



**Auditor of State
Betty Montgomery**

WARREN COUNTY
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WARREN COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2005

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education</i>			
Nutrition Cluster			
National School Breakfast Program	none	10.553	\$10,153
	none		5,791
Total National School Breakfast Program			15,944
National School Lunch Program	none	10.555	15,243
	none		9,786
Total National School Lunch Program			25,029
Total Nutrition Cluster			40,973
<i>Total Passed Through Ohio Department of Education</i>			40,973
Total U.S. Department of Agriculture			40,973
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
<i>Passed Through Ohio Department of Development</i>			
Community Development Block Grant	B-F-03-076-1	14.228	249,750
Community Development Block Grant	B-F-04-076-1		315,925
Community Housing Improvement Program	B-C-04-076-1		60,030
			625,705
Home Investment Partnerships Program	B-C-04-076-2	14.239	108,300
Total Community Development Block Grant			734,005
<i>Total Passed Through the Ohio Department of Development</i>			734,005
Total U.S. Department of Housing and Urban Development			734,005
<u>U.S. DEPARTMENT OF JUSTICE</u>			
<i>Passed Through Ohio Attorney General's Office</i>			
Crime Victim Assistance	2006VAGENE032T	16.575	18,230
	2004VAGENE032T		44,283
Total Crime Victim Assistance			62,513
<i>Total Passed Through Ohio Attorney General's Office</i>			62,513
<i>Passed Through Ohio Office of Criminal Justice Services</i>			
Byrne Formula Grant	2004-DG-A01-7154	16.579	159,000
Total Byrne Formula Grant			159,000
<i>Total Passed Through Ohio Office of Criminal Justice Services</i>			159,000
<i>Passed Through Ohio Emergency Management Agency</i>			
State Homeland Security Grant	2003-MU-T3-0015	97.004	290,334
State Homeland Security Grant	2004-GE-T4-0025		583,555
Total Homeland Security Grant			873,889
<i>Total Passed Through Ohio Emergency Management Agency</i>			873,889
Total U.S. Department of Justice			1,095,402

(Continued)

WARREN COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2005
(Continued)

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF LABOR</u>			
<i>Passed Through the Ohio Department of Jobs & Human Services</i>			
Workforce Investment Act Cluster			
Workforce Investment Act-Adult			280,650
Workforce Investment Act-Adult Administration			<u>28,598</u>
Total Workforce Investment Act-Adult	N/A	17.258	309,248
Workforce Investment Act-Youth			220,429
Workforce Investment Act-Youth Administration			<u>24,821</u>
Total Workforce Investment Act-Youth	N/A	17.259	245,250
Workforce Investment Act-Dislocated Worker			260,729
Workforce Investment Act-Dislocated Worker Administration			<u>24,605</u>
Total Workforce Investment Act-Dislocated Worker	N/A	17.260	285,334
Workforce Investment Act-Rapid Response		17.260	23,515
<i>Total Passed Through the Ohio Department of Jobs & Human Services</i>			<u>863,347</u>
Total U.S. Department of Labor			<u>863,347</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
<i>Passed Through Ohio Department of Transportation</i>			
Public Transportation for Nonurbanized Areas		20.509	446,448
	RPT-4083-024-051		11,981
	RPT-0083-024-022		<u>458,429</u>
<i>Total Passed Through Ohio Department of Transportation</i>			<u>458,429</u>
Total U.S. Department of Transportation			<u>458,429</u>
<u>U.S. DEPARTMENT OF FEDERAL EMERGENCY MANAGEMENT ASSISTANCE</u>			
<i>Passed Through Ohio Emergency Management Agency</i>			
Emergency Management Performance Grant	N/A	97.042	<u>52,378</u>
<i>Total Passed Through Ohio Emergency Management Agency</i>			<u>52,378</u>
Total U.S. Department of Federal Emergency Management Assistance			<u>52,378</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Passed Through Ohio Department of Education</i>			
Special Education Cluster			
Special Education Grants to States	6B-SF-2006	84.027	41,744
	6B-SF-2005		<u>49,866</u>
Total Special Education Grants to States			91,610
Special Education - Preschool Grant	PG-S1-2005	84.173	<u>13,882</u>
Total Special Education Cluster			<u>105,492</u>
Innovative Program (Title V)	C2S1-2001	84.173	148
<i>Total Passed Through Ohio Department of Education</i>			<u>105,640</u>
Total U.S. Department of Education			<u>105,640</u>

(Continued)

WARREN COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2005
(Continued)

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Passed Through Ohio Department of Job and Family Services</i>			
Child Welfare Services: State Grants	N/A	93.645	49,876
Independent Living	N/A	93.674	<u>34,364</u>
<i>Total Passed Through Ohio Department of Job and Family Services</i>			<u>84,240</u>
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities</i>			
Title XX Social Service Block Grant	N/A	93.667	106,991
State Children's Insurance Programs (SCHIP)	N/A	93.767	13,053
Title XIX Medical Assistance Program	N/A	93.778	
TCM			528,787
CAFS			3,018,696
Admin fees			107,883
Waiver Administration Claiming			<u>69,541</u>
Total Title XIX Medical Assistance Program			3,724,907
<i>Total Passed Through Ohio Department of Mental Retardation and Developmental Disabilities</i>			<u>3,844,951</u>
Total U.S. Department of Health and Human Services			<u>3,929,191</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
<i>Passed Through Ohio Department of Emergency Management Agency</i>			
Public Assistance Grant Program	N/A	97.036	<u>51,523</u>
<i>Total Passed Through Ohio Department of Emergency Management Agency</i>			<u>51,523</u>
Total U.S. Department of Homeland Security			<u>51,523</u>
Total			<u><u>\$7,330,888</u></u>

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

WARREN COUNTY

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2005**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B – MATCHING REQUIREMENTS

Certain Federal programs require that the County contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has complied with the matching expenditures. The expenditure of non-Federal matching funds is not included on the Schedule.

NOTE C – HOME LOAN BALANCES

The County has outstanding loans from the HOME Improvement Partnership Program (CFDA #14.239). These loans were made to County residents based on income eligibility. These loans were used to assist with the down payment and closing cost for first-time home buyers and the rehabilitation of private residences. Interest is not assessed on these loans. These loans are collateralized by mortgages. As of December 31, 2005, the balance of loans outstanding is \$330,837. The County will use repayments of loans to make additional loans to assist additional low and moderate income households in the County for HOME eligible activities.

NOTE D – CDBG LOAN BALANCES

The County has outstanding loans from recaptured Community Development Block Grant (CDBG) Program (CFDA #14.228) funds with an outstanding balance as of December 31, 2005 of \$154,355. These loans were made to CDBG eligible applicants. These loans were used to assist with the down payment and closing cost for first time home buyers and the rehabilitation of private residences. Interest is not assessed on the loans. These loans are collateralized by mortgages. The County will use repayments of loans to make additional loans to assist low and moderate income households in the County for CDBG eligible activities.

NOTE E – LOAN BALANCES

The total HOME Improvement Partnership Program and Community Development Block Grant Program outstanding loan balances as of December 31, 2005 is \$840,664. These loans are collateralized by mortgages.

NOTE F – WORKFORCE INVESTMENT ACT

The County receives Workforce Investment Act monies passed through the Ohio Department of Jobs and Family Services. Warren County and Butler County together comprise Area 12, in which Butler County serves as the Fiscal Agent.



Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Warren County
406 Justice Drive
Lebanon, Ohio 45036

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Warren County, Ohio (the County), as of and for the year ended December 31, 2005, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 21, 2006. 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 the Comptroller General of the United States' *Government Auditing Standards*. Other auditors audited the financial statements of the Component Unit (Production Services Unlimited) in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards* and accordingly this report does not extend to that Production Services Unlimited.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting to determine our auditing procedures in order to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the County's management dated June 21, 2006, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the County's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the County's management dated June 21, 2006, we reported other matters related to noncompliance we deemed immaterial.

We intend this report solely for the information and use of the audit committee, management, the Board of County Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

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

Betty Montgomery
Auditor of State

June 21, 2006



Auditor of State Betty Montgomery

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

Warren County
406 Justice Drive
Lebanon, Ohio 45036

To the Board of County Commissioners:

Compliance

We have audited the compliance of Warren County, Ohio (the County), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, *Compliance Supplement* that apply to each of its major federal programs for the year ended December 31, 2005. The summary of auditor's results section of the accompanying schedule of findings identifies the County's major federal programs. The County's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, Warren County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2005.

Internal Control Over Compliance

The County's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could directly and materially affect a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the County's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. A reportable condition is described in the accompanying schedule of findings as item 2005-001.

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A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be timely detected by employees when performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses. We do not believe the reportable condition described above is a material weakness. However, we noted matters involving the internal control over federal compliance not requiring inclusion in this report that we reported to the County's management in a separate letter dated June 21, 2006.

Federal Awards Expenditures Schedule

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of Warren County as of and for the year ended December 31, 2005, and have issued our report thereon dated June 21, 2006, wherein we noted the County follows the accounting practices the Auditor of State prescribes rather than accounting principles generally accepted in the United States of America. Our audit was performed to form an opinion on the financial statements that collectively comprise the County's basic financial statements taken as a whole. The accompanying federal awards expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of the audit committee, management, the Board of the County Commissioners, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Betty Montgomery
Auditor of State

June 21, 2006

WARREN COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2005

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material non-compliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	Yes
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under § .510?</i>	yes
<i>(d)(1)(vii)</i>	<i>Major Programs (list):</i>	CFDA #93.778: Title XIX: Medical Assistance Program CFDA #20.509: Formula Grants for Other Than Urbanized Areas CFDA#14.228: Community Development Block Grant
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

None.

3. FINDINGS FOR FEDERAL AWARDS

Finding Number	2005-001
CFDA Title and Number	Formula Grants for Other than Urbanized Areas Transportation CFDA number 20.509
Federal Award Number / Year	2005
Federal Agency	Department of Transportation
Pass-Through Agency	Ohio Department of Transportation

Internal Control Reportable Condition

Warren County participates in the Formula Grants for Other than Urbanized Areas Transportation Federal Grant, CFDA # 20.509. During our test of the accounting records for the Transit program, we noted that Warren County contracts with MV Transportation, Inc. for bus drivers. Examination of these expenditures disclosed a lack of documentation relating to these payments totaling approximately \$853,689. The invoices submitted by MV Transportation only contain monthly billable hours and the unit price from the contract.

Section 9, Accounting Records, of the contract between the Warren County Transit Authority and MV Transportation requires that MV Transportation provide “all costs charged to the Project, including any approved services contributed by the Service Provider, or others, shall be supported by properly executed payroll, time records, invoices, contracts or vouchers evidencing in proper detail the nature and propriety of the charges in accordance with the rules and regulations of the County, ODOT and FTA”. The Grant Coordinator receives the invoices from MV and then prepares a payment voucher for the entire amount of the invoice. The Grants Coordinator does not receive any other documentation in the form of payroll or other records from MV as required in the contract with this service provider.

Part of the duties of the Grant Coordinator is to verify the accuracy and validity of the billings before submitting them for payment. Internal control procedures should be put in place to insure that the proper internal controls are in place and operating effectively for this program. Other audit procedures were performed to verify that payments to MV were for actual expenses incurred by MV. The Grant Coordinator was able to eventually provide documentation substantiating the hours billed from MV Transportation to payroll reports from MV Transportation. However, this documentation was not received and monitored by the Grant Coordinator during the year.

We recommend the Grant Coordinator obtain, review and approve supporting documentation from MV Transportation before paying any invoice, as described in the Contract between Warren County and MV Transportation. Since the Grant Coordinator is employed directly by the Warren County Commissioners, we recommend that they monitor this grant to make sure that the expenditures are proper and in compliance with the contract.

Officials' Response

We did not receive a response from officials to this finding.

WARREN COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
December 31, 2005

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2004-001	No SAS 70 relating to claims processing Pharmacare	Yes	Received a Tier II SAS 70

WARREN COUNTY OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2005



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COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2005

*Nick Nelson
County Auditor*

*Prepared by the
Warren County Auditor's Office*



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INTRODUCTORY SECTION



WARREN COUNTY AUDITOR

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June 21, 2006

To the Citizens of Warren County, Ohio:

I am pleased to submit the Comprehensive Annual Financial Report (CAFR) for Warren County, Ohio (the "County") for the fiscal year ended December 31, 2005. The report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Introduction

While there is no legal requirement for the preparation of this report, it represents a commitment by Warren County to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the County, especially the County Auditor's Office. To the best of our knowledge and belief, the enclosed data, as presented, is accurate in all material respects, is presented in a manner designed to fairly set forth the financial position and results of operations of the County and includes all disclosures necessary to enable the reader to gain an understanding of the County's financial activity.

The Report:

This Comprehensive Annual Financial Report (CAFR) is designed to assist and guide the reader in understanding its contents. The report is comprised of the following three major sections:

1. The Introductory Section includes this letter of transmittal which presents the County's organization, operational structure and accomplishments; an organizational chart, a list of elected officials; and the Certificate of Achievement for Excellence in Financial Reporting.
2. The Financial Section contains the Independent Accountants' Report, Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the County's financial position and operating results, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements.
3. The Statistical Section presents social, economic, and historical data in a multi-year format which can be used to identify financial trends and data relative to the fiscal capacity of the County.

Letter of Transmittal
For the Year Ended December 31, 2005

The Reporting Entity:

The accompanying basic financial statements comply with the provisions of the Governmental Accounting Standards Board (the "GASB") Statement No. 14, "The Financial Reporting Entity," in that the financial statements include all the organizations, activities and functions of the primary government (the County) and legally separate entities (component unit) for which the County is financially accountable. Production Services Unlimited, an adult workshop, has been included as a discretely presented component unit of the County due to its significant relationship with the County.

A thorough presentation of the County's reporting entity is contained in Note 1 of the basic financial statements.

County Organization and Services:

Warren County is located in the southwestern part of the state, approximately 20 miles north of Cincinnati and 15 miles south of Dayton. Its 408 square mile area serves a residential population estimated at 158,383 (2000 U.S. Bureau of Census). The County includes 11 townships, 11 villages and 6 cities. The County has only those powers conferred upon it by Ohio statutes. A three member Board of County Commissioners is elected at large in even numbered years for overlapping four-year terms. The Board of County Commissioners serves as the taxing authority, the contracting body, and the chief administrator of public services for the County. The Board of County Commissioners prepares and adopts the annual operating budget and makes the annual appropriation measure for expenditures of all County funds. In addition to the Board of County Commissioners, the offices of the County Auditor and County Treasurer are included in the category of general government and are of particular importance to the financial affairs of the County.

The County Auditor is elected to a four-year term and serves as the chief fiscal officer for the County and the tax assessor for all political subdivisions within the County. According to state law, a complete reappraisal must be conducted every six years as well as a triennial update every third year between reappraisals. Upon collection by the County Treasurer, the County Auditor is responsible for distributing certain taxes to various political subdivisions including municipalities, villages, townships, school and library districts, special districts and county agencies.

As chief fiscal officer, the County Auditor must certify that funds for all contracts and obligations of the County have been lawfully appropriated and are available or in the process of collection before the contract or obligation is binding upon the County. In addition, the Auditor is also the central disbursing agent, who by the issuance of County warrants distributes funds to creditors in payment of liabilities incurred by the County. The Auditor is also responsible for the County payroll and has other statutory accounting responsibilities. He is, by state law, Secretary of the County Board of Revision and the County Budget Commission and the Administrator and Supervisor of the County Data Processing Board.

***Letter of Transmittal
For the Year Ended December 31, 2005***

The County Treasurer is also elected to a four-year term and is the custodian of all County funds. The Treasurer is responsible for collecting all tax monies, applying payments to the appropriate tax accounts and investing all available idle County funds as specified by Ohio law. The Treasurer is the distributing agent for expenditures authorized by the Board of County Commissioners upon the Auditor's warrant. The Treasurer must submit daily reports showing receipts, payments and balances to the County Auditor. The Treasurer is a member of the County Board of Revision and the County Budget Commission. The Budget Commission plays an important part in the financial administration of the County government, as well as all political subdivisions throughout the County.

The other elected officials serving four year terms are the Prosecuting Attorney who serves as the third and final member of the County Budget Commission, the Clerk of Courts, the Recorder, the Sheriff, the Engineer, the Coroner and two County Court Judges. Four Common Pleas Court Judges are elected to six-year terms.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance related services, law enforcement, civil and criminal justice system services, road and bridge maintenance and other general and administrative support services. The County also operates a water distribution system and a wastewater collection and treatment system which are accounted for as enterprise funds.

Economic Outlook

As the economic strength in Ohio and the nation teeter with uncertainty, Warren County's prospects for 2006 and beyond look promising. We have the third highest median household income at \$68,441 and the second lowest poverty rate in the State at 4.2%.

Warren County has experienced a 24% increase in population since the 2000 census of 158,383 persons and a 72% increase in population since 1990. Our population as of January 2006 is 192,100, making us the 13th largest and the second fastest growing county in Ohio. Warren County is also ranked as the 92nd fastest growing county in the nation out of 3,141 counties.

Warren County is gaining in population by about 6,000 to 7,000 people annually and with that population growth has come an abundance of new housing and businesses. Warren County has a 79.9% Home Ownership rate and is the highest rate in the Dayton-Cincinnati Region while the State average is 69.8%. Despite our housing boom, 62% of the land in Warren County is still in open green space and farmland (52% farmland and 10% parkland).

Warren County's location in the southwestern part of Ohio between two large cities – Cincinnati and Dayton – which act like urban magnets, attracts population and new development. Warren County will continue to provide the greater metropolitan areas with an environment that offers the pleasures of small town and country living within minutes of two urban communities.

WARREN COUNTY, OHIO

Letter of Transmittal

For the Year Ended December 31, 2005

Metropolitan Cincinnati's northerly expansion into Warren County, particularly the rapid development along I-71 in the City of Mason and Deerfield Township, has also contributed to Warren County's economic development. Greater Dayton's growth south has prompted strong growth along I-75 in Franklin and Clearcreek Townships and particularly in the City of Springboro. Many of the businesses locating to the County are high technology, research and development and service related industries.

A summary of Warren County's growth is demonstrated in the following tables:

Year	Number of County Building Permits Issued	Projected Cost
1996	1,542	153,790,226
1997	1,919	196,852,435
1998	2,220	222,905,827
1999	2,356	232,267,756
2000	2,204	210,864,401
2001	2,446	253,755,166
2002	2,414	277,780,036
2003	2,582	297,523,925
2004	2,889	306,680,539
2005	2,761	436,059,744

Source: Warren County Building Inspection Department

During 2005 new construction assessed values overall decreased by 1.1%. Residential new construction was up 2.6%, industrial construction decreased by 57.9% and commercial construction decreased by 21.3% as shown in the following table:

Warren County New Construction Assessed Values				
Tax Year	Residential	Industrial	Commercial	Total
1996	69,591,850	4,843,680	17,950,590	92,386,120
1997	88,417,830	2,778,620	22,863,520	114,059,970
1998	109,634,700	1,414,640	15,925,340	126,974,680
1999	131,663,210	1,956,840	14,448,820	148,068,870
2000	164,996,060	1,788,100	15,204,600	181,988,760
2001	156,540,920	3,086,230	18,040,820	177,667,970
2002	166,345,470	1,205,920	14,659,910	182,211,300
2003	172,025,920	2,100,170	13,153,070	187,279,160
2004	186,940,160	4,390,530	21,936,110	213,266,800
2005	191,779,120	1,844,250	17,258,530	210,901,900

Industrial/Commercial new construction assessed values do not include abated or exempted property
Source: Warren County Auditor's Office

WARREN COUNTY, OHIO

Letter of Transmittal

For the Year Ended December 31, 2005

Although Industrial and Commercial New Construction Assessed Values decreased, in 2005 the Board of County Commissioners focused on revitalizing their economic development efforts and coordinating these efforts with the various cities and townships to create more visibility and productivity in new job creation. Additional efforts affecting commercial and industrial development are highlighted under the Major Initiatives and Future Outlook section.

The State of Ohio continues to have issues with its budget and at the time of the preparation of this narrative, the Legislature is waiting for the Governor to sign a bill that would place a cap on state annual spending at 3.5% or CPI. While Warren County remains in strong financial shape, we are not immune from the effects of the State deficit and looming budget cuts.

The County's 1% sales tax revenues in 2005 increased 7.1% over 2004 and generated \$24,605,086. Warren County sales tax revenue has increased consistently since 1991 even in recent years when sales tax revenue declined elsewhere in the region and state. For a period of time, the growth in sales tax revenue allowed the County to gradually phase out its share of property taxes. The County's inside millage entitlement is 2.57 mills per \$1,000 of property tax value. In 1997, the County reduced its levy to 1.0 mills followed by subsequent reductions to 0.75 mills in 1999 and finally to zero in 2000. In 2004 the County reinstated 1.50 mills of the 2.57 entitlement and currently continues to levy 1.50 mills. By not levying the full 2.57 mills the savings to the taxpayers is estimated to be \$4.9 million in the current year and more than \$50 million over the 5 year reduction period. At the end of the first quarter of 2006, our sales tax is showing a 4.97% increase over the first quarter of 2005, indicating continued growth.

Tourism is one of Warren County's largest industries and has played a significant role in keeping our county economy strong. Attractions include TPC Riverbend Golf Course (home of the Kroger PGA Senior's Classic), The Golf Center at Kings Island (home of the Great American Insurance ATP Championship), the Beach Waterpark, and Paramount's Kings Island Amusement Park (known as the Midwest's largest theme park), all near Mason. Completing construction this summer is the Great Wolf Lodge, a 400 suite resort hotel with a 78,000 square foot indoor water park, a 10,000 square foot grand ballroom, and a 40,000 square foot conference center. This is a year-round attraction and a \$100 million dollar investment in the Mason area. It is expected to open in the fall of 2006. Paramount's Kings Island was just purchased from CBS Corp. by Cedar Fair LP, the parent company of Cedar Point in Sandusky, Ohio

Waynesville, located in the northwest part of the County has been recognized by USA Today as "The Antique Capital of the Midwest." Caesar Creek State Park is also located near Waynesville. The park consists of 7,940 acres of beautiful terrain and a 2,830 acre lake with 5 boat ramps. The park offers an abundance of trails for horseback riding, mountain biking and hiking. The park also includes a campground with 287 campsites and a 1400' beach. Waynesville's Sauerkraut Festival attracts over 300,000 visitors over 3 days in October each year.

Lebanon is the home to The Golden Lamb, Ohio's oldest inn, dating from 1803 and boasting an extraordinary guest list of many famous Americans including Henry Clay, Mark Twain, Charles Dickens and eleven Presidents of the United States, most recently visited on May 4, 2004 by our current President, George W. Bush.

Letter of Transmittal

For the Year Ended December 31, 2005

Lebanon is known for its many antique stores, specialty shops and its quaint historical atmosphere. Walking tours through historical districts are available throughout the year. Lebanon's Christmas Festival which features Ohio's largest Horse Drawn Carriage Parade with 160+ units has become a seasonal favorite attracting 70,000+ for the one-day event.

Warren County hosts numerous communities that offer an abundance of restaurants, shopping, scenic train rides, and several annual festivals including the Applefest, Sauerkraut Festival, Wine Festival, Heritage Festival and Renaissance Festival. There are bike trails and hiking trails along the Little Miami Scenic River, as well as several canoe liveries offering a variety of canoe trips on the river. There are also several museums depicting the rich history in our Shaker and Quaker heritages.

Major Initiatives and Future Outlook

Warren County has several major initiatives in process that will result in a continued strong and vibrant future outlook. Many of the initiatives listed below are a direct result of the high growth the county continues to experience, that impacts roads, planning, and county office facilities.

- Our County Engineer's Office worked on over \$10 million worth of roadway improvements in 2005 and has an estimated \$13.5 million of scheduled road improvements in 2006.
- The Water and Sewer Department had approximately 1,200 new connections to the waterworks systems and 720 new connections to the sewer system in 2005. These additional connections bring the total water system connections to 24,025 and the total sewer system connections to 17,529.
- The County Commissioners' Growth Management Consultant finished up on a variety of growth capacity reports on build-out numbers for housing, roads, water, sewer, storm water management and schools. Revisions in the County's Subdivision Regulations were completed and a consultant is being hired to re-write/up-date the County's Zoning Codes that will be complete by March of 2007. The Board of Commissioners strive to assure quality development, preservation of open space and new economic resources to maintain a high quality of life.
- The Board of Commissioners have partnered with the Delaware County Commissioners in drafting state legislation that would authorize Commissioners with the authority to implement impact fees on new residential housing. This legislation, known as HB299, is sponsored by State Representatives John Peterson (Delaware County) and Michelle Schneider (Warren County). It was sent back to Committee for additional modifications during the fall of 2005. We are hoping to have this legislation re-introduced to the General Assembly by the fall of 2006.
- The continued growth in Warren County has once again created a need for expansion within our office facilities. In 2005, the Board of Commissioners hired a Space Consultant and by the end of 2006 the Commissioners hope to have some design plans of our Common Pleas Court Building to allow for more space to the current occupants and new space to bring the County Court operation into this facility. Rough cost estimates for this project are in excess of \$25M.

Letter of Transmittal

For the Year Ended December 31, 2005

- Our County Jail was doubled in size in 1996 to accommodate 200 prisoners. Overcrowding began in 2000. While the Sheriff has been able to manage his jail population, in coordination with the Judges, through alternative sentencing and early release programs, the Judges have now officially asked the County to expand the jail. There is adequate room to add an additional 2-story 96 bed medium/maximum security pod to the existing jail. Once County Court vacates their premises in the Sheriff's facility, additional renovation can be done to create even more jail space. We anticipate hiring an architect to begin work on this project sometime in late 2006 or early 2007, while efforts to secure more immediate jail beds continue throughout 2006.
- In 2005 the Board of Commissioners were focused on revitalizing our Economic Development efforts and coordinating with the existing Economic Development efforts from our various cities and townships to create more visibility and productivity in new job creation. From 1992 to 2002, our Economic Development office helped bring in more than 20,000 new jobs and realized an average of 350 new business starts annually. Eighty-percent of these projects involved manufacturing, research and development or service sector companies who pay high wages and sustain the quality of living we are so proud of in Warren County. In 2005, our Economic Development Department reported working with 26 new companies. Fourteen were expansions of existing companies and twelve were new companies. The result was 1,191 new jobs and 4,050 retained jobs, with a total investment by the companies of \$257.2 million. Warren County has also partnered with Cincinnati USA and the Dayton Development Coalition for a regional development effort.
- In 2005, Warren County Tourism generated about \$600 million regionally in direct sales from travel annually, a 45% increase over 2001. The 2005 attendance at attractions, festivals and sporting events reached over 6.7 million. Warren County realized a \$49.7 million economic impact, a 30% increase over 2004, which resulted in 893 tourism related jobs in the county. The Sports Marketing Department of our Convention & Visitor's Bureau was awarded 10 new events in 2005 that included: 2006 USSA Sports Festival, 2006-2007 AAU Girls' Basketball Championships, 2006-2008 National Amateur Baseball Federation Sophomore World Series and 2006 Junior Olympic Archery National Championships. These events alone have a \$6.2 million economic impact and use 5,400 hotel room nights.

Financial Information

This is the third year the County has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments."

As part of this reporting model, management is responsible for preparing Management's Discussion and Analysis (MD&A) of the County. This discussion appears after the Independent Accountants' Report in the financial section of this report. MD&A provides an assessment of the County's finances for 2005. The analysis in MD&A focus is on major funds, therefore nonmajor funds are discussed briefly in this letter.

***Letter of Transmittal
For the Year Ended December 31, 2005***

Fiduciary Funds

Fiduciary funds account for assets held by Warren County in a trustee capacity or as an agent for individuals, private organizations and other government units. The fiduciary funds which Warren County maintains are agency funds and an Unclaimed Money fund which is a private purpose fund. At December 31, 2005, assets in agency funds totaled \$236,222,580 and assets of the Unclaimed Money fund totaled \$624,124.

Internal Control, Budgetary Control and the Accounting System:

Development of the County's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance that:

1. The County's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the County Administration and members of the Auditor's office.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the County's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The Accounting Department of the County Auditor's Office is responsible for the auditing and analysis of all purchase orders and vouchers of the County. Accounting Department personnel review the purchase orders and vouchers to ensure the availability of monies in the proper funds and accounts prior to the certification and payment of approved invoices. The County utilizes a fully automated accounting system as well as an automated system of controls for fixed assets, accounting and payroll. These systems, coupled with the review and examination performed by the County Auditor's Office, ensure that the financial information generated is both accurate and reliable.

Budgetary appropriations for the operation of the County's departments are established through the adoption of the annual appropriation resolution by the Board of County Commissioners. All disbursements and transfers of cash between funds require appropriation authority from the County Commissioners. Budgets are controlled at the object level within the department or organizational unit, by function and by fund. Purchase orders are requested by the department head and encumbered prior to their release to vendors. A computerized certification system allows the Auditor's Office to ascertain the status of appropriations prior to authorizing purchases.

***Letter of Transmittal
For the Year Ended December 31, 2005***

Accounting System and Budgetary Control

The County's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Day-to-day accounting records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records are converted to the modified and full accrual basis for all applicable funds. On the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. On the full accrual basis, revenues are recognized when measurable and earned; expenses are recognized when incurred.

The Board of County Commissioners adopts the annual budget for the County by March 31. All disbursements and transfers of cash between funds require appropriation authority from the Commissioners. Budgets are controlled at the major object level within a department and fund. All purchase orders must be approved by a majority of the Board of Commissioners, then the necessary funds are encumbered and the purchase order released to the vendor. Those purchase orders which exceed the available appropriation are rejected until additional funds are secured. The accounting system used by the County provides daily updates to expenditure and encumbrance files making available to all users details on year-to-date expenditures and encumbrances versus the original appropriations plus any additional appropriations made to date. These files are used to ascertain the status of a division's appropriation prior to authorizing additional purchases.

The basis of accounting and the presentation of the various funds utilized by Warren County are fully described in Note 1 of the basic financial statements.

Cash Management

The County pools its cash to simplify cash management. All idle monies are invested, with the earnings being paid into the Undivided Interest Agency Fund and then allocated to the General Fund and other qualifying funds as prescribed by Ohio law. The County invests in certificates of deposit which vary in length from one to 90 days. The County Treasurer makes such commitments of County resources only with federally insured financial institutions. Interest earnings of the County (primary government) in 2005 totaled \$4,210,019.

Risk Management

Warren County is self-insured for employee health care benefits utilizing a \$300 in-network annual per person deductible (\$600 per family) and an annual \$600 out-of network per person deductible (\$1200 per family); thereafter, in network insurance payment is 90% with a 10% co-insurance to a maximum total out of pocket in-network of \$500 per person (\$1000 per family), and out-of network insurance payment is 70% with a 30% co-insurance to a maximum out-of-pocket out-of-network of \$1800 per person (\$3,600 per family). Excess loss coverage, carried through Mutual of Omaha, becomes effective after \$100,000 per year per specific claim. There is a lifetime maximum coverage per person of \$2,000,000.

Each County department makes monthly payments to the self-insurance fund.

WARREN COUNTY, OHIO

Letter of Transmittal

For the Year Ended December 31, 2005

The County contracted with County Risk Sharing Authority (CORSA) to provide for general liability, public officials liability, and auto liability coverage. CORSA was established by the County Commissioner's Association of Ohio in 1987 to provide counties with comprehensive property and liability coverage. Warren County's coverage provides liability limits of \$10,000,000, with a \$2,500 per occurrence deductible. Maximum per occurrence liability limit for CORSA is \$1,000,000, with an additional \$9,000,000 available from excess coverage purchased from St. Paul Travelers & Munich/American RE. Any additional liability incurred in excess of the \$10,000,000 coverage is the responsibility of the County.

Debt Administration

At December 31, 2005, gross general obligation bonds outstanding, excluding debt reported in the enterprise funds, totaled \$5,944,893. Ratios related to the County's debt position are presented below:

Net General Obligation Bonded Debt	\$5,944,893
Net Debt Per Capita	\$37.53
Net Debt to Assessed Value	.122%
Net Debt to Estimated Actual Value	.0419%

The outstanding debt is primarily related to repayment of the proceeds of monies used to construct or renovate water and sewer facilities operated by the County, construction of an addition to the County's East Street Building, construction of the County Courts Building Addition and an extension to Justice Drive.

The County maintains an "Aa2" rating from Moody's Investors Service, Inc. All bonds of the County are general obligation debt and are backed by its full faith and credit, except water and sewer bonds which are backed by utility billings.

Other Information

Independent Auditor's Opinion

The County had an independent audit of all funds performed by the State Auditor for the year ended December 31, 2005. The opinion of the Auditor appears in the financial section of this report.

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 Warren County for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2004. The Certificate of Achievement is a 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. Such comprehensive annual financial reports must also satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements.

WARREN COUNTY, OHIO

***Letter of Transmittal
For the Year Ended December 31, 2005***

A Certificate of Achievement is valid for one year only. Warren County has received a Certificate of Achievement for the last 14 years (1991 - 2004). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA for consideration for a Certificate of Achievement for 2005.

Acknowledgments

The publication of this report is a continuation of the level of professionalism the Warren County Auditor's office has strived to attain and it significantly increases the accountability of Warren County government to its taxpayers.

The preparation of this comprehensive annual financial report would not have been possible without the cooperation of the County elected officials and their staffs. I would also like to recognize the following people for their exceptional contribution to this effort.

Robyn Crisenbery, Auditor's Office, Director Financial Operations	
Patti Taulbee, Auditor's Office	Donald J. Schonhardt and Associates, Inc.
Brenda Quillen, Auditor's Office	Gary Browning, Data Processing Director
Vicki J. Warnock, Auditor's Office	

Sincerely,



Nick Nelson,
Warren County Auditor

WARREN COUNTY, OHIO

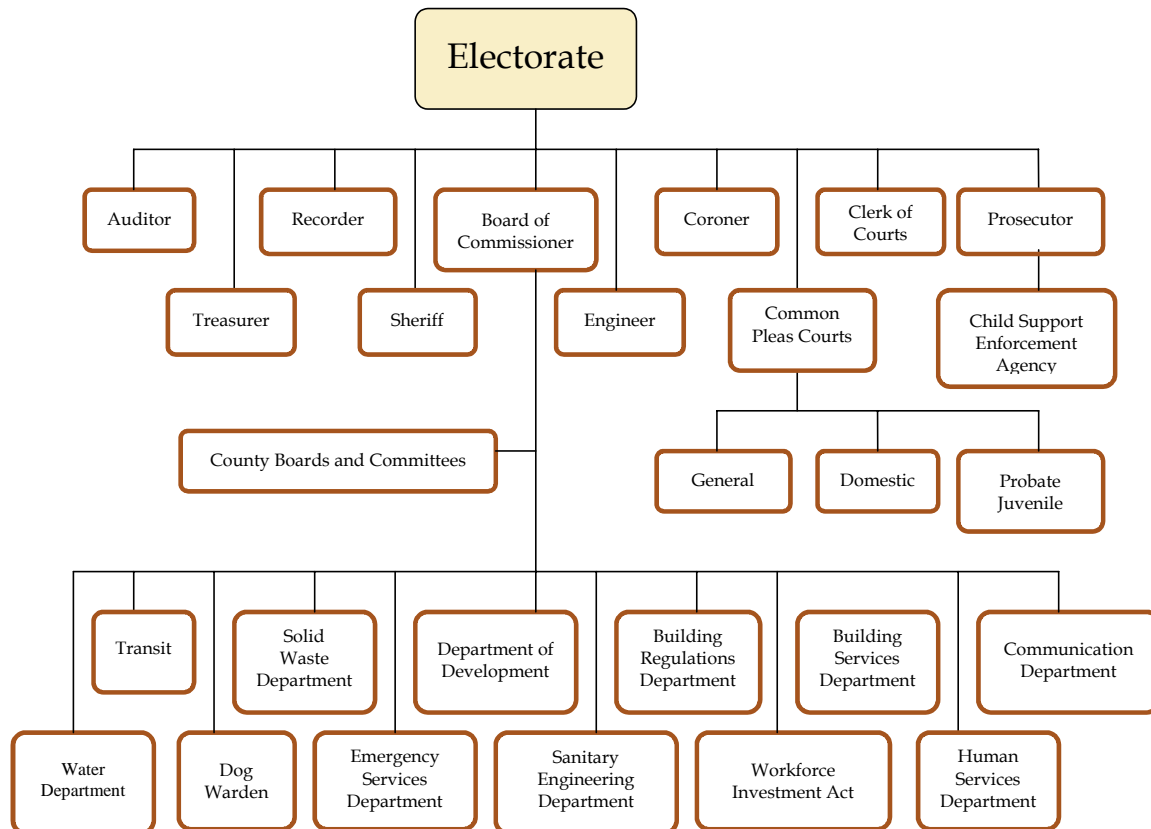
*List of Elected Officials
For the Year Ended December 31, 2005*

Office Held	Name of Official
Auditor	Nick Nelson
Clerk of Courts	James L. Spaeth
Commissioners	Pat Arnold South C. Michael Kilburn David G. Young
Coroner	Warren C. Young Jr.
Engineer	Neil Tunison
Prosecutor	Rachel Hutzell
Recorder	Beth Deckard
Sheriff	William Thomas Ariss
Treasurer	Jim Aumann

JUDGES

Common Pleas Judges: General Division	Neil B. Bronson James L. Flannery James Heath
Domestic Relations	Tim Oliver
Juvenile/Probate	Michael E. Powell
County Court Judges	Donald E. Oda

**County Organizational Chart
For the Year Ended December 31, 2005**



County Boards and Committees

- | | | |
|--------------------------------|--------------------------------|-----------------------|
| County Budget Commission Board | Board of Revision | Data Processing Board |
| Record Commission | Mental Health Services Board | Microfilming Board |
| Soldiers' Relief Commission | Mental Retardation/Development | Board of Elections |
| Planning Commission | Disabilities Board | |

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Warren County,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2004

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.



Carla E. Judge

President

Jeffrey R. Emmer

Executive Director

FINANCIAL SECTION





Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

Warren County
406 Justice Drive
Lebanon, Ohio 45036

To the Board of County Commissioners:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Warren County, Ohio (the County), as of and for the year ended December 31, 2005, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the component unit (Production Services Unlimited, Inc.). Other auditors audited those financial statements. They have furnished their report thereon to us, and we base our opinion, insofar as it relates to the amounts included for the component unit (Production Services Unlimited, Inc.) on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Warren County, Ohio, as of , and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Board of Mental Retardation Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2006, on our consideration of the Government's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Corporate Centre of Blue Ash / 11117 Kenwood Rd. / Blue Ash, OH 45242
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www.auditor.state.oh.us

The Management Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining nonmajor individual fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor individual fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory and statistical sections to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Betty Montgomery
Auditor of State

June 21, 2006

The discussion and analysis of Warren County's financial performance provides an overall review of the County's financial activities for the year ended December 31, 2005. The intent of this discussion and analysis is to look at the County's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the County's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2005 are as follows:

- In total, net assets increased \$34 million. Net assets of governmental activities increased \$18.8 million, which represents a 12.7% increase from net assets of 2004. Net assets of business-type activities increased \$15.2 million or 9.2% from net assets of 2004.
- General revenues accounted for \$77.3 million in revenue or 49.7% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$78.4 million or 50.3% of total revenues of \$155.7 million.
- The County had \$98.9 million in expenses related to governmental activities; only \$40.7 million of these expenses were offset by program specific charges for services, grants or contributions.
- Among major funds, the general fund had \$55.2 million in revenues and \$41.4 million in expenditures. The 2005 revenues were up 11.5% over 2004 bringing in an additional \$5.7 million. The expenditures increased 9% or \$3.4 million. The general fund balance at year end totaled \$21.0 million.
- Net assets for enterprise funds increased by \$15.2 million. This increase is attributable to capital contributions received from tap-in-fees and private developments.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the County:

These statements are as follows:

The Government-Wide Financial Statements – These statements provide both long-term and short-term information about the County's overall financial status.

The Fund Financial Statements – These statements focus on individual parts of the County, reporting the County's operations in more detail than the government-wide statements.

The financial statements also include notes that provide more detailed data and explain some of the information in the financial statements.

Government-wide Statements

The government-wide statements report information about the County as a whole, including Production Services Unlimited, Inc. the County's discretely presented component unit, using accounting methods similar to those used by private-sector companies. The statement of net assets includes all of the County's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's net assets and how they have changed. Net-assets (the difference between the County's assets and liabilities) are one way to measure the County's financial health or position.

- Over time, increases or decreases in the County's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County you need to consider additional nonfinancial factors such as changes in the County's tax base and the condition of County capital assets.

The government-wide financial statements of the County are divided into two categories:

- *Governmental Activities* – Most of the County's programs and services are reported here including public safety, health, human services, community and economic development and public works.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. All of the County's enterprise activities are reported as business-type activities.

A separately issued audit report containing financial statements is available from Production Services Unlimited, Inc. at 575 Columbus Avenue, Lebanon, Ohio 45036.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes. The County's major governmental funds are the General Fund, the Board of Mental Retardation Fund and the Special Assessment Fund. The County's major enterprise funds are the Water Fund, Sewer Fund, Storm Water Fund, Sheriff's Fund and the Communications Rotary Fund.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The County maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds - The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses five enterprise funds to account for water, sewer, storm water, sheriff, and the communications rotary operations. All five of the enterprise funds are reported as major funds.

Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County's internal service funds report on County department's vehicle maintenance, gasoline purchases and self-insurance programs for employee medical benefits.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County's fiduciary funds are a private purpose trust fund and agency funds.

WARREN COUNTY, OHIO**Management's Discussion and Analysis
For the Year Ended December 31, 2005****Unaudited****FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

This is the third year for government-wide financial statements using the full accrual basis of accounting. The table below provides a comparison of 2005 to 2004 for both the Governmental and Business-type activities.

	Governmental Activities		Business-type Activities		Total	
	2005	2004	2005	2004	2005	2004
Current and other assets	\$149,868,436	\$130,702,816	\$45,221,379	\$38,519,556	\$195,089,815	\$169,222,372
Capital assets, Net	89,280,459	86,183,498	153,139,826	149,057,753	242,420,285	235,241,251
Total assets	239,148,895	216,886,314	198,361,205	187,577,309	437,510,100	404,463,623
Long-term debt outstanding	32,173,870	33,265,519	15,151,724	19,752,274	47,325,594	53,017,793
Other liabilities	40,713,849	36,143,754	1,385,962	1,250,373	42,099,811	37,394,127
Total liabilities	72,887,719	69,409,273	16,537,686	21,002,647	89,425,405	90,411,920
Net assets						
Invested in capital assets, net of related debt	81,539,279	78,451,108	139,912,158	131,385,110	221,451,437	209,836,218
Restricted	83,902,769	70,227,453	131,824	315,601	84,034,593	70,543,054
Unrestricted (Deficit)	819,128	(1,201,520)	41,779,537	34,873,951	42,598,665	33,672,431
Total net assets	\$166,261,176	\$147,477,041	\$181,823,519	\$166,574,662	\$348,084,695	\$314,051,703

A portion of the County's net assets represents resources that are subject to external restrictions on how they may be used. In the current year, this represented \$84 million or 24.1% of net assets. \$42.6 million or 12.2% of net assets may be used to meet the County's ongoing obligations to its citizens and creditors and for Water and Sewer activities. A \$7.1 million increase in capital assets was comprised mostly of road and bridge additions as well as water and sewer construction projects. Total liabilities for business-type activities decreased by \$4.3 million, which can be attributed to the defeasance and retirement of bonds during 2005.

WARREN COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2005**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2005 and 2004:

	Governmental Activities		Business-type Activities		Total	Total
	2005	2004	2005	2004	2005	2004
Revenues						
Program revenues:						
Charges for Services and Sales	\$15,926,239	\$14,130,716	\$19,493,323	\$16,812,554	\$35,419,562	\$30,943,270
Operating Grants and Contributions	19,021,085	16,378,470	9,305	173,182	19,030,390	16,551,652
Capital Grants and Contributions	5,729,622	5,983,261	18,202,907	20,092,628	23,932,529	26,075,889
General revenues:						
Property Taxes	33,888,269	31,378,957	0	0	33,888,269	31,378,957
Sales Taxes	24,605,086	22,964,671	0	0	24,605,086	22,964,671
Other Local Taxes	216,141	351,176	0	0	216,141	351,176
Motor Vehicle and Gasoline Taxes	7,517,416	6,871,498	0	0	7,517,416	6,871,498
Shared Revenues	6,870,742	6,547,992	0	0	6,870,742	6,547,992
Investment Earnings	3,892,655	2,054,124	317,364	74,084	4,210,019	2,128,208
Miscellaneous	14,934	20,132	0	0	14,934	20,132
Total revenues	117,682,189	106,680,997	38,022,899	37,152,448	155,705,088	143,833,445
Program Expenses						
General Government:						
Legislative and Executive	20,806,979	16,089,054	0	0	20,806,979	16,089,054
Judicial	8,982,162	8,859,116	0	0	8,982,162	8,859,116
Public Safety	20,656,646	17,312,747	0	0	20,656,646	17,312,747
Public Works	7,994,465	11,542,443	0	0	7,994,465	11,542,443
Health	627,548	838,628	0	0	627,548	838,628
Human Services	37,321,917	37,562,356	0	0	37,321,917	37,562,356
Community and Economic Development	1,023,113	791,039	0	0	1,023,113	791,039
Interest and Fiscal Charges	1,485,224	1,436,293	0	0	1,485,224	1,436,293
Business Type Activities:						
Water	0	0	10,241,330	10,791,794	10,241,330	10,791,794
Sewer	0	0	10,287,272	9,641,749	10,287,272	9,641,749
Sheriff	0	0	2,073,391	1,843,104	2,073,391	1,843,104
Communications Rotary	0	0	55,233	36,719	55,233	36,719
Storm Water Fund	0	0	116,816	0	116,816	0
Total expenses	98,898,054	94,431,676	22,774,042	22,313,366	121,672,096	116,745,042
Total Change in Net Assets	18,784,135	12,249,321	15,248,857	14,839,082	34,032,992	27,088,403
Restated Beginning Net Assets	147,477,041	135,227,720	166,574,662	151,735,580	314,051,703	286,963,300
Ending Net Assets	\$166,261,176	\$147,477,041	\$181,823,519	\$166,574,662	\$348,084,695	\$314,051,703

WARREN COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2005**

Unaudited

Governmental Activities

Net assets of the County's governmental activities increased by \$18,784,135.

Shared revenue accounts were up \$968,668 over 2004. This is a 7.2% increase. Of this amount \$645,918 was additional Motor Vehicle and Gas Tax Revenue and \$322,750 was additional intergovernmental revenue not considered as program revenues.

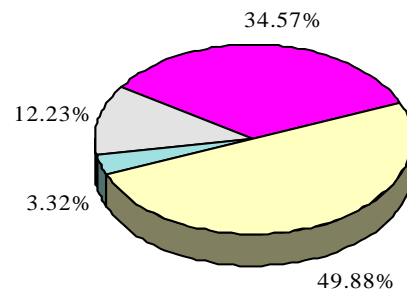
Program Revenues increased by \$4.2 million or 11.5% over 2004. Charges for Services increased by \$1.8 million, Operating Grants and Contributions increased by \$2.6 million and Capital Grants and Contribution decreased by \$253,639.

General tax revenue accounts for \$58,709,496 of the \$117,682,189 in total revenues for governmental activities. This is an increase of \$4.0 million over 2004. Of the total tax revenue, property tax accounted for \$33,888,269, sales tax accounted for \$24,605,086 and other tax revenue accounted for \$216,141. The percentage increases when compared to 2004 for the three categories were 8%, 7.1% and -38.5% respectively.

General Other revenue increased \$1.8 million or 88.4%. Of this \$1.8 million, investment earnings increased \$1,838,531 and miscellaneous earnings decreased \$5,198.

The County's net charges to users of governmental services totaled \$58,221,108. This amount was subsidized by the County's general revenues of \$77,005,243.

<u>Revenue Sources</u>	<u>2005</u>	<u>Percent of Total</u>
Shared Revenues	\$14,388,158	12.23%
Program Revenues	40,676,946	34.57%
General Tax Revenues	58,709,496	49.88%
General Other	3,907,589	3.32%
Total Revenue	<u>\$117,682,189</u>	<u>100.00%</u>



Business-Type Activities

Net assets of the business-type activities increased by \$15,248,857. This increase is attributable to capital contributions received from tap-in-fees and private developments. These programs had revenues of \$37,705,535 and expenses of \$22,774,042 for fiscal year 2005. Business activities receive no support from tax revenues and remain self-supporting.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The County's governmental funds reported a combined fund balance of \$83,296,038, which exceeds last year's total of \$67,453,202. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2005 and 2004.

	Fund Balance <u>December 31, 2005</u>	Fund Balance <u>December 31, 2004</u>	Increase <u>(Decrease)</u>
General	\$21,039,858	\$21,571,625	(\$531,767)
Board of Mental Retardation	22,620,249	16,077,266	6,542,983
Special Assessment	1,890,048	1,890,301	(253)
Other Governmental	37,745,883	27,914,010	9,831,873
Total	<u>\$83,296,038</u>	<u>\$67,453,202</u>	<u>\$15,842,836</u>

General Fund – Although the County's General Fund revenues exceeded expenses by \$13.8 million, the General Fund's balance decreased by \$531,767 due to \$14.4 million in transfers out. Of these transfers \$3.7 million funded special revenue funds for human services, public safety, judicial and community and economic development and \$10.5 million was transferred to capital projects for road construction and various building construction projects. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2005 <u>Revenues</u>	2004 <u>Revenues</u>	Increase <u>(Decrease)</u>
Taxes	\$37,804,846	\$34,771,621	\$3,033,225
Intergovernmental Revenues	5,416,359	4,932,666	483,693
Charges for Services	6,308,730	6,116,449	192,281
Licenses and Permits	14,934	20,132	(5,198)
Investment Earnings	3,593,213	2,000,356	1,592,857
Fines and Forfeitures	378,557	377,222	1,335
All Other Revenue	1,675,098	1,280,101	394,997
Total	<u>\$55,191,737</u>	<u>\$49,498,547</u>	<u>\$5,693,190</u>

WARREN COUNTY, OHIO

Management's Discussion and Analysis For the Year Ended December 31, 2005

Unaudited

Tax revenues overall increased 8.7%. The property transfer tax revenues increased by \$1.4 million as a result of an increase in property sales that was spurred by the shifting interest rates in 2005. This is a 27.8% increase over 2004. In addition sales tax revenues were up 7.1%, generating an additional \$1.6 million. Investment income was up 79.6% primarily due to three specific reasons. Warren County, being the second fastest growing County in Ohio, continues to receive increasing amounts of revenue, thereby giving us additional funds to invest. Due to the Federal Reserve Board increasing interest rates multiple times throughout the course of the year, the County, as did the economy, found itself increasing our investment income. With these two factors in play, the County intentionally changed its investment strategy by moving more of its available funds into shorter term investments, allowing those funds to reinvest more frequently at the higher rates.

	2005	2004	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
General Government:			
Legislative and Executive	\$16,191,830	\$14,112,416	\$2,079,414
Judicial	6,316,670	5,968,165	348,505
Public Safety	17,972,197	16,976,099	996,098
Human Services	895,043	897,032	(1,989)
Community and Economic Development	472	0	472
Debt Service:			
Principal Retirement	6,984	16,288	(9,304)
Interest and Fiscal Charges	3,243	4,130	(887)
Total	<u>\$41,386,439</u>	<u>\$37,974,130</u>	<u>\$3,412,309</u>

General Fund's \$3.4 million in additional expenses were affected primarily by increases in Personal Services and Contractual Services. The increases in these two categories account for 71% of the total increases. Personal Services at a \$1.5 million increase was driven by a 4% cost of living increase, a 70% increase in workers compensation premiums, a 168% increase in sick and vacation payouts for retirees, and a need to further increase staff within the Prosecutor's office, the probation division and various courts. Contractual Services \$932,378 increase was spurred by multiple factors some of which include a 26% increase in utility costs such as gas, oil, electric and sewer, an 18% increase in indigent attorney fees, and a 22% increase in the data processing department's contractual services.

Board of Mental Retardation Fund - Revenues increased by \$2.9 million over 2004 while expenditures decreased by \$652,833. The additional revenues were due to the increase in Title XIX funding received in 2005 from the Community Alternative Funding System (CAFS) and the Targeted Case Management (TCM) programs. In 2004, a statewide lawsuit was filed that prevented county MRDD Boards from receiving CAFS and TCM revenue for much of 2004. Because of that lawsuit, the billing for that time period was held and paid to MRDD in 2005. This caused a lower than usual amount of revenue in 2004 and a higher than usual amount of revenue in 2005. The decreased expenses were due to the elimination of over 80 employees during the second half of 2005. These employees were no longer needed due to the elimination of the preschool and school age programs that were turned back over to the local school districts. The fund balance of this fund increased by \$6.5 million in 2005.

Special Assessment Fund – The Special Assessment Fund received approximately \$1.9 million from special assessment levies, capacity fees and non-participant charges, while expending \$1.9 million in debt service payments. The fund balance decreased by \$253.

GENERAL FUND BUDGETARY HIGHLIGHTS

The County's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

For the General Fund, budget basis revenue increased by \$6.6 million when compared to the original budgeted estimates. This was primarily a result of an increase of \$3.6 million in Taxes, \$1 million in Investment Earnings, \$962,052 in Intergovernmental Revenue, \$570,000 in Charges for Services, and the remaining in Fines and Forfeitures, All Other Revenues and Transfers In. Actual revenues exceeded the final budget by \$4.6 million.

During the course of fiscal year 2005 the County Commissioners approved numerous revisions to the original appropriations. Overall, these changes resulted in an increase of \$2.8 million. Actual expenditures were less than the final budgeted expenditures by \$3.9 million. The General Fund had an adequate fund balance to cover expenditures.

Because of these factors, the County's economic condition in the General Fund, based upon actual results (on the budgetary basis) at December 31, 2005, the fund balance is \$2.3 million better than initially projected in the original budget.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2005 the County had \$242,420,285 net of accumulated depreciation invested in capital assets for its governmental and business type activities. Of this total, \$89,280,459 was related to governmental activities and \$153,139,826 to the business-type activities.

General Government's largest net increase in capital assets at \$4.1 million was related to infrastructure. Resurfacing of county roads generated a \$1.2 million dollar increase to infrastructure. The additional \$3.2 million, in both road and bridge infrastructure additions, resulted from capital contributions from state and local governments.

General Government's Construction in Progress saw the completion of five county projects in 2005. The projects involved \$2.7 million in improvements to county buildings, roads and bridges. Although \$2.7 million was moved out of Construction in Progress, the overall decrease to construction was limited to \$1.1 million due to the expenses incurred on the fifteen remaining projects.

WARREN COUNTY, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2005**

Unaudited

Business Type's largest increase of \$6.9 million was in Land Improvements. The land improvements involved \$3.2 million in additional water lines and \$3.7 million in additional sewer lines. The majority of the land improvement, 98.8%, was acquired through capital contributions from private developers. Construction in Progress increased \$2.4 million with improvements being made on 10 water projects and 2 sewer projects. Additional information on the County's capital assets can be found in Note 10.

The following table summarizes the County's capital assets as of December 31, 2005 and December 31, 2004:

	Governmental Activities		Increase (Decrease)
	2005	2004	
Land	\$5,028,020	\$4,915,451	\$112,569
Construction in Progress	3,990,321	5,080,533	(1,090,212)
Total Non-Depreciable Capital Assets	9,018,341	9,995,984	(977,643)
Land Improvements	496,516	496,516	0
Buildings, Structures and Improvements	50,491,742	48,700,311	1,791,431
Furniture, Fixtures and Equipment	14,129,537	13,971,349	158,188
Infrastructure	61,363,315	57,293,748	4,069,567
Less: Accumulated Depreciation	(46,218,992)	(44,274,410)	(1,944,582)
Total Depreciable Capital Assets	80,262,118	76,187,514	4,074,604
Totals	\$89,280,459	\$86,183,498	\$3,096,961

	Business-Type Activities		Increase (Decrease)
	2005	2004	
Land	\$2,152,507	\$2,152,507	\$0
Construction in Progress	3,301,013	883,063	2,417,950
Total Non-Depreciable Capital Assets	5,453,520	3,035,570	2,417,950
Land Improvements	141,104,087	134,120,879	6,983,208
Buildings, Structures and Improvements	55,471,703	55,240,587	231,116
Furniture, Fixtures and Equipment	3,072,975	2,853,361	219,614
Less: Accumulated Depreciation	(51,962,459)	(46,192,644)	(5,769,815)
Total Depreciable Capital Assets	147,686,306	146,022,183	1,664,123
Totals	\$153,139,826	\$149,057,753	\$4,082,073

WARREN COUNTY, OHIO

Management's Discussion and Analysis For the Year Ended December 31, 2005

Unaudited

Debt

At December 31, 2005, the County had general obligation debt outstanding of \$20.9 million in bonds. Of this amount, \$5.9 million comprises debt backed by the full faith and credit of the County and \$15.0 million is special assessment debt for which the County is liable in the event of default by the property owner subject to the assessment. The County also had outstanding principal of \$279,091 in an Ohio Public Works Commission Loan and \$6.7 million of outstanding principal in an Ohio Department of Development Loan (State 166). The Water and Sewer enterprise funds had \$13.1 million of Mortgage Revenue Bonds, \$613,540 in OWDA Loans and \$876,135 in Long-Term Contracts with Cincinnati Waterworks outstanding at December 31, 2005.

The County's long-term liabilities decreased by \$1.1 million or 3.3% during the 2005 fiscal year, and the County's Water and Sewer debt decreased by \$4.6 million or 23.3%. The County maintains an "Aa2" rating from Moody's Investors Service, Inc. for general obligation debt.

In addition to the bonded debt, the County's long-term obligations include compensated absences. Additional information on the County's long-term debt can be found in Note 13 of this report.

The County currently has no bond anticipation notes outstanding as of December 31, 2005.

The following table summarizes the County's debt outstanding as of December 31, 2005 and December 31, 2004:

	<u>2005</u>	<u>2004</u>
Governmental Activities:		
General Obligation Bonds	\$5,944,893	\$6,145,000
Special Assessment Bonds	14,953,707	15,958,950
Loans	7,017,931	6,889,813
Capital Leases	33,249	42,577
Compensated Absences	<u>4,224,090</u>	<u>4,229,179</u>
Total Governmental Activities	32,173,870	33,265,519
Business-Type Activities:		
Mortgage Revenue Bonds	\$13,067,893	\$17,291,845
Loans	613,540	665,244
Long-term Contracts	876,135	1,225,140
Compensated Absences	<u>594,156</u>	<u>570,045</u>
Total Business-Type Activities	<u>15,151,724</u>	<u>19,752,274</u>
Totals	<u>\$47,325,594</u>	<u>\$53,017,793</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Unemployment rates have risen nation-wide, however Warren County's employment rate has continued since 1990 to be better than both the state and national rate. During 2005 the County had a 4.4% unemployment rate as compared to a 5.1% national rate and a statewide rate of 5.9%. Warren County is credited with being one of the highest "new job" growth counties in the state.

While Warren County remains in strong financial shape, the County's budget for the general fund in 2006 is very conservative. Total revenues for 2006 are projected to be \$48.5 million, which is 13% less than what was actually received in fiscal year 2005. Due to an additional Common Pleas Court Judge, other criminal justice expenses and the ever present increase in employee health care benefit costs, the General Fund's anticipated expenses have increased 11.9% from \$49.4 million in 2005 to \$55.3 million in 2006. Our County Sales Tax for 2006 is projected to be \$23 million, about \$1.6 million less than we actually received in 2005. Investment income is expected to nearly double in 2006, with a projection of \$6 million.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information contact Nick Nelson, Warren County Auditor, 406 Justice Drive, Lebanon, Ohio 45036.

WARREN COUNTY, OHIO

**Statement of Net Assets
December 31, 2005**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Production Services Unlimited, Inc.
Assets:				
Cash and Cash Equivalents	\$ 78,790,405	\$ 36,640,611	\$ 115,431,016	\$ 144,839
Receivables:				
Taxes	38,352,125	0	38,352,125	0
Accounts	849,598	2,593,722	3,443,320	24,380
Intergovernmental	10,036,003	22,382	10,058,385	0
Interest	913,665	49,714	963,379	0
Special Assessments	18,789,585	274,801	19,064,386	0
Loans	1,143,021	0	1,143,021	0
Internal Balances	(89,328)	89,328	0	0
Inventory of Supplies at Cost	799,556	540,529	1,340,085	0
Prepaid Items	203,972	10,106	214,078	0
Restricted Assets:				
Cash and Cash Equivalents with Fiscal Agent	0	131,824	131,824	0
Prepaid Water Contract	0	3,538,462	3,538,462	0
Unamortized Bond Issuance Costs	79,834	259,489	339,323	0
Deferred Loss on Early Retirement of Debt	0	1,070,411	1,070,411	0
Non-Depreciable Capital Assets	9,018,341	5,453,520	14,471,861	0
Depreciable Capital Assets, Net	80,262,118	147,686,306	227,948,424	17,833
Total Assets	239,148,895	198,361,205	437,510,100	187,052
Liabilities:				
Accounts Payable	3,021,778	675,992	3,697,770	856
Accrued Wages and Benefits Payable	745,413	86,666	832,079	15,029
Intergovernmental Payable	1,069,797	576,403	1,646,200	0
Claims Payable	597,322	0	597,322	0
Unearned Revenue	35,194,882	0	35,194,882	0
Accrued Interest Payable	84,657	46,901	131,558	0
Long Term Liabilities:				
Due Within One Year	1,914,360	1,405,455	3,319,815	0
Due in More Than One Year	30,259,510	13,746,269	44,005,779	0
Total Liabilities	72,887,719	16,537,686	89,425,405	15,885
Net Assets:				
Invested in Capital Assets, Net of Related Debt	81,539,279	139,912,158	221,451,437	0
Restricted For:				
Capital Projects	11,544,706	0	11,544,706	0
Debt Service	22,176,542	131,824	22,308,366	0
General Government - Legislative and Executive	5,296,475	0	5,296,475	0
General Government - Judicial	3,814,571	0	3,814,571	0
Public Safety	4,083,253	0	4,083,253	0
Public Works	7,526,640	0	7,526,640	0
Health	1,955,906	0	1,955,906	0
Human Services	25,682,733	0	25,682,733	0
Community and Economic Development	1,821,943	0	1,821,943	0
Unrestricted	819,128	41,779,537	42,598,665	171,167
Total Net Assets	\$ 166,261,176	\$ 181,823,519	\$ 348,084,695	\$ 171,167

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Activities
For the Year Ended December 31, 2005**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government:				
Legislative and Executive	\$ 20,806,979	\$ 7,219,028	\$ 40,561	\$ 662,887
Judicial	8,982,162	2,453,087	55,592	0
Public Safety	20,656,646	2,963,790	2,153,506	520,819
Public Works	7,994,465	513,800	51,523	3,811,130
Health	627,548	535,296	84,900	0
Human Services	37,321,917	2,217,411	16,635,003	16,986
Community and Economic Development	1,023,113	23,827	0	717,800
Interest and Fiscal Charges	1,485,224	0	0	0
Total Governmental Activities	98,898,054	15,926,239	19,021,085	5,729,622
Business-Type Activities:				
Water	10,241,330	9,261,215	8,000	9,761,891
Sewer	10,287,272	8,119,675	1,305	7,911,181
Sheriff	2,073,391	2,065,112	0	0
Communications Rotary	55,233	47,321	0	0
Storm Water	116,816	0	0	529,835
Total Business-Type Activities	22,774,042	19,493,323	9,305	18,202,907
Total Primary Government	\$ 121,672,096	\$ 35,419,562	\$ 19,030,390	\$ 23,932,529
Component Unit:				
Production Services Unlimited, Inc.	\$ 346,433	\$ 338,164	\$ 0	\$ 0
General Revenues:				
Property Taxes				
Sales Taxes				
Other Local Taxes				
Motor Vehicle and Gasoline Taxes				
Shared Revenues, Unrestricted				
Investment Earnings				
Miscellaneous				
Total General Revenues				
Change in Net Assets				
Net Assets Beginning of Year				
Net Assets End of Year				

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Net (Expense) Revenue and Changes in Net Assets			Component
Primary Government			Unit
Governmental Activities	Business-Type Activities	Total	Production Services Unlimited, Inc.
\$ (12,884,503)	\$ 0	\$ (12,884,503)	
(6,473,483)	0	(6,473,483)	
(15,018,531)	0	(15,018,531)	
(3,618,012)	0	(3,618,012)	
(7,352)	0	(7,352)	
(18,452,517)	0	(18,452,517)	
(281,486)	0	(281,486)	
(1,485,224)	0	(1,485,224)	
<u>(58,221,108)</u>	<u>0</u>	<u>(58,221,108)</u>	
0	8,789,776	8,789,776	
0	5,744,889	5,744,889	
0	(8,279)	(8,279)	
0	(7,912)	(7,912)	
0	413,019	413,019	
<u>0</u>	<u>14,931,493</u>	<u>14,931,493</u>	
<u>(58,221,108)</u>	<u>14,931,493</u>	<u>(43,289,615)</u>	
			\$ (8,269)
33,888,269	0	33,888,269	0
24,605,086	0	24,605,086	0
216,141	0	216,141	0
7,517,416	0	7,517,416	0
6,870,742	0	6,870,742	0
3,892,655	317,364	4,210,019	0
14,934	0	14,934	0
<u>77,005,243</u>	<u>317,364</u>	<u>77,322,607</u>	<u>0</u>
18,784,135	15,248,857	34,032,992	(8,269)
<u>147,477,041</u>	<u>166,574,662</u>	<u>314,051,703</u>	<u>179,436</u>
<u>\$ 166,261,176</u>	<u>\$ 181,823,519</u>	<u>\$ 348,084,695</u>	<u>\$ 171,167</u>

WARREN COUNTY, OHIO

**Balance Sheet
Governmental Funds
December 31, 2005**

	General	Board of Mental Retardation	Special Assessment	Other Governmental Funds	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 17,019,007	\$ 22,721,539	\$ 1,956,283	\$ 35,644,656	\$ 77,341,485
Receivables:					
Taxes	11,262,500	17,722,936	0	9,366,689	38,352,125
Accounts	259,561	336,875	0	217,217	813,653
Intergovernmental	2,280,217	560,993	0	7,182,048	10,023,258
Interest	907,031	0	0	6,634	913,665
Special Assessments	0	0	18,789,585	0	18,789,585
Loans	0	0	0	1,143,021	1,143,021
Due from Other Funds	108,314	0	0	147,047	255,361
Interfund Loans Receivable	52,075	0	0	1,080,000	1,132,075
Inventory of Supplies, at Cost	9,919	0	0	771,025	780,944
Prepaid Items	175,697	14,008	0	14,267	203,972
Total Assets	\$ 32,074,321	\$ 41,356,351	\$ 20,745,868	\$ 55,572,604	\$ 149,749,144
Liabilities:					
Accounts Payable	\$ 873,003	\$ 142,457	\$ 255	\$ 1,944,694	\$ 2,960,409
Accrued Wages and Benefits Payable	431,527	115,260	0	197,912	744,699
Intergovernmental Payable	482,385	207,995	0	379,309	1,069,689
Claims Payable	0	6,237	0	0	6,237
Due to Other Funds	32,732	15,953	0	258,727	307,412
Interfund Loans Payable	0	0	0	1,152,075	1,152,075
Deferred Revenue	9,123,789	18,247,460	18,855,565	13,851,402	60,078,216
Compensated Absences Payable	91,027	740	0	42,602	134,369
Total Liabilities	11,034,463	18,736,102	18,855,820	17,826,721	66,453,106
Fund Balances:					
Reserved for Encumbrances	1,693,977	491,311	0	4,879,554	7,064,842
Reserved for Prepaid Items	175,697	14,008	0	14,267	203,972
Reserved for Supplies Inventory	9,919	0	0	771,025	780,944
Reserved for Debt Service	0	0	1,890,048	1,412,252	3,302,300
Reserved for Interfund Loans Receivable	52,075	0	0	1,080,000	1,132,075
Undesignated, Unreserved in:					
General Fund	19,108,190	0	0	0	19,108,190
Special Revenue Funds	0	22,114,930	0	19,904,169	42,019,099
Capital Projects Funds	0	0	0	9,643,552	9,643,552
Permanent Fund	0	0	0	41,064	41,064
Total Fund Balances	21,039,858	22,620,249	1,890,048	37,745,883	83,296,038
Total Liabilities and Fund Balances	\$ 32,074,321	\$ 41,356,351	\$ 20,745,868	\$ 55,572,604	\$ 149,749,144

See accompanying notes to the basic financial statements

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2005***

Total Governmental Fund Balances	\$ 83,296,038
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	89,280,459
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.	24,963,168
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(32,148,729)
Internal Service Funds are used by management to charge the costs of vehicle maintenance, insurance and gasoline to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. This is the amount that applies to the governmental activities.	<u>870,240</u>
<i>Net Assets of Governmental Funds</i>	<u><u>\$ 166,261,176</u></u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2005**

	General	Board of Mental Retardation	Special Assessment	Other Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 37,804,846	\$ 16,145,196	\$ 0	\$ 5,856,871	\$ 59,806,913
Intergovernmental Revenues	5,416,359	6,789,664	0	23,366,384	35,572,407
Charges for Services	6,308,730	1,217,237	56,256	5,259,646	12,841,869
Licenses and Permits	14,934	0	0	50	14,984
Investment Earnings	3,593,213	0	0	140,961	3,734,174
Special Assessments	0	0	1,853,238	0	1,853,238
Fines and Forfeitures	378,557	0	0	337,692	716,249
All Other Revenue	1,675,098	281,043	0	410,099	2,366,240
Total Revenue	55,191,737	24,433,140	1,909,494	35,371,703	116,906,074
Expenditures:					
Current:					
General Government:					
Legislative and Executive	16,191,830	0	0	4,330,668	20,522,498
Judicial	6,316,670	0	0	2,640,574	8,957,244
Public Safety	17,972,197	0	0	2,398,417	20,370,614
Public Works	0	0	0	6,569,286	6,569,286
Health	0	0	0	634,847	634,847
Human Services	895,043	17,890,157	0	18,576,635	37,361,835
Community and Economic Development	472	0	0	1,019,986	1,020,458
Capital Outlay	0	0	0	3,047,156	3,047,156
Debt Service:					
Principal Retirement	6,984	0	1,076,820	5,533,087	6,616,891
Interest and Fiscal Charges	3,243	0	832,927	576,774	1,412,944
Total Expenditures	41,386,439	17,890,157	1,909,747	45,327,430	106,513,773
Excess (Deficiency) of Revenues Over Expenditures	13,805,298	6,542,983	(253)	(9,955,727)	10,392,301
Other Financing Sources (Uses):					
Special Assessment Bonds Issued	0	0	0	71,577	71,577
General Obligation Bonds Issued	0	0	0	5,030,000	5,030,000
Premium on the Sale of Bonds	0	0	0	263,246	263,246
Transfers In	20,000	0	0	14,404,158	14,424,158
Transfers Out	(14,353,414)	0	0	(70,744)	(14,424,158)
Total Other Financing Sources (Uses)	(14,333,414)	0	0	19,698,237	5,364,823
Net Change in Fund Balances	(528,116)	6,542,983	(253)	9,742,510	15,757,124
Fund Balances at Beginning of Year	21,571,625	16,077,266	1,890,301	27,914,010	67,453,202
Increase (Decrease) in Inventory Reserve	(3,651)	0	0	89,363	85,712
Fund Balances End of Year	\$ 21,039,858	\$ 22,620,249	\$ 1,890,048	\$ 37,745,883	\$ 83,296,038

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For the Year Ended December 31, 2005***

Net Change in Fund Balances - Total Governmental Funds \$ 15,757,124

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays and capital contributions exceeded depreciation. 3,539,249

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of fixed assets net of proceeds received. (277,882)

Revenues and transfers in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (2,453,386)

The issuance of long-term debt (e.g. special assessment bonds, leases) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. 1,166,394

In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due. 13,394

Some expenses reported in the statement of activities, such as change in inventory and compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. 110,819

The Internal Service Funds, which are used to charge the cost of services to individual funds, are not included in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the County's Internal Service Funds are allocated among the governmental and business-type activities. 928,423

Change in Net Assets of Governmental Activities \$ 18,784,135

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2005**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 31,475,000	\$ 35,053,000	\$ 37,689,023	\$ 2,636,023
Intergovernmental Revenues	4,233,048	5,195,100	5,439,749	244,649
Charges for Services	5,361,874	5,931,874	6,236,579	304,705
Licenses and Permits	11,000	11,000	14,905	3,905
Investment Earnings	2,303,000	3,303,000	3,974,657	671,657
Fines and Forfeitures	264,000	389,000	375,484	(13,516)
All Other Revenues	875,837	1,280,820	2,053,838	773,018
Total Revenues	<u>44,523,759</u>	<u>51,163,794</u>	<u>55,784,235</u>	<u>4,620,441</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive	17,815,727	19,684,742	17,653,318	2,031,424
Judicial	6,967,470	7,271,898	6,655,832	616,066
Public Safety	18,590,438	19,252,870	18,337,188	915,682
Human Services	1,162,461	1,167,562	880,016	287,546
Total Expenditures	<u>44,536,096</u>	<u>47,377,072</u>	<u>43,526,354</u>	<u>3,850,718</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,337)	3,786,722	12,257,881	8,471,159
Other Financing Sources (Uses):				
Transfers In	0	20,000	20,000	0
Transfers Out	(4,917,671)	(15,768,432)	(14,899,905)	868,527
Advances In	25,000	25,000	587,982	562,982
Advances Out	0	0	(615,057)	(615,057)
Total Other Financing Sources (Uses):	<u>(4,892,671)</u>	<u>(15,723,432)</u>	<u>(14,906,980)</u>	<u>816,452</u>
Net Change in Fund Balance	(4,905,008)	(11,936,710)	(2,649,099)	9,287,611
Fund Balance at Beginning of Year	14,924,517	14,924,517	14,924,517	0
Prior Year Encumbrances	2,345,290	2,345,290	2,345,290	0
Fund Balance at End of Year	<u>\$ 12,364,799</u>	<u>\$ 5,333,097</u>	<u>\$ 14,620,708</u>	<u>\$ 9,287,611</u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue – Board of Mental Retardation Fund
For the Year Ended December 31, 2005**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 15,198,753	\$ 15,198,753	\$ 16,147,040	\$ 948,287
Intergovernmental Revenues	7,422,000	7,529,296	7,544,766	15,470
Charges for Services	40,000	474,250	1,128,200	653,950
All Other Revenues	215,000	332,971	882,869	549,898
Total Revenues	<u>22,875,753</u>	<u>23,535,270</u>	<u>25,702,875</u>	<u>2,167,605</u>
Expenditures:				
Current:				
General Government:				
Human Services	<u>23,616,872</u>	<u>25,198,187</u>	<u>19,934,884</u>	<u>5,263,303</u>
Total Expenditures	<u>23,616,872</u>	<u>25,198,187</u>	<u>19,934,884</u>	<u>5,263,303</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(741,119)	(1,662,917)	5,767,991	7,430,908
Other Financing Sources (Uses):				
Transfers In	0	2,925,000	2,600,000	(325,000)
Transfers Out	<u>(2,940,000)</u>	<u>(2,940,000)</u>	<u>(2,600,000)</u>	<u>340,000</u>
Total Other Financing Sources (Uses):	<u>(2,940,000)</u>	<u>(15,000)</u>	<u>0</u>	<u>15,000</u>
Net Change in Fund Balance	(3,681,119)	(1,677,917)	5,767,991	7,445,908
Fund Balance at Beginning of Year	14,762,280	14,762,280	14,762,280	0
Prior Year Encumbrances	<u>894,526</u>	<u>894,526</u>	<u>894,526</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 11,975,687</u>	<u>\$ 13,978,889</u>	<u>\$ 21,424,797</u>	<u>\$ 7,445,908</u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

***Statement of Net Assets
Proprietary Funds
December 31, 2005***

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Storm Water</u>
Assets:			
<i>Current Assets:</i>			
Cash and Cash Equivalents	\$ 24,212,322	\$ 11,967,365	\$ 144,521
Receivables:			
Accounts	1,416,151	1,176,978	0
Intergovernmental	8,000	0	0
Interest	32,518	17,196	0
Special Assessments	0	0	274,801
Due from Other Funds	0	0	0
Interfund Loans Receivable	0	50,000	0
Inventory of Supplies at Cost	505,338	35,191	0
Prepaid Items	4,544	5,562	0
<i>Total Current Assets</i>	<u>26,178,873</u>	<u>13,252,292</u>	<u>419,322</u>
<i>Noncurrent Assets:</i>			
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	130,920	904	0
Prepaid Water Contract	3,538,462	0	0
Unamortized Bond Issuance Costs	259,489	0	0
Deferred Loss on Early Retirement of Debt	1,070,411	0	0
Non-Depreciable Capital Assets	4,815,417	638,103	0
Depreciable Capital Assets, Net	67,627,622	80,058,684	0
<i>Total Noncurrent Assets</i>	<u>77,442,321</u>	<u>80,697,691</u>	<u>0</u>
Total Assets	<u>103,621,194</u>	<u>93,949,983</u>	<u>419,322</u>

WARREN COUNTY, OHIO

			Governmental - Activities
Sheriff	Communications Rotary	Total Enterprise	Internal Service Funds
\$ 293,198	\$ 23,205	\$ 36,640,611	\$ 1,448,920
0	593	2,593,722	35,945
6,659	7,723	22,382	12,745
0	0	49,714	0
0	0	274,801	0
0	1,067	1,067	83,875
0	0	50,000	0
0	0	540,529	18,612
0	0	10,106	0
<u>299,857</u>	<u>32,588</u>	<u>40,182,932</u>	<u>1,600,097</u>
0	0	131,824	0
0	0	3,538,462	0
0	0	259,489	0
0	0	1,070,411	0
0	0	5,453,520	0
0	0	147,686,306	0
<u>0</u>	<u>0</u>	<u>158,140,012</u>	<u>0</u>
<u>299,857</u>	<u>32,588</u>	<u>198,322,944</u>	<u>1,600,097</u>

(Continued)

WARREN COUNTY, OHIO

**Statement of Net Assets
Proprietary Funds
December 31, 2005**

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Storm Water
Liabilities:			
Current Liabilities:			
Accounts Payable	487,924	186,615	0
Accrued Wages and Benefits Payable	27,441	25,863	0
Intergovernmental Payable	117,483	452,999	0
Claims Payable	0	0	0
Due to Other Funds	13,752	18,929	0
Interfund Loans Payable	0	0	0
Accrued Interest Payable	46,901	0	0
Mortgage Revenue Bonds Payable- Current	813,922	0	0
Ohio Water Development			
Authority Loans Payable - Current	0	226,950	0
Long-Term Contract Payable - Current	364,583	0	0
Total Current Liabilities	1,872,006	911,356	0
Noncurrent Liabilities			
Compensated Absences Payable	262,741	178,020	0
Mortgage Revenue Bonds Payable	12,253,971	0	0
Ohio Water Development			
Authority Loans Payable	386,590	0	0
Long-Term Contract Payable	511,552	0	0
Total Noncurrent Liabilities	13,414,854	178,020	0
Total Liabilities	15,286,860	1,089,376	0
Net Assets:			
Invested in Capital Assets, net of debt	59,442,321	80,469,837	0
Restricted for Debt Service	130,920	904	0
Unrestricted	28,761,093	12,389,866	419,322
Total Net Assets	\$ 88,334,334	\$ 92,860,607	\$ 419,322

Adjustment to reflect the consolidation of internal
fund activities related to the enterprise funds.
Net Assets of Business-type Activities

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise	Governmental - Activities Internal Service Funds
0	1,453	675,992	33,059
33,362	0	86,666	714
5,921	0	576,403	108
0	0	0	591,085
0	0	32,681	210
0	0	0	30,000
0	0	46,901	0
0	0	813,922	0
0	0	226,950	0
0	0	364,583	0
39,283	1,453	2,824,098	655,176
153,395	0	594,156	3,739
0	0	12,253,971	0
0	0	386,590	0
0	0	511,552	0
153,395	0	13,746,269	3,739
192,678	1,453	16,570,367	658,915
0	0	139,912,158	0
0	0	131,824	0
107,179	31,135	41,708,595	941,182
\$ 107,179	\$ 31,135	181,752,577	\$ 941,182
		70,942	
		\$ 181,823,519	

WARREN COUNTY, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2005**

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Storm Water
Operating Revenues:			
Charges for Services	\$ 9,241,003	\$ 8,083,781	\$ 0
Tap in Fees	419,080	0	0
Other Operating Revenue	20,212	35,894	0
Total Operating Revenues	9,680,295	8,119,675	0
Operating Expenses:			
Personal Services	1,976,919	1,760,802	67,344
Contractual Services	354,166	2,043,348	32,061
Materials and Supplies	1,342,421	688,359	16,686
Utilities	3,067,123	2,409,150	0
Depreciation	2,742,201	3,042,610	0
Health Insurance Claims	0	0	0
Other Operating Expenses	53,567	53,660	725
Total Operating Expenses	9,536,397	9,997,929	116,816
Operating Income (Loss)	143,898	(1,878,254)	(116,816)
Nonoperating Revenue (Expenses):			
Intergovernmental Grants	8,000	1,305	0
Special Assessment Revenue	0	0	529,835
Investment Earnings	204,975	112,389	0
Interest and Fiscal Charges	(753,903)	(328,386)	0
Total Nonoperating Revenues (Expenses)	(540,928)	(214,692)	529,835
Income (Loss) Before Contributions and Transfers	(397,030)	(2,092,946)	413,019
Capital Contributions - Tap in Fees	6,122,509	3,923,904	0
Capital Contributions	3,220,302	3,987,277	0
Change in Net Assets	8,945,781	5,818,235	413,019
Net Assets Beginning of Year	79,388,553	87,042,372	6,303
Net Assets End of Year	\$ 88,334,334	\$ 92,860,607	\$ 419,322

Change in Net Assets - Total Enterprise Funds

Adjustment to reflect the consolidation of internal fund activities related to the enterprise funds.

Change in Net Assets - Business-type Activities

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

			Governmental - Activities
Sheriff	Communications Rotary	Total Enterprise	Internal Service Funds
\$ 2,065,112	\$ 47,321	\$ 19,437,217	\$ 9,774,850
0	0	419,080	0
0	0	56,106	633
<u>2,065,112</u>	<u>47,321</u>	<u>19,912,403</u>	<u>9,775,483</u>
2,102,160	0	5,907,225	54,018
0	0	2,429,575	1,111,771
0	55,233	2,102,699	704,470
0	0	5,476,273	0
0	0	5,784,811	0
0	0	0	6,859,320
0	0	107,952	699
<u>2,102,160</u>	<u>55,233</u>	<u>21,808,535</u>	<u>8,730,278</u>
(37,048)	(7,912)	(1,896,132)	1,045,205
0	0	9,305	0
0	0	529,835	0
0	0	317,364	0
0	0	(1,082,289)	0
<u>0</u>	<u>0</u>	<u>(225,785)</u>	<u>0</u>
(37,048)	(7,912)	(2,121,917)	1,045,205
0	0	10,046,413	0
0	0	7,207,579	0
(37,048)	(7,912)	15,132,075	1,045,205
144,227	39,047	166,620,502	(104,023)
<u>\$ 107,179</u>	<u>\$ 31,135</u>	<u>181,752,577</u>	<u>\$ 941,182</u>
		15,132,075	
		116,782	
		<u>\$ 15,248,857</u>	

WARREN COUNTY, OHIO

***Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2005***

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Storm Water
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$9,615,407	\$8,192,486	\$0
Cash Payments for Goods and Services	(4,996,895)	(5,032,049)	(49,472)
Cash Payments to Employees	(1,990,517)	(1,735,995)	(67,344)
Net Cash Provided (Used) by Operating Activities	2,627,995	1,424,442	(116,816)
<u>Cash Flows from Noncapital Financing Activities:</u>			
Advances In	1,066,178	35,000	0
Advances Out	(1,023,345)	0	0
Net Cash Provided by Noncapital Financing Activities	42,833	35,000	0
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap-in Fees in Excess of Cost	6,122,509	3,923,904	0
Cash Received from Intergovernmental Grants	0	1,305	0
Ohio Water Development Authority Loans Received	369,013	0	0
Special Assessments Received	0	0	255,034
Acquisition and Construction of Assets	(2,226,853)	(344,706)	0
Principal Paid on Revenue Bonds	(780,000)	(3,435,030)	0
Principal Paid on Long Term Contracts	(349,005)	0	0
Principal Paid on Ohio Water Development Authority Loan	0	(438,294)	0
Interest Paid on All Debt	(641,747)	(270,888)	0
Net Cash Provided (Used) by Capital and Related Financing Activities	2,493,917	(563,709)	255,034
<u>Cash Flows from Investing Activities:</u>			
Receipts of Interest	176,691	96,860	0
Net Cash Provided by Investing Activities	176,691	96,860	0
Net Increase (Decrease) in Cash and Cash Equivalents	5,341,436	992,593	138,218
Cash and Cash Equivalents at Beginning of Year	19,001,806	10,975,676	6,303
Cash and Cash Equivalents at End of Year	\$24,343,242	\$11,968,269	\$144,521
<u>Reconciliation of Cash and</u>			
<u>Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$24,212,322	\$11,967,365	\$144,521
Restricted Cash with Fiscal Agent	130,920	904	0
Cash and Cash Equivalents at End of Year	\$24,343,242	\$11,968,269	\$144,521

WARREN COUNTY, OHIO

			Governmental - Activities
Sheriff	Communications Rotary	Total Enterprise	Internal Service Funds
\$2,058,453	\$39,621	\$19,905,967	\$9,815,481
0	(55,733)	(10,134,149)	(9,452,299)
(2,073,804)	0	(5,867,660)	(54,013)
(15,351)	(16,112)	3,904,158	309,169
0	0	1,101,178	60,000
0	0	(1,023,345)	(30,000)
0	0	77,833	30,000
0	0	10,046,413	0
0	0	1,305	0
0	0	369,013	0
0	0	255,034	0
0	0	(2,571,559)	0
0	0	(4,215,030)	0
0	0	(349,005)	0
0	0	(438,294)	0
0	0	(912,635)	0
0	0	2,185,242	0
0	0	273,551	0
0	0	273,551	0
(15,351)	(16,112)	6,440,784	339,169
308,549	39,317	30,331,651	1,109,751
\$293,198	\$23,205	\$36,772,435	\$1,448,920
\$293,198	\$23,205	\$36,640,611	\$1,448,920
0	0	131,824	0
\$293,198	\$23,205	\$36,772,435	\$1,448,920

(Continued)

WARREN COUNTY, OHIO

***Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2005***

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Storm Water</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income (Loss)	\$143,898	(\$1,878,254)	(\$116,816)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	2,742,201	3,042,610	0
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(64,888)	(113,431)	0
Increase in Due from Other Funds	0	0	0
(Increase) Decrease in Intergovernmental Receivable	(8,000)	1,250	0
(Increase) Decrease in Inventory	(78,018)	23,968	0
Decrease in Prepaid Items	581	340	0
Decrease in Prepaid Water Contract	176,923	0	0
Increase (Decrease) in Accounts Payable	(175,645)	40,513	0
Increase in Accrued Wages and Benefits	484	528	0
Increase (Decrease) in Due to Other Funds	4,282	(11,810)	0
Increase (Decrease) in Intergovernmental Payables	(98,491)	303,087	0
Decrease in Claims Payable	0	0	0
Increase (Decrease) in Compensated Absences	(15,332)	15,641	0
Total Adjustments	<u>2,484,097</u>	<u>3,302,696</u>	<u>0</u>
Net Cash Provided (Used) by Operating Activities	<u>\$2,627,995</u>	<u>\$1,424,442</u>	<u>(\$116,816)</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2005 the Water Fund had an outstanding liability of \$375,559 for certain capital assets. The Water Fund received \$3,220,302 and the Sewer Fund received \$3,987,277 of capital contributions from other funds, special assessments and developers. During 2005, the fair value of investments decreased by \$20,657 and \$10,897 in the Water and Sewer Funds, respectively.

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

Sheriff	Communications Rotary	Total Enterprise	Governmental - Activities Internal Service Funds
(\$37,048)	(\$7,912)	(\$1,896,132)	\$1,045,205
0	0	5,784,811	0
0	(593)	(178,912)	(27,834)
0	(958)	(958)	(37,174)
(6,659)	(6,149)	(19,558)	6,618
0	0	(54,050)	(8,372)
0	0	921	0
0	0	176,923	0
0	(500)	(135,632)	(3,803)
3,788	0	4,800	21
0	0	(7,528)	(7,102)
766	0	205,362	4
0	0	0	(658,374)
23,802	0	24,111	(20)
21,697	(8,200)	5,800,290	(736,036)
(\$15,351)	(\$16,112)	\$3,904,158	\$309,169

WARREN COUNTY, OHIO

***Statement of Net Assets
Fiduciary Funds
December 31, 2005***

	Private Purpose	
	Trust	Agency Funds
Assets:		
Cash and Cash Equivalents	\$ 624,124	\$ 21,091,864
Cash in Segregated Accounts	0	2,803,296
Receivables:		
Taxes	0	212,327,420
Total Assets	<u>624,124</u>	<u>236,222,580</u>
Liabilities:		
Intergovernmental Payable	0	223,463,688
Unapportioned Monies	0	8,496,131
Payroll Withholding	0	912,423
Deposits Held Due to Others	0	3,350,338
Total Liabilities	<u>0</u>	<u>236,222,580</u>
Net Assets:		
Unrestricted	<u>624,124</u>	<u>0</u>
Total Net Assets	<u>\$ 624,124</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

WARREN COUNTY, OHIO

***Statement of Changes in Net Assets
Fiduciary Fund
For the Year Ended December 31, 2005***

	Private Purpose Trust
Additions:	
Contributions	\$ 16,318
Increase in Net Assets Resulting from Operations	<u>16,318</u>
Deductions:	
Reimbursements	<u>13,482</u>
Change in Net Assets	2,836
Net Assets at Beginning of Year	621,288
Net Assets End of Year	<u>\$ 624,124</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Warren County is a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1803. The three member Board of County Commissioners is the legislative and executive body of the County. The County's combined financial statements include accounts for all County operations.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*", in that the financial statements include all organizations, activities and functions of the primary government (the County) and legally separate entities (component units) for which the County is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing board and either the County's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to or impose a financial burden on the County.

The financial activities of all funds, agencies, boards and commissions for which the County elected officials are financially accountable are reflected in the accompanying financial statements. Based on the foregoing criteria, Warren County (the primary government) has one component unit, Production Services Unlimited, Inc. The reporting entity of the County includes the following services: human and social services, certain health care and community assistance services, civil and criminal justice systems, road and bridge maintenance and general administrative services. In addition, a water supply, sanitary sewer and storm water system is operated by the County.

Discretely Presented Component Unit - The component unit column on the Statement of Net Assets includes the financial data of the County's component unit, Production Services Unlimited, Inc. (PSU). It is reported in a separate column to emphasize that it is legally separate from the County. PSU is being presented as a part of the County's reporting entity because it would be misleading to exclude them.

PSU is an adult workshop for the clients of Warren County's Board of Mental Retardation. Warren County has an annual master operating agreement with PSU to subsidize a portion of the operations. PSU contracts with various companies and individuals including the County to provide janitorial services, assembly work, packaging, clerical, and other activities which are performed by the workshop participants. Separate financial statements for PSU may be obtained by writing to: Production Services Unlimited, Inc., 575 Columbus Avenue, Lebanon, Ohio 45036.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

Related Organizations - Warren County officials appoint a voting majority of the board for the following organizations. The County's accountability for these organizations does not extend beyond making the appointments.

- *Metropolitan Housing Authority* - The County Commissioners, Probate Court and Common Pleas Court each appoint one member of a five member board.
- *Park District* - The Probate Judge appoints all three members of the Park Board.
- *Warren County Airport Authority* - The County Commissioners appoint all members of a nine member board.
- *Butler/Clermont/Warren Workforce Policy Board* – The County Commissioners appoint all of the Warren County members of the board. The Policy Board is a regional organization developed as a result of the Workforce Investment Act. The role of the Policy Board is to assess the workforce needs of area employers, assess the employment and training needs of job seekers and to identify fiscal and other available resources to meet current and future workforce needs in the region.

Joint Venture without Equity Interest

Warren County is a member of the Warren/Clinton Counties Recovery Services Board, which is a joint venture between Warren and Clinton Counties. The purpose of the board is to provide aid, support and education for alcohol and drug dependent citizens as well as those who are mentally handicapped. See Note 19 "Joint Venture."

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses. The various funds are summarized by type in the basic financial statements. The following fund types are used by the County:

Governmental Funds

Governmental funds are those funds through which most governmental functions typically are financed. The acquisition, use and balances of the County's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is on determination of "financial flow" (sources and use and balances of financial resources). The following are the County's major governmental funds:

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

General Fund - represents the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The primary revenue sources are sales and use taxes, state and local government fund receipts, investment earnings and charges for service. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the laws of Ohio.

Board of Mental Retardation Fund - This fund is used to account for a County-wide property tax levy, Federal and State grants and reimbursements used for care and services for the mentally handicapped and retarded.

Special Assessment Fund - This fund is used to account for revenues received from special assessment collections from annual tax billings, which provide the source of financing for long-term debt incurred for water and sewer line construction.

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County's major enterprise funds are:

Water Fund - This fund is used to account for the operation of the County's water service.

Sewer Fund - This fund is used to account for the operation of the County's sanitary sewer service.

Storm Water Fund - This fund is used to account for the operation of the County's Storm Water Management Plan in compliance with the federally mandated National Pollution Discharge Elimination System (NPDES) Phase II program.

Sheriff Fund - This fund is used to account for the policing services provided on a contractual basis to Deerfield Township, South Lebanon and Caesar Creek Litter Control.

Communications Rotary Fund - This fund is used to account for communications maintenance services provided to various county departments and other governmental units. Users are billed for costs incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Internal Service Funds - The three internal service funds operated by the County are the Vehicle Maintenance, Health Insurance and the Gasoline funds. The Vehicle Maintenance fund was created to provide repairs and maintenance to various County departments. The Health Insurance fund is used for claims and administration of the health insurance program for covered County employees and eligible dependents. The Gasoline fund was created to account for the centralized purchase of gasoline provided to various departments of the County.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. These funds are used to account for assets held by a governmental unit as an agent for individuals, private organizations or other governmental units and therefore not available to support the County's own programs. The County's only trust fund is a private purpose trust that accounts for unclaimed monies. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting. Further description of these funds can be found on pages 159 and 160.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government and its discretely presented component unit, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function or program of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

Fund Financial Statements – Fund financial statements report detailed information about the County. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which the County considers to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for debt service and expenditures related to compensated absences which are recorded only when due.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include sales and use taxes, property taxes, grants, entitlements and donations. Revenue from sales and use taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. Revenues considered susceptible to accrual at year end include interest on investments, and state levied locally shared taxes, including motor vehicle license fees and local government assistance. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded when received in cash, because generally these revenues are not measurable until received.

Special assessment installments and related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenues. Property taxes measurable as of December 31, 2005 but which are not intended to finance 2005 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenues.

The accrual basis of accounting is utilized for reporting purposes by the government-wide statements, proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*," the County follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The County has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year.

All funds, other than agency funds, are legally required to be budgeted and appropriated; however, only the General and Major Special Revenue Funds are required to be reported. The primary level of budget control is at the object level by organizational unit and/or department by function (Public Safety, Public Works, General Government, Debt Service etc.) within a fund. Budgetary modifications may only be made through resolution of the County Commissioners.

1. Tax Budget

By July 15, each County department must submit an annual tax budget for the following fiscal year to the County Commissioners for consideration and passage. The adopted budget is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20th of each year, for the period January 1 to December 31 of the following year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Budget Commission then certifies its actions to the County by September 1st of each year. As part of the certification process the County receives an official certificate of estimated resources which states the projected receipts by fund. Prior to December 31, the County must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2005.

3. Appropriations

A temporary appropriations resolution to control expenditures may be passed on or about January 1st of each year for the period January 1 through March 31. An annual appropriations resolution must be passed by April 1st of each year for the period January 1st through December 31st. The appropriations resolution establishes spending controls at the fund, function, organizational unit and/or department, and object level. The appropriations resolution may be amended during the year by resolution of the County Commissioners as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources. During 2005, supplemental appropriations were necessary to budget for unanticipated expenditures. Expenditures may not legally exceed budgeted appropriations at the object level. Administrative control is maintained through the establishment of more detailed line-item budgets. Management may ask the County Commissioners to transfer appropriations within the object level (among line items) for an organizational unit and/or department provided total appropriations for that object and organizational unit and/or department do not exceed amounts established by the County Commissioners. The budgetary figures, which appear on the budgetary statements, are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying basic financial statements.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

The County's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major difference between the budgetary basis and the GAAP basis lies in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

A reconciliation of the results of operations for the year from the GAAP basis to the budgetary basis for the general fund and for the major special revenue fund is shown below:

Net Change in Fund Balances		
	General Fund	Board of Mental Retardation Fund
GAAP Basis (as reported)	(\$528,116)	\$6,542,983
Increase (Decrease):		
Accrued Revenues at December 31, 2005 received during 2006	(6,313,831)	(962,193)
Accrued Revenues at December 31, 2004 received during 2005	5,564,010	1,238,388
Accrued Expenditures at December 31, 2005 paid during 2006	1,910,674	488,642
Accrued Expenditures at December 31, 2004 paid during 2005	(1,380,028)	(832,257)
Change in Fair Value, 2005	622,474	0
Change in Fair Value, 2004	(97,542)	0
2005 Prepays for 2006	(175,697)	(14,008)
2004 Prepays for 2005	176,808	14,329
Interfund Loans Receivable, 2005	(52,075)	0
Interfund Loans Receivable, 2004	25,000	0
Outstanding Encumbrances	<u>(2,400,776)</u>	<u>(707,893)</u>
Budget Basis	<u><u>(\$2,649,099)</u></u>	<u><u>\$5,767,991</u></u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve of Ohio (STAR Ohio), short-term certificates of deposit and treasury securities. The STAR Ohio, certificates of deposit and treasury securities are considered cash equivalents because they are highly liquid investments or have original maturity dates of three months or less.

The County Treasurer pools cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each had maintained its own cash and investment account. For purposes of the statement of cash flows, the proprietary funds consider their share of equity in STAR Ohio and pooled certificates of deposit to be cash equivalents. See Note 5 "Cash, Cash Equivalents and Investments."

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the County records all its investments at fair value, which are based upon quoted market prices. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. The County allocates interest among various funds based upon applicable legal and administrative requirements. See Note 5 "Cash, Cash Equivalents and Investments."

Warren County has invested funds in the STAR Ohio during 2005. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2005.

H. Inventory of Supplies

Inventory is stated at cost (first-in, first-out) in the governmental funds, and at the lower of cost (first-in, first-out) or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and expenses in the proprietary funds when used.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Prepaid Water Contract

The County has entered into a contract with Cincinnati Waterworks to provide water to the County that will benefit periods beginning in 2000 until December 31, 2025. This item is recorded as a prepaid water contract in the Water Fund (enterprise) using the consumption method. This will reflect the current asset amount as a prepaid item and the expense in the year in which it is consumed.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2005, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

K. Capital Assets and Depreciation

Capital assets are defined by the County as assets with an initial, individual cost of more than \$10,000.

1. Property, Plant and Equipment - Governmental Activities

Governmental Activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost or estimated historical cost for assets not purchased in recent years.

Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

Capital assets include land, construction in progress, land improvements, buildings, structures and improvements, furniture, fixtures and equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of governmental activities infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets and Depreciation (Continued)

2. Property, Plant and Equipment – Business Type Activities

Proprietary funds capital assets are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. Proprietary funds capital assets are similar to Governmental Activities capital assets with the exception of the infrastructure. Proprietary infrastructure consists of water and sewer lines, whereas Governmental Activities infrastructure consists of roads and bridges. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Assets and in the respective funds.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Land Improvements (Water and Sewer Lines)	50
Buildings, Structures and Improvements	20 - 40
Furniture, Fixtures and Equipment	5 - 25
Infrastructure	15 - 100

L. Capitalization of Interest

The County's policy is to capitalize interest on governmental (capital projects) and proprietary (enterprise) fund construction projects until the project is substantially completed. Capitalized interest on proprietary fund construction is amortized on a straight-line basis over the estimated useful life of the asset. There was no interest capitalized for governmental or proprietary funds during 2005.

M. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally due for payment during the current year. Bonds, capital leases, and long-term notes that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Long-Term Obligations

Long-Term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	East Street Building Fund Court Building Construction Fund Tax Increment Financing Fund
Mortgage Revenue Bonds	Water Fund
Special Assessment Bonds	Special Assessment Fund
Capital Leases	General Fund Child Support Enforcement Fund
Ohio Public Works Commission Loan	State OPWC Loan Fund
Ohio Water Development Authority Loans	Water Fund Sewer Fund
Long-Term Contracts	Water Fund
Compensated Absences	General Fund Board of Mental Retardation Fund Human Services Fund Children's Services Board Fund Workforce Investment Act Fund Water Fund Sewer Fund Sheriff Revolving Fund Health Insurance Fund

O. Bond Discounts/Issuance Costs

Bond discounts and issuance costs for governmental and proprietary fund types are deferred and amortized over the term of the bonds using the bonds-outstanding method, which approximates the effective interest method. Bond discounts are presented as a reduction of the face amount of bonds payable, bond premiums are recorded as an increase to the face amount of bonds payable, and issuance costs are recorded as deferred charges.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Compensated Absences

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments, at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees expected to become eligible in the future to receive such payments.

For governmental funds, that portion of unpaid compensated absences that is due and payable as of year end using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

Q. Grants and Other Intergovernmental Revenues

Local governmental fund revenues are recorded as receivables and revenue when measurable and available. Assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement-type grants for the acquisition or construction of fixed assets in Proprietary funds are receivables and capital contributions when the related expenses are incurred.

All other Federal and State reimbursement-type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

R. Restricted Assets

Cash with fiscal agent is classified as restricted assets on the balance sheet because these funds are being held for specified purposes.

S. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

T. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for water treatment and distribution, wastewater collection and treatment, policing services to other governments and communications maintenance services. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

U. Special Assessments

The County reports Special Assessment bonds in the governmental activities on the entity wide statement of net assets. These bonds are secured by liens on assessed properties and are also backed by the full faith and credit of the County. Special assessment debt service payments are recorded in the Special Assessment Fund. Capital outlay financed by special assessments are recorded in the Capital Projects Funds.

V. Self-Funded Insurance

The County is self-funded for employee health care benefits. The program is administered by Custom Design Benefits which provides claims review and processing services. Each County fund is charged for its proportionate share of covered employees. The County records a liability in claims payable for incurred but unreported claims at year end based upon an analysis of historical claims and expenses.

W. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

X. Reservations of Fund Balance

Reservations of fund balance or net assets indicate that a portion of the balance is not available for expenditure or is legally segregated for a specific future use. Balances are reserved for inventories of supplies, prepaid items, long-term interfund loans, debt service and encumbered amounts that are not accrued at year end in the governmental funds.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Y. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets net of accumulated depreciation, and net of the outstanding balances of any borrowings related to the acquisition, construction or improvements of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Assets restricted for Other Purposes include programs for street and highway improvements, housing rehabilitation and down payment loans, federal grants for public safety and human services and mandatory fines for various court programs.

The County applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Z. Restricted Cash and Cash Equivalents with Fiscal Agent

Restricted cash and cash equivalents with fiscal agent reported in the water and sewer enterprise funds (Business-Type Activities) represent temporarily restricted assets that will be paid to bond holders upon maturity of the annual coupon.

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets of governmental funds as reported in the government-wide statement of net assets. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Other long-term assets not available to pay for current-period expenditures:

Unamortized Bond Issuance Costs	\$79,834
Shared Revenues	5,736,606
Interest Revenue	249,914
Special Assessment Revenue	<u>18,896,814</u>
	\$24,963,168

Long-Term liabilities not reported in the funds:

General Obligation Bonds Payable	\$5,944,893
Special Assessment Bonds Payable	14,953,707
Loans Payable	7,017,931
Capital Leases Payable	33,249
Accrued Interest on Long-Term Debt	84,657
Retainage Payable	28,310
Compensated Absences Payable	<u>4,085,982</u>
	\$32,148,729

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlay exceeded depreciation in the current period:

Capital Outlay	\$4,012,266
Capital Contributions	3,229,802
Depreciation Expense	<u>(3,702,819)</u>
	\$3,539,249

Governmental revenues not reported in the funds:

Decrease in Shared Revenue	(\$715,542)
Increase in Interest Revenue	158,481
Decrease in Special Assessment Revenue	<u>(1,896,325)</u>
	(\$2,453,386)

Net amount of long-term debt issuance and bond and lease principal payments:

General Obligation Bond Principal Payments	\$5,493,353
Special Assessment Bond Principal Payments	1,076,820
Loan Payments	50,743
Capital Lease Payments	9,328
Bond Issuance Costs	84,100
Amortization of Bond Issuance Costs	9,087
Accrued Interest on State Loan 166	(178,861)
Issuance of General Obligation Bond	(5,293,246)
Issuance of Special Assessment Bond	(71,577)
Premium on General Obligation Bond	<u>(13,353)</u>
	\$1,166,394

Expenses not requiring the use of current financial resources:

Decrease in Compensated Absences Payable	\$25,107
Increase in supplies inventory	<u>85,712</u>
	\$110,819

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 3 – PRIOR PERIOD ADJUSTMENTS

All adjustments to the prior period effect the Statement of Net Assets. The Community Development Fund had issued CDBG Home Loans that previously were not reported. The result of these loans is an increase in Loans Receivable and an increase in Net Assets Restricted for Community and Economic Development in the amount of \$1,117,652. The County Construction Project Fund and the County Road Projects Fund had errors in reporting construction costs that resulted in increases to Non-Depreciable Capital Assets and Investment in Capital Assets, Net of Related Debt in the amounts of \$5,835 and \$576 respectively.

NOTE 4 – COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Equities

At December 31, 2005 the following funds had deficit fund/net asset balances:

Fund	Deficit
Capital Project: Sewer Extension Projects Fund	\$32,351

The fund/net asset deficits arise from the recognition of expenditures on the modified accrual basis/accrual basis, which are greater than expenditures/expenses recognized on the budgetary/cash basis. The deficits do not exist under the cash basis of accounting. The General Fund provides transfers when cash is required, not when accruals occur.

B. Contractual Violations

During 2005 the County Transit Fund had a contract with a company to provide bus drivers. Invoices for these services provided during the year did not contain sufficient documentation as required by the contract which resulted in a violation of the contractual provisions. Since discovering this violation the County has been able to obtain the required documentation from the provider. The County will require all future invoices under this contract provide appropriate supporting documentation before payments are made.

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS

The County Treasurer combines a majority of cash resources of the individual funds to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheet as "Cash and Cash Equivalents." Investments are reported at fair value, which is based on quoted market prices. Ohio law requires the classification of funds held by the County into two categories.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

Active monies are public monies determined to be necessary to meet current demand upon the County Treasury. Active monies must be maintained either as cash in the County treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the County identified as not required for use within the current four-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.

Ohio Law permits inactive monies to be deposited or invested in the following:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Bond and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
- Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).
- Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange either securities described in (1) or (2) above or cash or both securities and cash, equal value for equal value;
- High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio;
- Bankers acceptances for a period not to exceed 270 days and in an amount not to exceed ten percent of the County's total average portfolio.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

The County invests in United States Treasury obligations and eligible guaranteed obligations of the United States, the State Treasury Asset Reserve (STAR Ohio), certificates of deposit, commercial paper and mutual funds which are invested exclusively in United States obligations. All investments comply with the limitations with respect to length of maturities contained in Chapter 135 of the Ohio Revised Code (The Uniform Depository Act). The maximum maturity of any investment of the County will be three years. The County interprets the limit on federal guaranteed investments and all legal investments very conservatively.

At December 31, 2005 the County did not own any derivative type investments, interest only investments, collateralized mortgage obligations, or reverse repurchase agreements. The County Treasurer has attended special training in all of the investment areas to assure compliance with the strictly conservative philosophy of the County. All investments are transacted with banks the County believes to be reputable or other financial institutions operating in the State of Ohio that are well versed in the statutory restrictions Ohio political subdivisions operate under and also have an understanding of the County investment requirements.

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of County cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the County places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the County's deposits was \$48,908,865 and the bank balance was \$55,728,899. Federal depository insurance covered \$1,270,259 of the bank balance and remaining deposits were collateralized as follows: pledged collateral in the amount of \$7,652,720, surety bonds in the amount of \$2,900,000 and pooled collateral in the amount of \$43,905,920 which was exposed to custodial risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the County's name. The County had \$450,811 in undeposited cash on hand at December 31, 2005 which is included as Cash and Cash Equivalents on the balance sheet.

WARREN COUNTY, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The County's investments are detailed below and are categorized to give an indication of the level of risk assumed as of year end.

	Fair Value	Average Weighted Days to Maturity
STAR Ohio	\$13,816,689	39.41
Commercial Paper	1,277,024	0.26
U.S. Agencies	63,672,671	330.48
U.S. Treasuries	3,157,843	6.97
County Government Bonds	279,708	21.55
U.S. Agencies Discount Notes	8,518,513	5.95
Total Investments	<u>\$90,722,448</u>	<u>404.62</u>

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The current County Investment and Depository Policy does not allow for investments in securities maturing in more than three years.

Credit Risk – The County's investments at December 31, 2005 in FFCB, FHLB, FHLMC, FNMA, FHLB Discount Notes, FRE Discount Notes, FHLM Discount Notes and FNM Discount Notes are rated AAA by Standard and Poor's. Its investment in STAR Ohio is rated AAAM by Standard and Poor's. Obligations of the US Government are explicitly guaranteed by the US Government and are not considered to have credit risk. The Commercial Paper investment is rated A1P1. The investment in Warren County Special Assessment Bonds are rated Aa2 based upon the County's credit rating.

Concentration of Credit Risk – The County places no limit on the amount the County may invest in one issuer. Of the County's total investments, 15.2% are STAR Ohio, 3.8% are FFCB, 37.6% are FHLB, 16.2% are FHLMC, 12.6% are FNMA, 3.5% are US Treasuries, 1.4% is Commercial Paper, 9.4% is Discount Notes and .3% is Warren County Special Assessment Bonds.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party.

C. Component Unit

Cash and cash equivalents in the amount of \$144,839 for the component unit, Production Services Unlimited, Inc. (PSU), are considered active funds for immediate use maintained either as cash or in depository accounts payable or withdrawable on demand. At year end the carrying amount of PSU deposits was \$144,839 and the bank balance was \$149,334. Federal depository insurance covered \$149,334 of the bank balance.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 6- TAXES

A. Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the County. Taxes from real property (other than public utility) collected during 2005 were levied after October 1, 2004 on assessed values as of January 1, 2004, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. All property is required to be revalued sexennially with a triennial update. Real property taxes are payable annually or semi-annually. If paid annually, payment is due February 25; if paid semi-annually, the first payment is due February 25, with the remainder payable by July 15. In certain circumstances, state statute permits earlier or later payment dates to be established.

Taxpayers become liable for tangible personal property taxes (other than public utility) on January 1 of the current calendar year. Beginning with tax year 2002, the rate of valuation of tangible personal property constituting inventory (currently 25%) is to be reduced by one percentage point per year until the assessment rate equals zero. This reduction may be delayed if there is a shortfall in the statewide collection of tangible personal property taxes, however the assessment rate of inventory must be reduced to zero by no later than tax year 2031. Taxes are based on the assessed value of the property and the current tax rate for the taxing district where the property is located. Amounts paid by multi-county taxpayers are due September 20th. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30th, if paid semi-annually, the first payment is due April 30th with the remainder payable by September 20th. Under Ohio law, personal property taxes do not attach as a lien on the personal property.

HB 66 of the 206th General Assembly of Ohio changed the above calculation to phase out the Tangible Personal Property tax over the next five years by listing and assessing the Personal Property at the following percentages: For tax year 2005, twenty five percent of true value. For tax year 2006, eighteen and three fourths percent of true value. For tax year 2007, twelve and one half percent of true value. For tax year 2008, six and one-fourth percent of true value, for tax year 2009 and each year thereafter, zero percent of true value.

The states newly enacted Commercial Activity Tax is supposed to provide reimbursement of lost revenues to local governments as a result of this phase out.

Public utility tangible personal property taxes collected in one calendar year are levied in the preceding year on assessed values as of January 1 of that preceding year, the lien date. Public utility tangible personal property currently is generally assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 6- TAXES (Continued)

Beginning in the tax year 2001, the percentages used to determine the assessed value of electric company personal property used in the production of electricity was reduced from 100% to 25% of true value; taxable transmission and distribution property will continue to be assessed at 88% of true value (50% of true value for rural electric companies). The state is to reimburse local taxing districts for a portion of the revenues lost due to this reduction in tax valuation with proceeds of a new kilowatt-hour excise tax imposed on electricity consumers.

For tax levies which are to produce a given dollar amount each year (such as debt service levies), the reimbursement is to be generally the amount that would have otherwise been collected from the utility property less an amount equal to one-fourth of a mill. For all other non school district tax levies, the State reimbursement is to be, in general, a percentage of the amount that would have otherwise been collected from the utility property, which percentage is to decline from 100% in 2002 to 0% in 2017 and thereafter; all such school district tax levies are to be reimbursed at generally an amount sufficient to produce the same revenues that would have otherwise been collected but taking into account State education aid. Tax levies which were (i) not in effect for the 1998 tax year or (ii) approved by the voters after June 30, 1999 are not eligible for reimbursement by the State.

The County Treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portion of the taxes collected with final settlement in June and December for taxes payable in the first and second halves of the year, respectively. The full tax rate of all County operations for the year ended December 31, 2005 was \$6.46 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which the 2004 property tax levy was based totaled \$4,878,616,028 which was comprised of \$4,292,996,760 in real property, and \$585,619,268 in public utility and tangible personal property

Ohio Law prohibits taxation of property from all taxing authorities in excess of 10 mills of assessed value without a vote of the people. Under current procedure, the County's share is 2.57 mills of assessed value. However, because sales tax revenues have been significant, the County, at this time, has temporarily rolled back the levy of this tax by 1.07 mill and is levying 1.50 mills of assessed value.

B. Other Taxes

In addition to property taxes, certain other taxes are recognized as revenue by the County. These taxes include the 1% County levied sales tax, gasoline taxes, inheritance taxes and miscellaneous other taxes which have various lien, levy and collection dates.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 7 - RECEIVABLES

Receivables at December 31, 2005, consisted of taxes, interfund, accounts receivable, special assessments, interest, HOME Investment Partnership Program and Community Development Block Grant Program loans and intergovernmental receivables arising from shared revenues. All receivables are considered collectible in full.

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances are expected to be repaid within one year or less. The following balances at December 31, 2005 represent interfund loans receivable and payable:

	Interfund Loans	
	Receivables	Payables
Governmental Funds:		
General Fund	\$52,075	\$0
Other Governmental Funds	1,080,000	1,152,075
Total Governmental Funds	<u>1,132,075</u>	<u>1,152,075</u>
Proprietary Funds:		
Enterprise Fund:		
Sewer Fund	50,000	0
Internal Service Fund:		
Gasoline Fund	0	30,000
Total Proprietary Funds	<u>50,000</u>	<u>30,000</u>
Total Interfund Loans	<u>\$1,182,075</u>	<u>\$1,182,075</u>

Interfund loans purpose is to allow some funds to operate and pay vendors timely with cash while awaiting anticipated revenue. Loans are often used as a means of short-term financing for assessment projects and as a way to cash flow funds that are specifically for reimbursable grants.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 8 - INTERFUND RECEIVABLES AND PAYABLES (Continued)

The following balances at December 31, 2005, represent interfund receivables and payables:

	Interfund	
	Due From Other Funds	Due To Other Funds
Governmental Funds:		
General Fund	\$108,314	\$32,732
Board of Mental Retardation	0	15,953
Other Governmental Funds	147,047	258,727
Total Governmental Funds	255,361	307,412
Enterprise Funds:		
Water	0	13,752
Sewer	0	18,929
Communications	1,067	0
Total Enterprise Funds	1,067	32,681
Internal Service Funds	83,875	210
Total Interfund Receivables and Payables	\$340,303	\$340,303

Interfund receivables and payables purpose is to account for amounts due between different funds for billings such as postage, telephone, vehicle maintenance, gasoline, drug testing and unemployment charge-backs.

NOTE 9 - TRANSFERS

The following balances at December 31, 2005 represent transfers in and transfers out:

Fund	Transfer In	Transfer Out
Governmental Funds:		
General Fund	\$20,000	\$14,353,414
Other Governmental Funds	14,404,158	70,744
Total Transfers	\$14,424,158	\$14,424,158

The principal purpose for interfund transfers is to provide additional funding for current operations of certain Special Revenue funds, to segregate money for construction of capital assets and to pay government obligation debt.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 10 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2005:

<i>Historical Cost:</i>	Restated December 31, 2004	Additions	Deletions	December 31, 2005
Class				
<i>Non-Depreciable Capital Assets:</i>				
Land	\$4,915,451	\$112,569	\$0	\$5,028,020
Construction in Progress	5,080,533	1,658,938	(2,749,150)	3,990,321
Total Non-Depreciable Capital Assets	<u>9,995,984</u>	<u>1,771,507</u>	<u>(2,749,150)</u>	<u>9,018,341</u>
<i>Depreciable Capital Assets:</i>				
Land Improvements	496,516	0	0	496,516
Buildings, Structures and Improvements	48,700,311	1,791,431	0	50,491,742
Furniture ,Fixtures and Equipment	13,971,349	817,883	(659,695)	14,129,537
Infrastructure	57,293,748	5,445,991	(1,376,424)	61,363,315
Total Depreciable Capital Assets	<u>120,461,924</u>	<u>8,055,305</u>	<u>(2,036,119)</u>	<u>126,481,110</u>
Total Cost	<u>\$130,457,908</u>	<u>\$9,826,812</u>	<u>(\$4,785,269)</u>	<u>\$135,499,451</u>
<i>Accumulated Depreciation:</i>				
Class	December 31, 2004	Additions	Deletions	December 31, 2005
Land Improvements	(\$198,744)	(\$14,987)	\$0	(\$213,731)
Buildings, Structures and Improvements	(9,408,996)	(1,196,696)	0	(10,605,692)
Furniture ,Fixtures and Equipment	(10,129,780)	(1,042,836)	635,984	(10,536,632)
Infrastructure	(24,536,890)	(1,448,300)	1,122,253	(24,862,937)
Total Depreciation	<u>(\$44,274,410)</u>	<u>(\$3,702,819)</u>	<u>\$1,758,237</u>	<u>(\$46,218,992)</u>
<i>Net Value:</i>	<u>\$86,183,498</u>			<u>\$89,280,459</u>

* Depreciation expenses were charged to governmental functions as follows:

Legislative and Executive	\$623,816
Judicial	187,459
Public Safety	737,775
Public Works	1,675,574
Health	17,972
Human Services	459,115
Community and Economic Development	1,108
Total Depreciation Expense	<u>\$3,702,819</u>

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 10 - CAPITAL ASSETS (Continued)

A. Governmental Activities Capital Assets (Continued)

Construction in Progress:

County governmental construction projects in progress as of December 31, 2005 total \$3,990,321.

This amount is comprised of the following projects:

Socialville Foster & Snider Road Improvements	\$1,643,361
Rehab Old Admin Building	671,704
Grandin Road DOD Project	378,887
Building Services Warehouse	305,251
Various Other Projects	991,118
Total Construction in Progress	<u>\$3,990,321</u>

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2005:

Historical Cost:

<u>Class</u>	<u>December 31, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2005</u>
<i>Non-Depreciable Capital Assets:</i>				
Land	\$2,152,507	\$0	\$0	\$2,152,507
Construction in Progress	883,063	2,499,455	(81,505)	3,301,013
Total Non-Depreciable Capital Assets	<u>3,035,570</u>	<u>2,499,455</u>	<u>(81,505)</u>	<u>5,453,520</u>
<i>Depreciable Capital Assets:</i>				
Land Improvements	134,120,879	6,983,208	0	141,104,087
Buildings, Structures and Improvements	55,240,587	231,116	0	55,471,703
Furniture, Fixtures and Equipment	2,853,361	234,610	(14,996)	3,072,975
Total Depreciable Capital Assets	<u>192,214,827</u>	<u>7,448,934</u>	<u>(14,996)</u>	<u>199,648,765</u>
Total Cost	<u>\$195,250,397</u>	<u>\$9,948,389</u>	<u>(\$96,501)</u>	<u>\$205,102,285</u>

Accumulated Depreciation:

<u>Class</u>	<u>December 31, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2005</u>
Land Improvements	(\$31,233,823)	(\$3,479,018)	\$0	(\$34,712,841)
Buildings, Structures and Improvements	(12,719,704)	(2,061,433)	0	(14,781,137)
Furniture, Fixtures and Equipment	(2,239,117)	(244,360)	14,996	(2,468,481)
Total Depreciation	<u>(\$46,192,644)</u>	<u>(\$5,784,811)</u>	<u>\$14,996</u>	<u>(\$51,962,459)</u>

Net Value: \$149,057,753 \$153,139,826

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 10 - CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets (Continued)

Construction in Progress:

Construction in progress in the enterprise funds for costs incurred as of December 31, 2005 total \$3,301,013. This amount is comprised of the following projects:

North Well Field System Improvements	\$947,648
Grandin Road Water OWDA	902,254
Harveysburg Elevated Storage Tank	816,617
Various Other Water Projects	402,556
Various Other Sewer Projects	231,938
Total Construction in Progress	<u>\$3,301,013</u>

As a result of adequate planning, the Water and Sewer Department has been able meet the demands for water and sewer service despite the rapid growth in Warren County. In 2005, the department concentrated on replacing, improving and upgrading existing water and sewer lines, facilities and appurtenances. Even with the main focus on improving existing facilities, the department continues to prepare for the future development in Warren County. The following describes some of the projects the Department currently has in either the engineering phase or in the construction phase.

The North Well Field Improvements project includes test wells, a Wellhead Protection Plan and the drilling and development of 4 new production wells. The County will also rehab the 3 existing production wells as part of the project. The well development, which consists of electrical, pumps, telemetry etc., was not bid as planned in 2005. During the engineering and planning for this project, it was determined that the bank of Twin Creek needed to be stabilized before the County could continue with the well drilling. A bid was awarded for the Twin Creek Bank Stabilization Project and as soon as the creek bank is stabilized, the project will be bid.

The County entered into an engineering agreement to upgrade and expand the Deerfield Hamilton Water Treatment Plant (Grandin Road Water OWDA). Total project costs are estimated to be \$14.0 – \$18.0 million.

The Department of the Army Corps of Engineers granted the County an easement for the new Harveysburg Elevated Storage Tank. The expenses incurred for this project include engineering, an archeological study of the site, an evaluation/study of the visual effects of an elevated storage tank in that area and the construction of the elevated tank. The storage tank is 300,000 gallons and will be more than adequate to supply water to the residents in the Massie Wayne Water District.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 10 - CAPITAL ASSETS (Continued)

The Water and Sewer Department has a couple of smaller water and sewer line extensions. Some will be special assessment projects, others will be revenue projects that are necessary to complete loops in the water system and/or replacements and upgrades. The County also interviewed engineering firms for an expansion and upgrade to the Lower Little Miami Wastewater Treatment Plant. The costs for the expansion have not yet been determined.

NOTE 11 - DEFINED BENEFIT PENSION PLANS

All of the County's full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

A. Ohio Public Employees Retirement System (the "OPERS")

The following information was provided by the OPERS to assist the County in complying with GASB Statement No. 27, "*Accounting for Pensions by State and Local Government Employers.*"

All employees of the County, except teachers at the Mental Retardation and Developmental Disabilities Board, participate in the OPERS, a multiple-employer public employee retirement system. OPERS administers three separate pension plans. The Traditional Pension Plan is a cost sharing, multiple employer defined benefit pension plan. The Combined Plan is also a cost sharing, multiple employer defined benefit pension plan where employer contributions are invested by OPERS to provide a formula retirement benefit similar in nature to the Traditional Pension Plan and member contributions are self-directed and accumulate retirement assets equal to the value of member contributions plus any investment earnings. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions to accumulate retirement assets equal to the value of contributions plus any investment earnings. The 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, including postemployment health care coverage. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for the OPERS. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-6705 or 1-800-222-7377.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (the “OPERS”) (Continued)

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2005, member and employer contribution rates were consistent across all three plans. The employee contribution rate for employees other than law enforcement is 8.5%. Law enforcement officers in the County Sheriff’s department contribute 10.1% of covered salary. The 2005 employer contribution rate for local government employer units was 13.55% of covered payroll, 9.55% to fund the pension and 4.0% to fund health care. For law enforcement, the employer rate was 16.7% of covered payroll, 12.7% to fund the pension fund and 4.0% to fund health care. The contribution requirements of plan members and the County are established and may be amended by the Ohio Public Employees Retirement Board. The County’s contribution to the OPERS for the years ending December 31, 2005, 2004, and 2003 were \$5,513,102, \$5,529,863, and \$5,071,741 respectively, for employees of the County and \$797,111, \$761,403, and \$712,002 respectively, for law enforcement officers, which were equal to the required contributions for each year.

The OPERS provides postemployment health care benefits to age and service retirants under the Traditional Pension and Combined Plans with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and qualified survivor benefit recipients is also available. The health care coverage provided by the OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer’s contribution to the OPERS is set aside for the funding of post retirement health care.

The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the OPERS. The portion of the 2005 employer contribution rate (identified above) that was used to fund health care for the year 2005 was 4.0% of covered payroll which amounted to \$1,627,468 for employees other than law enforcement and \$190,908 for law enforcement employees.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the OPERS latest actuarial review performed as of December 31, 2004. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2004 was 8.0%. An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.50% to 6.3%. Health care costs were assumed to increase at the projected wage inflation rate plus an additional factor ranging from 1% to 6% for the next 8 years. In subsequent years (9 and beyond) health care costs were assumed to increase 4.0% (the projected wage inflation rate).

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Ohio Public Employees Retirement System (the “OPERS”) (Continued)

Benefits are advanced-funded on an actuarially determined basis. At year-end 2005, the number of active contributing participants in the Traditional Pension and Combined Plans totaled \$376,109. The number of active contributing participants for both plans used in the December 31, 2004 actuarial valuation was \$355,287. The actuarial value of the OPERS net assets available for OPEB at December 31, 2004 is \$10.8 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$29.5 billion and \$18.7 billion, respectively.

OPERS adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. In addition to the HCPP, OPERS has taken additional action to improve the solvency of the Health Care Fund in 2005 by creating a separate investment pool for health care assets. As an additional component of the HCPP, member and employer contribution rates increased as of January 1, 2006, which will allow additional funds to be allocated to the health care plan.

B. State Teachers Retirement System of Ohio (STRS of Ohio)

The teachers who work for the Mental Retardation and Developmental Disabilities Board participate in the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple employer retirement system administered by the State Teachers Retirement Board.

STRS administers three separate pension plans. The Defined Benefit Plan is a cost sharing multiple-employer defined benefit pension plan. Benefits are established under Chapter 3307 of the Revised Code. The Defined Contribution Plan allows the member to allocate the member and employer contributions among various investment choices. Plan benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. The Combined Plan allows members to allocate their contributions to their selected investment choices and the employer contributions are used to fund a defined benefit payment. STRS provides basic retirement benefits, disability, survivor and health care benefits based on eligible service credit to members and beneficiaries. Members of the Defined Contribution plan are not eligible for health care benefits. STRS issues a stand-alone financial report that includes financial statements and required supplementary information for the STRS of Ohio. Interested parties may obtain a copy by making a written request to STRS Ohio, 275 E. Broad Street, Columbus, Ohio 43215-3371 or by calling (614) 227-4090, or by visiting the STRS Ohio Web site at www.strsoh.org.

The Ohio Revised Code provides statutory authority for County and employee contributions. The contribution requirements of plan members and the County are established and may be amended by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. For fiscal year ended June 30, 2005, 13% was the portion of County contribution used to fund pension obligations. The County’s contributions for pension obligations to the STRS of Ohio for the years ending December 31, 2005, 2004 and 2003 were \$115,990, \$174,732, and \$177,683 respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System of Ohio (STRS of Ohio) (Continued)

STRS provides access to health care coverage to retirees who participated in the Defined Benefit or Combined Plans and their dependents. Coverage includes hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare Part B premiums. Pursuant to the Revised Code, the State Teachers Retirement Board has discretionary authority over how much, if any, of the health care cost will be absorbed by STRS. All benefit recipients are required to pay a portion of the health care cost in the form of a monthly premium.

Benefits are funded on a pay-as-you-go basis through an allocation of employer contributions to a health care stabilization fund equal to 1% of covered payroll for 2005. The balance of the Health Care Stabilization Fund was \$3.3 billion at June 30, 2005. For the fiscal year ended June 30, 2005, the net health care costs paid by STRS were \$254,780,000. There were 115,395 eligible benefit recipients. The portion of the 2005 employer contribution rate (identified above) that was used to fund health care for fiscal year 2005 was 1.0% of covered payroll which amounted to \$8,285.

NOTE 12 - COMPENSATED ABSENCES

The costs of vacation and sick leave benefits are recorded as they are earned. Employees earn vacation leave at varying rates based upon length of service. Sick leave is accumulated at a rate of four and six tenths hours per eighty hours of bi-weekly service and pro-rated for hours less than eighty. Sick leave is cumulative without limit.

At December 31, 2005, the County's accumulated, unpaid compensated absences amounted to \$4,818,246. Of this amount, \$4,224,090 is recorded as Governmental Activities on the Entity Wide Statement of Net Assets (\$298,132 is reported as due within one year), \$594,156 is recorded as Business-type activities (all reported as due in more than one year).

At December 31, 2005 the liability recorded as Governmental Activities within the Statement of Net Assets representing unpaid vacation time, sick leave and compensatory time was as follows:

	<u>Hours</u>	<u>Amount</u>
Vacation Time	97,685	\$2,089,322
Sick Time	87,959	2,014,693
Compensatory Time	<u>3,789</u>	<u>120,075</u>
Total	<u>189,433</u>	<u>\$4,224,090</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Debt issued for the East Street Building Improvement will be retired from the Debt Service Fund using rental payments received from the Warren County Welfare Department through a 25 year contract from the State of Ohio. Debt issued for various county building improvements will also be retired from the Debt Service Fund utilizing a portion of the 1/2% additional sales tax levied in 1992. An Ohio Public Works Commission interest-free loan will be retired from the Debt Service Fund over ten years by funding provided by the County Engineer. Tax Increment Financing (TIF) Bonds have been issued as general obligation bonds and a State 166 Loan has been issued in lieu of additional TIF bonds to provide for additional security of the full faith and credit of the County. The 1995 TIF Bonds were refunded with the 2005 TIF Bonds. The maturity date of the 2005 TIF Bonds remained at 2016, consistent with the original bond. The TIF Bonds and the State Loan will be retired from the Debt Service Fund utilizing payments in lieu of taxes received from Proctor & Gamble. The State Loan accrues interest monthly and the annual interest amount is added to the long term State Loans Payable. The first payments on the debt will begin in March of 2008. A service agreement with Proctor & Gamble provides for minimum annual payments sufficient to satisfy the TIF Bond and the State Loan debt service requirements. In 2005, the Water Department entered into a loan agreement with the Ohio Water Development Authority for the expansion of the Deerfield Hamilton Water Supply and Treatment Plant. This is a reimbursing loan with a maximum borrowing of \$5 million. The current loan amount is \$386,590. The loan payments will not begin until 2010. The 1992 Sewer Mortgage Revenue Bonds were called and retired on June 1, 2005. The 1995 Sewer Mortgage Revenue Bonds were called and retired on December 1, 2005. The remaining revenue bonds issued for water and sewer improvements, as well as, loans from the Ohio Water Development Authority (OWDA) and the long term contract with Cincinnati Waterworks will be retired from the related revenues generated by the water or sewer fund. Special assessment bonds will be retired with proceeds of collections of special assessment receivables in the related debt service funds.

General obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio law. Revenue bonds and OWDA loans are secured by future enterprise fund revenues generated through user charges or enterprise fund assets.

Special assessment debt service is financed by assessments to affected property owners. However, the County is ultimately responsible for the debt service if the assessments are not collected. Delinquent special assessments related to outstanding special assessment bonded debt at year end was \$63,556.

Revenue bond trust indentures require the County Water and Sewer Funds to maintain minimum debt service coverage ratios. The minimum coverage ratio required for the fiscal year 2005 was 120%. The bond coverage ratio for the fiscal year based upon operating revenue and investment income and operating expenses excluding depreciation was 225% for the Water Fund and 357% for the Sewer Fund. These ratios increase to 670% for the Water Fund and 1,453% for the Sewer Fund when the calculation includes the tap-in fees collected from customers connecting to the existing water and sewer systems.

Under the Uniform Bond Act of the Ohio Revised Code, the County has the capacity to issue \$42.84 million of additional unvoted general obligation debt.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

	Interest Rate	Maturity Date	Balance January 1, 2005	Additions	Retired	Balance December 31, 2005	Amounts Due Within One Year
Governmental Activities:							
General Obligation Bonds:							
Unvoted General Obligation Bonds:							
1988 East Street Building Improvement	7.500%	2008	\$180,000	\$0	(\$40,000)	\$140,000	\$45,000
1991 G. O. Building Project	5.95 - 8.85%	2011	620,000	0	(70,000)	550,000	75,000
2005 TIF Refunding	3.00 - 5.00%	2016	0	5,293,246	(38,353)	5,254,893	322,891
1995 TIF Water	4.05 - 5.50%	2016	3,015,000	0	(3,015,000)	0	0
1995 TIF Sewer	4.00 - 5.45%	2016	2,330,000	0	(2,330,000)	0	0
Total Unvoted General Obligation Bonds			6,145,000	5,293,246	(5,493,353)	5,944,893	442,891
Special Assessment Bonds (with Governmental Commitment):							
1988 Waterline	7.750%	2008	34,000	0	(8,000)	26,000	9,000
1986 Sewer	6.340%	2006	160,000	0	(80,000)	80,000	80,000
1989 Water and Sewer	7.35 - 7.45%	2010	250,000	0	(35,000)	215,000	35,000
1990 Waterline	5.95 - 8.85%	2010	60,000	0	(10,000)	50,000	10,000
1991 Water System	5.95 - 8.85%	2011	375,000	0	(45,000)	330,000	45,000
1992 Morrow-Rochester Sewer	6.100%	2012	2,012,200	0	(202,500)	1,809,700	210,900
1992 Vivian Drive Sewer	6.100%	2012	12,600	0	(1,300)	11,300	1,400
1992 Shaker Road Water	6.100%	2012	68,800	0	(6,900)	61,900	7,300
1992 Routt Lane Water	6.100%	2012	30,100	0	(3,000)	27,100	3,200
1992 Sherman Terrace Water	6.100%	2012	142,200	0	(14,400)	127,800	15,200
1992 Hathaway Road Water	6.100%	2012	19,100	0	(1,900)	17,200	2,000
1993 Water and Sewer	2.80 - 5.85%	2013	595,000	0	(55,000)	540,000	55,000
1994 Water	6.550%	2014	1,110,000	0	(85,000)	1,025,000	90,000
1996 Water and Sewer	6.125 - 6.20%	2016	196,000	0	(18,000)	178,000	18,000
1997 Waterstone	4.15 - 5.50%	2017	2,580,000	0	(150,000)	2,430,000	155,000
1998 Drake Rd Waterline	4.975%	2018	19,035	0	(995)	18,040	1,035
1998 Eagle Hill Waterline	4.975%	2018	33,245	0	(1,740)	31,505	1,810
1998 Turtlecreek Union Waterline	4.975%	2018	832,030	0	(41,300)	790,730	45,100
1998 Duke Drive Road	4.212%	2008	110,690	0	(25,965)	84,725	27,055
2000 Water and Sewer	4.40 - 4.85%	2020	1,025,000	0	(45,000)	980,000	45,000
2001 Water and Sewer	3.30 - 5.35%	2021	2,095,000	0	(85,000)	2,010,000	90,000
2002 Striker Rd (Road SA)	2.00 - 5.10 %	2022	1,425,000	0	(55,000)	1,370,000	55,000
2003 Water and Sewer	2.00 - 4.75%	2023	2,560,000	0	(100,000)	2,460,000	100,000
2004 Water and Sewer	1.7 - 4.75%	2024	213,950	0	(5,820)	208,130	7,990
2005 Water and Sewer	4.400%	2025	0	71,577	0	71,577	2,306
Total Special Assessment Bonds			15,958,950	71,577	(1,076,820)	14,953,707	1,112,296
Loans:							
1994 State 166 Loan	4.000%	2017	6,559,979	178,861	0	6,738,840	0
2000 OPWC Loan	0.000%	2011	329,834	0	(50,743)	279,091	50,744
Total Loans			6,889,813	178,861	(50,743)	7,017,931	50,744
Capital Leases			42,577	0	(9,328)	33,249	10,297
Compensated Absences			4,229,179	4,224,090	(4,229,179)	4,224,090	298,132
Total Governmental Activities Long-term Liabilities			\$33,265,519	\$9,767,774	(\$10,859,423)	\$32,173,870	\$1,914,360

(Continued)

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

	Interest Rate	Maturity Date	Balance January 1, 2005	Additions	Retired	Balance December 31, 2005	Amounts Due Within One Year
Business-type Activities:							
Mortgage Revenue Bonds:							
1992 Sewer	3.60 - 6.70%	2016	\$994,467	0	(\$994,467)	\$0	\$0
1995 Sewer	3.90 - 5.75%	2020	2,440,563	0	(2,440,563)	0	0
1998 Water	3.80 - 5.45%	2016	5,255,354	0	(337,092)	4,918,262	352,092
2002 Water	2.00 - 5.00%	2019	8,601,461	0	(451,830)	8,149,631	461,830
Total Mortgage Revenue Bonds			17,291,845	0	(4,223,952)	13,067,893	813,922
OWDA Loan Sewer	7.11 - 11.35%	2006	665,244	0	(438,294)	226,950	226,950
OWDA Loan Water	2.0%	2029	0	386,590	0	386,590	0
Long-Term Contracts	4.375%	2008	1,225,140	0	(349,005)	876,135	364,583
Compensated Absences			570,045	594,156	(570,045)	594,156	0
Total Business-type Activities Long-term Liabilities			\$19,752,274	\$980,746	(\$5,581,296)	\$15,151,724	\$1,405,455

The principal amount of the County's special assessment debt outstanding at December 31, 2005 of \$14,953,707 is general obligation debt (backed by the full faith and credit of the County). This debt is being retired with the proceeds from special assessments levied against benefited property owners. The County is obligated to repay the debt irrespective of the amount of special assessments collected from property owners. The fund balance of \$1,890,048 in the Special Assessment Debt Service Fund at December 31, 2005 is reserved for the retirement of outstanding special assessment bonds.

A summary of the County's future debt service requirements including principal and interest at December 31, 2005 follows:

A. Bonded Debt

Years	General Obligation		Water Revenue		Special Assessment	
	Principal	Interest	Principal	Interest	Principal	Interest
2006	\$420,000	\$248,925	\$805,000	\$570,620	\$1,112,296	\$772,880
2007	525,000	231,563	830,000	543,525	1,096,558	715,278
2008	545,000	210,685	865,000	513,950	1,147,855	658,801
2009	510,000	187,788	890,000	481,438	1,154,183	597,923
2010	530,000	167,983	925,000	446,560	1,208,557	536,058
2011-2015	2,590,000	473,608	5,275,000	1,604,220	4,967,535	1,749,270
2016-2020	575,000	23,000	3,345,000	384,000	3,239,898	679,854
2021-2025	0	0	0	0	1,026,825	82,096
Totals	\$5,695,000	\$1,543,552	\$12,935,000	\$4,544,313	\$14,953,707	\$5,792,160

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

B. Long-Term Loans, Contracts and Capital Leases

Years	OWDA Loans		OPWC Loans		State 166 Loan		Long-Term Contract		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2006	\$226,950	\$16,134	\$50,744	\$0	\$0	\$0	\$364,583	\$31,078	\$10,297	\$3,039
2007	0	0	50,744	0	0	0	380,858	14,804	11,368	1,967
2008	0	0	50,744	0	570,085	229,047	130,694	1,193	10,810	752
2009	0	0	50,744	0	709,623	249,335	0	0	774	9
2010	15,895	7,652	50,744	0	738,534	220,424	0	0	0	0
2011-2015	84,397	33,341	25,371	0	4,169,281	625,508	0	0	0	0
2016-2020	93,227	24,511	0	0	938,847	20,833	0	0	0	0
2021-2025	102,981	14,757	0	0	0	0	0	0	0	0
2026-2029	90,090	4,101	0	0	0	0	0	0	0	0
Totals	<u>\$613,540</u>	<u>\$100,496</u>	<u>\$279,091</u>	<u>\$0</u>	<u>\$7,126,370</u>	<u>\$1,345,147</u>	<u>\$876,135</u>	<u>\$47,075</u>	<u>\$33,249</u>	<u>\$5,767</u>

C. Defeased Debt

In 1988 the County defeased the Pennyroyal Area Water Revenue Bonds (see Table). At the time of the defeasance, funds were deposited with the County's trustee. The principal and interest on the investments in the escrow fund was used solely to pay the principal and interest requirements on the original issue bonds as they came due. The monies with the trustee were invested in obligations guaranteed as to both principal and interest by the United States and placed in an irrevocable escrow account which, including interest earned, was used to pay the principal and interest on the refunded bonds. As of December 31, 2005, the principal balance of the defeased bonds was \$0. The trustee held escrow account was closed and the remaining cash in the account was returned to the Water Revenue Fund.

<u>Water Revenue Issues</u>	<u>Date Defeased</u>	<u>Balance (at time of defeasance)</u>	<u>Balance Outstanding at December 31, 2005</u>
Pennyroyal Area	December 1988	\$108,000	\$0

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

D. Conduit Debt Obligations

In order to provide financial assistance to private sector entities for the acquisition and construction of commercial and industrial facilities deemed to be in the public interest, the County has, from time to time, issued conduit debt. This debt is secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Ownership of the acquired facilities transfers to the private sector entity served by the bond issuance upon repayment of the bonds. Neither the County, the State nor any other political subdivision thereof is obligated in any manner for the repayment of the bonds. Accordingly, the conduit debt is not reported as liabilities in the accompanying financial statements.

As of December 31, 2005 there were fourteen (14) series of conduit debt outstanding. The aggregate principal amount payable for these series issued prior to January 1, 1996, could not be determined; however, their original issue amounts totaled \$20,590,000. Issue amounts for conduit debt issued after January 1, 1996 are monitored and currently have an outstanding principal debt totaling \$72,815,000 which brings the total conduit debt to \$93,405,000.

NOTE 14 - CAPITAL LEASES

In prior years, the County has entered into capital leases for copiers and a postage machine. Equipment acquired by lease has been capitalized in the government-wide statements governmental activities in the amount of \$51,653. The County's future minimum lease payments under lease obligations which have been capitalized as of December 31, 2005, are as follows:

<u>Year Ending December 31,</u>	<u>Capital Leases</u>
2006	\$13,335
2007	13,335
2008	11,562
2009	784
Minimum Lease Payments	<u>39,016</u>
Less amount representing interest at the County's incremental borrowing rate of interest	<u>(5,767)</u>
Present value of minimum lease payments	<u><u>\$33,249</u></u>

* No payment required past 2009

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 15 - CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

As of December 31, 2005, the County had the following significant construction projects that will be financed through an Ohio Water Development Authority Loan, Water Surplus Revenues, an Ohio Department of Development Grant, Motor Vehicle and Gasoline Tax Revenues, contributions from a private resident and a Local Government:

<u>Projects</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
Grandin Rd OWDA Water Project	\$1,323,216	2007
Grandin Rd DOD Project	1,067,431	2007
North Wellfield System Improvements	574,926	2007
Total	<u><u>\$2,965,573</u></u>	

NOTE 16 - RELATED PARTY TRANSACTION

Warren County provided salaries for administration, supervision, and facilities to Production Services Unlimited, Inc. (PSU), a discretely presented component unit of Warren County. PSU reported \$977,426 for these contributions, recording revenue and expenses at cost or fair market value, as applicable.

NOTE 17 - CONTINGENCIES

The County is a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects. The County's management is of the opinion that the ultimate disposition of the various claims and legal proceedings will not have a material, adverse effect on the County's financial position.

The County participates in a number of Federal and State assisted grant programs. The significant programs are the Title XIX Medical Assistance Program, State Homeland Security Program, Community Development Block Grant, Youth Services-Out of Home Placement Grant and the Workforce Investment Act. These programs are subject to financial and compliance audits by grantors or representatives. The County believes that disallowed claims, if any, will not have material adverse effect on the County's financial position.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2005***

NOTE 18 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters.

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

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

Insurance coverages stayed the same as coverages in the prior year. Settled claims during 2000, 2001, 2002, 2003, 2004 and 2005 did not exceed commercial insurance coverage.

The County has a group health insurance program for employees and their eligible dependents. Premiums are paid into an internal service fund by all funds having compensated employees, based upon an analysis of historical claims experience, the desired fund balance and the number of active participating employees. The monies paid into the Health Insurance Fund (internal service fund) are available to pay claims and administrative costs. The plan is administered by a third party administrator, Custom Design Benefits, who monitors all claim payments. Excess loss coverage, carried through Mutual of Omaha, becomes effective after \$100,000 per year per specific claim. There is a lifetime maximum coverage per person of \$2,000,000.

The total claims liability of \$597,322 comprised of MRDD and County health insurance, reported (at face value) within the Board of Mental Retardation Fund (major special revenue) and the Health Insurance Fund (internal service) at December 31, 2005 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Both funds are reported within the governmental activities on the entity wide statements.

WARREN COUNTY, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2005**

NOTE 18 - RISK MANAGEMENT (Continued)

Changes in each of the fund's claims liability amount in 2005 were:

	Balance at December 31, 2004	Current Year Claims	Claim Payments	Balance at December 31, 2005
MRDD:				
2004	\$2,887	\$159,538	(\$158,093)	\$4,332
2005	4,332	161,185	(159,280)	6,237
County:				
2004	\$1,044,846	\$6,849,115	(\$6,644,502)	\$1,249,459
2005	1,249,459	6,859,320	(7,517,694)	591,085

NOTE 19 - JOINT VENTURE

Warren/Clinton Counties Recovery Services Board

Warren County is a member of Mental Health Recovery Services of Warren & Clinton Counties (MHRS), a joint venture between the two county entities and is the local Alcohol, Drug Addiction, and Mental Health Services (ADAMHS) Board as defined by the Ohio Revised Code. The mission of MHRS is to share hope and caring to achieve recovery from mental illness, alcoholism, and drug addiction.

MHRS is governed by an 18-member board of directors, four of which are appointed by the Ohio Department of Mental Health (ODMH) and four by the Ohio Department of Alcohol and Drug Addiction Services (ODADAS). The remaining ten members are appointed by the Warren County Commissioners and the Clinton County Commissioners. MHRS' main sources of revenue are grants from the two state departments previously named and a property tax levy in both counties.

MHRS contracts with independent, nonprofit agencies to provide services and programs. The Warren County Auditor and Treasurer maintain MHRS's financial records. Financial statements and the Single Audit Report of Examination are on file and can be obtained by writing to the Warren County Auditor's Office, 406 Justice Drive, Lebanon, Ohio 45036. Pursuant to Section 340.016 of the Ohio Revised Code, any withdrawing county would be required to submit a comprehensive plan that provides for the equitable adjustment and division of debts and obligations of the Joint County District to the State Director of Mental Health.

A summary of the unaudited cash basis financial information for the year ended December 31, 2005 is presented below:

	Warren/Clinton Counties Recovery Services		
Assets	\$7,475,932	Revenues	14,237,694
Fund Equity	7,475,932	Expenses	<u>13,771,184</u>
		Net Income	466,510



*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS AND FIDUCIARY
FUNDS.*

Nonmajor Governmental Funds

Special Revenue Funds

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

Senior Citizens Service Levy Fund

To account for tax levy proceeds which provide the source of funding for senior citizen services.

Motor Vehicle and Gasoline Tax Fund

To account for monies received by the County for state gasoline tax and vehicle registration fees used for County road and bridge repair and improvements programs. Expenditures for township road and bridge work are reimbursed by the townships.

Human Services Fund

To account for various Federal and State grants and reimbursements as well as transfers

Dog and Kennel Fund

This fund is used to account for fees collected for defraying the cost of administering the registration program, for compensation of the county dog wardens, deputy pound keepers and staff and for the payments of animal claims.

Permissive Tax Fund

To account for municipal motor vehicle permissive tax revenues from the State used for County road and bridge repair and improvement programs.

Real Estate Assessment Fund

To account for State mandated County-wide tax assessing expenses that are funded by charges to the political subdivisions located within the County.

Children's Services Board Fund

To account for various Federal and State grants and reimbursements used for County child care and adoption programs.

Youth Services Subsidy Fund

To account for revenues from the State for the purpose of maintaining a restitution program for juvenile offenders administered by the juvenile court.

(Continued)

Special Revenue Funds

Delinquent Real Estate Tax and Assessment Fund

This fund accounts for five percent (5%) of all certified delinquent taxes and assessments collected by the County Treasurer. These funds are used for the collection of delinquent property taxes and assessments and are appropriated one half to the County Treasurer and one half to the County Prosecuting Attorney.

Certificate of Title Administration Fund

To account for revenues and expenditures of the Clerk of Courts vehicle title registration operations.

Warren County Solid Waste District Fund

To account for assessed disposal fees from a privately owned and operated landfill and to implement reduction, reuse and recycling techniques.

Workforce Investment Act Fund

To account for grants from the Federal Government for employment and training needs of area job seekers.

Child Support Enforcement Fund

To account for revenues from 2% poundage fees, fines, Federal and State grants and other similar revenue sources, and to account for legally restricted expenditures used for the collection and protection of support payments made and owed to parents and children.

Community Development Fund

To account for Federal and State grants and expenditures as prescribed under the Community Development Block Grant Program.

Court Computerization Fund

To account for additional fees which could be charged by the different courts for computerization of the court and the office of the clerk of each court.

County Transit Fund

To account for Federal and State grant proceeds used for capital and operating expenditures of the County's transit system.

(Continued)

Special Revenue Funds

Other Special Revenue Fund

To account for revenues from: fees, taxes, fines, Federal and State grants, licenses and other similar revenue sources, and to account for legally restricted expenditures for specific purposes. The following funds, when compared to combined Special Revenue Fund totals, comprise less than 10% in each of the categories of assets, liabilities, revenues and expenditures:

- Veteran's Memorial Fund**
- HAVA Voter Equipment Fund**
- Federal Emergency Management Agency (FEMA) Fund**
- Domestic Shelter Fund**
- Crime Victim Grant Fund**
- County Court Probation Department Fund**
- Job Training Partnership Act Fund**
- Pass Through Grants Fund**
- Emergency Management Fund**
- Sheriff Grants Fund**
- Indigent Guardianship Fund**
- Indigent Driver Fund**
- Drug Law Enforcement Fund**
- Law Enforcement Fund**
- County Court Special Projects Fund**
- Treatment Alternative to Street Crime (TASC) Grant Fund**
- Hazardous Materials Emergency Fund**
- Enforcement and Education Fund**
- Rehabilitation Grants Fund**

Debt Service Funds

Debt Service Funds are used to account for retirement of the County's general obligation and special assessment bonds

East Street Building Fund

To account for the bond anticipation note on a budgetary basis, which provided the source of financing for the addition and improvements to the County building in a prior period. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Court Building Construction Fund

To account for the bond anticipation note which provided the source of financing for the construction of a new County Courts Building in a prior period. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Tax Increment Financing Fund

To account for revenue received from payments in lieu of taxes from Proctor & Gamble collected during annual tax billings, which provide the source of financing for long-term debt incurred for water and sewer line construction.

(Continued)

Debt Service Funds

State Ohio Public Works Commission (OPWC) Loan Fund

To account for Ohio Public Works Commission loan which provided the source of financing for the reconstruction of Columbia Road in a prior period. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Capital Projects Funds

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

County Road Projects Fund

To account for Ohio Public Works Commission Grants and the related County share of financing to repair and construct various County roads.

Water Extension Projects Fund

To account for the bond anticipation note which provided the source of financing for the Maple Park, Sherman Terrace, and Red Lion Five Points Road Water Extensions.

Sewer Extension Projects Fund

To account for the bond anticipation note which provided the source of financing for construction of sewer line extensions in various areas of the County to be financed by special assessments from property owners.

County Construction Projects Fund

To account for the bond anticipation note which provided the source of financing for the Justice Drive Street Extension and various improvements to County buildings.

Airport Construction Fund

To account for the grant anticipation financing of the extension and resurfacing of a runway at the County airport.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the County's programs.

Scheurer - Smith Trust Fund

To account for restricted private sector contributions whose earnings are earmarked for education of the children of the Mary Haven Center.

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2005**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 21,450,161	\$ 1,412,252	\$ 12,741,253	\$ 40,990	\$ 35,644,656
Receivables:					
Taxes	4,355,175	5,011,514	0	0	9,366,689
Accounts	217,217	0	0	0	217,217
Intergovernmental	6,947,551	0	234,497	0	7,182,048
Interest	6,560	0	0	74	6,634
Loans	1,143,021	0	0	0	1,143,021
Due from Other Funds	147,047	0	0	0	147,047
Interfund Loans Receivable	1,080,000	0	0	0	1,080,000
Inventory of Supplies, at Cost	771,025	0	0	0	771,025
Prepaid Items	14,267	0	0	0	14,267
Total Assets	\$ 36,132,024	\$ 6,423,766	\$ 12,975,750	\$ 41,064	\$ 55,572,604
Liabilities:					
Accounts Payable	\$ 1,643,650	\$ 0	\$ 301,044	\$ 0	\$ 1,944,694
Accrued Wages and Benefits Payable	197,912	0	0	0	197,912
Intergovernmental Payable	379,309	0	0	0	379,309
Due to Other Funds	258,727	0	0	0	258,727
Interfund Loans Payable	22,075	0	1,130,000	0	1,152,075
Deferred Revenue	8,839,888	5,011,514	0	0	13,851,402
Compensated Absences Payable	42,602	0	0	0	42,602
Total Liabilities	11,384,163	5,011,514	1,431,044	0	17,826,721
Fund Balances:					
Reserved for Encumbrances	2,978,400	0	1,901,154	0	4,879,554
Reserved for Prepaid Items	14,267	0	0	0	14,267
Reserved for Supplies Inventory	771,025	0	0	0	771,025
Reserved for Debt Service	0	1,412,252	0	0	1,412,252
Reserved for Interfund Loans Receivable	1,080,000	0	0	0	1,080,000
Undesignated/Unreserved	19,904,169	0	9,643,552	41,064	29,588,785
Total Fund Balances	24,747,861	1,412,252	11,544,706	41,064	37,745,883
Total Liabilities and Fund Balances	\$ 36,132,024	\$ 6,423,766	\$ 12,975,750	\$ 41,064	\$ 55,572,604

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2005***

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$ 4,926,362	\$ 930,509	\$ 0	\$ 0	\$ 5,856,871
Intergovernmental Revenues	22,739,837	0	626,547	0	23,366,384
Charges for Services	5,259,646	0	0	0	5,259,646
Licenses and Permits	50	0	0	0	50
Investment Earnings	57,582	82,815	0	564	140,961
Fines and Forfeitures	337,692	0	0	0	337,692
All Other Revenue	360,094	0	50,005	0	410,099
Total Revenue	33,681,263	1,013,324	676,552	564	35,371,703
Expenditures:					
Current:					
General Government:					
Legislative and Executive	4,330,668	0	0	0	4,330,668
Judicial	2,640,574	0	0	0	2,640,574
Public Safety	2,398,417	0	0	0	2,398,417
Public Works	6,569,286	0	0	0	6,569,286
Health	634,847	0	0	0	634,847
Human Services	18,576,635	0	0	0	18,576,635
Community and Economic Development	1,019,986	0	0	0	1,019,986
Capital Outlay	0	0	3,047,156	0	3,047,156
Debt Service:					
Principal Retirement	2,344	5,530,743	0	0	5,533,087
Interest and Fiscal Charges	764	576,010	0	0	576,774
Total Expenditures	36,173,521	6,106,753	3,047,156	0	45,327,430
Excess (Deficiency) of Revenues Over Expenditures	(2,492,258)	(5,093,429)	(2,370,604)	564	(9,955,727)
Other Financing Sources (Uses):					
Special Assessment Bonds Issued	0	0	71,577	0	71,577
General Obligation Bonds Issued	0	5,030,000	0	0	5,030,000
Premium on the Sale of Bonds	0	263,246	0	0	263,246
Transfers In	3,700,112	215,474	10,488,572	0	14,404,158
Transfers Out	(70,744)	0	0	0	(70,744)
Total Other Financing Sources (Uses)	3,629,368	5,508,720	10,560,149	0	19,698,237
Net Change in Fund Balances	1,137,110	415,291	8,189,545	564	9,742,510
Fund Balances at Beginning of Year	23,521,388	996,961	3,355,161	40,500	27,914,010
Increase in Inventory Reserve	89,363	0	0	0	89,363
Fund Balances End of Year	\$ 24,747,861	\$ 1,412,252	\$ 11,544,706	\$ 41,064	\$ 37,745,883

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2005**

	Senior Citizens Service Levy	Motor Vehicle and Gasoline Tax	Human Services	Dog and Kennel	Veteran's Memorial
Assets:					
Cash and Cash Equivalents	\$ 1,850,181	\$ 4,092,241	\$ 635,170	\$ 216,301	\$ 2,006
Receivables:					
Taxes	4,253,659	101,516	0	0	0
Accounts	0	32,333	881	11,929	0
Intergovernmental	69	3,652,891	749,647	0	0
Interest	0	5,995	0	0	0
Loans	0	0	0	0	0
Due from Other Funds	0	0	0	0	0
Interfund Loans Receivable	0	1,080,000	0	0	0
Inventory of Supplies, at Cost	0	771,025	0	0	0
Prepaid Items	0	11,866	267	564	0
Total Assets	\$ 6,103,909	\$ 9,747,867	\$ 1,385,965	\$ 228,794	\$ 2,006
Liabilities:					
Accounts Payable	\$ 695,984	\$ 166,451	\$ 242,974	\$ 8,300	\$ 0
Accrued Wages and Benefits Payable	0	38,523	29,240	2,865	0
Intergovernmental Payable	69	18,090	204,000	8,013	0
Due to Other Funds	0	10,061	13,413	2,671	0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	4,374,767	2,614,273	0	0	0
Compensated Absences Payable	0	0	4,035	0	0
Total Liabilities	5,070,820	2,847,398	493,662	21,849	0
Fund Balances:					
Reserved for Encumbrances	145,762	982,932	289,528	7,093	0
Reserved for Prepaid Items	0	11,866	267	564	0
Reserved for Supplies Inventory	0	771,025	0	0	0
Reserved for Interfund Loans Receivable	0	1,080,000	0	0	0
Undesignated/Unreserved	887,327	4,054,646	602,508	199,288	2,006
Total Fund Balances	1,033,089	6,900,469	892,303	206,945	2,006
Total Liabilities and Fund Balances	\$ 6,103,909	\$ 9,747,867	\$ 1,385,965	\$ 228,794	\$ 2,006

WARREN COUNTY, OHIO

<u>HAVA Voter Equipment</u>	<u>Permissive Tax</u>	<u>Domestic Shelter</u>	<u>Real Estate Assessment</u>	<u>Children's Services Board</u>	<u>Crime Victim Grant</u>
\$ 51,050	\$ 988,246	\$ 19,052	\$ 4,420,882	\$ 538,476	\$ 29,949
0	0	0	0	0	0
0	0	3,044	47	2,662	0
0	31,591	0	0	425,474	54,549
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	389	0
<u>\$ 51,050</u>	<u>\$ 1,019,837</u>	<u>\$ 22,096</u>	<u>\$ 4,420,929</u>	<u>\$ 967,001</u>	<u>\$ 84,498</u>
\$ 0	\$ 0	\$ 19,052	\$ 142,768	\$ 160,543	\$ 0
0	0	0	6,744	31,457	1,479
0	50,000	0	998	15,991	224
0	0	0	0	8,596	0
0	0	0	0	0	0
0	0	0	0	211,026	38,529
0	0	0	0	25,746	0
<u>0</u>	<u>50,000</u>	<u>19,052</u>	<u>150,510</u>	<u>453,359</u>	<u>40,232</u>
0	6,470	0	916,671	3,215	0
0	0	0	0	389	0
0	0	0	0	0	0
0	0	0	0	0	0
51,050	963,367	3,044	3,353,748	510,038	44,266
<u>51,050</u>	<u>969,837</u>	<u>3,044</u>	<u>4,270,419</u>	<u>513,642</u>	<u>44,266</u>
<u>\$ 51,050</u>	<u>\$ 1,019,837</u>	<u>\$ 22,096</u>	<u>\$ 4,420,929</u>	<u>\$ 967,001</u>	<u>\$ 84,498</u>

(Continued)

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2005**

	Youth Services Subsidy	Delinquent Real Estate Tax and Assessment	Certificate of Title Administration	County Court Probation Department	Warren County Solid Waste District
Assets:					
Cash and Cash Equivalents	\$ 1,794,885	\$ 1,041,933	\$ 868,575	\$ 226,768	\$ 1,782,412
Receivables:					
Taxes	0	0	0	0	0
Accounts	5,842	0	53,658	14,003	7,324
Intergovernmental	39,202	219	0	0	16,980
Interest	0	0	0	0	0
Loans	0	0	0	0	0
Due from Other Funds	138,182	0	0	0	219
Interfund Loans Receivable	0	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0	0
Prepaid Items	202	0	0	0	284
Total Assets	<u>\$ 1,978,313</u>	<u>\$ 1,042,152</u>	<u>\$ 922,233</u>	<u>\$ 240,771</u>	<u>\$ 1,807,219</u>
Liabilities:					
Accounts Payable	\$ 16,575	\$ 2,496	\$ 6,472	\$ 699	\$ 791
Accrued Wages and Benefits Payable	20,363	4,807	8,951	3,479	1,997
Intergovernmental Payable	31,356	728	1,652	526	302
Due to Other Funds	183,310	0	750	0	21,687
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	25,000	0	0	0	16,980
Compensated Absences Payable	0	0	0	0	0
Total Liabilities	<u>276,604</u>	<u>8,031</u>	<u>17,825</u>	<u>4,704</u>	<u>41,757</u>
Fund Balances:					
Reserved for Encumbrances	96,610	2,160	4,731	0	20,363
Reserved for Prepaid Items	202	0	0	0	284
Reserved for Supplies Inventory	0	0	0	0	0
Reserved for Interfund Loans Receivable	0	0	0	0	0
Undesignated/Unreserved	1,604,897	1,031,961	899,677	236,067	1,744,815
Total Fund Balances	<u>1,701,709</u>	<u>1,034,121</u>	<u>904,408</u>	<u>236,067</u>	<u>1,765,462</u>
Total Liabilities and Fund Balances	<u>\$ 1,978,313</u>	<u>\$ 1,042,152</u>	<u>\$ 922,233</u>	<u>\$ 240,771</u>	<u>\$ 1,807,219</u>

WARREN COUNTY, OHIO

Workforce Investment Act	Job Training Partnership Act	Pass Through Grants	Child Support Enforcement	Emergency Management	Community Development	Sheriff Grants
\$ 362,709	\$ 4,042	\$ 0	\$ 270,173	\$ 44,064	\$ 88,142	\$ 189,664
0	0	0	0	0	0	0
0	0	36,113	0	0	19,924	0
320,120	15	12,000	92,080	481,390	914,343	45,012
494	0	0	0	0	0	0
0	0	0	0	0	840,664	0
6,338	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
178	0	0	0	228	0	0
<u>\$ 689,839</u>	<u>\$ 4,057</u>	<u>\$ 48,113</u>	<u>\$ 362,253</u>	<u>\$ 525,682</u>	<u>\$ 1,863,073</u>	<u>\$ 234,676</u>
\$ 1,533	\$ 0	\$ 0	\$ 10,357	\$ 538	\$ 12,860	\$ 4,385
4,269	0	0	35,069	752	1,581	1,735
3,702	0	36,113	5,284	114	239	1,222
655	0	0	3,431	398	219	0
0	0	0	0	0	0	22,075
215,743	0	0	0	480,940	794,822	12,468
12,821	0	0	0	0	0	0
<u>238,723</u>	<u>0</u>	<u>36,113</u>	<u>54,141</u>	<u>482,742</u>	<u>809,721</u>	<u>41,885</u>
204,888	0	25,023	30,644	34,500	101,894	373
178	0	0	0	228	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
246,050	4,057	(13,023)	277,468	8,212	951,458	192,418
<u>451,116</u>	<u>4,057</u>	<u>12,000</u>	<u>308,112</u>	<u>42,940</u>	<u>1,053,352</u>	<u>192,791</u>
<u>\$ 689,839</u>	<u>\$ 4,057</u>	<u>\$ 48,113</u>	<u>\$ 362,253</u>	<u>\$ 525,682</u>	<u>\$ 1,863,073</u>	<u>\$ 234,676</u>

(Continued)

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2005**

	Indigent Guardianship	Indigent Driver	Drug Law Enforcement	Law Enforcement	Court Computerization
Assets:					
Cash and Cash Equivalents	\$ 72,216	\$ 53,283	\$ 45,355	\$ 38,285	\$ 947,331
Receivables:					
Taxes	0	0	0	0	0
Accounts	1,450	0	0	0	11,762
Intergovernmental	0	754	91	0	0
Interest	0	0	0	71	0
Loans	0	0	0	0	0
Due from Other Funds	0	0	0	0	0
Interfund Loans Receivable	0	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	<u>\$ 73,666</u>	<u>\$ 54,037</u>	<u>\$ 45,446</u>	<u>\$ 38,356</u>	<u>\$ 959,093</u>
Liabilities:					
Accounts Payable	\$ 1,542	\$ 0	\$ 0	\$ 0	\$ 6,094
Accrued Wages and Benefits Payable	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	0	0	0	26	0
Compensated Absences Payable	0	0	0	0	0
Total Liabilities	<u>1,542</u>	<u>0</u>	<u>0</u>	<u>26</u>	<u>6,094</u>
Fund Balances:					
Reserved for Encumbrances	0	0	3,119	0	61,759
Reserved for Prepaid Items	0	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0	0
Reserved for Interfund Loans Receivable	0	0	0	0	0
Undesignated/Unreserved	72,124	54,037	42,327	38,330	891,240
Total Fund Balances	<u>72,124</u>	<u>54,037</u>	<u>45,446</u>	<u>38,330</u>	<u>952,999</u>
Total Liabilities and Fund Balances	<u>\$ 73,666</u>	<u>\$ 54,037</u>	<u>\$ 45,446</u>	<u>\$ 38,356</u>	<u>\$ 959,093</u>

WARREN COUNTY, OHIO

County Court Special Projects	TASC Grant	Hazardous Materials Emergency	Enforcement and Education	Rehabilitation Grants	County Transit	Total Nonmajor Special Revenue Funds
\$ 434,601	\$ 16,737	\$ 34,376	\$ 6,831	\$ 77,798	\$ 206,427	\$ 21,450,161
0	0	0	0	0	0	4,355,175
15,795	0	0	0	0	450	217,217
0	110,627	0	497	0	0	6,947,551
0	0	0	0	0	0	6,560
0	0	0	0	302,357	0	1,143,021
0	0	0	0	0	2,308	147,047
0	0	0	0	0	0	1,080,000
0	0	0	0	0	0	771,025
0	0	289	0	0	0	14,267
<u>\$ 450,396</u>	<u>\$ 127,364</u>	<u>\$ 34,665</u>	<u>\$ 7,328</u>	<u>\$ 380,155</u>	<u>\$ 209,185</u>	<u>\$ 36,132,024</u>
\$ 0	\$ 1,929	\$ 0	\$ 0	\$ 130	\$ 141,177	\$ 1,643,650
258	2,712	1,631	0	0	0	197,912
39	410	237	0	0	0	379,309
0	0	363	0	0	13,173	258,727
0	0	0	0	0	0	22,075
0	55,314	0	0	0	0	8,839,888
0	0	0	0	0	0	42,602
<u>297</u>	<u>60,365</u>	<u>2,231</u>	<u>0</u>	<u>130</u>	<u>154,350</u>	<u>11,384,163</u>
0	4,065	0	0	0	36,600	2,978,400
0	0	289	0	0	0	14,267
0	0	0	0	0	0	771,025
0	0	0	0	0	0	1,080,000
450,099	62,934	32,145	7,328	380,025	18,235	19,904,169
<u>450,099</u>	<u>66,999</u>	<u>32,434</u>	<u>7,328</u>	<u>380,025</u>	<u>54,835</u>	<u>24,747,861</u>
<u>\$ 450,396</u>	<u>\$ 127,364</u>	<u>\$ 34,665</u>	<u>\$ 7,328</u>	<u>\$ 380,155</u>	<u>\$ 209,185</u>	<u>\$ 36,132,024</u>

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	Senior Citizens Service Levy	Motor Vehicle and Gasoline Tax	Human Services	Dog and Kennel	Veteran's Memorial
Revenues:					
Taxes	\$ 3,828,945	\$ 1,097,417	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	465,170	5,709,623	5,895,841	0	0
Charges for Services	0	100,114	0	363,307	0
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	54,857	0	0	0
Fines and Forfeitures	0	211,249	0	43,229	0
All Other Revenue	0	96,176	0	13,713	1,301
Total Revenue	4,294,115	7,269,436	5,895,841	420,249	1,301
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	0	0	0	0	0
Public Safety	0	0	0	0	0
Public Works	0	6,196,549	0	0	0
Health	0	0	0	379,463	0
Human Services	4,050,137	0	5,653,107	0	1,170
Community and Economic Development	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	4,050,137	6,196,549	5,653,107	379,463	1,170
Excess (Deficiency) of Revenues Over Expenditures	243,978	1,072,887	242,734	40,786	131
Other Financing Sources (Uses):					
Transfers In	0	0	327,777	0	0
Transfers Out	0	(50,744)	0	0	0
Total Other Financing Sources (Uses)	0	(50,744)	327,777	0	0
Net Change in Fund Balances	243,978	1,022,143	570,511	40,786	131
Fund Balances at Beginning of Year	789,111	5,788,963	321,792	166,159	1,875
Increase in Inventory Reserve	0	89,363	0	0	0
Fund Balances End of Year	\$ 1,033,089	\$ 6,900,469	\$ 892,303	\$ 206,945	\$ 2,006

WARREN COUNTY, OHIO

HAVA Voter Equipment	FEMA	Permissive Tax	Domestic Shelter	Real Estate Assessment	Children's Services Board	Crime Victim Grant
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
33,738	51,523	409,822	0	0	1,900,098	73,012
0	0	0	42,600	2,186,785	0	0
0	0	0	0	50	0	0
0	0	0	0	0	0	0
0	0	0	0	200	0	0
0	0	0	0	0	44,289	0
<u>33,738</u>	<u>51,523</u>	<u>409,822</u>	<u>42,600</u>	<u>2,187,035</u>	<u>1,944,387</u>	<u>73,012</u>
0	0	0	0	4,053,426	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	97,144
0	51,523	321,214	0	0	0	0
0	0	0	40,797	0	0	0
0	0	0	0	0	3,757,024	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>51,523</u>	<u>321,214</u>	<u>40,797</u>	<u>4,053,426</u>	<u>3,757,024</u>	<u>97,144</u>
33,738	0	88,608	1,803	(1,866,391)	(1,812,637)	(24,132)
0	0	0	0	0	1,909,620	40,356
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,909,620</u>	<u>40,356</u>
33,738	0	88,608	1,803	(1,866,391)	96,983	16,224
17,312	0	881,229	1,241	6,136,810	416,659	28,042
0	0	0	0	0	0	0
<u>\$ 51,050</u>	<u>\$ 0</u>	<u>\$ 969,837</u>	<u>\$ 3,044</u>	<u>\$ 4,270,419</u>	<u>\$ 513,642</u>	<u>\$ 44,266</u>

(Continued)

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	Youth Services Subsidy	Delinquent Real Estate Tax and Assessment	Certificate of Title Administration	County Court Probation Department	Warren County Solid Waste District
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	1,212,997	0	0	0	87,300
Charges for Services	0	355,905	837,629	192,405	72,260
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	0	0
Fines and Forfeitures	697	0	0	0	0
All Other Revenue	107,322	0	11,988	0	187
Total Revenue	1,321,016	355,905	849,617	192,405	159,747
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	277,242	0	0	0
Judicial	1,409,829	0	714,373	270,738	0
Public Safety	389,072	0	0	0	0
Public Works	0	0	0	0	0
Health	0	0	0	0	214,587
Human Services	0	0	0	0	0
Community and Economic Development	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	1,798,901	277,242	714,373	270,738	214,587
Excess (Deficiency) of Revenues Over Expenditures	(477,885)	78,663	135,244	(78,333)	(54,840)
Other Financing Sources (Uses):					
Transfers In	773,809	0	0	0	0
Transfers Out	0	0	(20,000)	0	0
Total Other Financing Sources (Uses)	773,809	0	(20,000)	0	0
Net Change in Fund Balances	295,924	78,663	115,244	(78,333)	(54,840)
Fund Balances at Beginning of Year	1,405,785	955,458	789,164	314,400	1,820,302
Increase in Inventory Reserve	0	0	0	0	0
Fund Balances End of Year	\$ 1,701,709	\$ 1,034,121	\$ 904,408	\$ 236,067	\$ 1,765,462

WARREN COUNTY, OHIO

Workforce Investment Act	Job Training Partnership Act	Pass Through Grants	Child Support Enforcement	Emergency Management	Community Development	Sheriff Grants
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
1,234,281	592	216,023	2,289,587	939,023	1,134,278	169,727
0	0	0	538,322	0	23,037	83,818
0	0	0	0	0	0	0
2,126	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	51,780	530	790	16,019
<u>1,236,407</u>	<u>592</u>	<u>216,023</u>	<u>2,879,689</u>	<u>939,553</u>	<u>1,158,105</u>	<u>269,564</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	214,108	0	1,013,474	0	228,865
0	0	0	0	0	0	0
0	0	0	0	0	0	0
921,113	738	0	2,951,080	0	0	0
0	0	0	0	0	1,019,986	0
0	0	0	2,344	0	0	0
0	0	0	764	0	0	0
<u>921,113</u>	<u>738</u>	<u>214,108</u>	<u>2,954,188</u>	<u>1,013,474</u>	<u>1,019,986</u>	<u>228,865</u>
315,294	(146)	1,915	(74,499)	(73,921)	138,119	40,699
0	0	0	54,074	51,500	15,000	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>54,074</u>	<u>51,500</u>	<u>15,000</u>	<u>0</u>
315,294	(146)	1,915	(20,425)	(22,421)	153,119	40,699
135,822	4,203	10,085	328,537	65,361	900,233	152,092
0	0	0	0	0	0	0
<u>\$ 451,116</u>	<u>\$ 4,057</u>	<u>\$ 12,000</u>	<u>\$ 308,112</u>	<u>\$ 42,940</u>	<u>\$ 1,053,352</u>	<u>\$ 192,791</u>

(Continued)

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	Indigent Guardianship	Indigent Driver	Drug Law Enforcement	Law Enforcement	Court Computerization
Revenues:					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	14,860	0	0	0	168,006
Licenses and Permits	0	0	0	0	0
Investment Earnings	0	0	0	599	0
Fines and Forfeitures	0	19,265	32,913	24,377	0
All Other Revenue	0	0	0	0	0
Total Revenue	<u>14,860</u>	<u>19,265</u>	<u>32,913</u>	<u>24,976</u>	<u>168,006</u>
Expenditures:					
Current:					
General Government:					
Legislative and Executive	0	0	0	0	0
Judicial	11,223	0	0	0	189,920
Public Safety	0	7,922	50,325	49,762	0
Public Works	0	0	0	0	0
Health	0	0	0	0	0
Human Services	0	0	0	0	0
Community and Economic Development	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
Total Expenditures	<u>11,223</u>	<u>7,922</u>	<u>50,325</u>	<u>49,762</u>	<u>189,920</u>
Excess (Deficiency) of Revenues Over Expenditures	3,637	11,343	(17,412)	(24,786)	(21,914)
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	3,637	11,343	(17,412)	(24,786)	(21,914)
Fund Balances at Beginning of Year	68,487	42,694	62,858	63,116	974,913
Increase in Inventory Reserve	0	0	0	0	0
Fund Balances End of Year	<u>\$ 72,124</u>	<u>\$ 54,037</u>	<u>\$ 45,446</u>	<u>\$ 38,330</u>	<u>\$ 952,999</u>

WARREN COUNTY, OHIO

County Court Special Projects	TASC Grant	Hazardous Materials Emergency	Enforcement and Education	Rehabilitation Grants	County Transit	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,926,362
0	221,255	23,266	0	0	672,681	22,739,837
206,828	0	6,330	0	0	67,440	5,259,646
0	0	0	0	0	0	50
0	0	0	0	0	0	57,582
0	0	0	5,762	0	0	337,692
0	0	0	0	15,999	0	360,094
<u>206,828</u>	<u>221,255</u>	<u>29,596</u>	<u>5,762</u>	<u>15,999</u>	<u>740,121</u>	<u>33,681,263</u>
0	0	0	0	0	0	4,330,668
44,491	0	0	0	0	0	2,640,574
0	229,975	98,310	19,460	0	0	2,398,417
0	0	0	0	0	0	6,569,286
0	0	0	0	0	0	634,847
0	0	0	0	155	1,242,111	18,576,635
0	0	0	0	0	0	1,019,986
0	0	0	0	0	0	2,344
0	0	0	0	0	0	764
<u>44,491</u>	<u>229,975</u>	<u>98,310</u>	<u>19,460</u>	<u>155</u>	<u>1,242,111</u>	<u>36,173,521</u>
162,337	(8,720)	(68,714)	(13,698)	15,844	(501,990)	(2,492,258)
0	20,000	73,416	0	0	434,560	3,700,112
0	0	0	0	0	0	(70,744)
<u>0</u>	<u>20,000</u>	<u>73,416</u>	<u>0</u>	<u>0</u>	<u>434,560</u>	<u>3,629,368</u>
162,337	11,280	4,702	(13,698)	15,844	(67,430)	1,137,110
287,762	55,719	27,732	21,026	364,181	122,265	23,521,388
0	0	0	0	0	0	89,363
<u>\$ 450,099</u>	<u>\$ 66,999</u>	<u>\$ 32,434</u>	<u>\$ 7,328</u>	<u>\$ 380,025</u>	<u>\$ 54,835</u>	<u>\$ 24,747,861</u>

WARREN COUNTY, OHIO

***Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2005***

	<u>Tax Increment Financing</u>
Assets:	
Cash and Cash Equivalents	\$ 1,412,252
Receivables:	
Taxes	<u>5,011,514</u>
Total Assets	<u><u>\$ 6,423,766</u></u>
Liabilities:	
Deferred Revenue	<u>5,011,514</u>
Total Liabilities	<u>5,011,514</u>
Fund Balances:	
Reserved for Debt Service	<u>1,412,252</u>
Total Fund Balances	<u>1,412,252</u>
Total Liabilities and Fund Balances	<u><u>\$ 6,423,766</u></u>

WARREN COUNTY, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Debt Service Funds
For the Year Ended December 31, 2005**

	East Street Building	Court Building Construction	Tax Increment Financing	State OPWC Loan	Total Nonmajor Debt Service Funds
Revenues:					
Taxes	\$ 0	\$ 0	\$ 930,509	\$ 0	\$ 930,509
Investment Earnings	0	0	82,815	0	82,815
Total Revenue	<u>0</u>	<u>0</u>	<u>1,013,324</u>	<u>0</u>	<u>1,013,324</u>
Expenditures:					
Debt Service:					
Principal Retirement	40,000	70,000	5,369,999	50,744	5,530,743
Interest and Fiscal Charges	13,500	41,230	521,280	0	576,010
Total Expenditures	<u>53,500</u>	<u>111,230</u>	<u>5,891,279</u>	<u>50,744</u>	<u>6,106,753</u>
Excess (Deficiency) of Revenues Over Expenditures	(53,500)	(111,230)	(4,877,955)	(50,744)	(5,093,429)
Other Financing Sources (Uses):					
Proceeds from the Sale of Bonds	0	0	5,030,000	0	5,030,000
Premium on the Sale of Bonds	0	0	263,246	0	263,246
Transfers In	53,500	111,230	0	50,744	215,474
Total Other Financing Sources (Uses)	<u>53,500</u>	<u>111,230</u>	<u>5,293,246</u>	<u>50,744</u>	<u>5,508,720</u>
Net Change in Fund Balances	0	0	415,291	0	415,291
Fund Balances at Beginning of Year	<u>0</u>	<u>0</u>	<u>996,961</u>	<u>0</u>	<u>996,961</u>
Fund Balances End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,412,252</u>	<u>\$ 0</u>	<u>\$ 1,412,252</u>

WARREN COUNTY, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2005**

	County Road Projects	Sewer Extension Projects	County Construction Projects	Airport Construction	Total Nonmajor Capital Projects Funds
Assets:					
Cash and Cash Equivalents	\$ 2,323,626	\$ 17,649	\$ 10,397,768	\$ 2,210	\$ 12,741,253
Receivables:					
Intergovernmental	234,497	0	0	0	234,497
Total Assets	<u>\$ 2,558,123</u>	<u>\$ 17,649</u>	<u>\$ 10,397,768</u>	<u>\$ 2,210</u>	<u>\$ 12,975,750</u>
Liabilities:					
Accounts Payable	\$ 234,357	\$ 0	\$ 66,687	\$ 0	\$ 301,044
Interfund Loans Payable	1,080,000	50,000	0	0	1,130,000
Total Liabilities	<u>1,314,357</u>	<u>50,000</u>	<u>66,687</u>	<u>0</u>	<u>1,431,044</u>
Fund Balances:					
Reserved for Encumbrances	1,700,075	3,158	197,921	0	1,901,154
Undesignated/Unreserved	(456,309)	(35,509)	10,133,160	2,210	9,643,552
Total Fund Balances	<u>1,243,766</u>	<u>(32,351)</u>	<u>10,331,081</u>	<u>2,210</u>	<u>11,544,706</u>
Total Liabilities and Fund Balances	<u>\$ 2,558,123</u>	<u>\$ 17,649</u>	<u>\$ 10,397,768</u>	<u>\$ 2,210</u>	<u>\$ 12,975,750</u>

WARREN COUNTY, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2005***

	County Road Projects	Water Extension Projects	Sewer Extension Projects	County Construction Projects	Airport Construction	Total Nonmajor Capital Project Funds
Revenues:						
Intergovernmental Revenues	\$ 626,547	\$ 0	\$ 0	\$ 0	\$ 0	\$ 626,547
All Other Revenue	15,630	0	34,375	0	0	50,005
Total Revenue	642,177	0	34,375	0	0	676,552
Expenditures:						
Capital Outlay	1,820,839	67,677	20,882	1,137,758	0	3,047,156
Total Expenditures	1,820,839	67,677	20,882	1,137,758	0	3,047,156
Excess (Deficiency) of Revenues Over Expenditures	(1,178,662)	(67,677)	13,493	(1,137,758)	0	(2,370,604)
Other Financing Sources (Uses):						
Special Assessment Bonds Issued	0	71,577	0	0	0	71,577
Transfers In	1,500,000	0	0	8,988,572	0	10,488,572
Total Other Financing Sources (Uses)	1,500,000	71,577	0	8,988,572	0	10,560,149
Net Change in Fund Balances	321,338	3,900	13,493	7,850,814	0	8,189,545
Fund Balances (Deficit) at Beginning of Year	922,428	(3,900)	(45,844)	2,480,267	2,210	3,355,161
Fund Balances (Deficit) End of Year	\$ 1,243,766	\$ 0	\$ (32,351)	\$ 10,331,081	\$ 2,210	\$ 11,544,706

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 31,475,000	\$ 35,053,000	\$ 37,689,023	\$ 2,636,023
Intergovernmental Revenues	4,233,048	5,195,100	5,439,749	244,649
Charges for Services	5,361,874	5,931,874	6,236,579	304,705
Licenses and Permits	11,000	11,000	14,905	3,905
Investment Earnings	2,303,000	3,303,000	3,974,657	671,657
Fines and Forfeitures	264,000	389,000	375,484	(13,516)
All Other Revenues	875,837	1,280,820	2,053,838	773,018
Total Revenues	<u>44,523,759</u>	<u>51,163,794</u>	<u>55,784,235</u>	<u>4,620,441</u>
Expenditures:				
General Government-Legislative and Executive:				
Commissioners:				
Personal Services	1,218,130	1,070,799	970,703	100,096
Materials and Supplies	153,000	163,200	143,715	19,485
Contractual Services	1,242,118	1,169,523	1,003,494	166,029
Other Expenditures	1,964,182	2,774,613	2,434,304	340,309
Capital Outlay	14,000	57,660	22,435	35,225
Total Commissioners	<u>4,591,430</u>	<u>5,235,795</u>	<u>4,574,651</u>	<u>661,144</u>
Auditor:				
Personal Services	801,935	802,552	736,697	65,855
Materials and Supplies	25,000	27,272	19,352	7,920
Contractual Services	48,700	54,020	39,973	14,047
Other Expenditures	13,000	13,000	5,285	7,715
Capital Outlay	12,500	11,731	6,410	5,321
Total Auditor	<u>901,135</u>	<u>908,575</u>	<u>807,717</u>	<u>100,858</u>
Treasurer:				
Personal Services	331,095	336,212	329,227	6,985
Materials and Supplies	15,500	19,878	17,983	1,895
Contractual Services	4,500	4,700	2,864	1,836
Other Expenditures	8,000	9,000	6,666	2,334
Capital Outlay	9,450	10,631	6,626	4,005
Total Treasurer	<u>368,545</u>	<u>380,421</u>	<u>363,366</u>	<u>17,055</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Prosecutor:				
Personal Services	2,057,147	2,018,579	1,975,066	43,513
Materials and Supplies	18,044	24,056	19,183	4,873
Contractual Services	91,409	85,032	69,405	15,627
Other Expenditures	68,724	80,824	78,468	2,356
Capital Outlay	19,000	20,651	20,121	530
Total Prosecutor	<u>2,254,324</u>	<u>2,229,142</u>	<u>2,162,243</u>	<u>66,899</u>
Recorder:				
Personal Services	650,956	653,964	648,355	5,609
Materials and Supplies	11,500	11,500	10,291	1,209
Contractual Services	30,000	29,916	24,366	5,550
Other Expenditures	6,000	6,000	3,850	2,150
Capital Outlay	6,500	26,992	21,098	5,894
Total Recorder	<u>704,956</u>	<u>728,372</u>	<u>707,960</u>	<u>20,412</u>
Board of Elections:				
Personal Services	510,982	574,959	516,498	58,461
Materials and Supplies	100,000	131,292	109,305	21,987
Contractual Services	47,000	54,761	41,995	12,766
Other Expenditures	16,000	19,660	13,874	5,786
Capital Outlay	7,500	7,916	0	7,916
Total Board of Elections	<u>681,482</u>	<u>788,588</u>	<u>681,672</u>	<u>106,916</u>
Data Processing:				
Personal Services	2,160,274	2,181,512	1,991,693	189,819
Materials and Supplies	46,000	53,185	33,102	20,083
Contractual Services	680,000	886,954	639,660	247,294
Other Expenditures	18,500	17,991	2,601	15,390
Capital Outlay	836,500	1,229,649	897,699	331,950
Total Data Processing	<u>3,741,274</u>	<u>4,369,291</u>	<u>3,564,755</u>	<u>804,536</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Microfilming Process:				
Personal Services	221,835	222,554	208,996	13,558
Materials and Supplies	14,750	14,770	10,268	4,502
Contractual Services	29,500	31,199	18,587	12,612
Other Expenditures	2,300	2,300	462	1,838
Capital Outlay	1,500	5,200	5,150	50
Total Microfilming Process	<u>269,885</u>	<u>276,023</u>	<u>243,463</u>	<u>32,560</u>
Building and Grounds:				
Personal Services	2,164,497	2,172,839	2,075,955	96,884
Materials and Supplies	349,700	377,918	328,176	49,742
Contractual Services	1,140,900	1,575,140	1,555,365	19,775
Other Expenditures	6,500	4,500	2,376	2,124
Capital Outlay	98,500	94,102	77,432	16,670
Total Building and Grounds	<u>3,760,097</u>	<u>4,224,499</u>	<u>4,039,304</u>	<u>185,195</u>
Rural Zoning:				
Personal Services	152,945	152,945	145,964	6,981
Materials and Supplies	9,000	11,138	9,783	1,355
Contractual Services	3,000	3,000	1,534	1,466
Other Expenditures	1,000	1,000	787	213
Capital Outlay	22,000	20,400	19,109	1,291
Total Rural Zoning	<u>187,945</u>	<u>188,483</u>	<u>177,177</u>	<u>11,306</u>
Tax Maps:				
Personal Services	344,474	345,373	325,271	20,102
Materials and Supplies	5,000	5,000	4,477	523
Other Expenditures	3,180	3,180	672	2,508
Capital Outlay	2,000	2,000	590	1,410
Total Tax Maps	<u>354,654</u>	<u>355,553</u>	<u>331,010</u>	<u>24,543</u>
Total Legislative and Executive	<u>17,815,727</u>	<u>19,684,742</u>	<u>17,653,318</u>	<u>2,031,424</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
General Government-Judicial:				
Common Pleas Court:				
Personal Services	1,440,117	1,417,807	1,265,466	152,341
Materials and Supplies	28,513	29,513	23,315	6,198
Contractual Services	487,051	531,560	481,702	49,858
Other Expenditures	31,563	30,248	18,257	11,991
Capital Outlay	61,778	95,450	85,247	10,203
Total Common Pleas Court	<u>2,049,022</u>	<u>2,104,578</u>	<u>1,873,987</u>	<u>230,591</u>
Domestic Relations Court:				
Personal Services	696,797	712,539	692,447	20,092
Materials and Supplies	6,395	6,395	6,181	214
Contractual Services	35,398	35,398	23,493	11,905
Other Expenditures	11,687	11,687	5,736	5,951
Capital Outlay	12,663	15,459	13,139	2,320
Total Domestic Relations Court	<u>762,940</u>	<u>781,478</u>	<u>740,996</u>	<u>40,482</u>
Juvenile Court:				
Personal Services	991,351	1,014,789	938,601	76,188
Materials and Supplies	19,000	18,000	17,572	428
Contractual Services	352,800	356,952	351,428	5,524
Other Expenditures	9,000	13,800	12,955	845
Capital Outlay	6,500	6,500	5,565	935
Total Juvenile Court	<u>1,378,651</u>	<u>1,410,041</u>	<u>1,326,121</u>	<u>83,920</u>
Probate Court:				
Personal Services	435,524	445,512	373,437	72,075
Materials and Supplies	40,800	51,500	50,609	891
Contractual Services	30,800	29,300	24,977	4,323
Other Expenditures	8,500	8,500	6,007	2,493
Capital Outlay	2,000	2,000	1,354	646
Total Probate Court	<u>517,624</u>	<u>536,812</u>	<u>456,384</u>	<u>80,428</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Clerk of Courts:				
Personal Services	812,181	817,657	783,774	33,883
Materials and Supplies	179,800	182,916	182,544	372
Contractual Services	30,300	32,746	27,025	5,721
Other Expenditures	14,200	21,296	20,372	924
Capital Outlay	12,000	7,534	6,254	1,280
Total Clerk of Courts	<u>1,048,481</u>	<u>1,062,149</u>	<u>1,019,969</u>	<u>42,180</u>
Municipal Court:				
Personal Services	238,228	240,888	219,297	21,591
Contractual Services	104,000	156,000	135,184	20,816
Other Expenditures	11,000	78,910	78,910	0
Total Municipal Court	<u>353,228</u>	<u>475,798</u>	<u>433,391</u>	<u>42,407</u>
Criminal Prosecutors:				
Personal Services	47,032	47,037	47,028	9
Total Criminal Prosecutors	<u>47,032</u>	<u>47,037</u>	<u>47,028</u>	<u>9</u>
County Court:				
Personal Services	630,170	674,663	619,157	55,506
Materials and Supplies	22,500	26,000	21,997	4,003
Contractual Services	77,500	81,375	55,456	25,919
Other Expenditures	16,500	12,145	9,073	3,072
Capital Outlay	12,500	8,500	973	7,527
Total County Court	<u>759,170</u>	<u>802,683</u>	<u>706,656</u>	<u>96,027</u>
Law Library:				
Personal Services	51,322	51,322	51,300	22
Total Law Library	<u>51,322</u>	<u>51,322</u>	<u>51,300</u>	<u>22</u>
Total Judicial	<u>6,967,470</u>	<u>7,271,898</u>	<u>6,655,832</u>	<u>616,066</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Safety:				
Coroner:				
Personal Services	233,771	231,414	221,373	10,041
Materials and Supplies	1,500	717	717	0
Contractual Services	86,350	104,769	104,769	0
Other Expenditures	3,600	3,010	3,009	1
Capital Outlay	800	0	0	0
Total Coroner	<u>326,021</u>	<u>339,910</u>	<u>329,868</u>	<u>10,042</u>
Sheriff:				
Personal Services	9,555,767	9,637,475	9,284,430	353,045
Materials and Supplies	360,500	393,750	384,401	9,349
Contractual Services	1,367,650	1,468,604	1,462,015	6,589
Other Expenditures	80,685	81,015	79,917	1,098
Capital Outlay	73,100	225,618	224,300	1,318
Total Sheriff	<u>11,437,702</u>	<u>11,806,462</u>	<u>11,435,063</u>	<u>371,399</u>
Building Regulation:				
Personal Services	726,238	732,363	695,776	36,587
Materials and Supplies	32,500	39,707	37,413	2,294
Contractual Services	10,000	10,215	8,542	1,673
Other Expenditures	13,000	14,500	8,733	5,767
Capital Outlay	21,000	28,312	27,874	438
Total Building Regulation	<u>802,738</u>	<u>825,097</u>	<u>778,338</u>	<u>46,759</u>
Juvenile Probation:				
Personal Services	772,712	805,231	708,857	96,374
Materials and Supplies	7,500	8,300	7,541	759
Contractual Services	4,000	4,000	2,248	1,752
Other Expenditures	5,700	4,900	3,183	1,717
Capital Outlay	21,500	21,500	1,419	20,081
Total Juvenile Probation	<u>811,412</u>	<u>843,931</u>	<u>723,248</u>	<u>120,683</u>

(Continued)

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Juvenile Detention:				
Personal Services	1,122,957	1,132,684	1,032,754	99,930
Materials and Supplies	19,500	19,500	11,729	7,771
Contractual Services	130,000	147,712	103,657	44,055
Other Expenditures	5,500	5,500	1,984	3,516
Capital Outlay	7,800	7,800	4,964	2,836
Total Juvenile Detention	<u>1,285,757</u>	<u>1,313,196</u>	<u>1,155,088</u>	<u>158,108</u>
Communication Dispatch:				
Personal Services	1,839,741	1,844,637	1,790,157	54,480
Materials and Supplies	11,000	11,000	9,219	1,781
Contractual Services	22,500	16,883	16,861	22
Other Expenditures	2,750	6,972	6,851	121
Capital Outlay	27,700	23,846	23,365	481
Total Communication Dispatch	<u>1,903,691</u>	<u>1,903,338</u>	<u>1,846,453</u>	<u>56,885</u>
Telecommunications:				
Personal Services	768,117	768,751	706,222	62,529
Materials and Supplies	58,000	65,700	59,275	6,425
Contractual Services	738,000	797,356	764,352	33,004
Other Expenditures	6,000	7,500	7,464	36
Capital Outlay	453,000	581,629	531,817	49,812
Total Telecommunications	<u>2,023,117</u>	<u>2,220,936</u>	<u>2,069,130</u>	<u>151,806</u>
Total Public Safety	<u>18,590,438</u>	<u>19,252,870</u>	<u>18,337,188</u>	<u>915,682</u>
Human Services:				
Health:				
Other Expenditures	700	700	403	297
Total Health	<u>700</u>	<u>700</u>	<u>403</u>	<u>297</u>

(Continued)

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2005**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Veterans' Services:				
Personal Services	447,661	417,620	391,454	26,166
Materials and Supplies	18,000	26,000	24,311	1,689
Contractual Services	60,500	68,900	46,014	22,886
Other Expenditures	585,600	604,342	396,084	208,258
Capital Outlay	50,000	50,000	21,750	28,250
Total Veterans' Services	<u>1,161,761</u>	<u>1,166,862</u>	<u>879,613</u>	<u>287,249</u>
Total Human Services	<u>1,162,461</u>	<u>1,167,562</u>	<u>880,016</u>	<u>287,546</u>
Total Expenditures	<u>44,536,096</u>	<u>47,377,072</u>	<u>43,526,354</u>	<u>3,850,718</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,337)	3,786,722	12,257,881	8,471,159
Other Financing Sources (Uses):				
Transfers In	0	20,000	20,000	0
Transfers Out	(4,917,671)	(15,768,432)	(14,899,905)	868,527
Advances In	25,000	25,000	587,982	562,982
Advances Out	0	0	(615,057)	(615,057)
Total Other Financing Sources (Uses)	<u>(4,892,671)</u>	<u>(15,723,432)</u>	<u>(14,906,980)</u>	<u>816,452</u>
Net Change in Fund Balance	(4,905,008)	(11,936,710)	(2,649,099)	9,287,611
Fund Balance at Beginning of Year	14,924,517	14,924,517	14,924,517	0
Prior Year Encumbrances	2,345,290	2,345,290	2,345,290	0
Fund Balance at End of Year	<u>\$ 12,364,799</u>	<u>\$ 5,333,097</u>	<u>\$ 14,620,708</u>	<u>\$ 9,287,611</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Fund
For the Year Ended December 31, 2005**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 15,198,753	\$ 15,198,753	\$ 16,147,040	\$ 948,287
Intergovernmental Revenues	7,422,000	7,529,296	7,544,766	15,470
Charges for Services	40,000	474,250	1,128,200	653,950
All Other Revenues	215,000	332,971	882,869	549,898
Total Revenues	<u>22,875,753</u>	<u>23,535,270</u>	<u>25,702,875</u>	<u>2,167,605</u>
Expenditures:				
Human Services:				
Personal Services	12,972,282	12,548,432	10,325,514	2,222,918
Materials and Supplies	843,090	902,927	744,178	158,749
Contractual Services	6,684,000	8,030,148	6,694,271	1,335,877
Health Insurance Claims	265,000	265,000	159,280	105,720
Other Expenditures	600,000	1,167,083	755,796	411,287
Capital Outlay	2,252,500	2,284,597	1,255,845	1,028,752
Total Expenditures	<u>23,616,872</u>	<u>25,198,187</u>	<u>19,934,884</u>	<u>5,263,303</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(741,119)	(1,662,917)	5,767,991	7,430,908
Other Financing Sources (Uses):				
Transfers In	0	2,925,000	2,600,000	(325,000)
Transfers Out	(2,940,000)	(2,940,000)	(2,600,000)	340,000
Total Other Financing Sources (Uses)	<u>(2,940,000)</u>	<u>(15,000)</u>	<u>0</u>	<u>15,000</u>
Net Change in Fund Balance	(3,681,119)	(1,677,917)	5,767,991	7,445,908
Fund Balance at Beginning of Year	14,762,280	14,762,280	14,762,280	0
Prior Year Encumbrances	894,526	894,526	894,526	0
Fund Balance at End of Year	<u>\$ 11,975,687</u>	<u>\$ 13,978,889</u>	<u>\$ 21,424,797</u>	<u>\$ 7,445,908</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund
For the Year Ended December 31, 2005***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	\$ 15,000	\$ 15,000	\$ 56,256	\$ 41,256
Special Assessments	<u>1,895,000</u>	<u>1,895,000</u>	<u>1,853,238</u>	<u>(41,762)</u>
Total Revenues	<u>1,910,000</u>	<u>1,910,000</u>	<u>1,909,494</u>	<u>(506)</u>
Expenditures:				
Debt Service:				
Principal Retirement	1,076,820	1,076,820	1,076,820	0
Interest and Fiscal Charges	<u>842,028</u>	<u>833,028</u>	<u>832,927</u>	<u>101</u>
Total Expenditures	<u>1,918,848</u>	<u>1,909,848</u>	<u>1,909,747</u>	<u>101</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,848)	152	(253)	(405)
Fund Balance at Beginning of Year	<u>1,890,556</u>	<u>1,890,556</u>	<u>1,890,556</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,881,708</u>	<u>\$ 1,890,708</u>	<u>\$ 1,890,303</u>	<u>\$ (405)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 3,790,000	\$ 3,829,388	\$ 39,388
Intergovernmental Revenues	410,000	453,025	43,025
Total Revenues	<u>4,200,000</u>	<u>4,282,413</u>	<u>82,413</u>
Expenditures:			
Human Services:			
Contractual Services	4,934,776	4,798,425	136,351
Other Expenditures	132,740	64,326	68,414
Total Expenditures	<u>5,067,516</u>	<u>4,862,751</u>	<u>204,765</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(867,516)	(580,338)	287,178
Fund Balance at Beginning of Year	644,334	644,334	0
Prior Year Encumbrances	803,272	803,272	0
Fund Balance at End of Year	<u>\$ 580,090</u>	<u>\$ 867,268</u>	<u>\$ 287,178</u>

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 960,000	\$ 1,072,317	\$ 112,317
Intergovernmental Revenues	5,350,000	5,688,663	338,663
Charges for Services	6,000	107,618	101,618
Investment Earnings	1,000	54,489	53,489
Fines and Forfeitures	425,000	207,322	(217,678)
All Other Revenues	<u>365,351</u>	<u>493,247</u>	<u>127,896</u>
Total Revenues	<u>7,107,351</u>	<u>7,623,656</u>	<u>516,305</u>
Expenditures:			
Public Works:			
Personal Services	3,030,045	2,791,549	238,496
Materials and Supplies	2,875,842	2,558,378	317,464
Contractual Services	1,878,854	1,249,513	629,341
Other Expenditures	389,773	179,145	210,628
Capital Outlay	<u>1,628,056</u>	<u>1,052,491</u>	<u>575,565</u>
Total Expenditures	<u>9,802,570</u>	<u>7,831,076</u>	<u>1,971,494</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,695,219)	(207,420)	2,487,799
Other Financing Sources (Uses):			
Transfers Out	(1,222,600)	(50,744)	1,171,856
Advances In	40,000	0	(40,000)
Advances Out	<u>0</u>	<u>(1,040,000)</u>	<u>(1,040,000)</u>
Total Other Financing Sources (Uses)	<u>(1,182,600)</u>	<u>(1,090,744)</u>	<u>91,856</u>
Net Change in Fund Balance	(3,877,819)	(1,298,164)	2,579,655
Fund Balance at Beginning of Year	3,587,475	3,587,475	0
Prior Year Encumbrances	<u>693,467</u>	<u>693,467</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 403,123</u>	<u>\$ 2,982,778</u>	<u>\$ 2,579,655</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	HUMAN SERVICES FUND		
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 6,248,700	\$ 5,329,489	\$ (919,211)
All Other Revenues	0	4,161	4,161
Total Revenues	<u>6,248,700</u>	<u>5,333,650</u>	<u>(915,050)</u>
Expenditures:			
Human Services:			
Personal Services	2,367,462	2,166,912	200,550
Materials and Supplies	103,560	75,562	27,998
Contractual Services	4,180,227	3,895,739	284,488
Other Expenditures	341,465	290,862	50,603
Capital Outlay	12,000	2,137	9,863
Total Expenditures	<u>7,004,714</u>	<u>6,431,212</u>	<u>573,502</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(756,014)	(1,097,562)	(341,548)
Other Financing Sources (Uses):			
Transfers In	335,714	327,777	(7,937)
Total Other Financing Sources (Uses)	<u>335,714</u>	<u>327,777</u>	<u>(7,937)</u>
Net Change in Fund Balance	(420,300)	(769,785)	(349,485)
Fund Balance at Beginning of Year	190,571	190,571	0
Prior Year Encumbrances	565,406	565,406	0
Fund Balance at End of Year	<u>\$ 335,677</u>	<u>\$ (13,808)</u>	<u>\$ (349,485)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
DOG AND KENNEL FUND			
Revenues:			
Charges for Services	\$ 327,000	\$ 359,629	\$ 32,629
Fines and Forfeitures	45,000	44,148	(852)
All Other Revenues	13,000	16,312	3,312
Total Revenues	<u>385,000</u>	<u>420,089</u>	<u>35,089</u>
Expenditures:			
Health:			
Personal Services	225,579	217,202	8,377
Materials and Supplies	42,250	36,119	6,131
Contractual Services	86,600	85,835	765
Other Expenditures	19,446	17,879	1,567
Capital Outlay	24,000	21,918	2,082
Total Expenditures	<u>397,875</u>	<u>378,953</u>	<u>18,922</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,875)	41,136	54,011
Fund Balance at Beginning of Year	162,032	162,032	0
Prior Year Encumbrances	5,530	5,530	0
Fund Balance at End of Year	<u>\$ 154,687</u>	<u>\$ 208,698</u>	<u>\$ 54,011</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 7,500	\$ 1,301	\$ (6,199)
Total Revenues	<u>7,500</u>	<u>1,301</u>	<u>(6,199)</u>
Expenditures:			
Human Services:			
Materials and Supplies	1,000	0	1,000
Contractual Services	250	0	250
Other Expenditures	1,000	0	1,000
Capital Outlay	5,250	1,170	4,080
Total Expenditures	<u>7,500</u>	<u>1,170</u>	<u>6,330</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	131	131
Fund Balance at Beginning of Year	1,875	1,875	0
Fund Balance at End of Year	<u>\$ 1,875</u>	<u>\$ 2,006</u>	<u>\$ 131</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 0	\$ 33,738	\$ 33,738
Total Revenues	<u>0</u>	<u>33,738</u>	<u>33,738</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	33,738	33,738
Fund Balance at Beginning of Year	17,312	17,312	0
Fund Balance at End of Year	<u>\$ 17,312</u>	<u>\$ 51,050</u>	<u>\$ 33,738</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	FEMA FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:			
Intergovernmental Revenues	\$ 51,523	\$ 51,523	\$ 0
Total Revenues	<u>51,523</u>	<u>51,523</u>	<u>0</u>
Expenditures:			
Public Works:			
Other Expenditures	51,523	51,523	0
Total Expenditures	<u>51,523</u>	<u>51,523</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	PERMISSIVE TAX FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Intergovernmental Revenues	\$ 450,000	\$ 410,355	\$ (39,645)
Total Revenues	<u>450,000</u>	<u>410,355</u>	<u>(39,645)</u>
Expenditures:			
Public Works:			
Capital Outlay	<u>561,868</u>	<u>327,684</u>	<u>234,184</u>
Total Expenditures	<u>561,868</u>	<u>327,684</u>	<u>234,184</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(111,868)	82,671	194,539
Fund Balance at Beginning of Year	698,855	698,855	0
Prior Year Encumbrances	<u>150,250</u>	<u>150,250</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 737,237</u>	<u>\$ 931,776</u>	<u>\$ 194,539</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 48,000	\$ 40,797	\$ (7,203)
Total Revenues	<u>48,000</u>	<u>40,797</u>	<u>(7,203)</u>
Expenditures:			
Health:			
Contractual Services	<u>47,910</u>	<u>43,401</u>	<u>4,509</u>
Total Expenditures	<u>47,910</u>	<u>43,401</u>	<u>4,509</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	90	(2,604)	(2,694)
Fund Balance at Beginning of Year	<u>21,656</u>	<u>21,656</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 21,746</u>	<u>\$ 19,052</u>	<u>\$ (2,694)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
REAL ESTATE ASSESSMENT FUND			
Revenues:			
Charges for Services	\$ 1,800,000	\$ 2,155,535	\$ 355,535
Licenses and Permits	0	50	50
Fines and Forfeitures	0	200	200
All Other Revenues	0	114	114
Total Revenues	<u>1,800,000</u>	<u>2,155,899</u>	<u>355,899</u>
Expenditures:			
Legislative and Executive:			
Personal Services	649,200	515,056	134,144
Materials and Supplies	24,184	12,405	11,779
Contractual Services	2,156,483	1,778,654	377,829
Other Expenditures	3,038,160	2,964,717	73,443
Capital Outlay	105,000	948	104,052
Total Expenditures	<u>5,973,027</u>	<u>5,271,780</u>	<u>701,247</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,173,027)	(3,115,881)	1,057,146
Fund Balance at Beginning of Year	5,700,304	5,700,304	0
Prior Year Encumbrances	720,183	720,183	0
Fund Balance at End of Year	<u>\$ 2,247,460</u>	<u>\$ 3,304,606</u>	<u>\$ 1,057,146</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
CHILDREN'S SERVICES BOARD FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,686,403	\$ 1,876,988	\$ 190,585
All Other Revenues	129,689	147,108	17,419
Total Revenues	<u>1,816,092</u>	<u>2,024,096</u>	<u>208,004</u>
Expenditures:			
Human Services:			
Personal Services	2,292,889	2,218,962	73,927
Materials and Supplies	51,150	36,932	14,218
Contractual Services	1,338,700	1,257,928	80,772
Other Expenditures	324,303	303,439	20,864
Capital Outlay	30,550	24,373	6,177
Total Expenditures	<u>4,037,592</u>	<u>3,841,634</u>	<u>195,958</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,221,500)	(1,817,538)	403,962
Other Financing Sources (Uses):			
Transfers In	<u>1,909,620</u>	<u>1,909,620</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,909,620</u>	<u>1,909,620</u>	<u>0</u>
Net Change in Fund Balance	(311,880)	92,082	403,962
Fund Balance at Beginning of Year	443,179	443,179	0
Fund Balance at End of Year	<u>\$ 131,299</u>	<u>\$ 535,261</u>	<u>\$ 403,962</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 66,630	\$ 67,680	\$ 1,050
Total Revenues	<u>66,630</u>	<u>67,680</u>	<u>1,050</u>
Expenditures:			
Public Safety:			
Personal Services	107,389	94,866	12,523
Materials and Supplies	1,113	393	720
Other Expenditures	14,082	4,615	9,467
Total Expenditures	<u>122,584</u>	<u>99,874</u>	<u>22,710</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(55,954)	(32,194)	23,760
Other Financing Sources (Uses):			
Transfers In	43,791	40,356	(3,435)
Total Other Financing Sources (Uses)	<u>43,791</u>	<u>40,356</u>	<u>(3,435)</u>
Net Change in Fund Balance	(12,163)	8,162	20,325
Fund Balance at Beginning of Year	21,787	21,787	0
Fund Balance at End of Year	<u>\$ 9,624</u>	<u>\$ 29,949</u>	<u>\$ 20,325</u>

WARREN COUNTY, OHIO**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
YOUTH SERVICES SUBSIDY FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,435,000	\$ 1,659,703	\$ 224,703
Fines and Forfeitures	0	697	697
All Other Revenues	85,000	117,887	32,887
Total Revenues	<u>1,520,000</u>	<u>1,778,287</u>	<u>258,287</u>
Expenditures:			
Judicial:			
Personal Services	1,424,961	1,289,220	135,741
Materials and Supplies	22,500	7,394	15,106
Contractual Services	148,958	120,432	28,526
Other Expenditures	5,000	2,603	2,397
Capital Outlay	2,500	708	1,792
Total Judicial	<u>1,603,919</u>	<u>1,420,357</u>	<u>183,562</u>
Public Safety:			
Personal Services	910,475	744,384	166,091
Materials and Supplies	5,295	1,920	3,375
Contractual Services	417,516	361,277	56,239
Other Expenditures	6,166	3,166	3,000
Capital Outlay	2,240	2,240	0
Total Public Safety	<u>1,341,692</u>	<u>1,112,987</u>	<u>228,705</u>
Total Expenditures	<u>2,945,611</u>	<u>2,533,344</u>	<u>412,267</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,425,611)	(755,057)	670,554
Other Financing Sources (Uses):			
Transfers In	794,708	773,809	(20,899)
Total Other Financing Sources (Uses)	<u>794,708</u>	<u>773,809</u>	<u>(20,899)</u>
Net Change in Fund Balance	(630,903)	18,752	649,655
Fund Balance at Beginning of Year	1,589,028	1,589,028	0
Prior Year Encumbrances	80,031	80,031	0
Fund Balance at End of Year	<u>\$ 1,038,156</u>	<u>\$ 1,687,811</u>	<u>\$ 649,655</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 0	\$ 364,373	\$ 364,373
All Other Revenues	0	2,018	2,018
Total Revenues	<u>0</u>	<u>366,391</u>	<u>366,391</u>
Expenditures:			
Legislative and Executive:			
Personal Services	269,424	213,445	55,979
Materials and Supplies	5,000	3,502	1,498
Contractual Services	37,000	31,739	5,261
Other Expenditures	9,500	2,097	7,403
Capital Outlay	32,253	28,934	3,319
Total Expenditures	<u>353,177</u>	<u>279,717</u>	<u>73,460</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(353,177)	86,674	439,851
Fund Balance at Beginning of Year	942,991	942,991	0
Prior Year Encumbrances	4,340	4,340	0
Fund Balance at End of Year	<u>\$ 594,154</u>	<u>\$ 1,034,005</u>	<u>\$ 439,851</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 800,000	\$ 843,045	\$ 43,045
All Other Revenues	11,145	12,000	855
Total Revenues	<u>811,145</u>	<u>855,045</u>	<u>43,900</u>
Expenditures:			
Judicial:			
Personal Services	694,018	633,959	60,059
Materials and Supplies	17,500	16,730	770
Contractual Services	60,000	54,739	5,261
Other Expenditures	10,000	8,051	1,949
Capital Outlay	4,500	3,850	650
Total Expenditures	<u>786,018</u>	<u>717,329</u>	<u>68,689</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,127	137,716	112,589
Other Financing Sources (Uses):			
Transfers Out	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(20,000)</u>	<u>(20,000)</u>	<u>0</u>
Net Change in Fund Balance	5,127	117,716	112,589
Fund Balance at Beginning of Year	746,128	746,128	0
Fund Balance at End of Year	<u>\$ 751,255</u>	<u>\$ 863,844</u>	<u>\$ 112,589</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 244,500	\$ 189,974	\$ (54,526)
Total Revenues	<u>244,500</u>	<u>189,974</u>	<u>(54,526)</u>
Expenditures:			
Judicial:			
Personal Services	276,581	262,918	13,663
Materials and Supplies	4,000	1,715	2,285
Contractual Services	250	0	250
Other Expenditures	3,500	968	2,532
Capital Outlay	<u>12,500</u>	<u>4,309</u>	<u>8,191</u>
Total Expenditures	<u>296,831</u>	<u>269,910</u>	<u>26,921</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,331)	(79,936)	(27,605)
Fund Balance at Beginning of Year	<u>306,704</u>	<u>306,704</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 254,373</u>	<u>\$ 226,768</u>	<u>\$ (27,605)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 244,900	\$ 87,300	\$ (157,600)
Charges for Services	83,468	64,936	(18,532)
All Other Revenues	0	2,573	2,573
Total Revenues	<u>328,368</u>	<u>154,809</u>	<u>(173,559)</u>
Expenditures:			
Health:			
Personal Services	140,308	135,698	4,610
Materials and Supplies	32,100	17,258	14,842
Contractual Services	92,223	82,323	9,900
Other Expenditures	196,500	845	195,655
Capital Outlay	2,700	20	2,680
Total Expenditures	<u>463,831</u>	<u>236,144</u>	<u>227,687</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(135,463)	(81,335)	54,128
Fund Balance at Beginning of Year	1,807,370	1,807,370	0
Prior Year Encumbrances	15,153	15,153	0
Fund Balance at End of Year	<u>\$ 1,687,060</u>	<u>\$ 1,741,188</u>	<u>\$ 54,128</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 926,820	\$ 1,004,995	\$ 78,175
Investment Earnings	0	1,848	1,848
All Other Revenues	240,848	140,959	(99,889)
Total Revenues	<u>1,167,668</u>	<u>1,147,802</u>	<u>(19,866)</u>
Expenditures:			
Human Services:			
Personal Services	355,638	331,182	24,456
Materials and Supplies	30,978	27,353	3,625
Contractual Services	809,783	678,061	131,722
Other Expenditures	232,546	229,950	2,596
Capital Outlay	97,011	89,368	7,643
Total Expenditures	<u>1,525,956</u>	<u>1,355,914</u>	<u>170,042</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(358,288)	(208,112)	150,176
Fund Balance at Beginning of Year	139,206	139,206	0
Prior Year Encumbrances	223,914	223,914	0
Fund Balance at End of Year	<u>\$ 4,832</u>	<u>\$ 155,008</u>	<u>\$ 150,176</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 5,500	\$ 577	\$ (4,923)
Total Revenues	<u>5,500</u>	<u>577</u>	<u>(4,923)</u>
Expenditures:			
Human Services:			
Materials and Supplies	1,375	320	1,055
Contractual Services	1,375	391	984
Other Expenditures	<u>2,750</u>	<u>27</u>	<u>2,723</u>
Total Expenditures	<u>5,500</u>	<u>738</u>	<u>4,762</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(161)	(161)
Fund Balance at Beginning of Year	<u>4,203</u>	<u>4,203</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,203</u>	<u>\$ 4,042</u>	<u>\$ (161)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 239,131	\$ 177,995	\$ (61,136)
Total Revenues	<u>239,131</u>	<u>177,995</u>	<u>(61,136)</u>
Expenditures:			
Public Safety:			
Other Expenditures	<u>239,131</u>	<u>239,131</u>	<u>0</u>
Total Expenditures	<u>239,131</u>	<u>239,131</u>	<u>0</u>
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	0	(61,136)	(61,136)
Fund Balance at Beginning of Year	(19,686)	(19,686)	0
Prior Year Encumbrances	<u>19,686</u>	<u>19,686</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ (61,136)</u>	<u>\$ (61,136)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
CHILD SUPPORT ENFORCEMENT FUND			
Revenues:			
Intergovernmental Revenues	\$ 2,249,564	\$ 2,197,507	\$ (52,057)
Charges for Services	555,000	583,541	28,541
All Other Revenues	0	53,594	53,594
Total Revenues	<u>2,804,564</u>	<u>2,834,642</u>	<u>30,078</u>
Expenditures:			
Human Services:			
Personal Services	2,554,526	2,413,784	140,742
Materials and Supplies	66,000	52,575	13,425
Contractual Services	365,610	346,499	19,111
Other Expenditures	135,528	121,069	14,459
Capital Outlay	53,527	47,103	6,424
Total Expenditures	<u>3,175,191</u>	<u>2,981,030</u>	<u>194,161</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(370,627)	(146,388)	224,239
Other Financing Sources (Uses):			
Transfers In	54,074	54,074	0
Total Other Financing Sources (Uses)	<u>54,074</u>	<u>54,074</u>	<u>0</u>
Net Change in Fund Balance	(316,553)	(92,314)	224,239
Fund Balance at Beginning of Year	297,599	297,599	0
Prior Year Encumbrances	33,388	33,388	0
Fund Balance at End of Year	<u>\$ 14,434</u>	<u>\$ 238,673</u>	<u>\$ 224,239</u>

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
EMERGENCY MANAGEMENT FUND			
Revenues:			
Intergovernmental Revenues	\$ 963,183	\$ 938,573	\$ (24,610)
All Other Revenues	530	530	0
Total Revenues	<u>963,713</u>	<u>939,103</u>	<u>(24,610)</u>
Expenditures:			
Public Safety:			
Personal Services	115,370	114,077	1,293
Materials and Supplies	10,156	9,249	907
Contractual Services	39,191	38,292	899
Other Expenditures	3,184	2,483	701
Capital Outlay	893,587	886,345	7,242
Total Expenditures	<u>1,061,488</u>	<u>1,050,446</u>	<u>11,042</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(97,775)	(111,343)	(13,568)
Other Financing Sources (Uses):			
Transfers In	51,574	51,500	(74)
Advances In	0	420,302	420,302
Advances Out	0	(420,302)	(420,302)
Total Other Financing Sources (Uses)	<u>51,574</u>	<u>51,500</u>	<u>(74)</u>
Net Change in Fund Balance	(46,201)	(59,843)	(13,642)
Fund Balance at Beginning of Year	(221,127)	(221,127)	0
Prior Year Encumbrances	290,434	290,434	0
Fund Balance at End of Year	<u>\$ 23,106</u>	<u>\$ 9,464</u>	<u>\$ (13,642)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
COMMUNITY DEVELOPMENT FUND			
Revenues:			
Intergovernmental Revenues	\$ 1,542,456	\$ 1,054,836	\$ (487,620)
Charges for Services	22,538	23,037	499
All Other Revenues	0	59,139	59,139
Total Revenues	<u>1,564,994</u>	<u>1,137,012</u>	<u>(427,982)</u>
Expenditures:			
Community and Economic Development:			
Personal Services	117,309	117,181	128
Materials and Supplies	34,778	33,630	1,148
Contractual Services	84,007	78,229	5,778
Other Expenditures	17,191	16,093	1,098
Capital Outlay	1,291,834	996,979	294,855
Total Expenditures	<u>1,545,119</u>	<u>1,242,112</u>	<u>303,007</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,875	(105,100)	(124,975)
Other Financing Sources (Uses):			
Transfers In	15,000	15,000	0
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>15,000</u>	<u>0</u>
Net Change in Fund Balance	34,875	(90,100)	(124,975)
Fund Balance at Beginning of Year	(134,424)	(134,424)	0
Prior Year Encumbrances	199,268	199,268	0
Fund Balance at End of Year	<u>\$ 99,719</u>	<u>\$ (25,256)</u>	<u>\$ (124,975)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	SHERIFF GRANTS FUND		
	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 188,387	\$ 157,999	\$ (30,388)
Charges for Services	46,417	83,818	37,401
All Other Revenues	43,000	16,019	(26,981)
Total Revenues	<u>277,804</u>	<u>257,836</u>	<u>(19,968)</u>
Expenditures:			
Public Safety:			
Personal Services	148,538	134,107	14,431
Contractual Services	59,359	52,356	7,003
Other Expenditures	7,000	2,274	4,726
Capital Outlay	82,780	39,885	42,895
Total Expenditures	<u>297,677</u>	<u>228,622</u>	<u>69,055</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(19,873)	29,214	49,087
Other Financing Sources (Uses):			
Advances In	0	10,000	10,000
Advances Out	(25,000)	(12,925)	12,075
Total Other Financing Sources (Uses)	<u>(25,000)</u>	<u>(2,925)</u>	<u>22,075</u>
Net Change in Fund Balance	(44,873)	26,289	71,162
Fund Balance at Beginning of Year	153,565	153,565	0
Prior Year Encumbrances	5,052	5,052	0
Fund Balance at End of Year	<u>\$ 113,744</u>	<u>\$ 184,906</u>	<u>\$ 71,162</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 20,000	\$ 14,360	\$ (5,640)
Total Revenues	<u>20,000</u>	<u>14,360</u>	<u>(5,640)</u>
Expenditures:			
Judicial:			
Contractual Services	<u>15,000</u>	<u>11,271</u>	<u>3,729</u>
Total Expenditures	<u>15,000</u>	<u>11,271</u>	<u>3,729</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,000	3,089	(1,911)
Fund Balance at Beginning of Year	<u>69,127</u>	<u>69,127</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 74,127</u>	<u>\$ 72,216</u>	<u>\$ (1,911)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	INDIGENT DRIVER FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Fines and Forfeitures	\$ 19,500	\$ 19,186	\$ (314)
Total Revenues	<u>19,500</u>	<u>19,186</u>	<u>(314)</u>
Expenditures:			
Public Safety:			
Contractual Services	<u>18,000</u>	<u>7,922</u>	<u>10,078</u>
Total Expenditures	<u>18,000</u>	<u>7,922</u>	<u>10,078</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,500	11,264	9,764
Fund Balance at Beginning of Year	<u>42,019</u>	<u>42,019</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 43,519</u>	<u>\$ 53,283</u>	<u>\$ 9,764</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 46,000	\$ 32,861	\$ (13,139)
Total Revenues	<u>46,000</u>	<u>32,861</u>	<u>(13,139)</u>
Expenditures:			
Public Safety:			
Other Expenditures	<u>67,374</u>	<u>53,444</u>	<u>13,930</u>
Total Expenditures	<u>67,374</u>	<u>53,444</u>	<u>13,930</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,374)	(20,583)	791
Fund Balance at Beginning of Year	<u>62,819</u>	<u>62,819</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 41,445</u>	<u>\$ 42,236</u>	<u>\$ 791</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 0	\$ 570	\$ 570
Fines and Forfeitures	20,000	24,377	4,377
Total Revenues	<u>20,000</u>	<u>24,947</u>	<u>4,947</u>
Expenditures:			
Public Safety:			
Other Expenditures	50,000	49,762	238
Capital Outlay	20,000	0	20,000
Total Expenditures	<u>70,000</u>	<u>49,762</u>	<u>20,238</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,000)	(24,815)	25,185
Fund Balance at Beginning of Year	63,072	63,072	0
Fund Balance at End of Year	<u>\$ 13,072</u>	<u>\$ 38,257</u>	<u>\$ 25,185</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 177,048	\$ 164,187	\$ (12,861)
Total Revenues	<u>177,048</u>	<u>164,187</u>	<u>(12,861)</u>
Expenditures:			
Judicial:			
Contractual Services	74,062	63,586	10,476
Capital Outlay	<u>277,603</u>	<u>193,271</u>	<u>84,332</u>
Total Expenditures	<u>351,665</u>	<u>256,857</u>	<u>94,808</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(174,617)	(92,670)	81,947
Fund Balance at Beginning of Year	963,484	963,484	0
Prior Year Encumbrances	<u>8,664</u>	<u>8,664</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 797,531</u>	<u>\$ 879,478</u>	<u>\$ 81,947</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 232,000	\$ 206,484	\$ (25,516)
Total Revenues	<u>232,000</u>	<u>206,484</u>	<u>(25,516)</u>
Expenditures:			
Judicial:			
Personal Services	80,342	43,136	37,206
Contractual Services	264,426	3,639	260,787
Capital Outlay	2,000	0	2,000
Total Expenditures	<u>346,768</u>	<u>46,775</u>	<u>299,993</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(114,768)	159,709	274,477
Fund Balance at Beginning of Year	267,648	267,648	0
Prior Year Encumbrances	7,244	7,244	0
Fund Balance at End of Year	<u>\$ 160,124</u>	<u>\$ 434,601</u>	<u>\$ 274,477</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	TASC GRANT FUND		Variance with Final Budget Positive (Negative)
	<u>Final Budget</u>	<u>Actual</u>	
Revenues:			
Intergovernmental Revenues	\$ 221,254	\$ 221,255	\$ 1
Total Revenues	<u>221,254</u>	<u>221,255</u>	<u>1</u>
Expenditures:			
Public Safety:			
Personal Services	186,226	185,394	832
Materials and Supplies	21,402	18,355	3,047
Contractual Services	31,812	29,429	2,383
Other Expenditures	3,675	1,632	2,043
Total Expenditures	<u>243,115</u>	<u>234,810</u>	<u>8,305</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,861)	(13,555)	8,306
Other Financing Sources (Uses):			
Transfers In	20,000	20,000	0
Total Other Financing Sources (Uses)	<u>20,000</u>	<u>20,000</u>	<u>0</u>
Net Change in Fund Balance	(1,861)	6,445	8,306
Fund Balance at Beginning of Year	2,272	2,272	0
Prior Year Encumbrances	3,010	3,010	0
Fund Balance at End of Year	<u>\$ 3,421</u>	<u>\$ 11,727</u>	<u>\$ 8,306</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 22,000	\$ 23,266	\$ 1,266
Charges for Services	4,000	6,330	2,330
Total Revenues	<u>26,000</u>	<u>29,596</u>	<u>3,596</u>
Expenditures:			
Public Safety:			
Personal Services	69,996	69,922	74
Materials and Supplies	10,211	7,477	2,734
Contractual Services	13,875	12,889	986
Other Expenditures	839	792	47
Capital Outlay	7,225	7,181	44
Total Expenditures	<u>102,146</u>	<u>98,261</u>	<u>3,885</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(76,146)	(68,665)	7,481
Other Financing Sources (Uses):			
Transfers In	76,178	73,416	(2,762)
Total Other Financing Sources (Uses)	<u>76,178</u>	<u>73,416</u>	<u>(2,762)</u>
Net Change in Fund Balance	32	4,751	4,719
Fund Balance at Beginning of Year	29,625	29,625	0
Fund Balance at End of Year	<u>\$ 29,657</u>	<u>\$ 34,376</u>	<u>\$ 4,719</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 1,900	\$ 5,365	\$ 3,465
Total Revenues	<u>1,900</u>	<u>5,365</u>	<u>3,465</u>
Expenditures:			
Public Safety:			
Capital Outlay	<u>20,000</u>	<u>19,460</u>	<u>540</u>
Total Expenditures	<u>20,000</u>	<u>19,460</u>	<u>540</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,100)	(14,095)	4,005
Fund Balance at Beginning of Year	<u>20,926</u>	<u>20,926</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,826</u>	<u>\$ 6,831</u>	<u>\$ 4,005</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 30,949	\$ 35,878	\$ 4,929
Total Revenues	<u>30,949</u>	<u>35,878</u>	<u>4,929</u>
Expenditures:			
Human Services:			
Other Expenditures	<u>48,000</u>	<u>6,525</u>	<u>41,475</u>
Total Expenditures	<u>48,000</u>	<u>6,525</u>	<u>41,475</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,051)	29,353	46,404
Fund Balance at Beginning of Year	<u>48,445</u>	<u>48,445</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 31,394</u>	<u>\$ 77,798</u>	<u>\$ 46,404</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2005***

	COUNTY TRANSIT FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 665,301	\$ 672,681	\$ 7,380
Charges for Services	124,000	64,682	(59,318)
All Other Revenues	0	6,783	6,783
Total Revenues	<u>789,301</u>	<u>744,146</u>	<u>(45,155)</u>
Expenditures:			
Human Services:			
Materials and Supplies	147,198	146,844	354
Contractual Services	1,086,471	1,085,960	511
Other Expenditures	35,265	35,049	216
Capital Outlay	19,332	18,873	459
Total Expenditures	<u>1,288,266</u>	<u>1,286,726</u>	<u>1,540</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(498,965)	(542,580)	(43,615)
Other Financing Sources (Uses):			
Transfers In	418,052	434,560	16,508
Total Other Financing Sources (Uses)	<u>418,052</u>	<u>434,560</u>	<u>16,508</u>
Net Change in Fund Balance	(80,913)	(108,020)	(27,107)
Fund Balance at Beginning of Year	54,662	54,662	0
Prior Year Encumbrances	68,834	68,834	0
Fund Balance at End of Year	<u>\$ 42,583</u>	<u>\$ 15,476</u>	<u>\$ (27,107)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Debt Service:			
Principal Retirement	40,000	40,000	0
Interest and Fiscal Charges	<u>13,500</u>	<u>13,500</u>	<u>0</u>
Total Expenditures	<u>53,500</u>	<u>53,500</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(53,500)	(53,500)	0
Other Financing Sources (Uses):			
Transfers In	<u>53,500</u>	<u>53,500</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>53,500</u>	<u>53,500</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2005***

COURT BUILDING CONSTRUCTION FUND

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Debt Service:			
Principal Retirement	70,000	70,000	0
Interest and Fiscal Charges	<u>41,230</u>	<u>41,230</u>	<u>0</u>
Total Expenditures	<u>111,230</u>	<u>111,230</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(111,230)	(111,230)	0
Other Financing Sources (Uses):			
Transfers In	<u>111,230</u>	<u>111,230</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>111,230</u>	<u>111,230</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 600,000	\$ 919,192	\$ 319,192
Investment Earnings	0	12,381	12,381
Total Revenues	<u>600,000</u>	<u>931,573</u>	<u>331,573</u>
Expenditures:			
Debt Service:			
Principal Retirement	98,262	98,262	0
Interest and Fiscal Charges	437,188	437,180	8
Total Expenditures	<u>535,450</u>	<u>535,442</u>	<u>8</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	64,550	396,131	331,581
Other Financing Sources (Uses):			
Premium on General Obligation Bonds Issued	0	7,843	7,843
Total Other Financing Sources (Uses)	<u>0</u>	<u>7,843</u>	<u>7,843</u>
Net Change in Fund Balance	64,550	403,974	339,424
Fund Balance at Beginning of Year	977,024	977,024	0
Fund Balance at End of Year	<u>\$ 1,041,574</u>	<u>\$ 1,380,998</u>	<u>\$ 339,424</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 50,745	\$ 0	\$ (50,745)
Total Revenues	<u>50,745</u>	<u>0</u>	<u>(50,745)</u>
Expenditures:			
Debt Service:			
Principal Retirement	<u>50,744</u>	<u>50,744</u>	<u>0</u>
Total Expenditures	<u>50,744</u>	<u>50,744</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1	(50,744)	(50,745)
Other Financing Sources (Uses):			
Transfers In	<u>0</u>	<u>50,744</u>	<u>50,744</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>50,744</u>	<u>50,744</u>
Net Change in Fund Balance	1	0	(1)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ (1)</u>

WARREN COUNTY, OHIO***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 2,918,181	\$ 542,434	\$ (2,375,747)
All Other Revenues	252,630	15,630	(237,000)
Total Revenues	<u>3,170,811</u>	<u>558,064</u>	<u>(2,612,747)</u>
Expenditures:			
Capital Outlay	<u>4,307,923</u>	<u>4,235,445</u>	<u>72,478</u>
Total Expenditures	<u>4,307,923</u>	<u>4,235,445</u>	<u>72,478</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,137,112)	(3,677,381)	(2,540,269)
Other Financing Sources (Uses):			
Construction Advances In	265,000	0	(265,000)
Transfers In	250,000	1,581,405	1,331,405
Transfers Out	(81,405)	(81,405)	0
Advances In	0	1,040,000	1,040,000
Advances Out	<u>(40,000)</u>	<u>0</u>	<u>40,000</u>
Total Other Financing Sources (Uses)	<u>393,595</u>	<u>2,540,000</u>	<u>2,146,405</u>
Net Change in Fund Balance	(743,517)	(1,137,381)	(393,864)
Fund Balance at Beginning of Year	(815,266)	(815,266)	0
Prior Year Encumbrances	2,341,841	2,341,841	0
Fund Balance at End of Year	<u>\$ 783,058</u>	<u>\$ 389,194</u>	<u>\$ (393,864)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 300,000	\$ 7,425	\$ (292,575)
Special Assessments	50,000	0	(50,000)
Total Revenues	<u>350,000</u>	<u>7,425</u>	<u>(342,575)</u>
Expenditures:			
Capital Outlay	<u>452,924</u>	<u>75,102</u>	<u>377,822</u>
Total Expenditures	<u>452,924</u>	<u>75,102</u>	<u>377,822</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(102,924)	(67,677)	35,247
Other Financing Sources (Uses):			
General Obligation Bonds Issued	125,000	71,577	(53,423)
Proceeds from General Obligation Notes	600,000	0	(600,000)
Advances In	0	16,178	16,178
Advances Out	<u>(50,000)</u>	<u>(66,178)</u>	<u>(16,178)</u>
Total Other Financing Sources (Uses)	<u>675,000</u>	<u>21,577</u>	<u>(653,423)</u>
Net Change in Fund Balance	572,076	(46,100)	(618,176)
Fund Balance at Beginning of Year	(1,972,273)	(1,972,273)	0
Prior Year Encumbrances	<u>2,018,373</u>	<u>2,018,373</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 618,176</u>	<u>\$ 0</u>	<u>\$ (618,176)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental Revenues	\$ 150,000	\$ 0	\$ (150,000)
Special Assessments	15,600	0	(15,600)
All Other Revenues	0	34,982	34,982
Total Revenues	<u>165,600</u>	<u>34,982</u>	<u>(130,618)</u>
Expenditures:			
Capital Outlay	<u>247,190</u>	<u>31,799</u>	<u>215,391</u>
Total Expenditures	<u>247,190</u>	<u>31,799</u>	<u>215,391</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(81,590)	3,183	84,773
Other Financing Sources (Uses):			
General Obligation Bonds Issued	404,000	0	(404,000)
General Obligation Notes Issued	50,000	0	(50,000)
Advances Out	<u>(85,000)</u>	<u>(35,000)</u>	<u>50,000</u>
Total Other Financing Sources (Uses)	<u>369,000</u>	<u>(35,000)</u>	<u>(404,000)</u>
Net Change in Fund Balance	287,410	(31,817)	(319,227)
Fund Balance at Beginning of Year	33,830	33,830	0
Prior Year Encumbrances	<u>12,478</u>	<u>12,478</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 333,718</u>	<u>\$ 14,491</u>	<u>\$ (319,227)</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 0	\$ 965	\$ 965
Total Revenues	<u>0</u>	<u>965</u>	<u>965</u>
Expenditures:			
Capital Outlay	<u>1,606,584</u>	<u>1,489,083</u>	<u>117,501</u>
Total Expenditures	<u>1,606,584</u>	<u>1,489,083</u>	<u>117,501</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,606,584)	(1,488,118)	118,466
Other Financing Sources (Uses):			
Transfers In	<u>183,000</u>	<u>8,988,572</u>	<u>8,805,572</u>
Total Other Financing Sources (Uses)	<u>183,000</u>	<u>8,988,572</u>	<u>8,805,572</u>
Net Change in Fund Balance	(1,423,584)	7,500,454	8,924,038
Fund Balance at Beginning of Year	2,031,318	2,031,318	0
Prior Year Encumbrances	<u>606,223</u>	<u>606,223</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,213,957</u>	<u>\$ 10,137,995</u>	<u>\$ 8,924,038</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	2,210	2,210	0
Fund Balance at End of Year	<u>\$ 2,210</u>	<u>\$ 2,210</u>	<u>\$ 0</u>

WARREN COUNTY, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Permanent Fund
For the Year Ended December 31, 2005***

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Investment Earnings	\$ 0	\$ 492	\$ 492
Total Revenues	<u>0</u>	<u>492</u>	<u>492</u>
Expenditures:			
Human Services:			
Other Expenditures	<u>18,902</u>	<u>18,902</u>	<u>0</u>
Total Expenditures	<u>18,902</u>	<u>18,902</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,902)	(18,410)	492
Fund Balance at Beginning of Year	21,566	21,566	0
Prior Year Encumbrances	<u>18,902</u>	<u>18,902</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 21,566</u>	<u>\$ 22,058</u>	<u>\$ 492</u>

Nonmajor Business Type Funds

Internal Service Funds

The internal service funds are used to account for the financing of goods or services provided by one department to other departments of the County on a cost-reimbursement basis.

Vehicle Maintenance Fund

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

Health Insurance Fund

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

Gasoline Fund

To account for the centralized purchase of gas and corresponding charge backs to departments and other government units based on use.

WARREN COUNTY, OHIO**Combining Statement of Net Assets
Nonmajor Internal Service Funds
December 31, 2005**

	Vehicle Maintenance	Health Insurance	Gasoline	Total
Assets:				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 335,083	\$ 1,047,403	\$ 66,434	\$ 1,448,920
<i>Receivables:</i>				
Accounts	18,580	15,944	1,421	35,945
Intergovernmental	10,631	0	2,114	12,745
Due from Other Funds	23,643	0	60,232	83,875
Inventory of Supplies at Cost	0	0	18,612	18,612
<i>Total Current Assets</i>	<u>387,937</u>	<u>1,063,347</u>	<u>148,813</u>	<u>1,600,097</u>
Total Assets	<u>387,937</u>	<u>1,063,347</u>	<u>148,813</u>	<u>1,600,097</u>
Liabilities:				
<i>Current Liabilities:</i>				
Accounts Payable	11,807	0	21,252	33,059
Accrued Wages and Benefits Payable	0	714	0	714
Intergovernmental Payable	0	108	0	108
Claims Payable	0	591,085	0	591,085
Due to Other Funds	0	210	0	210
Interfund Loans Payable	0	0	30,000	30,000
<i>Total Current Liabilities</i>	<u>11,807</u>	<u>592,117</u>	<u>51,252</u>	<u>655,176</u>
<i>Long Term Liabilities:</i>				
Compensated Absences Payable	0	3,739	0	3,739
<i>Total Long Term Liabilities</i>	<u>0</u>	<u>3,739</u>	<u>0</u>	<u>3,739</u>
Total Liabilities	<u>11,807</u>	<u>595,856</u>	<u>51,252</u>	<u>658,915</u>
Net Assets:				
Unrestricted	376,130	467,491	97,561	941,182
Total Net Assets	<u>\$ 376,130</u>	<u>\$ 467,491</u>	<u>\$ 97,561</u>	<u>\$ 941,182</u>

WARREN COUNTY, OHIO

**Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Nonmajor Internal Service Funds
For the Year Ended December 31, 2005**

	Vehicle Maintenance	Health Insurance	Gasoline	Total
Operating Revenues:				
Charges for Service	\$ 368,966	\$ 8,674,814	\$ 731,070	\$ 9,774,850
Other Operating Revenue	633	0	0	633
Total Operating Revenues	<u>369,599</u>	<u>8,674,814</u>	<u>731,070</u>	<u>9,775,483</u>
Operating Expenses:				
Personal Services	0	54,018	0	54,018
Materials and Supplies	0	686	703,784	704,470
Contractual Services	313,843	797,928	0	1,111,771
Health Insurance Claims	0	6,859,320	0	6,859,320
Other Operating Expenses	0	699	0	699
Total Operating Expenses	<u>313,843</u>	<u>7,712,651</u>	<u>703,784</u>	<u>8,730,278</u>
Operating Income	55,756	962,163	27,286	1,045,205
Net Assets Beginning of Year	320,374	(494,672)	70,275	(104,023)
Net Assets End of Year	<u>\$ 376,130</u>	<u>\$ 467,491</u>	<u>\$ 97,561</u>	<u>\$ 941,182</u>

WARREN COUNTY, OHIO**Combining Statement of Cash Flows
Nonmajor Internal Service Funds
For the Year Ended December 31, 2005**

	Vehicle Maintenance Fund	Health Insurance Fund	Gasoline Fund	Totals
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$337,104	\$8,764,594	\$713,783	\$9,815,481
Cash Payments for Goods and Services	(313,068)	(8,433,432)	(705,799)	(9,452,299)
Cash Payments to Employees	0	(54,013)	0	(54,013)
Net Cash Provided by Operating Activities	24,036	277,149	7,984	309,169
<u>Cash Flows from Noncapital Financing Activities:</u>				
Advances In	0	0	60,000	60,000
Advances Out	0	0	(30,000)	(30,000)
Net Cash Provided by Noncapital Financing Activities	0	0	30,000	30,000
Net Increase in Cash and Cash Equivalents	24,036	277,149	37,984	339,169
Cash and Cash Equivalents at Beginning of Year	311,047	770,254	28,450	1,109,751
Cash and Cash Equivalents at End of Year	\$335,083	\$1,047,403	\$66,434	\$1,448,920
<u>Reconciliation of Operating Income to Net Cash</u>				
<u>Provided by Operating Activities:</u>				
Operating Income	\$55,756	\$962,163	\$27,286	\$1,045,205
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Changes in Assets and Liabilities:				
Increase in Accounts Receivable	(18,443)	(8,608)	(783)	(27,834)
Increase in Due from Other Funds	(10,752)	0	(26,422)	(37,174)
(Increase) Decrease in Intergovernmental Receivable:	(3,300)	0	9,918	6,618
Increase in Inventory	0	0	(8,372)	(8,372)
Increase (Decrease) in Accounts Payable	775	(10,935)	6,357	(3,803)
Increase in Accrued Wages and Benefits	0	21	0	21
Decrease in Due to Other Funds	0	(7,102)	0	(7,102)
Increase in Intergovernmental Payables	0	4	0	4
Decrease in Claims Payable	0	(658,374)	0	(658,374)
Decrease in Compensated Absences	0	(20)	0	(20)
Total Adjustments	(31,720)	(685,014)	(19,302)	(736,036)
Net Cash Provided by Operating Activities	\$24,036	\$277,149	\$7,984	\$309,169

Fiduciary Funds

The Agency Funds are used to account for assets held by the County as an agent for individuals, private organizations, other governments and/or other funds.

Agency Funds

Employees Retirement Fund

To account for the accumulation of the employer's share of contributions until remitted to State OPERS.

Townships, Corporations, Schools, Special Districts, Libraries Fund

To maintain and account for distributions of various revenue sources to subdivisions within the County.

Undivided Water and Sewer Revenue Fund

To account for the undivided water and sewer billing deposits to be distributed to the Water and Sewer Funds.

Payroll Fund

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

Undivided General Tax, Tangible Personal Tax, County Lodging Tax, Advance Estate Tax Fund

These various and separate funds maintain and account for the accumulation and disbursement of taxes for real property, intangible property, estate tax and hotel lodging tax.

Local Government Fund

To maintain and account for the accumulation and disbursement of State revenue sharing monies.

Gasoline Tax Fund

To maintain and account for the accumulation and disbursement of gasoline tax collections.

Local Government Revenue Assistance Fund

To maintain and account for the accumulation and disbursement of State revenue sharing monies. This fund is separate from the Local Government Fund due to the formula of distribution at the State level.

Motor Vehicle License Fund

To maintain and account for the accumulation and disbursement of automobile license and registration fee collection.

(Continued)

Agency Funds

Trailer Tax Fund

To maintain and account for the accumulation and disbursement of mobile home tax collections.

Undivided Interest Fund

To maintain and account for the accumulation and disbursement of the County's investment earnings.

Non-Entity Holdings Fund

To account for funds held for various separate agencies, boards and commissions where the County serves as fiscal agent only.

Clerk of Courts, Common Pleas Court-Probate Court, Child Support Enforcement Agency, County Court, Juvenile Court, Prosecuting Attorney, Sheriff and Engineer Fund

These various and separate funds maintain and account for court fees, alimony, child support, restitution, boarding home fees, donations, funds held in escrow and other similar resources and uses. These funds are held in segregated cash accounts outside of the County treasury.

Other Agency Funds

To maintain and account for resources and uses for taxes, escrowed monies, licenses, estates and similar revenue sources. The following funds represent the less significant agency funds of the County.

Undivided Trailer Tax	Massie Wayne Capacity Fees
Cigarette Tax	Non-Participant Rotary
Real Estate Advance	Housing Trust Authority
Law Library	Undivided Auction Proceeds
Life Insurance	Recorder's Escrow Rotary
State (Escheated Estates)	Undivided Indigent Fees
Miami Conservancy District	Water Department
Ohio Elections Commission	Dog and Kennel
Undivided Public Utility Deregulation	Mary Haven
Tactical Response Unit	Building Inspection
Escrow Rotary	Tax Maps
Undivided Income Tax – Real Property	Recorder
Notary Public	Board of Elections
Zoning Board	Records Center
Drug Task Force	Warren County Board of MRDD
Refundable Deposits	Treasurer
Court Ordered Sheriff Sales	Licensing
	Real Estate

WARREN COUNTY, OHIO

***Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005***

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Employees Retirement</u>				
Assets				
Cash and Cash Equivalents	\$469,883	\$6,426,941	(\$6,411,860)	\$484,964
Total Assets	\$469,883	\$6,426,941	(\$6,411,860)	\$484,964
Liabilities				
Payroll Withholding	\$469,883	\$6,426,941	(\$6,411,860)	\$484,964
Total Liabilities	\$469,883	\$6,426,941	(\$6,411,860)	\$484,964
<u>Townships</u>				
Assets				
Cash and Cash Equivalents	\$0	\$31,046,935	(\$31,046,935)	\$0
Total Assets	\$0	\$31,046,935	(\$31,046,935)	\$0
Liabilities				
Unapportioned Monies	\$0	\$31,046,935	(\$31,046,935)	\$0
Total Liabilities	\$0	\$31,046,935	(\$31,046,935)	\$0
<u>Corporations</u>				
Assets				
Cash and Cash Equivalents	\$0	\$19,724,665	(\$19,724,665)	\$0
Total Assets	\$0	\$19,724,665	(\$19,724,665)	\$0
Liabilities				
Unapportioned Monies	\$0	\$19,724,665	(\$19,724,665)	\$0
Total Liabilities	\$0	\$19,724,665	(\$19,724,665)	\$0
<u>Undivided Water and Sewer Revenue</u>				
Assets				
Cash and Cash Equivalents	\$69,494	\$28,569,086	(\$28,558,162)	\$80,418
Total Assets	\$69,494	\$28,569,086	(\$28,558,162)	\$80,418
Liabilities				
Unapportioned Monies	\$69,494	\$28,569,086	(\$28,558,162)	\$80,418
Total Liabilities	\$69,494	\$28,569,086	(\$28,558,162)	\$80,418

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Payroll</u>				
Assets				
Cash and Cash Equivalents	\$392,484	\$48,146,173	(\$48,142,730)	\$395,927
Total Assets	\$392,484	\$48,146,173	(\$48,142,730)	\$395,927
Liabilities				
Payroll Withholding	\$392,484	\$48,146,173	(\$48,142,730)	\$395,927
Total Liabilities	\$392,484	\$48,146,173	(\$48,142,730)	\$395,927
<u>Schools</u>				
Assets				
Cash and Cash Equivalents	\$0	\$167,710,540	(\$167,710,540)	\$0
Total Assets	\$0	\$167,710,540	(\$167,710,540)	\$0
Liabilities				
Unapportioned Monies	\$0	\$167,710,540	(\$167,710,540)	\$0
Total Liabilities	\$0	\$167,710,540	(\$167,710,540)	\$0
<u>Undivided General Tax</u>				
Assets				
Cash and Cash Equivalents	\$2,260,863	\$211,519,492	(\$210,494,807)	\$3,285,548
Taxes Receivable	178,266,674	212,327,420	(178,266,674)	212,327,420
Total Assets	\$180,527,537	\$423,846,912	(\$388,761,481)	\$215,612,968
Liabilities				
Intergovernmental Payables	\$178,266,674	\$212,327,420	(\$178,266,674)	\$212,327,420
Unapportioned Monies	2,260,863	211,519,492	(210,494,807)	3,285,548
Total Liabilities	\$180,527,537	\$423,846,912	(\$388,761,481)	\$215,612,968
<u>Tangible Personal Tax</u>				
Assets				
Cash and Cash Equivalents	\$686,422	\$38,889,222	(\$37,375,738)	\$2,199,906
Total Assets	\$686,422	\$38,889,222	(\$37,375,738)	\$2,199,906
Liabilities				
Unapportioned Monies	\$686,422	\$38,889,222	(\$37,375,738)	\$2,199,906
Total Liabilities	\$686,422	\$38,889,222	(\$37,375,738)	\$2,199,906

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Undivided Trailer Tax</u>				
Assets				
Cash and Cash Equivalents	\$14,579	\$80,267	(\$89,935)	\$4,912
Total Assets	\$14,579	\$80,267	(\$89,935)	\$4,912
Liabilities				
Unapportioned Monies	\$14,579	\$80,267	(\$89,935)	\$4,912
Total Liabilities	\$14,579	\$80,267	(\$89,935)	\$4,912
<u>Local Government</u>				
Assets				
Cash and Cash Equivalents	\$0	\$6,939,999	(\$6,939,999)	\$0
Total Assets	\$0	\$6,939,999	(\$6,939,999)	\$0
Liabilities				
Unapportioned Monies	\$0	\$6,939,999	(\$6,939,999)	\$0
Total Liabilities	\$0	\$6,939,999	(\$6,939,999)	\$0
<u>Special Districts</u>				
Assets				
Cash and Cash Equivalents	\$0	\$916,789	(\$916,789)	\$0
Total Assets	\$0	\$916,789	(\$916,789)	\$0
Liabilities				
Unapportioned Monies	\$0	\$916,789	(\$916,789)	\$0
Total Liabilities	\$0	\$916,789	(\$916,789)	\$0
<u>Cigarette Tax</u>				
Assets				
Cash and Cash Equivalents	\$475	\$5,830	(\$5,990)	\$315
Total Assets	\$475	\$5,830	(\$5,990)	\$315
Liabilities				
Unapportioned Monies	\$475	\$5,830	(\$5,990)	\$315
Total Liabilities	\$475	\$5,830	(\$5,990)	\$315

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Gasoline Tax</u>				
Assets				
Cash and Cash Equivalents	\$0	\$3,094,245	(\$3,094,245)	\$0
Total Assets	\$0	\$3,094,245	(\$3,094,245)	\$0
Liabilities				
Unapportioned Monies	\$0	\$3,094,245	(\$3,094,245)	\$0
Total Liabilities	\$0	\$3,094,245	(\$3,094,245)	\$0
<u>Local Government Revenue Assistance</u>				
Assets				
Cash and Cash Equivalents	\$0	\$1,265,349	(\$1,265,349)	\$0
Total Assets	\$0	\$1,265,349	(\$1,265,349)	\$0
Liabilities				
Unapportioned Monies	\$0	\$1,265,349	(\$1,265,349)	\$0
Total Liabilities	\$0	\$1,265,349	(\$1,265,349)	\$0
<u>Motor Vehicle License</u>				
Assets				
Cash and Cash Equivalents	\$0	\$6,314,853	(\$6,314,853)	\$0
Total Assets	\$0	\$6,314,853	(\$6,314,853)	\$0
Liabilities				
Unapportioned Monies	\$0	\$6,314,853	(\$6,314,853)	\$0
Total Liabilities	\$0	\$6,314,853	(\$6,314,853)	\$0
<u>County Lodging Tax</u>				
Assets				
Cash and Cash Equivalents	\$59,113	\$1,177,896	(\$1,172,358)	\$64,651
Total Assets	\$59,113	\$1,177,896	(\$1,172,358)	\$64,651
Liabilities				
Unapportioned Monies	\$59,113	\$1,177,896	(\$1,172,358)	\$64,651
Total Liabilities	\$59,113	\$1,177,896	(\$1,172,358)	\$64,651

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Real Estate Advance</u>				
Assets				
Cash and Cash Equivalents	\$0	\$43,227	(\$43,223)	\$4
Total Assets	\$0	\$43,227	(\$43,223)	\$4
Liabilities				
Unapportioned Monies	\$0	\$43,227	(\$43,223)	\$4
Total Liabilities	\$0	\$43,227	(\$43,223)	\$4
<u>Law Library</u>				
Assets				
Cash and Cash Equivalents	\$0	\$369,409	(\$369,409)	\$0
Total Assets	\$0	\$369,409	(\$369,409)	\$0
Liabilities				
Unapportioned Monies	\$0	\$369,409	(\$369,409)	\$0
Total Liabilities	\$0	\$369,409	(\$369,409)	\$0
<u>Trailer Tax</u>				
Assets				
Cash and Cash Equivalents	\$26,144	\$68,879	(\$85,302)	\$9,721
Total Assets	\$26,144	\$68,879	(\$85,302)	\$9,721
Liabilities				
Unapportioned Monies	\$26,144	\$68,879	(\$85,302)	\$9,721
Total Liabilities	\$26,144	\$68,879	(\$85,302)	\$9,721
<u>Life Insurance</u>				
Assets				
Cash and Cash Equivalents	\$34,785	\$88,792	(\$92,045)	\$31,532
Total Assets	\$34,785	\$88,792	(\$92,045)	\$31,532
Liabilities				
Payroll Withholding	\$34,785	\$88,792	(\$92,045)	\$31,532
Total Liabilities	\$34,785	\$88,792	(\$92,045)	\$31,532

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Libraries</u>				
Assets				
Cash and Cash Equivalents	\$0	\$4,785,688	(\$4,785,688)	\$0
Total Assets	\$0	\$4,785,688	(\$4,785,688)	\$0
Liabilities				
Unapportioned Monies	\$0	\$4,785,688	(\$4,785,688)	\$0
Total Liabilities	\$0	\$4,785,688	(\$4,785,688)	\$0
<u>State</u>				
Assets				
Cash and Cash Equivalents	\$1,054	\$551,343	(\$550,815)	\$1,582
Total Assets	\$1,054	\$551,343	(\$550,815)	\$1,582
Liabilities				
Unapportioned Monies	\$1,054	\$551,343	(\$550,815)	\$1,582
Total Liabilities	\$1,054	\$551,343	(\$550,815)	\$1,582
<u>Miami Conservancy District</u>				
Assets				
Cash and Cash Equivalents	\$18,051	\$0	\$0	\$18,051
Total Assets	\$18,051	\$0	\$0	\$18,051
Liabilities				
Unapportioned Monies	\$18,051	\$0	\$0	\$18,051
Total Liabilities	\$18,051	\$0	\$0	\$18,051
<u>Advance Estate Tax</u>				
Assets				
Cash and Cash Equivalents	\$1,297,846	\$2,061,199	(\$2,964,035)	\$395,010
Total Assets	\$1,297,846	\$2,061,199	(\$2,964,035)	\$395,010
Liabilities				
Unapportioned Monies	\$1,297,846	\$2,061,199	(\$2,964,035)	\$395,010
Total Liabilities	\$1,297,846	\$2,061,199	(\$2,964,035)	\$395,010

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Undivided Interest</u>				
Assets				
Cash and Cash Equivalents	\$394	\$4,387,881	(\$4,387,810)	\$465
Total Assets	\$394	\$4,387,881	(\$4,387,810)	\$465
Liabilities				
Unapportioned Monies	\$394	\$4,387,881	(\$4,387,810)	\$465
Total Liabilities	\$394	\$4,387,881	(\$4,387,810)	\$465
<u>Ohio Elections Commission</u>				
Assets				
Cash and Cash Equivalents	\$180	\$4,050	(\$3,775)	\$455
Total Assets	\$180	\$4,050	(\$3,775)	\$455
Liabilities				
Deposits Held Due to Others	\$180	\$4,050	(\$3,775)	\$455
Total Liabilities	\$180	\$4,050	(\$3,775)	\$455
<u>Undivided Public Utility Deregulation</u>				
Assets				
Cash and Cash Equivalents	\$0	\$659,796	(\$659,796)	\$0
Total Assets	\$0	\$659,796	(\$659,796)	\$0
Liabilities				
Unapportioned Monies	\$0	\$659,796	(\$659,796)	\$0
Total Liabilities	\$0	\$659,796	(\$659,796)	\$0
<u>Tactical Response Unit</u>				
Assets				
Cash and Cash Equivalents	\$593	\$0	(\$369)	\$224
Total Assets	\$593	\$0	(\$369)	\$224
Liabilities				
Unapportioned Monies	\$593	\$0	(\$369)	\$224
Total Liabilities	\$593	\$0	(\$369)	\$224

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Escrow Rotary</u>				
Assets				
Cash and Cash Equivalents	\$1,376,283	\$800,239	(\$318,228)	\$1,858,294
Total Assets	\$1,376,283	\$800,239	(\$318,228)	\$1,858,294
Liabilities				
Unapportioned Monies	\$1,376,283	\$800,239	(\$318,228)	\$1,858,294
Total Liabilities	\$1,376,283	\$800,239	(\$318,228)	\$1,858,294
<u>Undivided Income Tax - Real Property</u>				
Assets				
Cash and Cash Equivalents	\$1,637	\$3,350,177	(\$3,350,946)	\$868
Total Assets	\$1,637	\$3,350,177	(\$3,350,946)	\$868
Liabilities				
Unapportioned Monies	\$1,637	\$3,350,177	(\$3,350,946)	\$868
Total Liabilities	\$1,637	\$3,350,177	(\$3,350,946)	\$868
<u>Notary Public</u>				
Assets				
Cash and Cash Equivalents	\$58,452	\$14,280	(\$8,638)	\$64,094
Total Assets	\$58,452	\$14,280	(\$8,638)	\$64,094
Liabilities				
Deposits Held Due to Others	\$58,452	\$14,280	(\$8,638)	\$64,094
Total Liabilities	\$58,452	\$14,280	(\$8,638)	\$64,094
<u>Zoning Board</u>				
Assets				
Cash and Cash Equivalents	\$236,190	\$256,350	(\$175,650)	\$316,890
Total Assets	\$236,190	\$256,350	(\$175,650)	\$316,890
Liabilities				
Deposits Held Due to Others	\$236,190	\$256,350	(\$175,650)	\$316,890
Total Liabilities	\$236,190	\$256,350	(\$175,650)	\$316,890

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Drug Task Force</u>				
Assets				
Cash and Cash Equivalents	\$629,545	\$837,983	(\$940,622)	\$526,906
Total Assets	\$629,545	\$837,983	(\$940,622)	\$526,906
Liabilities				
Intergovernmental Payables	\$629,545	\$837,983	(\$940,622)	\$526,906
Total Liabilities	\$629,545	\$837,983	(\$940,622)	\$526,906
<u>Refundable Deposits</u>				
Assets				
Cash and Cash Equivalents	\$112,168	\$165,121	(\$113,959)	\$163,330
Total Assets	\$112,168	\$165,121	(\$113,959)	\$163,330
Liabilities				
Deposits Held Due to Others	\$112,168	\$165,121	(\$113,959)	\$163,330
Total Liabilities	\$112,168	\$165,121	(\$113,959)	\$163,330
<u>Non-Entity Holdings</u>				
Assets				
Cash and Cash Equivalents	\$10,102,208	\$21,275,416	(\$20,772,152)	\$10,605,472
Total Assets	\$10,102,208	\$21,275,416	(\$20,772,152)	\$10,605,472
Liabilities				
Intergovernmental Payables	\$10,102,208	\$21,275,416	(\$20,772,152)	\$10,605,472
Total Liabilities	\$10,102,208	\$21,275,416	(\$20,772,152)	\$10,605,472
<u>Court Ordered Sheriff Sales</u>				
Assets				
Cash and Cash Equivalents	\$375,511	\$13,311,819	(\$13,111,168)	\$576,162
Total Assets	\$375,511	\$13,311,819	(\$13,111,168)	\$576,162
Liabilities				
Unapportioned Monies	\$375,511	\$13,311,819	(\$13,111,168)	\$576,162
Total Liabilities	\$375,511	\$13,311,819	(\$13,111,168)	\$576,162

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Massie Wayne Capacity Fees</u>				
Assets				
Cash and Cash Equivalents	\$1,945	\$39,545	(\$37,600)	\$3,890
Total Assets	\$1,945	\$39,545	(\$37,600)	\$3,890
Liabilities				
Intergovernmental Payables	\$1,945	\$39,545	(\$37,600)	\$3,890
Total Liabilities	\$1,945	\$39,545	(\$37,600)	\$3,890
<u>Non-Participant Rotary</u>				
Assets				
Cash and Cash Equivalents	\$1,420	\$117,737	(\$119,157)	\$0
Total Assets	\$1,420	\$117,737	(\$119,157)	\$0
Liabilities				
Deposits Held Due to Others	\$1,420	\$117,737	(\$119,157)	\$0
Total Liabilities	\$1,420	\$117,737	(\$119,157)	\$0
<u>Housing Trust Authority</u>				
Assets				
Cash and Cash Equivalents	\$0	\$1,698,007	(\$1,698,007)	\$0
Total Assets	\$0	\$1,698,007	(\$1,698,007)	\$0
Liabilities				
Intergovernmental Payables	\$0	\$1,698,007	(\$1,698,007)	\$0
Total Liabilities	\$0	\$1,698,007	(\$1,698,007)	\$0
<u>Undivided Auction Proceeds</u>				
Assets				
Cash and Cash Equivalents	\$78	\$43,919	(\$43,657)	\$340
Total Assets	\$78	\$43,919	(\$43,657)	\$340
Liabilities				
Deposits Held Due to Others	\$78	\$43,919	(\$43,657)	\$340
Total Liabilities	\$78	\$43,919	(\$43,657)	\$340

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Recorder's Escrow Rotary</u>				
Assets				
Cash and Cash Equivalents	\$804	\$8,511	(\$7,382)	\$1,933
Total Assets	\$804	\$8,511	(\$7,382)	\$1,933
Liabilities				
Deposits Held Due to Others	\$804	\$8,511	(\$7,382)	\$1,933
Total Liabilities	\$804	\$8,511	(\$7,382)	\$1,933
<u>Undivided Indigent Fees</u>				
Assets				
Cash and Cash Equivalents	\$0	\$1,999	(\$1,999)	\$0
Total Assets	\$0	\$1,999	(\$1,999)	\$0
Liabilities				
Deposits Held Due to Others	\$0	\$1,999	(\$1,999)	\$0
Total Liabilities	\$0	\$1,999	(\$1,999)	\$0
<u>Clerk of Courts</u>				
Assets				
Cash in Segregated Accounts	\$2,579,897	\$37,080,388	(\$37,036,809)	\$2,623,476
Total Assets	\$2,579,897	\$37,080,388	(\$37,036,809)	\$2,623,476
Liabilities				
Deposits Held Due to Others	\$2,579,897	\$37,080,388	(\$37,036,809)	\$2,623,476
Total Liabilities	\$2,579,897	\$37,080,388	(\$37,036,809)	\$2,623,476
<u>Common Pleas Court - Probate Court</u>				
Assets				
Cash in Segregated Accounts	\$10,634	\$156,812	(\$152,761)	\$14,685
Total Assets	\$10,634	\$156,812	(\$152,761)	\$14,685
Liabilities				
Deposits Held Due to Others	\$10,634	\$156,812	(\$152,761)	\$14,685
Total Liabilities	\$10,634	\$156,812	(\$152,761)	\$14,685

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Child Support Enforcement Agency</u>				
Assets				
Cash in Segregated Accounts	\$4,844	\$1,602,358	(\$1,597,225)	\$9,977
Total Assets	\$4,844	\$1,602,358	(\$1,597,225)	\$9,977
Liabilities				
Deposits Held Due to Others	\$4,844	\$1,602,358	(\$1,597,225)	\$9,977
Total Liabilities	\$4,844	\$1,602,358	(\$1,597,225)	\$9,977
<u>County Court</u>				
Assets				
Cash in Segregated Accounts	\$194,191	\$1,948,000	(\$2,069,732)	\$72,459
Total Assets	\$194,191	\$1,948,000	(\$2,069,732)	\$72,459
Liabilities				
Deposits Held Due to Others	\$194,191	\$1,948,000	(\$2,069,732)	\$72,459
Total Liabilities	\$194,191	\$1,948,000	(\$2,069,732)	\$72,459
<u>Water Department</u>				
Assets				
Cash in Segregated Accounts	\$1,000	\$0	\$0	\$1,000
Total Assets	\$1,000	\$0	\$0	\$1,000
Liabilities				
Deposits Held Due to Others	\$1,000	\$0	\$0	\$1,000
Total Liabilities	\$1,000	\$0	\$0	\$1,000
<u>Juvenile Court</u>				
Assets				
Cash in Segregated Accounts	\$2,332	\$325,825	(\$326,484)	\$1,673
Total Assets	\$2,332	\$325,825	(\$326,484)	\$1,673
Liabilities				
Deposits Held Due to Others	\$2,332	\$325,825	(\$326,484)	\$1,673
Total Liabilities	\$2,332	\$325,825	(\$326,484)	\$1,673

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Prosecuting Attorney</u>				
Assets				
Cash in Segregated Accounts	\$0	\$53,724	(\$53,724)	\$0
Total Assets	\$0	\$53,724	(\$53,724)	\$0
Liabilities				
Deposits Held Due to Others	\$0	\$53,724	(\$53,724)	\$0
Total Liabilities	\$0	\$53,724	(\$53,724)	\$0
<u>Sheriff</u>				
Assets				
Cash in Segregated Accounts	\$50,999	\$342,887	(\$350,132)	\$43,754
Total Assets	\$50,999	\$342,887	(\$350,132)	\$43,754
Liabilities				
Deposits Held Due to Others	\$50,999	\$342,887	(\$350,132)	\$43,754
Total Liabilities	\$50,999	\$342,887	(\$350,132)	\$43,754
<u>Dog and Kennel</u>				
Assets				
Cash in Segregated Accounts	\$0	\$140	\$0	\$140
Total Assets	\$0	\$140	\$0	\$140
Liabilities				
Deposits Held Due to Others	\$0	\$140	\$0	\$140
Total Liabilities	\$0	\$140	\$0	\$140
<u>Engineer</u>				
Assets				
Cash in Segregated Accounts	\$50	\$0	\$0	\$50
Total Assets	\$50	\$0	\$0	\$50
Liabilities				
Deposits Held Due to Others	\$50	\$0	\$0	\$50
Total Liabilities	\$50	\$0	\$0	\$50

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Mary Haven</u>				
Assets				
Cash in Segregated Accounts	\$3,382	\$1,422	(\$2,342)	\$2,462
Total Assets	\$3,382	\$1,422	(\$2,342)	\$2,462
Liabilities				
Deposits Held Due to Others	\$3,382	\$1,422	(\$2,342)	\$2,462
Total Liabilities	\$3,382	\$1,422	(\$2,342)	\$2,462
<u>Building Inspection</u>				
Assets				
Cash in Segregated Accounts	\$75	\$0	\$0	\$75
Total Assets	\$75	\$0	\$0	\$75
Liabilities				
Deposits Held Due to Others	\$75	\$0	\$0	\$75
Total Liabilities	\$75	\$0	\$0	\$75
<u>Tax Maps</u>				
Assets				
Cash in Segregated Accounts	\$25	\$0	\$0	\$25
Total Assets	\$25	\$0	\$0	\$25
Liabilities				
Deposits Held Due to Others	\$25	\$0	\$0	\$25
Total Liabilities	\$25	\$0	\$0	\$25
<u>Recorder</u>				
Assets				
Cash in Segregated Accounts	\$25	\$0	\$0	\$25
Total Assets	\$25	\$0	\$0	\$25
Liabilities				
Deposits Held Due to Others	\$25	\$0	\$0	\$25
Total Liabilities	\$25	\$0	\$0	\$25

(Continued)

WARREN COUNTY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Board of Elections</u>				
Assets				
Cash in Segregated Accounts	\$20	\$0	\$0	\$20
Total Assets	\$20	\$0	\$0	\$20
Liabilities				
Deposits Held Due to Others	\$20	\$0	\$0	\$20
Total Liabilities	\$20	\$0	\$0	\$20
<u>Records Center</u>				
Assets				
Cash in Segregated Accounts	\$50	\$0	\$0	\$50
Total Assets	\$50	\$0	\$0	\$50
Liabilities				
Deposits Held Due to Others	\$50	\$0	\$0	\$50
Total Liabilities	\$50	\$0	\$0	\$50
<u>Warren County Board of MRDD</u>				
Assets				
Cash in Segregated Accounts	\$14,202	\$0	\$0	\$14,202
Total Assets	\$14,202	\$0	\$0	\$14,202
Liabilities				
Deposits Held Due to Others	\$14,202	\$0	\$0	\$14,202
Total Liabilities	\$14,202	\$0	\$0	\$14,202
<u>Treasurer</u>				
Assets				
Cash in Segregated Accounts	\$11,177	\$561,350	(\$553,424)	\$19,103
Total Assets	\$11,177	\$561,350	(\$553,424)	\$19,103
Liabilities				
Deposits Held Due to Others	\$11,177	\$561,350	(\$553,424)	\$19,103
Total Liabilities	\$11,177	\$561,350	(\$553,424)	\$19,103

(Continued)

WARREN COUNTY, OHIO**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2005**

	Balance December 31, 2004	Additions	Deductions	Balance December 31, 2005
<u>Licensing</u>				
Assets				
Cash in Segregated Accounts	\$0	\$100	\$0	\$100
Total Assets	<u>\$0</u>	<u>\$100</u>	<u>\$0</u>	<u>\$100</u>
Liabilities				
Deposits Held Due to Others	\$0	\$100	\$0	\$100
Total Liabilities	<u>\$0</u>	<u>\$100</u>	<u>\$0</u>	<u>\$100</u>
<u>Real Estate</u>				
Assets				
Cash in Segregated Accounts	\$20	\$0	\$0	\$20
Total Assets	<u>\$20</u>	<u>\$0</u>	<u>\$0</u>	<u>\$20</u>
Liabilities				
Deposits Held Due to Others	\$20	\$0	\$0	\$20
Total Liabilities	<u>\$20</u>	<u>\$0</u>	<u>\$0</u>	<u>\$20</u>
<u>Total - All Agency Funds</u>				
Assets				
Cash and Cash Equivalents	\$18,228,601	\$626,769,649	(\$623,906,387)	\$21,091,864
Cash in Segregated Accounts	2,872,923	42,073,006	(42,142,633)	2,803,296
Taxes Receivable	178,266,674	212,327,420	(178,266,674)	212,327,420
Total Assets	<u>\$199,368,198</u>	<u>\$881,170,075</u>	<u>(\$844,315,694)</u>	<u>\$236,222,580</u>
Liabilities				
Intergovernmental Payables	\$189,000,372	\$236,178,371	(\$201,715,055)	\$223,463,688
Unapportioned Monies	6,188,459	547,644,825	(545,337,154)	8,496,131
Payroll Withholding	897,152	54,661,906	(54,646,635)	912,423
Deposits Held Due to Others	3,282,215	42,684,973	(42,616,850)	3,350,338
Total Liabilities	<u>\$199,368,198</u>	<u>\$881,170,075</u>	<u>(\$844,315,694)</u>	<u>\$236,222,580</u>

*CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS*

WARREN COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
December 31, 2005***

Capital Assets:

Land	\$5,028,020
Construction in Progress	3,990,321
Land Improvements	496,516
Buildings, Structures and Improvements	50,491,742
Furniture, Fixtures and Equipment	14,129,537
Infrastructure	61,363,315
	<hr/>
Total Capital Assets	<u>\$135,499,451</u>

Investment in Capital Assets from:

Acquired prior to January 1, 1988	\$4,665,350
General Fund	11,378,506
Special Revenue Funds	68,217,290
Capital Project Funds	48,008,503
Capital Contributions	3,229,802
	<hr/>
Total Investment	<u>\$135,499,451</u>

WARREN COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
December 31, 2005***

<u>Function and Category</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings, Structures and Improvements</u>	<u>Furniture, Fixtures and Equipment</u>	<u>Infrastructure</u>	<u>Total</u>
Legislative and Executive	\$1,953,215	\$488,516	\$47,536,434	\$2,927,351	\$0	\$52,905,516
Judicial	0	0	0	325,597	0	325,597
Public Safety	101,500	8,000	2,683,399	5,302,403	0	8,095,302
Public Works	2,894,105	0	0	3,151,610	61,363,315	67,409,030
Health	0	0	0	153,496	0	153,496
Human Services	<u>79,200</u>	<u>0</u>	<u>271,909</u>	<u>2,269,080</u>	<u>0</u>	<u>2,620,189</u>
Total	<u>\$5,028,020</u>	<u>\$496,516</u>	<u>\$50,491,742</u>	<u>\$14,129,537</u>	<u>\$61,363,315</u>	<u>131,509,130</u>
Construction in Progress						<u>3,990,321</u>
Total Capital Assets						<u>\$135,499,451</u>

WARREN COUNTY, OHIO

***Capital Assets Used in the Operation of Governmental Funds
Schedule Changes by Function and Activity
For Year Ended December 31, 2005***

<u>Function</u>	<u>December 31, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2005</u>
Legislative and Executive	\$50,867,842	\$2,162,402	(\$124,728)	\$52,905,516
Judicial	325,597	0	0	325,597
Public Safety	7,936,497	259,777	(100,972)	8,095,302
Public Works	63,196,612	5,690,181	(1,477,763)	67,409,030
Health	145,510	21,623	(13,637)	153,496
Human Services	<u>2,905,317</u>	<u>33,891</u>	<u>(319,019)</u>	<u>2,620,189</u>
Total	<u>125,377,375</u>	<u>8,167,874</u>	<u>(2,036,119)</u>	<u>131,509,130</u>
Construction in Progress	<u>5,080,533</u>	<u>1,658,938</u>	<u>(2,749,150)</u>	<u>3,990,321</u>
Total Capital Assets	<u><u>\$130,457,908</u></u>	<u><u>\$9,826,812</u></u>	<u><u>(\$4,785,269)</u></u>	<u><u>\$135,499,451</u></u>

STATISTICAL SECTION



STATISTICAL TABLES

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

WARREN COUNTY, OHIO

GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1) LAST TEN YEARS

Year	General Governmental	Public Safety	Public Works	Health	Human Services	Community Development	Capital Outlay	Debt Service	Total
1996	\$14,343,144	\$8,833,730	\$5,603,955	\$743,790	\$18,589,201	\$396,466	\$8,931,839	\$2,026,472	\$59,468,597
1997	13,542,009	9,048,658	5,013,316	715,476	18,905,406	594,568	4,853,592	2,200,767	54,873,792
1998	16,171,983	9,844,353	6,215,777	729,713	20,522,603	982,644	5,307,122	2,431,876	62,206,071
1999	17,833,782	11,385,644	7,087,106	789,203	22,693,350	720,884	9,124,342	2,454,895	72,089,206
2000	19,864,416	13,035,719	5,859,505	738,075	24,524,141	714,868	16,266,700	3,041,965	84,045,389
2001	21,972,707	14,022,562	5,663,208	731,368	28,077,320	443,890	11,430,252	2,601,639	84,942,946
2002	23,389,034	17,337,300	5,895,132	742,254	28,267,899	616,826	4,460,160	2,419,238	83,127,843
2003	22,709,355	17,971,299	5,879,020	613,223	35,358,416	850,560	1,778,516	2,502,235	87,662,624
2004	24,038,597	18,892,806	6,708,772	836,343	37,374,387	788,838	6,605,649	2,692,838	97,938,230
2005	29,479,742	20,370,614	6,569,286	634,847	37,361,835	1,020,458	3,047,156	8,029,835	106,513,773

(1) Includes Governmental Funds

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

GENERAL GOVERNMENTAL REVENUES BY SOURCE (1) LAST TEN YEARS

Year	Taxes	Inter-Governmental Revenue	Charges for Services	Licenses and Permits	Earnings on Investments	Special Assessments	Fines and Forfeitures	Other Revenues	Total
1996	\$25,082,063	\$20,882,072	\$5,718,630	\$21,779	\$3,867,812	\$1,534,093	\$683,138	\$1,383,895	\$59,173,482
1997	24,935,435	21,824,341	6,399,518	27,264	4,003,551	1,383,654	718,225	2,171,059	61,463,047
1998	28,194,987	22,890,370	7,755,134	19,839	4,515,496	2,359,414	605,723	1,700,707	68,041,670
1999	30,761,098	24,597,622	7,364,474	18,903	4,840,779	1,678,969	557,246	1,617,288	71,436,379
2000	30,555,847	25,449,680	7,759,460	19,355	6,463,951	2,222,249	761,993	1,523,739	74,756,274
2001	32,982,064	28,279,040	9,105,290	16,087	6,255,856	2,040,662	672,096	1,219,372	80,570,467
2002	33,918,134	30,449,878	9,757,839	17,718	3,762,732	1,570,886	740,875	1,717,964	81,936,026
2003	46,149,053	28,462,239	11,518,445	24,177	1,904,174	2,707,239	728,029	3,419,948	94,913,304
2004	54,946,546	33,867,366	11,200,834	20,247	2,009,577	2,020,006	708,702	2,254,675	107,027,953
2005	59,806,913	35,572,407	12,841,869	14,984	3,734,174	1,853,238	716,249	2,366,240	116,906,074

(1) Includes Governmental Funds

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN YEARS

<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Current Taxes Collected as a Percent of Current Taxes Levied</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as a Percent of Current Taxes Levied</u>
1996	\$11,687,957	\$11,400,274	97.54%	\$331,107	\$11,731,381	100.37%
1997	8,967,509	8,830,147	98.47%	197,277	9,027,424	100.67%
1998	9,714,396	9,592,472	98.74%	227,857	9,820,329	101.09%
1999	9,642,984	9,533,848	98.87%	254,497	9,788,345	101.51%
2000	8,279,846	8,110,109	97.95%	251,708	8,361,817	100.99%
2001	8,674,070	8,578,655	98.90%	310,782	8,889,437	102.48%
2002	8,848,333	8,723,572	98.59%	244,213	8,967,785	101.35%
2003	20,271,413	20,046,400	98.89%	378,928	20,425,328	100.76%
2004	28,795,437	28,565,074	99.20%	578,788	29,143,862	101.21%
2005	29,369,302	29,046,240	98.90%	363,095	29,409,335	100.14%

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY LAST TEN YEARS

Collection Year	Real Property		Public Utility Personal Property		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	
1996	\$1,698,827,910	\$4,853,794,028	\$180,306,020	\$204,893,204	\$211,261,673	\$845,046,692	\$2,090,395,603	\$5,903,733,924	35.41%
1997	1,817,904,590	5,194,013,114	182,470,220	207,352,552	241,030,001	964,120,004	2,241,404,811	6,365,485,670	35.21%
1998	2,159,880,840	6,171,088,114	181,185,325	205,892,415	261,131,177	1,044,524,708	2,602,197,342	7,421,505,237	35.06%
1999	2,318,945,940	6,625,559,830	184,842,000	210,047,727	296,287,893	1,185,151,572	2,800,075,833	8,020,759,129	34.91%
2000	2,504,545,530	7,155,844,370	182,182,735	207,025,835	326,109,551	1,304,438,200	3,012,837,816	8,667,308,405	34.76%
2001	3,097,545,080	8,850,128,800	187,827,770	213,440,650	386,747,993	1,546,991,980	3,672,120,843	10,610,561,430	34.61%
2002	3,316,879,100	9,476,797,430	132,558,680	150,634,870	425,999,708	1,703,998,830	3,875,437,488	11,331,431,130	34.20%
2003	3,536,321,630	10,103,776,090	149,367,762	169,736,100	440,810,410	1,763,241,640	4,126,499,802	12,036,753,830	34.28%
2004	4,025,228,640	11,500,653,260	150,538,870	171,066,900	430,776,911	1,723,107,644	4,606,544,421	13,394,827,804	34.39%
2005	4,292,996,760	12,265,705,030	157,337,250	178,792,330	428,282,018	1,713,128,070	4,878,616,028	14,157,625,430	34.46%

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

PROPERTY TAX RATES OF ALL DIRECT AND OVERLAPPING GOVERNMENTS (PER \$1,000 OF ASSESSED VALUATIONS) LAST TEN YEARS

Levy Year	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
Collection Year	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
COUNTY ENTITY:										
General Fund	2.57	1.00	1.00	0.75	0.00	0.00	0.00	0.00	1.57	1.50
Board of Mental Retardation	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Senior Citizens								0.96	0.96	0.96
Total County Entity	6.57	5.00	5.00	4.75	4.00	4.00	4.00	4.96	6.53	6.46
OTHER ENTITIES:										
Warren County Combined										
Health District	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Total County Levy	7.07	5.50	5.50	5.25	4.50	4.50	4.50	5.46	7.03	6.96
SPECIAL DISTRICTS:										
Warren/Clinton Community										
Mental Health	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Franklin Carlisle Joint										
Emergency Medical Service	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80	1.80
SCHOOL DISTRICTS:										
Springboro	53.10	53.00	51.71	51.70	54.88	51.96	51.06	50.91	49.91	55.76
Lebanon	51.13	51.13	51.13	51.03	50.63	50.63	55.53	55.63	55.63	52.11
Wayne	53.50	53.16	51.00	50.75	50.40	48.85	48.75	47.95	53.40	53.40
Miamisburg	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Mason	53.26	62.36	61.95	61.95	61.95	64.57	71.11	72.61	74.11	74.11
Kings	53.48	53.13	52.48	52.48	53.57	52.83	56.58	57.58	58.63	63.53
Princeton	42.24	42.24	42.24	42.24	46.19	46.19	46.19	45.79	49.03	49.03
Franklin	50.08	50.08	49.83	49.83	49.83	50.25	50.08	50.08	50.08	50.08
Middletown	38.20	37.03	36.63	36.56	35.33	34.98	34.78	33.58	38.08	38.08
Carlisle	42.71	42.71	43.71	50.52	50.52	49.86	49.61	49.61	43.71	43.71
Little Miami	43.40	43.15	48.36	47.59	46.05	44.34	43.89	47.44	45.94	45.39
Loveland	55.44	60.14	59.58	64.21	63.79	70.14	70.14	70.14	69.89	74.88
Goshen	30.40	30.40	26.40	26.40	30.40	30.40	30.40	30.40	30.14	30.40
Blanchester	33.80	33.45	33.45	33.45	36.04	36.04	35.94	35.94	35.94	35.94
Clinton Massie	32.50	31.80	31.80	31.80	30.20	30.00	38.21	37.91	37.11	37.11
Sugarcreek	64.30	63.35	63.35	64.70	64.24	63.58	63.50	62.80	69.80	69.80
Xenia	40.40	39.50	39.30	39.10	38.70	38.50	38.60	37.70	37.60	45.00

(Continued)

WARREN COUNTY, OHIO

PROPERTY TAX RATES OF ALL DIRECT AND OVERLAPPING GOVERNMENTS (PER \$1,000 OF ASSESSED VALUATIONS) LAST TEN YEARS

Levy Year Collection Year	1995 1996	1996 1997	1997 1998	1998 1999	1999 2000	2000 2001	2001 2002	2002 2003	2003 2004	2004 2005
JOINT VOCATIONAL										
SCHOOL DISTRICTS:										
Warren County	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Great Oaks	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
Miami Valley Career Tech Center	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58	2.58
Greene County	3.45	3.45	3.45	3.45	3.45	3.45	3.45	3.45	3.45	3.45
Butler County				1.93	1.93	1.93	1.93	1.93	1.93	1.93
TOWNSHIPS:										
Clearcreek	11.62	11.62	11.62	11.62	13.12	13.12	16.97	16.97	16.97	16.97
Deerfield	5.80	4.30	4.80	9.75	9.75	9.75	10.60	10.60	10.60	10.60
Franklin	3.62	3.62	3.62	3.62	3.62	3.62	3.62	3.62	3.62	3.62
Hamilton	8.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30	10.30
Harlan	8.22	7.22	7.22	7.22	7.22	8.72	8.72	8.72	8.72	9.72
Massie	8.03	8.03	8.03	8.03	8.03	8.03	8.03	8.03	8.03	8.03
Salem	4.72	6.72	6.72	6.72	6.72	6.72	8.62	8.62	8.62	8.62
Turtlecreek	5.62	5.62	5.62	5.62	5.62	5.62	5.62	5.62	5.62	5.62
Union	5.20	5.20	5.20	6.20	6.20	6.20	6.20	9.20	9.20	9.20
Washington	4.78	4.78	4.78	4.78	4.78	4.78	4.78	4.78	4.78	4.78
Wayne	7.07	7.07	7.07	7.07	7.07	7.07	7.07	7.07	7.07	7.07

(Continued)

WARREN COUNTY, OHIO

**PROPERTY TAX RATES OF ALL DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATIONS)
LAST TEN YEARS**

Levy Year Collection Year	1995 1996	1996 1997	1997 1998	1998 1999	1999 2000	2000 2001	2001 2002	2002 2003	2003 2004	2004 2005
MUNICIPALITIES:										
Springboro	1.11	1.11	1.11	1.11	1.11	1.11	1.11	1.11	1.11	1.11
Mason	1.89	1.89	1.87	7.32	7.32	7.32	7.32	7.32	7.32	7.32
Carlisle	2.92	2.92	2.92	2.92	2.92	2.92	2.92	2.92	2.92	2.92
Franklin	2.82	2.82	2.80	2.81	2.83	2.83	2.83	5.73	5.73	5.73
Middletown	5.03	4.96	4.96	5.01	5.11	4.51	4.51	4.51	4.53	4.55
Loveland	9.72	9.72	9.72	9.72	9.72	9.72	11.72	11.72	11.72	11.72
Maineville	6.72	6.72	6.72	6.72	6.72	6.72	1.72	1.72	1.72	1.72
Butler	1.71	1.71	1.71	1.71	1.71	1.71	1.71	1.71	1.71	1.71
Pleasant Plain	1.82	1.82	1.82	1.82	1.82	1.82	1.82	1.82	1.82	1.82
Blanchester	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30	6.30
Harveysburg	8.32	6.32	4.82	5.82	5.82	5.82	5.82	5.82	5.82	8.32
Morrow	7.51	7.51	7.51	7.51	7.51	7.51	1.71	1.71	1.71	1.71
Monroe	8.51	8.51	8.51	8.51	8.51	10.51	10.51	10.51	10.51	10.51
Lebanon	6.62	6.52	6.32	6.32	7.82	7.72	7.22	7.72	7.65	8.65
South Lebanon	1.20	1.20	1.20	1.20	1.20	1.20	1.30	1.20	1.20	1.20
Corwin	2.32	2.32	2.32	2.32	2.32	2.32	2.32	2.32	2.32	2.32
Waynesville	9.82	9.82	9.82	9.82	10.32	10.32	10.32	10.32	10.32	10.32

Source: Warren County Auditor's Office

WARREN COUNTY, OHIO

SPECIAL ASSESSMENT LEVIES AND COLLECTIONS LAST TEN YEARS

Levy Year/ Collection Year	Current Assessments Levied	Current Assessments Collected	Current Assessment Collected as a Percent of Current Assessments Levied	Delinquent Assessments Collected	Total Assessments Collected	Delinquent Assessments Collected as a Percent of Total Assessments Collected	Total Collections as a Percent of Current Assessments Levied	Accumulated Delinquencies
1995/1996	\$1,304,512	\$1,262,075	96.75%	\$101,982	\$1,364,057	7.48%	104.56%	\$70,798
1996/1997	1,335,517	1,279,457	95.80%	50,123	1,329,580	3.77%	99.56%	83,195
1997/1998	1,321,180	1,271,039	96.20%	74,618	1,345,657	5.55%	101.85%	67,821
1998/1999	1,710,474	1,638,965	95.82%	46,755	1,685,720	2.77%	98.55%	100,731
1999/2000	1,588,535	1,496,298	94.19%	154,259	1,650,557	9.35%	103.90%	126,221
2000/2001	1,688,391	1,608,514	95.27%	88,101	1,696,615	5.19%	100.49%	137,336
2001/2002	1,577,260	1,503,891	95.35%	79,116	1,583,007	5.00%	100.36%	140,500
2002/2003	1,678,783	1,606,427	95.69%	76,022	1,682,449	4.52%	100.22%	158,492
2003/2004	1,863,231	1,785,252	95.81%	140,309	1,925,561	7.29%	103.35%	42,005
2004/2005	2,124,216	2,021,804	95.18%	101,501	2,123,305	4.78%	99.96%	154,511

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

COMPUTATION OF LEGAL DEBT MARGIN DECEMBER 31, 2005

Direct Legal Debt Limitation:			
3.0% of the first \$100,000,000 assessed valuation			\$3,000,000
1.5% on excess of \$100,000,000, not in excess of \$300,000,000			3,000,000
2.5% on the amount in excess of \$300,000,000			<u>114,465,400</u>
Total Direct Legal Debt Limitation			120,465,400
Total of all County Debt Outstanding		42,474,099	
Less:			
Special Assessment Bonds	14,953,707		
State Loan Payable	6,738,840		
Enterprise Fund Revenue Bonds	13,067,893		
OWDA Loan - Sewer	226,950		
OWDA Loan - Water	386,590		
OPWC Loan - Road	279,091		
Long-Term Contracts	<u>876,135</u>		
Total Exempt Debt	(36,529,206)		
Less:			
Funds Available in Debt Service Funds at December 31, 2005 (This does not include monies held by Special Assessments)		<u>0</u>	
Total Net Indebtedness Subject to Direct Debt Limitation			<u>5,944,893</u>
Direct Legal Debt Margin			<u>\$114,520,507</u>
Unvoted Debt Limitation		48,786,160	
Total Net Indebtedness		<u>(5,944,893)</u>	
Total Unvoted Legal Debt Margin			<u>\$42,841,267</u>

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA LAST TEN YEARS

<u>Collection Year</u>	<u>Population (1)</u>	<u>Assessed Values</u>	<u>Gross Bonded Debt (2)</u>	<u>Debt Service Fund Balance (2)</u>	<u>Net General Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Valuation</u>	<u>Net Bonded Debt Per Capita</u>
1996	113,909	\$2,090,395,603	\$8,495,000	\$0	\$8,495,000	0.406%	\$74.58
1997	113,909	2,241,404,811	8,275,000	0	8,275,000	0.369%	72.65
1998	113,909	2,602,197,342	8,020,000	0	8,020,000	0.308%	70.41
1999	113,909	2,800,075,833	7,750,000	0	7,750,000	0.277%	68.04
2000	158,383	3,012,837,816	7,460,000	0	7,460,000	0.248%	47.10
2001	158,383	3,672,120,843	7,160,000	0	7,160,000	0.195%	45.21
2002	158,383	3,875,437,488	6,840,000	0	6,840,000	0.176%	43.19
2003	158,383	4,126,499,802	6,505,000	0	6,505,000	0.158%	41.07
2004	158,383	4,606,544,421	6,145,000	0	6,145,000	0.133%	38.80
2005	158,383	4,878,616,028	5,944,893	0	5,944,893	0.122%	37.53

(1) Source: U.S. Bureau of Census.

(2) Warren County Auditor's Office. Excludes general obligation debt reported in the enterprise funds.
Excludes the following debt service funds: Special Assessment Fund and Tax Increment Financing Fund.

WARREN COUNTY, OHIO

RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED DEBT (1) TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES LAST TEN YEARS

<u>Year</u>	<u>General Obligation Principal</u>	<u>General Obligation Interest</u>	<u>Total General Bonded Debt Service</u>	<u>Total General Governmental Expenditures (2)</u>	<u>Percent of Total General Bonded Debt Service to Total General Governmental Expenditures</u>
1996	\$65,000	\$463,931	\$528,931	\$59,468,597	0.89%
1997	220,000	460,048	680,048	54,873,792	1.24%
1998	255,000	449,788	704,788	62,206,071	1.13%
1999	270,000	437,558	707,558	72,089,206	0.98%
2000	290,000	424,370	714,370	84,045,389	0.85%
2001	300,000	409,840	709,840	84,942,946	0.84%
2002	320,000	394,596	714,596	83,127,843	0.86%
2003	335,000	377,466	712,466	87,662,624	0.81%
2004	360,000	359,303	719,303	97,938,230	0.73%
2005	395,000	440,768	835,768	106,513,773	0.78%

(1) Excluding general obligation debt reported in the enterprise funds.

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

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

**COMPUTATION OF DIRECT AND OVERLAPPING
GENERAL OBLIGATION DEBT
DECEMBER 31, 2005**

	Debt Outstanding (1)	Percent Applicable to County	Amount Applicable to County
Direct Debt: County	\$5,944,893	100.00%	\$5,944,893
Overlapping Debt: School Districts			
Carlisle LSD	13,889	75.34%	10,464
Kings LSD	88,433	100.00%	88,433
Lebanon CSD	350,000	100.00%	350,000
Townships:			
Deerfield	9,237,400	100.00%	9,237,400
Union	250,000	100.00%	250,000
Salem	180,000	100.00%	180,000
Hamilton	3,269,440	100.00%	3,269,440
Turtlecreek	1,950,000	100.00%	1,950,000
Harlan	430,000	100.00%	430,000
Municipalities:			
Maineville	250,000	100.00%	250,000
Mason	10,162,000	100.00%	10,162,000
Springboro	12,079,000	95.83%	11,575,306
Franklin	12,463,000	100.00%	12,463,000
Lebanon	15,696,094	100.00%	15,696,094
Waynesville	370,000	100.00%	370,000
Carlisle	3,148,837	95.32%	3,001,471
Middletown	25,375,000	8.22%	2,085,825
Overlapping Debt	95,313,093	74.88%	71,369,433
Total Direct and Overlapping General Obligation Debt	\$101,257,986	76.35%	\$77,314,326

(1) Includes general obligation bonds and enterprise general obligation notes.
Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

REVENUE BOND COVERAGE - WATER LAST TEN YEARS

<u>Year</u>	<u>Revenues (1)</u>	<u>Operating Expenses Excluding Depreciation</u>	<u>Net Revenue Available for Debt Service</u>	<u>Maximum Annual Revenue Bond Debt Service Requirement</u>	<u>Coverage Excluding Tap-in Fees (3)</u>	<u>Tap-in Fees (2)</u>	<u>Coverage Including Tap-in Fees (3)</u>
1996	\$4,605,104	\$2,403,650	\$2,201,454	\$1,926,905	1.14	\$1,862,912	2.11
1997	5,180,635	2,576,416	2,604,219	1,931,770	1.35	3,186,297	3.00
1998	6,460,775	3,000,211	3,460,564	1,695,967	2.04	4,866,661	4.91
1999	7,657,458	3,495,012	4,162,446	1,906,305	2.18	5,442,949	5.04
2000	6,977,902	5,079,053	1,898,849	1,908,938	0.99	3,579,226	2.87
2001	7,171,564	5,356,289	1,815,275	1,918,365	0.95	4,589,704	3.34
2002	7,841,950	5,809,187	2,032,763	1,224,685	1.66	3,576,274	4.58
2003	7,783,391	5,706,655	2,076,736	1,880,968	1.10	4,018,524	3.24
2004	8,343,118	6,968,951	1,374,167	1,881,393	0.73	3,685,089	2.69
2005	9,885,270	6,794,196	3,091,074	1,375,090	2.25	6,122,509	6.70

(1) Including Investment Income.

(2) Tap-in fees are the initial fee to new customers for connection to the existing system and are accounted for as nonoperating revenues - capital contributions - tap in fees.

(3) The Bond Council for the County is of the opinion that tap-in fees should be included in the calculation for enterprise revenue bond coverage.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

**REVENUE BOND COVERAGE - SEWER
LAST TEN YEARS**

Year	Revenues (1)	Operating Expenses Excluding Depreciation	Net Revenue Available for Debt Service	Maximum Annual Revenue Bond Debt Service Requirement	Coverage Excluding Tap-in Fees (3)	Tap-in Fees (2)	Coverage Including Tap-in Fees (3)
1996	\$4,314,718	\$2,683,459	\$1,631,259	\$1,098,375	1.49	\$1,485,735	2.84
1997	4,193,858	2,506,084	1,687,774	1,105,643	1.53	2,473,356	3.76
1998	4,685,669	2,716,302	1,969,367	1,105,543	1.78	3,721,494	5.15
1999	5,067,572	3,081,207	1,986,365	1,102,568	1.80	3,928,631	5.36
2000	5,071,896	3,367,974	1,703,922	1,092,758	1.56	3,471,851	4.74
2001	5,287,985	3,643,844	1,644,141	1,106,600	1.49	4,020,712	5.12
2002	6,110,052	4,455,744	1,654,308	766,645	2.16	2,796,828	5.81
2003	6,653,766	5,781,330	872,436	769,935	1.13	3,083,397	5.14
2004	6,932,942	5,841,063	1,091,879	766,855	1.42	2,933,621	5.25
2005	8,232,064	6,955,319	1,276,745	357,895	3.57	3,923,904	14.53

(1) Including Investment Income.

(2) Tap-in fees are the initial fee to new customers for connection to the existing system and are accounted for as nonoperating revenues - capital contributions - tap in fees.

(3) The Bond Council for the County is of the opinion that tap-in fees should be included in the calculation for enterprise revenue bond coverage.

Source: Warren County Auditor's Office.

WARREN COUNTY, OHIO

DEMOGRAPHIC STATISTICS

Population (1)		Unemployment (2)			
Year	Population	Year	County	State	U.S.
1970	85,505	1996	3.80%	4.90%	5.40%
1980	99,276	1997	3.00%	4.60%	4.90%
1990	113,909	1998	3.00%	4.30%	4.50%
1999	113,909	1999	2.60%	3.80%	3.70%
2000	158,383	2000	2.50%	3.70%	3.70%
2001	158,383	2001	3.40%	4.50%	5.40%
2002	158,383	2002	3.60%	5.20%	5.70%
2003	158,383	2003	4.41%	5.98%	6.00%
2004	158,383	2004	4.00%	5.50%	5.10%
2005	158,383	2005	4.40%	5.90%	5.10%

Income and Purchasing Power (3)

Population 12/31/05 (thousands)	192.1
Households (thousands)	68.9
Total Effective Buying Income (thousands)	\$4,354,074
Median Household EBI*	52,262

Warren County

Population 12/31/05 (thousands)	192.1
Households (thousands)	68.9
Total Effective Buying Income (thousands)	\$4,354,074
Median Household EBI*	52,262

*EBI (Effective Buying Income) is a bulk measurement of market potential. It is personal income less personal tax and non-tax payments or disposable personal income.

Percent of Households by EBI Groups

\$20,000 - \$34,999	16.5
\$35,000 - \$49,999	19.4
\$50,000 and Over	53

Total Retail Sales (thousands)	\$2,254,236
Food Stores	267,188
Eating and Drinking Places	191,224
Furniture, Home Furnishings, Appliance	1,862
Automotive Dealers	475,456
General Merchandise	183,054

(1) Source: U.S. Bureau of Census.

(2) Source: Ohio Bureau of Employment Services.

(3) Source: 2005 Sales and Marketing Management, Survey of Buying Power.

WARREN COUNTY, OHIO

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS LAST TEN YEARS

<u>Year</u>	<u>Building Permits (2)</u>		<u>Assessed Value (3)</u>	<u>Bank Deposits (1)</u>
	<u>Number of Permits Issued</u>	<u>Estimated Value</u>		
1996	1,542	\$153,790,226	\$2,090,395,603	\$465,584,000
1997	1,919	196,852,435	2,241,404,811	523,595,000
1998	2,220	222,905,877	2,602,197,342	521,795,000
1999	2,356	232,267,756	2,800,075,833	533,873,000
2000	2,204	210,864,401	3,012,837,816	548,623,000
2001	2,446	253,755,166	3,672,120,843	618,781,000
2002	2,414	277,780,036	3,875,437,488	660,464,000
2003	2,582	297,523,925	4,126,499,802	637,524,000
2004	2,889	306,680,539	4,606,544,421	665,965,000
2005	2,761	436,059,744	4,878,616,028	695,106,000

(1) Source: Federal Reserve Bank

(2) Source: Warren County Building Department. Includes County and Contracting Municipalities.

(3) Source: Warren County Auditor's Office

WARREN COUNTY, OHIO

PRINCIPAL TAXPAYERS (PROPERTY TAX) DECEMBER 31, 2005

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2005 Assessed Valuation (Tax Duplicate)</u>	<u>Percentage of Total Assessed Valuation</u>
1. Cincinnati Gas & Electric Company	Utility	\$76,399,340	1.57%
2. Kings Island Company	Commercial	37,382,480	0.77%
3. Mitsubishi Electric	Manufacturing	20,423,230	0.42%
4. Advics Manufacturing	Manufacturing	19,838,360	0.41%
5. Texas Eastern	Utility	18,375,570	0.38%
6. Proctor & Gamble Company	Research	17,784,040	0.36%
7. Sumco Phoenix	Manufacturing	13,665,960	0.28%
8. Cintas Corporation	Manufacturing	13,396,930	0.27%
9. Duke Realty	Commercial	13,006,120	0.27%
10. Dayton Newspapers	Publishing	12,924,140	0.26%
	Subtotal	243,196,170	4.99%
	All Other	4,635,419,858	95.01%
	Total	\$4,878,616,028	100.00%

Source: Warren County Auditor

WARREN COUNTY, OHIO

MISCELLANEOUS STATISTICS

DECEMBER 31, 2005

Date Established	1803	<u>Ten Largest Private Employers</u>	<u>Number of Employees</u>
County Seat	Lebanon, Ohio	Anthem Blue Cross and Blue Shield	2,243
		Proctor & Gamble Health Care Research Center	2,100
Area (square miles)	408	Financial & Credit Services Group	2,000
		Cintas Corporation	1,800
Number of Political Subdivisions		Luxottica Retail	1,166
Within the County		ADVICS Manufacturing, Inc.	650
Municipalities	17	Sumco USA	623
Townships	11	Pioneer Automative	621
School Districts	23	Siemens Business Service, Inc.	525
Special Districts	4	Blackhawk Automotive Plastics, Inc.	512
Number of County Employees	1,211		
		<u>Five Largest Public and Health Employers</u>	
		Warren County Government	1,211
		Mason City School District	1,241
		Lebanon Correctional Institute	574
		Lebanon City School District	539
		Kings Local School District	476

Source: Warren County Auditor's Office.

Source: Warren County Auditor's Office and
Warren County Office of Economic Development

WARREN COUNTY, OHIO





**Auditor of State
Betty Montgomery**

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Facsimile 614-466-4490

FINANCIAL CONDITION

WARREN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 10, 2006**