change in net assets.....	(497)	195	692
Net assets at beginning of year.....	9,203	9,203	-
Prior year encumbrances appropriated.....	99	99	-
Net assets at end of year.....	\$ 8,805	\$ 9,497	\$ 692

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF FUNDED WORKERS COMP.-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 1,441	\$ 1,394	\$ (47)
Miscellaneous	-	-	-
<i>Total operating revenues</i>	<u>1,441</u>	<u>1,394</u>	<u>(47)</u>
Operating expenses:			
Personal services.....	178	166	12
Materials and supplies.....	3	2	1
Contract services.....	124	61	63
Capital outlay and equipment.....	5	3	2
Miscellaneous	-	-	-
Claim payment	-	-	-
Employee medical benefit	<u>2,679</u>	<u>2,274</u>	<u>405</u>
<i>Total operating expense.....</i>	<u>2,989</u>	<u>2,506</u>	<u>483</u>
Operating income (loss).....	(1,548)	(1,112)	436
Non-operating revenues (expenses):			
Transfer Out.....	(121)	(121)	-
Net income (loss).....	<u>(121)</u>	<u>(121)</u>	<u>-</u>
Change in net assets.....	(1,669)	(1,233)	436
Net assets at beginning of year	14,158	14,158	-
Prior year encumbrances appropriated.....	3	3	-
Net assets at end of year.....	<u>\$ 12,492</u>	<u>\$ 12,928</u>	<u>\$ 436</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED PRESCRIPTION DRUG-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Revised Budget</u>	<u>Actual Amounts</u>	<u>Variance: Positive (Negative)</u>
Operations revenues:			
Charges for services.....	\$ 7,650	\$ 7,498	\$ (152)
Miscellaneous.....	<u>75</u>	<u>5</u>	<u>(70)</u>
<i>Total operating revenues.....</i>	7,725	7,503	(222)
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Contract services.....	120	115	5
Capital outlay and equipment.....	-	-	-
Miscellaneous	-	-	-
Claim payment	-	-	-
Employee medical benefit	<u>9,457</u>	<u>9,457</u>	<u>-</u>
<i>Total operating expense.....</i>	<u>9,577</u>	<u>9,572</u>	<u>5</u>
Operating income (loss).....	(1,852)	(2,069)	(217)
Non-operating revenues:			
<i>Interest income.....</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total nonoperating revenues (expense)...</i>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets.....	(1,852)	(2,069)	(217)
Net assets at beginning of year.....	(520)	(520)	-
Prior year encumbrances appropriated.....	<u>3,052</u>	<u>3,052</u>	<u>-</u>
Net assets at end of year.....	<u><u>\$ 680</u></u>	<u><u>\$ 463</u></u>	<u><u>\$ (217)</u></u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED DENTAL INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Revised Budget	Actual Amounts	Variance: Positive (Negative)
Operations revenues:			
Charges for services.....	\$ 2,400	\$ 2,354	\$ (46)
Miscellaneous.....	-	-	-
	2,400	2,354	(46)
<i>Total operating revenues.....</i>			
Operating expenses:			
Personal services.....	-	-	-
Materials and supplies.....	-	-	-
Contract services.....	96	80	16
Capital outlay and equipment.....	-	-	-
Miscellaneous	-	-	-
Claim payment	-	-	-
Employee medical benefit	2,758	2,758	-
	2,854	2,838	16
<i>Total operating expense.....</i>			
Operating income (loss).....	(454)	(484)	(30)
Non-operating revenues:			
<i>Interest income.....</i>	-	-	-
	-	-	-
<i>Total nonoperating revenues (expense)...</i>			
Change in net assets.....	(454)	(484)	(30)
Net assets at beginning of year.....	366	366	-
Prior year encumbrances appropriated.....	766	766	-
Net assets at end of year.....	\$ 678	\$ 648	\$ (30)

LUCAS COUNTY, OHIO
AGENCY FUNDS
December 31, 2004

Agency Funds- *Agency funds maintain assets held by Lucas County as an agent for individuals, private organizations, other governmental units and/or other funds. The following are the Agency funds which Lucas County maintains:*

Payroll Fund- To maintain and account for the accumulation of payroll withholdings until payment is remitted to third parties.

Real Estate Fund, General Personal Fund, Estate Tax Fund and Hotel Lodging Tax Fund- These various and separate funds maintain and account for the accumulation and disbursement of taxes for: real property, intangible property, estate tax and hotel lodging tax.

Local Government Fund- To maintain and account for the accumulation and disbursement of state revenue sharing monies.

Auto License Fund- To maintain and account for the accumulation and disbursement of automobile license and registration fee collections.

Gasoline Tax Fund- To maintain and account for the accumulation and disbursement of gasoline tax collections.

Trailei Tax Fund- To maintain and account for the accumulation and disbursement of mobile home tax collections.

Clerk of Courts, Common Pleas Court, Common Pleas Court-Probate, Child Support Enforcement Agency, Juvenile Court, Sheriff, Children Services, and Prosecutor: These various and separate funds maintain and account for: court fees, alimonies, child support, restitution, boarding home fees, donations, funds held in escrow and other similar resources and uses. These funds are held outside of the County treasury.

Subdivision Advance Fund- To maintain and account for tax advance distributions to subdivisions within Lucas County.

Undivided Interest Fund- To maintain and account for the accumulation and disbursement of the County investment earnings.

Tax Installment Payment Plan (T.I.P.P.) Fund- To account for real estate taxes paid on an installment basis until they can be applied to a current tax bill.

Family and Children Council - To process the accounting transactions as the administrative agent of the council.

Other Agency Funds- To maintain and account for resources and uses for: taxes, research, deposits, licenses and estate. Other Agency funds include:

- Payment in Lieu of Taxes
- Computer Legal Research
- Grain Tax
- Cigarette Licenses
- Escheated Estates
- Law Library
- Coroner Escrow
- Advance Fund

When compared to combined Agency funds, Other Agency funds comprise less than 10% in assets and liabilities.

**LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)**

	<u>Beginning Balance January 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance December 31, 2004</u>
Payroll Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 3,061</u>	<u>\$ 180,924</u>	<u>\$ 181,022</u>	<u>\$ 2,963</u>
Liabilities:				
Payroll withholdings.....	<u>\$ 3,061</u>	<u>\$ 180,924</u>	<u>\$ 181,022</u>	<u>\$ 2,963</u>
Real Estate Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 13,773</u>	<u>\$ 439,567</u>	<u>\$ 438,635</u>	<u>\$ 14,705</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 13,773</u>	<u>\$ 439,567</u>	<u>\$ 438,635</u>	<u>\$ 14,705</u>
General Personal Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 3,010</u>	<u>\$ 78,638</u>	<u>\$ 80,193</u>	<u>\$ 1,455</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 3,010</u>	<u>\$ 78,638</u>	<u>\$ 80,193</u>	<u>\$ 1,455</u>
Prosecutor				
Assets:				
Segregated cash.....	<u>\$ 187</u>	<u>\$ 760</u>	<u>\$ 726</u>	<u>\$ 221</u>
Liabilities:				
Deposits.....	<u>\$ 187</u>	<u>\$ 760</u>	<u>\$ 726</u>	<u>\$ 221</u>
Estate Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 3,298</u>	<u>\$ 20,087</u>	<u>\$ 19,199</u>	<u>\$ 4,186</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 3,298</u>	<u>\$ 20,087</u>	<u>\$ 19,199</u>	<u>\$ 4,186</u>
Hotel Lodging Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 285</u>	<u>\$ 3,602</u>	<u>\$ 3,616</u>	<u>\$ 271</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 285</u>	<u>\$ 3,602</u>	<u>\$ 3,616</u>	<u>\$ 271</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Beginning Balance January 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance December 31, 2004</u>
Local Government Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ -	\$ 38,780	\$ 38,767	\$ 13
Due from other governments.....	14,420	15,334	14,420	15,334
Total assets.....	<u>\$ 14,420</u>	<u>\$ 54,114</u>	<u>\$ 53,187</u>	<u>\$ 15,347</u>
Liabilities:				
Due to other governments.....	\$ 10,336	\$ 11,216	\$ 10,336	\$ 11,216
Unapportioned monies.....	4,084	42,898	42,851	4,131
Total Liabilities.....	<u>\$ 14,420</u>	<u>\$ 54,114</u>	<u>\$ 53,187</u>	<u>\$ 15,347</u>
Auto License Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ (37)	\$ 3,542	\$ 3,532	\$ (27)
Liabilities:				
Unapportioned monies.....	\$ (37)	\$ 3,542	\$ 3,532	\$ (27)
Gasoline Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 44	\$ 785	\$ 793	\$ 36
Liabilities:				
Unapportioned monies.....	\$ 44	\$ 785	\$ 793	\$ 36
Trailer Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 73	\$ 1,216	\$ 1,036	\$ 253
Liabilities:				
Unapportioned monies.....	\$ 73	\$ 1,216	\$ 1,036	\$ 253
Subdivision Advance Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ (99)	\$ 408,027	\$ 407,927	\$ 1
Liabilities:				
Unapportioned monies.....	\$ (99)	\$ 408,027	\$ 407,927	\$ 1

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Beginning Balance January 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance December 31, 2004</u>
Undivided Interest Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ (4)	\$ 5,144	\$ 5,095	\$ 45
Liabilities:				
Unapportioned monies.....	\$ (4)	\$ 5,144	\$ 5,095	\$ 45
Clerk of Courts				
Assets:				
Pooled cash and cash equivalents.....	\$ 1,750		\$ 400	\$ 1,350
Segregated cash.....	3,000	55,091	54,451	3,640
<i>Total Assets</i>	<u>\$ 4,750</u>	<u>\$ 55,091</u>	<u>\$ 54,851</u>	<u>\$ 4,990</u>
Liabilities:				
Deposits.....	<u>\$ 4,750</u>	<u>\$ 55,091</u>	<u>\$ 54,851</u>	<u>\$ 4,990</u>
Common Pleas Court				
Assets:				
Segregated cash.....	<u>\$ 49</u>	<u>\$ 819</u>	<u>\$ 832</u>	<u>\$ 36</u>
Liabilities:				
Deposits.....	<u>\$ 49</u>	<u>\$ 819</u>	<u>\$ 832</u>	<u>\$ 36</u>
Common Pleas Court-Probate Court				
Assets:				
Segregated cash.....	<u>\$ 280</u>	<u>\$ 1,816</u>	<u>\$ 1,912</u>	<u>\$ 184</u>
Liabilities:				
Deposits.....	<u>\$ 280</u>	<u>\$ 1,816</u>	<u>\$ 1,912</u>	<u>\$ 184</u>
Child Support Enforcement Agency				
Assets:				
Segregated cash.....	<u>\$ 36</u>	<u>\$ 3,057</u>	<u>\$ 3,071</u>	<u>\$ 22</u>
Liabilities:				
Deposits.....	<u>\$ 36</u>	<u>\$ 3,057</u>	<u>\$ 3,071</u>	<u>\$ 22</u>
Juvenile Court				
Assets:				
Segregated cash.....	<u>\$ 209</u>	<u>\$ 546</u>	<u>\$ 560</u>	<u>\$ 195</u>
Liabilities:				
Deposits.....	<u>\$ 209</u>	<u>\$ 546</u>	<u>\$ 560</u>	<u>\$ 195</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	Beginning Balance January 1, 2004	Additions	Deductions	Ending Balance December 31, 2004
Sheriff				
Assets:				
Segregated cash.....	\$ 814	\$ 18,727	\$ 18,753	\$ 788
Liabilities:				
Deposits.....	\$ 814	\$ 18,727	\$ 18,753	\$ 788
Children Services				
Assets:				
Segregated cash.....	\$ 1,021	\$ 362	\$ 433	\$ 950
Liabilities:				
Deposits.....	\$ 1,021	\$ 362	\$ 433	\$ 950
T.I.P.P. Program				
Assets:				
Segregated cash.....	\$ 3,220	\$ 11,869	\$ 11,772	\$ 3,317
Liabilities:				
Deposits.....	\$ 3,220	\$ 11,869	\$ 11,772	\$ 3,317
Family & Children Council				
Assets:				
Pooled cash and cash equivalents.....	\$ 1,115	\$ 3,810	\$ 4,385	\$ 540
Due from other governments.....	314	345	314	345
<i>Total Assets</i>	<u>\$ 1,429</u>	<u>\$ 4,155</u>	<u>\$ 4,699</u>	<u>\$ 885</u>
Liabilities:				
Accounts payable.....	\$ 436	\$ 627	\$ 436	627
Accured wages & benefits.....	7	11	7	11
Deposits.....	986	3,517	4,256	247
<i>Total Liabilities</i>	<u>\$ 1,429</u>	<u>\$ 4,155</u>	<u>\$ 4,699</u>	<u>\$ 885</u>
Other Agency Funds				
Assets:				
Pooled cash and cash equivalents.....	\$ 103	\$ 1,065	\$ 1,075	\$ 93
Liabilities:				
Deposits held due to others.....	\$ 13			\$ 13
Unapportioned monies.....	\$ 90	\$ 1,065	\$ 1,075	\$ 80
<i>Total Liabilities</i>	<u>\$ 103</u>	<u>\$ 1,065</u>	<u>\$ 1,075</u>	<u>\$ 93</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

	<u>Beginning Balance January 1, 2004</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance December 31, 2004</u>
Total				
Assets:				
Pooled cash and cash equivalents.....	\$ 26,372	\$ 1,185,187	\$ 1,185,675	\$ 25,884
Segregated cash.....	8,816	93,047	92,510	9,353
Due from other governments.....	14,734	15,679	14,734	15,679
<i>Total Assets</i>	<u>\$ 49,922</u>	<u>\$ 1,293,913</u>	<u>\$ 1,292,919</u>	<u>\$ 50,916</u>
Liabilities:				
Unapportioned monies.....	\$ 24,517	\$ 1,004,571	\$ 1,003,952	\$ 25,136
Deposits.....	11,565	96,564	97,166	10,963
Payroll withholding.....	3,061	180,924	181,022	2,963
Accounts payable.....	436	627	436	627
Accrued wages & benefits.....	7	11	7	11
Due to other governments.....	10,336	11,216	10,336	11,216
<i>Total Liabilities</i>	<u>\$ 49,922</u>	<u>\$ 1,293,913</u>	<u>\$ 1,292,919</u>	<u>\$ 50,916</u>

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Statistical Section

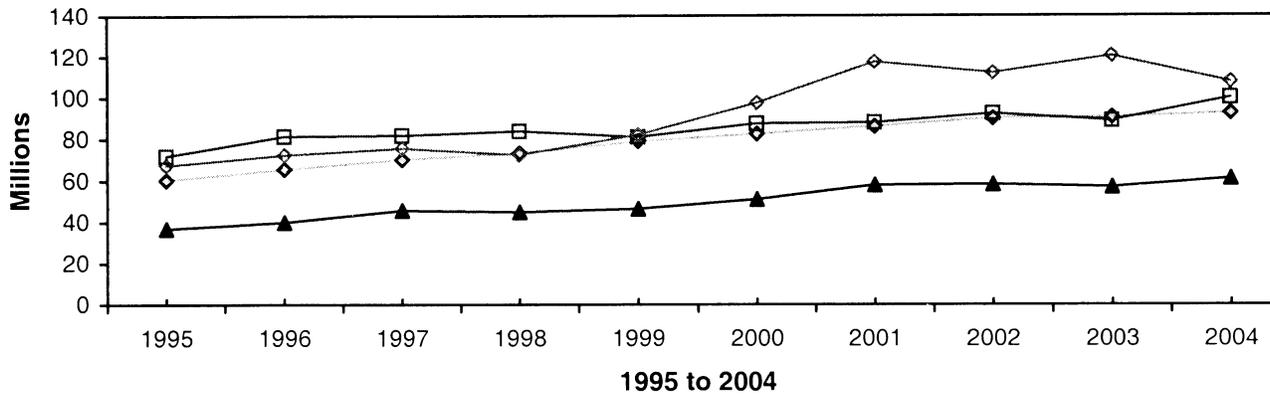


Pictured above is Fifth Third Field, which the County owns and leases to the Toledo Mud Hens, a AAA franchise in the International League. Fifth Third Field was completed in 2002 and was constructed using proceeds of \$20 million

in bonds and \$6 million in notes that are being retired using the rent from the stadium. A second larger score screen is being added to the stadium, which should be completed by July, 2005.

General Governmental Expenditures by Function

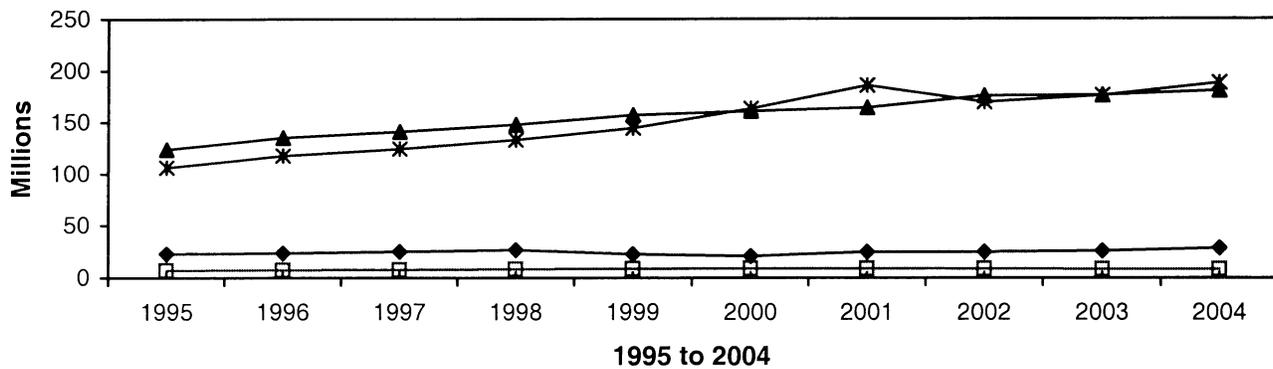
Last Ten Fiscal Years



◆ General Government ▲ Public Safety □ Health ○ Human Services

General Governmental Revenues by Source

Last Ten Fiscal Years



◆ Charges for Services ▲ All Taxes □ State & Local Government
○ Unlabeled Source * Other Intergovernmental

TABLE 1
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Health</u>	<u>Human Services</u>
1995	60,219	36,927	11,803	72,089	67,414
1996	65,572	39,990	13,233	81,577	72,418
1997	70,359	45,701	14,898	82,081	75,706
1998	73,476	44,937	15,151	84,043	72,653
1999	79,293	46,504	17,153	81,167	82,275
2000	82,611	51,138	15,772	87,651	97,555
2001	86,109	57,947	14,679	88,096	117,364
2002	90,190	58,201	13,337	92,448	112,106
2003	90,700	57,037	16,828	88,949	120,302
2004	92,597	60,969	16,638	100,119	107,677

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Refer to: "Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types and Expendable Trust Funds" in the Financial Section.

Source: Lucas County Auditor

GOVERNMENT - WIDE EXPENSES BY FUNCTION
GOVERNMENTAL ACTIVITIES
(Amounts in 000's)

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Health</u>	<u>Human Services</u>
2001	\$ 102,167	\$ 61,840	\$ 29,134	\$ 91,586	\$ 123,391
2002	94,491	57,112	27,746	92,265	111,321
2003	96,785	59,439	35,167	89,542	119,365
2004	99,592	64,095	36,273	100,803	108,666

Source: Lucas County Auditor

<u>Conservation and Recreation</u>	<u>Miscellaneous</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>	<u>Fiscal Year</u>
4,856	3,024	9,530	10,705	276,567	1995
4,828	3,573	13,634	23,115	317,940	1996
4,950	3,694	29,351	14,674	341,414	1997
5,730	4,275	11,050	16,309	327,624	1998
6,131	4,462	12,562	16,090	345,637	1999
6,276	4,599	41,516	15,593	402,711	2000
7,631	13,833	48,311	17,821	451,791	2001
6,002	15,947	32,022	18,789	439,042	2002
8,876	18,804	24,778	18,158	444,432	2003
6,761	13,224	17,752	17,445	433,182	2004

<u>Conservation and Recreation</u>	<u>Miscellaneous</u>	<u>Interest and Fiscal Charges</u>	<u>Total</u>	<u>Fiscal Year</u>
\$ 7,794	\$ 13,858	\$ 6,975	\$ 436,745	2001
6,052	15,831	6,810	411,628	2002
8,950	18,732	5,840	433,820	2003
6,766	13,215	5,269	434,679	2004

**TABLE 2
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL REVENUES BY SOURCE¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

<u>Fiscal Year</u>	<u>All Taxes</u>	<u>Charges for Services</u>	<u>Licenses and Permits</u>	<u>Fines and Forfeits</u>	<u>State and Local Government Receipts</u>
1995	123,809	23,068	50	583	7,258
1996	135,206	23,580	51	619	7,487
1997	141,051	25,182	53	693	7,852
1998	147,989	26,750	47	712	8,328
1999	157,224	22,641	44	808	8,815
2000	160,829	20,673	44	687	9,071
2001	164,396	24,608	34	666	9,064
2002	175,855	24,727	37	601	8,613
2003	176,430	25,809	54	677	8,525
2004	180,615	28,383	72	648	8,503

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Refer to: "Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types and Expendable Trust Funds" in the Financial Section.

**GOVERNMENT - WIDE REVENUES
GOVERNMENTAL ACTIVITIES
(Amounts in 000's)**

<u>Fiscal Year</u>	<u>Program Revenues</u>			<u>Taxes</u>	<u>Charges for Services not Restricted to Specific Programs</u>
	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>		
2001	\$25,022	\$187,560	\$5,467	\$283,308	\$286
2002	25,137	176,357	734	199,688	228
2003	26,507	175,913	1,839	180,161	33
2004	28,305	183,172	2,549	184,632	78

Source: Lucas County Auditor

<u>Other Inter-Governmental Receipts</u>	<u>Depository and Investment Earnings</u>	<u>Special Assessments</u>	<u>Miscellaneous</u>	<u>Total</u>	<u>Fiscal Year</u>
106,201	8,196	1,356	15,749	286,270	1995
117,796	8,320	2,216	17,470	312,745	1996
124,563	9,871	1,801	23,741	334,807	1997
133,125	11,651	2,313	16,482	347,397	1998
144,563	7,527	2,122	18,912	362,656	1999
163,594	17,928	2,344	20,273	395,443	2000
185,689	13,525	2,581	43,382	443,945	2001
169,732	8,321	2,303	38,431	428,620	2002
176,076	4,016	1,763	47,504	440,854	2003
188,015	3,171	2,035	22,456	433,898	2004

<u>General Revenue</u>					
<u>Intergovernmental Revenue not Restricted to Specific Programs</u>	<u>Investment Earnings</u>	<u>Miscellaneous</u>	<u>Total</u>	<u>Fiscal Year</u>	
\$1,726	\$13,814	\$43,382	\$560,565	2001	
1,254	8,468	38,586	450,452	2002	
7,508	5,906	47,504	445,371	2003	
10,872	3,171	26,419	439,198	2004	

Real General Governmental Expenditures and Revenues

Last Ten Fiscal Years

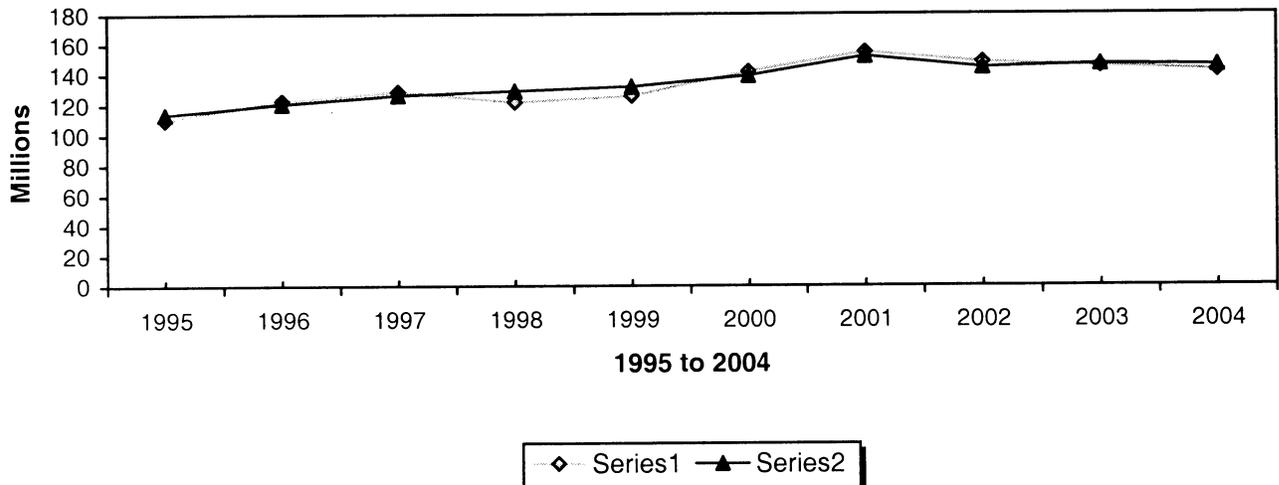


TABLE 3
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL EXPENDITURES AND REVENUES
ADJUSTED FOR INFLATION¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

<u>Fiscal Year</u>	<u>Total Nominal Expenditures</u>	<u>Total Nominal Revenues</u>	<u>Average² CPI-U</u>	<u>Total Real Expenditures</u>	<u>Total Real Revenues</u>	<u>Fiscal Year</u>
1995	\$276,567	\$286,270	456.5	\$109,960	\$113,818	1995
1996	317,940	312,745	469.9	122,805	120,799	1996
1997	341,414	334,807	480.8	128,882	126,388	1997
1998	327,624	347,397	488.3	121,777	129,127	1998
1999	345,637	362,656	499.0	125,718	131,908	1999
2000	402,711	395,443	515.8	141,706	139,148	2000
2001	451,791	443,945	530.4	154,600	151,916	2001
2002	439,042	428,620	538.4	148,005	144,492	2002
2003	444,432	442,636	550.5	146,529	145,937	2003
2004	433,182	443,898	552.9	142,200	145,717	2004

¹ Between 1995 and 2004 real expenditures increased by 29.3% or \$32 million, while real revenues increased by 28.0% or \$31.9 million over the same period.

² Average Consumer Price Index for all Urban Consumers. 1977 is the base year when the Average CPI-U was 181.5.

Source: Lucas County Auditor

Tax Revenue by Source

Last Ten Fiscal Years

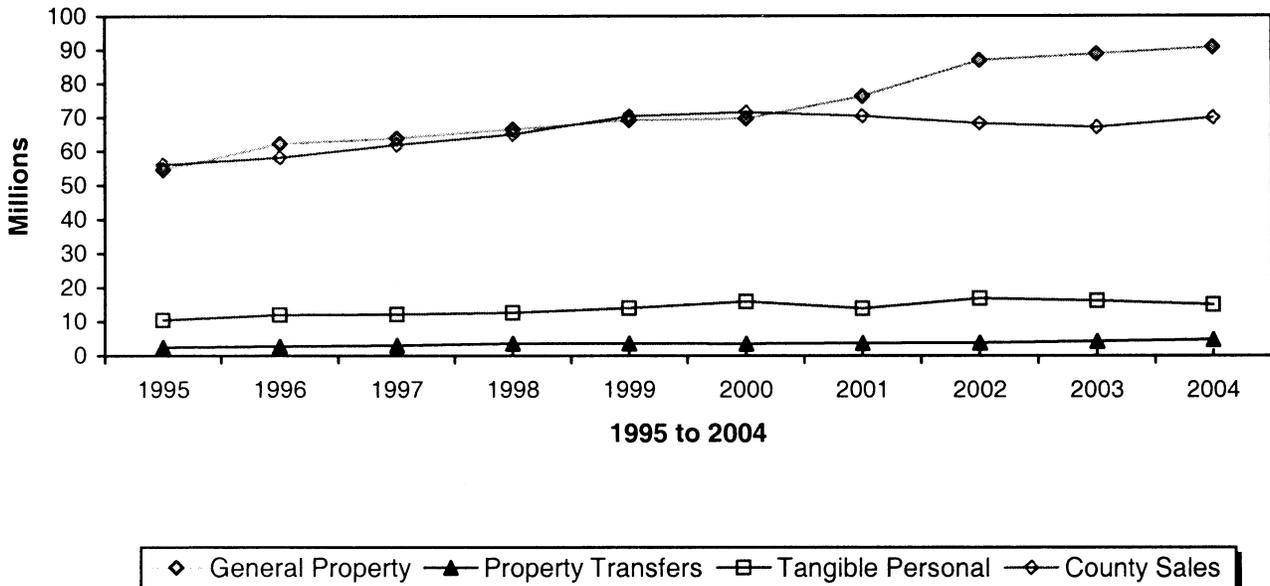


TABLE 4
LUCAS COUNTY, OHIO
TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	General Property Tax	Tangible ¹ Personal Tax	Property Transfer Tax	County Sales Tax	Total	Fiscal Year
1995	\$54,563	\$10,523	\$2,562	\$56,161	\$123,809	1995
1996	62,206	12,034	2,785	58,181	135,206	1996
1997	63,821	12,289	3,006	61,935	141,051	1997
1998	66,516	12,799	3,629	65,045	147,989	1998
1999	69,124	14,021	3,638	70,441	157,224	1999
2000	69,697	15,960	3,598	71,574	160,829	2000
2001	76,203	13,953	3,760	70,480	164,396	2001
2002	86,817	16,948	3,879	68,211	175,855	2002
2003	88,799	16,226	4,398	67,007	176,430	2003
2004	90,769	15,170	4,718	69,958	180,615	2004

¹ Tangible Personal Tax includes: personal property tax, mobile home tax and grain tax.

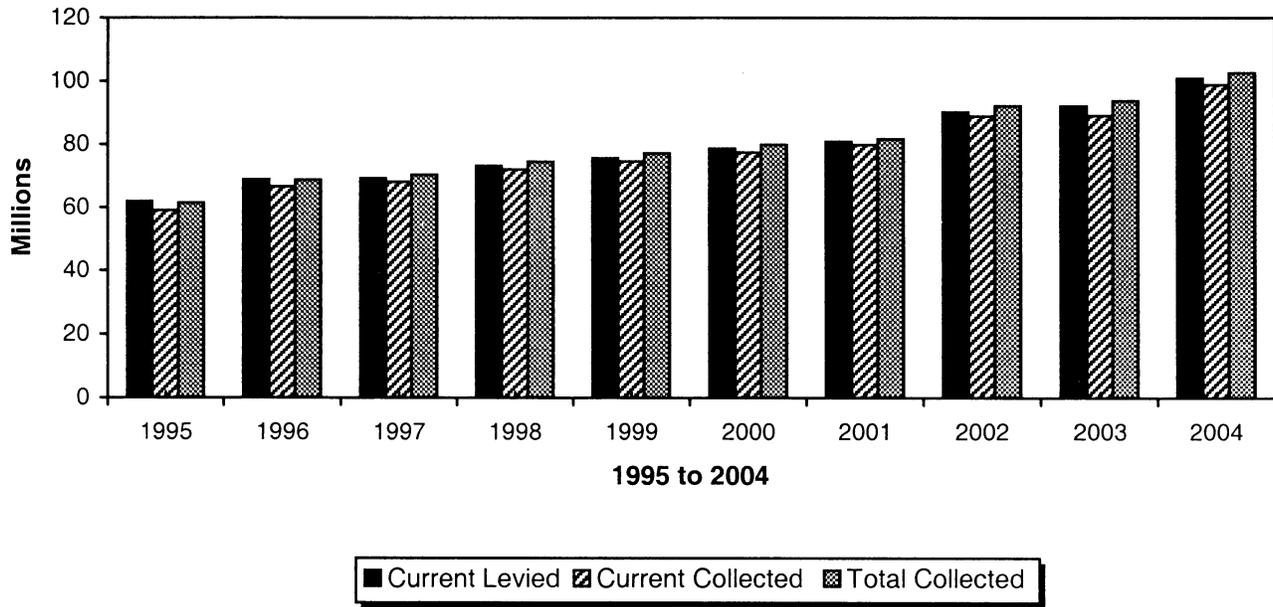
**TABLE 5
LUCAS COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS-REAL AND PUBLIC UTILITY¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

<u>Tax/Levy Collection Year</u>	<u>Current Taxes Levied</u>	<u>Current Taxes Collected</u>	<u>Current Taxes Collected as a Percent of Taxes Levied-Current</u>	<u>Delinquent Taxes Collected</u>
1994/1995	\$61,930	\$59,020	95.30%	\$2,422
1995/1996	68,897	66,619	96.69%	2,107
1996/1997	69,220	68,126	98.42%	2,268
1997/1998	73,217	72,021	98.37%	2,551
1998/1999	75,699	74,647	98.61%	2,467
1999/2000	78,647	77,499	98.54%	2,436
2000/2001	80,974	79,938	98.72%	1,846
2001/2002	90,273	88,991	98.58%	3,223
2002/2003	92,225	89,118	96.63%	4,749
2003/2004	100,917	98,993	98.10%	3,660

¹ Includes all tax rates levied county-wide for: General Fund, Senior Services, Community Mental Health, Board of Mental Retardation, Children Services, Toledo-Lucas County Port Authority, Toledo Zoo, Toledo Lucas County Library and 9-1-1 Emergency Telephone System. Refer to: "Table 8 - Property Tax Rates of All Overlapping Governments" in this section.

Property Tax Levies and Collections

Last Ten Fiscal Years



<u>Delinquent Taxes Collected as a Percent of Total Taxes Collected</u>	<u>Total Taxes Collected</u>	<u>Total Collections as a Percent of Taxes Levied-Current</u>	<u>Accumulated Delinquencies</u>	<u>Tax/Levy Collection Year</u>
3.94%	\$61,442	99.21%	\$6,227	1994/1995
3.07%	68,726	99.75%	5,972	1995/1996
3.22%	70,394	101.70%	5,977	1996/1997
3.42%	74,572	101.85%	5,796	1997/1998
3.20%	77,114	101.87%	5,760	1998/1999
3.05%	79,935	101.64%	5,012	1999/2000
2.28%	81,784	101.00%	5,872	2000/2001
3.57%	92,214	102.20%	6,321	2001/2002
5.15%	93,867	101.78%	5,893	2002/2003
3.56%	102,653	101.72%	9,394	2003/2004

TABLE 6
LUCAS COUNTY, OHIO
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

Tax/Levy Collection Year	Real Property ²		Personal Property ³	
	Assessed	Estimated Actual	Assessed	Estimated Actual
1994/1995	\$4,441,482	\$12,689,949	\$764,626	\$3,058,504
1995/1996	4,481,813	12,805,180	801,851	3,207,404
1996/1997	4,550,925	13,002,643	841,559	3,366,236
1997/1998	5,014,699	14,327,711	862,362	3,449,448
1998/1999	5,100,496	14,572,846	869,274	3,477,096
1999/2000	5,198,999	14,854,283	934,788	3,739,152
2000/2001	6,388,628	18,253,223	935,000	3,740,000
2001/2002	6,466,039	18,474,397	931,139	3,879,746
2002/2003	6,574,039	18,782,969	868,142	3,472,568
2003/2004	7,430,645	21,230,414	846,481	3,680,352

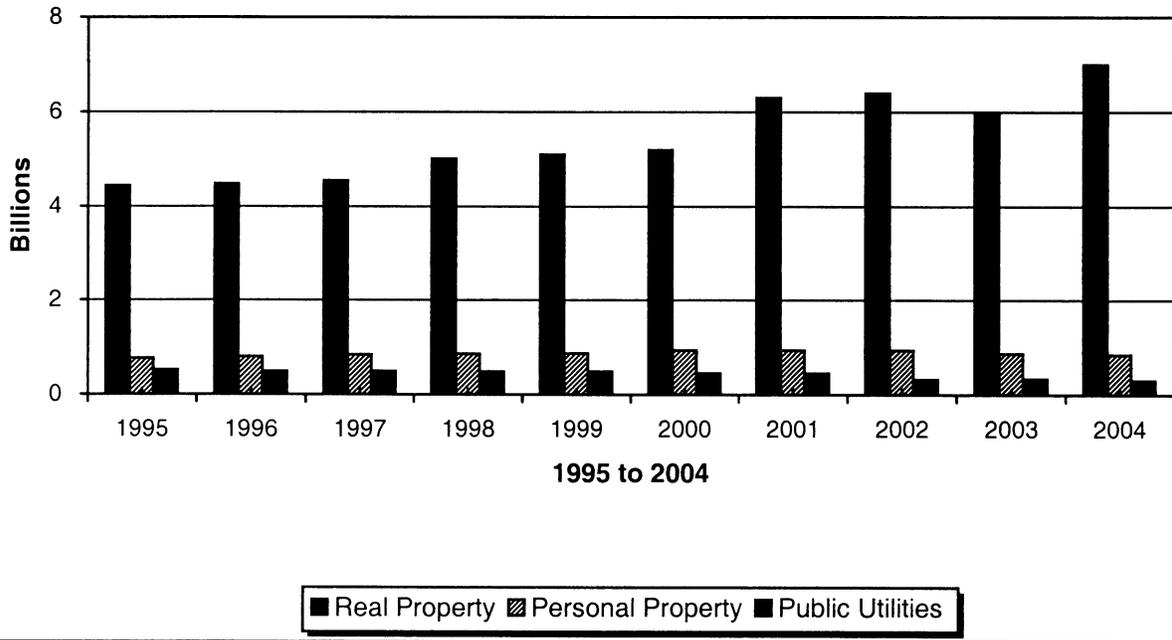
¹ Exempt properties are not included in the estimated actual values or in assessed valuations.

² The estimated actual values for real estate property were derived by 35% of the assessed values of real estate property. Refer to "Note J-Property Tax Revenues" in the Notes to the Financial Statements.

³ The estimated actual values for personal property and public utility were derived from an average rate of the assessed values (the average rate consists of varying rates for manufacturing equipment, inventory and other equipment) for the ten fiscal years presented.

Assessed Value of Taxable Property

Last Ten Fiscal Years



Public Utility ³				Assessed Value as a Percent of Estimated Actual Value	Tax/Levy Collection Year
Assessed	Estimated Actual	Assessed	Estimated Actual		
\$518,515	\$1,831,238	\$5,724,623	\$17,579,691	32.56%	1994/1995
494,129	1,764,746	5,777,793	17,777,330	32.50%	1995/1996
490,200	1,750,714	5,882,684	18,119,593	32.47%	1996/1997
483,823	1,727,940	6,364,073	19,516,528	32.61%	1997/1998
487,012	1,739,329	6,453,593	19,777,882	32.63%	1998/1999
453,059	1,812,236	6,586,846	20,405,671	32.28%	1999/2000
453,115	1,812,460	7,776,743	23,805,683	32.67%	2000/2001
320,729	1,282,916	7,717,907	23,637,059	32.65%	2001/2002
336,019	1,400,079	7,778,200	23,655,616	32.88%	2002/2003
302,575	1,210,300	8,579,701	26,121,066	32.85%	2003/2004

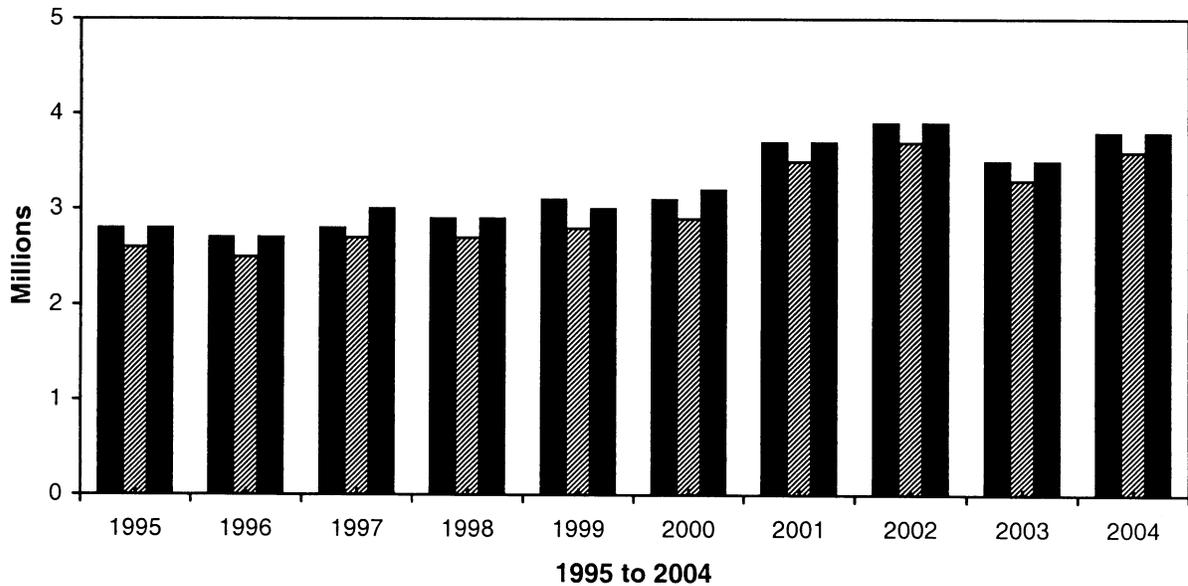
**TABLE 7
LUCAS COUNTY, OHIO
SPECIAL ASSESSMENT LEVIES AND COLLECTIONS¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

Tax/Levy Collection Year	Current Assessment Levies	Current Assessments Collected	Current Assessments Collected as a Percent of Assessment Levies	Delinquent Assessments Collected
1994/1995	\$2,810	\$2,630	93.59%	\$259
1995/1996	2,755	2,528	91.76%	172
1996/1997	2,864	2,729	95.29%	282
1997/1998	2,914	2,785	95.57%	172
1998/1999	3,125	2,891	92.51%	153
1999/2000	3,168	2,974	93.88%	232
2000/2001	3,762	3,550	94.36%	182
2001/2002	3,944	3,711	94.09%	249
2002/2003	3,546	3,320	93.63%	253
2003/2004	3,864	3,624	93.79%	251

¹ Assessment levies and collections include assessment districts outside the County entity.

Special Assessment Collections

Last Ten Fiscal Years



■ Current Levied ▨ Current Collected ■ Total Collected

Delinquent Assessments Collected as a Percent of Assessment Levies	Total Assessments Collected	Total Collections as a Percent of Current Assessment Levies	Accumulated Delinquencies	Tax/Levy Collection Year
9.22%	\$2,889	102.81%	\$362	1994/1995
6.24%	2,700	98.00%	362	1995/1996
9.85%	3,011	105.13%	246	1996/1997
5.90%	2,957	101.48%	209	1997/1998
4.90%	3,045	97.44%	291	1998/1999
7.32%	3,206	101.20%	268	1999/2000
4.84%	3,732	99.20%	316	2000/2001
6.31%	3,960	100.41%	327	2001/2002
7.13%	3,573	100.76%	332	2002/2003
6.50%	3,876	100.31%	352	2003/2004

TABLE 8
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)

Taxable Year: Collection Year:	1994 <u>1995</u>	1995 <u>1996</u>	1996 <u>1997</u>	1997 <u>1998</u>
Lucas County Entities:				
General Fund.....	\$2.00	\$2.00	\$2.00	\$2.00
Board of Mental Retardation.....	4.50	4.50	4.50	4.50
Children Services Board.....	3.50	3.50	3.50	3.50
Community Mental Health.....	1.50	1.50	1.50	1.50
Emergency Medical Service.....	-	-	-	-
Senior Services.....	0.25	0.25	0.25	0.25
9-1-1 Emergency Telephone System...	0.50	0.50	0.70	0.70
Zoo (improvements).....	0.50	1.00	0.95	0.95
Zoo (operating).....	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>
<i>Total Lucas County Entities.....</i>	13.45	13.95	14.10	14.10
Other Entities:				
Metroparks.....	1.00	1.00	1.00	1.00
Toledo-Lucas County Port Authority.....	0.40	0.40	0.40	0.40
Toledo-Lucas County Library.....	1.00	1.85	1.85	1.85
Toledo Area Regional Transportation Authority ²	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>
<i>Total Rates.....</i>	<u><u>\$18.35</u></u>	<u><u>\$19.70</u></u>	<u><u>\$19.85</u></u>	<u><u>\$19.85</u></u>

¹ Property tax rates are determined by a combination of the county-wide tax rates and the applicable tax rates for the school district, township and municipality in which the property is located.

² Tarta is not levied in every county taxing district.

<u>1998</u> <u>1999</u>	<u>1999</u> <u>2000</u>	<u>2000</u> <u>2001</u>	<u>2001</u> <u>2002</u>	<u>2002</u> <u>2003</u>	<u>2003</u> <u>2004</u>
\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00
4.50	4.50	4.50	5.00	5.00	5.00
3.50	3.50	3.50	2.65	2.65	2.40
1.50	1.50	1.50	1.50	1.50	1.50
-	-	-	-	-	-
0.25	0.45	0.45	0.45	0.45	0.45
0.70	0.70	0.70	0.70	0.70	0.70
0.95	0.95	0.95	0.95	0.95	0.95
<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>	<u>0.70</u>
14.10	14.30	14.30	13.95	13.95	13.70
1.40	1.40	1.40	1.40	1.70	1.70
0.40	0.40	0.40	0.40	0.40	0.40
1.85	1.85	1.70	1.70	1.70	2.50
<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>
<u>\$20.25</u>	<u>\$20.45</u>	<u>\$20.30</u>	<u>\$19.95</u>	<u>\$20.25</u>	<u>\$20.80</u>

continued

TABLE 8
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹-(continued)
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)

Taxable Year: Collection Year:	1994 <u>1995</u>	1995 <u>1996</u>	1996 <u>1997</u>	1997 <u>1998</u>
School Districts:				
Anthony Wayne.....	\$62.90	\$66.80	\$66.80	\$64.50
Evergreen.....	39.70	42.90	42.90	39.70
Maumee.....	57.40	59.60	64.50	62.30
Oregon.....	45.80	45.80	49.20	49.20
Otsego.....	51.80	52.60	51.80	57.20
Ottawa Hills.....	97.90	104.30	104.30	107.05
Springfield.....	65.20	67.40	67.40	64.20
Swanton.....	56.00	65.16	64.60	62.10
Sylvania.....	62.30	63.90	68.20	66.30
Toledo.....	57.70	57.80	57.80	57.80
Washington.....	56.80	56.80	61.70	61.70
Joint Vocational School Districts:				
Four County.....	3.20	3.20	3.20	3.20
Penta County.....	2.20	2.20	2.20	2.20
Townships:				
Harding.....	3.30	3.30	3.30	3.30
Jerusalem.....	9.75	9.75	9.75	9.75
Monclova.....	5.20	5.20	5.20	5.20
Providence.....	6.45	6.45	6.45	4.45
Richfield.....	5.30	5.30	7.20	7.20
Spencer.....	6.00	6.00	6.00	6.00
Springfield.....	6.30	6.30	8.10	8.10
Swanton.....	4.90	5.20	5.20	5.20
Sylvania.....	16.40	16.40	16.40	16.40
Washington.....	19.20	19.20	19.50	19.50
Waterville.....	9.30	9.30	9.30	9.30
Municipalities:				
Village of Berkey.....	3.00	3.00	3.00	3.00
Village of Harbor View.....	7.00	7.00	7.00	7.00
Village of Holland.....	2.00	0.80	0.80	0.80
City of Maumee.....	4.10	4.00	4.00	4.00
City of Oregon.....	3.50	3.50	3.50	3.50
Village of Ottawa Hills.....	4.10	4.10	4.10	4.10
Village of Swanton.....	3.00	3.00	3.00	3.00
City of Sylvania.....	6.25	6.25	6.25	6.25
City of Toledo.....	4.40	4.40	4.40	4.40
Village of Waterville.....	3.50	3.50	3.50	3.50
Village of Whitehouse.....	3.50	3.50	3.50	3.50

¹ Property tax rates are determined by a combination of the county-wide tax rates and the applicable tax rates for the school district, township or municipality in which the property is located.

1998	1999	2000	2001	2002	2003
1999	2000	2001	2002	2003	2004
\$64.50	\$64.50	\$63.70	\$63.70	\$63.70	\$68.20
39.70	47.23	47.23	47.23	47.88	47.88
62.30	62.30	62.30	62.30	62.30	71.74
49.20	49.20	49.20	49.20	49.20	55.10
49.11	57.70	56.90	56.90	47.40	43.50
107.05	113.20	113.10	113.10	114.35	114.65
64.20	65.10	64.10	64.10	68.10	67.90
62.05	62.05	68.74	68.74	68.11	68.11
66.30	65.70	65.20	65.20	70.10	70.00
57.80	57.50	63.00	63.00	67.99	67.60
61.70	60.70	65.90	65.90	65.90	65.90
3.20	3.20	3.20	3.20	3.20	3.20
2.20	2.20	2.20	2.20	2.20	3.20
3.30	3.30	4.30	4.30	4.30	4.30
9.75	9.75	9.75	9.75	9.75	9.75
5.20	5.20	5.20	5.20	5.20	5.20
6.95	6.95	6.95	6.95	6.95	6.95
7.20	7.20	7.20	7.20	5.80	8.64
6.00	6.00	6.00	6.00	6.00	6.00
8.10	8.10	8.10	8.10	8.10	8.10
6.10	6.10	6.10	6.10	6.10	6.10
16.40	16.40	16.72	16.72	18.42	18.42
19.50	19.50	19.50	19.50	19.50	24.25
9.30	9.30	10.80	10.80	9.60	9.60
3.00	3.00	3.00	3.00	3.00	3.00
7.00	7.00	7.00	7.00	7.00	7.00
0.80	0.80	0.80	0.80	0.80	0.80
3.85	3.70	3.70	3.70	3.70	3.70
3.50	3.50	3.50	3.50	3.50	3.50
4.10	4.10	4.10	4.10	4.10	4.10
3.00	4.50	4.50	4.50	4.50	4.50
6.40	6.40	6.40	6.40	6.30	6.25
4.40	4.40	4.40	4.40	4.40	4.40
3.50	3.50	3.50	3.50	3.50	3.50
3.50	3.50	3.50	3.50	3.50	3.50

TABLE 9
LUCAS COUNTY, OHIO
RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(Dollar Amounts in 000's)

<u>Fiscal Year</u>	<u>Total(ii)(iii) Population</u>	<u>Assessed¹ Values</u>	<u>Gross General(i) Bonded Debt</u>	<u>Less Debt (i) Service Fund Balance</u>
1995	457,100	\$5,724,623	\$49,250	\$810
1996	452,691	5,777,793	68,325	1,029
1997	452,400	5,882,684	75,500	7,372
1998	448,300	6,364,073	67,900	6,652
1999	447,300	6,453,593	60,060	5,986
2000	455,054	6,586,846	52,590	6,139
2001	454,500	7,776,743	61,770	10,542
2002	453,506	7,717,907	53,200	12,907
2003	452,600	7,778,200	50,500	16,542
2004	451,700	8,579,701	42,060	9,689

¹ Refer to: "Table 6 - Assessed and Estimated Actual Value of Taxable Property" in this section.

Source (i): Lucas County Auditor

Source (ii): Toledo Regional Growth Partnership

Source (iii): Sales Marketing Management 2001

TABLE 10
LUCAS COUNTY, OHIO
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL
BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(Amounts in 000's)

<u>Fiscal¹ Year</u>	<u>General Obligation Principal</u>	<u>General Obligation Interest</u>	<u>Total² General Obligation Debt Service</u>	<u>Total¹ General Governmental Expenditures</u>
1995	\$2,942	\$3,288	\$6,230	\$276,567
1996	14,845	3,588	18,433	317,940
1997	6,425	3,971	10,396	341,414
1998	7,600	4,203	11,803	327,624
1999	7,840	3,815	11,655	345,637
2000	7,470	3,436	10,906	402,711
2001	7,820	3,538	11,358	451,791
2002	8,345	4,907	13,252	439,042
2003	8,960	4,384	13,344	440,854
2004	8,990	3,932	12,922	433,182

¹ Refer to: "Table 1 - General Governmental Expenditures by Function" in this section.

² General obligation bonds reported in the Enterprise funds and special assessment debt with governmental commitment have been excluded.

Source: Lucas County Auditor

<u>Net General Bonded Debt</u>	<u>Ratio of Net General Bonded Debt to Assessed Value</u>	<u>Per Capita Net General Bonded Debt</u>	<u>Fiscal Year</u>
\$48,440	0.846%	105.97	1995
67,296	1.165%	148.66	1996
68,128	1.158%	150.59	1997
61,248	0.962%	136.62	1998
54,070	0.838%	120.88	1999
46,451	0.705%	102.08	2000
51,228	0.659%	112.71	2001
40,293	0.522%	88.85	2002
33,958	0.437%	75.03	2003
32,371	0.377%	71.67	2004

<u>Ratio of Total Debt Service to General Governmental Expenditures</u>	<u>Fiscal Year</u>
2.25%	1995
5.80%	1996
3.04%	1997
3.60%	1998
3.37%	1999
2.71%	2000
2.51%	2001
3.02%	2002
3.03%	2003
2.98%	2004

**TABLE 11
LUCAS COUNTY, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
FOR FISCAL YEAR ENDED December 31, 2004
(Amounts in 000's)**

Direct legal debt limitation¹:			
3.0% of the first \$100,000 assessed valuation.....			\$3,000
1.5% on excess of \$100,000-not in excess of \$300,000.....			3,000
2.5% on the amount in excess of \$300,000 ²			<u>210,798</u>
<i>Total direct legal debt limitation.....</i>			216,798
<i>Total of all county debt outstanding³.....</i>		\$64,706	
Less:			
Special assessment bonds and notes (self-supporting) ³	17,570		
Correctional facilities bonds (4).....	<u>13,757</u>		
<i>Total exempt debt.....</i>		(31,327)	
<i>Total net indebtedness (voted and unvoted) subject to direct debt limitation.....</i>			<u>33,379</u>
<i>Direct legal debt margin.....</i>			<u>\$183,419</u>
Unvoted debt limitation (subject to 1% of County assessed valuation).....		87,319	
Total net indebtedness (unvoted - subject to the 1% legal debt limitation).....		<u>(29,763)</u>	
<i>Total unvoted legal debt margin.....</i>			<u>\$57,556</u>

¹ Direct legal debt limitation is outlined by the Ohio Revised Code, codifications 133.02 and 133.05, not including available equity in debt service fund.

² Refer to: "Table 6 - Assessed and Estimated Actual Value of Taxable Property" in this section.

³ Excludes Ohio Water Development Authority (OWDA) and Ohio Public Works Commission (OPWC) loans, and non-tax revenue bonds. Refer to and to "Note H - Long-term Debt and Other Obligations" in the Notes to the Financial Statements.

⁴ Excluded by state statute.

TABLE 12
LUCAS COUNTY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF DECEMBER 31, 2004
(Amounts in 000's)

	<u>Debt Outstanding</u>	<u>Percent Applicable to County</u>	<u>Amount Applicable to County</u>
Direct debt:			
Lucas County ¹	\$49,400	100.0%	\$49,400
Overlapping debt:			
Municipalities:²			
All cities and villages within			
Lucas County.....	144,506	100.0%	144,506
Swanton Village.....	1,520	7.20%	109
School districts:³			
All school districts			
within Lucas County.....	263,360	100.0%	263,360
Evergreen local.....	13,218	27.9%	3,688
Anthony Wayne local.....	28,866	98.2%	28,346
Swanton local.....	15,785	38.5%	6,077
Overlapping debt.....	467,255	95.5%	446,086
<i>Total direct and overlapping debt....</i>	<u>\$516,655</u>	95.9%	<u>\$495,486</u>

¹ Excluding special assessment debt with governmental commitment, revenue bonds, general obligation bonds reported in Enterprise funds and Regional Jail bonds.

² The cities which are wholly located within the legal boundaries of Lucas County are: Maumee, Oregon, Sylvania and Toledo. The villages which are wholly located within the legal boundaries of Lucas County are: Berkey, Harbor View, Holland, Ottawa Hills, Waterville and Whitehouse.

³ The school districts which are wholly located within the legal boundaries of Lucas County are: Maumee (CSD), Ottawa Hills (LSD), Oregon(CSD), Springfield (LSD), Sylvania (CSD), Toledo (CSD) and Washington (LSD).

**Chart of Direct and Overlapping Debt
as of December 31, 2004**

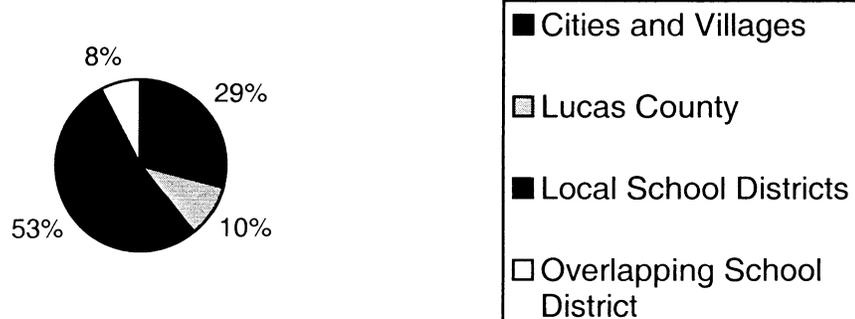


TABLE 13
LUCAS COUNTY, OHIO
PROPERTY VALUES, BANK DEPOSITS AND CONSTRUCTION ACTIVITY
LAST TEN FISCAL YEARS
(Dollar Amounts in 000's)

<u>Fiscal Year</u>	<u>Assessed Values of¹ Real, Personal and Utility Property(i)</u>	<u>Certified Bank Deposits (ii)</u>	<u>Valuation of² Construction (iii)</u>	<u>Total² Permits Issued (iii)</u>
1995	\$5,724,623	\$3,053,287	\$265,933	8,790
1996	5,777,793	3,810,869	347,064	11,524
1997	5,882,684	3,037,031	287,618	9,848
1998	6,360,884	5,302,858	163,312	7,484
1999	6,453,593	6,340,350	194,109	7,884
2000	6,586,846	2,413,149	201,872	7,527
2001	7,776,743	785,707	213,273	8,198
2002	7,717,907	167,588	239,518	8,529
2003	7,778,200	139,299	245,701	8,654
2004	8,579,701	184,607	262,324	8,684

¹ Refer to: "Table 6-Assessed and Estimated Actual Value of Taxable Property" in this section.

² Represents all privately owned new construction including residential and nonresidential structures, and residential and nonresidential garage and carport additions, alterations and conversions.

Source (i): Lucas County Auditor

Source (ii): Data Services Department-Federal Reserve Bank of Cleveland.

Source (iii): Lucas County Building Regulation Department, City of Toledo Building Department, City of Oregon Inspection Department, City of Maumee Division of Building and the Village of Whitehouse Building Department.

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TABLE 14
LUCAS COUNTY, OHIO
TOP TEN PRIVATE SECTOR PRINCIPAL TAXPAYERS
FOR FISCAL YEAR ENDED DECEMBER 31, 2004
(Amounts in 000's)

<u>Firm</u>	<u>2003 Assessed Real Estate Values</u>	<u>2003 Assessed Personal Property Values</u>	<u>Total 2003 Assessed Property Values</u>
General Motors Hydra-Matic.....	\$8,535	\$50,655	\$59,190
Sunoco Inc R&M.....	5,049	48,685	53,734
BP America.....	5,960	29,830	35,790
Daimler Chrysler.....	1,762	30,236	31,998
Block Communications.....	1,438	22,622	24,060
Owens Illinois.....	19,250	2,895	22,145
Johns Manville.....	3,694	18,286	21,980
The Andersons.....	13,411	7,352	20,763
Meijer Stores.....	13,435	7,267	20,702
Multi Foods.....	3,256	14,649	17,905
<i>Totals</i>	<u>\$75,790</u>	<u>\$232,477</u>	<u>\$308,267</u>

¹ Refer to: "Table 6-Assessed and Estimated Actual Value of Taxable Property" in this section.

Source: Lucas County Auditor

TABLE 15
LUCAS COUNTY, OHIO
TOP FIVE PUBLIC UTILITY TAXPAYERS
FOR FISCAL YEARS ENDED DECEMBER 31, 2004 AND DECEMBER 31, 2003
(Amounts in 000's)

<u>Utility</u>	<u>2004 Assessed Public Utility Values</u>	<u>2003 Assessed Public Utility Values</u>	<u>2004 Percent of Utilities Assessed Value to Total 2004 Assessed Value</u>
Toledo Edison.....	\$111,915	\$112,924	1.29%
Ohio Bell.....	60,556	63,022	0.70%
Columbia Gas.....	23,207	23,325	0.27%
Northfolk Southern.....	10,287	10,343	0.12%
American Transmission System.....	25,788	27,809	0.30%
<i>Totals</i>	<u>\$231,753</u>	<u>\$237,423</u>	<u>2.68%</u>

Source: Lucas County Auditor

2003 Percent ¹ Firms Assessed Value to Total 2003 Assessed Property Values	Rank of Top Ten Firms by Assessed Property Values	
	2004	2003
0.68%	1	2
0.62%	2	1
0.41%	3	4
0.37%	4	3
0.28%	5	5
0.25%	6	7
0.25%	7	6
0.24%	8	9
0.24%	9	8
0.21%	10	n/a
<u>3.34%</u>		

2003 Percent of Utilities Assessed Value to Total 2003 Assessed Value
1.45%
0.81%
0.30%
0.10%
0.30%
<u>2.96%</u>

**TABLE 16
LUCAS COUNTY, OHIO
DEMOGRAPHIC STATISTICS
AS OF DECEMBER 31, 2004**

POPULATION DENSITY

<u>Census Year</u>	<u>Square Miles</u>	<u>Population in Lucas County</u>	<u>Population Density</u>
1970	343.3	483,551	1,408.5
1980	343.3	471,741	1,383.4
1990	341.0	462,361	1,355.9
2000	341.0	455,054	1,334.5

Source: Bureau of Census-United States Department of Commerce

EMPLOYMENT TRENDS

Ten Year Average Employment

<u>Year</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
1995	214,400	11,500	5.0%	4.8%	5.6%
1996	215,700	11,500	5.1%	4.9%	5.4%
1997	218,300	11,900	5.2%	4.6%	4.9%
1998	218,000	12,700	5.5%	4.2%	4.5%
1999	222,000	12,100	5.2%	4.2%	4.2%
2000	219,000	11,200	4.9%	4.1%	4.0%
2001	220,500	11,500	5.0%	4.3%	4.8%
2002	215,400	15,900	6.9%	5.7%	5.8%
2003	214,700	18,200	7.8%	6.1%	6.0%
2004	209,100	16,600	7.4%	6.1%	5.5%

2004 Monthly Employment

<u>Month</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
January	204,300	18,500	8.3%	7.0%	6.3%
February	206,100	17,900	8.0%	6.7%	6.0%
March	206,500	17,800	7.9%	6.6%	6.0%
April	208,100	16,800	7.5%	6.0%	5.4%
May	209,500	16,300	7.2%	5.8%	5.3%
June	209,000	17,800	7.9%	6.4%	5.8%
July	210,700	18,000	7.9%	6.3%	5.7%
August	209,900	15,900	7.0%	5.8%	5.4%
September	210,700	15,000	6.7%	5.8%	5.1%
October	211,700	15,300	6.7%	5.8%	5.1%
November	211,800	15,500	6.8%	6.0%	5.2%
December	210,800	14,700	6.5%	5.7%	5.1%

Source: Ohio Bureau of Employment Services

**TABLE 17
LUCAS COUNTY, OHIO
MISCELLANEOUS STATISTICS
AS OF DECEMBER 31, 2004**

HOSPITALS

<u>Name</u>	<u>Number of Beds</u>
Toledo Hospital.....	665
St. Vincent Mercy Medical Center.....	556
St. Charles Mercy Hospital.....	390
Medical College of Ohio.....	319
St. Lukes Hospital.....	316
Flower Hospital.....	542
St. Anne Mercy Hospital.....	142
Bay Park Community Hospital.....	82

Source: Lucas County Auditor

HIGHER EDUCATION INSTITUTIONS

<u>Name of Institution</u>	<u>2004/2005 Fall/Winter Enrollment</u>
University of Toledo.....	18,962
Lourdes College.....	1,434
Medical College of Ohio.....	1,143
Stautzenberger College of Business and Technology.....	785
University of Toledo-College of Law.....	518
Davis College.....	403
<i>Total enrollment.....</i>	<i>23,245</i>

Source: Lucas County Auditor

**TABLE 17
LUCAS COUNTY
MISCELLANEOUS STATISTICS-(continued)
AS OF DECEMBER 31, 2004
(Dollar Amounts in 000's)**

NATIONAL AND INTERNATIONAL FIRM RANKINGS

<u>Firm</u>	<u>Overall Rank 2004</u>	<u>Overall Rank 2003</u>	<u>Ohio Rank 2004</u>	<u>Gross Sales</u>	<u>2004 Net Assets</u>	<u>Asset Rank</u>
Dana Corporation.....	201	193	10	\$10,939,000	\$9,047,000	291
Owens-Illinois.....	292	302	15	7,146,000	10,737,000	262
Owens-Corning	349	350	20	5,675,000	7,639,000	321

INDUSTRIAL RANKINGS

<u>Firm</u>	<u>2004 Number of Employees</u>	<u>Industry</u>	<u>2004 Rank</u>	<u>2003 Rank</u>
Dana Corporation.....	45,900	Motor Vehicle & Parts	10	8
Owens-Illinois.....	n/a	Building Materials, Glass	n/a	n/a
Owens-Corning	19,000	Building Materials, Glass	1	1

*Source: Fortune magazine, "The Largest 500 U.S. Industrial Companies," April 18, 2005 Volume 151, No. 8

**TABLE 17
LUCAS COUNTY, OHIO
MISCELLANEOUS STATISTICS-(continued)
AS OF DECEMBER 31, 2004**

EMPLOYERS

Top Ten Private Employers

<u>Employer</u>	<u>Number of Employees</u>	<u>Primary Type of Product/Service</u>
ProMedica Health Systems**.....	11,164	Medicine and health care
Mercy Health Partners*.....	6,640	Medicine and health care
Daimler-Chrysler/Toledo Jeep.....	5,281	Automatic manufacturing
General Motors/Power Train.....	3,590	Automatic manufacturing
Kroger.....	3,488	Retail grocery
Medical College of Ohio.....	3,341	Medicine and health care
Andersons.....	2,786	Grain Storage/Process/Retail
HCR Manor Care.....	2,568	Health Care Services
United Parcel Service.....	2,108	Mail Service
Lott Industries.....	<u>1,616</u>	Packaging Services
<i>Top ten total employed</i>	<u><u>42,582</u></u>	
<i>Percent of total work force¹</i>	20.37%	

¹Refer to: "Employment Trends-Ten Year Employment" within Table 16 of this Section.

*1997 Merger of Mercy, Riverside, St. Charles and St. Vincent Mercy Medical Centers.

**1998 Merger of Childrens Medical Center, Flower Hospital, Toledo Hospital, Crestview Club Apt.

Goerlich Center, Caring Home Helath Serv. Lake Park, Golden Haven, Promedica Paramount & Promedica Phy. Support.

Source: Toledo Regional Growth Partnership

Top Five Public Employers

<u>Employer</u>	<u>Number of Employees</u>	<u>Primary Type of Product/Service</u>
Toledo Public Schools.....	5,600	Education (primary-secondary)
University of Toledo.....	5,185	Education (advanced)
Lucas County.....	4,040	Government services (various)
City of Toledo.....	2,910	Government services (various)
State of Ohio.....	<u>2,409</u>	Government services (various)
<i>Total employed</i>	<u><u>20,144</u></u>	
<i>Percent of total work force¹</i>	9.64%	

¹Refer to: "Employment Trends-Ten Year Employment" within Table 16 of this Section.

Source: Toledo Regional Growth Partnership

LUCAS COUNTY, OHIO

AREIS
Auditor's Real Estate
Information System

Larry A. Kaczala
Auditor

Jerome C. German, ASA, IFAS
Director/Chief Assessor
Real Estate Division

This Appraisal Property Map is
for tax purposes only. It is NOT
intended for conveyances,
nor is it a Legal Survey.

MAP DATE & SCALE
Date of Map: 3/19/2001
Date of Aerial:

Scale: 1:24000
Tax Mapping Dept. 419-213-4448

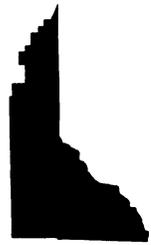
MAPPING LEGEND

- PARCEL LINE _____
- ROW LINE _____
- HISTORICAL LINE _____
- EASEMENT LINE - - - - -
- TOWNSHIP LINE _____
- DED/VAC ROW _____
- PRIVATE ROAD _____
- SECTION LINE _____
- SUB LOT LINE _____
- BUFFER LOT _____

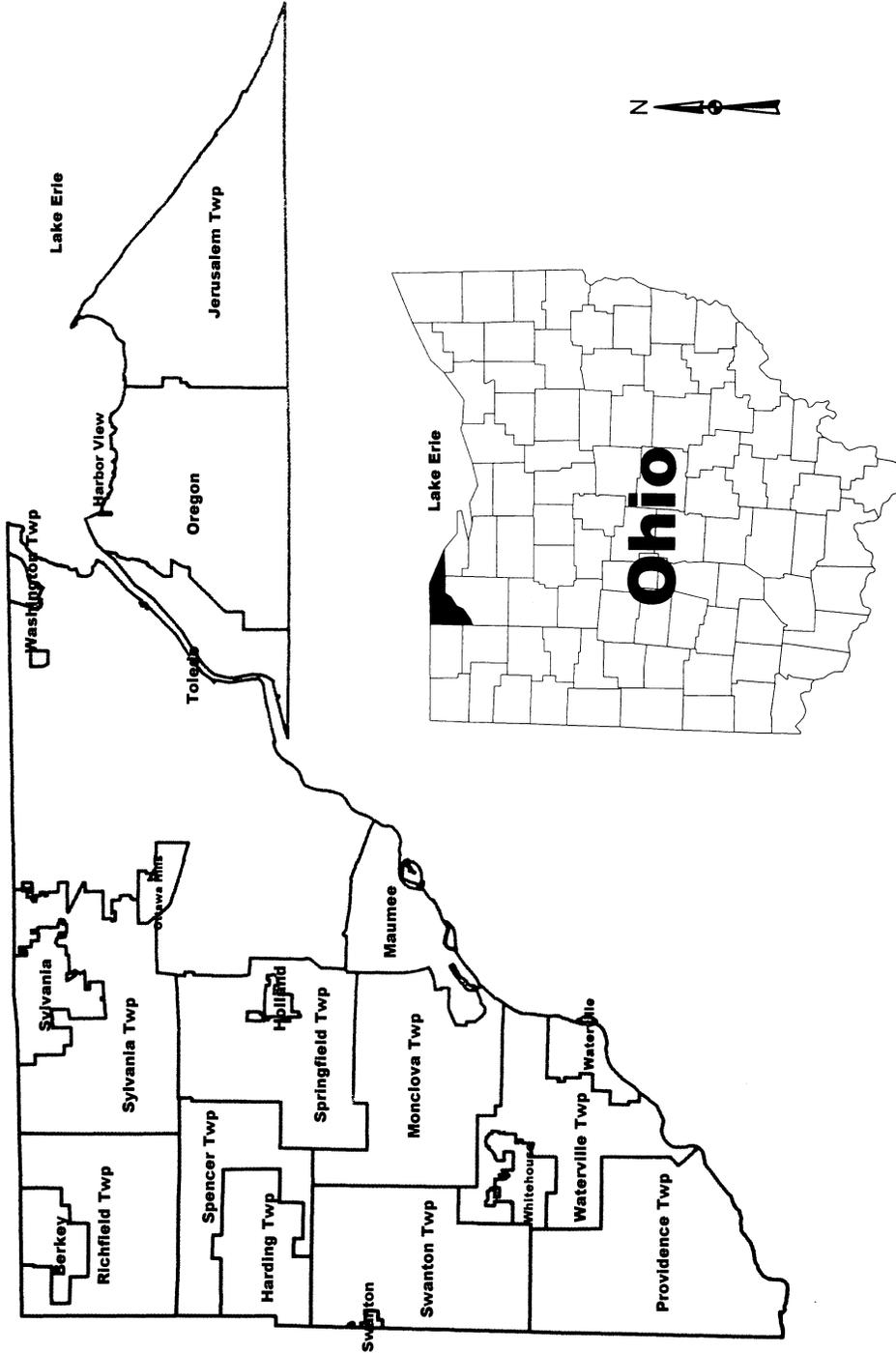
ACREAGE 9.9

ASSESSOR # 99999999

Township Range Section



Lucas County, Ohio





**Auditor of State
Betty Montgomery**

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

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

FINANCIAL CONDITION

LUCAS COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 4, 2005**