



Mary Taylor, CPA
Auditor of State

Scioto County, Ohio

Fiscal Emergency Analysis
As of December 31, 2008 and June 30, 2009

Local Government Services Section

Scioto County

Fiscal Emergency Analysis

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Mary Taylor, CPA Auditor of State

Declaration of Fiscal Emergency

The Auditor of State performed a fiscal analysis of Scioto County pursuant to Section 118.03 of the Ohio Revised Code. This analysis indicates and it is hereby declared that a fiscal emergency exists at Scioto County as defined by Sections 118.03(A)(5) and 118.03(B) of the Ohio Revised Code.

Accordingly, on behalf of the Auditor of State, this report is hereby submitted and filed with Tom Reiser, Chairman of the Board of County Commissioners of Scioto County; David Green, County Auditor; Ted Strickland, Governor; Jennifer Brunner, Secretary of State; Kevin L. Boyce, Treasurer of State; J. Pari Sabety, Director of the Office of Budget and Management and the Scioto County Budget Commission.

Mary Taylor

MARY TAYLOR, CPA
Auditor of State

August 19, 2009

Scioto County

Fiscal Emergency Analysis

Introduction

As provided by Sections 118.021 and 118.04(A) of the Ohio Revised Code, Tom Reiser, the Chairman of the Board of County Commissioners requested that a fiscal analysis be performed by the Auditor of State for Scioto County (the County). The purpose of the analysis is to determine if the financial condition of the County justifies the declaration of a fiscal watch or emergency.

A county is placed in fiscal emergency if any one of six conditions described in Section 118.03 of the Ohio Revised Code exists. The six conditions are: 1) default on a debt obligation; 2) failure to make payment of all payroll; 3) an increase in the minimum levy of the county which results in the reduction in the minimum levy of another subdivision; 4) significant past due accounts payable; 5) substantial deficit balances in county funds; and 6) a sizeable deficiency when the county's treasury balance is compared to the positive cash balances of the county's funds.

The year-end conditions described under conditions four, five, and six of this report shall not constitute a fiscal emergency if the county clearly demonstrates to the satisfaction of the Auditor of State prior to the time of the Auditor of State's determination that the conditions no longer exist at the time of the determination.

This report identifies the procedures performed and the conclusions reached with respect to each condition as of December 31, 2008 and June 30, 2009, the date of determination.

Condition One - Default on Any Debt Obligation

Section 118.03(A)(1) of the Ohio Revised Code defines a fiscal emergency condition as:

The existence, at the time of the determination by the Auditor of State under Section 118.04 of the Revised Code, of a default on any debt obligation for more than thirty days.

We reviewed the outstanding indebtedness of the County as of June 30, 2009. A summary of the County's outstanding debt is presented below:

<u>Debt Issue</u>	<u>Interest Rate</u>	<u>Issue Due</u>	<u>Original Issue Amount</u>
<u>Bonds Payable</u>			
Airport Facilities Bonds	7.00%	August 15, 2001	\$55,000
Shelton Industries	8.05%	August 1, 1999	2,870,000
2000 Various Purpose Bonds	5.70%	April 1, 2000	1,940,000
Juvenile Detention Center Bonds	5.80%	July 1, 2000	1,820,000
Human Services Refunding Bonds	2.00 - 3.25%	May 1, 2004	2,050,000
County Jail Bonds	2.00 - 5.00%	November 14, 2006	6,135,000
2006 Various Purpose Bonds	4.00 - 4.25%	November 14, 2006	2,930,000
Franklin Furnace Bonds	4.50%	June 12, 1997	846,000
Sewer System Refunding Bonds	4.50%	April 1, 1999	2,880,000
Wastewater Treatment Bonds	4.50%	January 22, 2004	1,200,000
Rigrish Sewer Bonds	4.50%	August 31, 2006	322,000
Mortgage Revenue Bonds	5.37%	May 1, 1970	615,000
West Portsmouth Improvement FHA Bonds	5.00%	July 22, 1993	825,000
Lucasville Phase II FHA Bonds	4.50%	April 1, 1995	650,000
Lucasville Phase III FHA Bonds	3.86%	April 21, 1996	842,500
West Portsmouth Phase VII FHA Bonds	4.50%	July 1, 1999	825,000
Lucasville Phase IV FHA Bonds	5.51%	June 7, 2000	\$347,940

(Continued)

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Debt Issue	Interest Rate	Issue Due	Original Issue Amount (Continued)
<u>Notes Payable</u>			
Commercial Property Acquisition Bond			
Anticipation Note	5.00%	September 17, 2008	\$237,000
Airport Hanger Bond Anticipation Note	2.50%	September 17, 2008	75,000
Various Purpose Bond Anticipation Note	5.00%	September 17, 2008	450,000
Burke's Point Bond Anticipation Note	4.02%	November 26, 2008	16,500*
Ohio Ginat Dredging Bond Anticipation Note	3.41%	March 5, 2009	250,000
<u>Loans</u>			
MRDD Loan	3.00%	January 1, 1986	150,000
Riverside Park Tractor Loan	4.47%	March 29, 2007	20,567
OPWC 2002 - 0%	0.00%	December 31, 2002	162,352
OPWC 2004 - 0%	0.00%	December 31, 2004	162,100
OPWC 2006 - 0%	0.00%	January 29, 2007	235,543
OPWC 2006 - 0%	0.00%	March 28, 2007	9,482
OPWC 2008 - 0%	0.00%	February 4, 2009	201,860
<u>Leases</u>			
IM4511 Copier	6.40%	May 24, 2007	9,119
Xerox WC2128 Copier	10.00%	October 10, 2005	10,725
IM3511 Copier	6.40%	July 15, 2007	11,066
IM4511 Copier	6.40%	June 25, 2007	12,210
Seven 2008 Crown Victoria Automobiles	6.40%	November 15, 2007	135,456
IM4511 and IM3511 Copiers	0.00%	November 8, 2006	23,952
IM4511 Copier	8.00%	November 14, 2006	9,913
Prograf 710 Plotter	6.40%	May 19, 2008	5,779
911 Telephone System	5.22%	March 20, 2007	144,881
Phone System	8.00%	September 5, 2006	78,643
MRDD Copier Lease	8.08%	October 24, 2005	19,551
MRDD Copier Lease	6.40%	February 10, 2009	25,206
2006 Ford Taurus Automobile	6.80%	May 13, 2006	13,305
MRDD Vans	4.99%	August 8, 2006	35,989
MRDD Buses	4.99%	September 6, 2006	466,800
2005 Chevy Impala Automobile	6.80%	August 9, 2006	9,337
2008 Chevy Impala Automobile	6.80%	February 27, 2008	10,124
DC425DC Copier	6.40%	March 3, 2008	8,914
DC53DC Copier	6.40%	March 3, 2008	8,914

We obtained a list of the outstanding debt from the 2008 financial statements. We identified the payment amounts and dates from amortization schedules and debt proceedings. We examined the vouchers for the payments made before June 30, 2009 and compared the billing statements, invoices, or requests for payment to the amortization schedules and debt proceedings to determine if the County met its debt obligations in a timely manner. We also reviewed the billing statements, invoices, and requests for payment for any delinquent amounts.

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The debt issues, the payment dates, and the amounts due and paid prior to the date of determination are presented below:

Debt Issue	Payment Date	Amount Due	Amounts 30 Days Past Due at 6/30/09
<u>Bonds Payable</u>			
Airport Facilities Bonds	August 15, 2008	\$9,211	\$0
Shelton Industries	June 1, 2009	95,130	0
2000 Various Purpose Bonds	June 1, 2009	8,758	0
Juvenile Detention Center Bonds	June 1, 2009	6,853	0
Human Services Refunding Bonds	June 1, 2009	12,533	0
County Jail Bonds	June 1, 2009	117,589	0
2006 Various Purpose Bonds	June 1, 2009	54,906	0
Franklin Furnace Bonds	June 12, 2009	45,975	0
Sewer System Refunding Bonds	June 1, 2009	37,740	0
Wastewater Treatment Bonds	January 1, 2009	65,211	0
Rigrish Sewer Bonds	August 1, 2008	17,499	0
Mortgage Revenue Bonds	May 1, 2009	36,881	0
West Portsmouth Improvement FHA Bonds	July 1, 2008	48,055	0
Lucasville Phase II FHA Bonds	April 1, 2009	35,321	0
Lucasville Phase III FHA Bonds	April 1, 2009	45,783	0
West Portsmouth Phase VII FHA Bonds	July 1, 2008	44,832	0
Lucasville Phase IV FHA Bonds	June 1, 2009	20,580	0
<u>Notes Payable</u>			
Commercial Property Acquisition Bond			
Anticipation Note	September 16, 2008	262,000	0
Airport Hanger Bond Anticipation Note	September 16, 2008	95,000	0
Various Purpose Bond Anticipation Note	September 16, 2008	475,000	0
Burke's Point Bond Anticipation Note	November 20, 2009	2,122*	0
Ohio Ginat Dredging Bond Anticipation Note	December 31, 2009	250,000	0
<u>Loans</u>			
MRDD Loan	June 1, 2009	712	0
Riverside Park Tractor Loan	June 10, 2009	384	0
OPWC 2002 - 0%	January 1, 2009	4,059	0
OPWC 2004 - 0%	January 1, 2009	4,053	0
OPWC 2006 - 0%	January 1, 2009	5,889	0
OPWC 2006 - 0%	January 1, 2009	237	0
OPWC 2008 - 0%	July 1, 2009	5,046	0
<u>Leases</u>			
IM4511 Copier	June 1, 2009	178	0
Xerox WC2128 Copier	June 1, 2009	228	0
IM3511 Copier	June 1, 2009	216	0
IM4511 Copier	June 1, 2009	289	0
Seven 2008 Crown Victoria Automobiles	November 2, 2008	47,980	0
IM4511 and IM3511 Copiers	June 20, 2009	499	0
IM4511 Copier	June 1, 2009	21	0
Prograf 710 Plotter	June 5, 2009	1,387	0
911 Telephone System	June 1, 2009	2,749	0
Phone System	June 7, 2009	1,595	0
MRDD Copier Lease	June 6, 2009	403	0
MRDD Copier Lease	June 1, 2009	492	0
2006 Ford Taurus Automobile	May 17, 2009	3,661	0
MRDD Vans	June 10, 2009	1,953	0
MRDD Buses	April 5, 2009	105,555	0
2005 Chevy Impala Automobile	June 9, 2009	277	0
2008 Chevy Impala Automobile	May 27, 2009	312	0
DC425DC Copier	June 1, 2009	174	0
DC53DC Copier	June 1, 2009	175	0

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*The County issued a bond anticipation note for the Burke's Point Project in the total amount of \$201,845. The County only receives proceeds from the note as invoices from the contractor become due. The proceeds are used to pay the invoices. The County was approved for a reimbursable grant for the project and receipts from the grant are being used to repay the bond anticipation note as reimbursements are received.

Conclusion: A fiscal emergency condition does not exist under Ohio Revised Code Section 118.03(A)(1). No default on any debt obligation for more than thirty days existed as of June 30, 2009.

Condition Two - Payment of All Payroll

Section 118.03(A)(2) of the Ohio Revised Code, defines a fiscal emergency condition as:

The existence, at the time of the determination by the Auditor of State under Section 118.04 of the Revised Code, of a failure for lack of cash in the funds to make payment of all payroll to employees of the municipal corporation, county, or township in the amounts and at the times required by law, ordinances, resolutions, or agreements, which failure of payment has continued:

- (a) For more than thirty days after such time for payment, or
- (b) Beyond a period of extension, or beyond the expiration of ninety days from the original time for payment, whichever first occurs, if the time for payment has been extended for more than thirty days by the written consent of at least two-thirds of the employees affected by such failure to pay, acting individually or by their duly authorized representatives.

We reviewed the payroll records of the County as of June 30, 2009. We had a discussion with the County's payroll clerk to determine the frequency of payroll and whether any extensions for the payment of payroll existed. We compared a sample of employees and their pay rates in the payroll register to documentation in the employees' personnel files and the salary schedules approved by the County Commissioners or in the bargaining agreements. We also compared net pay amounts from the payroll register for the selected employees to the transactions posted to the County's bank account to determine that employees had been paid within the time specified by Section 118.03(A)(2)(a) of the Ohio Revised Code.

Conclusion: A fiscal emergency condition does not exist under Section 118.03(A)(2) of the Ohio Revised Code as of June 30, 2009. All employees have been paid the appropriate amounts and at the times required by resolution of the County Commissioners and bargaining agreements.

Condition Three - Increase in Minimum Levy

Section 118.03(A)(3) of the Ohio Revised Code defines a fiscal emergency condition as:

An increase, by action of the county budget commission pursuant to division (D) of Section 5705.31 of the Revised Code, in the minimum levy of the municipal corporation, county, or township for the current or next fiscal year which results in a reduction in the minimum levies for one or more other subdivisions or taxing districts.

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Fiscal Emergency Analysis

We compared the resolutions accepting the amounts and rates as determined by the Scioto County Budget Commission for 2007, 2008 and 2009 to determine if there had been an increase, pursuant to division (D) of Section 5705.31 of the Ohio Revised Code, in the minimum levy of the County for 2008 or 2009, which resulted in a reduction in the minimum levies for one or more other subdivisions or taxing districts. The minimum levy rates set by the Scioto County Budget Commission and approved by resolution by the County Commissioners indicated that no action had been taken in 2008 or 2009 to increase the inside millage of the County resulting in another subdivision's inside millage being reduced.

Conclusion: A fiscal emergency condition does not exist under Section 118.03(A)(3) of the Ohio Revised Code as of June 30, 2009. The Scioto County Budget Commission has not taken any action to increase the inside millage of the County, thus reducing another subdivision's millage.

Condition Four - Past Due Accounts Payable from the General Fund and All Funds

Section 118.03(A)(4) of the Ohio Revised Code, defines a fiscal emergency condition as:

The existence of a condition in which all accounts that, at the end of its preceding fiscal year, were due and payable from the general fund and that either had been due and payable for at least thirty days at the end of the fiscal year or to which a penalty has been added for failure to pay by the end of the fiscal year, including, but not limited to, final judgments, fringe benefits payments due and payable, and amounts due and payable to persons and other governmental entities and including any interest and penalties thereon, less the year-end balance in the general fund, exceeded one-sixth of the general fund budget for that year, or in which all accounts that, at the end of its preceding fiscal year, were due and payable from all funds of the municipal corporation, county, or township and that either had been due and payable for at least thirty days at the end of the fiscal year or to which a penalty has been added for failure to pay by the end of the fiscal year, less the year-end balance in the general fund and in the respective special funds lawfully available to pay such accounts, exceeded one-sixth of the available revenues during the preceding fiscal year, excluding nonrecurring receipts, of the general fund and of all special funds from which such accounts lawfully are payable. Accounts due and payable shall not include any account, or portion thereof, that is being contested in good faith.

We prepared a schedule of accounts payable as of December 31, 2008, that were due and payable from the general fund, and that had been due and payable for at least thirty days or to which a penalty had been added for failure to pay as of December 31, 2008, including, but not limited to, final judgments, fringe benefit payments due and payable, and amounts due and payable to persons and other governmental entities, including any interest and penalties. From this amount, we subtracted the year-end fund balance available in the general fund to determine if the accounts payable in excess of the available fund balance exceeded one-sixth of the general fund budget for that year.

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Schedule I

General Fund Accounts Payable Over 30 Days Past Due
Ohio Revised Code Section 118.03(A)(4)
As of December 31, 2008

	Payables Over 30 Days Past Due	General Fund Balance Available	Payables in Excess of Available Balance	One-Sixth of General Fund Budget	Accounts Payable in Excess of General Fund Budget
General Fund	\$78,315	\$0	\$78,315	\$2,663,195	\$0

We prepared a schedule of accounts payable (as defined above) for all funds which were at least thirty days past due or to which a penalty was added as of December 31, 2008. From this amount, we subtracted the year-end fund balance available to pay such outstanding bills. We then determined if the accounts payable in excess of the available fund balance exceeded one-sixth of the available revenues during 2008, excluding nonrecurring receipts of the general fund and of all special funds from which such accounts are lawfully payable.

Schedule II

All Funds Accounts Payable Over 30 Days Past Due
Ohio Revised Code Section 118.03(A)(4)
As of December 31, 2008

Funds	Payables Over 30 Days Past Due	Fund Balance Available	Payables in Excess of Available Balance	One-Sixth of the Revenues Lawfully Available	Accounts Payable in Excess of Available Revenue
General Fund	\$78,315	\$0	\$78,315	\$2,628,889	\$0
Children Services	35,946	1,055,904	0	453,839	0
Common Pleas Court Computers	292	0	292	600	0
Clerk of Court Computers	2,245	0	2,245	2,512	0
Public Assistance	4,959	105,778	0	1,906,064	0
Special Projects - Probate and Juvenile Courts	1,400	66,060	0	5,129	0
Board of Mental Retardation and Developmental Disabilities	72,897	4,449,245	0	1,303,895	0
Concealed Carry	330	10,637	0	8,520	0
Web Check	2,426	31,540	0	12,288	0
Totals	\$198,810	\$5,719,164	\$80,852	\$6,321,736	\$0

Conclusion: Schedules I and II indicate that a fiscal emergency condition does not exist under Section 118.03(A)(4) of the Ohio Revised Code as of December 31, 2008. Accounts payable from the general fund which were at least thirty days past-due at the end of the year did not exceed the available balance in the general fund plus one-sixth of the general fund budget, nor did all accounts payable which were at least thirty days past due exceed the available balance in the general fund and the respective special funds, plus one-sixth of the available revenues for 2008.

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Condition Five - Deficit Fund Balances

Section 118.03(A)(5) of the Ohio Revised Code defines a fiscal emergency condition as:

The existence of a condition in which the aggregate of deficit amounts of all deficit funds at the end of its preceding fiscal year, less the total of any year-end balance in the general fund and in any special fund that may be transferred as provided in Section 5705.14 of the Revised Code to meet such deficit, exceeded one-sixth of the total of the general fund receipts for that year and the receipts to those deficit funds during that year other than from transfers from the general fund.

We computed the adjusted aggregate sum of all deficit funds as of December 31, 2008, by subtracting all accounts payable and encumbrances from the year-end cash fund balance of each fund. We then determined if the aggregate deficit fund balance exceeded one-sixth of the general fund budget and the receipts to those deficit funds. We then identified funds that may be transferred, as provided in Section 5705.14 of the Ohio Revised Code, to meet such deficits to arrive at the unprovided portion of the aggregate deficit.

Deficit Fund Balances Ohio Revised Code Section 118.03(A)(5) As of December 31, 2008					Schedule III
	Cash Fund Balance	Less Accounts Payable and Encumbrances	Adjusted Aggregate Sum of Funds with Deficit Balances	One-Sixth of the General Fund Budget/Fund Receipts	Provided (Unprovided) Portion of Aggregate Deficit
General Fund	(\$2,643,837)	(\$400,844)	(\$3,044,681)	\$2,663,195	(\$381,486)
Juvenile Detention Center Fund	(399,169)	(8,321)	(407,490)	94,152	(313,338)
Common Pleas Court					
Computer Fund	543	(1,891)	(1,348)	600	(748)
Clerk of Courts					
Computer Fund	2,148	(7,599)	(5,451)	2,512	(2,939)
Forest Patrol Fund	(79)	0	(79)	0	(79)
Estate Tax Fund	(1,339)	0	(1,339)	528	(812)
Ohio Public Employees					
Retirement Fund	(22)	0	(22)	549,201	0
Subtotal	<u>(\$3,041,755)</u>	<u>(\$418,655)</u>	<u>(\$3,460,410)</u>	<u>\$3,310,188</u>	<u>(699,402)</u>
Funds available for transfer:					
Special Prosecution Fund					7,449
Governor's Energy Grant Fund					1,080
Policing Rotary Fund					313,712
Unclaimed Monies Fund					6,822
Total Funds Available For Transfer					<u>329,063</u>
Total Unprovided Portion of Aggregate Deficit Funds					<u>(\$370,339)</u>

Section 118.03(B) of the Ohio Revised Code, provides in part:

Any year-end condition described in division (A)(5) of this section shall not constitute a fiscal emergency condition if the municipal corporation, county, or township clearly demonstrates to the satisfaction of the Auditor of State prior to the time of the Auditor of

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State's determination that such condition no longer exists at the time of the determination pursuant to Section 118.04 of the Revised Code. For the purpose of such demonstration, there shall be taken into account deficit amounts of deficit funds at the time of such demonstration, rather than at the end of the fiscal year, and there shall be taken into account the moneys and marketable securities in the treasury of the municipal corporation, county, or township at the time of such demonstration that are in the case of division (A)(5) of this section, held for the general fund or any special fund that may be transferred as provided in section 5705.14 of the Ohio Revised Code to meet such deficit.

We identified those funds that had a deficit fund balance at June 30, 2009, taking into consideration encumbrances. Encumbrances were limited to obligations authorized and pending payment. We then determined if the aggregate deficit fund balance exceeded one-sixth of the receipts available to those deficit funds. We then identified funds that may be transferred, as provided in Section 5705.14 of the Ohio Revised Code, to meet such deficits to arrive at the unprovided portion of the aggregate deficit.

Schedule IV

Deficit Fund Balances
Ohio Revised Code Section 118.03(A)(5)
As of June 30, 2009

	Cash Fund Balance	Less Encumbrances	Adjusted Aggregate Sum of Funds with Deficit Balances	One-Sixth of the Fund Receipts	Provided (Unprovided) Portion of Aggregate Deficit
General Fund	(\$2,754,855)	(\$191,809)	(\$2,946,664)	\$2,518,333	(\$428,331)
Juvenile Detention Center Fund	(754,124)	(3,936)	(758,060)	93,464	(664,596)
Emergency Management Fund	(3,611)	(540)	(4,151)	10,946	0
Intensive Supervision Fund	(15,892)	0	(15,892)	18,975	0
Subtotal	(\$3,528,482)	(\$196,285)	(\$3,724,767)	\$2,641,718	(1,092,927)
Funds available for transfer:					
Policing Rotary Fund					313,712
Unclaimed Monies Fund					13,919
Total Funds Available For Transfer					327,631
Total Unprovided Portion of Aggregate Deficit Funds					(\$765,296)

Conclusion: Schedules III and IV indicate that a fiscal emergency condition exists under Sections 118.03(A)(5) and 118.03(B) of the Ohio Revised Code as of December 31, 2008, and June 30, 2009. The total unprovided portion of the aggregate deficit funds as of December 31, 2008, and June 30, 2009, is \$370,339 and \$765,296, respectively.

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Condition Six - Treasury Deficiency

Section 118.03(A)(6) of the Ohio Revised Code, defines a fiscal emergency condition as:

The existence of a condition in which, at the end of the preceding fiscal year, moneys and marketable investments in or held for the unsegregated treasury of the municipal corporation, county, or township, minus outstanding checks and warrants, were less in amount than the aggregate of the positive balances of the general fund and those special funds the purposes of which the unsegregated treasury is held to meet, and such deficiency exceeded one-sixth of the total amount received into the unsegregated treasury during the preceding fiscal year.

We verified the County's reconciliation of its bank balance to the cash balance for all funds as of December 31, 2008, which included adding and subtracting reconciling factors to arrive at a treasury balance. We then determined the aggregate sum of all positive fund cash balances, the purpose of which the unsegregated treasury is held to meet, to determine the treasury deficit. We then subtracted from the treasury deficit one-sixth of the total amount received into the treasury during 2008 to determine the treasury deficiency.

Schedule V

Treasury Balance
Revised Code Section 118.03(A)(6)
As of December 31, 2008

	<u>December 31, 2008</u>
<u>Bank Cash Balance</u>	\$14,982,779
Adjustments:	
Reconciling Items	339
Outstanding Checks	(652,551)
Cash on Hand	190,920
Unrecorded Transactions	458,307
Total Treasury Balance	<u>14,979,794</u>
<u>Less Positive Fund Balances:</u>	
Real Estate Assessment	370,879
Auditor Copy	20,777
Children Services	1,099,579
Common Pleas Court Computer	543
Clerk of Courts Computer	2,148
Certification of Title Administration	77,913
Dog and Kennel	13,329
UDAG	4,340
Revolving Loan	91,249
Green/Porter Township TIRC	2,162
HUD	146,862
UDAG - Economic Development	97
Emergency Management	540
Probation Supervision	181,248

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Schedule V

Treasury Balance
Revised Code Section 118.03(A)(6)
As of December 31, 2008
(Continued)

<u>Less Positive Fund Balances:</u>	<u>December 31, 2008</u>
Motor Vehicle Gas Tax	\$1,355,155
GIS Mapping	19,380
Child Support Enforcement Agency	761,109
Public Assistance	533,427
DUI Enforcement and Education	8,435
Indigent Guardianship	3,061
Special Projects - Probate and Juvenile	66,560
Delinquency Prevention	4,701
Probate and Juvenile Courts Computer	13,884
Probate and Juvenile Courts Research	14,250
Board of MRDD Trust	132,587
Reach	108,917
Medicaid Reserve	16,325
Scioto County Residential Services	112,970
Board of Mental Retardation and Developmental Disabilities	4,580,777
Probate Court Conduct Business	1,478
Drug Enforcement - Prosecutor	61,324
DRETAC - Prosecutor	93,292
Special Prosecution - Southern Ohio Correctional Facility	7,449
Court of Appeals - Southern Ohio Correctional Facility	1,337
Recorder's Special	28,439
Drug Enforcement - Sheriff	2,046
Concealed Carry	14,377
Indigent Drivers Alcohol Treatment	225
Inmate Improvement	60,667
Web Check	35,464
Law Enforcement - Sheriff	10,026
Policing Rotary	318,052
PMHA Foot Patrol Rotary	88
TB Levy	133,011
DRETAC - Treasurer	151,360
Scioto County Health Plan	181,935
Special Projects - Common Pleas Court	5,301
Mediation Program	94,564
Federal Forfeited Assets	145,664

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Schedule V

Treasury Balance
Revised Code Section 118.03(A)(6)
As of December 31, 2008
(Continued)

<u>Less Positive Fund Balances:</u>	<u>December 31, 2008</u>
Madison Township Senior Center	\$560
Real Estate Computer	756
Special Projects - Judge Harcha	6,468
Special Projects - Judge Marshall	3,829
Mediation Program - Juvenile Court	45,717
Wireless 911 Government Assistance	184,603
Multi-County Mediation Program	15,994
Governor's Energy Smart Grant	1,080
Access Scioto County	22,622
Access Scioto County - Capital Reserve Grant	16,349
State Community Development Grant	61,973
Housing Revolving Loan	10,391
CHIP 99	88,655
Recycling and Litter Prevention	8,097
Emergency Planning	15,917
Intensive Supervision Probation	13,978
Methamphetamine Workshop	125
Court Security - Common Pleas	283
Felony Delinquent Care and Custody	214,428
Victim Awareness	2,927
Juvenile Accountability Incentive	959
Victims of Crime	13,584
Local Law Enforcement Block Grant	9,012
Marine Patrol	5,551
CASA- GAL Grant	1,087
Mediation Grant	2,161
Ohio Office of Criminal Justice	939
Highway Safety Traffic	17,958
CASA - GAL - Scioto Foundation	133
CASA - GAL - Victims of Crime Act	5,655
Prevention Through Family	15,238
Boys Council Program	1,500

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Schedule V

Treasury Balance
Revised Code Section 118.03(A)(6)
As of December 31, 2008
(Continued)

<u>Less Positive Fund Balances:</u>	<u>December 31, 2008</u>
National CASA Grant	\$3,296
Health Foundation of Greater Cincinnati	25,623
Riverside Park - American Disabilities Act	594
Human Services Building Note	36,367
Human Services Building Acquisition Bond	116,964
General Purpose Bond	450,000
Burke's Point Project	1,891
MRDD Capital Improvements	454,532
Hayport Road Bridge Replacement Project	148,567
Sewer Fund	855,158
Sewer Debt Service	30,614
Sewer Capital Improvements	16,883
Alcohol, Drug and Mental Health Board	1,399,806
Advance Payments - State	4,677
Undivided Cigarette License Tax	11
Undivided Estate Tax	312,542
Forfeited Land Sales	5,134
Homestead - Late Filers	3,992
Undivided Manufactured Home Tax	52,152
Overpayment of Tax	62,427
Undivided Personal Property	7,437
Undivided Real Estate	1,269,430
Unclaimed Monies	323,508
Ohio Elections Commission	20
Board of Health	25,484
Food Services License	25,895
Home Health	63,267
Marina	557
Solid Waste	147
Swimming Pools	2,521
Trailer Park	1,698
Water Systems	323
Marriage License Special	16,908
Housing Trust	51,347

(Continued)

Scioto County

Fiscal Emergency Analysis

Schedule V

Treasury Balance
Revised Code Section 118.03(A)(6)
As of December 31, 2008
(Continued)

<u>Less Positive Fund Balances:</u>	<u>December 31, 2008</u>
Regional Planning	\$10,740
Soil and Water Conservation	8,219
Star Community Justice Center Operations	349,292
Indigent Application Fees	29
Sewage Systems	6,137
Smoke Free Workplace	2,219
Total Positive Cash Fund Balances	<u>18,024,240</u>
Treasury Deficit	(3,044,446)
One-sixth Treasury Receipts	<u>26,717,502</u>
Treasury Receipts in Excess of Treasury Deficit	<u>\$23,673,056</u>

Conclusion: Schedule V indicates that a fiscal emergency condition does not exist under Section 118.03(A)(6) of the Ohio Revised Code. The treasury balance less the positive fund balances did not exceed one-sixth of the treasury receipts as of December 31, 2008.

Summary

A fiscal emergency is the existence of at least one of the above defined conditions. This analysis indicates that a fiscal emergency exists at Scioto County as defined in Section 118.03(A)(5) and 118.03(B) of the Ohio Revised Code as presented in Schedules III and IV above as of December 31, 2008 and June 30, 2009.

Because the above procedures were not sufficient to constitute an audit made in accordance with generally accepted auditing standards, we do not express an opinion on any of the specific accounts and fund balances referred to above. Had we performed additional procedures or had we made an audit of the financial statements in accordance with generally accepted auditing standards, other matters might have come to our attention that would have been reported to you.



Mary Taylor, CPA
Auditor of State

**SCIOTO COUNTY
FISCAL EMERGENCY ANALYSIS - DECLARATION**

SCIOTO 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 19, 2009**