



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

CLERMONT COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Report of Independent Accountants	Under separate cover
Comprehensive Annual Financial Report	Under separate cover
Schedule of Federal Awards Expenditures.....	1
Notes to Schedule of Federal Awards Expenditures	4
Report of Independent Accountants on Compliance and on Internal Control Required by <i>Government Auditing</i> Standards.....	5
Report of Independent Accountants on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control Over Compliance in Accordance with OMB Circular A-133.....	7
Schedule of Findings.....	9
Schedule of Prior Year Findings	11

This page intentionally left blank.

CLERMONT COUNTY

SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2001

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Passed Through Ohio Department of Mental Health:</i>			
Mental Health Recovery Block Grant	N/A	93.958	\$ 75,000
Community Plan Block Grant	N/A	93.958	43,314
Community Plan Census Block Grant	N/A	93.958	31,395
Survey Census Block Grant	N/A	93.958	23,546
Children/Adolescent Block Grant	N/A	93.958	45,328
Jail Diversion Block Grant	N/A	93.958	18,332
BG PACT Team	N/A	93.958	25,000
Mediation Training	N/A	93.958	5,000
Outcome Incentive Block Grant	N/A	93.958	31,250
Child Prevention Block Grant	N/A	93.958	1,540
508Q CQRT	N/A	93.958	59,604
Total Block Grants for Community Mental Health Services			359,309
Medicaid Assistance Program (Title XIX)	N/A	93.778	2,144,561
Projects for Assistance in Transition from Homelessness	N/A	93.150	200
Social Services Block Grant (Title XX)	N/A	93.667	101,033
Total Ohio Department of Mental Health			2,605,103
<i>Passed through Ohio Department of Mental Retardation and Developmental Disabilities</i>			
Medicaid Assistance Program (Title XIX)	N/A	93.778	1,624,783
Title XIX - Targeted Case Management	N/A	93.778	342,631
Title XIX - Service Coordination	N/A	93.778	13,859
Total Medical Assistance Program (Title XIX)			1,981,273
Social Services Block Grant	N/A	93.667	111,229
Total Ohio Department of Mental Retardation and Developmental Disabilities			2,092,502
<i>Passed through Ohio Department of Alcohol and Drug Addiction Services</i>			
Women's Outreach Services	N/A	93.959	103,609
TASC	N/A	93.959	515,619
Per Capita Treatment/Prevention	N/A	93.959	79,901
Total Block Grants for Prevention and Treatment of Substance Abuse			699,129
<i>Passed through Ohio Department of Job and Family Services</i>			
Child Abuse and Neglect State Grants	N/A	93.669	1,685
Independent Living	N/A	93.674	21,840
Total Ohio Department of Job and Family Services			23,525
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			5,420,259

CLERMONT COUNTY

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2001
(Continued)**

U.S. DEPARTMENT OF EDUCATION

Passed through Ohio Department of Health

Early Intervention Comprehensive Service System Program	N/A	84.181	118,618
Hearing Impaired Grant	N/A	84.181	<u>59,760</u>
Total Special Education Grants for Infants and Families with Disabilities			178,378

Passed through Ohio Department of Alcohol and Drug Addiction Services

Safe & Drug Free Schools & Communities: State Grants	N/A	84.186A	164,712
--	-----	---------	---------

Passed through Ohio Department of Education

Special Education: Grants to States	N/A	84.027	<u>38,466</u>
-------------------------------------	-----	--------	---------------

TOTAL U.S. DEPARTMENT OF EDUCATION **381,556**

U.S. DEPARTMENT OF AGRICULTURE

Passed through the Ohio Department of Education

Nutrition Cluster			
National School Lunch Program	N/A	10.555	14,384
National School Breakfast Program	N/A	10.553	<u>3,305</u>
Total Nutrition Cluster			<u>17,689</u>

TOTAL U.S. DEPARTMENT OF AGRICULTURE **17,689**

U.S. DEPARTMENT OF TRANSPORTATION

Passed through the Ohio Department of Public Safety

STEP Enforcement Project	N/A	20.600	25,968
Community Surface Transportation Program	N/A	20.600	<u>29,000</u>
Total State and Community Highway Safety Grant			54,968
Interagency Hazardous Materials Public Sector Training and Planning Grants	N/A	20.703	<u>2,726</u>

Total Ohio Department of Public Safety 57,694

Passed through the Ohio Department of Transportation

Traffic Signal and Intersection Imp. (Clough Pike & Shayler Rd.)	PID 17725	20.205	19,869
Traffic Signal and Intersection Imp. (Clough Pike & McMann Rd.)	PID 17457	20.205	2,609
Branch Hill Guinea Pike Imp. (Wards Corner & Cook/Weber)	PID 10155	20.205	27,593
Branch Hill Guinea Pike Imp. (Loveland Miamiville Rd)	PID 17573	20.205	22,698
Blue Sky Park Bridge Replacement	PID 14377	20.205	269,438
Stonelick Williams Corner Bridge	PID 17224	20.205	84,364
Woodville Pike Safety Improvement	PID 14944	20.205	68,543
McMann/Merwin Ten Mile Road	PID 17211	20.205	16,994
Hill Station Bridge Replacement	PID 14988	20.205	<u>494,255</u>
Total Highway Planning and Construction			1,006,363

Formula Grants for Other Than Urbanized Areas	N/A	20.509	<u>469,873</u>
---	-----	--------	----------------

TOTAL U.S. DEPARTMENT OF TRANSPORTATION **1,533,930**

CLERMONT COUNTY

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2001
(Continued)**

FEDERAL EMERGENCY MANAGEMENT AGENCY

Passed through the Ohio Emergency Management Agency

Anti-Terrorism Grant	N/A	83.544	2,000
Shinkle Ridge A	DSR 09299	83.544	105
Storm Damage 2001	DR-1390-OH	83.544	<u>173,187</u>
Public Assistance Grants			<u>175,292</u>
Village of Neville	DR-1164-0015	83.548	428,423
Countywide	DR-1164-0012	83.548	<u>27,633</u>
Hazard Mitigation Grant			<u>456,056</u>
Total Ohio Emergency Management Agency			631,348
Emergency Management Preparedness Grant	N/A	83.552	39,220
Project Impact: Building Disaster Resistant Communities	N/A	83.551	<u>40,762</u>
TOTAL FEDERAL EMERGENCY MANAGEMENT AGENCY			<u>711,330</u>

U.S. DEPARTMENT OF JUSTICE

Community Policing Grants (COPS Universal Hiring)	N/A	16.710	94,357
Law Enforcement Block Grant	N/A	16.592	21,290

Passed through the Ohio Office of Criminal Justice Services

Juvenile Accountability Incentive Block Grant - Drug Court	N/A	16.523	37,282
Juvenile Accountability Incentive Block Grant - Weekend Detention	N/A	16.523	<u>2,967</u>
Total Juvenile Accountability Incentive Block Grant (JAIBG)			40,249
Byrne Formula Grant Program (Drug Control & System Imp)	N/A	16.579	<u>180,416</u>
Total Ohio Office of Criminal Justice Services			220,665

Passed through the Ohio Attorney General

Crime Victim Assistance	N/A	16.575	112,326
-------------------------	-----	--------	---------

Passed through the Ohio Dept. of Rehabilitation and Correction

Violent Offender Incarceration and Truth in Sentencing Incentive Grant (VOITIS)	N/A	16.586	<u>864,423</u>
---	-----	--------	----------------

TOTAL U.S. DEPARTMENT OF JUSTICE			<u>1,313,061</u>
---	--	--	-------------------------

U.S. DEPARTMENT OF LABOR

Passed through the Ohio Department of Job and Family Services

Workforce Investment Act	N/A	17.255	923,162
--------------------------	-----	--------	---------

U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT

Passed through Ohio Department of Development

Community Development Block Grant	N/A	14.228	1,029,431
-----------------------------------	-----	--------	-----------

OFFICE OF WATER, ENVIRONMENTAL PROTECTION AGENCY

Nonpoint Source Implementation Grant	N/A	66.460	<u>150</u>
--------------------------------------	-----	--------	------------

Total			<u>\$ 11,330,568</u>
--------------	--	--	-----------------------------

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

CLERMONT COUNTY

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES
DECEMBER 31, 2001**

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 - NUTRITION CLUSTER

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department are commingled with State grants. It is assumed federal monies are expended first. At December 31, 2001, the County had no significant food commodities in inventory.

NOTE C - COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS

The County has established a revolving loan program to provide low-interest loans to persons from low income households for repairs to or replacement of septic systems, completion of septic system installations, or connection to the public sewer system. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the County passed through the Ohio Department of Development. The initial loan of this money is recorded as a disbursement on the accompanying Schedule of Federal Awards Expenditures (the Schedule). Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule.

These loans are collateralized by five-year mortgages on the property, amortized monthly. At December 31, 2001, the gross amount of loans outstanding under this program was \$164,547. There were no delinquent amounts due.

NOTE D - MATCHING REQUIREMENTS

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

NOTE E - SUBRECIPIENTS

The County passes-through certain Federal assistance received from the Ohio Department of Mental Health and the Ohio Department of Drug and Alcohol and Drug Addiction Services to subrecipients. As described in Note A, the county records expenditures of Federal awards to subrecipients when paid in cash.

The subrecipient agencies have certain compliance responsibilities related to administering these federal programs. Under Federal Circular A-133, the County is responsible for monitoring subrecipients to help assure the Federal awards are used for authorized purposes in compliance with laws, regulations and the provisions of contracts or grant agreements, and the performance goals are achieved.

NOTE F - TITLE XIX (MEDICAID)

Funds passed through the Community Mental Health Board to providers are considered a subrecipient relationship and is included on the Schedule.

NOTE G - SPECIAL EDUCATION CLUSTER

The County has expended funds in the Special Education Grant (CFDA #84.027). This is one of the grants included in the Special Education Cluster.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

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

Clermont County
101 East Main Street
Batavia, Ohio 45103

To the Board of County Commissioners:

We have audited the basic financial statements of Clermont County, Ohio (the County), as of and for the fiscal year ended December 31, 2001, and have issued our report thereon dated May 31, 2002. Our report indicates we did not audit the business-type activities/enterprise funds, and our opinion, insofar as it relates to the amounts included as business-type activities/enterprise funds, is based on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted an immaterial instance of noncompliance that we have reported to management of the County in a separate letter dated May 31, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the County in a separate letter dated May 31, 2002.

Clermont County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

This report is intended for the information and use of the management, the Board of County Commissioners, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

Jim Petro
Auditor of State

May 31, 2002



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO MAJOR FEDERAL PROGRAMS AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Clermont County
101 East Main Street
Batavia, Ohio 45103

To the Board of County Commissioners:

Compliance

We have audited the compliance of Clermont County, Ohio (the County), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2001. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on 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 obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001. However, we noted a certain instance of noncompliance that does not require inclusion in this report that we have reported to the management of the County in a separate letter dated May 31, 2002.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted a matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the County in a separate letter dated May 31, 2002.

Schedule of Federal Award Expenditures

We have audited the basic financial statements of Clermont County, Ohio (the County), as of and for the fiscal year ended December 31, 2001, and have issued our report thereon dated May 31, 2002. Our report indicates we did not audit the business-type activities/enterprise funds, and our opinion, insofar as it relates to the amounts included as business-type activities/enterprise funds, is based on the report of other auditors. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of the management, the Board of County Commissioners, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.



Jim Petro
Auditor of State

May 31, 2002

CLERMONT COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505
DECEMBER 31, 2001

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Title XIX (Medicaid) - CFDA #93.778 Community Development Block Grant – CFDA #14.228 Mental Health Block Grant – CFDA #93.958 Workforce Investment Act – CFDA #17.255 Violent Offender Incarceration and Truth-In-Sentencing Incentive Grant – CFDA #16.586
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A > \$339,917 Type B - all other programs
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

This page intentionally left blank.

CLERMONT COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
 OMB CIRCULAR A -133 § .315 (b)
 DECEMBER 31, 2001

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected ?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No <u>Longer</u> Valid: <i>Explain:</i>
2000-60413-001	Hazard Mitigation Grants (83.548) - Expenditures were reported incorrectly on the quarterly reports. Expenditures were being reported by vendor activity instead of check register activity.	Yes	

**CLERMONT COUNTY,
OHIO
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2001**

Linda L. Fraley
Clermont County Auditor

Prepared by the Clermont County Auditor's Office

Charles F. Tilbury, Jr.
Chief Deputy Auditor

Christopher T. Mehlman
Deputy Auditor - Financial Operations

Shirley Foley
Deputy Auditor - Special Projects

This Page is Intentionally Left Blank.

**CLERMONT COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2001**

TABLE OF CONTENTS

INTRODUCTORY SECTION

	Page
Letter of Transmittal	1
Elected Officials	12
Organizational Chart	13
GFOA Certificate of Achievement	14

FINANCIAL SECTION

Report of Independent Accountants	15
Management's Discussion and Analysis	17
Basic Financial Statements:	
Government-wide Financial Statements	
Statement of Net Assets	28
Statement of Activities	29
Fund Financial Statements:	
Balance Sheet-Governmental Funds	30
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities	31
Statement of Revenues, Expenditures and Changes in Fund Balance- Governmental Funds	32
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities ...	33
Statements of Revenues, Expenditures, and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis)	
General Fund	34
Social Services Fund	35
Motor Vehicle and Gas Tax Fund	36
Statement of Net Assets - Proprietary Funds	37
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	38
Statement of Cash Flows - Proprietary Funds	39
Statement of Fiduciary Assets and Liabilities - Agency Funds	41
Statement of Net Assets - Component Units	42
Statement of Activities - Component Units	43
Notes to the Financial Statements:	45
Combining Financial Statements and Schedules:	
Combining Balance Sheet - Nonmajor Governmental Funds	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	88
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (Non- GAAP Budgetary Basis):	
General Fund	92
Social Services - Special Revenue Fund	102
Motor Vehicle and Gas Tax - Special Revenue Fund	103
Judicial Projects - Capital Project Fund	104
County Capital Improvement - Capital Project Fund	105
Health & Solid Waste District - Special Revenue Fund	106
Real Estate Assessment - Special Revenue Fund	107
Other Legislative Funds - Special Revenue Fund	108
Public Safety - Special Revenue Fund	109

Community Transportation - Special Revenue Fund	110
Judicial Programs - Special Revenue Fund	111
Community Development - Special Revenue Fund	112
Computer Legal Research - Special Revenue Fund	113
County Debt Service - Debt Service Fund	114
Special Assessment - Debt Service Fund	115
Public Safety Projects - Capital Projects Fund	116
Social Services Projects - Capital Projects Fund	117
Communication Center Projects - Capital Projects Fund	118
Community Development Projects - Capital Projects Fund	119
Road Assessment Projects - Capital Projects Fund	120
Combining Statements of Internal Service Funds:	
Combining Statement of Net Assets - Internal Service Funds	122
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets Internal Service Funds	123
Combining Statement of Cash Flows - Internal Service Funds	124
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	126
Capital Assets Used in the Operation of Governmental Funds:	
Schedule By Function and Activity	130
Schedule of Changes By Function and Activity	131
Capital Assets By Source	131

STATISTICAL SECTION

Government-wide and Fund Information

Table 1 - General Governmental Expenditures by Function - Last Ten Years Government-Wide Expenses by Function - Last Two Years	133
Table 2 - General Governmental Revenues by Source - Last Ten Years Government-Wide Revenue - Last Two Years	134
Table 3 - General Governmental Tax Revenue by Source - Last Ten Years	135
Table 4 - Property Tax Levies and Collections - Real, Utility, and Tangible Last Ten Years	136
Table 5 - Assessed and Estimated Actual Value of Taxable Property - Last Ten Years	137
Table 6 - Special Assessment Billings and Collections - Last Ten Years	138
Table 7 - Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - Last Ten Years	139
Table 8 - Computation of Legal Debt Margin	140
Table 9 - Property Tax Rates - Direct and Overlapping Governments - Last Ten Years	141
Table 10 - Computation of Direct and Overlapping Debt	143
Table 11 - Ratio of Annual Debt Service Expenditures For General Obligation Bonded Debt To Total General Governmental Expenditures Last Years	144
Table 12 - Demographic Statistics and Average Unemployment Rates -Last Ten Years	145
Table 13 - Property Value, Construction, and Bank Deposits - Last Ten Years	146
Table 14 - Schedule of Enterprise Revenue Bond Coverage - Last Ten Years	147
Table 15 - Principal Property Taxpayers	148
Table 16 - Ten Largest Employers	149
Table 17 - Salaries of Principal Officials	150
Table 18 - Surety Bond Coverage - Various Officials	151
Table 19 - Miscellaneous Statistics	152

INTRODUCTORY SECTION

LINDA L. FRALEY

Clermont County Auditor

101 E. Main Street
Batavia, Ohio 45103-2961

To the Citizens and Board of Commissioners
of Clermont County, Ohio:

May 31, 2002

We are pleased to present this Comprehensive Annual Financial Report (CAFR) for Clermont County, Ohio. This report, for the year ended December 31, 2001, contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the County. The responsibility for the accuracy of all data presented, its completeness and fairness of presentation rests with the County Auditor's Office.

This report presents the financial activity of the County in conformity with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources, and is consistent with the new reporting model as promulgated by GASB Statement No. 34.

The CAFR is organized in three sections: the Introductory Section, the Financial Section and the Statistical Section. The Introductory Section contains a table of contents, letter of transmittal, organization chart, list of elected officials and a Certificate of Achievement for Excellence in Financial Reporting for the 2000 CAFR. The Financial Section includes the Report of Independent Accountants, 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. The Statistical Section provides selected financial, economic and demographic information which may be used to indicate trends for comparative fiscal periods.

The County of Clermont is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget's Circular A-133, Audits of State and Local Governments. Information related to this single audit, including a schedule of federal financial assistance, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

While this report accurately presents the financial statements and statistics of Clermont County, it only reflects a small segment of the entire community - a community that includes many businesses, quality school systems, a fine park district, library system, Clermont College (a branch of the University of Cincinnati) and several industrial parks.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Clermont County's MD&A can be found immediately following the report of the independent auditor's.

REPORTING ENTITY

The County was formed by an action of Arthur St. Clair, the first governor of the Northwest Territory in 1800. The elected three-member Board of County Commissioners functions as the legislative and executive branch of the County. Each commissioner serves a term of four years. In addition to the County Auditor, who serves as chief fiscal officer, there are seven other elected administrative officials, each of whom operate independently as set forth by Ohio law. The officials are: Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff and Treasurer. All of these officials serve four-year terms. The following judges are elected on a countywide basis to oversee the County's judicial system: Three Common Pleas Court Judges, one Domestic Relations Court Judge, one Probate/Juvenile Court Judge and three Municipal Court Judges. Judges are elected to six year terms.

The County provides general governmental services to its citizens which include: tax collection and distribution, public assistance, health assistance, community related services, civil and criminal justice systems, road and bridge maintenance, sewer and water line construction and maintenance and other general administrative support services. The County also operates water supply and sewer treatment systems.

The County's reporting entity has been defined in accordance with Governmental Accounting Standards Board Codification, Section 2100. The financial statements contained within this Comprehensive Annual Financial Report include all funds, agencies, boards and commissions for which the County elected officials are financially accountable. A complete discussion of the County's reporting entity is provided in Note A to the basic financial statements.

ECONOMIC CONDITION AND OUTLOOK

Summary of Local Economy

Clermont County continued its position of rapid growth in 2001. Woods and Poole, Inc. based in Washington, D.C., ranks Clermont County third in projected population growth in Ohio for the period 1997-2005, as compared to the other 88 counties in the state. Over the past six years, Clermont County has consistently been one of the fastest growing counties in Ohio, with a population exceeding 184,000. Growth components in which Clermont has consistently been at or near the top among Ohio counties include:

1. Population Growth
2. New Housing Starts
3. Retail Sales Growth
4. New Business Start Ups and Formations
5. Patent and Copyright Registrations

Woods and Poole, Inc. also projects Clermont County to be the third fastest growing County employment-wise in the State through the year 2005. The County unemployment rate of 4.1% at December 31, 2001 compares to 4.5 % for the State of Ohio and 5.4% for the United States.

The Clermont tax base includes 55 companies with 100 or more employees including Cinergy Corporation (Greater Cincinnati) - 4,700 employees, Cincinnati Bell Telephone (Greater Cincinnati) - 2,700 employees, Corning Precision Lens - 1,375 employees, ZF Batavia, LLC - 1,406 employees, Electronic Data Systems (formerly Structural Dynamics Research Corporation -SDRC) - 1,000 employees, and West Clermont Local District – roughly 800 employees.

Clermont County has experienced substantial growth in the last two decades, aided by the completion of I-275 and the opening of I-471 between I-275 and downtown. With the increased accessibility, a probusiness environment and an abundance of low-cost available property, Clermont County continues to flourish in residential and commercial growth.

Clermont County's economy is experiencing growth within the Cincinnati metropolitan economy. While the retail and service sectors have grown significantly, Clermont County still has a healthy industrial base. Currently there are more than 6,325 businesses located in Clermont County including 1,956 service businesses, 1,427 retail and wholesale enterprises, 793 construction related business and 337 manufacturing companies. Some of the largest employers in the County are ZF Batavia, which operates an automotive transmission plant; Milacron, a producer of plastic machinery parts; Cinergy, a provider of utilities in the area; Clermont Mercy Hospital, which provides medical services for residents of the County; Corning Precision Lens Inc., a producer of optical lenses; Electronic Data Systems (formerly Structural Dynamics Research Corporation -SDRC) an engineering firm specializing in computer software design work; and International Paper who opened a new 60 million dollar laboratory/technology center in July of 1997. Many of the major employers in Clermont County are located in the western parts of the County in close proximity to Cincinnati. In the late 1980's new office parks, shopping centers, and residential developments began to appear near the intersection of I-275 and State Route 32, the Appalachian Highway.

Park 50 TechneCenter has brought the County the distinction of having the largest high-tech research park in Ohio. Park 50 consists of more than 1.4 million square feet of office and research space housed in 32 buildings. The development is located on a 455-acre campus located at the intersection of I-275 and U.S. 50. Total employment in the park is more than 3,800. Since the first building in the park was occupied in 1978, it has grown to more than 145 companies. More than 50 percent of these are high-tech companies, including Electronic Data Systems (formerly Structural Dynamics Research Corporation -SDRC), Siemons, CIMX Scanner Applications, Computer Technology Corporation, International TechneGroup Inc., PPG, MANTA Engineering, Rockwell Automation, Entek and Accu-Med Services. Park 50 also includes companies such as Bigg's Hyper Shoppes, Philip Morris, Union Carbide Corporation, Dow-Corning, and banks, insurance companies, brokerage companies and investment management firms. Park 50 TechneCenter development is also located within an Enterprise Zone.

Tipton Associates is also developing the Wards Corner Business Park. The parcel covers 77 acres, on 46 acres of which International Paper's world class research and development center is located. This center was completed in July 1997 and has resulted in more than 600 new jobs being brought to Clermont County. International Paper has started construction on a new 85,000 square foot information technology center that is scheduled for completion in late 2002. This will bring 256 new high tech jobs into Clermont County. An additional 15 acres has been developed with a 150,000 square foot executive building for Indiana Insurance. In 1999, the Attachmate Corporation completed a 54,000 square foot building and brought 200 employees to the area. Five other buildings at this location vary from a class A office building (Lakeside Center) to several flex buildings housing office, light manufacturing, sales and distribution firms. An adjacent retail center has restaurants and retail shops.

The largest employment center in Clermont County is the Bach-Buxton, McMann, Clough Pike business corridor. Large employers in this area include Midland Companies, Corning Precision Lens, KDI, Sun Chemical, Rockwell Automation, Multi-Color, Tri-State Fabricators, Key Resins, Q.C. Industries, and others. Employment, more than 4,000 in this area, is growing rapidly with recent infrastructure improvements.

Clermont County has a large and growing retail base. At Eastgate, at the intersection of I-275 and State Route 32, development continues at a rapid pace. The Eastgate Mall contains about 60 smaller shops and merchants. The mall has four large department stores as anchors: J.C. Penny, Sears, Dillard's, and Kohl's. Bigg's Place Mall recently completed a \$6 million upgrade. Large discount retailers have located in the County to take advantage of the rapid population growth, housing increases and strong community demographics. These include companies such as Office Max, Circuit City, h.h.gregg, Wal-Mart, Meijer, Value City, Home Depot, Lowe's, K-Mart, Sam's Club, Dick's Sporting Goods, Best Buy, Michaels, Hobby Lobby, Big's, Garden Ridge, Rhodes Furniture Gallery, Sofa Express, Borders, Big Lots, Frank's Nursery, Kroger, Thrift way, Furniture Fair, Oak Express and others.

Estate Pavilion, another retail shopping center on Estate Boulevard, was constructed and opened in 1995. This development includes a Value City department store, Dick's Sporting Goods. Best Buy appliance store and pet smart.

A second major and growing retail location is the Mulberry Square Shopping Center, developed by the Myers Cooper Company. Anchors in this shopping center off State Route 28 are Kroger's and Sears. This center plus a Magyars Square Store across the street with complimentary retail establishments total over 530,000 square feet. Adjoining this development will be approximately 200,000 square feet of office space as well. A new Home Depot Store completed in 2000 was added to the retail area.

The Clermont County Airport Industrial Park has 18 firms with over 1,200 employees. The airport area has another 70 acres immediately available for development with access, utilities and zoning appropriate for a variety of uses. Sporty's nationwide aircraft pilot supply catalogue house is the largest employer in the complex. Sporty's, with 120,000 square foot facility for sales and distribution, offers a full line of air services such as flight school, charters, fuel, equipment, repairs and maintenance. It is the largest supplier of private pilot goods and materials in the United States. Light industries representing a diversified mix of local, national and foreign concerns are located in the County including Ellis & Watts (a subsidiary of Dynamics Corp of America), Corning Precision Lens, KAI Precision Products, Q.C. Industries, E.I., In., A&A Safety, Inc., General Data Company, LeBlond Makino, Southern Ohio Manufacturing, Sano, Mobilized Systems, Automated Machinery, Rockwell Automation and Tri-State Fabricators. A significant development was the January 1999 announcement of the creation of ZF Batavia a joint venture between Ford Motor Co. and ZF, Friedrichshafen, AG a major supplier of high quality, high technology transmissions. The resulting partnership will invest \$500 million in the existing transmission plant, and increase employment to over 1,800 by year 2002.

Clermont County Milford Commerce Park is a 250 acre mixed business development, which is designed for office, research, hotel, and light industrial purposes. The park is home to a \$14,000,000, 16 screen National Cinema complex, The Clermont Chamber of Commerce, Kerry Dodge, Texas Roadhouse, United Dairy Farmers, Target Department Store, Husky Injection Molding, Scanner Applications, Walter Foods, Ruby Tuesday Restaurant and New Creative Enterprise, which employs 245 workers.

Another area of significant economic activity is located in the Village of Williamsburg and Williamsburg Township. Milacron, and Dualite, Inc. are large employers in this part of east-central Clermont County. An application for foreign trade zone designation by Milacron for a 360 acre area was approved in December 1999.

The largest number of businesses are located in the areas of Union, Miami, and Batavia Townships because of inherent economic advantages such as close proximity to I-275, a major regional highway that provides ready access to the Cincinnati/Northern Kentucky International Airport, the City of Cincinnati and major regional arterial highways. These established centers also have access to all major utilities and infrastructure necessary to support larger development projects.

Since the inception of the Rural Enterprise Zone Program, Clermont County has granted 110 tax abatements to attract new employment and capital investments. These 110 transactions have generated more than 6,034 new jobs, retained more than 15,026 jobs with in the community and have resulted in more than \$1.9 billion being invested in Clermont County.

Future Economic Outlook

Clermont County's General Fund year end fund balance continues to remain healthy. The County continues to maintain a significant General Fund balance that should allow the County to meet the increasing demands for General Fund expenditures without facing shortages in resources. The \$23.4 million unreserved and undesignated fund balance on the modified accrual basis of accounting at December 31, 2001 represents approximately 52% of 2001 General Fund expenditures and other financing uses.

The real property tax revenues of the General Fund are derived entirely from inside millage (unvoted millage). The revenue structure of the General Fund is balanced so that the operation of the County is not overly dependent on one specific revenue source. This diversified revenue stream has provided an equitable means of generating revenues necessary for the operation of the offices administered by the elected officials, as well as for mandated contributions for welfare costs and discretionary grants to certain County organizations and special districts.

We anticipate over the next year a marginal drop in sales tax revenues given the current economic indicators for this region. The County's portion of state based program revenues may also be affected by these economic conditions. Specifically, the state legislature recently put a freeze on monies allocated to local governments for local government and local government revenue assistance for 2002.

With the diverse Southwest Ohio economy, the prospects for 2002 and beyond still look promising. Clermont County's inclusion in the Greater Cincinnati Metropolitan area has been a key factor in the population growth that has been experienced in the past two decades. The County will continue to provide this area with an environment that offers the benefits of small town and/or country living within minutes of a large urban environment.

MAJOR COUNTY INITIATIVES

Current Year Projects

Auditor: The Auditor's office introduced its new Web site in 2000, providing information on over 65,000 parcels of real estate in the County. In 2001, the Web site was expanded by including aerial photographs of parcels which are a result of the data collected in conjunction with the county's GIS (Geographical Information System). Also added to the Web site in 2001, was a search mechanism to identify dog licensing information. In an effort to stay in tune with the changing technology, the Auditor's Office moved from conventional mapping methods to COGO (Coordinate Geography) for more accurate mapping. This effort was coordinated with the scanning of record plats and surveys to give the public the most accurate information available.

Community Planning and Development: Community Planning and Development provides planning assistance to the public, local governments and County agencies; they approve subdivision plans, advise townships on zone changes, facilitate long range planning goals for Clermont County and overall improve the quality of life for County residents. An important function of the Planning Department is the local administration of the Community Development Block Grants (CDBGs). The Community Development Block Grant Program is a federal program that is administered at the state level by the Ohio Department of Development, Office of Housing and Community Partnerships.

In 2001, the County Commissioners approved allocation of \$753,000 in federal Community Development Block Grants. These grants awarded were for the Franklin Township Trail, \$147,347; the Branch Hill Water Project in Miami Township, \$125,000; Birney Lane Road and Park Improvements for the Village of New Richmond, \$70,400; River Valley Community Center for the Village of Moscow, \$129,750; "Welcome Center" Adult Day Services, Clermont County Senior Services, \$22,000; Septic System Rehabilitation for the Clermont County Health District, \$195,938; Fair Housing Project by HOME, \$10,000; and project administration, \$52,565. Also in 2001, The County completed work on the Neville Phase II Project, where the Village received \$801,742 from FEMA, \$125,000 from a Community Development Block Grant, and \$395,548 from the State of Ohio. In 2001, the County acquired 3 properties on behalf of the Village of Neville. For the Countywide flood mitigation project in 2001, the County acquired 3 properties and continued work on the elevation of 11 properties. Both mitigation projects will be completed in 2002.

State Route 32 Corridor Vision Plan: The Clermont County Planning Commission approved, on January 23, 2001, the Clermont County/Ohio 32 Corridor Comprehensive Land Use Plan as the first phase of the County's Revised Comprehensive Plan. The visioning planning process for this plan began in 1999 and was completed in late 2000. Though initiated by the Clermont County Commissioners the intent was to provide a forum for local jurisdictions (four townships, two villages and four school districts), property owners, businesses, environmental groups and developers to exchange information and come to a consensus on a vision for the future of the 32 Corridor.

In September 2001, the Vision 32 Implementation Planning Process was initiated with the convening of the Vision 32 Implementation Oversight Committee. The Oversight Committee proposed an implementation planning process which would include the work of six subcommittees. In November and December, public meetings were held in Union Township, Batavia Township and Williamsburg in order to gauge the present support in these three areas for recommended Project Actions of the Vision 32 Land Use Plan. The Vision 32 Implementation Plan is expected to be completed by July 2002.

Clermont County Rural Enterprise Zone: Another important function of the Planning Department is the local administration of the Rural Enterprise Zone. New Enterprise Zone Agreements have continued to be approved in 2001. These have included an agreement with International Paper with investments approved for exemption including \$8,200,000 for new buildings and building improvements, \$1,500,000 in machinery and equipment and \$1,000,000 in inventory first used at the sites. International Paper also committed to retaining 105 existing jobs and creating 220 new jobs. Another agreement was made with Ellis & Watts, Inc. with investments approved for exemption including \$900,000 for new buildings, \$200,000 in machinery and equipment and \$2,000,000 in inventory first used at the sites. Ellis & Watts, Inc. also committed to retaining 105 existing jobs and creating 220 new jobs.

Department of Environmental Quality: Clermont County has implemented an ambitious program to manage and protect the rivers, streams and lakes of Clermont County. The effort includes water monitoring and data analysis to provide sound scientific background to make policy decisions. The process involves partnerships with local stakeholders, US EPA, Ohio EPA, local universities, and industries. This collaborative effort establishes goals and direction to enable sustainable growth while maintaining environmental integrity.

The Office of Environmental Quality (OEQ) monitors chemical and physical parameters at approximately 30 grab sampling sites along the East Fork River and its tributaries. Each site represents a specific drainage or watershed and/or land use. OEQ has also established five automatic sampling stations where continuous information about stream conditions is recorded and flow apportioned samples are collected during and after periods of rain. This monitoring is used to assess various land use impacts on water quality and to help identify potential problems. Biological (fish, aquatic insects, and habitat) data are also collected at approximately 10 sites each year to help monitor the condition of County streams. Additionally, OEQ has embarked upon a terrestrial monitoring program (birds, moths and insects) that will lead to the development of an index designed to monitor and protect headwater streams. Reports summarizing the results of OEQ's monitoring programs can be obtained at www.oeg.net.

OEQ continued its participation in the U.S. EPA Project XLC Program, which stands for Excellence and Leadership for Communities. Project XLC provides Clermont County with the regulatory flexibility needed to test innovative watershed management programs that will help achieve superior environmental performance. In 2001, OEQ completed Phase I of Project XLC with the development of a Quality Management Plan that will help guide the implementation of OEQ's programs. Phase II of the program, which was initiated last year, will result in the development of a Watershed Action Plan for the East Fork Little Miami River.

Information Systems Department: During 2001, Clermont County's Information Systems Department continued to face technological and organizational challenges. Responsibilities were expanded, a new organizational table was adopted and new staff were brought on board.

The constant technology changes were managed along with the adoption of new and improved security as it pertains to critical network infrastructure. The scope of responsibilities for ISD were broadened to more completely include the Geographic Information Systems Section (GIS), Department of Public Safety Services (DPSS) and the Clermont County Records Retention Center.

In 2001, the GIS staff provided support to numerous agencies, including the development of a model to be used by the Clermont County Open Space Committee, providing training for several Township offices, and assisting the Clermont County Educational Service Center and the local schools with their "Environmental Quality Grant." Additional accomplishments included a focus on data organization and documentation, as well as, staff training in preparation for the migration of much of the data to a new format in order to work with upgraded GIS software.

2001 saw the County finish the second phase of one of the most complex technology projects to date, the 800MHz Radio and Data network. Started in December of 1998, multiple radio towers and support sites, along with a complex voice and data network infrastructure, finished construction in November 2000. Nearly 1000 voice radios were programmed and put into use by 52 distinct public safety and service agencies, almost all within the first quarter of 2001. Mobile Data Computers (MDC's) will be deployed in law enforcement vehicles during the second quarter of 2002.

Engineer: During 2001, the Clermont County Engineer's Office replaced ten load deficient bridges and completed several roadway improvement projects. The overall cost for these projects was approximately \$3,800,000. Various funding sources were used including Ohio Public Works Commission (OPWC), Ohio Department of Transportation (ODOT), Board of Clermont County Commissioners, and the County Engineer funds. The following major projects were completed in 2001: Hill Station Road Bridge Replacement (Goshen Township) the existing 3-ton bridge was replaced with a pre-stressed concrete I-Beam bridge with road alignment changes to improve safety; Gibson Road Bridge Replacement (Goshen Township) the existing 3-ton bridge was replaced with a pre-stressed concrete box beam bridge; U.S. 50 at I-275 Phase 3B (Miami Township) Intersection improvements at the exit ramps of I-275 onto U.S. 50 including turning lanes and traffic signal installations; Aicholtz Road and Eastgate Boulevard Intersections (Union Township) the existing intersection was upgraded to include additional turn lanes and a traffic signal; and Blue Sky Park Bridge Replacement (Jackson Township) the closed bridge was replaced.

On October 15, 2001, the Office of the Clermont County Engineer along with Water & Sewer Construction moved to its new location at 2381 Clermont Center Drive. Whalen Inc., began construction of the 6,636 square foot expansion in March, 2001. The expansion added to the existing Department of Community Planning and Development in an effort to provide an easier channel of communication between the two offices. The total cost of the project was \$797,142 which was funded by the Board of County Commissioners.

Sheriff: In 2001 the Sheriff's Office implemented a "Last Chance" teen driving program in cooperation with Juvenile Court and Child Focus in response to an increase in teen traffic offenses and accidents. Safe driving habits, alcohol awareness and traffic law compliance are taught by program coordinator Lt. Randy Harvey. This program received a Clermont 2001 Leadership Award.

The Sheriff's Office continues to work in conjunction with county school districts in enhancing student and staff safety. Specialized QUAD (Quick Action Deployment) system training was provided to county law enforcement officers. The system was designed to facilitate a rapid uniform response to incidents involving school safety. Additionally, Amelia High School has contracted with the Sheriff's Office for a school resource deputy to provide security during school hours. U.S. Grant Vocational school has had a school resource deputy since 1999.

The Sheriff's web site, created in 1999, continues to provide County residents greater access to agency information and services. The site includes a sexual offender registry, most wanted list, administration and operations information, and employment opportunities. New in 2001 is a "Send Us a Tip" feature, allowing anonymous crime tips to be sent to the Sheriff's Office. Also new in 2001 is a "Traffic Information" link, providing road hazard and construction information for Clermont County roads. Citizens can sign up for Alerts and a Newsletter by entering their E-mail address. The web site was awarded 3rd place in Law and Order Magazine's national 2001 "Web Site Design Contest".

In 2001, renovation began in the jail. When completed the facility will have 500+ beds. Over 300,000 meals were served in the jail in 2001, at a cost of 93 cents each. With the recent opening of the "South" Minimum Security areas, the jail now has a total of 360 beds.

Municipal Court: The Municipal Court continued to utilize Intensive Supervision Probation (ISP) funded through a grant from the Ohio Department of Rehabilitation and Corrections. The ISP Officer closely monitors high risk misdemeanor offenders through a more structured level of supervision. The program provides increased reporting requirements, home and employment contacts and monitoring of treatment conditions. One hundred two (102) offenders were placed on Intensive Supervision Probation for the year.

To address offenders whose crimes are primarily a result of alcohol and drug addictions, the Court uses Intensive Treatment Probation (ITP). The ITP Officer closely monitors treatment conditions by way of increased office visits and drug screens. During 2001, ninety (90) offenders were placed on Intensive Treatment Probation.

Probationary offenders are required to report directly to a probation officer for monitoring and supervision. Probationary periods range from one (1) to five (5) years. Conditions of probation, as set by the Court, frequently include abstaining from drugs and alcohol, drug testing and substance abuse and mental health counseling. For the year 2001, the probation department monitored 1,309 offenders on probation.

Restitution in the amount of \$351,301 was collected for victims of crime in 2001. The reimbursement of crime victims continued to be a primary concern for the Court. Further, the Court collected \$4,681,935 in revenue allocated mainly to fines and costs.

The Municipal Adult Probation Department was presented with the Ohio Department of Rehabilitation and Corrections 2001 Clifford Skeen Award. The Clifford Skeen Award is presented to recognize outstanding jail diversion programming in Ohio. Probation officer Greg Hall was awarded the George W. Farmer Line Officer of the Year Award for the State of Ohio by the Ohio Chief Probation Officer's Association.

Future Projects

On November 13, 2001, the Board of County Commissioners authorized the issuance of \$19,995,000 to finance various projects in the County. \$8,850,000 will be used to finance the construction, equipping and installation of a new Municipal Court Facility. The new Courthouse will be a one-story building with five courtrooms and a one-stop facility for people paying traffic tickets, for those in need of the public defender, prosecutor, mediation and other services. Plenty of parking will be available, plus enough ground to double the court space in time if needed. Construction began in 2001, with completion in the fall of 2002.

In addition, \$2,330,000 will be utilized to finance the construction of a new Juvenile Detention Facility in conjunction with a \$2.2 million state grant from the Ohio Department of Youth Services. The grant money combined with the \$2.3 million will enable the County to break ground on the new Juvenile Detention Center in the first quarter of 2002. The new facility will contain 36 beds, which will increase Juvenile Court's options. The Court will be able to opt to institute 30-60-90 day programs to treat children locally, instead of sending them outside the County.

The County currently is in the process of applying for grant money to assist in a 192 bed expansion of the Jail. Local dollars for the project will be funded with \$4,095,000 of the bond proceeds. Completion of this construction is scheduled for the year 2004 pending approval of the grant. The remaining proceeds are earmarked for renovations to the existing Historic Courthouse and to refund Correctional Facilities Bonds.

Funded by the area businesses, the Clermont County Engineer's Office will be constructing a new public roadway starting at the intersection of Glen Este Withamsville Road and Clepper Lane, and continuing west through various parking lots and ending at the Frisch's on Eastgate Boulevard. Traffic improvements will include inter-connected traffic signals, drainage improvements, and construction of new roadway. Additional turn lanes will be added at the intersection of Eastgate Boulevard and the new public roadway at Frisch's. The new roadway will be a minimum of three lanes which will allow turn lanes at all signalized intersections. The inter-connected signals allow each intersections signal to communicate with each other to coordinate traffic flow. This improvement project is scheduled to go out for public bid in February, with anticipated construction to begin in April. Completion of construction is set for mid November 2002.

FINANCIAL INFORMATION

Accounting System and Internal Control

The County's accounting system is organized on a "fund" basis. Each fund is a distinct self balancing accounting entity. The County's day-to-day accounting and budgetary records are maintained on a basis other than Generally Accepted Accounting Principles (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 basis of accounting and presentation of the various funds utilized by Clermont County are fully described in Note B of the basic financial statements. Additional budgetary information can be found in Note C.

In developing the County's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the costs of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The County utilizes an accounting system, as well as a system of control, for fixed assets and payroll. These systems, coupled with the auditing of each individual voucher prior to payment by the Auditor's office, ensure that the financial information generated is both accurate and reliable.

Budgetary Controls

The Board of County Commissioners adopted the 2001 annual budget for the County in December, 2000. 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 department heads and submitted to the County Auditor for processing. The necessary funds are encumbered and the purchase order released to the vendors; those purchase orders which exceed the available appropriation are rejected until additional funds are secured.

Cash Management

The County pools its cash to simplify cash management. All idle monies are invested, with the earnings allocated to the General Fund and other qualifying funds as prescribed by Ohio law. The County invests primarily in Certificates of Deposit, U.S. Government Securities, U.S. Government Backed Securities, Federal Agency securities, Mutual Funds, Repurchase agreements and the State Treasury Asset Reserve Program. Investments are reported at fair value which is based on quoted market prices. The County Treasurer makes such commitments of County resources only with federally insured financial institutions, and with the State of Ohio.

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

Risk Management

Clermont County is continuing its efforts to use alternative coverage to get the maximum amount of insurance coverage for the minimum amount of premiums. In 2001, the County carried comprehensive general liability including law enforcement liability, blanket crime coverage, public officials liability insurance, fleet insurance, and a comprehensive boiler and machinery coverage.

Clermont County enforces a program permitting only those employees with "good driving records" to operate any County vehicle. An employee's driving record is validated through the Ohio Bureau of Motor Vehicles upon employment and is checked periodically after that.

The County maintains a Workmen's Compensation Fund for the administration of a Workers' Compensation program to reduce employee risk, decrease the County's workers' compensation liability and to measure and recover the cost of providing the program to departments of the County.

Health Benefits

After ninety days of full time employment, each new employee is eligible for health care benefits provided by the County. The County has elected to provide employees major medical, vision and hospitalization through a self-insured program. The County maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program. A third party administrator, Anthem Blue Cross and Blue Shield and Dental Care Plus Insurance Companies, reviews all claims which are then paid by the County. The County purchases stop-loss coverage of \$100,000 per employee and an aggregate limit of \$1,000,000. The County pays into the self-insurance internal service fund \$475.52 for family coverage and \$195.02 for individual coverage per employee per month which represents the entire premium required. The premium is paid by the fund that pays the salary for the employee and is based on historic cost information.

INDEPENDENT AUDIT

Included in this report is an Auditor of State unqualified opinion rendered on the County's financial position, and results of operations, as well as its existing assets and liabilities, as reported in the basic financial statements for the year ended December 31, 2001. An annual, independent audit of the County's financial statements is part of the annual preparation of a Comprehensive Annual Financial Report. This annual, independent audit continues to provide a review and comments which strengthen the County's accounting and budgetary controls.

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 Clermont County for its comprehensive annual financial report (CAFR) for the year ended December 31, 2000. This was the fifteenth consecutive year that the County has achieved this prestigious award. 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 must satisfy both generally accepted accounting principles and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certification.

ACKNOWLEDGMENTS

Clermont County is proud to have been one of the first counties in Ohio to prepare a comprehensive financial report in conformity with generally accepted accounting principles (GAAP) and to implement the new reporting model as promulgated by GASB Statement No. 34 along with the precise guidelines established by the Government Finance Officers Association (GFOA).

The preparation of this report could not have been accomplished without the dedicated effort of a number of employees within the County Auditor's Office and the audit and local government services divisions of the Auditor of the State of Ohio. We also extend appreciation to the County's other elected officials and department heads for their contributions and continued support of this project.

I would especially like to recognize Charles F. Tilbury, Jr., Chief Deputy Auditor, Christopher T. Mehlman, Deputy Auditor - Financial Operations, Shirley Foley, Special Projects Manager and the County Auditor's fiscal department for their dedication toward the successful completion of this project.

Respectfully,

A handwritten signature in cursive script that reads "Linda L. Fraley".

Linda L. Fraley
Clermont County Auditor

**CLERMONT COUNTY, OHIO
ELECTED OFFICIALS**

BOARD OF COUNTY COMMISSIONERS:

Mary Walker President
Martha Dorsey Vice President
Robert L. Proud Member

OTHER ELECTED OFFICIALS:

Linda L. Fraley Auditor
David R. Caudill, Jr. Clerk of Courts
Dr. Nico Capurro Coroner
Carl G. Hartman Engineer
Donald W. White Prosecutor
Carolyn Green Recorder
Albert (Tim) Rodenberg, Jr. Sheriff
J. Robert True Treasurer

TWELFTH DISTRICT COURT OF APPEALS:

Stephen Powell Presiding Judge
Anthony Valen Judge
James Walsh Judge
William Young Judge

COMMON PLEAS COURT

General Division:

Robert P. Ringland Administrative and Presiding Judge
Jerry R. McBride Judge
William Walker Judge

Domestic Relations Division:

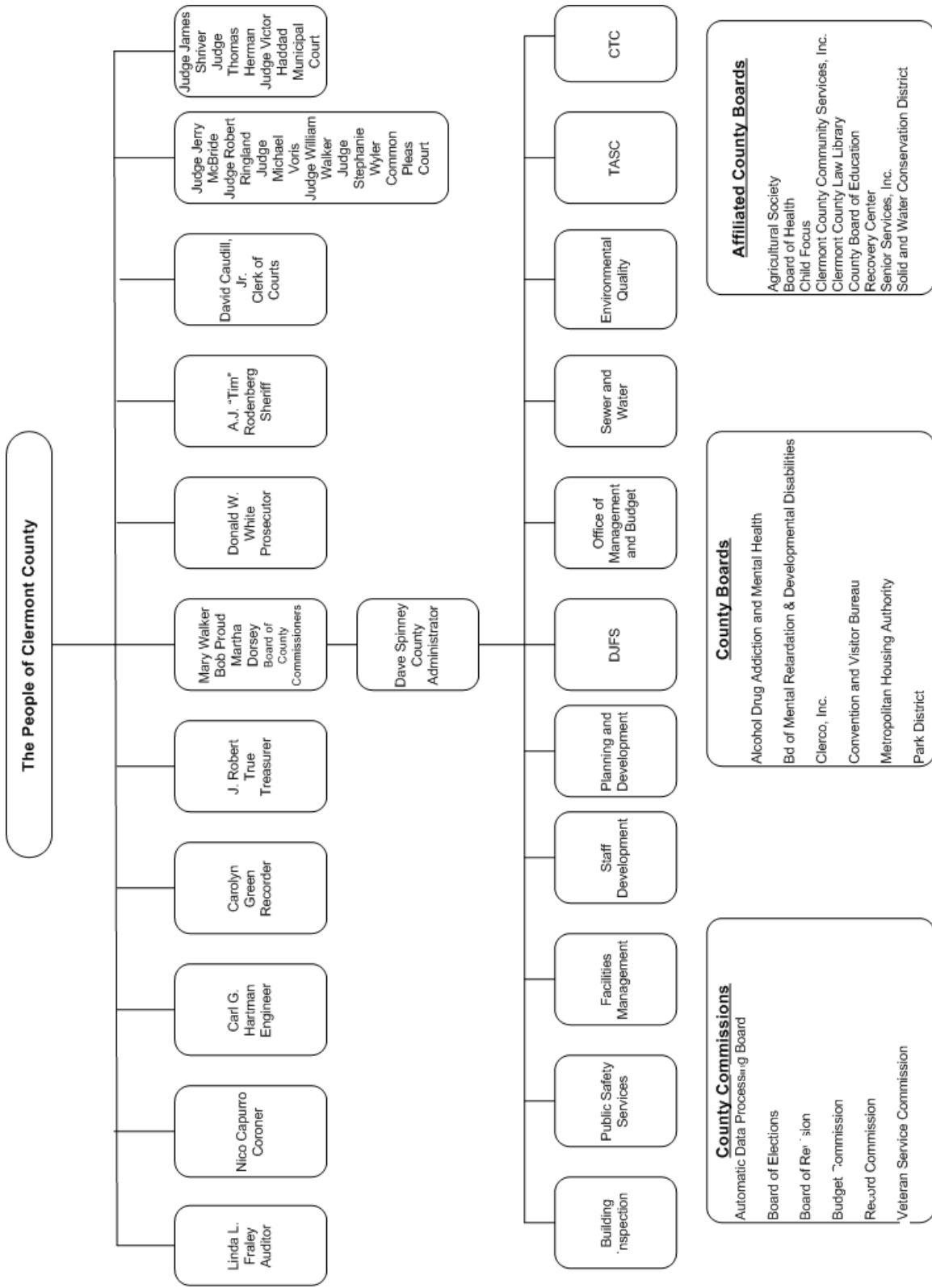
Michael J. Voris Judge

Juvenile and Probate Division:

Stephanie Wyler Judge

MUNICIPAL COURT

James A. Shriver Administrative Judge
Thomas R. Herman Judge
Victor M. Haddad Judge



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Clermont County,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2000

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.



Imelda A. Crew
President

Jeffrey L. Esser
Executive Director

This Page is Intentionally Left Blank.

FINANCIAL SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street
Suite 150 E
Cincinnati, Ohio 45202
Telephone 513-361-8550
800-368-7419
Facsimile 513-361-8577
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Clermont County
101 East Main Street
Batavia, Ohio 45103

To the Board of County Commissioners:

We have audited the accompanying basic financial statements of Clermont County, Ohio (the County) as of and for the year ended December 31, 2001, as listed in the table of contents. These basic financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Clermont County Sewer District and the Clermont County Water District, which represent all the assets and revenues of the Business-Type Activities/Enterprise Fund Type. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion on the basic financial statements, insofar as it relates to the amounts included for the Business-Type Activities/Enterprise Fund Type, is based on the reports of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the basic financial statements referred to above present fairly, in all material respects, the financial position of Clermont County, Ohio, as of December 31, 2001, and the results of its operations and the cash flows of its proprietary funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2002 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We applied limited procedures, consisting principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. We did not audit the information and express no opinion thereon.

We performed our audit to form an opinion on the basic financial statements of the County, taken as a whole. The combining and individual fund statements and schedules listed in the table of contents are presented for additional analysis and are 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 and, in our opinion, is fairly presented in all material respects, in relation to the basic financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.



Jim Petro
Auditor of State

May 31, 2002

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

The discussion and analysis of Clermont County's financial performance provide an overall review of the County's financial activities for the year ended December 31, 2001. The intent of this discussion and analysis is to look at the County's financial performance as a whole; readers should also review the transmittal letter, and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2001 are as follows:

- ❑ The assets of the County exceeded its liabilities at the close of the year ended December 31, 2001, by \$354.6 million (net assets). Of this amount, \$11 million (unrestricted net assets) may be used to meet the County's ongoing obligations to citizens and creditors, and \$88.8 million is classified as unrestricted in the Water and Sewer activities.
- ❑ The County's total net assets increased by \$22.6 million, which represents a 6.8% increase from 2000.
- ❑ At the end of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$62.5 million, an increase of \$23.8 million from the prior year. Of this amount, \$56 million is available for spending (unreserved fund balance) on behalf of its citizens.
- ❑ At the end of the current fiscal year, unreserved fund balance for the general fund was \$23.4 million, or a little more than 52% of total general fund expenditures and other financing uses.
- ❑ Clermont County's total debt increased by \$11.9 million which represents a 43% increase in debt related to governmental activities and a 3% decrease in debt related to business-type activities.
- ❑ In November 2001, the County authorized the issuance of the largest general obligation bond issue (\$19,950,000) in its history for the construction and renovation of various capital projects and the refunding of bonds.

Using this Annual Financial Report

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

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole County, presenting both an aggregate view of the County's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the County's most significant funds with all other non-major funds presented in total in one column.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

Reporting Clermont County as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains information about the funds used by the County to provide services to our citizens, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially during 2001?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

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

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

- ◆ Governmental Activities-Most of the County's services are reported here including police, social services programs, administration, and all departments with the exception of our Water and Sewer funds.
- ◆ Business-Type Activities- These services have a charge based upon the amount of usage. The County charges fees to recoup the cost of the entire operation of our Water and Sewer Plants as well as all capital expenses associated with these facilities.
- ◆ Component Units-The County includes financial data of the County Board of Mental Retardation and Developmental Disabilities (MRDD) and the Mental Health and Recovery Board (MHRB) in its report. The component units are separate and may buy, sell lease and mortgage property in their own name and can sue or be sued in their own name.

Reporting Clermont County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restrictions on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. In the case of Clermont County, our major funds are the General, Social Services, Motor Vehicle and Gas, Judicial Projects and County Capital Improvements. The analysis of the County's major funds begins on page 23.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

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

Because the focus of governmental funds is more 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. The governmental fund financial statements can be found on pages 84-90 of 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 enterprise funds to account for its Water and Sewer operations. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insurance, fleet maintenance, telephone company and worker's compensation programs. The proprietary fund financial statements can be found on pages 37-40 of this report.

Fiduciary Funds: Are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that of the proprietary funds. The fiduciary fund financial statements can be found on page 41 of this report.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements begin on page 45 of this report.

Other information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which begin on page 81 of this report.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$355 million (\$146.7 million in governmental activities and \$207.9 million in business type activities) as of December 31, 2001. By far, the largest portion of the County's net assets (57%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that are still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Table 1 provides a summary of the County's net assets for 2001 compared to 2000.

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
Assets						
Current & Other Assets	\$106.8	\$84.2	\$100.2	\$100.7	\$207.0	\$184.9
Capital Assets, Net	<u>116.9</u>	<u>112.8</u>	<u>205.3</u>	<u>195.5</u>	<u>322.2</u>	<u>308.3</u>
<i>Total Assets</i>	<u>223.7</u>	<u>197.0</u>	<u>305.5</u>	<u>296.2</u>	<u>529.2</u>	<u>493.2</u>
Liabilities						
Current & Other Liabilities	(25.2)	(24.6)	(3.5)	(2.6)	(28.7)	(27.2)
Long-Term Liabilities						
Due Within One Year	(5.1)	(5.7)	(3.3)	(3.1)	(8.4)	(8.8)
Due in More Than One Year	<u>(46.7)</u>	<u>(31.8)</u>	<u>(90.8)</u>	<u>(93.4)</u>	<u>(137.5)</u>	<u>(125.2)</u>
<i>Total Liabilities</i>	<u>(77.0)</u>	<u>(62.1)</u>	<u>(97.6)</u>	<u>(99.1)</u>	<u>(174.6)</u>	<u>(161.2)</u>
Net Assets						
Invested in Capital	86.9	80.7	111.2	102.2	198.1	182.9
Assets Net of Debt						
Restricted:						
Capital Projects	26.2	11.9	-0-	-0-	26.2	11.9
Debt Service	5.7	6.1	7.9	4.7	13.6	10.8
Other Purposes	16.9	15.1	-0-	-0-	16.9	15.1
Unrestricted	<u>11.0</u>	<u>21.1</u>	<u>88.8</u>	<u>90.2</u>	<u>99.8</u>	<u>111.3</u>
<i>Total Net Assets</i>	<u>\$146.7</u>	<u>\$134.9</u>	<u>\$207.9</u>	<u>\$197.1</u>	<u>\$354.6</u>	<u>\$332.0</u>

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

An additional portion of the County's net assets represents resources that are subject to external restrictions on how they may be used. In the current fiscal year, this represented \$56.7 million or 16% of net assets. The remaining \$99.8 million or 28% of net assets may be used to meet the County's ongoing obligations to its citizens and creditors and for Water and Sewer activities.

As of December 31, 2001, the County is able to report positive balances in all three categories of net assets, both for the County as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

Total assets increased \$36.0 million. \$3.9 million can be attributed to investments held in segregated accounts representing proceeds from the demutualization of Anthem Blue Cross Blue Shield.

Table 2 below provides a summary of the changes in net assets for 2001 compared to 2000

Table 2
Changes in Net Assets
(In Millions)

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
Revenues						
Program Revenues:						
Charges for Services	\$19.3	\$16.9	\$23.7	\$24.7	\$43.0	\$41.6
Operating Grants, Contributions and Interest	29.8	25.8	-0-	-0-	29.8	25.8
Capital Grants and Contributions	3.3	10.3	8.5	10.1	11.8	20.4
General Revenues:						
Property Taxes	13.9	13.7	-0-	-0-	13.9	13.7
Sales Taxes	20.3	19.3	-0-	-0-	20.3	19.3
Other Taxes	.3	.3	-0-	-0-	.3	.3
Unrestricted Grants	4.2	4.1	-0-	-0-	4.2	4.1
Other	12.1	8.5	-0-	-0-	12.1	8.5
Water and Sewer	<u>-0-</u>	<u>-0-</u>	<u>5.0</u>	<u>5.7</u>	<u>5.0</u>	<u>5.7</u>
Total Revenues	<u>103.2</u>	<u>98.9</u>	<u>37.2</u>	<u>40.5</u>	<u>140.4</u>	<u>139.4</u>
Program Expenses						
General Government:						
Legislative and Executive	19.1	15.9	-0-	-0-	19.1	15.9
Judicial System	7.3	7.0	-0-	-0-	7.3	7.0
Public Safety	22.8	18.2	-0-	-0-	22.8	18.2
Public Works	9.7	4.6	-0-	-0-	9.7	4.6
Health	.8	0.7	-0-	-0-	.8	0.7
Human Services	25.9	24.6	-0-	-0-	25.9	24.6
Community Development	2.5	3.3	-0-	-0-	2.5	3.3
Transportation	1.2	2.1	-0-	-0-	1.2	2.1
Interest and Fiscal Charges	2.0	2.0	-0-	-0-	2.0	2.0
Water and Sewer	<u>-0-</u>	<u>-0-</u>	<u>26.5</u>	<u>25.7</u>	<u>26.5</u>	<u>25.7</u>
Total Expenses	<u>91.3</u>	<u>78.4</u>	<u>26.5</u>	<u>25.7</u>	<u>117.8</u>	<u>104.1</u>
Increase in Net Assets before transfers	<u>11.9</u>	<u>20.5</u>	<u>10.7</u>	<u>14.8</u>	<u>22.6</u>	<u>35.3</u>
Transfers	<u>(.04)</u>	<u>(1.1)</u>	<u>.04</u>	<u>1.1</u>	<u>-0-</u>	<u>-0-</u>
Increase in Net Assets	<u>\$11.9</u>	<u>\$19.4</u>	<u>10.7</u>	<u>\$15.9</u>	<u>22.6</u>	<u>\$35.3</u>

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

Governmental Activities

The legislative and executive programs of the County represent the activities related to the governing body and other elected officials in the performance of their primary duties and subsidiary activities. These activities directly support other programs of the County and service its citizens. In 2001, this represented 21% of the County's total expenses. This was an increase of roughly \$3.2 million from 2000. A considerable portion of the increase was attributed to increased direct expenses of the County's Health Insurance plans. The Cincinnati area saw a larger than average increase in its cost of health care for 2001. These increases were addressed by the Board of County Commissioners, through plans to reduce health care spending and to replenish existing reserves.

In addition, advances in the technological realms of the County required the acquisition of equipment, training and personnel to allow departments to operate in the most efficient manner possible. The County's public safety programs saw a drastic change in how we manage the security of the County and its citizens after the events of September 11th. With the inception of the 800 MHz system, an upgraded 911 center and a better awareness for issues which pose threats to our safety, public safety programs increased their services by \$4.6 million from 2000. The County's Sheriff's office and Board of County Commissioners strive to ensure that the public's safety is its first priority. Whether that includes increased patrol, security for water and sewer functions, disaster scenarios, disaster recovery or expansion of existing jail facilities, the County's perspective of security has changed.

The anticipation of new costs does not become a reality until every resource option has been reviewed. In 2001, charges to users related to legislative and executive programs increased in relation to its expenses. The \$10.5 million in charges for services related to the County's legislative and executive programs help to offset the increased direct expenses of the program. The County continues to explore and acquire new intergovernmental revenue streams. The County's aggressive strategy to secure the maximum amount of grants and contributions that are provided by the state and federal governments continues to be productive. Subsidies related to social services programs continues to be the County's largest intergovernmental contributions. Roughly 58% of the County's intergovernmental revenue is allocated to these programs. In 2001, these programs saw an increase of \$ 2.8 million as a result of additional program services and prior year deferrals. Grants related to the County's public works program, which included OPWC grants, federal and state highway safety and construction grants accounted for 22% of the County's intergovernmental revenue. Other significant grants included the Community Development Block Grant and the County-wide Hazard Mitigation (4%), VOITIS Sub-Grant (2%), and Reclaim Ohio/Youth Services Subsidy (2%).

Business-Type Activities

In 2001, the County's Water and Sewer Systems saw the completion of the first full year of operations under the direction of private contractors. In the County's Water and Sewer funds, operating revenues decreased by \$1.0 million as a result of a continual reduction of metered sales and from the effects of a respective 5% and 8.5% rate reduction that occurred in October 2000. While total expenses increased \$.8 million, capital contributions decreased by \$1.5 million as a result of a reduction in donated assets during the year, and the amount of construction projects still outstanding at year end. Of the \$8.5 million capital contribution, \$3.7 million represented non-cash or donated assets.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

Financial Analysis of the County's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$62.5 million. Approximately \$56.0 of this amount constitutes unreserved fund balance, which is available for spending for its citizens. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders of the prior year (\$6.4 million), and 2) to account for the reservation of loans (\$.1 million). While the bulk of the governmental fund balances are not reserved in the governmental fund statements, they lead to restricted net assets on the Statement of Net Assets due to their being restricted for use for a particular purpose mandated by the source of the resources such as the state and federal governments or a tax levy.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$23.4 million, while the total fund balance reached \$25.1 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents approximately 52% of the total general fund expenditures and other financing uses, while total fund balance represents 56% of that same amount.

The fund balance of the County's general fund increased by \$5.5 million during the current fiscal year with revenues exceeding expenditures by \$8.1 million. Key factors in this growth are as follows:

- An increase in the charges for services in the amount of \$ 2.2 million was the result of a record number of home refinancing during 2001. The County recorder's office saw an increase of roughly \$ 1 million in recorded transaction fees, and conveyance fees increased considerably (\$.3 million).
- In addition, the County's largest tax revenue source is its sales tax. Fourth quarter 2001, projections revealed that the economy may enter into a spending down swing over the next 12 months. However, during calendar year 2001, the County's sale tax revenue increased \$ 2.3 million dollars which included record highs for sales tax collection during the summer of 2001.
- On November 2, 2001 Anthem, Inc. issued 78,648 shares of common stock to the County as part of the conversion of Anthem Insurance Companies, Inc. from a mutual insurance company to a stock insurance company. As a result the County received \$3.9 million from Anthem, Inc.

The County's Judicial Projects fund received \$ 10.9 million in bond proceeds for the Construction of a new Municipal Court Building and renovations to the existing historic Courthouse. As of December 31, 2001, the County had expended roughly \$1.3 million in capital outlay related to these projects.

The Social Services fund experienced a substantial change to its overall fund balance during 2001. With the increase in funding related to new programs such as the Workforce Investment Act, and the receipt of deferred amounts from prior year state advances of program costs, the Social Services fund increased its fund balance by \$3.3 million.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

General Fund Budgeting 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.

During the course of 2001, the County amended its general fund budget numerous times, the most significant noted below. All recommendations for the budget came from the Office of Management and Budget for review before going to the Board of County Commissioners for adoption of a resolution on the change. The Board of County Commissioners also approves small interdepartmental budget changes that modify line items within departments within the same fund. With the General fund supporting many of our major activities such as our public safety programs, as well as most legislative and executive activities, the General fund is monitored closely looking for possible revenue shortfalls or over spending by individual departments. A summary of noted differences and explanations:

- Differences between the original budgeted revenues and the final budgeted revenues were \$.1 million, and were due to an increase for intergovernmental revenues.
- The most significant of these changes resulted a \$ 1.1 million increase in the County's public safety activity. These increases were the result of the possibility of increased costs related to the heightened security threats which were the result of the September 11th disaster. Overall, General fund activities' budgets were decreased \$.7 million.
- Once again, the County's elected officials and department heads worked with the County Commissioners to maintain effective programs for its citizens without the increased expenditures related to its legislative and executive programs. The legislative and executive activities did not utilize \$ 3.9 million of the appropriation necessary to operate those activities.
- Transfers out budget was increased significantly during 2001 to account for debt service charges, matching portion of grants, legal requirements and capital expenditures, however, most of the increase was not utilized.

Capital Assets and Debt Administration

Capital Assets: The County's investment in capital assets for its governmental and business type activities as of December 31, 2001, amounts to \$201.4 million (net of accumulated depreciation and related debt). This investment in capital assets includes land, buildings and systems, improvements, equipment and machinery, roads, highways, and bridges.

Note H (Capital Assets) provides capital asset activity during 2001.

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

- During 2001, the Clermont County Engineer's Office replaced ten load deficient bridges and completed several roadway improvement projects. The overall cost for these projects was \$3,822,954. Various funding sources were used including Ohio Public Works Commission (OPWC), Ohio Department of Transportation (ODOT), Board of Clermont County Commissioners, and the County Engineer funds.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

- During 2001, the County saw the completion of the final stages to the Geographical Information System (GIS). The GIS system encompasses a variety of technological equipment, aerial photography and graphical information. Although GIS has been an evolving project, and in constant use by the County's Auditor, Planning, Engineer and Water and Sewer departments, in 2001, the final stages were completed. The current GIS system is updated daily and would take several years to duplicate at a cost too high to estimate.
- In 2001, approximately 293 miles of County roads were paved at a cost of \$1 million.
- 2001, saw the completion of the newly-expanded O'Bannon Wastewater Treatment Plant. The project expanded the treatment plant's capacity to 4.4 million gallons per day.
- Received \$1.6 million of waterlines from developers.
- Received \$ 2.1 million of sewer lines from developers.

Long-term Debt: At the end of 2001, the County had general obligation debt outstanding of \$47.8 million. Of this amount, \$44.0 million comprises debt backed by the full faith and credit of the County and \$3.8 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's long-term general obligation debt increased by \$14.4 million or 49% during the 2001 fiscal year, and the County's Water and Sewer debt decreased \$2.5 million or 3%. The increase in general obligated debt was due to the issuance of \$19,995,000 of bonds. The County maintains an Aa3 rating from Moody's for general obligation debt. State statute limits the total amount of debt a governmental entity may issue. The current unvoted debt margin for the County is \$4.2 million.

In addition to the bonded debt, the County's long-term obligations includes compensated absences. Additional information on the County's long-term debt can be found in Note I of this report. Note J provides information regarding bond anticipation notes.

The only bond anticipation note outstanding as of December 31, 2001, was for capital road projects which will be assessed upon completion with the infrastructure assets being included in the County's capital assets.

Interest and fiscal charges for 2001, were \$2.0 million or 2% of the total governmental activities expenses.

Economic Factors and Next Year's Budgets and Rates

Clermont County has experienced substantial growth in the last two decades, aided by the completion of I-275 and the opening of I-471 between I-275 and downtown Cincinnati. With the increased accessibility, a probusiness environment and an abundance of low-cost available property, Clermont County continues to flourish in residential and commercial growth.

Clermont County continued its position of rapid growth in 2001. Woods and Poole, Inc. based in Washington, D.C., ranks Clermont County third in projected population growth in Ohio for the period 1997-2005, as compared to the other 88 counties in the state. Over the past six years, Clermont County has consistently been one of the fastest growing counties in Ohio, with a population exceeding 184,000. Growth components in which Clermont has consistently been at or near the top among Ohio counties include: Population Growth; New Housing Starts; Retail Sales Growth; New Business Start Ups and Formations and Patent and Copyright Registrations. It also projects Clermont County to be the third fastest growing County employment-wise in the State through the year 2005. The County unemployment rate of 4.1% at December 31, 2001 compares to 4.5 % for the State of Ohio and 5.4% for the United States.

Clermont County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2001
Unaudited

We anticipate over the next year a marginal drop in sales tax revenues given the current economic indicators for this region. The County's portion of state-based program revenue may also be affected by these economic conditions. Specifically, the State legislature recently put a freeze on monies allocated to local governments for local government and local government revenue assistance for 2002.

All of these factors' were considered in the preparation of the County's 2002 budget. In conjunction with current economic factors, the county reduced its anticipated spending for 2002 and put a freeze on technology capital outlay. The County has maintained a standard of limiting appropriations to those revenues that were received in the prior year. This approach has allowed the County to maintain a prospering unreserved fund balance which will cumulate the County's resources to benefit necessary safety, social service and capital programs without an additional burden to its citizens.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Linda L. Fraley, Clermont County Auditor, 101 East Main Street, Batavia, Ohio 45103, (513) 732-7150, (email at lfraley@co.clermont.oh.us.) or visit the County website at www.clermont.oh.us.

(THIS PAGE LEFT BLANK INTENTIONALLY)

Clermont County, Ohio
Statement of Net Assets
December 31, 2001

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Assets				
Equity in Pooled Cash and Cash Equivalents	\$68,262,674	\$5,221,048	\$73,483,722	\$8,468,755
Cash and Cash Equivalents in Segregated Accounts	0	10,180,094	10,180,094	17,957
Investments in Segregated Accounts	3,893,076	58,910,055	62,803,131	0
Accounts Receivable	198,230	4,789,651	4,987,881	76,901
Accrued Interest Receivable	762,174	0	762,174	0
Intergovernmental Receivable	9,945,219	0	9,945,219	6,628,499
Taxes Receivable	18,686,787	0	18,686,787	7,097,115
Internal Balances	(542,017)	542,017	0	0
Prepaid Items	99,963	0	99,963	29,895
Inventory of Supplies at Cost	0	265,616	265,616	2,901
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	0	60	60	0
Cash and Cash Equivalents in Segregated Accounts	0	732,880	732,880	4,312
Investments in Segregated Accounts	0	15,692,775	15,692,775	0
Retainage Accounts	0	611,982	611,982	0
Accrued Interest	0	500,080	500,080	0
Grants Receivable	0	15,581	15,581	0
Loans Receivable	164,547	1,029,095	1,193,642	0
Unamortized Financing Costs	0	1,711,516	1,711,516	0
Special Assessments Receivable	5,398,714	0	5,398,714	0
Land and Construction in Progress	20,712,156	17,842,818	38,554,974	522,751
Depreciable Capital Assets, Net	96,160,543	187,465,927	283,626,470	7,736,349
Total Assets	\$223,742,066	\$305,511,195	\$529,253,261	\$30,585,435
Liabilities				
Accounts Payable	\$3,409,540	\$851,909	\$4,261,449	\$650,704
Contracts Payable	1,253,547	0	1,253,547	0
Accrued Wages and Benefits	851,308	244,285	1,095,593	176,313
Intergovernmental Payable	1,067,951	0	1,067,951	210,960
Deferred Revenue	14,411,061	0	14,411,061	6,559,832
Matured Special Assessment Bonds Payable	30,000	0	30,000	0
Matured Interest Payable	9,813	0	9,813	0
Accrued Interest Payable	261,317	0	261,317	674
Notes Payable	3,300,000	0	3,300,000	0
Claims Payable	637,900	0	637,900	0
Payable from Restricted Assets:				
Accounts Payable	0	1,333,976	1,333,976	0
Accrued Interest Payable	0	395,960	395,960	0
Retainage Payable	0	611,982	611,982	0
Maintenance Bond Payable	0	58,950	58,950	0
Current Portion of Long-Term Debt	0	3,294,118	3,294,118	0
Long-Term Liabilities:				
Due Within One Year	5,067,842	0	5,067,842	275,233
Due In More Than One Year	46,723,069	90,806,459	137,529,528	1,467,386
Total Liabilities	77,023,348	97,597,639	174,620,987	9,341,102
Net Assets				
Invested in Capital Assets, Net of Related Debt	86,922,699	111,208,168	198,130,867	7,588,417
Restricted for:				
Capital Projects	26,217,541	0	26,217,541	964,420
Debt Service	5,665,305	7,889,836	13,555,141	2,749
Other Purposes	16,880,749	0	16,880,749	1,413,899
Component Unit	0	0	0	4,312
Unrestricted	11,032,424	88,815,552	99,847,976	11,270,536
Total Net Assets	\$146,718,718	\$207,913,556	\$354,632,274	\$21,244,333

See accompanying notes to the basic financial statements

Clermont County, Ohio
Statement of Activities
For the Year Ended December 31, 2001

	Net (Expense) Revenue and Changes in Net Assets							Component Units
	Program Revenues			Capital Grants and Contributions	Primary Government Business-Type Activities		Total	
	Expenses	Charges for Services	Operating Grants and Contributions		Governmental Activities	Business-Type Activities		
Primary Government								
Governmental Activities	\$19,083,864	\$10,473,110	\$539,223	\$0	(\$8,081,531)	\$0	(\$8,081,531)	\$0
General Government	7,315,758	2,911,679	216,834	0	(4,187,245)	0	(4,187,245)	0
Judicial	22,853,430	2,831,316	1,903,727	884,422	(17,253,965)	0	(17,253,965)	0
Public Safety	9,714,271	571,886	6,996,868	218,252	(1,927,264)	0	(1,927,264)	0
Public Works	759,914	0	19,320	0	(100,932)	0	(100,932)	0
Health	25,862,998	1,153,038	19,117,807	0	(5,592,153)	0	(5,592,153)	0
Human Services	2,512,442	52,336	0	2,224,106	(236,000)	0	(236,000)	0
Community Development	1,190,463	640,688	1,030,481	0	480,706	0	480,706	0
Transportation	1,985,351	0	0	0	(1,985,351)	0	(1,985,351)	0
Interest and Fiscal Charges	91,288,489	19,273,713	29,824,261	3,306,780	(38,883,735)	0	(38,883,735)	0
Total Governmental Activities								
Business-Type Activities	11,186,071	10,710,767	0	3,494,901	0	3,019,597	3,019,597	0
Water	15,324,587	12,972,165	0	5,022,175	0	2,669,753	2,669,753	0
Sewer	28,510,658	23,682,932	0	8,517,076	0	5,689,350	5,689,350	0
Total Business-Type Activities								
Total Primary Government	\$117,799,147	\$42,956,645	\$29,824,261	\$11,823,856	(\$38,883,735)	5,689,350	(\$33,194,385)	0
Component Units								
MRDD	\$14,441,568	\$375,934	\$6,624,899	\$0				(\$7,440,735)
MHRB	10,950,241	122,529	11,080,934	0				283,222
Total Component Units	\$25,391,809	\$498,463	\$17,705,833	\$0				(\$7,157,513)
General Revenues								
Property Taxes Levied for:								
General Purposes					6,484,774	0	6,484,774	0
Social Services					4,394,817	0	4,394,817	0
MRDD					0	0	0	5,912,256
MHRB					0	0	0	922,321
Capital Outlay					3,082,262	0	3,082,262	0
Lodging Tax					(305,398)	0	(305,398)	0
Sales Tax					20,285,277	0	20,285,277	0
Grants not Restricted to Specific Programs					4,170,756	0	4,170,756	650,870
Investment Earnings					5,817,336	5,026,140	10,843,476	430
Miscellaneous					6,236,612	0	6,236,612	201,975
Gain on the Sale of Capital Assets					0	12,290	12,290	109,362
Transfers (See Note R)					(40,000)	40,000	0	0
Total General Revenues and Transfers					50,737,232	5,078,430	55,815,662	7,797,214
Change in Net Assets					11,853,497	10,767,780	22,621,277	609,701
Restated Net Assets Beginning of Year - (See Note D)					134,865,221	197,145,776	332,010,997	20,834,632
Net Assets End of Year					\$146,718,718	\$207,913,556	\$354,632,274	\$21,244,333

See accompanying notes to the basic financial statements

Clermont County, Ohio
Balance Sheet
Governmental Funds
December 31, 2001

	General	Social Services	MV&G	Judicial Projects
Assets				
Equity in Pooled Cash and Cash Equivalents	\$21,967,521	\$4,401,273	\$2,071,535	\$10,853,490
Investments in Segregated Accounts	3,893,076	0	0	0
Receivables:				
Taxes	6,488,308	5,790,345	0	0
Sales Taxes	3,211,004	0	107,460	0
Accounts	108,139	18,919	9,114	0
Special Assessments	0	0	0	0
Accrued Interest	721,358	0	17,217	0
Interfund	106,514	0	0	125,000
Intergovernmental Receivable	1,985,085	936,312	4,939,667	0
Prepaid Items	99,963	0	0	0
Loans Receivable	0	0	0	0
Total Assets	<u>\$38,580,968</u>	<u>\$11,146,849</u>	<u>\$7,144,993</u>	<u>\$10,978,490</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$1,179,969	\$1,277,329	\$369,101	\$0
Contracts Payable	0	0	0	275,808
Accrued Wages and Benefits	527,126	164,126	62,266	0
Intergovernmental Payable	657,718	226,687	72,463	0
Interfund Payable	737,017	0	0	0
Deferred Revenue	10,336,257	6,055,518	4,620,641	0
Matured Special Assessment Bonds Payable	0	0	0	0
Matured Interest Payable	0	0	0	0
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Total Liabilities	<u>13,438,087</u>	<u>7,723,660</u>	<u>5,124,471</u>	<u>275,808</u>
Fund Balances				
Reserved for Encumbrances	1,708,536	122,787	439,691	144,906
Reserved for Loans	0	0	0	0
Unreserved:				
Undesignated, Reported in:				
General Fund	23,434,345	0	0	0
Special Revenue Funds	0	3,300,402	1,580,831	0
Debt Service Funds	0	0	0	0
Capital Projects Funds	0	0	0	10,557,776
Total Fund Balances	<u>25,142,881</u>	<u>3,423,189</u>	<u>2,020,522</u>	<u>10,702,682</u>
Total Liabilities and Fund Balances	<u>\$38,580,968</u>	<u>\$11,146,849</u>	<u>\$7,144,993</u>	<u>\$10,978,490</u>

See accompanying notes to the basic financial statements

Clermont County, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 December 31, 2001*

County Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$4,574,710	\$21,147,414	\$65,015,943
0	0	3,893,076
3,089,670	0	15,368,323
0	0	3,318,464
0	62,058	198,230
0	5,398,714	5,398,714
0	23,599	762,174
0	70,000	301,514
163,569	1,920,586	9,945,219
0	0	99,963
0	164,547	164,547
<u>\$7,827,949</u>	<u>\$28,786,918</u>	<u>\$104,466,167</u>
\$0	\$238,529	\$3,064,928
18,645	959,094	1,253,547
0	88,977	842,495
0	102,216	1,059,084
0	106,514	843,531
3,248,965	7,257,728	31,519,109
0	30,000	30,000
0	9,813	9,813
0	4,043	4,043
0	3,300,000	3,300,000
<u>3,267,610</u>	<u>12,096,914</u>	<u>41,926,550</u>
102,894	3,852,716	6,371,530
0	164,547	164,547
0	0	23,434,345
0	5,935,682	10,816,915
0	267,503	267,503
4,457,445	6,469,556	21,484,777
<u>4,560,339</u>	<u>16,690,004</u>	<u>62,539,617</u>
<u>\$7,827,949</u>	<u>\$28,786,918</u>	<u>\$104,466,167</u>

Total Governmental Fund Balances \$62,539,617

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 116,785,925

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:

Special Assessments	5,398,714
Investment Earnings	491,723
Intergovernmental Revenues	8,642,694
Property Taxes	938,029
Sales Tax	1,617,802
Charges for Services	19,086
Total	17,108,048

Internal service funds are used by management to charge the costs of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. 2,323,805

Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds.

General Obligation Bonds	(43,950,000)
Special Assessment Bonds	(3,838,000)
Accrued Interest	(257,274)
Compensated Absences	(3,993,403)

Total (52,038,677)

Net Assets of Governmental Activities \$146,718,718

Clermont County, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2001

	General	Social Services	MV & G	Judicial Projects	County Capital Improvement
Revenues					
Property and Other Taxes	\$25,305,455	\$4,375,282	\$1,326,168	\$0	\$3,067,194
Charges for Services	9,750,083	694,644	215,798	0	4,695
Licenses and Permits	990,921	50,746	46,166	0	0
Fines and Forfeitures	1,216,343	0	172,663	0	0
Intergovernmental	4,107,358	21,621,916	7,098,869	0	329,198
Special Assessments	0	0	19,413	0	0
Investment Earnings	4,640,753	4,032	116,472	37,103	11
Net Increase in Fair Value of Investments	650,583	0	15,528	0	0
Other	4,090,985	642,472	291,387	0	156,475
Total Revenues	50,752,481	27,389,092	9,302,464	37,103	3,557,573
Expenditures					
Current:					
General Government					
Legislative and Executive	12,654,733	0	0	0	0
Judicial	6,846,058	0	0	0	0
Public Safety	17,176,405	0	0	0	0
Public Works	0	0	8,483,972	0	0
Health	292,466	0	0	0	0
Human Services	907,265	24,947,721	0	0	0
Community Development	866,448	0	0	0	0
Transportation	0	0	0	0	0
Capital Outlay	0	0	0	1,262,108	1,299,625
Intergovernmental	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	38,743,375	24,947,721	8,483,972	1,262,108	1,299,625
Excess of Revenues Over (Under) Expenditures	12,009,106	2,441,371	818,492	(1,225,005)	2,257,948
Other Financing Sources (Uses)					
Refunding Bonds Issued	0	0	0	0	0
General Obligation Bonds Issued	0	0	0	10,875,000	0
Special Assessment Bonds Issued	0	0	0	0	0
Transfers In	2,438	887,220	737	301,600	316,400
Transfers Out	(6,522,705)	0	(1,182,000)	0	(2,413,954)
Payment to Refunded Bond Escrow Agent	0	0	0	0	0
Proceeds from the Sale of Fixed Assets	8,955	1,374	1,793	0	0
Total Other Financing Sources (Uses)	(6,511,312)	888,594	(1,179,470)	11,176,600	(2,097,554)
Net Change in Fund Balances	5,497,794	3,329,965	(360,978)	9,951,595	160,394
Fund Balances at Beginning of Year	19,645,087	93,224	2,381,500	751,087	4,399,945
Fund Balances End of Year	\$25,142,881	\$3,423,189	\$2,020,522	\$10,702,682	\$4,560,339

See accompanying notes to the basic financial statements

Clermont 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, 2001*

Other Governmental Funds	Total Governmental Funds		
		Net Change in Fund Balances - Total Governmental Funds	\$23,862,411
		Amounts reported for governmental activities in the statement of activities are different because	
\$305,398	\$34,379,497	Governmental funds report capital outlays as expenditures.	
4,390,541	15,055,761	However, in the statement of activities, the cost of those	
208,086	1,295,919	assets is allocated over their estimated useful lives as	
186,443	1,575,449	depreciation expense. This is the amount by which capital	
6,115,915	39,273,256	outlays exceeded depreciation in the current period.	
592,897	612,310	Fixed asset additions	12,304,496
359,886	5,158,257	Depreciation expense	<u>(8,132,081)</u>
20,900	687,011	Excess of capital outlay over depreciations	4,172,415
413,077	5,594,396		
<u>12,593,143</u>	<u>103,631,856</u>	In the statement of activities, the loss on the disposal of capital	
		assets is reported. Conversely, governmental funds do not	
		report any gain or loss on the disposal of capital assets.	(66,581)
		Because some property taxes will not be collected for several	
3,421,729	16,076,462	months after the County's fiscal year ends, they are not	
546,862	7,392,920	considered as "available" revenues in the governmental	
2,421,559	19,597,964	funds. Similarly, certain licenses and other revenues that do not	
0	8,483,972	provide current financial resources are not reported as	
532,163	824,629	revenues in the fund.	
0	25,854,986	Taxes	173,031
0	866,448	Intergovernmental revenue	(1,971,459)
1,525,157	1,525,157	Charges for services	(492,166)
7,550,005	10,111,738	Investment earnings	(27,932)
1,482,661	1,482,661	All other revenue	<u>(17,049)</u>
		Total revenue	(2,335,575)
3,080,000	3,080,000	The issuance of Long-term debt provides current financial	
1,926,454	1,926,454	resources to government funds, while the repayment of the	
<u>22,486,590</u>	<u>97,223,391</u>	principal of long-term debt consumes the current financial	
<u>(9,893,447)</u>	<u>6,408,465</u>	resources of governmental funds. Neither transaction,	
		however, has any effect on net assets.	
		Repayment of Bond Principal	5,740,731
		Proceeds from sale of Bonds	(20,035,000)
2,695,000	2,695,000	In the statement of activities, interest is accrued on	
6,425,000	17,300,000	outstanding bonds, whereas in governmental funds,	
40,000	40,000	interest is expensed when due.	58,897
8,730,560	10,238,955	Some expenses reported in the statement of activities	
(60,296)	(10,178,955)	do not require the use of current financial resources	
(2,660,731)	(2,660,731)	and therefore are not reported as expenditures in	
7,555	19,677	governmental funds.	
<u>15,177,088</u>	<u>17,453,946</u>	Compensated Absences Payable	(88,318)
5,283,641	23,862,411	The internal service funds are used by management to charge	
11,406,363	38,677,206	the costs of insurance and other services to individual funds. The	
		net revenue (expense) of the internal service funds are reported with	
		governmental activities.	<u>544,517</u>
<u>\$16,690,004</u>	<u>\$62,539,617</u>	Change in Net Assets of Governmental Activities	<u>\$11,853,497</u>

CLERMONT COUNTY, OHIO
STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$24,778,700	\$24,778,700	\$25,177,371	\$398,671
Charges for services.....	8,261,611	8,261,611	9,627,950	1,366,339
Licenses and permits.....	968,000	968,000	991,208	23,208
Fines and forfeitures.....	1,363,700	1,363,700	1,210,724	(152,976)
Intergovernmental.....	3,998,642	4,082,865	4,187,229	104,364
Investment earnings.....	3,250,054	3,250,054	4,730,923	1,480,869
All other revenues.....	178,710	178,710	495,122	316,412
Total revenues.....	<u>42,799,417</u>	<u>42,883,640</u>	<u>46,420,527</u>	<u>3,536,887</u>
Expenditures:				
Current:				
General Government				
Legislative and executive.....	19,196,151	17,303,909	13,430,893	3,873,016
Judicial.....	6,938,330	7,183,995	6,848,694	335,301
Public safety.....	17,027,615	18,106,910	17,371,664	735,246
Health.....	445,005	369,248	367,330	1,918
Human services.....	1,040,031	1,022,101	705,941	316,160
Community development.....	831,234	777,121	514,030	263,091
Total expenditures.....	<u>45,478,366</u>	<u>44,763,284</u>	<u>39,238,552</u>	<u>5,524,732</u>
Deficiency of revenues over (under) expenditures.....	<u>(2,678,949)</u>	<u>(1,879,644)</u>	<u>7,181,975</u>	<u>9,061,619</u>
Other financing sources (uses):				
Operating transfers in.....	100,000	100,000	2,438	(97,562)
Operating transfers (out).....	(5,320,570)	(7,092,495)	(6,830,425)	262,070
Advances in.....	0	0	50,000	50,000
Advances (out).....	0	0	(93,185)	(93,185)
Proceeds from the sale of fixed assets.....	5,000	5,000	8,955	3,955
Total other financing sources (uses).....	<u>(5,215,570)</u>	<u>(6,987,495)</u>	<u>(6,862,217)</u>	<u>125,278</u>
Net change in fund balance	(7,894,519)	(8,867,139)	319,758	9,186,897
Fund balance at beginning of year.....	17,297,532	17,297,532	17,297,532	0
Prior year encumbrances appropriated.....	1,223,479	1,223,479	1,223,479	0
Fund balance at end of year.....	<u>\$10,626,492</u>	<u>\$9,653,872</u>	<u>\$18,840,769</u>	<u>\$9,186,897</u>

See accompanying notes to the basic financial statements

CLERMONT COUNTY, OHIO
STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

SOCIAL SERVICES - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$4,439,210	\$4,439,210	\$4,380,767	(\$58,443)
Charges for services.....	760,700	760,700	716,837	(43,863)
Licenses and permits.....	55,000	55,000	50,746	(4,254)
Intergovernmental.....	16,840,508	19,992,241	20,871,573	879,332
Investment earnings.....	6,000	6,000	4,032	(1,968)
Other revenues.....	538,750	538,750	625,747	86,997
Total revenues.....	<u>22,640,168</u>	<u>25,791,901</u>	<u>26,649,702</u>	<u>857,801</u>
Expenditures:				
Current:				
Human services.....	<u>23,908,504</u>	<u>27,042,172</u>	<u>26,405,290</u>	<u>636,882</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(1,268,336)</u>	<u>(1,250,271)</u>	<u>244,412</u>	<u>1,494,683</u>
Other financing sources(uses):				
Operating transfers in.....	5,200,000	5,200,000	4,987,195	(212,805)
Operating transfers (out).....	(4,068,300)	(4,728,177)	(4,072,479)	655,698
Proceeds from sale of fixed assets.....	2,000	2,000	1,374	(626)
Total other financing sources (uses).....	<u>1,133,700</u>	<u>473,823</u>	<u>916,090</u>	<u>442,267</u>
Net change in fund balance.....	(134,636)	(776,448)	1,160,502	1,936,950
Fund balance at beginning of year.....	458,256	458,256	458,256	0
Prior year encumbrances appropriated.....	1,439,355	1,439,355	1,439,355	0
Fund balance at end of year.....	<u>\$1,762,975</u>	<u>\$1,121,163</u>	<u>\$3,058,113</u>	<u>\$1,936,950</u>

See accompanying notes to the basic financial statements

CLERMONT COUNTY, OHIO
STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

MOTOR VEHICLE AND GAS TAX - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$1,310,000	\$1,310,000	\$1,306,409	(\$3,591)
Charges for services.....	256,350	256,350	239,978	(16,372)
Licenses and permits.....	49,000	49,000	46,201	(2,799)
Fines and forfeitures.....	250,000	250,000	172,815	(77,185)
Intergovernmental	6,735,000	6,735,000	7,160,362	425,362
Special Assessments.....	18,000	18,000	19,413	1,413
Investment earnings.....	150,000	150,000	123,416	(26,584)
Other revenues.....	88,500	88,500	287,511	199,011
Total revenues.....	<u>8,856,850</u>	<u>8,856,850</u>	<u>9,356,105</u>	<u>499,255</u>
Expenditures:				
Current:				
Public works.....	9,018,484	9,860,449	9,282,301	578,148
Excess (deficiency) of revenues over (under) expenditures.....	<u>(161,634)</u>	<u>(1,003,599)</u>	<u>73,804</u>	<u>1,077,403</u>
Other financing sources(uses):				
General obligation bonds issued.....	175,000	175,000	0	(175,000)
Operating transfer in.....	3,500	3,500	737	(2,763)
Operating transfers (out).....	(1,208,500)	(1,188,500)	(1,182,000)	6,500
Proceeds from the sale of fixed assets.....	5,000	5,000	1,793	(3,207)
Total other financing sources (uses).....	<u>(1,025,000)</u>	<u>(1,005,000)</u>	<u>(1,179,470)</u>	<u>(174,470)</u>
Net change in fund balance.....	(1,186,634)	(2,008,599)	(1,105,666)	902,933
Fund balance at beginning of year.....	966,045	966,045	966,045	0
Prior year encumbrances appropriated.....	1,188,441	1,188,441	1,188,441	0
Fund balance at end of year.....	<u>\$967,852</u>	<u>\$145,887</u>	<u>\$1,048,820</u>	<u>\$902,933</u>

See accompanying notes to the basic financial statements

Clermont County, Ohio
Statement of Net Assets
Proprietary Funds
December 31, 2001

	Business-Type Activities-Enterprise Funds			Governmental
	Water Fund	Sewer Fund	Total	Activities-Internal Service Funds
Assets				
<i>Current Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$2,501,015	\$2,720,033	\$5,221,048	\$3,246,731
Cash and Cash Equivalents in Segregated Accounts	4,951,101	5,228,993	10,180,094	0
Investments in Segregated Accounts	23,057,670	35,852,385	58,910,055	0
<i>Receivables:</i>				
Accounts	1,876,708	2,912,943	4,789,651	0
Inventory of Supplies at Cost	193,106	72,510	265,616	0
Total Current Assets	32,579,600	46,786,864	79,366,464	3,246,731
<i>Noncurrent Assets:</i>				
<i>Restricted Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	60	0	60	0
Cash and Cash Equivalents in Segregated Accounts	296,735	436,145	732,880	0
Investments in Segregated Accounts	7,232,188	8,460,587	15,692,775	0
Retainage Accounts	177,197	434,785	611,982	0
Accrued Interest	236,398	263,682	500,080	0
<i>Other Noncurrent Assets:</i>				
Grants Receivable	15,581	0	15,581	0
Loans Receivable	0	1,029,095	1,029,095	0
Unamortized financing costs	735,599	975,917	1,711,516	0
Interfund receivable	184,153	357,864	542,017	0
Capital Assets, Net	81,370,352	123,938,393	205,308,745	86,774
Total Noncurrent Assets	90,248,263	135,896,468	226,144,731	86,774
Total Assets	122,827,863	182,683,332	305,511,195	3,333,505
Liabilities				
<i>Current Liabilities:</i>				
Accounts Payable	364,440	487,469	851,909	344,612
Accrued Wages and Benefits	124,029	120,256	244,285	8,813
Intergovernmental Payable	0	0	0	8,867
Claims Payable	0	0	0	637,900
Total Current Liabilities	488,469	607,725	1,096,194	1,000,192
<i>Noncurrent Liabilities:</i>				
<i>Payable from Restricted Assets:</i>				
Accounts Payable	208,505	1,125,471	1,333,976	0
Accrued Interest Payable	208,249	187,711	395,960	0
Retainage Payable	177,197	434,785	611,982	0
Maintenance Bond Payable	29,475	29,475	58,950	0
Current Portion of Long-Term Obligations	1,660,000	1,634,118	3,294,118	0
Compensated Absences Due Within One Year	0	0	0	9,508
<i>Long-Term Liabilities:</i>				
OWDA Notes Payable	0	1,727,124	1,727,124	0
OPWC Loans Payable	0	3,329,335	3,329,335	0
Revenue Bonds Payable	42,835,000	42,915,000	85,750,000	0
Total Noncurrent Liabilities	45,118,426	51,383,019	96,501,445	9,508
Total Liabilities	45,606,895	51,990,744	97,597,639	1,009,700
Net Assets				
Invested in Capital Assets, Net of Related Debt	36,875,352	74,332,816	111,208,168	86,774
Restricted for Debt Service	4,307,281	3,582,555	7,889,836	0
Unrestricted	36,038,335	52,777,217	88,815,552	2,237,031
Total Net Assets	\$77,220,968	\$130,692,588	\$207,913,556	\$2,323,805

See accompanying notes to the basic financial statements

Clermont County, Ohio
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2001*

	Business-Type Activities-Enterprise Funds			Governmental Activities- Internal Service Funds
	Water Fund	Sewer Fund	Total	
Operating Revenues				
Charges for Services	\$10,610,197	\$12,938,044	\$23,548,241	\$8,938,066
New meters, services and reviews	100,570	34,121	134,691	0
Other	0	0	0	44,883
<i>Total Operating Revenues</i>	<u>10,710,767</u>	<u>12,972,165</u>	<u>23,682,932</u>	<u>8,982,949</u>
Operating Expenses				
Personal Services	752,117	761,362	1,513,479	410,838
Materials and Supplies	258,940	20,772	279,712	719,153
Contractual Services	3,717,225	4,968,123	8,685,348	813,488
Maintenance and Repair	39,058	29,629	68,687	229,704
Utilities	6,442	6,442	12,884	595,927
Claims	0	0	0	6,092,906
Depreciation	3,775,196	7,013,242	10,788,438	10,489
Other	23,862	52,008	75,870	16,869
<i>Total Operating Expenses</i>	<u>8,572,840</u>	<u>12,851,578</u>	<u>21,424,418</u>	<u>8,889,374</u>
<i>Operating Income</i>	<u>2,137,927</u>	<u>120,587</u>	<u>2,258,514</u>	<u>93,575</u>
Non-Operating Revenues (Expenses)				
Investment Income	2,024,722	2,752,623	4,777,345	0
Net Increase (Decrease) in Fair Value of Investments	32,897	215,898	248,795	0
Other Non-Operating Revenues	0	0	0	659,264
Other Non-Operating Expenses	0	0	0	(108,322)
Gain on Disposal of Fixed Assets	6,145	6,145	12,290	0
Interest and Fiscal Charges	(2,613,231)	(2,473,009)	(5,086,240)	0
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(549,467)</u>	<u>501,657</u>	<u>(47,810)</u>	<u>550,942</u>
<i>Income (Loss) Before Contributions and Transfers</i>	<u>1,588,460</u>	<u>622,244</u>	<u>2,210,704</u>	<u>644,517</u>
Capital Contributions				
Transfers In	3,454,901	5,062,175	8,517,076	0
Transfers Out	40,000	0	40,000	0
	0	0	0	(100,000)
<i>Change in Net Assets</i>	<u>5,083,361</u>	<u>5,684,419</u>	<u>10,767,780</u>	<u>544,517</u>
<i>Net Assets Beginning of Year</i>	<u>72,137,607</u>	<u>125,008,169</u>	<u>197,145,776</u>	<u>1,779,288</u>
<i>Net Assets End of Year</i>	<u>\$77,220,968</u>	<u>\$130,692,588</u>	<u>\$207,913,556</u>	<u>\$2,323,805</u>

See accompanying notes to the basic financial statements

Clermont County, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2001

	Business-Type Activities-Enterprise Funds			Governmental
	Water Fund	Sewer Fund	Total	Activities-Internal Service Funds
Cash Flows From Operating Activities:				
Receipts from Customers and Users	\$10,412,555	\$12,535,747	\$22,948,302	\$1,973,941
Cash received from Interfund Services Provided	0	0	0	6,964,125
Payments to Suppliers	(3,784,099)	(5,031,060)	(8,815,159)	(1,571,495)
Payments to Employees	(718,159)	(733,118)	(1,451,277)	(442,374)
Claims	0	0	0	(5,924,033)
Payments for Interfund Services Provided	0	0	0	(656,678)
Other Receipts	100,569	34,121	134,690	44,883
<i>Net Cash Provided by Operating Activities</i>	<u>6,010,866</u>	<u>6,805,690</u>	<u>12,816,556</u>	<u>388,369</u>
Cash Flows from Noncapital and Related Financing Activities				
Other Non-Operating Revenues	0	0	0	659,264
Other Non-Operating Expenses	0	0	0	(108,322)
Transfer to Other Funds	0	0	0	(100,000)
<i>Net Cash Provided by Noncapital and related Financing Activities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>450,942</u>
Cash Flows From Capital and Related Financing Activities:				
Principal and Interest Paid on Long-Term Debt	(4,156,412)	(3,338,352)	(7,494,764)	0
Construction/Acquisition of Capital Assets	(4,754,662)	(11,839,089)	(16,593,751)	(7,100)
Proceeds from Sale of Fixed Assets	42,975	77,718	120,693	0
Retainage Receipts	108,764	378,730	487,494	0
Maintenance Bond Receipts	1,650	1,650	3,300	0
Maintenance Bond Payments	(7,224)	(7,225)	(14,449)	0
Payments on OPWC Loans	0	(63,259)	(63,259)	0
Proceeds from Assessments	19,817	0	19,817	0
System Capacity Charges	1,825,655	2,966,092	4,791,747	0
Transfers in from Other Funds	40,000	0	40,000	0
<i>Net Cash Used for Capital and Related Financing Activities</i>	<u>(6,879,437)</u>	<u>(11,823,735)</u>	<u>(18,703,172)</u>	<u>(7,100)</u>
Cash Flows From Investing Activities:				
Investment Purchases	(25,718,664)	(40,807,106)	(66,525,770)	0
Investment Sales	27,515,840	42,423,547	69,939,387	0
Interest Received on Investments	2,224,233	3,162,848	5,387,081	0
<i>Net Cash Provided by Investing Activities</i>	<u>4,021,409</u>	<u>4,779,289</u>	<u>8,800,698</u>	<u>0</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>3,152,838</u>	<u>(238,756)</u>	<u>2,914,082</u>	<u>832,211</u>
<i>Cash and Cash Equivalents January 1 (including \$296,893 and \$529,945 for the Water and Sewer Funds, respectively held in restricted accounts)</i>	<u>4,773,270</u>	<u>9,058,712</u>	<u>13,831,982</u>	<u>2,414,520</u>
<i>Cash and Cash Equivalents December 31 (including \$473,992 and \$870,930 for the Water and Sewer Funds, respectively held in restricted accounts)</i>	<u>\$7,926,108</u>	<u>\$8,819,956</u>	<u>\$16,746,064</u>	<u>\$3,246,731</u>

Continued

Clermont County, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2001-Continued

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

Operating Income	\$2,137,927	\$120,587	\$2,258,514	\$93,575
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation and Amortization	3,775,196	7,013,242	10,788,438	10,489
Change in Assets and Liabilities				
(Increase) in Accounts Receivable	(197,642)	(402,297)	(599,939)	0
Increase in Accounts Payable	261,427	45,914	307,341	134,939
Increase in Accrued Wages and Related Expense	33,958	28,244	62,202	1,518
Increase in Claims Payable	0	0	0	168,873
Increase in Intergovernmental Payable	0	0	0	1,309
(Decrease) in Compensated Absences	0	0	0	(22,334)
<i>Net Cash Provided by Operating Activities</i>	<u>\$6,010,866</u>	<u>\$6,805,690</u>	<u>\$12,816,556</u>	<u>\$388,369</u>
Non-Cash Transactions:				
Contributions from Developers	\$1,607,850	\$2,111,174	\$3,719,024	\$0
Net Increase in the Fair Value of Investments	32,897	215,898	248,795	0
<i>Total Non-Cash Transactions</i>	<u>\$1,640,747</u>	<u>\$2,327,072</u>	<u>\$3,967,819</u>	<u>\$0</u>

See accompanying notes to the basic financial statements

Clermont County, Ohio
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2001

	<u>Agency</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$9,374,919
Cash and Cash Equivalents in Segregated Accounts	357,572
Cash with Fiscal and Escrow Agents	180,178
Taxes Receivable	142,938,947
Intergovernmental Receivable	<u>1,467</u>
<i>Total Assets</i>	<u><u>\$152,853,083</u></u>
Liabilities	
Intergovernmental Payable	\$150,053,958
Other Liabilities	<u>2,799,125</u>
<i>Total Liabilities</i>	<u><u>\$152,853,083</u></u>

See accompanying notes to the basic financial statements

Clermont County, Ohio
Statement of Net Assets
Component Units
December 31, 2001

	MRDD	Mental Health Board	Component Unit Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$4,507,999	\$3,960,756	\$8,468,755
Cash and Cash Equivalents in Segregated Accounts	17,957	0	17,957
Receivables:			
Taxes	5,583,912	1,513,203	7,097,115
Accounts	76,901	0	76,901
Intergovernmental Receivable	2,714,254	3,914,245	6,628,499
Prepaid Items	16,948	12,947	29,895
Inventory of supplies at cost	2,901	0	2,901
Restricted Assets:			
Cash and Cash Equivalents in Segregated Accounts	4,312	0	4,312
Land and Land Improvements	281,189	241,562	522,751
Depreciable Capital Assets, Net	5,052,260	2,684,089	7,736,349
Total Assets	18,258,633	12,326,802	30,585,435
Liabilities			
Accounts Payable	278,443	372,261	650,704
Accrued Wages and Benefits	167,790	8,523	176,313
Intergovernmental Payable	198,876	12,084	210,960
Deferred Revenue	5,118,825	1,441,007	6,559,832
Accrued Interest Payable	0	674	674
Long-Term Liabilities:			
Due Within One Year	251,536	23,697	275,233
Due In More Than One Year	793,083	674,303	1,467,386
Total Liabilities	6,808,553	2,532,549	9,341,102
Net Assets			
Invested in Capital Assets, Net of Related Debt	5,333,449	2,254,968	7,588,417
Restricted for:			
Capital Projects	964,420	0	964,420
Debt Service	0	2,749	2,749
Other Purposes	1,413,899	0	1,413,899
Clerco	4,312	0	4,312
Unrestricted	3,734,000	7,536,536	11,270,536
Total Net Assets	\$11,450,080	\$9,794,253	\$21,244,333

See accompanying notes to the basic financial statements

Clermont County, Ohio
Statement of Activities
Component Units
For the Year Ended December 31, 2001

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	MRDD	MHRB	Total
MRDD Component Unit							
Governmental Activities							
Human Services	\$14,441,568	\$375,934	\$6,624,899	\$0	(\$7,440,735)	\$0	(\$7,440,735)
MHRB Component Unit							
Governmental Activities							
Health	10,902,192	122,529	11,080,934	0	0	301,271	301,271
Interest and Fiscal Charges	48,049	0	0	0	0	(48,049)	(48,049)
<i>Total MHRB Component Unit</i>	\$10,950,241	\$122,529	\$11,080,934	\$0	\$0	\$253,222	253,222
Total Component Units	\$25,391,809	\$498,463	\$17,705,833	\$0			(\$7,187,513)
	General Revenues						
					5,912,256	922,321	6,834,577
					524,811	126,059	650,870
					430	0	430
					66,763	135,212	201,975
					0	109,362	109,362
					<u>6,504,260</u>	<u>1,292,954</u>	<u>7,797,214</u>
					(936,475)	1,546,176	609,701
					<u>12,386,555</u>	<u>8,248,077</u>	<u>20,634,632</u>
					<i>(See Note - D)</i>		
					<u>\$11,450,080</u>	<u>\$9,794,253</u>	<u>\$21,244,333</u>

See accompanying notes to the basic financial statements

(THIS PAGE LEFT BLANK INTENTIONALLY)

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note A: Description of the County and Reporting Entity

Clermont County is a political subdivision of the State of Ohio. The County was formed by action of Arthur St. Clair, the first governor of the Northwest Territory in 1800. The three member Board of County Commissioners is the legislative and executive body of the County. The County Auditor is the chief fiscal officer. In addition, there are seven other elected administrative officials, each of whom is independent, as set forth in Ohio law. These officials are the Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff and Treasurer. There are also five Common Pleas Court Judges, (one of whom is Domestic Relations Court Judge, and one whom is Judge of the Probate and Juvenile Courts) and three Municipal Court Judges elected on a County-wide basis to oversee the County's justice system.

Reporting Entity

As required by generally accepted accounting principles, the financial statements present Clermont County (the primary government) and its component units. The primary government includes all funds, departments, boards and agencies for which the County elected officials are financially accountable and are not legally separate from the County. The component units (discussed below) are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Discretely Presented Component Units

The component units column in the government-wide financial statements include the financial data of the County's component units. They are reported in a separate column to emphasize that they are legally separate from the County. The following boards are included as legally separate, discretely presented components of the County:

County Board of Mental Retardation and Developmental Disabilities(MRDD Board): The MRDD Board (including Clerco, Inc.) is responsible for providing educational and vocational services to mentally retarded and developmentally disabled children and adults. The County Commissioners appoint five members of the seven member MRDD Board. The remaining two members are appointed by the County Probate Court Judge. The County Commissioners approve the annual appropriations of the MRDD Board. The MRDD Board can buy, sell, lease and mortgage property in its own name and can sue or be sued in its own name. Clerco, Inc. is a program of rehabilitation for individuals whose capacity has been impaired because of mental retardation. The MRDD Board pays many of the expenses of Clerco, Inc. and the administrative and supervisory staff of Clerco, Inc. are considered employees of the MRDD Board.

Community Mental Health and Recovery Board (MHRB): The MHRB is responsible for a wide range of planning and coordination of various types of mental health services for residents of Clermont County. The Board is authorized to have eighteen members under the Ohio Revised Code, with ten appointed by the Board of County Commissioners, four appointed by the Ohio Department of Mental Health, and four appointed by the Ohio Department of Alcohol and Drug Addiction Services. The MHRB can buy, sell, lease and mortgage property in its own name and can sue or be sued in its own name. The County Commissioners approve the annual appropriation of the MHRB.

Copies of the component unit financial reports are on file at the Clermont County Auditor's Office, 101 E. Main Street, Batavia, Ohio 45103-2961.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note A: Description of the County and Reporting Entity (Continued)

Related Organizations:

Clermont County officials are also responsible for appointing the members and/or act as members on the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments or representing the following organizations:

Clermont County Law Library: The six member board of trustees are appointed by the Common Pleas Court Judge. The law library can buy, sell, lease and mortgage property in its own name and can sue or be sued in its own name.

Public Library Board: The seven member board of library trustees are appointed by County officials. Three trustees are appointed by Judges of the Court of Common Pleas, and four trustees are appointed by the Board of County Commissioners.

Metropolitan Housing Authority: Three of the five board members are appointed by County officials. The Probate Court, Common Pleas Court and Board of County Commissioners appoint one board member each.

Clermont County Visitors' Bureau: The Board of County Commissioners appoint six of the nine directors.

Family and Children First Council: The operation of the Council is controlled by an advisory committee and the Clermont County Department of Job and Family Services. The County Commissioners and the County Administrator are members of the committee.

As the custodian of public funds, the County Treasurer invests all public monies held on deposit in the County Treasury. In the case of the separate agencies, boards and commissions listed below, the County serves as fiscal agent, but is not financially accountable for their operations. Accordingly, the activity of the following districts are presented as agency funds within the County's financial statements.

- Soil and Water Conservation District
- Park District
- Clermont County Health District

Note B: Summary of Significant Accounting Policies

The financial statements of Clermont County have been prepared in conformity with the generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The more significant of the County accounting policies are described below.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Basis of Presentation

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

Government-wide Financial Statements

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

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

Fund Financial Statements

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

Fund Accounting

The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Governmental Funds

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

General Fund-

This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The General Fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

Social Service Special Revenue Fund-

This fund administers human service programs under state and federal regulations. These programs include Aid to Dependent Children (ADC), Medicaid, Food Stamps, investigation of all reports of child abuse, neglect or dependency, foster care programs, adoption services, senior service programs, and job training services to economically disadvantaged residents.

Motor Vehicle and Gas Tax Fund-

This fund accounts for monies received from state gasoline tax and motor vehicle registration fees designated for maintenance and repair of roads and bridges.

Judicial Capital Projects Fund-

This fund accounts for financial resources to be used for the construction and renovation of judicial related facilities.

County Capital Improvement Capital Projects Fund-

This fund accounts for financial resources to be used for major capital improvement to existing County facilities.

Proprietary Funds

Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise Funds

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods and services. The County maintains two Enterprise Funds which provide sanitary sewer, water distribution, and waste water treatment.

Internal Service Funds

Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service funds report on self-insurance programs for employee medical benefits, worker's compensation, vehicle maintenance, and telephone services.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support County's own programs. Agency funds are used to report resources held by the County in a purely custodial capacity. Agency funds typically involve only the receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations, or other governments. The County's only fiduciary funds are agency funds.

Component Units:

Component units are either legally separate organizations for which the elected officials of the County are financially accountable, or legally separate organizations for which the nature and significance of its relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. Component unit disclosures represent a consolidation of various fund types.

Measurement Focus

Government-wide Financial Statements

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

Fund Financial Statements

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

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

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Basis of Accounting

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

Revenues - Exchange and Non-Exchange Transactions

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

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

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

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of December 31, 2001 but which were levied to finance fiscal year 2002 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Expenses/Expenditures

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

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

Cash and Cash Equivalents

Cash resources of the majority of individual funds are combined to form a pool of cash and investments which is managed by the County Treasurer. Interest earned on investments is accrued as earned and distributed to the General Fund and other qualifying funds utilizing a formula based on the average month end balance of cash and cash equivalents of all funds. During fiscal year 2001, investments were limited to treasury bills, treasury notes, U.S. government backed securities, federal agency notes, money market accounts and STAR Ohio. Investments are reported at fair value which is based on quoted market prices. Note F provides a detailed disclosure regarding cash, cash equivalents and investments held by the County. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2001.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2001, amounted to \$4,640,753, which includes \$3,483,993 assigned from other County funds.

Cash and Investments in Segregated Accounts

The County has segregated bank accounts for monies held separate from the County's central bank account. These depository accounts are presented in the Combined Balance Sheet as "Cash equivalents in segregated accounts" or "Investments in segregated accounts".

On November 2, 2001, Anthem, Inc. issued to the County 78,648 shares of common stock as part of the conversion of Anthem Insurance Companies, Inc. from a mutual insurance company to a stock insurance company. Investments in Anthem, Inc. are valued at Anthem, Inc.'s share price, which is the price the investment could be sold for on December 31, 2001.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Statement of Cash Flows

Funds included within the Treasurer's cash management pool and investments in segregated accounts (including restricted trustee and retainage accounts) with original maturities of 3 months or less when purchased are considered to be cash equivalents. (In addition, revenue and expense transactions classified as other than operating cash flows from operations are not considered as components of operating income.)

Cash and Investments Held by Trustee

Certain monies for the Water and Sewer District are held and invested by trustees. Certain component units also maintain separate bank accounts. These bank accounts and investments are represented by the "Cash equivalents in segregated accounts", and "Investments in segregated accounts" restricted asset accounts.

Inventories and Prepaid Items

On government - wide financial statements inventories are presented at the lower of cost or market on a first-in, first-out (FIFO) and are expensed when used.

Inventory is reported in enterprise funds and component units and is valued at cost using the first-in-first-out (FIFO) method. Inventory is expensed when consumed rather than when purchased. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items by using the consumption method.

Interfund Transactions

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Restricted Assets

Restricted assets consist of certain trust accounts held by the Water and Sewer District which include a bond account, bond reserve account, replacement and improvement account, and a construction account. Cash and investments in the accounts are held by trustee financial institutions. The bond account is used to accumulate periodic principal and interest payments. The bond reserve account is to be funded in an amount equal to the maximum annual bond principal and interest requirement. The replacement and improvement account is to be maintained with a balance equal to the greater of five percent of the amount of bonds outstanding or \$2,000,000. The construction account is established to pay for project costs.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Capital Assets

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as the projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building Improvements	20
Infrastructure	20-50
Vehicles	5-10
Furniture & Equipment	5-10

Loans Receivable

Loans receivable represent Ohio Public Works Commission (OPWC) loans where the Water and Sewer District has entered into a loan agreement but has not drawn down all loan proceeds due to the interim status of the related construction project. The loan terms require the Water and Sewer District to initiate loan payments even though the project is not completed and all loan proceeds have not been drawn down. In addition, loans receivable represent low-interest loans for septic system development projects granted to eligible County residents under the Septic System Rehabilitation program.

Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' right to receive compensation are attributable to services already rendered and it is probable that the employer will compensate employees for the benefits through time off or some other means. Sick leave benefits and personal leave benefits are accrued using the vesting method. The liability is based on the sick leave and personal leave accumulated at December 31 by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

The entire compensated absence liability is reported on the government-wide financial statements.

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

Ohio law requires that vacation time not be accumulated for more than three years. Employees with a minimum of one year of service become vested in accumulated unpaid vacation time. Unused vacation is payable upon termination of employment. Unused sick time may be accumulated until retirement. Employees eligible to retire under a County recognized retirement plan, with a minimum of ten years of service, are paid one-fourth of accumulated sick time upon retirement. Such payment may not exceed the value of thirty days of accrued but unused sick leave. However, if employees earned sick leave prior to January 23, 1984, they are eligible for 100% conversion of this amount. All sick, vacation and compensation payments are made at employees' current wage rates.

Self Insurance

The County is self-insured for employee health care benefits. The program is administered by Anthem Blue Cross & Blue Shield, which provides claims review and processing services. Each County department is charged for its proportionate share of covered employees. The County has recorded a liability for incurred but not paid and for incurred but unreported claims at year end based on an actuarial estimate by Anthem Blue Cross & Blue Shield.

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 obligation of the funds. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be 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, long-term notes, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Fund Balance Reserves

The County reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

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, reduced by the outstanding balances of any borrowing used for 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, laws, or regulations of other governments.

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

Operating Revenues and Expenses

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 distribution, waste water treatment, vehicle maintenance, telephone service and self-insurance programs. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Revenues which do not meet this criteria are considered non-operating and reported as such. All revenue of the Water and Sewer District are used as security for revenue bonds issued.

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction, and system capacity charges.

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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.

Estimates

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

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Budgets

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 appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each department. Any budgetary modifications at this level may only be made by resolution of the County Commissioners.

Tax Budget- A budget of estimated revenue and expenditures is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

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 Commission certifies its actions to the County by September 1. As part of this certification, the County receives the official certificate of estimated resources, which states the projected revenue of each 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 appropriation measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered balances from the preceding year. The certificate may be further amended during the year if the County Auditor determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the amended certificate when the original appropriations were adopted. The amounts reported as the final budget amounts in the budgetary statements reflect the amounts in the final amended certificate issued during 2001.

Appropriations- A temporary appropriation resolution to control expenditures may be passed on or about January 1 of each year for the period of January 1 to March 31. An annual appropriation resolution must be passed by April 1 of each year for the period January 1 to December 31. The appropriation resolution fixes spending authority at the fund, department, and object level. The appropriation resolution may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified.

Modifications to the original budget beyond the object level requires the approval of the Board of Commissioners. During the year, several supplemental appropriation resolutions were legally enacted by the County commissioners. Amendments to the original appropriation budget are described in Note S. The amounts reported as the original budgeted amounts in the budgetary statements reflect the first appropriated budget that covered the entire year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts in the budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note B: Summary of Significant Accounting Policies (Continued)

Encumbrances- As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits encumbrances plus expenditures from exceeding appropriations at the legal level of control.

Lapsing of Appropriations- At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbered appropriations are carried forward to the succeeding fiscal year and not re-appropriated.

NOTE C: Budgetary Basis of Accounting

While the County is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Basis) presented for the general and each major special revenue fund is presented in the Basic Financial Statements to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Advances in and advances out are operating transactions (Budget) as opposed to balance sheets transactions (GAAP).

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

Note C: Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and for the major special revenue funds.

**Net Change in Fund Balance
General and Major Special Revenue Funds**

	General	Social Services	M V & G
GAAP Basis	\$5,497,794	\$3,329,965	(\$360,978)
Net Adjustments for Revenue Accruals	(4,391,668)	(739,390)	53,641
Net Adjustment for Expenditure Accruals	1,054,979	(696,584)	148,992
Net Adjustment for Transfers In	0	4,099,975	0
Net Adjustment for Transfers Out	(307,720)	(4,072,479)	0
Net Adjustment for Advances	(43,185)	0	0
Excess of Revenues over Expenditures of Non-Budgeted Fund	54,936	0	0
Encumbrances	<u>(1,545,378)</u>	<u>(760,985)</u>	<u>(947,321)</u>
Budget Basis	<u>\$319,758</u>	<u>\$1,160,502</u>	<u>(\$1,105,666)</u>

NOTE D: Change in Accounting Principles and Restatement of Prior Year

Change in Accounting Principle

For fiscal year 2001, the County has implemented GASB Statement No. 38, "Certain Financial Statement Notes Disclosures", GASB 38 modifies, establishes, and rescinds certain financial statement disclosure requirements. This statement establishes and modifies disclosure requirements related to the summary of significant accounting policies, actions taken to address violations of significant finance-related legal and contractual provisions, debt and lease obligations, short-term debt, desegregation of receivable and payable balances, and interfund balances and transfers. This Statement applies to all state and local governments.

Restatement of Net Assets-Primary Government

Infrastructure values from prior years and accrued interest payable required adjustments as of December 31, 2000. Also, a depreciable capital asset of the Community Mental Health and Recovery Board (MHRB) was reported as property of the primary government in prior years. These changes in the Primary Government-Governmental Activities had the following effects on the Net Assets as previously reported December 31, 2000.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE D: Change in Accounting Principles and Restatement of Prior Year (Continued)

Governmental Activities

Net Assets, December 31, 2000	\$175,405,343
Depreciable Capital Assets, Net	<u>(40,540,122)</u>
Restated Net Assets, December 31, 2000	<u>\$134,865,221</u>

Restatement of the Change in Net Assets - Primary Government

The effect of the adjustments on the Change in Net Assets as previously reported for the year ended December 31, 2000, are as follows:

Governmental Activities

Change in Net Assets, December 31, 2000	\$15,438,457
Legislative and Executive (Depreciation)	40,615
Public Works (Depreciation)	3,687,671
Interest and Fiscal Charges	<u>307,714</u>
Restated Change in Net Assets, December 31, 2000	<u>\$19,474,457</u>

Restatement of Net Assets-Component Unit

The long-term debt of the Community Mental Health Board (MHRB) was adjusted to account for principal and interest relating to revolving line of credit with Farmer's Home Administration Rural Development. In addition, a depreciable asset was previously recorded as the property of the Primary Government. In prior years these changes had the following effects on the Net Assets of the Community Mental Health and Recovery Board (MHRB) as they were previously reported December 31, 2000.

MHRB

Net Assets, December 31, 2000	\$6,965,278
Depreciable Capital Assets, Net	1,177,832
Long Term Liability	<u>104,967</u>
Net Assets, December 31, 2000	<u>\$8,248,077</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE D: Change in Accounting Principles/and Restatement of Prior Year (Continued)

Restatement of Change in Net Assets-Component Unit

The effect of the adjustment on the Change in Net Assets as previously reported for the year ended December 31, 2000 is as follows:

	<u>MHRB</u>
Change in Net Assets, December 31, 2000	\$591,845
Health (Depreciation)	<u>(40,615)</u>
Restated Change in Net Assets, December 31, 2000	<u><u>\$551,230</u></u>

NOTE E: Fund Deficits

The Community Development Projects and Road Assessment Funds had deficit fund balances at December 31, 2001, of \$115,271 and \$441,466, respectively. The deficits in these funds were due to adjustments for accrued liabilities which generate expenditures that are greater than those recognized on a cash basis. The General Fund is liable for the deficits and provides operating transfers when cash is required, not when accruals occur.

NOTE F: Deposits and Investments

The County maintains a cash and investment pool used by all funds and component units except the trustee held monies in Water and Sewer Funds and monies held by certain County departments in outside accounts. Each fund type's and component units portion of this pool is displayed on the statement of net assets as "Equity in pooled cash and cash equivalents".

Monies held by the County are classified by State Statute into two categories:

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:

1. 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;

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE F: Deposits and Investments (Continued)

2. 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;
3. 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;
4. 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;
5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool(STAR Ohio);
8. 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;
9. High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio;
10. 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.

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the County, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE F: Deposits and Investments (Continued)

At fiscal year end, the County had \$5,000 in un-deposited cash on hand which is included on the balance sheet of the County as part of "equity in pooled cash and cash equivalents".

Article VIII, Sections 4 and 6 of the Ohio Constitution, prohibits public bodies from becoming a "stockholder in any joint stock company, corporation or association." Article VIII, Section 6 of the Constitution provides an exemption which allows public bodies to purchase insurance from mutual insurance companies. Therefore, any such stock initially received by a public body because of the companies demutualization can be said to have been derived from the public body's constitutionally permissible purchase of insurance from a mutual insurance company. On November 2, 2001 the County was issued 78,648 shares of common stock of Anthem, Inc. as part of the conversion of Anthem Insurance Companies, Inc. from a mutual insurance company to a stock insurance company.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits

At fiscal year end, the carrying amount of the County's deposits was \$17,457,985 which was made up of \$11,281,771 from the primary government and \$6,176,214 from component units. The bank balance of the County was \$19,138,503. Of the bank balance \$1,974,208 was covered by federal depository insurance and \$17,164,295 was collateralized by securities pledged by depository banks with federal revenue bonds in the County's name. Although the securities serving as collateral were held by the pledging financial institution's trust department in the County's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements by the depository would potentially subject the County to a successful claim by the Federal Deposit Insurance Corporation.

Investments

The County's investments are categorized below to give an indication of the level of risk assumed by the County at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments which are held by the counter party's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter party, or by its trust department or agent but not in the County's name. The County's investments in money market funds and STAR Ohio, an investment pool operated by the Ohio State Treasurer, are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE F: Deposits and Investments (Continued)

	<u>Category 1</u>	<u>Category 2</u>	<u>Category 3</u>	<u>Fair Value</u>
Primary Government:				
Treasury Bills	\$1,495,845	\$28,055,975	\$-0-	\$29,551,820
Treasury Notes	18,903,703	46,546,854	-0-	65,450,557
US Gov't Backed Securities	29,690,290	-0-	-0-	29,690,290
Federal Agency Notes	6,246,634	-0-	-0-	6,246,634
Anthem, Inc. Common Stock	-0-	-0-	3,893,077	3,893,077
Money Market Funds	-0-	-0-	-0-	10,912,974
STAROhio	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>18,700,000</u>
Total	<u>\$56,336,472</u>	<u>\$74,602,829</u>	<u>\$3,893,077</u>	<u>\$164,445,352</u>

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

	<u>Cash & Cash Equivalents</u>	<u>Investments</u>
GASB Statement No. 9	\$103,412,431	\$78,495,906
Cash on Hand	(5,000)	
Treasury Bills	(1,495,845)	1,495,845
Treasury Notes	(18,903,703)	18,903,703
U.S. Gov't Backed	(32,682,131)	32,682,131
Federal Agency Notes	(3,254,793)	3,254,793
Money Market Funds	(10,912,974)	10,912,974
STAR Ohio	<u>(18,700,000)</u>	<u>18,700,000</u>
GASB Statement No. 3	<u>\$17,457,985</u>	<u>\$164,445,352</u>

NOTE G: Receivables

Receivables at December 31, 2001, consisted of property taxes, sales taxes, special assessments, accrued interest, accounts (billings for user charged services, including unbilled utility services, and rental payments), interfund and intergovernmental receivables arising from grants, entitlements and shared revenues. All receivables are considered collectable in full with in one year. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment. No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE G: Receivables (Continued)

Property Taxes

Property taxes include amounts levied against real, public utility and tangible personal (business) property. The assessed value, by property classification, upon which taxes collected in 2001 were based, are as follows:

Real Property	\$2,636,426,000
Public Utility and Tangible Personal Property	<u>731,040,000</u>
Total Assessed Property Value	<u>\$3,367,466,000</u>

Real property taxes collected in 2001 were levied after October 1, 2000 on the assessed values of the preceding January 1, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in tax year 1997. Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25% of true value. In 2001, each business was eligible to receive a \$10,000 exemption in assessed value which was reimbursed by the State. Real property taxes are payable annually or semi-annually. In 2001, if paid annually, payment was due by February 5, 2001. If paid semi-annually, the first payment (at least 1/2 of amount billed) was due February 5, 2001 with the remainder due July 6, 2001.

The County Auditor distributes portions of the taxes collected to all taxing districts with periodic settlements of Real and Public Utility property taxes in February and August and Tangible Personal Property taxes in June and October for the first and second halves of the year, respectively. The County accrues billed but uncollected property taxes as receivables at their estimated net realizable value. On the modified accrual basis the delinquent taxes outstanding and available to the County within the first 30 days of 2001 were recorded as 2001 revenue, the remaining taxes receivable are offset by a credit to deferred revenue. Ohio law prohibits taxation of property from all taxing authorities in excess of 10 mills without a vote of the people. For 2001 collections, the County levied 2.10 mills of the 10 mill limit for the General Fund. The County also levied 1.0 mill for the County Capital Fund and .10 for the Park District. In addition to the 3.20 mills, 5.65 mills have been levied for voted millage.

A summary of voted millage follows:

	Voter Authorized Rate (a)	Rate Levied for Current Year Collection (b) <u>Agr/Res</u>	<u>Other</u>	Final Collection Year
MRDD (Component Unit)	3.25	1.39	1.85	Continuing
MHRB (Component Unit)	.50	.22	.29	2001
Senior Citizens	1.1	.79	.89	2001
Children' Services	<u>.80</u>	<u>.47</u>	<u>.57</u>	2001
TOTAL	<u>5.65</u>	<u>2.87</u>	<u>3.60</u>	

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

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

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE G: Receivables (Continued)

Permissive Sales and Use Tax

In 1983, the County Commissioners, by resolution increased the permissive sales and use tax from .5 % to 1% on permissible types of sales made in the County. Vendor collections of the tax are paid to the State Treasurer by the twenty-fifth day of the month following collection. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. The State Auditor then has five days in which to draw the warrant payable to the County.

Intergovernmental

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amount</u>
Local Government	\$1,065,278
Local Government Revenue Assistance	400,375
Homestead and Rollback	817,689
Motor Vehicle License Tax	2,599,166
Motor Vehicle Gas Tax	654,972
Bridge Replacement Grant	1,198,861
Community Development Block Grant	143,022
Community Oriented Policing Grant	23,794
Highway Planning and Construction Grant	923,818
Juvenile Grants	41,560
Miscellaneous Safety Grants	66,772
VOITIS Sub-Grant	475,098
Municipal Court Adult Probation Grant	74,328
Ohio DJFS Grant	625,687
Pilot Probation Grant	86,074
Public Transportation Grant	104,032
Reclaim Ohio Grant	344,248
Recycle Ohio Grant	15,980
TASC Grant	111,798
VOCA Grant	62,083
Public Defender Assistance	<u>110,584</u>
Total Governmental Activities	<u>\$9,945,219</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE H: Capital Assets

Primary Government Capital asset activity for the year ended December 31, 2001 , was as follows:

	Restated Balance <u>12/31/2000</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>12/31/2001</u>
Governmental Activities				
Capital Assets not being depreciated:				
Land	\$3,473,224	\$105,331	\$0	\$3,578,555
Construction in Progress	<u>16,975,806</u>	<u>9,536,706</u>	<u>(9,378,911)</u>	<u>17,133,601</u>
Total Capital Assets at Historical Cost not being depreciated	<u>20,449,030</u>	<u>9,642,037</u>	<u>(9,378,911)</u>	<u>20,712,156</u>
Capital Assets being depreciated:				
Building and Improvements	36,836,789	747,795	0	37,584,584
Furniture, Fixtures, and Equipment	25,238,074	7,477,721	(401,062)	32,314,733
Infrastructure	<u>100,961,228</u>	<u>3,822,954</u>	<u>(93,925)</u>	<u>104,690,257</u>
Totals Capital Assets at Historical cost being depreciated	<u>163,036,091</u>	<u>12,048,470</u>	<u>(494,987)</u>	<u>174,589,574</u>
Less Accumulated Depreciation:				
Building and Improvements	(11,337,486)	(954,667)	0	(12,292,153)
Furniture, Fixtures and Equipment	(10,021,242)	(2,479,844)	258,637	(12,242,449)
Infrastructure	<u>(49,272,389)</u>	<u>(4,708,059)</u>	<u>86,019</u>	<u>(53,894,429)</u>
Total Accumulated Depreciation	<u>(70,631,117)</u>	<u>(8,142,570)</u>	<u>344,656</u>	<u>(78,429,031)</u>
Total Capital Assets, being depreciated, net	<u>92,404,974</u>	<u>3,905,900</u>	<u>(150,331)</u>	<u>96,160,543</u>
Governmental Activities Capital Assets, Net	<u>\$112,854,004</u>	<u>\$13,547,937</u>	<u>(\$9,529,242)</u>	<u>\$116,872,699</u>
Business-Type Activities				
Capital Assets not being depreciated:				
Land	\$3,157,682	\$123,948	\$0	\$3,281,630
Construction in Progress	<u>8,188,941</u>	<u>16,580,870</u>	<u>(10,208,623)</u>	<u>14,561,188</u>
Total Capital Assets at Historical Cost not being depreciated	<u>11,346,623</u>	<u>16,704,818</u>	<u>(10,208,623)</u>	<u>17,842,818</u>
Capital Assets being Depreciated:				
Structure	78,069,439	47,669	0	78,117,108
Machinery and Equipment	219,216,678	13,919,897	(31,130)	233,105,445
Autos and Trucks	<u>1,954,557</u>	<u>0</u>	<u>0</u>	<u>1,954,557</u>
Total Capital Assets at Historical Cost being depreciated	<u>299,240,674</u>	<u>13,967,566</u>	<u>(31,130)</u>	<u>313,177,110</u>
Less Accumulated Depreciation				
Structure	(37,045,316)	(5,311,874)	0	(42,357,190)
Machinery and Equipment	(76,085,317)	(5,372,552)	0	(81,457,869)
Autos and Trucks	<u>(1,812,594)</u>	<u>(104,012)</u>	<u>20,482</u>	<u>(1,896,124)</u>
Total Accumulated Depreciation	<u>(114,943,227)</u>	<u>(10,788,438)</u>	<u>20,482</u>	<u>(125,711,183)</u>
Total Capital Assets, being depreciated, net	<u>184,297,447</u>	<u>(3,179,128)</u>	<u>(10,648)</u>	<u>187,465,927</u>
Business-Type Activities Capital Assets, Net	<u>\$195,644,070</u>	<u>\$19,883,946</u>	<u>(\$10,219,271)</u>	<u>\$205,308,745</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE H: Capital Assets (Continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Government Activities

General Government:

Legislative and Executive	\$1,337,723
Judicial	200,644
Public Safety	1,197,165
Public Works	4,950,077
Health	7,313
Human Services	235,577
Community Development	25,927
Transportation	<u>188,144</u>
Total Depreciation Expense-Governmental Activities	<u>\$8,142,570</u>

Business-Type Activities

Water	\$3,775,196
Sewer	<u>7,013,242</u>
Total Depreciation Expense-Business-Type Activities	<u>\$10,788,438</u>

Component Units' Capital asset activity for the year ended December 31, 2001 was as follows:

	Restated Balance 12/31/00	Additions	Reductions	Balance 12/31/01
Capital assets not being depreciated:				
Land	\$692,751	\$0	(\$170,000)	\$522,751
Total capital assets at Historical cost not being depreciated	<u>692,751</u>	<u>0</u>	<u>(170,000)</u>	<u>522,751</u>
Capital assets being depreciated:				
Building and Improvements	11,822,698	0	(437,500)	11,385,198
Furniture, fixtures and equipment	1,599,229	126,426	0	1,725,655
Totals capital assets at Historical cost being depreciated	13,421,927	126,426	(437,500)	13,110,853
Less Accumulated Depreciation:				
Building and Improvements	(3,881,387)	(362,623)	112,500	(4,131,510)
Furniture, fixtures and equipment	(1,117,749)	(125,245)	0	(1,242,994)
Total Accumulated Depreciation	<u>(4,999,136)</u>	<u>(487,868)</u>	<u>112,500</u>	<u>(5,374,504)</u>
Total Capital Assets, being depreciated, net	<u>8,422,791</u>	<u>(361,442)</u>	<u>(325,000)</u>	<u>7,736,349</u>
Component Units Capital Assets, Net	<u>\$9,115,542</u>	<u>(\$361,442)</u>	<u>(\$495,000)</u>	<u>\$8,259,100</u>

Depreciation expense was charged to functions/programs of the component units as follows:

Health	\$105,631
Human Services	<u>382,237</u>
Total Depreciation Expense-component units' activities	<u>\$487,868</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE I: Long-Term Debt and Obligations

Long-term debt and other obligations of the County at December 31, 2001 were as follows:

Governmental Activities	INTEREST	MATURITY	BALANCE	ADDITIONS	DELETIONS	BALANCE	AMOUNTS
	RATE %		1/1/01			12/31/01	DUE IN
							ONE
							YEAR
General obligation bonds							
2001 Refunding Correctional Facilities-\$2,695,000	2.15-4.00%	2009	\$0	\$2,695,000	\$0	\$2,695,000	\$305,000
2001 Various Purposes-\$17,300,000	2.15-4.1%	2011	0	17,300,000	0	17,300,000	365,000
1992 Correctional Facilities-\$7,310,000	3.0-6.0%	2009	4,640,000	0	2,970,000	1,670,000	170,000
1993 Building Road Improv & Refunding-\$17,585,000	2.5-5.6%	2014	12,735,000	0	695,000	12,040,000	730,000
1993 Building Const-\$12,215,000	3.0-5.15%	2005	5,875,000	0	1,065,000	4,810,000	1,115,000
1999 Communications Center-\$6,500,000	4.0-5.125%	2009	<u>5,980,000</u>	<u>0</u>	<u>545,000</u>	<u>5,435,000</u>	<u>570,000</u>
Total General Obligation Bonds			<u>\$29,230,000</u>	<u>\$19,995,000</u>	<u>\$5,275,000</u>	<u>\$43,950,000</u>	<u>\$3,255,000</u>
Special Assessment Bonds with Governmental Commitment							
1989 Water Line Extension-\$88,000	7.25-7.37%	2009	\$44,000	\$0	\$4,000	\$40,000	\$5,000
1990 Water Line Extension-\$167,000	7.25%	2010	115,000	0	10,000	105,000	10,000
1981 Terrace View Bonds-\$26,400	13.00%	2001	2,000	0	2,000	0	0
1982 Jannie Lane Bonds-\$18,300	12.50%	2002	2,000	0	1,000	1,000	1,000
1983 Nine Mile Sewer Bonds-\$34,000	10.25%	2003	6,000	0	2,000	4,000	2,000
1983 Nine Mile Bonds-\$584,915	9.50%	2003	90,000	0	30,000	60,000	30,000
1984 O'Bannonville Bonds-\$1,735,000	5.00%	2004	380,000	0	95,000	285,000	95,000
1990 Peggy Drive-\$85,000	7.12%	2010	56,000	0	4,000	52,000	4,000
1992 Waterline-\$97,300	5.875%	2012	60,000	0	5,000	55,000	5,000
1993 Murle Lane Sewer-\$93,000	5.5%	2013	65,000	0	5,000	60,000	5,000
1993 Murle Lane System Capacity-\$22,000	5.25%	2003	8,000	0	2,000	6,000	3,000
1996 Mt. Zion Rd. Water Main-\$110,000	5.875%	2016	90,000	0	5,000	85,000	5,000

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE I: Long-term Debt and Obligations (Continued)

	<u>INTEREST RATE %</u>	<u>MATURITY</u>	<u>BALANCE 1/1/01</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE 12/31/01</u>	<u>AMOUNTS DUE IN ONE YEAR</u>
1998 Middle East Fork Sewer- \$1,165,000	4.75-5.25%	2017	980,000	0	70,000	910,000	70,000
1998 Bells Lane-\$405,000	4.50%	2008	335,000	0	35,000	300,000	35,000
1998 Ohio Water Project- \$185,000	4.90%	2018	175,000	0	5,000	170,000	5,000
1999 Woods Point-\$690,000	4.05-5.20%	2009	635,000	0	60,000	575,000	60,000
2000 Gibson Water-\$235,000	5.00-5.50%	2020	235,000	0	5,000	230,000	5,000
2000 State Route 125 Sewer- \$885,000	5.00-5.50%	2020	885,000	0	25,000	860,000	30,000
2001 Miamiville Road & Wards Corner Road-\$40,000	5%	2021	<u>0</u>	<u>40,000</u>	<u>0</u>	<u>40,000</u>	<u>1,000</u>
Total Special Assessment Bonds			<u>\$4,163,000</u>	<u>\$40,000</u>	<u>\$365,000</u>	<u>\$3,838,000</u>	<u>\$371,000</u>
Compensated Absences			<u>\$4,113,563</u>	<u>\$2,506,809</u>	<u>\$2,617,461</u>	<u>\$4,002,911</u>	<u>\$1,441,842</u>
Total Governmental Activities Long-Term Liabilities			<u>\$37,506,563</u>	<u>\$22,541,809</u>	<u>\$8,257,461</u>	<u>\$51,790,911</u>	<u>\$5,067,842</u>
Business - Type Activities							
Sewer	<u>INTEREST RATE %</u>	<u>MATURITY</u>	<u>BALANCE 1/1/01</u>	<u>ADDITION</u>	<u>DELETIONS</u>	<u>BALANCE 12/31/01</u>	<u>AMOUNTS DUE IN ONE YEAR</u>
1984 O'Bannonville Revenue Bonds-\$5,970,000	5.00%	2005	\$4,820,000	\$0	\$110,000	\$4,710,000	\$115,000
1993 Sewer System Refunding Revenue Bonds- \$48,280,000	2.6-5.2%	2012	<u>40,670,000</u>	0	<u>1,150,000</u>	<u>39,520,000</u>	<u>1,200,000</u>
Total Sewer Revenue Bonds			<u>45,490,000</u>	0	<u>1,260,000</u>	<u>44,230,000</u>	<u>1,315,000</u>
1972 Ohio Water Development Authority Notes-\$2,900,437	5.2-6.5%	2014	1,973,879	0	120,116	1,853,763	126,639
1994 OPWC Loans- \$4,179,610	2.00%	2021	<u>3,036,167</u>	<u>607,000</u>	<u>121,353</u>	<u>3,521,814</u>	<u>192,479</u>
Total Sewer			<u>\$50,500,046</u>	<u>\$607,000</u>	<u>\$1,501,469</u>	<u>\$49,605,577</u>	<u>\$1,634,118</u>
Water							
1993 Water System Refunding Revenue Bonds-\$57,885,000	2.6-5.8%	2018	<u>\$46,075,000</u>	<u>0</u>	<u>\$1,580,000</u>	<u>\$44,495,000</u>	<u>\$1,660,000</u>
Total Business-Type Activities			<u>\$96,575,046</u>	<u>\$607,000</u>	<u>\$3,081,469</u>	<u>\$94,100,577</u>	<u>\$3,294,118</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE I: Long-Term Debt and Obligations (Continued)

Annual debt service requirements for the County's long-term debt are as follows:

YEAR	GENERAL OBLIGATION BONDS		SPECIAL ASSESSMENT BONDS	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2002	\$3,255,000	\$2,057,003	\$371,000	\$202,895
2003	3,405,000	1,855,113	391,000	182,069
2004	3,570,000	1,702,695	362,000	161,356
2005	3,740,000	1,537,187	281,000	143,150
2006	3,925,000	1,358,872	298,000	128,969
2007-2011	22,885,000	3,980,050	1,045,000	434,974
2012-2016	<u>3,170,000</u>	<u>361,480</u>	671,000	224,357
2017-2021			<u>419,000</u>	<u>52,618</u>
TOTAL	<u>\$43,950,000</u>	<u>\$12,852,400</u>	<u>\$3,838,000</u>	<u>\$1,530,388</u>
	SEWER REVENUE BONDS		WATER REVENUE BONDS	
YEAR	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2002	\$1,315,000	\$2,252,530	\$1,660,000	\$2,498,992
2003	1,370,000	2,193,980	1,740,000	2,415,993
2004	1,435,000	2,131,730	1,830,000	2,327,252
2005	1,500,000	2,065,220	1,925,000	2,232,093
2006	1,575,000	1,990,220	2,025,000	2,130,067
2007-2011	9,150,000	8,678,440	11,935,000	8,851,978
2012-2016	11,780,000	6,057,700	15,735,000	5,048,575
2017-2021	15,155,000	2,673,420	<u>7,645,000</u>	<u>671,350</u>
2022-2026	<u>950,000</u>	<u>96,750</u>		
TOTAL	<u>\$44,230,000</u>	<u>\$28,139,990</u>	<u>\$44,495,000</u>	<u>\$26,176,300</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE I: Long-Term Debt and Obligations (Continued)

YEAR	OWDA LOANS		OPWC LOANS	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2002	\$126,639	\$98,534	\$192,479	\$15,217
2003	133,519	91,653	193,538	14,158
2004	140,776	84,396	204,419	13,078
2005	148,428	76,744	205,521	11,976
2006	156,498	68,673	206,646	10,851
2007-2011	920,033	205,829	1,050,896	36,589
2012-2016	227,870	11,361	944,727	6,944
2017-2021	0	0	503,992	0
2022-2026	<u>0</u>	<u>0</u>	<u>19,592</u>	<u>0</u>
TOTAL	<u>\$1,853,763</u>	<u>\$637,189</u>	<u>\$3,521,814</u>	<u>\$108,813</u>

Special Assessment Debt

During 2001, the County issued \$40,000 in special assessment debt. The special assessment bonds were issued to provide funds for the construction of water line extensions for property owners on Miami Road and Wards Corner Road.

General Obligation Debt

Five general obligation bond issues totaling \$19,995,000 were issued in aggregate in 2001. \$2,695,000 in general obligation debt was issued to refinance the 1992 Correctional Facilities Bond issue and \$17,300,000 in general obligation debt was issued to fund the following four capital projects:

- Municipal Court Facility - Construction, equipping and installation of a new facility in the amount of \$8,850,000.
- Adult Detention Facility - Construction, equipping, improving, installation and renovation of an Adult Detention Facility (Phase Two Construction) in the amount of \$4,095,000.
- Juvenile Detention Facility - Construction, equipping and installation of a new Juvenile Detention Facility in the amount of \$2,330,000.
- Courthouse Remodeling - Construction, equipping and installation and renovation improvements to the "Old Courthouse" in the amount of \$2,025,000.

Advance Refunding Debt

The net proceeds of the \$2,695,000 of general obligation refunding bonds were placed in escrow to call \$2,560,000 in Correctional Facilities Construction and Refunding Bonds, Series 1992 bonds on May 15, 2002. As a result, the 1992 Series bonds are considered to be defeased and the liability for those bonds has been moved from the Governmental Activities column of the statement of net assets. The reacquisition price exceeded the net carrying amount of the old debt by \$135,000. This amount and the bond issuance costs were deemed immaterial and were not amortized over the remaining life of the new debt issue. The advance refunding was undertaken to reduce total debt service payments over the next nine years by \$83,683 and resulted in an economic gain of \$108,302.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE I: Long-Term Debt and Obligations (Continued)

Long-Term Bonds and Loans

All long-term debt issued for governmental purposes of the County and self-supporting, special assessment bonds with governmental commitment are retired from a Debt Service Fund. Revenue bonds are retired from the related Enterprise fund. However, each appropriate bond indenture provides for principal and interest to be paid from user charges. General obligation bonds and notes are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio law. Special assessment debt is paid from the proceeds of assessments levied against benefitted property owners. In the event that an assessed property owner fails to make payments, the County will be required to pay the related debt. Future funding requirements for bond anticipation notes are determinable upon the conversion of the notes to bonds. The Ohio Water Development Authority (OWDA) and the Ohio Public Works Commission (OPWC) loans will be paid from revenues derived by the County from the operation of the water and sewer systems. Under the Uniform Bond Act of the Ohio Revised Code, the County has the capacity to issue \$4,175,269 of additional unvoted general obligation debt.

Defeased Debt

In prior years, the County defeased certain general obligation and revenue bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. On December 31, 2001, \$12,220,000 general obligation bonds and \$1,720,000 of revenue bonds are considered defeased.

Leases: The County had no material capital or operating leases for the year ended December 31, 2001.

Revenue Bond Coverage: The County Water and Sewer funds are required under Revenue Bond Trust Indentures to maintain minimum debt service coverage ratios. For the 2001 fiscal year, the Water Fund and Sewer Fund were required to maintain 110% coverage ratios. The coverage ratios for 2001, based on operating income, system capacity charges and investment income and excluding depreciation for the Water Fund and Sewer Fund, were 236% and 322% respectively, which both met their legal requirements.

Component Units: The Community Mental Health and Recovery Board (MHRB) and Board of Mental Retardation and Developmental Disabilities (MRDD, including Clerco Inc.) are liable for the following long-term obligations. The MHRB loans are payable from debt service funds included in the component unit financial statements.

Long-term debt and other obligations of the component units at December 31, 2001 were as follows:

	INTEREST RATE%	MATURITY	RESTATED BALANCE 1/1/01	ADDITIONS	REDUCTIONS	BALANCE 12/31/01	AMOUNTS DUE IN ONE YEAR
1991 MHRB FHA Loan- \$244,000	7.0%	2018	\$199,093	\$-0-	\$3,402	\$195,691	\$6,214
1993 MHRB FHA Loan- \$607,500	6.125%	2022	522,268	-0-	522,268	0	0
1996 MHRB FHA Loan- \$624,000	5.75%	2025	486,437	-0-	11,445	474,992	17,483
Compensated Absences			<u>882,767</u>	<u>712,861</u>	<u>523,692</u>	<u>1,071,936</u>	<u>251,536</u>
Total Long-term Obligations			<u>\$2,090,565</u>	<u>\$712,861</u>	<u>\$1,060,807</u>	<u>\$1,742,619</u>	<u>\$275,233</u>

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE I: Long-Term Debt and Obligations (Continued)

Debt service requirements for component unit long-term debt are as follows:

MHRB Loans		
<u>LOANS</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2002	\$23,697	\$40,359
2003	25,178	38,876
2004	26,754	37,302
2005	28,429	35,627
2006	30,209	33,847
2007-2011	181,938	138,342
2012-2016	246,722	73,558
2017-2021	<u>107,756</u>	<u>6,405</u>
TOTALS	<u>\$670,683</u>	<u>\$404,316</u>

NOTE J: SHORT-TERM OBLIGATIONS

A summary of the short term note transactions for the year ended December 31, 2001 follows:

Fund Type	Interest Rate	Maturity	Balance 1/1/01	Increase	Decrease	Balance 12/31/01
Capital Projects	4.5%	12/13/02	\$3,000,000	\$3,300,000	\$3,000,000	\$3,300,000

The county issued \$3,300,000 Road Improvement Bond Anticipation Notes (Fifth Renewal) in December 13, 2001. The proceeds are to be used for the Clepper Lane and Eastgate Drive Road Improvement Projects.

NOTE K: Conduit Debt Obligation

The County did not issue Industrial Development Revenue Bonds during 2001. The proceeds of such issues are used to acquire, construct, improve, expand, and equip facilities associated with local industries. Trustees make the principal and interest payments on the outstanding bonds. The issued bonds do not constitute a general obligation, debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing power of the County pledged to make repayment. As of December 31, 2001, it is estimated that \$184,936,100 was still outstanding of previously issued bonds.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE L: Defined Benefit Pension Plans

Public Employees Retirement System:

All County full-time employees, other than teachers, participate in the Public Employees Retirement System of Ohio (PERS), a cost sharing multiple-employer defined benefit pension plan public employee retirement system created by the State of Ohio. PERS, who administers the plan, provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. PERS issues a stand-alone financial report which may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

The Ohio Revised Code provides statutory authority for employee and employer contributions. In January 2001 the employee contribution rate for 2001 was 8.5% for employees other than law enforcement. In January 2001, House Bill 416 divided the PERS law enforcement program into two separate divisions with separate employee contribution rates and benefits. The law enforcement classification consisted of sheriffs and deputy sheriffs with an employee contribution rate of 10.10 %. All other members of the PERS law enforcement program were placed in a newly named public safety division and continued to contribute at 9%. The 2001 employer contribution rate was 13.55 % of covered payroll, 9.25 % was the portion used to fund pension obligations for 2001. The 2001 employer contribution rate for both the law enforcement and public safety divisions was 16.70% of covered payroll, 12.40% was the portion used to fund pension obligations for 2001. The County's contributions for pension obligations to PERS for the years ended December 31, 2001, 2000 and 1999 \$5,776,719, \$7,677,987, and \$9,018,106 respectively; 78% has been contributed for 2001 and 100 % for 2000 and 1999. \$1,247,574 representing the unpaid contribution for 2001, is recorded as a liability within the respective funds.

State Teachers Retirement System

Certified teachers employed by the school for the Mental Retarded/Developmentally Disabled participate in the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 % of their annual covered salary and the County is required to contribute 14 %; 9.5 % was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 % for members and 14 % for employers. The County's contributions for pension obligations to STRS for the years ended December 31, 2001, 2000, and 1999 were \$211,942, \$366,917 and \$303,706 respectively; 96 % has been contributed for 2001 and 100 % for the years 2000 and 1999. \$8,386 representing the unpaid contribution for 2001, is recorded as a liability within the respective funds.

NOTE M: Post-Employment Benefits Other Than Pension Benefits

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with 10 or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of post-retirement health care based on authority granted by state statute. The 2001 employer contribution rate was 13.55 % of covered payroll for employees not engaged in law enforcement, 4.30 % was the portion that was used to fund health care for 2001. For law enforcement employees, the employer contribution rate was 16.70% of which 4.30% was used to fund health care.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE M: Post-Employment Benefits Other Than Pension Benefits (Continued)

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest actuarial review performed as of December 31, 2000, include a rate of return on investments of 7.75%, an annual increase in active employee total payroll of 4.75% compounded annually and an additional increase in total payroll of between .54% and 5.1% based on additional annual pay increases. Health care premiums were assumed to increase 4.75% annually. All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25% of unrealized market appreciation or depreciation on investment assets.

At December 31, 2001, the total number of active contributing participants was 411,076. The 2001 rate of 4.30% was the actuarially determined contribution requirements for PERS. As of December 31, 2000, the net assets available for future OPEB were \$11,735.9 million. The County's actual contributions for 2001 which were used to fund OPEB were \$1,826,976. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$14,364.6 million and \$2,628.7 million, respectively.

Comprehensive health care benefits are provided to retired teachers and their dependents through the State Teachers Retirement System (STRS). Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS.

All benefit recipients are required to pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contributions. The employer health care contributions were 8 % for 1999 and 2000; and 4.5 % for 2001. Effective for 2001 and after, the Board has made a permanent change in the allocation of the employer contribution rate. Of the total employer contribution rate of 14%, the board has allocated 4.5 % to health care and 9.5 % to pension and survivor benefits. The County's actual contribution for 2001 which were used to fund the Health Care Reserve were \$71,176.

As of December 31, 2000, eligible benefits recipients totaled 112,752. For the year ended December 31, 2001, net health care costs paid by STRS were \$398,699,000.

NOTE N: Other Employee Benefits

County employees have the option of participating in three state-wide deferred compensation plans created in accordance with the Internal Revenue Code Section 457. Under this program, employees elect to have a portion of their pay deferred until a future time. According to this plan, the deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The deferred pay and any income earned thereon is not subject to income tax until actually received by the employee. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights (until paid or made available to the employee or other beneficiary) must be held in a trust, custodial account, or annuity contract for the exclusive benefit of plan participants and their beneficiaries. Deferred amounts from the plan are not considered "made available" just because a trust, custodial account or annuity contract holds these amounts. The Plan Agreement states that the County and the plan administrators have no liability for losses under the plan with the exception of fraud or wrongful taking.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE O: Commitments and Contingencies

Construction Commitments:

As of December 31, 2001, the County had contractual commitments for construction projects as follows:

Project	Fund	Total Contracts	Completed to Date	Commitment Remaining
Road & Bridge Construction	M V & G	\$3,841,831	\$3,287,246	\$554,585
Road Improvement	Planning & Development Capital	8,094,486	7,341,084	753,402
Detention Construction	Detention Capital	3,353,062	2,048,736	1,304,326
Court House Renovation	Courthouse Capital	1,459,808	995,253	464,555
Miscellaneous Construction	County Capital	967,678	882,183	85,495
Emergency Communication	Emergency Communication Capital	1,143,538	1,065,042	78,496
Telephone	Telephone System Capital	646,842	638,804	8,038
Water	Water District	9,059,157	5,321,511	3,737,646
Sewer	Sewer District	<u>18,085,221</u>	<u>10,442,789</u>	<u>7,642,432</u>
Total		<u>\$46,651,623</u>	<u>\$32,022,648</u>	<u>\$14,628,975</u>

Consent Order Dated November 7, 1989:

The Office of the Ohio Attorney General has brought suit on behalf of the Environmental Protection Agency relating to violations of the NPDES permits issued to the County. A consent order was placed on record on November 7, 1989 establishing certain time frames for construction of improvements to the facilities and establishing certain landmark dates for the completion of interim work. Management believes that the County is currently in compliance with the consent order.

Other Civil Claims:

The County is a defendant in a number of claims and lawsuits which may be classified as routine litigation in which minimal nonmaterial damages are being sought. In addition, the County is a defendant in numerous other claims and lawsuits in which the County believes either they will prevail in the litigation or the amounts claimed are overstated and not fair estimates of the ultimate settlements, if any. Amounts paid by the County in 2001 for litigation settled were not material. There are no liabilities associated with any contingencies carried in the accompanying financial statements based upon the information disclosed in the above paragraph.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE P: Federal and State Grants

The County participates in a number of Federal and State assisted grant programs. The significant programs are: FEMA, Work Force Investment Act Grants, Community Development Block grants, Food Stamp Program, Highway planning construction, Transportation grants, Mental Health and Mental Disability grants. These programs are subject to financial and compliance audits by the Auditor of State under the Single Audit Act of 1984, Single Audit Act as amended in 1996 and OMB Circular A-133. At May 31, 2002, the audits of certain programs have been completed. Accordingly, the County's compliance with applicable grant regulations do not have a material adverse effect on the County's financial position.

NOTE Q: Interfund Receivables/Payables

Individual fund interfund assets/liabilities balances as of December 31, 2001, related to the primary government were as follows:

	ASSET	LIABILITY
GOVERNMENTAL ACTIVITIES:		
	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$106,514	\$737,017
Judicial Projects	125,000	0
Nonmajor Governmental Funds	70,000	106,514
BUSINESS-TYPE ACTIVITIES		
Water	184,153	0
Sewer	<u>357,864</u>	<u>0</u>
TOTAL	<u>\$843,531</u>	<u>\$843,531</u>

During 2001, the County General fund made advances to nonmajor governmental funds in anticipation of intergovernmental grant revenue. As of December 31, 2001, the County recognized an interfund receivable of \$106,514 in the General fund and a interfund payable of \$106,514 in the nonmajor governmental funds. In 1997, the County approved the sale of certain fixed assets of the Water and Sewer Funds to the General Fund of the County. Payments for the assets are to be made over a 10 year period. As of December 31, 2001, the sale of the assets resulted in the County General fund recognizing an interfund payable of \$542,017 and the Water and Sewer funds recognizing an interfund receivable in the amounts of \$184,153 and \$357,864 respectively. Remaining interfund activity relates to local funding from the County General Fund related to County Policies for cash flow and operating cash levels of governmental funds.

NOTE R: Interfund Transactions

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payment become due, and use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE R: Interfund Transactions (Continued)

A summary of transfers is as follows:

<u>Transfer To</u>	<u>General</u>	<u>MV and G</u>	<u>County Capital Improvement</u>	<u>All Others</u>	<u>Internal Service</u>	<u>Total</u>
General	\$0	\$0	\$0	\$2,438	\$0	\$2,438
Social Services	887,220	0	0	0	0	887,220
MV & G	737	0	0	0	0	737
Judicial Project	301,600	0	0	0	0	301,600
County Capital	216,400	0	0	0	100,000	316,400
Nonmajor Governmental	5,116,748	1,182,000	2,413,954	17,858	0	8,730,560
Water	<u>0</u>	<u>0</u>	<u>0</u>	<u>40,000</u>	<u>0</u>	<u>40,000</u>
TOTALS	<u>\$6,522,705</u>	<u>\$1,182,000</u>	<u>\$2,413,954</u>	<u>\$60,296</u>	<u>\$100,000</u>	<u>\$10,278,955</u>

The County issued and sold \$40,000 of bonds in anticipation of special assessments levied for the purpose of construction and maintaining the Miamiville Road Wards Corner Road Waterline Project on September 13, 2001. The Water Fund administers the construction and maintenance of this project. Consequently, the County's Capital Project Funds contributed \$40,000 to the Water fund via a transfer.

NOTE S: Amendments to Original Appropriations Budget

Amendments beyond the object level must be approved by the Board of County Commissioners. In 2001, the original appropriation measure was increased and decreased by the Commissioners with the net effect as follows: General Fund, \$1,489,602; Special Revenue Funds, \$5,874,769; Capital Project Funds, (\$14,790,417); and Debt Service Funds, \$99,323.

NOTE T: Risk Management

The County is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Arthur J. Gallagher & Co. administers all County real and personal property, comprehensive general liability including law enforcement liability, blanket crime coverage, public officials liability insurance, fleet insurance, and a comprehensive boiler and machinery coverage.

Real and personal property, general liability, including law enforcement liability and public officials liability, are coverages that fall under the County's Protected Self-insurance program. Coregis Insurance Company provides a \$50,000,000 limit for comprehensive general liability including law enforcement activities, and \$217,827,600 limit for real and personal property coverage. United National Insurance Company provides a \$9,000,000 limit excess of all primary liability policies. Coregis Insurance Company covers up to \$1,000,000 for public officials liability.

Clermont County, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2001

NOTE T: Risk Management (Continued)

All coverages in the program are subject to the following per occurrence retention: Property - \$25,000; General Liability - \$250,000; and a Combined maximum - \$500,000.

The Coregis Insurance Company provides fleet insurance coverage with \$1,000,000 liability limit subject to a \$25,000 property damage liability and comprehensive and collision coverage for certain vehicles subject to deductibles of \$25,000 . The Travelers Indemnity Company provides boiler and machinery coverage with limits up to \$50,000,000 subject to a \$10,000 deductible. The American Motorists Insurance Company provides the County's crime insurance. The County is insured up to \$250,000 for dishonest acts of employees, theft or destruction of liquid assets, and \$75,000 for money and securities limits. Deductibles are \$250 employee dishonesty and \$1,000 money and securities.

Settled claims have not exceeded this commercial coverage in any of the past five years. There have been no significant reductions in coverage from last year.

The County pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. The County has elected to provide employees major medical, vision and hospitalization through a self-insured program. The County maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program. A third party administrator, Anthem Blue Cross and Blue Shield and Dental Care Plus Insurance Companies, reviews all claims which are then paid by the County. The County purchases stop-loss coverage of \$100,000 per employee and an aggregate limit of \$1,000,000. The County pays into the self-insurance internal service fund \$475.52 for family coverage and \$195.02 for individual coverage per employee per month which represents the entire premium required. The premium is paid by the fund that pays the salary for the employee and is based on historic cost information. The claims liability of \$637,900 reported in the Health Insurance fund at December 31, 2001, is estimated by the third party administrator and 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. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the fund's claims liability amount in 2001 were:

	Claims Balance Beginning of Year	Current Year Claims and Changes in Claims Estimate	Claims Payments	Claims Balance at Year End
2000	\$471,453	\$5,294,149	(\$5,296,575)	\$469,027
2001	\$469,027	\$6,092,906	(\$5,924,033)	\$637,900

(THIS PAGE LEFT BLANK INTENTIONALLY)

CLERMONT COUNTY, OHIO
COMBINING FINANCIAL STATEMENTS
AND
SCHEDULES

Clermont County
Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Health and Solid Waste District Fund - This fund is used to account for the County's dog and kennel registration program and solid waste management.

Real Estate Assessment Fund - This fund is used to account for the monies collected from tax settlements to finance the appraisal of real property and County Lodging tax collected to finance the Convention and Visitor's Bureau of the County.

Other Legislative Fund - This fund is used to account for the fees collected by the Certificate of Title office and supplemental fees collected by the Recorder.

Public Safety Fund - This fund is used to account for the fees and grants related to law enforcement, probation and community oriented policing.

Community Transportation Fund - This fund is used to account for the grants and fees collected to provide door to door public transit service for County residents.

Judicial Programs Fund - This fund is used to account for fees and grants to finance advocate, mediation and victim assistance.

Community Development Fund - This fund is used to account for federal development block grant monies and other developmental grants to fund local improvements to areas in the County with low to moderate income population.

Computer Legal Research Fund - This fund is used to account for court fees restricted to computer legal research of the court system.

Nonmajor Debt Service Funds

Debt service funds are used to account for the accumulation of resources for the payment of general obligation bond principal and interest and certain other long-term obligations which the County is obligated for the payment. The County has two debt service funds; one to account for the general obligation payments and the other to account for the special assessment debt.

Continued

Clermont County
Combining Statements - Nonmajor Governmental Funds - Continued

Nonmajor Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Public Safety Projects Fund - This fund is used to account for the financial sources to be used for the construction and renovation of major safety projects and the jail renovation project.

Social Services Projects Fund - This fund is used to account for the financial sources to be used for the renovation of the medical social service building.

Communication Center Projects Fund - This fund is used to account for the financial sources to be used for the acquisition, construction and improvement of the County's 911 emergency response systems.

Community Development Projects Fund - This fund is used to account for the financial sources to be used for the acquisition and construction of infrastructure improvements and community development projects.

Road Assessment Projects Fund - This fund is used to account for the financial sources to be used for the acquisition, construction and improvements of county roads.

Clermont County, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2001

	Nonmajor Special Revenue Funds				
	Health and Solid Waste District	Real Estate Assessment	Other Legislative	Public Safety	Community Transportation
Assets					
Equity in Pooled Cash and Cash Equivalents	\$765,658	\$1,931,388	\$316,843	\$1,875,650	\$115,043
Receivables:					
Accounts	25,025	0	1,228	7,163	23,783
Special Assessments	0	0	0	0	0
Accrued Interest	0	421	0	2,272	0
Interfund	0	0	0	0	0
Intergovernmental Receivable	15,980	0	0	678,144	104,032
Loans Receivable	0	0	0	0	0
Total Assets	\$806,663	\$1,931,809	\$318,071	\$2,563,229	\$242,858
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$33,164	\$21,297	\$74,985	\$45,233	\$13,240
Contracts Payable	0	0	0	0	0
Accrued Wages and Benefits	1,602	17,305	11,411	40,905	14,000
Intergovernmental Payable	3,278	26,638	15,623	29,957	21,262
Interfund payable	0	0	0	10,000	0
Deferred Revenue	15,980	0	0	602,032	104,032
Matured Special Assessment Bonds Payable	0	0	0	0	0
Matured Interest Payable	0	0	0	0	0
Accrued Interest Payable	0	0	0	0	0
Notes Payable	0	0	0	0	0
Total Liabilities	54,024	65,240	102,019	728,127	152,534
Fund Balances					
Reserved for Encumbrances	12,295	148,528	32,607	55,884	253,681
Reserved for Loans	0	0	0	0	0
Unreserved:					
Undesignated, Reported in:					
Special Revenue Funds (Deficit)	740,344	1,718,041	183,445	1,779,218	(163,357)
Debt Service Funds	0	0	0	0	0
Capital Projects Funds (Deficit)	0	0	0	0	0
Total Fund Balances (Deficit)	752,639	1,866,569	216,052	1,835,102	90,324
Total Liabilities and Fund Balances	\$806,663	\$1,931,809	\$318,071	\$2,563,229	\$242,858

		Nonmajor Debt Service Funds			Nonmajor Capital		
Judicial Programs	Community Development	Computer Legal Research	County Debt Service	Special Assessment	Public Safety Projects	Social Services Projects	Communications Center Projects
\$123,914	\$586,042	\$1,278,451	\$24,574	\$281,830	\$8,645,303	\$551,833	\$1,159,211
201	0	4,658	0	0	0	0	0
0	0	0	0	5,398,714	0	0	0
0	149	0	0	0	16,198	4,559	0
0	0	0	0	0	70,000	0	0
62,083	148,100	0	0	0	475,098	0	0
0	164,547	0	0	0	0	0	0
<u>\$186,198</u>	<u>\$898,838</u>	<u>\$1,283,109</u>	<u>\$24,574</u>	<u>\$5,680,544</u>	<u>\$9,206,599</u>	<u>\$556,392</u>	<u>\$1,159,211</u>
\$4,660	\$37,801	\$8,149	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	154,306	0	60,420
3,754	0	0	0	0	0	0	0
5,458	0	0	0	0	0	0	0
0	96,514	0	0	0	0	0	0
62,250	148,196	1,790	0	5,397,802	485,554	2,943	0
0	0	0	0	30,000	0	0	0
0	0	0	0	9,813	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>76,122</u>	<u>282,511</u>	<u>9,939</u>	<u>0</u>	<u>5,437,615</u>	<u>639,860</u>	<u>2,943</u>	<u>60,420</u>
2,261	153,611	1,163	0	0	1,378,192	135,488	128,649
0	164,547	0	0	0	0	0	0
107,815	298,169	1,272,007	0	0	0	0	0
0	0	0	24,574	242,929	0	0	0
0	0	0	0	0	7,188,547	417,961	970,142
<u>110,076</u>	<u>616,327</u>	<u>1,273,170</u>	<u>24,574</u>	<u>242,929</u>	<u>8,566,739</u>	<u>553,449</u>	<u>1,098,791</u>
<u>\$186,198</u>	<u>\$898,838</u>	<u>\$1,283,109</u>	<u>\$24,574</u>	<u>\$5,680,544</u>	<u>\$9,206,599</u>	<u>\$556,392</u>	<u>\$1,159,211</u>

Continued

Clermont County, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2001 -Continued

	Projects Funds		Total NonMajor Governmental Funds
	Community Development Projects	Road Assessment Projects	
Assets			
Equity in Pooled Cash and Cash Equivalents	\$628,083	\$2,863,591	\$21,147,414
Receivables:			
Accounts	0	0	62,058
Special Assessments	0	0	5,398,714
Accrued Interest	0	0	23,599
Interfund	0	0	70,000
Intergovernmental Receivable	437,149	0	1,920,586
Loans Receivable	0	0	164,547
Total Assets	\$1,065,232	\$2,863,591	\$28,786,918
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$238,529
Contracts Payable	743,354	1,014	959,094
Accrued Wages and Benefits	0	0	88,977
Intergovernmental Payable	0	0	102,216
Interfund payable	0	0	106,514
Deferred Revenue	437,149	0	7,257,728
Matured Special Assessment Bonds Payable	0	0	30,000
Matured Interest Payable	0	0	9,813
Accrued Interest Payable	0	4,043	4,043
Notes Payable	0	3,300,000	3,300,000
Total Liabilities	1,180,503	3,305,057	12,096,914
Fund Balances			
Reserved for Encumbrances	1,203,990	346,367	3,852,716
Reserved for Loans	0	0	164,547
Unreserved			
Undesignated, Reported in:			
Special Revenue Funds (Deficit)	0	0	5,935,682
Debt Service Funds	0	0	267,503
Capital Projects Funds (Deficit)	(1,319,261)	(787,833)	6,469,556
Total Fund Balances (Deficit)	(115,271)	(441,466)	16,690,004
Total Liabilities and Fund Balances	\$1,065,232	\$2,863,591	\$28,786,918

(THIS PAGE LEFT BLANK INTENTIONALLY)

Clermont County, Ohio
*Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance*
Nonmajor Governmental Funds
For the Year Ended December 31, 2001

	Nonmajor Special Revenue Funds				
	Health and Solid Waste District	Real Estate Assessment	Other Legislative	Public Safety	Community Transportation
Revenues					
Property and Other Taxes	\$0	\$305,398	\$0	\$0	\$0
Charges for Services	315,317	1,743,212	974,018	133,680	640,688
Licenses and Permits	208,086	0	0	0	0
Fines and Forfeitures	55,350	5	0	131,088	0
Intergovernmental	71,260	0	0	1,916,450	1,051,814
Special Assessments	0	0	0	0	0
Investment Earnings	0	3,351	0	109,333	0
Net Increase in Fair Value of Investments	0	0	0	2,048	0
Other	423	1,000	8,367	10,167	17,848
Total Revenues	650,436	2,052,966	982,385	2,302,766	1,710,350
Expenditures					
Current:					
General Government					
Legislative and Executive	0	2,206,700	1,215,029	0	0
Judicial	0	0	0	0	0
Public Safety	0	0	0	2,421,559	0
Public Works	0	0	0	0	0
Health	532,163	0	0	0	0
Human Services	0	0	0	0	0
Community Development	0	0	0	0	0
Transportation	0	0	0	0	1,525,157
Capital Outlay	0	0	0	0	0
Intergovernmental	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	532,163	2,206,700	1,215,029	2,421,559	1,525,157
Excess of Revenues Over (Under) Expenditures	118,273	(153,734)	(232,644)	(118,793)	185,193
Other Financing Sources (Uses)					
Refunding Bonds Issued	0	0	0	0	0
General Obligation Bonds Issued	0	0	0	0	0
Special Assessment Bonds Issued	0	0	0	0	0
Transfers In	0	0	100,000	228,149	0
Transfers Out	0	0	0	(2,438)	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0
Proceeds from the Sale of Fixed Assets	0	0	0	1,512	6,043
Total Other Financing Sources (Uses)	0	0	100,000	227,223	6,043
Net Change in Fund Balances	118,273	(153,734)	(132,644)	108,430	191,236
Fund Balances (Deficit) at Beginning of Year	634,366	2,020,303	348,696	1,726,672	(100,912)
Fund Balances (Deficit) End of Year	<u>\$752,639</u>	<u>\$1,866,569</u>	<u>\$216,052</u>	<u>\$1,835,102</u>	<u>\$90,324</u>

Judicial Programs	Community Development	Computer Legal Research	Nonmajor Debt Service Funds		Nonmajor Capital		
			County Debt Service	Special Assessment	Public Safety Projects	Social Services Projects	Communications Center Projects
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
102,386	0	481,240	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
85,216	2,105,749	0	0	0	389,324	0	0
0	0	0	0	592,897	0	0	0
0	929	0	0	0	135,386	12,022	0
0	134	0	0	0	14,608	4,110	0
4,445	147,265	2,344	0	2,650	0	0	0
192,047	2,254,077	483,584	0	595,547	539,318	16,132	0
0	0	0	0	0	0	0	0
246,892	0	299,970	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	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	1,936,968	81,227	2,073,345
0	1,482,661	0	0	0	0	0	0
0	0	0	2,715,000	365,000	0	0	0
0	0	0	1,570,686	220,910	0	0	0
246,892	1,482,661	299,970	4,285,686	585,910	1,936,968	81,227	2,073,345
(54,845)	771,416	183,614	(4,285,686)	9,637	(1,397,650)	(65,095)	(2,073,345)
0	0	0	2,695,000	0	0	0	0
0	0	0	0	0	6,425,000	0	0
0	0	0	0	0	0	0	0
76,000	50,000	0	4,256,000	0	1,052,520	417,154	366,600
0	0	0	0	0	0	0	0
0	0	0	(2,660,731)	0	0	0	0
0	0	0	0	0	0	0	0
76,000	50,000	0	4,290,269	0	7,477,520	417,154	366,600
21,155	821,416	183,614	4,583	9,637	6,079,870	352,059	(1,706,745)
88,921	(205,089)	1,089,556	19,991	233,292	2,486,869	201,390	2,805,536
\$110,076	\$616,327	\$1,273,170	\$24,574	\$242,929	\$8,566,739	\$553,449	\$1,098,791

Continued

Clermont County, Ohio
*Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Nonmajor Governmental Funds
 For the Year Ended December 31, 2001 - Continued*

	Projects Funds		Total Nonmajor Governmental Funds
	Community Development Projects	Road Assessment Projects	
Revenues			
Property and Other Taxes	\$0	\$0	\$305,398
Charges for Services	0	0	4,390,541
Licenses and Permits	0	0	208,086
Fines and Forfeitures	0	0	186,443
Intergovernmental	277,850	218,252	6,115,915
Special Assessments	0	0	592,897
Investment Earnings	0	98,865	359,886
Net Increase in Fair Value of Investments	0	0	20,900
Other	218,568	0	413,077
<i>Total Revenues</i>	<u>496,418</u>	<u>317,117</u>	<u>12,593,143</u>
Expenditures			
Current:			
General Government			
Legislative and Executive	0	0	3,421,729
Judicial	0	0	546,862
Public Safety	0	0	2,421,559
Public Works	0	0	0
Health	0	0	532,163
Human Services	0	0	0
Community Development	0	0	0
Transportation	0	0	1,525,157
Capital Outlay	3,173,995	284,470	7,550,005
Intergovernmental	0	0	1,482,661
Debt Service:			
Principal Retirement	0	0	3,080,000
Interest and Fiscal Charges	0	134,858	1,926,454
<i>Total Expenditures</i>	<u>3,173,995</u>	<u>419,328</u>	<u>22,486,590</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,677,577)</u>	<u>(102,211)</u>	<u>(9,893,447)</u>
Other Financing Sources (Uses)			
Refunding Bonds Issued	0	0	2,695,000
General Obligation Bonds Issued	0	0	6,425,000
Special Assessment Bonds Issued	0	40,000	40,000
Transfers In	2,166,279	17,858	8,730,560
Transfers Out		(57,858)	(60,296)
Payment to Refunded Bond Escrow Agent	0	0	(2,660,731)
Proceeds from the Sale of Fixed Assets	0	0	7,555
<i>Total Other Financing Sources (Uses)</i>	<u>2,166,279</u>	<u>0</u>	<u>15,177,088</u>
Net Change in Fund Balances	(511,298)	(102,211)	5,283,641
Fund Balances (Deficit) at Beginning of Year	<u>396,027</u>	<u>(339,255)</u>	<u>11,406,363</u>
Fund Balances (Deficit) End of Year	<u>(\$115,271)</u>	<u>(\$441,466)</u>	<u>\$16,690,004</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL**

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Revenues:				
Taxes.....	\$24,778,700	\$24,778,700	\$25,177,371	\$398,671
Charges for services.....	8,261,611	8,261,611	9,627,950	1,366,339
Licenses and permits.....	968,000	968,000	991,208	23,208
Fines and forfeitures.....	1,363,700	1,363,700	1,210,724	(152,976)
Intergovernmental.....	3,998,642	4,082,865	4,187,229	104,364
Investment earnings.....	3,250,054	3,250,054	4,730,923	1,480,869
All other revenues.....	178,710	178,710	495,122	316,412
Total revenues.....	<u>42,799,417</u>	<u>42,883,640</u>	<u>46,420,527</u>	<u>3,536,887</u>
Expenditures:				
Current:				
General Government				
Legislative and executive				
Commissioners				
Personal services.....	803,397	826,137	807,524	18,613
Purchased services.....	166,544	187,477	184,987	2,490
Materials and supplies.....	11,659	11,010	10,599	411
Maintenance and repair.....	12,211	8,730	7,866	864
Utilities.....	14,658	15,265	14,826	439
Total Commissioners.....	<u>1,008,469</u>	<u>1,048,619</u>	<u>1,025,802</u>	<u>22,817</u>
Department of Personnel				
Personal services.....	316,854	321,236	275,881	45,355
Purchased services.....	64,022	60,839	33,448	27,391
Materials and supplies.....	10,891	10,397	10,152	245
Maintenance and repair.....	6,483	6,483	683	5,800
Utilities.....	3,427	2,889	2,888	1
Total Department of Personnel.....	<u>401,677</u>	<u>401,844</u>	<u>323,052</u>	<u>78,792</u>
Department of Management & Budget				
Personal services.....	365,024	362,873	236,729	126,144
Purchased services.....	95,099	96,999	93,254	3,745
Materials and supplies.....	10,957	10,855	10,305	550
Maintenance and repair.....	10,724	12,224	6,179	6,045
Utilities.....	7,830	6,293	5,102	1,191
Other Expenditures.....	400	400	400	0
Total Dept. of Management & Budget.....	<u>490,034</u>	<u>489,644</u>	<u>351,969</u>	<u>137,675</u>
Facilities Maintenance				
Personal services.....	606,189	614,421	549,086	65,335
Purchased services.....	650,345	607,391	604,957	2,434
Materials and supplies.....	142,255	153,700	148,323	5,377
Maintenance and repair.....	93,849	90,550	82,166	8,384
Utilities.....	1,084,271	1,013,591	986,788	26,803
Capital outlay.....	15,958	15,958	12,162	3,796
Total Facilities Maintenance.....	<u>2,592,867</u>	<u>2,495,611</u>	<u>2,383,482</u>	<u>112,129</u>

(Continued)

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Auditor - General Office				
Personal services.....	776,673	786,005	765,038	20,967
Purchased services.....	30,236	34,655	34,195	460
Materials and supplies.....	34,685	27,971	27,963	8
Maintenance and repair.....	5,995	5,872	2,804	3,068
Utilities.....	9,925	9,925	9,557	368
Total Auditor - General Office.....	857,514	864,428	839,557	24,871
Auditor - Personal Property				
Personal services.....	45,263	45,263	43,505	1,758
Purchased services.....	4,900	4,900	2,915	1,985
Materials and supplies.....	4,604	4,592	4,591	1
Maintenance and repair.....	900	450	0	450
Utilities.....	558	558	465	93
Total Auditor-Personal Property.....	56,225	55,763	51,476	4,287
Information Systems				
Personal services.....	1,259,803	1,157,143	1,091,444	65,699
Purchased services.....	497,725	242,849	192,744	50,105
Materials and supplies.....	21,559	30,590	27,102	3,488
Maintenance and repair.....	287,944	243,617	221,971	21,646
Utilities.....	152,580	150,627	120,627	30,000
Total Information Systems.....	2,219,611	1,824,826	1,653,888	170,938
Records Retention				
Personal services.....	128,331	128,906	110,950	17,956
Purchased services.....	11,611	7,973	4,739	3,234
Materials and supplies.....	5,917	8,221	7,566	655
Maintenance and repair.....	1,693	2,091	2,020	71
Utilities.....	3,394	3,520	3,490	30
Total Records Retention.....	150,946	150,711	128,765	21,946

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Budget Commission				
Purchased services.....	300	300	189	111
Materials and supplies.....	1,400	1,400	619	781
Total Budget Commission.....	1,700	1,700	808	892
Board of Revision				
Purchased services.....	2,670	2,600	476	2,124
Materials and supplies.....	1,700	1,700	641	1,059
Total Board of Revision.....	4,370	4,300	1,117	3,183
Bureau of Inspection				
Purchased services.....	83,000	92,300	92,165	135
Utilities.....	635	1,070	991	79
Total Board of Inspection.....	83,635	93,370	93,156	214
Auditor - BMV				
Personal services.....	243,682	275,982	275,625	357
Purchased services.....	35,037	33,312	32,932	380
Materials and supplies.....	2,902	2,800	2,758	42
Maintenance and repair.....	1,000	1,000	16	984
Utilities.....	3,042	4,542	4,542	0
Total Auditor - BMV.....	285,663	317,636	315,873	1,763
Auditor - Tax Map				
Personal services.....	120,499	126,499	123,692	2,807
Purchased services.....	2,900	2,900	1,904	996
Materials and supplies.....	15,087	11,635	8,460	3,175
Maintenance and repair.....	17,622	4,122	3,155	967
Utilities.....	1,850	1,850	1,850	0
Total Auditor - Tax Map.....	157,958	147,006	139,061	7,945
Treasurer				
Personal services.....	459,391	464,037	439,484	24,553
Purchased services.....	10,699	21,509	20,525	984
Materials and supplies.....	49,676	63,400	62,483	917
Maintenance and repair.....	29,293	28,489	28,489	0
Utilities.....	10,096	10,095	7,895	2,200
Total Treasurer.....	559,155	587,530	558,876	28,654

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Prosecuting Attorney				
Personal services.....	1,965,055	1,987,590	1,956,037	31,553
Purchased services.....	67,796	63,311	59,679	3,632
Materials and supplies.....	28,674	27,080	21,140	5,940
Maintenance and repair.....	15,051	13,885	11,560	2,325
Utilities.....	18,463	18,353	17,486	867
Total Prosecuting Attorney.....	2,095,039	2,110,219	2,065,902	44,317
Board of Elections				
Personal services.....	449,010	463,714	443,882	19,832
Purchased services.....	347,488	338,421	183,706	154,715
Materials and supplies.....	101,216	101,216	68,698	32,518
Maintenance and repair.....	15,227	15,227	10,387	4,840
Utilities.....	6,000	6,000	5,358	642
Capital outlay.....	0	7,515	7,515	0
Total Board of Elections	918,941	932,093	719,546	212,547
Recorder				
Personal services.....	361,157	369,467	365,658	3,809
Purchased services.....	7,674	6,900	6,375	525
Materials and supplies.....	19,319	16,098	16,098	0
Maintenance and repair.....	1,000	200	110	90
Utilities.....	6,337	6,337	6,137	200
Total Recorder.....	395,487	399,002	394,378	4,624
Insurance, Health and Judgements				
Personal services.....	15,000	393,260	389,030	4,230
Purchased services.....	240,000	240,000	231,157	8,843
Total Insurance, Health and Judgements.....	255,000	633,260	620,187	13,073
Legislative and Executive Grants				
Personal services.....	10,000	3,710	0	3,710
Purchased services.....	550,000	328,281	225,938	102,343
Utilities.....	15,000	15,000	0	15,000
Total Legislative and Executive Grants.....	575,000	346,991	225,938	121,053

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Capital Purchases				
Material and Supplies.....	26,068	27,268	6,872	20,396
Maintenance and repair.....	15,000	15,000	1,594	13,406
Capital outlay.....	6,045,792	4,357,088	1,529,594	2,827,494
Total Capital Purchases.....	<u>6,086,860</u>	<u>4,399,356</u>	<u>1,538,060</u>	<u>2,861,296</u>
Total legislative and executive.....	<u>19,196,151</u>	<u>17,303,909</u>	<u>13,430,893</u>	<u>3,873,016</u>
Judicial				
Court of Appeals				
Purchased services.....	<u>125,000</u>	<u>125,000</u>	<u>117,442</u>	<u>7,558</u>
Common Pleas Court				
Personal services.....	501,652	509,152	463,961	45,191
Purchased services.....	177,416	233,507	230,040	3,467
Materials and supplies.....	20,294	22,128	21,840	288
Maintenance and repair.....	7,325	4,325	3,514	811
Utilities.....	18,169	18,169	17,123	1,046
Capital outlay.....	0	0	0	0
Total Common Pleas Court.....	<u>724,856</u>	<u>787,281</u>	<u>736,478</u>	<u>50,803</u>
Jury Commission				
Personal services.....	148,767	157,417	148,169	9,248
Purchased services.....	25,607	12,155	11,236	919
Materials and supplies.....	11,978	10,931	6,826	4,105
Maintenance and repair.....	2,451	1,451	1,230	221
Utilities.....	2,798	3,048	3,048	0
Total Jury Commission.....	<u>191,601</u>	<u>185,002</u>	<u>170,509</u>	<u>14,493</u>
Law Library				
Personal services.....	121,645	121,645	115,291	6,354
Purchased services.....	1,000	0	0	0
Utilities.....	836	586	477	109
Total Law Library.....	<u>123,481</u>	<u>122,231</u>	<u>115,768</u>	<u>6,463</u>

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Domestic Relations Court				
Personal services.....	782,670	774,970	694,439	80,531
Purchased services.....	151,196	142,325	77,965	64,360
Materials and supplies.....	25,563	25,063	20,006	5,057
Maintenance and repair.....	6,503	6,203	5,683	520
Utilities.....	11,513	11,513	10,611	902
Capital outlay.....	25,574	30,774	30,228	546
Total Domestic Relations Court.....	1,003,019	990,848	838,932	151,916
Juvenile Court				
Personal services.....	864,200	918,231	903,954	14,277
Purchased services.....	99,907	107,313	107,296	17
Materials and supplies.....	39,379	39,054	38,219	835
Maintenance and repair.....	9,565	7,733	7,435	298
Utilities.....	17,851	14,873	14,793	80
Capital outlay.....	0	7,513	4,024	3,489
Other expenditures.....	0	1,804	1,804	0
Total Juvenile Court.....	1,030,902	1,096,521	1,077,525	18,996
Probate Court				
Personal services.....	268,255	268,255	263,006	5,249
Purchased services.....	35,551	33,551	33,504	47
Materials and supplies.....	9,845	9,620	9,574	46
Maintenance and repair.....	3,650	3,650	3,316	334
Utilities.....	4,550	4,490	4,316	174
Total Probate Court.....	321,851	319,566	313,716	5,850
Clerk of Courts				
Personal services.....	721,490	784,889	781,582	3,307
Purchased services.....	97,037	90,121	89,523	598
Materials and supplies.....	78,219	87,281	85,935	1,346
Maintenance and repair.....	5,788	8,880	8,796	84
Utilities.....	10,001	12,776	11,145	1,631
Total Clerk of Courts.....	912,535	983,947	976,981	6,966

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Clerk - Municipal Court				
Personal services.....	778,286	844,892	844,253	639
Purchased services.....	26,445	28,409	25,704	2,705
Materials and supplies.....	82,643	67,180	66,924	256
Maintenance and repair.....	5,373	3,000	2,907	93
Utilities.....	15,210	15,011	15,011	0
Total Clerk - Municipal Court.....	907,957	958,492	954,799	3,693
Public Defender				
Personal services.....	702,289	713,214	701,065	12,149
Purchased services.....	35,000	35,700	35,471	229
Materials and supplies.....	8,160	7,376	7,117	259
Maintenance and repair.....	2,080	2,080	795	1,285
Utilities.....	6,000	6,000	5,925	75
Total Public Defender.....	753,529	764,370	750,373	13,997
Municipal Court				
Personal services.....	792,323	782,635	731,751	50,884
Purchased services.....	22,638	31,638	30,377	1,261
Materials and supplies.....	13,434	20,760	19,935	825
Maintenance and repair.....	4,583	5,083	4,473	610
Utilities.....	10,621	10,621	9,635	986
Total Municipal Court.....	843,599	850,737	796,171	54,566
Total judicial.....	6,938,330	7,183,995	6,848,694	335,301
Public safety				
Communications Center				
Personal services.....	1,028,920	1,042,542	1,018,526	24,016
Purchased services.....	305,197	541,058	273,413	267,645
Materials and supplies.....	22,175	20,943	20,633	310
Maintenance and repair.....	310,852	290,994	180,190	110,804
Utilities.....	61,428	68,726	65,775	2,951
Total Communications Center.....	1,728,572	1,964,263	1,558,537	405,726
Building Inspection/Permit Central				
Personal services.....	932,715	945,250	863,524	81,726
Purchased services.....	41,104	34,045	10,291	23,754
Materials and supplies.....	28,114	27,679	27,140	539
Maintenance and repair.....	28,652	28,361	11,057	17,304
Utilities.....	15,399	15,301	13,201	2,100
Other expenditures.....	3,088	8,088	7,036	1,052
Total Building Inspection/Permit Central.....	1,049,072	1,058,724	932,249	126,475
County Coroner				
Personal services.....	111,841	174,538	159,430	15,108
Purchased services.....	85,841	85,241	85,220	21
Materials and supplies.....	3,677	3,646	3,646	0
Maintenance and repair.....	2,413	3,413	3,413	0
Utilities.....	2,689	2,522	2,522	0
Total County Coroner.....	206,461	269,360	254,231	15,129

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Adult Probation				
Personal services.....	501,219	501,219	486,918	14,301
Purchased services.....	26,638	10,300	4,245	6,055
Materials and supplies.....	13,242	15,017	13,832	1,185
Maintenance and repair.....	6,425	9,425	6,389	3,036
Utilities.....	12,913	17,108	16,981	127
Total Adult Probation	560,437	553,069	528,365	24,704
Juvenile Detention				
Personal services.....	689,184	694,644	635,226	59,418
Purchased services.....	9,985	13,125	10,494	2,631
Materials and supplies.....	59,780	70,693	70,671	22
Maintenance and repair.....	19,547	11,452	8,045	3,407
Utilities.....	4,627	4,562	4,562	0
Other expenditures.....	0	4,947	4,947	0
Total Juvenile Detention.....	783,123	799,423	733,945	65,478
Juvenile Probation				
Personal services.....	302,624	302,624	296,433	6,191
Purchased services.....	3,125	4,500	3,649	851
Materials and supplies.....	7,778	6,338	6,047	291
Maintenance and repair.....	4,569	5,109	4,013	1,096
Utilities.....	4,800	6,400	6,247	153
Total Juvenile Probation.....	322,896	324,971	316,389	8,582
Sheriff				
Personal services.....	5,109,767	5,511,533	5,486,887	24,646
Purchased services.....	264,735	287,755	283,087	4,668
Materials and supplies.....	172,530	243,633	230,925	12,708
Maintenance and repair.....	149,126	192,135	181,041	11,094
Utilities.....	60,523	54,294	53,230	1,064
Total Sheriff.....	5,756,681	6,289,350	6,235,170	54,180
Adult Detention				
Personal services.....	4,776,669	4,515,809	4,505,404	10,405
Purchased services.....	775,470	1,310,855	1,308,667	2,188
Materials and supplies.....	566,271	480,552	478,327	2,225
Maintenance and repair.....	23,665	20,394	18,926	1,468
Utilities.....	21,166	26,994	26,993	1
Total Adult Detention.....	6,163,241	6,354,604	6,338,317	16,287
Municipal Court Adult Probation				
Personal services.....	430,784	454,111	436,185	17,926
Purchased services.....	1,000	8,553	8,451	102
Materials and supplies.....	17,648	19,782	19,781	1
Maintenance and repair.....	2,500	3,500	3,107	393
Utilities.....	5,200	7,200	6,937	263
Total Municipal Court Adult Probation.....	457,132	493,146	474,461	18,685
Total public safety.....	17,027,615	18,106,910	17,371,664	735,246

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Health				
Tuberculosis Clinic				
Purchased services.....	43,700	43,700	43,700	0
Other Health				
Purchased services.....	396,762	321,276	319,828	1,448
Utilities.....	4,543	4,272	3,802	470
Total Other Health.....	401,305	325,548	323,630	1,918
Total health.....	445,005	369,248	367,330	1,918
Human services				
Veterans Service Commission				
Personal services.....	298,000	298,000	222,257	75,743
Purchased services.....	632,414	582,222	360,162	222,060
Materials and supplies.....	15,059	25,559	23,551	2,008
Maintenance and repair.....	12,000	12,000	4,390	7,610
Utilities.....	5,000	5,000	4,976	24
Capital outlay.....	40,000	60,000	51,287	8,713
Total Veterans Service Commission.....	1,002,473	982,781	666,623	316,158
Human Services Grants				
Personal services.....	0	1,762	1,760	2
Purchased services.....	37,558	37,558	37,558	0
Total Human Services Grants.....	37,558	39,320	39,318	2
Total human services.....	1,040,031	1,022,101	705,941	316,160

Continued

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND - (Continued)

	Original Budget	Final Budget	Actual	Variance with Final budget Favorable (Unfavorable)
Community development				
Community Planning & Development				
Personal services.....	436,932	410,159	307,724	102,435
Purchased services.....	365,239	334,055	182,259	151,796
Materials and supplies.....	12,140	15,640	15,612	28
Maintenance and repair.....	10,289	10,289	3,420	6,869
Utilities.....	4,434	5,253	4,775	478
Other expenditures.....	100	225	225	0
Total Community Planning & Development.....	829,134	775,621	514,015	261,606
Planning Commission				
Purchased services.....	2,100	1,500	15	1,485
Total community development.....	831,234	777,121	514,030	263,091
Total expenditures.....	45,478,366	44,763,284	39,238,552	5,524,732
Excess (deficiency) of revenues over (under) expenditures.....	(2,678,949)	(1,879,644)	7,181,975	9,061,619
Other financing sources (uses):				
Operating transfers in.....	100,000	100,000	2,438	(97,562)
Operating transfers (out).....	(5,320,570)	(7,092,495)	(6,830,425)	262,070
Advances in.....	0	0	50,000	50,000
Advances (out).....	0	0	(93,185)	(93,185)
Proceeds of sale of fixed assets.....	5,000	5,000	8,955	3,955
Total other financing sources (uses).....	(5,215,570)	(6,987,495)	(6,862,217)	125,278
Net Change in Fund Balance	(7,894,519)	(8,867,139)	319,758	9,186,897
Fund balance at beginning of year.....	17,297,532	17,297,532	17,297,532	0
Prior year encumbrances appropriated.....	1,223,479	1,223,479	1,223,479	0
Fund balance at end of year.....	\$10,626,492	\$9,653,872	\$18,840,769	\$9,186,897

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

SOCIAL SERVICES - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$4,439,210	\$4,439,210	\$4,380,767	(\$58,443)
Charges for services.....	760,700	760,700	716,837	(43,863)
Licenses and permits.....	55,000	55,000	50,746	(4,254)
Intergovernmental.....	16,840,508	19,992,241	20,871,573	879,332
Investment earnings.....	6,000	6,000	4,032	(1,968)
Other revenues.....	538,750	538,750	625,747	86,997
Total revenues.....	<u>22,640,168</u>	<u>25,791,901</u>	<u>26,649,702</u>	<u>857,801</u>
Expenditures:				
Current:				
Human services:				
Personal services.....	9,660,170	9,352,352	9,237,721	114,631
Purchased services.....	13,375,359	17,036,422	16,599,556	436,866
Materials and supplies.....	242,199	236,472	215,733	20,739
Maintenance and repair.....	91,859	86,462	61,142	25,320
Utilities.....	177,765	172,532	153,085	19,447
Capital outlay.....	361,152	157,932	135,534	22,398
Other expenditures.....	0	0	2,519	(2,519)
Total expenditures.....	<u>23,908,504</u>	<u>27,042,172</u>	<u>26,405,290</u>	<u>636,882</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(1,268,336)</u>	<u>(1,250,271)</u>	<u>244,412</u>	<u>1,494,683</u>
Other financing sources(uses):				
Operating transfers in.....	5,200,000	5,200,000	4,987,195	(212,805)
Operating transfers (out).....	(4,068,300)	(4,728,177)	(4,072,479)	655,698
Proceeds from sale of fixed assets.....	2,000	2,000	1,374	(626)
Total other financing sources (uses).....	<u>1,133,700</u>	<u>473,823</u>	<u>916,090</u>	<u>442,267</u>
Net change in fund balance.....	(134,636)	(776,448)	1,160,502	1,936,950
Fund balance at beginning of year.....	458,256	458,256	458,256	0
Prior year encumbrances appropriated.....	1,439,355	1,439,355	1,439,355	0
Fund balance at end of year.....	<u>\$1,762,975</u>	<u>\$1,121,163</u>	<u>\$3,058,113</u>	<u>\$1,936,950</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

MOTOR VEHICLE AND GAS TAX - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$1,310,000	\$1,310,000	\$1,306,409	(\$3,591)
Charges for services.....	256,350	256,350	239,978	(16,372)
Licenses and permits.....	49,000	49,000	46,201	(2,799)
Fines and forfeitures.....	250,000	250,000	172,815	(77,185)
Intergovernmental.....	6,735,000	6,735,000	7,160,362	425,362
Special Assessments.....	18,000	18,000	19,413	1,413
Investment earnings.....	150,000	150,000	123,416	(26,584)
Other revenues.....	88,500	88,500	287,511	199,011
Total revenues.....	<u>8,856,850</u>	<u>8,856,850</u>	<u>9,356,105</u>	<u>499,255</u>
Expenditures:				
Current:				
Public works:				
Personal services.....	3,252,393	3,263,293	3,065,401	197,892
Purchased services.....	624,821	780,751	677,104	103,647
Materials and supplies.....	1,203,558	1,412,906	1,378,359	34,547
Maintenance and repair.....	584,430	658,904	650,489	8,415
Utilities.....	104,754	112,372	107,246	5,126
Capital outlay.....	3,248,528	3,632,083	3,403,562	228,521
Other expenditures.....	0	140	140	0
Total expenditures.....	<u>9,018,484</u>	<u>9,860,449</u>	<u>9,282,301</u>	<u>578,148</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(161,634)</u>	<u>(1,003,599)</u>	<u>73,804</u>	<u>1,077,403</u>
Other financing sources(uses):				
General obligation bonds issued.....	175,000	175,000	0	(175,000)
Operating transfer in.....	3,500	3,500	737	(2,763)
Operating transfers (out).....	(1,208,500)	(1,188,500)	(1,182,000)	6,500
Proceeds from the sale of fixed assets.....	5,000	5,000	1,793	(3,207)
Total other financing sources (uses).....	<u>(1,025,000)</u>	<u>(1,005,000)</u>	<u>(1,179,470)</u>	<u>(174,470)</u>
Net change in fund balance.....	(1,186,634)	(2,008,599)	(1,105,666)	902,933
Fund balance at beginning of year.....	966,045	966,045	966,045	0
Prior year encumbrances appropriated.....	1,188,441	1,188,441	1,188,441	0
Fund balance at end of year.....	<u>\$967,852</u>	<u>\$145,887</u>	<u>\$1,048,820</u>	<u>\$902,933</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

JUDICIAL PROJECTS - CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Investment earnings.....	\$0	\$0	\$1,150	\$1,150
Total revenues.....	<u>0</u>	<u>0</u>	<u>1,150</u>	<u>1,150</u>
Expenditures:				
Materials and supplies.....	10,000	10,000	0	10,000
Capital outlay.....	8,517,901	3,067,161	1,768,478	1,298,683
Total expenditures.....	<u>8,527,901</u>	<u>3,077,161</u>	<u>1,768,478</u>	<u>1,308,683</u>
Deficiency of revenues under expenditures.....	<u>(8,527,901)</u>	<u>(3,077,161)</u>	<u>(1,767,328)</u>	<u>1,309,833</u>
Other financing sources:				
Proceeds from sale of bonds.....	8,000,000	16,850,000	10,750,000	(6,100,000)
Operating transfers in.....	1,034,200	1,034,200	301,600	(732,600)
Total other financing sources.....	<u>9,034,200</u>	<u>17,884,200</u>	<u>11,051,600</u>	<u>(6,832,600)</u>
Net change in fund balance.....	506,299	14,807,039	9,284,272	(5,522,767)
Fund balance at beginning of year.....	106,687	106,687	106,687	0
Prior year encumbrances appropriated.....	667,901	667,901	667,901	0
Fund balance at end of year.....	<u>\$1,280,887</u>	<u>\$15,581,627</u>	<u>\$10,058,860</u>	<u>(\$5,522,767)</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COUNTY CAPITAL IMPROVEMENT - CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$3,112,851	\$3,112,851	\$3,069,789	(\$43,062)
Charges for services.....	18,000	18,000	4,695	(13,305)
Investment earnings.....	0	0	11	11
Intergovernmental revenues.....	300,000	300,000	329,198	29,198
Other revenues.....	219,433	219,433	87,331	(132,102)
Total revenues.....	<u>3,650,284</u>	<u>3,650,284</u>	<u>3,491,024</u>	<u>(159,260)</u>
Expenditures:				
Purchased Services.....	189,974	234,290	231,704	2,586
Materials and Supplies.....	15,000	15,000	0	15,000
Capital outlay.....	1,969,706	2,016,433	1,155,194	861,239
Total expenditures.....	<u>2,174,680</u>	<u>2,265,723</u>	<u>1,386,898</u>	<u>878,825</u>
Excess of revenues over expenditures.....	<u>1,475,604</u>	<u>1,384,561</u>	<u>2,104,126</u>	<u>719,565</u>
Other financing sources (uses):				
Operating transfers (out).....	(3,837,000)	(3,834,800)	(2,413,954)	1,420,846
Operating transfers in.....	312,100	312,100	316,400	4,300
Proceeds from sale of bonds.....	0	0	126,503	126,503
Total other financing sources (uses).....	<u>(3,524,900)</u>	<u>(3,522,700)</u>	<u>(1,971,051)</u>	<u>1,551,649</u>
Net change in fund balance.....	(2,049,296)	(2,138,139)	133,075	2,271,214
Fund balance at beginning of year.....	4,038,336	4,038,336	4,038,336	0
Prior year encumbrances appropriated.....	257,680	257,680	257,680	0
Fund balance at end of year.....	<u>\$2,246,720</u>	<u>\$2,157,877</u>	<u>\$4,429,091</u>	<u>\$2,271,214</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

HEALTH & SOLID WASTE DISTRICT - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$175,000	\$175,000	\$333,169	\$158,169
Licenses and permits.....	241,500	241,500	213,216	(28,284)
Fines and forfeitures.....	30,000	30,000	56,435	26,435
Intergovernmental.....	105,000	105,000	71,260	(33,740)
Other revenues.....	0	0	3,477	3,477
Total revenues.....	<u>551,500</u>	<u>551,500</u>	<u>677,557</u>	<u>126,057</u>
Expenditures:				
Current:				
Health:				
Personal services.....	65,598	65,598	62,832	2,766
Purchased services.....	552,606	558,598	386,542	172,056
Materials and supplies.....	14,490	21,049	18,103	2,946
Maintenance and repair.....	10,045	9,648	1,627	8,021
Utilities.....	1,889	83,165	74,619	8,546
Capital outlay.....	151,150	151,150	59,082	92,068
Total expenditures.....	<u>795,778</u>	<u>889,208</u>	<u>602,805</u>	<u>286,403</u>
Net change in fund balance	(244,278)	(337,708)	74,752	412,460
Fund balance at beginning of year.....	584,532	584,532	584,532	0
Prior year encumbrances appropriated.....	61,056	61,056	61,056	0
Fund balance at end of year.....	<u>\$401,310</u>	<u>\$307,880</u>	<u>\$720,340</u>	<u>\$412,460</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

REAL ESTATE ASSESSMENT - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Taxes.....	\$200,000	\$350,000	\$308,658	(\$41,342)
Charges for services.....	1,381,000	1,381,000	1,743,212	362,212
Investment earnings.....	3,500	3,500	3,308	(192)
Fines and forfeitures.....	0	0	5	5
Other Revenues.....	0	0	1,000	1,000
Total revenues.....	<u>1,584,500</u>	<u>1,734,500</u>	<u>2,056,183</u>	<u>321,683</u>
Expenditures:				
Current:				
General government:				
Legislative and executive				
Personal services.....	926,925	982,425	951,368	31,057
Purchased services.....	1,111,852	1,416,934	1,260,255	156,679
Materials and supplies.....	68,154	67,340	61,253	6,087
Maintenance and repair.....	61,895	71,399	62,950	8,449
Utilities.....	15,156	14,861	14,049	812
Capital outlay.....	64,950	122,000	99,243	22,757
Total expenditures.....	<u>2,248,932</u>	<u>2,674,959</u>	<u>2,449,118</u>	<u>225,841</u>
Net change in fund balance.....	(664,432)	(940,459)	(392,935)	547,524
Fund balance at beginning of year.....	1,907,004	1,907,004	1,907,004	0
Prior year encumbrances appropriated.....	194,357	194,357	194,357	0
Fund balance at end of year.....	<u>\$1,436,929</u>	<u>\$1,160,902</u>	<u>\$1,708,426</u>	<u>\$547,524</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

OTHER LEGISLATIVE FUNDS - SPECIAL REVENUE FUNDS

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$915,000	\$915,000	\$972,790	\$57,790
All other revenue.....	0	0	8,367	8,367
Total revenues.....	<u>915,000</u>	<u>915,000</u>	<u>981,157</u>	<u>66,157</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive:				
Personal services.....	673,865	673,865	615,641	58,224
Purchased services.....	497,476	510,920	496,292	14,628
Materials and supplies.....	49,026	48,069	38,711	9,358
Maintenance and repair.....	31,034	26,207	15,799	10,408
Utilities.....	28,515	27,898	24,982	2,916
Capital outlay.....	63,406	70,513	40,513	30,000
Total expenditures.....	<u>1,343,322</u>	<u>1,357,472</u>	<u>1,231,938</u>	<u>125,534</u>
Deficiency of revenues Under expenditures.....	<u>(428,322)</u>	<u>(442,472)</u>	<u>(250,781)</u>	<u>191,691</u>
Other financing sources:				
Operating transfers in.....	100,000	100,000	100,000	0
Total other financing sources.....	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>0</u>
Net change in fund balance.....	(328,322)	(342,472)	(150,781)	191,691
Fund balance at beginning of year.....	264,859	264,859	264,859	0
Prior year encumbrances appropriated.....	123,821	123,821	123,821	0
Fund balance at end of year.....	<u>\$60,358</u>	<u>\$46,208</u>	<u>\$237,899</u>	<u>\$191,691</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

PUBLIC SAFETY - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$144,288	\$144,288	\$133,386	(\$10,902)
Fines and forfeitures.....	101,348	101,348	128,849	27,501
Intergovernmental	1,871,877	1,871,877	1,926,051	54,174
Investment earnings.....	91,588	121,588	110,080	(11,508)
Other revenues.....	1,000	1,000	10,167	9,167
Total revenues.....	<u>2,210,101</u>	<u>2,240,101</u>	<u>2,308,533</u>	<u>68,432</u>
Expenditures:				
Current:				
Public Safety:				
Personal services.....	1,602,999	1,580,421	1,451,809	128,612
Purchased services.....	1,045,616	1,099,140	842,638	256,502
Materials and supplies.....	141,696	149,769	110,404	39,365
Maintenance and repair.....	39,400	42,660	28,576	14,084
Utilities.....	58,906	59,957	48,551	11,406
Capital outlay.....	84,428	86,338	59,524	26,814
Other expenditures.....	11,285	20,115	19,908	207
Total expenditures.....	<u>2,984,330</u>	<u>3,038,400</u>	<u>2,561,410</u>	<u>476,990</u>
Deficiency of revenues under expenditures.....	<u>(774,229)</u>	<u>(798,299)</u>	<u>(252,877)</u>	<u>545,422</u>
Other financing sources(uses):				
Operating transfers in.....	228,149	228,149	228,149	0
Operating transfers (out).....	0	(2,438)	(2,438)	0
Advances (out).....	0	(10,000)	(10,000)	0
Advances in.....	0	0	10,000	10,000
Proceeds from the sale of fixed assets.....	0	0	1,512	1,512
Total other financing sources (uses).....	<u>228,149</u>	<u>215,711</u>	<u>227,223</u>	<u>11,512</u>
Net change in fund balance.....	(546,080)	(582,588)	(25,654)	556,934
Fund balance at beginning of year.....	1,671,209	1,671,209	1,671,209	0
Prior year encumbrances appropriated.....	87,983	87,983	87,983	0
Fund balance at end of year.....	<u>\$1,213,112</u>	<u>\$1,176,604</u>	<u>\$1,733,538</u>	<u>\$556,934</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COMMUNITY TRANSPORTATION - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$1,218,675	\$906,095	\$640,492	(\$265,603)
Intergovernmental.....	1,889,088	1,669,088	1,138,705	(530,383)
Other revenues.....	12,000	12,000	11,555	(445)
Total revenues.....	<u>3,119,763</u>	<u>2,587,183</u>	<u>1,790,752</u>	<u>(796,431)</u>
Expenditures:				
Current:				
Transportation:				
Personal services.....	933,196	847,416	831,195	16,221
Purchased services.....	482,763	352,834	352,252	582
Materials and supplies.....	88,613	103,768	103,132	636
Maintenance and repair.....	365,282	116,720	116,700	20
Utilities.....	60,567	19,567	16,150	3,417
Capital outlay.....	933,638	871,138	871,092	46
Total expenditures.....	<u>2,864,059</u>	<u>2,311,443</u>	<u>2,290,521</u>	<u>20,922</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>255,704</u>	<u>275,740</u>	<u>(499,769)</u>	<u>(775,509)</u>
Other financing sources:				
Proceeds from sale of assets.....	<u>0</u>	<u>0</u>	<u>6,043</u>	<u>6,043</u>
Total other financing sources.....	<u>0</u>	<u>0</u>	<u>6,043</u>	<u>6,043</u>
Net change in fund balance.....	255,704	275,740	(493,726)	(769,466)
Deficit balance at beginning of year.....	(360,769)	(360,769)	(360,769)	0
Prior year encumbrances appropriated.....	655,163	655,163	655,163	0
Fund balance (deficit) at end of year.....	<u>\$550,098</u>	<u>\$570,134</u>	<u>(\$199,332)</u>	<u>(\$769,466)</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

JUDICIAL PROGRAMS - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$71,600	\$71,600	\$65,279	(\$6,321)
Intergovernmental	91,729	91,729	90,545	(1,184)
Other revenues.....	2,000	2,000	4,445	2,445
Total revenues.....	<u>165,329</u>	<u>165,329</u>	<u>160,269</u>	<u>(5,060)</u>
Expenditures:				
Current:				
General government:				
Judicial:				
Personal services.....	212,991	212,991	210,947	2,044
Purchased services.....	22,691	22,691	19,933	2,758
Materials and supplies.....	12,370	12,036	9,743	2,293
Maintenance and repair.....	2,213	2,213	149	2,064
Utilities.....	5,092	4,477	4,477	0
Total expenditures.....	<u>255,357</u>	<u>254,408</u>	<u>245,249</u>	<u>9,159</u>
Deficiency of revenues under expenditures.....	<u>(90,028)</u>	<u>(89,079)</u>	<u>(84,980)</u>	<u>4,099</u>
Other financing sources:				
Operating transfers in.....	76,000	76,000	76,000	0
Total other financing sources.....	<u>76,000</u>	<u>76,000</u>	<u>76,000</u>	<u>0</u>
Net change in fund balance.....	(14,028)	(13,079)	(8,980)	4,099
Fund balance(deficit) at beginning of year.....	32,944	32,944	32,944	0
Prior year encumbrances appropriated.....	4,166	4,166	4,166	0
Fund balance at end of year.....	<u>\$23,082</u>	<u>\$24,031</u>	<u>\$28,130</u>	<u>\$4,099</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COMMUNITY DEVELOPMENT - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental	\$2,519,908	\$2,519,908	\$1,605,748	(\$914,160)
Investment earnings.....	398	398	521	123
Other revenues.....	0	135,111	131,611	(3,500)
Total revenues.....	<u>2,520,306</u>	<u>2,655,417</u>	<u>1,737,880</u>	<u>(917,537)</u>
Expenditures:				
Current:				
Community development:				
Purchased services.....	336,395	348,335	152,932	195,403
Materials and supplies.....	145,145	144,664	24,455	120,209
Capital outlay.....	2,195,660	2,268,162	1,885,581	382,581
Total expenditures.....	<u>2,677,200</u>	<u>2,761,161</u>	<u>2,062,968</u>	<u>698,193</u>
Deficiency of revenues under expenditures.....	<u>(156,894)</u>	<u>(105,744)</u>	<u>(325,088)</u>	<u>(219,344)</u>
Other financing source(uses):				
Operating transfers in.....	0	0	50,000	50,000
Advances in.....	25,000	25,000	83,185	58,185
Advances (out).....	0	(25,000)	(25,000)	0
Total other financing sources(uses).....	<u>25,000</u>	<u>0</u>	<u>108,185</u>	<u>108,185</u>
Net change in fund balance.....	(131,894)	(105,744)	(216,903)	(111,159)
Fund balance at beginning of year.....	(81,246)	(81,246)	(81,246)	0
Prior year encumbrances appropriated.....	483,200	483,200	483,200	0
Fund balance(deficit) at end of year.....	<u>\$270,060</u>	<u>\$296,210</u>	<u>\$185,051</u>	<u>(\$111,159)</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COMPUTER LEGAL RESEARCH - SPECIAL REVENUE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$326,000	\$326,000	\$325,384	(\$616)
Total revenues.....	<u>326,000</u>	<u>326,000</u>	<u>325,384</u>	<u>(616)</u>
Expenditures:				
Current:				
General government:				
Judicial:				
Purchased services.....	74,460	73,390	61,410	11,980
Materials and supplies.....	18,000	18,000	12,259	5,741
Maintenance and repair.....	97,119	127,897	105,474	22,423
Utilities	7,000	7,000	0	7,000
Capital outlay	161,964	139,845	121,326	18,519
Total expenditures.....	<u>358,543</u>	<u>366,132</u>	<u>300,469</u>	<u>65,663</u>
Net change in fund balance.....	(32,543)	(40,132)	24,915	65,047
Fund balance at beginning of year.....	470,603	470,603	470,603	0
Prior year encumbrances appropriated.....	90,543	90,543	90,543	0
Fund balance at end of year.....	<u>\$528,603</u>	<u>\$521,014</u>	<u>\$586,061</u>	<u>\$65,047</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COUNTY DEBT SERVICE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues.....	\$0	\$0	\$0	\$0
Expenditures:				
Debt service:				
Principal retirement.....	2,715,000	2,715,000	2,715,000	0
Interest and fiscal charges.....	1,564,100	1,564,100	1,536,417	27,683
Total expenditures.....	<u>4,279,100</u>	<u>4,279,100</u>	<u>4,251,417</u>	<u>27,683</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(4,279,100)</u>	<u>(4,279,100)</u>	<u>(4,251,417)</u>	<u>27,683</u>
Other financing sources:				
Operating transfers in.....	4,281,500	4,281,500	4,256,000	(25,500)
Total other financing sources.....	<u>4,281,500</u>	<u>4,281,500</u>	<u>4,256,000</u>	<u>(25,500)</u>
Net change in fund balance.....	2,400	2,400	4,583	2,183
Fund balance at beginning of year.....	19,990	19,990	19,990	0
Fund balance at end of year.....	<u>\$22,390</u>	<u>\$22,390</u>	<u>\$24,573</u>	<u>\$2,183</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

SPECIAL ASSESSMENT - DEBT SERVICE FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Special Assessments.....	\$496,228	\$587,541	\$590,206	\$2,665
Other revenues.....	0	0	2,650	2,650
Total revenues.....	<u>496,228</u>	<u>587,541</u>	<u>592,856</u>	<u>5,315</u>
Expenditures:				
Debt service:				
Principal retirement.....	365,000	365,000	336,000	29,000
Interest and fiscal charges.....	137,174	236,497	222,148	14,349
Total expenditures.....	<u>502,174</u>	<u>601,497</u>	<u>558,148</u>	<u>43,349</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(5,946)</u>	<u>(13,956)</u>	<u>34,708</u>	<u>48,664</u>
Other financing sources:				
Operating transfers in.....	500	500	1,475	975
Total other financing sources.....	<u>500</u>	<u>500</u>	<u>1,475</u>	<u>975</u>
Net change in fund balance.....	(5,446)	(13,456)	36,183	49,639
Fund balance at beginning of year.....	226,696	226,696	226,696	0
Fund balance at end of year.....	<u>\$221,250</u>	<u>\$213,240</u>	<u>\$262,879</u>	<u>\$49,639</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

PUBLIC SAFETY PROJECTS- CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental revenues.....	\$6,137,120	\$6,137,120	\$389,324	(\$5,747,796)
Investment earnings.....	87,462	87,462	121,605	34,143
Total revenues.....	<u>6,224,582</u>	<u>6,224,582</u>	<u>510,929</u>	<u>(5,713,653)</u>
Expenditures:				
Purchased services.....	5,000	5,000	0	5,000
Materials and supplies.....	11,524	10,000	0	10,000
Capital outlay.....	12,419,461	3,401,229	3,300,824	100,405
Total expenditures.....	<u>12,435,985</u>	<u>3,416,229</u>	<u>3,300,824</u>	<u>115,405</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(6,211,403)</u>	<u>2,808,353</u>	<u>(2,789,895)</u>	<u>(5,598,248)</u>
Other financing sources:				
Operating transfers in.....	1,036,920	1,036,920	1,052,520	15,600
Proceeds from sale of bonds.....	4,200,000	4,200,000	6,355,000	2,155,000
Total other financing sources.....	<u>5,236,920</u>	<u>5,236,920</u>	<u>7,407,520</u>	<u>2,170,600</u>
Net change in fund balance.....	(974,483)	8,045,273	4,617,625	(3,427,648)
Fund balance at beginning of year.....	1,434,842	1,434,842	1,434,842	0
Prior year encumbrances appropriated.....	1,040,985	1,040,985	1,040,985	0
Fund balance at end of year.....	<u>\$1,501,344</u>	<u>\$10,521,100</u>	<u>\$7,093,452</u>	<u>(\$3,427,648)</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

SOCIAL SERVICES PROJECTS - CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Investment earnings.....	\$3,600	\$3,600	\$10,594	\$6,994
Total revenues.....	<u>3,600</u>	<u>3,600</u>	<u>10,594</u>	<u>6,994</u>
Expenditures:				
Materials and supplies.....	5,000	5,000	0	5,000
Capital outlay.....	395,000	395,000	216,715	178,285
Total expenditures.....	<u>400,000</u>	<u>400,000</u>	<u>216,715</u>	<u>183,285</u>
Deficiency of revenues under expenditures.....	<u>(396,400)</u>	<u>(396,400)</u>	<u>(206,121)</u>	<u>190,279</u>
Other financing sources:				
Operating transfers in.....	491,400	491,400	417,154	(74,246)
Total other financing sources.....	<u>491,400</u>	<u>491,400</u>	<u>417,154</u>	<u>(74,246)</u>
Net change in fund balance.....	95,000	95,000	211,033	116,033
Fund balance at beginning of year.....	195,293	195,293	195,293	0
Fund balance at end of year.....	<u>\$290,293</u>	<u>\$290,293</u>	<u>\$406,326</u>	<u>\$116,033</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COMMUNICATIONS CENTER PROJECTS - CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Charges for services.....	\$0	\$0	\$608,554	\$608,554
Total revenues.....	<u>0</u>	<u>0</u>	<u>608,554</u>	<u>608,554</u>
Expenditures:				
Purchased services.....	44,715	31,516	1,516	30,000
Materials and supplies.....	20,000	20,000	0	20,000
Capital outlay.....	3,053,701	3,052,185	2,861,036	191,149
Total expenditures.....	<u>3,118,416</u>	<u>3,103,701</u>	<u>2,862,552</u>	<u>241,149</u>
Deficiency of revenues				
under expenditures.....	<u>(3,118,416)</u>	<u>(3,103,701)</u>	<u>(2,253,998)</u>	<u>849,703</u>
Operating transfers in.....				
Operating transfers in.....	1,492,459	1,492,459	366,600	(1,125,859)
Total other financing sources.....	<u>1,492,459</u>	<u>1,492,459</u>	<u>366,600</u>	<u>(1,125,859)</u>
Net change in fund balance.....				
Net change in fund balance.....	(1,625,957)	(1,611,242)	(1,887,398)	(276,156)
Fund balance at beginning of year.....	929,024	929,024	929,024	0
Prior year encumbrances appropriated.....	1,928,516	1,928,516	1,928,516	0
Fund balance at end of year.....	<u>\$1,231,583</u>	<u>\$1,246,298</u>	<u>\$970,142</u>	<u>(\$276,156)</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

COMMUNITY DEVELOPMENT PROJECTS - CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Intergovernmental Revenue.....	\$7,000,000	\$7,000,000	\$277,850	(\$6,722,150)
All other revenue.....	0	0	218,568	218,568
Total revenues.....	<u>7,000,000</u>	<u>7,000,000</u>	<u>496,418</u>	<u>(6,503,582)</u>
Expenditures:				
Capital Outlay.....	<u>7,724,849</u>	<u>4,061,473</u>	<u>3,638,002</u>	<u>423,471</u>
Total expenditures.....	<u>7,724,849</u>	<u>4,061,473</u>	<u>3,638,002</u>	<u>423,471</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>(724,849)</u>	<u>2,938,527</u>	<u>(3,141,584)</u>	<u>(6,080,111)</u>
Other financing sources:				
Operating transfers in.....	<u>1,676,535</u>	<u>1,676,535</u>	<u>2,166,279</u>	<u>489,744</u>
Total other financing sources.....	<u>1,676,535</u>	<u>1,676,535</u>	<u>2,166,279</u>	<u>489,744</u>
Net change in fund balance.....	951,686	4,615,062	(975,305)	(5,590,367)
Deficit fund balance at beginning of year.....	(222,178)	(222,178)	(222,178)	0
Prior year encumbrances appropriated.....	698,799	698,799	698,799	0
Fund balance (deficit) at end of year.....	<u>\$1,428,307</u>	<u>\$5,091,683</u>	<u>(\$498,684)</u>	<u>(\$5,590,367)</u>

CLERMONT COUNTY, OHIO
SCHEDULE OF REVENUES,
EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

ROAD ASSESSMENT PROJECTS - CAPITAL PROJECTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:				
Investment earnings.....	\$40,000	\$40,036	\$113,777	\$73,741
Total revenues.....	<u>40,000</u>	<u>40,036</u>	<u>113,777</u>	<u>73,741</u>
Expenditures:				
Personal services.....	0	830	0	830
Capital outlay.....	3,007,561	2,488,429	66,218	2,422,211
Principal Retirement.....	0	3,000,000	3,000,000	0
Interest and Fiscal Charges.....	0	137,700	137,318	382
Total expenditures.....	<u>3,007,561</u>	<u>5,626,959</u>	<u>3,203,536</u>	<u>2,423,423</u>
Deficiency of revenues under expenditures.....	<u>(2,967,561)</u>	<u>(5,586,923)</u>	<u>(3,089,759)</u>	<u>2,497,164</u>
Other financing sources (uses):				
Operating transfers in.....	0	0	17,858	17,858
Operating transfers (out).....	0	(57,858)	(57,858)	0
Proceeds of notes.....	2,960,000	2,960,000	3,300,000	340,000
Proceeds from sale of bonds.....	0	40,000	40,000	0
Total other financing sources (uses).....	<u>2,960,000</u>	<u>2,942,142</u>	<u>3,300,000</u>	<u>357,858</u>
Net change in fund balance.....	(7,561)	(2,644,781)	210,241	2,855,022
Fund balance at beginning of year.....	2,644,775	2,644,775	2,644,775	0
Prior year encumbrances appropriated.....	7,561	7,561	7,561	0
Fund balance at end of year.....	<u>\$2,644,775</u>	<u>\$7,555</u>	<u>\$2,862,577</u>	<u>\$2,855,022</u>

Clermont County
Combining Statements - Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Health Insurance Fund - This fund is used to account for claims and administration of the health insurance program for covered County employees and eligible dependents, and the accumulation and allocation of costs associated with health insurance.

Fleet Maintenance Fund - This fund is used to account for the vehicle maintenance services provided to various County departments and other governmental units. Users are billed for costs incurred.

Telephone Company Fund - This fund is used to account for telephone services to various County departments and other governmental units. Users are billed for costs incurred.

Workers' Compensation Fund - This fund is used to account for the administration of a Worker's Compensation program to reduce employee risk, decrease the County's worker's compensation liability and to measure and recover the cost of providing the program to County departments and other governmental units.

Clermont County, Ohio
Combining Statement of Net Assets
Internal Service Funds
December 31, 2001

	Health Insurance	Fleet Maintenance	Telephone Company	Workers' Compensation	Total
Assets					
<i>Current Assets:</i>					
Equity in Pooled Cash and Cash Equivalents	\$1,039,593	\$179,712	\$284,408	\$1,743,018	\$3,246,731
Total Current Assets	1,039,593	179,712	284,408	1,743,018	3,246,731
<i>Noncurrent Assets:</i>					
Capital assets, net	0	45,623	41,151	0	86,774
Total Noncurrent Assets	0	45,623	41,151	0	86,774
Total Assets	1,039,593	225,335	325,559	1,743,018	3,333,505
Liabilities					
<i>Current Liabilities:</i>					
Accounts Payable	126,789	158,791	58,532	500	344,612
Accrued Wages and Benefits	1,752	5,623	1,438	0	8,813
Intergovernmental Payable	1,547	4,896	2,424	0	8,867
Claims Payable	637,900	0	0	0	637,900
Total Current Liabilities	767,988	169,310	62,394	500	1,000,192
<i>Noncurrent Liabilities:</i>					
Compensated Absences Due Within One Year	0	9,508	0	0	9,508
Total Noncurrent Liabilities	0	9,508	0	0	9,508
Total Liabilities	767,988	178,818	62,394	500	1,009,700
Net Assets					
Invested in Capital Assets	0	45,623	41,151	0	86,774
Unrestricted	271,605	894	222,014	1,742,518	2,237,031
Total Net Assets	\$271,605	\$46,517	\$263,165	\$1,742,518	\$2,323,805

Clermont County, Ohio

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
 Internal Service Funds
 For the Year Ended December 31, 2001

	Health Insurance	Fleet Maintenance	Telephone Company	Workers' Compensation	Total
Operating Revenues					
Charges for Sales and Services	\$6,334,690	\$1,089,175	\$884,766	\$629,435	\$8,938,066
All Other Revenues	4,365	38,729	1,789	0	44,883
<i>Total Operating Revenues</i>	<u>6,339,055</u>	<u>1,127,904</u>	<u>886,555</u>	<u>629,435</u>	<u>8,982,949</u>
Operating Expenses					
Personal Services	76,531	244,928	89,379	0	410,838
Materials and Supplies	22,764	693,691	1,683	1,015	719,153
Contractual Services	124,346	20,585	11,379	657,178	813,488
Maintenance and Repair	0	157,561	72,143	0	229,704
Utilities	449	14,612	580,866	0	595,927
Claims	6,092,906	0	0	0	6,092,906
Depreciation	0	3,677	6,812	0	10,489
Other	0	16,869	0	0	16,869
<i>Total Operating Expenses</i>	<u>6,316,996</u>	<u>1,151,923</u>	<u>762,262</u>	<u>658,193</u>	<u>8,889,374</u>
<i>Operating Income (Loss)</i>	<u>22,059</u>	<u>(24,019)</u>	<u>124,293</u>	<u>(28,758)</u>	<u>93,575</u>
Non-operating Revenues and Expenses					
Other Non-operating Revenue	0	0	0	659,264	659,264
Other Non-operating Expenses	0	0	0	(108,322)	(108,322)
<i>Total Non-operating Revenues and Expenses</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>550,942</u>	<u>550,942</u>
<i>Income (Loss) before Transfers</i>	22,059	(24,019)	124,293	522,184	644,517
Transfers Out	0	0	(100,000)	0	(100,000)
<i>Change in Net Assets</i>	22,059	(24,019)	24,293	522,184	544,517
<i>Net Assets Beginning of Year</i>	<u>249,546</u>	<u>70,536</u>	<u>238,872</u>	<u>1,220,334</u>	<u>1,779,288</u>
<i>Net Assets End of Year</i>	<u>\$271,605</u>	<u>\$46,517</u>	<u>\$263,165</u>	<u>\$1,742,518</u>	<u>\$2,323,805</u>

Clermont County, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2001

	Health Insurance	Fleet Maintenance	Telephone Company	Workers' Compensation	Total
Cash Flows From Operating Activities:					
Receipts from customers and users	\$0	\$1,089,175	\$884,766	\$0	\$1,973,941
Cash received from Interfund Services provided	6,334,690	0		629,435	6,964,125
Payments to Suppliers	(53,393)	(865,650)	(651,437)	(1,015)	(1,571,495)
Payments to Employees	(87,606)	(266,682)	(88,086)	0	(442,374)
Claims	(5,924,033)	0	0	0	(5,924,033)
Payments for Interfund Services provided	0	0		(656,678)	(656,678)
Other Receipts	4,365	38,729	1,789	0	44,883
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>274,023</u>	<u>(4,428)</u>	<u>147,032</u>	<u>(28,258)</u>	<u>388,369</u>
Cash Flows From Noncapital and Related Financing Activities:					
Other Non-Operating Revenues	0	0	0	659,264	659,264
Other Non-Operating Expenses	0	0	0	(108,322)	(108,322)
Transfers to Other Funds	0	0	(100,000)	0	(100,000)
<i>Net Cash Provided by (Used for) Noncapital Financing Activities</i>	<u>0</u>	<u>0</u>	<u>(100,000)</u>	<u>550,942</u>	<u>450,942</u>
Cash Flows Provided by Capital and Related Financing Activities:					
Acquisition of Capital Assets	0	(7,100)	0	0	(7,100)
<i>Net Cash (Used for) Capital and Related Financing Activities</i>	<u>0</u>	<u>(7,100)</u>	<u>0</u>	<u>0</u>	<u>(7,100)</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>274,023</u>	<u>(11,528)</u>	<u>47,032</u>	<u>522,684</u>	<u>832,211</u>
<i>Cash and Cash Equivalents-January 1</i>	<u>765,570</u>	<u>191,240</u>	<u>237,376</u>	<u>1,220,334</u>	<u>2,414,520</u>
<i>Cash and Cash Equivalents December 31</i>	<u>\$1,039,593</u>	<u>\$179,712</u>	<u>\$284,408</u>	<u>\$1,743,018</u>	<u>\$3,246,731</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	\$22,059	(\$24,019)	\$124,293	(\$28,758)	\$93,575
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation and Amortization	0	3,677	6,812	0	10,489
Non-Operating Revenues and Expenses					
Change in Assets and Liabilities:					
Increase in Accounts Payable	82,137	37,668	14,634	500	134,939
Increase in Accrued Wages	346	749	423	0	1,518
Increase in Claims Payable	168,873	0	0	0	168,873
Increase (Decrease) in Intergovernmental Payable	608	(169)	870	0	1,309
(Decrease) in Compensated Absences Payable	0	(22,334)	0	0	(22,334)
Total Adjustments	<u>251,964</u>	<u>19,591</u>	<u>22,739</u>	<u>500</u>	<u>294,794</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>\$274,023</u>	<u>(\$4,428)</u>	<u>\$147,032</u>	<u>(\$28,258)</u>	<u>\$388,369</u>

**Clermont County
Combining Statement - Fiduciary Funds**

Agency Funds

Agency Funds are custodial in nature (assets equal liabilities) and thus do not represent the measurement or results of operations

Undivided Tax Fund - This fund is used to account for the collection of various County taxes and the disbursement of those taxes to County funds and subdivisions.

Political Subdivisions - This fund is used to account for funds held for other political subdivisions for which the County acts as fiscal agent.

Other Agency Funds - This fund is used to account for miscellaneous monies collected and disbursed to other County funds, and held on behalf of individuals and corporations.

Clermont County Court System - This fund is used to account for monies held by the County Courts in outside accounts.

General County Agency - This fund is used to account for monies held by County departments other than the Courts in outside checking accounts.

CLERMONT COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

UNDIVIDED TAX FUND

	Beginning Balance 1/1/01	Additions	Deductions	Ending Balance 12/31/01
ASSETS:				
Equity in pooled cash and cash equivalents.....	\$5,735,701	\$765,698	\$828,240	\$5,673,159
Taxes receivable.....	147,583,504	324,166,433	328,810,990	\$142,938,947
Total assets.....	\$153,319,205	\$324,932,131	\$329,639,230	\$148,612,106
LIABILITIES:				
Intergovernmental payable.....	\$153,319,205	\$324,932,131	\$329,639,230	\$148,612,106
Total liabilities.....	\$153,319,205	\$324,932,131	\$329,639,230	\$148,612,106

POLITICAL SUBDIVISIONS

ASSETS:				
Equity in pooled cash and cash equivalents.....	\$989,541	\$11,665,937	\$11,878,352	\$777,126
Intergovernmental receivable.....	0	1,467	0	1,467
Total assets.....	\$989,541	\$11,667,404	\$11,878,352	\$778,593
LIABILITIES:				
Intergovernmental payable.....	\$989,541	\$11,667,404	\$11,878,352	\$778,593
Total liabilities.....	\$989,541	\$11,667,404	\$11,878,352	\$778,593

OTHER AGENCY FUNDS

ASSETS:				
Equity in pooled cash and cash equivalents.....	\$509,062	\$57,344,972	\$57,325,816	\$528,218
Total assets.....	\$509,062	\$57,344,972	\$57,325,816	\$528,218
LIABILITIES:				
Other liabilities.....	\$509,062	\$57,344,972	\$57,325,816	\$528,218
Total liabilities.....	\$509,062	\$57,344,972	\$57,325,816	\$528,218

CLERMONT COUNTY COURT SYSTEM

ASSETS:				
Equity in pooled cash and cash equivalents.....	\$1,689,853	\$26,911,696	\$26,205,133	\$2,396,416
Cash equivalents in segregated accounts.....	0	57,847	0	57,847
Total assets.....	\$1,689,853	\$26,969,543	\$26,205,133	\$2,454,263
LIABILITIES:				
Intergovernmental payable.....	\$12,888	\$679,525	\$29,154	\$663,259
Other liabilities.....	1,676,965	26,290,018	26,175,979	1,791,004
Total liabilities.....	\$1,689,853	\$26,969,543	\$26,205,133	\$2,454,263

(Continued)

CLERMONT COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS - CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2001 - Continued

GENERAL COUNTY AGENCY				
	Beginning Balance 1/1/01	Additions	Deductions	Ending Balance 12/31/01
ASSETS:				
Cash equivalents in segregated accounts.....	\$692,792	\$299,725	\$692,792	\$299,725
Cash with fiscal and escrow agents.....	446,731	180,178	446,731	180,178
Total assets.....	\$1,139,523	\$479,903	\$1,139,523	\$479,903
LIABILITIES:				
Other liabilities.....	\$1,139,523	\$479,903	\$1,139,523	\$479,903
Total liabilities.....	\$1,139,523	\$479,903	\$1,139,523	\$479,903
TOTAL AGENCY FUNDS				
ASSETS:				
Equity in pooled cash and cash equivalents.....	\$8,924,157	\$96,688,303	\$96,237,541	\$9,374,919
Cash equivalents in segregated accounts.....	692,792	357,572	692,792	357,572
Cash with fiscal and escrow agents.....	446,731	180,178	446,731	180,178
Taxes receivable.....	147,583,504	324,166,433	328,810,990	142,938,947
Intergovernmental receivable.....	0	1,467	0	1,467
Total assets.....	\$157,647,184	\$421,393,953	\$426,188,054	\$152,853,083
LIABILITIES:				
Intergovernmental payable.....	\$154,321,634	\$337,279,060	\$341,546,736	\$150,053,958
Other liabilities.....	3,325,550	84,114,893	84,641,318	2,799,125
Total liabilities.....	\$157,647,184	\$421,393,953	\$426,188,054	\$152,853,083

(THIS PAGE LEFT BLANK INTENTIONALLY)

CLERMONT COUNTY, OHIO
CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS

CLERMONT COUNTY, OHIO*Capital Assets Used in the Operation of Governmental Funds**Schedule By Function and Activity**December 31, 2001*

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings, and Building Improvements</u>	<u>Furniture, Fixtures and Equipment</u>	<u>Infrastructure</u>	<u>Construction in Progress</u>	<u>Total</u>
General Government- Legislative and executive	\$3,257,903	\$14,302,225	\$10,770,024	\$0	\$638,804	\$28,968,956
General Government- Judicial	0	6,597,752	627,506	0	1,214,139	8,439,397
Public safety	190,000	10,831,027	14,119,092	0	3,113,778	28,253,897
Public works	110,652	254,000	3,675,290	104,494,501	4,779,404	113,313,847
Health	20,000	96,500	54,949		46,392	217,841
Human Services	0	5,430,625	1,366,903	0	0	6,797,528
Transportation	0	0	1,611,173	0	0	1,611,173
Community Development	0	0	30,006	195,756	7,341,084	7,566,846
Total Governmental Funds ' Capital Assets	<u>\$3,578,555</u>	<u>\$37,512,129</u>	<u>\$32,254,943</u>	<u>\$104,690,257</u>	<u>\$17,133,601</u>	<u>\$195,169,485</u>

CLERMONT COUNTY, OHIO*Capital Assets Used in the Operation of Governmental Funds**Schedule of Changes By Function and Activity**For the year ended December 31, 2001*

Function and Activity	Governmental Funds Capital Assets Jan 1, 2001	Additions	Disposals	Governmental Funds Capital Assets Dec 31, 2001
General Government- Legislative and executive	\$28,377,446	\$7,080,528	\$6,489,018	\$28,968,956
General Government- Judicial	7,195,149	1,253,531	9,283	8,439,397
Public Safety	25,729,889	2,798,701	274,691	28,253,899
Public Works	109,503,985	6,501,437	2,691,577	113,313,845
Health	142,699	75,142	0	217,841
Human Services	6,669,585	137,464	9,521	6,797,528
Transportation	1,192,949	622,276	204,052	1,611,173
Community Development	4,548,274	3,214,328	195,756	7,566,846
Total Governmental Funds' Capital Assets	<u>\$183,359,976</u>	<u>\$21,683,407</u>	<u>\$9,873,898</u>	<u>\$195,169,485</u>

CLERMONT COUNTY, OHIO*Capital Assets Used in the Operation of Governmental Funds**Capital Assets by Source**December 31, 2001*

Governmental Funds Fixed Assets:	
Land	\$3,578,555
Building, structures, and improvements	37,512,129
Furniture, fixtures and equipment	32,254,943
Infrastructure	104,690,257
Construction in progress	<u>17,133,601</u>
Total Governmental Funds' Capital Assets	<u>\$195,169,485</u>

Investment in Governmental funds' capital assets by source:	
General fund revenues	\$29,357,235
Special revenue fund revenues	10,430,144
Capital projects	154,816,939
Donations	<u>565,167</u>
Total Investment in Governmental Funds' Capital Assets	<u>\$195,169,485</u>

(THIS PAGE LEFT BLANK INTENTIONALLY)

STATISTICAL SECTION

Table 1
Clermont County, Ohio
General Governmental Expenditures by Function (1)
Last Ten Years

Year	General Government	Public Safety	Public Works	Health	Human Services	Community Development	Transportation	Intergovernmental	Capital Outlay	Debt Service	Total
1992	\$13,931,459	\$8,858,510	\$5,063,503	\$522,011	\$19,414,857	\$568,737	\$0	\$0	\$4,233,934	\$1,895,645	\$54,488,656
1993	13,889,544	10,467,725	5,706,687	559,991	20,213,591	353,403	0	0	8,649,587	3,032,883	62,873,411
1994	16,883,516	11,318,481	5,611,959	719,736	18,763,193	725,503	0	0	10,610,381	3,825,791	66,458,560
1995	16,881,666	11,795,945	6,363,133	847,393	19,437,933	1,131,309	0	0	7,554,911	3,879,082	67,891,372
1996	19,427,561	12,622,604	7,763,303	984,608	20,512,803	259,290	0	1,231,739	4,585,807	3,840,562	71,228,277
1997	20,666,061	14,727,727	7,983,786	1,093,465	21,549,629	463,146	374,532	997,862	8,039,506	3,999,467	79,895,181
1998	19,024,351	15,444,389	7,163,314	795,335	21,548,579	325,415	1,990,223	948,617	3,602,149	4,081,873	74,924,245
1999	20,875,073	16,312,871	7,369,289	792,814	23,153,957	455,270	1,577,827	1,081,659	9,684,993	4,122,529	85,426,282
2000	20,776,044	17,579,375	8,355,342	684,306	24,475,887	485,033	1,951,308	2,809,966	11,886,127	4,941,534	93,944,922
2001	23,469,382	19,597,964	8,483,972	824,629	25,854,986	866,448	1,525,157	1,482,661	10,111,738	5,006,454	97,223,391

(1) Includes General Fund, Special Revenue Funds, Debt Service Funds, Capital Project Funds

Government-Wide Expenses by Function - Governmental Activities
Last Two Years

Year	General Government	Public Safety	Public Works	Health	Human Services	Community Development	Transportation	Interest and Fiscal Changes	Total
2000	\$22,912,374	\$19,207,672	\$8,258,016	\$684,141	\$24,587,506	\$3,302,491	\$2,090,458	\$2,321,642	\$82,364,300
2001	26,409,622	22,853,430	9,714,271	759,914	25,862,996	2,512,442	1,190,463	1,985,351	91,288,489

Source: Clermont County Auditor

Table 2
Clermont County, Ohio
 General Governmental Revenues by Source (1)
 Last Ten Years

Year	Charges For Services			Licenses And Permits	Fines And Forfeiture	Inter-governmental	Special Assessment	Investment Earnings	Net Increase (Decrease) in Fair Value	All Other Revenue	Total
	All Taxes										
1992	\$18,327,998	\$5,349,790	\$954,659	\$593,544	\$23,744,072	\$329,800	\$1,850,487	\$0	\$829,519	\$51,979,869	
1993	21,739,255	7,027,542	939,478	803,135	24,973,534	358,578	2,376,492	0	1,252,484	59,470,498	
1994	23,235,030	8,812,888	1,134,159	829,612	24,171,446	361,442	2,521,586	0	2,146,755	63,212,918	
1995	24,740,903	8,558,905	1,355,924	1,209,324	24,468,617	271,970	2,822,991	0	1,377,071	64,805,705	
1996	26,162,781	9,276,690	1,236,064	1,307,644	26,045,080	273,301	2,956,795	0	2,630,399	69,888,754	
1997	28,559,276	11,108,794	1,111,566	1,358,463	29,894,228	289,375	2,826,941	0	3,951,641	79,100,284	
1998	29,834,519	12,486,913	1,191,080	1,632,510	28,585,751	427,187	3,657,144	433,668	3,352,515	81,601,287	
1999	31,556,484	11,779,888	1,247,468	1,836,134	34,219,949	440,008	4,027,809	(1,510,094)	2,857,999	86,455,645	
2000	31,626,636	12,601,113	1,282,523	1,722,864	33,456,987	588,124	4,897,257	1,536,478	2,334,353	90,046,335	
2001	34,379,497	15,055,761	1,295,919	1,575,449	39,273,256	612,310	5,158,257	687,011	5,594,396	103,631,856	

(1) Includes General Fund, Special Revenue Funds, Debt Services, Capital Project Funds

Government-Wide Revenue - Governmental Activities
 Last Two Years

Year	Program Revenues			General Revenue			Total
	Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions	Grants and Contributions Not Restricted To Specific Programs	Unrestricted Investment Earnings	Miscellaneous	
2000	\$16,891,151	\$25,822,996	\$10,287,243	\$4,453,323	\$6,409,374	\$1,731,238	\$98,922,757
2001	19,273,713	29,824,261	3,306,780	4,170,756	5,817,336	6,236,612	103,181,986

Source: Clermont County Auditor

Table 3
Clermont County, Ohio
General Governmental Tax Revenue By Source (1)
Last Ten Years

Collection Year	General			Tangible		County		Manufactured		Permissive		Total
	Property Tax	General Property Tax	Personal Tax	Personal Tax	Sales Tax	Home Tax	Motor Vehicle Tax	Lodging	County Lodging			
1992	\$7,049,470	\$436,183	\$9,585,210	\$61,703	\$1,054,391	\$141,041	\$18,327,998					
1993	8,610,980	869,763	10,739,419	97,947	1,275,153	145,993	21,739,255					
1994	9,202,629	901,699	11,715,205	98,936	1,167,624	148,937	23,235,030					
1995	9,503,873	981,864	12,911,511	103,877	1,102,320	137,458	24,740,903					
1996	9,480,258	1,186,446	14,013,612	98,841	1,209,669	173,955	26,162,781					
1997	11,032,203	1,105,881	14,878,578	84,839	1,264,763	193,012	28,559,276					
1998	11,557,529	1,127,458	15,627,874	109,877	1,219,574	192,207	29,834,519					
1999	11,935,649	968,449	17,114,554	87,073	1,237,692	213,067	31,556,484					
2000	12,594,148	853,558	16,552,528	91,020	1,271,085	264,297	31,626,636					
2001	12,863,893	941,126	18,852,315	90,597	1,326,168	305,398	34,379,497					

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

Source: Clermont County Auditor

Table 4
Clermont County, Ohio
Property Tax Levies and Collections-Real, Utility and Tangible Taxes
Last Ten Years

Collection Year	Current Taxes Levied	Current Taxes Collected	Percent Collected	Delinquent Tax Collections	Percent of Total	
					Collections to Current Tax Levy	Total Taxes Collected
1992	\$11,478,326	\$11,196,764	97.55%	\$316,914	100.31%	\$11,513,678
1993	14,975,213	14,695,009	98.13	485,838	101.37	15,180,847
1994	15,960,274	15,578,638	97.61	470,474	100.56	16,049,112
1995	16,443,232	16,186,020	98.44	596,616	102.06	16,782,636
1996	17,773,775	17,299,215	97.33	354,484	99.32	17,653,699
1997	18,950,477	18,363,919	96.90	355,936	98.78	18,719,855
1998	19,427,368	18,977,753	97.69	668,180	101.13	19,645,933
1999	19,956,008	19,402,173	97.22	518,947	99.83	19,921,120
2000	20,810,509	20,120,975	96.69	553,050	99.34	20,674,025
2001	21,173,444	20,547,474	97.04	560,799	99.69	21,108,273

(1) Includes all tax rates levied County-wide. Refer to: "Note G- Receivables" in the Notes to the Financial Statements, and "Table 9-Property Tax Rates - Direct and Overlapping Governments" in this section.

Source: Clermont County Auditor

Table 5
Clermont County, Ohio
Assessed and Estimated Actual Value of Taxable Property(1)
Last Ten Years
(Amounts in 000'S)

Collection Year	Real Property (2)		Personal Property (3)		Public Utility (3)		Totals		Assessed Value As a % of Estimated Actual Value
	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	
1993	\$1,405,873	\$4,016,780	\$153,202	\$589,238	\$601,703	\$601,703	\$2,160,778	\$5,207,721	41.49%
1994	1,594,875	4,556,786	162,325	649,300	610,847	610,847	2,368,047	5,816,933	40.71
1995	1,700,476	4,858,503	178,445	713,780	607,227	607,227	2,486,148	6,179,510	40.23
1996	1,773,497	5,067,134	181,160	724,640	606,328	606,328	2,560,985	6,398,102	40.03
1997	2,100,231	6,000,660	192,391	769,564	608,549	608,549	2,901,171	7,378,773	39.32
1998	2,170,660	6,201,886	208,672	834,688	606,183	606,183	2,985,515	7,642,757	39.06
1999	2,254,672	6,441,920	208,217	832,868	608,783	608,783	3,071,672	7,883,571	38.96
2000	2,539,515	7,255,757	219,511	878,044	567,280	567,280	3,326,306	8,701,081	38.23
2001	2,636,426	7,532,646	190,220	760,880	540,820	540,820	3,367,466	8,834,346	38.12
2002	2,750,064	7,857,326	199,683	798,732	262,596	262,596	3,212,343	8,918,654	36.02

(1) Exempt properties are not included in the estimated actual values nor in assessed valuations.

(2) The estimated actual values for real estate property were derived by 35% of the assessed values on the real estate property. Refer to: "Note G-Receiptables" in the Financial Statements.

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

Source: Clermont County Auditor

Table 6
Clermont County, Ohio
Special Assessment Billings and Collections
Last Ten Years

Year	Total Assessment Billings	Total Assessments Collected
1992	\$414,238	\$381,199
1993	425,360	341,560
1994	362,888	349,132
1995	309,588	295,433
1996	266,785	238,332
1997	427,400	261,436
1998	660,584	427,187
1999	451,843	440,008
2000	677,098	588,124
2001	655,348	612,310

Source: Clermont County Auditor

Table 7
Clermont County, Ohio
 Ratio of Net General Bonded Debt To Assessed
 Value and Net Bonded Debt Per Capita
 Last Ten Years
 (Dollar Amounts in 000's)

Year	Population (i)	Assessed Values (1)		Gross Bonded Debt (ii)	Less Debt Service Funds (ii)	Net Bonded Debt (ii)	Ratio Of		Per Capita Net General Bonded Debt
		(i)	(ii)				Net General Bonded Debt to Assessed Value	Net General Bonded Debt	
1992	150,187	\$2,160,778		\$20,130	\$414	\$19,716	0.0091		\$131.28
1993	158,880	2,368,047		36,090	320	35,770	0.0151		225.14
1994	164,050	2,486,148		34,955	350	34,605	0.0139		210.94
1995	166,860	2,560,985		33,165	300	32,865	0.0128		196.96
1996	170,450	2,901,171		31,315	236	31,078	0.0107		182.33
1997	172,010	2,985,515		29,395	214	29,181	0.0098		169.65
1998	174,320	3,071,672		27,405	219	27,186	0.0089		155.95
1999	175,960	3,326,306		31,825	180	31,645	0.0095		179.84
2000	182,660	3,367,466		29,230	253	28,977	0.0086		158.64
2001	184,320	3,212,343		43,950	268	43,682	0.0136		236.99

(1) Refer to "Table 5-Assessed and Estimated Actual Value of Taxable Property" in this section.

Source: (i) Clermont County Planning Commission
 (ii) Clermont County Auditor

Table 8
Clermont County, Ohio
 Computation of Legal Debt Margin
 December 31, 2001

Direct legal debt limitation (1):		
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>72,808,565</u>
Total direct legal debt limitation (2)		78,808,565
Total of all county debt outstanding(3)	\$140,483,683	
Less:		
Special Assessment Bonds (self supporting)(4)	\$3,838,000	
Mortgage Revenue Bonds	88,725,000	
Other exempt debt:		
1992 Correctional Facility	1,670,000	
1993 Building, Road Improvement and Refunding	12,040,000	
2001 Correctional Facility	2,695,000	
2001 Road Improvement Notes	<u>3,300,000</u>	
Total exempt debt:		112,268,000
Less:		
Available funds in debt service funds as of December 31, 2001		<u>267,526</u>
Total net indebtedness (voted and unvoted) subject to direct debt limitation		<u>27,948,157</u>
Direct Legal Debt Margin		<u><u>\$50,860,408</u></u>
Unvoted debt limitation (subject to 1% of County assessed valuation)	\$32,123,426	
Total Net indebtedness (unvoted-subject to the 1% legal debt limitation)	<u>27,948,157</u>	
Total unvoted legal debt margin:		<u><u>\$4,175,269</u></u>

(1) Direct legal debt limitation is outlined by the Ohio Revised Code, 133.01 and 133.07

(2) Refer to "Table 5 - Assessed and Estimated Actual Value of Taxable Property" in this section.

(3) Total debt outstanding does not include enterprise fund long-term note obligation payable to the Ohio Water Development Authority and the Ohio Public Works Commission. These obligations are disclosed in "Note I - Long-Term Debt and Other Obligations" in the Notes to the Financial Statements.

(4) Refer to "Note I - Long-Term Debt and Other Obligations" in the Notes to the Financial Statements.

Source: Clermont County Auditor

Table 9
Clermont County, Ohio
Property Tax Rates - Direct and Overlapping Governments (1)
Per \$1000 of Assessed Value
Last Ten Years
December 31, 2001

County Entities	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
General	\$2.20	\$2.20	\$2.20	\$2.20	\$2.20	\$2.10	\$2.10	\$2.10	\$2.10	\$2.10
Senior Services	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.10
Children Services	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80	0.80
Courthouse-Admin. Bldg	0.90									
County Capital Construction		0.90	0.90	0.90	0.90	1.00	1.00	1.00	1.00	1.00
Total County Entities	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	5.00
Other Entities										
Bd of Mental Retardation	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25	3.25
Comm Mental Health Board	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Park District	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Clermont Cty. Pub. Library	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Total Other Entities	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35
Total County-Wide	9.25	9.25	9.25	9.25	9.25	9.25	9.25	9.25	9.25	9.35
School Districts										
Batavia	42.70	42.70	49.00	49.00	48.40	48.40	48.40	48.40	48.40	48.40
Bethel-Tate	34.30	34.10	34.10	34.10	33.70	33.70	33.70	38.54	38.64	38.44
Clermont-Northeastern	37.20	36.90	36.90	36.90	36.00	36.50	36.50	36.50	36.50	36.00
Felicity-Franklin	31.60	31.30	31.30	34.66	33.30	33.30	33.30	33.30	33.30	34.90
Goshen	30.40	30.40	30.40	30.40	30.40	26.40	26.40	30.40	30.40	30.40
Milford	51.90	57.50	57.50	57.50	54.52	59.10	59.10	59.10	59.10	63.20
New Richmond	32.60	32.60	32.60	32.60	32.40	32.40	32.45	32.45	32.55	32.65
West Clermont	40.70	40.70	49.45	49.45	49.15	49.15	49.15	49.15	49.15	49.15
Williamsburg	42.50	42.50	41.80	47.80	45.60	45.60	45.60	45.60	45.00	45.00
U. S. Grant Vocational	4.20	4.20	4.20	4.10	4.10	4.10	4.10	4.10	4.10	4.10

(Continued)

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

Source: Clermont County Auditor

Table 9
(Continued)

Out-Of-County School Districts	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
Blanchester	\$34.40	\$34.15	\$33.90	\$33.90	\$33.45	\$33.45	\$33.45	\$36.04	\$36.04	\$35.94
Forest Hills	42.63	42.51	48.98	48.70	50.84	50.84	50.84	50.63	50.44	50.44
Great Oaks Vocational	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
Little Miami	44.84	44.39	43.04	42.79	42.54	47.75	46.98	45.44	44.34	43.89
Loveland	56.60	55.83	55.27	54.58	59.68	59.12	63.75	63.33	69.68	69.68
Southern Hills Vocational	6.00	5.90	5.80	5.80	5.80	5.80	5.80	5.80	5.80	5.80
Warren County Vocational	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50
Western Brown	21.40	19.40	19.40	19.40	19.40	24.60	24.60	24.60	24.60	23.10
Corporations										
Amelia	15.30	17.30	17.30	18.80	18.80	18.80	17.80	18.90	17.00	17.00
Batavia	4.60	5.60	5.60	6.80	6.50	6.50	6.50	6.50	6.50	1.90
Bethel	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Chilo	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Felicity	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Milford	14.80	14.80	14.80	14.80	14.30	14.30	14.30	14.30	13.70	13.70
Moscow	3.50	2.50	2.50	2.50	4.54	4.54	4.54	4.54	5.04	5.04
Neville	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
New Richmond	10.40	15.00	15.00	15.00	15.00	15.00	15.00	15.00	16.50	16.50
Newtonsville	2.60	2.60	2.60	2.60	2.60	2.60	2.60	2.60	2.60	2.60
Owensville	11.10	11.10	11.10	14.10	14.10	14.10	14.10	14.10	14.10	14.10
Williamsburg	6.80	6.80	6.80	6.80	6.80	6.80	6.80	6.80	6.80	6.80
Out-Of-County Corporations										
Loveland	9.67	9.93	9.91	9.91	9.55	9.55	9.55	9.55	9.55	11.55
Townships										
Batavia	6.90	6.90	6.90	6.90	6.90	6.90	6.90	6.90	6.90	2.40
Franklin	9.20	9.20	9.20	9.20	9.20	9.20	9.20	9.20	12.20	14.20
Goshen	17.60	17.60	17.60	17.60	17.60	17.60	17.60	17.60	17.60	17.60
Jackson	8.40	8.40	8.40	8.40	8.40	8.40	10.40	10.40	10.40	10.40
Miami	17.10	17.10	17.10	18.60	22.11	22.11	22.11	22.11	22.11	22.11
Monroe	10.60	10.60	10.60	10.60	10.60	16.60	16.60	10.60	10.60	10.60
Ohio	6.60	6.60	8.60	8.60	8.60	8.60	8.60	8.60	8.60	8.60
Pierce	11.30	11.30	11.30	11.30	13.30	14.00	14.00	14.00	16.90	16.90
Stonelick	8.10	8.10	8.10	8.10	8.10	8.10	10.60	10.60	10.60	10.60
Tate	8.70	8.70	8.70	8.70	8.70	8.70	8.70	8.70	8.70	8.70
Union	15.50	15.50	15.50	17.40	17.40	17.40	17.40	17.40	17.40	17.40
Washington	7.20	7.20	7.20	7.20	7.20	7.20	7.20	7.20	7.20	7.20
Wayne	7.70	8.70	8.70	8.70	8.70	8.70	10.70	10.70	10.70	12.70
Williamsburg	5.60	4.90	5.80	5.80	5.80	5.80	5.80	8.70	8.70	8.70
Other Districts										
Bethel-Tate Jnt. Amb. Central Joint Fire & EMS	3.30	3.30	3.30	3.30	5.30	5.30	6.60	6.60	6.60	6.60 5.50

Table 10
Clermont County, Ohio
 Computation of Direct and Overlapping Debt
 December 31, 2001

Political Subdivision	General Obligation Debt (1)	Percentage Applicable To County (2)	Amount Applicable To Clermont County
Clermont County	\$43,950,000	100.00%	\$43,950,000
Villages wholly within County	670,000	100.00	670,000
Townships wholly within County	881,134	100.00	881,134
School Districts wholly within County	<u>24,719,701</u>	100.00	<u>24,719,701</u>
Total within County	<u>70,220,835</u>		<u>70,220,835</u>
Cities with overlapping			
City of Loveland	4,465,000	12.36	551,874
City of Milford	3,355,000	98.58	3,307,359
School Districts with overlapping			
Bethel-Tate Local S. D.	6,143,000	99.79	6,130,100
Blanchester Local S. D.	4,789,000	14.15	677,644
Clermont Northeastern Local S. D.	4,619,985	99.68	4,605,201
Forest Hills Local S. D.	23,275,000	0.00	0
Goshen Local S. D.	6,800,000	91.56	6,226,080
Loveland City S. D.	40,190,734	40.44	16,253,133
Little Miami Local S. D.	16,459,810	0.28	46,087
Milford Exempted Village S. D.	43,639,618	99.76	43,534,883
Western Brown Local S. D.	6,598,710	0.01	660
Williamsburg Local S. D.	3,655,000	99.25	3,627,588
Great Oaks J. V. S. D.	7,975,000	10.14	808,665
Southern Hills J. V. S. D.	0	0.01	0
Warren County J. V. S. D.	0	0.03	0
U. S. Grant J. V. S. D.	0	99.88	0
Total overlapping	<u>171,965,857</u>		<u>85,769,273</u>
Grand Total	<u>\$242,186,692</u>		<u>\$155,990,108</u>

(1) Includes general obligation debt which is being repaid through general property taxes.

(2) Percent applicable to Clermont County calculated using assessed valuation of taxing district in Clermont County divided by total assessed valuation of taxing district.

Source: Ohio Municipal Advisory Council
 Clermont County Auditor's Office

Table 11
Clermont County, Ohio
*Ratio of Annual Debt Service Expenditures For General
 Obligation Bonded Debt To Total General Governmental Expenditures
 Last Ten Years*

Year	Principal	Interest & Fiscal Charges		Total Debt Service		Total General Expenditures (1)	Ratio of Debt Service to General Expenditures (Percent)
1992	\$657,000	\$1,238,645	\$1,895,645	\$54,488,656	3.48%		
1993	1,243,300	1,789,583	3,032,883	62,873,411	4.82		
1994	1,871,000	1,954,791	3,825,791	68,458,560	5.59		
1995	1,995,926	1,883,156	3,879,082	67,891,372	5.71		
1996	2,036,500	1,804,062	3,840,562	71,228,277	5.39		
1997	2,113,000	1,886,467	3,999,467	79,895,181	5.01		
1998	2,242,000	1,839,873	4,081,873	74,924,245	5.45		
1999	2,378,000	1,744,529	4,122,529	85,425,922	4.83		
2000	2,919,000	2,022,534	4,941,534	93,944,922	5.26		
2001	3,080,000	1,926,454	5,006,454	97,223,391	5.15		

(1) Refer to "Table 1 - General Governmental Expenditures by Function" in this section

Source: Clermont County Auditor

Table 12
Clermont County, Ohio
 Demographic Statistics and Average
 Unemployment Rates
 Last Ten Years

Year	Population (1)	Per Capita Income (1)	Median Age (1)	K-12 School Enrollment (2)
1992	155,820	\$13,701	31.75	31,145
1993	158,190	14,030	32.05	31,145
1994	164,050	13,781	32.46	28,616
1995	166,860	18,854	32.79	28,753
1996	170,450	18,349	32.93	28,874
1997	172,010	19,290	33.27	28,739
1998	174,320	22,530	33.52	28,384
1999	175,960	26,340	33.66	28,363
2000	182,660	25,707	33.87	28,145
2001	184,320	28,255	33.75	27,974

Unemployment Rates (3)

Year	Clermont County	State of Ohio	United States
1992	6.8	7.2	7.4
1993	5.1	6.5	6.4
1994	5.1	5.5	6.1
1995	4.3	4.8	5.6
1996	4.2	4.8	5.0
1997	4.1	4.6	4.9
1998	3.5	4.3	4.5
1999	3.7	4.3	4.2
2000	3.3	3.7	3.8
2001	4.1	4.5	5.4

Sources: (1) Clermont Chamber of Commerce
 (2) Clermont County Board of Education
 (3) Ohio Department of Job & Family Services

Table 13
Clermont County, Ohio
Property Value, Construction, and Bank Deposits
 Last Ten Years

Collection Year	New Construction				Total New Construction	Bank Deposit	Property Value		
	Agricultural/Residential	Commercial/Industrial	Commercial/Industrial	Agricultural/Residential			Commercial/Industrial	Tax Exempt	
1993	\$33,528,140	\$13,906,630	\$818,122,000	\$47,434,770	\$376,639,790	\$155,638,980			
1994	37,634,480	12,091,120	769,028,000	49,725,600	412,031,340	164,506,930			
1995	50,241,400	33,893,420	28,834,000	84,134,820	453,899,470	150,014,300			
1996	61,940,890	12,877,300	36,236,000	74,818,190	452,267,960	169,017,090			
1997	56,478,370	24,049,280	39,399,000	80,527,650	536,522,210	205,657,080			
1998	57,614,230	17,779,610	41,579,000	75,393,840	546,084,920	222,928,860			
1999	59,526,900	14,064,450	46,728,000	73,591,350	559,079,530	233,153,130			
2000	72,818,450	15,059,050	48,255,000	87,877,500	587,557,880	249,856,930			
2001	70,248,830	12,748,640	66,879,000	82,997,470	602,506,050	267,642,270			
2002	71,593,850	17,703,050	81,698,000	89,296,900	629,264,860	280,817,420			

Sources: Clermont County Auditor's Office
 Bank Deposit information from Federal Reserve Board

Table 14
Clermont County, Ohio
Schedule of Enterprise Revenue Bond Coverage
Last Ten Years

Year	Revenue (1)	Operating Expenses Excluding Depreciation	Net Revenue Available Debt Service	Revenue Bond Debt Service Requirement	Coverage		Coverage Including System Capacity Charges (3)
					Excluding System Capacity Charges	System Capacity Charges (2)	
Sewer Fund Bond Coverage							
1992	11,364,035	\$6,418,252	\$4,945,783	\$3,887,715	127	\$2,198,152	184
1993	12,187,631	6,639,886	5,547,745	3,561,086	156	1,918,634	210
1994	12,785,640	7,208,206	5,577,434	3,565,363	156	2,542,350	228
1995	12,569,850	6,883,465	5,686,385	3,560,303	160	2,666,490	235
1996	14,164,151	6,883,465	7,280,686	3,567,088	204	2,447,515	273
1997	14,859,656	7,018,937	7,840,719	3,567,087	220	2,601,350	293
1998	15,416,884	6,659,675	8,757,209	3,568,150	245	2,594,590	318
1999	15,141,262	6,307,101	8,834,161	3,567,600	248	3,225,579	338
2000	17,356,125	6,135,561	11,220,564	3,569,140	314	3,002,297	398
2001	15,940,686	5,838,336	10,102,350	4,062,910	249	2,966,092	322
Water Fund Bond Coverage							
1992	8,899,241	3,506,071	5,393,170	3,434,733	157	1,294,594	195
1993	10,153,106	3,590,218	6,562,888	5,240,854	125	1,286,871	150
1994	10,237,798	3,747,113	6,490,685	4,160,087	156	1,656,009	196
1995	11,841,275	4,368,928	7,472,347	4,157,708	180	1,651,306	219
1996	11,278,499	4,978,167	6,300,332	4,157,707	152	1,534,500	188
1997	12,039,971	5,145,581	6,894,390	4,155,162	166	1,503,465	202
1998	12,972,984	5,291,643	7,681,341	4,156,962	185	1,626,515	224
1999	13,436,745	5,462,628	7,974,117	4,157,408	192	1,996,085	240
2000	13,104,773	5,267,309	7,837,464	4,159,467	188	1,946,300	235
2001	12,768,386	4,797,644	7,970,742	4,156,413	192	1,825,655	236

(1) Including investment income

(2) System capacity charges are one-time fees to join the existing system, and are accounted for as capital contributions

(3) It is the opinion of the County's bond counsel that system capacity charges should be included in the calculation of the Enterprise Revenue Bond Coverage

Table 15
Clermont County, Ohio
 Principal Property Taxpayers
 December 31, 2001

Taxpayers	Real Estate Assessed Valuation	Personal Property Assessed Valuation	Total Assessed Valuation	Percentage of Total Assessed Valuation
Cinergy Corporation	\$39,269,360	\$157,698,650	\$196,968,010	5.8491%
Dayton Power & Light	16,907,170	36,746,820	53,653,990	1.5933%
Columbus & Southern	13,683,310	31,668,190	45,351,500	1.3468%
Cinti Bell Telephone	809,250	28,473,710	29,282,960	0.8696%
ZF Batavia LLC	13,609,130	12,360,690	25,969,820	0.7712%
Eastgate Company	19,416,200	28,110	19,444,310	0.5774%
Meijer Stores	8,896,740	5,196,820	14,093,560	0.4185%
Duke Realty	10,587,440	0	10,587,440	0.3144%
Teachers Insurance Group	9,507,190	0	9,507,190	0.2823%
Acquiport Milford LLC	9,415,000	0	9,415,000	0.2796%
Totals	\$142,100,790	\$272,172,990	\$414,273,780	12.8963%

Source: Clermont County Auditor

Table 16
Clermont County, Ohio
Ten Largest Employers
December 31, 2001

Firm	Number of Employees
ZF Batavia, L.L.C.	1,406
Corning Precision Lens	1,375
Clermont County	1,297
Electronic Data Systems	1,000
West Clermont Local School District	831
The Midland Company	750
Milford Exempted Village School District	746
Milacron, Inc.	650
International Paper	562
Mercy Hospital Clermont	522

Source: Clermont County Chamber of Commerce

Table 17
Clermont County
Salaries of Principal Officials
December 31, 2001

<u>Office</u>	<u>Elected Officials</u>	<u>Salary</u>
County Commissioners (1)		\$54,340
County Commissioners (2)		55,970
Auditor		64,708
Clerk of Courts		65,300
Coroner		98,689
Engineer		81,193
Prosecuting Attorney		59,947
Recorder		48,815
Sheriff		72,092
Treasurer		52,240
 <u>Appointed Officials</u> 		
Executive Director Clermont County Community Mental Health Board		80,579
Superintendent of Clermont County Board of Mental Retardation		98,280
Director Department of Job and Family Services		83,345
County Administrator Board of County Commissioners		97,011
Sanitary Engineer Sewer District		30,000
Commissioner Clermont County Health District		76,482
Director, Board of Elections		43,472
Director, Veterans Services		35,000
Source: Clermont County Auditor		

Table 18
Clermont County
Surety Bond Coverage-Various Officials
December 31, 2001

<u>Office</u>	<u>Bond Coverage</u>
Auditor	\$20,000
Clerk of Courts	10,000
Coroner	14,000
County Commissioners (1)	15,000
County Commissioners (2)	10,000
Engineer	10,000
Prosecuting Attorney	75,000
Recorder	10,000
Sheriff	82,000
Treasurer	100,000

Source: Clermont County Auditor

Table 19
Clermont County, Ohio
 Miscellaneous Statistics
 December 31, 2001

Form of Government: (1)

Board of County Commissioners
 County Seat: Batavia, Ohio
 Area: 470 Square Miles

Population (3) - 184,320

1980 - 1997 Growth Rate: 1.73%
 1997 - 2005 Growth Rate Estimate: 1.77%*
 *3rd in Growth for Ohio Counties

Land Use: (1)

Urban 65%
 Agriculture 22%
 Other 13%

Industries: (2)

Industry	No. of Workers
Construction	3,568
Manufacturing	8,284
Transportation and Utilities	1,495
Wholesale & retail trade	14,777
Finance, Insurance and Real Estate Services	2,827
State and Local Government	11,260
	6,423

Libraries: (1)

Clermont County Public Library
 10 Branches

Medical Care: (2)

Hospitals in County 1
 Beds 157

 Physicians 109

 Nursing Homes 8
 Beds 978

Communications, Clermont County: (1)

Radio Stations 1
 Weekly County Newspapers 2
 Weekly Community Newspapers 3

Transportation: (2)

Highways:	Amount	Miles
U. S. Routes	3	45
State Routes	17	208
Interstate Routes	1	14

State Parks: (1)

Facilities 2
 Acreage 1,644

Railroads:

RR Lines through County 2

Air:

Commercial Airports:
 Greater Cincinnati International
 30 miles from Batavia

Clermont County Airport
 Daily Arrivals/Departures 80
 Number of Runways 1

Sources: (1) Clermont County Auditor
 (2) Ohio Department of Development
 (3) Clermont Chamber of Commerce

This Page is Intentionally Left Blank.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

FINANCIAL CONDITION

CLERMONT COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 11, 2002