



**Auditor of State
Betty Montgomery**

**FINANCIAL CONDITION
FAIRFIELD COUNTY**

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FAIRFIELD COUNTY

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

<u>Federal Grantor/ Pass Through Grantor (if applicable) Program Title</u>	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education:</i>			
Nutrition Cluster			
Food Donation Program	-	10.550	2,199
National School Lunch Program	68890	10.555	8,520
Total Nutrition Cluster			<u>10,719</u>
Total U.S. Department of Agriculture			10,719
<u>U.S. DEPARTMENT OF COMMERCE</u>			
Economic Adjustment Assistance Program	-	11.307	<u>70,752</u>
Total U.S. Department of Commerce			70,752
<u>U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT</u>			
<i>Passed Through Ohio Department of Development:</i>			
Community Development Block Grant / State's Program			
	B-C-02-022-1	14.228	16,916
	B-F-03-022-1		113,621
	B-F-04-022-1		20,470
	B-C-05-022-1		24,075
	-		<u>60,000</u>
Total Community Development Block Grant			235,082
HOME Investment Partnerships Program	B-C-02-022-2	14.239	<u>47,447</u>
Total U.S. Department of Housing & Urban Development			282,529
<u>U.S. DEPARTMENT OF JUSTICE</u>			
Local Law Enforcement Block Grant Program	2003-LB-BX-0843	16.592	6,378
<i>Passed Through Ohio Office of Criminal Justice:</i>			
Crime Victim Assistance Program	2005-VAGEN-346	16.575	60,164
	2006-VAGEN-346		<u>13,560</u>
Total Crime Victim Assistance			73,724
Byrne Formula Grant Program	2003-DG-A01-7208	16.579	9,546
	2004-DG-A01-7208		193,902
	2004-DG-D02-7458		<u>7,117</u>
Total Byrne Formula Grant			210,565
Total U.S. Department of Justice			290,667

(Continued)

FAIRFIELD COUNTY

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

<u>Federal Grantor/</u> <i>Pass Through Grantor (if applicable)</i> Program Title	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF LABOR</u>			
<i>Passed Through Workforce Investment Act, Area 7 - Montgomery</i>			
<i>County Department of Job and Family Services:</i>			
Unemployment Insurance Program (Reed Act)	-	17.225	\$102,470
Workforce Investment Act Cluster (WIA)			
WIA Adult Program	-	17.258	80,368
WIA Adult Program (Administration)	-		2,685
Total WIA Adult			83,053
WIA Youth Activities Program	-	17.259	120,227
WIA Youth Activities Program (Administration)	-		4,017
Total WIA Youth			124,244
WIA Dislocated Workers Program	-	17.260	139,794
WIA Dislocated Workers Program (Administration)	-		4,671
Total WIA Dislocated Worker			144,465
Total WIA Cluster			351,762
Total U.S. Department of Labor			454,232
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Airport Improvement Program	3-39-0044-1103 3-39-0044-1204 3-39-0044-1305	20.106	109,000 64,502 116,218
			289,720
<i>Passed Through Ohio Department of Transportation:</i>			
Highway Planning & Construction	DOT1E033 DOT1E034 DOT1E040 TE21E034 TE21E040	20.205	155,772 121,026 2,124,788 2,462 220,340
Total Highway Planning & Construction			2,624,388
Total U.S. Department Transportation			2,914,108
<u>ELECTION ASSISTANCE COMMISSION</u>			
<i>Passed Through Ohio Secretary of State:</i>			
Election Reform Program	04-505-HAVA-23 05-505-HAVA-23	39.011	\$72,371 27,236
Total Election Reform			99,607
Help America Vote Program	E05-0492-23	90.401	1,261,361
Total Election Assistance Commission			1,360,968
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Passed Through Ohio Department of Education:</i>			
Special Education Cluster			
Special Education_Preschool Grants Program	068890-PGSI-2005 068890-PGSI-2006	84.173	15,189 6,812
Special Education_Grants to States Program	068890-6BSF-2005 068890-6BSF-2006	84.027	23,630 8,374
Total Special Education Cluster			54,005
Total U.S. Department of Education			54,005

(Continued)

FAIRFIELD COUNTY

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

<u>Federal Grantor/ Pass Through Grantor (if applicable) Program Title</u>	Pass Through Entity Number	Federal CFDA Number	Expenditures
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Passed Through Ohio Department of MR/DD:</i>			
Social Services Block Grant Program	-	93.667	\$62,031
State Children's Insurance Program (SCHIP)	-	93.767	4,192
Medical Assistance Program	2300012	93.778	
Community Alternative Funding Source (CAFS)	-		1,771,276
Targeted Case Management (TCM)	-		331,666
Waiver Administration	-		17,843
Total Medical Assistance Program			<u>2,120,785</u>
<i>Passed Through Ohio Department of Alcohol and Drug Addiction Services:</i>			
Block Grants for Prevention & Treatment of Substance Abuse Program	31-6400066	93.959	336,993
Medical Assistance Program	31-6400066	93.778	299,233
<i>Passed Through Ohio Department of Mental Health:</i>			
Promoting Safe and Stable Families Program	-	93.556	49,552
Block Grants for Community Mental Health Services Program	-	93.958	160,631
Social Services Block Grant Program	-	93.667	71,339
Medical Assistance Program	MC-16	93.778	<u>2,176,845</u>
Total U.S. Department of Health and Human Services			5,281,601
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
<i>Passed Through Ohio Department of Emergency Management Agency:</i>			
State Domestic Preparedness Equipment Support Program	2003-MUP-30015	97.004	119,602
	2003-TE-TX-0199		13,649
	2004-GE-T4-0025		309,818
Total State Domestic Preparedness Equipment Support Program			<u>443,069</u>
Public Assistance Grants Program	1580-DR-045-U3L60	97.036	26,650
Emergency Management Performance Grants	2005-EM-T5-0001	97.042	47,473
Citizen Corps Program	2004-GC-T4-0025	97.053	15,430
State Homeland Security Program (SHSP)	2005-GE-T5-0001	97.073	<u>58,505</u>
Total U.S. Department of Homeland Security			<u>591,127</u>
Total Federal Awards Expenditures			<u><u>\$11,310,708</u></u>

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

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FAIRFIELD COUNTY

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

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - SUBRECIPIENTS

The County passes-through certain Federal assistance received from the Ohio Department of Alcohol and Drug Addiction Services and the Ohio Department of Mental Health to other governments or not-for-profit agencies (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 that Federal awards are used for authorized purposes in compliance with laws, regulations and the provisions of contracts or grant agreements, and that performance goals are achieved.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Sub-recipients</u>
Medical Assistance Program	93.778	\$2,476,078
Block Grant for Prevention and Treatment of Substance Abuse	93.959	336,993
Block Grant for Community Mental Health Services	93.958	160,631
Social Services Block Grant	93.667	71,339

NOTE C - CHILD NUTRITION CLUSTER

Program regulations do not require the County to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

Cash receipts from the U.S. Department of Agriculture are co-mingled with State grants. It is assumed federal monies are expended first.

NOTE D - COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND ECONOMIC DEVELOPMENT REVOLVING LOAN PROGRAMS

CDBG: The County has established a revolving loan program to provide low-interest loans to businesses to create jobs for persons from low-moderate income households and to eligible persons and to rehabilitate homes. 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 was recorded as a disbursement on the accompanying Federal Awards Expenditures Schedule (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 mortgages on the property. At December 31, 2005, the gross amount of loans outstanding under this program was \$142,676.

FAIRFIELD COUNTY

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

(Continued)

**NOTE D - COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) AND ECONOMIC DEVELOPMENT
REVOLVING LOAN PROGRAMS (Continued)**

Economic Development: The County has established a revolving loan program to provide low-interest loans to businesses to create jobs for persons from low-moderate income households. The U.S. Department of Commerce grants money for these loans to the County. The initial loan of this money was recorded as a disbursement on the Schedule. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by the Department of Commerce.

These loans are collateralized by mortgages on the property. At December 31, 2005, the amount of loans outstanding under this program was \$279,079.

NOTE E - 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.



Auditor of State Betty Montgomery

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

Fairfield County
210 East Main Street
Lancaster, Ohio 43130

To the Board of County Commissioners:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Fairfield County, Ohio (the County), as of and for the year ended December 31, 2005, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 21, 2006, wherein we noted the financial statements of Fairfield Industries, Incorporated, a discretely presented component unit, were audited by other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

Compliance and Other Matters

As part of reasonably assuring whether the County's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*. In a separate letter to the County's management dated June 21, 2006, we reported other matters related to noncompliance we deemed immaterial.

35 N. Fourth St. / Second Floor / Columbus, OH 43215
Telephone: (614) 466-3402 (800) 443-9275 Fax: (614) 728-7199
www.auditor.state.oh.us

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

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

Betty Montgomery
Auditor of State

June 21, 2006



Auditor of State Betty Montgomery

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

Fairfield County
210 East Main Street
Lancaster, Ohio 43130

To the Board of County Commissioners:

Compliance

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

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

As described in items 2005-001 and 2005-002 in the accompanying schedule of findings and questioned costs, the County did not comply with requirements regarding Cash Management, Allowable Costs, and Period of Availability, respectively, applying to its Block Grant for the Prevention & Treatment of Substantive Abuse CFDA #93.959. Compliance with these requirements is necessary, in our opinion, for the County to comply with requirements applicable to that program.

In our opinion, except for the noncompliance described in the preceding paragraph, 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, 2005. In a separate letter to the County's management dated June 21, 2006, we reported an other matter related to federal noncompliance not requiring inclusion in this report.

35 N. Fourth St. / Second Floor / Columbus, OH 43215
Telephone: (614) 466-3402 (800) 443-9275 Fax: (614) 728-7199
www.auditor.state.oh.us

Internal Control Over Compliance

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

We noted certain matters involving the internal control over compliance and its operation that we consider reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the County's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts, and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 2005-001 and 2005-002.

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

Federal Awards Expenditures Schedule

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of and for the year ended December 31, 2005, and have issued our report thereon dated June 21, 2006 wherein we noted the financial statements of Fairfield Industries, Incorporated, a discretely presented component unit, were audited by other auditors. Our audit was performed to form opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying federal awards expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Betty Montgomery
Auditor of State

June 21, 2006

FAIRFIELD COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2005

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 noncompliance 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?	Yes
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified: CFDA #16.579; CFDA #20.106; CFDA #90.401; CFDA #93.778 Qualified: CFDA #93.959
(d)(1)(vi)	Are there any reportable findings under §.510?	Yes
(d)(1)(vii)	Major Programs (list):	Byrne Formula Grant Program - CFDA #16.579 Airport Improvement Program - CFDA #20.106 Help America Vote Act - CFDA #90.401 Block Grant for Prevention & Treatment of Substance Abuse - CFDA #93.959 Medical Assistance Program - CFDA #93.778
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 339,321 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

FAIRFIELD COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2005
(Continued)

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

Finding Number	2005-001
CFDA Title and Number	Block Grant for Prevention & Treatment of Substantive Abuse – CFDA # 93.959
Federal Agency	U.S. Department of Health and Human Services
Pass-Through Agency	Ohio Department of Alcohol and Drug Addiction Services

Material Noncompliance and Reportable Condition - Cash Management

According to the Instructions for Ohio Department of Alcohol and Drug Addictions Services (ODADAS) Federal Funding Request Form, the Board must request federal grant funds from ODADAS on a reimbursement basis and/or projected expenses not to exceed thirty (30) days in advance. Actual expenses should reflect actual expenses through the date of the request. The Board can also estimate expenses for the next 30 days and include those as projected expenses on the request form.

The Alcohol, Drug Addiction, and Mental Health Board (the Board) submitted four funding requests during 2005 for the Per Capita portion of the SAPT Block Grant. The actual expenses reported on two of these funding requests did not agree with expenditures paid by the Board using these grant funds. In addition, the projected expenses did not represent anticipated actual expenses for the next 30 days. The amounts on the requests represented a percentage of the total award based on the date of the request (i.e. a request submitted in February which could include expenses through March was for 75% of the SFY 05 award).

We recommend the Board develop procedures to ensure all federal funding requests accurately reflect expenditures through the date of the request and that projected expenses are based on actual anticipated expenses. We also recommend the Director review all Federal Funding Requests and agree all amounts to Board ledgers prior to approval and submission. In addition, the Board should continue to improve the Board accounting system to segregate grant awards so the amount of expenditures paid with specific grant funds through a specific date is more easily obtained.

This matter was also reported in our audit of the 2004 financial statements. The Board took steps to correct this problem beginning in July 2005. The two funding requests submitted after this date were properly prepared based on expenditures paid by the Board through the date of the request.

Officials' Response:

Upon notification of the State Auditor's 2004 finding, the Board Accountant took two corrective actions. First, he manually itemized expenditures to be applied to the SAPT Block Grant. Second, when completing the Federal Funding Request Form, he ensured that the expenditures to date reported on the form matched to the listing of itemized SAPT Block Grant expenditures as of that date. It is our understanding that these two actions address the 2004 audit finding. Unfortunately, these changes were implemented too late in the 2005 calendar year to avoid an additional finding.

FAIRFIELD COUNTY

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2005
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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Finding Number	2005-002
CFDA Title and Number	Block Grant for Prevention & Treatment of Substantive Abuse - 93.959
Federal Agency	U.S. Department of Health and Human Services
Pass-Through Agency	Ohio Department of Alcohol and Drug Addiction Services

Questioned Costs, Material Noncompliance, and Reportable Condition - Allowable Costs and Period of Availability

In order to qualify as allowable costs, Office of Management and Budget Circular A-87 requires that expenditures be adequately documented and correctly charged as to account, amount, and period.

The Board Level Report for Block Grant Summary Receipts and Expenditures Instructions state services must be encumbered and delivered by June 30 of the applicable fiscal year and paid by November 30 of the following fiscal year.

The Board paid for services provided in FY 2004 with FY 2005 grant dollars and FY 2005 services with FY 2006 grant dollars as follows:

<u>Grant Year</u>	<u>Service Category</u>	<u>FY Services were provided</u>	<u>Amount</u>
2006	Women's Grant	2005	\$3,760
2006	Federal Per Capita	2005	4,283
2005	Federal Per Capita	2004	125,894

Grant dollars should be used to pay for services provided in the fiscal year that matches the grant award. In total, the Board paid for \$133,937 in services that were provided prior to the grant award resulting in questioned costs of \$133,937.

We recommend the Board develop procedures to ensure that invoices for services provided are paid with funds from the appropriate grant year. We also recommend the Board continue to improve the Board accounting system to segregate grant awards so that expenditures can be coded for different grants/grant award years in the accounting system rather than in separate ledgers.

Officials' Response:

As per the State Auditor's recommendations, a new accounting system has been designed by ADAHM information technology staff. This system will be fully instituted by mid-year of 2006 and will completely address the above citation.

An important aspect of the new accounting system process will be a feature that will designate a funding source for each invoice processed by the Board. Another major feature will be to match the dates of service of claims on invoices to the grant or funding source award period. In effect, the new accounting process will provide the Board with both detailed fund accounting and modified accrual reporting capabilities.

The new accounting system will use a propriety Access Data Base (P.O. database) as the basis for the system. In this system, each invoice will be entered into the P.O. Database by vendor, fiscal year, major accounting category (Medicaid or non-Medicaid), and applicable funding source (e.g. Federal Per Capita or 408). As invoices are entered, the fund balance will be reduced by the amount of the invoice, to allow the Board to trace current remaining balances.

FAIRFIELD COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
 OMB CIRCULAR A -133 § .315 (b)
 DECEMBER 31, 2005

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2004-001	Ohio Rev. Code Section 9.833 (B) (3) - MR/DD Self Insurance	Yes	
2004-002	Block Grant for Prevention & Treatment of Substance Abuse – Cash Management	No	Partially Corrected – the ADAMH took steps to correct this finding beginning in July 2005. Cash requests after July 1, 2005 were properly prepared.
2004-003	Block Grant for Prevention & Treatment of Substance Abuse – Allowable Costs for advancing funds to the Recovery Center	Yes	

FAIRFIELD COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2005



Issued by Barbara Curtiss
Fairfield County Auditor

Additional copies of this report may be obtained from:
Fairfield County Auditor's Office
210 E. Main Street
Lancaster, Ohio 43130

Phone requests can be made at (740) 681-7160 or (740) 681-7225 (fax).

A .PDF version of this report is available online at:
<http://www.co.fairfield.oh.us/AUDITOR/index.htm>

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FAIRFIELD COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2005



Prepared and Issued by the Fairfield County Auditor's Office

BARBARA CURTISS

County Auditor

<http://www.co.fairfield.oh.us/AUDITOR/index.htm>

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Introductory Section



Fairfield County, Ohio

210 East Main Street
Lancaster, Ohio 43130-3882

Voice (740) 687-7021
Fax (740) 687-6781

CITIZENS OF FAIRFIELD COUNTY, OHIO

We are pleased to issue the Comprehensive Annual Financial Report (CAFR) of Fairfield County, Ohio (the County) for the year ended December 31, 2005. This report is prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB).

The County Auditor's Office prepared this report, pursuant to Section 117-1-11, Ohio Administrative Code, which requires that an official report prepared on the GAAP basis be prepared annually within 150 days after the close of the year. The report includes the basic financial statements which provide an overview of the County's financial position and the results of financial operations.

County management assumes full responsibility for the completeness and reliability of the information contained in this report. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

Internal Controls

County managers have established a comprehensive internal control framework designed to compile sufficient reliable information for preparation of the Fairfield County financial statements in conformity with generally accepted accounting principles. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

Furthermore, as a recipient of federal and state financial assistance, the County must ensure that adequate internal controls are in place to ensure compliance with applicable laws and regulations that relate to these programs. These internal controls are subject to periodic evaluation by management.

Independent Audit

In compliance with State statute, the basic financial statements have been audited by the Ohio Auditor of State's Office. The independent auditor concluded that Fairfield County's financial statements for the year ended December 31, 2005, are fairly presented in conformity with Generally Accepted Accounting Principles. The independent accountants' report is presented as the first component of the financial section of this report. In addition, the County coordinates the requirement for the "Single Audit" of all its federal funds received through the Auditor of State.

Management's Discussion and Analysis

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the management's discussion and analysis (MD&A). This letter of transmittal should be read in conjunction with the MD&A as they are designed to complement each other. Fairfield County's MD&A can be found immediately following the independent accountants' report.

PROFILE OF THE GOVERNMENT

Fairfield County was organized into a separate political entity in December of 1800. The County encompasses thirteen townships, twelve villages, and two cities. According to population estimates, 138,423 people reside within the County's 505 square miles. The City of Lancaster, the County seat, has an estimated 35,914 residents.

A three-member Board of Commissioners, twelve other elected officials, and various department heads govern the County. As part of the "checks and balances" system, the elected officials and department heads manage the internal operations of their respective divisions with the Board of Commissioners authorizing expenditures and serving as the budget authority, the taxing authority, and the contracting body. Each Commissioner serves a term of four years.

In addition to the County Auditor, who serves as the Chief Fiscal Officer and the Tax Assessor, there are seven elected administrative officials, each of whom operates independently as set forth by Ohio law. These officials are: Clerk of Courts, Coroner, Engineer, Prosecutor, 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: two Common Pleas Court Judges, a Probate/Juvenile Court Judge, and a Domestic Relations Court Judge. An organization chart of County government can be found on page 13.

Fairfield County employs 782 persons who provide citizens with a wide range of services including the following: human and social services; health and community assistance services; civil and criminal justice system services; road, bridge, and building maintenance; water and sewer utility services; and general and administrative support services.

The County is required to have a balanced budget. The Board of County Commissioners adopts the Fairfield County budget annually, on or about the first day of January each year. The fiscal year begins on January 1 and ends on December 31. Budgets are controlled at the fund, program, department, and object level.

This report's basic financial statements include the County's component unit, Fairfield Industries, Inc. See Note 1 of the Notes to the Basic Financial Statements for further detail.

ASSESSING ECONOMIC CONDITION

Local Economy

Located in the south-central portion of Ohio, Fairfield County is adjacent to Licking, Perry, Hocking, Pickaway, and Franklin counties. The urban expansion of the Columbus metropolitan area has made significant contributions to the growth of Fairfield County.

The anticipation of and official opening of the \$141 million US-33 bypass on October 26, 2005 led to a year that showed strong growth in existing companies and the promise of new development and growth in the future. Company Wrench, a company which sells, services, rents, and modifies demolition equipment nationwide opened a new \$1.6 million facility along the bypass in April. The company more than doubled its workforce from 24 to over 50. JD Equipment, an agricultural and home equipment sales and service operation, completed construction of a new \$1.5 million, 22,000 square foot facility along the bypass in August. The new facility is triple the size of its former location, and the company increased their workforce from 12 to 20 employees.

The second, 185-acre phase of Lancaster's Rockmill Industrial Park, one of two major industrial parks in Lancaster, is located at the State Route 188 bypass interchange. The park is competitively priced at \$42,000 per acre, and most of it is also located in a Community Reinvestment Area which provides automatic tax exemption on real property improvements. In June, Kissick International purchased a 14,000 square foot vacant building in the park, moving the headquarters for its eight U.S. offices there and making a \$720,000 investment. Kissick is a manufacturing representative and service company for the utility and other industries. The Ohio Department of Transportation also constructed a new \$3.5 million facility in the park to allow for faster response times and greater equipment storage.

Fairfield County, Ohio

The County's larger manufacturers continued to do well, and Anchor Hocking Consumer Glass announced a \$16.8 million investment in May creating 50 new full-time permanent jobs and retaining over 1,000 jobs. On the commercial side, Texas Roadhouse announced construction of a new \$3 million restaurant in December 2005 in Greenfield Township along US-33. It is scheduled to open summer 2006 and expected to create 100 new jobs. Menards, the third largest home-improvement store chain in the US, also announced construction of a \$3 million store in Lancaster which will result in 150 new jobs.

In Baltimore, Fairfield County's largest village, Dollar General broke ground on a new 3,600 square foot store, a \$700,000 investment. Dedicated Mortgage also expanded, investing \$500,000 in an expansion of their existing facility, planning to hire 6 to 10 new employees. Captivating Images Photography and Willow Tree Gift Shop renovated sites in Baltimore's downtown as well. Additionally, the Village of Baltimore received a permit for doubling the capacity of their wastewater treatment plant to over one million gallons per day.

Other positive economic signs included the groundbreaking for the 89,000 square foot, \$15.3 million Parkside at Wesley Ridge retirement center in Reynoldsburg in northwest Fairfield County. A \$1 million investment was made in the Fairfield County Airport, adding 16 new hangers to keep up with the growing demand for flights, storage, and training. Green Apple, a local Internet service provider and computer sales and service business, invested \$200,000 into three wireless hi-fi towers, offering the first wireless broadband Internet to Lancaster and surrounding villages. Up to 4,500 users can join the system.

Population growth is also a major indicator of economic activity. With 138,423 residents and a growth rate of 1.6% over last year, the U.S. Census Bureau shows Fairfield County as the fifth fastest growing county in Ohio. Over the last three years, Fairfield County is the third fastest growing county, having grown over 7% in population. Only Delaware and Warren Counties have stronger three-year growth rates, and they rank in the top 100 of the country, also according to the U.S. Census Bureau.

Fairfield County's population growth has resulted in an increased personal income base and an increasing demand for services. The 2005 average per capita income for County residents is estimated at \$35,142, a 20.8 percent increase since 2000 and 48.2 percent increase since 1996 using data from the U.S. Census Bureau.

At 4.7 percent, the 2005 unemployment rate of the county was significantly lower than the State of Ohio at (5.5 percent), and similar to the national rate of (4.6 percent). Table 12 in the Statistical Section of this report compares the employment rates of Fairfield County, the State of Ohio, and the United States over the past ten years.

Although the economic activity in our County continues to expand, there is a need to exercise fiscal restraint in County spending patterns due to factors external to the County. The Ohio Legislature continues to limit funding to local governments, including the County. Therefore, the County cannot assume that future local government funding by the State will continue at present levels.

On June 1, 2005 the Commissioners approved a permissive real property transfer tax of \$3 per thousand, providing additional revenue for part of 2005. This modest revenue enhancement, along with sales tax collections increasing at an annual rate of 4%, as well as improvements in investment earnings which are recovering from historically low rates, are positive indications of a near-term upward trend. The trend in increased sales tax collections began in the latter half of 2004 as the economy improved. The investment earnings trended upward during the latter part of 2005 due to the Federal Reserve Board steadily raising interest rates. Fairfield County will carefully monitor trends in revenues, and continue its vigilance on expenditures.

The partnership with Franklin and Pickaway County on employee health insurance, which began in March 2005, has now completed its first full year. By pooling our resources, the partnership has gained efficiencies and economies of scale to help offset inflationary cost increases in the healthcare industry. All three counties are achieving their mutual goal of promoting the long-term stability of employee healthcare costs.

In 2002, Fairfield County was upgraded to an Aa3 bond rating by Moody's Investors' Service, one of the two major bond-rating services. The County continues to enjoy this favorable debt rating today.

Fairfield County, Ohio

Major Initiatives

Created in 2003, the Fairfield County Economic Development Department has also worked to administer, design, and implement plans and programs designed to stimulate the economy. Two incentive programs managed by the department include the Enterprise Zone tax exemption and Revolving Loan Fund programs. In addition to providing a new Enterprise Zone agreement for the \$16.8 million Anchor Hocking project mentioned earlier, an agreement with Princeton Delivery Systems, the leading U.S. manufacturer of truck-mounted forklifts, was finalized. The company, located into Fairfield County, invested over \$1 million, and brought 75 jobs to the county.

The Economic Development Department assumed administration of the \$1 million Fairfield County Revolving Loan Fund in June 2005. Three deals were completed in 2005 with Company Wrench, Clearcreek Valley Utilities and Excavation, and Craig Gentile, DDS. Clearcreek Valley Utilities and Excavation is a new company founded in rural southwest Clearcreek Township. The loan fund provided \$60,000 of the over \$170,000 in new equipment needed for the project. Gentile is an orthodontist who wanted to expand the practice with a \$90,000 investment, and the loan fund helped keep four jobs and create three more in the county.

The Economic Development Director and the Job Development Director also co-chair the Fairfield County Business Resource Council, and in the course of 2005, the Council developed, refined and launched (in September), the Fairfield Fortune 1,000 initiative. The effort aims to (1) talk to 1,000 existing and start-up businesses at the end of 2005 and throughout 2006, (2) determine if there are any public resources to help them grow at less cost, in faster time, or more effectively, and (3) help them obtain those resources. The program was designed to touch base with 1,000 of the over 4,000 businesses in Fairfield County. The Council also sponsors an annual business seminar--the Strategies to Enhance Profits (S.T.E.P. Ahead) seminar--to bring in expert speakers who provide local businesses with valuable information to increase their business. Almost 100 businesspeople attended the 2005 event, which was held in September. The Economic Development Department also marketed the county internationally in April 2005 at the world's largest general industrial trade fair in Hanover, Germany. The trip was in partnership with, and funded by, the Columbus Chamber of Commerce.

During 2006, the County Auditor will lead the cooperative county-wide initiative for the implementation phase of replacing the financial and payroll accounting software that the County currently uses, with a comprehensive, state-of-the-art system. MUNIS Inc., a division of Tyler Technologies, is the system software provider, with an established national presence in the small and medium sized governmental market. The system is expected to be operational and completely deployed by the end of 2007.

County priorities continue to include major water and sewer projects to serve the County's continuing growth.

Cash Management

The Fairfield County Treasurer serves as the investing authority, according to State law. County cash is pooled for investment purposes. During the year ended December 31, 2005, the County's cash resources were divided among the following types of deposits and investments: nonparticipating certificates of deposit, STAR Ohio, federal agency securities, and demand deposit accounts. Interest income as reported on the governmental fund financial statements totaled \$1,788,639 and was credited to various accounts. Fairfield Industries, Inc., the County's component unit, earned \$16,055 in interest income for the current year.

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 or by a single collateral pool established by the financial institution to secure the repayment of all public moneys deposited with the institution. Although the majority of the County's deposits are defined as uninsured and uncollateralized, it is important to note that all statutory requirements for the investment of money have been followed. More information about investments is available in Note 6 of the Notes to the Basic Financial Statements.

Risk Financing

The County insures its risk through the County Risk Sharing Authority (CORSA) and with private insurance carriers, maintaining a variety of coverages for property, liability, and vehicle insurance. It also participates in the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan, an insurance purchasing pool. See Note 11 of the Notes to the Basic Financial Statements for a more detailed description of the County's risk financing programs.

AWARDS AND ACKNOWLEDGMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fairfield County for its comprehensive annual financial report for the fiscal year ended December 31, 2004. This was the sixteenth consecutive year the County received this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A 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 GFOA to determine its eligibility for another certificate.

In addition, the County received the Award for Outstanding Achievement in Popular Annual Financial Reporting from GFOA for the County's 2004 Citizens' Report, a condensed, more user-friendly financial report intended to provide highlights of the County's financial condition. This was the fourth consecutive year the County has received this prestigious award.

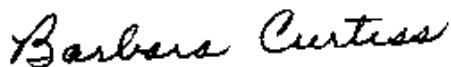
Acknowledgments

The publication of this report demonstrates the professionalism of the Fairfield County government. Preparation of this report was achieved through the cooperation of each elected official, each department head, and a large number of County employees. We are grateful for their assistance.

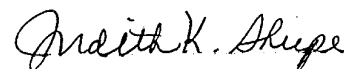
A special note of appreciation to the Local Government Services section of State Auditor Betty Montgomery's Office, for its guidance in preparing this financial report. Finally, the preparation of this report would not have been possible without the efficient and dedicated efforts of the entire staff of the Auditor's Finance Office.

Most importantly, we are grateful to the citizens of Fairfield County for the opportunity to serve them and provide valuable information on the financial operations of the County.

Respectfully submitted,



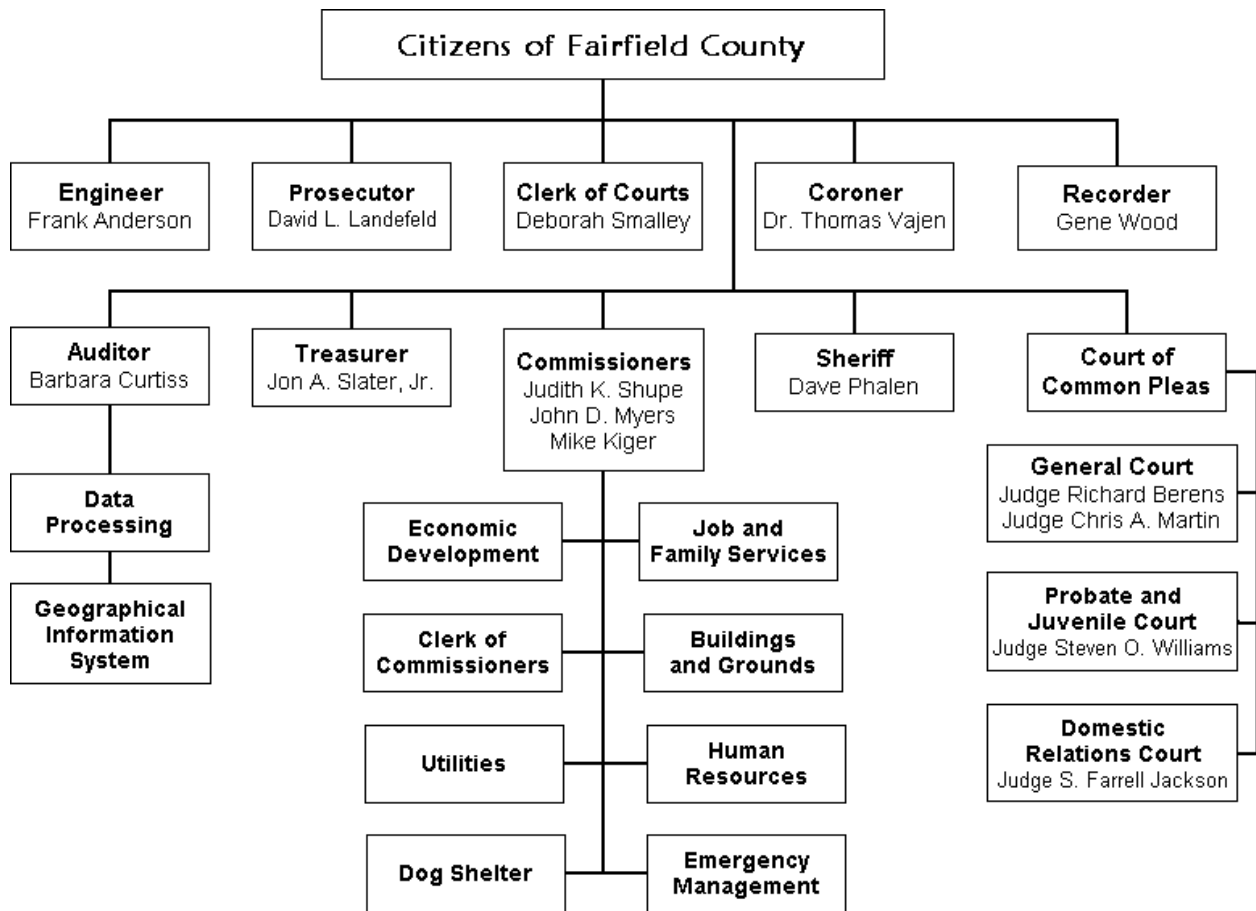
Barbara Curtiss
Fairfield County Auditor



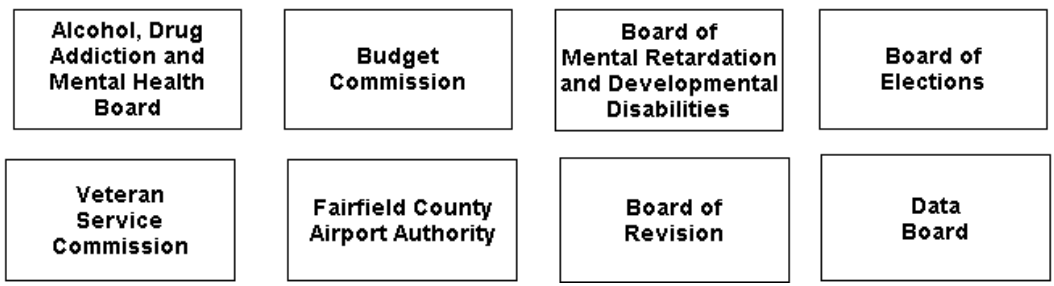
Judith K. Shupe
President, Board of Commissioners

June 21, 2006

COUNTY ORGANIZATION AND ELECTED OFFICIALS
December 31, 2005



Ex Officio and Appointed Boards



PRINCIPAL APPOINTED OFFICIALS AND DEPARTMENT HEADS

December 31, 2005

Clerk of Commissioners.....	Jacqueline Long
Human Resources, Director	Aundrea Cordle
Department of Job and Family Services, Director	Michael Orlando
Buildings and Grounds, Superintendent.....	Joseph Spybey
Dog Shelter, Warden	Michael Miller
Emergency Management, Director	Tom Moe
Board of Elections, Director	Alice Nicolia
Utilities, Sanitary Engineer.....	Donald Rector
Alcohol, Drug Addiction, and Mental Health Board, Director	Orman Hall
Mental Retardation and Developmental Disabilities Board, Superintendent.....	John Pekar
Health Commissioner	Franklin Hirsch
Veteran Service Commission, Director.....	Eddie Mohler
Fairfield County Airport Authority, President.....	David Scheffler

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairfield County,
Ohio

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

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



Carla E. Perry

President

Jeffrey R. Emer

Executive Director

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Financial Section

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Auditor of State Betty Montgomery

INDEPENDENT ACCOUNTANTS' REPORT

Fairfield County
210 East Main Street
Lancaster, Ohio 43130

To the Board of County Commissioners:

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

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

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Fairfield County, Ohio, as of December 31, 2005, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General, Community Services, Motor Vehicle, Mental Retardation, and Alcohol, Drug Addiction and Mental Health Board 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 June 21, 2006, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

35 N. Fourth St. / Second Floor / Columbus, OH 43215
Telephone: (614) 466-3402 (800) 443-9275 Fax: (614) 728-7199
www.auditor.state.oh.us

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

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

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

Betty Montgomery
Auditor of State

June 21, 2006

Fairfield County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2005
(Unaudited)

Introduction

This section of Fairfield County's (the County) annual financial report presents management's discussion and analysis of the County's financial performance during the year ended December 31, 2005. The management's discussion and analysis section should be read in conjunction with the preceding letter of transmittal and the County's financial statements, which follow.

Financial Highlights

Key financial highlights for 2005 are as follows:

- The assets of Fairfield County exceeded its liabilities at the close of the year ended December 31, 2005, by \$225,318,860 (net assets). Of this amount, \$22,020,260 was the unrestricted net assets portion which represents the amount that can be used at the discretion of the County Commissioners.
- The County's total net assets increased by 3.9 percent, or \$8,461,751 from the total net assets at the beginning of the year 2005.
- At the end of the current year, the County's governmental activities reported total net assets of \$186,723,244 an increase of \$6,762,980 from the prior year. Of this amount, \$14,522,335 is unrestricted.
- At the end of the current year, unreserved fund balance for the General Fund was \$11,787,007, which represents a 45.3 percent increase from the prior year, and represents 51.2 percent of total General Fund expenditures.
- Fairfield County's total long-term debt decreased by \$1,648,670 or 3.1 percent, during the current year.

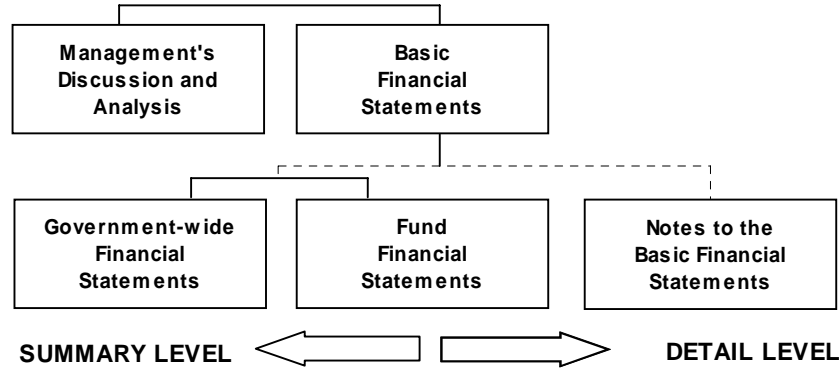
Overview of the Financial Statements

This annual report consists of management's discussion and analysis, basic financial statements, including the accompanying notes to the basic financial statements, and combining statements for the nonmajor governmental funds, and the fiduciary funds. The basic financial statements are composed of the government-wide financial statements and the fund financial statements.

Figure 1 illustrates how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, as explained later, this report includes an optional section that contains combining statements that provide details about the County's nonmajor governmental funds.

Fairfield County, Ohio
 Management's Discussion and Analysis
 For the Year Ended December 31, 2005
 (Unaudited)

Figure 1
Required Components of
Fairfield County's Annual Financial Report



The *government-wide financial statements* provide financial information about the County as a whole, including its component unit.

The *fund financial statements* focus on the County's operations in more detail than the government-wide financial statements. The financial statements presented for governmental funds report on the County's general government services. Proprietary fund statements report on the activities that the County operates like private-sector businesses. Fiduciary funds statements provide information about the financial relationships in which the County acts solely as a trustee or agent, for the benefit of others outside the government to whom the resources belong.

The basic financial statements section also includes *Notes to the Basic Financial Statements* that more fully explain the information in the government-wide and fund financial statements.

Figure 2 below summarizes the major features of the County's statements.

Figure 2				
Major Features of Fairfield County's Government-wide and Fund Financial Statements				
	Government-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire County government (except fiduciary funds) and the County's component units	The activities of the County that are not proprietary or fiduciary, such as public safety, public works, health, human services, and general government	Activities the County operates similar to private businesses, such as the sewer and water operations and the Self-Funded Health Insurance Fund	Instances in which the County is the trustee or agent for someone else's resources
Required financial statements	<ul style="list-style-type: none"> • Statement of Net Assets • Statement of Activities 	<ul style="list-style-type: none"> • Balance Sheet • Statement of Revenues, Expenditures, and Changes in Fund Balances 	<ul style="list-style-type: none"> • Statement of Fund Net Assets • Statement of Revenues, Expenses, and Changes in Fund Net Assets • Statement of Cash Flows 	<ul style="list-style-type: none"> • Statement of Fiduciary Assets and Liabilities

Fairfield County, Ohio
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Figure 2 (continued)
Major Features of the Fairfield County's Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	Not applicable because the County only has agency funds

Government-wide Financial Statements

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

Statement of Net Assets and the Statement of Activities

The *Statement of Net Assets* presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. The *Statement of Activities* presents information showing how the County's net assets changed during the current year. Both statements use the accrual basis of accounting, similar to the accounting used by 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 economic condition 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 the County's capital assets will also need to be evaluated.

The Statement of Net Assets and the Statement of Activities, which can be found on pages 34 through 37 of this report, are divided into three categories as follows.

Governmental Activities — Most of the County's basic services are reported under this category, such as general government, public safety, public works, health, human services, and all departments - with the exception of the sewer and water funds.

Business-type Activities — The County provides services and then charges a fee to customers, based upon the amount of usage, to recover the costs of the services provided, and to cover the capital expenses associated with the related facilities. The County's sewer and water operations are considered business-type activities.

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Component Unit — The County includes financial data of Fairfield Industries, Inc. This component unit is described in Note 1 of the Notes to the Basic Financial Statements. A component unit is separate and may buy, sell, lease, and mortgage property in its own name. It can also sue or be sued in its own name.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant funds — not the County as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. 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 statements provide detailed information about the County's major funds. Based on the restriction on the use of monies, the County has established many funds that account for the multitude of services provided to its residents. However, these fund financial statements focus on the County's most significant funds. The County's major governmental funds are:

- General Fund
- Community Services Fund
- Motor Vehicle Fund
- Mental Retardation Fund
- Alcohol, Drug Addiction, and Mental Health Board Fund
- General Obligation Bond Retirement Fund

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

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

The County maintains a number of individual governmental funds. Information for the major funds, identified earlier, is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. 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 38 through 50 of this report.

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Proprietary Funds—The County maintains two different types of proprietary funds. It uses enterprise funds to account for its sewer and water operations. In these operations, the County charges a fee to customers, based upon the amount of usage, to recover the costs of the services provided, and to cover the capital expenses associated with the related facilities. The County uses an internal service fund to account for its Self-Funded Health Insurance Fund. Because the services of this fund predominately benefit governmental rather than business-type operations, it has been included with governmental activities in the government-wide financial statements. The proprietary fund financial statements can be found on pages 51 through 55 of this report.

Fiduciary Funds— The County accounts for resources held for the benefit of parties outside the government as fiduciary funds. These 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 County uses accrual accounting for fiduciary funds, much like that of the proprietary funds. The fiduciary fund financial statement can be found on page 56 of this report.

Notes to the Basic 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 Basic Financial Statements can be found on pages 57 through 109 of this report.

Government-wide Financial Analysis

During 2005, as shown in the table below, the combined net assets of the County's primary government increased \$8.5 million or 3.9 percent. Net assets reported for governmental activities increased \$6.8 million or 3.8 percent and business-type activities increased \$1.7 million or 4.6 percent.

Condensed financial information derived from the Statement of Net Assets for the primary government follows:

Primary Government						
Statement of Net Assets						
As of December 31, 2005, with comparatives as of December 31, 2004						
	Governmental Activities		Business-Type Activities		Totals	
	2005	2004	2005	2004	2005	2004
Assets:						
Current and other noncurrent assets	\$ 78,310,037	\$ 69,277,463	\$ 9,283,674	\$ 8,889,003	\$ 87,593,711	\$ 78,166,466
Capital assets	163,755,602	161,401,854	58,317,202	57,341,250	222,072,804	218,743,104
Total assets	<u>242,065,639</u>	<u>230,679,317</u>	<u>67,600,876</u>	<u>66,230,253</u>	<u>309,666,515</u>	<u>296,909,570</u>
Liabilities:						
Current and other liabilities	27,485,406	21,693,921	787,903	920,605	28,273,309	22,614,526
Noncurrent liabilities	27,856,989	29,025,132	28,217,357	28,412,803	56,074,346	57,437,935
Total liabilities	<u>55,342,395</u>	<u>50,719,053</u>	<u>29,005,260</u>	<u>29,333,408</u>	<u>84,347,655</u>	<u>80,052,461</u>
Net Assets:						
Invested in capital assets, net of related debt	142,299,892	139,382,284	31,097,691	29,801,041	173,397,583	169,183,325
Restricted	29,901,017	30,372,547	-	-	29,901,017	30,372,547
Unrestricted	14,522,335	10,205,433	7,497,925	7,095,804	22,020,260	17,301,237
Total net assets	<u>\$ 186,723,244</u>	<u>\$ 179,960,264</u>	<u>\$ 38,595,616</u>	<u>\$36,896,845</u>	<u>\$225,318,860</u>	<u>\$216,857,109</u>

At December 31, 2005, the primary government's investment in capital assets, net of depreciation, (i.e. land, buildings, improvements other than buildings, machinery and equipment, furniture and fixtures, infrastructures, vehicles, and construction in progress), less related outstanding debt, was approximately \$173.4 million. 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 capital assets is reported net of related debt, the reader should be aware that the resources needed to repay this debt must be provided from other sources. The capital assets themselves cannot be used to liquidate these liabilities.

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Increases in liabilities for governmental funds are due primarily to increases in deferred revenue, accounts payable, intergovernmental payable, contracts payable, and notes payable. Decreases in liabilities for business type-funds are due primarily to the decrease in outstanding debt, retainage, and accrued interest payable.

Restricted net assets were approximately \$29.9 million, resulting in a \$22.0 million unrestricted net assets balance. Net assets are restricted when constraints on their use are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments. Unrestricted net assets consist of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

The County's net assets, when viewed over time, may provide the reader with a useful indicator of the County's economic condition.

The table on the following page shows the condensed financial information derived from the Statement of Activities for the year ended December 31, 2005, and a comparative analysis with the year ended December 31, 2004.

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Fairfield County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2005
(Unaudited)

**Primary Government
Statement of Activities**
For the year ended December 31, 2005, with comparatives for the year ended December 31, 2004

	Governmental Activities		Business-type Activities		Total Primary Government	
	2005	2004	2005	2004	2005	2004
Revenues:						
Program revenues:						
Charges for services	\$ 12,199,025	\$ 12,241,773	\$ 5,102,085	\$ 4,651,013	\$ 17,301,110	\$ 16,892,786
Operating grants, contributions, and interest	32,923,107	32,888,932	-	-	32,923,107	32,888,932
Capital grants, contributions, and interest	4,391,378	3,820,309	2,024,223	2,581,294	6,415,601	6,401,603
Total program revenue	<u>49,513,510</u>	<u>48,951,014</u>	<u>7,126,308</u>	<u>7,232,307</u>	<u>56,639,818</u>	<u>56,183,321</u>
General revenues:						
Property and other taxes	15,995,164	11,433,857	-	-	15,995,164	11,433,857
Sales taxes	10,863,623	10,339,538	-	-	10,863,623	10,339,538
Intergovernmental	3,476,193	3,342,887	-	-	3,476,193	3,342,887
Unrestricted interest earnings	1,699,686	774,154	141,679	128,949	1,841,365	903,103
Other	1,190,515	855,988	24,597	6,943	1,215,112	862,931
Total general revenues	<u>33,225,181</u>	<u>26,746,424</u>	<u>166,276</u>	<u>135,892</u>	<u>33,391,457</u>	<u>26,882,316</u>
Total Revenues	<u>82,738,691</u>	<u>75,697,438</u>	<u>7,292,584</u>	<u>7,368,199</u>	<u>90,031,275</u>	<u>83,065,637</u>
Expenses:						
General government:						
Legislative and executive	8,748,759	10,206,147	-	-	8,748,759	10,206,147
Judicial	4,466,402	4,444,334	-	-	4,466,402	4,444,334
Public safety	11,945,218	12,492,107	-	-	11,945,218	12,492,107
Public works	10,280,770	10,568,677	-	-	10,280,770	10,568,677
Health	19,041,502	17,762,238	-	-	19,041,502	17,762,238
Human services	17,785,448	15,358,784	-	-	17,785,448	15,358,784
Urban redevelopment and housing	263,569	480,921	-	-	263,569	480,921
Transportation	216,466	184,618	-	-	216,466	184,618
Intergovernmental	2,050,150	2,288,812	-	-	2,050,150	2,288,812
Interest and fiscal charges	1,177,427	1,118,473	-	-	1,177,427	1,118,473
Sewer system	-	-	3,082,582	2,788,141	3,082,582	2,788,141
Water system	-	-	2,511,231	2,230,436	2,511,231	2,230,436
Total Expenses	<u>75,975,711</u>	<u>74,905,111</u>	<u>5,593,813</u>	<u>5,018,577</u>	<u>81,569,524</u>	<u>79,923,688</u>
Increase before transfers.....	6,762,980	792,327	1,698,771	2,349,622	8,461,751	3,141,949
Transfer in (out).....	-	(1,481,771)	-	1,481,771	-	-
Increase (decrease) after transfers.....	6,762,980	(689,444)	1,698,771	3,831,393	8,461,751	3,141,949
Net assets - beginning of year.....	179,960,264	180,649,708	36,896,845	33,065,452	216,857,109	213,715,160
Net assets - end of year.....	<u>\$186,723,244</u>	<u>\$179,960,264</u>	<u>\$38,595,616</u>	<u>\$36,896,845</u>	<u>\$225,318,860</u>	<u>\$216,857,109</u>

Fairfield County, Ohio
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Governmental Activities

Grants, contributions, and restricted interest accounted for 45.1% of total governmental revenues, with taxes providing 32.5% of total governmental revenues. These revenue sources comprise the two largest components of County revenues. Grants, contributions, and restricted interest revenues in 2005 were \$37,314,485. Property and other taxes revenues were \$15,995,164 (19.3% of total governmental revenues) while sales taxes were \$10,863,623 (13.1% of total governmental revenues). Taxes, grants, contributions, and restricted interest combined together, provided 77.6% of the County's total governmental revenues.

The County received \$12,199,025 or 14.7%, of total governmental revenues, in charges for services. These direct charges to citizens include real estate transfer fees, property tax collection fees, judicial fines and forfeitures, and licenses and permits.

Health activities utilized \$19,041,502 or 25.1%, of total expenses. The County's human services activities accounted for \$17,785,448 or 23.4%, of total expenses.

The following table presents the total expenses and net cost of each of the County's governmental program activities. The net cost (total program activity expenses less revenues generated by the program) represents the financial burden that was placed on the County's taxpayers by each of these program activities. Costs not covered by program revenues are essentially funded with the County's general revenues, which are primarily composed of taxes, intergovernmental revenues, and unrestricted interest earnings. The net cost to the governmental activities was \$26,462,201.

Program Expenses and Net Costs of Governmental Activities, by Program
For the Year Ended December 31, 2005

<u>Program Activity</u>	<u>Program Activity Expenses</u>	<u>Net Cost (Gain) of Program Activity</u>	<u>Net Cost (Gain) as Percentage of Total Expenses</u>	
			<u>Program Activity</u>	<u>All Program Activities</u>
General government:				
Legislative and executive	\$ 8,748,759	\$ 1,957,790	22.4%	2.6%
Judicial	4,466,402	2,150,647	48.2%	2.8%
Public safety	11,945,218	8,635,732	72.3%	11.4%
Public works	10,280,770	1,218,859	11.9%	1.6%
Health	19,041,502	5,334,343	28.0%	7.0%
Human services	17,785,448	4,500,716	25.3%	5.9%
Urban redevelopment and housing	263,569	225,372	85.5%	0.3%
Transportation	216,466	(68,055)	(31.4%)	(0.1%)
Intergovernmental	2,050,150	1,329,370	64.8%	1.7%
Interest and fiscal charges	1,177,427	1,177,427	100.0%	1.5%
Total expenses	<u>\$ 75,975,711</u>	<u>\$ 26,462,201</u>		<u>34.7%</u>

Business-type Activities

Net assets for business-type activities increased by \$1,698,771 or 4.6%, in 2005. The major revenue source was charges for services in the amount of \$5,102,085.

Fairfield County, Ohio
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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 accessing 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 year.

General Fund

The General Fund is the primary operating fund of the County. At the end of 2005, unreserved fund balance was \$11,787,007 while total fund balance was \$12,696,284. 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 51.2 percent to total General Fund expenditures, while total fund balance represents 55.1 percent of General Fund expenditures.

The fund balance of the County's General Fund increased by \$3.7 million during the current fiscal year compared to a \$2.0 million decrease in the prior year. Key factors in this increase are as follows:

- Total General Fund revenue increased by \$3.5 million.
- General Fund expenditures decreased approximately \$1.8 million, or 7.3 percent. The largest decreases were in general governmental legislative and executive \$1,115,798, general governmental judicial \$222,413, and public safety \$533,039.
- Other financing sources (uses) had a net increase over the prior year of \$349,351 due mainly to the decreases in transfers out.

Other Major Governmental Funds

The Community Services Fund has a deficit fund balance of (\$1.0) million, in comparison with a deficit fund balance in 2004 of (\$1.6) million. This reduction in the deficit was due primarily to the General Fund increasing their yearly allocation by \$407,153 and to the State advancing less cash to this fund during the year, and the resultant recording of approximately \$468,000 of deferred revenue which is approximately \$666,000 less than the \$1.1 million of deferred revenue at the end of 2004.

The fund balance of the Motor Vehicle Fund at December 31, 2005 is \$4.0 million, a decrease of approximately \$667,000 from the prior year. The decrease in fund balance is due mainly to the net decrease of \$1,262,030 in other financing sources (uses) from the prior year. This decrease was due primarily to the increase in transfers out for the County's local share of road and bridge projects accounted for in the capital projects funds.

The fund balance of the Mental Retardation Fund at year end is \$4.8 million, a decrease of approximately \$848,000, or 15.0 percent, from the previous year. Expenditures exceeded revenues by approximately \$736,000 in the current year due primarily to an increase of \$532,000 in contractual services.

The fund balance of the Alcohol, Drug Addiction, and Mental Health Board Fund at December 31, 2005, is approximately \$1.1 million, with only a minimal change of approximately \$1,700 from the prior year.

Fairfield County, Ohio
Management's Discussion and Analysis
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(Unaudited)

The General Obligation Bond Retirement Fund has a fund balance of approximately \$425,000 at December 31, 2005. This fund received approximately \$1.1 million in transfers in, while making approximately \$2.0 million in debt service payments.

Proprietary Funds

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

The County's major proprietary funds, the Sewer Fund and the Water Fund, both had increases in net assets; the Sewer Fund's net assets grew by approximately \$1.0 million and the Water Fund's net assets increased approximately \$700,000. These increases can be primarily attributed to the Utilities Department's growing customer base.

General Fund Budgetary Highlights

The County made numerous revisions to the original appropriations approved by the County Commissioners. Overall, these changes resulted in an increase from the original budget of 5.5 percent or \$1,324,712. Appropriations were increased for the following functions: general government legislative and executive by \$186,523 and judicial by \$48,325; public safety by \$673,352 and other expenses by \$428,551. Actual expenditures were less than the final budgeted expenditures by \$1.4 million.

The County's budgeted revenue increased 11.5 percent and was primarily the result of an increase in property and other taxes of \$673,810, an increase in sales taxes of \$1,883,660, and an increase of \$160,848 in charges for services. Actual revenues exceeded the final budget by \$3.1 million.

Because of these factors, the County's economic condition in the General Fund based on actual results (on the budgetary basis) at December 31, 2005, the fund balance is \$7.2 million better than initially projected in the original budget.

Capital Assets and Debt Administration

Capital Assets

As of December 31, 2005, and December 31, 2004, the County had invested \$222.0 million and \$218.7 million, net of accumulated depreciation of \$84.7 million and \$77.2 million, respectively, in a broad range of capital assets, as follows:

Capital Assets, Net of Depreciation
As of December 31, 2005, with comparatives as of December 31, 2004

	Governmental Activities		Business-type Activities		Totals	
	2005	2004	2005	2004	2005	2004
Land	\$ 4,577,255	\$ 4,577,255	\$ 2,237,414	\$ 1,889,374	\$ 6,814,669	\$ 6,466,629
Buildings	25,104,568	25,677,470	15,171,080	15,740,140	40,275,648	41,417,610
Improvements other than buildings	2,708,522	2,437,820	-	-	2,708,522	2,437,820
Equipment	4,238,781	3,191,348	77,585	48,302	4,316,366	3,239,650
Furniture and fixtures	467,447	523,060	-	-	467,447	523,060
Infrastructure	122,719,538	121,399,428	31,868,097	31,787,357	154,587,635	153,186,785
Vehicles	1,647,203	1,987,275	216,700	263,766	1,863,903	2,251,041
Construction in progress	2,292,288	1,608,198	8,746,326	7,612,311	11,038,614	9,220,509
Total capital assets, net	<u>\$ 163,755,602</u>	<u>\$161,401,854</u>	<u>\$ 58,317,202</u>	<u>\$ 57,341,250</u>	<u>\$ 222,072,804</u>	<u>\$ 218,743,104</u>

For additional information on capital assets, see Note 10 to the basic financial statements.

Fairfield County, Ohio
Management's Discussion and Analysis
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The total increase in the County's capital assets, net of accumulated depreciation, for the current year was \$3.3 million or 1.5 percent (a 1.5 percent increase for governmental activities and a 1.7 percent increase for business-type activities). As further detailed in Note 16 of the notes to the basic financial statements, the County had \$2.5 million in major construction commitments.

Debt – Bonds, Long-Term Notes, Loans, and Capital Leases Payable

As of December 31, 2005, and December 31, 2004, the County had total debt of approximately \$52.4 million and approximately \$54.0 million, respectively, as follows:

Bonds, Long-Term Notes, Loans, and Capital Leases Payable
As of December 31, 2005, with comparatives for December 31, 2004

	Governmental Activities		Business-type Activities		Totals	
	2005	2004	2005	2004	2005	2004
Bond anticipation notes.....	\$ -	\$ -	\$ 700,000	\$ 10,300,000	\$ 700,000	\$ 10,300,000
General obligation bonds...	20,693,781	21,640,085	25,618,702	16,081,223	46,312,483	37,721,308
Special assessment bonds.....	2,908,182	3,181,433	-	-	2,908,182	3,181,433
Long-term loans.....	104,816	194,501	1,710,437	1,888,499	1,815,253	2,083,000
Capital leases.....	623,264	737,893	28,340	12,558	651,604	750,451
	<u>\$ 24,330,043</u>	<u>\$ 25,753,912</u>	<u>\$ 28,057,479</u>	<u>\$ 28,282,280</u>	<u>\$ 52,387,522</u>	<u>\$ 54,036,192</u>

For additional information on debt, see Note 17 to the basic financial statements.

During 2005, the County issued \$700,000 and paid off \$10.3 million in bond anticipation notes, issued \$11.1 million and paid down \$2.5 million in general obligation bonds, issued no new special assessment bonds and paid off \$273,251 and incurred no new long-term loans while reducing those balances by \$267,747. Capital lease balances decreased by \$98,847. The total decrease in the County's debt obligations for the current year was 3.1 percent (a 5.5 percent decrease for governmental activities and a 0.01 percent decrease for business-type activities).

Limitations on Debt

State statutes limit the amount of total debt according to this formula: 3.0 percent of the first \$100 million of total assessed valuation; plus 1.5 percent of such valuation in excess of \$100 million and not in excess of \$300 million; plus 2.5 percent of such valuation in excess of \$300 million. By this calculation, the current total legal debt margin of Fairfield County is approximately \$59.4 million.

The County's total unvoted legal debt margin at December 31, 2005, is approximately \$18.0 million.

Fairfield County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2005
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Requests for Information

This financial report is designed to provide the County's citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report, please contact the Fairfield County Auditor's Office by calling (740) 687-7020 or by writing the County Auditor at 210 E. Main Street, Lancaster, Ohio 43130. An electronic version of this report is available on the County's website at www.co.fairfield.oh.us/AUDITOR/index.htm

Basic Financial Statements

Fairfield County, Ohio

STATEMENT OF NET ASSETS

December 31, 2005 - Primary Government

June 30, 2005 - Fairfield Industries, Incorporated

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Fairfield Industries, Incorporated
ASSETS				
Cash and cash equivalents.....	\$ 35,107,271	\$ 7,379,560	\$ 42,486,831	\$ 26,104
Cash and cash equivalents in segregated accounts	565,179	354,838	920,017	-
Segregated investments.....	-	-	-	214,397
Sales taxes receivable	1,768,096	-	1,768,096	-
External party receivables	77,888	-	77,888	-
Internal balances.....	(43,150)	43,150	-	-
Materials and supplies inventory	451,362	17,830	469,192	1,489
Accrued interest receivable	206,277	9,399	215,676	-
Intergovernmental receivables	12,986,029	9,403	12,995,432	-
Prepaid items	598,851	40,732	639,583	2,151
Accounts receivable	605,085	877,417	1,482,502	66,424
Property and other taxes receivable	19,514,593	-	19,514,593	-
Loans receivable	521,345	-	521,345	-
Special assessments receivable	2,932,965	70,700	3,003,665	-
Deferred charges	298,154	480,645	778,799	-
Investment in joint venture	2,720,092	-	2,720,092	-
Capital assets not being depreciated	6,869,543	10,983,740	17,853,283	-
Capital assets being depreciated (net of accumulated depreciation)	156,886,059	47,333,462	204,219,521	142,786
Total assets	\$ 242,065,639	\$ 67,600,876	\$ 309,666,515	\$ 453,351

(continued)

Fairfield County, Ohio

STATEMENT OF NET ASSETS

(Continued)

December 31, 2005 - Primary Government

June 30, 2005 - Fairfield Industries, Incorporated

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Fairfield Industries, Incorporated
LIABILITIES				
Accrued wages and benefits payable	\$ 1,408,746	\$ 57,123	\$ 1,465,869	\$ 21,891
Matured compensated absences payable.....	11,660	-	11,660	-
Matured capital leases payable.....	27,330	-	27,330	-
Matured interest payable.....	5,671	-	5,671	-
Intergovernmental payable.....	1,458,080	38,079	1,496,159	2,988
Accounts payable.....	2,473,649	120,457	2,594,106	5,419
External party payable.....	26,472	-	26,472	-
Contracts payable.....	1,033,512	112,971	1,146,483	-
Retainage payable.....	227,694	17,181	244,875	-
Accrued interest payable.....	97,255	106,056	203,311	-
Deferred revenue.....	19,244,641	-	19,244,641	-
Notes payable.....	1,422,000	200,000	1,622,000	-
Claims payable.....	48,696	-	48,696	-
Customer deposits payable.....	-	136,036	136,036	-
Long-term liabilities:				
Due within one year	2,824,816	1,222,719	4,047,535	-
Due within more than one year	25,032,173	26,994,638	52,026,811	-
Total liabilities	55,342,395	29,005,260	84,347,655	30,298
NET ASSETS				
Invested in capital assets, net of related debt	142,299,892	31,097,691	173,397,583	142,786
Restricted for:				
Capital projects.....	1,838,478	-	1,838,478	-
Debt service.....	114,835	-	114,835	-
Other purposes.....	6,852,554	-	6,852,554	3,483
Real estate assessment.....	1,895,234	-	1,895,234	-
Motor vehicles.....	5,553,500	-	5,553,500	-
Ditch maintenance.....	903,930	-	903,930	-
Mental retardation.....	5,616,634	-	5,616,634	-
Mental health.....	3,844,778	-	3,844,778	-
Children services.....	1,025,237	-	1,025,237	-
Title administration.....	997,496	-	997,496	-
Bridges and culverts.....	1,258,341	-	1,258,341	-
Unrestricted.....	14,522,335	7,497,925	22,020,260	276,784
Total net assets	\$ 186,723,244	\$ 38,595,616	\$ 225,318,860	\$ 423,053

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

Fairfield County, Ohio

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2005 - Primary Government

For the Year Ended June 30, 2005 - Fairfield Industries, Incorporated

	Expenses	Program Revenues			Net (Expense) Revenue
		Charges for Services	Operating Grants, Contributions, and Interest	Capital Grants, Contributions, and Interest	
Primary Government:					
Governmental activities:					
General government:					
Legislative and executive	\$ 8,748,759	\$ 5,365,999	\$ 27,274	\$ 1,397,696	\$ (1,957,790)
Judicial	4,466,402	1,820,144	495,611	-	(2,150,647)
Public safety	11,945,218	1,931,279	1,378,207	-	(8,635,732)
Public works	10,280,770	1,501,550	4,851,200	2,709,161	(1,218,859)
Health	19,041,502	1,198,815	12,508,344	-	(5,334,343)
Human services	17,785,448	381,238	12,903,494	-	(4,500,716)
Urban redevelopment and housing	263,569	-	38,197	-	(225,372)
Transportation	216,466	-	-	284,521	68,055
Intergovernmental	2,050,150	-	720,780	-	(1,329,370)
Interest and fiscal charges	1,177,427	-	-	-	(1,177,427)
Total governmental activities	<u>75,975,711</u>	<u>12,199,025</u>	<u>32,923,107</u>	<u>4,391,378</u>	<u>(26,462,201)</u>
Business-type activities:					
Sewer	3,082,582	2,901,606	-	1,121,324	940,348
Water	2,511,231	2,200,479	-	902,899	592,147
Total business-type activities	<u>5,593,813</u>	<u>5,102,085</u>	<u>-</u>	<u>2,024,223</u>	<u>1,532,495</u>
Total Primary Government.....	<u>\$ 81,569,524</u>	<u>\$ 17,301,110</u>	<u>\$ 32,923,107</u>	<u>\$ 6,415,601</u>	<u>\$ (24,929,706)</u>
Component Unit:					
Fairfield Industries, Incorporated.....	\$ 650,073	\$ 422,225	\$ 5,511	\$ -	\$ (222,337)
Total Component Unit.....	<u>\$ 650,073</u>	<u>\$ 422,225</u>	<u>\$ 5,511</u>	<u>\$ -</u>	<u>\$ (222,337)</u>

(continued)

Fairfield County, Ohio

STATEMENT OF ACTIVITIES

(Continued)

For the Year Ended December 31, 2005 - Primary Government

For the Year Ended June 30, 2005 - Fairfield Industries, Incorporated

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Fairfield Industries, Incorporated
Changes in Net Assets:				
Net (expense) revenue	\$ (26,462,201)	\$ 1,532,495	\$ (24,929,706)	\$ (222,337)
General revenues:				
Property and other taxes levied for:				
General purposes	\$ 8,181,777	\$ -	\$ 8,181,777	\$ -
Public works	1,361,799	-	1,361,799	-
Health	5,211,046	-	5,211,046	-
Human services	1,240,542	-	1,240,542	-
Sales taxes levied for				
general purposes	10,863,623	-	10,863,623	-
Grants and entitlements not restricted to specific programs.....	3,476,193	-	3,476,193	-
Unrestricted interest	1,699,686	141,679	1,841,365	16,055
In-kind contributions	-	-	-	209,136
Other	1,190,515	24,597	1,215,112	-
Total general revenues.....	33,225,181	166,276	33,391,457	225,191
Change in net assets.....	6,762,980	1,698,771	8,461,751	2,854
Net assets - beginning of year.....	179,960,264	36,896,845	216,857,109	420,199
Net assets - end of year.....	\$ 186,723,244	\$ 38,595,616	\$ 225,318,860	\$ 423,053

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

Fairfield County, Ohio

BALANCE SHEET GOVERNMENTAL FUNDS

December 31, 2005

	General Fund	Community Services Fund	Motor Vehicle Fund
ASSETS			
Cash and cash equivalents.....	\$ 10,154,101	\$ 313,968	\$ 3,124,261
Cash and cash equivalents in segregated accounts.....	80,277	-	-
Restricted assets:			
Cash and cash equivalents.....	147,813	-	-
Receivables:			
Property and other taxes	7,152,989	-	91,690
Sales taxes	1,768,096	-	-
Accounts	301,147	5,469	993
Interfund	648,212	307,762	1,219
Special assessments	-	-	-
Accrued interest	203,528	-	-
Loans	-	-	-
Intergovernmental	2,147,379	36,387	2,807,445
Materials and supplies inventory.....	115,935	603	315,786
Prepaid items.....	312,807	96,540	58,576
Total assets.....	<u>\$ 23,032,284</u>	<u>\$ 760,729</u>	<u>\$ 6,399,970</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES:			
Accounts payable.....	\$ 456,929	\$ 502,838	\$ 116,655
Contracts payable.....	3,436	-	25,434
Accrued wages and benefits payable.....	538,743	278,863	129,702
Matured compensated absences payable.....	9,622	-	-
Retainage payable.....	-	-	42,691
Interfund payable.....	30,489	82,476	23,936
Intergovernmental payable.....	447,950	416,963	98,396
Deferred revenue.....	8,848,831	475,393	1,918,608
Matured interest payable.....	-	5,519	-
Matured capital leases payable.....	-	26,828	-
Claims Payable.....	-	-	-
Accrued interest payable.....	-	-	-
Notes payable.....	-	-	-
Total liabilities.....	<u>10,336,000</u>	<u>1,788,880</u>	<u>2,355,422</u>
FUND BALANCES (Deficit):			
Reserved for encumbrances.....	761,464	5,698	300,656
Reserved for unclaimed monies.....	147,813	-	-
Reserved for loans.....	-	-	-
Unreserved, designated:			
Designated for health insurance.....	156,098	-	51,211
Unreserved, reported in:			
General fund	11,630,909	-	-
Special revenue funds	-	(1,033,849)	3,692,681
Debt service funds	-	-	-
Capital projects funds	-	-	-
Total fund balances (deficit)	<u>12,696,284</u>	<u>(1,028,151)</u>	<u>4,044,548</u>
Total liabilities and fund balances	<u>\$ 23,032,284</u>	<u>\$ 760,729</u>	<u>\$ 6,399,970</u>

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

Mental Retardation Fund	Alcohol, Drug Addiction, and Mental Health Board Fund	General Obligation Bond Retirement Fund	Nonmajor Governmental Funds	Totals
\$ 5,270,013	\$ 551,515	\$ 420,830	\$ 13,969,450	\$ 33,804,138
-	-	-	484,902	565,179
-	-	-	-	147,813
7,720,222	1,981,725	-	2,567,967	19,514,593
-	-	-	-	1,768,096
218,260	535	2,229	72,990	601,623
9,070	25,875	-	38,089	1,030,227
-	-	-	2,932,965	2,932,965
-	-	-	2,749	206,277
-	-	-	521,345	521,345
1,262,829	3,604,167	2,040	3,125,782	12,986,029
15,744	-	-	3,294	451,362
44,409	10,640	-	75,879	598,851
<u>\$ 14,540,547</u>	<u>\$ 6,174,457</u>	<u>\$ 425,099</u>	<u>\$ 23,795,412</u>	<u>\$ 75,128,498</u>
\$ 169,774	\$ 231,871	\$ -	\$ 995,582	\$ 2,473,649
5,977	-	-	998,665	1,033,512
233,220	25,059	-	203,159	1,408,746
-	-	-	2,038	11,660
-	-	-	185,003	227,694
22,925	9,651	-	811,239	980,716
307,571	14,861	-	172,339	1,458,080
8,924,600	4,824,932	-	7,822,277	32,814,641
-	-	-	152	5,671
-	-	-	502	27,330
42,941	-	-	-	42,941
-	-	-	7,616	7,616
-	-	-	1,422,000	1,422,000
<u>9,707,008</u>	<u>5,106,374</u>	<u>-</u>	<u>12,620,572</u>	<u>41,914,256</u>
256,544	62,621	2,470	2,660,442	4,049,895
-	-	-	-	147,813
-	-	-	411,396	411,396
-	5,021	-	58,616	270,946
-	-	-	-	11,630,909
4,576,995	1,000,441	-	9,034,312	17,270,580
-	-	422,629	146,742	569,371
-	-	-	(1,136,668)	(1,136,668)
<u>4,833,539</u>	<u>1,068,083</u>	<u>425,099</u>	<u>11,174,840</u>	<u>33,214,242</u>
<u>\$ 14,540,547</u>	<u>\$ 6,174,457</u>	<u>\$ 425,099</u>	<u>\$ 23,795,412</u>	<u>\$ 75,128,498</u>

Fairfield County, Ohio

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET ASSETS OF GOVERNMENTAL ACTIVITIES

December 31, 2005

Total fund balances for governmental funds.....		\$ 33,214,242
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		163,755,602
Investment in joint venture in the governmental activities is not a financial resource and therefore is not reported in the funds.		2,720,092
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property and other taxes	680,789	
Charges for services	377,624	
Licenses and permits	251	
Fines and forfeitures	164,398	
Reimbursements	53,872	
Rent	450	
Special assessments	2,754,142	
Accrued Interest	78,010	
Intergovernmental	9,460,464	13,570,000
An internal service fund is used by management to charge costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		1,136,887
An interfund receivable is recorded in governmental activities to reflect underpayments to the internal service fund by the business-type activities.		(25,105)
Unamortized issuance costs represent deferred charges which do not provide current financial resources and, therefore, are not reported in the funds.		298,154
Long-term liabilities and accrued interest are not due and payable in the current period and therefore are not reported in the funds:		
Special assessment bonds payable	(2,908,182)	
General obligation bonds payable and unamortized premium	(20,693,781)	
Long-term loans payable	(104,816)	
Accrued interest payable	(89,639)	
Compensated absences payable	(3,511,393)	
Intergovernmental payable	(15,553)	
Capital leases payable	(623,264)	(27,946,628)
Net assets of governmental activities		\$ 186,723,244

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

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Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended December 31, 2005

	General Fund	Community Services Fund	Motor Vehicle Fund
REVENUES			
Property and other taxes.....	\$ 7,938,766	\$ -	\$ -
Sales taxes.....	10,863,623	-	-
Charges for services.....	4,706,064	16,073	198,054
Licenses and permits.....	9,442	-	-
Permissive motor vehicle license tax.....	-	-	1,043,178
Fines and forfeitures.....	211,653	-	51,468
Intergovernmental.....	3,944,760	7,850,882	5,224,510
Special assessments.....	-	-	-
Interest.....	1,659,540	-	-
Rent.....	180,384	-	-
Donations.....	-	-	300
Other.....	166,915	665,492	18,000
Total revenues.....	<u>29,681,147</u>	<u>8,532,447</u>	<u>6,535,510</u>
EXPENDITURES			
Current:			
General government:			
Legislative and executive	6,487,559	-	-
Judicial	3,550,516	-	-
Public safety	9,947,599	-	-
Public works	-	-	6,023,331
Health	653,277	-	-
Human services	671,274	8,759,007	-
Urban redevelopment and housing	-	-	-
Transportation	70,585	-	-
Other	5,974	-	-
Intergovernmental.....	1,402,540	-	-
Capital outlay.....	-	-	-
Debt service:			
Principal retirement	230,249	173,457	-
Interest and fiscal charges	7,935	38,302	-
Total expenditures.....	<u>23,027,508</u>	<u>8,970,766</u>	<u>6,023,331</u>
Excess of revenues over (under) expenditures.....	<u>6,653,639</u>	<u>(438,319)</u>	<u>512,179</u>
OTHER FINANCING SOURCES (USES)			
Sale of capital assets.....	894	22,060	-
Inception of capital lease.....	200,000	128,979	-
Transfers in.....	195,087	829,125	335,000
Transfers out.....	(3,304,614)	-	(1,514,138)
Total other financing sources (uses).....	<u>(2,908,633)</u>	<u>980,164</u>	<u>(1,179,138)</u>
Net change in fund balances.....	3,745,006	541,845	(666,959)
Fund balances (deficit) - beginning of year.....	8,951,278	(1,569,996)	4,711,507
Fund balances (deficit) - end of year.....	<u>\$ 12,696,284</u>	<u>\$ (1,028,151)</u>	<u>\$ 4,044,548</u>

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

<u>Mental Retardation Fund</u>	<u>Alcohol, Drug Addiction, and Mental Health Board Fund</u>	<u>General Obligation Bond Retirement Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
\$ 4,561,981	\$ 483,181	\$ -	\$ 2,499,966	\$ 15,483,894
-	-	-	-	10,863,623
486,006	272,995	-	3,542,176	9,221,368
-	-	-	331,976	341,418
-	-	-	-	1,043,178
-	-	-	129,845	392,966
4,281,377	6,477,260	-	11,542,215	39,321,004
-	-	-	518,377	518,377
-	-	33	129,066	1,788,639
-	1,550	800,181	-	982,115
10,572	-	-	15,114	25,986
53,335	4,903	-	224,646	1,133,291
<u>9,393,271</u>	<u>7,239,889</u>	<u>800,214</u>	<u>18,933,381</u>	<u>81,115,859</u>
-	-	-	1,849,299	8,336,858
-	-	-	780,127	4,330,643
-	-	-	1,820,038	11,767,637
-	-	-	1,366,028	7,389,359
10,128,915	7,238,152	-	664,821	18,685,165
-	-	-	8,045,230	17,475,511
-	-	-	195,456	195,456
-	-	-	-	70,585
-	-	-	-	5,974
-	-	-	647,610	2,050,150
-	-	-	6,528,257	6,528,257
-	-	1,014,685	292,247	1,710,638
-	-	968,561	170,669	1,185,467
<u>10,128,915</u>	<u>7,238,152</u>	<u>1,983,246</u>	<u>22,359,782</u>	<u>79,731,700</u>
<u>(735,644)</u>	<u>1,737</u>	<u>(1,183,032)</u>	<u>(3,426,401)</u>	<u>1,384,159</u>
-	-	-	-	22,954
-	-	-	16,818	345,797
-	-	1,090,184	2,784,173	5,233,569
(112,745)	-	-	(302,072)	(5,233,569)
<u>(112,745)</u>	<u>-</u>	<u>1,090,184</u>	<u>2,498,919</u>	<u>368,751</u>
(848,389)	1,737	(92,848)	(927,482)	1,752,910
5,681,928	1,066,346	517,947	12,102,322	31,461,332
<u>\$ 4,833,539</u>	<u>\$ 1,068,083</u>	<u>\$ 425,099</u>	<u>\$ 11,174,840</u>	<u>\$ 33,214,242</u>

Fairfield County, Ohio

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2005

Net change in fund balances - total governmental funds..... \$ 1,752,910

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period:

Capital asset additions	9,165,392	
Current year depreciation	<u>(6,589,183)</u>	2,576,209

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the proceeds, the forgiven lease, and the loss on disposal of assets:

Loss on disposal of capital assets	(199,507)	
Forgiven lease	34,188	
Proceeds from sale of capital assets	<u>(22,954)</u>	(188,273)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Property and other taxes	511,270	
Charges for services	(15,530)	
Licenses and permits	(5)	
Fines and forfeitures	23,951	
Intergovernmental	1,336,195	
Special assessments	(361,913)	
Interest	18,540	
Rent	450	
Other	<u>53,762</u>	1,566,720

Governmental funds had a investment in joint venture which showed an decrease for the current year. The decrease in joint venture is shown as an expense on the statement of activities (38,606)

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:

Special assessment bonds	269,715	
General Obligation bonds	925,000	
Long-term loans	89,685	
Capital leases	<u>426,238</u>	\$ 1,710,638

(continued)

Fairfield County, Ohio

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES (Continued)
 For the Year Ended December 31, 2005

Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities. Premiums and discounts are reported as revenues and expenditures when the debt is first issued; however, these amounts are deferred and amortized on the statement of activities.:

Accrued interest payable	\$ 387	
Amortization of issuance costs	(17,187)	
Amortization on premium of general obligation bonds	21,760	
Amortization on premium of special assessment bonds	3,536	
Amortization on discount of general obligation bonds	<u>(456)</u>	8,040

Inception of capital leases are reported as other financing sources in the governmental funds, but the inception increases long-term liabilities on the statement of activities

	(345,797)
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Intergovernmental payable	1,820	
Grants cancelled	(92,637)	
Compensated absences payable	<u>(257,546)</u>	(348,363)

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the entity-wide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The change for governmental funds is reported for the year

<u>69,502</u>

Change in net assets of governmental activities.....	<u>\$ 6,762,980</u>
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The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL GENERAL FUND

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property and other taxes.....	\$ 6,418,576	\$ 7,092,386	\$ 7,819,313	\$ 726,927
Sales taxes.....	9,000,000	10,883,660	10,882,731	(929)
Charges for services.....	3,043,512	3,204,360	4,661,117	1,456,757
Licenses and permits.....	9,900	9,900	9,432	(468)
Fines and forfeitures.....	265,000	265,000	221,500	(43,500)
Intergovernmental.....	3,513,122	3,518,464	3,945,146	426,682
Interest.....	1,081,404	1,081,404	1,608,648	527,244
Rent.....	152,000	152,000	141,502	(10,498)
Donations.....	-	-	-	-
Other.....	89,250	86,160	144,006	57,846
Total revenues.....	23,572,764	26,293,334	29,433,395	3,140,061
EXPENDITURES				
Current:				
General government:				
Legislative and executive	7,602,067	7,788,590	7,258,416	530,174
Judicial	3,826,042	3,874,367	3,632,776	241,591
Public safety	9,860,151	10,533,503	10,218,286	315,217
Health	728,963	728,963	716,529	12,434
Human services	817,206	817,259	678,880	138,379
Transportation	228,982	216,890	109,679	107,211
Other	1,161,831	1,590,382	1,505,973	84,409
Total expenditures.....	24,225,242	25,549,954	24,120,539	1,429,415
Excess of revenues over (under) expenditures	(652,478)	743,380	5,312,856	4,569,476
OTHER FINANCING SOURCES (USES)				
Sale of capital assets.....	-	-	3,773	3,773
Advances in.....	-	-	258,300	258,300
Advances out.....	-	-	(498,750)	(498,750)
Operating transfers in.....	181,721	181,721	195,087	13,366
Operating transfers out.....	(4,726,734)	(3,408,684)	(3,304,614)	104,070
Total other financing sources (uses).....	(4,545,013)	(3,226,963)	(3,346,204)	(119,241)
Net change in fund balance	(5,197,491)	(2,483,583)	1,966,652	4,450,235
Fund balance - beginning of year	5,857,689	5,857,689	5,857,689	-
Prior year encumbrances appropriated.....	1,022,623	1,022,623	1,022,623	-
Fund balance - end of year	\$ 1,682,821	\$ 4,396,729	\$ 8,846,964	\$ 4,450,235

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

Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL COMMUNITY SERVICES FUND

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services.....	\$ 1,000	\$ 1,000	\$ 16,385	\$ 15,385
Intergovernmental.....	8,300,000	8,247,000	7,165,862	(1,081,138)
Other.....	630,000	630,000	652,455	22,455
Total revenues.....	<u>8,931,000</u>	<u>8,878,000</u>	<u>7,834,702</u>	<u>(1,043,298)</u>
EXPENDITURES				
Current:				
Human services:				
Community services:				
Personal services	4,844,000	4,659,000	4,634,222	24,778
Fringe benefits	2,074,950	1,869,410	1,740,999	128,411
Materials and supplies	140,000	187,653	172,099	15,554
Contractual services	4,143,000	4,407,887	4,304,872	103,015
Capital outlay	20,000	45,000	42,044	2,956
Total expenditures.....	<u>11,221,950</u>	<u>11,168,950</u>	<u>10,894,236</u>	<u>274,714</u>
Excess of revenues under expenditures.....	(2,290,950)	(2,290,950)	(3,059,534)	(768,584)
OTHER FINANCING SOURCES				
Operating transfers in.....	2,380,000	2,380,000	3,182,385	802,385
Net change in fund balance.....	89,050	89,050	122,851	33,801
Fund balance - beginning of year.....	182,711	182,711	182,711	-
Fund balance - end of year.....	<u>\$ 271,761</u>	<u>\$ 271,761</u>	<u>\$ 305,562</u>	<u>\$ 33,801</u>

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

Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL MOTOR VEHICLE FUND

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Charges for services.....	\$ 56,000	\$ 103,000	\$ 196,826	\$ 93,826
Permissive motor vehicle license tax.....	995,000	995,000	1,026,899	31,899
Fines and forfeitures.....	50,000	50,000	52,979	2,979
Intergovernmental.....	4,735,642	4,735,642	5,124,599	388,957
Donations.....	-	-	300	300
Other.....	476,000	-	18,000	18,000
Total revenues.....	<u>6,312,642</u>	<u>5,883,642</u>	<u>6,419,603</u>	<u>535,961</u>
EXPENDITURES				
Current:				
Public works:				
Motor vehicle:				
Personal services	2,519,000	2,531,400	2,354,150	177,250
Fringe benefits	1,273,200	1,280,203	1,068,199	212,004
Materials and supplies	879,752	1,104,752	1,007,577	97,175
Contractual services	850,503	977,035	896,684	80,351
Capital outlay	1,174,107	1,168,714	929,461	239,253
Total expenditures.....	<u>6,696,562</u>	<u>7,062,104</u>	<u>6,256,071</u>	<u>806,033</u>
Excess of revenues over (under) expenditures.....	<u>(383,920)</u>	<u>(1,178,462)</u>	<u>163,532</u>	<u>1,341,994</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in.....	-	471,000	335,000	(136,000)
Operating transfers out.....	(512,772)	(1,514,138)	(1,514,138)	-
Total other financing sources (uses).....	<u>(512,772)</u>	<u>(1,043,138)</u>	<u>(1,179,138)</u>	<u>(136,000)</u>
Net change in fund balances.....	(896,692)	(2,221,600)	(1,015,606)	1,205,994
Fund balance - beginning of year.....	3,293,608	3,293,608	3,293,608	-
Prior year encumbrances appropriated.....	459,942	459,942	459,942	-
Fund balance - end of year.....	<u>\$ 2,856,858</u>	<u>\$ 1,531,950</u>	<u>\$ 2,737,944</u>	<u>\$ 1,205,994</u>

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

Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL MENTAL RETARDATION FUND

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property and other taxes.....	\$ 4,375,840	\$ 4,447,265	\$ 4,493,135	\$ 45,870
Charges for services.....	257,547	269,706	315,952	46,246
Intergovernmental.....	3,954,603	3,663,613	4,376,812	713,199
Donations.....	-	-	10,572	10,572
Other.....	347,712	335,553	54,708	(280,845)
Total revenues.....	<u>8,935,702</u>	<u>8,716,137</u>	<u>9,251,179</u>	<u>535,042</u>
EXPENDITURES				
Current:				
Health:				
Mental retardation:				
Personal services	4,336,660	4,336,660	4,025,303	311,357
Fringe benefits	2,204,791	2,204,791	1,659,473	545,318
Materials and supplies	253,673	255,873	238,504	17,369
Contractual services	5,041,922	4,833,912	4,220,162	613,750
Capital outlay	117,813	198,353	165,640	32,713
Other	239,800	239,800	82,052	157,748
Total expenditures.....	<u>12,194,659</u>	<u>12,069,389</u>	<u>10,391,134</u>	<u>1,678,255</u>
Excess of revenues under expenditures.....	<u>(3,258,957)</u>	<u>(3,353,252)</u>	<u>(1,139,955)</u>	<u>2,213,297</u>
OTHER FINANCING SOURCES (USES)				
Operating transfers in.....	172,000	-	-	-
Operating transfers out.....	(369,000)	(369,000)	(112,745)	256,255
Total other financing sources (uses).....	<u>(197,000)</u>	<u>(369,000)</u>	<u>(112,745)</u>	<u>256,255</u>
Net change in fund balance	(3,455,957)	(3,722,252)	(1,252,700)	2,469,552
Fund balance - beginning of year	5,367,322	5,367,322	5,367,322	-
Prior year encumbrances appropriated.....	567,546	567,546	567,546	-
Fund balance - end of year	<u>\$ 2,478,911</u>	<u>\$ 2,212,616</u>	<u>\$ 4,682,168</u>	<u>\$ 2,469,552</u>

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

Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL ALCOHOL, DRUG ADDICTION, AND MENTAL HEALTH BOARD FUND

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Property and other taxes.....	\$ 457,423	\$ 463,495	\$ 473,919	\$ 10,424
Charges for services.....	486,157	486,157	247,823	(238,334)
Intergovernmental.....	6,021,057	6,016,985	6,079,843	62,858
Rent.....	6,600	6,600	1,550	(5,050)
Other.....	3,843	3,843	4,556	713
Total revenues.....	<u>6,975,080</u>	<u>6,977,080</u>	<u>6,807,691</u>	<u>(169,389)</u>
EXPENDITURES				
Current:				
Health:				
Alcohol, drug addiction, and mental health board:				
Personal services	381,000	377,000	376,903	97
Fringe benefits	157,160	138,160	128,799	9,361
Materials and supplies	25,200	10,700	10,636	64
Contractual services	6,251,415	6,983,893	6,787,820	196,073
Capital outlay	147,510	13,510	13,000	510
Other	12,350	14,140	10,874	3,266
Total expenditures.....	<u>6,974,635</u>	<u>7,537,403</u>	<u>7,328,032</u>	<u>209,371</u>
Net change in fund balances.....	445	(560,323)	(520,341)	39,982
Fund balance - beginning of year.....	884,191	884,191	884,191	-
Fund balance - end of year.....	<u>\$ 884,636</u>	<u>\$ 323,868</u>	<u>\$ 363,850</u>	<u>\$ 39,982</u>

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

Fairfield County, Ohio

STATEMENT OF FUND NET ASSETS PROPRIETARY FUNDS

December 31, 2005

	Business-type Activities - Enterprise Funds			Governmental
	Sewer Fund	Water Fund	Totals	Activities - Internal Service Fund
ASSETS				
Current assets:				
Cash and cash equivalents.....	\$ 4,002,855	\$ 3,240,669	\$ 7,243,524	\$ 1,155,320
Cash and cash equivalents in segregated accounts	209,773	145,065	354,838	-
Receivables:				
Accounts	536,270	341,147	877,417	3,462
Interfund	12,765	10,570	23,335	-
Special assessments	35,490	35,210	70,700	-
Accrued interest	5,072	4,327	9,399	-
Intergovernmental	3,920	5,483	9,403	-
Materials and supplies inventory.....	9,518	8,312	17,830	-
Prepaid items.....	19,379	21,353	40,732	-
Total current assets.....	<u>4,835,042</u>	<u>3,812,136</u>	<u>8,647,178</u>	<u>1,158,782</u>
Noncurrent assets:				
Deferred charges.....	263,693	216,952	480,645	-
Restricted assets:				
Cash and cash equivalents	136,036	-	136,036	-
Capital assets not being depreciated	7,744,910	3,238,830	10,983,740	-
Capital assets being depreciated (net of accumulated depreciation)	22,863,340	24,470,122	47,333,462	-
Total noncurrent assets.....	<u>31,007,979</u>	<u>27,925,904</u>	<u>58,933,883</u>	<u>-</u>
Total assets.....	<u>\$ 35,843,021</u>	<u>\$ 31,738,040</u>	<u>\$ 67,581,061</u>	<u>\$ 1,158,782</u>

(continued)

Fairfield County, Ohio

**STATEMENT OF FUND NET ASSETS
PROPRIETARY FUNDS**

(Continued)

December 31, 2005

	Business-type Activities - Enterprise Funds			Governmental
	Sewer Fund	Water Fund	Totals	Activities - Internal Service Fund
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 83,091	\$ 37,366	\$ 120,457	\$ -
Contracts payable	33,518	79,453	112,971	-
Accrued wages and benefits payable	34,709	22,414	57,123	-
Retainage payable	-	17,181	17,181	-
Interfund payable	2,222	3,068	5,290	16,140
Intergovernmental payable	25,972	12,107	38,079	-
Accrued interest payable	41,772	64,284	106,056	-
Claims payable	-	-	-	5,755
Current portion of:				
Compensated absences payable	50,732	25,285	76,017	-
Notes payable	-	200,000	200,000	-
Capital leases	2,679	2,679	5,358	-
EPA loans payable	89,205	-	89,205	-
OPWC loans payable	2,139	-	2,139	-
General obligation bonds payable	547,500	502,500	1,050,000	-
Total current liabilities	<u>913,539</u>	<u>966,337</u>	<u>1,879,876</u>	<u>21,895</u>
Long-term liabilities				
(net of current portion):				
Customer deposits payable from				
restricted assets	136,036	-	136,036	-
Compensated absences	57,260	26,601	83,861	-
Notes payable	-	700,000	700,000	-
Capital leases	11,491	11,491	22,982	-
EPA loans payable	1,544,214	-	1,544,214	-
OPWC loans payable	74,879	-	74,879	-
General obligation bonds payable	13,647,402	10,921,300	24,568,702	-
Total long-term liabilities	<u>15,471,282</u>	<u>11,659,392</u>	<u>27,130,674</u>	<u>-</u>
Total liabilities	<u>16,384,821</u>	<u>12,625,729</u>	<u>29,010,550</u>	<u>21,895</u>
NET ASSETS				
Invested in capital assets, net of				
related debt	15,227,336	15,870,355	31,097,691	-
Unrestricted.....	<u>4,230,864</u>	<u>3,241,956</u>	<u>7,472,820</u>	<u>1,136,887</u>
Total net assets	<u>\$ 19,458,200</u>	<u>\$ 19,112,311</u>	<u>38,570,511</u>	<u>\$ 1,136,887</u>

Some amounts reported for business-type activities in the statement of net assets are different because a portion of the internal service fund assets and liabilities are included with business-type activities.

Net assets of business-type activities 25,105
\$ 38,595,616

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

Fairfield County, Ohio

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS

For the Year Ended December 31, 2005

	Business-type Activities - Enterprise Funds			Governmental
	Sewer Fund	Water Fund	Totals	Activities - Internal Service Fund
OPERATING REVENUES:				
Charges for services	\$ 2,901,606	\$ 2,200,479	\$ 5,102,085	\$ 1,028,955
OPERATING EXPENSES:				
Personal services	641,249	435,307	1,076,556	-
Fringe benefits	181,819	115,584	297,403	-
Contractual services	765,554	446,173	1,211,727	103,086
Claims	-	-	-	856,554
Materials and supplies	68,169	192,998	261,167	-
Other operating expenses	13,277	4,525	17,802	1,705
Depreciation	677,629	791,591	1,469,220	-
Total operating expenses	2,347,697	1,986,178	4,333,875	961,345
Operating income	553,909	214,301	768,210	67,610
NON-OPERATING REVENUES (EXPENSES):				
Interest income	77,636	64,043	141,679	-
Loss on disposal of capital assets	(81,980)	(3,629)	(85,609)	-
Interest and fiscal charges	(653,163)	(522,736)	(1,175,899)	-
Other non-operating revenues	24,597	-	24,597	3,462
Total non-operating revenues (expenses)	(632,910)	(462,322)	(1,095,232)	3,462
Income (loss) before capital contributions.....	(79,001)	(248,021)	(327,022)	71,072
Capital contributions	1,121,324	902,899	2,024,223	-
Change in net assets	1,042,323	654,878	1,697,201	71,072
Net assets - beginning of year	18,415,877	18,457,433		1,065,815
Net assets - end of year	\$ 19,458,200	\$ 19,112,311		\$ 1,136,887

Some amounts reported for business-type activities in the statement of activities are different because a portion of the change in net assets of the internal service fund is reported with business-type activities.

Change in net assets of business-type activities	1,570
	<u>\$ 1,698,771</u>

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

Fairfield County, Ohio

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS

For the Year Ended December 31, 2005

	Business-type Activities - Enterprise Funds			Governmental
	Sewer Fund	Water Fund	Totals	Activities - Internal Service Fund
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
Cash flows from operating activities				
Cash received from customers.....	\$ 2,811,782	\$ 2,191,072	\$ 5,002,854	\$ -
Cash received from interfund services provided.....	-	-	-	545,765
Cash payments for employee services and benefits	(798,554)	(530,720)	(1,329,274)	-
Cash payments for goods and services.....	(879,388)	(663,243)	(1,542,631)	(94,570)
Cash payments for claims.....	-	-	-	(1,386,130)
Other operating expenses.....	(12,709)	(4,525)	(17,234)	(1,705)
Other non-operating revenues.....	2,777	1,252	4,029	-
Customer deposits received.....	84,320	-	84,320	-
Customer deposits returned.....	(87,504)	-	(87,504)	-
Net cash provided by operating activities.....	<u>1,120,724</u>	<u>993,836</u>	<u>2,114,560</u>	<u>(936,640)</u>
Cash flows from capital and related financing activities				
Tap-in fees.....	623,960	510,839	1,134,799	-
Special assessments	2,977	2,993	5,970	-
Acquisition of capital assets.....	(638,173)	(1,148,107)	(1,786,280)	-
Proceeds from sale of general obligation bonds.....	6,870,000	3,085,000	9,955,000	-
Proceeds from sale of notes.....	-	900,000	900,000	-
Premium on bonds.....	167,314	75,391	242,705	-
Proceeds from sale of refunding bonds.....	-	925,000	925,000	-
Principal paid on capital leases payable.....	(5,073)	(5,073)	(10,146)	-
Principal paid on notes payable.....	(7,100,000)	(3,200,000)	(10,300,000)	-
Principal paid on EPA refunding loan.....	(173,783)	-	(173,783)	-
Principal paid on OPWC loan.....	(4,279)	-	(4,279)	-
Principal paid on general obligation bonds.....	(297,500)	(357,500)	(655,000)	-
Payment to refunded bond escrow agent.....	-	(911,447)	(911,447)	-
Bond issuance costs.....	(124,641)	(72,751)	(197,392)	-
Discount on bonds.....	-	(1,381)	(1,381)	-
Interest paid on capital leases payable	(305)	(305)	(610)	-
Interest paid on notes payable.....	(141,606)	(63,822)	(205,428)	-
Interest paid on EPA refunding loan.....	(62,451)	-	(62,451)	-
Interest paid on general obligation bonds.....	(537,297)	(468,968)	(1,006,265)	-
Net cash used for capital and related financing activities	<u>(1,420,857)</u>	<u>(730,131)</u>	<u>(2,150,988)</u>	<u>-</u>
Cash flows from investing activities				
Interest.....	74,328	57,195	131,523	10,907
Net cash provided by investing activities.....	<u>74,328</u>	<u>57,195</u>	<u>131,523</u>	<u>10,907</u>
Net increase (decrease) in cash and cash equivalents	(225,805)	320,900	95,095	(925,733)
Cash and cash equivalents - beginning of year	4,574,469	3,064,834	7,639,303	2,081,053
Cash and cash equivalents - end of year.....	<u>\$ 4,348,664</u>	<u>\$ 3,385,734</u>	<u>\$ 7,734,398</u>	<u>\$ 1,155,320</u>

(continued)

Fairfield County, Ohio

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS

(Continued)

For the Year Ended December 31, 2005

	Business-type Activities - Enterprise Funds			Governmental
	Sewer Fund	Water Fund	Totals	Activities - Internal Service Fund
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income.....	\$ 553,909	\$ 214,301	\$ 768,210	\$ 67,610
Adjustments to reconcile operating Income to net cash provided by operating activities:				
Other non-operating revenues	2,777	1,252	4,029	-
Depreciation expense	677,629	791,591	1,469,220	-
(Increases) decreases in assets:				
Accounts receivable	(89,263)	(9,152)	(98,415)	-
Intergovernmental receivable	(530)	(241)	(771)	-
Interfund receivable	(31)	(14)	(45)	492
Materials and supplies inventory	992	766	1,758	-
Prepays	3,542	(3,838)	(296)	-
Increases (decreases) in liabilities:				
Accounts payable	2,467	(18,962)	(16,495)	(7,624)
Contracts payable	(19,907)	(6,526)	(26,433)	-
Accrued wages and benefits payable	2,564	4,131	6,695	-
Compensated absences payable	14,333	15,022	29,355	-
Interfund payable	1,665	2,566	4,231	16,140
Intergovernmental payable	(26,239)	2,940	(23,299)	-
Deferred revenue	-	-	-	(483,682)
Claims payable	-	-	-	(529,576)
Customer deposits	(3,184)	-	(3,184)	-
Net cash provided by operating activities	<u>\$ 1,120,724</u>	<u>\$ 993,836</u>	<u>\$ 2,114,560</u>	<u>\$ (936,640)</u>

Noncash capital financing activities:

Developers contributed \$497,364 and \$386,943 in the form of sewer lines and water lines, respectively, during 2005. Special assessment contributions were reported at \$5,117 for the New England area assessments in the water fund, during 2005.

Capital leases payable were forgiven by Xerox in the amount of \$1,206 each for sewer and water funds.

Trade-in allowances for a copier trade in by the water and sewer funds for \$2,350 each.

During 2005, the water and sewer funds had inception of capital leases of \$14,170 each.

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

Fairfield County, Ohio

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES AGENCY FUNDS

December 31, 2005

ASSETS

Cash and cash equivalents	\$	7,288,349
Cash and cash equivalents in segregated accounts		3,098,840
Receivables:		
Property and other taxes		114,618,775
Accounts		2,072,010
Special assessments		2,058,181
Intergovernmental		11,426,329
External party receivable		26,472
Total assets	\$	<u>140,588,956</u>

LIABILITIES

External party payable	\$	77,888
Intergovernmental payable		133,257,346
Due to others		7,253,722
Total liabilities	\$	<u>140,588,956</u>

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

Fairfield County, Ohio
Notes to the Basic Financial Statements
December 31, 2005

NOTE 1 – REPORTING ENTITY

Fairfield County, Ohio (The County) was created in 1800. A three-member Board of Commissioners, elected by the voters of the County, governs the County. Other officials elected by the voters of the County who manage various segments of the County's operations are the County Auditor, County Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecutor, Sheriff, two Common Pleas Court Judges, a Probate/Juvenile Court Judge, and a Domestic Relations Court Judge.

Although the elected officials manage the internal operations of their respective departments, the County Commissioners authorize expenditures and serve as the budget and taxing authority, contracting body, and the chief administrators of public services for the County.

Reporting Entity

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the County are not misleading.

The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Fairfield County, this includes the Board of Mental Retardation and Developmental Disabilities, the Alcohol, Drug Addiction, and Mental Health Board, and all departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the program's governing board and (1) the County is able to significantly influence the programs of services performed or provided by the organization; or (2) the County is legally entitled to or can access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units may also include organizations for which the County approves the budget, the levying of taxes, or the issuance of debt.

Discretely Presented Component Unit. The component unit column in the basic financial statements includes the financial data of the County's component unit, Fairfield Industries, Inc. The separate discrete column labeled "Component Unit" emphasizes this organizations' separateness from the County's primary government.

Fairfield Industries, Inc. Fairfield Industries, Inc. is a legally separate, not-for-profit corporation, served by a self-appointing board of trustees. Fairfield Industries, Inc., under a contractual agreement with the Fairfield County Board of Mental Retardation and Developmental Disabilities, provides sheltered employment for mentally retarded or handicapped adults in Fairfield County. Based on the significant services and resources provided by the County to Fairfield Industries, Inc. and their sole purpose of providing assistance to the retarded and handicapped adults of Fairfield County, Fairfield Industries, Inc. is reflected as a component unit of Fairfield County. The nature and significance of the relationship between the primary government and the organization is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Fairfield Industries, Inc. operates on a fiscal year ending June 30. The financial statements of Fairfield Industries, Inc. were prepared in accordance with Governmental Accounting Standards Board (GASB) Statement 29. The operating statement of Fairfield Industries, Inc. is presented at the object level. Fairfield Industries, Inc. is required only to report operating information at the program level; however, since it operates under a single program, object level information is presented to provide more comprehensive financial information. Separately issued financial statements can be obtained from the Fairfield Industries, Inc., 219 North Columbus Street, Lancaster, Ohio 43130.

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 and agencies is presented as agency funds within the County's financial statements.

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Fairfield Department of Health is governed by a five-member board of health, which oversees the operation of the health department and is elected by a regional advisory council. The board adopts its own budget, hires and fires its own staff, and operates autonomously from the County.

Fairfield County Soil and Water Conservation District is statutorily created as a separate and distinct political subdivision of the State. The five supervisors of the Soil and Water Conservation District are elected officials authorized to contract and sue on behalf of the District. The supervisors adopt their own budget, authorize District expenditures, hire and fire staff, and do not rely on the County to finance deficits.

Jointly Governed and Other Related Organizations. The County participates in certain organizations that are defined as Jointly Governed Organizations, Related Organizations, a Joint Venture, or Pools. These organizations are presented in Notes 20 through 23. The organizations are:

- Coshocton-Fairfield-Licking-Perry Solid Waste District
- Fairfield County Multi-System Youth Committee
- Fairfield County Regional Planning Commission
- Fairfield County Visitors and Convention Bureau
- Mid Eastern Ohio Regional Council (MEORC)
- Fairfield County Family, Adult, and Children First Council
- Lancaster-Fairfield Community Action Agency
- South Central Ohio Insurance Consortium
- Tri-County Workforce Development Policy Board
- Fairfield County Agency Transportation System, Inc.
- Fairfield-Hocking Major Crimes Investigation Unit
- Heart of Ohio Resource Conservation and Development Council
- Perry Multi-County Juvenile Facility
- Lancaster-Fairfield Alternative School
- Fairfield County District Library
- Fairfield County Historical Parks Commission
- Fairfield Metropolitan Housing Authority
- Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System
- County Risk Sharing Authority, Inc. (CORSA)
- County Commissioners Association of Ohio Workers' Compensation Group Rating Plan

The Fairfield County Regional Planning Commission, Fairfield County Family, Adult, and Children First Council, Fairfield County Agency Transportation System, Inc., Fairfield-Hocking Major Crimes Investigation Unit, Fairfield County Historical Parks Commission, and the Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System are presented as agency funds of the County because the County Auditor is the fiscal agent for these organizations.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County have been prepared in conformity with 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, and has elected not to apply Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989, to its enterprise funds and business-type activities. The most significant of the County's accounting policies are described below.

A. 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.

Fairfield County, Ohio
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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 fund 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 of 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. The policy of the County is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of 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 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. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. 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.

Governmental Funds. Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, 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 County reports the following major governmental funds:

General Fund. The General Fund, the County’s primary operating fund, accounts for all financial resources except those required to be accounted for in another fund. 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.

Community Services Fund. The Community Services Fund accounts for various federal and state grants, along with transfers from the general fund, to provide public assistance to general relief recipients, and to pay their providers of medical assistance and certain public social services.

Motor Vehicle Fund. The Motor Vehicle Fund accounts for revenues derived from motor vehicle licenses, gasoline taxes, grants, and permissive sales taxes. Ohio state law restricts expenditures in this fund to county road and bridge repair and improvement programs.

Mental Retardation Fund. The Mental Retardation Fund accounts for the operation of a school and provides assistance to a workshop for the mentally retarded and developmentally disabled. A county-wide property tax levy, along with federal and state grants, provides the revenues for this fund.

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Alcohol, Drug Addiction, and Mental Health Board Fund. The Alcohol, Drug Addiction, and Mental Health Board Fund accounts for the proceeds of a county-wide property tax levy, along with federal and state grants, that are expended primarily to pay the costs of contracts with local mental health agencies providing services to the public.

General Obligation Bond Retirement Fund. The General Obligation Bond Retirement Fund accounts for the accumulation of resources for, and the payment of, bond principal, interest, and related costs.

The other governmental funds of the County account for grants and other resources whose use is restricted to a particular purpose.

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. The County reports the following proprietary funds:

Enterprise Funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following is a description of the County's major enterprise funds:

Sewer Fund. This enterprise fund accounts for sewer services provided to individuals and commercial users. The cost of providing these services are financed primarily through user charges.

Water Fund. This enterprise fund accounts for water services provided to individuals and commercial users. The cost of providing these services are financed primarily through user charges.

Internal Service Fund. The Internal Service Fund is used to account for operations that are financed on a cost-reimbursement basis for goods or services provided by one department to other departments within the County. The Internal Service Fund accounts for the limited risk health program which also includes dental and vision programs for employees.

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 the County's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The County's fiduciary funds are all classified as agency funds. The agency funds account for assets held by the County as agent for the Department of Health and other districts and entities and for various taxes, assessments, and state-shared resources collected on behalf of other local governments.

C. Measurement Focus

Government-Wide Financial Statements. The County's government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net assets. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total 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.

Fairfield County, Ohio
Notes to the Basic Financial Statements
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Like the government-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 fund net assets. The statement of changes in revenues, expenses, and changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

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

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

Nonexchange transactions, where the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements, and donations. On the accrual basis, the County recognizes revenue from sales taxes in the period in which the taxable sales take place. The County recognizes revenue from property taxes in the year for which the taxes are levied. (See Note 7.) The County recognizes revenue from grants, entitlements, and donations in the year in which that revenue meets all eligibility requirements. Eligibility requirements include (1) timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, (2) matching requirements, where the County must provide local resources to be used for a specified purpose, and (3) expenditure requirements, where the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange 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: sales tax (see Note 8), interest, federal and state grants and subsidies, state-levied locally shared taxes (including motor vehicle license fees and gasoline taxes), fees, and rentals.

Deferred Revenue. Deferred revenue arises when the County recognizes assets before revenue recognition criteria have been satisfied.

The County has recorded property taxes for which there is an enforceable legal claim as of December 31, 2005, but which were levied to finance year 2006 operations, as deferred revenue. It also has recorded grants and entitlements received before the eligibility requirements are met as deferred revenue.

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

Expenses/Expenditures. Under the accrual basis of accounting, the County recognizes expenses at the time they are incurred.

The purpose of the measurement focus of governmental fund accounting is to report on the decrease in net financial resources (expenditures), rather than on expenses. The County generally recognizes expenditures 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 governmental funds.

Fairfield County, Ohio
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E. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Commissioners may appropriate. The appropriations resolution is the County Commissioners' authorization to spend resources and sets annual limits on the expenditures plus encumbrances at the level of control selected by the County Commissioners. The legal level of control has been established by the County Commissioners at the fund, department, and object level.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the County Auditor. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate in effect when final appropriations for the year were adopted by the County Commissioners.

The appropriation resolution is subject to amendment throughout the year with the restriction that the appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the County Commissioners during the year.

The Economic Development Assistance Grant Special Revenue Fund and the segregated bank account included in the Community Development Block Grant Special Revenue Fund are not required to be budgeted; therefore, the budgetary schedules do not include the Economic Development Assistance Grant Special Revenue Fund and the segregated bank account included in the Community Development Block Grant Special Revenue Fund.

The Environmental Affairs Grant Special Revenue Fund and the Geographical Information System Equipment Capital Projects Fund were not budgeted because the County did not anticipate any financial activity within these funds and none occurred. The Ditch Maintenance, Bateson Beach, Sanction Costs Reimbursements, and Title II Special Revenue Funds were not budgeted because the County did not anticipate any activity but activity did occur.

Budgetary information for Fairfield Industries, Inc. (Component Unit) is not reported because it is not included in the entity for which "the appropriated budget" is adopted and does not itself maintain budgetary financial records.

F. Cash, Cash Equivalents, and Investments

To improve cash management, cash received by the County is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the County's records. Each fund's interest in the pool is presented as "Cash and cash equivalents" on the financial statements.

During 2005, investments were limited to the State Treasury Asset Reserve of Ohio (STAR Ohio), nonparticipating certificates of deposit, and federal agency securities.

Except for nonparticipating investment contracts, the County reports investments at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost.

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

Provisions of the Ohio Revised Code restrict investment procedures. Under existing Ohio statutes all investment earnings are assigned to the General Fund unless statutorily required to be credited to a specific fund. During 2005, interest was distributed to the General Fund, certain special revenue funds, capital projects funds, debt service funds, and enterprise funds. Interest revenue credited to the General Fund during 2005 amounted to \$1,659,540, which includes \$1,392,510 assigned from other County funds.

The County has segregated bank accounts for monies held separate from the County's central bank account. These bank accounts are presented on the financial statements as "Cash and cash equivalents in segregated accounts" since these funds are not deposited into the County treasury.

Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months not purchased from the pool are reported as investments.

G. Receivables and Payables

Receivables and payables to be recorded on the County's financial statements are recorded to the extent that the amounts are determined material and substantiated not only by supporting documentation, but also, by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

Using this criteria, the County has elected to not record child support arrearages within the special revenue and agency fund types. This amount, while potentially significant, is not considered measurable, and because collection is often significantly in arrears, the County is unable to determine a reasonable value.

H. Inventory of Supplies

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used.

I. Prepaid Items

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

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "interfund receivables/payables." The 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. On the statement of net assets, receivables and payables between the primary government and the fiduciary funds, for which the County is the fiscal agent, for services rendered are presented as "External party receivables" and "External party payables".

K. Restricted Assets

The County has set aside certain resources in the enterprise funds for the repayment of sewer deposits which are presented on the statement of fund net assets – proprietary funds.

Fairfield County, Ohio
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L. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities columns of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the enterprise fund are reported both in the business-type activities column of the government-wide statement of net assets and in the fund.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful life 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>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Buildings and improvements	30 – 50 years	30 years
Improvements other than buildings	20 – 50 years	N/A
Equipment	4 – 10 years	5 – 10 years
Furniture and fixtures	5 – 12 years	N/A
Infrastructure	5 – 125 years	50 years
Vehicles	4 – 8 years	4 – 8 years

M. Compensated Absences

The County accrues vacation benefits and compensation time as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the County will compensate the employees for the benefits through paid time off or some other means. The County records a liability for accumulated unused vacation and compensatory time when earned for all employees who have worked beyond their probation period.

The County accrues sick leave benefits as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the County has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the County's termination policy. The County records a liability for accumulated unused sick leave for employees of the Treasurer's department after two years of service, after six years of service in the Water and Sewer departments, and after five years of service for the remaining departments.

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

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not recorded. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

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Notes to the Basic Financial Statements
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N. Accrued Liabilities and Long-Term Obligations

The County reports all payables, accrued liabilities, and long-term obligations in the government-wide financial statements, and it reports all payables, accrued liabilities, and long-term obligations payable from proprietary funds in the proprietary fund financial statements.

In general, the County reports governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, as obligations of the funds. However, it reports claims and judgments that will be paid from governmental funds as a liability in the fund financial statements only to the extent that these liabilities are due for payment during the current year. It recognizes bonds, capital leases, and long-term loans as a liability in the governmental fund financial statements when due.

O. Bond Premiums, Discounts, and Issuance Costs

Bond premiums, discounts, and issuance costs are deferred and amortized over the term of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recorded as deferred charges and amortized over the term of the related debt.

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

P. Fund Balance Reserves

The County reserves those portions of fund balance which are legally segregated for specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance which is available for appropriation in future periods. Fund balance reserves have been established for encumbrances, unclaimed monies, and loans. By law, the County may not appropriate unclaimed monies until five years have elapsed.

Q. Designation of Fund Balance

The County has a designation of fund balance on the balance sheet for money set aside for health insurance purposes.

R. 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 borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the constitutional provisions or through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

The government-wide statement of net assets reports \$29,901,017 of restricted net assets, of which \$5,541,010 is restricted by enabling legislation.

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

Fairfield County, Ohio
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S. Contributions of Capital

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources for capital acquisition or construction.

T. 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.

U. 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.

V. 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 sewer and water utility services. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting the definition are reported as nonoperating.

W. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County and that are either unusual in nature or infrequent in occurrence. During 2005, no extraordinary or special items occurred.

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

For the year ended December 31, 2005, the County has implemented GASB Statement No. 40, "Deposit and Investment Risk Disclosures" and GASB Statement No. 42, "Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries".

GASB Statement No. 40 modifies the disclosures for deposits and investments. See Note 6 "Deposits and Investments" for the required disclosures.

GASB Statement No. 42 established accounting and financial reporting standards for impairment of capital assets and clarifies and establishes accounting requirements for insurance recoveries. The implementation of GASB Statement No. 42 did not affect the presentation of the financial statements of the County.

The agency funds assets and liabilities increased from \$132,848,160 at December 31, 2004 to \$135,525,419 at January 1, 2005 due to the understatement in taxes receivable and deferred revenue.

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NOTE 4 – BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balances 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 Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual for the general and each major special revenue fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures (budget basis) rather than a reservation of fund balance.
4. Unrecorded cash and interest, fair market value adjustments, segregated accounts, and prepaid items are reported on the statement of revenues, expenditures, and changes in fund balances (GAAP basis), but not on the budgetary basis.
5. Cash that is held by the agency funds on behalf of County funds on a budget basis are allocated and reported (GAAP basis) in the appropriate County fund.

Fairfield County, Ohio
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Adjustments necessary to convert the results of operations at the end of the year on the budget basis to the GAAP basis are as follows:

	<u>General Fund</u>	<u>Community Services Fund</u>	<u>Motor Vehicle Fund</u>	<u>Mental Retardation Fund</u>	<u>Alcohol, Drug Addiction, and Mental Health Board Fund</u>
GAAP basis	\$3,745,006	\$541,845	(\$666,959)	(\$848,389)	\$1,737
Net adjustment for revenue accruals	(133,987)	(721,961)	(115,887)	(50,456)	(366,278)
Net adjustment for expenditure accruals	(227,566)	(311,846)	146,125	156,806	(7,794)
Expenditures removed and shown in the proper fund	-	(1,729,568)	-	-	-
Beginning of year:					
Unreported cash and interest	95,766	4,864	-	545	27,480
GASB 31 adjustment	55,745	-	-	-	-
Segregated accounts	74,654	-	-	-	-
Agency cash allocation	91,378	-	-	64,581	7,365
Prepaid items	354,140	91,203	66,008	56,467	15,454
End of year:					
Unreported cash and interest	(127,115)	(2,708)	(20)	(23,335)	(84,138)
GASB 31 adjustment	4,272	-	-	-	-
Segregated accounts	(80,277)	-	-	-	-
Agency cash allocation	(225,309)	-	-	(133,427)	(16,627)
Prepaid items	(312,807)	(96,540)	(58,576)	(44,409)	(10,640)
Advances in	258,300	-	-	-	-
Advances out	(498,750)	-	-	-	-
Transfers in – removed and showed the activity in the proper funds	-	2,353,260	-	-	-
Encumbrances	(1,106,798)	(5,698)	(386,297)	(431,083)	(86,900)
Budget Basis	<u>\$1,966,652</u>	<u>\$122,851</u>	<u>(\$1,015,606)</u>	<u>(\$1,252,700)</u>	<u>(\$520,341)</u>

NOTE 5 – ACCOUNTING AND COMPLIANCE

A. Fund Deficits

The following funds had deficit fund balances as of December 31, 2005:

	<u>Deficit Fund Balances</u>
<u>Special Revenue Funds:</u>	
Community Services	(\$1,028,151)
Workforce Investment Act	(155,075)
<u>Capital Projects Funds:</u>	
Airport Hangar Construction	(237,866)
Voter Registration System	(464,205)
Geographical Information System Equipment	(422,712)

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The deficits in the Special Revenue and Capital Projects Funds are the result of the recognition of payables in accordance with Generally Accepted Accounting Principles (GAAP). The General Fund provides transfers to cover deficit balances of special revenue and capital projects funds; however, this is done when cash is needed rather than when accruals occur.

B. Legal Compliance

The following accounts had expenditures plus encumbrances in excess of appropriations contrary to section 5705.41(B), Revised Code:

	<u>Excess</u>
<u>Debt Service Funds:</u>	
Sewer Debt Service	
Debt Service – Bond Issuance Costs	(\$93,521)
Water Debt Service	
Debt Service – Bond Issuance Costs	(54,582)
Other Financing Uses – Discount on Notes	(1,381)

The County will more closely monitor budgetary procedures pertaining to violations of this nature in the future.

NOTE 6 – DEPOSITS AND INVESTMENTS

State statutes classify monies held by the County into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such 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 has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

Interim monies may be deposited or invested in the following securities:

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 and interest by the United States, or any book entry, zero-coupon United States treasury security that is a direct obligation of the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality;
3. Written repurchase agreements in the securities listed above;
4. Bond and other obligations of the State of Ohio or its political subdivisions;
5. Time certificates of deposits or savings or deposit accounts, including, but not limited to, passbook accounts;

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6. No-load money market mutual funds;
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 simultaneously exchange similar securities or cash, equal value for equal value;
9. Commercial paper notes, corporate notes, and banker's acceptances; and,
10. Debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

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. Historically, the County has not purchased these types of investments or issued these types of notes. 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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand. At year end, the County had \$863,346 in undeposited cash on hand which is included in the financial statements of the County as part of "Cash and cash equivalents."

Deposits. Custodial credit risk for deposits is the risk that in the event of bank failure, the County will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, the County's bank balance was \$17,434,871. Of the bank balance \$1,632,668 was covered by Federal depository insurance and \$15,802,203 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

The County has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the County or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledge to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

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Investments. As of December 31, 2005, the County had the following investments:

	<u>Fair Value</u>	<u>Maturity</u>
STAROhio	\$6,078,106	Average of 39.41 Days
Federal Home Loan Mortgage Corporation Notes	996,726	2/23/2006
Federal Home Loan Mortgage Corporation Notes	989,208	6/16/2006
Federal Home Loan Mortgage Corporation Notes	1,978,832	9/22/2006
Federal Home Loan Mortgage Corporation Notes	992,315	3/1/2007
Federal Home Loan Mortgage Corporation Notes	1,955,743	4/6/2007
Federal Home Loan Mortgage Corporation Notes	1,995,405	10/24/2007
Federal Home Loan Mortgage Corporation Discount Notes	1,994,697	1/24/2006
Federal Home Loan Mortgage Corporation Discount Notes	1,991,428	2/7/2006
Federal Home Loan Mortgage Corporation Discount Notes	1,986,795	2/27/2006
Federal Home Loan Mortgage Corporation Discount Notes	1,979,789	3/27/2006
Federal Home Loan Mortgage Corporation Discount Notes	1,978,838	3/31/2006
Federal Home Loan Mortgage Corporation Discount Notes	1,924,338	11/1/2006
Federal National Mortgage Association Notes	993,590	4/13/2006
Federal National Mortgage Association Notes	993,370	6/2/2006
Federal National Mortgage Association Notes	1,972,102	1/26/2007
Federal National Mortgage Association Notes	1,539,336	2/28/2007
Federal National Mortgage Association Notes	2,000,000	11/23/2007
Federal Home Loan Bank Bonds	993,365	4/27/2006
Federal Home Loan Bank Notes	1,962,824	12/15/2006
Total	<u><u>\$37,296,807</u></u>	

Interest Rate Risk. As a means of limiting its exposure to fair value losses caused by rising interest rates, the County's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the County's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The Treasurer cannot make investments which he does not reasonably believe can be held until the maturity date.

Credit Risk. The Federal Home Loan Mortgage Corporation Notes carried a credit rating by Moody's of Aaa. The Federal Home Loan Mortgage Corporation Discount Notes carried a rating by Standard & Poor's of A-1+. The Federal National Mortgage Association Notes carried a rating by Fitch, Inc. of AAA. The Federal Home Loan Bank Bonds carried a rating by Moody's of Aaa. The Federal Home Loan Bank Notes carried a rating by Fitch, Inc. of AAA. STAR Ohio carries a rating of AAAM by Standard and Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The County has no investment policy that would further limit its investment choices other than what has been approved by State statute.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal Home Loan Mortgage Corporation Discount Notes with a maturity of November 1, 2006 are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the County's name. The County has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer.

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Concentration of Credit Risk. Concentration of credit risk is defined by the Governmental Accounting Standards Board as having five percent or more invested in the securities of a single issuer. The County places no limit on the amount it may invest in any one issuer. The following is the County's allocation as of December 31, 2005:

Investment Issuer	Percentage of Investments
STAROhio	16.30 %
Federal Home Loan Mortgage Corporation Notes	23.88
Federal Home Loan Mortgage Corporation Discount Notes	31.79
Federal National Mortgage Association Notes	20.10
Federal Home Loan Bank Notes	5.26

NOTE 7 – PROPERTY TAXES

Property taxes include amounts levied against all real, public utility and tangible personal property located in the County. Property tax revenue received during 2005 for real and public utility property taxes represents collections of 2004 taxes. Property tax payments received during 2005 for tangible personal property (other than public utility property) is for 2005 taxes.

2005 real property taxes are levied after October 1, 2005, on the assessed value as of January 1, 2005, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2005 real property taxes are collected in and intended to finance 2006.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2005 public utility property taxes became a lien December 31, 2004, are levied after October 1, 2005, and are collected in 2006 with real property taxes.

2005 tangible personal property taxes are levied after October 1, 2004, on the value as of December 31, 2004. Collections are made in 2005. Tangible personal property assessments are 25 percent of true value for machinery and equipment and 23 percent for inventory.

The full tax rate for all County operations for which 2005 property tax receipts were based upon was \$7.55 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2005 property tax receipts were based are as follows:

Real Property	\$2,622,389,290
Public Utility Personal Property	105,193,430
Tangible Personal Property	131,234,443
Total Assessed Property Value	\$2,858,817,163

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established. The due dates for 2005 were February 19 and July 15.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable September 20.

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The County Treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. Collections of the taxes and remittance of them to the taxing districts are accounted for in various agency funds of the County. Property taxes receivable represents real and tangible personal property taxes, public utility taxes, and outstanding delinquencies which are measurable as of December 31, 2005, and for which there is an enforceable legal claim. In the General Fund, Mental Retardation Fund, Alcohol, Drug Addiction, and Mental Health Board Fund, Bridges, Culverts, and County Road Levy Fund, and Older Adult Services Levy Special Revenue Funds, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2005 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

On November 8, 2005, the County voters approved a two mill replacement levy for the Mental Retardation Fund and a .75 mill levy for the Mental Health Board Fund. Collection of the replacement levies begins in 2006.

NOTE 8 – PERMISSIVE SALES TAX

In 1981, the County Commissioners by resolution imposed a one-half of one percent tax on all retail sales made in the County and on the storage, use, or consumption in the County of tangible personal property, including automobiles, not subject to the sales tax. County voters approved an additional one-fourth of one percent tax in 1995. The County remits vendor collections of the tax to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the State Auditor the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. The State Auditor then has five days in which to draw the warrant payable to the County.

Proceeds of the tax are credited entirely to the General Fund.

NOTE 9 - RECEIVABLES

Receivables at December 31, 2005, consisted of taxes, accounts (billings for user charged services, including unbilled utility services), interfund, special assessments, accrued interest, outstanding court costs, loans, and intergovernmental receivables arising from grants, entitlements, and shared revenues. Loans receivable of \$378,669 and \$142,676 are reported in the Economic Development Assistance Grant and the Community Development Block Grant Special Revenue Funds, respectively, which represents low interest loans for development projects granted to eligible businesses under the Federal Economic Development Assistance and the Community Development Block Grant programs. Loans receivable due within more than one year was \$301,004 for the Federal Economic Development Assistance program and \$110,392 for the Community Development Block Grant program. Management believes all receivables are fully collectible. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment. A portion of the County's special assessments are not expected to be collected within one year. The amount not scheduled for collection during the subsequent year is \$2,349,635. The County has \$70,278 in delinquent special assessments at December 31, 2005.

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A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>		<u>Amounts</u>
<u>Governmental Activities:</u>		<u>Governmental Activities:</u>	
Undivided Property Tax Replacement	\$ 51,044	Mental Health Children Adolescent	
Local Government	1,440,609	Block Grant	\$ 66,581
Homestead and Rollback	1,002,670	Mental Health Community State and	
Gasoline Tax	1,485,690	Federal Monies	25,000
Motor Vehicle License Tax	1,312,802	Mental Health Fast Money	35,466
Indigent Fee Reimbursement	132,723	Mental Health Safety Net	330,308
Municipal Court Fines	14,748	Mental Health Consultation Subsidies	120,403
Reclaim Ohio Grant	272,277	Mental Health Per Capita	405,401
Title II	37,500	Mental Health Tanf State Subsidies	32,759
MR/DD Education Grants	703,051	House Bill 484 Reimbursements	23,589
Title XIX	578,443	Children Services Child Protection	
Mental Illness Costs Reimbursements	833	Allocation	269,085
Mental Health Professional Services	38,195	Children Service Chaffee Allocation	3,962
Title XX	36,831	Children Services Title VI-B	33,657
Mental Health State Subsidies	393,793	Children Services ESSA Grants	10,297
Jail Diversion Grant	17,533	Children Service IV-E Waiver	726,880
Sheriff Services	43,239	Children Service Adoption Grants	33,875
Election Expense	106,020	Workforce Investment Act	95,863
Social Security	6,778	Emergency Management Grant	10,643
Wage Reimbursements	2,291	Recycle Ohio Grant	16,044
MR/DD Waiver Reimbursements	91,533	Community Correction Grants	79,081
Mental Health Family Drug Court Program	449,077	Victims of Crime Grant	60,803
Access Visitation Grant	9,324	Community Development	
Job and Family Services Reimbursements	36,387	Block Formula Grants	338,925
MR/DD Preschool Transportation Fees	19,800	Ohio Department of Transportation	164,468
Personal Property Exemption	49,029	Ohio Children Trust Grant	20,736
House Bill 408 Reimbursements	877,000	Ohio Public Works Commission Grant	23,270
Help America Vote Grant	464,940	Family Drug Court Grant	4,864
Miscellaneous	21,363	Alternative School Services	199,671
Major Crimes Unit Grant	14,820	Total Government Activities	<u>12,986,029</u>
Transportation Coordination Grant	8,827	Business-Type Activities:	
Federal Airport Grant	73,939	Water Fees	5,483
State Airport Grant	3,661	Sewer Fees	3,920
Mental Health Women's State and		Total Business-Type Activities	<u>9,403</u>
Federal Subsidies	\$ 57,628	Total Intergovernmental	
		Receivables	<u>\$12,995,432</u>

Fairfield County, Ohio
Notes to the Basic Financial Statements
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NOTE 10 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2005, was as follows:

	<u>Balance 1/1/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/2005</u>
<u>Governmental Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$ 4,577,255	\$ -	\$ -	\$ 4,577,255
Construction in Progress	1,608,198	5,237,409	(4,553,319)	2,292,288
Total Non Depreciable Capital Assets	<u>6,185,453</u>	<u>5,237,409</u>	<u>(4,553,319)</u>	<u>6,869,543</u>
Depreciable Capital Assets:				
Buildings and Improvements	36,125,468	570,264	-	36,695,732
Improvements other than buildings	3,276,262	427,317	-	3,703,579
Equipment	6,252,455	1,846,352	(160,485)	7,938,322
Furniture and Fixtures	697,111	-	-	697,111
Infrastructure	170,699,562	5,321,564	(547,736)	175,473,390
Vehicles	6,294,589	315,805	(80,055)	6,530,339
Total Depreciable Capital Assets	<u>223,345,447</u>	<u>8,481,302</u>	<u>(788,276)</u>	<u>231,038,473</u>
Accumulated Depreciation:				
Buildings and Improvements	10,447,998	1,143,166	-	11,591,164
Improvements other than buildings	838,442	156,615	-	995,057
Equipment	3,061,107	743,683	(105,249)	3,699,541
Furniture and Fixtures	174,051	55,613	-	229,664
Infrastructure	49,300,134	3,834,229	(380,511)	52,753,852
Vehicles	4,307,314	655,877	(80,055)	4,883,136
Total Accumulated Depreciation	<u>68,129,046</u>	<u>6,589,183</u>	<u>(565,815)</u>	<u>74,152,414</u>
Total Depreciable Capital Assets, Net	<u>155,216,401</u>	<u>1,892,119</u>	<u>(222,461)</u>	<u>156,886,059</u>
Governmental Capital Assets, Net	<u>\$161,401,854</u>	<u>\$ 7,129,528</u>	<u>\$ (4,775,780)</u>	<u>\$163,755,602</u>

Depreciation expense was charged to governmental activities as follows:

<u>Governmental Activities:</u>	
General government:	
Legislative and executive	\$ 466,226
Judicial	98,171
Public safety	593,860
Public works	4,500,598
Health	329,791
Human services	454,656
Transportation	145,881
Total Depreciation Expense	<u>\$ 6,589,183</u>

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	<u>Balance 1/1/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/2005</u>
<u>Business-Type Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$ 1,889,374	\$ 348,040	\$ -	\$ 2,237,414
Construction in Progress	<u>7,612,311</u>	<u>1,562,389</u>	<u>(428,374)</u>	<u>8,746,326</u>
Total Non Depreciable Capital Assets	<u>9,501,685</u>	<u>1,910,429</u>	<u>(428,374)</u>	<u>10,983,740</u>
Depreciable Capital Assets:				
Buildings and Improvements	17,173,451	-	-	17,173,451
Infrastructure	38,960,289	884,307	-	39,844,596
Equipment	195,210	47,741	(42,721)	200,230
Vehicles	<u>593,976</u>	<u>41,044</u>	<u>(14,688)</u>	<u>620,332</u>
Total Depreciable Capital Assets	<u>56,922,926</u>	<u>973,092</u>	<u>(57,409)</u>	<u>57,838,609</u>
Accumulated Depreciation:				
Buildings and Improvements	1,433,311	569,060	-	2,002,371
Infrastructure	7,172,932	803,567	-	7,976,499
Equipment	146,908	11,421	(35,684)	122,645
Vehicles	<u>330,210</u>	<u>85,172</u>	<u>(11,750)</u>	<u>403,632</u>
Total Accumulated Depreciation	<u>9,083,361</u>	<u>1,469,220</u>	<u>(47,434)</u>	<u>10,505,147</u>
Total Depreciable Capital Assets, Net	<u>47,839,565</u>	<u>(496,128)</u>	<u>(9,975)</u>	<u>47,333,462</u>
Business-Type Capital Assets, Net	<u>\$ 57,341,250</u>	<u>\$ 1,414,301</u>	<u>\$ (438,349)</u>	<u>\$ 58,317,202</u>

NOTE 11 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; employee injuries, and natural disasters. By contracting with County Risk Sharing Authority (CORSA) for liability, property, and crime insurance, the County has addressed these various types of risk.

The CORSA program has a \$2,500 deductible which is applicable to all insured coverages, including property, general liability, and professional liability. General liability insurance is maintained in the amount of \$1,000,000 for each occurrence, no annual aggregate. Other liability insurance includes \$1,000,000 for Ohio Stop Gap, which provides additional coverage beyond the State's Workers' Compensation program, \$1,000,000 for employee benefit liability, \$5,000,000 in excess liability, \$1,000,000 for law enforcement professional liability, \$1,000,000 for public official's error and omission liability, \$1,000,000 for automobile liability, and \$250,000 for uninsured/under insured motorist liability.

In addition, the County maintains replacement cost insurance on buildings and contents in the amount of \$113,827,140, which includes data processing equipment. Other property insurance includes the following: \$1,000,000 for extra expenses and business interruption, \$1,948,431 for contractor's equipment, \$2,418,054 for miscellaneous equipment floaters, \$56,985 for coverage of the 'Fine Arts' at the Reese-Peters/Decorative Arts Center, \$1,000,000 for valuable papers and records, actual cash value for automobile physical damage, and \$100,000,000 for flood and earthquake damage. Comprehensive boiler and machinery coverage is carried in the amount of \$100,000,000.

The County also maintains crime insurance in the amount of \$1,000,000 on each of its food stamp program and monies and securities. Crime insurance for potential employee dishonesty is held in the amount of \$1,000,000.

All insurance is held with CORSA, with the exceptions of workers' compensation, health insurance, life insurance and long-term disability. Settled claims have not exceeded this coverage in any of the last three years. There has been no significant reduction in coverage from last year; however, there has been an increase in the property coverage as a result of the reappraisal of the County's property and a comprehensive review of the contractor's equipment and miscellaneous equipment for various departments that resulted in a

Fairfield County, Ohio
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more accurate reflection of equipment owned by the County.

For 2005, the County participated in the County Commissioners Association of Ohio Workers' Compensation Group Rating Plan (Plan), an insurance purchasing pool. (See Note 23) The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The workers' compensation experience of the participating Counties is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate.

In order to allocate the savings derived by formation of the Plan, and to maximize the number of participants in the Plan, the Plan's executive committee annually calculates the total savings that accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants. For Fairfield County, a savings of approximately \$66,255 was realized on the annual premium cost. Participation in the Plan is limited to counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program.

The County may withdraw from the Plan if written notice is provided sixty days prior to the prescribed application deadline of the Ohio Bureau of Workers' Compensation. However, the participant is not relieved of the obligation to pay any amounts owed to the Plan prior to withdrawal, and any participant leaving the Plan allows the representative of the Plan to access loss experience for three years following the last year of participation.

The County has established a limited risk health insurance program that also includes dental and vision insurance for employees. Two programs were active in 2005. The majority of County employees are covered under the County's plan with Managed Care of America which ended February 28, 2005 while the Board of Mental Retardation employees are covered under a separate plan with the South Central Ohio Insurance Consortium (SCOIC) for the whole year. On March 1, 2005 the County began to purchase health, dental, and vision insurances through the Franklin County Cooperative Health Benefits Program (FCCHBP). Insurance purchased through the FCCHBP is not considered limited risk health insurance.

Premiums for the County plan through Managed Care of America were paid into the Self-Funded Health Insurance Internal Service Fund by other funds that are available to pay claims, claim reserves, and administrative costs. The Self-Funded Health Insurance Internal Service Fund made payments directly to the third party administrator, Managed Care of America, Inc. Managed Care of America, Inc. services all claims submitted to the County by employees. An excess coverage insurance policy covers individual claims in excess of \$100,000. A liability for unpaid claims costs of \$5,755 has been accrued based on an estimate by the third party administrator and the requirements of *Governmental Accounting Standards Board Statement No. 30* which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Interfund premiums are based primarily upon the insured funds' claims experience. The County's Self-Fund Health Insurance Internal Service Fund will remain active until all outstanding claims have been paid.

Changes in the County's fund claims liability in 2004 and 2005 were:

	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2004	\$621,523	\$4,674,684	\$4,760,876	\$535,331
2005	535,331	856,554	1,386,130	5,755

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The County, on behalf of the Board of Mental Retardation, joined the South Central Ohio Insurance Consortium (SCOIC) to self insure its medical and dental claims. SCOIC currently includes nine member school districts and governmental entities. The Liberty Union-Thurston Local School District serves as the fiscal agent for the consortium. Contributions are determined by the consortium's board of directors and are remitted monthly to the consortium's fiscal agent and incurred claims are paid. North American Benefits, a third party administrator, services all claims submitted by employees. Effective November 1, 2005, the SCOIC joined the Ohio Mid-Eastern Regional Educational Service Agency (OMERESA) self insurance pool. Contributions were then paid by the SCOIC to OMERESA and they paid the claims. An excess coverage insurance policy covers individual claims for the Board of Mental Retardation in excess of \$200,000. The maximum lifetime medical expense benefit is \$3,000,000 per covered person, but not more than \$1,000,000 in any one calendar year. A liability for unpaid claims costs of \$42,941 has been accrued based on an estimate by the third party administrator and the requirements of *Governmental Accounting Standards Board Statement No. 30* which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the SCOIC fund claims liability in 2004 and 2005 were:

	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2004	\$125,469	\$991,773	\$1,061,475	\$55,767
2005	55,767	974,918	987,744	42,941

The County pays all elected official bonds by State statute.

NOTE 12 – RETIREMENT PLANS

A. Ohio Public Employees Retirement System

The County participates in the Ohio Public Employee Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earning. The combined plan is a cost-sharing, multiple-employer defined benefit plan that has elements of both a defined benefit and a defined benefit and a defined contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-6701 or (800) 222-7377.

For the year ended December 31, 2005, the members of all three plans, except those in law enforcement or public safety participating in the traditional plan, were required to contribute 8.5 percent of their annual covered salaries. Members participating in the traditional plan who were in law enforcement contributed 10.1 percent of their annual covered salary; members in public safety contributed 9 percent. The County's contribution rate for pension benefits for 2005 was 9.55 percent, except for those plan members in law enforcement or public safety. For those classifications, the County's pension contributions were 12.7 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

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The County's required contributions for pension obligations to the traditional and the combined plans for the years ended December 31, 2005, 2004, and 2003 were \$2,599,494, \$2,581,199, and \$2,305,153, respectively; 89.28 percent has been contributed for 2005, and 100 percent has been contributed for 2004 and 2003. Contributions to the member-directed plan for 2005 were \$34,002 made by the County and \$21,330 made by plan members.

B. State Teachers Retirement System

Certified teachers, employed by the school for Mental Retardation and Developmental Disabilities, participate in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS Ohio provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to members and death and survivor benefits to beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS Ohio issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771, by calling (614) 227-4090, or by visiting the STRS Ohio Web site at www.strsoh.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan, and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service or an allowance based on member contributions and earned interest matched by STRS Ohio funds, times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing member with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2005, plan members were required to contribute 10 percent of their annual covered salaries. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2004, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to the DB Plan for the years ended December 31, 2005, 2004, and 2003 were \$53,077, \$52,681, and \$56,286 respectively; 88.06 percent has been contributed for year 2005 and 100 percent for years 2004 and 2003. Contributions to the DC and Combined plans for year 2005 were \$55,194 made by the County and \$42,315 made by the plan members.

NOTE 13 – POST EMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit with either the traditional or combined plans. Health care coverage for disability recipients and primary survivor recipients is available. Members of the member-directed plan do not qualify for postretirement health care coverage. The 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 the traditional or combined plans is set aside for the funding of postretirement health care based on authority granted by State statute. The employer contribution rate for 2005 was 13.55 percent of covered payroll (16.7 percent for public safety and law enforcement); 4 percent of covered payroll was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2004, include a rate of return on investments of 8 percent, an annual increase in active employee total payroll of 4 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 0.50 percent and 6.3 percent based on additional annual pay increases. Health care premiums were assumed to increase between 1 and 6 percent annually for the next eight years and 4 percent annually after eight years.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets annually.

The number of active contributing participants in the traditional and combined plans was 376,109. Actual employer contributions for 2005 that were used to fund postemployment benefits were \$1,055,019. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2004, (the latest information available) were \$10.8 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$29.5 billion and \$18.7 billion, respectively.

On September 9, 2004, the OPERS Retirement Board adopted a Health Care Preservation Plan (HCPP) with an effective date of January 1, 2007. The HCPP restructures OPERS' health care coverage to improve the financial solvency of the fund in response to increasing health care costs. Member and employer contribution rates increased as of January 1, 2006, which will allow additional funds to be allocated to the health care plans.

B. State Teachers Retirement System

Comprehensive health care benefits are provided to retired teachers and their dependents through the State Teachers Retirement System of Ohio (STRS Ohio). Benefits include hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The system is funded on a pay-as-you-go basis.

STRS retirees who participated in the DB or combined plans and their dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care cost will be absorbed by STRS Ohio. All benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. The Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the County, this amount equaled \$4,083 for 2005.

STRS Ohio pays health care benefits from the Health Care Stability Fund. At June 30 2005, the balance in the fund was \$3.3 billion. For the year ended June 30, 2005, net health care costs paid by STRS Ohio were \$254,780,000 and there were 115,395 eligible benefit recipients.

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NOTE 14 – OTHER EMPLOYER BENEFITS

A. Compensated Absences

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. Accumulated, unused vacation time, accumulated, unused sick leave, and compensatory time is paid to a terminated employee at varying rates depending on length of service and department policy.

B. Other Health Benefits

On March 1, 2005, the County began to provide health, drug, dental, vision, and Employee Assistance Program (EAP) family and single insurance coverage purchased through the FCCHBP for all eligible employees. Health is provided by United HealthCare, drug is provided by Catalyst, dental is provided by CompBenefits, vision is provided by Spectera, and EAP is provided by Mt. Carmel Behavioral Health. The County pays monthly premiums for employees at varying percentages based on employee contracts.

The County provides life insurance, accidental death and dismemberment insurance, long-term disability to most employees through the United States Life Insurance Company.

NOTE 15 – CAPITAL LEASES – LESSEE DISCLOSURE

In the current and prior years, the County has entered into capitalized leases for vehicles and equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures in the basic financial statements for governmental funds.

Equipment and vehicles acquired by lease have been capitalized in the government-wide statements governmental activities in the amount of \$1,244,733, and business-type activities in the amount of \$28,340, which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the government-wide statements governmental activities and business-type activities, respectively. Governmental activities capitalized leased assets are reflected net of accumulated depreciation in the amount of \$194,444 for buildings and improvements, \$458,538 for equipment, and \$113,659 for vehicles. At December 31, 2005, there was no accumulated depreciation on business-type capitalized leased assets. Principal payments toward all capital leases during 2005 totaled \$472,984, a reduction to principal outstanding of \$460,426 for governmental activities and \$12,558 for business-type activities. The County traded-in assets of the governmental activities obtained through a capital lease within the current year. The principal amount of \$34,188 was forgiven for governmental activities and \$2,412 was forgiven for business-type activities by the leasing companies since the County reentered into new leases.

Future minimum lease payments through 2010 for the governmental activities are as follows:

Year	Governmental Activities	
	Principal	Interest
2006	\$ 261,044	\$ 30,617
2007	213,488	15,606
2008	109,377	4,664
2009	36,833	1,472
2010	2,522	14
Total	\$ 623,264	\$ 52,373

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Future minimum lease payments for business-type activities through 2010 are as follows:

<u>Year</u>	<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2006	\$ 5,358	\$ 1,894
2007	5,306	1,388
2008	5,674	1,020
2009	6,070	624
2010	5,932	204
Total	\$ 28,340	\$ 5,130

NOTE 16 – CONTRACTUAL COMMITMENTS

As of December 31, 2005, the County had contractual purchase commitments for thirty-one projects. The amount for each project is as follows:

<u>Project</u>	<u>Fund</u>	<u>Purchase Commitments</u>	<u>Amounts Paid as of 12/31/2005</u>	<u>Amounts Remaining on Contracts</u>
Server and Technical Support for Real Estate Software	Real Estate Assessment	\$ 36,375	\$ -	\$ 36,375
Auditor Center Line Project	Real Estate Assessment	172,000	159,052	12,948
Real Estate Appraisal Revaluation	Real Estate Assessment	1,215,000	549,500	665,500
Thornville Road work	Motor Vehicle	24,953	9,175	15,778
Single Axel Dump Truck Components	Motor Vehicle	47,490	-	47,490
Service Carroll - Northern Bridge	Motor Vehicle	72,121	58,342	13,779
Resurface Project Lake Road CR 20	Motor Vehicle	205,337	195,070	10,267
Chip and Seal Project	Motor Vehicle	226,708	208,328	18,380
Winchester Road Culvert Mason Road	Bridges, Culverts, and County Road Levy	24,756	22,605	2,151
EDP Consultants - Marietta Road	Bridges, Culverts, and County Road Levy	15,360	13,166	2,194
Refugee Road Resurface	Bridges, Culverts, and County Road Levy	\$ 38,749	\$ 29,062	\$ 9,687

(continued)

Fairfield County, Ohio
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Project	Fund	Purchase Commitments	Amounts Paid as of 12/31/2005	Amounts Remaining on Contracts
(continued)				
Agricultural Easement	Clean Ohio Agricultural Easement Program	\$ 1,000,000	\$ 502,000	\$ 498,000
Village of Sugar Grove Waterline and Hydrant Replacement	Community Development Block Grant	131,696	100,321	31,375
Engineer Services for Clearcreek Township	Community Development Block Grant	14,470	11,470	3,000
Airport Master Plan Update	Federal Funds- Airport	50,000	44,694	5,306
Airport Run-Up Pad, Remarketing and Security Fencing	Federal Funds- Airport	16,734	13,954	2,780
West Taxiway Rehab	Federal Funds- Airport	91,260	11,410	79,850
Airport Hanger Improvements	Airport Hanger Construction	96,600	53,593	43,007
Airport Hanger Construction	Airport Hanger Construction	877,000	197,528	679,472
Tussing Road Wastewater Improvement Project	Sewer	257,057	256,454	603
Sanitary Sewer Trunk Line	Sewer	27,900	27,342	558
Generator General Plan	Sewer	10,000	9,849	151
Engineer Services for Storm Water Utilities	Sewer	28,000	24,414	3,586
Engineer Services for Bloom Township	Water	35,900	4,620	31,280
Engineer Services Miscellaneous Projects	Water	24,640	-	24,640
Violet East Interceptor	Water	158,000	20,375	137,625
Lancaster Water System Master Plan	Water	34,500	5,489	29,011
Generator General Plan	Water	10,000	9,848	152
Village of Carroll Waterline Waterline Final Design Bidding Phase	Water	108,740	97,331	11,409
Little Walnut Water System Contract	Water	859,055	829,556	29,499
Vulnerability Assessment	Water	54,300	46,003	8,297
		<u>\$ 5,964,701</u>	<u>\$ 3,510,551</u>	<u>\$ 2,454,150</u>

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NOTE 17 – LONG-TERM OBLIGATIONS

Changes in the County's long-term obligations during the year consisted of the following:

	<u>Outstanding 1/1/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/2005</u>	<u>Amounts Due Within One Year</u>
<u>Governmental Activities:</u>					
<u>Special Assessment Bonds with Governmental Commitment:</u>					
Buckeye Lake Sanitary Sewer 1986 – \$510,600					
Serial Bonds @ 5.00%	\$ 26,000	\$ -	\$ 26,000	\$ -	\$ -
Term Bonds @ 5.00%	26,000	-	-	26,000	26,000
Sanitary Sewer System Improv. 1991 – Serial \$649,885 @ 6.85%	335,000	-	40,000	295,000	40,000
High Service Area 2000 – Serial \$643,760 @ 5.35%	425,000	-	60,000	365,000	65,000
Little Walnut Area 2002 – Serial \$983,367 @ 3.40%	830,000	-	90,000	740,000	95,000
Liberty Township Area 2004 – Serial \$1,468,715					
Serial Bonds @ 2.00%	658,715	-	53,715	605,000	55,000
Term Bonds @ 5.25%	810,000	-	-	810,000	-
Bond Amortization of Premium	70,718	-	3,536	67,182	-
Total Special Assessment Bonds	3,181,433	-	273,251	2,908,182	281,000
<u>General Obligation Bonds:</u>					
<i>1996 Various Purpose Bonds:</i>					
Child Support Enforcement Agency Relocation - \$465,000					
Serial Bonds @ 5.00%	115,000	-	20,000	95,000	20,000
Term Bonds @ 5.75%	220,000	-	-	220,000	-
Laughlin Building - Land Purchase - \$200,000					
Serial Bonds @ 5.00%	50,000	-	10,000	40,000	10,000
Term Bonds @ 5.75%	95,000	-	-	95,000	-
Minimum Security Jail-\$2,565,000					
Serial Bonds @ 5.00%	630,000	-	115,000	515,000	120,000
Term Bonds @ 5.75%	1,200,000	-	-	1,200,000	-
Job and Family Services Building 2001 - \$6,930,000					
Serial Bonds @ 3.70%	5,345,000	-	235,000	5,110,000	245,000
Term Bonds @ 5.00%	900,000	-	-	900,000	-
<u>Various Purpose Bonds</u>					
County Facility – West Campus 2003 - \$7,775,000					
Serial Bonds @ 2.00%	4,780,000	-	295,000	4,485,000	300,000
Term Bonds @ 5.00%	2,705,000	-	-	2,705,000	-
Bond Amortization of Premium	250,658	-	13,926	236,732	-
Multi-County Juvenile Detention Center – County Share 2003 - \$1,480,000					
Serial Bonds @ 2.00%	920,000	-	55,000	865,000	55,000
Term Bonds @ 5.00%	505,000	-	-	505,000	-
Bond Amortization of Premium	\$ 48,920	\$ -	\$ 2,717	\$ 46,203	\$ -

(continued)

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	<u>Outstanding 1/1/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/2005</u>	<u>Amounts Due Within One Year</u>
(continued)					
<u>Governmental Activities:</u>					
One-Stop Shop – Clerk of Courts 2004 - \$600,000					
Serial Bonds @ 2.00%	\$ 265,000	\$ -	\$ 20,000	\$ 245,000	\$ 20,000
Term Bonds @ 5.25%	335,000	-	-	335,000	-
Bond Amortization of Premium	21,699	-	1,085	20,614	-
Mental Retardation Facility 2004 - \$2,250,000					
Serial Bonds @ 2.00%	1,010,000	-	80,000	930,000	80,000
Term Bonds @ 5.25%	1,240,000	-	-	1,240,000	-
Bond Amortization of Premium	80,645	-	4,032	76,613	-
Airport 2004 - \$965,000					
Serial Bonds @ 2.00%	840,000	-	95,000	745,000	95,000
Term Bonds @ 4.60%	90,000	-	-	90,000	-
Bond Amortization of Discount	(6,837)	-	(456)	(6,381)	-
Total General Obligation Bonds	21,640,085	-	946,304	20,693,781	945,000
<u>Long-Term Loans:</u>					
Mental Health Facility 2003/2004 \$67,000 @ 5.50%					
	67,000	-	67,000	-	-
Co Engineer – Excavation Equipment 2004 - \$133,693 @ 4.13%					
	127,501	-	22,685	104,816	25,749
Total Long-Term Loans	194,501	-	89,685	104,816	25,749
<u>Other:</u>					
Compensated Absences	3,253,847	1,967,881	1,710,335	3,511,393	1,310,204
Intergovernmental Payable	17,373	-	1,820	15,553	1,819
Capital Leases	737,893	345,797	460,426	623,264	261,044
Total Governmental Activities	\$ 29,025,132	\$ 2,313,678	\$ 3,481,821	\$ 27,856,989	\$ 2,824,816
<u>Business-Type Activities:</u>					
<u>Long-Term Bond</u>					
<u>Anticipation Notes:</u>					
Tussing Road Water System	\$ 3,200,000	\$ -	\$ 3,200,000	\$ -	\$ -
Water System Improvement	-	700,000	-	700,000	-
Liberty Township Sanitary Sewer	1,300,000	-	1,300,000	-	-
Tussing Road Wastewater System	5,800,000	-	5,800,000	-	-
Total Long-Term Bond	10,300,000	700,000	10,300,000	700,000	-
<u>General Obligation Bonds:</u>					
Water System Improvement 1983 – \$300,000					
Serial Bond @ 10.00%	\$ 100,000	\$ -	\$ 10,000	\$ 90,000	\$ 10,000

(continued)

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(continued)	<u>Outstanding 1/1/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Outstanding 12/31/2005</u>	<u>Amounts Due Within One Year</u>
<u>Business-Type Activities:</u>					
<u>General Obligation Bonds:</u>					
Water System Bonds 1993 - \$920,000 Serial Bond Varying 5.40 - 5.70%	\$ 860,000	\$ -	\$ 860,000	\$ -	\$ -
Water System Refunding Bonds 1993 - \$845,000 Serial Bond Varying 5.15 – 5.40%	90,000	-	90,000	-	-
Water System Improvement 2003 - \$3,900,000 Serial Bonds @ 2.00%	2,400,000	-	145,000	2,255,000	150,000
Term Bonds @ 5.00%	1,355,000	-	-	1,355,000	-
Bond Amortization of Premium	126,587	-	7,033	119,554	-
Water Improvement Bond 1999 - \$4,000,000 Serial Bonds @ 4.10%	1,572,500	-	112,500	1,460,000	117,500
Term Bonds @ 5.25%	2,110,000	-	-	2,110,000	-
Water Works Improvement Bonds 2005 - \$1,920,000 Serial Bonds @	-	1,920,000	-	1,920,000	105,000
Term Bonds @	-	1,165,000	-	1,165,000	-
Bond Amortization of Premium	-	75,391	1,839	73,552	-
Water System Refunder Bonds 2005 - \$925,000 Serial Bonds @	-	925,000	-	925,000	120,000
Bond Amortization of Discount	-	(1,381)	(92)	(1,289)	-
Deferred Amount on Refunding	-	(51,447)	(3,430)	(48,017)	-
Sewer Improvement Bond 1999 - \$4,000,000 Serial Bonds @ 4.10%	1,572,500	-	112,500	1,460,000	117,500
Term Bonds @ 5.25%	2,110,000	-	-	2,110,000	-
Sanitary Sewer Improvement Bonds 2003 - \$2,845,000 Serial Bonds @ 2.00%	1,755,000	-	105,000	1,650,000	110,000
Term Bonds @ 5.00%	985,000	-	-	985,000	-
Bond Amortization of Premium	93,052	-	5,169	87,883	-
Sanitary Sewer Refunding Bonds 2003 - \$940,000 Serial Bonds @2-4.00%varying	925,000	-	80,000	845,000	85,000
Bond Amortization of Premium	26,584	-	2,798	23,786	-
Sanitary Sewer Improvement Bonds 2005 - \$1,195,000 Serial Bonds @	-	745,000	-	745,000	40,000
Term Bonds @	-	450,000	-	450,000	-
Bond Amortization of Premium	-	29,137	711	28,426	-
Sewer Various Purpose Bonds 2005 - \$5,675,000 Serial Bonds @	-	3,540,000	-	3,540,000	195,000
Term Bonds @	-	2,135,000	-	2,135,000	-
Bond Amortization of Premium	-	138,177	3,370	134,807	-
Total General Obligation Bonds	16,081,223	11,069,877	1,532,398	25,618,702	1,050,000
<u>EPA Loan:</u>					
Ohio EPA Refunding Sewer Loan 1993 – 3,365,440 @ 3.54%	\$ 1,807,202	\$ -	\$ 173,783	\$ 1,633,419	\$ 89,205

(continued)

Fairfield County, Ohio
Notes to the Basic Financial Statements
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(continued)	Outstanding 1/1/2005	Additions	Reductions	Outstanding 12/31/2005	Amounts Due Within One Year
OPWC Loan:					
Ohio Public Works Commission Sewer Loan @ 0%	\$ 81,297	\$ -	\$ 4,279	\$ 77,018	\$ 2,139
Other:					
Compensated Absences	130,523	81,195	51,840	159,878	76,017
Capital Leases	12,558	28,340	12,558	28,340	5,358
Total Business-Type Activities	<u>\$28,412,803</u>	<u>\$11,879,412</u>	<u>\$12,074,858</u>	<u>\$28,217,357</u>	<u>\$ 1,222,719</u>

Governmental Activities:

Special Assessments Bonds

As of December 31, 2005, the County has \$2,841,000 in special assessment bonded debt outstanding. The special assessment bonds consist of the Buckeye Lake sanitary sewer, the sanitary sewer system improvement, the high service area, the Little Walnut area, and the Liberty Township area special assessment bonds that will be paid from the proceeds of special assessments levied against benefited property owners. The Buckeye Lake sanitary sewer special assessment bonds and the sanitary sewer system improvement special assessments bonds were issued for property owners to extend tap-in fees over time. The High Service area special assessment bonds were issued to pay for part of the cost of acquiring and constructing water supply and wastewater improvements in the Chevington Woods North, Chevington Woods South, Eastchester, and New England Acres areas. The Little Walnut area special assessment bonds were issued to pay for part of the cost of acquiring and constructing water supply and waterworks improvements in the High Service area and Little Walnut areas. The Liberty Township area special assessment bonds were issued to pay for part of the cost of acquiring and constructing sanitary sewer improvements in the Liberty Township area. In the event the property owners do not pay their assessment, the County would be responsible for the debt service payment on either issue.

The Buckeye Lake sanitary sewer special assessment bonds include both serial and term bonds originally issued in the amounts of \$484,600 and \$26,000, respectively. The term portion of the Buckeye Lake sanitary sewer special assessment bonds that remain outstanding are not subject to a mandatory sinking fund and mature November 1, 2006, in the amount of \$26,000. These bonds are subject to prior optional redemption at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date.

The 2004 Liberty Township area sanitary sewer special assessment bonds include both serial and term bonds originally issued in the amounts of \$658,715 and \$810,000, respectively. The special assessment bonds were sold at a premium of \$72,486 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$36,696 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020, for \$400,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2016, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$90,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2016	\$ 70,000
2017	75,000
2018	80,000
2019	85,000
Total	<u>\$ 310,000</u>

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Term bonds maturing December 1, 2024, for \$410,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$110,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2024):

Year Ending December 31	Principal Amount To be Redeemed
2021	\$ 95,000
2022	100,000
2023	105,000
Total	\$ 300,000

Special assessment bonded debt service requirements to maturity are as follows:

Year Ending December 31	Principal	Interest	Total
2006	\$ 281,000	\$ 134,123	\$ 415,123
2007	265,000	122,133	387,133
2008	275,000	110,423	385,423
2009	285,000	97,728	382,728
2010	305,000	84,193	389,193
2011-2015	620,000	271,136	891,136
2016-2020	400,000	173,249	573,249
2021-2024	410,000	55,125	465,125
Total	\$ 2,841,000	\$ 1,048,110	\$ 3,889,110

General Obligation Bonds

At December 31, 2005, the County had \$20,320,000 in governmental general obligation bonded debt principal outstanding. The child support enforcement agency relocation, the job and family services building, the One-Stop Shop, and the airport general obligation bonds will be repaid with rent revenues from the Child Support Enforcement Agency and Community Services Special Revenue Funds, the Ohio Bureau of Motor Vehicles, and airport hangers, respectively, and the Laughlin Building, the minimum security jail, county facility-west campus, the multi-county juvenile detention center, and the mental retardation facility general obligation bonds will be repaid with General Fund property tax revenues. Child support enforcement agency relocation general obligation bonds were issued for building improvements and moving expenses. The job and family services building general obligation bonds were issued for the purchase and renovation of a building to be used by the job and family services department. The Laughlin Building general obligation bonds were issued for the purpose of acquiring and renovating a building for use by various departments within the County. The minimum security jail general obligation bonds were issued for the purpose of acquiring, renovating and constructing a County jail facility. The county facility-west campus general obligation bonds were issued for the purpose of acquiring and renovating a building for use by various departments within the County. The multi-county juvenile detention center general obligation bonds were issued for the purpose of acquiring, renovating, and construction a multi-county juvenile detention facility located within Fairfield County. The One-Stop Shop general obligation bonds were issued for the purpose of constructing a building at the Liberty Center County Services Complex for the purpose of housing the county clerk of courts title department and the Ohio Bureau of Motor Vehicles. The mental retardation facility general obligation bonds were issued for the purpose of acquiring and renovating a building to be used by the mental retardation department. The airport general obligation bonds were issued for the purpose of paving and the construction of airplane hangers.

The 1996 various purpose general obligation bonds split between the child support enforcement agency relocation, the Laughlin Building land purchase, and the minimum security jail include both serial and term bonds originally issued in the amounts of \$1,715,000 and \$1,515,000, respectively. Bonds maturing after December 1, 2006, shall be subject to optional redemption, in whole or in part, at the option of the County, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date, commencing

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December 1, 2006, at the redemption prices (expressed as percentages of the principal amount to be redeemed) set forth below, plus accrued interest to the redemption date:

Redemption Dates (Dates Inclusive)	Redemption Prices
December 1, 2006, through November 30, 2007	101.0%
December 1, 2007, through November 30, 2008	100.5%
December 1, 2008, and thereafter	100.0%

The term portion of the various purpose general obligation bonds that remain outstanding mature in the year 2016 and are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, in each of the years 2010 through 2015 (with the balance of \$250,000 to be paid at stated maturity on December 1, 2016), according to the following schedule:

Year Ending December 31	Principal Amount To be Redeemed
2010	\$ 180,000
2011	195,000
2012	205,000
2013	215,000
2014	230,000
2015	240,000
Total	\$ 1,265,000

The 2001 job and family services general obligation bonds include both serial and term bonds originally issued in the amounts of \$6,030,000 and \$900,000, respectively. The term portion of the job and family services general obligation bonds that remain outstanding mature in the year 2018 and are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2017, (with the balance of \$460,000 to be paid at stated maturity on December 1, 2018) at the redemption price of 100 percent of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates according to the following schedule:

Year Ending December 31	Principal Amount To be Redeemed
2017	\$ 440,000

The 2003 county facility-west campus general obligation bonds include both serial and term bonds originally issued in the amounts of \$5,070,000 and \$2,705,000, respectively. The general obligation bonds were sold at a premium of \$271,546 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$170,420 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020, for \$1,545,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2018, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$540,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2018	\$ 490,000
2019	515,000
Total	\$ 1,005,000

Term bonds maturing December 1, 2022, for \$1,160,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$595,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2022):

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Year Ending December 31	Principal Amount To be Redeemed
2020	\$ 565,000

The 2003 multi-county juvenile detention center general obligation bonds include both serial and term bonds were originally issued in the amounts of \$975,000 and \$505,000, respectively. The general obligation bonds were sold at a premium of \$52,997 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$32,443 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020, for \$300,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2018, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$100,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2018	\$ 100,000
2019	100,000
Total	\$ 200,000

Term bonds maturing December 1, 2022, for \$205,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$105,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2022):

Year Ending December 31	Principal Amount To be Redeemed
2021	\$ 100,000

The 2004 One-Stop Shop general obligation bonds include both serial and term bonds originally issued in the amounts of \$265,000 and \$335,000, respectively. The general obligation bonds were sold at a premium of \$22,241 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$14,939 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020 for \$165,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2016 at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$35,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2016	\$ 30,000
2017	30,000
2018	35,000
2019	35,000
Total	\$ 130,000

Term bonds maturing December 1, 2024, for \$170,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$45,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2024):

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Year Ending December 31	Principal Amount To be Redeemed
2021	\$ 40,000
2022	40,000
2023	45,000
Total	\$ 125,000

The 2004 mental retardation facility general obligation bonds include both serial and term bonds originally issued in the amounts of \$1,010,000 and \$1,240,000, respectively. The general obligation bonds were sold at a premium of \$82,661 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$56,291 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020 for \$615,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2016 at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$135,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2016	\$ 110,000
2017	115,000
2018	125,000
2019	130,000
Total	\$ 480,000

Term bonds maturing December 1, 2024, for \$625,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$170,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2024):

Year Ending December 31	Principal Amount To be Redeemed
2021	\$ 145,000
2022	150,000
2023	160,000
Total	\$ 455,000

The 2004 airport general obligation bonds include both serial and term bonds originally issued in the amounts of \$875,000 and \$90,000, respectively. The general obligation bonds were sold at a discount of \$7,065 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$23,549 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2019 for \$90,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2014 at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$15,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2019):

Year Ending December 31	Principal Amount To be Redeemed
2014	\$ 15,000
2015	15,000
2016	15,000
2017	15,000
2018	15,000
Total	\$ 75,000

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General obligation bonded debt service requirements to maturity are as follows:

Year Ending December 31	Principal	Interest	Total
2006	\$ 945,000	\$ 937,088	\$ 1,882,088
2007	995,000	908,597	1,903,597
2008	1,030,000	875,669	1,905,669
2009	1,065,000	834,115	1,899,115
2010	1,115,000	790,066	1,905,066
2011-2015	6,105,000	3,157,937	9,262,937
2016-2020	6,380,000	1,646,313	8,026,313
2021-2024	2,685,000	236,597	2,921,597
Total	\$ 20,320,000	\$ 9,386,382	\$29,706,382

Long-Term Loans

As of December 31, 2005, the County had \$104,816 in long-term loans outstanding.

The mental health facility loan was originally issued on March 4, 2003 for \$67,000 and matured on January 4, 2005. The \$67,000 loan was retired from revenues of the Alcohol, Drug Addiction, and Mental Health Recovery Board Special Revenue Fund. The debt was issued for the purpose of acquiring and renovating a building for use by the Fairfield County Alcohol, Drug Addiction, and Mental Health Recovery Board.

The County engineer loan was issued on October 26, 2004, for \$133,693 and will mature on October 15, 2009. This loan was issued for the purpose of acquiring equipment for the County engineer's department.

Engineer long-term loan debt service requirements to maturity are as follows:

Year Ending December 31	Principal	Interest	Total
2006	\$ 25,749	\$ 3,893	\$ 29,642
2007	26,846	2,795	29,641
2008	27,985	1,656	29,641
2009	24,236	466	24,702
Total	\$ 104,816	\$ 8,810	\$ 113,626

Business-Type Activities:

Bond Anticipation Notes

On December 31, 2005, the County had \$700,000 outstanding in long-term bond anticipation notes within the business-type activities of the Water Enterprise Fund.

The Tussing Road Water System bond anticipation notes were issued on April 12, 2004 for \$3,200,000 which matured on April 13, 2005. These bond anticipation notes were issued for the purpose of acquiring and constructing water supply and waterworks improvements for the Tussing Road water treatment plant. The notes were retired and rolled into a general obligation bond on April 1, 2005.

The Water System bond anticipation notes were issued on April 7, 2005 for \$900,000 which mature on April 6, 2006. These bond anticipation notes were issued for the purpose of acquiring and constructing water supply and waterworks improvements for the Little Walnut water treatment facility. The notes will be retired from revenues derived by the County from the operation of the water system. On April 6, 2006 \$700,000 of the notes were rolled into a new note that matures on April 5, 2007; therefore, \$200,000 of the notes issue was shown in the short-term notes payable schedule in Note 18.

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The Liberty Township Sanitary Sewer System bond anticipation notes for \$1,300,000 issued on April 12, 2004 and matured on April 13, 2005. These bond anticipation notes were issued for the purpose of improving sanitary sewer services in Liberty Township. The notes were retired and rolled into a general obligation bond on April 1, 2005.

The Tussing Road Wastewater System bond anticipation notes issued on April 12, 2004, for \$5,800,000 matured on April 13, 2005. These notes were issued for the purpose of improving sanitary sewer services on Tussing Road. The notes were retired and rolled into a general obligation bond on April 1, 2005.

General Obligation Bonds

As of December 31, 2005, the County had \$25,200,000 in business-type general obligation bonds principal outstanding. The 1983 water system improvement general obligation bonds, the 1993 water system general obligation bonds, the 1993 water system refunding general obligation bonds, the 2003 water system improvement general obligation bonds, the 1999 water improvements general obligation bonds, the 2005 water works improvement bonds, and the 2005 water system refunder bonds will be paid from revenues derived by the County from the operation of the water system. The 1999 sewer improvement general obligation bonds, the 2003 sanitary sewer improvement general obligation bonds, the 2003 the sanitary sewer refunding general obligation bonds, the 2005 sanitary sewer improvement bonds, and the 2005 sewer various purpose bonds will be paid from revenues derived by the County from the operation of the sewer system. All general obligation bonds are backed by the full faith and credit of the County. All general obligation bonds were issued for the purpose of improving sanitary sewer and water systems within the County.

The 2003 water system improvements general obligation bonds include both serial and term bonds were originally issued in the amounts of \$2,545,000 and \$1,355,000, respectively. The general obligation bonds were sold at a premium of \$137,136 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$85,496 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020 for \$770,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2018 at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$270,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2018	\$ 245,000
2019	255,000
Total	<u>\$ 500,000</u>

Term bonds maturing December 1, 2022, for \$585,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$300,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2022):

Year Ending December 31	Principal Amount To be Redeemed
2021	\$ 285,000

The 1999 sewer and water improvements combined general obligation bonds include both serial and term bonds originally issued in the amounts of \$3,780,000 and \$4,220,000, respectively. Issuance costs associated with the bond issue in the amount of \$195,000 were deferred and will be amortized over the term of the bonds. Bonds maturing after June 1, 2009, shall be subject to optional redemption prior to maturity at the option of the County upon such terms, at such times, and at such prices set below, plus accrued interest to the redemption date.

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Redemption Dates (Dates Inclusive)	Redemption Prices
June 1, 2009 through May 31, 2010	101.0%
June 1, 2010 and thereafter	100.0%

The term portion of the 1999 sewer and water improvements combined general obligation bonds that remain outstanding mature in the year 2024 and are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on June 1, in each of the years 2016 through 2023 (with the balance of \$575,000 to be paid at stated maturity on June 1, 2024), according to the following schedule:

Year Ending December 31	Principal Amount To be Redeemed
2016	\$ 375,000
2017	395,000
2018	420,000
2019	440,000
2020	465,000
2021-2023	1,550,000
Total	\$ 3,645,000

The 2003 sanitary sewer system improvements general obligation bonds include both serial and term bonds originally issued in the amounts of \$1,860,000 and \$985,000, respectively. The general obligation bonds were sold at a premium of \$100,807 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$62,370 are deferred and will be amortized over the term of the bonds. Term bonds maturing December 1, 2020, for \$565,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2018, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$195,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2020):

Year Ending December 31	Principal Amount To be Redeemed
2018	\$ 180,000
2019	190,000
Total	\$ 370,000

Term bonds maturing December 1, 2022, for \$420,000 shall be subject to mandatory sinking fund redemption in part on each December 1, commencing December 1, 2021 at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$215,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2022):

Year Ending December 31	Principal Amount To be Redeemed
2021	\$ 205,000

On April 15, 2003, the County issued \$940,000 of sanitary sewer refunding general obligation bonds which consisted of serial bonds with varying rates of 2.00% to 4.00%. The general obligation bonds were sold at a premium of \$30,782 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$20,146 are deferred and will be amortized over the term of the bonds

On April 1, 2005, the County issued \$10,880,000 in general obligation bonds which included both serial and term bonds originally issued in the amounts of \$7,130,000 and \$3,750,000, respectively. The general obligation bonds were sold at a premium of \$242,705 and a discount of \$1,381 that will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$197,392 are deferred and will be amortized over the term of the bonds.

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Term bonds maturing December 1, 2017, for \$990,000 shall be subject to mandatory sinking fund redemption in part on December 1, 2016, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$505,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2017):

Year Ending December 31	Principal Amount To be Redeemed
2016	\$ 485,000

Term bonds maturing December 1, 2023, for \$1,315,000 shall be subject to mandatory sinking fund redemption in part on December 1, 2022, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$675,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2023):

Year Ending December 31	Principal Amount To be Redeemed
2022	\$ 640,000

Term bonds maturing December 1, 2025, for \$1,445,000 shall be subject to mandatory sinking fund redemption in part on December 1, 2022, at the redemption price of 100% of the principal amount thereof to be redeemed plus accrued interest to the respective redemption dates in the principal amounts and in the years as follows (the remaining \$740,000 principal amount of such bonds shall be payable at stated maturity on December 1, 2025):

Year Ending December 31	Principal Amount To be Redeemed
2024	\$ 705,000

The bonds maturing on or after December 1, 2015 are subject to optional redemption, in whole or in part, at the option of the County, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date, commencing June 1, 2015 at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the redemption date.

On September 1, 1993, the County issued \$920,000 of water system general obligation bonds. The bonds were issued for a 20 year period with final maturity at July 1, 2012. The bond issue was refunded during 2005. On April 1, 2005, the County issued \$925,000 of water system refunding general obligation bonds which consisted of serial bonds with varying rates of 2.50% to 4.00%. The general obligation bonds were sold at a discount of \$1,381 that will be amortized over the term of the refunded bonds. Issuance costs associated with the bond issue in the amount of \$16,781 are deferred and will be amortized over the term of the bonds. \$911,447 (after discount, underwriting fees, other issuance costs, and County contributions) was deposited in an irrevocable trust to provide for all future debt service payments on the refunded 1993 water system general obligation bonds. As a result, \$860,000 of refunded bonds is considered defeased and the liability is removed from the statement of net assets. As of December 31, 2005, \$873,399 in cash remained with the escrow agent to retire outstanding bonds in the amount of \$860,000.

The refunding resulted in an advance refunding of the 1993 water system general obligation bonds. The refunding resulted in a difference between the net carrying amount of the debt and the acquisition price. This difference, reported in the accompanying financial statements as an increase the bonds payable, is being amortized to interest expense through the year 2012. The amount amortized for 2005 is \$3,430. The County completed its advance refunding to reduce its total debt service requirements over the next seven years by \$12,218 in order to obtain an economic gain of \$26,533.

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The following table lists the annual debt service requirements to maturity for general obligation bonds of the sewer and water funds:

Year ending December 31	Sewer		Water		Total
	Principal	Interest	Principal	Interest	
2006	\$ 547,500	\$ 629,788	\$ 502,500	\$ 512,920	\$ 2,192,708
2007	552,500	614,942	522,500	498,224	2,188,166
2008	580,000	598,289	535,000	481,566	2,194,855
2009	600,000	576,400	555,000	460,801	2,192,201
2010	615,000	553,910	575,000	439,425	2,183,335
2011-2015	3,410,000	2,352,646	2,765,000	1,822,825	10,350,471
2016-2020	3,807,500	1,526,683	3,127,500	1,148,646	9,610,329
2021-2025	3,807,500	506,553	2,697,500	322,053	7,333,606
Total	\$13,920,000	\$7,359,211	\$11,280,000	\$5,686,460	\$38,245,671

EPA Loan

The EPA Refunding Loan will be repaid with sewer revenues. Annual debt service requirements to maturity for the debt are as follows:

Year Ending December 31	Principal	Interest	Total
2006	\$ 89,205	\$ 28,912	\$ 118,117
2007	183,175	53,058	236,233
2008	189,717	46,516	236,233
2009	196,493	39,741	236,234
2010	203,510	32,724	236,234
2011-2014	771,319	55,500	826,819
Total	\$ 1,633,419	\$ 256,451	\$ 1,889,870

OPWC Loan

In 2003, the County entered into an interest free loan with the Ohio Public Works Commission for sanitary sewer improvements within Liberty Township. The OPWC Loan will be repaid with sewer revenues. Annual debt service requirements to maturity for the debt are as follows:

Year Ending December 31	Principal
2006	\$ 2,139
2007	4,279
2008	4,279
2009	4,279
2010	4,279
2011-2015	21,395
2016-2020	21,395
2021-2024	14,973
Total	\$ 77,018

Other Long-Term Items:

Compensated Absences

The County will pay compensated absences from the General Fund, Community Services, Motor Vehicle, Mental Retardation, Alcohol, Drug Addiction, and Mental Health Board, Dog and Kennel, Child Support and Enforcement Agency, Real Estate Assessment, Youth Services, Certificate of Title Administration, Adult Community Based Corrections, Crossroads Center, Victims of Crime, Drug Court Program, and the Title II Special Revenue Funds, and the Sewer and Water Enterprise Funds.

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Intergovernmental Payable

The County owes special assessments to the City of Lancaster (Fairfield County seat) for sidewalk and street improvements in front of the County buildings.

Capital Leases

The County has issued capital lease obligations for various vehicles and equipment. These leases will be repaid from the General Fund, the Community Services, the County Recorder Equipment, and the Certificate of Title Administration special revenue funds, and Sewer and Water enterprise funds.

Legal Debt Margin

The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed one percent of the total assessed valuation of the County. The Code further provides that the total voted and unvoted net debt of the County less the same exempt debt shall never exceed a sum equal to three percent of the first \$100,000,000 of the assessed valuation, plus one and one-half percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus two and one-half percent of such valuation in excess of \$300,000,000.

The effects of the debt limitations described above at December 31, 2005, are a margin on unvoted debt of \$17,991,455, and an overall debt margin of \$59,373,712.

Unspent Bond and Long-Term Note Proceeds

At December 31, 2005, the County had unspent short and long-term note proceeds of \$743,846 in the governmental activities and \$89,315 in the Water Fund of the business type activities.

Defeased Debt

In 1985 the County issued general obligation bonds to acquire the Pickerington Senior Citizens Center. The building was purchased by Violet Township with an agreement requiring the Township to pay the County the amount of the debt service requirements until the debt had been repaid. During 1993, specific securities were purchased in the amount of \$248,900 to be invested in an irrevocable trust to provide for all future debt service payments. The payment to the escrow agent resulted in an in-substance defeasance of the 1985 Series bonds. As a result, the liability for the 1985 Series bonds was removed from the County's financial statements. As of December 31, 2005, \$350 in cash and \$6,640 in investments remained with the escrow agent to retire outstanding bonds in the amount of \$15,000.

Conduit Debt

As authorized by State Statute, Fairfield County issued \$28,995,000 of Hospital Facilities Refunding Revenue Bonds for the Fairfield Medical Center in July, 1993. These bonds were issued for the purpose of advance refunding through an in-substance defeasance, two prior hospital debt issues. The Hospital is required to make payments to a trustee in amounts sufficient to pay principal and interest on the bonds. Substantially all gross receipts of the Hospital are pledged as collateral against retirement of the issue. Under Ohio law, these bonds do not represent an obligation of the County at December 31, 2005. The amount outstanding at December 31, 2005, is \$21,485,000.

As authorized by State Statute, Fairfield County issued \$34,710,000 of Hospital Facility Refunding Bonds for the Fairfield Medical Center on December 1, 2003. These bonds were issued for the purpose of financing the acquisition, construction, and equipping the hospitals' facilities. The Hospital is required to make payments to a trustee in amounts sufficient to pay principal and interest on the bonds. Substantially all gross receipts of the Hospital are pledged as collateral against retirement of the issue. Under Ohio law, these bonds do not represent an obligation of the County at December 31, 2005. The amount outstanding at December 31, 2005, is \$34,710,000.

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NOTE 18 – NOTES PAYABLE

A summary of the note transactions for the year ended December 31, 2005, follows:

	<u>Outstanding 1/1/2005</u>	<u>Issued</u>	<u>Retired</u>	<u>Outstanding 12/31/2005</u>
<i>Capital Projects Funds:</i>				
GIS Note 2005 – 3.85%	\$ -	\$ 422,000	\$ -	\$ 422,000
GIS Note 2004 – 2.70%	520,000	-	520,000	-
Airport Improvement 2005 – 3.50%	-	1,000,000	-	1,000,000
Total Capital Projects Funds	<u>520,000</u>	<u>1,422,000</u>	<u>520,000</u>	<u>1,422,000</u>
<i>Enterprise Fund:</i>				
Water System Improvement Note 2005 – 3.30%	-	200,000	-	200,000
Total	<u>\$ 520,000</u>	<u>\$ 1,622,000</u>	<u>\$ 520,000</u>	<u>\$ 1,622,000</u>

The Geographical Information System Equipment (GIS) Capital Projects Fund bond anticipation notes are backed by the full faith and credit of Fairfield County. The 2004 GIS note for \$520,000 was issued on December 16, 2004 and matured on December 15, 2005. It was replaced with a new 2005 note for \$422,000 dated December 15, 2005 which matures on December 14, 2006. No long-term financing arrangements have been made for these notes. The GIS notes were issued for the purpose of the purchase and installation of a GIS equipment and software. The GIS outstanding note will be repaid from the Geographical Information System Equipment Capital Projects Fund with general revenues.

The Airport Hanger Construction Capital Projects Fund bond anticipation note is backed by the full faith and credit of Fairfield County. The airport note was issued on October 20, 2005 and it matures on October 19, 2006. No long-term financing arrangements have been made for these notes. The note was issued for the purpose of acquiring, constructing, and equipping the airport facilities with new airplane hangers and paving.

The Water Enterprise Fund bond anticipation note is backed by the full faith and credit of Fairfield County. The water system improvement note was issued on April 7, 2005 and matures on April 6, 2006. On April 6, 2006 the County retired this note through water system revenues. The note was issued for the purpose of acquiring and constructing water supply and waterworks improvements for the Little Walnut water treatment facility.

NOTE 19 – INTERFUND TRANSACTIONS

Interfund transfers during 2005, consisted of the following:

<u>Transfer from</u>	<u>Transfer to</u>					<u>Totals</u>
	<u>Major Funds</u>					
	<u>General</u>	<u>Community Services</u>	<u>Motor Vehicle</u>	<u>General Obligation Bond Retirement</u>	<u>Other Nonmajor Govern- mental</u>	
Major Funds:						
General Fund	\$ -	829,125	\$ 335,000	\$ 746,525	\$ 1,393,964	\$ 3,304,614
Motor Vehicle	-	-	-	274,130	1,240,008	1,514,138
Mental Retardation	-	-	-	-	112,745	112,745
Other Nonmajor Governmental	195,087	-	-	69,529	37,456	302,072
Total All Funds	<u>\$ 195,087</u>	<u>\$ 829,125</u>	<u>\$ 335,000</u>	<u>\$ 1,090,184</u>	<u>\$ 2,784,173</u>	<u>\$ 5,233,569</u>

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The transfer from/to were used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to spend them; to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payment becomes due, to use unrestricted revenue collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations, to move money from special revenue funds to the General Fund for monies no longer needed for special revenue purposes, to move money into the capital project funds to be spent on capital related projects, to move money to the debt service funds for debt repayment.

Interfund balances at December 31, 2005, consist of the following individual interfund receivables and payables:

Interfund Receivable						
Major Funds						
Interfund Payable	General	Community Services	Motor Vehicle	Mental Retardation	Alcohol, Drug Addiction, and Mental Health Board	Other Nonmajor Governmental
Major Funds:						
General Fund	\$ -	\$ 420	\$ 1,128	\$ -	\$ -	\$ 5,589
Community Services	81,100	-	-	-	-	-
Motor Vehicle	23,936	-	-	-	-	-
Mental Retardation	-	-	-	-	-	-
Alcohol, Drug Addiction, and Mental Health Board	2,303	-	-	7,348	-	-
Other Nonmajor						
Governmental	501,652	307,342	91	-	-	-
Sewer	2,222	-	-	-	-	-
Water	3,068	-	-	-	-	-
Internal Service	16,140	-	-	-	-	-
Agency	17,791	-	-	1,722	25,875	32,500
Total All Funds	\$ 648,212	\$ 307,762	\$ 1,219	\$ 9,070	\$ 25,875	\$ 38,089

Interfund Receivable (continued)				
Major Funds				
Interfund Payable	Sewer	Water	Agency	Totals
Major Funds:				
General Fund	\$ 12,634	\$ 10,438	\$ 280	\$ 30,489
Community Services	-	-	1,376	82,476
Motor Vehicle	-	-	-	23,936
Mental Retardation	131	132	22,662	22,925
Alcohol, Drug Addiction, and Mental Health Board	-	-	-	9,651
Other Nonmajor				
Governmental	-	-	2,154	811,239
Sewer	-	-	-	2,222
Water	-	-	-	3,068
Internal Service	-	-	-	16,140
Agency	-	-	-	77,888
Total All Funds	\$ 12,765	\$ 10,570	\$ 26,472	\$ 1,080,034

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The interfund receivables/payables are due to lags between the dates interfund goods and services are provided, transactions recorded in the accounting system, and payments between funds are made. Also, short term interfund loans were advanced from the General Fund to the Community Development Block Grant, Victims of Crime, Drug Court, and Home Special Revenues Funds and Federal Funds Airport Capital Projects Fund. On the statement of net assets, receivables and payables between the primary government and the fiduciary funds, for which the County is the fiscal agent, for services rendered are presented as "External party receivables" and "External party payables".

NOTE 20 – JOINTLY GOVERNED ORGANIZATIONS

A. Coshocton-Fairfield-Licking-Perry Solid Waste District

The County is a member of the Coshocton-Fairfield-Licking-Perry Solid Waste District, which is a jointly governed organization. The District's purpose is to make disposal of waste in the four-county area more comprehensive in terms of recycling, incinerating, and land filling. The District was created in 1989, as required by the Ohio Revised Code.

Three groups govern and operate the District. A twelve-member board of directors, made up of three commissioners from each county, is responsible for the District's financial matters. Financial records are maintained by the Licking County Auditor and Treasurer, and the Licking County Commissioners budget and finance the District with board approval. The District's sole revenue source is derived from a waste disposal fee for in-district and out-of-district waste. Although the County contributed amounts to the District at the time of its creation, no additional contributions by the County are anticipated. A twenty-one member policy committee, made up of five members from each county and one at-large member appointed by the board of directors, is responsible for preparing the solid waste management plan of the District in conjunction with a sixteen-member Technical Advisory Council (members appointed by the policy committee). The District's continuing existence does not depend on the County's continuing participation. The County has no equity interest and no debt is outstanding.

B. Fairfield County Multi-System Youth Committee

The Fairfield County Multi-System Youth Committee is a group of agencies that coordinate the provision of services to multi-need youth in the area. Members of the Committee include representatives of the Fairfield County Youth Services, Fairfield County Board of MR/DD, Fairfield County Alcohol, Drug Addiction, and Mental Health Board, Fairfield County Children Services, Fairfield Department of Health, New Horizons, the local office of the Rehabilitation Services Commission, Fairfield County Drug and Alcohol Recovery Services, and the Lancaster City Board of Education. The Committee received no additional monies during 2005. The previous existing balance that had accumulated from state and federal grants funded operations this year. No debt is currently outstanding. The Committee is not dependent upon the continued participation of the County and the County does not maintain an equity interest in or financial responsibility for the Committee.

C. Fairfield County Regional Planning Commission

The County participates in the Fairfield County Regional Planning Commission, a statutorily created political subdivision of the State. Fairfield County, its municipalities, and its townships jointly govern the Commission. All of the County Commissioners are members of the 48-member board, and the County appoints seven of the members of the board. Each member's control over the operation of the Commission is limited to its representation of the board. The Commission makes studies, maps, plans, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the County. In 2005, the County contributed \$125,000 to the Commission. Continued existence of the Commission is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

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D. Fairfield County Visitors and Convention Bureau

The Fairfield County Visitors and Convention Bureau has been established by a resolution of the County Commissioner's office and incorporated as a non-profit organization under the laws of the State of Ohio. A nine-member board operates the Bureau. Three of the board members are appointed by the County Commissioners, three by the Chamber of Commerce, and three by the Hotel/Motel Association. The Bureau operates as a branch of the local Chamber of Commerce and is principally funded by a three percent hotel/motel lodging tax. Although the County collects and distributes the excise tax, this function is strictly ministerial. In 2005, the County contributed \$10,000 to the Bureau. The Bureau is its own contracting and budgeting authority. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

E. Mid Eastern Ohio Regional Council (MEORC)

The Mid Eastern Ohio Regional Council of Governments (MEORC) is a jointly governed organization that services fourteen counties in Ohio. The Council provides services to the mentally retarded and developmentally disabled residents in the participating counties. Superintendents of each county's Board of Mental Retardation and Developmental Disabilities make up the Council. Fees and state grants generate its revenues. Although the County contributed to the Council upon its creation, the County made no contributions to the Council during 2005 and no future contributions by the County are anticipated. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

F. Fairfield County Family, Adult, and Children First Council

The Fairfield County Family, Adult, and Children First Council is a jointly governed organization created under Ohio Revised Code Section 121.37. The Council is made up of the following members: Director of the Fairfield County Alcohol, Drug Addiction, and Mental Health Board; Health Commissioner of the Fairfield Department of Health; Director of the Fairfield County Human Services; Director of the Children Services Department; Superintendent of the Fairfield County Mental Retardation and Development Disabilities; the Fairfield County Juvenile Court Judge; Superintendent of Lancaster City Schools; Superintendent of Fairfield County Board of Education; a representative of the City of Lancaster; Chair of the Fairfield County Commissioners; State Department of Youth Services regional representative; representative from the County Head Start Agencies; a representative of the County's early intervention collaboration established pursuant to the federal early intervention program operated under the "Education of the Handicapped Act Amendments of 1986;" and at least three individuals representing the interests of families in the County. When possible, the number of members representing families shall be equal to twenty percent of the Council's remaining membership. The Council's revenues will consist of operating grants along with pooled funding from other government sources. In 2005, the County made no contributions to the Council. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

G. Lancaster-Fairfield Community Action Agency

The Lancaster-Fairfield Community Action Agency is a non-profit corporation organized to plan, conduct, and coordinate programs designed to combat social and economic problems and to help eliminate conditions of poverty within Fairfield County. A fifteen-member board governs the Agency. This board is made up of five representatives from the public sector, five representatives from the private sector, and five representatives from the low-income sector. The Fairfield County Recorder, the Fairfield County Commissioners, and the Fairfield County Sheriff appoint three representatives from the public sector. The Lancaster City Auditor and a village clerk-treasurer appoint the remaining public sector representatives. The Agency administered the following grants on behalf of the County: Community Housing Improvement Program (CHIP), Ohio Department of Natural Resources, and the Coshocton-Fairfield-Licking-Perry Solid Waste District. In 2005, the County made payments to the Agency for administrative services of the County's CHIP grant in the amount of \$24,075. Continued existence of the Lancaster-Fairfield Community Action Agency is not dependent upon the County's continued participation, nor does the County have an equity interest in the Agency, and no debt is outstanding.

H. South Central Ohio Insurance Consortium

The South Central Ohio Insurance Consortium (SCOIC) is a region council of governments organized under Ohio Revised Code Chapter 167. The SCOIC's primary purpose and object is establishing and carrying out a cooperative health program for its member organizations. The governing board consists of the superintendent or other designee appointed by each of the members of the SCOIC. Members include the following school districts and governmental entities: Amanda Local School District, Berne Union Local School District, Bloom-Carroll Local School District, Canal Winchester Local School District, Fairfield Union Local School District, Fairfield County Board of Mental Retardation, City of Lancaster, Liberty Union-Thurston Local School District, and Miami Trace Local School District. The Liberty Union-Thurston Local School District serves as the fiscal agent for the SCOIC. The County does not have an ongoing financial interest in or ongoing financial responsibility for the SCOIC other than claims paid on behalf of the employees of the Board of Mental Retardation.

I. Tri-County Workforce Development Policy Board

The Tri-County Workforce Development Policy Board is a non-profit corporation, created on July 1, 2000, to develop a comprehensive workforce system pursuant to the House Bill 470 and the Federal Workforce Investment Act of 1998. Its purpose is to bring together business, education, and labor leaders to assess the workforce needs of employers and employment and training needs of job seekers. The Board is made up of nine representatives from each of the following counties: Fairfield, Hocking, and Perry. The County Commissioners of the respective counties make their Board appointments. In 2005, Fairfield County made no contributions to the Board. Continued existence of the Board is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

J. Fairfield County Agency Transportation System, Inc.

The Fairfield County Agency Transportation System is a non-profit corporation, created in 2001 under Ohio Revised Code Chapter 1702. Its purpose is to provide reliable, affordable, and accessible transportation in a co-operative and cost effective manner to Fairfield County residents who have limited transportation options. The System is governed by a twelve-member board, which is elected by member agencies. To be a member of the System, an annual \$500 membership fee is required. The current board consists of the following: two representatives from Fairfield County, four representatives from other government entities, and six representatives from non-government entities. The System's revenues will consist of membership fees, contributions, and an annual grant applied for by the Fairfield County Commissioners that is given to the System to maintain. In 2005, Fairfield County Agency Transportation System, Inc, received \$100,492 that consisted of \$53,348 in grant monies, \$46,986 in membership fees, \$25 in shuttle fees, and \$133 in miscellaneous revenues. Continued existence of the Board is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

K. Fairfield-Hocking Major Crimes Investigation Unit

The Fairfield-Hocking Major Crimes Investigation Unit is a regional council of governments, created in 2001 under Ohio Revised Code Section 167.01. Its stated purpose is to provide additional police protection to the citizens of Fairfield and Hocking counties to reduce the influence and effects of illegal drug trafficking activities, as well as other major crime activities. The Unit has a five-member Governing Board that consists of one County Commissioner or designee from each county, and the Mayor, City Manager, or designee from the cities of Lancaster, Pickerington, and Logan. The Unit also has a seven member Operating Board that handles the daily operations and reports to the Governing Board. The Operating Board is made up of the Fairfield and Hocking County Sheriffs and Prosecuting Attorneys, as well as the Chiefs of Police from the three cities listed above. The Unit's revenues will consist of an annual grant applied for by the Fairfield County Commissioners, which is in turn given to the Unit, along with local matches from each of the involved entities. In 2005, the County contributed \$193,902 in grant monies and \$71,497 for its share of the local match. Continued existence of the Board is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

L. Heart of Ohio Resource Conservation and Development Council

The Heart of Ohio Resource Conservation and Development Council is a jointly governed organization created to enhance the quality of life in central Ohio by facilitating the use of natural resources for a sustainable future. The Council is composed of twenty-seven members from the nine member counties. The nine member counties are as follows: Delaware, Fairfield, Franklin, Knox, Licking, Madison, Marion, Morrow, and Pickaway. The Council consists of one representative from each county's Board of Commissioners, one representative from each county's Soil and Water Conservation District, and one member-at-large representative from each county, jointly appointed by the Board of Commissioners and the Soil and Water Conservation District. In 2005, the County contributed \$200 to the Council. Continued existence of the Board is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

M. Perry Multi-County Juvenile Facility

The Perry Multi-County Juvenile Facility is a jointly governed organization created to rehabilitate juvenile offenders in lieu of commitment to the Ohio Department of Youth Services. The Facility has an eight member Governing Board that consists of one juvenile court judge, or designee, from the counties of Coshocton, Delaware, Fairfield, Knox, Licking, Morgan, Muskingum, and Perry. The Facility also has an Executive Committee that handles the daily operations of the Facility and reports to the Governing Board. The Executive Committee shall be composed of the officers of the Governing Board. The Facility's revenues will consist of an annual grant applied for by the Director of the Facility and charges for services from the participating counties. In 2005, the County made no payments to the Facility for housing of juvenile offenders. Continued existence of the Facility is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding.

N. Lancaster - Fairfield Alternative School

Lancaster - Fairfield Alternative School (the School) is a legally separate community school created under Ohio Revised Code Chapter 3314 and incorporated under Chapter 1702. The School's mission, under a contractual agreement with Lancaster City School District Board of Education (the School's Sponsor), is to help at-risk students. The School targets at-risk students aged 13 through 20 in grades seven through twelve who are experiencing problems at school ranging from truancy, chronic misbehavior, severe at-risk behavior, and/or statutory violations resulting in adjudication through Court. The School focuses on improving student attendance, helping students earn sufficient credits for grade promotion or graduation, preparing qualified students for their GED, and facilitating the successful return/transition of students to their former schools.

The Board of Directors is appointed as follows: three representatives of the Lancaster City School District Board of Education (the School's sponsor), one representative of a school district in Fairfield County other than the sponsor, and the judge of the Fairfield County Juvenile Court. The School's Sponsor is able to impose their will on the School. The School's Sponsor can suspend the School's operations for any of the following reasons: 1) The School's failure to meet student performance requirements stated in its contract with the Sponsor, 2) The School's failure to meet generally accepted standards of fiscal management, 3) The School's violation of any provisions of the contract with the Sponsor or applicable state or federal law, and 4) Other good cause. Continued existence of the School is not dependent upon the County's continued participation, no equity interest exists, and no debt is outstanding. Separately issued financial statements can be obtained from Lancaster City School District, 111 South Broad Street, Lancaster, Ohio 43130.

NOTE 21 – RELATED ORGANIZATIONS

A. Fairfield County District Library

The Fairfield County District Library is statutorily created as a separate and distinct political subdivision of the State. Four trustees of the District Library are appointed by the County Commissioners, and the judges of the Common Pleas Court appoint three trustees. The board of trustees possesses its own contracting and budgeting authority, hires and fires personnel, and does not depend on the County for operational subsidies. Due process is required to remove board members. The County provides no subsidies.

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B. Fairfield County Historical Parks Commission

The County Probate Judge is responsible for appointing the three-member board of the Fairfield County Historical Parks Commission. Board members can be removed only by due process. The County has no ability to impose its will on the organization nor is a burden/benefit relationship in existence. The District received \$32,000 from the County during 2005. The District is its own budgeting and taxing authority and has no outstanding debt. The County Auditor serves as the fiscal agent for the District; therefore, the financial activity is reflected in a County agency fund.

C. Fairfield Metropolitan Housing Authority

The Fairfield Metropolitan Housing Authority was created in 1980 and currently operates pursuant of Revised Code Section 3735.27. A five-member board operates the Authority. The County appoints three members and the City of Lancaster appoints two members. The board adopts their own appropriations, is their own contracting authority, hires and fires their own staff, authorizes all expenditures, and does not rely on the City or the County to finance deficits. The Authority receives funding from the federal government in the form of grants. All monies are received directly by the Authority in the Authority's name. Although the County appoints members to the board, the County is not financially accountable for the Authority, nor is the Authority fiscally dependent on the County. The Authority has no outstanding debt. Complete financial information can be obtained from the Fairfield Metropolitan Housing Authority, Lancaster, Ohio.

NOTE 22 – JOINT VENTURE

Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System. The Fairfield, Hocking, Licking, and Perry County Multi-County Juvenile Detention System (System) is a statutorily created political subdivision of the State. The System is a joint venture operated by Fairfield, Hocking, Licking, and Perry Counties for the purpose of providing short-term care in a secure facility for juveniles who are accused, pending court action, adjudicated, or awaiting transfer to another facility. The operation of the System is controlled by a joint board of commissioners consisting of three commissioners from each participating county. The joint board of commissioners exercises total control over the operation of the System, including budgeting, appropriation, contracting, and designating management. The joint board of commissioners appoints a board of twelve trustees to operate the System. The System's purpose is to not accumulate significant financial resources or experience fiscal stress that would cause additional financial benefit to, or burden on, the counties involved.

Each county will be contributing to the System in the form of a local share as a match for the grant revenues from the Ohio Department of Youth Services. The contribution will be based on the number of children from each county who are maintained in the home during the year. In addition to the initial contribution, there will be an annual contribution by each county for operational expenses. The counties are responsible for all major capital improvements based on population of each county. The System's continued existence is dependent upon the County's participation. The County has an ongoing financial responsibility and an equity interest exists. If the County would withdraw, upon the recommendation of the County Juvenile Court Judge, it may sell or lease their interest in the System to another participating county.

In 2005, the System received \$1,942,536 in contributions from member counties, for a five year total of \$7,340,305 from all member counties. Fairfield County contributed \$844,618 in 2005, for a five year total of \$3,129,046 being contributed by the County as of December 31, 2005. The County's total contributions represent 43 percent of total member contributions as of December 31, 2005. The County is the fiscal agent for the System; therefore, the financial activity is reflected in a County agency fund. In 2002, construction on the new juvenile detention center started, the center's site is within the County. Construction was completed in 2004 and the System opened its doors for business on February 9, 2004. The County's share of the joint venture is \$2,720,092 as of December 31, 2005. No debt has been incurred by the System. Complete financial information can be obtained from Fairfield County Auditor's Office, 210 East Main Street, Lancaster, Ohio 43130.

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NOTE 23 - POOLS

A. County Risk Sharing Authority, Inc. (CORSA)

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

Each member County has one vote on all matters requiring a vote, which will be cast by a designated representative. An elected board of not more than nine trustees manage the affairs of the Corporation. Only County Commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member county's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of the certificates. The County does not have an equity interest in CORSA. The County's payment for insurance to CORSA in 2005 was \$374,347.

B. County Commissioners Association of Ohio Workers' Compensation Group Rating Plan

The County is participating in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The County Commissioners Association Service Corporation (CCAOSC) was established through the County Commissioners Association of Ohio (CCAO) as a group purchasing pool.

A group executive committee is responsible for calculating annual rate contributions and rebates, approving the selection of a third party administrator, reviewing and approving proposed third party fees, fees for risk management services and general management fees, determining ongoing eligibility of each participant, and performing any other acts and functions which may be delegated to it by the participating employers. The group executive committee consists of seven members. Two members are the president and treasurer of CCAOSC; the remaining five members are representatives of the participants. These five members are elected for the ensuing year by the participants at the meeting held in the month of December each year. No participant can have more than member of the group executive committee in any year, and each elected members shall be a County Commissioner.

NOTE 24 – FOOD STAMPS

The County's Department of Human Services (Welfare) distributes, through contracting issuance centers, federal food stamps to entitled recipients within Fairfield County. The receipt and issuance of these stamps have the characteristics of a federal grant. However, the Department of Human Services merely acts in an intermediary capacity. Therefore, the inventory value of these stamps is not reflected in the accompanying financial statements as the only economic interest related to these stamps rests with the ultimate recipient.

The County's Department of Human Services had the following activity occur during 2005:

January 1, 2005 Beginning Inventory	\$ 1,107
Issued or Destroyed during 2005	(418)
December 31, 2005 Ending Inventory	<u>\$ 689</u>

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NOTE 25 – CONTINGENT LIABILITIES

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the County Commissioners believe such disallowances, if any, will be immaterial.

Several claims and lawsuits are pending against the County. In the opinion of the County Prosecutor, any potential liability would not have a material effect on the County's financial condition.

NOTE 26 – RELATED PARTY TRANSACTIONS

Fairfield Industries, Inc., a discretely presented component unit of Fairfield County, received contributions from the County for facilities, certain equipment, transportation, and salaries for administration, implementation, and supervision of its program. These contributions are reflected as operating revenues and operating expenses at cost or fair market value, as applicable, in the basic financial statements in the amount of \$209,136. Residential-based services provided directly to the component unit's clients by the County amounted to \$2,806,053.

NOTE 27 – FAIRFIELD INDUSTRIES, INCORPORATED, COMPONENT UNIT NOTE

A. Nature of Activities

Fairfield Industries, Inc. (the Agency) is a nonprofit corporation formed in 1975 under the laws of the State of Ohio for the purpose of promoting the general welfare of mentally retarded and developmentally disabled adults in Fairfield County and assisting them in pursuing training and work that will give them the opportunity to reach their potential. The Agency also was organized to assist Fairfield County Board of Mental Retardation and Developmental Disabilities (FCBMR/DD) in meeting this mission.

FCBMR/DD owns most of the Agency's operating assets, and by a contractual agreement provides the Agency with in-kind support in the form of personnel salaries and benefits, and a building facility including maintenance costs.

The Agency attempts to be materially self-sustaining with its program services of contract sales, community employment services, and vending receipts and storage rental, yet promote awareness of the need for public support.

B. Summary of Significant Accounting Policies

Basis of Accounting. The financial statements of the organization have been prepared on the accrual basis of accounting. Revenue and expenses are identified with specific periods of time and are recorded as incurred, along with acquired assets, without regard to the date of receipt or the payment of cash.

Financial Statement Presentation. The Agency is a component unit of Fairfield County, Ohio, and the financial statements have been prepared in conformity with generally accepted accounting principles as applied to proprietary activities of governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. All Financial Accounting Standards Board (FASB) pronouncements are applicable to the Agency except for those that conflict with or contradict GASB pronouncements.

Cash. Cash includes all cash balances. No cash was paid for interest expense during the year ended June 30, 2005.

Direct Write-Off Method Used to Record Bad Debts. Management has elected to record bad debts using the direct write-off method. Generally accepted accounting principles require that the allowance method be used to recognize bad debts; however, the effect of using the direct write-off method is not materially different from the results that would have been obtained under the allowance method. Write-offs to record bad debts

Fairfield County, Ohio
Notes to the Basic Financial Statements
December 31, 2005

totaled \$4,020 for the year ended June 30, 2005.

Inventory. Inventory is stated at cost on a first-in, first-out basis.

Property and equipment, and depreciation. Property and equipment are recorded at cost if purchased or at estimated fair market value at the date of donation. Expenditures for major additions and improvements are capitalized and minor replacements, maintenance, and repairs are charged to expense as incurred. When property and equipment are retired or otherwise disposed of, the cost and accumulated depreciation are removed from the accounts and any resulting gain or loss is included in the results of operations for the respective period. Depreciation is provided over the estimated useful lives of the related assets using the straight-line method.

Income Taxes. The Agency is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Estimates. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. Cash

Cash consists of the following:

	June 30, 2005
Cash on hand	\$ 50
Unrestricted cash in bank	22,571
Restricted cash in bank	3,483
Total Cash	\$ 26,104

Cash in the bank was covered entirely by FDIC insurance.

Restricted cash is to be used to support any Fairfield County Board of MR/DD ballot issues, and was donated to Fairfield Industries, Inc. by The Citizens in Support of Mental Retardation Levy following the November 1999 election.

D. Marketable Securities

The Agency's investments are carried at market value. It is the Agency's policy that the investments are to be 75% invested in equities. There are no other legal or contractual provisions for these investments.

	June 30, 2005	
<u>Unrestricted Long-Term Investments:</u>	Cost	Market Value
Federal Home Loan Bank Notes	\$ 30,000	\$ 29,659
Money Market Mutual Fund	3,777	3,777
Corporate Bonds and Notes	24,954	24,717
Equity Mutual Funds	156,253	156,244
	\$ 214,984	\$ 214,397

The corporate bond and note maturities range from August 2005 to August 2008.

Fairfield County, Ohio
Notes to the Basic Financial Statements
December 31, 2005

E. Investment Return

Investment return, as stated in the statements of revenues, expenses, and changes in net assets for the year ended June 30, 2005, is as follows:

<u>Unrestricted</u>		<u>2005</u>	
Interest		\$ 3,263	
Dividends and capital gain distributions		3,294	
Realized gains and (losses)		(10,104)	
Unrealized gains and (losses)		<u>19,542</u>	
Total unrestricted investment return		15,995	
<u>Restricted</u>			
Interest		<u>60</u>	
Total Unrestricted and Restricted investment return		<u><u>\$ 16,055</u></u>	

Investment fees totaled \$2,480 for 2005.

F. Capital Assets

Changes to property and equipment are as follows:

	<u>June 30, 2004</u>	<u>Additions</u>	<u>Disposals</u>	<u>June 30, 2005</u>
Building improvements	\$ 38,914	\$ 88,477	\$ (37,015)	\$ 90,376
Shop equipment	316,375	31,244	(36,239)	311,380
Office furniture and equipment	56,721	2,049	(11,161)	47,609
Total property and equipment	<u>412,010</u>	<u>121,770</u>	<u>(84,415)</u>	<u>449,365</u>
Accumulated depreciation	(364,420)	(19,036)	76,877	(306,579)
Net property and equipment	<u>\$ 47,590</u>	<u>\$ 102,734</u>	<u>\$ (7,538)</u>	<u>\$ 142,786</u>

G. Related Party Transactions and In-Kind Contribution

FCBMR/DD provides support through payment of the salaries of the director, office staff, direct care staff and administrative staff of the Agency. FCBMR/DD also provides the building and most of the maintenance costs on the building for the Agency work site. The value of these in-kind contributions to the Agency, as computed by FCBMR/DD is included in the Agency's Statement of Revenues, Expenses, and Changes in Net Assets in the amount of \$209,136 for the year ended June 30, 2005.

This computation was developed by the Ohio Department of Mental Retardation and Developmental Disabilities to be used by the 88 counties in Ohio and is computed on a calendar year. The calendar year worksheet ending within the fiscal year of the Agency is included in the Agency's financial statements.

The calculation considers the total adult program personnel, building costs, and administrative costs of FCBMR/DD and the number of clients served by the Agency reduced by their unproductive time. The calculated fair value of the donated property and services for the year ending June 30, 2005 is as follows:

		<u>2005</u>	
Personnel		\$ 89,645	
Fringe benefits		30,750	
Building and administrative (included in "contractual services")		88,741	
Total in-kind donation		<u><u>\$ 209,136</u></u>	

Fairfield County, Ohio
Notes to the Basic Financial Statements
December 31, 2005

Related accounts receivable and payable for operations

Accounts receivable from FCBMR/DD to the Agency was \$13,386 at June 30, 2005; and accounts payable to FCBMR/DD from the Agency was \$2,365 at June 30, 2005.

Special event

The Agency also sponsors an annual special event golf outing in conjunction with FCBMR/DD for the Public Awareness Committee. Receipts and expense for the special event are as follows:

	2005
Gross receipts	\$ 5,838
Golf outing expenses	(4,683)
Net special event receipts	<u>\$ 1,155</u>

H. Concentrations in Sales

During 2005, the three largest customers accounted for 37%, 30%, and 12% of sales, for a total of 79% of the total sales.

I. Risks and Uncertainties

Privatization

Privatization of the services of the Agency is being discussed, whereby the Agency would become a vendor of FCBMR/DD, and would bill FCBMR/DD for services provided. The director, office staff, direct care staff and administrative staff that are new employees of FCBMR/DD would become employees of the Agency, and the Agency would no longer be a component unit of Fairfield County, Ohio. The one year operating contract with FCBMR/DD expired on September 29, 2004, and was renewed for another year, until September 30, 2005. At this time it is expected that the operating contract will continue to be renewed for one year periods of time until this issue is resolved. Such a change would have an impact on the Agency's receipts, expenses and organization which at this time can not be determined.

NOTE 28 – SUBSEQUENT EVENTS

On April 6, 2006, the County issued \$700,000 in Water System Improvement Bond Anticipation Notes for the Carroll Project, which will mature on April 5, 2007.

On May 23, 2006, the County approved the issuance of conduit debt for Multi-family Housing Revenue Bonds Series 2006 in the amount not to exceed \$10,000,000 on behalf of the Collins Road Properties, Ltd. Project for the purpose of making a loan to provide financing for the project.

Combining
Financial
Statements
and
Schedules

General Fund

The General Fund accounts for all financial resources received and used for services traditionally provided by a county government and not required to be accounted for in other funds.

Fairfield County, Ohio

SCHEDULE OF EXPENDITURES — BUDGET (NON-GAAP BASIS) AND ACTUAL GENERAL FUND

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
EXPENDITURES				
Current:				
General government - legislative and executive				
Commissioners:				
Personal services	\$ 346,386	\$ 343,358	\$ 335,601	\$ 7,757
Fringe benefits	109,145	109,173	97,026	12,147
Materials and supplies	22,980	22,980	14,789	8,191
Contractual services	142,011	143,991	139,895	4,096
Other	135,000	135,000	116,553	18,447
Total commissioners	<u>755,522</u>	<u>754,502</u>	<u>703,864</u>	<u>50,638</u>
Auditor:				
Personal services	483,169	483,169	480,130	3,039
Fringe benefits	182,697	172,308	158,326	13,982
Materials and supplies	43,586	33,946	30,324	3,622
Contractual services	186,968	203,086	201,262	1,824
Capital outlay	-	4,471	1,300	3,171
Total auditor	<u>896,420</u>	<u>896,980</u>	<u>871,342</u>	<u>25,638</u>
Assessing personal property:				
Personal services	40,815	40,815	37,743	3,072
Fringe benefits	13,053	12,493	10,322	2,171
Materials and supplies	6,307	6,307	1,612	4,695
Contractual services	2,950	2,950	997	1,953
Total assessing personal property	<u>63,125</u>	<u>62,565</u>	<u>50,674</u>	<u>11,891</u>
Treasurer:				
Personal services	183,347	183,347	182,183	1,164
Fringe benefits	101,919	101,919	83,007	18,912
Materials and supplies	7,430	7,430	5,401	2,029
Contractual services	27,354	27,354	25,469	1,885
Other	11,509	11,509	11,509	-
Total treasurer	<u>331,559</u>	<u>331,559</u>	<u>307,569</u>	<u>23,990</u>
Prosecuting attorney:				
Personal services	787,048	749,548	745,194	4,354
Fringe benefits	291,838	286,753	217,344	69,409
Materials and supplies	11,000	15,000	11,725	3,275
Contractual services	61,188	105,166	99,882	5,284
Other	53,724	53,724	53,724	-
Total prosecuting attorney	<u>1,204,798</u>	<u>1,210,191</u>	<u>1,127,869</u>	<u>82,322</u>
Geographical information system:				
Personal services	76,095	76,095	73,749	2,346
Fringe benefits	39,565	37,847	30,867	6,980
Materials and supplies	4,797	5,697	4,623	1,074
Contractual services	39,870	41,688	36,108	5,580
Capital outlay	14,369	13,369	2,078	11,291
Total geographical information system	<u>174,696</u>	<u>174,696</u>	<u>147,425</u>	<u>27,271</u>
Bureau of inspection:				
Contractual services	\$ 111,256	\$ 111,256	\$ 88,057	\$ 23,199

(continued)

Fairfield County, Ohio

**SCHEDULE OF EXPENDITURES — BUDGET
(NON-GAAP BASIS) AND ACTUAL
GENERAL FUND**

(Continued)

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Data processing:				
Personal services	\$ 141,758	\$ 145,219	\$ 145,219	\$ -
Fringe benefits	74,064	70,603	65,272	5,331
Materials and supplies	43,617	43,617	42,829	788
Contractual services	48,300	48,300	45,826	2,474
Capital outlay	239,872	239,872	239,756	116
Total data processing	547,611	547,611	538,902	8,709
Board of elections:				
Personal services	315,799	320,612	319,463	1,149
Fringe benefits	171,876	158,664	148,854	9,810
Materials and supplies	22,336	50,484	42,303	8,181
Contractual services	232,570	313,822	272,535	41,287
Total board of elections	742,581	843,582	783,155	60,427
Maintenance and operation:				
Personal services	390,000	364,024	334,219	29,805
Fringe benefits	192,700	205,156	185,247	19,909
Materials and supplies	347,400	347,400	303,947	43,453
Contractual services	872,452	893,283	821,644	71,639
Capital outlay	34,448	34,448	28,414	6,034
Total maintenance and operation	1,837,000	1,844,311	1,673,471	170,840
Recorder:				
Personal services	175,406	190,526	190,464	62
Fringe benefits	107,461	118,510	94,156	24,354
Materials and supplies	2,010	2,010	1,328	682
Contractual services	3,266	3,266	2,803	463
Total recorder	288,143	314,312	288,751	25,561
Human resources:				
Personal services	75,972	75,972	75,972	-
Fringe benefits	33,509	33,509	30,883	2,626
Contractual services	6,266	11,866	11,621	245
Total human resources	115,747	121,347	118,476	2,871
Enterprise Zone:				
Personal services	2,531	2,031	957	1,074
Fringe benefits	383	383	143	240
Materials and supplies	36	36	-	36
Contractual services	50	50	-	50
Total recorder	3,000	2,500	1,100	1,400
Building Department:				
Contractual services	-	20,000	20,000	-
Insurance on property and persons:				
Contractual services	380,104	387,673	372,256	15,417
Levy and assessment:				
Contractual services	150,505	165,505	165,505	-
Total general government - legislative and executive	\$ 7,602,067	\$ 7,788,590	\$ 7,258,416	\$ 530,174

Fairfield County, Ohio

**SCHEDULE OF EXPENDITURES — BUDGET
(NON-GAAP BASIS) AND ACTUAL
GENERAL FUND**

(Continued)

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
General government - judicial				
Domestic relations:				
Personal services	\$ 357,171	\$ 357,171	\$ 347,166	\$ 10,005
Fringe benefits	134,053	134,053	109,151	24,902
Materials and supplies	2,070	1,765	1,559	206
Contractual services	5,790	6,040	5,850	190
Capital outlay	3,125	3,180	3,176	4
Total domestic relations	502,209	502,209	466,902	35,307
Court of appeals:				
Contractual services	18,000	15,285	15,285	-
Common pleas probation:				
Personal services	132,964	132,964	131,691	1,273
Fringe benefits	72,219	58,219	54,352	3,867
Contractual services	7,931	7,931	7,924	7
Total common pleas probation	213,114	199,114	193,967	5,147
Common pleas court:				
Personal services	366,232	366,232	366,231	1
Fringe benefits	141,445	132,195	124,116	8,079
Materials and supplies	4,396	4,396	2,745	1,651
Contractual services	94,349	117,805	107,297	10,508
Total common pleas court	606,422	620,628	600,389	20,239
Jury commission:				
Personal services	1,485	1,485	1,483	2
Fringe benefits	345	345	233	112
Total jury commission	1,830	1,830	1,716	114
Juvenile court:				
Contractual services	191,490	161,490	152,063	9,427
Probate court:				
Personal services	230,640	230,640	201,962	28,678
Fringe benefits	134,892	81,290	70,576	10,714
Materials and supplies	1,000	5,500	5,331	169
Contractual services	8,587	8,587	4,723	3,864
Total probate court	375,119	326,017	282,592	43,425
Clerk of courts:				
Personal services	367,286	367,286	364,566	2,720
Fringe benefits	184,310	178,975	153,689	25,286
Materials and supplies	26,250	26,250	23,531	2,719
Contractual services	43,851	43,851	35,140	8,711
Capital outlay	5,301	10,636	10,626	10
Total clerk of courts	626,998	626,998	587,552	39,446
Municipal court:				
Personal services	200,825	215,124	208,350	6,774
Fringe benefits	73,759	73,759	65,142	8,617
Contractual services	47,151	49,788	34,379	15,409
Total municipal court	\$ 321,735	\$ 338,671	\$ 307,871	\$ 30,800

(continued)

Fairfield County, Ohio

**SCHEDULE OF EXPENDITURES — BUDGET
(NON-GAAP BASIS) AND ACTUAL
GENERAL FUND**

(Continued)

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Law library:				
Other	\$ 58,125	\$ 71,125	\$ 67,402	\$ 3,723
Notary public fees:				
Materials and supplies	6,000	6,000	4,883	1,117
Contractual services	1,000	1,000	-	1,000
Capital outlay	4,000	4,000	2,917	1,083
Total notary public fees	11,000	11,000	7,800	3,200
Public defender:				
Contractual services	900,000	1,000,000	949,237	50,763
Total general government - judicial	3,826,042	3,874,367	3,632,776	241,591
Public safety				
Probation department:				
Personal services	504,986	504,986	490,806	14,180
Fringe benefits	200,686	247,988	211,545	36,443
Materials and supplies	28,732	28,732	28,477	255
Contractual services	379,713	556,513	552,066	4,447
Capital outlay	15,580	45,580	44,303	1,277
Total probation department	1,129,697	1,383,799	1,327,197	56,602
Coroner:				
Personal services	72,076	72,076	72,076	-
Fringe benefits	18,824	18,708	17,322	1,386
Materials and supplies	3,970	4,720	4,615	105
Contractual services	46,573	74,859	71,685	3,174
Capital outlay	5,067	1,147	1,147	-
Total coroner	146,510	171,510	166,845	4,665
Sheriff:				
Personal services	4,866,240	5,065,390	5,038,924	26,466
Fringe benefits	2,144,353	2,096,810	1,977,437	119,373
Materials and supplies	457,649	606,021	604,055	1,966
Contractual services	881,704	971,329	873,686	97,643
Capital outlay	189,113	187,699	179,197	8,502
Other	44,885	50,945	50,945	-
Total sheriff	8,583,944	8,978,194	8,724,244	253,950
Total public safety	9,860,151	10,533,503	10,218,286	315,217
Health				
Agriculture:				
Contractual services	411,596	411,596	411,221	375
TB clinics:				
Contractual services	4,800	4,800	4,011	789
Regular and vital statistics:				
Contractual services	2,500	2,500	1,794	706
Crippled children:				
Contractual services	310,067	310,067	299,503	10,564
Total health	\$ 728,963	\$ 728,963	\$ 716,529	\$ 12,434

(continued)

Fairfield County, Ohio

**SCHEDULE OF EXPENDITURES — BUDGET
(NON-GAAP BASIS) AND ACTUAL
GENERAL FUND**

(Continued)

For the Year Ended December 31, 2005

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Human services				
Veterans service commission:				
Personal services	\$ 193,154	\$ 193,154	\$ 181,109	\$ 12,045
Fringe benefits	91,052	91,053	72,802	18,251
Materials and supplies	21,000	21,000	20,631	369
Contractual services	512,000	512,052	404,338	107,714
Total human services	<u>817,206</u>	<u>817,259</u>	<u>678,880</u>	<u>138,379</u>
Transportation				
Airport:				
Materials and supplies	3,500	3,500	1,757	1,743
Contractual services	199,496	187,404	83,792	103,612
Capital outlay	25,986	25,986	24,130	1,856
Total transportation	<u>228,982</u>	<u>216,890</u>	<u>109,679</u>	<u>107,211</u>
Other				
Commissioners share - costs:				
Contractual services	889,831	1,506,382	1,499,999	6,383
Unanticipated emergency:				
Other	270,000	70,000	-	70,000
Miscellaneous:				
Other.....	2,000	14,000	5,974	8,026
Total other	<u>1,161,831</u>	<u>1,590,382</u>	<u>1,505,973</u>	<u>84,409</u>
Total expenditures.....	<u>\$ 24,225,242</u>	<u>\$ 25,549,954</u>	<u>\$ 24,120,539</u>	<u>\$ 1,429,415</u>

Nonmajor Governmental Funds

Special Revenue Funds

The special revenue funds account for those financial resources that are restricted by legal, regulatory, or administrative action to finance particular functions or activities of the County.

Debt Service Funds

The debt service funds are maintained to account for the accumulation of resources for, and the payment of, principal, interest, and related costs, on general long-term obligations and special assessment long-term obligations.

Capital Projects Funds

The capital projects funds are maintained to account for those financial resources received and used for the acquisition, construction, or improvement of major capital facilities (other than those financed by proprietary funds).

Fairfield County, Ohio

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS

December 31, 2005

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
ASSETS				
Cash and cash equivalents.....	\$ 10,987,261	\$ 145,791	\$ 2,836,398	\$ 13,969,450
Cash and cash equivalents in segregated accounts	484,902	-	-	484,902
Receivables:				
Property and other taxes	2,567,967	-	-	2,567,967
Accounts	72,990	-	-	72,990
Interfund	36,010	814	1,265	38,089
Special assessments	178,823	2,754,142	-	2,932,965
Accrued interest	1,891	361	497	2,749
Loans	521,345	-	-	521,345
Intergovernmental	2,393,916	-	731,866	3,125,782
Materials and supplies inventory.....	3,294	-	-	3,294
Prepaid items.....	75,879	-	-	75,879
Total assets.....	<u>\$ 17,324,278</u>	<u>\$ 2,901,108</u>	<u>\$ 3,570,026</u>	<u>\$ 23,795,412</u>
LIABILITIES				
Accounts payable.....	\$ 528,338	\$ -	\$ 467,244	\$ 995,582
Contracts payable.....	111,512	-	887,153	998,665
Accrued wages and benefits payable.....	203,159	-	-	203,159
Matured compensated absences payable.....	2,038	-	-	2,038
Retainage payable.....	50,991	-	134,012	185,003
Interfund payable.....	658,984	-	152,255	811,239
Intergovernmental payable.....	172,339	-	-	172,339
Deferred revenue.....	4,430,712	2,754,366	637,199	7,822,277
Matured interest payable.....	152	-	-	152
Matured capital leases payable.....	502	-	-	502
Accrued interest payable.....	-	-	7,616	7,616
Notes payable.....	-	-	1,422,000	1,422,000
Total liabilities.....	<u>6,158,727</u>	<u>2,754,366</u>	<u>3,707,479</u>	<u>12,620,572</u>
FUND BALANCES				
Reserved for encumbrances	1,661,227	-	999,215	2,660,442
Reserved for loans	411,396	-	-	411,396
Unreserved, designated:				
Designated for health insurance.....	58,616	-	-	58,616
Unreserved:				
Undesignated, Reported in:				
Special Revenue Funds	9,034,312	-	-	9,034,312
Debt Service Funds	-	146,742	-	146,742
Capital Projects Funds	-	-	(1,136,668)	(1,136,668)
Total fund balances.....	<u>11,165,551</u>	<u>146,742</u>	<u>(137,453)</u>	<u>11,174,840</u>
Total liabilities and fund balances.....	<u>\$ 17,324,278</u>	<u>\$ 2,901,108</u>	<u>\$ 3,570,026</u>	<u>\$ 23,795,412</u>

Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2005

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
REVENUES				
Property and other taxes.....	\$ 2,499,966	\$ -	\$ -	\$ 2,499,966
Charges for services.....	3,533,568	-	8,608	3,542,176
Licenses and permits.....	331,976	-	-	331,976
Fines and forfeitures.....	129,845	-	-	129,845
Intergovernmental.....	7,643,899	-	3,898,316	11,542,215
Special assessments.....	132,677	385,700	-	518,377
Interest.....	53,247	71,210	4,609	129,066
Donations.....	15,114	-	-	15,114
Other.....	221,756	-	2,890	224,646
Total revenues.....	<u>14,562,048</u>	<u>456,910</u>	<u>3,914,423</u>	<u>18,933,381</u>
EXPENDITURES				
Current:				
General government:				
Legislative and executive	1,849,299	-	-	1,849,299
Judicial	780,127	-	-	780,127
Public safety	1,820,038	-	-	1,820,038
Public works	1,366,028	-	-	1,366,028
Health	664,821	-	-	664,821
Human services	8,045,230	-	-	8,045,230
Urban redevelopment and housing	195,456	-	-	195,456
Intergovernmental.....	647,610	-	-	647,610
Capital outlay.....	-	-	6,528,257	6,528,257
Debt service:				
Principal retirement	22,532	269,715	-	292,247
Interest and fiscal charges	2,375	147,326	20,968	170,669
Total expenditures.....	<u>15,393,516</u>	<u>417,041</u>	<u>6,549,225</u>	<u>22,359,782</u>
Excess of revenues over (under) expenditures.....	<u>(831,468)</u>	<u>39,869</u>	<u>(2,634,802)</u>	<u>(3,426,401)</u>
OTHER FINANCING SOURCES (USES)				
Inception of capital lease.....	16,818	-	-	16,818
Transfers in.....	1,307,400	-	1,476,773	2,784,173
Transfers out.....	(232,543)	-	(69,529)	(302,072)
Total other financing sources (uses).....	<u>1,091,675</u>	<u>-</u>	<u>1,407,244</u>	<u>2,498,919</u>
Net changes in fund balances.....	260,207	39,869	(1,227,558)	(927,482)
Fund balances - beginning of year.....	10,905,344	106,873	1,090,105	12,102,322
Fund balances - end of year.....	<u>\$ 11,165,551</u>	<u>\$ 146,742</u>	<u>\$ (137,453)</u>	<u>\$ 11,174,840</u>

Nonmajor Special Revenue Funds

The special revenue funds account for those financial resources that are restricted by legal, regulatory, or administrative action to finance particular functions or activities of the County.

The following are included in nonmajor special revenue funds:

Dog and Kennel Fund	To account for the dog warden's operations, financed by sales of dog tags, kennel permits, and collections of fines.
Child Support Enforcement Agency Fund	To account for state, federal, and local revenue used to administer the County Bureau of Support.
Computerized Legal Research Fund	To account for fees used to make available computerized legal research services.
Real Estate Assessment Fund	To account for state-mandated countywide real estate reappraisals that are funded by charges to the political subdivisions located within the County.
Treasurer's Prepayment Fund	To account for real property taxes paid on a prepayment schedule designed by the County Treasurer.
Road and Bridge Fund	To account for revenues received from fines from the Lancaster, Ohio, Municipal Court for weight limit violations. Expenditures administer the Weight Limit Program.
Youth Services Fund	To account for grant monies received from the State Department of Youth Services and used for foster care placement, diversion programs, juvenile delinquency prevention, and other related youth services activities.
Enforcement and Education Fund	To account for monies received from fines from convictions in alcohol-related cases; used for education of the community and for the purchase of law enforcement equipment.
Ditch Maintenance Fund	To account for revenue used to build irrigation ditches and to maintain existing ditches within the County.
Delinquent Real Estate Collection Fund	To account for five percent of all delinquent real estate taxes, personal property taxes, and manufactured home taxes used for the purpose of collecting delinquent real estate taxes.
Commissary Fund	To account for revenue generated through the Sheriff's office from commissary sales.
Children Services Fund	To account for monies received from federal and state grants, support collections, the Veterans' Administration, and the Social Security Administration. The fund makes expenditures to support foster homes, emergency shelters, medical treatment, school supplies, counseling, and parental training.

(continued)

Nonmajor Special Revenue Funds (continued)

Indigent Guardianship Fund	To account for probate fees used for court-appointed guardians for indigents.
Emergency Management and Homeland Security Fund	To account for fees, grant monies, and donations used for maintaining an emergency services department.
Emergency Planning Fund	To account for grant monies received from the State, donation, and fees used to plan for toxic waste spill emergencies.
Marriage License Fund	To account for monies collected by the courts to computerize the court system.
Bateson Beach Fund	To account for special assessments and clerk of court fees; used for bridge maintenance.
Computer Fund	To account for fines collected by the courts; used to computerize the court system.
Certificate of Title Administration Fund	To account for fees collected; used by Clerk of Courts for costs incurred in processing titles.
County Recorder Equipment Fund	To account for fees collected from each deed and/or instrument filed in the Recorder's Office. The County Recorder uses these fees to acquire and maintain equipment and to purchase contractual services.
Parent Education Fund	To account for fees collected by the Clerk of Courts; used to provide parent education seminars for persons seeking divorce, dissolution, or legal separation when minor children are involved.
Indigent Children Drivers Fund	To account for driver's license reinstatement fines; used to provide alcohol and drug treatment for indigent drivers.
Environmental Affairs Grant Fund	To account for grant monies received from the Ohio Department of Natural Resources and the Coshocton-Fairfield-Licking-Perry Solid Waste District; used to fund the costs of the Environmental Affairs Office and approved special projects. This fund had no cash activity during 2005.
Adult Community Based Corrections Fund	To account for a state grant funding an adult community-based corrections program.
Bridges, Culverts, and County Road Levy Fund	To account for a half-mill levy for the maintenance and construction of county bridges, culverts, and roads.
County Probation Services Community Based Corrections Fund	To account for fees used in the operation for a community-based corrections program.

(continued)

Nonmajor Special Revenue Funds (continued)

Community Corrections Fund	To account for a grant from the Ohio Department of Rehabilitation and Corrections; used for a jail reduction program and is associated with the Lancaster Municipal Court.
Litter Enforcement Fund	To account for a state grant to enforce litter laws and to educate citizens.
Ohio Seat Belt Fund	To account for fine monies collected; used to educate the public about using seat belts.
Crossroads Center Fund	To account for a grant donation from the Fairfield Foundation and for court-assessed fees; used for the operations of the Fairfield County Crossroads Center.
Economic Development Assistance Grant Fund	To account for revenue from the federal government; used to fund a revolving loan program. This fund receives monthly loan payments with interest from local business in the revolving loan program. This fund is not required to be budgeted; therefore, no budgetary basis statement is presented.
Community Development Block Grant Fund	To account for revenue from the federal government; used to fund a revolving loan program, improvement of targeted areas within the County, and home improvement assistance for low income households.
Drug Abuse Resistance Education Fund	To account for donations and state grants; used in a Sheriff's office educational program encouraging children to resist drug abuse.
Victims of Crime Fund	To account for state and federal grants for a victim's advocacy program.
Drug Court Program Fund	To account for Juvenile Court-assessed fees used for operating a Drug Court.
Courts Special Projects Fund	To account for the collection of fees for the County courts to be used for special projects.
Reese-Peters Home Lodge Tax Fund	To account for a 1.5 percent lodging excise tax; used to renovate a County-owned home that will be used as a cultural arts facility.
Local Law Enforcement Grant Fund	To account for a federal grant and local matching funds; used for the purchase of equipment and payment of salaries.
Accountability Grant Fund	To account for a federal grant and local matching funds; used for the salary and benefits of a Juvenile Court Counselor.
Sanction Costs Reimbursements Fund	To account for inmate reimbursements to the County, authorized by the Board of County Commissioners. Inmates pay for the costs of their confinement if offenses are greater than minor misdemeanors. A hearing is held to determine the inmate's ability to pay.

(continued)

Nonmajor Special Revenue Funds (continued)

Juvenile Recovery Fund	To account for collection of various fees and costs associated with Juvenile Court activities not specific to the Drug Court or the Crossroads Center School.
Home Fund	To account for a federal grant which provides home rehabilitation and down payment assistance for low income households.
Major Crimes Unit Grant Fund	To account for a federal grant designed to improve the functioning of the criminal justice system, with emphasis on drugs, violent crime, and serious offenders, and to enforce State and local laws
Transportation Coordination Grant Fund	To account for a grant from the Ohio Department of Transportation with a purpose to improve special needs transportation.
Clean Ohio Easement Program Fund	To account for a pass-through grant awarded to Steven and Deborah Miller Farm to help save agricultural land.
Concealed Handgun License Fund	To account for revenue and expenditure activity related to the issuance of concealed handgun licenses established by House Bill 12A.
Workforce Investment Act Fund	To account for revenue and expenditure activity of the Workforce Investment Act (WIA) established by Senate Bill 189.
Older Adult Services Levy Fund	To account for revenue and expenditure activity from the Older Adult Services Levy. The purpose of the levy was to provide services for older adult Fairfield County residents. This fund was not budgeted because the County did not anticipate any activity and none occurred.
Voter and Pollworker Education Fund	To account for grant monies from the Ohio Secretary of State for the Help America Vote Act. The grant monies will be used to assist with voter education and poll worker training.
Federal Emergency Management Agency Fund	To account FEMA grant monies that reimbursed the County for Federal disaster relief.
Title II Fund	To account for the Title II grant monies from the Ohio Department of Youth Services.
Ohio Children's Trust Fund	To account for a grant designed to provide funding for child abuse and neglect prevention programs.

Fairfield County, Ohio

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS

December 31, 2005

	Dog and Kennel Fund	Child Support Enforcement Agency Fund	Computerized Legal Research Fund	Real Estate Assessment Fund	Treasurer's Prepayment Fund
ASSETS					
Cash and cash equivalents.....	\$ 157,483	\$ 823,969	\$ 116,905	\$ 2,030,358	\$ 862
Cash and cash equivalents in segregated accounts	-	-	-	-	-
Receivables:					
Property and other taxes	-	-	-	-	-
Accounts	-	33,272	1,445	-	-
Interfund	-	-	-	-	-
Special assessments	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Intergovernmental	-	11,299	-	-	-
Materials and supplies inventory.....	-	-	-	-	-
Prepaid items.....	3,905	28,970	-	10,283	-
Total assets.....	<u>\$ 161,388</u>	<u>\$ 897,510</u>	<u>\$ 118,350</u>	<u>\$ 2,040,641</u>	<u>\$ 862</u>
LIABILITIES					
Accounts payable.....	\$ 2,264	\$ 22,074	\$ -	\$ 1,013	\$ -
Contracts payable.....	-	-	-	-	-
Accrued wages and benefits payable.....	8,294	73,975	-	25,973	-
Matured compensated absences payable.....	-	-	-	-	-
Retainage payable.....	-	-	-	-	-
Interfund payable.....	1,357	37,221	-	3,281	-
Intergovernmental payable.....	6,565	38,265	-	13,207	61
Deferred revenue.....	-	63,806	273	-	-
Matured interest payable.....	-	-	-	-	-
Matured capital leases payable.....	-	-	-	-	-
Total liabilities.....	<u>18,480</u>	<u>235,341</u>	<u>273</u>	<u>43,474</u>	<u>61</u>
FUND BALANCES:					
Reserved for encumbrances	16,097	102,794	13,000	721,690	-
Reserved for loans	-	-	-	-	-
Unreserved, Designated:					
Designated for health insurance	2,959	24,938	-	7,152	-
Unreserved:					
Undesignated (deficits)	123,852	534,437	105,077	1,268,325	801
Total fund balances (deficit).....	<u>142,908</u>	<u>662,169</u>	<u>118,077</u>	<u>1,997,167</u>	<u>801</u>
Total liabilities and fund balances....	<u>\$ 161,388</u>	<u>\$ 897,510</u>	<u>\$ 118,350</u>	<u>\$ 2,040,641</u>	<u>\$ 862</u>

Road and Bridge Fund	Youth Services Fund	Enforcement and Education Fund	Ditch Maintenance Fund	Delinquent Real Estate Collection Fund	Commissary Fund	Children Services Fund
\$ 24,861	\$ 478,948	\$ 24,997	\$ 731,133	\$ 394,938	\$ 22,534	\$ 224,162
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	776
-	-	-	172,797	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
487	272,277	-	-	-	-	1,085,534
-	-	-	-	-	-	-
-	8,806	-	-	2,915	-	-
<u>\$ 25,348</u>	<u>\$ 760,031</u>	<u>\$ 24,997</u>	<u>\$ 903,930</u>	<u>\$ 397,853</u>	<u>\$ 22,534</u>	<u>\$ 1,310,472</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,277	\$ 6,263	\$ 270,278
-	-	-	-	-	-	-
-	24,518	-	-	8,776	310	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
67	3,247	-	-	1,177	-	13,692
201	13,614	-	-	3,880	73	1,265
-	136,103	-	172,797	-	-	836,185
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>268</u>	<u>177,482</u>	<u>-</u>	<u>172,797</u>	<u>15,110</u>	<u>6,646</u>	<u>1,121,420</u>
-	-	-	-	1,380	-	15,000
-	-	-	-	-	-	-
147	7,077	-	-	2,565	-	-
<u>24,933</u>	<u>575,472</u>	<u>24,997</u>	<u>731,133</u>	<u>378,798</u>	<u>15,888</u>	<u>174,052</u>
<u>25,080</u>	<u>582,549</u>	<u>24,997</u>	<u>731,133</u>	<u>382,743</u>	<u>15,888</u>	<u>189,052</u>
<u>\$ 25,348</u>	<u>\$ 760,031</u>	<u>\$ 24,997</u>	<u>\$ 903,930</u>	<u>\$ 397,853</u>	<u>\$ 22,534</u>	<u>\$ 1,310,472</u>

(continued)

Fairfield County, Ohio

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS

December 31, 2005

	Indigent Guardianship Fund	Emergency Management and Homeland Security Fund	Emergency Planning Fund	Marriage License Fund	Bateson Beach Fund
ASSETS					
Cash and cash equivalents.....	\$ 3,691	\$ 48,449	\$ 12,893	\$ 19,992	\$ 3,056
Cash and cash equivalents in segregated accounts	-	-	-	-	-
Receivables:					
Property and other taxes	-	-	-	-	-
Accounts	-	-	-	391	-
Interfund	-	-	-	-	-
Special assessments	-	-	-	-	6,026
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Intergovernmental	-	10,643	-	-	-
Materials and supplies inventory.....	-	-	-	-	-
Prepaid items.....	-	1,329	-	-	-
Total assets.....	<u>\$ 3,691</u>	<u>\$ 60,421</u>	<u>\$ 12,893</u>	<u>\$ 20,383</u>	<u>\$ 9,082</u>
LIABILITIES					
Accounts payable.....	\$ -	\$ 6,409	\$ -	\$ 17,614	\$ -
Contracts payable.....	-	-	-	-	-
Accrued wages and benefits payable.....	-	4,285	305	-	-
Matured compensated absences payable.....	-	-	-	-	-
Retainage payable.....	-	-	-	-	-
Interfund payable.....	-	521	-	-	-
Intergovernmental payable.....	-	2,880	72	-	-
Deferred revenue.....	-	-	-	251	6,026
Matured interest payable.....	-	-	-	-	-
Matured capital leases payable.....	-	-	-	-	-
Total liabilities.....	<u>-</u>	<u>14,095</u>	<u>377</u>	<u>17,865</u>	<u>6,026</u>
FUND BALANCES:					
Reserved for encumbrances	-	85	-	-	-
Reserved for loans	-	-	-	-	-
Unreserved, Designated:					
Designated for health insurance	-	1,135	-	-	-
Unreserved:					
Undesignated (deficits)	<u>3,691</u>	<u>45,106</u>	<u>12,516</u>	<u>2,518</u>	<u>3,056</u>
Total fund balances (deficit).....	<u>3,691</u>	<u>46,326</u>	<u>12,516</u>	<u>2,518</u>	<u>3,056</u>
Total liabilities and fund balances....	<u>\$ 3,691</u>	<u>\$ 60,421</u>	<u>\$ 12,893</u>	<u>\$ 20,383</u>	<u>\$ 9,082</u>

(Continued)

<u>Computer Fund</u>	<u>Certificate of Title Administration Fund</u>	<u>County Recorder Equipment Fund</u>	<u>Parent Education Fund</u>	<u>Indigent Children Drivers Fund</u>	<u>Environmental Affairs Grant Fund</u>	<u>Adult Community Based Corrections Fund</u>
\$ 153,293	\$ 1,068,089	\$ 239,239	\$ 25,400	\$ 2,015	\$ 16,703	\$ 14,828
-	-	11,020	-	-	-	-
-	-	-	-	-	-	-
5,679	-	-	1,831	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	79,081
-	-	-	-	-	-	-
-	9,354	22	-	-	-	1,627
<u>\$ 158,972</u>	<u>\$ 1,077,443</u>	<u>\$ 250,281</u>	<u>\$ 27,231</u>	<u>\$ 2,015</u>	<u>\$ 16,703</u>	<u>\$ 95,536</u>
\$ -	\$ 1,057	\$ 9,649	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	23,726	-	-	-	-	6,846
-	-	-	-	-	-	2,038
-	-	-	-	-	-	-
-	2,856	-	-	-	-	596
-	10,780	-	-	-	-	3,430
898	-	-	381	-	-	39,540
-	-	152	-	-	-	-
-	-	502	-	-	-	-
<u>898</u>	<u>38,419</u>	<u>10,303</u>	<u>381</u>	<u>-</u>	<u>-</u>	<u>52,450</u>
33,509	6,437	12,154	-	-	-	-
-	-	-	-	-	-	-
-	6,225	-	-	-	-	1,300
<u>124,565</u>	<u>1,026,362</u>	<u>227,824</u>	<u>26,850</u>	<u>2,015</u>	<u>16,703</u>	<u>41,786</u>
<u>158,074</u>	<u>1,039,024</u>	<u>239,978</u>	<u>26,850</u>	<u>2,015</u>	<u>16,703</u>	<u>43,086</u>
<u>\$ 158,972</u>	<u>\$ 1,077,443</u>	<u>\$ 250,281</u>	<u>\$ 27,231</u>	<u>\$ 2,015</u>	<u>\$ 16,703</u>	<u>\$ 95,536</u>

(continued)

Fairfield County, Ohio

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS

December 31, 2005

	Bridges, Culverts, and County Road Levy Fund	County Probation Services Com- munity Based Corrections Fund	Litter Enforcement Fund	Ohio Seat Belt Fund	Crossroads Center Fund
ASSETS					
Cash and cash equivalents.....	\$ 1,191,574	\$ 192,377	\$ 91,641	\$ 7,672	\$ 638,750
Cash and cash equivalents in segregated accounts	-	-	-	-	-
Receivables:					
Property and other taxes	1,268,555	-	-	-	-
Accounts	-	21,722	-	-	3,650
Interfund	-	-	-	-	-
Special assessments	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Intergovernmental	71,516	608	16,044	-	199,671
Materials and supplies inventory.....	-	-	-	-	-
Prepaid items.....	-	1,625	897	-	2,687
Total assets.....	<u>\$ 2,531,645</u>	<u>\$ 216,332</u>	<u>\$ 108,582</u>	<u>\$ 7,672</u>	<u>\$ 844,758</u>
LIABILITIES					
Accounts payable.....	\$ -	\$ 1,460	\$ 534	\$ -	\$ 1,850
Contracts payable.....	16,434	-	-	-	-
Accrued wages and benefits payable.....	-	-	2,035	-	11,972
Matured compensated absences payable.....	-	-	-	-	-
Retainage payable.....	45,748	-	-	-	-
Interfund payable.....	-	-	462	-	868
Intergovernmental payable.....	-	45	56,426	-	7,395
Deferred revenue.....	1,336,594	9,247	16,044	-	-
Matured interest payable.....	-	-	-	-	-
Matured capital leases payable.....	-	-	-	-	-
Total liabilities.....	<u>1,398,776</u>	<u>10,752</u>	<u>75,501</u>	<u>-</u>	<u>22,085</u>
FUND BALANCES:					
Reserved for encumbrances	3,781	16,681	11,480	-	2,379
Reserved for loans	-	-	-	-	-
Unreserved, Designated:					
Designated for health insurance	-	-	808	-	1,892
Unreserved:					
Undesignated (deficits)	1,129,088	188,899	20,793	7,672	818,402
Total fund balances (deficit).....	<u>1,132,869</u>	<u>205,580</u>	<u>33,081</u>	<u>7,672</u>	<u>822,673</u>
Total liabilities and fund balances....	<u>\$ 2,531,645</u>	<u>\$ 216,332</u>	<u>\$ 108,582</u>	<u>\$ 7,672</u>	<u>\$ 844,758</u>

(Continued)

<u>Economic Development Assistance Grant Fund</u>	<u>Community Development Block Grant Fund</u>	<u>Drug Abuse Resistance Education Fund</u>	<u>Victims of Crime Fund</u>	<u>Drug Court Program Fund</u>	<u>Courts Special Projects Fund</u>	<u>Reese- Peters Home Lodge Tax Fund</u>
\$ -	\$ 220,494	\$ 12,382	\$ 68,987	\$ 146,924	\$ 164,552	\$ -
307,712	166,170	-	-	-	-	-
-	-	-	-	-	-	30,857
-	-	-	-	-	4,224	-
-	-	-	-	32,500	-	-
-	-	-	-	-	-	-
398	131	-	-	-	-	-
378,669	142,676	-	-	-	-	-
-	338,925	-	60,803	4,864	-	-
-	-	-	3,294	-	-	-
-	-	-	370	1,631	178	-
<u>\$ 686,779</u>	<u>\$ 868,396</u>	<u>\$ 12,382</u>	<u>\$ 133,454</u>	<u>\$ 185,919</u>	<u>\$ 168,954</u>	<u>\$ 30,857</u>
\$ -	\$ -	\$ -	\$ -	\$ 197	\$ 23,940	\$ 27,599
-	95,078	-	-	-	-	-
-	-	-	5,293	4,694	-	-
-	-	-	-	-	-	-
-	5,243	-	-	-	-	-
-	230,495	-	4,150	30,493	398	-
-	4,600	-	2,781	1,661	-	-
-	262,855	-	45,524	-	1,368	3,258
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	598,271	-	57,748	37,045	25,706	30,857
-	105,104	-	-	329	60	-
301,004	110,392	-	-	-	-	-
-	-	-	328	1,076	867	-
385,775	54,629	12,382	75,378	147,469	142,321	-
686,779	270,125	12,382	75,706	148,874	143,248	-
<u>\$ 686,779</u>	<u>\$ 868,396</u>	<u>\$ 12,382</u>	<u>\$ 133,454</u>	<u>\$ 185,919</u>	<u>\$ 168,954</u>	<u>\$ 30,857</u>

(continued)

Fairfield County, Ohio

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS

December 31, 2005

	Local Law Enforcement Grant Fund	Account- ability Grant Fund	Sanction Costs Reim- bursements Fund	Juvenile Recovery Fund	Home Fund
ASSETS					
Cash and cash equivalents.....	\$ 14,328	\$ 7,456	\$ 36,309	\$ 325,910	\$ 37,900
Cash and cash equivalents in segregated accounts	-	-	-	-	-
Receivables:					
Property and other taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Interfund	-	-	-	-	38
Special assessments	-	-	-	-	-
Accrued interest	-	-	-	-	-
Loans	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Materials and supplies inventory.....	-	-	-	-	-
Prepaid items.....	-	-	-	-	-
Total assets.....	<u>\$ 14,328</u>	<u>\$ 7,456</u>	<u>\$ 36,309</u>	<u>\$ 325,910</u>	<u>\$ 37,938</u>
LIABILITIES					
Accounts payable.....	\$ -	\$ -	\$ -	\$ -	\$ -
Contracts payable.....	-	-	-	-	-
Accrued wages and benefits payable.....	-	375	-	-	-
Matured compensated absences payable.....	-	-	-	-	-
Retainage payable.....	-	-	-	-	-
Interfund payable.....	-	-	-	-	32,000
Intergovernmental payable.....	-	-	-	182	-
Deferred revenue.....	-	-	-	-	-
Matured interest payable.....	-	-	-	-	-
Matured capital leases payable.....	-	-	-	-	-
Total liabilities.....	<u>-</u>	<u>375</u>	<u>-</u>	<u>182</u>	<u>32,000</u>
FUND BALANCES:					
Reserved for encumbrances	-	-	-	-	32,000
Reserved for loans	-	-	-	-	-
Unreserved, Designated:					
Designated for health insurance	-	-	-	-	-
Unreserved:					
Undesignated (deficits)	14,328	7,081	36,309	325,728	(26,062)
Total fund balances (deficit).....	<u>14,328</u>	<u>7,081</u>	<u>36,309</u>	<u>325,728</u>	<u>5,938</u>
Total liabilities and fund balances....	<u>\$ 14,328</u>	<u>\$ 7,456</u>	<u>\$ 36,309</u>	<u>\$ 325,910</u>	<u>\$ 37,938</u>

(Continued)

Major Crimes Unit Grant Fund	Transportation Coordination Grant Fund	Clean Ohio Easement Program Fund	Concealed Handgun License Fund	Workforce Investment Act Fund	Older Adult Services Levy Fund	Voter and Pollworker Education Fund
\$ -	\$ -	\$ 498,000	\$ 6,782	\$ 177,342	\$ 495,281	\$ 38
-	-	-	-	-	-	-
-	-	-	-	-	1,268,555	-
-	-	3,472	-	-	-	-
-	-	-	-	-	-	-
-	-	1,362	-	-	-	-
-	-	-	-	-	-	-
14,820	8,827	-	-	95,863	64,418	-
-	-	-	-	-	-	-
-	-	-	893	387	-	-
<u>\$ 14,820</u>	<u>\$ 8,827</u>	<u>\$ 502,834</u>	<u>\$ 7,675</u>	<u>\$ 273,592</u>	<u>\$ 1,828,254</u>	<u>\$ 38</u>
\$ -	\$ -	\$ 3,189	\$ -	\$ 36,534	\$ 95,137	\$ -
-	-	-	-	-	-	-
-	-	-	1,782	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	67	292,882	3,154	-
-	-	-	1,134	3,388	434	-
2,819	8,827	844	-	95,863	1,332,973	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>2,819</u>	<u>8,827</u>	<u>4,033</u>	<u>2,983</u>	<u>428,667</u>	<u>1,431,698</u>	<u>-</u>
-	-	498,000	-	47,389	21,878	-
-	-	-	-	-	-	-
-	-	-	147	-	-	-
<u>12,001</u>	<u>-</u>	<u>801</u>	<u>4,545</u>	<u>(202,464)</u>	<u>374,678</u>	<u>38</u>
<u>12,001</u>	<u>-</u>	<u>498,801</u>	<u>4,692</u>	<u>(155,075)</u>	<u>396,556</u>	<u>38</u>
<u>\$ 14,820</u>	<u>\$ 8,827</u>	<u>\$ 502,834</u>	<u>\$ 7,675</u>	<u>\$ 273,592</u>	<u>\$ 1,828,254</u>	<u>\$ 38</u>

(continued)

Fairfield County, Ohio

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS**

(Continued)

December 31, 2005

	Federal Emergency Management Agency Fund	Title II Fund	Ohio Children's Trust Fund	Totals
ASSETS				
Cash and cash equivalents.....	\$ 1,264	\$ 12,500	\$ -	\$ 10,987,261
Cash and cash equivalents in segregated accounts	-	-	-	484,902
Receivables:				
Property and other taxes	-	-	-	2,567,967
Accounts	-	-	-	72,990
Interfund	-	-	-	36,010
Special assessments	-	-	-	178,823
Accrued interest	-	-	-	1,891
Loans	-	-	-	521,345
Intergovernmental	-	37,500	20,736	2,393,916
Materials and supplies inventory.....	-	-	-	3,294
Prepaid items.....	-	-	-	75,879
Total assets.....	<u>\$ 1,264</u>	<u>\$ 50,000</u>	<u>\$ 20,736</u>	<u>\$ 17,324,278</u>
LIABILITIES				
Accounts payable.....	\$ -	\$ -	\$ -	528,338
Contracts payable.....	-	-	-	111,512
Accrued wages and benefits payable.....	-	-	-	203,159
Matured compensated absences payable.....	-	-	-	2,038
Retainage payable.....	-	-	-	50,991
Interfund payable.....	-	-	-	658,984
Intergovernmental payable.....	-	-	-	172,339
Deferred revenue.....	-	37,500	20,736	4,430,712
Matured interest payable.....	-	-	-	152
Matured capital leases payable.....	-	-	-	502
Total liabilities.....	<u>-</u>	<u>37,500</u>	<u>20,736</u>	<u>6,158,727</u>
FUND BALANCES:				
Reserved for encumbrances	-	-	-	1,661,227
Reserved for loans	-	-	-	411,396
Unreserved, Designated:				
Designated for health insurance	-	-	-	58,616
Unreserved:				
Undesignated (deficits)	1,264	12,500	-	9,034,312
Total fund balances (deficit).....	<u>1,264</u>	<u>12,500</u>	<u>-</u>	<u>11,165,551</u>
Total liabilities and fund balances....	<u>\$ 1,264</u>	<u>\$ 50,000</u>	<u>\$ 20,736</u>	<u>\$ 17,324,278</u>



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Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2005

	Dog and Kennel Fund	Child Support Enforcement Agency Fund	Computerized Legal Research Fund	Real Estate Assessment Fund
REVENUES				
Property and other taxes.....	\$ -	\$ -	\$ -	\$ -
Charges for services.....	26,419	361,481	19,755	1,158,576
Licenses and permits.....	276,329	-	-	-
Fines and forfeitures.....	21,246	-	-	-
Intergovernmental.....	-	2,148,143	-	-
Special assessments.....	-	-	-	-
Interest.....	-	-	-	-
Donations.....	6,558	-	-	-
Other.....	375	401	-	-
Total revenues.....	<u>330,927</u>	<u>2,510,025</u>	<u>19,755</u>	<u>1,158,576</u>
EXPENDITURES				
Current:				
General government:				
Legislative and executive	-	-	-	1,301,088
Judicial	-	-	16,646	-
Public safety	-	-	-	-
Public works	-	-	-	-
Health	267,698	-	-	-
Human services	-	2,714,499	-	-
Urban redevelopment and housing	-	-	-	-
Intergovernmental.....	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures.....	<u>267,698</u>	<u>2,714,499</u>	<u>16,646</u>	<u>1,301,088</u>
Excess of revenues over (under) expenditures	63,229	(204,474)	3,109	(142,512)
OTHER FINANCING SOURCES (USES)				
Inception of capital lease.....	-	-	-	-
Transfers in.....	-	-	-	-
Transfers out.....	-	-	-	-
Total other financing sources (uses).....	-	-	-	-
Net changes in fund balances.....	63,229	(204,474)	3,109	(142,512)
Fund balances (deficits) - beginning of year.....	79,679	866,643	114,968	2,139,679
Fund balances (deficit) - end of year.....	<u>\$ 142,908</u>	<u>\$ 662,169</u>	<u>\$ 118,077</u>	<u>\$ 1,997,167</u>

Treasurer's Prepayment Fund	Road and Bridge Fund	Youth Services Fund	Enforcement and Education Fund	Ditch Maintenance Fund	Delinquent Real Estate Collection Fund	Commissary Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	29	1,390	-	-	213,647	101,133
-	-	-	-	-	-	-
-	32,036	-	1,731	-	-	-
-	-	731,974	-	-	-	-
-	-	-	-	132,123	-	-
1,427	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,427</u>	<u>32,065</u>	<u>733,364</u>	<u>1,731</u>	<u>132,123</u>	<u>213,647</u>	<u>101,133</u>
4,441	-	-	-	-	206,090	-
-	-	-	-	-	-	-
-	-	639,505	-	-	-	91,235
-	15,648	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>4,441</u>	<u>15,648</u>	<u>639,505</u>	<u>-</u>	<u>-</u>	<u>206,090</u>	<u>91,235</u>
<u>(3,014)</u>	<u>16,417</u>	<u>93,859</u>	<u>1,731</u>	<u>132,123</u>	<u>7,557</u>	<u>9,898</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>(3,014)</u>	<u>16,417</u>	<u>93,859</u>	<u>1,731</u>	<u>132,123</u>	<u>7,557</u>	<u>9,898</u>
<u>3,815</u>	<u>8,663</u>	<u>488,690</u>	<u>23,266</u>	<u>599,010</u>	<u>375,186</u>	<u>5,990</u>
<u>\$ 801</u>	<u>\$ 25,080</u>	<u>\$ 582,549</u>	<u>\$ 24,997</u>	<u>\$ 731,133</u>	<u>\$ 382,743</u>	<u>\$ 15,888</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2005

	Children Services Fund	Indigent Guardianship Fund	Emergency Management and Homeland Security Fund	Emergency Planning Fund
REVENUES				
Property and other taxes.....	\$ -	\$ -	\$ -	\$ -
Charges for services.....	-	17,050	8,372	-
Licenses and permits.....	-	-	-	-
Fines and forfeitures.....	-	-	-	-
Intergovernmental.....	1,950,123	-	306,813	20,988
Special assessments.....	-	-	-	-
Interest.....	-	-	-	-
Donations.....	1,200	-	250	-
Other.....	55,776	-	912	-
Total revenues.....	<u>2,007,099</u>	<u>17,050</u>	<u>316,347</u>	<u>20,988</u>
EXPENDITURES				
Current:				
General government:				
Legislative and executive	-	-	-	-
Judicial	-	17,410	-	-
Public safety	-	-	370,886	8,074
Public works	-	-	-	-
Health	-	-	-	-
Human services	3,571,792	-	-	-
Urban redevelopment and housing	-	-	-	-
Intergovernmental.....	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures.....	<u>3,571,792</u>	<u>17,410</u>	<u>370,886</u>	<u>8,074</u>
Excess of revenues over (under) expenditures	<u>(1,564,693)</u>	<u>(360)</u>	<u>(54,539)</u>	<u>12,914</u>
OTHER FINANCING SOURCES (USES)				
Inception of capital lease.....	-	-	-	-
Transfers in.....	1,190,989	-	89,301	-
Transfers out.....	-	-	-	(37,456)
Total other financing sources (uses).....	<u>1,190,989</u>	<u>-</u>	<u>89,301</u>	<u>(37,456)</u>
Net changes in fund balances.....	(373,704)	(360)	34,762	(24,542)
Fund balances (deficits) - beginning of year.....	562,756	4,051	11,564	37,058
Fund balances (deficit) - end of year.....	<u>\$ 189,052</u>	<u>\$ 3,691</u>	<u>\$ 46,326</u>	<u>\$ 12,516</u>

(Continued)

<u>Marriage License Fund</u>	<u>Bateson Beach Fund</u>	<u>Computer Fund</u>	<u>Certificate of Title Administration Fund</u>	<u>County Recorder Equipment Fund</u>	<u>Parent Education Fund</u>	<u>Indigent Children Drivers Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	628,672	134,641	20,874	-
33,178	-	-	-	-	-	-
-	-	74,720	-	-	-	112
-	-	-	-	-	-	-
-	554	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>33,178</u>	<u>554</u>	<u>74,720</u>	<u>628,672</u>	<u>134,641</u>	<u>20,874</u>	<u>112</u>
-	-	-	-	129,151	-	-
-	-	26,533	502,240	-	13,014	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
33,144	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	1,306	5,846	-	-
-	-	-	374	2,001	-	-
<u>33,144</u>	<u>-</u>	<u>26,533</u>	<u>503,920</u>	<u>136,998</u>	<u>13,014</u>	<u>-</u>
<u>34</u>	<u>554</u>	<u>48,187</u>	<u>124,752</u>	<u>(2,357)</u>	<u>7,860</u>	<u>112</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	(163,308)	-	(31,779)	-	-
-	-	(163,308)	-	(31,779)	-	-
34	554	(115,121)	124,752	(34,136)	7,860	112
2,484	2,502	273,195	914,272	274,114	18,990	1,903
<u>\$ 2,518</u>	<u>\$ 3,056</u>	<u>\$ 158,074</u>	<u>\$ 1,039,024</u>	<u>\$ 239,978</u>	<u>\$ 26,850</u>	<u>\$ 2,015</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2005

	Environmental Affairs Grant Fund	Adult Com- munity Based Corrections Fund	Bridges, Culverts, and County Road Levy Fund	County Proba- tion Services Community Based Cor- rections Fund
REVENUES				
Property and other taxes.....	\$ -	\$ -	\$ 1,182,138	\$ -
Charges for services.....	-	426	3,477	66,724
Licenses and permits.....	-	-	-	-
Fines and forfeitures.....	-	-	-	-
Intergovernmental.....	-	158,162	151,139	-
Special assessments.....	-	-	-	-
Interest.....	-	-	-	-
Donations.....	-	-	-	-
Other.....	-	-	-	692
Total revenues.....	-	158,588	1,336,754	67,416
EXPENDITURES				
Current:				
General government:				
Legislative and executive	-	-	-	-
Judicial	-	-	-	-
Public safety	-	151,387	-	35,285
Public works	-	-	1,184,740	-
Health	-	-	-	-
Human services	-	-	-	-
Urban redevelopment and housing	-	-	-	-
Intergovernmental.....	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures.....	-	151,387	1,184,740	35,285
Excess of revenues over (under) expenditures	-	7,201	152,014	32,131
OTHER FINANCING SOURCES (USES)				
Inception of capital lease.....	-	-	-	-
Transfers in.....	-	-	-	-
Transfers out.....	-	-	-	-
Total other financing sources (uses).....	-	-	-	-
Net changes in fund balances.....	-	7,201	152,014	32,131
Fund balances (deficits) - beginning of year.....	16,703	35,885	980,855	173,449
Fund balances (deficit) - end of year.....	\$ 16,703	\$ 43,086	\$ 1,132,869	\$ 205,580

(Continued)

<u>Community Corrections Fund</u>	<u>Litter Enforcement Fund</u>	<u>Ohio Seat Belt Fund</u>	<u>Crossroads Center Fund</u>	<u>Economic Development Assistance Grant Fund</u>	<u>Community Development Block Grant Fund</u>	<u>Drug Abuse Resistance Education Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	159	-	442,823	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
17,385	359,355	-	-	-	109,145	-
-	-	-	-	-	-	-
-	-	-	-	21,360	16,837	-
-	-	-	3,406	-	-	3,700
-	-	-	151,550	-	-	50
<u>17,385</u>	<u>359,514</u>	<u>-</u>	<u>597,779</u>	<u>21,360</u>	<u>125,982</u>	<u>3,750</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	366,584	-	-	28,080
-	-	-	-	-	-	-
-	363,979	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	29,477	165,300	-
57,170	-	-	-	-	29,987	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>57,170</u>	<u>363,979</u>	<u>-</u>	<u>366,584</u>	<u>29,477</u>	<u>195,287</u>	<u>28,080</u>
<u>(39,785)</u>	<u>(4,465)</u>	<u>-</u>	<u>231,195</u>	<u>(8,117)</u>	<u>(69,305)</u>	<u>(24,330)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>(39,785)</u>	<u>(4,465)</u>	<u>-</u>	<u>231,195</u>	<u>(8,117)</u>	<u>(69,305)</u>	<u>(24,330)</u>
<u>39,785</u>	<u>37,546</u>	<u>7,672</u>	<u>591,478</u>	<u>694,896</u>	<u>339,430</u>	<u>36,712</u>
<u>\$ -</u>	<u>\$ 33,081</u>	<u>\$ 7,672</u>	<u>\$ 822,673</u>	<u>\$ 686,779</u>	<u>\$ 270,125</u>	<u>\$ 12,382</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2005

	Victims of Crime Fund	Drug Court Program Fund	Courts Special Projects Fund	Reese- Peters Home Lodge Tax Fund
REVENUES				
Property and other taxes.....	\$ -	\$ -	\$ -	\$ 134,719
Charges for services.....	64	81,915	62,073	-
Licenses and permits.....	-	-	-	-
Fines and forfeitures.....	-	-	-	-
Intergovernmental.....	84,945	82,500	-	-
Special assessments.....	-	-	-	-
Interest.....	-	-	-	-
Donations.....	-	-	-	-
Other.....	-	-	-	-
Total revenues.....	<u>85,009</u>	<u>164,415</u>	<u>62,073</u>	<u>134,719</u>
EXPENDITURES				
Current:				
General government:				
Legislative and executive	-	-	-	-
Judicial	-	109,713	41,133	-
Public safety	111,186	-	-	-
Public works	-	-	-	134,719
Health	-	-	-	-
Human services	-	-	-	-
Urban redevelopment and housing	-	-	-	-
Intergovernmental.....	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures.....	<u>111,186</u>	<u>109,713</u>	<u>41,133</u>	<u>134,719</u>
Excess of revenues over (under) expenditures	<u>(26,177)</u>	<u>54,702</u>	<u>20,940</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Inception of capital lease.....	-	-	-	-
Transfers in.....	27,110	-	-	-
Transfers out.....	-	-	-	-
Total other financing sources (uses).....	<u>27,110</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net changes in fund balances.....	933	54,702	20,940	-
Fund balances (deficits) - beginning of year.....	74,773	94,172	122,308	-
Fund balances (deficit) - end of year.....	<u>\$ 75,706</u>	<u>\$ 148,874</u>	<u>\$ 143,248</u>	<u>\$ -</u>

(Continued)

<u>Local Law Enforcement Grant Fund</u>	<u>Accountability Grant Fund</u>	<u>Sanction Costs Reimbursements Fund</u>	<u>Juvenile Recovery Fund</u>	<u>Home Fund</u>	<u>Major Crimes Unit Grant Fund</u>	<u>Transportation Coordination Grant Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	60	183,779	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,815	508,139	95,356
-	-	-	-	-	-	-
-	-	-	-	182	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>60</u>	<u>183,779</u>	<u>1,997</u>	<u>508,139</u>	<u>95,356</u>
-	-	-	-	-	-	-
-	1,233	-	52,205	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	679	-	-
-	-	-	-	-	460,119	100,334
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>1,233</u>	<u>-</u>	<u>52,205</u>	<u>679</u>	<u>460,119</u>	<u>100,334</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>(1,233)</u>	<u>60</u>	<u>131,574</u>	<u>1,318</u>	<u>48,020</u>	<u>(4,978)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>(1,233)</u>	<u>60</u>	<u>131,574</u>	<u>1,318</u>	<u>48,020</u>	<u>(4,978)</u>
14,328	8,314	36,249	194,154	4,620	(36,019)	4,978
<u>\$ 14,328</u>	<u>\$ 7,081</u>	<u>\$ 36,309</u>	<u>\$ 325,728</u>	<u>\$ 5,938</u>	<u>\$ 12,001</u>	<u>\$ -</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2005

	Clean Ohio Easement Program Fund	Concealed Handgun License Fund	Workforce Investment Act Fund	Older Adult Services Levy Fund
REVENUES				
Property and other taxes.....	\$ -	\$ -	\$ -	\$ 1,183,109
Charges for services.....	-	29	-	-
Licenses and permits.....	-	22,469	-	-
Fines and forfeitures.....	-	-	-	-
Intergovernmental.....	-	-	660,799	143,687
Special assessments.....	-	-	-	-
Interest.....	13,441	-	-	-
Donations.....	-	-	-	-
Other.....	-	-	-	12,000
Total revenues.....	<u>13,441</u>	<u>22,498</u>	<u>660,799</u>	<u>1,338,796</u>
EXPENDITURES				
Current:				
General government:				
Legislative and executive	181,293	-	-	-
Judicial	-	-	-	-
Public safety	-	17,816	-	-
Public works	-	-	-	-
Health	-	-	-	-
Human services	-	-	765,989	951,478
Urban redevelopment and housing	-	-	-	-
Intergovernmental.....	-	-	-	-
Debt service:				
Principal retirement	-	-	15,380	-
Interest and fiscal charges	-	-	-	-
Total expenditures.....	<u>181,293</u>	<u>17,816</u>	<u>781,369</u>	<u>951,478</u>
Excess of revenues over (under) expenditures	<u>(167,852)</u>	<u>4,682</u>	<u>(120,570)</u>	<u>387,318</u>
OTHER FINANCING SOURCES (USES)				
Inception of capital lease.....	-	-	16,818	-
Transfers in.....	-	-	-	-
Transfers out.....	-	-	-	-
Total other financing sources (uses).....	<u>-</u>	<u>-</u>	<u>16,818</u>	<u>-</u>
Net changes in fund balances.....	(167,852)	4,682	(103,752)	387,318
Fund balances (deficits) - beginning of year.....	666,653	10	(51,323)	9,238
Fund balances (deficit) - end of year.....	<u>\$ 498,801</u>	<u>\$ 4,692</u>	<u>\$ (155,075)</u>	<u>\$ 396,556</u>

(Continued)

<u>Voter and Pollworker Education Fund</u>	<u>Federal Emergency Management Agency Fund</u>	<u>Title II Fund</u>	<u>Ohio Children's Trust Fund</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ 2,499,966
-	-	-	-	3,533,568
-	-	-	-	331,976
-	-	-	-	129,845
27,274	32,185	12,500	41,472	7,643,899
-	-	-	-	132,677
-	-	-	-	53,247
-	-	-	-	15,114
-	-	-	-	221,756
<u>27,274</u>	<u>32,185</u>	<u>12,500</u>	<u>41,472</u>	<u>14,562,048</u>
27,236	-	-	-	1,849,299
-	-	-	-	780,127
-	-	-	-	1,820,038
-	30,921	-	-	1,366,028
-	-	-	-	664,821
-	-	-	41,472	8,045,230
-	-	-	-	195,456
-	-	-	-	647,610
-	-	-	-	22,532
-	-	-	-	2,375
<u>27,236</u>	<u>30,921</u>	<u>-</u>	<u>41,472</u>	<u>15,393,516</u>
<u>38</u>	<u>1,264</u>	<u>12,500</u>	<u>-</u>	<u>(831,468)</u>
-	-	-	-	16,818
-	-	-	-	1,307,400
-	-	-	-	(232,543)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,091,675</u>
38	1,264	12,500	-	260,207
-	-	-	-	10,905,344
<u>\$ 38</u>	<u>\$ 1,264</u>	<u>\$ 12,500</u>	<u>\$ -</u>	<u>\$ 11,165,551</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL DOG AND KENNEL FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 27,500	\$ 26,510	\$ (990)
Licenses and permits.....	244,000	275,021	31,021
Fines and forfeitures.....	21,000	21,411	411
Donations.....	3,900	6,558	2,658
Other.....	-	375	375
Total revenues.....	<u>296,400</u>	<u>329,875</u>	<u>33,475</u>
EXPENDITURES			
Current:			
Health:			
Dog and kennel:			
Personal services	154,680	150,680	4,000
Fringe benefits	75,776	65,053	10,723
Materials and supplies	28,144	26,470	1,674
Contractual services	36,627	35,526	1,101
Capital outlay	10,000	10,000	-
Total expenditures.....	<u>305,227</u>	<u>287,729</u>	<u>17,498</u>
Net change in fund balance.....	(8,827)	42,146	50,973
Fund balance - beginning of year	81,489	81,489	-
Prior year encumbrances appropriated.....	9,546	9,546	-
Fund balance - end of year	<u>\$ 82,208</u>	<u>\$ 133,181</u>	<u>\$ 50,973</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL CHILD SUPPORT ENFORCEMENT AGENCY FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 316,000	\$ 358,080	\$ 42,080
Intergovernmental.....	2,422,475	2,500,439	77,964
Other.....	-	343	343
Total revenues.....	<u>2,738,475</u>	<u>2,858,862</u>	<u>120,387</u>
EXPENDITURES			
Current:			
Human services:			
Child support enforcement agency:			
Personal services	1,446,744	1,279,901	166,843
Fringe benefits	681,972	545,431	136,541
Materials and supplies	10,215	6,593	3,622
Contractual services	633,661	451,918	181,743
Total expenditures.....	<u>2,772,592</u>	<u>2,283,843</u>	<u>488,749</u>
Excess of revenues over (under) expenditures.....	<u>(34,117)</u>	<u>575,019</u>	<u>609,136</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in.....	500,000	-	(500,000)
Operating transfers out.....	(550,000)	(549,845)	155
Total other financing sources (uses).....	<u>(50,000)</u>	<u>(549,845)</u>	<u>(499,845)</u>
Net change in fund balance.....	(84,117)	25,174	109,291
Fund balance - beginning of year	537,673	537,673	-
Prior year encumbrances appropriated.....	132,761	132,761	-
Fund balance - end of year	<u>\$ 586,317</u>	<u>\$ 695,608</u>	<u>\$ 109,291</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
COMPUTERIZED LEGAL RESEARCH FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 20,382	\$ 21,596	\$ 1,214
EXPENDITURES			
Current:			
General government - judicial:			
Computerized legal research:			
Materials and supplies	2,000	-	2,000
Contractual services	2,500	-	2,500
Capital outlay	35,536	29,646	5,890
Total expenditures.....	40,036	29,646	10,390
Net change in fund balance.....	(19,654)	(8,050)	11,604
Fund balance - beginning of year	110,679	110,679	-
Fund balance - end of year	<u>\$ 91,025</u>	<u>\$ 102,629</u>	<u>\$ 11,604</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL REAL ESTATE ASSESSMENT FUND

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 825,000	\$ 1,158,576	\$ 333,576
EXPENDITURES			
Current:			
General government - legislative and executive:			
Real estate assessment:			
Personal services	479,512	472,719	6,793
Fringe benefits	210,578	183,237	27,341
Materials and supplies	34,463	16,319	18,144
Contractual services	1,466,164	1,327,426	138,738
Capital outlay	18,537	14,036	4,501
Total expenditures.....	<u>2,209,254</u>	<u>2,013,737</u>	<u>195,517</u>
Net change in fund balance.....	(1,384,254)	(855,161)	529,093
Fund balance - beginning of year	889,295	889,295	-
Prior year encumbrances appropriated.....	<u>1,273,564</u>	<u>1,273,564</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ 778,605</u></u>	<u><u>\$ 1,307,698</u></u>	<u><u>\$ 529,093</u></u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
TREASURER'S PREPAYMENT FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Interest.....	\$ 1,796	\$ 1,796	\$ -
EXPENDITURES			
Current:			
General government - legislative and executive:			
Treasurer's prepayment:			
Personal services	3,750	3,459	291
Fringe benefits	700	565	135
Materials and supplies	800	782	18
Contractual services	350	-	350
Total expenditures.....	5,600	4,806	794
Net change in fund balance.....	(3,804)	(3,010)	794
Fund balance - beginning of year	3,872	3,872	-
Fund balance - end of year	\$ 68	\$ 862	\$ 794

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
ROAD AND BRIDGE FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ -	\$ 29	\$ 29
Fines and forfeitures.....	42,117	34,148	(7,969)
Total Revenues.....	<u>42,117</u>	<u>34,177</u>	<u>(7,940)</u>
EXPENDITURES			
Current:			
Public works:			
Road and bridge:			
Personal services	17,808	11,510	6,298
Fringe benefits	22,909	4,391	18,518
Total expenditures.....	<u>40,717</u>	<u>15,901</u>	<u>24,816</u>
Net change in fund balance.....	1,400	18,276	16,876
Fund balance - beginning of year	<u>6,585</u>	<u>6,585</u>	<u>-</u>
Fund balance - end of year	<u>\$ 7,985</u>	<u>\$ 24,861</u>	<u>\$ 16,876</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
YOUTH SERVICES FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ -	\$ 1,390	\$ 1,390
Intergovernmental.....	500,219	719,103	218,884
Total Revenues.....	<u>500,219</u>	<u>720,493</u>	<u>220,274</u>
EXPENDITURES			
Current:			
Public safety:			
Youth services:			
Personal services	526,368	461,654	64,714
Fringe benefits	260,067	178,606	81,461
Total expenditures.....	<u>786,435</u>	<u>640,260</u>	<u>146,175</u>
Net change in fund balance.....	(286,216)	80,233	366,449
Fund balance - beginning of year	<u>398,715</u>	<u>398,715</u>	<u>-</u>
Fund balance - end of year	<u>\$ 112,499</u>	<u>\$ 478,948</u>	<u>\$ 366,449</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
ENFORCEMENT AND EDUCATION FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Fines and forfeitures.....	\$ 3,200	\$ 2,020	\$ (1,180)
EXPENDITURES			
Current:			
Public safety:			
Enforcement and education:			
Capital outlay	3,200	-	3,200
Net change in fund balance.....	-	2,020	2,020
Fund balance - beginning of year	22,977	22,977	-
Fund balance - end of year.....	<u>\$ 22,977</u>	<u>\$ 24,997</u>	<u>\$ 2,020</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
DITCH MAINTENANCE FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Special assessments.....	\$ -	\$ 132,123	\$ 132,123
EXPENDITURES			
Total Expenditures.....	-	-	-
Net change in fund balance.....	-	132,123	132,123
Fund balance - beginning of year	<u>599,010</u>	<u>599,010</u>	<u>-</u>
Fund balance - end of year	<u>\$ 599,010</u>	<u>\$ 731,133</u>	<u>\$ 132,123</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL DELINQUENT REAL ESTATE COLLECTION FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 182,500	\$ 213,647	\$ 31,147
EXPENDITURES			
Current:			
General government - legislative and executive:			
Delinquent real estate collection:			
Personal services	154,720	121,998	32,722
Fringe benefits	81,355	51,632	29,723
Materials and supplies	5,110	3,825	1,285
Contractual services	41,692	22,368	19,324
Capital outlay	6,253	1,392	4,861
Total expenditures.....	289,130	201,215	87,915
Net change in fund balance.....	(106,630)	12,432	119,062
Fund balance - beginning of year	373,579	373,579	-
Prior year encumbrances appropriated.....	6,530	6,530	-
Fund balance - end of year	<u>\$ 273,479</u>	<u>\$ 392,541</u>	<u>\$ 119,062</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
COMMISSARY FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 104,000	\$ 101,133	\$ (2,867)
EXPENDITURES			
Current:			
Public safety:			
Commissary:			
Personal services	5,500	5,438	62
Materials and supplies	85,428	84,658	770
Capital outlay	17,500	5,050	12,450
Other	1,000	612	388
Total expenditures.....	<u>109,428</u>	<u>95,758</u>	<u>13,670</u>
Net change in fund balance.....	(5,428)	5,375	10,803
Fund balance - beginning of year	11,435	11,435	-
Prior year encumbrances appropriated.....	<u>5,428</u>	<u>5,428</u>	<u>-</u>
Fund balance - end of year	<u>\$ 11,435</u>	<u>\$ 22,238</u>	<u>\$ 10,803</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
CHILDREN SERVICES FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental	\$ 1,817,000	\$ 2,198,449	\$ 381,449
Donations	1,000	1,200	200
Other	100,000	55,926	(44,074)
Total revenues	<u>1,918,000</u>	<u>2,255,575</u>	<u>337,575</u>
EXPENDITURES			
Current:			
Human services:			
Children services:			
Contractual services	1,826,970	1,805,904	21,066
Capital outlay	43,704	43,493	211
Total Expenditures	<u>1,870,674</u>	<u>1,849,397</u>	<u>21,277</u>
Excess of revenues over expenditures	<u>47,326</u>	<u>406,178</u>	<u>358,852</u>
OTHER FINANCING SOURCES (USES)			
Operating transfers in	1,492,000	1,190,989	(301,011)
Operating transfers out	<u>(1,625,000)</u>	<u>(1,625,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(133,000)</u>	<u>(434,011)</u>	<u>(301,011)</u>
Net change in fund balance	(85,674)	(27,833)	57,841
Fund balance - beginning of year	147,856	147,856	-
Prior year encumbrances appropriated	88,674	88,674	-
Fund balance - end of year	<u>\$ 150,856</u>	<u>\$ 208,697</u>	<u>\$ 57,841</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
INDIGENT GUARDIANSHIP FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 19,000	\$ 17,020	\$ (1,980)
EXPENDITURES			
Current:			
General government - judicial:			
Indigent guardianship:			
Contractual services	19,000	17,910	1,090
Net change in fund balance.....	-	(890)	(890)
Fund balance - beginning of year	3,481	3,481	-
Fund balance - end of year	<u>\$ 3,481</u>	<u>\$ 2,591</u>	<u>\$ (890)</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL EMERGENCY MANAGEMENT AND HOMELAND SECURITY FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charge for Services.....	\$ 6,637	\$ 8,372	\$ 1,735
Intergovernmental.....	803,931	431,250	(372,681)
Donations.....	-	250	250
Other.....	50,000	912	(49,088)
Total revenues.....	<u>860,568</u>	<u>440,784</u>	<u>(419,784)</u>
EXPENDITURES			
Current:			
Public safety:			
Emergency management:			
Personal services	80,103	72,103	8,000
Fringe benefits	30,212	27,534	2,678
Materials and supplies	11,228	4,908	6,320
Contractual services	69,717	45,013	24,704
Capital outlay	480,302	479,368	934
Total expenditures.....	<u>671,562</u>	<u>628,926</u>	<u>42,636</u>
Excess of revenues over (under) expenditures.....	189,006	(188,142)	(377,148)
OTHER FINANCING SOURCES			
Operating transfers in.....	9,456	89,301	79,845
Net change in fund balance.....	198,462	(98,841)	(297,303)
Fund balance - beginning of year	94,612	94,612	-
Prior year encumbrances appropriated.....	48,672	48,672	-
Fund balance - end of year	<u>\$ 341,746</u>	<u>\$ 44,443</u>	<u>\$ (297,303)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
EMERGENCY PLANNING FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 13,452	\$ 20,988	\$ 7,536
EXPENDITURES			
Current:			
Public safety:			
Emergency planning:			
Personal services	5,150	5,127	23
Fringe benefits	952	833	119
Materials and supplies	500	287	213
Contractual services	6,850	1,881	4,969
Total expenditures.....	<u>13,452</u>	<u>8,128</u>	<u>5,324</u>
Excess of revenues over expenditures.....	-	12,860	12,860
OTHER FINANCING USES			
Operating transfers out.....	<u>(37,456)</u>	<u>(37,456)</u>	-
Net change in fund balance.....	(37,456)	(24,596)	12,860
Fund balance - beginning of year	<u>37,489</u>	<u>37,489</u>	-
Fund balance - end of year	<u>\$ 33</u>	<u>\$ 12,893</u>	<u>\$ 12,860</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
MARRIAGE LICENSE FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Licenses and permits.....	\$ 33,144	\$ 33,144	\$ -
EXPENDITURES			
Current:			
Health:			
Marriage license:			
Contractual services	49,629	49,629	-
Net change in fund balance.....	(16,485)	(16,485)	-
Fund balance - beginning of year	2,313	2,313	-
Prior year encumbrances appropriated.....	14,172	14,172	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
BATESON BEACH FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Special assessments.....	\$ -	\$ 554	\$ 554
Fund balance - beginning of year	<u>2,502</u>	<u>2,502</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ 2,502</u></u>	<u><u>\$ 3,056</u></u>	<u><u>\$ 554</u></u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL COMPUTER FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Fines and forfeitures.....	\$ 72,000	\$ 80,011	\$ 8,011
EXPENDITURES			
Current:			
General government - judicial:			
Computer:			
Materials and supplies	1,000	-	1,000
Contractual services	42,638	24,458	18,180
Capital outlay	54,000	36,075	17,925
Total expenditures.....	97,638	60,533	37,105
Excess of revenues over (under) expenditures.....	(25,638)	19,478	45,116
OTHER FINANCING USES			
Operating transfers out.....	(163,308)	(163,308)	-
Net change in fund balance.....	(188,946)	(143,830)	45,116
Fund balance - beginning of year	258,172	258,172	-
Fund balance - end of year	\$ 69,226	\$ 114,342	\$ 45,116

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
CERTIFICATE OF TITLE ADMINISTRATION FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 648,000	\$ 633,583	\$ (14,417)
EXPENDITURES			
Current:			
General government - judicial:			
Certificate of title administration:			
Personal services	366,606	334,698	31,908
Fringe benefits	202,441	136,605	65,836
Materials and supplies	34,450	11,950	22,500
Contractual services	30,175	7,720	22,455
Capital outlay	20,000	6,258	13,742
Total expenditures.....	653,672	497,231	156,441
Excess of revenues over (under) expenditures.....	(5,672)	136,352	142,024
OTHER FINANCING USES			
Operating transfers out.....	(728,000)	-	728,000
Net change in fund balance.....	(733,672)	136,352	870,024
Fund balance - beginning of year	884,307	884,307	-
Prior year encumbrances appropriated.....	625	625	-
Fund balance - end of year	<u>\$ 151,260</u>	<u>\$ 1,021,284</u>	<u>\$ 870,024</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
COUNTY RECORDER EQUIPMENT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services	\$ 195,000	\$ 134,633	\$ (60,367)
EXPENDITURES			
Current:			
General government - legislative and executive:			
County recorder equipment:			
Contractual services	168,850	151,617	17,233
Capital outlay	16,735	16,358	377
Total expenditures	<u>185,585</u>	<u>167,975</u>	<u>17,610</u>
Excess of revenues over (under) expenditures	9,415	(33,342)	(42,757)
OTHER FINANCING USES			
Operating transfers out	<u>(31,779)</u>	<u>(31,779)</u>	<u>-</u>
Net change in fund balance	(22,364)	(65,121)	(42,757)
Fund balance - beginning of year	260,289	260,289	-
Prior year encumbrances appropriated	<u>22,364</u>	<u>22,364</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ 260,289</u></u>	<u><u>\$ 217,532</u></u>	<u><u>\$ (42,757)</u></u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
PARENT EDUCATION FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 16,000	\$ 19,311	\$ 3,311
EXPENDITURES			
Current:			
General government - judicial:			
Parent education:			
Materials and supplies	1,500	1,050	450
Contractual services	13,730	13,660	70
Total expenditures.....	15,230	14,710	520
Net change in fund balance.....	770	4,601	3,831
Fund balance - beginning of year	18,540	18,540	-
Fund balance - end of year	<u>\$ 19,310</u>	<u>\$ 23,141</u>	<u>\$ 3,831</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
INDIGENT CHILDREN DRIVERS FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Fines and forfeitures.....	\$ 175	\$ 112	\$ (63)
EXPENDITURES			
Current:			
General government - judicial:			
Indigent children drivers:			
Other	175	-	175
Net change in fund balance.....	-	112	112
Fund balance - beginning of year	1,903	1,903	-
Fund balance - end of year	<u>\$ 1,903</u>	<u>\$ 2,015</u>	<u>\$ 112</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
ADULT COMMUNITY BASED CORRECTIONS FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ -	\$ 426	\$ 426
Intergovernmental.....	247,464	158,162	(89,302)
Total revenues.....	<u>247,464</u>	<u>158,588</u>	<u>(88,876)</u>
EXPENDITURES			
Current:			
Public safety:			
Adult community based corrections:			
Personal services	112,280	111,676	604
Fringe benefits	48,529	34,731	13,798
Contractual services	992	992	-
Total expenditures.....	<u>161,801</u>	<u>147,399</u>	<u>14,402</u>
Excess of revenues over expenditures	<u>85,663</u>	<u>11,189</u>	<u>(74,474)</u>
OTHER FINANCING SOURCES (USES)			
Advances in	-	30,000	(30,000)
Advances out	-	(30,000)	30,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	85,663	11,189	(74,474)
Fund balance - beginning of year	<u>3,639</u>	<u>3,639</u>	<u>-</u>
Fund balance - end of year	<u>\$ 89,302</u>	<u>\$ 14,828</u>	<u>\$ (74,474)</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL BRIDGES, CULVERTS, AND COUNTY ROAD LEVY FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Property and other taxes.....	\$ 1,147,308	\$ 1,164,696	\$ 17,388
Intergovernmental.....	161,692	155,556	(6,136)
Total revenues.....	<u>1,309,000</u>	<u>1,320,252</u>	<u>11,252</u>
EXPENDITURES			
Current:			
Public works:			
Bridges, culverts, and county road levy:			
Capital outlay	1,564,428	1,172,372	392,056
Other	29,531	23,474	6,057
Total expenditures.....	<u>1,593,959</u>	<u>1,195,846</u>	<u>398,113</u>
Net change in fund balance.....	(284,959)	124,406	409,365
Fund balance - beginning of year	961,193	961,193	-
Prior year encumbrances appropriated.....	23,759	23,759	-
Fund balance - end of year	<u>\$ 699,993</u>	<u>\$ 1,109,358</u>	<u>\$ 409,365</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL COUNTY PROBATION SERVICES COMMUNITY BASED CORRECTIONS FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 53,400	\$ 60,750	\$ 7,350
Other.....	-	46	46
Total revenues.....	<u>53,400</u>	<u>60,796</u>	<u>7,396</u>
EXPENDITURES			
Current:			
Public safety:			
County probation services community based corrections:			
Fringe benefits	500	-	500
Materials and supplies	8,127	7,786	341
Contractual services	72,081	27,972	44,109
Capital outlay	17,000	16,972	28
Total expenditures.....	<u>97,708</u>	<u>52,730</u>	<u>44,978</u>
Excess of revenues over (under) expenditures.....	(44,308)	8,066	52,374
OTHER FINANCING SOURCES			
Operating transfers in.....	21,600	-	(21,600)
Net change in fund balance.....	(22,708)	8,066	30,774
Fund balance - beginning of year	140,783	140,783	-
Prior year encumbrances appropriated.....	21,708	21,708	-
Fund balance - end of year	<u>\$ 139,783</u>	<u>\$ 170,557</u>	<u>\$ 30,774</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
COMMUNITY CORRECTIONS FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 34,769	\$ 34,769	\$ -
EXPENDITURES			
Current:			
Public safety:			
Community corrections:			
Other	34,769	34,769	-
Net change in fund balance.....	-	-	-
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
LITTER ENFORCEMENT FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services	\$ -	\$ 159	\$ 159
Intergovernmental	359,844	359,355	(489)
Total Revenues	<u>359,844</u>	<u>359,514</u>	<u>(330)</u>
EXPENDITURES			
Current:			
Health:			
Litter enforcement:			
Personal services	37,651	36,652	999
Fringe benefits	22,721	18,004	4,717
Materials and supplies	27,615	22,104	5,511
Contractual services	300,303	259,293	41,010
Capital outlay	5,858	5,858	-
Other	4,172	4,172	-
Total expenditures	<u>398,320</u>	<u>346,083</u>	<u>52,237</u>
Net change in fund balance	(38,476)	13,431	51,907
Fund balance - beginning of year	39,567	39,567	-
Prior year encumbrances appropriated	5,858	5,858	-
Fund balance - end of year	<u>\$ 6,949</u>	<u>\$ 58,856</u>	<u>\$ 51,907</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
OHIO SEAT BELT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Fines and forfeitures.....	\$ 2,400	\$ -	\$ (2,400)
EXPENDITURES			
Current:			
Public safety:			
Ohio seat belt:			
Contractual services	2,400	-	2,400
Net change in fund balance.....	-	-	-
Fund balance - beginning of year	7,672	7,672	-
Fund balance - end of year	<u>\$ 7,672</u>	<u>\$ 7,672</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
CROSSROADS CENTER FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 357,250	\$ 282,283	\$ (74,967)
Donations.....	-	3,406	3,406
Other.....	112,000	147,937	35,937
Total revenues.....	<u>469,250</u>	<u>433,626</u>	<u>(35,624)</u>
EXPENDITURES			
Current:			
Public safety:			
Crossroads center:			
Personal services	221,502	187,883	33,619
Fringe benefits	87,321	55,547	31,774
Materials and supplies	25,370	18,883	6,487
Contractual services	207,555	98,720	108,835
Capital outlay	6,250	269	5,981
Total expenditures.....	<u>547,998</u>	<u>361,302</u>	<u>186,696</u>
Net change in fund balance.....	(78,748)	72,324	151,072
Fund balance - beginning of year	545,164	545,164	-
Prior year encumbrances appropriated.....	7,925	7,925	-
Fund balance - end of year	<u>\$ 474,341</u>	<u>\$ 625,413</u>	<u>\$ 151,072</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL COMMUNITY DEVELOPMENT BLOCK GRANT FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Intergovernmental.....	\$ 425,451	\$ 186,508	\$ (238,943)
EXPENDITURES			
Current:			
Urban development and housing:			
Community development block grant:			
Contractual services	271,607	271,485	122
Capital outlay	113,621	113,621	-
Total Expenditures.....	385,228	385,106	122
Excess of revenues over (under) expenditures.....	40,223	(198,598)	(238,821)
OTHER FINANCING SOURCES (USES)			
Advances in.....	-	230,495	230,495
Advances out.....	-	(78,300)	(78,300)
Total other financing sources (uses).....	-	152,195	152,195
Net change in fund balance.....	40,223	(46,403)	(86,626)
Fund balance - beginning of year	42,336	42,336	-
Prior year encumbrances appropriated.....	14,536	14,536	-
Fund balance - end of year	\$ 97,095	\$ 10,469	\$ (86,626)

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
DRUG ABUSE RESISTANCE EDUCATION FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 21,000	\$ -	\$ (21,000)
Intergovernmental.....	13,363	-	(13,363)
Donations.....	6,000	3,700	(2,300)
Other.....	-	50	50
Total revenues.....	<u>40,363</u>	<u>3,750</u>	<u>(36,613)</u>
EXPENDITURES			
Current:			
Public safety:			
Drug abuse resistance education:			
Personal services	30,455	25,252	5,203
Fringe benefits	3,908	54	3,854
Materials and supplies	3,400	953	2,447
Contractual services	3,000	2,122	878
Total expenditures.....	<u>40,763</u>	<u>28,381</u>	<u>12,382</u>
Net change in fund balance.....	(400)	(24,631)	(24,231)
Fund balance - beginning of year	36,613	36,613	-
Prior year encumbrances appropriated.....	400	400	-
Fund balance - end of year	<u>\$ 36,613</u>	<u>\$ 12,382</u>	<u>\$ (24,231)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
VICTIMS OF CRIME FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ -	\$ 64	\$ 64
Intergovernmental.....	173,095	82,108	(90,987)
Other.....	3,569	-	(3,569)
Total revenues.....	<u>176,664</u>	<u>82,172</u>	<u>(94,492)</u>
EXPENDITURES			
Current:			
Public safety:			
Victims of crime:			
Personal services	90,470	89,541	929
Fringe benefits	22,824	19,021	3,803
Materials and supplies	529	352	177
Contractual services	1,101	835	266
Total expenditures.....	<u>114,924</u>	<u>109,749</u>	<u>5,175</u>
Excess of revenues over (under) expenditures.....	<u>61,740</u>	<u>(27,577)</u>	<u>(89,317)</u>
OTHER FINANCING SOURCES			
Advances in.....	-	4,000	4,000
Operating transfers in.....	326,192	27,110	(299,082)
Total other financing sources.....	<u>326,192</u>	<u>31,110</u>	<u>(295,082)</u>
Net change in fund balance	387,932	3,533	(384,399)
Fund balance - beginning of year	65,454	65,454	-
Fund balance - end of year	<u>\$ 453,386</u>	<u>\$ 68,987</u>	<u>\$ (384,399)</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL DRUG COURT PROGRAM FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 21,000	\$ 49,528	\$ 28,528
Intergovernmental.....	50,000	77,636	27,636
Total revenues.....	<u>71,000</u>	<u>127,164</u>	<u>56,164</u>
EXPENDITURES			
Current:			
General government - judicial:			
Drug court program:			
Personal services	74,916	71,077	3,839
Fringe benefits	32,686	24,170	8,516
Materials and supplies	6,000	2,785	3,215
Contractual services	17,518	948	16,570
Capital outlay	16,136	5,243	10,893
Total expenditures.....	<u>147,256</u>	<u>104,223</u>	<u>43,033</u>
Excess of revenues over (under) expenditures.....	<u>(76,256)</u>	<u>22,941</u>	<u>99,197</u>
OTHER FINANCING SOURCES (USES)			
Advances in.....	34,636	-	(34,636)
Operating transfers out.....	(20,498)	-	20,498
Total other financing sources (uses).....	<u>14,138</u>	<u>-</u>	<u>(14,138)</u>
Net change in fund balance.....	(62,118)	22,941	85,059
Fund balance - beginning of year	121,625	121,625	-
Prior year encumbrances appropriated.....	18	18	-
Fund balance - end of year	<u>\$ 59,525</u>	<u>\$ 144,584</u>	<u>\$ 85,059</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
COURTS SPECIAL PROJECTS FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 48,000	\$ 59,842	\$ 11,842
EXPENDITURES			
Current:			
General governmental - judicial:			
Special Projects:			
Fringe benefits	23,000	16,073	6,927
Materials and supplies	3,000	-	3,000
Contractual services	40,700	24,000	16,700
Capital outlay	12,200	6,124	6,076
Total expenditures.....	<u>78,900</u>	<u>46,197</u>	<u>32,703</u>
Net change in fund balance.....	(30,900)	13,645	44,545
Fund balance - beginning of year	115,564	115,564	-
Prior year encumbrances appropriated	6,200	6,200	-
Fund balance - end of year	<u>\$ 90,864</u>	<u>\$ 135,409</u>	<u>\$ 44,545</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
REESE-PETERS HOME LODGE TAX FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Property and other taxes.....	\$ 141,811	\$ 141,811	\$ -
EXPENDITURES			
Current:			
Public works:			
Reese-peters home lodge tax:			
Other	141,811	141,811	-
Net change in fund balance.....	-	-	-
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
LOCAL LAW ENFORCEMENT GRANT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Total revenues.....	\$ -	\$ -	\$ -
EXPENDITURES			
Current:			
Public safety:			
Local law enforcement grant:			
Capital outlay	20,706	6,378	14,328
Net change in fund balance.....	(20,706)	(6,378)	14,328
Fund balance - beginning of year	11,328	11,328	-
Prior year encumbrances appropriated.....	9,378	9,378	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ 14,328</u>	<u>\$ 14,328</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
ACCOUNTABILITY GRANT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Total revenues.....	\$ -	\$ -	\$ -
EXPENDITURES			
Current:			
General government - judicial:			
Accountability grant:			
Fringe benefits	282	282	-
Contractual Services	852	852	-
Total expenditures.....	1,134	1,134	-
Net change in fund balance.....	(1,134)	(1,134)	-
Fund balance - beginning of year	8,590	8,590	-
Fund balance - end of year	<u>\$ 7,456</u>	<u>\$ 7,456</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SANCTION COSTS REIMBURSEMENTS FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ -	\$ 85	\$ 85
EXPENDITURES			
Total expenditures.....	-	-	-
Net change in fund balance.....	-	85	85
Fund balance - beginning of year	36,224	36,224	-
Fund balance - end of year	<u>\$ 36,224</u>	<u>\$ 36,309</u>	<u>\$ 85</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
JUVENILE RECOVERY FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 170,300	\$ 182,917	\$ 12,617
EXPENDITURES			
Current:			
General government - judicial:			
Juvenile recovery:			
Personal services	21,000	5,750	15,250
Fringe benefits	4,400	951	3,449
Materials and supplies	150,800	50,935	99,865
Total Expenditures.....	176,200	57,636	118,564
Net change in fund balance.....	(5,900)	125,281	131,181
Fund balance - beginning of year	180,671	180,671	-
Prior year encumbrances appropriated.....	5,900	5,900	-
Fund balance - end of year	<u>\$ 180,671</u>	<u>\$ 311,852</u>	<u>\$ 131,181</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL HOME FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Intergovernmental.....	\$ 97,443	\$ 97,443	\$ -
Interest.....	100	144	44
Total revenues.....	<u>97,543</u>	<u>97,587</u>	<u>44</u>
EXPENDITURES			
Current:			
Urban development and housing:			
Home:			
Contractual services	80,126	80,126	-
Capital outlay	5,500	-	5,500
Total Expenditures.....	<u>85,626</u>	<u>80,126</u>	<u>5,500</u>
Excess of revenues over expenditures.....	<u>11,917</u>	<u>17,461</u>	<u>5,544</u>
OTHER FINANCING SOURCES (USES)			
Advances in	32,000	32,000	-
Advances out.....	-	(50,000)	(50,000)
Total other financing sources (uses).....	<u>32,000</u>	<u>(18,000)</u>	<u>(50,000)</u>
Net change in fund balance.....	43,917	(539)	(44,456)
Fund balance - beginning of year	5,759	5,759	-
Prior year encumbrances appropriated.....	680	680	-
Fund balance - end of year	<u>\$ 50,356</u>	<u>\$ 5,900</u>	<u>\$ (44,456)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
MAJOR CRIMES UNIT GRANT FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Intergovernmental.....	\$ 510,119	\$ 510,119	\$ -
EXPENDITURES			
Current:			
Public safety:			
Major crimes unit grant:			
Contractual services	460,119	460,119	-
Excess of revenues over expenditures.....	50,000	50,000	-
Other Financing Uses			
Advances out.....	(50,000)	(50,000)	-
Net change in fund balance.....	-	-	-
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
TRANSPORTATION COORDINATION GRANT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 102,853	\$ 100,334	\$ (2,519)
EXPENDITURES			
Current:			
Health:			
Transportation coordination grant:			
Contractual services	<u>102,853</u>	<u>100,334</u>	<u>2,519</u>
Net change in fund balance.....	-	-	-
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
CLEAN OHIO EASEMENT PROGRAM FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Interest.....	\$ 13,553	\$ 13,523	\$ (30)
EXPENDITURES			
Current:			
General government - legislative and executive:			
Clean Ohio easement program :			
Contractual services	<u>677,523</u>	<u>677,523</u>	<u>-</u>
Net change in fund balance.....	(663,970)	(664,000)	(30)
Fund balance - beginning of year	-	-	-
Prior year encumbrances appropriated.....	<u>664,000</u>	<u>664,000</u>	<u>-</u>
Fund balance - end of year	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ (30)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
CONCEALED HANDGUN LICENSE FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ -	\$ 29	\$ 29
Lincenses and permits.....	19,500	22,311	2,811
Total Revenues.....	<u>19,500</u>	<u>22,340</u>	<u>2,840</u>
EXPENDITURES			
Current:			
Public safety:			
Concealed handgun license:			
Personal services	5,028	4,614	414
Fringe benefits	4,312	2,585	1,727
Contractual services	9,600	9,600	-
Total expenditures.....	<u>18,940</u>	<u>16,799</u>	<u>2,141</u>
Net change in fund balance.....	560	5,541	4,981
Fund balance - beginning of year	940	940	-
Fund balance - end of year	<u>\$ 1,500</u>	<u>\$ 6,481</u>	<u>\$ 4,981</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
WORKFORCE INVESTMENT ACT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 750,000	\$ 768,783	\$ 18,783
EXPENDITURES			
Current:			
Human services:			
Workforce development:			
Contractual services	524,433	472,223	52,210
Capital outlay	65,000	59,890	5,110
Total expenditures.....	589,433	532,113	57,320
Excess of revenues over expenditures.....	160,567	236,670	76,103
OTHER FINANCING USES			
Operating transfers out.....	(180,000)	(178,415)	1,585
Net change in fund balance.....	(19,433)	58,255	77,688
Fund balance - beginning of year	11,772	11,772	-
Prior year encumbrances appropriated.....	29,433	29,433	-
Fund balance - end of year	<u>\$ 21,772</u>	<u>\$ 99,460</u>	<u>\$ 77,688</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL OLDER ADULT SERVICES LEVY FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Property and other taxes.....	\$ 1,170,000	\$ 1,159,660	\$ (10,340)
Intergovernmental.....	117,000	143,687	26,687
Other.....	-	12,000	12,000
Total revenues.....	1,287,000	1,315,347	28,347
EXPENDITURES			
Current:			
Human services:			
Older adult services levy:			
Contractual services	1,186,016	907,525	278,491
Excess of revenues under expenditures.....	100,984	407,822	306,838
OTHER FINANCING SOURCES (USES)			
Advances in	-	50,000	50,000
Advances out.....	-	(50,000)	(50,000)
Total other financing sources (uses).....	-	-	-
Net change in fund balance.....	100,984	407,822	306,838
Fund balance - beginning of year	-	-	-
Fund balance - end of year	\$ 100,984	\$ 407,822	\$ 306,838

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
VOTER AND POLLWORKER EDUCATION FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 27,274	\$ 27,274	\$ -
EXPENDITURES			
Current:			
General government - legislative and executive:			
Voter and pollworker education:			
Contractual services	<u>27,274</u>	<u>27,236</u>	<u>38</u>
Net change in fund balance.....	-	38	38
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ 38</u>	<u>\$ 38</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
FEDERAL EMERGENCY MANAGEMENT AGENCY FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	32,010	32,185	175
EXPENDITURES			
Current:			
Public works:			
Federal emergency management assistance:			
Personal services	6,674	6,674	-
Fringe benefits	3,232	3,232	-
Contractual services	1,264	-	1,264
Capital outlay	21,015	21,015	-
Total expenditures.....	32,185	30,921	1,264
Excess of revenues over (under) expenditures.....	(175)	1,264	1,439
OTHER FINANCING SOURCES			
Operating transfers in.....	349	-	(349)
Net change in fund balance.....	174	1,264	1,090
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ 174</u>	<u>\$ 1,264</u>	<u>\$ 1,090</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
TITLE II FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Intergovernmental.....	\$ -	\$ 12,500	\$ 12,500
EXPENDITURES			
Total Expenditures.....	-	-	-
Net change in fund balance.....	-	12,500	12,500
Fund balance - beginning of year	-	-	-
Fund balance - end of year	<u>\$ -</u>	<u>\$ 12,500</u>	<u>\$ 12,500</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
OHIO CHILDREN'S TRUST FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 41,472	\$ 41,472	\$ -
EXPENDITURES			
Current:			
Human services:			
Ohio children's trust :			
Contractual services	<u>41,472</u>	<u>41,472</u>	<u>-</u>
Net change in fund balance.....	-	-	-
Fund balance - beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Debt Service Funds

The debt service funds are maintained to account for the accumulation of resources for, and the payment of, principal, interest, and related costs, on general long-term obligations and special assessment long-term obligations.

The following are included in debt service funds:

Major Debt Service Fund

General Obligation Bond Retirement Fund	To account for revenue used to retire principal, interest, and related costs for general obligation bonds and for general obligation bond anticipation notes.
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Nonmajor Debt Service Funds

Special Assessment Buckeye Lake Sewer Fund	To account for special assessment revenue used to retire the special assessment long-term principal, interest, and related costs for the Buckeye Lake Sewer project.
--	--

Special Assessment Sanitary Sewer Fund	To account for special assessment revenue used to retire the special assessment long-term principal, interest, and related costs for the Sanitary Sewer System Improvement project.
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Special Assessment 2000 High Service Area Fund	To account for special assessment revenue that is used to retire the water debt associated with the 2000 High Service Area project.
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Special Assessment High Service Area and Little Walnut Water Fund	To account for special assessment revenue that is used to retire the water debt associated with the 2002 High Service Area and Little Walnut Water projects.
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Special Assessment Liberty Township Sewer Fund	To account for special assessment revenue that is used to retire the sewer debt associated with the Liberty Township Sewer. For GAAP reporting purposes, this fund contains some of the activity reported in the Sewer Debt Service Fund.
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Sewer Debt Service Fund	To account for sewer revenue that is used to retire note and bond principal, interest, and related costs for sewer construction projects. For GAAP reporting purposes, this fund was split and reported in the following funds: Special Assessment Liberty Township Sewer Debt Service Fund and Sewer Enterprise Fund.
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Water Debt Service Fund	To account for water revenue that is used to retire note and bond principal, interest, and related costs for water construction projects. For GAAP reporting purposes, this fund was combined and reported in the enterprise funds as a part of the Water Fund.
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Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
GENERAL OBLIGATION BOND RETIREMENT FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Interest.....	\$ -	\$ 33	\$ 33
Rent.....	835,387	831,685	(3,702)
Other.....	353	5,367	5,014
Total revenues.....	<u>835,740</u>	<u>837,085</u>	<u>1,345</u>
EXPENDITURES			
Debt service:			
Principal retirement	1,534,685	1,534,685	-
Interest and fiscal charges	984,967	984,958	9
Total expenditures.....	<u>2,519,652</u>	<u>2,519,643</u>	<u>9</u>
Excess of revenues under expenditures.....	<u>(1,683,912)</u>	<u>(1,682,558)</u>	<u>1,354</u>
OTHER FINANCING SOURCES			
Proceeds of notes.....	422,000	422,000	-
Operating transfers in.....	1,527,325	1,202,111	(325,214)
Total other financing sources.....	<u>1,949,325</u>	<u>1,624,111</u>	<u>(325,214)</u>
Net change in fund balance.....	265,413	(58,447)	(323,860)
Fund balance - beginning of year.....	470,041	470,041	-
Fund balance - end of year.....	<u>\$ 735,454</u>	<u>\$ 411,594</u>	<u>\$ (323,860)</u>

Fairfield County, Ohio

**COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS**

December 31, 2005

	Special Assessment Buckeye Lake Sewer Fund	Special Assessment Sanitary Sewer Fund	Special Assessment 2000 High Service Area Fund
ASSETS			
Cash and cash equivalents.....	\$ 14,238	\$ 36,820	\$ 38,590
Interfund receivable.....	-	235	238
Special assessments receivable.....	47,491	338,829	318,417
Accrued interest receivable.....	-	101	-
Total assets.....	<u>\$ 61,729</u>	<u>\$ 375,985</u>	<u>\$ 357,245</u>
LIABILITIES			
Deferred revenue.....	\$ 47,491	\$ 338,892	\$ 318,417
Total liabilities.....	<u>47,491</u>	<u>338,892</u>	<u>318,417</u>
FUND BALANCES			
Unreserved:			
Undesignated	<u>14,238</u>	<u>37,093</u>	<u>38,828</u>
Total fund balances.....	<u>14,238</u>	<u>37,093</u>	<u>38,828</u>
Total liabilities and fund balances.....	<u>\$ 61,729</u>	<u>\$ 375,985</u>	<u>\$ 357,245</u>

Special Assessment High Service Area and Little Walnut Water Fund	Special Assessment Liberty Township Sewer Fund	Totals
\$ 12,074	\$ 44,069	\$ 145,791
59	282	814
674,192	1,375,213	2,754,142
139	121	361
<u>\$ 686,464</u>	<u>\$ 1,419,685</u>	<u>\$ 2,901,108</u>
<u>\$ 674,278</u>	<u>\$ 1,375,288</u>	<u>\$ 2,754,366</u>
<u>674,278</u>	<u>1,375,288</u>	<u>2,754,366</u>
<u>12,186</u>	<u>44,397</u>	<u>146,742</u>
<u>12,186</u>	<u>44,397</u>	<u>146,742</u>
<u>\$ 686,464</u>	<u>\$ 1,419,685</u>	<u>\$ 2,901,108</u>

Fairfield County, Ohio

**COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS**

For the Year Ended December 31, 2005

	Special Assessment Buckeye Lake Sewer Fund	Special Assessment Sanitary Sewer Fund	Special Assessment 2000 High Service Area Fund
REVENUES			
Special assessments.....	\$ 24,878	\$ 58,034	\$ 69,576
Interest.....	992	1,024	20,525
Total revenues.....	<u>25,870</u>	<u>59,058</u>	<u>90,101</u>
EXPENDITURES			
Debt service:			
Principal retirement	26,000	40,000	60,000
Interest and fiscal charges	2,600	24,767	22,888
Total expenditures.....	<u>28,600</u>	<u>64,767</u>	<u>82,888</u>
Net changes in fund balances.....	(2,730)	(5,709)	7,213
Fund balance - beginning of year.....	<u>16,968</u>	<u>42,802</u>	<u>31,615</u>
Fund balance - end of year.....	<u>\$ 14,238</u>	<u>\$ 37,093</u>	<u>\$ 38,828</u>

Special Assessment High Service Area and Little Walnut Water Fund	Special Assessment Liberty Township Sewer Fund	Totals
\$ 107,699	\$ 125,513	\$ 385,700
19,649	29,020	71,210
<u>127,348</u>	<u>154,533</u>	<u>456,910</u>
90,000	53,715	269,715
33,810	63,261	147,326
<u>123,810</u>	<u>116,976</u>	<u>417,041</u>
3,538	37,557	39,869
8,648	6,840	106,873
<u>\$ 12,186</u>	<u>\$ 44,397</u>	<u>\$ 146,742</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SPECIAL ASSESSMENT BUCKEYE LAKE SEWER FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Special Assessments.....	\$ 30,800	\$ 24,878	\$ (5,922)
Interest.....	1,000	992	(8)
Total revenues.....	<u>31,800</u>	<u>25,870</u>	<u>(5,930)</u>
EXPENDITURES			
Debt service:			
Principal retirement	26,000	26,000	-
Interest and fiscal charges	2,600	2,600	-
Total expenditures.....	<u>28,600</u>	<u>28,600</u>	<u>-</u>
Net change in fund balance.....	3,200	(2,730)	(5,930)
Fund balance - beginning of year.....	16,968	16,968	-
Fund balance - end of year.....	<u>\$ 20,168</u>	<u>\$ 14,238</u>	<u>\$ (5,930)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SPECIAL ASSESSMENT SANITARY SEWER FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Special Assessments.....	\$ 60,000	\$ 58,034	\$ (1,966)
Interest.....	700	975	275
Total revenues.....	<u>60,700</u>	<u>59,009</u>	<u>(1,691)</u>
EXPENDITURES			
Debt service:			
Principal retirement	40,000	40,000	-
Interest and fiscal charges	24,767	24,767	-
Total expenditures.....	<u>64,767</u>	<u>64,767</u>	<u>-</u>
Net change in fund balance.....	(4,067)	(5,758)	(1,691)
Fund balance - beginning of year.....	42,578	42,578	-
Fund balance - end of year.....	<u>\$ 38,511</u>	<u>\$ 36,820</u>	<u>\$ (1,691)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SPECIAL ASSESSMENT 2000 HIGH SERVICE AREA FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Special assessments.....	\$ 64,601	\$ 69,576	\$ 4,975
Interest.....	18,399	20,351	1,952
Total revenues.....	<u>83,000</u>	<u>89,927</u>	<u>6,927</u>
EXPENDITURES			
Debt service:			
Principal retirement	60,000	60,000	-
Interest and fiscal charges	22,888	22,888	-
Total expenditures.....	<u>82,888</u>	<u>82,888</u>	<u>-</u>
Net change in fund balance.....	112	7,039	6,927
Fund balance - beginning of year.....	31,551	31,551	-
Fund balance - end of year.....	<u>\$ 31,663</u>	<u>\$ 38,590</u>	<u>\$ 6,927</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SPECIAL ASSESSMENT HIGH SERVICE AREA AND LITTLE WALNUT WATER FUND**
For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Special assessments.....	\$ 105,481	\$ 107,699	\$ 2,218
Interest.....	18,819	19,680	861
Total revenues.....	<u>124,300</u>	<u>127,379</u>	<u>3,079</u>
EXPENDITURES			
Debt service:			
Principal retirement	90,000	90,000	-
Interest and fiscal charges	33,810	33,810	-
Total expenditures.....	<u>123,810</u>	<u>123,810</u>	<u>-</u>
Net change in fund balance.....	490	3,569	3,079
Fund balance - beginning of year.....	8,505	8,505	-
Fund balance - end of year.....	<u>\$ 8,995</u>	<u>\$ 12,074</u>	<u>\$ 3,079</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SPECIAL ASSESSMENT LIBERTY TOWNSHIP SEWER FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Special assessments.....	\$ 102,655	\$ 125,513	\$ 22,858
Interest.....	22,845	28,692	5,847
Other.....	-	1,867	1,867
Total revenues.....	<u>125,500</u>	<u>156,072</u>	<u>30,572</u>
EXPENDITURES			
Debt service:			
Principal Retirement	53,715	53,715	-
Interest and fiscal charges	63,261	63,261	-
Total expenditures.....	<u>116,976</u>	<u>116,976</u>	<u>-</u>
Net change in fund balance.....	8,524	39,096	30,572
Fund balance - beginning of year.....	4,973	4,973	-
Fund balance - end of year.....	<u>\$ 13,497</u>	<u>\$ 44,069</u>	<u>\$ 30,572</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
SEWER DEBT SERVICE FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Tap in fees.....	\$ -	\$ 3,214	\$ 3,214
Interest.....	23,400	50,650	27,250
Other.....	-	2,777	2,777
Total revenues.....	<u>23,400</u>	<u>56,641</u>	<u>33,241</u>
EXPENDITURES			
Debt service:			
Principal retirement	7,575,562	7,575,562	-
Interest and fiscal charges	741,354	741,354	-
Bond issuance costs	31,120	124,641	(93,521)
Total expenditures.....	<u>8,348,036</u>	<u>8,441,557</u>	<u>(93,521)</u>
Excess of revenues under expenditures.....	<u>(8,324,636)</u>	<u>(8,384,916)</u>	<u>(60,280)</u>
OTHER FINANCING SOURCES			
Proceeds of bonds.....	6,900,000	6,870,000	(30,000)
Premium on bonds.....	31,119	167,314	136,195
Operating transfers in.....	1,386,404	1,625,183	238,779
Total other financing sources.....	<u>8,317,523</u>	<u>8,662,497</u>	<u>344,974</u>
Net change in fund balance.....	(7,113)	277,581	284,694
Fund balance - beginning of year.....	917,553	917,553	-
Fund balance - end of year.....	<u>\$ 910,440</u>	<u>\$ 1,195,134</u>	<u>\$ 284,694</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
WATER DEBT SERVICE FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Tap in fees.....	\$ -	\$ 42,129	\$ 42,129
Interest.....	22,894	39,015	16,121
Other.....	-	1,252	1,252
Total revenues.....	<u>22,894</u>	<u>82,396</u>	<u>59,502</u>
EXPENDITURES			
Debt service:			
Principal retirement	3,557,500	3,557,500	-
Interest and fiscal charges	560,896	532,790	28,106
Bond issuance costs	18,169	72,751	(54,582)
Total expenditures.....	<u>4,136,565</u>	<u>4,163,041</u>	<u>(26,476)</u>
Excess of revenues under expenditures.....	<u>(4,113,671)</u>	<u>(4,080,645)</u>	<u>33,026</u>
OTHER FINANCING SOURCES (USES)			
Proceeds of bonds.....	3,100,000	3,085,000	(15,000)
Proceeds from refunding bonds.....	901,447	925,000	23,553
Premium on bonds.....	13,975	75,391	61,416
Discount on notes.....	-	(1,381)	(1,381)
Payment to refunded bond escrow agent.....	(911,447)	(911,447)	-
Operating transfers in.....	887,222	1,051,009	163,787
Total other financing sources (uses).....	<u>3,991,197</u>	<u>4,223,572</u>	<u>232,375</u>
Net change in fund balance.....	(122,474)	142,927	265,401
Fund balance - beginning of year.....	868,207	868,207	-
Fund balance - end of year.....	<u>\$ 745,733</u>	<u>\$ 1,011,134</u>	<u>\$ 265,401</u>

Nonmajor Capital Projects Funds

The capital projects funds are maintained to account for those financial resources received and used for the acquisition, construction, or improvement of major capital facilities (other than those financed by proprietary funds). The following are included in capital projects funds:

Federal Funds – Airport Fund	To account for federal grant revenues; to be used for construction purposes at the Fairfield County Airport.
State Funds – Airport Fund	To account for state grant revenues; to be used for construction purposes at the Fairfield County Airport.
Mental Retardation Facilities Fund	To account for revenue received from a state grant for major renovation work at the Adult Program Center.
Mental Health and Mental Retardation Complex Fund	To account for fees collected for the use of the rooms within the complex to pay for improvements to the complex.
Airport Hangar Construction Fund	To account for hangar rents; used for the construction of new hangars at the Fairfield County Airport.
State Capital Improvements Program Fund	To account for the state portion of revenues and expenditures for improvements to a road.
Permanent Improvement Fund	To account for transfers from the General Fund and various expenditures relating to various permanent improvement projects.
Ohio Department of Transportation Projects Fund	To account for a federal grant and local matches to improve targeted road areas of the county.
Liberty Center County Services Complex Fund	To account for the renovation and construction costs associated with the purchase of property on the west side of Lancaster for the purpose of the Liberty Center County Services Complex.
Voter Registration System Fund	To account for grant monies administered by the Ohio Secretary of State awarded to the Board of Elections for replacement of the County’s voter registration equipment.
Geographical Information System Equipment Fund	To account for the retirement of a geographical information system equipment general obligation note. This fund was created on a GAAP level basis to report the short-term bond anticipation notes payable liability for the geographical information system equipment.
Mental Health Facility – Our Place II Fund	To account for the purchase and renovation of the mental health facility called Our Place II.

Fairfield County, Ohio

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS**

December 31, 2005

	Federal Funds - Airport Fund	State Funds - Airport Fund	Mental Retardation Facilities Fund	Mental Health and Mental Retardation Complex Fund
ASSETS				
Cash and cash equivalents.....	\$ 279,146	\$ 145,454	\$ 27,338	\$ 25,933
Receivables:				
Interfund	-	-	-	-
Accrued interest	-	-	-	-
Intergovernmental	73,939	3,661	-	-
Total assets.....	<u>\$ 353,085</u>	<u>\$ 149,115</u>	<u>\$ 27,338</u>	<u>\$ 25,933</u>
LIABILITIES				
Accounts payable.....	\$ -	\$ -	\$ -	\$ 21
Contracts payable.....	161,509	-	-	-
Retainage payable.....	-	-	8,323	-
Interfund payable.....	152,255	-	-	-
Deferred revenue.....	3,822	3,661	-	-
Accrued interest payable.....	-	-	-	-
Notes payable.....	-	-	-	-
Total liabilities.....	<u>317,586</u>	<u>3,661</u>	<u>8,323</u>	<u>21</u>
FUND BALANCES				
Reserved for encumbrances	106,331	-	5,641	29
Unreserved:				
Undesignated (deficits)	(70,832)	145,454	13,374	25,883
Total fund balances (deficits).....	<u>35,499</u>	<u>145,454</u>	<u>19,015</u>	<u>25,912</u>
Total liabilities and fund balances.....	<u>\$ 353,085</u>	<u>\$ 149,115</u>	<u>\$ 27,338</u>	<u>\$ 25,933</u>

Airport Hangar Construction Fund	State Capital Improvements Program Fund	Permanent Improvement Fund	Ohio Department of Transportation Projects Fund	Liberty Center County Services Complex Fund
\$ 898,378	\$ 38,537	\$ 263,996	\$ 689,107	\$ 421,555
-	-	-	-	1,265
-	-	-	-	497
-	23,270	-	166,056	-
<u>\$ 898,378</u>	<u>\$ 61,807</u>	<u>\$ 263,996</u>	<u>\$ 855,163</u>	<u>\$ 423,317</u>
\$ 2,283	\$ -	\$ -	\$ -	\$ -
107,304	23,270	-	595,070	-
19,753	10,554	-	95,382	-
-	-	-	-	-
-	-	-	164,468	308
6,904	-	-	-	-
1,000,000	-	-	-	-
<u>1,136,244</u>	<u>33,824</u>	<u>-</u>	<u>854,920</u>	<u>308</u>
722,479	1,311	-	163,424	-
<u>(960,345)</u>	<u>26,672</u>	<u>263,996</u>	<u>(163,181)</u>	<u>423,009</u>
<u>(237,866)</u>	<u>27,983</u>	<u>263,996</u>	<u>243</u>	<u>423,009</u>
<u>\$ 898,378</u>	<u>\$ 61,807</u>	<u>\$ 263,996</u>	<u>\$ 855,163</u>	<u>\$ 423,317</u>

(continued)

Fairfield County, Ohio

**COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS**

(Continued)

December 31, 2005

	Voter Registration System Fund	Geographical Information System Equipment Fund	Mental Health Facility - Our Place II Fund	Totals
ASSETS				
Cash and cash equivalents.....	\$ 735	\$ -	\$ 46,219	\$ 2,836,398
Receivables:				
Interfund	-	-	-	1,265
Accrued interest	-	-	-	497
Intergovernmental	464,940	-	-	731,866
Total assets.....	<u>\$ 465,675</u>	<u>\$ -</u>	<u>\$ 46,219</u>	<u>\$ 3,570,026</u>
LIABILITIES				
Accounts payable.....	\$ 464,940	\$ -	\$ -	\$ 467,244
Contracts payable.....	-	-	-	887,153
Retainage payable.....	-	-	-	134,012
Interfund payable.....	-	-	-	152,255
Deferred revenue.....	464,940	-	-	637,199
Accrued interest payable.....	-	712	-	7,616
Notes payable.....	-	422,000	-	1,422,000
Total liabilities.....	<u>929,880</u>	<u>422,712</u>	<u>-</u>	<u>3,707,479</u>
FUND BALANCES				
Reserved for encumbrances	-	-	-	999,215
Unreserved:				
Undesignated (deficits)	(464,205)	(422,712)	46,219	(1,136,668)
Total fund balances (deficits).....	<u>(464,205)</u>	<u>(422,712)</u>	<u>46,219</u>	<u>(137,453)</u>
Total liabilities and fund balances.....	<u>\$ 465,675</u>	<u>\$ -</u>	<u>\$ 46,219</u>	<u>\$ 3,570,026</u>

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Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR CAPITAL PROJECTS FUNDS

For the Year Ended December 31, 2005

	Federal Funds - Airport Fund	State Funds - Airport Fund	Mental Retardation Facilities Fund	Mental Health and Mental Retardation Complex Fund
REVENUES				
Charges for services.....	\$ -	\$ -	\$ -	\$ 8,608
Intergovernmental.....	297,085	-	-	-
Interest.....	-	-	-	-
Other.....	-	-	-	-
Total revenues.....	<u>297,085</u>	<u>-</u>	<u>-</u>	<u>8,608</u>
EXPENDITURES				
Capital outlay.....	386,528	-	628,177	7,976
Debt service:				
Interest and fiscal charges	-	-	-	-
Total expenditures.....	<u>386,528</u>	<u>-</u>	<u>628,177</u>	<u>7,976</u>
Excess of revenues over (under) expenditures	<u>(89,443)</u>	<u>-</u>	<u>(628,177)</u>	<u>632</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	12,093	-	112,745	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>12,093</u>	<u>-</u>	<u>112,745</u>	<u>-</u>
Net changes in fund balances.....	(77,350)	-	(515,432)	632
Fund balances (deficits) - beginning of year	<u>112,849</u>	<u>145,454</u>	<u>534,447</u>	<u>25,280</u>
Fund balances (deficits) - end of year	<u>\$ 35,499</u>	<u>\$ 145,454</u>	<u>\$ 19,015</u>	<u>\$ 25,912</u>

Airport Hangar Construction Fund	State Capital Improvements Program Fund	Permanent Improvement Fund	Ohio Department of Transportation Projects Fund	Liberty Center County Services Complex Fund
\$ -	\$ -	\$ -	\$ -	\$ -
-	114,179	-	2,623,592	-
-	-	-	-	4,609
2,890	-	-	-	-
<u>2,890</u>	<u>114,179</u>	<u>-</u>	<u>2,623,592</u>	<u>4,609</u>
256,154	211,082	-	3,603,476	26,887
6,904	-	-	-	-
<u>263,058</u>	<u>211,082</u>	<u>-</u>	<u>3,603,476</u>	<u>26,887</u>
<u>(260,168)</u>	<u>(96,903)</u>	<u>-</u>	<u>(979,884)</u>	<u>(22,278)</u>
-	97,910	-	1,142,098	-
(2,529)	-	-	-	-
<u>(2,529)</u>	<u>97,910</u>	<u>-</u>	<u>1,142,098</u>	<u>-</u>
(262,697)	1,007	-	162,214	(22,278)
24,831	26,976	263,996	(161,971)	445,287
<u>\$ (237,866)</u>	<u>\$ 27,983</u>	<u>\$ 263,996</u>	<u>\$ 243</u>	<u>\$ 423,009</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF REVENUES, EXPENDITURES, (Continued)
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
 For the Year Ended December 31, 2005

	Voter Registration System Fund	Geographical Information System Equipment Fund	Mental Health Facility - Our Place II Fund	Totals
REVENUES				
Charges for services.....	\$ -	\$ -	\$ -	\$ 8,608
Intergovernmental.....	863,460	-	-	3,898,316
Interest.....	-	-	-	4,609
Other.....	-	-	-	2,890
Total revenues.....	<u>863,460</u>	<u>-</u>	<u>-</u>	<u>3,914,423</u>
EXPENDITURES				
Capital outlay.....	1,400,771	-	7,206	6,528,257
Debt service				
Interest and fiscal charges	-	14,064	-	20,968
Total expenditures.....	<u>1,400,771</u>	<u>14,064</u>	<u>7,206</u>	<u>6,549,225</u>
Excess of revenues over (under) expenditures	<u>(537,311)</u>	<u>(14,064)</u>	<u>(7,206)</u>	<u>(2,634,802)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	111,927	-	1,476,773
Transfers out	-	-	(67,000)	(69,529)
Total other financing sources (uses)	<u>-</u>	<u>111,927</u>	<u>(67,000)</u>	<u>1,407,244</u>
Net changes in fund balances.....	(537,311)	97,863	(74,206)	(1,227,558)
Fund balances (deficits) - beginning of year	73,106	(520,575)	120,425	1,090,105
Fund balances (deficits) - end of year	<u>\$ (464,205)</u>	<u>\$ (422,712)</u>	<u>\$ 46,219</u>	<u>\$ (137,453)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
FEDERAL FUNDS - AIRPORT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 559,697	\$ 373,704	\$ (185,993)
EXPENDITURES			
Current:			
Conservation and recreation:			
Federal funds - airport:			
Capital outlay	568,490	557,561	10,929
Excess of revenues under expenditures.....	(8,793)	(183,857)	(175,064)
OTHER FINANCING SOURCES			
Advances in.....	-	152,255	152,255
Operating transfers in.....	12,093	12,093	-
Total other financing sources.....	12,093	164,348	152,255
Net change in fund balance.....	3,300	(19,509)	(22,809)
Fund balance - beginning of year.....	30,815	30,815	-
Fund balance - end of year.....	<u>\$ 34,115</u>	<u>\$ 11,306</u>	<u>\$ (22,809)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
STATE FUNDS - AIRPORT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Total revenues.....	\$ -	\$ -	\$ -
EXPENDITURES			
Total expenditures.....	-	-	-
Excess of revenues over expenditures.....	-	-	-
OTHER FINANCING USES			
Operating transfers out.....	(145,454)	-	145,454
Net change in fund balance.....	(145,454)	-	145,454
Fund balance - beginning of year.....	145,454	145,454	-
Fund balance - end of year.....	<u>\$ -</u>	<u>\$ 145,454</u>	<u>\$ 145,454</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
MENTAL RETARDATION FACILITIES FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Total revenues.....	\$ -	\$ -	\$ -
EXPENDITURES			
Current:			
Health			
Mental retardation facilities			
Capital outlay	887,800	874,426	13,374
Excess of revenues under expenditures.....	(887,800)	(874,426)	13,374
OTHER FINANCING SOURCES			
Operating transfers in.....	112,745	112,745	-
Net change in fund balance.....	(775,055)	(761,681)	13,374
Fund balance - beginning of year.....	272,538	272,538	-
Prior year encumbrances appropriated.....	502,517	502,517	-
Fund balance - end of year.....	<u>\$ -</u>	<u>\$ 13,374</u>	<u>\$ 13,374</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
MENTAL HEALTH AND MENTAL RETARDATION COMPLEX FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 900	\$ 8,933	\$ 8,033
EXPENDITURES			
Current:			
Health:			
Mental health and mental retardation complex:			
Materials and supplies	1,000	-	1,000
Contractual services	7,553	655	6,898
Capital outlay	37,000	31,902	5,098
Total expenditures.....	45,553	32,557	12,996
Net change in fund balance.....	(44,653)	(23,624)	21,029
Fund balance - beginning of year.....	17,394	17,394	-
Prior year encumbrances appropriated.....	32,053	32,053	-
Fund balance - end of year.....	<u>\$ 4,794</u>	<u>\$ 25,823</u>	<u>\$ 21,029</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
AIRPORT HANGAR CONSTRUCTION FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Other.....	\$ 2,890	\$ 2,890	\$ -
EXPENDITURES			
Current:			
Public works:			
Airport hanger construction:			
Capital outlay	1,002,500	976,350	26,150
Excess of revenues under expenditures.....	(999,610)	(973,460)	26,150
OTHER FINANCING SOURCES (USES)			
Proceeds of notes.....	1,000,000	1,000,000	-
Operating transfers out.....	(18,396)	(2,529)	15,867
Total other financing sources (uses).....	981,604	997,471	15,867
Net change in fund balance.....	(18,006)	24,011	42,017
Fund balance - beginning of year.....	24,831	24,831	-
Fund balance - end of year.....	<u>\$ 6,825</u>	<u>\$ 48,842</u>	<u>\$ 42,017</u>

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL STATE CAPITAL IMPROVEMENTS PROGRAM FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Intergovernmental.....	\$ 89,026	\$ 90,909	\$ 1,883
EXPENDITURES			
Current:			
Public works:			
State capital improvements program:			
Capital outlay	186,936	186,936	-
Excess of revenues under expenditures.....	(97,910)	(96,027)	1,883
OTHER FINANCING SOURCES			
Operating Transfers In.....	97,910	97,910	-
Net change in fund balance.....	-	1,883	1,883
Fund balance - beginning of year.....	26,976	26,976	-
Fund balance - end of year.....	<u>\$ 26,976</u>	<u>\$ 28,859</u>	<u>\$ 1,883</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Total revenues.....	\$ -	\$ -	\$ -
EXPENDITURES			
Current:			
General government - legislative and executive:			
Permanent improvement:			
Capital outlay	8,619	-	8,619
Excess of revenues under expenditures.....	(8,619)	-	8,619
OTHER FINANCING SOURCES			
Sale of fixed assets.....	300,000	-	(300,000)
Net change in fund balance.....	291,381	-	(291,381)
Fund balance - beginning of year.....	255,377	255,377	-
Prior year encumbrances appropriated.....	8,619	8,619	-
Fund balance - end of year.....	<u>\$ 555,377</u>	<u>\$ 263,996</u>	<u>\$ (291,381)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
OHIO DEPARTMENT OF TRANSPORTATION PROJECTS FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 3,360,201	\$ 2,624,387	\$ (735,814)
EXPENDITURES			
Current:			
Public works:			
Ohio department of transportation projects:			
Capital outlay	<u>3,817,790</u>	<u>3,817,790</u>	<u>-</u>
Excess of revenues under expenditures.....	(457,589)	(1,193,403)	(735,814)
OTHER FINANCING SOURCES			
Operating transfers in.....	<u>795,867</u>	<u>1,142,098</u>	<u>346,231</u>
Net change in fund balance.....	338,278	(51,305)	(389,583)
Fund balance - beginning of year.....	31,107	31,107	-
Prior year encumbrances appropriated.....	<u>20,198</u>	<u>20,198</u>	<u>-</u>
Fund balance - end of year	<u><u>\$ 389,583</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (389,583)</u></u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
LIBERTY CENTER COUNTY SERVICES COMPLEX FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Interest.....	\$ -	\$ 4,738	\$ 4,738
EXPENDITURES			
Current:			
General government - legislative and executive:			
Liberty center county services complex:			
Capital outlay	322,004	107,845	214,159
Excess of revenues under expenditures.....	(322,004)	(103,107)	218,897
OTHER FINANCING USES			
Operating transfers out.....	(124,703)	-	124,703
Net change in fund balance.....	(446,707)	(103,107)	343,600
Fund balance - beginning of year.....	202,658	202,658	-
Prior Year Encumbrances Appropriated.....	322,004	322,004	-
Fund balance - end of year.....	<u>\$ 77,955</u>	<u>\$ 421,555</u>	<u>\$ 343,600</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
VOTER REGISTRATION SYSTEM FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Intergovernmental.....	\$ 936,566	\$ 863,460	\$ (73,106)
EXPENDITURES			
Current:			
General government - legislative and executive:			
Voter registration system:			
Capital outlay	936,566	935,831	735
Net change in fund balance.....	-	(72,371)	(72,371)
Fund balance - beginning of year.....	73,106	73,106	-
Fund balance - end of year.....	<u>\$ 73,106</u>	<u>\$ 735</u>	<u>\$ (72,371)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE — BUDGET (NON-GAAP BASIS) AND ACTUAL
MENTAL HEALTH FACILITY - OUR PLACE II FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Total revenues	\$ -	\$ -	\$ -
EXPENDITURES			
Current:			
Health			
Mental health facility - our place II:			
Capital outlay	38,732	38,732	-
Excess of revenues under expenditures	(38,732)	(38,732)	-
OTHER FINANCING USES			
Operating transfers out	(67,000)	(67,000)	-
Net change in fund balance	(105,732)	(105,732)	-
Fund balance - beginning of year	151,951	151,951	-
Fund balance - end of year	<u>\$ 46,219</u>	<u>\$ 46,219</u>	<u>\$ -</u>

Enterprise Funds

The enterprise funds are maintained to account for the operations of County government that provide goods or services to the general public in a manner similar to private business enterprises. The costs of providing these goods or services are financed through user charges.

The following are included in enterprise funds:

Sewer Fund To account for sewer services provided to individuals and commercial users. For GAAP reporting purposes, a portion of the Sewer Debt Service Fund was combined and reported as a part of this fund.

Water Fund To account for water services provided to individuals and commercial users. For GAAP reporting purposes, the Water Debt Service Fund was combined and reported as a part of this fund.

Fairfield County, Ohio

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY — BUDGET (NON-GAAP BASIS) AND ACTUAL SEWER FUND

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 3,271,080	\$ 2,788,256	\$ (482,824)
Tap-in fees.....	919,000	620,746	(298,254)
Penalties.....	25,809	30,724	4,915
Deposits.....	125,000	84,320	(40,680)
Special assessments.....	3,000	2,977	(23)
Other non-operating revenues.....	1,000	-	(1,000)
Interest.....	12,700	18,929	6,229
Total revenues.....	<u>4,357,589</u>	<u>3,545,952</u>	<u>(811,637)</u>
EXPENSES			
Personal services.....	666,352	624,352	42,000
Fringe benefits.....	239,261	174,202	65,059
Contractual services.....	1,686,241	1,468,022	218,219
Materials and supplies.....	116,293	81,591	34,702
Deposits.....	117,104	93,004	24,100
Other operating expenses.....	28,000	12,709	15,291
Capital outlay.....	687,594	382,880	304,714
Total expenses.....	<u>3,540,845</u>	<u>2,836,760</u>	<u>704,085</u>
Excess of revenues over expenses.....	816,744	709,192	(107,552)
Operating transfers out.....	<u>(1,626,089)</u>	<u>(1,625,183)</u>	<u>906</u>
Excess of revenues under expenses and operating transfers	(809,345)	(915,991)	(106,646)
Fund equity - beginning of year.....	2,597,188	2,597,188	-
Prior year encumbrances appropriated.....	<u>847,506</u>	<u>847,506</u>	<u>-</u>
Fund equity - end of year.....	<u>\$ 2,635,349</u>	<u>\$ 2,528,703</u>	<u>\$ (106,646)</u>

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY —
BUDGET (NON-GAAP BASIS) AND ACTUAL
WATER FUND**

For the Year Ended December 31, 2005

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
REVENUES			
Charges for services.....	\$ 1,922,000	\$ 2,183,489	\$ 261,489
Tap-in fees.....	645,000	468,710	(176,290)
Penalties.....	30,000	39,808	9,808
Special assessments.....	3,000	2,993	(7)
Proceeds of notes.....	900,000	900,000	-
Other non-operating revenues.....	1,000	-	(1,000)
Interest.....	1,660	15,173	13,513
Total revenues.....	<u>3,502,660</u>	<u>3,610,173</u>	<u>107,513</u>
EXPENSES			
Personal services.....	431,436	416,154	15,282
Fringe benefits.....	139,272	114,566	24,706
Contractual services.....	1,005,517	923,269	82,248
Materials and supplies.....	246,973	202,229	44,744
Other operating expenses.....	20,000	4,525	15,475
Capital outlay.....	1,113,751	1,029,578	84,173
Total expenses.....	<u>2,956,949</u>	<u>2,690,321</u>	<u>266,628</u>
Excess of revenues over expenses.....	545,711	919,852	374,141
Operating transfers out.....	<u>(1,095,136)</u>	<u>(1,051,009)</u>	<u>44,127</u>
Excess of revenues under expenses and operating transfers	(549,425)	(131,157)	418,268
Fund equity - beginning of year.....	1,818,333	1,818,333	-
Prior year encumbrances appropriated.....	<u>204,011</u>	<u>204,011</u>	<u>-</u>
Fund equity - end of year.....	<u>\$ 1,472,919</u>	<u>\$ 1,891,187</u>	<u>\$ 418,268</u>

Internal Service Fund

The internal service fund is maintained to account for the operations of County activities that provide services to other County departments and funds.

The following is the County's internal service fund:

Self-Funded Health
Insurance Fund

The County was self-insured for employee health care benefits until March 1, 2005. This fund accounts for claims and administration of that self-insurance program. The fund will remain active until all of the self insurance outstanding claims have been paid. The fund's budgetary information is the only financial statement presented in this section.

Fairfield County, Ohio

**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY —
BUDGET (NON-GAAP BASIS) AND ACTUAL
SELF-FUNDED HEALTH INSURANCE FUND**

For the Year Ended December 31, 2005

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
REVENUES			
Charges for services.....	\$ 548,316	\$ 545,765	\$ (2,551)
Interest.....	2,785	10,907	8,122
Total revenues.....	<u>551,101</u>	<u>556,672</u>	<u>5,571</u>
EXPENSES			
Contractual services.....	126,133	94,570	31,563
Claims.....	1,549,310	1,386,130	163,180
Other operating expenses.....	3,030	1,705	1,325
Total expenses.....	<u>1,678,473</u>	<u>1,482,405</u>	<u>196,068</u>
Net change in fund equity.....	(1,127,372)	(925,733)	201,639
Fund equity - beginning of year.....	2,081,053	2,081,053	-
Fund equity - end of year.....	<u>\$ 953,681</u>	<u>\$ 1,155,320</u>	<u>\$ 201,639</u>

Agency Funds

The agency funds account for resources the County holds in a purely custodial capacity (assets equal liabilities) for individuals, private organizations, other County funds, or other governments.

The following are included in agency funds:

Fairfield Department of Health Fund	To account for the funds of the Department of Health. The County Auditor is the <i>ex officio</i> fiscal agent for the Department.
County Hotel Lodging Fund	To account for a three percent hotel tax collected and then forwarded to the Fairfield County Visitors and Convention Bureau.
Soil and Water Fund	To account for the fund activities of the Fairfield County Soil and Water Conservation District, a statutorily created separate political subdivision of the State. The County Auditor is the fiscal agent for the District.
Regional Planning Fund	To account for the fund activities of the Fairfield County Regional Planning Commission, a statutorily created separate political subdivision of the State. The County Auditor is the fiscal agent for the Commission.
Undivided Inheritance Tax Fund	To account for the collection of estate taxes which are then distributed to the State and to certain local governments.
Undivided Real Estate and Tangible Tax Fund	To account for the collection of real estate taxes from real estate owners, the collection of special assessments, and the undivided tangible tax revenues that are distributed to cities, villages, townships, and the County itself, as prescribed by State Statute.
Undivided Automobile Tax Fund	To account for the collection of State automobile registration fees which are then distributed to municipal corporations and townships.
Undivided Tax Fund	To account for the collection of various special assessments and local taxes.
Ohio Elections Commission Fund	To account for the fees collected from individuals filing a declaration of candidacy with the Board of Elections. These funds are then forwarded to the State of Ohio Elections Commission.
Undivided Local Tax Fund	To account for the collection of shared revenues from the State of Ohio that represents a portion of state income taxes, state sales taxes, and corporate franchise taxes that are returned to the County. These monies are apportioned to local governments on a monthly basis.
Township Gasoline Tax Fund	To account for the collection of State gasoline tax revenues which are then apportioned equally to the thirteen townships in the County.

(continued)

Agency Funds (continued)

Library and Local Government Support Fund	To account for the collection of shared revenues from the State of Ohio that represents a portion of state income taxes that are returned to the County for use by district libraries and park districts. These monies are apportioned to the libraries on a monthly basis.
Law Enforcement Fund	To account for fines from the County Courts and used by the Sheriff and Prosecuting Attorney for investigations, prosecution, and training for law enforcement.
Undivided Local Government Revenue Assistance Fund	To account for the collection of shared revenues from the State of Ohio that is apportioned to local governments on a monthly basis.
Fairfield County Historical Parks Commission Fund	To account for donations and grant revenue received and expenditures made for the operations of a three-member County-appointed Board of the Park District.
Payroll Agency Fund	To account for payroll taxes and other payroll-related deductions that are accumulated for distribution to other governments and private organizations.
County Court Agency Fund	To account for Clerk of Court's auto title fees and other court receipts.
Sheriff Agency Fund	To account for the activity of the Sheriff's civil account.
Inmate Agency Fund	To account for funds collected and returned to inmates held in the Fairfield County jail.
Fairfield County Family, Adult, and Children First Fund	To account for state grant revenues and expenditures of the Fairfield County Family, Adult, and Children First Council. The County Commissioners serve as administrative agent and the County Auditor serves as fiscal agent of the Council.
Alimony and Child Support Fund	To account for the collection of alimony and child support payments and the distribution of such monies to the court-designated recipients.
Multi-County Juvenile Detention System Fund	To account for the system's construction costs of a multi-county juvenile detention center.
Fairfield-Hocking Major Crimes Investigation Unit Fund	To account for the funds of the Fairfield-Hocking Major Crimes Investigation Unit. The County Auditor is the fiscal agent for the Unit.
Fairfield County Agency Transportation System Fund	To account for the funds of the Fairfield County Agency Transportation System, Inc. The County Auditor is the fiscal agent for the System.
Recorder Housing Trust Fund	To account for the collection of county recorder fees mandated by HB 95 to be remitted quarterly to the state.
Indigent Defense	To account for monies paid by individuals serviced by public defenders. A portion of the monies will be remitted to the State Public Defender and a portion given to the County.

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
FAIRFIELD DEPARTMENT OF HEALTH FUND				
Assets				
Cash and cash equivalents	\$ 361,053	\$ 3,785,051	\$ 3,822,569	\$ 323,535
Accounts receivable	471,106	491,097	471,106	491,097
External party receivable	572	1,766	572	1,766
Total assets	<u>\$ 832,731</u>	<u>\$ 4,277,914</u>	<u>\$ 4,294,247</u>	<u>\$ 816,398</u>
Liabilities				
Due to others	\$ 832,731	\$ 4,277,914	\$ 4,294,247	\$ 816,398
Total liabilities	<u>\$ 832,731</u>	<u>\$ 4,277,914</u>	<u>\$ 4,294,247</u>	<u>\$ 816,398</u>
COUNTY HOTEL LODGING FUND				
Assets				
Cash and cash equivalents	\$ -	\$ 200,520	\$ 199,134	\$ 1,386
Property and other taxes receivable	51,889	46,082	51,889	46,082
Total assets	<u>\$ 51,889</u>	<u>\$ 246,602</u>	<u>\$ 251,023</u>	<u>\$ 47,468</u>
Liabilities				
External party payable	\$ -	\$ 436	\$ -	\$ 436
Due to others	51,889	246,166	251,023	47,032
Total liabilities	<u>\$ 51,889</u>	<u>\$ 246,602</u>	<u>\$ 251,023</u>	<u>\$ 47,468</u>
SOIL AND WATER FUND				
Assets				
Cash and cash equivalents	\$ 104,278	\$ 505,007	\$ 519,118	\$ 90,167
Total assets	<u>\$ 104,278</u>	<u>\$ 505,007</u>	<u>\$ 519,118</u>	<u>\$ 90,167</u>
Liabilities				
External party payable	\$ -	\$ 2,156	\$ -	\$ 2,156
Due to others	104,278	502,851	519,118	88,011
Total liabilities	<u>\$ 104,278</u>	<u>\$ 505,007</u>	<u>\$ 519,118</u>	<u>\$ 90,167</u>
REGIONAL PLANNING FUND				
Assets				
Cash and cash equivalents	\$ 403,002	\$ 369,817	\$ 404,832	\$ 367,987
External party receivable	22,700	-	22,700	-
Total assets	<u>\$ 425,702</u>	<u>\$ 369,817</u>	<u>\$ 427,532</u>	<u>\$ 367,987</u>
Liabilities				
External party payable	\$ -	\$ 1,450	\$ -	\$ 1,450
Due to others	425,702	368,367	427,532	366,537
Total liabilities	<u>\$ 425,702</u>	<u>\$ 369,817</u>	<u>\$ 427,532</u>	<u>\$ 367,987</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
UNDIVIDED INHERITANCE TAX FUND				
Assets				
Cash and cash equivalents	\$ 379,197	\$ 8,129,188	\$ 7,639,863	\$ 868,522
Total assets	<u>\$ 379,197</u>	<u>\$ 8,129,188</u>	<u>\$ 7,639,863</u>	<u>\$ 868,522</u>
Liabilities				
Intergovernmental payable	\$ 379,197	\$ 8,129,188	\$ 7,639,863	\$ 868,522
Total liabilities	<u>\$ 379,197</u>	<u>\$ 8,129,188</u>	<u>\$ 7,639,863</u>	<u>\$ 868,522</u>
UNDIVIDED REAL ESTATE AND TANGIBLE TAX FUND				
Assets				
Cash and cash equivalents	\$ 3,166,895	\$ 111,829,133	\$ 111,307,274	\$ 3,688,754
Property and other taxes receivable	111,084,067	114,572,693	111,084,067	114,572,693
Intergovernmental receivable	6,170,350	5,615,534	6,170,350	5,615,534
Total assets	<u>\$ 120,421,312</u>	<u>\$ 232,017,360</u>	<u>\$ 228,561,691</u>	<u>\$ 123,876,981</u>
Liabilities				
Intergovernmental payable	\$ 120,421,312	\$ 232,017,360	\$ 228,561,691	\$ 123,876,981
Total liabilities	<u>\$ 120,421,312</u>	<u>\$ 232,017,360</u>	<u>\$ 228,561,691</u>	<u>\$ 123,876,981</u>
UNDIVIDED AUTOMOBILE TAX FUND				
Assets				
Cash and cash equivalents	\$ -	\$ 1,199,530	\$ 1,199,530	\$ -
Intergovernmental receivable	535,741	487,792	535,741	487,792
Total assets	<u>\$ 535,741</u>	<u>\$ 1,687,322</u>	<u>\$ 1,735,271</u>	<u>\$ 487,792</u>
Liabilities				
Intergovernmental payable	\$ 535,741	\$ 1,687,322	\$ 1,735,271	\$ 487,792
Total liabilities	<u>\$ 535,741</u>	<u>\$ 1,687,322</u>	<u>\$ 1,735,271</u>	<u>\$ 487,792</u>
UNDIVIDED TAX FUND				
Assets				
Cash and cash equivalents	\$ 13,890	\$ 120,450,955	\$ 120,376,209	\$ 88,636
Accounts receivable	144,773	137,921	144,773	137,921
Special assessments receivable	2,146,755	2,058,181	2,146,755	2,058,181
Intergovernmental receivable	573,691	447,121	573,691	447,121
Total assets	<u>\$ 2,879,109</u>	<u>\$ 123,094,178</u>	<u>\$ 123,241,428</u>	<u>\$ 2,731,859</u>
Liabilities				
Intergovernmental payable	\$ 2,879,109	\$ 123,094,178	\$ 123,241,428	\$ 2,731,859
Total liabilities	<u>\$ 2,879,109</u>	<u>\$ 123,094,178</u>	<u>\$ 123,241,428</u>	<u>\$ 2,731,859</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
OHIO ELECTIONS COMMISSION FUND				
Assets				
Cash and cash equivalents	\$ 25	\$ 3,585	\$ 3,610	\$ -
Total assets	<u>\$ 25</u>	<u>\$ 3,585</u>	<u>\$ 3,610</u>	<u>\$ -</u>
Liabilities				
Intergovernmental payable	\$ 25	\$ 3,585	\$ 3,610	\$ -
Total liabilities	<u>\$ 25</u>	<u>\$ 3,585</u>	<u>\$ 3,610</u>	<u>\$ -</u>
UNDIVIDED LOCAL TAX FUND				
Assets				
Cash and cash equivalents	\$ -	\$ 2,630,691	\$ 2,630,691	\$ -
Intergovernmental receivable	1,411,010	1,411,009	1,411,010	1,411,009
Total assets	<u>\$ 1,411,010</u>	<u>\$ 4,041,700</u>	<u>\$ 4,041,701</u>	<u>\$ 1,411,009</u>
Liabilities				
Intergovernmental payable	\$ 1,411,010	\$ 4,041,700	\$ 4,041,701	\$ 1,411,009
Total liabilities	<u>\$ 1,411,010</u>	<u>\$ 4,041,700</u>	<u>\$ 4,041,701</u>	<u>\$ 1,411,009</u>
TOWNSHIP GASOLINE TAX FUND				
Assets				
Cash and cash equivalents	\$ 53,175	\$ 1,118,286	\$ 1,171,461	\$ -
Intergovernmental receivable	548,897	743,206	548,897	743,206
Total assets	<u>\$ 602,072</u>	<u>\$ 1,861,492</u>	<u>\$ 1,720,358</u>	<u>\$ 743,206</u>
Liabilities				
Intergovernmental payable	\$ 602,072	\$ 1,861,492	\$ 1,720,358	\$ 743,206
Total liabilities	<u>\$ 602,072</u>	<u>\$ 1,861,492</u>	<u>\$ 1,720,358</u>	<u>\$ 743,206</u>
LIBRARY AND LOCAL GOVERNMENT SUPPORT FUND				
Assets				
Cash and cash equivalents	\$ -	\$ 4,274,505	\$ 4,274,505	\$ -
Intergovernmental receivable	2,356,348	2,371,934	2,356,348	2,371,934
Total assets	<u>\$ 2,356,348</u>	<u>\$ 6,646,439</u>	<u>\$ 6,630,853</u>	<u>\$ 2,371,934</u>
Liabilities				
Intergovernmental payable	\$ 2,356,348	\$ 6,646,439	\$ 6,630,853	\$ 2,371,934
Total liabilities	<u>\$ 2,356,348</u>	<u>\$ 6,646,439</u>	<u>\$ 6,630,853</u>	<u>\$ 2,371,934</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
LAW ENFORCEMENT FUND				
Assets				
Cash and cash equivalents				
in segregated accounts	\$ 206,592	\$ 18,307	\$ 70,488	\$ 154,411
External party receivable	350	-	350	-
Total assets	<u>\$ 206,942</u>	<u>\$ 18,307</u>	<u>\$ 70,838</u>	<u>\$ 154,411</u>
Liabilities				
Due to others	\$ 206,942	\$ 18,307	\$ 70,838	\$ 154,411
Total liabilities	<u>\$ 206,942</u>	<u>\$ 18,307</u>	<u>\$ 70,838</u>	<u>\$ 154,411</u>
UNDIVIDED LOCAL GOVERNMENT REVENUE ASSISTANCE FUND				
Assets				
Cash and cash equivalents	\$ -	\$ 581,547	\$ 581,547	\$ -
Intergovernmental receivable	317,720	317,720	317,720	317,720
Total assets	<u>\$ 317,720</u>	<u>\$ 899,267</u>	<u>\$ 899,267</u>	<u>\$ 317,720</u>
Liabilities				
Intergovernmental payable	\$ 317,720	\$ 899,267	\$ 899,267	\$ 317,720
Total liabilities	<u>\$ 317,720</u>	<u>\$ 899,267</u>	<u>\$ 899,267</u>	<u>\$ 317,720</u>
FAIRFIELD COUNTY HISTORICAL PARKS COMMISSION FUND				
Assets				
Cash and cash equivalents	\$ 26,137	\$ 124,251	\$ 114,146	\$ 36,242
Intergovernmental receivable	32,014	32,013	32,014	32,013
Total assets	<u>\$ 58,151</u>	<u>\$ 156,264</u>	<u>\$ 146,160</u>	<u>\$ 68,255</u>
Liabilities				
External party payable	\$ -	\$ 371	\$ -	\$ 371
Due to others	\$ 58,151	\$ 155,893	\$ 146,160	\$ 67,884
Total liabilities	<u>\$ 58,151</u>	<u>\$ 156,264</u>	<u>\$ 146,160</u>	<u>\$ 68,255</u>
PAYROLL AGENCY FUND				
Assets				
Cash and cash equivalents	\$ 84,996	\$ 25,069,503	\$ 25,037,490	\$ 117,009
Cash and cash equivalents in segregated accounts	101,558	102,385	101,558	102,385
Total assets	<u>\$ 186,554</u>	<u>\$ 25,171,888</u>	<u>\$ 25,139,048</u>	<u>\$ 219,394</u>
Liabilities				
Intergovernmental payable	\$ 101,558	\$ 102,385	\$ 101,558	\$ 102,385
Due to others	84,996	25,069,503	25,037,490	117,009
Total liabilities	<u>\$ 186,554</u>	<u>\$ 25,171,888</u>	<u>\$ 25,139,048</u>	<u>\$ 219,394</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
COUNTY COURT AGENCY FUND				
Assets				
Cash and cash equivalents				
in segregated accounts	\$ 1,647,696	\$ 28,454,907	\$ 27,379,494	\$ 2,723,109
Accounts receivable	1,207,082	1,442,992	1,207,082	1,442,992
Total assets	<u>\$ 2,854,778</u>	<u>\$ 29,897,899</u>	<u>\$ 28,586,576</u>	<u>\$ 4,166,101</u>
Liabilities				
Due to others	\$ 2,854,778	\$ 29,897,899	\$ 28,586,576	\$ 4,166,101
Total liabilities	<u>\$ 2,854,778</u>	<u>\$ 29,897,899</u>	<u>\$ 28,586,576</u>	<u>\$ 4,166,101</u>
SHERIFF AGENCY FUND				
Assets				
Cash and cash equivalents	\$ 498,863	\$ 6,733,606	\$ 6,839,209	\$ 393,260
Total assets	<u>\$ 498,863</u>	<u>\$ 6,733,606</u>	<u>\$ 6,839,209</u>	<u>\$ 393,260</u>
Liabilities				
Due to others	\$ 498,863	\$ 6,733,606	\$ 6,839,209	\$ 393,260
Total liabilities	<u>\$ 498,863</u>	<u>\$ 6,733,606</u>	<u>\$ 6,839,209</u>	<u>\$ 393,260</u>
INMATE AGENCY FUND				
Assets				
Cash and cash equivalents				
in segregated accounts	\$ 1,578	\$ 199,406	\$ 200,188	\$ 796
Total assets	<u>\$ 1,578</u>	<u>\$ 199,406</u>	<u>\$ 200,188</u>	<u>\$ 796</u>
Liabilities				
Due to others	\$ 1,578	\$ 199,406	\$ 200,188	\$ 796
Total liabilities	<u>\$ 1,578</u>	<u>\$ 199,406</u>	<u>\$ 200,188</u>	<u>\$ 796</u>
FAIRFIELD COUNTY FAMILY, ADULT, AND CHILDREN FIRST FUND				
Assets				
Cash and cash equivalents	\$ 209,115	\$ 1,302,783	\$ 1,218,599	\$ 293,299
External party receivable	-	22,552	-	22,552
Total assets	<u>\$ 209,115</u>	<u>\$ 1,325,335</u>	<u>\$ 1,218,599</u>	<u>\$ 315,851</u>
Liabilities				
External party payable	\$ 15,286	\$ 61,075	\$ 15,286	\$ 61,075
Due to others	193,829	1,264,260	1,203,313	254,776
Total liabilities	<u>\$ 209,115</u>	<u>\$ 1,325,335</u>	<u>\$ 1,218,599</u>	<u>\$ 315,851</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
ALIMONY AND CHILD SUPPORT FUND				
Assets				
Cash and cash equivalents	\$ 1,212	\$ -	\$ -	\$ 1,212
Cash and cash equivalents in segregated accounts	40,714	775,610	784,651	31,673
Total assets	<u>\$ 41,926</u>	<u>\$ 775,610</u>	<u>\$ 784,651</u>	<u>\$ 32,885</u>
Liabilities				
Due to others	\$ 41,926	\$ 775,610	\$ 784,651	\$ 32,885
Total liabilities	<u>\$ 41,926</u>	<u>\$ 775,610</u>	<u>\$ 784,651</u>	<u>\$ 32,885</u>
MULTI-COUNTY JUVENILE DETENTION SYSTEM FUND				
Assets				
Cash and cash equivalents	\$ 693,259	\$ 2,531,412	\$ 2,641,724	\$ 582,947
Accounts receivable	915	-	915	-
Total assets	<u>\$ 694,174</u>	<u>\$ 2,531,412</u>	<u>\$ 2,642,639</u>	<u>\$ 582,947</u>
Liabilities				
Retainage payable	\$ 134,471	\$ -	\$ 134,471	\$ -
External party payable	-	10,401	-	10,401
Due to others	559,703	2,521,011	2,508,168	572,546
Total liabilities	<u>\$ 694,174</u>	<u>\$ 2,531,412</u>	<u>\$ 2,642,639</u>	<u>\$ 582,947</u>
FAIRFIELD - HOCKING MAJOR CRIMES INVESTIGATIONS UNIT FUND				
Assets				
Cash and cash equivalents	\$ 103,670	\$ 672,713	\$ 610,936	\$ 165,447
Cash and cash equivalents in segregated accounts	10,748	8,158	10,748	8,158
External party receivable	575	-	575	-
Total assets	<u>\$ 114,993</u>	<u>\$ 680,871</u>	<u>\$ 622,259</u>	<u>\$ 173,605</u>
Liabilities				
External party payable	\$ -	\$ 277	\$ -	\$ 277
Due to others	114,993	680,594	622,259	173,328
Total liabilities	<u>\$ 114,993</u>	<u>\$ 680,871</u>	<u>\$ 622,259</u>	<u>\$ 173,605</u>
FAIRFIELD COUNTY AGENCY TRANSPORTATION SYSTEM FUND				
Assets				
Cash and cash equivalents	\$ 12,611	\$ 101,179	\$ 111,474	\$ 2,316
External party receivable	125	2,154	125	2,154
Total assets	<u>\$ 12,736</u>	<u>\$ 103,333</u>	<u>\$ 111,599</u>	<u>\$ 4,470</u>
Liabilities				
External party payable	\$ 4,238	\$ 1,722	\$ 4,238	\$ 1,722
Due to others	8,498	101,611	107,361	2,748
Total liabilities	<u>\$ 12,736</u>	<u>\$ 103,333</u>	<u>\$ 111,599</u>	<u>\$ 4,470</u>

(continued)

Fairfield County, Ohio

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (Continued)
AGENCY FUNDS

For the Year Ended December 31, 2005

	<i>Balance January 1, 2005</i>	<i>Additions</i>	<i>Deductions</i>	<i>Balance December 31, 2005</i>
RECORDER HOUSING TRUST				
Assets				
Cash and cash equivalents	\$ 247,461	\$ 962,791	\$ 963,649	\$ 246,603
Cash and cash equivalents in segregated accounts	81,014	78,308	81,014	78,308
Total assets	<u>\$ 328,475</u>	<u>\$ 1,041,099</u>	<u>\$ 1,044,663</u>	<u>\$ 324,911</u>
Liabilities				
Intergovernmental payable	\$ 328,475	\$ 1,041,099	\$ 1,044,663	\$ 324,911
Total liabilities	<u>\$ 328,475</u>	<u>\$ 1,041,099</u>	<u>\$ 1,044,663</u>	<u>\$ 324,911</u>
INDIGENT DEFENSE				
Assets				
Cash and cash equivalents	\$ -	\$ 21,027	\$ -	\$ 21,027
Total assets	<u>\$ -</u>	<u>\$ 21,027</u>	<u>\$ -</u>	<u>\$ 21,027</u>
Liabilities				
Intergovernmental payable	\$ -	\$ 21,027	\$ -	\$ 21,027
Total liabilities	<u>\$ -</u>	<u>\$ 21,027</u>	<u>\$ -</u>	<u>\$ 21,027</u>
TOTAL - ALL AGENCY FUNDS				
Assets				
Cash and cash equivalents	\$ 6,358,839	\$ 292,597,080	\$ 291,667,570	\$ 7,288,349
Cash and cash equivalents in segregated accounts	2,089,900	29,637,081	28,628,141	3,098,840
Receivables:				
Property and other taxes	111,135,956	114,618,775	111,135,956	114,618,775
Accounts	1,823,876	2,072,010	1,823,876	2,072,010
Special assessments	2,146,755	2,058,181	2,146,755	2,058,181
Intergovernmental	11,945,771	11,426,329	11,945,771	11,426,329
External party receivable	24,322	26,472	24,322	26,472
Total assets	<u>\$ 135,525,419</u>	<u>\$ 452,435,928</u>	<u>\$ 447,372,391</u>	<u>\$ 140,588,956</u>
Liabilities				
Retainage payable	\$ 134,471	\$ -	\$ 134,471	\$ -
External party payable	19,524	77,888	19,524	77,888
Intergovernmental payable	129,332,567	379,545,042	375,620,263	133,257,346
Due to others	6,038,857	72,812,998	71,598,133	7,253,722
Total liabilities	<u>\$ 135,525,419</u>	<u>\$ 452,435,928</u>	<u>\$ 447,372,391</u>	<u>\$ 140,588,956</u>

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Statistical Section

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Fairfield County, Ohio

GOVERNMENTAL ACTIVITIES REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION LAST THREE YEARS

Table 1

	<u>2005</u>	<u>2004</u>	<u>2003 (1)</u>
<u>Program Revenues</u>			
Charges for services.....	\$ 12,199,025	\$ 12,241,773	\$ 11,730,895
Operating grants, contributions, and interest.....	32,923,107	32,888,932	31,068,560
Capital grants, contributions, and interest.....	4,391,378	3,820,309	5,095,461
<u>General Revenues</u>			
Property and other taxes levied for:			
General purposes.....	8,181,777	5,665,705	5,805,645
Public works.....	1,361,799	1,086,527	1,114,672
Health.....	5,211,046	4,672,387	4,837,807
Human services.....	1,240,542	9,238	-
Sales taxes levied for general purposes.....	10,863,623	10,339,538	9,978,566
Grants and entitlements not restricted to specific programs.....	3,476,193	3,342,887	3,669,640
Unrestricted interest.....	1,699,686	774,154	810,108
Unrestricted contributions.....	-	5,514	590,000
Other.....	1,190,515	850,474	753,346
Total revenues.....	<u>\$ 82,738,691</u>	<u>\$ 75,697,438</u>	<u>\$ 75,454,700</u>
<u>Expenses</u>			
General government:			
Legislative and executive.....	\$ 8,748,759	\$ 10,206,147	\$ 9,492,488
Judicial.....	4,466,402	4,444,334	5,015,660
Public safety.....	11,945,218	12,492,107	12,505,036
Public works.....	10,280,770	10,568,677	9,967,532
Health.....	19,041,502	17,762,238	16,332,991
Human services.....	17,785,448	15,358,784	17,112,675
Urban redevelopment and housing.....	263,569	480,921	118,036
Transportation.....	216,466	184,618	234,284
Intergovernmental.....	2,050,150	2,288,812	2,034,816
Interest and fiscal charges.....	1,177,427	1,118,473	998,291
Total expenditures.....	<u>\$ 75,975,711</u>	<u>\$ 74,905,111</u>	<u>\$ 73,811,809</u>

(1) 2003 was the first year for full accrual reporting.

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

GOVERNMENTAL FUND REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION (1) LAST TEN YEARS

	2005 (3)	2004 (3)	2003 (3)	2002
Revenues — By Source				
Property and other taxes (4).....	\$ 15,483,894	\$ 11,721,950	\$ 11,736,860	\$ 11,380,548
Sales taxes (2).....	10,863,623	10,339,538	9,978,566	9,988,804
Charges For services (4).....	9,221,368	9,050,143	8,639,956	7,790,886
Licenses and permits.....	341,418	312,767	266,537	238,861
Permissive motor vehicle license tax (3).....	1,043,178	1,029,050	996,516	984,484
Fines and forfeitures.....	392,966	460,660	480,196	638,224
Intergovernmental.....	39,321,004	38,702,542	37,730,470	33,572,302
Special assessments.....	518,377	352,028	344,343	299,684
Interest.....	1,788,639	862,565	988,185	1,932,138
Rent.....	982,115	950,776	950,953	764,661
Donations.....	25,986	92,568	33,745	16,310
Other.....	1,133,291	855,408	742,845	727,655
Total revenues.....	<u>\$ 81,115,859</u>	<u>\$ 74,729,995</u>	<u>\$ 72,889,172</u>	<u>\$ 68,334,557</u>
Expenditures — By Function				
General government:				
Legislative and executive.....	\$ 8,336,858	\$ 9,656,646	\$ 9,159,276	\$ 8,068,177
Judicial.....	4,330,643	4,546,465	5,015,337	4,162,547
Public safety.....	11,767,637	12,989,646	12,431,906	9,656,234
Public works.....	7,389,359	7,365,280	7,695,997	4,073,333
Health.....	18,685,165	17,631,840	16,364,307	14,975,129
Human services.....	17,475,511	15,253,752	17,235,756	17,096,811
Urban redevelopment and housing.....	195,456	480,921	118,036	383,772
Transportation.....	70,585	101,090	147,818	129,908
Other.....	5,974	8,345	230,384	708,833
Refund of taxes (2).....	-	-	-	-
Intergovernmental.....	2,050,150	2,288,812	2,520,483	1,742,673
Capital outlay.....	6,528,257	3,528,240	11,146,471	8,678,238
Debt service.....	2,896,105	10,053,326	13,566,054	2,561,546
Total expenditures.....	<u>\$ 79,731,700</u>	<u>\$ 83,904,363</u>	<u>\$ 95,631,825</u>	<u>\$ 72,237,201</u>

(1) These tables include the general, special revenue, debt service, and capital projects funds.

(2) For 1997 and 1998, the County repaid Texas Eastern Transmission Corporation, a public utility company, a refund for tax years 1991 through 1996.

(3) Includes modified accrual information only. For government-wide statements see table 1.

(4) For 1996 through 1998, the County posted transfer fees in taxes revenue. Beginning with 1999, the County began to post the transfer fees in charges for services.

Source: Fairfield County Auditor's Office

Table 2

2001	2000	1999	1998	1997	1996
\$ 10,463,972	\$ 9,958,887	\$ 9,453,489	\$ 8,093,269	\$ 7,569,889	\$ 7,591,999
9,328,600	9,341,568	9,043,396	7,941,611	7,211,971	6,843,590
6,826,260	5,451,148	5,070,329	4,504,542	3,752,246	3,673,302
241,904	239,172	233,495	238,819	238,502	232,161
953,827	933,178	907,294	886,809	860,967	840,435
437,874	439,785	500,711	537,057	532,549	467,051
33,556,563	29,387,506	26,628,251	22,947,950	20,852,204	20,966,376
255,356	156,021	145,638	148,445	132,630	157,147
2,621,837	3,464,320	1,758,350	2,180,463	1,708,331	1,413,851
628,140	317,926	264,484	271,475	280,042	231,897
15,543	21,925	13,895	29,868	17,762	8,721
1,023,400	470,668	422,679	678,921	640,489	577,762
<u>\$ 66,353,276</u>	<u>\$ 60,182,104</u>	<u>\$ 54,442,011</u>	<u>\$ 48,459,229</u>	<u>\$ 43,797,582</u>	<u>\$ 43,004,292</u>
\$ 8,080,505	\$ 7,726,082	\$ 6,983,240	\$ 6,137,601	\$ 5,473,620	\$ 5,348,068
4,057,006	3,404,191	3,121,418	2,910,636	2,467,274	2,110,622
9,008,325	7,993,534	7,448,140	6,710,482	6,352,932	5,903,967
6,610,518	5,825,236	4,753,145	6,072,479	5,483,939	4,878,874
12,388,713	11,038,046	10,511,281	10,755,878	10,042,429	9,712,305
18,128,151	13,448,054	9,600,074	9,272,532	8,393,120	8,083,269
99,143	862	2,240	511,334	182,701	30,938
77,635	142,919	65,348	74,228	65,574	88,079
766,785	576,717	526,004	479,685	403,002	524,727
-	-	-	67,031	21,472	-
511,524	172,679	291,318	344,158	153,252	282,352
10,290,080	9,515,386	5,389,100	2,470,589	1,650,312	2,496,190
2,558,950	938,900	618,376	647,568	577,377	363,617
<u>\$ 72,577,335</u>	<u>\$ 60,782,606</u>	<u>\$ 49,309,684</u>	<u>\$ 46,454,201</u>	<u>\$ 41,267,004</u>	<u>\$ 39,823,008</u>

Fairfield County, Ohio

PROPERTY TAX LEVIES AND COLLECTIONS REAL AND PUBLIC UTILITY, AND TANGIBLE PERSONAL PROPERTY LAST TEN YEARS

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>Real and Public Utility Property</u>				
Tax Levy.....	\$ 14,694,865	\$ 13,071,260	\$ 12,088,256	\$ 11,886,806
Current Tax Collections.....	14,127,221	11,857,308	11,470,595	11,178,974
Percent of Current Collections to Levy.....	96.14%	90.71%	94.89%	94.05%
Delinquent Tax Collections..... (1)	404,999	378,163	379,356	293,114
Total Tax Collections.....	14,532,220	12,235,471	11,849,951	11,472,088
Ratio of Total Collections to Levy.....	98.89%	93.61%	98.03%	96.51%
Outstanding Delinquent Taxes..... (2)	361,451	266,656	440,337	650,784
Ratio of Outstanding Delinquent Taxes to Tax Levy.....	2.46%	2.04%	3.64%	5.47%
<u>Tangible Personal Property</u>				
Tax Levy.....	\$ 918,356	\$ 923,956	\$ 932,940	\$ 969,153
Current Tax Collections.....	677,504	734,668	823,653	934,310
Percent of Current Collections to Levy.....	73.77%	79.51%	88.29%	96.40%
Delinquent Tax Collections..... (1)	15,708	3,851	11,259	116,490
Total Tax Collections.....	693,212	738,519	834,912	1,050,800
Ratio of Total Collections to Levy.....	75.48%	79.93%	89.49%	108.42%
Outstanding Delinquent Taxes..... (2)	145,061	74,678	26,972	88,039
Ratio of Outstanding Delinquent Taxes to Tax Levy.....	15.80%	8.08%	2.89%	9.08%

(1) Delinquent Tax Collections include amounts collected from penalties, interest, and other delinquent collections.

(2) Outstanding Delinquent Taxes exclude penalties, interest, and other additional delinquent charges.

Source: Fairfield County Auditor's Office

Table 3

2001	2000	1999	1998	1997	1996
\$ 10,937,192	\$ 10,485,370	\$ 9,978,626	\$ 7,824,908	\$ 7,422,511	\$ 7,564,384
10,308,937	9,958,037	9,451,561	7,475,645	7,105,067	7,269,101
94.26%	94.97%	94.72%	95.54%	95.72%	96.10%
268,290	277,866	215,496	150,738	172,961	141,213
10,577,227	10,235,903	9,667,057	7,626,383	7,278,028	7,410,314
96.71%	97.62%	96.88%	97.46%	98.05%	97.96%
598,139	524,307	463,210	308,930	261,681	269,050
5.47%	5.00%	4.64%	3.95%	3.53%	3.56%
\$ 928,624	\$ 935,347	\$ 847,380	\$ 849,643	\$ 911,217	\$ 863,275
830,427	914,210	839,344	756,360	873,333	725,849
89.43%	97.74%	99.05%	89.02%	95.84%	84.08%
14,496	59,349	52,694	4,342	103,912	53,261
844,923	973,559	892,038	760,702	977,245	779,110
90.99%	104.09%	105.27%	89.53%	107.25%	90.25%
54,292	17,409	75,408	111,471	74,722	84,165
5.85%	1.86%	8.90%	13.12%	8.20%	9.75%

Fairfield County, Ohio

ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTY LAST TEN YEARS

	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>Real Property (1)</u>				
Assessed Value.....	\$ 2,622,389,290	\$ 2,335,579,490	\$ 2,255,291,320	\$ 2,189,802,220
Estimated Actual Value.....	7,492,540,829	6,673,084,257	6,443,689,486	6,256,577,771
<u>Tangible Personal Property</u>				
Assessed Value.....	131,234,443	138,685,493	146,455,872	152,059,287
Estimated Actual Value.....	524,937,772	554,741,972	585,823,488	608,237,148
<u>Public Utilities</u>				
<u>Tangible Personal Property</u>				
Assessed Value.....	105,193,430	104,715,800	99,663,470	95,192,990
Estimated Actual Value.....	105,193,430	104,715,800	99,663,470	95,192,990
<u>Total</u>				
Assessed Value.....	2,858,817,163	2,578,980,783	2,501,410,662	2,437,054,497
Estimated Actual Value.....	8,122,672,031	7,332,542,029	7,129,176,444	6,960,007,909
Assessed Value Ratio.....	35.20%	35.17%	35.09%	35.02%

(1) Real Property values include Public Utility Real Property.

Source: *Fairfield County Auditor's Office*

Table 4

	2001	2000	1999	1998	1997	1996
\$	1,829,849,530	\$ 1,768,125,080	\$ 1,699,225,800	\$ 1,500,297,580	\$ 1,451,165,210	\$ 1,404,190,590
	5,228,141,514	5,051,785,943	4,854,930,857	4,286,564,514	4,146,186,314	4,011,973,114
	147,791,871	147,061,622	134,346,667	134,348,689	134,698,303	125,415,284
	591,167,484	588,246,488	537,386,668	537,394,756	538,793,212	501,661,136
	91,473,470	105,431,000	105,671,740	111,108,850	110,469,490	111,312,600
	91,473,470	105,431,000	105,671,740	111,108,850	110,469,490	111,312,600
	2,069,114,871	2,020,617,702	1,939,244,207	1,745,755,119	1,696,333,003	1,640,918,474
	5,910,782,468	5,745,463,431	5,497,989,265	4,935,068,120	4,795,449,016	4,624,946,850
	35.01%	35.17%	35.27%	35.37%	35.37%	35.48%

Fairfield County, Ohio

PROPERTY TAX RATES — DIRECT AND OVERLAPPING GOVERNMENTS (PER THOUSAND DOLLARS OF ASSESSED VALUE) (3) LAST TEN YEARS

	2005	2004	2003	2002	2001
County Units					
General Fund.....	\$2.60	\$2.60	\$2.60	\$2.60	\$2.60
Mental Health.....	0.75	0.75	0.75	0.75	0.75
Mental Retardation.....	3.20	3.20	3.20	3.20	3.20
Bridges, Culverts, and County Road Levy.....	0.50	0.50	0.50	0.50	0.50
Senior Services Levy.....	0.50	0.00	0.00	0.00	0.00
Total County.....	7.55	7.05	7.05	7.05	7.05
School Districts Wholly Within County					
Amanda Clearcreek LSD..... (1)	38.80	39.30	42.30	42.30	42.50
Berne Union LSD..... (1)	48.80	48.80	48.80	49.00	50.00
Bloom-Carroll LSD.....	42.30	42.30	42.30	42.30	42.30
Fairfield Union LSD..... (1)	46.10	43.00	43.00	43.00	43.10
Lancaster City SD.....	68.40	64.60	64.60	64.60	64.60
Liberty Union-Thurston LSD..... (1)	44.00	44.00	45.20	41.10	41.40
Pickerington LSD..... (1)	77.50	78.00	70.10	70.10	70.30
Walnut Township LSD..... (1)	35.70	37.70	37.70	38.00	40.00
School Districts Partially Within County					
Canal Winchester..... (1)	60.90	60.95	61.10	62.70	55.81
Northern LSD..... (1)	35.72	35.72	35.72	35.72	35.72
Reynoldsburg City SD..... (1)	58.53	57.11	57.10	54.18	54.29
Southwest Licking LSD..... (1)	32.62	31.70	31.90	42.88	43.15
Teays Valley LSD..... (1)	31.60	31.60	31.60	31.60	31.60
Joint Vocational School Districts					
Eastland JVS..... (1)	2.00	2.00	2.00	2.00	2.00
Licking County JVS..... (1)	3.00	2.80	3.00	2.00	2.00
Mid-East Ohio JVS..... (2)	3.20	3.20	3.20	3.20	3.20

(1) Includes bond rates

(2) Formerly Muskingum Joint Vocational School

(3) Property tax rates shown are based on the year of collection.

Table 5

2000	1999	1998	1997	1996
\$2.60	\$2.60	\$2.60	\$2.60	\$2.60
0.75	0.75	0.75	0.75	0.75
3.20	3.20	3.20	3.20	3.20
0.50	0.50	0.50	0.50	0.50
0.00	0.00	0.00	0.00	0.00
<hr/> 7.05	<hr/> 7.05	<hr/> 7.05	<hr/> 7.05	<hr/> 7.05
42.30	38.00	37.00	37.75	37.75
50.90	50.90	51.40	51.70	51.70
42.30	42.30	42.30	43.30	43.40
43.10	43.10	43.40	43.40	43.40
64.60	64.60	64.60	56.70	56.70
41.60	41.60	41.70	41.70	41.70
66.36	66.36	68.96	65.00	65.00
40.50	40.70	42.65	42.65	42.65
55.81	55.76	56.36	51.00	44.89
32.80	32.80	32.80	32.80	32.80
54.39	54.20	54.20	49.35	50.03
43.15	45.16	40.38	40.38	41.28
31.60	25.00	25.00	28.00	28.50
2.00	2.00	1.20	1.20	1.20
2.00	2.00	2.00	2.00	2.00
3.20	3.20	3.20	3.20	3.20

(continued)

Fairfield County, Ohio

PROPERTY TAX RATES — DIRECT AND OVERLAPPING GOVERNMENTS (PER THOUSAND DOLLARS OF ASSESSED VALUE) LAST TEN YEARS

(3)

	2005	2004	2003	2002	2001
Corporations					
Amanda Village.....	\$5.40	\$5.40	\$5.40	\$5.40	\$5.40
Baltimore Village.....	1.90	1.90	1.90	1.90	1.90
Bremen Village.....	2.20	2.20	2.20	2.20	2.20
Buckeye Lake Village.....	11.00	11.00	11.00	11.00	16.00
Canal Winchester Village.....	1.90	1.90	1.90	1.90	1.90
Carroll Village.....	1.90	4.90	4.90	4.90	4.90
Columbus City.....	2.30	2.30	2.30	2.30	2.30
Lancaster City.....	3.40	3.40	3.40	3.40	3.40
Lithopolis Village.....	5.90	5.90	5.90	5.90	5.90
Millersport Village.....	9.90	9.90	9.90	9.90	9.90
Pickerington City.....	7.80	7.80	7.80	7.80	7.80
Pleasantville Village.....	10.30	10.30	10.30	10.30	10.30
Reynoldsburg City.....	0.70	0.70	0.70	0.70	0.76
Rushville Village.....	2.10	2.10	2.10	2.10	2.10
Stoutsville Village.....	4.70	4.70	4.70	4.70	4.70
Sugar Grove Village.....	5.80	5.80	5.80	5.80	5.80
Thurston Village.....	4.70	4.70	4.70	4.70	4.70
West Rushville Village.....	2.10	2.10	2.10	2.10	2.10
Townships					
Amanda.....	2.70	2.70	2.70	2.70	2.70
Berne.....	7.70	7.70	7.70	7.70	7.70
Bloom.....	18.05	15.30	15.30	15.30	15.30
Clearcreek.....	8.25	8.25	8.25	8.25	8.25
Greenfield.....	13.10	12.20	12.20	12.20	12.20
Hocking.....	4.70	4.70	4.70	4.70	4.20
Liberty.....	2.30	2.30	2.30	2.30	2.30
Madison.....	4.70	4.70	4.70	4.70	4.70
Pleasant.....	9.10	9.10	9.10	9.10	9.10
Richland.....	6.00	6.00	6.00	6.00	6.00
Rushcreek.....	15.20	15.20	15.20	15.20	15.20
Violet.....	13.65	13.65	13.65	9.80	9.80
Walnut.....	5.60	5.60	5.60	5.60	5.60
Other Units					
Liberty Basil Joint Fire District.....	5.27	5.27	5.27	5.27	5.27

(3) Property tax rates shown are based on the year of collection.

Source: Fairfield County Auditor's Office

(Continued)

Table 5

2000	1999	1998	1997	1996
\$5.40	\$5.40	\$5.40	\$5.40	\$5.40
1.90	1.90	1.90	1.90	1.90
2.20	2.20	2.20	2.20	2.20
13.00	13.00	13.00	0.00	0.00
1.90	1.90	1.90	1.90	1.90
4.90	4.90	4.90	4.90	4.90
2.30	2.30	2.30	2.30	2.30
3.40	3.40	3.40	3.40	3.40
5.90	5.90	5.90	5.90	5.90
9.90	9.90	9.90	9.90	9.90
7.80	7.80	7.80	7.80	7.80
9.30	9.30	9.30	9.30	9.30
0.76	0.77	0.78	0.79	2.90
2.10	2.10	2.10	2.10	2.10
4.70	4.70	4.70	4.70	4.70
5.80	5.80	5.80	5.80	5.80
4.70	4.70	4.70	6.70	6.70
2.10	2.10	2.10	2.10	2.10
2.70	2.70	2.70	2.70	2.70
7.70	7.70	7.70	7.70	7.70
15.30	15.30	15.30	11.30	11.30
8.25	8.25	8.25	8.25	5.25
8.20	8.20	8.20	8.20	8.20
4.20	4.20	4.20	4.20	4.20
2.30	2.30	2.30	2.30	2.30
4.70	4.70	4.70	4.70	4.70
6.60	6.60	6.60	6.60	6.60
6.00	6.00	6.00	6.00	6.00
15.20	13.20	13.95	13.95	11.95
9.80	10.05	10.05	10.05	9.80
5.60	5.60	5.60	5.60	5.60
5.27	5.27	5.27	5.27	5.27

Fairfield County, Ohio

SPECIAL ASSESSMENTS BILLED AND COLLECTED LAST TEN YEARS

Table 6

<u>Year</u>	<u>Total Assessments Billed</u>	<u>Total Amount Collected</u>	<u>Percent Collected</u>
2005	\$559,985	\$518,377	92.57%
2004	426,142	352,028	82.61%
2003	365,990	344,343	94.09%
2002	330,927	299,684	90.56%
2001	403,878	255,356	63.23%
2000	202,468	156,021	77.06%
1999	180,224	145,638	80.81%
1998	180,508	148,445	82.24%
1997	171,246	132,630	77.45%
1996	186,972	157,147	84.05%

This table only includes governmental activity special assessments.

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

COMPUTATION OF LEGAL DEBT MARGIN DECEMBER 31, 2005

Table 7

	(1) Total Debt Limit	(2) Total Unvoted Limit
Total assessed property value.....	\$ 2,858,817,163	\$ 2,858,817,163
Debt limitation of assessed value.....	69,970,429	28,588,172
Total outstanding debt - December 31, 2004		
General obligation bonds payable.....	45,520,000	45,520,000
Notes payable.....	2,322,000	2,322,000
Loans payable.....	104,816	104,816
Special assessment bonds payable.....	2,841,000	2,841,000
OPWC sewer loan payable.....	77,018	77,018
EPA refunding loan payable.....	1,633,419	1,633,419
Total outstanding debt.....	<u>52,498,253</u>	<u>52,498,253</u>
Less:		
General obligation bonds payable from Enterprise Fund revenues.....	(25,200,000)	(25,200,000)
Notes payable from Enterprise Fund revenues.....	(900,000)	(900,000)
OPWC sewer loan.....	(77,018)	(77,018)
EPA Refunding Loan.....	(1,633,419)	(1,633,419)
Bonds payable from Child Support Enforcement rent.....	(315,000)	(315,000)
Bonds payable from Job and Family Services rent.....	(6,010,000)	(6,010,000)
Bonds payable from One Stop Shop - Clerk of Courts rent.....	(580,000)	(580,000)
Bonds payable from Airport rent.....	(835,000)	(835,000)
Bonds payable related to the Jail.....	(1,715,000)	(1,715,000)
Bonds payable related to the Juvenile Detention Center.....	(1,370,000)	(1,370,000)
Bonds payable from special assessments.....	(2,841,000)	(2,841,000)
Amount available in the Debt Service Fund for general obligations.....	(425,099)	(425,099)
Total.....	<u>(41,901,536)</u>	<u>(41,901,536)</u>
Net debt applicable to debt limitation.....	<u>10,596,717</u>	<u>10,596,717</u>
Total Legal Debt Margin.....	<u>\$ 59,373,712</u>	<u>\$ 17,991,455</u>

(1) Debt limit is a total of a sum equal to three percent of the first \$100 million of the assessed valuation plus one and one-half percent of such valuation in excess of \$100 million and not in excess of \$300 million, plus two and one-half percent of such valuation in excess of \$300 million.

(2) Debt limit is one percent of total assessed valuation.

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

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

Table 8

Year	Population (in 1,000s)	Assessed Value of County	(1) Gross General Obligation Bonded Debt	Debt Service Funds	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2005	138.42	\$ 2,858,817,163	\$ 12,580,000	\$ 425,099	\$ 12,154,901	0.425%	\$87.81
2004	136.30	2,578,980,783	13,135,000	517,947	12,617,053	0.489%	92.57
2003	132.50	2,501,410,662	11,350,000	323,353	11,026,647	0.441%	83.22
2002	128.80	2,437,054,497	2,210,000	212,033	1,997,967	0.082%	15.51
2001	127.40	2,069,114,871	2,320,000	338,596	1,981,404	0.096%	15.55
2000	122.76	2,020,617,702	2,420,000	86,838	2,333,162	0.115%	19.01
1999	126.72	1,939,244,207	2,515,000	60,801	2,454,199	0.127%	19.37
1998	124.00	1,745,755,119	2,605,000	81,930	2,523,070	0.145%	20.35
1997	121.46	1,696,333,003	2,695,000	57,160	2,637,840	0.156%	21.72
1996	119.18	1,640,918,474	2,765,000	70,485	2,694,515	0.164%	22.61

(1) Includes only general obligation bonds payable from property taxes

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

COMPUTATION OF DIRECT AND OVERLAPPING DEBT DECEMBER 31, 2005

Table 9

Jurisdiction	(1) Debt Outstanding	(2) Percentage Applicable to Fairfield County	Amount Applicable to Fairfield County
DIRECT DEBT			
Fairfield County.....	\$ 12,580,000	100.000%	\$ 12,580,000
Total Direct Debt.....	<u>12,580,000</u>		<u>12,580,000</u>
OVERLAPPING DEBT			
Entities Wholly Within the County			
Cities.....	5,470,000	100.000%	5,470,000
School Districts.....	14,560,000	100.000%	14,560,000
Villages.....	226,059	100.000%	226,059
Townships.....	2,293,149	100.000%	2,293,149
Total - Entities Wholly Within the County.....	<u>22,549,208</u>		<u>22,549,208</u>
Entities Not Wholly Within the County			
City of Columbus.....	1,511,269,879	0.846%	12,785,343
City of Reynoldsburg.....	19,040,828	3.515%	669,285
Village of Buckeye Lake.....	175,000	0.417%	730
Village of Canal Winchester.....	6,350,000	12.383%	786,321
Canal Winchester Local School District.....	61,951,829	25.252%	15,644,076
Berne Union Local School District.....	3,005,000	98.409%	2,957,190
Fairfield Union Local School District.....	8,809,550	98.246%	8,655,030
Northern Local School District.....	5,114,000	1.193%	61,010
Pickerington Local School District.....	114,754,219	98.434%	112,957,168
Reynoldsburg City School District.....	65,161,500	0.942%	613,821
Southwest Licking Local School District.....	21,319,974	6.362%	1,356,377
Teays Valley Local School District.....	20,340,281	4.386%	892,125
Eastland Joint Vocational School District.....	1,050,000	30.084%	315,882
Licking County Joint Vocational School District.....	30,335,000	0.898%	272,408
Total - Entities Not Wholly Within the County.....	<u>1,868,677,060</u>		<u>157,966,766</u>
Total Overlapping Debt.....	<u>1,891,226,268</u>		<u>180,515,974</u>
Total - Direct and Overlapping Debt.....	<u>\$ 1,903,806,268</u>		<u>\$ 193,095,974</u>

(1) Outstanding Debt only includes general obligation bonds payable from property taxes.

(2) The percentage of gross indebtedness of the County's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed valuation within the County by its total assessed valuation.

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL OBLIGATION DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES LAST TEN YEARS

Table 10

Year	Debt Service Expenditures			Total General Governmental Expenditures (from Table 2)	Ratio of General Long-Term Debt Expenditures to Total General Governmental Expenditures
	Principal	Interest and Fiscal Charges	(1) Total Interest and Principal		
2005	\$ 555,000	\$ 599,257	\$ 1,154,257	\$ 79,731,700	1.45%
2004	465,000	543,580	1,008,580	83,904,363	1.20%
2003	115,000	372,023	487,023	95,631,825	0.51%
2002	110,000	126,762	236,762	72,237,201	0.33%
2001	100,000	131,313	231,313	72,577,335	0.32%
2000	95,000	135,540	230,540	60,782,606	0.38%
1999	90,000	139,410	229,410	49,309,684	0.47%
1998	90,000	143,145	233,145	46,454,201	0.50%
1997	70,000	164,554	234,554	41,267,004	0.57%
1996	-	-	-	39,823,008	0.00%

(1) Includes only general obligation bonds payable from property taxes

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

REVENUE BOND COVERAGE ENTERPRISE FUNDS LAST TEN YEARS

Table 11

Year	(1) Gross Revenue	Expenses, Net of Depreciation and Interest	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
Sewer Fund							
2005	\$ 2,979,242	\$ 1,670,068	\$ 1,309,174	\$ -	\$ -	\$ -	n/a
2004	2,676,165	1,607,469	1,068,696	-	-	-	n/a
2003	2,588,111	1,528,066	1,060,045	-	-	-	n/a
2002	2,377,423	1,315,128	1,062,295	-	-	-	n/a
2001	1,931,099	1,355,087	576,012	-	-	-	n/a
2000	2,323,681	1,363,053	960,628	-	-	-	n/a
1999	2,108,061	1,166,695	941,366	-	-	-	n/a
1998	1,746,922	957,356	789,566	-	-	-	n/a
1997	1,637,813	1,128,411	509,402	-	-	-	n/a
1996	1,573,217	1,035,092	538,125	-	-	-	n/a
Water Fund							
2005	\$ 2,264,522	\$ 1,194,587	\$ 1,069,935	\$ -	\$ -	\$ -	n/a
2004	2,103,797	1,125,507	978,290	-	-	-	n/a
2003	1,911,385	1,107,031	804,354	-	-	-	n/a
2002	2,153,585	1,010,303	1,143,282	-	-	-	n/a
2001	2,433,948	1,042,236	1,391,712	-	-	-	n/a
2000	2,196,118	631,531	1,564,587	-	-	-	n/a
1999	2,113,828	793,441	1,320,387	-	-	-	n/a
1998	1,197,856	604,489	593,367	-	-	-	n/a
1997	1,112,381	519,670	592,711	-	-	-	n/a
1996	1,063,010	567,516	495,494	-	-	-	n/a

(1) Includes operating revenues and investment income

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

DEMOGRAPHIC STATISTICS LAST TEN YEARS

Table 12

Year	Population (in 1000s)	Per Capita Income	Unemployment		
			Fairfield County	State of Ohio	United States
2005	138.42	\$ 35,142	4.70%	5.50%	4.60%
2004	136.30	34,863	4.60%	5.70%	5.40%
2003	132.50	33,323	4.50%	5.70%	5.70%
2002	128.80	31,852	4.20%	5.30%	6.00%
2001	127.40	30,445	3.00%	4.80%	5.80%
2000	122.76	29,101	2.30%	3.60%	4.50%
1999	126.72	27,816	3.00%	4.30%	4.10%
1998	124.00	27,260	3.00%	4.30%	4.50%
1997	121.46	25,415	3.20%	4.60%	4.90%
1996	119.18	23,709	3.60%	4.90%	5.40%

Population figure for 2000 is actual - from U.S. Census.

Population figures for 1996-1999 and 2001-2005 are based upon U.S. Census estimates.

Sources: U.S. Census
Ohio Bureau of Employment Services
Lancaster-Fairfield Chamber of Commerce

Fairfield County, Ohio

NEW CONSTRUCTION, BANK DEPOSITS, AND REAL PROPERTY VALUES LAST TEN YEARS

Table 13

Year	New Construction			(1) Bank Deposits (in 1000s)
	Agricultural/ Residential	Commercial/ Industrial	Total	
2005	\$ 78,057,050	\$ 6,653,130	\$ 84,710,180	\$ 436,563
2004	58,909,640	8,542,990	67,452,630	399,752
2003	45,832,610	15,644,760	61,477,370	387,312
2002	47,852,620	14,659,830	62,512,450	370,588
2001	48,576,650	9,100,370	57,677,020	329,912
2000	44,760,060	13,063,300	57,823,360	286,562
1999	35,028,660	13,307,220	48,335,880	247,807
1998	35,600,420	9,589,130	45,189,550	190,113
1997	33,681,170	11,791,230	45,472,400	172,771
1996	31,207,210	5,983,130	37,190,340	163,183

Year	Real Property Values			
	Agricultural/ Residential	Commercial/ Industrial	Public Utility	Total
2005	\$ 2,206,719,710	\$ 415,433,680	\$ 235,900	\$ 2,622,389,290
2004	1,953,415,780	381,926,220	237,490	2,335,579,490
2003	1,875,365,030	379,695,140	231,150	2,255,291,320
2002	1,820,786,570	368,769,990	245,660	2,189,802,220
2001	1,540,112,430	289,474,220	262,880	1,829,849,530
2000	1,484,420,430	283,434,320	270,330	1,768,125,080
1999	1,431,657,300	267,331,280	237,220	1,699,225,800
1998	1,266,832,250	233,017,870	447,460	1,500,297,580
1997	1,224,215,680	226,758,250	191,280	1,451,165,210
1996	1,188,590,810	215,314,210	285,570	1,404,190,590

(1) Bank Deposits data includes banks headquartered in Fairfield County

Sources: *Fairfield County Auditor's Office*
Federal Reserve Bank of Cleveland

Fairfield County, Ohio

COUNTY EMPLOYEES BY GOVERNMENTAL FUNCTION LAST TEN YEARS

Table 14

Year	FUNCTION							Total Employees
	Legislative and Executive	Judicial	Public Safety	Public Works	Health	Human Services	Utilities	
2005	97	87	170	59	145	199	25	782
2004	107	75	192	63	141	189	24	791
2003	116	77	199	64	140	189	24	809
2002	113	76	189	55	135	209	21	798
2001	113	71	181	55	125	207	23	775
2000	110	73	170	55	145	184	24	761
1999	107	52	150	57	143	159	22	690
1998	94	61	145	54	143	155	19	671
1997	92	65	140	58	157	143	17	672
1996	92	61	132	54	155	149	20	663

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

PRINCIPAL TAXPAYERS DECEMBER 31, 2005

Table 15

<u>Taxpayer</u>	<u>Type</u>	<u>Real Estate Assessed Valuation</u>	<u>Tangible Personal and Public Utility Property Assessed Valuation</u>	<u>Total Assessed Valuation</u>	<u>Percent of Total Assessed Valuation</u>
Columbia Gas Transmission	Natural gas utility	\$ -	\$ 26,721,540	\$ 26,721,540	0.93%
Ohio Power	Electric utility	285,650	25,252,710	25,538,360	0.89%
Glimcher Holdings (includes Glimcher Centers LTD)	Real estate partnership	20,792,840	-	20,792,840	0.73%
South Central Power	Electric utility	22,680	17,970,720	17,993,400	0.63%
Anchor Hocking Glass	Glass Manufacturer	5,782,100	7,250,250	13,032,350	0.46%
Ohio Bell Telephone	Telephone utility	685,630	11,093,140	11,778,770	0.41%
Ralston Food Inc	Food processor	2,522,780	6,885,830	9,408,610	0.33%
Anyi Apartments LLC	Real estate	7,568,750	-	7,568,750	0.26%
Dominion Homes Inc	Real estate	7,422,440	-	7,422,440	0.26%
Texas Eastern Transmission	Electric utility	-	7,025,490	7,025,490	0.25%
Total		<u>\$ 45,082,870</u>	<u>\$ 102,199,680</u>	<u>\$ 147,282,550</u>	<u>5.15%</u>
Total Countywide Valuations		<u>\$ 2,622,389,290</u>	<u>\$ 236,427,873</u>	<u>\$ 2,858,817,163</u>	

Source: Fairfield County Auditor's Office

Fairfield County, Ohio

MISCELLANEOUS STATISTICS

Table 16

<i>Date created</i>	December, 1800
<i>County seat</i>	Lancaster, Ohio
<i>2005 Census population estimate</i>	138,423
<i>2000 Census population</i>	122,759
<i>Number of municipalities</i>	14
<i>Number of townships</i>	13
<i>Area</i>	505 square miles
<i>Water lines</i>	585,766 feet - 5,420 customer accounts
<i>Sewer lines</i>	742,012 feet - 6,199 customer accounts
<i>County roads</i>	359.40 miles
<i>Township roads</i>	577.80 miles
<i>State routes</i>	202.95 miles
<i>Number of licensed drivers</i>	94,680
<i>Number of County employees</i>	782
Health Care	
<i>Hospitals, outpatient medical centers</i>	Fairfield Medical Center, River View Surgery Center
<i>Hospital beds</i>	252
<i>Nursing homes</i>	10
<i>Nursing home beds</i>	899
Public Education	
<i>Public schools</i>	44
<i>Students</i>	18,130
<i>Average Number of Students Per Teacher</i>	18.6
<i>School districts</i>	13
<i>Institutions of higher education</i>	Ohio University - Lancaster (1,700 students yearly) Southeastern Business College (68 students)
Recreation and Travel	
<i>County parks</i>	7 parks - 488 acres
<i>Health clubs/fitness centers</i>	7
<i>Golf courses</i>	8
<i>Museums</i>	15
<i>Libraries</i>	7
<i>County fairgrounds</i>	1, with 68 acres
<i>Hotels/motels</i>	13, with 850 rooms
<i>Bed & Breakfast Inns</i>	9
<i>Campgrounds</i>	5
<i>Radio stations</i>	4
<i>Newspapers - daily</i>	Lancaster Eagle Gazette - daily circulation of 14,495
Voting Statistics (2005) General Election	
<i>Registered voters</i>	93,218
<i>Actual voters</i>	40,052
<i>Percentage of actual voters to registered voters</i>	42.97%

Sources: Lancaster-Fairfield Chamber of Commerce, US Census Bureau/County and City Data Book, Ohio Department of Public Safety, and various offices of the Fairfield County government.



**Auditor of State
Betty Montgomery**

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

FINANCIAL CONDITION

FAIRFIELD COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 1, 2006**