

# **Regional Income Tax Agency**

A Political Subdivision of the State of Ohio

## **Comprehensive Annual Financial Report For the Years Ended December 31, 2012 and 2011**

Issued by the Finance Department  
Christy J. Price,  
Deputy Executive Director, Chief Financial Officer

**PREPARED BY THE FINANCE DEPARTMENT**

**Christy J. Price – Chief Financial Officer**  
**Lori A. Starcher – Assistant Director of Finance**  
**Patricia A. Johnson – Accountant**  
**Sandra M. Majkrzak – Accounting Clerk**

# Regional Income Tax Agency

Comprehensive Annual Financial Report  
For the Years Ended December 31, 2012 and 2011

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## **Introductory Section**



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June 19, 2013

The Board of Trustees  
of the Regional Income Tax Agency  
and Member Municipalities

The Regional Income Tax Agency (R.I.T.A. or the Agency) issues a Comprehensive Annual Financial Report (CAFR) in response to Ohio law (Ohio Administrative Code Section 117-2-03(B)). This regulation requires the Agency's audited financial reports, prepared on a GAAP (Generally Accepted Accounting Principles) basis, to be filed with the Auditor of State within six months of the close of each fiscal year. This report was published to fulfill that requirement for the fiscal year ended December 31, 2012.

The Agency's management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that is maintained for this purpose. As the cost of internal control should not exceed the benefit, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the Agency. All disclosures necessary to enable the reader to gain an understanding of the Agency's financial activities have been included.

Ciuni & Panichi, Inc. has issued an unqualified opinion on the Agency's financial statements for the year ended December 31, 2012. The Independent Auditor's Report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative introduction, overview and analysis of the basic financial statements. The information contained in the MD&A complements this letter of transmittal and should be read in conjunction with the transmittal for a complete comprehension of the results of the 2012 operations.

## **Profile of the Agency**

The Agency was established in 1971 to collect and distribute municipal income taxes. The Agency, created by the members of a Regional Council of Governments (RCOG) under Section 167 of the Ohio Revised Code, is subject to Ohio law in areas that include investments, purchasing and employee benefits. The Agency is guided by a nine member Board of Trustees, elected by the members of the RCOG for three year terms. The Trustees appoint an Executive Director who is responsible for the operations of the Agency.

For financial reporting purposes, the Agency's basic financial statements include the two funds for which the Agency is financially responsible. Following the GASB (Governmental Accounting Standards Board) definition of financial accountability there are no other entities that required incorporation into the financial statements.

Although not required under the Ohio Revised Code, an annual operating budget is adopted for management purposes. The Agency's budget is prepared on the accrual basis, by department, for personal services and other expenses; the debt service is budgeted for the Agency as a whole. The Board of Trustees approves the budget and authorizes the Executive Director to expend the funds per established purchasing restrictions.

The Executive Director has the authority to approve most expenses for goods and services up to \$10,000. The Board's Finance Committee approves all purchases from \$10,000 to \$24,999 with any expenditure of \$25,000 and greater needing full Board approval. The Trustees must also authorize any budget reallocation between departments or expense types, or for an increase in the total budget. There was one budget amendment in 2012.

### **Factors Affecting Financial Condition**

The Agency has weathered the nation's economic downturn quite well with solid financial results. During this period collections continued to grow, reaching a record-setting amount of \$976 million in 2012. During the year the Agency also experienced excellent financial results. R.I.T.A.'s average cost of collections was a low 1.69% which means services cost only 1.69 cents for each dollar distributed to the members. The R.I.T.A. cost-sharing model is ideal for maintaining an excellent cost of collections. One of the Agency's primary objectives is to maintain a low average cost which helps keep the Agency's services attractive to its members and in turn continues the Agency's solid economic footing.

The success of R.I.T.A.'s tax services is evident as the membership continues to increase. The Agency's member base has risen by more than 40 municipalities since 2009. Furthermore, there are many other communities that have expressed an interest in joining the Agency. The Agency's communities now extend across 62 counties in the State of Ohio.

As always, the Agency remains committed to its mission of providing high quality, cost effective, municipal tax collections.

### **Relevant Financial Policies**

As briefly discussed above, the Agency's management is responsible for establishing and maintaining an internal control structure designed to ensure that the Agency's assets are protected from loss, theft or misuse. The internal control structure is to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance 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. All Agency internal controls are designed within the above framework. Accordingly, it is believed that the system of internal controls is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

The Agency has issued debt sparingly, preferring to finance major initiatives with current cash flow. However, the Agency did assume debt several years ago to fund the effort to update its technology (see Footnote Number Eight for further information). The assets obtained with the proceeds of the debt are depreciated over the useful lives of the items and the related expense is recognized in the proper accounting periods. The debt repayment schedules were initially structured in a manner to best match the depreciation with the principal payments. In March 2009, the Agency exercised an early redemption option for the Series 2000B Project bonds. The retired debt carried a 6% per annum interest rate along with an annual administrative fee of .03% the total of which was substantially higher than the investment rates available at that time. Again, Footnote Number Eight provides additional information. Future debt issuances are not expected to be needed as continuous updating of the Agency's technology is a part of the Agency's strategic plan.

Prior to distribution, all Agency cash is pooled for investment purposes to provide a maximum yield while protecting principal through conservative investment choices. The Agency's investment policy designates the type of investments that can be made and only permits investments which are in compliance with the Ohio Revised Code. Protection of the Agency's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), with eligible instruments pledged by the financial institution as security for repayment or through collateral pools established by the financial institutions to secure the repayment of all public monies deposited with the institutions. The Agency primarily invests in short-term, liquid instruments; there is also a core of funds available for investments with terms not to exceed two years.

The Agency is exposed to various risks of loss including theft, damage to or destruction of assets, errors and omissions, torts and legal judgments, and employee injuries. The Agency mitigates these risks by maintaining comprehensive general liability insurance, an overall umbrella policy as well as coverage for business interruption and property losses. The Agency provides health, dental and vision insurance to its employees through standard premium-based plans and obtains coverage through the State of Ohio Worker's Compensation program.

### **Major Initiatives**

The computerized tax system has undergone major enhancements over the past several years and improvements are continuing to be made. The tax process is now virtually paperless with the imaging of all tax forms which allows a seamless, efficient flow of information throughout the production systems. Real-time editing applications assist in form examinations and multiple monitors provide instant access to data from various sources. Furthermore, the Tax Authority Portal allows member municipal officials to securely access data/reports directly via the Agency's data warehouse. Finally, the tax refund system was updated and is resulting in speedier processing, a new phone recording system for training and quality purposes is being installed and a backup generator, which will reduce the risk of power outages, will be connected this summer.

Key Agency goals are to increase productivity, decrease operating costs and maintain excellent service through the use of technology. The ongoing improvement of the Agency's systems is an important component in achieving these goals.

The Agency's successful use of the IRS federal tax information (FTI) has resulted in the collection of about \$16 million in previously unidentified taxes, has contributed to a more effective identification of delinquent filings and reduced the need for taxpayers to follow up on tax inquiries. Further ongoing enhancements with R.I.T.A.'s in-house, custom designed software program, FEDTAX, will provide more efficiency in discovering, tracking and assessing non-filing accounts.

## **Awards and Acknowledgements**

### **GFOA Certificate of Achievement**

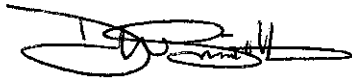
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Regional Income Tax Agency for its CAFR for the fiscal year ended December 31, 2011. This was the twenty-seventh year that the Agency has achieved this prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a one year period. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

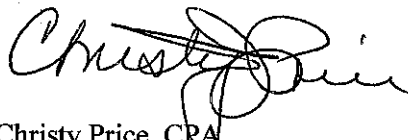
### **Acknowledgments**

The 2012 CAFR was prepared with substantial assistance from Jennifer Carnahan, Patricia Johnson and Sandy Majkrzak of the Finance Department. We wish to thank them for all of their efforts. We also thank the Board of Trustees for their interest and support of this endeavor and for the manner in which they have directed the financial operations of the Regional Income Tax Agency.

Respectfully submitted,



Donald Smith, CPA  
Executive Director



Christy Price, CRA  
Deputy Director/Chief Financial Officer



Lori Starcher, CPA, CPM  
Assistant Finance Director



# Regional Income Tax Agency

Officers and Board Members

**December 31, 2012**

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## COUNCIL OF GOVERNMENTS

### OFFICERS

- President - Mayor Kathy Mulcahy, Village of Orange, Ohio
- Secretary - Mayor Lynn Eisentrout, Village of Minerva Park, Ohio
- Treasurer - Mayor Susan C. Renda, Village of Moreland Hills, Ohio

## BOARD OF TRUSTEES

### OFFICERS

- Chairman - Prashant Shah, Finance Director/Tax Administrator –  
City of Westlake, Ohio
- Vice Chairman - Karen Fegan, Finance Director/Tax Administrator –  
City of North Royalton, Ohio
- Secretary - James Nicholson, Finance Director/Tax Administrator –  
City of Pataskala, Ohio
- Treasurer - Steven Presley, Finance Director/City Administrator –  
City of Pepper Pike, Ohio

### OTHER BOARD MEMBERS

- Scott Gill \* - Tax Administrator, City of Upper Arlington, Ohio
- Mayor Gary Gottschalk - Mayor, Village of Oakwood, Ohio
- Jeff Knoblauch - Finance Director/Tax Administrator, City of Hudson, Ohio
- David Pfaff - Finance Director, City of Beachwood, Ohio
- Virginia Price - Finance Director, City of Brecksville, Ohio

\*Scott Gill resigned as a Board Member effective March 29, 2013.

# Regional Income Tax Agency

## Management Officials

**December 31, 2012**

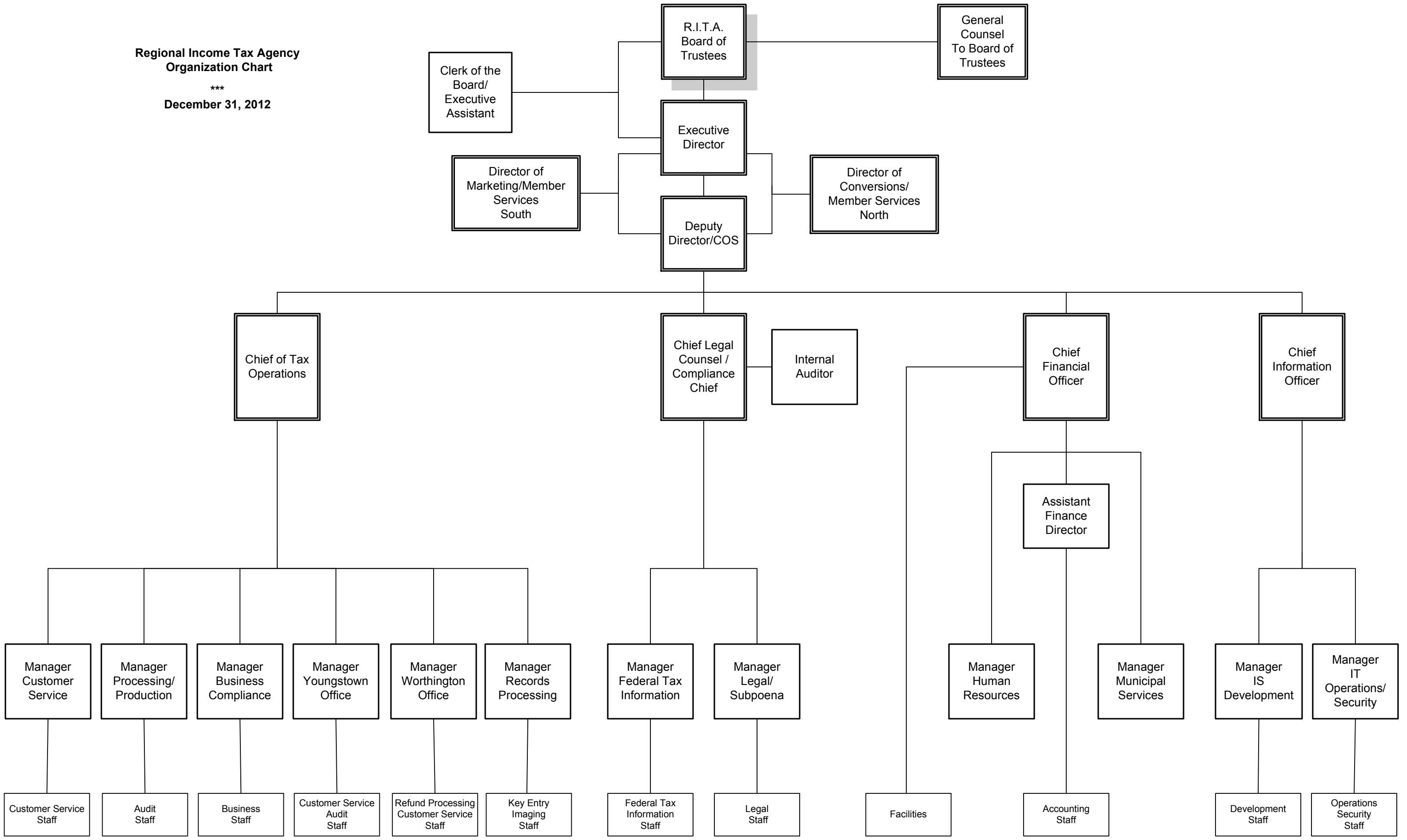
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Executive Director	Mr. Rick Carbone *
Deputy Director/Chief Financial Officer	Mrs. Christy Price
Assistant Director of Finance	Mrs. Lori Starcher
Chief Legal Officer/Compliance	Mrs. Amy Arrighi
Executive Assistant/Board Clerk	Mrs. Donna Thompson
Municipal Services Manager	Mr. Ralph Glatzhofer
Conversion/Member Services Director	Mr. Mark Taranto
Marketing/Member Services Director	Ms. Lori Gischel
Operations:	
Chief Tax Officer	Mr. Don Smith
Manager, Business Compliance	Mrs. Alicia Kline
Manager, Customer Service	Mr. Michael Sommer
Manager, Federal Tax Information	Mr. William Nally
Manager, Legal/Subpoena	Mrs. Diane Maria
Manager, Processing/Production	Mr. Scott Dunford
Manager, Records Processing	Mrs. Jennifer McMurdo
Manager, Worthington Office	Mr. Steve Gandee
Information Services:	
Chief Information Officer	Mr. Tom Wojnarowski
IS Development Manager	Mr. Mike Kobe
Operations Manager	Mr. Robert Kelley

\*Mr. Rick Carbone retired April 30, 2013. Mr. Don Smith was appointed Executive Director effective May 1, 2013.

**Regional Income Tax Agency  
Organization Chart**

\*\*\*  
December 31, 2012



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Regional Income Tax Agency  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

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.



*Christopher P. Moivell*

President

*Jeffrey R. Emer*

Executive Director

## **Financial Section**

## Independent Auditor's Report

Board of Trustees  
Regional Income Tax Agency  
Brecksville, Ohio

### Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities and the aggregate remaining fund information of the Regional Income Tax Agency (the "Agency") as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Agency's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate remaining fund information of the Agency, as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### *Emphasis of Matter*

As described in Note 3 to the basic financial statements, in 2012, the Agency adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, and as a result restated their December 31, 2011 net position of the business-type activities due to the reclassification of debt issuance costs to an expense in the period incurred rather than amortizing over the life of the debt. Our opinion is not modified with respect to this matter.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3–10 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*December 31, 2011 Basic Financial Statements*

The basic financial statements of the Agency as of and for the year ended December 31, 2011, were audited by predecessor auditors whose report dated May 24, 2012, expressed an unqualified opinion.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Agency's basic financial statements. The introductory section, Statement of Changes in Assets and Liabilities – Agency Fund, budgetary comparison information, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Statement of Changes in Assets and Liabilities – Agency Fund and budgetary comparison information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Statement of Changes in Assets and Liabilities – Agency Fund and budgetary comparison information are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2013 on our consideration of the Agency's internal control over financial reporting and on 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.



Cleveland, Ohio  
June 19, 2013

# **REGIONAL INCOME TAX AGENCY**

## **Management's Discussion and Analysis**

### **(Unaudited)**

The following discussion provides a summary overview of the financial activities of the Regional Income Tax Agency (the Agency) for the year ended December 31, 2012. This information should be read in conjunction with the letter of transmittal and basic financial statements included in this report.

#### **Financial Highlights**

- Despite the strain of the diminished statewide economy, total Agency collections increased from \$886 million to \$976 million. This growth in tax revenues is attributable to new municipalities and modest gains for established members.
- Overall operating expenses decreased about \$300,000 from the prior year. This change is the result of the following:
  - Personal Services – There was a reduction in expense as several long-time employees retired during the year and their replacements earn less compensation;
  - Office Rent and Maintenance – The amount of storage space for Agency records has decreased significantly due to improvements in technology; as a result, less rental space is needed;
  - Equipment and Software Maintenance – Utilization of virtual servers and consolidation of equipment resulted in reduced expense;
  - Materials and Supplies – Postage expense decreased as lower cost postcards were mailed to taxpayers in lieu of sending tax forms and the year-end timing of mailings;
  - Depreciation and Amortization – Expense dropped as computer equipment reached the end of their useful lives.
- Overall, the impact from the relatively stable costs coupled with the substantially greater collections resulted in a favorable decrease in the average net cost of collections percentage from 1.76% in 2011, to 1.69% in 2012.
- As required per GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, the Agency has restated its unamortized debt issuance costs. This change is reflected in the Statements of Net Position and further discussed in Note 3. Excluding the restatement, the ending net position in 2011 would have been \$185,842 which means there was a 2012 increase of about \$7,000 that relates strictly to net income from the Municipal Services activities. Note that the earnings from Municipal Services can be retained for use in subsequent years.
- The increase in Tax Collection Fees is related to the reduced revenues from interest and charges for other services. The income changed mainly due to the elimination of one position that was fully reimbursed by a member municipality, the consolidation of subpoena programs and lower interest rates. These decreases result in more operating funds (recorded as collection fees) needed from the membership.

#### **Overview of the Basic Financial Statements**

A fund is a grouping of related accounts utilized to maintain control over the resources used to perform specific activities. The Agency has two funds; one is proprietary (business-type activity) and the other fund is fiduciary.

The proprietary fund is an enterprise fund that primarily accounts for the Agency's tax collection services. The Agency provides these services to its members on a cost reimbursement basis with no margin or profit. During the year the operations are funded with advance fees from the municipalities. At year-end, costs are allocated to members based on transactions and amounts collected; the municipalities' individual fee refunds or fee payables are then computed. After settlement of the amounts owed/due, the net position balance for the tax collections activity is brought to zero. The proprietary fund is also used to record the Municipal Services



**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

Department financial software support activities. This department can retain net income and any such amounts are available to fund customer support in subsequent years.

The fiduciary fund accounts for the members' tax receipts held by the Agency prior to distribution to the municipalities. The funds are invested in short-term instruments and all interest income is used to offset the members' costs for the tax collection services.

This discussion and analysis is intended to serve as an introduction to the Agency's basic financial statements. The Agency's basic financial statements have three components: 1) proprietary fund statements, 2) fiduciary fund statement, and 3) notes to the basic financial statements. The proprietary fund statements consist of the Statements of Net Position, the Statements of Revenues, Expenses and Changes in Net Position and the Statements of Cash Flows. The fiduciary fund statement is the Statements of Fiduciary Net Position. The CAFR also addresses other supplementary information in the Statistical Section.

The Statements of Net Position present the Agency's financial position and report the resources owned by the Agency (assets) and obligations owed by the Agency (liabilities) with the residual being reported as net position. The Statements of Revenues, Expenses and Changes in Net Position present a summary of how the Agency's net position changed during the year. Revenue is reported when earned and expenses are reported when incurred. The Statements of Cash Flows provide information about the Agency's cash receipts and disbursements during the year. They summarize net changes in cash resulting from operating, investing and financing activities. The Notes to the Basic Financial Statements provide additional information that is essential for a full understanding of the Basic Financial Statements.

**Financial Analysis of the Agency's Financial Position and Results of Operations**

The following tables present summaries of the Agency's financial position and operations for 2012 as well as the 2011 and 2010 results.

The first table is a summary of the Agency's net position, which condenses information on all of the Agency's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Agency is improving or deteriorating. However, take note that the primary purpose of the Agency is to provide tax collection services and, as previously noted, for these services the Agency operates on a cost basis only, with no margin or profit and no related net position. Consequently, any change in the net position amount is solely due to the fluctuations in the retained earnings from the Municipal Services User software support activities. This department provides low cost, financial system support to member municipalities.

The second table is the Statement of Revenues, Expenses and Changes in Net Position, which presents a summary of the change in the Agency's net position.

**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

Table 1  
Net Position

	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Assets:</b>			
Current Assets	\$ 28,547,941	\$ 23,907,760	\$ 16,630,641
Capital Assets, Net	10,288,292	10,833,143	11,579,153
Other Noncurrent Assets	<u>1,670,615</u>	<u>2,671,905</u>	<u>5,292,090</u>
Total Assets	<u>40,506,848</u>	<u>37,412,808</u>	<u>33,501,884</u>
<b>Liabilities:</b>			
Current Liabilities	26,078,086	22,633,454	18,164,108
Long-term Liabilities	<u>14,236,279</u>	<u>15,185,401</u>	<u>15,819,315</u>
Total Liabilities	<u>40,314,365</u>	<u>37,818,855</u>	<u>33,983,423</u>
<b>Net Position:</b>			
Net Investment in Capital Assets	3,391,721	2,640,523	1,935,170
Restricted for:			
Debt Service	1,670,615	1,961,876	1,961,876
Capital Improvements	-	710,029	3,330,214
Unrestricted (Deficit)	<u>(4,869,853)</u>	<u>(5,718,475)</u>	<u>(7,708,799)</u>
Total Net Position	<u>\$ 192,483</u>	<u>\$ (406,047)</u>	<u>\$ (481,539)</u>

Overall, total assets grew because of the rise in Due from Others and the increase in Cash and Cash Equivalents of approximately \$1.6 million.

The change in total liabilities is primarily due to the additional amount owed to the membership for the retainer refund which was about \$10.3 million last year versus \$11.5 million for 2012.

The Statement of Revenues, Expenses and Changes in Net Position report the proprietary fund operating income and costs, non-operating income and costs, and the change in net position. This statement, shown in Table 2, reflects the results for 2012, 2011, and 2010.

**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

Table 2  
Statements of Revenues, Expenses and Changes in Net Position

	<u>2012</u>	<u>2011</u>	<u>2010</u>
Operating Revenues:			
Tax Collection Fees	\$ 15,932,136	\$ 15,617,081	\$ 16,465,159
Charges for Services and Other Revenues	<u>983,767</u>	<u>1,132,795</u>	<u>1,189,857</u>
Total Operating Revenues	<u>16,915,903</u>	<u>16,749,876</u>	<u>17,655,016</u>
Operating Expenses:			
Personal Services	10,583,673	10,710,142	10,764,800
Travel and Transportation	83,229	69,056	97,691
Office Rent and Maintenance	125,160	174,042	211,622
Equipment and Software Maintenance	459,897	512,381	555,162
Cost of Equipment Purchased For Members	64,122	96,413	59,752
Professional and Processing	2,198,888	2,204,468	2,332,163
Telephone and Utilities	292,506	273,636	279,554
Forms and Envelopes	367,909	338,045	353,206
Insurance	50,679	44,549	33,769
Miscellaneous Expenses	47,992	17,972	22,573
Material and Supplies	712,699	762,942	1,024,884
Depreciation and Amortization	<u>734,789</u>	<u>842,012</u>	<u>1,223,904</u>
Total Operating Expenses	<u>15,721,543</u>	<u>16,045,658</u>	<u>16,959,080</u>
Operating Income	<u>1,194,360</u>	<u>704,218</u>	<u>695,936</u>
Non – Operating Revenues (Expenses):			
Interest Income	87,555	118,539	198,066
Interest Expense	<u>(683,385)</u>	<u>(747,265)</u>	<u>(809,043)</u>
Total Non – Operating Revenues (Expenses)	<u>(595,830)</u>	<u>(628,726)</u>	<u>(610,977)</u>
Change in Net Position	598,530	75,492	84,959
Net Position, Beginning of Year, Restated	<u>(406,047)</u>	<u>(481,959)</u>	<u>(566,498)</u>
Net Position, End of Year	\$ <u><u>192,483</u></u>	\$ <u><u>(406,047)</u></u>	\$ <u><u>(481,539)</u></u>
Total Revenues			
Operating Revenues	\$ 16,915,903	\$ 16,749,876	\$ 17,655,016
Non – Operating Revenues	<u>87,555</u>	<u>118,539</u>	<u>198,066</u>
Total Revenues	\$ <u><u>17,003,458</u></u>	\$ <u><u>16,868,415</u></u>	\$ <u><u>17,853,082</u></u>
Total Expenses			
Operating Expenses	\$ 15,721,543	\$ 16,045,658	\$ 16,959,080
Non – Operating Expenses	<u>683,385</u>	<u>747,265</u>	<u>809,043</u>
Total Expenses	\$ <u><u>16,404,928</u></u>	\$ <u><u>16,792,923</u></u>	\$ <u><u>17,768,123</u></u>

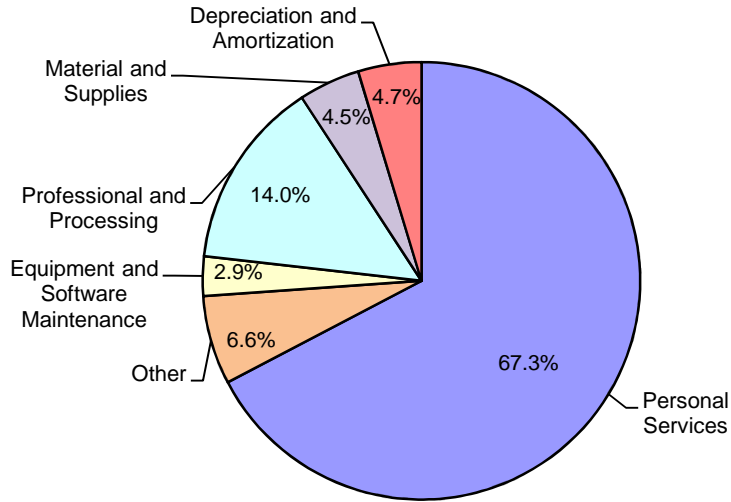
**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

- The Tax Collection Fees represent the portion of the member retainers used to fund the Agency's tax operations. As noted previously, the increase in Tax Collection Fees is due the reduction in interest and charges for other services. When revenues decrease more operating funds (recorded as collection fees) are needed.
- The Charges for Services and Other Revenues include income from the following:
  - Subpoena programs – The Agency field auditors travel to local city halls to assist individuals who are delinquent in filing tax returns and to obtain the related tax payments.
  - Small claim lawsuits – The Agency paralegals represent the municipalities in court to obtain judgments against taxpayers for unpaid taxes.
  - Support of accounting software – the Municipal Services department provides software and support services.
  - Miscellaneous fees/reimbursements – includes amounts charged for copies of records, charges for extraordinary services and reimbursements for employee time spent on special projects.
- The change in Interest Income is substantially due to the drop in interest rates during 2012 and 2011.
- The Agency's substantial expenses are:
  - Personal Services – As the Agency is primarily a service organization, the bulk of the operating expenses are for personnel. This expense is comparable to the prior years presented.
  - Professional and Processing – This expense is largely for outside computer development/security services.
  - Materials and Supplies – Postage costs and Tax Forms costs were reduced by the mailing of postcards instead of tax forms.
  - Depreciation and Amortization – The Agency uses the accrual basis of accounting. As such, when assets are purchased the costs are recognized over the life of the resources. The useful lives are 5 to 40 years and depreciation is calculated using a mid-year conversion.

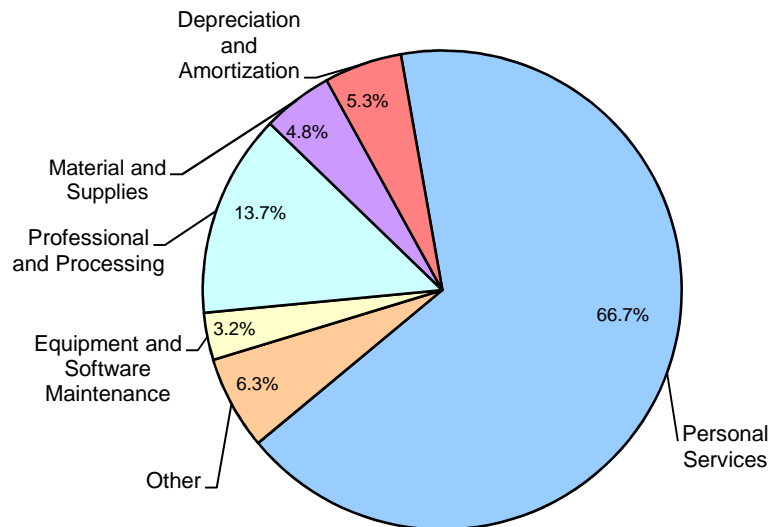
**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

Graphic interpretations of the Agency operating expenses for 2012 and 2011 are presented as follows:

Graph 1 – 2012 Total Agency Operating Expenses



Graph 2 – 2011 Total Agency Operating Expenses



**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

**Capital Assets**

The following Table indicates the capital asset activity for the years ended December 31, 2012 and 2011.

Table 3

	Balance <u>12/31/2011</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2012</u>
Nondepreciable Capital Assets:				
Land	\$ <u>171,918</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>171,918</u>
Capital Assets being Depreciated:				
Buildings and Improvements	3,834,986	24,049	-	3,859,035
Office Equipment and Software	18,622,716	165,889	(55,283)	18,733,322
Vehicles	<u>34,540</u>	<u>-</u>	<u>-</u>	<u>34,540</u>
Total Capital Assets being Depreciated	<u>22,492,242</u>	<u>189,938</u>	<u>(55,283)</u>	<u>22,626,897</u>
Less Accumulated Depreciation and Amortization for:				
Buildings and Improvements	(2,419,669)	(38,312)	-	(2,457,981)
Office Equipment and Software	(9,392,911)	(689,569)	55,283	(10,027,197)
Vehicles	<u>(18,437)</u>	<u>(6,908)</u>	<u>-</u>	<u>(25,345)</u>
Total Accumulated Depreciation and Amortization	<u>(11,831,017)</u>	<u>(734,789)</u>	<u>55,283</u>	<u>(12,510,523)</u>
Net Capital Assets being Depreciated	<u>10,661,225</u>	<u>(544,851)</u>	<u>-</u>	<u>10,116,374</u>
Total Capital Assets, Net	\$ <u><u>10,833,143</u></u>	\$ <u><u>(544,851)</u></u>	\$ <u><u>-</u></u>	\$ <u><u>10,288,292</u></u>
	Balance <u>12/31/2010</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2011</u>
Nondepreciable Capital Assets:				
Land	\$ <u>171,918</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>171,918</u>
Capital Assets being Depreciated:				
Buildings and Improvements	3,834,986	-	-	3,834,986
Office Equipment and Software	19,090,928	96,002	(564,214)	18,622,716
Vehicles	<u>34,540</u>	<u>-</u>	<u>-</u>	<u>34,540</u>
Total Capital Assets being Depreciated	<u>22,960,454</u>	<u>96,002</u>	<u>(564,214)</u>	<u>22,492,242</u>
Less Accumulated Depreciation and Amortization for:				
Buildings and Improvements	(2,381,657)	(38,012)	-	(2,419,669)
Office Equipment and Software	(9,160,033)	(797,092)	564,214	(9,392,911)
Vehicles	<u>(11,529)</u>	<u>(6,908)</u>	<u>-</u>	<u>(18,437)</u>
Total Accumulated Depreciation and Amortization	<u>(11,553,219)</u>	<u>(842,012)</u>	<u>564,214</u>	<u>(11,831,017)</u>
Net Capital Assets being Depreciated	<u>11,407,235</u>	<u>(746,010)</u>	<u>-</u>	<u>10,661,225</u>
Total Capital Assets, Net	\$ <u><u>11,579,153</u></u>	\$ <u><u>(746,010)</u></u>	\$ <u><u>-</u></u>	\$ <u><u>10,833,143</u></u>

**REGIONAL INCOME TAX AGENCY**  
**Management's Discussion and Analysis**  
**(Unaudited)**

**Long -Term Obligations**

Details of the changes in long-term obligations for the year ended December 31, 2012 is as follows:

Table 4

	Balance <u>12/31/2011</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2012</u>	Amounts Due Within <u>One Year</u>
Cleveland-Cuyahoga County Port Authority					
Capital Lease	\$ 15,129,819	\$ -	\$ (1,256,996)	\$ 13,872,823	\$ 1,440,332
Unamortized Premium	341,137	-	(39,053)	302,084	37,254
Compensated Absences	<u>1,146,798</u>	<u>831,850</u>	<u>(996,411)</u>	<u>982,237</u>	<u>643,279</u>
Total Long-Term Obligations	\$ <u>16,617,754</u>	\$ <u>831,850</u>	\$ <u>(2,292,460)</u>	\$ <u>15,157,144</u>	\$ <u>2,120,865</u>

Details of the changes in long-term obligations for the year ended December 31, 2011 was as follows:

	Balance <u>12/31/2010</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2011</u>	Amounts Due Within <u>One Year</u>
Cleveland-Cuyahoga County Port Authority					
Capital Lease	\$ 16,540,242	\$ -	\$ (1,410,423)	\$ 15,129,819	\$ 1,256,996
Unamortized Premium	382,077	-	(40,940)	341,137	39,054
Compensated Absences	<u>1,128,067</u>	<u>854,207</u>	<u>(835,476)</u>	<u>1,146,798</u>	<u>805,353</u>
Total Long-Term Obligations	\$ <u>18,050,386</u>	\$ <u>854,207</u>	\$ <u>(2,286,839)</u>	\$ <u>16,617,754</u>	\$ <u>2,101,403</u>

The activities in 2012 and 2011 primarily reflect the repayment of the debt. Further details on the capital balances and transactions can be found in Notes Seven and Eight.

The other significant proprietary financial report is the Statements of Cash Flows, which provides information about the Agency's cash receipts and disbursements during the year. It summarizes net changes in cash resulting from operating, investing and financing activities. The Notes to the Basic Financial Statements provide further information that is essential to a full understanding of the financial statements

**Contacting the Agency's Financial Management**

This financial report is designed to provide a general overview of the Agency's finances for all interested parties. Questions and requests for additional information regarding this report should be addressed to the Chief Financial Officer, Regional Income Tax Agency, 10107 Brecksville Road, Brecksville, Ohio 44141-3275 or by telephone at 440.526.0900.

# Regional Income Tax Agency

## Statements of Net Position

**December 31, 2012 and 2011**

	2012	2011
Assets:		
Current Assets:		
Cash and Cash Equivalents	\$ 12,408,537	\$ 10,842,547
Other Assets	284,352	177,083
Receivables:		
Accounts	63,824	46,611
Due from Others	15,791,175	12,841,466
Interest	53	53
Total Current Assets	<u>28,547,941</u>	<u>23,907,760</u>
Noncurrent Assets:		
Nondepreciable Capital Assets	171,918	171,918
Depreciable Capital Assets, Net	10,116,374	10,661,225
Restricted – Due from Trust	1,670,615	2,671,905
Total Noncurrent Assets	<u>11,958,907</u>	<u>13,505,048</u>
Total Assets	<u>40,506,848</u>	<u>37,412,808</u>
Liabilities:		
Current Liabilities:		
Accounts Payable	376,945	431,087
Accrued Wages and Benefits	239,484	203,955
Current Portion of Accrued		
Compensated Absences	643,279	805,353
Current Portion of Capital Lease	1,477,586	1,296,050
Other Liabilities	194,548	191,548
Due to Other Governments	13,993,412	12,211,187
Unearned Revenue	9,152,832	7,494,274
Total Current Liabilities	<u>26,078,086</u>	<u>22,633,454</u>
Noncurrent Liabilities:		
Accrued Compensated Absences	338,958	341,445
Capital Lease Obligation	12,697,321	14,174,906
Due to Members – Stabilization	1,200,000	669,050
Total Noncurrent Liabilities	<u>14,236,279</u>	<u>15,185,401</u>
Total Liabilities	<u>40,314,365</u>	<u>37,818,855</u>
Net Position:		
Net Investment in Capital Assets	3,391,721	2,640,523
Restricted for:		
Debt Service	1,670,615	1,961,876
Capital Improvements	-	710,029
Unrestricted (Deficit)	<u>(4,869,853)</u>	<u>(5,718,475)</u>
Total Net Position	<u>\$ 192,483</u>	<u>\$ (406,047)</u>

See Accompanying Notes to the Basic Financial Statements



## Regional Income Tax Agency

### Statements of Revenues, Expenses and Changes in Net Position

#### **For the Years Ended December 31, 2012 and 2011**

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	<u>2012</u>	<u>2011</u>
Operating Revenues:		
Tax Collection Fees	\$ 15,932,136	\$ 15,617,081
Charges for Services and Other Revenues	<u>983,767</u>	<u>1,132,795</u>
Total Operating Revenues	<u>16,915,903</u>	<u>16,749,876</u>
Operating Expenses:		
Personal Services	10,583,673	10,710,142
Travel and Transportation	83,229	69,056
Office Rent and Maintenance	125,160	174,042
Equipment and Software Maintenance	459,897	512,381
Cost of Equipment Purchased For Members	64,122	96,413
Professional and Processing	2,198,888	2,204,468
Telephone and Utilities	292,506	273,636
Forms and Envelopes	367,909	338,045
Insurance	50,679	44,549
Miscellaneous Expenses	47,992	17,972
Material and Supplies	712,699	762,942
Depreciation and Amortization	<u>734,789</u>	<u>842,012</u>
Total Operating Expenses	<u>15,721,543</u>	<u>16,045,658</u>
Operating Income	<u>1,194,360</u>	<u>704,218</u>
Non – Operating Revenues (Expenses):		
Interest Income	87,555	118,539
Interest Expense	<u>(683,385)</u>	<u>(747,265)</u>
Total Non – Operating Revenues (Expenses)	<u>(595,830)</u>	<u>(628,726)</u>
Change in Net Position	598,530	75,492
Net Position, Beginning of Year, Restated	<u>(406,047)</u>	<u>(481,539)</u>
Net Position, End of Year	\$ <u>192,483</u>	\$ <u>(406,047)</u>

See Accompanying Notes to the Basic Financial Statements

# Regional Income Tax Agency

## Statements of Cash Flows

### **For the Years Ended December 31, 2012 and 2011**

	<u>2012</u>	<u>2011</u>
Cash Flows from Operating Activities:		
Cash Receipts:		
From Member Municipalities	\$ 28,176,693	\$ 23,811,269
From Stabilization Funding	530,950	669,050
Cash Payments:		
To Suppliers for Goods and Services	(5,092,443)	(4,389,084)
To Employees for Services	(8,043,923)	(7,955,854)
For Employee Benefits	(2,668,782)	(2,751,868)
For Retainer Refund	<u>(10,255,978)</u>	<u>(7,025,284)</u>
Net Cash Provided by Operating Activities	<u>2,646,517</u>	<u>2,358,229</u>
Cash Flows from Noncapital Financing Activities:		
Funding of Other Assets – Due from Trust	<u>794,566</u>	<u>2,620,185</u>
Cash Flows from Capital and Related Financing Activities:		
Acquisition of Capital Assets	(189,938)	(96,002)
Principal Payments on Capital Lease Obligations	(1,050,272)	(1,410,423)
Interest Payments on Capital Lease Obligations	<u>(722,438)</u>	<u>(788,205)</u>
Net Cash Used by Capital and Related Financing Activities	<u>(1,962,648)</u>	<u>(2,294,630)</u>
Cash Flows from Investing Activities:		
Interest on Cash and Cash Equivalents	<u>87,555</u>	<u>118,539</u>
Net Increase in Cash and Cash Equivalents	1,565,990	2,802,323
Cash and Cash Equivalents, Beginning of Year	<u>10,842,547</u>	<u>8,040,224</u>
Cash and Cash Equivalents, End of Year	\$ <u>12,408,537</u>	\$ <u>10,842,547</u>

Continued

See Accompanying Notes to the Basic Financial Statements

## Regional Income Tax Agency

### Statements of Cash Flows (Continued)

#### **For the Years Ended December 31, 2012 and 2011**

	<u>2012</u>	<u>2011</u>
Reconciliation of Operating Income to Net Cash from Operating Activities:		
Operating Income	\$ 1,194,360	\$ 704,218
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation and amortization	734,789	842,012
Changes in Assets and Liabilities:		
Other Assets	(107,269)	28,728
Trade Accounts Receivable	(17,213)	142,242
Due from Others	(2,949,709)	(4,678,593)
Interest Receivable	-	32,827
Accounts Payable	(54,142)	11,974
Accrued Wages	35,529	9,334
Accrued Compensated Absences	(164,561)	(6,914)
Other Liabilities	3,000	63,719
Due to Other Governments	1,782,225	3,178,194
Unearned Revenue	1,658,558	1,361,438
Due to Members – Stabilization	<u>530,950</u>	<u>669,050</u>
Net Cash Provided by Operating Activities	\$ <u><u>2,646,517</u></u>	\$ <u><u>2,358,229</u></u>
Supplemental Schedule of Non-Cash Investing, Capital and Related Financing Activities:		
Principal Payment on Capital Lease Obligations Paid from Bond Proceeds Held in Trust	\$ <u><u>(206,724)</u></u>	\$ <u><u>-</u></u>
Amortization of Premium on Capital Lease Classified as Interest Expense	\$ <u><u>(39,053)</u></u>	\$ <u><u>(40,940)</u></u>

See Accompanying Notes to the Basic Financial Statements

# Regional Income Tax Agency

## Statements of Fiduciary Net Position

**December 31, 2012 and 2011**

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	<u>2012</u>	<u>2011</u>
Assets:		
Cash and Cash Equivalents	\$ 88,994,611	\$ 64,930,446
Receivables:		
Interest	56	13
Income Taxes of Member Municipalities, Net	<u>304,626,483</u>	<u>249,838,358</u>
Total Assets	<u>\$ 393,621,150</u>	<u>\$ 314,768,817</u>
Liabilities:		
Refunds Payable	\$ 4,326,205	\$ 2,841,676
Due to Others	15,791,175	12,841,466
Due to Other Governments	<u>373,503,770</u>	<u>299,085,675</u>
Total Liabilities	<u>\$ 393,621,150</u>	<u>\$ 314,768,817</u>

See Accompanying Notes to the Basic Financial Statements

# Regional Income Tax Agency

Notes to the Basic Financial Statements

**December 31, 2012 and 2011**

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## **Note 1: Reporting Entity**

The Regional Income Tax Agency (the Agency) is an independent entity that provides efficient collections of municipal income taxes for the member municipalities (the Members) of a Regional Council of Governments formed under Section 167 of the Ohio Revised Code. The Members elect a nine position Board of Trustees to oversee the Agency operations. The Agency has a fiduciary responsibility to collect municipal income taxes for its Members at the rates levied and then distribute the municipal income taxes (less related net expenses and refunds) to its Members. Distributions of tax collections to Members are based upon information provided by taxpayers on tax returns and other supporting data.

For financial reporting purposes, the Agency's financial statements include all funds for which the Agency is financially accountable. Financial accountability, as defined by the Governmental Accounting Standards Board (GASB), exists if the Agency appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is potential for the organization to provide specific financial benefits to, or impose specific burdens on, the Agency. The Agency may also be financially accountable for governmental organizations with a separately elected governing board, a governing board appointed by another government, or a jointly appointed board that is fiscally dependent on the Agency. Also taken into consideration are any other organizations for which the nature and significance of their relationship with the Agency are such that exclusion would cause the financial statements to be misleading or incomplete. Based on these criteria, there were no other organizations that require incorporation into the financial statements.

## **Note 2: Summary of Significant Accounting Policies**

The following summarizes the significant accounting policies applied in the preparation of the basic financial statements.

The financial statements of the Agency have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the Agency's accounting policies are described below.

The Agency's basic financial statements consist of Statements of Net Position, Statements of Revenues, Expenses and Changes in Net Position, Statements of Cash Flows, and Statements of Fiduciary Net Position.

The Agency uses a single enterprise fund and an agency fund to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts.

Enterprise fund reporting focuses on the determination of the change in net position, financial position and cash flows. An enterprise fund may be used to account for any activity for which a fee is charged to external users.

# Regional Income Tax Agency

Notes to the Basic Financial Statements

**December 31, 2012 and 2011**

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **A. Basis of Presentation**

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the entity under a trust agreement for individuals, private organizations, or other governments and are, therefore, not available to support the entity's own programs; the Agency has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Agency's only agency fund is used to account for tax collections held by the Agency as an agent for the Members.

### **B. Measurement Focus**

The enterprise fund is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of this fund are included on the Statements of Net Position, except for the agency fund. The Statements of Revenues, Expenses and Changes in Net Position present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The Statements of Cash Flows provide information about how the Agency finances and meets the cash flow needs of its enterprise activities.

### **C. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The Agency's basic financial statements are prepared using the accrual basis of accounting.

Revenue is recorded on the accrual basis when the exchange takes place. Expenses are recognized at the time they are incurred. It is necessary to calculate unearned revenue when recording an estimated receivable that the Agency will withhold from its members when collecting the taxes on current year earnings. Unearned revenue in the amount of \$9,152,832 at December 31, 2012 and \$7,494,274 at December 31, 2011 has not been recorded as revenue for the following reasons (1) the transactions have not yet been processed, therefore, the money has not yet been earned; and (2) if it were to be recorded as revenue, it would be included in the retainer refund calculation and money that has not yet been collected by the Agency would be prematurely refunded to the Members.

### **D. Cash and Cash Equivalents**

During fiscal years 2012 and 2011, the Agency invested in the State Treasury Asset Reserve of Ohio (STAROhio) and repurchase agreements.

Investments are reported at fair value which is based on quoted market prices.

The STAROhio investment pool managed by the State Treasurer's Office, allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could have been sold for on December 31, 2012 and December 31, 2011.

# Regional Income Tax Agency

Notes to the Basic Financial Statements

**December 31, 2012 and 2011**

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **D. Cash and Cash Equivalents (continued)**

For purposes of the Statements of Cash Flows and for presentation on the Statements of Net Position, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the Agency are considered to be cash equivalents. Instruments with an initial maturity of more than three months are reported as investments.

### **E. Allowance for Doubtful Accounts**

Income taxes of member municipalities receivable is shown net of a \$3,549,700 allowance for doubtful accounts at December 31, 2012 and \$3,346,588 at December 31, 2011. The allowance reflects management's best estimate of the amounts that will not be collected. This is based on an assessment of aged receivables and historical collection rates.

### **F. Capital Assets and Depreciation**

All capital assets are recorded at historical cost. The Agency maintains a capitalization threshold of \$500. Depreciation is charged to operations over the assets' estimated useful lives using the straight-line method, with one half year's depreciation in the year of acquisition. Estimated useful lives are as follows:

Buildings and Improvements	16 – 40 years
Office Equipment and Software	5 – 25 years
Vehicles	5 years

### **G. Allocation of Expenses to Members**

The Agency allocates to Members net operating expenses, after reduction for interest income, charges for services and other revenues. The Members' allocation is based upon the average of the percentage of each Member's transactions to total Agency transactions and the percentage of each Member's collections to total Agency collections.

### **H. Capital Lease Commitment Premium**

The capital lease premium is deferred and amortized over the term of the lease using the effective interest method. The premium is presented as an increase of the face amount of the capital lease payable.

# Regional Income Tax Agency

Notes to the Basic Financial Statements

**December 31, 2012 and 2011**

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## Note 2: Summary of Significant Accounting Policies (continued)

### I. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The Agency records a liability for all accumulated unused vacation time when earned for all eligible employees.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the Agency has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year end taking into consideration any limits specified in the Agency's termination policy.

### J. Unearned Revenue

Unearned revenue represents tax collection fees accrued that will be earned in subsequent periods as the tax receivables are collected.

### K. Net Position

Net position is the residual amount when comparing assets to liabilities. Net investment in capital assets, consists of capital assets (net of accumulated depreciation), reduced by the outstanding balances of any borrowings (net of unexpended proceeds) used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Agency or through external restrictions imposed by creditors, grantors, laws or regulations of other governments. The Agency's restricted net position is comprised of assets due from trust. The Agency applies restricted resources when an expense is incurred for which both restricted and unrestricted net position are available.

	<u>2012</u>	<u>2011</u>
Net Investment in Capital Assets:		
Capital Assets	\$ <u>10,288,292</u>	\$ <u>10,833,143</u>
Capital Lease	14,174,907	15,470,956
Unspent proceeds	(1,670,615)	(2,671,905)
Proceeds spent on non-capital items	<u>(5,607,721)</u>	<u>(4,606,431)</u>
Net Capital Lease	<u>6,896,571</u>	<u>8,192,620</u>
Total Net Investment in Capital Assets	\$ <u><u>3,391,721</u></u>	\$ <u><u>2,640,523</u></u>

### L. Revenues and Expenses

Operating revenues and expenses result from providing tax collection services, extraordinary services and goods to the members. Operating expenses consist of the cost of these services, including administrative expenses and depreciation on capital assets. Non-operating revenues and expenses are all revenues and expenses not meeting the definition of operating revenues and expenses. Non-operating revenues and expenses include revenues and expenses from capital and related financing activities and investing activities.



# Regional Income Tax Agency

Notes to the Basic Financial Statements

**December 31, 2012 and 2011**

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **M. Use of Estimates**

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

### **N. Subsequent Events**

In preparing these financial statements, the Agency has evaluated events and transactions for potential recognition or disclosure through June 19, 2013, the date the financial statements were available to be issued.

### **O. Comparative Data/Reclassifications**

Comparative data for the prior year are presented in order to provide an understanding of the changes in financial position and operations. Certain reclassifications have been made to the 2011 financial statements in order to conform to the 2012 presentation.

## **Note 3: Changes in Accounting Principles and Restatement of Prior Year Net Position**

### **Changes in Accounting Principles**

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the FASB and AICPA pronouncements which do not conflict with or contradict GASB pronouncements. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011 and have been implemented by the Agency.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011 and have been implemented by the Agency.

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012 and have been implemented by the Agency.

# Regional Income Tax Agency

Notes to the Basic Financial Statements

## December 31, 2012 and 2011

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### **Note 3: Changes in Accounting Principles and Restatement of Prior Year Net Position (continued)**

#### **Restatement of Prior Year Net Position**

In prior periods, the Agency had reported assets related to unamortized debt issuance costs. GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, have reclassified debt issuance costs as an expense in the period incurred rather than amortizing the costs over the life of the debt. The implementation of this Statement requires restatement of prior period's net position as follows:

Net Position, December 31, 2010	\$	164,159
Unamortized Debt Issuance Costs		<u>(645,698)</u>
Restated Net Position, December 31, 2010	\$	<u><u>(481,539)</u></u>

#### **Note 4: Deposits and Investments**

State of Ohio statutes classify funds held by the Agency into three categories.

Active deposits are amounts necessary to meet current cash needs. Such monies are maintained either in commercial accounts payable or withdrawable on demand accounts, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are monies identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are those monies that are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim monies may be deposited or invested in the following securities:

1. Bonds, notes or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest therein.
2. Bonds, notes, debentures or other obligations or securities issued by any federal government agency.
3. Deposits with financial institutions and savings and loan associations, collateralized, as required by law.
4. State Treasurer's investment pool (STAROhio).
5. Bonds and other obligations of the State of Ohio.
6. Repurchase agreements fully collateralized with securities listed in 1 and 2 above.

Investments in mortgage backed securities, principal only or interest only or strips, reverse repurchase agreements and derivatives are forbidden. The use of leverage and short selling are also prohibited. Repurchase agreements are limited to maximum maturities of thirty days. A maximum of 18 million dollars can be invested over a longer period not to exceed two years with the exception of the debt reserve funds established under the agreements with the Cleveland-Cuyahoga County Port Authority. The debt reserve funds may be invested for the maximum time allowed under the Ohio Revised Code. All other funds shall be invested for a period not to exceed 45 days.

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

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#### **Note 4: Deposits and Investments (continued)**

##### **Deposits**

*Custodial credit risk* is the risk that, in the event of bank failure, the Agency's deposits may be lost. Protection of the Agency's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution.

Public depositories must give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in lieu of amounts insured by the FDIC or may pledge a pool of government securities that have a face value that is at least 110 percent of the total value of public monies on deposit at the institution. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within five years of the date of the related repurchase agreement. The market value of the securities subject to a repurchase agreement must exceed the value of the principal by two percent and be marked to market daily. State law does not require security for public deposits and investments to be maintained in the Agency's name.

At December 31, 2012, the carrying amount of the Agency's deposits was \$71,109,404 and the bank balance was \$73,589,481. Of the bank balance, \$381,181 was covered by FDIC insurance and the remaining \$73,208,300 was covered by specific collateral held in the Agency's name. At year end, the Agency had \$400 of undeposited cash on hand.

At December 31, 2011, the carrying amount of the Agency's deposits was \$53,669,038 and the bank balance was \$55,479,214. Of the bank balance, \$635,279 was covered by FDIC insurance and \$54,843,935 was covered by specific collateral held in the Agency's name. At year end, the Agency had \$400 of undeposited cash on hand.

##### **Investments**

Investments are reported at fair value. As of December 31, 2012, the Agency had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (days)</u>
Repurchase Agreements	\$ 22,647,184	1
STAROhio	<u>7,646,160</u>	1
Portfolio Total	<u>\$ 30,293,344</u>	

As of December 31, 2011, the Agency had the following investments:

	<u>Fair Value</u>	<u>Weighted Average Maturity (days)</u>
Repurchase Agreements	\$ 13,838,527	1
STAROhio	<u>8,265,028</u>	1
Portfolio Total	<u>\$ 22,103,555</u>	

# Regional Income Tax Agency

Notes to the Basic Financial Statements

**December 31, 2012 and 2011**

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## **Note 4: Deposits and Investments (continued)**

Safety of principal is an investment objective of the Agency. The Agency's policy states that each transaction shall seek to first ensure that capital losses are avoided, whether they are from securities, defaults or erosion of market value. The Agency seeks to attain market rates of return on its investments, consistent with constraints imposed by its safety objectives, cash flow considerations and state laws that restrict the placement of certain public funds.

**Interest Rate Risk** arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The Agency mitigates risk by timing investment maturities to match operating cash requirements. In addition, due to the bi-monthly cash distribution schedule, investments must be of a relatively short duration.

**Custodial Risk** for investments is the risk that, in the event of the failure of the counterparty to a transaction, the Agency will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party. Investments may only be made through institutions that are members of the National Association of Securities Dealers. The Board of Trustees reviews and approves these institutions.

**Credit Risk** is addressed by the Agency's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that the portfolio be diversified by issuer. All investments by the Agency are registered and carry a AAA rating by Standard & Poor's.

**Concentration of Credit Risk** is the risk of loss attributed to the magnitude of investment in a single issuer. The Agency's investment policy requires that the repurchase agreements cannot exceed ten percent (10%) of the capital of the issuing institution or seventy-five percent (75%) of the Agency investment portfolio with the exception that the Agency is authorized to invest one-hundred percent (100%) of its portfolio in repurchase agreements or other investment vehicles with the State Treasurer's investment pool (STAROhio).

The following is the Agency's allocation as of December 31, 2012:

<u>Investment Issue</u>	<u>Percentage of Investments</u>
Key Bank	74.53%
STAROhio	25.24
The Huntington National Bank	0.23

The following is the Agency's allocation as of December 31, 2011:

<u>Investment Issue</u>	<u>Percentage of Investments</u>
Key Bank	57.37%
STAROhio	37.39
Charter One Bank	4.82
The Huntington National Bank	0.42

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

#### Note 5: Receivables

Accounts receivable included on the Statements of Net Position at December 31, 2012 and 2011 consists primarily of subpoena fees receivable and miscellaneous service receivables due from Members. Management considers all receivables fully collectible.

#### Note 6: Capital Assets

Capital asset activity for the year ended December 31, 2012, was as follows:

	Balance <u>12/31/2011</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2012</u>
Nondepreciable Capital Assets:				
Land	\$ 171,918	\$ -	\$ -	\$ 171,918
Capital Assets being Depreciated:				
Buildings and Improvements	3,834,986	24,049	-	3,859,035
Office Equipment and Software	18,622,716	165,889	(55,283)	18,733,322
Vehicles	34,540	-	-	34,540
Total Capital Assets being Depreciated	<u>22,492,242</u>	<u>189,938</u>	<u>(55,283)</u>	<u>22,626,897</u>
Less Accumulated Depreciation and Amortization for:				
Buildings and Improvements	(2,419,669)	(38,312)	-	(2,457,981)
Office Equipment and Software	(9,392,911)	(689,569)	55,283	(10,027,197)
Vehicles	(18,437)	(6,908)	-	(25,345)
Total Accumulated Depreciation and Amortization	<u>(11,831,017)</u>	<u>(734,789)</u>	<u>55,283</u>	<u>(12,510,523)</u>
Net Capital Assets being Depreciated	<u>10,661,225</u>	<u>(544,851)</u>	<u>-</u>	<u>10,116,374</u>
Total Capital Assets, Net	\$ <u>10,833,143</u>	\$ <u>(544,851)</u>	\$ <u>-</u>	\$ <u>10,288,292</u>

Capital asset activity for the year ended December 31, 2011, was as follows:

	Balance <u>12/31/2010</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2011</u>
Nondepreciable Capital Assets:				
Land	\$ 171,918	\$ -	\$ -	\$ 171,918
Capital Assets being Depreciated:				
Buildings and Improvements	3,834,986	-	-	3,834,986
Office Equipment and Software	19,090,928	96,002	(564,214)	18,622,716
Vehicles	34,540	-	-	34,540
Total Capital Assets being Depreciated	<u>22,960,454</u>	<u>96,002</u>	<u>(564,214)</u>	<u>22,492,242</u>
Less Accumulated Depreciation and Amortization for:				
Buildings and Improvements	(2,381,657)	(38,012)	-	(2,419,669)
Office Equipment and Software	(9,160,033)	(797,092)	564,214	(9,392,911)
Vehicles	(11,529)	(6,908)	-	(18,437)
Total Accumulated Depreciation and Amortization	<u>(11,553,219)</u>	<u>(842,012)</u>	<u>564,214</u>	<u>(11,831,017)</u>
Net Capital Assets being Depreciated	<u>11,407,235</u>	<u>(746,010)</u>	<u>-</u>	<u>10,661,225</u>
Total Capital Assets, Net	\$ <u>11,579,153</u>	\$ <u>(746,010)</u>	\$ <u>-</u>	\$ <u>10,833,143</u>

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

#### Note 7: Long-Term Obligations

Changes in the Agency's long-term obligations for the year ended December 31, 2012 are as follows:

	Balance <u>12/31/2011</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2012</u>	Amounts Due Within <u>One Year</u>
Cleveland-Cuyahoga County Port Authority Capital Lease	\$ 15,129,819	\$ -	\$ (1,256,996)	\$ 13,872,823	\$ 1,440,332
Unamortized Premium	341,137	-	(39,053)	302,084	37,254
Compensated Absences	<u>1,146,798</u>	<u>831,850</u>	<u>(996,411)</u>	<u>982,237</u>	<u>643,279</u>
Total Long-Term Obligations	\$ <u>16,617,754</u>	\$ <u>831,850</u>	\$ <u>(2,292,460)</u>	\$ <u>15,157,144</u>	\$ <u>2,120,865</u>

Changes in the Agency's long-term obligations for the year ended December 31, 2011 are as follows:

	Balance <u>12/31/2010</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>12/31/2011</u>	Amounts Due Within <u>One Year</u>
Cleveland-Cuyahoga County Port Authority Capital Lease	\$ 16,540,242	\$ -	\$ (1,410,423)	\$ 15,129,819	\$ 1,256,996
Unamortized Premium	382,077	-	(40,940)	341,137	39,054
Compensated Absences	<u>1,128,067</u>	<u>854,207</u>	<u>(835,476)</u>	<u>1,146,798</u>	<u>805,353</u>
Total Long-Term Obligations	\$ <u>18,050,386</u>	\$ <u>854,207</u>	\$ <u>(2,286,839)</u>	\$ <u>16,617,754</u>	\$ <u>2,101,403</u>

#### Note 8: Capital Lease Commitment

Effective December 19, 2000, the Members entered into a capital lease agreement with the Cleveland-Cuyahoga County Port Authority (the Authority). The Members leased the Series 2000B Project from the Authority. The Series 2000B Project provided funds for the acquisition and installation of personal property consisting of an HVAC system, computer equipment, computer software and certain other furnishings and equipment to be located and used at the Agency. In March 2009 the Agency elected to exercise an early redemption option for the Series 2000B Project bonds.

On December 1, 2001, the Members entered into a lease agreement with National City Leasing Corporation (NCLC) to provide funds for the acquisition and installation of personal property consisting of computer equipment, computer software and certain other furnishings and equipment to be located and used at the Agency. The NCLC lease agreement was refinanced on January 31, 2003 and 2004 and on December 30, 2004, the Agency obtained Series 2004 permanent bond financing for this obligation with the Authority.

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

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#### **Note 8: Capital Lease Commitment (continued)**

The replacement capital lease agreement signed by the Agency generated proceeds of \$21,662,747. This exceeded the par amount of \$20,990,000, resulting in a premium of \$672,747. From the proceeds, \$20,724,937 was placed in trust to refinance the NCLC capital lease in January 2005 and to establish new bond reserve and retirement funds, while \$937,810 related to loan fees. The leased personal property includes the HVAC system, other improvements and furnishings of the project site, and the development, furnishing, and installing of certain computer hardware and software and acts as security for the capital lease. The initial lease term was December 30, 2004 to December 31, 2005; however, the Agency exercised its options and extended the maturity date to December 31, 2009. The lessee can renew the lease for consecutive one-year periods, except that the final renewal term will mature on November 15, 2022. The Agency intends to renew the lease through the maturity date and this is stated in the lease. The lease includes a \$10 bargain purchase option; therefore, management has recorded the obligation as a capital lease. The lease has an imputed interest rate of 4.726%.

Future minimum lease payments under the Series 2004 lease agreement are as follows:

2013	\$ 2,064,804
2014	1,944,229
2015	1,665,792
2016	1,668,292
2017	1,667,792
2018-2022	<u>8,269,389</u>
Future minimum lease payments	17,280,298
Less amount representing interest	<u>3,407,475</u>
Present value of future minimum lease payments	\$ <u>13,872,823</u>

The Series 2004 capital lease agreement contains various covenants, including a minimum amount of annual income tax collections. If the minimum collection amount is not met, the lease could be subject to a special mandatory redemption.

Proceeds in the amount of \$1,670,615 and \$2,671,905 from capital lease arrangements are held in trust at December 31, 2012 and 2011, respectively. These proceeds held in trust consist of bond reserve and project funds. Project funds are distributed as project costs are incurred. Project costs in the amount of \$16,515,698 have been placed into service as of December 31, 2012. Accumulated depreciation of \$5,627,391 at December 31, 2012 and \$5,218,309 at December 31, 2011 has been recorded for the assets placed into service.

The Agency has utilized capital lease proceeds to implement a new, multi-dimensional tax information system. The operational systems include an Imaging and Document Workflow system, a Telephone Interactive Voice Recognition Unit, a Customer Relationship Management system, a Virtual Private Network, a Datawarehouse, an eProcess system, an eBusiness system, a Data Entry system and an Editing system.

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

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#### **Note 9: Tax Collection Fees**

During each year, the Agency withholds, as its tax collection fee, a portion of the taxes, penalties and interest collected. At year end, the amount withheld in excess of operating expenses less other revenues is determined and recorded as amounts Due to Other Governments. In the subsequent year, this excess is distributed to the Members. At December 31, 2012 and 2011, the amount due to other governments is calculated as follows:

	<u>2012</u>	<u>2011</u>
Amounts withheld for Tax Collection Fees	\$ 30,456,498	\$ 27,828,270
Charges for Services and Other Revenues	571,169	574,152
Net Interest Income	<u>87,186</u>	<u>118,135</u>
Subtotal	31,114,853	28,520,557
Operating Expenses and Interest Expense	<u>17,121,441</u>	<u>16,309,370</u>
Excess of Amounts withheld (Due to Other Governments)	\$ <u>13,993,412</u>	\$ <u>12,211,187</u>

#### **Note 10: Compensated Absences**

The Agency's employees accumulate vacation leave and unlimited sick leave based upon hours worked and years of service. Upon retirement or death, employees are paid 25 percent of accumulated sick leave, not to exceed 250 hours. Sick leave in excess of the 250 hour maximum is not paid upon retirement or death, but will be paid only upon illness while in the employment of the Agency.

During the first seven years of employment, employees can earn 10 days of vacation leave per year. During the next six years of employment, employees can earn 15 days per year. After 13 years of employment, an employee can earn 20 days and after 21 years of service, employees can earn 25 days per year. Employees may accrue, and be paid upon termination of employment with the Agency, up to a maximum of 20 days in the first seven years of employment, 30 days during the next seven years of employment, 40 days in the subsequent eight years and 50 days thereafter.

#### **Note 11: Pension Plans – Ohio Public Employees Retirement System**

The Agency participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and (vested) employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the combined plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension 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.



# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### **December 31, 2012 and 2011**

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#### **Note 11: Pension Plans – Ohio Public Employees Retirement System (continued)**

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/carfr.shtml>, by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling (614) 222-5601 or (800) 222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2012, member and employer contribution rates were consistent across all three plans. The Agency contributed 14 percent of covered payroll and employees contributed 10 percent of covered payroll.

The Agency's required contributions for pension obligations to the Traditional, Combined, and Member-Directed Plans for the years ended December 31, 2012, 2011, and 2010 were \$784,446, \$788,257, and \$798,588, respectively, equal to the required contributions for each year. The full amount has been contributed for all three years.

#### **Note 12: Post-employment Benefits – Ohio Public Employees Retirement System**

The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan – a defined contribution plan; and the Combined Plan – a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple-employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-retirement health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB Plan to its eligible members and beneficiaries. Authority to establish and amend the OPEB Plan is provided in Chapter 145 of the Ohio Revised Code.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/carfr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH, 43215-4642, or by calling 614-222-5601 or 800-222-7377.

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

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#### **Note 12: Postemployment Benefits – Ohio Public Employees Retirement System (continued)**

The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care coverage. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2012, the Agency contributed at a rate of 14.0 percent of covered payroll, the maximum employer contribution rate permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of the post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0 percent during calendar year 2012. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05 percent during calendar year 2012. Effective January 1, 2013, the portion of employer contributions allocated to healthcare was lowered to 1 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The Agency's contributions for health care for the years ended December 31, 2012, 2011, and 2010 were \$313,756, \$315,281, and \$403,506, respectively. The full amount has been contributed for 2012, 2011 and 2010.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4.0 percent of the employer contributions toward the health care fund after the end of the transition period.

#### **Note 13: Risk Management**

The Agency is exposed to various risks of loss including employee health care costs, errors and omissions, torts and legal judgments, and damage and destruction of assets.

The Agency carries \$2,000,000 of comprehensive general liability insurance coverage, a \$5,000,000 umbrella policy, as well as insurance coverage for the Agency business interruption and property losses. Settled claims have not exceeded this commercial coverage in any of the past three years and there was no significant reduction in coverage from the prior year. Workers' compensation coverage is provided by the State of Ohio. The Agency pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. The Agency also provides insurance coverage to provide employee health, dental and life insurance benefits provided by a commercial insurance carrier.

# Regional Income Tax Agency

## Notes to the Basic Financial Statements

### December 31, 2012 and 2011

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#### **Note 14: Stabilization Fund**

In December 2011, the Board of Trustees adopted a policy establishing a stabilization fund and approved the initial \$669,050 contribution. This policy segregates certain unrestricted funds that can only be used for specific purposes as imposed by a formal action of the Board. At a minimum, the Board annually reviews the balance and determines an amount, if any, to designate to the Stabilization Fund. For 2012, the Board approved a contribution of \$530,950.

#### **Note 15: Fair Value Measurements**

In accordance with the “Fair Value Measurements” topic of the FASB ASC, the Agency uses a three-level fair value hierarchy that categorizes assets and liabilities measured at fair value based on the observability of the inputs utilized in the valuation. This hierarchy prioritizes the inputs into three broad levels as follows: Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 inputs are quoted prices for similar assets and liabilities in active markets or inputs that are observable for the asset or liability, either directly or indirectly; and Level 3 inputs are unobservable inputs in which little or no market data exists, therefore, requiring an entity to develop its own valuation assumptions. These inputs reflect management’s judgment about the assumptions that a market participant would use in pricing the asset and are based on the best available information, which has been internally developed.

In accordance with the “Fair Value Measurements” topic of the FASB ASC, the Agency has elected to not apply the provisions of topic 820, as discussed in paragraph 820-10-15-1A of the FASB ASC, to non-financial assets and liabilities, except for those items that are recognized or disclosed at fair value in an entity’s financial statements on a recurring basis.

Financial assets consisted of the following for 2012 and 2011:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>12/31/2012</u>
STAROhio	\$ 3,620,963	\$ -	\$ -	\$ 3,620,963
Sweep/Money Market Accounts	<u>8,604,685</u>	<u>-</u>	<u>-</u>	<u>8,604,685</u>
	<u>\$ 12,225,648</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,225,648</u>
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>12/31/2011</u>
STAROhio	\$ 2,954,165	\$ -	\$ -	\$ 2,954,165
Sweep/Money Market Accounts	<u>7,645,849</u>	<u>-</u>	<u>-</u>	<u>7,645,849</u>
	<u>\$ 10,600,014</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,600,014</u>

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Agency believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

## Regional Income Tax Agency

### Statement of Changes in Assets and Liabilities – Agency Fund

#### For the Year Ended December 31, 2012

	Balance at January 1, <u>2012</u>	<u>Additions</u>	<u>Deductions</u>	Balance at December 31, <u>2012</u>
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 64,930,446	\$ 986,920,889	\$ (962,856,724)	\$ 88,994,611
<b>Receivables:</b>				
Interest	13	56	(13)	56
Income Taxes of Member Municipalities, Net	<u>249,838,358</u>	<u>304,626,483</u>	<u>(249,838,358)</u>	<u>304,626,483</u>
Total Assets	\$ <u>314,768,817</u>	\$ <u>1,291,547,428</u>	\$ <u>(1,212,695,095)</u>	\$ <u>393,621,150</u>
<b>Liabilities:</b>				
Refunds Payable	\$ 2,841,676	\$ 22,840,051	\$ (21,355,522)	\$ 4,326,205
Due to Others	12,841,466	30,228,321	(27,278,612)	15,791,175
Due to Other Governments	<u>299,085,675</u>	<u>1,019,308,897</u>	<u>(944,890,802)</u>	<u>373,503,770</u>
Total Liabilities	\$ <u>314,768,817</u>	\$ <u>1,072,377,269</u>	\$ <u>(993,524,936)</u>	\$ <u>393,621,150</u>

## Regional Income Tax Agency

### Schedule of Revenues and Expenses – Budget and Actual (GAAP Basis)

#### For the Year Ended December 31, 2012

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 28,080,580	\$ 28,080,580	\$ 16,915,903	\$ (11,164,677)
Interest Income	<u>100,600</u>	<u>100,600</u>	<u>87,555</u>	<u>(13,045)</u>
Total Revenues	<u>28,181,180</u>	<u>28,181,180</u>	<u>17,003,458</u>	<u>(11,177,722)</u>
Expenses:				
Personal Services	12,376,410	12,220,450	10,583,673	1,636,777
Other	<u>7,500,440</u>	<u>7,500,440</u>	<u>5,821,255</u>	<u>1,679,185</u>
Total Expenses	<u>19,876,850</u>	<u>19,720,890</u>	<u>16,404,928</u>	<u>3,315,962</u>
Net Income (Loss)	\$ <u>8,304,330</u>	\$ <u>8,460,290</u>	\$ <u>598,530</u>	\$ <u>(7,861,760)</u>

Note: Although not required by law, an annual operating budget is adopted for management purposes.

The accompanying notes are an integral part of this Schedule

## **Regional Income Tax Agency**

Note to the Supplementary Information

**December 31, 2012**

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### **Budgetary Process**

Although not required under the Ohio Revised Code, an annual operating budget, which lapses at the end of each year, is adopted for management purposes. The budget is adopted for the proprietary fund on the same accounting basis used to reflect actual revenues and expenses. The Executive Director is authorized to expend the budget amounts; however, any change between the departments, line items or in the total amount budgeted for a particular fund requires the approval of the Board of Trustees of the Agency.

# **Statistical Section**

**(Unaudited)**

## Statistical Section

This portion of the Agency's Comprehensive Annual Financial Report presents detailed information in a context for further understanding of the information in the financial statements, note disclosures and required supplementary information.

**Financial Trends** – This schedule contains trend information to assist the reader in understanding how the Agency has performed financially over time.

**Revenues** – These schedules contain information on the Agency's revenues.

**Operating Information** – These schedules contain information on Agency operations.

**Debt Capacity** – This schedule shows the Agency's Ratio of Debt.

**Economic and Demographic Information** – These schedules offer economic and demographic indicators for each municipality.

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.



## Regional Income Tax Agency

### Changes in Net Position - Last Nine Years

	2012	2011 (1)	2010 (1)	2009	2008	2007	2006	2005	2004
<b>Operating Revenues:</b>									
Tax Collection Fees	\$ 15,932,136	\$ 15,617,081	\$ 16,465,159	\$ 16,107,677	\$ 14,194,871	\$ 12,469,945	\$ 11,462,953	\$ 11,645,263	\$ 12,249,244
Charges for Services and Other Revenues	983,767	1,132,795	1,189,857	1,056,738	1,150,867	1,116,104	1,119,612	999,360	805,442
Total Operating Revenues	<u>16,915,903</u>	<u>16,749,876</u>	<u>17,655,016</u>	<u>17,164,415</u>	<u>15,345,738</u>	<u>13,586,049</u>	<u>12,582,565</u>	<u>12,644,623</u>	<u>13,054,686</u>
<b>Operating Expenses:</b>									
Personal Services	10,583,673	10,710,142	10,764,800	10,462,590	9,571,278	9,110,476	8,627,597	8,208,534	8,729,464
Travel and Transportation	83,229	69,056	97,691	103,224	146,517	96,603	115,773	85,355	118,154
Office Rent and Maintenance	125,160	174,042	211,622	159,975	177,911	136,779	98,901	94,366	94,040
Equipment and Software Maintenance	459,897	512,381	555,162	466,584	626,042	522,178	640,165	616,605	653,344
Cost of Equipment Purchased For Members	64,122	96,413	59,752	51,645	48,190	178,886	150,146	86,498	368
Professional and Processing	2,198,888	2,204,468	2,332,163	2,098,061	2,086,816	2,227,898	1,799,750	1,488,940	1,441,458
Telephone and Utilities	292,506	273,636	279,554	227,042	270,164	189,233	165,493	190,713	215,945
Forms and Envelopes	367,909	338,045	353,206	481,068	328,118	343,119	312,327	306,546	173,307
Insurance	50,679	44,549	33,769	33,217	33,152	35,768	50,944	48,391	49,094
Miscellaneous Expenses	47,992	17,972	22,573	15,901	18,583	15,838	18,211	18,576	20,265
Material and Supplies	712,699	762,942	1,024,884	881,303	840,033	785,500	706,357	636,192	683,129
Depreciation and Amortization	734,789	842,012	1,223,904	1,713,682	1,615,859	1,582,404	1,267,507	1,098,343	913,650
Total Operating Expenses	<u>15,721,543</u>	<u>16,045,658</u>	<u>16,959,080</u>	<u>16,694,292</u>	<u>15,762,663</u>	<u>15,224,682</u>	<u>13,953,171</u>	<u>12,879,059</u>	<u>13,092,218</u>
Operating Income (Loss)	<u>1,194,360</u>	<u>704,218</u>	<u>695,936</u>	<u>470,123</u>	<u>(416,925)</u>	<u>(1,638,633)</u>	<u>(1,370,606)</u>	<u>(234,436)</u>	<u>(37,532)</u>
<b>Non-Operating Revenues (Expenses):</b>									
Interest Income	87,555	118,539	198,066	563,814	1,489,327	2,503,203	2,226,645	1,247,878	418,272
Interest Expense	(683,385)	(747,265)	(809,043)	(978,221)	(949,069)	(847,142)	(929,298)	(1,084,795)	(405,076)
Loss on Disposal of Capital Assets	-	-	-	-	(62,134)	(52,417)	(26,734)	(16)	(712)
Total Non-Operating Revenues (Expenses)	<u>(595,830)</u>	<u>(628,726)</u>	<u>(610,977)</u>	<u>(414,407)</u>	<u>478,124</u>	<u>1,603,644</u>	<u>1,270,613</u>	<u>163,067</u>	<u>12,484</u>
Change in Net Position	598,530	75,492	84,959	55,716	61,199	(34,989)	(99,993)	(71,369)	(25,048)
Net Position, Beginning of Year	(406,047)	(481,539)	(566,498)	77,291	16,092	51,081	151,074	222,443	247,491
Net Position, End of Year	<u>\$ 192,483</u>	<u>\$ (406,047)</u>	<u>\$ (481,539)</u>	<u>\$ 133,007</u>	<u>\$ 77,291</u>	<u>\$ 16,092</u>	<u>\$ 51,081</u>	<u>\$ 151,074</u>	<u>\$ 222,443</u>
<b>Net Position, End of Year:</b>									
Net Investment in Capital Assets	\$ 3,391,721	\$ 2,640,523	\$ 1,935,170	\$ 1,805,643	\$ 845,411	\$ 214,859	\$ (61,107)	\$ 1,066,783	\$ 733,515
Restricted for:									
Debt Service	1,670,615	1,961,876	1,961,876	1,961,876	2,580,809	2,681,626	2,697,059	2,663,419	-
Capital Improvements	-	710,029	3,330,214	3,330,214	3,324,527	3,248,595	3,695,868	4,326,565	-
Unrestricted (Deficit)	(4,869,853)	(5,718,475)	(7,708,799)	(6,964,726)	(6,673,456)	(6,128,988)	(6,280,739)	(7,905,693)	(511,072)
Total Net Position	<u>\$ 192,483</u>	<u>\$ (406,047)</u>	<u>\$ (481,539)</u>	<u>\$ 133,007</u>	<u>\$ 77,291</u>	<u>\$ 16,092</u>	<u>\$ 51,081</u>	<u>\$ 151,074</u>	<u>\$ 222,443</u>

Note: The Agency implemented GASB Statement 34 in 2004; therefore the above schedule does not reflect 10 years of data.

(1) - Restated due to implementation of GASB Statement 65

## Regional Income Tax Agency

### Revenues by Type - Last Ten Fiscal Years

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Operating Revenues										
Tax Collection Fees	\$ 15,932,136	\$ 15,617,081	\$ 16,465,159	\$ 16,107,677	\$ 14,194,871	\$ 12,469,945	\$ 11,462,953	\$ 11,645,263	\$ 12,249,244	\$ 11,884,291
Charges for Services and Other Revenues	983,767	1,132,795	1,189,857	1,056,738	1,150,867	1,116,104	1,119,612	999,360	805,442	811,393
Total Operating Revenues	<u>16,915,903</u>	<u>16,749,876</u>	<u>17,655,016</u>	<u>17,164,415</u>	<u>15,345,738</u>	<u>13,586,049</u>	<u>12,582,565</u>	<u>12,644,623</u>	<u>13,054,686</u>	<u>12,695,684</u>
Non-Operating Revenues:										
Interest Income	87,555	118,539	198,066	563,814	1,489,327	2,503,203	2,226,645	1,247,878	418,272	403,644
Total Revenues	<u>\$ 17,003,458</u>	<u>\$ 16,868,415</u>	<u>\$ 17,853,082</u>	<u>\$ 17,728,229</u>	<u>\$ 16,835,065</u>	<u>\$ 16,089,252</u>	<u>\$ 14,809,210</u>	<u>\$ 13,892,501</u>	<u>\$ 13,472,958</u>	<u>\$ 13,099,328</u>

# Regional Income Tax Agency

Table of Municipal Income Tax Receipts - Last Ten Fiscal Years

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Addyston	A	\$ 283,660	\$ 366,464	\$ 398,083	\$ 387,616	\$ 432,052	\$ 122,581	\$ -	\$ -	\$ -	\$ -
Adelphia	A	26,040	25,625	4,000	-	-	-	-	-	-	-
Andover	A	445,761	492,484	490,848	416,511	-	-	-	-	-	-
Antwerp	A	253,574	237,959	-	-	-	-	-	-	-	-
Arlington Heights		437,734	395,559	407,909	426,842	476,168	454,743	487,004	409,986	412,481	318,448
Ashville		937,413	858,799	906,241	841,422	674,674	457,929	422,599	364,087	367,236	293,038
Aurora		11,224,250	10,346,958	9,612,274	10,262,979	10,831,922	10,264,417	9,438,468	8,492,888	8,835,008	8,061,004
Avon		11,983,145	10,196,132	9,622,406	9,402,957	9,329,718	7,632,446	7,839,956	6,920,540	6,233,184	6,003,837
Avon Lake		10,002,338	8,939,409	7,794,706	7,667,458	8,671,502	9,925,389	9,098,148	6,951,301	7,244,001	6,731,715
Baltimore	A	628,879	150,267	-	-	-	-	-	-	-	-
Bay Village		5,010,866	5,151,510	4,637,545	4,534,840	5,024,372	4,676,236	4,697,748	4,394,909	4,189,782	4,305,547
Beachwood		27,170,955	23,959,869	16,707,946	18,123,201	20,676,640	19,992,495	18,854,122	16,777,363	16,105,554	15,614,794
Beachwood East Jedd		1,683,701	1,085,312	704,715	536,031	511,890	548,916	405,221	315,570	224,704	250,560
Beachwood West Jedd	C	230,845	141,833	61,470	12,976	2,974	-	(708)	(3)	(305)	993
Beaverdam	A	137,639	234,183	59,264	-	-	-	-	-	-	-
Bedford Heights		8,267,456	7,770,702	7,312,975	7,937,592	9,505,694	8,860,566	8,765,894	8,943,539	8,365,435	8,317,810
Bellevue	A	3,648,260	3,567,926	3,297,841	3,072,738	3,575,243	113,494	-	-	-	-
Belpre	A	1,267,577	-	-	-	-	-	-	-	-	-
Bentleyville		881,375	901,443	667,266	855,723	1,200,083	908,066	927,298	772,729	812,263	961,017
Berea		11,385,587	10,295,020	10,639,089	10,238,990	10,826,647	10,132,497	10,134,502	9,068,671	9,141,736	8,577,174
Bettsville	A	130,394	134,015	120,666	125,682	68,221	37,341	-	-	-	-
Bexley		8,312,594	6,246,733	5,602,938	5,903,067	5,937,904	5,583,104	5,872,359	5,220,226	5,164,869	5,191,839
Bloomingtondale	A	4,104	-	-	-	-	-	-	-	-	-
Boston Heights		1,137,115	887,350	1,096,289	687,775	601,868	589,454	561,237	472,769	402,130	376,473
Brady Lake	B	-	-	-	-	-	-	-	72	10,452	13,257
Brecksville		14,816,422	14,453,640	13,835,355	13,331,290	14,195,670	13,924,442	13,767,440	12,790,541	12,521,243	11,521,261
Bremen	A	389,389	44,162	-	-	-	-	-	-	-	-
Brimfield Tallmagdge Jedd	A	837,585	574,876	561,345	41,921	-	-	-	-	-	-
Broadview Heights		10,297,250	9,416,353	8,990,838	8,793,840	9,483,237	9,200,076	8,915,482	8,740,669	8,110,581	7,500,457
Brooklyn	A	15,651,230	14,799,845	15,249,350	12,305,735	-	-	-	-	-	-
Brooklyn Heights		4,198,691	3,857,816	4,120,924	4,743,658	4,871,741	4,653,485	4,485,212	4,564,081	4,079,522	3,960,316
Cairo	A	29,465	37,979	-	-	-	-	-	-	-	-
Caldwell	A	5,720	-	-	-	-	-	-	-	-	-
Campbell	A	1,771,624	1,688,118	1,565,681	1,657,463	1,751,056	1,776,015	1,794,249	1,808,582	-	-
Cardington	A	567,698	447,346	499,949	508,809	613,911	811,666	630,548	-	-	-
Carroll	A	176,806	36,863	-	-	-	-	-	-	-	-
Cecil	A	17,952	13,828	12,909	9,811	18,478	18,636	20,357	17,441	9,925	-
Cedarville		560,303	517,447	474,004	474,059	514,659	455,212	432,185	442,950	388,123	368,248
Centerburg		336,673	317,638	323,351	323,549	311,493	310,065	308,119	291,932	275,002	285,221
Chagrin Falls		2,888,054	2,857,912	2,573,586	2,539,016	2,640,942	2,815,866	2,695,863	2,541,099	2,394,881	2,371,750
Chardon	A	5,484,372	4,795,893	-	-	-	-	-	-	-	-
Circleville		4,759,006	4,637,960	4,527,508	4,487,411	4,511,637	4,127,640	3,990,345	3,981,679	4,214,050	2,162,291

# Regional Income Tax Agency

Table of Municipal Income Tax Receipts - Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Clayton	A	2,611,437	2,256,705	2,053,733	1,985,332	1,959,960	1,979,391	2,069,313	1,871,855	1,182,062	-
Clayton Jedd	A	119,480	100,644	96,779	128,645	60,572	-	-	-	-	-
Cleveland Heights	A	21,993,687	9,721,856	-	-	-	-	-	-	-	-
Clinton	A	115,135	-	-	-	-	-	-	-	-	-
Commercial Point	A	409,028	329,588	362,562	138,530	-	-	-	-	-	-
Continental	A	86,602	-	-	-	-	-	-	-	-	-
Corwin	A	27,684	17,652	24,450	18,808	24,311	49,411	-	-	-	-
Cuyahoga Heights		7,897,240	7,293,675	6,865,064	6,539,445	8,498,242	7,702,160	7,811,398	7,703,930	7,645,256	7,297,331
Danville	A	77,242	-	-	-	-	-	-	-	-	-
Dennison	A	23,817	-	-	-	-	-	-	-	-	-
East Cleveland		5,146,376	5,727,097	5,794,899	5,759,243	6,024,807	5,760,403	6,630,915	6,522,439	6,626,103	7,651,447
East Palestine	A	976,574	883,433	834,061	819,740	859,912	966,785	284,237	-	-	-
Eaton Jedd	A	9,857	-	-	-	-	-	-	-	-	-
Edison	A	26,780	21,907	22,175	10,082	-	-	-	-	-	-
Elyria		22,268,503	20,759,713	19,687,522	18,793,511	21,399,712	21,079,521	22,110,092	20,360,722	20,479,169	19,086,332
Elyria Jedd		365,553	379,878	415,714	436,403	425,628	430,641	399,754	428,760	458,426	95,304
Fairborn	A	11,810,206	11,320,274	11,106,661	10,920,748	11,115,903	3,326,768	-	-	-	-
Fairport Harbor		653,796	739,752	722,882	653,133	701,480	650,875	687,089	679,233	582,802	555,214
Fairview Park		7,837,321	7,447,392	7,289,276	7,583,423	7,964,566	7,709,250	7,194,218	5,356,976	4,700,560	4,580,937
Fort Jennings		79,790	72,303	79,918	71,917	85,680	77,558	75,931	74,437	74,464	76,279
Fredricktown	A	441,283	417,092	380,941	449,416	194,244	-	-	-	-	-
Fremont	A	7,901,162	7,658,347	7,878,102	6,993,652	7,363,124	7,622,709	7,702,960	7,791,146	-	-
Gahanna	A	15,270,234	15,460,309	13,722,235	-	-	-	-	-	-	-
Galena		259,378	274,295	207,379	233,747	262,056	196,849	147,786	119,145	100,404	143,312
Galion	A	4,567,046	4,081,385	3,851,456	3,958,415	4,239,250	4,099,739	3,275,523	1,260,750	-	-
Garfield Heights		10,395,872	9,665,415	9,186,378	9,284,011	10,803,430	10,330,255	10,117,919	9,265,224	8,935,455	8,905,885
Girard	A	3,374,280	3,560,769	2,893,540	2,928,838	3,179,457	3,661,633	3,506,729	3,586,521	-	-
Glenwillow		2,525,619	2,749,845	1,974,859	1,655,628	1,709,052	1,487,678	1,319,673	1,444,332	1,171,614	1,267,408
Grafton	A	1,178,174	1,266,714	1,188,743	1,229,819	1,322,121	1,380,268	69,938	-	-	-
Grandview Heights		6,602,633	5,415,284	4,546,135	4,727,725	5,874,678	5,401,497	4,652,001	3,140,619	2,739,117	3,342,406
Greenhills	A	1,004,521	243,266	-	-	-	-	-	-	-	-
Grove City	A	21,737,112	18,122,577	17,547,181	15,903,687	16,768,701	17,175,520	16,790,862	15,257,975	5,629,606	-
Harrison	A	2,994,098	323,466	-	-	-	-	-	-	-	-
Harrison Jedd	A	205,567	48,492	-	-	-	-	-	-	-	-
Harrod	A	17,561	-	-	-	-	-	-	-	-	-
Haskins	A	191,196	189,020	200,321	168,991	178,024	162,852	173,998	142,756	122,570	-
Highland Heights		10,910,028	10,843,100	9,817,972	9,300,215	10,000,497	9,572,984	6,298,831	5,742,843	6,122,085	6,329,961
Hilliard	A	18,836,552	17,019,908	16,428,671	15,868,061	16,430,602	7,205,662	-	-	-	-
Huber Heights	B	-	-	10,800,782	12,201,045	-	-	-	-	-	-
Hudson		17,765,256	17,277,123	16,651,629	16,120,442	17,967,916	17,769,151	16,945,942	13,233,521	8,342,563	7,253,524
Hunting Valley	D	-	176	(1)	1	(4)	(1,728)	(657)	(7,406)	(49,504)	3,914
Huron	A	2,392,277	2,272,870	32,168	-	-	-	-	-	-	-

# Regional Income Tax Agency

Table of Municipal Income Tax Receipts - Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Independence		24,667,136	22,638,502	21,441,754	22,449,304	22,857,680	22,481,358	20,735,779	18,799,401	19,462,008	18,104,154
Jackson Center	A	692,973	698,491	644,387	581,133	86,087	-	-	-	-	-
Jewett	A	40,682	34,970	58,091	42,773	52,487	51,609	48,957	58,085	-	-
Johnstown	A	2,140,106	1,644,645	1,354,215	214,055	-	-	-	-	-	-
Kent	A	11,795,150	10,388,773	10,157,122	10,184,960	-	-	-	-	-	-
Kettlersville	A	14,853	13,252	17,436	12,181	-	-	-	-	-	-
Killbuck	A	149,786	152,823	71,581	-	-	-	-	-	-	-
Kirtland		3,180,750	3,015,018	2,917,751	2,949,901	3,062,235	2,933,794	2,862,367	2,793,146	2,544,784	2,386,087
LaGrange		888,295	779,091	804,083	744,960	779,859	770,532	626,433	675,677	554,952	605,677
Lakeline	A	13,600	-	-	-	-	-	-	-	-	-
Lakemore	A	691,546	517,979	468,375	616,163	733,312	809,186	787,664	836,136	785,565	738,092
Lakewood	B	-	-	-	-	-	-	530,933	15,110,209	15,841,273	15,816,234
Leipsic	A	2,342,420	-	-	-	-	-	-	-	-	-
Lithopolis	A	308,316	300,021	284,173	251,732	234,949	226,401	-	-	-	-
Lockbourne	A	80,197	96,542	156,259	24,923	-	-	-	-	-	-
Lockland		2,289,821	2,235,982	2,243,446	2,132,054	2,217,651	2,052,008	1,959,199	1,579,100	1,622,558	1,752,266
Loveland	A	3,436,949	3,233,442	2,920,271	-	-	-	-	-	-	-
Lyndhurst		6,897,271	6,290,539	6,179,446	5,885,599	5,968,276	5,926,812	5,714,252	5,891,114	5,506,114	7,386,453
Macedonia	A	8,050,329	6,774,268	5,849,863	5,888,767	6,969,021	7,083,979	7,049,982	6,386,466	1,402,742	-
Macedonia Northfield Jedd	A	301,392	234,561	264,549	199,465	319,963	491,953	158,519	144,576	20,495	-
Maineville		286,547	304,962	270,480	234,574	225,750	237,789	263,414	212,019	163,204	75,990
Manchester	A	137,425	137,448	143,000	40,240	-	-	-	-	-	-
Maple Heights		7,190,514	6,833,808	6,588,219	6,678,921	7,163,314	6,798,097	6,171,024	6,078,964	6,263,009	6,184,532
Martins Ferry		1,166,641	1,134,325	1,230,425	1,185,366	1,249,129	1,197,181	1,103,246	1,052,582	1,028,954	1,027,803
Marysville	B	-	-	-	-	-	-	-	582,523	6,215,610	5,981,792
Mayfield Heights		13,072,932	11,917,777	11,160,549	10,228,297	11,748,347	11,820,973	11,376,971	9,986,391	10,312,568	9,298,122
Mayfield Village		15,317,622	14,395,541	11,085,562	9,461,334	9,646,213	9,845,110	10,166,314	9,682,595	8,727,426	7,670,679
McClure	A	75,787	96,704	17,317	-	-	-	-	-	-	-
Mechanicsburg	A	332,965	323,062	318,264	319,296	343,898	336,237	355,881	359,151	-	-
Melrose	A	18,400	19,624	2,143	-	-	-	-	-	-	-
Mentor	A	36,623,106	33,076,748	30,328,457	30,494,817	29,328,829	-	-	-	-	-
Metamora	A	237,927	222,479	190,411	-	-	-	-	-	-	-
Middle Point	A	66,671	62,625	67,807	-	-	-	-	-	-	-
Middleburg Heights		17,649,306	16,124,697	15,744,898	15,583,910	15,998,886	15,020,232	13,700,623	12,498,286	12,768,169	12,741,649
Middleport	A	218,738	237,709	208,155	267,749	86,130	-	-	-	-	-
Mifflin	A	13,565	6,283	-	-	-	-	-	-	-	-
Milan		503,294	404,777	246,945	214,846	233,111	270,211	265,326	225,314	286,280	316,439
Milford	A	2,622,130	2,523,649	2,443,307	2,618,967	2,482,244	2,597,157	-	-	-	-
Milford Jedd	A	532,463	559,232	484,758	518,491	415,764	146,644	-	-	-	-
Milford Jedd II	A	29,416	-	-	-	-	-	-	-	-	-
Milford Center		104,074	81,158	104,260	119,457	139,002	113,118	109,812	120,968	100,288	107,194
Miller City	A	47,296	32,467	-	-	-	-	-	-	-	-

## Regional Income Tax Agency

Table of Municipal Income Tax Receipts - Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Mineral City	A	45,989	58,811	967	-	-	-	-	-	-	-
Minerva Park	A	273,852	270,322	289,827	283,474	274,093	235,128	260,183	142,535	-	-
Mingo Junction	A	825,416	938,882	824,906	-	-	-	-	-	-	-
Mogadore		2,663,725	2,282,998	2,110,804	1,739,161	2,081,971	2,029,202	2,090,342	1,785,055	1,911,413	1,857,573
Moreland Hills		2,866,652	3,024,346	2,479,852	2,875,930	2,931,837	2,950,455	2,725,730	2,838,502	3,138,603	2,583,252
Moscow	A	38,745	2,585	-	-	-	-	-	-	-	-
Mount Gilead	B	-	-	-	-	-	-	-	-	118,768	730,270
Mount Sterling		495,359	483,111	445,675	546,906	534,311	549,172	567,711	550,859	518,129	605,070
New Albany		20,099,477	19,834,918	15,000,993	15,141,841	20,776,732	19,056,403	14,831,154	14,938,168	11,406,094	8,491,611
New Bavaria	A	14,478	2,799	-	-	-	-	-	-	-	-
New Bloomington		28,904	26,954	24,599	57,436	28,376	20,236	22,468	24,076	19,315	15,207
New Franklin	A	1,041,026	927,681	836,498	813,646	879,926	-	-	-	-	-
New Richmond	A	437,167	399,962	227,703	-	-	-	-	-	-	-
New Waterford	A	133,006	119,853	115,112	109,855	120,446	153,079	24,962	-	-	-
Newburgh Heights		742,213	647,894	676,873	692,423	677,733	711,465	697,347	731,964	726,495	729,274
Newcomerstown	A	1,510,558	263,276	-	-	-	-	-	-	-	-
Newton		1,404,739	1,258,033	1,235,944	1,223,120	1,230,699	1,066,115	1,066,024	908,331	891,131	1,011,215
North Lewisburg		201,590	186,491	194,200	199,185	217,038	194,077	188,909	196,673	196,699	190,163
North Olmsted		12,720,267	12,284,442	11,685,174	12,396,684	13,059,364	13,483,243	13,527,882	12,219,160	12,393,465	11,218,337
North Royalton		13,136,998	12,179,219	11,428,633	11,886,507	13,021,456	11,458,970	8,400,349	7,969,666	7,810,621	7,626,388
Oakwood Village		5,642,220	4,752,125	4,034,500	3,539,764	4,392,892	3,705,536	3,591,212	3,391,487	3,391,704	3,164,863
Oberlin		5,779,729	5,250,263	5,318,568	5,402,859	4,553,411	5,250,292	4,856,333	4,527,435	4,953,423	4,548,877
Olmsted Falls		2,956,985	2,745,683	2,648,020	2,631,396	2,740,865	2,628,150	2,516,094	2,548,446	2,422,215	2,422,673
Orange		2,653,760	2,557,847	2,507,248	2,550,493	3,096,321	2,786,627	2,617,842	2,546,028	2,483,888	2,362,669
Orange Chagrin Highland Jedd		437,374	507,956	736,342	478,764	286,441	308,168	238,534	172,155	184,863	135,343
Ottawa		1,477,905	1,244,241	1,131,668	1,110,798	1,245,918	1,241,076	1,143,938	1,128,203	1,116,901	1,454,384
Oxford	A	7,843,635	7,451,943	6,557,644	6,968,099	7,343,931	2,244,687	-	-	-	-
Pataskala	A	3,719,063	3,258,019	710,702	-	-	-	-	-	-	-
Pepper Pike		4,851,055	4,452,246	4,065,538	3,993,134	4,193,726	4,011,870	4,018,878	4,000,337	3,825,487	3,660,415
Perry	A	592,220	599,292	367,154	181,227	-	-	-	-	-	-
Perry Jedd	A	125,915	134,289	102,438	197,315	-	-	-	-	-	-
Piketon	A	540,963	520,836	537,037	454,141	466,621	422,074	341,988	35,521	-	-
Plain City		1,073,823	980,690	970,857	929,252	1,056,733	970,646	878,815	874,202	860,028	831,993
Pleasant Hill	A	173,348	160,005	152,035	197,452	-	-	-	-	-	-
Plymouth	B	-	-	-	-	-	153,530	170,352	145,029	128,992	127,921
Portage	A	61,389	82,294	81,398	33,281	-	-	-	-	-	-
Powell		4,394,931	4,352,540	3,780,339	4,020,857	4,004,900	3,659,781	3,656,776	3,101,343	2,838,732	2,470,689
Powhatan Point	A	234,896	187,942	252,251	208,841	177,021	184,979	214,469	-	-	-
Quincy	A	60,061	40,872	8,634	-	-	-	-	-	-	-
Reminderville		1,434,723	1,397,493	1,356,251	1,172,455	1,250,840	1,127,030	1,106,036	1,005,113	953,890	900,024
Reminderville Twins Jedd		3,588,845	3,729,833	2,337,415	2,246,287	2,959,841	3,063,510	2,742,410	2,814,108	2,752,743	1,562,914
Reynoldsburg		12,960,725	12,534,203	11,021,200	9,537,659	10,662,237	10,048,191	9,353,718	8,626,186	8,727,145	9,748,253

# Regional Income Tax Agency

Table of Municipal Income Tax Receipts - Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Reynoldsburg Entp Zone	A	3,417	555	405	171	232	1,839	-	-	-	-
Richmond Heights		4,730,559	4,578,032	4,405,507	4,164,114	4,681,673	4,598,337	4,521,017	4,325,010	3,995,697	4,403,427
Richwood		469,711	436,312	436,933	498,220	482,298	453,724	436,738	385,138	312,812	195,136
Ridgeway		29,839	30,665	32,438	31,005	29,702	31,911	30,762	24,753	25,433	14,498
Ripley	A	218,726	219,276	246,883	238,428	48,049	-	-	-	-	-
Riverside		4,260,274	3,991,014	4,218,641	4,188,610	4,297,693	5,098,281	4,394,371	4,481,199	4,221,231	4,195,122
Rossford	A	3,381,190	3,211,662	3,159,509	1,189,047	-	-	-	-	-	-
Sabina		262,509	228,933	232,443	220,780	320,525	361,728	356,839	341,217	62,167	71,353
Saint Clairsville	A	1,038,348	434,432	-	-	-	-	-	-	-	-
Saint Paris		255,796	233,190	259,245	204,175	263,265	264,625	250,423	236,637	236,891	228,372
Salineville		116,733	104,913	116,245	119,500	140,723	207,346	172,276	175,890	159,495	181,021
Sandusky		7,511,552	7,050,847	6,562,845	6,802,279	7,456,699	7,160,947	7,169,082	7,058,309	6,857,865	7,224,771
Sardinia	A	128,187	134,184	26,201	-	-	-	-	-	-	-
Seven Hills		4,943,443	4,623,539	4,458,307	4,786,750	5,100,866	4,676,467	4,391,546	4,157,764	4,353,566	4,358,167
Shaker Heights		21,775,559	20,410,409	19,885,897	19,637,761	21,116,021	19,374,591	19,910,669	19,808,975	17,303,875	24,202,995
Shawnee Hills		430,249	367,925	348,764	337,791	355,647	271,509	275,789	215,783	236,838	194,600
Sheffield Lake		2,104,051	1,969,790	1,850,302	1,849,410	1,994,536	1,873,097	1,467,844	1,424,791	1,629,567	257,996
Sheffield Village		3,537,391	3,310,113	3,114,139	2,306,653	2,398,249	2,480,794	2,440,675	2,256,659	2,191,320	2,423,324
Sherwood	A	74,576	60,012	62,530	72,274	71,368	76,328	85,544	60,932	20,156	-
Silver Lake		480,557	492,767	404,309	465,219	509,761	521,923	457,833	431,161	432,554	417,259
Silverton	A	1,433,710	1,362,616	1,513,670	1,646,145	693,440	-	-	-	-	-
South Charleston	A	485,451	413,223	385,544	403,893	4,278	-	-	-	-	-
South Euclid		8,662,351	8,421,074	8,267,893	8,258,516	8,382,216	8,615,603	6,782,298	5,561,115	5,333,268	5,730,073
South Solon	D	3,029	5,095	12,700	34,435	33,031	30,831	29,817	34,335	28,563	23,817
Steubenville		9,191,301	8,543,291	8,679,141	8,599,746	8,716,248	9,014,749	8,615,422	8,166,069	8,011,866	8,605,455
Stratton	A	534,218	583,849	1,120,399	1,592,638	516,590	-	-	-	-	-
Streetsboro		10,793,721	9,925,102	9,654,373	7,525,669	7,016,932	6,413,736	6,348,250	5,795,963	5,156,778	5,037,955
Strongsville		29,429,242	27,683,831	26,081,087	26,015,337	27,989,714	27,562,820	27,338,412	24,575,686	21,118,155	18,631,219
Sugar Grove	A	99,237	16,180	-	-	-	-	-	-	-	-
Sugarcreek	A	585,904	-	-	-	-	-	-	-	-	-
Sunbury		1,982,475	1,802,992	2,977,997	1,623,337	1,717,226	1,712,343	1,703,603	1,516,496	1,496,267	1,418,580
Swanton	A	1,124,863	1,095,645	1,142,389	402,180	-	-	-	-	-	-
Tallmadge	A	8,060,902	7,675,178	7,083,747	386,465	-	-	-	-	-	-
Thurston	A	48,144	36,000	3,824	-	-	-	-	-	-	-
Tontogany	A	78,324	71,591	66,499	61,922	61,428	66,505	15,710	-	-	-
Toronto		2,510,896	2,447,721	2,006,156	2,137,096	2,823,108	3,433,724	2,330,542	1,254,023	1,207,811	1,169,159
Tremont City	A	39,121	36,600	23,318	421	-	-	-	-	-	-
Twinsburg	A	23,537,424	19,839,436	19,342,376	16,483,760	17,981,283	19,253,605	-	-	-	-
Uhrichsville	A	1,293,436	1,234,311	1,182,276	1,245,216	1,314,634	1,336,742	330,682	-	-	-
University Heights		8,527,217	7,934,792	7,895,842	8,091,734	8,075,554	7,651,185	6,210,713	5,574,742	4,895,792	4,970,319
Upper Arlington		14,981,654	14,165,050	13,530,104	12,542,954	13,059,698	13,543,951	12,662,119	13,539,189	11,845,486	12,264,988
Urbancrest		916,350	864,102	729,797	705,318	541,974	568,692	463,860	419,054	308,373	167,350

## Regional Income Tax Agency

Table of Municipal Income Tax Receipts - Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Valley View		12,106,310	10,834,116	9,162,693	7,910,227	8,276,309	8,104,406	7,859,314	8,369,946	8,059,175	8,265,868
Valleyview	A	63,899	-	-	-	-	-	-	-	-	-
Vermilion		1,331,398	1,436,824	1,278,770	1,134,478	1,298,281	1,141,889	1,199,940	1,194,264	1,163,213	1,152,282
Wakeman		155,371	144,592	162,795	147,506	144,092	133,741	136,052	125,533	140,268	118,592
Walton Hills	B	-	-	-	-	-	-	4,348,534	4,082,194	4,411,056	4,445,129
Waynesville	A	391,293	388,070	81,120	-	-	-	-	-	-	-
Wellston		1,147,245	1,138,966	1,210,510	1,087,414	1,159,056	1,199,514	994,647	764,180	735,874	762,909
Wellsville	A	381,941	332,082	437,565	374,823	375,245	461,429	474,371	365,549	400,070	-
West Elkton	A	20,807	23,590	19,122	30,264	28,215	24,879	16,805	-	-	-
Westlake		21,932,255	20,053,267	18,833,130	18,499,117	19,376,043	19,975,268	17,808,494	16,314,506	15,507,647	14,927,199
Weston	A	197,569	205,273	214,194	219,153	255,213	258,752	-	-	-	-
Williamsburg	A	438,853	21,336	-	-	-	-	-	-	-	-
Willoughby	A	16,186,213	14,841,964	14,330,976	14,433,270	14,408,678	-	-	-	-	-
Willoughby Hills	A	4,488,152	4,315,559	3,492,126	3,029,469	-	-	-	-	-	-
Willowick		2,434,701	2,308,396	2,179,692	2,272,385	2,346,671	2,342,022	2,290,847	2,292,818	2,119,653	2,212,622
Willshire	A	60,026	45,595	41,557	42,086	57,654	21,614	-	-	-	-
Wintersville		998,557	878,796	796,147	860,362	840,576	853,200	784,297	707,250	708,392	693,369
Woodmere		2,325,497	2,167,224	1,893,836	1,745,239	1,797,157	1,633,843	1,658,698	1,607,405	1,642,328	1,464,661
Woodstock	A	40,183	33,794	31,103	28,065	32,545	20,007	5,411	-	-	-
Worthington		20,098,060	18,633,995	15,124,415	14,852,737	15,965,395	15,091,650	15,076,007	13,915,446	13,473,720	11,477,756
Yellow Springs		1,202,376	1,641,674	1,260,633	1,233,282	1,429,126	1,364,192	1,264,926	1,262,798	1,433,848	1,340,900
Youngstown	A	45,360,986	45,513,204	42,345,916	41,173,951	48,715,322	47,380,683	50,269,436	-	-	-
Youngstown Girard Jedd	A	1,768,748	984,866	30,649	-	-	-	-	-	-	-
		<u>\$ 976,099,649</u>	<u>\$ 886,511,145</u>	<u>\$ 812,713,840</u>	<u>\$ 763,440,889</u>	<u>\$ 773,982,373</u>	<u>\$ 685,779,704</u>	<u>\$ 622,025,867</u>	<u>\$ 541,375,463</u>	<u>\$ 492,978,422</u>	<u>\$ 471,667,088</u>

Note: Above amounts are the net collections for the period January 1 to December 31 of the respective years.

(A) Municipality joined the Regional Council of Governments during the year in which tax collections began. All years prior to joining are accordingly left blank.

(B) Municipality left the Regional Council of Governments during the year in which tax collections ended. All years subsequent are left blank.

(C) Taxable activity in area is under development.

(D) Municipality has eliminated income tax. The Agency has continued to administer prior period taxes as necessary.



## Regional Income Tax Agency

### Expenses by Type - Last Ten Fiscal Years

	2012	2011 (1)	2010 (1)	2009	2008	2007	2006	2005	2004	2003
Operating Expenses:										
Personal Services	\$ 10,583,673	\$ 10,710,142	\$ 10,764,800	\$ 10,462,590	\$ 9,571,278	\$ 9,110,476	\$ 8,627,597	\$ 8,208,534	\$ 8,729,464	\$ 8,023,512
Travel and Transportation	83,229	69,056	97,691	103,224	146,517	96,603	115,773	85,355	118,154	121,042
Office Rent and Maintenance	125,160	174,042	211,622	159,975	177,911	136,779	98,901	94,366	94,040	183,426
Equipment and Software Maintenance	459,897	512,381	555,162	466,584	626,042	522,178	640,165	616,605	653,344	452,651
Cost of Equipment Purchased For Memb	64,122	96,413	59,752	51,645	48,190	178,886	150,146	86,498	368	5,139
Professional and Processing	2,198,888	2,204,468	2,332,163	2,098,061	2,086,816	2,227,898	1,799,750	1,488,940	1,441,458	1,599,172
Telephone and Utilities	292,506	273,636	279,554	227,042	270,164	189,233	165,493	190,713	215,945	225,034
Forms and Envelopes	367,909	338,045	353,206	481,068	328,118	343,119	312,327	306,546	173,307	323,914
Insurance	50,679	44,549	33,769	33,217	33,152	35,768	50,944	48,391	49,094	45,766
Miscellaneous Expenses	47,992	17,972	22,573	15,901	18,583	15,838	18,211	18,576	20,265	37,328
Material and Supplies	712,699	762,942	1,024,884	881,303	840,033	785,500	706,357	636,192	683,129	715,158
Depreciation and Amortization	734,789	842,012	1,223,904	1,713,682	1,615,859	1,582,404	1,267,507	1,098,343	913,650	936,347
Total Operating Expenses	<u>15,721,543</u>	<u>16,045,658</u>	<u>16,959,080</u>	<u>16,694,292</u>	<u>15,762,663</u>	<u>15,224,682</u>	<u>13,953,171</u>	<u>12,879,059</u>	<u>13,092,218</u>	<u>12,668,489</u>
Non-Operating Expenses:										
Interest Expense	683,385	747,265	809,043	978,221	949,069	847,142	929,298	1,084,795	405,076	428,755
Total Expenses	<u>\$ 16,404,928</u>	<u>\$ 16,792,923</u>	<u>\$ 17,768,123</u>	<u>\$ 17,672,513</u>	<u>\$ 16,711,732</u>	<u>\$ 16,071,824</u>	<u>\$ 14,882,469</u>	<u>\$ 13,963,854</u>	<u>\$ 13,497,294</u>	<u>\$ 13,097,244</u>

(1) - Restated due to implementation of GASB Statement 65

## Regional Income Tax Agency

### Operating Indicators - Last Ten Fiscal Years

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Number of Municipalities	209	198	191	175	156	138	128	118	110	104
Average Net Cost of Collections Percentage	1.69 %	1.76 %	2.03 %	2.11 %	1.83 %	1.82 %	1.84 %	2.16 %	2.49 %	2.52 %
Net Distributions (A)	\$ 876,050,794	\$ 846,687,610	\$ 768,838,625	\$ 720,269,360	\$ 724,227,964	\$ 638,401,681	\$ 583,585,191	\$ 521,470,923	\$ 465,097,577	\$ 453,876,568
Number of Employees (B)	157	149	151	147	142	131	128	129	136	132

Notes:

(A) - Represents the distributions to the municipalities during the respective years on a cash basis; net of retainer and adjustments.

(B) - Represents the number of full-time employees at December 31st.

Sources: RITA accounting and tax collection records

## Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data

	<u>2010 Population</u>	<u>Calendar Year 2010 Per capita Income</u>
<u>Adams County</u>		
Manchester	2,023	\$ 15,068
<u>Allen County</u>		
Beaverdam	382	20,379
Cairo	524	23,403
Harrod	417	20,285
<u>Ashland County</u>		
Mifflin	137	15,661
<u>Ashtabula County</u>		
Andover	1,145	14,816
<u>Belmont County</u>		
Martins Ferry	6,915	19,030
Powhatan Point	1,592	19,118
Saint Clairsville	5,184	24,323
<u>Brown County</u>		
Ripley	1,750	19,335
Sardinia	980	15,944
<u>Butler County</u>		
Oxford	21,371	12,581
<u>Champaign County</u>		
Mechanicsburg	1,644	17,071
North Lewisburg	1,490	20,405
Saint Paris	2,089	16,811
Woodstock	305	15,287
<u>Clark County</u>		
South Charleston	1,693	17,662
Tremont City	375	17,484
<u>Clermont County</u>		
Milford	6,709	28,504
Moscow	185	18,552
New Richmond	2,582	23,653
Williamsburg	2,490	19,647
<u>Clinton County</u>		
Sabina	2,564	18,420
<u>Columbiana County</u>		
East Palestine	4,721	19,727

Continued

# Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data (continued)

	2010 <u>Population</u>	Calendar Year 2010 Per capita <u>Income</u>
<u>Columbiana County (continued)</u>		
New Waterford	1,238	\$ 20,309
Salineville	1,311	13,421
Wellsville	3,541	15,190
<u>Crawford County</u>		
Galion	10,512	17,016
<u>Cuyahoga County</u>		
Bay Village	15,651	40,884
Beachwood	11,953	48,010
Bedford Heights	10,751	21,659
Bentleyville	864	72,392
Berea	19,093	24,235
Brecksville	13,656	41,435
Broadview Heights	19,400	36,072
Brooklyn	11,169	21,439
Brooklyn Heights	1,543	30,418
Chagrin Falls	4,113	46,783
Cleveland Heights	46,121	28,435
Cuyahoga Heights	638	30,505
East Cleveland	17,843	14,439
Fairview Park	16,826	31,063
Garfield Heights	28,849	20,409
Glenwillow	923	24,969
Highland Heights	8,345	42,807
Independence	7,133	26,447
Lyndhurst	14,001	38,075
Maple Heights	23,138	21,482
Mayfield Heights	19,155	27,314
Mayfield Village	3,460	40,851
Middleburg Heights	15,946	29,521
Moreland Hills	3,320	79,242
Newburgh Heights	2,167	22,661
North Olmsted	32,718	28,754
North Royalton	30,444	32,576
Oakwood Village	3,667	24,347
Olmsted Falls	9,024	30,138
Orange	3,323	63,514
Pepper Pike	5,979	68,984
Richmond Heights	10,546	28,756
Seven Hills	11,804	30,180
Shaker Heights	28,448	47,360
South Euclid	22,295	22,383
Strongsville	44,750	34,701
University Heights	13,539	30,081

Continued

# Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data (continued)

	2010 <u>Population</u>	Calendar Year 2010 Per capita <u>Income</u>
<u>Cuyahoga County (continued)</u>		
Valley View	2,034	\$ 33,420
Westlake	32,729	41,588
Woodmere	884	19,945
<u>Defiance County</u>		
Sherwood	827	17,691
<u>Delaware County</u>		
Galena	653	27,621
Powell	11,500	51,629
Shawnee Hills	681	32,812
Sunbury	4,389	27,279
<u>Erie County</u>		
Huron	7,149	29,213
Milan	1,367	24,563
Sandusky	25,793	19,157
<u>Fairfield County</u>		
Baltimore	2,966	18,046
Bremen	1,425	20,156
Carroll	524	27,469
Lithopolis	1,106	24,782
Sugar Grove	426	17,202
Thurston	604	11,591
<u>Franklin County</u>		
Bexley	13,057	45,998
Gahanna	33,248	29,040
Grandview Heights	6,536	35,074
Grove City	35,575	28,293
Hilliard	28,435	33,514
Lockbourne	237	13,846
Minerva Park	1,272	20,884
New Albany	7,724	71,740
Reynoldsburg	35,893	27,205
Upper Arlington	33,771	51,049
Urbancrest	960	9,844
Valleyview	620	22,966
Worthington	13,575	44,013
<u>Fulton County</u>		
Metamora	627	20,438
Swanton	3,690	24,770

Continued

# Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data (continued)

	<u>2010 Population</u>	<u>Calendar Year 2010 Per capita Income</u>
<u>Geauga County</u>		
Chardon	5,148	\$ 25,284
<u>Greene County</u>		
Cedarville	4,019	10,615
Fairborn	32,352	21,649
Yellow Springs	3,487	32,886
<u>Hamilton County</u>		
Addyston	938	14,837
Arlington Heights	745	24,212
Greenhills	3,615	25,358
Harrison	9,897	24,060
Lockland	3,449	16,877
Loveland	12,081	32,024
Newtown	2,672	39,522
Silverton	4,788	22,939
<u>Hardin County</u>		
Ridgeway	338	23,750
<u>Harrison County</u>		
Jewett	692	14,041
<u>Henry County</u>		
McClure	725	17,399
New Bavaria	99	22,132
<u>Holmes County</u>		
Killbuck	817	17,464
<u>Huron County</u>		
Wakeman	1,047	21,380
<u>Jackson County</u>		
Wellston	5,663	15,778
<u>Jefferson County</u>		
Bloomington	202	18,790
Mingo Junction	3,454	21,127
Steubenville	18,659	19,365
Stratton	294	21,010
Toronto	5,091	19,571
Wintersville	3,924	23,577
<u>Knox County</u>		
Centerburg	1,773	18,677
Danville	1,044	16,255
Fredericktown	2,493	20,243

Continued

## Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data (continued)

	2010 <u>Population</u>	Calendar Year 2010 Per capita <u>Income</u>
<u>Lake County</u>		
Fairport Harbor	3,109	\$ 20,722
Kirtland	6,866	38,397
Lakeline	226	29,380
Mentor	47,159	30,156
Perry	1,663	26,970
Willoughby	22,268	29,553
Willoughby Hills	9,485	33,236
Willowick	14,171	26,986
<u>Licking County</u>		
Johnstown	4,632	23,960
Pataskala	14,962	24,825
<u>Logan County</u>		
Quincy	706	14,694
<u>Lorain County</u>		
Avon	21,193	35,947
Avon Lake	22,581	40,269
Elyria	54,533	20,987
Grafton	2,634	12,904
LaGrange	2,103	29,782
Oberlin	8,286	18,872
Sheffield Lake	9,137	23,342
Sheffield Village	3,982	27,238
Vermillion	10,594	29,188
<u>Madison County</u>		
Mount Sterling	1,782	20,385
Plain City	4,225	25,842
South Solon	355	16,944
<u>Mahoning County</u>		
Campbell	8,235	18,543
Youngstown	66,982	14,451
<u>Marion County</u>		
New Bloomington	515	14,422
<u>Meigs County</u>		
Middleport	2,530	15,797
<u>Miami County</u>		
Pleasant Hill	1,200	21,681
<u>Montgomery County</u>		
Clayton	13,209	29,728
Riverside	25,201	21,024

Continued

## Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data (continued)

	<u>2010 Population</u>	<u>Calendar Year 2010 Per capita Income</u>
<u>Morrow County</u>		
Cardington	2,047	\$ 14,913
Edison	437	16,407
<u>Noble County</u>		
Caldwell	1,748	19,540
<u>Paulding County</u>		
Antwerp	1,736	20,660
Cecil	188	16,556
Melrose	275	13,868
<u>Pickaway County</u>		
Ashville	4,097	19,952
Circleville	13,314	19,421
Commercial Point	1,582	26,675
<u>Pike County</u>		
Piketon	2,181	17,472
<u>Portage County</u>		
Aurora	15,548	41,406
Kent	28,904	19,100
Streetsboro	16,028	27,860
<u>Preble County</u>		
West Elkton	197	20,380
<u>Putnam County</u>		
Continental	1,153	28,248
Fort Jennings	485	23,800
Leipsic	2,093	20,536
Miller City	137	28,020
Ottawa	4,460	25,677
<u>Ross County</u>		
Adelphi	380	15,665
<u>Sandusky County</u>		
Bellevue	8,202	21,033
Fremont	16,734	18,421
<u>Seneca County</u>		
Bettsville	661	19,664
<u>Shelby County</u>		
Jackson Center	1,462	19,736
Kettlersville	179	17,225

Continued



# Regional Income Tax Agency

Membership as of December 31, 2012 Table of Census Data (continued)

	<u>2010 Population</u>	<u>Calendar Year 2010 Per capita Income</u>
<u>Summit County</u>		
Boston Heights	1,300	\$ 54,093
Clinton	1,214	25,658
Hudson	22,262	48,424
Lakemore	3,068	20,036
Macedonia	11,188	32,960
Mogadore	3,853	20,670
New Franklin	14,227	38,056
Reminderville	3,404	31,133
Silver Lake	2,519	44,536
Tallmadge	17,537	28,006
Twinsburg	18,795	33,735
<u>Trumbull County</u>		
Girard	9,958	20,821
<u>Tuscarawas County</u>		
Dennison	2,655	15,451
Mineral City	727	17,105
Newcomerstown	3,822	13,932
Sugarcreek	2,200	24,444
Uhrichsville	5,413	14,774
<u>Union County</u>		
Milford Center	792	27,052
Richwood	2,229	16,829
<u>Van Wert County</u>		
Middle Point	576	15,797
Willshire	397	16,384
<u>Washington County</u>		
Belpre	6,441	20,287
<u>Warren County</u>		
Corwin	421	24,577
Maineville	975	31,152
Waynesville	2,834	23,291
<u>Wood County</u>		
Haskins	1,188	26,708
Portage	438	23,832
Rossford	6,293	26,951
Tontogany	367	23,046
Weston	1,590	23,176

Sources: Per Capita Income

Bureau of the Census; Census 2010 Social, Economic and Housing Profiles, Data derived from Population Estimates, American Community Survey, Census Population and Housing, Economic Census, American Fact Finder

Population

U.S. Census Bureau, Census 2010

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Addyston	Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	-	-	-	-
	Tax Credit	100	100	100	100	100	100	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
Adelphia	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Andover	Tax Rate	1.50	1.50	1.50	1.50	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	1.50	1.50	1.50	1.50	-	-	-	-	-	-
Antwerp	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	50	50	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-
Arlington Heights	Tax Rate	2.10	2.10	2.10	2.10	2.10	2.10	2.10%	2.10%	2.10%	-
	Tax Credit	100	100	100	100	100	100	100	100	100	-
	Credit Limit	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	-
Ashville	Tax Rate	1.00	1.00	1.00	1.00	0.50	0.50	0.50	0.50	0.50	0.50%
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	1.00	1.00	1.00	0.50	0.50	0.50	0.50	0.50	0.50
Aurora	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	25
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
Avon	Tax Rate	1.75	1.75	1.75	1.75	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.25	1.25	1.25	1.25	1.25	1.25
Avon Lake	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Baltimore	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Bay Village	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Beachwood	Tax Rate	2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Beachwood East Jedd	Tax Rate	2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Beachwood West Jedd	Tax Rate	2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Beaverdam	Tax Rate	1.00%	1.00%	1.00%	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Bedford Heights	Tax Rate	2.00	2.00	2.00	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Bellevue	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-	-
	Tax Credit	100	100	100	100	100	100	-	-	-	-
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-	-
Belpre	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
	Tax Credit	100	-	-	-	-	-	-	-	-	-
	Credit Limit	1.00	-	-	-	-	-	-	-	-	-
Bentleyville	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	25	25	25	25	25	25	25	25	25	25
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Berea	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Bettsville	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	-	-	-	-
Bexley	Tax Rate	2.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	65	80	80	80	80	80	80	80	80	80
	Credit Limit	2.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Bloomingdale	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
	Tax Credit	100	-	-	-	-	-	-	-	-	-
	Credit Limit	1.00	-	-	-	-	-	-	-	-	-
Boston Heights	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50
Brady Lake	Tax Rate	-	-	-	-	-	-	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	100	100	100	100
	Credit Limit	-	-	-	-	-	-	1.00	1.00	1.00	1.00
Brecksville	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Bremen	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	100	100	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Brimfield / Tallmadge											
Jedd	Tax Rate	1.00%	0.75%	0.75%	0.75%	-	-	-	-	-	-
Broadview Heights											
	Tax Rate	2.00	2.00	2.00	2.00	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	75	75	75	75	75	75	75	75	75	75
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Brooklyn											
	Tax Rate	2.50	2.50	2.50	2.50	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	2.50	2.50	2.50	2.50	-	-	-	-	-	-
Brooklyn Heights											
	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Cairo											
	Tax Rate	0.50	0.50	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Caldwell											
	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	1.00	-	-	-	-	-	-	-	-	-
Campbell											
	Tax Rate	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	-	-
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	-	-
Cardington											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
	Tax Credit	100	100	100	100	100	100	100	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
Carroll											
	Tax Rate	0.75	0.75	-	-	-	-	-	-	-	-
	Tax Credit	25	25	-	-	-	-	-	-	-	-
	Credit Limit	0.75	0.75	-	-	-	-	-	-	-	-
Cecil											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
	Tax Credit	50	50	50	50	50	50	50	50	100	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
Cedarville											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Centerburg											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Chagrin Falls											
	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	75	75	75	75	75	75	75	75	75	75
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
East											
Palestine	Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	-	-	-
Eaton Jedd	Tax Rate	1.75	-	-	-	-	-	-	-	-	-
	Edison	Tax Rate	0.50	0.50	0.50	0.50	-	-	-	-	-
		Tax Credit	-	-	-	-	-	-	-	-	-
Credit Limit		0.50	0.50	0.50	0.50	-	-	-	-	-	
Elyria	Tax Rate	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75%	1.75%	1.75%
	Tax Credit	100	100	100	100	100	100	100	100	100/50	100
	Credit Limit	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75
Elyria Jedd	Tax Rate	1.75	1.75	1.75	1.75	1.75	1.75	2.00	2.00	1.75	1.75
	Fairborn	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-
		Tax Credit	100	100	100	100	100	100	-	-	-
Credit Limit		1.50	1.50	1.50	1.50	1.50	1.50	-	-	-	
Fairport											
Harbor	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Fairview											
Park	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	1.875	1.875	1.50	1.50
	Tax Credit	75	75	75	75	75	75	75	75	75	75
	Credit Limit	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Fort											
Jennings	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Fredricktown	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
Fremont	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-	-
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-	-
Gahanna	Tax Rate	1.50	1.50	1.50	-	-	-	-	-	-	-
	Tax Credit	83.33	83.33	83.33	-	-	-	-	-	-	-
	Credit Limit	1.50	1.50	1.50	-	-	-	-	-	-	-
Galena	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Galion	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	1.75	1.50	-	-
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
East											
Palestine	Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	-	-	-
Edison	Tax Rate	0.50	0.50	0.50	0.50	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	0.50	0.50	0.50	0.50	-	-	-	-	-	-
Elyria	Tax Rate	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75%	1.75%	1.75%
	Tax Credit	100	100	100	100	100	100	100	100	100/50	100
	Credit Limit	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75
Elyria Jedd Fairborn	Tax Rate	1.75	1.75	1.75	1.75	1.75	1.75	2.00	2.00	1.75	1.75
	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-	-
	Tax Credit	100	100	100	100	100	100	-	-	-	-
Fairport Harbor	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-	-
	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
Fairview Park	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	75	75	75	75	75	75	75	75	75	75
	Credit Limit	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Fort Jennings	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Fredricktown	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
Fremont	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-	-
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-	-
Gahanna	Tax Rate	1.50	1.50	1.50	-	-	-	-	-	-	-
	Tax Credit	83.33	83.33	83.33	-	-	-	-	-	-	-
	Credit Limit	1.50	1.50	1.50	-	-	-	-	-	-	-
Galena	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Galion	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	1.75	1.50	-	-
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Garfield											
Heights	Tax Rate	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Girard	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-	-
Glenwillow	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Grafton	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-
	Tax Credit	100	100	100	100	100	100	100	-	-	-
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	-	-	-
Grandview											
Heights	Tax Rate	2.50	2.50	2.25/2.50	2.25	2.50	2.50	2.25	2.25	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.25	2.25	2.00/2.25	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Greenhills	Tax Rate	1.50	1.50	-	-	-	-	-	-	-	-
	Tax Credit	50	50	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-
Grove City	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-
	Tax Credit	100	100	100	100	100	100	100	100	100	-
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-
Harrison	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	100	100	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-
Harrison Jedd	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
Harrod	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Haskins	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Highland											
Heights	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50	1.50	1.50
Hilliard	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	-	-	-	-
	Tax Credit	100	100	100	100	100	100	-	-	-	-
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	-	-	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Huber Heights	Tax Rate	-	-	2.00%	2.00%	-	-	-	-	-	-
	Tax Credit	-	-	100	100	-	-	-	-	-	-
	Credit Limit	-	-	2.00	2.00	-	-	-	-	-	-
Hudson	Tax Rate	2.00%	2.00%	2.00	2.00	2.00%	2.00%	2.00%	2.00%	1.00%	1.00%
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00
Hunting Valley	Tax Rate	-	-	-	-	-	-	-	-	-	0.75
	Tax Credit	-	-	-	-	-	-	-	-	-	75
	Credit Limit	-	-	-	-	-	-	-	-	-	0.75
Huron	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Independence	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Jackson Center	Tax Rate	1.50	1.50	1.50	1.50	1.50	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.50	1.50	1.50	1.50	1.50	-	-	-	-	-
Jewett	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
	Tax Credit	100	100	100	100	100	100	100	100	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
Johnstown	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	100	100	100	50	-	-	-	-	-	-
	Credit Limit	.50	.50	.50	1.00	-	-	-	-	-	-
Kent	Tax Rate	2.00	2.00	2.00	2.00	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	2.00	2.00	2.00	2.00	-	-	-	-	-	-
Kettlersville	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	100	100	50	50	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	-	-	-	-	-	-
Killbuck	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Kirtland	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	25
	Credit Limit	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.00
LaGrange	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50

Continued



# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Lakeline	Tax Rate	1.00%	-	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Lakemore	Tax Rate	2.00	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	50	50/100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Lakewood	Tax Rate	-	-	-	-	-	-	-	1.50	1.50	1.50
	Tax Credit	-	-	-	-	-	-	-	50	50	50
	Credit Limit	-	-	-	-	-	-	-	1.00	1.00	1.00
Leipsic	Tax Rate	1.50	-	-	-	-	-	-	-	-	-
	Tax Credit	100	-	-	-	-	-	-	-	-	-
	Credit Limit	1.50	-	-	-	-	-	-	-	-	-
Lithopolis	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	-	-	-	-
Lockbourne	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	-	-	-	-	-	-
Lockland	Tax Rate	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10
Loveland	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Lyndhurst	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Macedonia	Tax Rate	2.25	2.25	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-
	Tax Credit	100	100	100	100	100	100	100	100	100	-
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-
Macedonia/ Northfield											
Jedd	Tax Rate	2.25	2.25	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-
Maineville	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Manchester	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	-	-	-	-	-	-
Maple Heights	Tax Rate	2.50	2.50	2.50	2.50	2.50	2.419	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	96.7	80	80	80	80
	Credit Limit	2.50	2.50	2.50	2.50	2.50	2.419	2.00	2.00	2.00	2.00

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Martins Ferry	Tax Rate	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75
Marysville	Tax Rate	-	-	-	-	-	-	-	-	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	-	50	50
	Credit Limit	-	-	-	-	-	-	-	-	1.00	1.00
Mayfield Heights	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Mayfield Village	Tax Rate	2.00	2.00	1.50/2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	1.50/2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50
McClure	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Mechanics-burg	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	-	-
Melrose	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Mentor	Tax Rate	2.00	2.00	2.00	2.00	2.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	2.00	2.00	2.00	2.00	2.00	-	-	-	-	-
Metamora	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	50	50	50	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Middle Point	Tax Rate	1.50	1.50	1.50	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Middleburg Heights	Tax Rate	2.00	2.00	2.00	2.00	2.00	1.75	1.75	1.75	1.75	1.75
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	1.75	1.75	1.75	1.75	1.75
Middleport	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
Mifflin	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Milan	Tax Rate	1.00%	1.00%	0.50/1.00%	0.50%	0.50%	0.505	0.50%	0.50%	0.50%	0.50%
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	0.50/1.00	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Milford	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	-	-	-	-
Milford Jedd	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
Milford Jedd II	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
Milford Center	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Miller City	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	100	100	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-
Mineral City	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Minerva Park	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
	Tax Credit	50	50	50	50	50	50	50	50	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-
Mingo Junction	Tax Rate	2.00	2.00	2.00	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	2.00	2.00	2.00	-	-	-	-	-	-	-
Mogadore	Tax Rate	2.25	2.25	2.00/2.25	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.25	2.25	2.00/2.25	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Moreland Hills	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Moscow	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	100	100	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-
Mount Gilead	Tax Rate	-	-	-	-	-	-	-	-	-	1.00
	Tax Credit	-	-	-	-	-	-	-	-	-	100
	Credit Limit	-	-	-	-	-	-	-	-	-	1.00
Mount Sterling	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
New Albany	Tax Rate	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
New Bavaria	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
New Bloomington	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
New Franklin	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
New Richmond	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	50	50	50	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
New Waterford	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
	Tax Credit	50	50	50	50	50	50	50	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
Newburgh Heights	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	60	60	60	60	60	60	60	60	60	60
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Newcomers-town	Tax Rate	2.00	2.00	-	-	-	-	-	-	-	-
	Tax Credit	100	100	-	-	-	-	-	-	-	-
	Credit Limit	2.00	2.00	-	-	-	-	-	-	-	-
Newtown	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
North Lewisburg	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
North Olmsted	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
North											
Royalton	Tax Rate	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	1.00%	1.00%	1.00%	1.00%
	Tax Credit	100	100	100	100	100	100	25	25	25	25
	Credit Limit	1.25	1.25	1.25	1.25	1.25	1.25	1.00	1.00	1.00	1.00
Oakwood											
Village	Tax Rate	2.50	2.50	2.00/2.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.50	2.50	2.00/2.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Oberlin											
	Tax Rate	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90	1.90
Olmsted											
Falls	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Olmsted Jedd											
	Tax Rate	1.50	-	-	-	-	-	-	-	-	-
Orange											
	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	60	60	60	60	60	60	60	60	60	60
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Orange											
Chagrin											
Highland											
Jedd	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Ottawa											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
	Tax Credit	-	100	100	100	100	100	100	100	100	100
	Credit Limit	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Oxford											
	Tax Rate	2.00	2.00	1.75	1.75	1.75	1.75	-	-	-	-
	Tax Credit	100	100	100	100	100	100	-	-	-	-
	Credit Limit	2.00	2.00	1.75	1.75	1.75	1.75	-	-	-	-
Pataskala											
	Tax Credit	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Pepper Pike											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Perry											
	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	-	-	100/-	100	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	-	-	-	-	-	-
Perry											
Jedd	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
Piketon											
	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
	Tax Credit	50	50	50	50	50	50	50	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Plain City	Tax Rate	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Pleasant Hill	Tax Rate	0.75	0.75	0.75	0.75	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Plymouth	Tax Rate	-	-	-	-	-	-	0.50	0.50	0.50	0.50
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	0.50	0.50	0.50	0.50
Portage	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	-	-	-	-	-	-
Powell	Tax Rate	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
Powhatan Point	Tax Rate	0.75	0.75	0.75	0.75	0.75	0.75	0.75	-	-	-
	Tax Credit	100	100	100	100	100	100	100	-	-	-
	Credit Limit	0.75	0.75	0.75	0.75	0.75	0.75	0.75	-	-	-
Quincy	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Reminderville	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Reminderville/ Twinsburg											
Jedd	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Reynoldsburg	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Reynoldsburg Entp Zone	Tax Rate	1.50	1.50	1.50	1.50	1.50	-	-	-	-	-
Richmond Heights	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Richwood	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.50
	Tax Credit	-	-	-	-	-	-	-	-	-	25
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Ridgeway	Tax Rate	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Ripley	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
Riverside	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Rossford	Tax Rate	2.25	2.25	2.25	2.25	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	2.25	2.25	2.25	2.25	-	-	-	-	-	-
Sabina	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0/0.50	1.00
	Tax Credit	100	100	100	100	100	100	100	100	-	50/0
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.50	1.00/0
Saint Clairsville	Tax Rate	0.75	0.75	-	-	-	-	-	-	-	-
	Tax Credit	50	50	-	-	-	-	-	-	-	-
	Credit Limit	0.75	0.75	-	-	-	-	-	-	-	-
Saint Paris	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Salineville	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	50	50	50	50	50
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sandusky	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	50	50	50
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sardinia	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Seven Hills	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10
Shaker Heights	Tax Rate	1.75/2.25	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75
	Tax Credit	50/100	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00/1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Shawnee Hills	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Sheffield Lake	Tax Rate	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.25/1.50%	1.25%	1.25%	1.25%
	Tax Credit	50	50	50	50	50	50	50	50	50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Sheffield Village	Tax Rate	2.00	2.00	2.00	2.00	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	1.50	1.50	1.50	1.50	1.50	1.50
Sherwood	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
	Tax Credit	100	100	100	100	100	100	100	100	100	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
Silver Lake	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Silverton	Tax Rate	1.25	1.25	1.25	1.25	1.25	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.25	1.25	1.25	-	-	-	-	-
South Charleston	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
South Euclid	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50	1.50
	Tax Credit	75	75	75	75	75	75	75	75	75	75
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
South Solon	Tax Rate	-	-	-	-	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	1.00	1.00	1.00	1.00	1.00	1.00
Steubenville	Tax Rate	2.00	2.00/1.70	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00/1.70	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Stratton	Tax Rate	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	-	-	-	-	-
Streetsboro	Tax Rate	2.00	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	2.00	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00
Strongsville	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	75	75	75	75	75	75	75	75	100/75	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Sugarcreek	Tax Rate	1.50	-	-	-	-	-	-	-	-	-
	Tax Credit	100	-	-	-	-	-	-	-	-	-
	Credit Limit	1.50	-	-	-	-	-	-	-	-	-

Continued



# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Sugar Grove	Tax Rate	0.75%	0.75%	-	-	-	-	-	-	-	-
	Tax Credit	50	50	-	-	-	-	-	-	-	-
	Credit Limit	0.75	0.75	-	-	-	-	-	-	-	-
Sunbury	Tax Rate	1.00	1.00	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Swanton	Tax Rate	1.25	1.25	1.25	1.25	-	-	-	-	-	-
	Tax Credit	50	50	50	50	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	-	-	-	-	-	-
Tallmadge	Tax Rate	2.00	2.00	2.00	2.00	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	2.00	2.00	2.00	2.00	-	-	-	-	-	-
Thurston	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Tontogany	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
	Tax Credit	100	100	100	100	100	100	100	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
Toronto	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50	1.50	1.50
Tremont City	Tax Rate	1.00	1.00	1.00	1.00	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	-	-	-	-	-	-
Twinsburg	Tax Rate	2.25	2.25	2.00/2.25	2.00	2.00	2.00	-	-	-	-
	Tax Credit	100	100	100	100	100	100	-	-	-	-
	Credit Limit	2.25	2.25	2.00/2.25	2.00	2.00	2.00	-	-	-	-
Uhrichsville	Tax Rate	1.75	1.75	1.75	1.75	1.75	1.75	1.75	-	-	-
	Tax Credit	100	100	100	100	100	100	100	-	-	-
	Credit Limit	1.75	1.75	1.75	1.75	1.75	1.75	1.75	-	-	-
University Heights	Tax Rate	2.50	2.50	2.50	2.50	2.50	2.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	-	-	50/0	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Upper Arlington	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Urbancrest	Tax Rate	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Valley View	Tax Rate	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Valleyview	Tax Rate	1.00	-	-	-	-	-	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	-	-	-	-	-	-	-	-
Vermilion	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100/50	100	100/50	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Wakeman	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00/0/1.00	1.00
	Tax Credit	50	50	50	50	50	50	50	50	50/0/50	50
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00/0/1.00	1.00
Walton Hills	Tax Rate	-	-	-	-	-	-	2.00	2.00	2.00	2.00
	Tax Credit	-	-	-	-	-	-	100	100	100	100
	Credit Limit	-	-	-	-	-	-	2.00	2.00	2.00	2.00
Waynesville	Tax Rate	1.00	1.00	1.00	-	-	-	-	-	-	-
	Tax Credit	100	100	100	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	-	-	-	-	-	-	-
Wellston	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	0.75	0.75	0.75	0.75
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	0.75	0.75	0.75	0.75
Wellsville	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-
West Elkton	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
Westlake	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Weston	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	-	-	-	-
Williamsburg	Tax Rate	1.00	1.00	-	-	-	-	-	-	-	-
	Tax Credit	100	100	-	-	-	-	-	-	-	-
	Credit Limit	1.00	1.00	-	-	-	-	-	-	-	-
Willoughby	Tax Rate	2.00	2.00	2.00	2.00	2.00	-	-	-	-	-
	Tax Credit	100	100	100	100	100	-	-	-	-	-
	Credit Limit	2.00	2.00	2.00	2.00	2.00	-	-	-	-	-

Continued

# Regional Income Tax Agency

## Municipal Income Tax Rates, Credits and Limits – Last Ten Fiscal Years (continued)

		2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Willoughby Hills	Tax Rate	2.00%	2.00%	1.50%	1.50%	-	-	-	-	-	-
	Tax Credit	100	100	100	100	-	-	-	-	-	-
	Credit Limit	1.50	1.50	1.00	1.00	-	-	-	-	-	-
Willowick	Tax Rate	2.00	2.00	2.00	2.00	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
	Tax Credit	87.50	87.50	87.50	87.50	87.50	87.50	87.50	87.50	87.50	87.50
	Credit Limit	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Willshire	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	-	-	-	-
Wintersville	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Woodmere	Tax Rate	2.50	2.50	2.00/2.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00
	Tax Credit	100	100	75/100	75	75	75	75	75	75	75
	Credit Limit	2.50	2.50	1.00/2.50	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Woodstock	Tax Rate	1.00	1.00	1.00	1.00	1.00	1.00	1.00	-	-	-
	Tax Credit	-	-	-	-	-	-	-	-	-	-
	Credit Limit	-	-	1.00	1.00	1.00	1.00	1.00	-	-	-
Worthington	Tax Rate	2.50	2.50	2.00/2.50	2.00	2.00	2.00	2.00	2.00	2.00	1.65
	Tax Credit	100	100	100	100	100	100	100	100	75	100
	Credit Limit	2.50	2.50	2.00/2.50	2.00	2.00	2.00	2.00	2.00	2.00	1.65
Yellow Springs	Tax Rate	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
	Tax Credit	100	100	100	100	100	100	100	100	100	100
	Credit Limit	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Youngstown	Tax Rate	2.75	2.75	2.75	2.75	2.75	2.75	2.75	-	-	-
	Tax Credit	100	100	100	100	100	100	100	-	-	-
	Credit Limit	2.75	2.75	2.75	2.75	2.75	2.75	2.75	-	-	-
Youngstown Girard Jedd	Tax Rate	2.75	2.75	2.75	-	-	-	-	-	-	-

Source: RITA Tax Tables

## Regional Income Tax Agency

### Ratio of Outstanding Debt to Members' Tax Collections and Population-Last Ten Fiscal Years

Year	CCPA Lease #1	NCLC	CCPA Lease #2	Unamortized Premium	Total Debt	R.I.T.A. Collections	Debt Per Collections	R.I.T.A Member Total Population	Debt Per Capita
2012	\$ -	\$ -	\$ 13,872,823	\$ 302,084	\$ 14,174,907	\$ 976,099,649	1.45%	1,714,077	\$ 8
2011	-	-	15,129,819	341,137	15,470,956	886,511,145	1.75	1,695,669	9
2010	-	-	16,540,242	382,077	16,922,319	812,713,840	2.08	1,725,001	10
2009	-	-	17,667,269	424,994	18,092,263	763,440,889	2.37	1,586,604	11
2008	1,680,834	-	18,667,507	469,984	20,818,325	773,982,373	2.69	1,505,317	14
2007	2,244,167	-	19,643,756	517,147	22,405,070	685,779,704	3.27	1,384,654	16
2006	2,771,667	-	20,613,498	566,588	23,951,753	622,025,867	3.85	1,270,174	19
2005	3,228,334	-	20,868,001	618,416	24,714,751	541,375,463	4.57	1,166,842	21
2004	3,736,667	18,580,000	20,990,000	672,747	43,979,414	492,978,422	8.92	1,098,696	40
2003	4,174,167	18,500,000	-	-	22,674,167	471,667,088	4.81	1,056,609	21

Note: RITA collections and RITA member population presented on pages 36-41 and 44-50, respectively.

**Independent Auditor's Report 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***

Regional Income Tax Agency  
Brecksville, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and the aggregate remaining fund information of the Regional Income Tax Agency (the "Agency") as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the Agency's basic financial statements, and have issued our report thereon dated June 19, 2013, wherein we noted that the Agency implemented Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, and restated their December 31, 2011 net position of the business-type activities, as disclosed in Note 3.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Agency's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Regional Income Tax Agency  
Brecksville, Ohio

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Agency's financial statements are free from 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*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Cini & Paricki, Inc.*

Cleveland, Ohio  
June 19, 2013