

LUCAS COUNTY, OHIO
REPORTS ISSUED PURSUANT TO THE OMB CIRCULAR A-133
FOR THE YEAR ENDED DECEMBER 31, 2011



Dave Yost • Auditor of State

Board of Commissioners
Lucas County
One Government Center, Suite 600
Toledo, Ohio 43604

We have reviewed the *Independent Auditors' Report* of Lucas County, prepared by Spilman, Hills & Heidebrink, Ltd, for the audit period January 1, 2011 through December 31, 2011. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. Lucas County is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

August 22, 2012

This page intentionally left blank.

TABLE OF CONTENTS

	<u>Page No.</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	1
Independent Auditors' Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Program, on Internal Control Over Compliance, and the Schedule of Expenditures of Federal Awards in Accordance With OMB Circular A-133.....	3
Schedule of Expenditures of Federal Awards	5
Notes to the Schedule of Expenditures of Federal Awards	12
Schedule of Findings and Questioned Costs	13
Summary Schedule of Prior Audit Findings.....	25

This page intentionally left blank.



Report on Internal Control Over Financial
Reporting and on Compliance and Other Matters Based on an
Audit of Financial Statements Performed in Accordance
With *Government Auditing Standards*

The Lucas County Board of Commissioners
Toledo, Ohio

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio (the County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements and have issued our report thereon dated May 25, 2012. Our report includes a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Toledo Mud Hens Baseball Club, Inc., Lott Industries, Inc., Preferred Properties, Inc., Toledo Arena Sports, Inc., Toledo-Lucas County Convention and Visitors Bureau and Lucas County Land Reutilization Corporation, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing on internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Toledo Mud Hens Baseball Club, Inc., Lott Industries, Inc., Preferred Properties, Inc., Toledo Arena Sports, Inc., Toledo-Lucas County Convention and Visitors Bureau and Lucas County Land Reutilization Corporation were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

Management of the County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses and other deficiencies that we consider to be significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct

misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency 2011-01 described in the accompanying schedule of findings and questioned costs to be a material weakness.

A significant deficiency is a deficiency or a combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the 2011-02 deficiency described in the accompanying schedule of findings and questioned costs to be a significant deficiency.

Compliance and Other Matters

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

We also noted certain matters that we reported to management of the County in a separate letter dated May 25, 2012.

The County's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

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

Spilman, Huls & Heidebrink, Ltd.

May 25, 2012



**Independent Auditors' Report on Compliance With Requirements That Could
Have a Direct and Material Effect on Each Major Program, on Internal Control
Over Compliance, and the Schedule of Expenditures of Federal Awards in
Accordance With OMB Circular A-133**

The Lucas County Board of Commissioners
Toledo, Ohio

Compliance

We have audited the compliance of Lucas County, Ohio (the County) with the types of compliance requirements described in the US Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2011. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2011-3, 2011-4, 2011-5, 2011-6 and 2011-7.

Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine

the 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, but not for the purpose of expressing an opinion on the effectiveness of the internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the County as of and for the year ended December 31, 2011, and have issued our report thereon dated May 25, 2012, which contained an unqualified opinion on those financial statements and which expressed reliance on other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on the responses.

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

Spurman, Hills & Heidebrink, Ltd.

June 27, 2012 (except for the Schedule of Expenditures of Federal Awards as to which is dated May 25, 2012)

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Food and Nutrition Service, Department of Agriculture			
Passed through Ohio Department of Education - Office of School, Health and Nutrition:			
Juvenile Court:			
Child Nutrition Cluster			
School Breakfast Program	10.553	IRN: 083097	\$ 25,808
National School Lunch Program (NSLP) and Afterschool Care Snack Program	10.555	IRN: 083097	46,446
Total Child Nutrition Cluster			<u>72,254</u>
Commodity Distribution Program	10.550	IRN: 083097	341
Passed through Ohio Department of Job and Family Services:			
Lucas County Job and Family Services:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP):			
FAET	10.561	G-1011-11-5071 / G-1213-11-0071	141,675
Federal Food Assistance	10.561	G-1011-11-5071 / G-1213-11-0071	4,365,287
FS State Exchange Program Contracts	10.561	G-1011-11-5071 / G-1213-11-0071	1,400
			<u>4,508,362</u>
Total Food and Nutrition Service, Department of Agriculture			<u>4,580,957</u>
Department of Housing and Urban Development (HUD)			
Direct Award:			
Lucas County Mental Health and Recovery Services Board:			
Supportive Housing Program:			
Affordable Housing for Persons with Mental Illness - FY 11	14.235	OH265B5E010901	145,681
Affordable Housing for Persons with Mental Illness - FY 12	14.235	OH265B5E011002	5,969
PACT Partnership - FFY 11	14.235	OH0030B5E010802	168,890
PACT Partnership - FFY 12	14.235	OH0030B5E011003	103,252
Total CFDA Number 14.235			<u>423,792</u>
Shelter Plus Care:			
Continuum of Care	14.238	OH0019C5E010800	63,369
Place Called Home	14.238	OH16C60-1001	56,361
Pathway to Shelter - FY11	14.238	OH0031C5E010802	37,459
Pathway to Shelter - FY12	14.238	OH0031C5E011003	26,953
Total CFDA Number 14.238			<u>184,142</u>
Total Direct			607,934
Passed through Ohio Department of Development:			
Board of County Commissioners:			
HOME Investment Partnerships Program	14.239	B-C-09-044-2	259,195
Community Development Block Grants (CDBG) / State's Program:			
Revolving Loan Fund	14.228	(1)	2,694
Community Development Program - FY09 Formula Grant	14.228	B-F-09-044-1	179,631
Community Development Program - FY10 Formula Grant	14.228	B-F-10-1BR-1	112,509
Neighborhood Stabilization Program - NSP	14.228	B-Z-08-044-1	799,615
Community Housing Improvement Program - CHIP	14.228	B-C-09-044-1	91,023
Total CFDA Number 14.228			<u>1,185,472</u>
Total Pass Through			<u>1,444,667</u>
Total Department of Housing and Urban Development			<u>2,052,601</u>
Department of Justice			
Direct Award:			
Sheriff:			
Bullet Proof Vest Partnership Program - FY10 USD0J	16.607	2010B0BX10052023	12,080
Juvenile Court:			
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541	2009-JL-FX-0269	327,543
Total Direct			<u>339,623</u>
Passed through Ohio Department of Public Safety, Office of Criminal Justice Services:			
Juvenile Court:			
ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program:			
ARRA - Lucas County JTC Improvement Project	16.803	2009-RA-C01-2011	45,848
ARRA - YTC Community Integration	16.803	2009-RA-C01-2237	20,903
Total CFDA Number 16.803 - ARRA			<u>66,751</u>

See Accompanying Notes to
Schedule of Expenditures of Federal Awards

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Department of Justice (Continued)			
Passed through Criminal Justice Coordinating Council:			
Juvenile Court:			
Juvenile Accountability Block Grants (JABG) - Community Control	16.523	2010-JB-013-A011	78,888
Violence Against Women Act (VAWA):			
ARRA - Family Violence Intervention Program	16.588	2010-WF-VA5-V1083	42,492
Sheriff:			
Violence Against Women Formula Grant - Integrated Investigations Grant - FY10	16.588	2010-WF-VA2-8837	28,210
Toledo/Lucas County Victim-Witness Assistance Program:			
Violence Against Women Act (VAWA):			
Violence Against Women Response Team	16.588	2010-WF-VA3-8839	45,000
Total CFDA Number 16.588			<u>115,702</u>
Juvenile Court:			
ARRA - Edward Byrne Memorial Justice Assistance Grant - Youth Cognitive Corrections	16.804	2009-RA-C01-B1092	8,919
Toledo/Lucas County Victim-Witness Assistance Program:			
ARRA - Edward Byrne Memorial Justice Assistance Grant - Victims Forum Teen Dating	16.804	2009-RA-B01-B1090	5,883
Total CFDA Number 16.804 - ARRA			<u>14,802</u>
Edward Byrne Memorial Justice Assistance Grant Program:			
Victims Forum Teen Dating Violence	16.738	2010-JG-B01-B1090	4,151
Juvenile Court:			
Edward Byrne Memorial Justice Assistance Grant Program:			
FVIP Respite Program - FY 08	16.738	2008-JG-D01-B0190	10,293
Sheriff:			
Edward Byrne Memorial Justice Assistance Grant Program:			
FY10 Justice Assistance Grant - USDOJ	16.738	2010-JG-LE-1010	127,324
Passed through Ohio Department of Public Safety, Office of Criminal Justice Services:			
Toledo/Lucas County Victim-Witness Assistance Program:			
Edward Byrne Memorial Justice Assistance Grant Program:			
Victims Forum/Peacemakers	16.738	2010-JG-B01-6833	24,786
Juvenile Court:			
Edward Byrne Memorial Justice Assistance Grant Program:			
YTC Community Integration	16.738	2010-JG-C01-6865	42,000
JTC Enhancement Project	16.738	2010-JG-C01-6866	23,887
Total CFDA Number 16.738			<u>232,441</u>
Passed through Ohio Attorney General, Office of Justice Assistance:			
Toledo/Lucas County Victim-Witness Assistance Program:			
Crime Victim Assistance - V/W Program/Hispanic	16.575	2011VAGENE118	153,801
Crime Victim Assistance - V/W Program/Hispanic	16.575	2012VAGENE118	64,958
Total CFDA Number 16.575			<u>218,759</u>
ARRA - State Victim Assistance Formula Grant Program - V/W Program/Hispanic	16.801	2009VAGENE848X	40,000
Passed through Ohio Bureau of Criminal Identification and Investigation:			
Total Passed Through			<u>767,343</u>
Total Department of Justice			<u>1,106,966</u>
Employment and Training Administration, Department of Labor			
Direct:			
WIA Pilots, Demonstrations, and Research Projects	17.261	(1)	88,675
Passed through Ohio Job and Family Services (ODJFS):			
Workforce Development Agency:			
Workforce Investment Act (WIA) Cluster:			
Adult:			
Program	17.258	G-1213-15-5112	1,242,891
Administration	17.258	G-1213-15-5112	112,330
One Stop Recourse Sharing	17.258	G-1213-15-5112	41,435
Special Project	17.258	G-1213-15-5112	152,217
ARRA - Stimulus Ohio Learning	17.258	G-1213-15-5112	29,009
ARRA - Stimulus Special Project	17.258	G-1213-15-5112	91,354
Adult Total CFDA Number 17.258			<u>1,669,236</u>

See Accompanying Notes to
Schedule of Expenditures of Federal Awards

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Employment and Training Administration, Department of Labor (Continued)			
Youth:			
Program	17.259	G-1213-15-5112	1,298,332
Administration	17.259	G-1213-15-5112	127,641
Youth Total CFDA Number 17.259			<u>1,425,973</u>
Dislocated Worker:			
National Emergency Grant Ohio 19	17.260	G-1213-15-5112	57,722
National Emergency Grant Ohio 21	17.260	G-1213-15-5112	11,117
National Emergency Grant Ohio 21 Outreach	17.260	G-1213-15-5112	1,865
ARRA - Rapid Response Stimulus	17.260	G-1213-15-5112	39,375
Dislocated Worker Total CFDA Number 17.260			<u>110,079</u>
Dislocated Worker:			
Program	17.278	G-1213-15-5112	1,429,624
Administration	17.278	G-1213-15-5112	165,487
Rapid Response	17.278	G-1213-15-5112	35,701
Dislocated Worker Total CFDA Number 17.278			<u>1,630,812</u>
Total WIA Cluster			
			4,836,100
Employment Service Cluster:			
Employment Service/Wagner-Peyser Funded Activities - OSRS	17.207	G-1213-15-5112	57,514
Disabled Veterans' Outreach Program (DVOP) - Local Vets	17.801	G-1213-15-5112	14,135
Local Veterans' Employment Representative Program - Disabled Veterans	17.804	G-1213-15-5112	1,426
Total Employment Service Cluster			<u>73,075</u>
Total Passed Through			
			<u>4,909,175</u>
Total Department of Labor, Employment and Training Administration			
			4,997,850
Federal Highway Administration, Department of Transportation			
Passed through Ohio Department of Transportation:			
County Engineer:			
Highway Planning and Construction:			
Sylvania Avenue Widening, Phase I	20.205	PID 20999	14,162
McCord Road Widening	20.205	PID 80038	325,638
Brint/Mitchaw Roundabout	20.205	PID 83010	54,919
Monclova Road Bridge #727	20.205	PID 83594	33,458
CEAO Crash Data Study	20.205	PID 87063	18,722
Pavement Markings Inventory Study	20.205	PID 87063	6,840
Location Based Response System	20.205	PID 88648	50,000
Total CFDA Number 20.205			<u>503,739</u>
Passed through Ohio Department of Public Safety:			
State Traffic Safety Information System Improvement Grants			
Location Based Response System	20.610	LBRS-201148-00-00-00968-00	196,000
Total Department of Transportation, Federal Highway Administration			
			<u>699,739</u>
Department of Energy			
Passed through Ohio Department of Development			
Facilities Department:			
Energy Efficiency and Conservation Block Grant Program			
ARRA - EECBG - 10-23 - Building Controls	81.128	DE-EE0000714	336,711
ARRA - EECBG - 10-24 - Building Boiler Modification	81.128	DE-EE0000714	154,255
Total CFDA Number 81.128 and Department of Energy			
			<u>490,966</u>

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Department of Education			
Passed through Ohio Department of Rehabilitation & Correction:			
Correctional Treatment Facility:			
Title I Program for Neglected and Delinquent Children (Title I)	84.013	2011-T1-Ed-0011	24,389
Title I Program for Neglected and Delinquent Children (Title I)	84.013	2012-T1-Ed-0011	5,155
			<u>29,544</u>
Passed through Ohio State Rehabilitation Service Commission:			
Lucas County Mental Health and Recovery Services Board:			
Rehabilitation Services - Vocational Rehabilitation Grants - Pathways II	84.126	34-6400806	260,074
Lucas County Board of Developmental Disabilities:			
Rehabilitation Services - Vocational Rehabilitation Grants - Pathways - VRP3 - 2008	84.126	82354	93,367
Rehabilitation Services - Vocational Rehabilitation Grants - Pathways - VRP3 - 2009	84.126	82354	530,346
Rehabilitation Services - Vocational Rehabilitation Grants - Pathways - VRP3 - 2010	84.126	82354	568,305
Rehabilitation Services - Vocational Rehabilitation Grants - Pathways - VRP3 - 2011	84.126	82354	549,383
Passed through Ohio Department of Alcohol and Drug Addiction Services (ODADAS):			
Lucas County Mental Health and Recovery Services Board:			
Rehabilitation Services - Vocational Rehabilitation Grants - Recovery to Work - VRP3	84.126	34-6400806	89,773
Total CFDA Number 84.126			<u>2,091,248</u>
Passed through Ohio Department of Health:			
Board of County Commissioners / Lucas County Family and Children First Council:			
Special Education-Grants for Infants and Families - Help Me Grow - Part C	84.181	(1)	668,971
ARRA Part C - Stimulus Funds	84.393 A	(1)	217,503
			<u>3,007,266</u>
Total Department of Education			
Department of Election Assistance Commission			
Passed through Ohio Secretary of State:			
Lucas County Board of Elections:			
Help America Vote Act Requirements Payments	90.401	(1)	12,649
			<u>12,649</u>
Total Department of Election Assistance Commission			
Department of Health and Human Services			
Direct:			
Juvenile Court:			
Enhance the Safety of Children Affected by Parental Methamphetamine or Other Substance Abuse - Pre-Removal Family Drug Court (DHHS)	93.087	90CU0015	358,921
Total Direct			<u>358,921</u>
Passed through Ohio Secretary of State:			
Lucas County Board of Elections:			
Voting Access for Individuals with Disabilities - Grants to States:			
In-Person Pollworker Training - May 3, 2011 Special	93.617	(1)	867
On-Line Pollworker Training - May 3, 2011 Special	93.617	(1)	510
In-Person Pollworker Training - September 13, 2011 Municipal Primary	93.617	(1)	2,897
In-Person Pollworker Training - November 8, 2011 General	93.617	(1)	14,664
On-Line Pollworker Training - November 8, 2011 General	93.617	(1)	3,040
Total CFDA Number 93.617			<u>21,978</u>
Passed through Ohio Department of Board of Developmental Disabilities:			
Lucas County Board of Developmental Disabilities:			
Social Services Block Grants - Title XX	93.667	(1)	458,863
Passed through Ohio State Department of Job and Family Services:			
Lucas County Job and Family Services:			
Social Services Block Grants - Title XX	93.667	G-1011-11-5071 / G-1213-11-0071	1,476,025
Social Services Block Grants - Title XX - Transfer Subsidy	93.667	G-1011-11-5071 / G-1213-11-0071	501,534
Social Services Block Grants - ASFS - Title XX	93.667	G-1011-11-5071 / G-1213-11-0071	48,200
Passed through Ohio Department of Mental Health (ODMH):			
Lucas County Mental Health and Recovery Services Board:			
Social Services Block Grants - Title XX	93.667	(1)	484,128
Total CFDA Number 93.667			<u>2,968,750</u>

See Accompanying Notes to
Schedule of Expenditures of Federal Awards

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Department of Health and Human Services (Continued)			
Passed through Ohio Department of Board of Developmental Disabilities:			
Lucas County Board of Developmental Disabilities:			
Medical Assistance Program - Title XIX - MAC	93.778	(1)	1,018,452
ARRA - Medical Assistance Program - Title XIX - Day Services	93.778	(1)	586,753
ARRA - Medical Assistance Program - Title XIX - TCM	93.778	(1)	126,154
Passed through Ohio Department of Mental Health (ODMH):			
Lucas County Mental Health and Recovery Services Board:			
Medical Assistance Program - Title XIX	93.778	(1)	16,376,811
ARRA - Medical Assistance Program - Title XIX	93.778	(1)	1,340,853
Passed through Ohio Department of Alcohol and Drug Addiction Services (ODADAS):			
Lucas County Mental Health and Recovery Services Board:			
Medical Assistance Program - Title XIX	93.778	(1)	2,937,892
ARRA - Medical Assistance Program - Title XIX	93.778	(1)	225,038
Passed through Ohio Department of Job and Family Services (ODJFS):			
Lucas County Children Services Board:			
Medicaid Assistance Program - Child Welfare Medicaid Admin	93.778	(1)	19,495
Lucas County Job and Family Services:			
Medicaid Assistance Program- Title XIX	93.778	G-1011-11-5071 / G-1213-11-0071	2,080,713
Medicaid Assistance Program- Non Emergency Transportation	93.778	G-1011-11-5071 / G-1213-11-0071	1,523,873
Total CFDA Number 93.778			<u>26,236,034</u>
Children's Health Insurance Program - SCHIP	93.767	G-1011-11-5071 / G-1213-11-0071	48,818
Passed through Ohio Department of Mental Health (ODMH):			
Lucas County Mental Health and Recovery Services Board:			
Projects for Assistance in Transition from Homelessness (PATH)	93.150	(1)	168,322
Block Grants for Community Mental Health Services:			
Block Grants for Community Mental Health Services	93.958	(1)	417,429
Block Grants for Community Mental Health Services - Early Childhood	93.958		51,366
Block Grants for Community Mental Health Services - Forensic	93.958	(1)	2,679
Total CFDA Number 93.958			<u>471,474</u>
Passed through Ohio Department of Alcohol and Drug Addiction Services (ODADAS):			
Lucas County Mental Health and Recovery Services Board:			
Substance Abuse and Mental Health Services - Projects of Regional and			
National Significance - SPF-SIG	93.243	(1)	53,452
Block Grants for Prevention and Treatment of Substance Abuse:			
Circle for Recovery	93.959	(1)	56,334
Community Prevention	93.959	(1)	8,493
DYS Aftercare	93.959	(1)	194,330
Drug Free Schools	93.959	(1)	2,438
Per Capita Prevention	93.959	(1)	466,276
Per Capita Treatment	93.959	(1)	1,414,756
Prevention Services	93.959	(1)	163,957
TASC	93.959	(1)	371,934
UMADAOP	93.959	(1)	267,199
Women's Prevention	93.959	(1)	198,829
Women's Treatment	93.959	(1)	376,202
Youth Led Prevention	93.959	(1)	7,458
Total CFDA Number 93.959			<u>3,528,206</u>

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Department of Health and Human Services (Continued)			
Passed through Ohio Department of Job and Family Services (ODJFS):			
Lucas County Children Services Board:			
Promoting Safe and Stable Families:			
ESAA Family Preservation Direct	93.556	10/1/10 - 6/30/11	67,829
ESAA Family Preservation Direct	93.556	7/1/11 - 9/30/11	38,028
ESAA Family Preservation Direct	93.556	10/1/11 - 9/30/12	14,832
ESAA Family Preservation Operating	93.556	10/1/10 - 6/30/11	14,081
ESAA Family Preservation Operating	93.556	7/1/11 - 9/30/11	6,764
ESAA Family Preservation Operating	93.556	10/1/11 - 9/30/12	6,714
ESAA Family Reunification Direct	93.556	10/1/10 - 6/30/11	45,740
ESAA Family Reunification Direct	93.556	7/1/11 - 9/30/11	45,037
ESAA Family Reunification Direct	93.556	10/1/11 - 9/30/12	20,586
ESAA Family Reunification Operating	93.556	10/1/10 - 6/30/11	12,288
ESAA Family Reunification Operating	93.556	7/1/11 - 9/30/11	5,621
ESAA Family Reunification Operating	93.556	10/1/11 - 9/30/12	5,885
Caseworker Visits	93.556	10/1/10 - 6/30/11	17,010
Caseworker Visits	93.556	7/1/11 - 9/30/11	10,099
Caseworker Visits	93.556	10/1/11 - 9/30/12	6,843
Caseworker Visits Admin	93.556	10/1/10 - 6/30/11	1,914
Caseworker Visits Admin	93.556	7/1/11 - 9/30/11	929
Caseworker Visits Admin	93.556	10/1/11 - 9/30/12	760
Post Adoption Special Services	93.556	(1)	45,628
Total CFDA Number 93.556			366,588
Lucas County Child Support Enforcement Agency:			
Child Support Enforcement	93.563	(1)	6,012,850
Lucas County Job and Family Services:			
Child Care and Development Fund Cluster:			
Child Care and Development Block Grant - CCDBG - Quality Childcare	93.575	G-1011-11-5071 / G-1213-11-0071	64,468
Child Care and Development Block Grant - CCDBG - Childcare Administration	93.575	G-1011-11-5071 / G-1213-11-0071	472,109
			536,577
Child Care Mandatory and Matching Funds of the Child Care and Development Fund (CCDF):			
Child Care Non-Administration	93.596	G-1011-11-5071 / G-1213-11-0071	608,176
Total Child Care and Development Fund Cluster			1,144,753
Passed through Ohio Department of Job and Family Services (ODJFS):			
Lucas County Job and Family Services:			
Temporary Assistance for Needy Families (TANF):			
Temporary Assistance for Needy Families (TANF)	93.558	G-1011-11-5071 / G-1213-11-0071	7,308,684
TANF - Administration	93.558	G-1011-11-5071 / G-1213-11-0071	5,397,726
TANF Earnings from Collections	93.558	G-1011-11-5071 / G-1213-11-0071	16,915
Lucas County Children Services Board:			
Temporary Assistance for Needy Families Cluster - Independent Living	93.558	(1)	39,460
Total CFDA Number 93.558			12,762,785
Community-Based Child Abuse Prevention Grants	93.590	(1)	2,000
Chafee Foster Care Independence Program (CFCIP):			
CFCIP Allocation	93.674	10/1/10 - 6/30/11	72,403
CFCIP Allocation	93.674	7/1/11 - 9/30/11	6,482
CFCIP Allocation	93.674	10/1/11 - 9/30/12	9,797
Total CFDA Number 93.674			88,682

See Accompanying Notes to
Schedule of Expenditures of Federal Awards

LUCAS COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2011

Federal Grantor, Pass-Through Grantor, Recipient Department, Program Title/Project Title	CFDA Number	Agency or Pass-Through Number	Federal Expenditures
Department of Health and Human Services (Continued)			
Stephanie Tubbs Jones Child Welfare Services Program:			
Title IV-B	93.645	10/1/10 - 6/30/11	132,486
Title IV-B	93.645	7/1/11 - 9/30/11	59,167
Title IV-B	93.645	10/1/11 - 9/30/12	45,057
Title IV-B Administrative	93.645	10/1/10 - 6/30/11	13,451
Title IV-B Administrative	93.645	7/1/11 - 9/30/11	5,362
Title IV-B Administrative	93.645	10/1/11 - 9/30/12	5,095
Regional Training - Child Welfare	93.645	7/1/10 - 6/30/11	26,529
Regional Training - Child Welfare	93.645	7/1/11 - 6/30/12	17,647
Regional Training - Foster Care	93.645	7/1/10 - 6/30/11	26,641
Regional Training - Foster Care	93.645	7/1/11 - 6/30/12	17,039
Total CFDA Number 93.645			<u>348,474</u>
Adoption Assistance:			
Adoption Assistance - IV-E Admin	93.659	(1)	7,502,513
Non Recurring Adoption Expenses	93.659	(1)	44,086
Adoption Assistance Contracts	93.659	(1)	1,530
Regional Training - Child Welfare	93.659	7/1/10 - 6/30/11	19,922
Regional Training - Child Welfare	93.659	7/1/11 - 6/30/12	23,092
Regional Training - Foster Care	93.659	7/1/10 - 6/30/11	32,324
Regional Training - Foster Care	93.659	7/1/11 - 6/30/12	20,674
Total CFDA Number 93.659			<u>7,644,141</u>
Foster Care - Title IV-E			
Title IV-E Foster Care Maintenance	93.658	(1)	3,478,772
ARRA Title-IV-E Foster Care Maintenance	93.658	(1)	128,126
Title IV-E Administration	93.658	(1)	1,199,475
Regional Training - Child Welfare	93.658	7/1/10 - 6/30/11	19,240
Regional Training - Child Welfare	93.658	7/1/11 - 6/30/12	36,181
Regional Training - Foster Care	93.658	7/1/10 - 6/30/11	22,285
Regional Training - Foster Care	93.658	7/1/11 - 6/30/12	23,140
Foster Care Contracts	93.658	(1)	11,294
Juvenile Court:			
Foster Care - Title IV-E	93.658	G-1213-06-0196	621,664
Total CFDA Number 93.658			<u>5,540,177</u>
Total Passed Through			<u>67,407,484</u>
Total Department of Health and Human Services			<u>67,766,405</u>
Department of Homeland Security (DHS)			
Federal Emergency Management Agency (FEMA)			
Passed through Ohio Emergency Management Agency:			
Emergency Management Agency:			
Hazard Mitigation Grant	97.039	FEMA-DR-1805-OH	10,519
Emergency Management Performance Grant			
FY 2010 Emergency Management Performance Grant	97.042	0000024099 / 2010-EP-E9-0063	136,695
FY 2010 Emergency Management Performance Grant	97.042	33879/ EMW-2011-EP-000003-S01	27,125
Total CFDA Number 97.042			<u>163,820</u>
Homeland Security Grant Program:			
FY 2008 State Homeland Security Program	97.067	0000014294 / 2008-GE-T8-0025	76,789
FY 2008 State Homeland Security Program - Regional	97.067	0000080443 / 2008-GE-T8-0025	8,212
FY 2009 State Homeland Security Program	97.067	0000020642 / 2009-SS-T9-0025	52,910
FY 2010 State Homeland Security Program	97.067	0000028048 / 2010-SS-T0-0012	31,949
FY 2008 Urban Area Security Initiative	97.067	0000016617 / 2008-GE-T8-0025	134,938
FY 2009 Urban Area Security Initiative	97.067	0000020723 / 2009-SS-T9-0025	597,229
FY 2010 Urban Area Security Initiative	97.067	0000025500 / 2010-SS-T0-0012	1,275,997
FY 08 Citizen Corps Program Grant	97.067	0000080443 / 2008-GE-T8-0025	6,072
Total CFDA Number 97.067			<u>2,184,096</u>
Total Department of Homeland Security			<u>2,358,435</u>
Total Federal Awards			<u>\$ 87,073,834</u>

ARRA - The American Recovery and Reinvestment Act of 2009

CFDA – Catalog of Federal Domestic Assistance

(1) No agency or pass-through from identifying number is available for this program.

LUCAS COUNTY, OHIO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal grant activity of Lucas County and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. Also certain information may not agree with other federal reports that the County submits to federal granting agencies because, among other reasons, the other federal award reports may be prepared for a different fiscal period or include cumulative data rather than data for the current year only.

NOTE 2 - SUBRECIPIENTS

Of the federal expenditures presented in the Schedule, the County provided federal awards to subrecipients as follows:

<u>County Department/Program Title/Project Name</u>	<u>CFDA Number</u>	<u>Amounts Provided to Subrecipients</u>
Mental Health and Recovery Services Board:		
Supportive Housing Program	14.235	423,792
Shelter Plus Care	14.238	184,142
Rehabilitation Services - Vocational Rehabilitation Grants (Pathways II)	84.126	2,083,035
Projects for Assistance in Transition from Homelessness	93.150	168,322
Social Services Block Grant	93.667	484,128
Block Grants for Community Mental Health Services	93.958	471,474
Block Grants for Prevention and Treatment of Substance Abuse	93.959	3,528,206
Lucas County Job and Family Services:		
Temporary Assistance For Needy Families	93.558	5,817,573
Child Care and Development Block Grant - Quality Childcare	93.575	17,049
Child Care Mandatory and Matching Funds of the Childcare and Development Fund	93.596	1,674
Social Services Block Grant	93.667	1,103,732
Workforce Development Agency:		
Workforce Investment Act - Youth	17.259	1,305,198
Workforce Investment Act - Adult	17.258	75,837
Workforce Investment Act – Dislocated Workers	17.278	135,689

NOTE 3 - WORKFORCE INVESTMENT ACT - DISLOCATED WORKER

Beginning for grants awarded after July 1, 2010 for the Workforce Investment Act - Dislocated Worker formula grants, CFDA Number 17.260 has been archived and any new funds allocated to this program are referenced in the Schedule using CFDA Number 17.278. The program is still part of the Workforce Investment Act Cluster.

LUCAS COUNTY, OHIO
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED DECEMBER 31, 2011

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal Control Over Financial Reporting:

- Material weakness(es) identified? X Yes No
- Significant deficiency(ies) identified? X Yes None Reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal Control Over Major Programs:

- Material weakness(es) identified? Yes X No
- Significant deficiency(ies) identified? Yes X None Reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? X Yes No

Auditee qualified as low-risk auditee? Yes X No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
17.258 / 17.259 / 17.260 / 17.278	Workforce Investment Act Cluster
97.067	Homeland Security Grant Program
93.778	Medical Assistance Program
93.667	Social Services Block Grant
93.563	Child Support Enforcement
81.128	Energy Efficiency and Conservation Block Grant Program
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States

Dollar threshold used to distinguish between Type A and Type B programs: \$2,612,215

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part II - Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* require reporting in a Circular A-133 audit.

2011-01: Capital Assets

Criteria or Specific Requirement: The County should maintain a complete and accurate capital asset subledger. This subledger should be updated as capital asset transactions occur and should be reviewed for completeness and propriety by an individual within the Auditor's office and by individuals within the departments who carry capital assets.

Condition: The Auditor's office is responsible for maintaining a capital asset subledger. The subledger is compiled based on information submitted by the various departments of the County. The respective departments do not always report information accurately or timely to the Auditor's office. Once the information is received, the Auditor's Office is charged with the responsibility to properly reflect the capital assets in the subledger for financial reporting. Inaccurate information could result in items not being properly capitalized or assets not being properly disposed of resulting in misstatement of expenses. Additionally, the County recorded year-end transactions on a cash basis resulting in capital assets not being listed in the subledger at the time acquired, but in the next fiscal period when the payment was made.

Context: The County did not maintain an accurate capital asset subledger in 2010 which resulted in an understatement of prior year's net assets of \$2,585,850. The 2010 balances of fund 5020 - Water Supply System, fund 5030 - Wastewater Treatment, and Business-Type Activities were restated in 2011 by \$804,639, \$792,114 and \$1,596,753, respectively. The County also did not maintain an accurate subledger in 2011 resulting in a current year understatement of net assets of \$1,883,015. The remaining difference of \$989,097 from 2010 and the entire 2011 amount relate to governmental activities and are deemed to be immaterial to the governmental activities financial statements as a whole. They are included as waived audit adjustments on the governmental activities waived schedule.

Cause: Management indicated that the errors were a result of the Auditor's office having to rely on the various departments within the County to report accurate information. Some of the information was not verified and therefore duplicated. Management also failed to account for year-end additions and disposals on the accrual or modified accrual basis.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part II - Financial Statement Findings (Continued)

2011-01: (Continued)

Effect: The capital asset balances preliminarily reflected in the County's financial statements were inaccurate, requiring management to record year-end adjustments and restate beginning net assets.

Recommendation: We recommend that the Auditor's office implement measures including periodic analytics and disbursement monitoring to allow for faster identification of capital assets activity to ensure proper recording in accordance with generally accepted accounting principles. We recommend that the Auditor's office continue to work with departments to ensure that information reported is accurate and timely, including considering the need for capital asset training for various County departments. We also recommend that the departments complete their review of capital asset listings and provide capital asset addition and disposal forms in a more timely manner.

Views of Responsible Officials and Planned Corrective Actions:

The Lucas County Auditor has implemented an action plan that addresses the aforementioned. The plan includes a number of facets, including training of non-auditor personnel in departments reporting capital transactions. During May of 2012, the Auditor's office held three training sessions attended by over 50 County personnel that dealt specifically with the topic of recording capital transactions. These sessions were informational, focused on the County's capital asset policies and procedures, and also stressed the need for accurate and timely reporting. Each session lasted 60-90 minutes, and the County plans a follow-up before the year-end close. Training of non-auditor personnel will become a normal part of the financial reporting process in Lucas County.

In order to assist with the accuracy of buildings located on its capital asset ledger, the County has the Commissioner's office signoff on the building inventory. Additionally, after the Commissioner signoff takes place, a representative from the main office that conducts business in the building will also signoff to ensure the accuracy of the submitted report.

Also, in order to encourage compliance to the year-end reporting deadline, the Auditor is also reporting any late year-end submissions from departments/agencies to the elected official who is the responsible for that department/agency.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part II - Financial Statement Findings (Continued)

2011-01: (Continued)

**Views of Responsible Officials and
Planned Corrective Actions: (Continued)**

Additionally, the Auditor's disbursement personnel are identifying potential capital transactions and passing them along to the accounting staff for further review. Transactions that appear to be capital in nature which have not been previously identified and reported to the accounting and financial reporting staff are being held until such time that the asset(s) have been properly and accurately reported to the Auditor. Moreover, departments/agencies/boards with employees that report inaccurate and/or incomplete capital transaction data and consequently pose a risk to the County's financials are being reported to the appropriate elected official for signoff and acknowledgement of the occurrence(s).

The auditor is also in the process of involving additional personnel in the financial reporting spectrum. This includes the official establishment of an audit committee, and also an employee dedicated solely to the internal audit function. The additional financial people associated with the audit process will provide financial perspective and scope to assist the current team in compiling the financial statements.

Finally, the Auditor also redeveloped the capital asset report in order to facilitate the audit process for the outside audit team. We are confident that all of the newly implemented measures, working with the current internal controls, will provide a seamless audit process for both the County and the outside audit team moving forward.

2011-02: Compensated Absences

Criteria or specific requirement:

The County should prepare a complete calculation of the compensated absences obligation at year-end based on relevant sick leave and overtime policies, legal limitations, and collective bargaining agreements. This calculation should be reviewed for completeness and propriety and be reconciled with payroll records of various departments as needed by a knowledgeable individual within the Auditor's Office.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part II - Financial Statement Findings (Continued)

2011-02: (Continued)

Condition: The County utilizes a Peoplesoft generated report to determine the liability for future cash payments of accumulated sick time owed to employees upon termination, as well as overtime to be used as comp time. Per ORC 124.39, the limit for sick leave payouts upon retirement is 1/4 of accumulated time up to a maximum of 240 hours and ORC 124.18 limits comp time to 480 hours for law enforcement employees. However, exceptions can be made through either resolution or collective bargaining agreements. The current collective bargaining agreement allows for law enforcement employees to accumulate unlimited sick leave and receive payouts of 65% of the accumulated time upon retirement. The hours for accumulated comp time for these employees were also unlimited in 2011 per this agreement. The report generated by the County did not apply these exceptions and was not updated for comp time accumulated and not taken by these employees during 2011.

Context: The estimated compensated absences liability for law enforcement employees was approximately \$4.4 million at December 31, 2011 which exceeded the recorded liability.

Cause: The County applied the compensated absences requirements under the Ohio Revised Code for all County employees without regard to collective bargaining and resolution exceptions. The calculation also did not have current comp time hours information for some County employees.

Effect: The compensated absences obligation reflected on the year-end calculation report was inaccurate as the County did not apply the exceptions for law enforcement employees as outlined in the collective bargaining agreements and was not updated for 2011 comp time activity for these employees.

Recommendation: We recommend the County identify all collective bargaining agreements and resolutions amending compensated absences benefits and ensure all reports are updated for current year activity to reflect the effects of these amendments as a basis for recording the liability.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part II - Financial Statement Findings (Continued)

2011-02: (Continued)

**Views of Responsible Officials and
Planned Corrective Actions:**

A programming issue relating to a year-end report used by the Auditor's office was inadvertently severed from its source data. The severed information related specifically to data relating to (and only to) the Sheriff's compensated absences. Although the severed report's total dollars were comparable to the previous year, new contractual occurrences at the Sheriff's office created an understatement in the total liability of compensated absences originally reported. The Lucas County Information Service team restored the original report, and the Auditor is confident that the report is accurate. In the meantime, the Auditor is developing a new report that the outside auditors prefer that ties to another benefit report frequently used and reviewed by other departments, agencies, and boards of the County. The new report will take into consideration each and every contract that the County approves, and both the report development and the year-end process will involve the County's payroll Director.

Part III - Federal Award Findings and Questioned Costs Section

This section identifies the audit findings required to be reported by Circular A-133 section .510(a) (for example, significant deficiencies, material weaknesses, and material instances of noncompliance, including questioned costs), as well as any abuse findings involving federal awards that are material to a major program.

2011-03: Mental Health and Recovery Services Board (MHR SB)

Federal program information:

Social Services Block Grant (Title XX, CFDA Number 93.667)

Criteria or Specific Requirement:

Agencies who pass federal funds on to subrecipients are required to monitor the subrecipient's use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part III - Federal Award Findings and Questioned Costs Section (Continued)

2011-03: (Continued)

Condition:	MHR SB did not perform on-site visits or formal monitoring of its subrecipient's use of Title XX grants. Additional monitoring activities were warranted because MHR SB's subrecipient was not subject to a Single Audit as required by OMB Circular A-133 as their federal expenditures did not exceed the \$500,000 threshold.
Context:	The subrecipient received \$484,127 from MHR SB that was passed through the Ohio Department of Mental Health.
Cause:	Subrecipient monitoring was not performed due to MHR SB being short staffed due to recent budget cuts.
Effect:	MHR SB is deemed to be out of compliance with the requirement to perform subrecipient monitoring.
Questioned Costs:	None
Recommendation:	We recommend that management of MHR SB implement subrecipient monitoring procedures, including site visits, in order to ensure the subrecipient is in compliance with laws, regulations, and the provisions of the contracts or grant agreements. Site visits should include review of both financial and programmatic records.
View of Responsible Officials and Planned Corrective Actions:	The MHR SB Board will begin sub recipient monitoring procedure, including site visits, in order to ensure the sub recipient is in compliance with laws, regulations and the provisions of the contracts or grants agreements. Site visits will include review of both financial and programmatic records. The MHR SB Board will implement this sub recipient monitoring by September 30, 2012.

2011-04: Mental Health and Recovery Services Board (MHR SB)

Federal Program Information:	Social Services Block Grant (Title XX, CFDA Number 93.667)
Criteria or Specific Requirement:	OMB Circular A-133, Subpart D, subsection .400(d) states a pass-through entity shall perform the following for the federal awards it makes: (1) Identify federal awards made by informing each subrecipient of CFDA title and number, award name and number, award year, if the award is R&D, and name of federal agency. When some of this information is not available, the pass-through entity shall provide the best information available to describe the federal award.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part III - Federal Award Findings and Questioned Costs Section (Continued)

2011-04: (Continued)

Criteria or Specific Requirement: (Continued)

(2) Advise subrecipients of requirements imposed on them by Federal laws, regulations, and the provisions of contracts or grant agreements as well as any supplemental requirements imposed by the pass-through entity.

Condition: An agreement with the subrecipient did not identify all the required federal information as noted in OMB Circular A-133, Subpart D, subsection .400(d).

Context: The MHR SB entered into an agreement to provide Social Services Block Grant funds to a subrecipient. Per review of this agreement, the MHR SB did not formally inform the subrecipient of the federal award information as required.

Cause: The awarding documentation did not include the federal award information as required.

Effect: The subrecipient of the MHR SB was not informed of the federal award information. This could lead to the subrecipient misreporting federal grant information on their schedule of expenditures of federal awards. Federal award information should be distinguished as to not confuse funding given to the subrecipient with non federal sources.

Questioned Costs: None.

Recommendation: We recommend that the MHR SB provide the federal award information as required by OMB Circular A-133. The MHR SB uses a "boiler-plate" agreement for their non-Medicaid service agreements; therefore we recommend that this information be conveyed to the agencies in a separate notice of award letter. Additionally, we recommend that revised notice of award letters be sent as soon as possible to reflect any revisions due to changes in federal, state, or local funding.

View of Responsible Officials and Planned Corrective Actions: The MHR SB Board will convey to Rescue their State Fiscal Year (SFY) 2013 Title XX grant award amount as a separate notice of awards letter by July 13, 2012. If the Title XX grant award amount is changed by the Ohio Department of Mental Health during the SFY 2013 the MHR SB Board will issue a revised notice of award letter to Rescue.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part III - Federal Award Findings and Questioned Costs Section (Continued)

2011-05: Board of Developmental Disabilities (BDD)

Federal Program Information:	Rehabilitation Services - Vocational Rehabilitation Grants - Pathways (CFDA Number 84.126)
Criteria or Specific Requirement:	Agencies who pass federal funds on to subrecipients are required to monitor the subrecipient's use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.
Condition:	BDD monitors the grant through a BDD employee that assists the subrecipient on administering the Pathway Program. BDD, however, does not have a formal policy or reporting process for subrecipient monitoring. Additionally, monitoring activities were warranted because BDD's subrecipient was not subject to a single audit as required by OMB Circular A-133 as their federal expenditures did not exceed the \$500,000 threshold. The agency meets the characteristics of a subrecipient as defined in OMB Circular A-133, Subpart B, subsection .210.
Context:	The subrecipient received approximately \$350,000 from BDD that was passed through Ohio State Rehabilitations Service Commission.
Cause:	Subrecipient monitoring was not performed due to BDD classifying the subrecipient as a vendor relationship. The agency meets the characteristics of a subrecipient as defined in OMB Circular A-133, Subpart B, subsection .210.
Effect:	BDD is deemed to be out of compliance with the requirement to perform subrecipient monitoring.
Questioned Costs:	None.
Recommendation:	We recommend that the management of BDD implement subrecipient monitoring procedures, including site visits in order to ensure the subrecipient is in compliance with laws, regulations, and the provisions of the contracts or grant agreements. Site visits should include review of both financial and programmatic records.
View of Responsible Officials and Planned Corrective Actions:	The BDD will begin documenting subrecipient monitoring procedures, including site visits, in order to ensure the subrecipient is in compliance with laws, regulations and the provisions of the contracts or grants agreements. Site visits will include review of both financial and programmatic records. The BDD will implement this subrecipient monitoring by September 30, 2012.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part III - Federal Award Findings and Questioned Costs Section (Continued)

2011-06: Homeland Security Grant Program

Federal Program Information:	Homeland Security Grant Program passed through Ohio Emergency Management Agency (CFDA Number 97.067)
Criteria or Specific Requirement	Equipment purchased through federal grants are to be subjected to physical inventory at least once every two years as required by OMB Circular A-110, Uniform Administrative Requirements for Grants and Agreements With Institutions of Higher Education, Hospitals, and Other Non-Profit Organizations, Subpart C, Subsection .34(f)(3), Equipment and 2 CFR 215.34(f)(3).
Condition:	The County's Emergency Management Agency (EMA) Department did not perform a physical inventory of the equipment purchased with federal grant monies.
Context:	The County's EMA has expended approximately \$1,500,000 on equipment through Homeland Security Grants.
Cause:	The County's EMA did not complete a physical inventory of the equipment as equipment is purchased by the County's EMA then maintained at local law enforcement and public safety agencies.
Effect:	The County's EMA is deemed to be out of compliance with the requirement to perform physical inventory every two years and, as a result, may not have a current listing of equipment being held and used that was purchased with federal funds.
Questioned Costs:	None.
Recommendation:	We recommend management complete a physical inventory of equipment purchased with federal grant monies and document the results of the inventory. This can be completed through a confirmation process, as needed. A current listing validated by a physical inventory should be maintained.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part III - Federal Award Findings and Questioned Costs Section (Continued)

2011-06: Homeland Security Grant Program (Continued)

View of Responsible Officials and Corrective Actions:

Lucas County EMA does not retain any of the equipment purchased with Department of Homeland Security funds. The County purchases the equipment and transfers ownership to partner subdivisions and agencies through a formal resolution of the County Commissioners. Additionally, Memorandums of Understanding and Asset Transfer Forms are utilized to document the intended use of the equipment as well as document the jurisdiction receipt and acceptance of the equipment. Lucas County EMA has been advised in its most recent Department of Homeland Security Inspector General audit that it will meet the requirements of OMB Circular A-110, Subpart C, Subsection .34(f)(3) and 2 CFR 215.34(f)(3) if it develops a procedure in which recipient subdivisions and agency's are provided a list of equipment provided and confirm the condition of said equipment every two years. Lucas County EMA is in the process of developing this procedure and requisite forms for documentation.

2011-07: Energy Efficiency and Conservation Block Grant

Federal Program Information:

Energy Efficiency and Conservation Block Grant passed through Ohio Department of Development (CFDA Number 81.128)

Criteria or Specific Requirement:

Contracts issued under federal grants are required to include provisions as described in OMB Circular A-110, Uniform Administrative Requirements for Grants and Agreements With Institutions of Higher Education, Hospitals, and Other Non-Profit Organizations, Subpart C, Subsection .48, Contract Provisions.

Condition:

The County Facilities Department did not include the language in a contract as required under OMB Circular A-110, Subpart C, Subsection .48 (d); (d) All negotiated contracts (except those for less than the small purchase threshold) awarded by recipients shall include a provision to the effect that the recipient, the Federal awarding agency, the Comptroller General of the United States, or any of their duly authorized representatives, shall have access to any books, documents, papers and records of the contractor which are directly pertinent to a specific program for the purpose of making audits, examinations, excerpts and transcriptions.

Context:

Two contracts were put out for bid in the current fiscal year by the County Facilities Department. One of the two was tested and found to be missing required language.

LUCAS COUNTY, OHIO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2011

Part III - Federal Award Findings and Questioned Costs Section (Continued)

2011-07: (Continued)

Cause:	The County Facilities Department did not include the language from OMB Circular A-110, Subpart C, Subsection .48 (d) due to an oversight in the contracts process.
Effect:	The County Facilities Department is deemed to be out of compliance with the procurement contract provisions under OMB Circular A-110.
Questioned Costs:	None.
Recommendation:	We recommend management institute procedures to ensure all contracts contain the necessary language as described in OMB Circular A-110, Subpart C, Subsection .48 and make the language standard for all County contracts.
View of Responsible Officials and Planned Corrective Actions:	The contracts issued through the County Facilities Department currently contain all the required disclosures under OMB Circular A-110 with the exception of Subpart C, Subsection .48 (d) which addresses access to records by the Federal awarding agency, Comptroller General of the United State or other duly authorized representatives. We will institute procedures to ensure all contracts contain the necessary language as required by federal regulations and make the language standard for all County contracts.

LUCAS COUNTY, OHIO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2011

2010-01 Child Support Enforcement

Federal program information: Child Support Enforcement (CFDA Number 93.563)

Condition: A sample of cases reviewed did not provide information within 10 days of receipt of information or case for interstate cases, both initiating and responding.

Recommendation: We recommend that management of Child Support Enforcement Agency implement a better tracking process to ensure interstate cases are addressed timely. If responsible staff are on vacation, they should identify staff that can back them up and perform the necessary steps.

Current Status: New processes were implemented effective late 2010 and early 2011 which included giving interstate cases to two case managers who were assigned to the establishment department. Cases have a tracking system for those cases waiting for information to proceed, cases referred to the legal department, and any case sent to their audit department. Any case sent to the audit department is logged in and the audit supervisor tracks the case for the audit requests. All responding and initiating interstate case updates are sent via SETS, with alerts notifying the case manager if the information has not been sent or received within the timeframes.

2010-02 ARRA-Workforce Investment Act Cluster

Federal program information: ARRA-Workforce Investment Act Cluster (CFDA Numbers 17.258, 17.259, 17.260 and 17.278)

Condition: The quarterly reports required under Section 1512 of the Recovery Act included only two months' worth of grant activity.

Recommendation: We recommend that management of Workforce Development Agency either use a cut-off in the third month to report most of the third month grant activity or determine if there is a means to perform a faster close of the month to obtain the entire third month activity for report purposes.

Current Status: The reports required under Section 1512 of the Recovery Act were submitted monthly for the first six months of fiscal 2011 and submitted on a timely basis. For the remainder of fiscal 2011, reports were submitted quarterly and included activity for all three months and were submitted timely.

This page intentionally left blank.

COMPREHENSIVE ANNUAL FINANCIAL REPORT



LUCAS COUNTY, OHIO

For Fiscal Year Ended December 31, 2011

Lucas County, Ohio
Comprehensive Annual Financial Report
for the Year Ended December 31, 2011



Anita Lopez
Lucas County Auditor

Peter M. Rancatore, Jr.
Chief Deputy Auditor

Samuel Olaniran
Chief Accountant

Shimeako Caprice Cole
Finance Manager
and
Disbursements Director

Mely Arribas-Douglas
Public Information Specialist

Julian & Grube, Inc., CPA's
Consultants

Karla Hayes
Accounting Specialist

Tom Nichter
Tax Specialist

LUCAS COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2011

Table of Contents

I. INTRODUCTORY SECTION

Letter of Transmittal - - - - -	1
Elected Officials- - - - -	7
Organizational Chart- - - - -	8
GFOA Certificate of Achievement- - - - -	9

II. FINANCIAL SECTION

Independent Accountants' Report - - - - -	10
Management's Discussion and Analysis- - - - -	13
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets- - - - -	23
Statement of Activities - - - - -	24
Fund Financial Statements:	
Balance Sheet - Governmental Funds- - - - -	26
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities - - - - -	28
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds - - - - -	30
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to Statement of Activities - - - - -	32
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual:	
General Fund- - - - -	33
Mental Health and Recovery- - - - -	34
Children Services Board - - - - -	35
Board of Developmental Disabilities- - - - -	36
Statement of Net Assets - Proprietary Funds - - - - -	38
Statement of Revenues, Expenses, and Changes in Net Assets - Proprietary Funds- - - - -	40
Statement of Cash Flows - Proprietary Funds - - - - -	42
Statement of Assets and Liabilities – Agency Funds - - - - -	46
Combining Statement of Net Assets – Discretely Presented Component Units - - - - -	47
Combining Statement of Activities – Discretely Presented Component Units- - - - -	48
Notes to the Basic Financial Statements - - - - -	51

LUCAS COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2011

Table of Contents (continued)

Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual – (Major Governmental Funds)

General Fund - - - - -	103
Mental Health and Recovery- - - - -	112
Children Services Board - - - - -	113
Board of Developmental Disabilities- - - - -	114
Debt Service Fund - - - - -	115
Capital Improvements Fund - - - - -	116

Individual Fund Schedules of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Budgetary Basis) and Actual – (Major Enterprise Funds)

Water Supply System - - - - -	117
Wastewater Treatment - - - - -	118
Sewer System - - - - -	119

Nonmajor Governmental Funds

Fund Descriptions - - - - -	120
Combining Balance Sheet - Nonmajor Governmental Funds- - - - -	124
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds- - - - -	132

Individual Fund Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual – Governmental Funds

Job and Family Services- - - - -	140
Real Estate Assessment- - - - -	141
Motor Vehicle and Gas Tax - - - - -	142
Economic Development- - - - -	143
Community Development Grant - - - - -	144
Local Development - - - - -	146
Stormwater Utility - - - - -	147
Emergency Medical Services - - - - -	148
Emergency Telephone Service- - - - -	149
Disaster Services EMA- - - - -	150
Child Support Enforcement- - - - -	151
Dog and Kennel- - - - -	152
Hotel Lodging Tax - - - - -	153
Zoo Operating- - - - -	154
Law Library Resources- - - - -	155
Domestic Violence Prevention- - - - -	156
Indigent Guardianship- - - - -	157
Domestic Relations Court Specials- - - - -	158
Coroner Laboratory - - - - -	159
Toxicology Lab - - - - -	160
Motor Vehicle Enforcement and Education- - - - -	161
Indigent Driver Alcohol Treatment - - - - -	162
Sheriff Policing - - - - -	163
Concealed Handgun - - - - -	164
Countywide Communication System - - - - -	165
DETAC- - - - -	166
Tax Certificate Administration - - - - -	167
T.I.P.P - - - - -	168

LUCAS COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2011

Table of Contents (continued)

Nonmajor Governmental Funds: (continued)

Community MR/RES	169
Senior Services-	170
Imagination Station	171
Building Regulation	172
Certificate of Title Administration	173
Recorder Equipment	174
Juvenile Treatment Center	175
Juvenile Felony Delinquency Care-	176
Juvenile Court Indigent Drivers Treatment	177
Felony Diversion Program	178
Correction Treatment Facility	179
Common Pleas Civil Mediation	180
Administration of Justice-	181
Probation Service	182
Foreclosure Magistrate Program-	183
Workforce Development	184
Other Special Revenue	185
Zoo Capital Improvements	186

Nonmajor Enterprise Funds

Fund Descriptions	187
Combining Statement of Net Assets - Nonmajor Enterprise Funds-	188
Combining Statement of Revenues, Expenses, and Changes in Net Assets - Nonmajor Enterprise Funds	189
Combining Statement of Cash Flows - Nonmajor Enterprise Funds	190

Individual Fund Schedules of Revenues, Expenses and Changes in

Fund Equity - Budget (Non-GAAP Budgetary Basis) and Actual – Nonmajor Enterprise Funds

Sanitary Engineer	191
Stormwater Utility	192
Solid Waste	193
Parking Facilities-	194

Internal Service Funds

Fund Descriptions	195
Combining Statement of Net Assets - Internal Service Funds	196
Combining Statement of Revenues, Expenses, and Changes in Net Assets - Internal Service Funds	198
Combining Statement of Cash Flows - Internal Service Funds	200

Individual Fund Schedules of Revenues, Expenses and Changes in

Fund Equity - Budget (Non-GAAP Budgetary Basis) and Actual - Internal Service Funds

Imaging Lab	202
Central Supplies	203
Vehicle Maintenance	204

LUCAS COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2011

Table of Contents (continued)

Internal Service Funds (continued)

Telecommunications - - - - -	205
Self-Funded Health Insurance - - - - -	206
Self-Funded Dental Insurance - - - - -	207
Risk Retention Insurance - - - - -	208
Self-Funded Workers' Compensation - - - - -	209
Self-Funded Prescription Drugs - - - - -	210
Centralized Drug Testing - - - - -	211

Agency Funds

Fund Descriptions - - - - -	212
Combining Statement of Changes in Assets and Liabilities - All Agency Funds - - - - -	214

III. STATISTICAL SECTION

Financial Trends:

Net Assets by Component - Last Ten Fiscal Years (accrual basis of accounting) - - - - -	220
Changes in Net Assets - Last Ten Fiscal Years (accrual basis of accounting) - - - - -	222
Fund Balances of Governmental Funds - Last Ten Fiscal Years (modified accrual basis of accounting) - - - - -	226
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years (modified accrual basis of accounting) - - - - -	228

Revenue Capacity:

Revenues by Source - Last Ten Fiscal Years - - - - -	230
Assessed and Actual Values of Taxable Property - Last Ten Fiscal Years - - - - -	232
Property Tax Rates - Direct and Overlapping Governments - Last Ten Fiscal Years - - - - -	234
Principal Taxpayers - Current and Nine Years Ago - - - - -	238
Property Tax Levies and Collections – Real and Public Utility - Last Ten Fiscal Years - - - - -	240
Special Assessment Levies and Collections - Last Ten Fiscal Years - - - - -	242

Debt Capacity:

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years - - - - -	244
Computation of Direct and Overlapping Debt - December 31, 2011 - - - - -	246
Pledged Revenue - Last Ten Fiscal Years - - - - -	247
Legal Debt Margin Information - Last Ten Fiscal Years - - - - -	248
Ratios of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - - - - -	250
Ratios of Annual Debt Service For General Bonded Debt to Total General Expenditures - Last Ten Fiscal Years - - - - -	250

LUCAS COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2011

Table of Contents (continued)

Statistical Section (continued)

Demographic and Economic Information:

Demographic Statistics – As of December 31, 2011----- 252

Principal Employers - Current and Nine Years Ago----- 252

Operating Information:

County Government Employees by Function/Activity - Last Nine Fiscal Years----- 254

Operating Indicators by Function/Program - Last Ten Nine Fiscal Years ----- 256

CAFR/PAFR Squad

This group not only puts together the CAFR and PAFR, but also compiles the property tax duplicate, distributes taxes and other intergovernmental revenue throughout Lucas County, prepares and maintains the levy estimator for each election, while also managing the recording of the County's assets, liabilities, revenues, and expenses.



The CAFR/PAFR Squad is composed of (top row left to right): Shimeako Cole-Finance Manager and Disbursements Director, Peter Rancatore-Chief Deputy Auditor, and Karla Hayes-Accounting Specialist. Bottom row left to right: Tom Nichter-Tax Specialist, Mely Arribas-Douglas-Public Information Specialist, and Samuel Olaniran-Chief Accountant.

Photo credits to Matthew Rogacki. Design and layout credits to Mely Arribas-Douglas.



OFFICE OF ANITA LOPEZ LUCAS COUNTY AUDITOR

One Government Center
Suite 600
Toledo, OH 43604-2255

www.co.lucas.oh.us/Auditor
Phone: 419-213-4296
Fax: 419-213-4399

May 25, 2012

LUCAS COUNTY BOARD OF COMMISSIONERS AND CITIZENS OF LUCAS COUNTY

As Auditor of Lucas County, I am pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2011.

This report contains basic financial statements, management's discussion and analysis, supplemental financial statements, and other financial and statistical information which provide a complete and full disclosure of all financial aspects material to Lucas County. This CAFR conforms to accounting principles generally accepted in the United States of America (GAAP) as set forth by the Governmental Accounting Standards Board (GASB).

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, lies with the management of the County, and in particular, the office of the Lucas County Auditor. In fulfilling this responsibility, the Lucas County Auditor's Office has prepared the accompanying financial statements, schedules, and tables. We believe this data fairly reflects the financial position of the County and the results of its operations.

This transmittal letter should be read in conjunction with the *Management's Discussion and Analysis*, which provides a narrative introduction, overview, and analysis of the basic financial statements.

THE COUNTY

Lucas County was formed by an Act of the Ohio General Assembly on June 20, 1835, in honor of then Governor of Ohio, Robert Lucas. Lucas County's elected three-member Board of County Commissioners functions as both the legislative and executive branch of the County. Each Commissioner serves a term of four years. In addition to the County Auditor, who serves as chief fiscal officer, there are seven elected administrative officials, each of which 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 county-wide basis to oversee the County's judicial system: Common Pleas Court, Domestic Relations Court, Juvenile Court, Probate Court, and Court of Appeals. Judges are elected to six-year terms.

REPORTING ENTITY AND SERVICES

In conformity with GASB Statement No. 14, all governmental departments, agencies, institutions, commissions, public authorities, and other governmental organizations, for which the County has significant financial accountability, are included in this CAFR for financial reporting purposes. Financial accountability is determined by the County's ability to appoint a voting majority of the Board, or financial interdependence.

The County provides general governmental services to its citizens which include: public and health assistance, community related services, civil and criminal justice systems, road and bridge maintenance, sewer and water-line construction and maintenance, and other general legislative and administrative support services. The County also operates and maintains the water supply and wastewater treatment systems. A further discussion of the reporting entity and its services may be found in Note 2 of the Notes to the Basic Financial Statements.

ECONOMIC CONDITION AND OUTLOOK

Located in Northwest Ohio on the Lake Erie coast, Lucas County is situated in the center of a trade area comprised of 16 counties in Northwestern Ohio and Southeastern Michigan, with a population of nearly 1.4 million people. The County is in the Toledo Metropolitan Statistical Area (MSA) and lies in the central portion of a triangle formed by the cities of Chicago, Detroit, and Cleveland. Approximately three-eighths of the population of the United States resides within 500 miles of Lucas County.

The County's economy, historically associated with the glass and automotive industries, has become increasingly diversified, especially in the area of solar and alternative energy. While the County remains the home of four of the nation's largest glass companies, DaimlerChrysler (Chrysler), General Motors Corporation, and Dana Holding Corporation also continue to be major private employers in the County. Additionally, two corporations headquartered in the County, Dana Holding and Owens-Corning, made the 2011 Fortune 500, while Owens-Illinois is also a Fortune 500 company that is located within the Toledo MSA.

Lucas County has a growing healthcare sector that includes the University of Toledo Medical Center, as well as two major private hospital employers: ProMedica (formerly ProMedica Health System), and Mercy Health Partners. ProMedica recently opened the ProMedica Wildwood Orthopedic and Spine Hospital in October 2011, which is the first specialty center of its kind in Northwest Ohio. Private service industries and governmental employers have traditionally provided more than three-fourths of the total employment in the Toledo MSA and approximately 70 percent of total payrolls in the County.

The County also maintains a significant oil refining presence in the Lucas County community of Oregon, Ohio. BP/Husky Oil Company opened a new quality assurance laboratory and continues to work on constructing the \$400 million Reformer III Project. The Toledo Refining Group, new owners of the former Sun Refining and Marketing Company, Inc. continue to operate and upgrade their facilities in Oregon, with considerable construction activity continuing through 2012.

Chrysler, the largest manufacturing employer in the County, is making a new \$500 million dollar investment in its Toledo Assembly plant to bring a new vehicle production line to this plant. This new investment in Toledo was predicated on the Toledo Assembly Plant improving its performance and successfully implementing Chrysler's World Class Manufacturing Program. This expansion is projected to result in the addition of a second shift of employees starting mid to late summer 2013. In conjunction with the expansion of Chrysler's Toledo Assembly Plant, the Toledo-Lucas County Port Authority is redeveloping what is known as "Jeep Parkway." The remediation and demolition of the former Jeep property will be completed during the summer of 2012 and will allow the Toledo-Lucas County Port Authority to construct a spec building that will serve the area's large market demand of Tier I Auto Suppliers for a location within close proximity of the \$500 million dollar investment by Chrysler in its Toledo Assembly Plant and the new vehicle production line.

In 2006, General Motors Corp. (GM) announced a \$332 million investment at the Toledo Powertrain Plant to build their new front-wheel drive, six-speed transmission. The production for this new line began in June of 2010. In May of 2011, General Motors Corp. made the commitment to invest an additional \$204 million at the Powertrain Plant for the addition of an 8-speed transmission production line that is scheduled to begin production in 2014. This new production line is expected to lead to 250 new jobs.

Meanwhile, the County's infrastructure continues to be upgraded. The Toledo Express Airport recently completed design work on a \$7.2 million improvement project for the cargo hub, including a new cross dock facility and airport access upgrades. These improvements have contributed to BX Solutions entering into an agreement in 2011 with the Toledo-Lucas County Port Authority for use of airport facilities that employ, during their peak season, 400 employees. With BX Solutions on site, significant interest now exists that will encourage additional business development that will generate additional employment.

In May of 2008, the Toledo-Lucas County Port Authority (Port Authority) acquired 181 acres of former industrial land on the east side of the Maumee River from the Chevron Corporation. This area is now known as the Ironville Dock, and its purpose is to provide additional inventory to site selection professionals. The land has several interesting transportation assets including the only Class I Rail on the Great Lakes East of the Mississippi River, access to a deepwater port, and the ability to move heavy loads via truck to the interstate system. In late 2009, the State of Ohio awarded the County \$5 million to enhance the transportation assets described above. The Port Authority also worked very closely with its operator, Midwest Terminals of Toledo,

at the General Cargo Facility to further develop its Lucas County operations. Midwest Terminals is in the process of finalizing their first agreement with an alternative energy company at this location. The alternative energy company is expected to be operating during the first quarter of 2013. This agreement will generate 100 temporary construction jobs and 30 fulltime positions. Meanwhile, the second phase of the Ironville Dock re-development is underway, consisting of dock wall modifications and other site related work. The completion of this work will provide opportunities to further utilize the facility to support the growth in shale oil and natural gas development that is taking place in southwest Ohio. This facility will be beneficial because the type of oil that is being captured can only be refined by a handful of refineries, many of which are near this Lucas County based facility. Ironville Dock will be one of the few places where the oil can be transported by rail and then sent to the refineries through a pipeline owned by the Port Authority.

Another recent major development is Penn National Gaming, Inc.'s August 12, 2010 groundbreaking of the \$250 million dollar "Hollywood Casino Toledo" on a remediated brownfield site in the City of Toledo, as authorized by an amendment to the Ohio Constitution (Article XV, Section 6) and approved by the voters on November 3, 2009. A Penn National affiliate has acquired the 44 acre site for the casino, and the company began construction on the 125,000 square foot facility that will feature up to 3,000 slot machines, 80 gaming tables and 20 poker tables, a parking garage with 2,500 parking spaces, as well as food and beverage outlets, and an entertainment lounge. The facility will be completed in the first half of 2012 with the grand opening scheduled to take place on May 29, 2012. Penn National estimated that 1,000 temporary jobs were created during construction of the facility, and approximately 1,100 permanent casino positions are to be filled. Under the provisions of the Constitutional amendment, a portion of the gross revenue generated by casinos will be distributed to all eighty-eight counties in Ohio in proportion to each county's annual population, as determined by the US Census Bureau.

MAJOR COUNTY INITIATIVES

Lucas County continues to provide a variety of services required to meet the needs of its citizens in the most cost-effective and efficient manner possible. We look forward to the following significant activities made possible by the citizens of Lucas County and its government:

- The Huntington Center (the Arena), a \$100 million multi-purpose arena in downtown Toledo, was completed in 2009 (\$5 million under budget) and stands as Lucas County's signature project. The Arena is financed with a combination of hotel/motel tax collections and net revenues from the Toledo Walleye, an ECHL hockey team. Located within one block of Fifth Third Field, the highly successful minor league ballpark after which the Arena project is modeled, the Arena held its public open house on October 3rd and 4th, 2009 and hosted over 10,000 citizens during the two day event. Since opening its doors in October, 2009, the Huntington Center has received widespread support and recognition, hosting over 315 events with 1,280,252 in attendance. In 2011, Venues Today, an industry publication, reported that the Huntington Center was ranked #1 in the Midwest and #8 in the world in arenas with a 5,000 to 10,000 seat capacity. Pollstar, another industry publication, has ranked the Huntington Center as #98 in the world in venues of any seating capacity.
- Lucas County has partnered with the Toledo Arena Sports, Inc. (TASI), an Ohio non-profit corporation, to secure a sports tenant for the Arena. TASI's ECHL hockey team is the Toledo Walleye, the main tenant in the Huntington Center Arena. In the Walleye's inaugural season of play, the support of the community was evident, as the Walleye sold over 2,100 season tickets, led the league in souvenir sales, and the total attendance of 226,575 eclipsed the city's all-time record in over 60 years of Toledo hockey history by nearly 50,000. TASI is treated as a component unit of the County pursuant to governmental accounting standards, and further information regarding TASI and its component unit status is located in Note 2 of the *Notes to the Basic Financial Statements*.

- In response to neighborhood decline and the loss of property values resulting from the foreclosure crisis, the Ohio Legislature granted urban counties the power to create land reutilization corporations (“LRC”). Modeled after successful efforts in Genesee County, Michigan, an Ohio LRC is a community improvement corporation with the power to efficiently acquire vacant and abandoned properties, with a dedicated funding stream that enables it to remove blight and return the land to productive use. On August 31, 2010, Lucas County became the second county in Ohio, after Cuyahoga County, to incorporate an LRC. The Lucas County Land Reutilization Corporation is funded in part through the receipt of a portion of the penalties and interest collected from delinquent property taxpayers in the County. In its first full year of operations, the LRC was on track to acquire more than 300 distressed parcels for redevelopment throughout Lucas County. The Lucas County LRC has a small staff, a 2011 operating budget of \$1.7 million, and is treated as a component unit of the County pursuant to governmental accounting standards. Further information regarding the component unit status of Lucas County’s LRC is located in Note 2 of *Notes to the Basic Financial Statements*.
- The Source, Lucas County's "one-stop" employment center for businesses and job seekers, continued its success by posting 1,218 jobs for nearly 500 companies despite the region's ongoing economic struggles. These postings represented 5,578 open positions with wages averaging \$13.14 per hour. In addition, 46,209 people passed through the doors of the one-stop including 9,940 first time visitors.
- Recognizing how strongly the national foreclosure crisis has impacted the economy, the Commissioners continue foreclosure prevention efforts, bringing social service agencies, government officials, non-profit providers, and commercial bankers together to coordinate a foreclosure response. The Task Force has not only created a resource portfolio for homeowners facing foreclosure, but has worked with Lucas County Job and Family Services to target foreclosure prevention dollars toward struggling families. The Judges of the Common Pleas Court, in cooperation with the Commissioners, created a full-time foreclosure magistrate position to help homeowners work-out mortgage difficulties with their debtors before litigation.
- As a result of difficult economic conditions and cuts in intergovernmental subsidies, the Commissioners have worked with elected officials and department heads to develop a balanced budget while continuing to maintain necessary services. The Commissioners worked cooperatively with the collective bargaining units of its employees and negotiated 0% wage increases in light of these tough economic times. The Lucas County Commissioners have asked all general fund offices to aggressively reduce expenses for the 2011 budget. Moreover, further cost controls are continually considered as the county closely monitors its financial status in the face of a difficult economy.
- In an effort to promote regional cooperation and efficiency, the Lucas County Solid Waste Management District (LCSWMD) entered into an agreement to assume refuse and recycling responsibilities for the City of Toledo as of September, 2011. This partnership has effectively reduced the costs to the citizens of the City of Toledo for the refuse and recycling collection. Additionally, the LCSWMD is currently seeking proposals from private companies to develop, implement and operate a single stream material recovery facility in Lucas County. This facility will allow recyclables to be processed and marketed locally, thereby reducing costs and enabling economic development.

ACCOUNTING SYSTEM

The County’s day-to-day accounting records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records for all Governmental Funds are converted to the modified accrual basis, whereby revenues are recognized when measurable and available within the business cycle (within 60 days after year end), and expenditures are recognized when the related fund liability is incurred. The accounting records for the Proprietary Funds and Government-Wide Financial Statement are converted to the accrual basis, whereby revenues are recognized when measurable and earned and expenses are recognized as incurred.

A further discussion of the three methods of accounting (non-GAAP, modified accrual, and accrual) and a reconciliation of budget basis to GAAP basis of accounting may be found in Notes 2 and 13, respectively, of the *Notes to the Basic Financial Statements*.

BUDGETARY CONTROLS

Under Ohio law, the Lucas County Board of Commissioners must adopt an appropriations budget by January 1 of each year, or adopt a temporary appropriation measure with final passage of a permanent budget by April 1. No expenditure can be made from any budgetary account without the Certificate of the County Auditor certifying that funds are available or in the process of collection. When a purchase order is issued or a contract is entered into by any County department or agency, the County Auditor encumbers the necessary funds to pay for the expenditure. Contracts or purchase orders are invalid under Ohio law if sufficient funds are not available to permit the County Auditor to certify the transaction. A further discussion of the budgetary accounting system and its controls may be found in Note 2 of the *Notes to the Basic Financial Statements*.

The County Auditor makes monthly financial reports available to the Board of Commissioners and to all departments and agencies, indicating the monthly and year-to-date expenditures, encumbrances, cash balances, as well as unencumbered balances by fund, department and account.

LONG-TERM FINANCIAL PLANNING AND THE DISTINGUISHED BUDGET PRESENTATION AWARD

Lucas County is committed to maintaining a strong fiscal environment. To achieve this end, it is the policy of the Board of County Commissioners to maintain a minimum of 12% of the general fund available revenue as an unappropriated cash reserve. This reserve is designated as a budget stabilization tool to assist in alleviating financial stress in the event of an economic downturn and to promote a favorable bond rating for the County. In 2011, the County's uninsured outstanding general obligation bonds were rated "Aa2" by Moody's Investors Service, and "AA-" by Standard & Poor's Rating Services. The County maintains significant leeway within the direct debt limitation for additional general obligation debt.

The Lucas County Office of Management and Budget prepares a five year budget and plan, for which it has received a Distinguished Budget Presentation Award from the Government Finance Officers Association (GFOA) for the last twelve years (2000—2011). The Distinguished Budget Presentation Award is valid for a period of one year. The County believes that the current budget presentation meets GFOA guidelines and continues to submit its budget to the GFOA to determine current eligibility for this award. The County's budget presentation is located online at www.co.lucas.oh.us/omb.

The County also prepares a capital improvements plan, a flexible document that is used to prioritize, rank, and determine the annual allocation of available capital improvement funds. Rankings may move up or down within the plan, based on changing needs assessments and additional project information. It is the policy of the Board of County Commissioners to allocate 8% of estimated general fund revenue for capital improvement projects annually, while also maintaining an 8% unappropriated capital improvement reserve for unanticipated capital needs.

INTERNAL CONTROL

The management of the County is responsible for establishing and maintaining internal control, designed to provide reasonable, but not absolute assurance that the assets of the County are protected from loss, theft, or misuse. Management also ensures that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The design of the internal control also recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the County is responsible for ensuring not only that adequate internal controls are in place, but also that the County has complied with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management.

INDEPENDENT AUDIT

As part of the annual preparation of a CAFR, the County is subject to an annual independent audit of its basic financial statements. Based in part on observations of the independent auditors, the County routinely continues to strengthen the accounting, budgetary, and internal control of its financial and operational systems. Through the State of Ohio's bidding process, the firm of Spilman, Hills & Heidebrink, Ltd., located in the City of Toledo within Lucas County was awarded a five year audit contract, beginning in 2010. The unqualified opinion, of Spilman, Hills & Heidebrink, Ltd., with respect to the basic financial statements of the County as of, and for the year ended, December 31, 2011, is included on pages 10 and 11 of this report.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL AND POPULAR REPORTING

The County prepared its first CAFR in 1984 in accordance with the program guidelines for the Certificate of Achievement for Excellence in Financial Reporting (the Certificate), awarded by the GFOA. Each annual report must also satisfy GAAP and disclose applicable legal compliance requirements. The County has been awarded the Certificate for 27 straight years, 1984—2010. The Certificate is valid for a period of one year. We believe that our current report continues to conform to the stringent guidelines and requirements of the program, and the County continues to submit a CAFR to the GFOA to determine its current eligibility.

The County also prepares a Popular Annual Financial Report (PAFR) in accordance with GFOA guidelines. The County has been awarded a GFOA certificate for its PAFR for 14 straight years, 1997—2010. The PAFR Certificate is valid for a period of one year, and the County believes that the current PAFR meets GFOA guidelines and is submitting it to the GFOA to determine current eligibility for this award.

Both of the above financial reports can be located on the County's Auditor's website at: www.co.lucas.oh.us/auditor under the "accounting and financial reporting" tab.

ACKNOWLEDGMENTS

This report is the result of the continued cooperation and combined services of the elected officials and management of Lucas County. I would specifically like to thank Bridgette Kabat, Lucas County's Chief of Staff, for insight into the *Economic Outlook* and *County Initiatives* portion of this transmittal. Finally, I would like to express special appreciation for members of my staff who have exercised exceptional proficiency and dedication instrumental in the arduous task of issuing a publication of this magnitude and significance:

Accounting & Tax: *Shimeako Cole, Karla Hayes, Samuel Olaniran, Thomas Nichter, and Peter Rancatore.*

Photography & Public Information: *Mely Arribas-Douglas and Matthew Rogacki.*

I appreciate your continued interest in and support of this vital financial reporting function.

Sincerely,



Anita Lopez
Lucas County Auditor

LUCAS COUNTY, OHIO

ELECTED OFFICIALS DECEMBER 31, 2011

Administrators

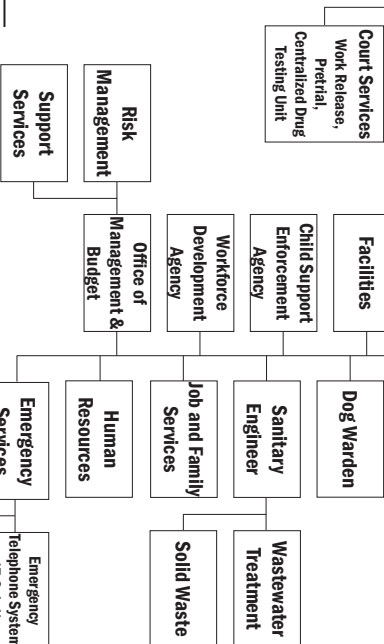
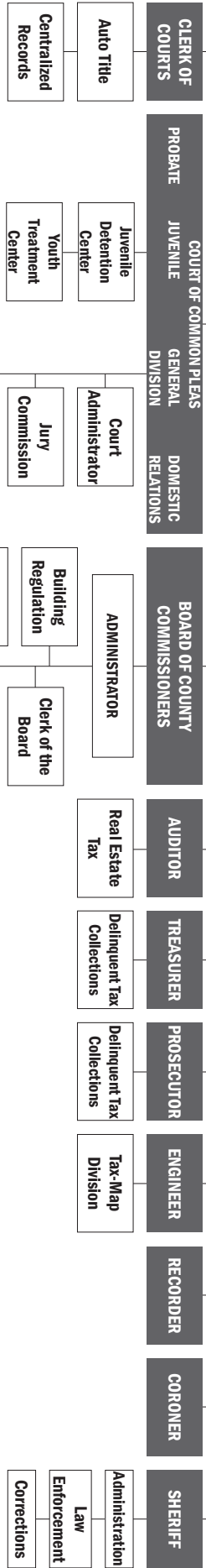
Anita Lopez-----	Auditor
Bernie Quilter-----	Clerk of Courts
James R. Patrick, M.D.-----	Coroner
Carol Contrada-----	Commissioner
Pete Gerken-----	Commissioner (president)
Tina Skeldon Wozniak-----	Commissioner
Keith Earley-----	County Engineer
Julia R. Bates-----	Prosecutor
Jeanine Perry-----	Recorder
James A. Telb-----	Sheriff
Wade Kapszukiewicz-----	Treasurer

Judges

James D. Bates-----	Common Pleas Court
Gary G. Cook-----	Common Pleas Court
Stacy L. Cook-----	Common Pleas Court
Myron C. Duhart-----	Common Pleas Court
Ruth Ann Franks-----	Common Pleas Court
Linda J. Jennings-----	Common Pleas Court
James D. Jensen-----	Common Pleas Court
Dean Mandros-----	Common Pleas Court
Frederick H. McDonald-----	Common Pleas Court
Gene A. Zmuda-----	Common Pleas Court
David E. Lewandowski-----	Domestic Relations Court
Norman G. Zimmelman-----	Domestic Relations Court
Denise Navarre Cubbon-----	Juvenile Court
Connie Zimmelman-----	Juvenile Court
Jack R. Puffenberger-----	Probate Court
Peter M. Handwork-----	Sixth District Court of Appeals
Thomas J. Osowik-----	Sixth District Court of Appeals
Mark Pietrykowski-----	Sixth District Court of Appeals
Arlene Singer-----	Sixth District Court of Appeals
Stephen A. Yarbrough-----	Sixth District Court of Appeals

Lucas County Government

CITIZENS

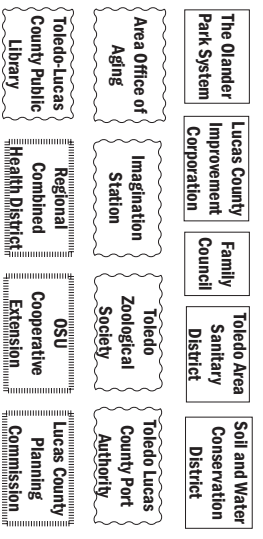


- DISCREETLY PRESENTED COMPONENT UNITS**
- Convention and Visitors Bureau, Inc.
 - Lucas County Land Reutilization Corporation
 - Lott Industries, Inc.
 - Preferred Properties, Inc.
 - Toledo Arena Sports, Inc.
 - Toledo Mud Hens Baseball Club, Inc.

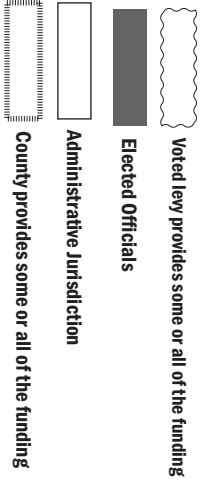
COUNTY COMMISSIONS

Investment Advisory Board	County Budget Commission	Board of Revision	Automatic Data Processing Board	County Record Commission	Veteran Services Commission
Includes: Board of Comm. Clerk of Courts Treasurer	Includes: Auditor Treasurer Prosecutor	Includes: Auditor Treasurer Pres. of Board of Comm.	Includes: Auditor Treasurer Recorder Clerk of Courts	Includes: Auditor Recorder Prosecutor Clerk of Courts	Appointed by: The Judges of the Common Pleas Court, General Trial Division
			Rep. of Board of Commissioners	Rep. of Board of Commissioners	
			Rep. of Common Pleas Court	Rep. of Common Pleas Court	
			(2) Rep. of Bd. of Elections	(2) Rep. of Bd. of Elections	
			Rep. of Domestic Relations Court	Rep. of Domestic Relations Court	

AFFILIATED COUNTY AGENCIES



KEY



COUNTY BOARDS



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lucas County
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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.



Linda C. Danison

President

Jeffrey R. Emer

Executive Director



Independent Auditors' Report

Lucas County Board of Commissioners
Toledo, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio (the County), as of and for the year ended December 31, 2011, 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 the Toledo Mud Hens Baseball Club, Inc., Lott Industries, Inc., Preferred Properties, Inc. and Affiliates, Toledo Arena Sports, Inc., Toledo-Lucas County Convention and Visitors Bureau, and Lucas County Land Reutilization Corporation, which represent 100% of the assets and net assets and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component units, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the discretely presented component units audited by other auditors were not audited in accordance with *Government Auditing Standards*. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. 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 the 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 reports 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio, as of December 31, 2011, and the respective changes in financial position and, where applicable, cash flows thereof for the respective budgetary comparison for the General, Mental Health and Recovery, Board of Developmental Disabilities, and Children Services Board Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the County implemented Governmental Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and restated the December 31, 2010 fund balances of the Governmental Funds due to a change in fund structure. In addition, the County reclassified a long-term liability related to a storm water utility project from the business-type activities to the governmental activities to be consistent with the source of repayment. Due to this reclassification, the December 31, 2010 net assets of the governmental activities and business-type activities were restated. Also, as described in Note 3, the County restated the December 31, 2010 fund balances of the business-type activities for capital asset related activities.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 25, 2012, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 13 through 22 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The introductory section, individual general fund and major special revenue budgetary statements, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The individual general fund and major special revenue budgetary statements, combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Spilman, Hills & Heideman, Ltd.

May 25, 2012

Tall Ship Tarangini Passes Toledo Harbor



The tall ship Tarangini passes Toledo Harbor Light heading to the downtown parade of tall ships.

Photo and caption courtesy of The Toledo Blade, credits to Luke Black.

INS Tarangini is a tall ship of the Indian Navy, commissioned in 1997 as a sail training ship for naval cadets. INS Tarangini started its first circumnavigation of the globe in the year 2003-04 with the theme of 'Building Bridges of Friendship across the Oceans'. During the fifteen month voyage, the ship covered 33,000 nautical miles (61,000 km) and visited 36 ports in 18 countries.

Source: http://en.wikipedia.org/wiki/INS_Tarangini#cite_note-0

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

The management's discussion and analysis of the financial performance of Lucas County, Ohio (the "County") provides an overall review of the County's financial activities for the year ended December 31, 2011. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- The assets of the County exceeded its liabilities at the close of the year ended December 31, 2011, by \$500,052,474 (net assets). Of this amount, \$88,741,716 may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net assets increased by \$7,629,164, or 1.55%, from December 31, 2010 (as restated).
- At the end of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$141,160,667, an increase of \$3,037,749 from the prior year. Of this amount, \$19,831,597 is available for spending on behalf of its citizens.
- At the end of the current year, the unassigned fund balance for the General Fund was \$26,997,468. This amount represents 26.68% of total general fund expenditures in 2011.
- The County's total long-term liabilities (including bonds and loans) decreased by \$9,823,102 primarily due to scheduled principal payments on outstanding debt.

Overview of the Financial Statements

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

The County's basic financial statements are comprised of three components: 1) County-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic financial statements, this report also contains statistical information that may assist in evaluating the County's demographics and potential economic activity.

Component units, legally separate organizations for which the County is financially accountable, are discretely presented for the Toledo Mud Hens Baseball Club, Inc., Lott Industries, Inc., Lucas County Land Reutilization Corporation, Preferred Properties, Inc. and Affiliates, Toledo Arena Sports, Inc., and the Toledo-Lucas County Convention and Visitors Bureau. Separate statements are prepared for each of these component units. To obtain copies of their statements, refer to pages 52 and 53 of this document.

County - wide Financial Statements

The County-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.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

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. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting will take 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. The change in net assets is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, non-financial information such as changes in the County's tax base and the condition of County capital assets will also need to be evaluated.

In the statement of net assets and the statement of activities, the County is divided into three kinds of activities:

- **Governmental Activities** - Most of the County's services are reported in this category including public safety, social services programs, administration, and all departments with the exception of the Water and Sewer Funds and Wastewater Treatment.
- **Business-Type Activities** - These services have a charge based upon the amount of usage. The County charges fees to recoup the cost of the entire operation of our Water and Sewer and Wastewater Treatment Plants, as well as all capital expenses associated with these facilities.
- **Component Units** - The County includes financial data of the Toledo Mud Hens Baseball Club, Inc., Lott Industries, Inc., Lucas County Land Reutilization Corporation, Preferred Properties, Inc. and Affiliates, Toledo Arena Sports, Inc., and the Toledo-Lucas County Convention and Visitor's Bureau. The component units are separate and may buy, sell, lease, and mortgage property in their own name and can sue or be sued in their own name. More information on the component units, including contact information on how to obtain access to their individual financial statements, can be found in Note 2 to the Basic Financial Statements.

The County-wide Financial Statements can be found on pages 23 - 25 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on restriction on the use of monies, the County has established many funds which account for the multitude of services provided to County residents. However, these fund financial statements focus on the County's most significant funds. In the case of Lucas County, the major funds are the General Fund, Children Services Board Fund, Board of Developmental Disabilities Fund, Mental Health and Recovery Fund, Capital Improvements Fund, Debt Service Fund, Water Supply System Fund, Sewer System Fund, and Wastewater Treatment 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 on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating government's near-term financing requirements.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

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, readers 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 several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 26 - 32 of this report.

The County adopts an annual appropriated budget for all funds requiring a legally adopted budget. In the basic financial statements, budgetary comparison statements have been provided for the General Fund and the major special revenue funds. The budgetary comparison statements can be found on pages 33 - 36 of this report.

Proprietary Funds: The County maintains two different types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its water supply and sewer and wastewater treatment operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insurance programs, vehicle maintenance, telecommunications, central supplies, and worker's compensation programs. Because these services predominantly benefit governmental rather than business-type functions, they have primarily been included with governmental activities in the County-wide financial statements. The proprietary fund financial statements can be found on pages 38 - 45 of this report.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The County's fiduciary funds are agency funds. The fiduciary fund financial statement can be found on page 46 of this report.

Component Units: The County has six discretely presented component units as described in Note 2 to the financial statements. Combining statements of the component unit information can be found on pages 47 - 49 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 County-wide and fund financial statements. The notes to the basic financial statements can be found on pages 51 - 101 of this report.

Other Information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which can be found on pages 103 - 218 of this report.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

County-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a County's financial position. The County restated net assets at December 31, 2010 as described in Note 3.C to the basic financial statements. The County's assets exceeded liabilities by \$500,052,474 (\$398,445,156 in governmental activities and \$101,607,318 in business type activities) as of December 31, 2011. This is an increase of \$3,829,242, or 0.97% for governmental activities and an increase of \$3,799,922, or 3.89%, for business-type activities. By far, the largest portion of the County's net assets (53.32%) reflects its investment in capital assets, which includes land, buildings, machinery and equipment, and infrastructure, less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The table below provides a summary of the County's net assets at December 31, 2011 and 2010:

	Net Assets					
	Governmental	Business-type	Restated	Restated	2011	2010
	Activities	Activities	Governmental	Business-type		
2011	2011	Activities	Activities	2010	Total	Total
<u>Assets:</u>						
Current and other assets	\$ 387,740,852	\$ 20,916,409	\$ 391,961,270	\$ 18,153,257	\$ 408,657,261	\$ 410,114,527
Capital assets, net	316,140,194	109,151,089	319,262,002	110,098,911	425,291,283	429,360,913
Total assets	703,881,046	130,067,498	711,223,272	128,252,168	833,948,544	839,475,440
<u>Liabilities:</u>						
Current and other liabilities	159,289,664	3,484,982	162,688,647	3,418,957	162,774,646	166,107,604
Long-term liabilities	146,146,226	24,975,198	153,918,711	27,025,815	171,121,424	180,944,526
Total liabilities	305,435,890	28,460,180	316,607,358	30,444,772	333,896,070	347,052,130
<u>Net Assets:</u>						
Invested in capital assets, net of related debt	183,060,631	83,570,040	175,461,604	82,255,638	266,630,671	257,717,242
Restricted	144,680,087	-	173,835,725	-	144,680,087	173,835,725
Unrestricted	70,704,438	18,037,278	45,318,585	15,551,758	88,741,716	60,870,343
Total net assets	\$ 398,445,156	\$ 101,607,318	\$ 394,615,914	\$ 97,807,396	\$ 500,052,474	\$ 492,423,310

An additional portion of the County's net assets (28.93%) represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted assets of \$88,741,716, or 17.75%, may be used to meet the County's ongoing obligations to citizens and creditors.

The major variance from 2010 in the above schedule is in the long-term liabilities. This variance is the result of the principal payments made on the long-term bonds that are included in long-term liabilities.

As of December 31, 2011, the County is able to report positive net asset balances in both the governmental and business-type activities of \$398,445,156 and \$101,607,318, respectively. The table on page 17 provides a summary of the changes in net assets for the years ended December 31, 2011 and 2010.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2011

The table below shows the changes in net assets for fiscal years 2011 and 2010:

	Change in Net Assets					
	Governmental	Business-type	Governmental	Business-type	2011	2010
	Activities	Activities	Activities	Activities	Total	Total
Revenues	2011	2011	2010	2010		
Program revenues:						
Charges for services and sales	\$ 35,932,576	\$ 15,318,911	\$ 40,509,871	\$ 10,895,247	\$ 51,251,487	\$ 51,405,118
Operating grants and contributions	194,805,926	4,984,122	222,284,059	151,415	199,790,048	222,435,474
Capital grants and contributions	6,187,291	3,560,282	6,362,043	548,088	9,747,573	6,910,131
Total program revenues	<u>236,925,793</u>	<u>23,863,315</u>	<u>269,155,973</u>	<u>11,594,750</u>	<u>260,789,108</u>	<u>280,750,723</u>
General revenues:						
Taxes	168,959,708	-	164,893,749	-	168,959,708	164,893,749
Investment income	3,086,880	58	4,957,751	-	3,086,938	4,957,751
Grants, contributions and charges not restricted to specific programs	21,871,707	-	26,653,179	-	21,871,707	26,653,179
Other	15,938,910	2,058,665	27,986,962	8,140,603	17,997,575	36,127,565
Total general revenues	<u>209,857,205</u>	<u>2,058,723</u>	<u>224,491,641</u>	<u>8,140,603</u>	<u>211,915,928</u>	<u>232,632,244</u>
Total revenues	<u>446,782,998</u>	<u>25,922,038</u>	<u>493,647,614</u>	<u>19,735,353</u>	<u>472,705,036</u>	<u>513,382,967</u>
Expenses						
Program Expenses:						
Legislative and executive	42,123,307	-	43,523,364	-	42,123,307	43,523,364
Judicial system	59,855,126	-	57,513,591	-	59,855,126	57,513,591
Public safety	73,539,160	-	75,890,806	-	73,539,160	75,890,806
Public works	14,040,555	-	22,753,282	-	14,040,555	22,753,282
Health	140,443,284	-	134,793,714	-	140,443,284	134,793,714
Human services	89,825,983	-	102,068,218	-	89,825,983	102,068,218
Conservation and recreation	17,604,097	-	16,715,134	-	17,604,097	16,715,134
Interest and fiscal charges	5,408,065	-	5,714,103	-	5,408,065	5,714,103
Other	-	-	-	-	-	-
Water supply system	-	3,245,725	-	3,461,537	3,245,725	3,461,537
Waste water treatment	-	6,124,599	-	4,429,311	6,124,599	4,429,311
Sewer system	-	2,938,494	-	2,904,417	2,938,494	2,904,417
Sanitary engineer	-	4,369,045	-	4,530,538	4,369,045	4,530,538
Stormwater utility	-	-	-	66,123	-	66,123
Solid waste	-	5,300,067	-	1,767,265	5,300,067	1,767,265
Parking facilities	-	258,365	-	505,819	258,365	505,819
Total expenses	<u>442,839,577</u>	<u>22,236,295</u>	<u>458,972,212</u>	<u>17,665,010</u>	<u>465,075,872</u>	<u>476,637,222</u>
Increase (decrease) in net assets						
before transfers	3,943,421	3,685,743	34,675,402	2,070,343	7,629,164	36,745,745
Transfers	(114,179)	114,179	-	-	-	-
Increase in net assets	<u>3,829,242</u>	<u>3,799,922</u>	<u>34,675,402</u>	<u>2,070,343</u>	<u>7,629,164</u>	<u>36,745,745</u>
Net assets at beginning of year (restated)	<u>394,615,914</u>	<u>97,807,396</u>	<u>359,940,512</u>	<u>95,737,053</u>	<u>492,423,310</u>	<u>455,677,565</u>
Net assets at end of year	<u>\$ 398,445,156</u>	<u>\$ 101,607,318</u>	<u>\$ 394,615,914</u>	<u>\$ 97,807,396</u>	<u>\$ 500,052,474</u>	<u>\$ 492,423,310</u>

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

Governmental Activities

Health accounts for \$140,443,284 of the \$442,839,577 total expenses for governmental activities, or 31.71% of total expenses. The increase of \$5,649,570, or 4.19%, from the prior year was due to an increase in programs and services implemented by the County. The next largest program is Human Services, accounting for \$89,825,983, which represents 20.28% of total governmental expenses. This is a decrease of 11.99% from the prior year and includes a decrease in expenses related to both the Job and Family Services Fund and the Children Services Board Fund. The primary cause of the decrease stems from reduced intergovernmental funding in 2011 which resulted in cost cutting measures being implemented to offset the reduced funding. Expenses were closely monitored as services were reduced in 2011.

Tax revenue accounts for \$168,959,708 of the \$446,782,998 total revenues for governmental activities, or 37.82% of total revenues. Tax revenue increased \$4,065,959, or 2.47%, from the prior year partially due to an increase in sales tax revenues.

Operating grants and contributions were the largest component of program revenue accounting for \$194,805,926, or 43.60% of total governmental revenue. Operating grants and contributions decreased \$27,478,133, or 12.36%, due to a decrease in grant funding received for Health and Human Services programs. On the modified accrual basis of accounting, the major recipients of intergovernmental revenue were the Mental Health Recovery Board Fund receiving \$51,654,277, the Job and Family Services Fund receiving \$33,352,837, the Board of Developmental Disabilities Fund receiving \$25,283,711, the Children Services Board Fund receiving \$23,145,769, the Motor Vehicle and Gas Tax Fund receiving \$13,203,242, the Community MR/RES Services Fund receiving \$9,200,000, the Workforce Development Fund receiving \$4,596,312, the Child Support Enforcement Agency Fund receiving \$9,458,203 and the Community Development Grant Fund receiving \$9,742,253. The total operating grants related to these funds/departments were \$179,636,604, or 92.21%, of total operating grants and contributions.

The County's direct charges to users of governmental services made up \$35,932,576, or 8.04%, of total governmental revenue. These charges are for fees for real estate transfers, fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, rent, and licenses and permits associated with building inspections. The revenue from these charges decreased \$4,577,295, or 11.30%, from 2010 due to decreases in public safety and public works revenues.

Business-type Activities

The net assets for the business-type activities for the County increased by \$3,799,922 from the prior year primarily due to increased operating and capital grant revenues that offset an increase in overall expenses. During 2011, total revenues increased 31.35% while total expenses increased only 15.44%. Major revenue sources were charges for service of \$15,318,911, operating grants of \$4,984,122 and capital grants of \$3,560,282. Charges for services revenue increased 40.60% primarily due to an increase in revenues generated by the Sanitary Engineer Fund. During 2011, the County has classified certain intergovernmental revenues as operating grants and capital grants that were reported as other revenue in the prior year.

Financial Analysis of the County's Funds

The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

Governmental Funds

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

At December 31, 2010, the County reclassified fund balances for the implementation of GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions". The General Fund is the chief operating fund of the County. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$26,997,468 while total fund balance reached \$34,502,827, an increase of 7.09%. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 26.68% to total 2011 General Fund expenditures, while total fund balance represents 34.10% of that same amount. The fund balance of the County's General Fund increased by \$2,284,747 from the prior fiscal year as the County continued to take measures to control its costs during a difficult economic period.

Key factors contributing to the increase in the General Fund follows:

- Total revenues decreased \$4,679,452 compared to 2010. In detail, the major increase of \$3,961,308 occurred in sales taxes. Sales taxes increased as the economic conditions plaguing the County and the State of Ohio improved from 2010. Property tax revenues decreased \$179,165 due to the lower collections resulting from a depressed real estate market. Other significant revenue items such as investment income, intergovernmental, and charges for services all decreased compared to the prior year. Intergovernmental revenues decreased \$4,582,915 from 2010.
- Expenditures decreased \$7,061,991 as the County implemented cost cutting measures in an effort to help offset decreased revenues. The primary areas of decrease were in judicial operations (\$2,917,471) and public safety operations (\$3,144,412). All other expenditure line items remained comparable to the prior year.
- Transfers out to other funds decreased \$578,276 from 2010 to 2011.

The Debt Service Fund has a fund balance of \$7,262,444. The Debt Service Fund balance decreased by \$1,152,151 from a balance of \$8,414,595 at December 31, 2010, primarily due to the repayment of short-term construction notes previously reported as a fund liability of the Capital Improvement Fund. During 2011, the County obtained long-term financing of the notes. In addition, the Debt Service Fund reported a decrease in other revenues of \$6,062,754 due to fewer refunds and reimbursements.

The Capital Improvements Fund has a fund deficit of (\$6,337,136). This fund deficit is partially due to the reporting of \$23,955,000 in construction notes payable as a fund liability. The Capital Improvements Fund deficit improved by \$6,875,863 from (\$13,212,999) to (\$6,337,136) during 2011 as the County repaid \$3,760,000 in short-term construction notes previously reported as a fund liability by obtaining long-term financing of the notes. Expenditures in the Capital Improvements Fund decreased \$7,424,846 as the County completed major construction projects in 2010. Revenues of the Capital Improvements Fund decreased \$4,728,074 primarily due to refunds and reimbursements related to construction projects which are reported in other revenue.

The other major governmental funds of the County are the Children Services Board Fund, the Board of Developmental Disabilities Fund and Mental Health and Recovery Fund.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

The fund balance of the Children Services Board Fund decreased \$4,023,147 to \$13,411,696. Property tax revenues decreased by 0.74% and intergovernmental revenues decreased by 9.81%. The Children Services Board Fund received less State and Federal funding in 2011 versus 2010. Expenditures increased slightly by \$339,059, or 0.79%. For 2011, total expenditures exceeded total revenues by \$4,023,147. This was an increase over 2010 when total expenditures exceeded total revenues by \$1,093,932.

The fund balance of the Board of Developmental Disabilities Fund decreased \$4,526,011 to \$26,110,944. Property tax revenues decreased by 1.24% and intergovernmental revenues decreased by 13.47%. Expenditures were reduced by \$1,137,965, or 1.85% as cost cutting measures were implemented to help offset the decrease in revenues. For 2011, total expenditures exceeded total revenues, before transfers, by \$526,011. For 2010, total revenues exceeded total expenditures by \$2,702,284. Additionally, the Board of Developmental Disabilities Fund transferred \$4,000,000 to other Community MR/RES Services nonmajor governmental fund during 2011.

The fund balance of the Mental Health and Recovery Fund decreased \$734,760 to \$8,956,852. Property tax revenues decreased by 1.03% and intergovernmental revenues decreased by 1.08%. Expenditures were increased by \$3,139,738, or 5.28%, as all programs and services were used to their fullest extent. For 2011, total expenditures exceeded total revenues by \$734,760. For 2010, total revenues exceeded total expenditures by \$3,075,674.

Enterprise Funds

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

Net assets of the Water Supply System Fund at the end of the year amounted to \$38,864,265, the Wastewater Treatment Fund amounted to \$17,820,989, and the Sewer System Fund amounted to \$38,107,970. The total change in net assets for these funds included a decrease of \$295,282, an increase of \$2,023,132, and an increase of \$404,643, respectively.

Operating revenues of the Water Supply System Fund, Wastewater Treatment Fund and Sewer System Fund decreased \$148,967, \$1,983,327 and \$418,357, respectively. Operating expenses of the Water Supply System Fund decreased \$347,851, the Wastewater Treatment Fund increased \$563,101 and Sewer System Fund increased \$648,775. For 2011, the operating loss of the Water Supply System Fund was \$1,285,647 which represents a decrease of \$198,884 from the operating loss of \$1,484,531 reported for 2010. For 2011, the operating income of the Wastewater Treatment Fund was \$1,346,172 which represents a decrease of \$2,546,428 from the operating income of \$3,892,600 reported for 2010. For 2011, the operating loss of the Sewer System Fund was \$1,266,216 which represents an increase of \$1,067,132 over the operating loss of \$199,084 reported for 2010.

General Fund Budgetary Highlights

Final budgeted revenues did not change from the original budget amounts. Actual revenues were \$112,712 less than estimated in the final budget. The County received \$2,130,276, \$367,050 and \$950,246 less in intergovernmental revenue, charges for services and investment income, respectively, than in the final budget. These decreases were partially offset by better than expected sales tax revenues of \$3,498,886.

Final budgeted expenditures were \$104,339,556, or 3.11%, lower than original budgeted expenditures. Actual expenditures were \$2,051,001 less than estimated in the final budget. Judicial functions reported the largest positive variance with the final budget of \$1,209,469 followed by legislative and executive operations which reported a positive variance of \$633,991. The actual expenditures for all other functions remained comparable to the final budgeted amounts.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

In the original budget, the County expected to transfer out \$18,440,192 to other funds. This amount was increased to \$22,151,494 in the final budget. There was also an advance to other funds in the amount of \$235,218. Actual transfers out for 2011 were \$21,501,494 which resulted in a positive variance of \$650,000 from the final budget.

Capital Assets and Debt Administration

Capital assets: The County's capital assets for its governmental and business type activities as of December 31, 2011, amounts to \$425,291,283 (net of accumulated depreciation). The amount of net assets, invested in capital assets, net of related debt to acquire the assets was \$266,630,671 at December 31, 2011. Capital assets include land, buildings structures and improvements, furniture, fixtures equipment, and infrastructure. The total decrease in the County's capital assets for the current fiscal year was 0.58% (a 0.98% decrease for governmental activities and a 0.60% increase for business-type activities.)

During 2011, for governmental activities, the County expended approximately \$10.9 million on construction projects that are currently in progress at year end. These projects include primarily infrastructure projects. The County completed projects of approximately \$9.2 million.

Additional information on the County's capital assets can be found in Note 8.

Long-term debt: At the end of the current fiscal year, the County had total bonded debt outstanding of \$107,921,100. Of this total, \$83,950,000 are general obligation bonds backed by the full faith and credit of the County, \$14,796,000 are special assessment bonds for which the County is liable in the event of default by the property owners subject to the assessment, \$8,480,000 are non-tax revenue bonds and \$695,100 are revenue bonds. Repayment of revenue bonds is secured by the revenue generated by the project. The County also had outstanding Ohio Water Development Authority (OWDA) loans of \$22,196,895 and Ohio Public Works Commission (OPWC) loans of \$3,448,836.

In addition to the long-term debt above, the County has \$25,200,000 in short-term construction notes outstanding. These notes bear interest rates of 1.000% - 1.375% and mature on July 19, 2012.

The County maintained 'AA-' and 'Aa2' ratings from both Standard and Poor's and Moody's respectively, for general obligation debt. The ratings for the baseball stadium bonds were maintained at 'A+' and 'Aa3' by Standard & Poor's and Moody's, respectively.

The County's total bonded debt decreased \$6,443,700 during the fiscal year. State statutes limit the amount of unvoted general obligation debt the County may issue to one percent of its total assessed valuation. The current unvoted legal debt margin for Lucas County is \$66.334 million. Additional information on the County's long-term debt can be found in Note 10, information on the short-term notes can be found in Note 9, and information on the legal debt margin is located in Table 14 of the statistical section.

LUCAS COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2011

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the County is currently 9.7%, which is a decrease from the rate of 11.3% one year ago. The state average unemployment rate is 8.6%, and the national average is 8.9%.

Inflationary trends in the region compare favorably to national indices. These factors were considered in preparing the County's budget for the 2012 fiscal year.

At the end of the current fiscal year, unassigned fund balance in the General Fund, on the modified accrual basis of accounting, was \$26,997,468. The County reduced departmental requests for funding and prepared its 2012 budget without appropriating unreserved fund balance, and without an increase in taxes or an increase in rates charged by the enterprise funds.

Request for Information

This financial report is designed to provide a general overview of Lucas County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to:

**Anita Lopez, Lucas County Auditor
One Government Center, Suite 600
Toledo, OH 43604-2255
(419) 213-4406**

LUCAS COUNTY, OHIO

STATEMENT OF NET ASSETS
DECEMBER 31, 2011

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Equity in pooled cash and investments	\$ 185,530,392	\$ 14,320,982	\$ 199,851,374	\$ 22,241,724
Cash in segregated accounts	2,106,880	-	2,106,880	-
Receivables (net of allowance for uncollectibles):				
Sales taxes	19,531,812	-	19,531,812	-
Real property and other taxes	87,501,216	-	87,501,216	-
Accounts	4,630,251	5,076,194	9,706,445	6,462,536
Special assessments	26,462,485	-	26,462,485	-
Accrued interest	300,327	-	300,327	-
Due from other governments	60,137,769	1,484,339	61,622,108	-
Loans receivable	2,624	-	2,624	-
Materials and supplies inventory	749,800	40,968	790,768	357,517
Prepayments	48,830	-	48,830	353,486
Other assets	-	-	-	692,143
Unamortized bond issue costs	732,392	-	732,392	-
Internal balance	6,074	(6,074)	-	-
Capital assets:				
Nondepreciable capital assets	45,938,504	399,125	46,337,629	3,050,283
Depreciable capital assets, net	270,201,690	108,751,964	378,953,654	19,771,899
Total capital assets, net	316,140,194	109,151,089	425,291,283	22,822,182
Total assets	703,881,046	130,067,498	833,948,544	52,929,588
Liabilities:				
Accounts payable	16,061,168	1,971,831	18,032,999	1,636,768
Accrued liabilities	-	-	-	5,482,896
Accrued wages and benefits payable	5,840,577	167,379	6,007,956	-
Due to other governments	3,151,940	95,178	3,247,118	29,416
Accrued interest payable	1,120,868	5,594	1,126,462	-
Notes payable	23,955,000	1,245,000	25,200,000	-
Unearned revenue	109,160,111	-	109,160,111	4,004,426
Long-term liabilities:				
Due within one year	24,278,222	1,668,297	25,946,519	246,540
Due in more than one year	121,868,004	23,306,901	145,174,905	1,360,414
Total liabilities	305,435,890	28,460,180	333,896,070	12,760,460
Net assets:				
Invested in capital assets, net of related debt	183,060,631	83,570,040	266,630,671	21,380,746
Restricted for:				
Debt service	6,374,354	-	6,374,354	-
Human services programs	15,334,040	-	15,334,040	-
Public works projects	6,618,275	-	6,618,275	-
Health programs	62,750,567	-	62,750,567	12,085,437
Legislative and executive	7,883,952	-	7,883,952	-
Public safety	21,564,395	-	21,564,395	-
Judicial	4,593,559	-	4,593,559	-
Conservation and recreation programs	2,092,287	-	2,092,287	-
Community development	6,545,955	-	6,545,955	-
Other purposes	10,922,703	-	10,922,703	68,406
Unrestricted	70,704,438	18,037,278	88,741,716	6,634,539
Total net assets	\$ 398,445,156	\$ 101,607,318	\$ 500,052,474	\$ 40,169,128

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2011

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government:				
Legislative and executive	\$ 42,123,307	\$ 15,325,472	\$ 2,086,950	\$ -
Judicial	59,855,126	8,546,513	11,611,102	-
Public safety	73,539,160	4,041,977	21,175,765	-
Public works	14,040,555	683,803	13,308,825	4,028,095
Health	140,443,284	7,126,116	84,009,566	-
Human services	89,825,983	21,958	61,402,604	-
Conservation and recreation	17,604,097	5	1,211,114	2,159,196
Interest and fiscal charges	5,408,065	186,732	-	-
<i>Total governmental activities</i>	<u>442,839,577</u>	<u>35,932,576</u>	<u>194,805,926</u>	<u>6,187,291</u>
Business-type activities:				
Water supply system	3,245,725	1,227,684	1,023,543	236,868
Wastewater treatment	6,124,599	6,089,403	-	1,864,115
Sewer system	2,938,494	1,128,208	212,637	1,205,695
Sanitary engineer	4,369,045	4,833,377	10,119	253,604
Solid waste	5,300,067	1,879,720	3,737,823	-
Parking facilities	258,365	160,519	-	-
<i>Total business-type activities</i>	<u>22,236,295</u>	<u>15,318,911</u>	<u>4,984,122</u>	<u>3,560,282</u>
<i>Total Primary Government</i>	<u>\$ 465,075,872</u>	<u>\$ 51,251,487</u>	<u>\$ 199,790,048</u>	<u>\$ 9,747,573</u>
Component Units:				
Lott Industries, Inc.	\$ 13,151,370	\$ 3,049,984	\$ 9,354,513	\$ -
Lucas County Land Reutilization Corporation	390,184	47,235	1,621,048	-
Preferred Properties, Inc & Affiliates	2,012,067	1,094,003	1,436,776	-
Toledo-Lucas County Convention and Visitors Bureau	6,784,840	4,823,434	1,442,857	-
Toledo Arena Sports, Inc.	5,949,260	5,946,288	-	-
Toledo Mud Hens Baseball Club, Inc.	13,852,245	14,614,937	-	-
<i>Total component units</i>	<u>\$ 42,139,966</u>	<u>\$ 29,575,881</u>	<u>\$ 13,855,194</u>	<u>\$ -</u>
General revenues:				
Property taxes				
Sales taxes				
Other taxes				
Grants and entitlements not restricted to specific programs				
Investment earnings				
Miscellaneous				
Total general revenues				
Special item: Forgiveness of debt				
Transfers				
Total general revenues, transfers and special items				
Change in net assets				
Net assets at beginning of year (restated)				
Net assets at end of year				

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Assets				
Primary Government				
Governmental	Business-type	Total	Component	
Activities	Activities		Units	
\$ (24,710,885)	\$ -	\$ (24,710,885)	\$ -	-
(39,697,511)	-	(39,697,511)	-	-
(48,321,418)	-	(48,321,418)	-	-
3,980,168	-	3,980,168	-	-
(49,307,602)	-	(49,307,602)	-	-
(28,401,421)	-	(28,401,421)	-	-
(14,233,782)	-	(14,233,782)	-	-
(5,221,333)	-	(5,221,333)	-	-
<u>(205,913,784)</u>	<u>-</u>	<u>(205,913,784)</u>	<u>-</u>	<u>-</u>
-	(757,630)	(757,630)	-	-
-	1,828,919	1,828,919	-	-
-	(391,954)	(391,954)	-	-
-	728,055	728,055	-	-
-	317,476	317,476	-	-
-	(97,846)	(97,846)	-	-
-	1,627,020	1,627,020	-	-
<u>(205,913,784)</u>	<u>1,627,020</u>	<u>(204,286,764)</u>	<u>-</u>	<u>-</u>
-	-	-	(746,873)	-
-	-	-	1,278,099	-
-	-	-	518,712	-
-	-	-	(518,549)	-
-	-	-	(2,972)	-
-	-	-	762,692	-
-	-	-	1,291,109	-
91,424,977	-	91,424,977	-	-
72,654,001	-	72,654,001	-	-
4,880,730	-	4,880,730	-	-
21,871,707	-	21,871,707	-	-
3,086,880	58	3,086,938	174,695	-
15,938,910	2,058,665	17,997,575	563,290	-
<u>209,857,205</u>	<u>2,058,723</u>	<u>211,915,928</u>	<u>737,985</u>	-
-	-	-	453,331	-
<u>(114,179)</u>	<u>114,179</u>	<u>-</u>	<u>-</u>	-
<u>209,743,026</u>	<u>2,172,902</u>	<u>211,915,928</u>	<u>1,191,316</u>	-
3,829,242	3,799,922	7,629,164	2,482,425	-
394,615,914	97,807,396	492,423,310	37,686,703	-
<u>\$ 398,445,156</u>	<u>\$ 101,607,318</u>	<u>\$ 500,052,474</u>	<u>\$ 40,169,128</u>	-

LUCAS COUNTY, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	General	Mental Health and Recovery	Children Services Board	Board of Developmental Disabilities
Assets:				
Equity in pooled cash and investments	\$ 23,966,042	\$ 4,785,505	\$ 14,307,778	\$ 25,870,714
Cash in segregated accounts	2,106,880	-	-	-
Receivables (net of allowance for uncollectibles):				
Sales taxes	19,531,812	-	-	-
Real property and other taxes	13,182,865	9,872,358	15,257,138	28,369,472
Accounts	395,161	1,187	17,645	322,792
Special assessments	601,038	-	-	-
Interfund loans	235,218	-	-	-
Accrued interest	300,327	-	-	-
Due from other governments	5,678,647	28,047,399	4,324,630	11,535,195
Loans receivable	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets	\$ 65,997,990	\$ 42,706,449	\$ 33,907,191	\$ 66,098,173
Liabilities:				
Accounts payable	\$ 1,826,619	\$ 4,706,724	\$ 392,849	\$ 1,083,114
Accrued wages and benefits payable	2,390,174	32,909	754,384	962,500
Due to other governments	1,278,997	18,429	403,790	540,019
Due to other funds	47,326	802	11,620	-
Interfund loans payable	-	-	-	-
Notes payable	-	-	-	-
Accrued interest payable	-	-	-	-
Deferred revenue	12,876,295	19,644,551	4,481,388	10,430,650
Unearned revenue	13,075,752	9,346,182	14,451,464	26,970,946
Total liabilities	31,495,163	33,749,597	20,495,495	39,987,229
Fund balances:				
Nonspendable	1,709,192	-	-	-
Restricted	281,128	8,956,852	13,411,696	26,110,944
Committed	4,933,338	-	-	-
Assigned	581,701	-	-	-
Unassigned (deficit)	26,997,468	-	-	-
Total fund balances (deficit)	34,502,827	8,956,852	13,411,696	26,110,944
Total liabilities and fund balances	\$ 65,997,990	\$ 42,706,449	\$ 33,907,191	\$ 66,098,173

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Debt Service</u>	<u>Capital Improvements</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 7,085,812	\$ 16,660,209	\$ 58,724,728	\$ 151,400,788
-	-	-	2,106,880
-	-	-	19,531,812
-	-	20,819,383	87,501,216
26,513	1,555,844	2,114,045	4,433,187
23,718,948	-	2,142,499	26,462,485
-	-	-	235,218
-	-	-	300,327
-	-	10,551,898	60,137,769
-	-	2,624	2,624
-	-	726,158	726,158
<u>\$ 30,831,273</u>	<u>\$ 18,216,053</u>	<u>\$ 95,081,335</u>	<u>\$ 352,838,464</u>
\$ -	\$ 473,073	\$ 6,225,135	\$ 14,707,514
-	584	1,666,924	5,807,475
-	391	891,423	3,133,049
-	-	40,145	99,893
-	-	235,218	235,218
-	23,955,000	-	23,955,000
-	124,141	-	124,141
108,637	-	6,913,875	54,455,396
23,460,192	-	21,855,575	109,160,111
<u>23,568,829</u>	<u>24,553,189</u>	<u>37,828,295</u>	<u>211,677,797</u>
-	-	726,158	2,435,350
125,058	-	57,155,617	106,041,295
7,137,386	-	200,000	12,270,724
-	-	-	581,701
-	(6,337,136)	(828,735)	19,831,597
<u>7,262,444</u>	<u>(6,337,136)</u>	<u>57,253,040</u>	<u>141,160,667</u>
<u>\$ 30,831,273</u>	<u>\$ 18,216,053</u>	<u>\$ 95,081,335</u>	<u>\$ 352,838,464</u>

LUCAS COUNTY, OHIO

*RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2011*

Total governmental fund balances	\$	141,160,667
Amounts reported for governmental activities on the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		316,140,194
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Sales taxes receivable	\$ 7,891,964	
Real property taxes receivable	6,374,315	
Accounts receivable	2,745,390	
Intergovernmental receivable	37,128,718	
Special assessments receivable	109,408	
Accrued interest receivable	205,601	
Total	54,455,396	
Internal service funds are used by management to charge the cost of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets, less \$131,486 net capital assets included above as capital assets used in governmental activities and \$109,549 for compensated absences and \$19,500 for capital leases included below.		23,214,631
On the statement of net assets, interest is accrued on outstanding bonds and notes payable, whereas in governmental funds, interest is accrued when due.		(996,727)
Unamortized bond issuance costs represent deferred charges which do not provide current financial resources and, therefore, are not reported in governmental funds.		732,392
Unamortized deferred amounts on refundings are not recognized in the governmental funds.		89,497
Unamortized premiums on bond issuances are not recognized in governmental funds.		(500,214)
Unamortized discounts on bond issuances are not recognized in governmental funds.		29,823
When consolidating internal service funds, the portion of the operating income or loss allocated to business-type activities is eliminated from the governmental activities and is reported as a component of internal balance.		2,893
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(19,496,832)	
Capital lease payable	(155,782)	
Landfill obligations	(7,000,000)	
Bonds payable	(107,921,100)	
OWDA loans payable	(365,935)	
OPWC loans payable	(943,747)	
Total	(135,883,396)	
Net assets of governmental activities	\$	398,445,156

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Lucas County Children Services

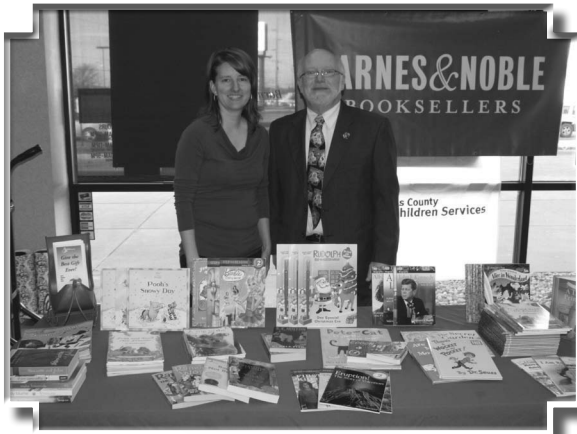
Lucas County Children Services is the county agency responsible for protecting children from abuse and neglect, and for providing foster care and adoptive services for children who are unable to live safely at home. We work with families to try to help them provide safe, secure and nurturing homes for their children. In 2011, LCCS received 4,148 reports of suspected abuse or neglect involving 6,046 children; we substantiated that 587 children were victims. In 2011, we also found adoptive homes for 99 children. LCCS remains committed to protecting children and promoting families.



Caseworkers Sheila Metternick, Nancy Gosselin, Sylvia Johnson and Renee Lewis listen as LCCS Executive Director Dean Sparks speaks during the agency's annual memorial to children lost to abuse, neglect and street violence.



Community leaders gathered at the Main Branch library for a "Wear Blue to Work Day" photo that appeared on the cover of the April 8, 2012 edition of the Toledo Free Press.



Stephanie Hinamon, Community Relations Manager for Barnes & Noble, presents LCCS Executive Director Dean Sparks with some of the 1,400-plus books that B&N customers donated to the agency's 2011 Holiday Gift Drive.



Caseworkers Linda Baker (left) and Susan Mills (right) are joined by Linda's grandson Brian Blunk, to walk in a local parade.

Photos and captions courtesy of Lucas County Children Services, credits to Julie Malkin.

LUCAS COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	General	Mental Health and Recovery	Children Services Board	Board of Developmental Disabilities
Revenues:				
Sales taxes	\$ 72,035,424	\$ -	\$ -	\$ -
Property taxes	13,708,947	10,248,058	15,800,576	29,609,868
Lodging taxes	-	-	-	-
Charges for services	8,811,592	-	610	4,559,058
Licenses and permits	24,545	-	-	-
Fines and forfeitures	183,052	-	-	-
Intergovernmental	22,027,743	51,654,277	23,145,769	25,283,711
Special assessments	27,361	-	-	-
Investment income	3,062,308	-	-	132
Rental income	1,416,145	-	-	-
Other	2,184,201	23,614	48,145	282,208
Total revenues	123,481,318	61,925,949	38,995,100	59,734,977
Expenditures:				
Current:				
General government:				
Legislative and executive	23,117,394	-	-	-
Judicial	38,884,835	-	-	-
Public safety	35,347,784	-	-	-
Public works	265,334	-	-	-
Health	1,278,596	62,660,709	-	60,260,988
Human services	1,431,239	-	43,018,247	-
Conservation and recreation	228,888	-	-	-
Capital outlay	-	-	-	-
Other	637,908	-	-	-
Debt service:				
Principal retirement	2,612	-	-	-
Interest and fiscal charges	486	-	-	-
Bond issuance costs	-	-	-	-
Note issuance costs	-	-	-	-
Total expenditures	101,195,076	62,660,709	43,018,247	60,260,988
Excess (deficiency) of revenues over (under) expenditures	22,286,242	(734,760)	(4,023,147)	(526,011)
Other financing sources (uses):				
Refunding bonds issued	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-
Premium on refunding bond issuance	-	-	-	-
Premium on note issuance	-	-	-	-
Capital lease transaction	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	(20,001,495)	-	-	(4,000,000)
Total other financing sources (uses)	(20,001,495)	-	-	(4,000,000)
Net change in fund balances	2,284,747	(734,760)	(4,023,147)	(4,526,011)
Fund balances (deficit)				
at beginning of year (restated)	32,218,080	9,691,612	17,434,843	30,636,955
Fund balances (deficit) at end of year	\$ 34,502,827	\$ 8,956,852	\$ 13,411,696	\$ 26,110,944

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Debt Service</u>	<u>Capital Improvements</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 72,035,424
-	-	21,563,097	90,930,546
-	-	4,880,730	4,880,730
89,180	100,596	18,974,122	32,535,158
-	-	815,630	840,175
-	-	356,203	539,255
1,379,312	645,688	100,037,352	224,173,852
1,935,795	-	-	1,963,156
-	-	25,746	3,088,186
97,552	256,330	29,498	1,799,525
1,613,313	5,703,951	6,564,397	16,419,829
<u>5,115,152</u>	<u>6,706,565</u>	<u>153,246,775</u>	<u>449,205,836</u>
31,242	-	13,974,364	37,123,000
-	-	18,953,770	57,838,605
-	-	39,909,578	75,257,362
-	-	13,023,671	13,289,005
-	-	15,958,668	140,158,961
-	-	45,043,280	89,492,766
-	-	17,092,761	17,321,649
-	2,093,852	123,802	2,217,654
-	-	-	637,908
6,508,700	-	387,184	6,898,496
5,085,246	341,256	25,044	5,452,032
70,175	-	-	70,175
-	55,230	-	55,230
<u>11,695,363</u>	<u>2,490,338</u>	<u>164,492,122</u>	<u>445,812,843</u>
<u>(6,580,211)</u>	<u>4,216,227</u>	<u>(11,245,347)</u>	<u>3,392,993</u>
4,395,000	-	-	4,395,000
(4,422,869)	-	-	(4,422,869)
66,352	-	-	66,352
-	99,391	-	99,391
-	-	123,802	123,802
5,389,577	2,560,245	15,719,751	23,669,573
-	-	(284,998)	(24,286,493)
<u>5,428,060</u>	<u>2,659,636</u>	<u>15,558,555</u>	<u>(355,244)</u>
(1,152,151)	6,875,863	4,313,208	3,037,749
8,414,595	(13,212,999)	52,939,832	138,122,918
<u>\$ 7,262,444</u>	<u>\$ (6,337,136)</u>	<u>\$ 57,253,040</u>	<u>\$ 141,160,667</u>

LUCAS 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, 2011*

Net change in fund balances - total governmental funds	\$	3,037,749
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation expense in the current period (excluding internal service funds).		
Capital outlay - non-depreciable capital assets	\$ 11,316,028	
Capital outlay - depreciable capital assets	2,169,305	
Current year depreciation	(16,190,652)	
Total		(2,705,319)
Contributed capital assets are not reported in the governmental funds.		49,758
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, disposals, trade-ins, and donations) is to decrease net assets (excludes internal service funds activity).		(449,119)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in in the governmental funds.		
Sales tax revenue	618,577	
Property tax revenue	494,431	
Intergovernmental revenues and other revenues	(4,001,741)	
Total		(2,888,733)
The issuances of refunding bonds and capital leases are reported as an other financing source in the governmental funds, however, in the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net assets.		(4,518,802)
Repayment of bond and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets (excluding internal service funds activity).		
Bond principal payments	6,508,700	
Refunded bonds redeemed	4,330,000	
Loan principal payments	331,802	
Capital lease principal payments	64,106	
		11,234,608
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items contributed to additional interest being reported in the statement of activities:		
Decrease in accrued interest payable	36,286	
Premiums incurred in the current year	(66,352)	
Amortization of bond premiums	19,622	
Amortization of bond discounts	(3,008)	
Deferred charges on refundings incurred in the current year	92,869	
Amortization of deferred charges on refundings	(3,372)	
Bond issue costs incurred in the current year	70,175	
Amortization of bond issue costs	(49,638)	
		96,582
Some expenses reported in the statement of activities, such as compensated absences do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. The following represents the decrease in the compensated absences liability (excluding internal service funds).		696,866
The internal service fund used by management to charge insurance and other services to individual funds is not reported in the County-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds, including internal balance activity of \$9,299, is allocated among the governmental activities.		(724,348)
Change in net assets of governmental activities	\$	3,829,242

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Sales taxes	\$ 68,119,732	\$ 68,119,732	\$ 71,618,618	\$ 3,498,886
Property taxes	13,605,383	13,605,383	13,703,968	98,585
Charges for services	10,721,588	10,721,588	10,354,538	(367,050)
Licenses and permits	25,000	25,000	23,970	(1,030)
Fines and forfeitures	233,000	233,000	183,663	(49,337)
Intergovernmental	24,110,412	24,110,412	21,980,136	(2,130,276)
Special assessments	35,275	35,275	25,676	(9,599)
Investment income	4,525,000	4,525,000	3,574,754	(950,246)
Rental income	1,464,338	1,464,338	1,416,146	(48,192)
Other	2,298,320	2,298,320	2,143,867	(154,453)
Total revenues	125,138,048	125,138,048	125,025,336	(112,712)
Expenditures:				
Current:				
General government:				
Legislative and executive	27,566,527	24,142,550	23,508,559	633,991
Judicial	41,441,048	40,665,123	39,455,654	1,209,469
Public safety	34,562,134	35,546,828	35,394,729	152,099
Public works	304,822	290,601	288,288	2,313
Health	1,371,827	1,303,145	1,303,145	-
Human services	1,707,477	1,525,354	1,472,225	53,129
Conservation and recreation	228,949	228,888	228,888	-
Miscellaneous	507,050	637,067	637,067	-
Total expenditures	107,689,834	104,339,556	102,288,555	2,051,001
Excess (deficiency) of revenues over (under) expenditures	17,448,214	20,798,492	22,736,781	1,938,289
Other financing sources (uses):				
Advances in	-	-	114,179	114,179
Advances (out)	-	(235,218)	(235,218)	-
Transfers (out)	(18,440,192)	(22,151,494)	(21,501,494)	650,000
Total other financing sources (uses)	(18,440,192)	(22,386,712)	(21,622,533)	764,179
Net change in fund balances	(991,978)	(1,588,220)	1,114,248	2,702,468
Fund balances at beginning of year	14,691,370	14,691,370	14,691,370	-
Prior year encumbrances appropriated	969,962	969,962	969,962	-
Fund balance at end of year	\$ 14,669,354	\$ 14,073,112	\$ 16,775,580	\$ 2,702,468

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 MENTAL HEALTH AND RECOVERY
 FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 12,678,000	\$ 12,678,000	\$ 10,243,961	\$ (2,434,039)
Charges for services	-	-	1,520	1,520
Intergovernmental	46,594,137	49,094,137	52,865,239	3,771,102
Other	527,000	527,000	22,824	(504,176)
Total revenues	<u>59,799,137</u>	<u>62,299,137</u>	<u>63,133,544</u>	<u>834,407</u>
Expenditures:				
Current:				
Health	59,769,087	63,769,087	62,967,306	801,781
Total expenditures	<u>59,769,087</u>	<u>63,769,087</u>	<u>62,967,306</u>	<u>801,781</u>
Net change in fund balances	30,050	(1,469,950)	166,238	1,636,188
Fund balances at beginning of year	4,284,883	4,284,883	4,284,883	-
Prior year encumbrances appropriated	349	349	349	-
Fund balance at end of year	<u>\$ 4,315,282</u>	<u>\$ 2,815,282</u>	<u>\$ 4,451,470</u>	<u>\$ 1,636,188</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CHILDREN SERVICES BOARD
 FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 15,574,273	\$ 15,574,273	\$ 15,792,935	\$ 218,662
Charges for services.	-	-	610	610
Intergovernmental.	23,922,010	23,922,010	22,210,318	(1,711,692)
Other	127,980	127,980	31,318	(96,662)
Total revenues	<u>39,624,263</u>	<u>39,624,263</u>	<u>38,035,181</u>	<u>(1,589,082)</u>
Expenditures:				
Current:				
Human services.	46,012,271	45,078,916	44,511,390	567,526
Total expenditures	<u>46,012,271</u>	<u>45,078,916</u>	<u>44,511,390</u>	<u>567,526</u>
Net change in fund balances	(6,388,008)	(5,454,653)	(6,476,209)	(1,021,556)
Fund balances at beginning of year	17,609,114	17,609,114	17,609,114	-
Prior year encumbrances appropriated	1,261,351	1,261,351	1,261,351	-
Fund balance at end of year	<u>\$ 12,482,457</u>	<u>\$ 13,415,812</u>	<u>\$ 12,394,256</u>	<u>\$ (1,021,556)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 BOARD OF DEVELOPMENTAL DISABILITIES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 37,905,278	\$ 37,905,278	\$ 29,597,925	\$ (8,307,353)
Charges for services.	4,479,231	4,479,231	4,238,266	(240,965)
Intergovernmental.	22,067,972	22,067,972	25,144,745	3,076,773
Investment income.	-	-	132	132
Other	755,000	755,000	280,208	(474,792)
Total revenues	65,207,481	65,207,481	59,261,276	(5,946,205)
Expenditures:				
Current:				
Health	73,497,378	68,747,719	64,531,483	4,216,236
Total expenditures	73,497,378	68,747,719	64,531,483	4,216,236
Excess (deficiency) of revenues over (under) expenditures.	(8,289,897)	(3,540,238)	(5,270,207)	(1,729,969)
Other financing sources (uses):				
Transfers (out).	-	(4,000,000)	(4,000,000)	-
Total other financing sources (uses)	-	(4,000,000)	(4,000,000)	-
Net change in fund balances	(8,289,897)	(7,540,238)	(9,270,207)	(1,729,969)
Fund balances at beginning of year	25,548,681	25,548,681	25,548,681	-
Prior year encumbrances appropriated	4,400,044	4,400,044	4,400,044	-
Fund balance at end of year	\$ 21,658,828	\$ 22,408,487	\$ 20,678,518	\$ (1,729,969)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

The Clipper Schooner Lynx



The Clipper Schooner Lynx, a 122-foot square top sail schooner, sails into Toledo to dock next to the museum ship James M. Schoonmaker/Willis B. Boyer as part of the 2011 Red, White, and Kaboom festivities.

Photo and caption courtesy of The Toledo Blade, credits to Andy Morrison.

The Clipper Schooner Lynx, a tall ship built to recreate a ship from the War of 1812, is an interpretation of an actual privateer named Lynx built by Thomas Kemp in 1812 in Fell's Point, Md. The original Lynx was among the first ships to defend American freedom by evading the British naval fleet then blockading American ports and serving in the important privateering efforts.

Source: <http://staugustine.com/news/local-news/2010-10-28/schooner-lynx-coming-st-augustine-nov-11>

LUCAS COUNTY, OHIO

STATEMENT OF NET ASSETS
 PROPRIETARY FUNDS
 DECEMBER 31, 2011

	Business-type Activities -		
	Water Supply System	Wastewater Treatment	Sewer System
Assets:			
Current assets:			
Equity in pooled cash and investments	\$ 862,705	\$ 4,957,021	\$ 4,490,223
Receivables (net of allowances for uncollectibles):			
Accounts	760,448	2,108,611	293,819
Due from other funds	-	-	-
Due from other governments	-	-	13,639
Materials and supplies inventory	-	40,968	-
Prepayments	-	-	-
Total current assets	1,623,153	7,106,600	4,797,681
Noncurrent assets:			
Capital assets:			
Nondepreciable capital assets	191,035	39,170	34,380
Depreciable capital assets	78,633,481	41,580,720	73,373,394
Accumulated depreciation	(36,842,115)	(13,432,849)	(37,871,690)
Total capital assets, net	41,982,401	28,187,041	35,536,084
Total noncurrent assets	41,982,401	28,187,041	35,536,084
Total assets	43,605,554	35,293,641	40,333,765
Liabilities:			
Current liabilities:			
Accounts payable	96,750	125,490	151,805
Accrued wages and benefits payable	-	44,876	-
Due to other funds	-	782	-
Due to other governments	-	24,466	-
Accrued interest payable	4,695	-	899
Compensated absences payable - current	-	81,476	-
Capital lease obligations payable - current	-	-	-
Claims payable - current	-	-	-
OWDA loans payable	187,441	736,704	154,496
OPWC loans payable	3,070	40,203	47,907
Notes payable	1,045,000	-	200,000
Total current liabilities	1,336,956	1,053,997	555,107
Long-term liabilities:			
Compensated absences payable	-	53,183	-
OWDA loans payable	3,284,595	15,333,700	408,289
OPWC loans payable	119,738	1,031,772	1,262,399
Capital lease obligations payable	-	-	-
Claims payable	-	-	-
Total long-term liabilities	3,404,333	16,418,655	1,670,688
Total liabilities	4,741,289	17,472,652	2,225,795
Net assets:			
Invested in capital assets, net of related debt	37,342,557	11,044,662	33,462,993
Unrestricted	1,521,708	6,776,327	4,644,977
Total net assets	\$ 38,864,265	\$ 17,820,989	\$ 38,107,970

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

Net assets of business-type activities

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Enterprise Funds		Governmental	
Nonmajor Enterprise Funds	Total	Activities - Internal Service Funds	
\$ 4,011,033	\$ 14,320,982	\$ 34,129,604	
1,913,316	5,076,194	197,064	
-	-	105,272	
1,470,700	1,484,339	-	
-	40,968	23,642	
-	-	48,830	
<u>7,395,049</u>	<u>20,922,483</u>	<u>34,504,412</u>	
134,540	399,125	82,786	
6,707,023	200,294,618	412,256	
<u>(3,396,000)</u>	<u>(91,542,654)</u>	<u>(363,556)</u>	
<u>3,445,563</u>	<u>109,151,089</u>	<u>131,486</u>	
<u>3,445,563</u>	<u>109,151,089</u>	<u>131,486</u>	
<u>10,840,612</u>	<u>130,073,572</u>	<u>34,635,898</u>	
1,597,786	1,971,831	1,353,654	
122,503	167,379	33,102	
2,399	3,181	2,198	
70,712	95,178	18,891	
-	5,594	-	
346,349	427,825	59,020	
-	-	9,000	
-	-	5,465,321	
70,651	1,149,292	-	
-	91,180	-	
-	1,245,000	-	
<u>2,210,400</u>	<u>5,156,460</u>	<u>6,941,186</u>	
158,141	211,324	50,529	
1,655,084	20,681,668	-	
-	2,413,909	-	
-	-	10,500	
-	-	4,416,615	
<u>1,813,225</u>	<u>23,306,901</u>	<u>4,477,644</u>	
<u>4,023,625</u>	<u>28,463,361</u>	<u>11,418,830</u>	
1,719,828	83,570,040	111,986	
<u>5,097,159</u>	<u>18,040,171</u>	<u>23,105,082</u>	
<u>\$ 6,816,987</u>	<u>101,610,211</u>	<u>\$ 23,217,068</u>	
	(2,893)		
	<u>\$ 101,607,318</u>		

LUCAS COUNTY, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Business-type Activities -		
	Water Supply System	Wastewater Treatment	Sewer System
Operating revenues:			
Charges for services	\$ 1,222,131	\$ 6,089,403	\$ 1,095,440
Special assessments	5,553	-	32,768
Other operating revenues	444,243	181,191	363,822
<i>Total operating revenues.</i>	<u>1,671,927</u>	<u>6,270,594</u>	<u>1,492,030</u>
Operating expenses:			
Personal services	-	1,479,856	-
Contract services	507,906	1,405,264	840,079
Materials and supplies.	80,713	355,165	40,399
Depreciation.	1,852,630	959,882	1,764,452
Heat, light and power	366,747	607,765	113,316
Employee medical benefits.	-	-	-
Other	149,578	116,490	-
<i>Total operating expenses.</i>	<u>2,957,574</u>	<u>4,924,422</u>	<u>2,758,246</u>
<i>Operating income (loss)</i>	<u>(1,285,647)</u>	<u>1,346,172</u>	<u>(1,266,216)</u>
Nonoperating revenues (expenses):			
Interest and fiscal charges	(227,684)	(757,523)	(59,426)
Loss on disposal of capital assets	(60,467)	-	(120,822)
Interest income.	-	-	58
Intergovernmental	1,023,543	-	212,637
Other nonoperating expenses	-	(432,717)	-
Other nonoperating revenues.	18,105	3,085	432,717
<i>Total nonoperating revenues (expenses).</i>	<u>753,497</u>	<u>(1,187,155)</u>	<u>465,164</u>
<i>Income (loss) before contributions and transfers.</i>	<u>(532,150)</u>	<u>159,017</u>	<u>(801,052)</u>
Transfer in	-	-	-
Capital contributions.	<u>236,868</u>	<u>1,864,115</u>	<u>1,205,695</u>
<i>Change in net assets.</i>	<u>(295,282)</u>	<u>2,023,132</u>	<u>404,643</u>
<i>Net assets at beginning of year (restated)</i>	<u>39,159,547</u>	<u>15,797,857</u>	<u>37,703,327</u>
<i>Net assets at end of year</i>	<u>\$ 38,864,265</u>	<u>\$ 17,820,989</u>	<u>\$ 38,107,970</u>

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

Change in net assets of business-type activities.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Enterprise Funds</u>		<u>Governmental</u>
Nonmajor Enterprise Funds	Total	Activities - Internal Service Funds
\$ 6,873,616	\$ 15,280,590	\$ 39,231,989
-	38,321	-
615,502	1,604,758	3,220,767
<u>7,489,118</u>	<u>16,923,669</u>	<u>42,452,756</u>
4,051,677	5,531,533	1,204,393
4,602,774	7,356,023	2,104,269
421,191	897,468	941,720
382,239	4,959,203	24,230
52,367	1,140,195	-
-	-	39,741,849
277,951	544,019	82,624
<u>9,788,199</u>	<u>20,428,441</u>	<u>44,099,085</u>
<u>(2,299,081)</u>	<u>(3,504,772)</u>	<u>(1,646,329)</u>
(106,274)	(1,150,907)	(84)
(33,642)	(214,931)	-
-	58	55,783
3,747,942	4,984,122	354,242
-	(432,717)	-
-	453,907	-
<u>3,608,026</u>	<u>3,639,532</u>	<u>409,941</u>
1,308,945	134,760	(1,236,388)
114,179	114,179	502,741
<u>253,604</u>	<u>3,560,282</u>	<u>-</u>
1,676,728	3,809,221	(733,647)
<u>5,140,259</u>		<u>23,950,715</u>
<u>\$ 6,816,987</u>		<u>\$ 23,217,068</u>
	(9,299)	
	<u>\$ 3,799,922</u>	

LUCAS COUNTY, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Business-type Activities -		
	Water Supply System	Wastewater Treatment	Sewer System
Cash flows from operating activities:			
Cash received from sales/charges for services	\$ 1,610,552	\$ 5,995,876	\$ 1,157,564
Cash received from special assessments	5,553	-	32,768
Cash received from other operations	431,455	201,357	364,295
Cash payments to employees	-	(1,482,998)	-
Cash payments for contractual services	(1,064,141)	(1,479,948)	(969,430)
Cash payments for materials and supplies	(86,729)	(353,186)	(36,338)
Cash payments for heat, light and power.	(366,747)	(607,765)	(113,316)
Cash payments for employee medical benefits	-	-	-
Cash payments for other expenses	(149,578)	(116,606)	(30,072)
<i>Net cash provided by (used in) operating activities</i>	<u>380,365</u>	<u>2,156,730</u>	<u>405,471</u>
Cash flows from noncapital financing activities:			
Cash received from grants and subsidies.	1,023,543	-	233,354
Cash received from transfers in	182,982	1,635,558	-
Cash used in transfers out	(182,982)	(1,635,558)	-
Cash received from interfund loans	182,982	1,635,558	-
Cash used in repayment of interfund loans.	(182,982)	(1,635,558)	-
<i>Net cash provided by noncapital financing activities.</i>	<u>1,023,543</u>	<u>-</u>	<u>233,354</u>
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(975,999)	(1,503,150)	(1,324,860)
Capital contributions	236,868	1,864,115	1,205,695
Issuance of notes	1,045,000	-	200,000
Premium on notes issued	4,661	-	892
Note issuance costs	(2,242)	-	(429)
Issuance of loans	198,384	235,285	3,175
Principal paid on notes	(1,185,000)	-	(280,000)
Interest paid on notes	(1,333)	-	(350)
Principal paid on loans	(395,285)	(1,505,126)	(420,605)
Interest paid on loans	(227,984)	(757,523)	(59,564)
Principal paid on capital leases.	-	-	-
Interest paid on capital leases	-	-	-
<i>Net cash used in capital and related financing activities.</i>	<u>(1,302,930)</u>	<u>(1,666,399)</u>	<u>(676,046)</u>
Cash flows from investing activities:			
Interest received	-	-	58
<i>Net cash provided by investing activities</i>	<u>-</u>	<u>-</u>	<u>58</u>
<i>Net increase (decrease) in cash and cash equivalents</i>	100,978	490,331	(37,163)
<i>Cash and cash equivalents at beginning of year</i>	761,727	4,466,690	4,527,386
<i>Cash and cash equivalents at end of year</i>	<u>\$ 862,705</u>	<u>\$ 4,957,021</u>	<u>\$ 4,490,223</u>

Enterprise Funds		Governmental	
Nonmajor		Activities -	
Enterprise		Internal	
Funds	Total	Service Funds	
\$ 6,970,998	\$ 15,734,990	\$ 39,234,482	
-	38,321	-	
580,583	1,577,690	2,713,519	
(4,043,792)	(5,526,790)	(725,497)	
(3,460,336)	(6,973,855)	(2,090,936)	
(490,179)	(966,432)	(988,081)	
(52,367)	(1,140,195)	-	
-	-	(40,149,070)	
(277,951)	(574,207)	(83,036)	
<u>(773,044)</u>	<u>2,169,522</u>	<u>(2,088,619)</u>	
2,277,242	3,534,139	354,242	
114,179	1,932,719	502,741	
-	(1,818,540)	-	
-	1,818,540	-	
(114,179)	(1,932,719)	-	
<u>2,277,242</u>	<u>3,534,139</u>	<u>856,983</u>	
(429,206)	(4,233,215)	(7,102)	
253,604	3,560,282	-	
-	1,245,000	-	
-	5,553	-	
-	(2,671)	-	
-	436,844	-	
-	(1,465,000)	-	
-	(1,683)	-	
(136,862)	(2,457,878)	-	
(106,274)	(1,151,345)	-	
-	-	(9,592)	
-	-	(84)	
<u>(418,738)</u>	<u>(4,064,113)</u>	<u>(16,778)</u>	
-	58	55,783	
-	58	55,783	
1,085,460	1,639,606	(1,192,631)	
2,925,573	12,681,376	35,322,235	
<u>\$ 4,011,033</u>	<u>\$ 14,320,982</u>	<u>\$ 34,129,604</u>	

-- Continued

LUCAS COUNTY, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Business-type Activities -		
	Water Supply System	Wastewater Treatment	Sewer System
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (1,285,647)	\$ 1,346,172	\$ (1,266,216)
Adjustments:			
Depreciation.	1,852,630	959,882	1,764,452
Changes in assets and liabilities:			
Decrease (increase) in accounts receivable.	375,633	(73,361)	62,597
Decrease (increase) in materials and supplies inventory	-	4,181	-
Decrease (increase) in due from other funds	-	-	-
Decrease (increase) in prepayments	-	-	-
Increase (decrease) in accounts payable	(562,251)	(76,725)	(155,362)
Increase (decrease) in accrued wages and benefits	-	(4,563)	-
Increase (decrease) in due to other funds	-	(43)	-
Increase (decrease) in due to other governments	-	4,855	-
Increase (decrease) in compensated absences payable.	-	(3,668)	-
Increase (decrease) in claims payable	-	-	-
<i>Net cash provided by (used in) operating activities</i>	<u>\$ 380,365</u>	<u>\$ 2,156,730</u>	<u>\$ 405,471</u>

Noncash Transactions:

During 2011, the Water Supply System fund received \$236,868 in contributed capital assets.
 During 2011, the Wastewater Treatment fund received \$1,864,115 in contributed capital assets.
 During 2011, the Sewer System fund received \$1,205,695 in contributed capital assets.
 During 2011, the nonmajor enterprise funds received \$253,604 in contributed capital assets.
 At December 31, 2011 and 2010, the the nonmajor enterprise funds purchased \$1,750 and \$8,652, respectively, of capital assets on account.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Enterprise Funds</u>		<u>Governmental</u>	
<u>Nonmajor</u>		<u>Activities -</u>	
<u>Enterprise</u>		<u>Internal</u>	
<u>Funds</u>	<u>Total</u>	<u>Service Funds</u>	
\$ (2,299,081)	\$ (3,504,772)	\$ (1,646,329)	
382,239	4,959,203	24,230	
62,463	427,332	(33,283)	
-	4,181	7,150	
-	-	5,627	
-	-	(19,142)	
1,074,543	280,205	(123,289)	
(6,736)	(11,299)	366	
(152)	(195)	1,392	
18,405	23,260	5,121	
(4,725)	(8,393)	15,221	
-	-	(325,683)	
<u>\$ (773,044)</u>	<u>\$ 2,169,522</u>	<u>\$ (2,088,619)</u>	

LUCAS COUNTY, OHIO

STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2011

	<u>Agency Funds</u>
<u>Assets:</u>	
Current assets:	
Equity in pooled cash and investments	\$ 29,008,003
Cash in segregated accounts	5,120,507
Receivables (net of allowance for uncollectibles):	
Taxes	781,939,460
Due from other governments	<u>20,027,567</u>
<i>Total assets</i>	<u><u>\$ 836,095,537</u></u>
<u>Liabilities:</u>	
Due to other governments	\$ 14,382,024
Payroll withholdings	2,766,040
Deposits	7,672,753
Undistributed assets.	<u>811,274,720</u>
<i>Total liabilities.</i>	<u><u>\$ 836,095,537</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF NET ASSETS
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2011

	Toledo Mud Hens Baseball Club, Inc.	Lott Industries Inc.	Preferred Properties, Inc. and Affiliates	Toledo Arena Sports, Inc.	Toledo-Lucas County Convention and Visitors Bureau	Lucas County Land Reutilization Corporation	Total
Assets:							
Equity in pooled cash and investments	\$ 10,320,466	\$ 1,608,845	\$ 280,695	\$ 5,717,673	\$ 3,176,046	\$ 1,137,999	\$ 22,241,724
Receivables (net of allowances for uncollectibles):							
Accounts	739,529	746,305	3,997,727	306,236	672,739	-	6,462,536
Materials and supplies inventory	191,580	13,758	-	152,179	-	-	357,517
Prepayments	109,209	-	7,158	16,843	65,276	155,000	353,486
Other assets	39,781	47,531	43,060	561,771	-	-	692,143
Capital assets:							
Nondepreciable capital assets	118,250	188,082	1,568,951	-	1,175,000	-	3,050,283
Depreciable capital assets, net	3,329,773	6,260,857	9,277,791	279,191	624,287	-	19,771,899
Total capital assets, net	3,448,023	6,448,939	10,846,742	279,191	1,799,287	-	22,822,182
Total assets	14,848,588	8,865,378	15,175,382	7,033,893	5,713,348	1,292,999	52,929,588
Liabilities:							
Accounts payable	151,960	118,025	166,793	871,405	312,100	16,485	1,636,768
Accrued liabilities	2,646,663	80,648	65,110	2,298,183	382,898	9,394	5,482,896
Due to other governments	-	-	-	-	23,597	5,819	29,416
Unearned revenue	1,047,053	92,733	19,737	1,038,449	1,806,454	-	4,004,426
Long-term liabilities:							
Due within one year	-	-	27,619	-	218,921	-	246,540
Due in more than one year	164,156	-	120,015	1,362	1,074,881	-	1,360,414
Total liabilities	4,009,832	291,406	399,274	4,209,399	3,818,851	31,698	12,760,460
Net assets:							
Invested in capital assets, net of related debt	3,448,023	6,448,939	10,699,108	279,191	651,634	-	21,526,895
Restricted for:							
Health programs	-	-	12,085,437	-	-	-	12,085,437
Other purposes	-	-	-	-	68,406	-	68,406
Unrestricted (deficit)	7,390,733	2,125,033	(8,008,437)	2,545,303	1,174,457	1,261,301	6,488,390
Total net assets	\$ 10,838,756	\$ 8,573,972	\$ 14,776,108	\$ 2,824,494	\$ 1,894,497	\$ 1,261,301	\$ 40,169,128

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

LUCAS COUNTY, OHIO

*COMBINING STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Program Revenues		
Expenses	Charges for Services and Sales	Operating Grants and Contributions	
<u>Component Units:</u>			
Toledo Mud Hens Baseball Club, Inc.			
Recreation.	\$ 13,852,245	\$ 14,614,937	\$ -
Lott Industries, Inc.			
Health	13,151,370	3,049,984	9,354,513
Preferred Properties, Inc. and Affiliates			
Health	2,012,067	1,094,003	1,436,776
Toledo Arena Sports, Inc.			
Recreation.	5,949,260	5,946,288	-
Toledo-Lucas County Convention and Visitors Bureau			
Recreation.	6,784,840	4,823,434	1,442,857
Lucas County Land Reutilization Corporation			
Public works	390,184	47,235	1,621,048
Total component units	\$ 42,139,966	\$ 29,575,881	\$ 13,855,194

General revenues:

Investment earnings	
Miscellaneous	
Total general revenues	
Special item: Forgiveness of debt	
Total general revenues and special items.	
Change in net assets.	
Net assets (deficit) at beginning of year	
Net assets at end of year.	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Assets

<u>Toledo Mud Hens Baseball Club, Inc.</u>	<u>Lott Industries Inc.</u>	<u>Preferred Properties, Inc. and Affiliates</u>	<u>Toledo Arena Sports, Inc.</u>	<u>Toledo-Lucas County Convention and Visitors Bureau</u>	<u>Lucas County Land Reutilization Corporation</u>	<u>Total</u>
\$ 762,692	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 762,692
-	(746,873)	-	-	-	-	(746,873)
-	-	518,712	-	-	-	518,712
-	-	-	(2,972)	-	-	(2,972)
-	-	-	-	(518,549)	-	(518,549)
-	-	-	-	-	1,278,099	1,278,099
<u>762,692</u>	<u>(746,873)</u>	<u>518,712</u>	<u>(2,972)</u>	<u>(518,549)</u>	<u>1,278,099</u>	<u>1,291,109</u>
9,549	43,865	118,274	1,277	675	1,055	174,695
<u>63,133</u>	<u>377,366</u>	<u>12,490</u>	<u>1,695</u>	<u>108,606</u>	<u>-</u>	<u>563,290</u>
<u>72,682</u>	<u>421,231</u>	<u>130,764</u>	<u>2,972</u>	<u>109,281</u>	<u>1,055</u>	<u>737,985</u>
-	-	-	-	453,331	-	453,331
<u>72,682</u>	<u>421,231</u>	<u>130,764</u>	<u>2,972</u>	<u>562,612</u>	<u>1,055</u>	<u>1,191,316</u>
835,374	(325,642)	649,476	-	44,063	1,279,154	2,482,425
<u>10,003,382</u>	<u>8,899,614</u>	<u>14,126,632</u>	<u>2,824,494</u>	<u>1,850,434</u>	<u>(17,853)</u>	<u>37,686,703</u>
<u>\$ 10,838,756</u>	<u>\$ 8,573,972</u>	<u>\$ 14,776,108</u>	<u>\$ 2,824,494</u>	<u>\$ 1,894,497</u>	<u>\$ 1,261,301</u>	<u>\$ 40,169,128</u>

The Anderson's Maumee River Dock



The ship Canadian Explorer is loaded with corn at the Anderson docks.

Photo and caption courtesy of The Toledo Blade, credits to Diane Hires.

The Andersons, Toledo Edwin Drive Elevator Dock, serves the Maumee River waterway. The facility specializes in the shipment of grain. Grain elevators, in addition to grain storage, and two surface railway tracks which connect to the Norfolk Southern railway, are available at the location.

Source: <http://seaport.findthebest.com/l/5974/The-Andersons-Toledo-Edwin-Drive-Elevator-Dock>

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 1 - DESCRIPTION OF THE COUNTY

Lucas County, Ohio (the "County") is a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1835. The three-member Board of County Commissioners is the legislative and executive body of the County. The County Auditor is the chief fiscal officer. In addition, there are seven other elected administrative officials, each of whom is independent as set forth by Ohio law. These officials are: Clerk of Courts, Coroner, Engineer, Prosecutor, Recorder, Sheriff, and Treasurer. There are also ten Common Pleas Court Judges, two Domestic Relations Court Judges, two Juvenile Court Judges, one Probate Court Judge and five Court of Appeals Judges elected on a Countywide basis to oversee the County's judicial system.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government 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) guidance issued on or before November 30, 1989, to its governmental activities and its proprietary funds provided it does not conflict with or contradict GASB pronouncements. The County has the option to also apply FASB guidance issued after November 30, 1989 to its business-type activities and enterprise funds, subject to this same limitation. The County has elected not to apply this FASB guidance.

The most significant of the County's accounting policies are described below.

A. Reporting Entity

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The primary government of the County consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Lucas County, this includes the Board of Developmental Disabilities, the Job and Family Services Department, and all departments and activities that are operated directly 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 organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organization; or (2) the County is legally entitled to or can otherwise access the organization's resources; or (3) the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the County is obligated for the debt of the organization. Component units may also include organizations for which the County approves the budget, the issuance of debt, or the levying of taxes or whose relationship with the County is such that to exclude their activity would be misleading. Based on the criteria described, the County has six discretely presented component units.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

In determining its reporting entity and component units, the County considered all potential component units, including the Lucas County Board of Health, Metropolitan Park District, Lucas County Soil and Water Conservation District, Lucas County Port Authority, Lucas County Improvement Corporation, Toledo Zoological Society, Toledo Area Sanitary District, Toledo Lucas County Public Library and Lucas County Board of Education and concluded that such were neither component units nor related organizations of the County and that it would not be misleading to exclude their activities from the County's reporting entity.

Based on the foregoing criteria, the financial activities of the following entities have been reflected in the accompanying financial statements as:

DISCRETELY PRESENTED COMPONENT UNITS

Toledo Mud Hens Baseball Club, Inc. (the "Mud Hens")

The Mud Hens were organized to own, manage, and operate a professional baseball club. Upon dissolution, any remaining net assets become property of the Board of County Commissioners and new appointments to the board of directors require concurrence of the Commissioners. The County receives rent from the Mud Hens to retire non-tax revenue bonds issued to finance the construction of the baseball stadium. The Mud Hens are reported on a fiscal year ending October 31. Complete financial statements for the component unit can be obtained from its administrative office at Fifth Third Field, 406 Washington St., Toledo, OH 43604.

Lott Industries, Inc.

Lott Industries, Inc. is a nonprofit organization affiliated with the Lucas County Board of Developmental Disabilities (LCBDD), a special revenue fund of the County. It provides employment for individuals with developmental disabilities by obtaining work competitively from the private and public sectors. A majority of the board of Lott Industries, Inc. is appointed by the LCBDD. The LCBDD pays the salaries of the administrative staff and other administrative expenses, which is a financial obligation of the County and approximated \$9 million in 2011. Lott Industries, Inc. exists solely to provide service to the LCBDD. Complete financial statements for the component unit can be obtained from its administrative office at 3350 Hill Avenue, Toledo, Ohio 43607.

Toledo-Lucas County Convention And Visitors Bureau, Inc. ("TLCCVB")

The Toledo-Lucas County Convention and Visitors' Bureau (TLCCVB) operates the Seagate Centre, a convention and convocation center in the City of Toledo, and the Huntington Center, the County's multipurpose arena. The primary purpose of the TLCCVB is to encourage and promote the utilization of convention, restaurant, hotel, motel, and entertainment facilities in the County. The TLCCVB has been determined to be a discrete component unit of the County of Lucas as the County appoints the TLCCVB's Board of Trustees and the County is financially accountable for, and provides significant subsidies to, the TLCCVB and its component unit, the Destination Toledo Convention and Visitors Bureau annually. TLCCVB fiscal year end runs from the 1st of January to December 31st. Complete financial statements for the component unit can be obtained from its administrative office at 401 Jefferson Avenue, Toledo, Ohio 43604.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Lucas County Land Reutilization Corporation ("LCLRC")

The LCLRC is a community improvement corporation designed to strengthen neighborhoods in the County by returning vacant and abandoned properties back to the tax rolls through strategic real estate acquisitions and community partnerships in the redevelopment of Lucas County properties. Pursuant to provisions in the Ohio Revised Code, the LCLRC is a legally separate organization that receives funding through the collection of delinquent taxes. The appointing members of the LCLRC Board are, by State statute, County officeholders (namely the County Treasurer and two County Commissioners); therefore, the County appoints a voting majority of the LCLRC Board. In addition, the County is able to impose its will on the LCLRC. Complete financial statements of the LCLRC can be obtained from its administrative office at One Government Center, #500, Toledo, OH 43604.

Toledo Arena Sports, Inc. ("TASI")

The TASI is a nonprofit corporation organized to own, manage, and operate sports teams and thereby promote, encourage and stimulate an interest in sports teams as recreational activities for the residents of Lucas County, Ohio. New appointments to the board of directors require concurrence of the Commissioners. The County receives rent from TASI in order to retire debt issued to finance the construction of the Lucas County Arena.

Due to the nature and significance of TASI's relationship with the County, it would be misleading to exclude TASI from the County's financial reporting entity and as such, TASI warrants inclusion in the County's financial statements as a discretely presented component unit. The TASI fiscal year end runs from the 1st of September to August 31st. Complete financial statements for the component unit can be obtained from its administrative office at 406 Washington Street, Toledo, Ohio 43604.

Preferred Properties, Inc. and Affiliates ("Preferred Properties")

Preferred Properties is a not-for-profit corporation organized to provide affordable and accessible housing to persons with disabilities. One third of the board of the Preferred Properties is appointed by the LCBDD. Funds for the purchase of housing are received from the LCBDD, which come from board funds and pass through of funds from Community Assistance Projects administered by the Ohio Department of Developmental Disabilities. Based upon the significant services and resources provided by the County to Preferred Properties and due to the material significance and general nature of the County's relationship with Preferred Properties, it would be misleading to exclude Preferred Properties from the County's financial reporting entity and as such, Preferred Properties warrants inclusion in the County's financial statements as a discretely presented component unit. Preferred Properties is reported on a fiscal year ending June 30. Complete financial statements for the component unit can be obtained from its administrative office at 5555 Airport Highway, Toledo, Ohio 43615.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

POTENTIAL COMPONENT UNITS REPORTED AS AGENCY FUNDS

The County Treasurer, as the custodian of public funds, 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 following entities are presented as agency funds within the financial statements since the County acts as fiscal agent and holds monies on their behalf at year-end:

Lucas County Board of Health
Lucas County Family and Children First Council
Lucas County Soil and Water Conservation District
The Olander Park District
Lucas County Local Emergency Planning Commission

JOINTLY GOVERNED AND RELATED ORGANIZATIONS

Corrections Commission of Northwest Ohio ("CCNO")

CCNO is a jointly governed organization among Defiance, Fulton, Henry, Lucas, and Williams Counties and the City of Toledo. The CCNO was established to provide jail space for convicted criminals in the five counties and the City of Toledo and to provide a correctional center for the inmates. The CCNO was created in 1986 and occupancy started in 1991. The commission team consists of eighteen members; one judge, one chief law enforcement officer, and one county commissioner or administrative official from each entity. The commission team exercises total control over the operation of the CCNO including budgeting, contracting, and designating management.

Each entity is responsible for a portion of the capital and operating budget as follows:

City of Toledo	37.62%
Lucas County	31.04%
Defiance County	9.40%
Fulton County	8.15%
Williams County	8.15%
Henry County	5.64%
Totals	<u>100.00%</u>

In 2011, the County contributed \$4,510,191 for the CCNO's operations, which represents 31.04% of total contributions. All debt for the construction of the jail was incurred by the participating governmental agencies, and is not a liability of the Corrections Commission of Northwest Ohio. Lucas County has no bonds outstanding at year end for construction of the regional jail. Information can be obtained from Tonya Justus, Fiscal Manager, Corrections Commission of Northwest Ohio, 03151 County Road 24.25 RT. 1, Box 100-A, Stryker, Ohio 43557.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Basis of Presentation

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

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the County as a whole. The activities of the internal service funds are eliminated to avoid "doubling up" revenues and expenses. These statements include the financial activities of the primary government except for fiduciary funds.

The statement of net assets presents the financial condition 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. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues 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 function is self-financing or draws from the general revenues of the County.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the County's water and sewer function and various other functions of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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 a 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 funds are combined and presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

C. 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.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Governmental Funds - Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, use and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used.

Current liabilities are assigned to the fund from which they will be paid. The difference between governmental funds assets and liabilities is reported as fund balance.

The following are the County's major governmental funds:

General Fund - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Children Services Board Fund - This fund accounts for a County-wide property tax levy, state grants and reimbursements used for County child care programs.

Board of Developmental Disabilities Fund - This fund accounts for a County-wide property tax levy, state grants and reimbursements used for care and services for developmentally disabled individuals.

Mental Health and Recovery Fund - This fund accounts for a County-wide property tax levy, state grants and reimbursements used for mental health programs and alcohol and drug recovery programs.

Capital Improvements Fund - This fund accounts for renovation and construction of County owned buildings and facilities, and construction of special assessment projects.

Debt Service Fund - This fund accounts for revenues received and used to pay principal and interest on general long-term debt.

Proprietary Funds - The County's proprietary funds consist of enterprise funds and internal service funds. Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. These funds are used to account for operations that provide services which are financed primarily by user charges or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes. The County reports the following major enterprise funds:

Water Supply System Fund - This fund accounts for the distribution of treated water to individuals and commercial users of Lucas County.

Sewer System Fund - This fund accounts for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Wastewater Treatment Fund - This fund accounts for wastewater treatment services provided to the Sanitary Engineer, cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Other enterprise funds of the County are used to account for (1) sanitary engineer operations related to the administrative costs of operating the water supply system, wastewater treatment system, and sewer system, (2) administration of solid waste disposal county-wide, and (3) operation of parking facilities. These funds are nonmajor funds whose activity has been aggregated and presented in a single column in the financial statements.

Additionally, the County reports internal service funds which account for the goods or services provided by certain County departments to other County funds, departments and other governmental units, on a cost reimbursement basis. The County's internal service funds include activities related to the following operations: imaging lab, central supplies, vehicle maintenance, telecommunications, self-funded health insurance program, centralized drug testing, risk retention insurance program, self-funded workers' compensation program, self-funded prescription drugs program, and a self-funded dental insurance program.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension and other employee benefit trust funds, investment trust funds, private-purpose trust funds and agency funds. The County only maintains agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds are primarily established to account for the collection of various taxes, as well as other intergovernmental resources that will be distributed to other taxing districts located within the County. The County's agency funds also include activity for outside entities for which the County acts as fiscal agent.

D. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the County are included on the statement of net assets.

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

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Like the government-wide statements, the proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in 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 enterprise and internal service funds activities.

Agency funds do not report a measurement focus as they do not report operations.

E. 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. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

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

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlement and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (see Note 6). Revenues from sales taxes are recognized in the period in which the taxable sale takes place (see Note 7). Revenue from grants, entitlement and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis.

On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: delinquent taxes, sales tax, grants, interest, fees and charges for services.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Unearned and Deferred Revenue - These revenues arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2011, but which were levied to finance fiscal year 2012 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met and long-term special assessments are recorded as unearned revenue. On governmental fund financial statements, delinquent taxes due at December 31, 2011 and receivables that will not be collected within the available period have been reported as deferred revenue.

Allowance for Uncollectibles - Real property and other taxes receivable are reported net of allowance for uncollectibles. The amounts of the allowance for the County's funds are as follows:

	<u>General</u>	<u>Mental Health and Recovery</u>	<u>Children Services Board</u>	<u>Board of Developmental Disabilities</u>	<u>Nonmajor Governmental</u>
Gross taxes receivable	\$ 13,899,789	\$ 10,409,296	\$ 16,100,566	\$ 30,009,091	\$ 21,951,848
Less: allowance for doubtful accounts	<u>(716,924)</u>	<u>(536,938)</u>	<u>(843,428)</u>	<u>(1,639,619)</u>	<u>(1,132,465)</u>
Net taxes receivable	<u>\$ 13,182,865</u>	<u>\$ 9,872,358</u>	<u>\$ 15,257,138</u>	<u>\$ 28,369,472</u>	<u>\$ 20,819,383</u>

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

F. Budgetary Process

Under Ohio law, the Board of County Commissioners must adopt an appropriations budget by January 1st of a given year, or adopt a temporary appropriation measure with final passage of a permanent budget by April 1st for all funds, except agency funds. Budgets are legally required for each organizational unit by object (personal services, materials and supplies, charges for services, and capital outlays and equipment).

The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation resolution, 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 that the County Commissioners may appropriate. The appropriation resolution is the County Commissioners' authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Commissioners.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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 in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate that was in effect at the time the final appropriations were passed by the County Commissioners.

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

Each County department prepares a budget that is approved by the Board of County Commissioners. Modifications to the original budget within expenditure objects can be made by the budget manager in the Auditor's Office. The County maintains budgetary control within an organizational unit and fund by not permitting expenditures and encumbrances to exceed appropriations at the object level (the legal level of control). Unencumbered and unexpended appropriations lapse at year-end. Encumbered and unpaid appropriations (reserved for encumbrances) are carried forward to the next year as authority for expenditures.

G. 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 "Equity in Pooled Cash and Investments" on the financial statements.

During 2011, investments were limited to nonnegotiable certificates of deposit, Federal Farm Credit Bank (FFCB) securities, Federal Home Loan Bank (FHLB) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal National Mortgage Association (FNMA) securities, foreign government bonds, Port Authority bonds and State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of deposit, are reported at cost.

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

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during fiscal year 2011 amounted to \$3,062,308.

For purposes of the statement of cash flows, investments with an original maturity of three months or less and investments of the cash management pool are considered to be cash equivalents.

H. Inventories of Materials and Supplies

Inventory is valued at cost using the first-in, first-out method. Inventory is recorded as an expenditure/expense when consumed.

I. Capital Assets

Capital assets, including property, plant, equipment, intangible assets and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. In the case of the initial capitalization of infrastructure assets (i.e., those reported by governmental activities) the County chose to include all such items regardless of their acquisition date. The County's intangible assets include right of way and internally generated computer software.

Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized, as projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed. All reported capital assets, except land, right of way and construction in progress, are depreciated using the straight line method over the following estimated useful lives, and these estimated useful lives may be periodically reviewed:

<u>Description</u>	<u>Estimated Useful Lives</u>
Furniture, fixtures and equipment	5 - 20 years
Computer Software	5 years
Buildings, structures, improvements	20 - 40 years
Land improvements (water and sewer lines)	40 years
Infrastructure	20 - 40 years

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

J. Grants and Other Intergovernmental Revenues

Local Government Fund revenues are recorded as receivables and revenues when measurable and available. Assistance awards made on the basis of entitlement are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal and State reimbursement type grants for the acquisition or construction of capital assets are recorded as receivables and capital contributions revenue when the related expenses are incurred. All other Federal and State reimbursement type grants are recorded as receivables and revenues when the related expenditures/expenses are incurred.

K. Interfund Transactions

During the normal course of operations, the County has numerous transactions between funds. These transactions include charges for services provided by certain internal service funds to other funds and transfers. Transfers represent transfers of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in governmental fund types and as transfers in proprietary funds.

The internal service funds record charges for services to all County funds, departments and other governmental units as operating revenue. Both governmental and proprietary funds record these payments to the internal service funds as operating expenditures/expenses.

The County uses internal service funds to account for self-funded insurance programs, risk retention insurance, central supplies, vehicle maintenance, telecommunications, and centralized drug testing and imaging.

L. Compensated Absences

In conformity with GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave, sick leave, and compensatory time is accrued if; a) the employee's rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination payments, as well as those employees expected to become eligible in the future in accordance with GASB Statement No. 16. Sick leave benefits are accrued using the "vesting" method in accordance with GASB Statement No. 16.

Ohio law requires that vacation time not be accumulated for more than three years. Normally, all vacation time is to be taken in the year available. Unused vacation is payable upon termination of employment. Unused sick time may be accumulated until retirement. Employees with a minimum of ten years of service are paid one third of accumulated sick time upon retirement with a maximum of 40 days. In general, employees are eligible to be paid for unused compensatory time upon termination of employment. All sick, vacation and compensatory payments are made at employees' current wage rates.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The County records accumulated unpaid vacation, overtime pay, and vested sick time benefits as accrued compensated absences payable when earned by employees. The entire compensated absences liability is reported on the governmental-wide financial statements.

M. Self-Funded Insurance

The County is self-funded for health, dental and prescription drug benefits. The programs are administered by third party administrators that provide claims review and processing services. Each County fund is charged a proportionate share of the cost for covered employees. Payment of these benefits is accounted for in an internal service fund. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Timothy P. Berghoff, LLC.

The County also maintains a Self-Funded Workers' Compensation Fund and a Risk Retention Fund to manage liability insurance County-wide. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded commercial coverage in any of the last three years.

The County's Self-Funded Workers' Compensation Fund (an internal service fund) accounts for and finances its uninsured risks of loss for workers' compensation claims. Under this program, the Self-Funded Workers' Compensation Fund provides coverage for up to a maximum of \$300,000 for each workers' compensation claim. The County will pay premiums to the State of Ohio Bureau of Workers' Compensation for claims in excess of coverage provided by the fund. In addition, the fund will pay assessments to the Bureau of Workers' Compensation for administration and payment of claims.

All funds of the County participate in the program and make payments to the Self-Funded Workers' Compensation Fund based on their program usage to cover actuarial estimates of the amounts needed to pay current-year claims. The future retrospective premium liability of \$6,835,602 reported in the fund at December 31, 2011 is based on the requirements of GASB Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated. This liability includes an amount for future retrospective premium payments which approximate the claims liability.

Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Liabilities for losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using an expected future investment yield assumption of 5.0%.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

N. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, unclaimed monies and year-end balances of materials and supplies inventories and prepaid assets.

Restricted - Fund balance is reported as restricted when constraints are placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the Board of Commissioners (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the Board of Commissioners removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the Board of Commissioners.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The County applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

O. Prepaid Items

Payments made to vendors for services that benefit future periods are recorded as prepaid items in both government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase, and the expenditure is reported in the year in which services are consumed.

P. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Water Supply System Fund, the Wastewater Treatment Fund, and the Sewer System Fund, and of the County's internal service funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Q. Interfund Balances

On fund financial statements, receivables and payables resulting from the routine lag between the dates interfund goods and services are provided or reimbursable expenditures occur are classified as "due to/from other funds". Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "interfund receivable/interfund payable". These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as a component of the internal balance reported on the statement of net assets.

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 borrowing 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 enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

S. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only for amounts due to employees who have separated at year end. Bonds, capital leases and long-term loans are recognized as a liability on the governmental fund financial statements when due.

T. Unamortized Issuance Costs/Bond Premium and Discount/Accounting Gain or Loss

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight line method. Unamortized issuance costs are recorded separately on the statement of net assets.

Bond premiums and discounts are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds and bond discounts are presented as a reduction to the face amount of the bonds.

For advance refundings resulting in the defeasance of debt reported in the government-wide financial statements and enterprise funds, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an addition to or reduction from the face amount of the new debt.

On the governmental fund financial statements, issuance costs and bond premiums and discounts are recognized in the current period. The reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 10.

U. Contributions of Capital

Contributions of capital in proprietary fund financial statements and for the governmental activities arise from contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction. Capital contributions are reported as revenue in the proprietary fund financial statements and on the statement of activities.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

V. Estimates

The preparation of the basic financial statements in conformity with GAAP 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.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2011, the County has implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions", and GASB Statement No. 59, "Financial Instruments Omnibus".

GASB Statement No. 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. GASB Statement No. 54 also clarifies the definitions of governmental fund types.

GASB Statement No. 59 updates and improves guidance for financial reporting and disclosure requirements of certain financial instruments and external investment pools. The implementation of GASB Statement No. 59 did not have an effect on the financial statements of the County.

B. Fund Reclassifications

Fund reclassifications are required in order to report funds in accordance with GASB Statement No 54. These fund reclassifications had the following effect on the County's governmental fund balances as previously reported:

	<u>General</u>	<u>Major Governmental</u>	<u>Nonmajor Governmental</u>	<u>Total Governmental</u>
Fund balance at December 31, 2010	\$ 28,364,703	\$ 52,965,006	\$ 56,793,209	\$ 138,122,918
Fund reclassifications:				
Local Development Fund	221,521	-	(221,521)	-
Other Special Revenue Fund:				
Payroll Reserve	2,850,305	-	(2,850,305)	-
Sick Reserve	781,551	-	(781,551)	-
Total reclassifications	<u>3,853,377</u>	<u>-</u>	<u>(3,853,377)</u>	<u>-</u>
Restated fund balance at January 1, 2011	<u>\$ 32,218,080</u>	<u>\$ 52,965,006</u>	<u>\$ 52,939,832</u>	<u>\$ 138,122,918</u>

The fund reclassifications did not have an effect on net assets as previously reported.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

C. Prior Period Adjustment and Reclassification of OWDA Loan

The County has recorded a prior period adjustment to properly report the balance of construction in progress, land improvements and related accumulated depreciation in the Water Supply System and Wastewater Treatment enterprise funds. The total prior period adjustment related to the incorrect recording of capital asset transactions was \$1,596,752 and the adjustments resulted in an increase in the change in net assets of \$920,576 in the County's 2010 statement of activities.

The County began reporting stormwater utility operations in a governmental fund rather than in an enterprise fund as the stormwater utility now receives special assessments to fund its projects. As such, the OWDA loan payable at December 31, 2010 associated with stormwater utility projects must be reclassified to governmental activities from business-type activities and the Stormwater Utility nonmajor enterprise fund.

The prior period adjustment to properly state capital asset balances and the reclassification of the OWDA loan had the following effect on the net assets of the governmental activities, enterprise funds and business-type activities as follows:

	Governmental Activities	Enterprise Funds			Business-type Activities
		Water Supply System	Wastewater Treatment	Nonmajor Enterprise	
Net assets at December 31, 2010	\$ 395,063,131	\$ 38,354,909	\$ 15,005,743	\$ 4,693,042	\$ 95,763,427
Reclassification of OWDA loan	(447,217)	-	-	447,217	447,217
Capital asset adjustments:					
Accumulated depreciation	-	388,542	-	-	388,542
Construction in progress	-	952,026	792,114	-	1,744,140
Land improvements	-	(535,930)	-	-	(535,930)
Restated net assets at January 1, 2011	<u>\$ 394,615,914</u>	<u>\$ 39,159,547</u>	<u>\$ 15,797,857</u>	<u>\$ 5,140,259</u>	<u>\$ 97,807,396</u>

D. Deficit Fund Balances

Fund balances at December 31, 2011 included the following individual fund deficits:

Major Governmental Funds	Deficit
Capital Improvements	\$ (6,337,136)
Total Major Funds	<u>\$ (6,337,136)</u>
Nonmajor Governmental Funds	
Toxicology Lab	\$ (8,876)
Community MR/RES Services	(139,256)
Workforce Development	(435,578)
Stormwater Utility	(245,025)
Total Nonmajor Funds	<u>\$ (828,735)</u>

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

These funds complied with Ohio state law, which does not permit a cash basis deficit at year-end. The General Fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances in the Capital Improvements Fund is due to the recording of short-term notes payable as a fund liability rather than as an "other financing source" in accordance with GAAP. The deficit fund balances and net assets in the remaining funds primarily resulted from adjustments for accrued liabilities at year-end.

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS

State statutes classify monies held by the County into two 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 Treasurer 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. Inactive 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 or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or its political subdivisions provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts, in any eligible institution mentioned in section 135.32 of the Revised Code;

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS - (Continued)

6. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's Asset Reserve of Ohio Investment Pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange either securities described in division (1) or (2) or cash or both securities and cash, equal value for equal value;
9. High grade commercial paper in an amount not to exceed five percent of the County's total average portfolio; and
10. Bankers acceptances for a period not to exceed 270 days and in an amount not to exceed ten percent of the County's total average portfolio.

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

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

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian. Also, investments in foreign nations that are diplomatically recognized by the United States are limited to 1% of the total average portfolio.

A. Cash on Hand

At year-end, the County had \$5,750 in undeposited cash on hand and \$1,375 in undeposited cash in segregated accounts held outside of the County's internal investment pool. This amount is included on the financial statements of the County as part of "Equity in Pooled Cash and Investments".

B. Cash in Segregated Accounts

At year-end, the County had \$7,227,387 cash and cash equivalents deposited separate from the County's internal investment pool. This amount is included in the amount of "Deposits with Financial Institutions" below.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS - (Continued)

C. Deposits with Financial Institutions

At December 31, 2011, the carrying amount of all County deposits was \$19,298,107. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2011, \$18,244,344 of the County's bank balance of \$22,732,132 was exposed to custodial risk as discussed below, while \$4,487,788 was covered by the FDIC.

Custodial credit risk is the risk that, in the event of bank failure, the County's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the County. The County's investment policy minimizes custodial credit risk for deposits by maintaining adequate collateralization of certificates of deposit. The County's policy on deposits requires that they be insured by FDIC or collateralized by the financial institution.

Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

D. Investments

As of December 31, 2011, the County had the following investments and maturities:

Investment type	Fair Value	Investment Maturities			
		1 Year or Less	1 to 2 Years	2 to 3 Years	More than 3 Years
FFCB	\$ 58,842,869	\$ 9,642,748	\$ 2,543,042	\$ 22,108,517	\$ 24,548,562
FHLB	25,000,548	7,285,685	1,263,590	7,020,008	9,431,265
FHLMC	72,102,581	2,014,788	1,996,658	22,010,037	46,081,098
FNMA	57,102,594	2,755,836	8,832,797	26,515,778	18,998,183
Foreign Government Bonds	1,500,000	1,500,000	-	-	-
Port Authority Bonds	2,000,000	-	-	-	2,000,000
STAR Ohio	232,940	232,940	-	-	-
Total	<u>\$ 216,781,532</u>	<u>\$ 23,431,997</u>	<u>\$ 14,636,087</u>	<u>\$ 77,654,340</u>	<u>\$ 101,059,108</u>

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS - (Continued)

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments with interest rates that are fixed for longer periods are likely to be subject to more variability in their fair values as a result of future changes in interest rates. The County's investment policy minimizes interest rate risk by diversifying assets and maturity dates while maintaining adequate liquidity to meet current obligations without a sale of securities.

Credit Risk: Credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. Credit quality information - as commonly expressed in terms of the credit ratings issued by the nationally recognized statistical rating organizations (NRSRO's) such as Moody's Investors Service, Standard & Poor's, or Fitch Ratings, provides a current depiction of potential variable cash flows and credit risk. The County's investment policy allows for investments in federal agency securities, along with Banker's Acceptances and Commercial Paper, that are rated AA + by two rating agencies, provided they do not exceed more than 5% of the portfolio. The County's investments in federal agency securities were all rated AA+ by Standard & Poor's and Aaa by Moody's. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. The foreign government bonds are rated AA- by Standard & Poor's and A1 by Moody's. The Port Authority Bonds are unrated.

Foreign Currency Risk: Lucas County does have a formal policy regarding foreign government investment, limiting this investment to one percent of the total average portfolio. Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. At December 31, 2011, the County had exposure of approximately \$1,500,000 to foreign currency risk (Israeli currency - shekel).

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, the County will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. All of the County's investments are insured or registered, or the securities are held by the County or its agent in the County's name. The County's investment policy minimizes credit risk and custodial credit risk by (1) diversifying assets by issuer and (2) ensuring that required, minimum credit quality ratings exist prior to the purchase of commercial paper and bankers acceptances. At December 31, 2011, the County was not subject to custodial credit risk on investments.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 4 - POOLED CASH, CASH EQUIVALENTS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The County places no limit on the amount that may be invested in any one issuer. As of December 31, 2011, the County had the following investments:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FFCB	\$ 58,842,869	27.14%
FHLB	25,000,548	11.53%
FHLMC	72,102,581	33.27%
FNMA	57,102,594	26.34%
Foreign Government Bonds	1,500,000	0.69%
Port Authority Bonds	2,000,000	0.92%
STAR Ohio	232,940	0.11%
Total	<u>\$ 216,781,532</u>	<u>100.00%</u>

E. Reconciliation of Cash and Investments Disclosed to Financial Statements

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the financial statements as of December 31, 2011:

<u>Cash and Investments per note</u>	
Carrying amount of deposits	\$ 19,298,107
Investments	216,781,532
Cash on hand	7,125
Total	<u>\$ 236,086,764</u>
<u>Cash and Investments per Financial Statements</u>	
Governmental activities	\$ 187,637,272
Business-type activities	14,320,982
Agency funds	34,128,510
Total	<u>\$ 236,086,764</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 5 - INTERFUND TRANSACTIONS

- A.** Interfund transfers for the year ended December 31, 2011, consisted of the following, as reported on the fund financial statements:

Transfer To	Transfer From			Total
	Governmental Funds			
	General Fund	Board of Developmental Disabilities	Nonmajor Governmental	
Governmental Funds:				
Debt Service	\$ 5,389,577	\$ -	\$ -	\$ 5,389,577
Capital Improvements	2,560,245	-	-	2,560,245
Nonmajor Governmental	11,434,753	4,000,000	284,998	15,719,751
Internal Service Funds	502,741	-	-	502,741
Enterprise Funds:				
Stormwater Utility	114,179	-	-	114,179
Total	\$ 20,001,495	\$ 4,000,000	\$ 284,998	\$ 24,286,493

Transfers are used to 1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them, 2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds.

The transfer from the Board of Development Disabilities Fund to the Community MR/RES Services Fund (a nonmajor governmental fund) was to move resources in accordance with Ohio Revised Code Section 5705.14(H)(1).

The transfer from the Coroner Laboratory Fund (a nonmajor governmental fund) to the Toxicology Lab Fund (a nonmajor governmental fund) was to move resources to support the operations of the toxicology lab whose operations are directly related to those of the coroner laboratory.

Interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. Residual transfers between governmental activities and business-type activities are reported on the statement of activities.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 5 - INTERFUND TRANSACTIONS - (Continued)

- B.** Interfund loans receivable/payable consisted of the following at December 31, 2011, as reported on the fund financial statements:

<u>Interfund Loans Receivable</u>	<u>Interfund Loans Payable</u>	<u>Amount</u>
General	Nonmajor Governmental	<u>\$ 235,218</u>

During 2011, the County began reporting stormwater utility operations in a governmental fund rather than in an enterprise fund due to the special assessments received for the project. The Stormwater Utility Fund (a nonmajor governmental fund) received an advance from the General Fund during 2011. The advance was not repaid by December 31, 2011 and is reported as an interfund loan payable in the Stormwater Utility Fund (a nonmajor governmental fund) and an interfund loan receivable in the General Fund. The interfund loan is expected to be repaid in the subsequent year. Interfund loans receivable/payable between governmental funds are eliminated for reporting on the statement of net assets.

- C.** Amounts “due to other funds” and “due from other funds” consisted of the following at December 31, 2011, as reported on the fund financial statements:

<u>Due To Other Funds</u>	<u>Due From Other Funds</u>	<u>Amount</u>
General	Internal Service Funds	\$ 47,326
Mental Health and Recovery	Internal Service Funds	802
Children Services Board	Internal Service Funds	11,620
Nonmajor Governmental Funds	Internal Service Funds	40,145
Wastewater Treatment	Internal Service Funds	782
Nonmajor Enterprise Funds	Internal Service Funds	2,399
Internal Service Funds	Internal Service Funds	2,198
Total		<u>\$ 105,272</u>

Due to/due from balances resulted from the routine lag between the dates interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in accounting system and payments between funds are made.

Amounts due to/from other funds between governmental funds are eliminated on the government-wide financial statements. Amounts due to/from other funds between governmental activities and business-type activities are reported as a component of the internal balance reported on the statement of net assets.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the County. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. 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.

Public utility real taxes are collected in one calendar year and levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2011 public utility property taxes became a lien December 31, 2010, are levied after October 1, 2011, and are collected in 2012 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously. Whereas collectible delinquent property taxes have been recorded as a receivable on a full accrual basis, it is classified as deferred revenue on a modified accrual basis.

State law eliminated the current assessment of tangible personal property after 2010. Therefore, tangible personal property tax revenues received in calendar year 2011 and beyond (other than public utility property) represent delinquent collections. The County continues to collect and distribute delinquent personal property tax to political subdivisions throughout the County.

Provisions of House Bill No. 66 (HB 66) signed into law on June 30, 2005 required "reimbursement" payments through 2017 for the phase out of the tangible personal property tax. The phase-out payments associated with HB 66 were accelerated by the State through its biennial budget, passed June 30, 2011. Effects on Lucas County will include the elimination of most levy funded reimbursements after 2012. However, reimbursements will continue in a reduced form and extend through 2030 for the following County levies and agencies: Board of Developmental Disabilities, Board of Mental Health, Children Services Board, and the Senior Services levy.

The full tax rate for all County operations for the year ended December 31, 2011 was \$14.07 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2011 property tax receipts were based are as follows:

<u>Real Property</u>	
Residential/Agricultural	\$ 5,726,573,490
Commercial/Industrial/Mineral	2,046,868,164
<u>Public Utility</u>	
Real	11,471,600
Personal	221,492,520
Total Assessed Value	<u><u>\$ 8,006,405,774</u></u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 6 - PROPERTY TAXES - (Continued)

Ohio law prohibits taxation of property from all taxing authorities in excess of 10.00 mills of assessed value without a vote of the people. Presently, the County levies 2.00 mills within the 10.00 mill limit for the General Fund. An additional 12.07 mills have been levied for voted millage. A summary of the voted and unvoted millage collected in 2011 is as follows:

<u>Purpose</u>	Voter Authorized Rate (a)	<u>Effective Rate Levied for 2011 Collection Year (b)</u>		Final Collection Year
		<u>Agricultural / Residential</u>	<u>Commercial / Industrial</u>	
Voted Millage:				
Senior Services	0.45	0.450000	0.450000	2014
Mental Health & Recovery	1.50	1.500000	1.483644	2014/2018
Developmental Disabilities	5.00	4.232511	4.454701	continuous
Children Services	2.40	2.281988	2.350976	2013/2016
Zoo Operating	0.85	0.850000	0.822194	2016
Zoo Improvements	1.00	1.000000	0.967288	2016
911 Emergency Telephone Sys.	0.70	0.700000	0.677101	2016
Science & Natural History	0.17	0.170000	0.170000	2013
Total voted tax rates	<u>12.07</u>	<u>11.184499</u>	<u>11.375904</u>	
Inside (Unvoted) Millage:				
General Fund	<u>2.00</u>	<u>2.000000</u>	<u>2.000000</u>	N/A
Total direct tax rates	<u>14.07</u>	<u>13.184499</u>	<u>13.375904</u>	

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

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

NOTE 7 - PERMISSIVE SALES AND USE TAX

In 1970, the County Commissioners, by resolution, imposed a .5% tax on all retail sales, including motor vehicles, made in the County. In 1982, the County commissioners increased the sales tax by .5% to 1%. In November 1993, Lucas County voters approved a permanent increase of .25% to 1.25% in the sales tax.

Vendor collections of the tax are paid to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the State Office of Budget and Management (OBM) the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five (45) days after the end of each month. The OBM then has five (5) days in which to draw the warrant payable to the County.

Proceeds of the tax are credited entirely to the General Fund. Amounts that have been collected by the State and are to be received within 60 days of year end are accrued as revenue, as measurable and available. Sales tax revenue reported in the General Fund for 2011 amounted to \$72,035,424.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 8 - CAPITAL ASSETS

A. Governmental Activities

During 2011, the County has reclassified certain amounts out of the buildings, structures and improvements asset class and into the land asset class to properly report the capital assets in the correct category. The reclassification had no effect on the total balance of governmental activities capital assets, net at December 31, 2010. Capital asset activity for year ended December 31, 2011 follows:

	Balance 12/31/2010	Reclassification	Reclassified Balance 12/31/2010	Increases	Decreases	Balance 12/31/11
<u>Governmental Activities:</u>						
Capital assets, not being depreciated:						
Land	\$ 22,457,066	\$ 5,984,133	\$ 28,441,199	\$ 330,019	\$ (203,594)	\$ 28,567,624
Right of way	1,157,265	-	1,157,265	144,072	-	1,301,337
Construction in progress	14,375,754	-	14,375,754	10,876,695	(9,182,906)	16,069,543
Total capital assets, not being depreciated	<u>37,990,085</u>	<u>5,984,133</u>	<u>43,974,218</u>	<u>11,350,786</u>	<u>(9,386,500)</u>	<u>45,938,504</u>
Capital assets, being depreciated:						
Buildings, structures and improvements	312,614,892	(5,984,133)	306,630,759	641,595	(325,004)	306,947,350
Furniture, fixtures and equipment	59,893,166	-	59,893,166	1,511,912	(1,291,075)	60,114,003
Computer software	3,056,770	-	3,056,770	37,900	(22,423)	3,072,247
Infrastructure	336,671,559	-	336,671,559	9,182,906	-	345,854,465
Total capital assets, being depreciated	<u>712,236,387</u>	<u>(5,984,133)</u>	<u>706,252,254</u>	<u>11,374,313</u>	<u>(1,638,502)</u>	<u>715,988,065</u>
Accumulated depreciation:						
Buildings, structures and improvements	(100,947,804)	-	(100,947,804)	(8,011,691)	89,376	(108,870,119)
Furniture, fixtures and equipment	(44,647,113)	-	(44,647,113)	(4,095,966)	1,287,535	(47,455,544)
Computer software	(2,780,637)	-	(2,780,637)	(170,315)	16,066	(2,934,886)
Infrastructure	(282,588,916)	-	(282,588,916)	(3,936,910)	-	(286,525,826)
Total accumulated depreciation	<u>(430,964,470)</u>	<u>-</u>	<u>(430,964,470)</u>	<u>(16,214,882)</u>	<u>1,392,977</u>	<u>(445,786,375)</u>
Total capital assets being depreciated, net	<u>281,271,917</u>	<u>(5,984,133)</u>	<u>275,287,784</u>	<u>(4,840,569)</u>	<u>(245,525)</u>	<u>270,201,690</u>
Governmental activities capital assets, net	<u>\$ 319,262,002</u>	<u>\$ -</u>	<u>\$ 319,262,002</u>	<u>\$ 6,510,217</u>	<u>\$ (9,632,025)</u>	<u>\$ 316,140,194</u>

Construction in progress: During 2011, the County incurred additional expenditures of \$10,876,695, with completed projects amounting to \$9,182,906. All completed projects in 2011 related to infrastructure. New expenditures for construction-in-progress were primarily for infrastructure related projects.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 8 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to functions and programs of the County as follows:

Governmental Activities:

General government:

Legislative and executive	\$ 6,194,745
Judicial	1,993,485
Public safety	2,638,850
Public works	4,289,528
Health	520,035
Human services	428,946
Conservation and recreation	125,063
Internal service funds	<u>24,230</u>
Total depreciation expense - governmental activities	<u>\$ 16,214,882</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 8 - CAPITAL ASSETS - (Continued)

B. Business-Type Activities

Capital assets of the business-type activities have been restated as described in Note 3.C.
Capital asset activity for year ended December 31, 2011 follows:

<u>Business-Type Activities:</u>	Balance 12/31/10	Restatement	Restated Balance 12/31/10	Increases	Decreases	Balance 12/31/11
Capital assets, not being depreciated:						
Land	\$ 383,090	\$ -	\$ 383,090	\$ -	\$ -	\$ 383,090
Construction in progress	2,668,615	1,744,140	4,412,755	1,842,648	(6,239,368)	16,035
Total capital assets, not being depreciated	<u>3,051,705</u>	<u>1,744,140</u>	<u>4,795,845</u>	<u>1,842,648</u>	<u>(6,239,368)</u>	<u>399,125</u>
Capital assets, being depreciated:						
Buildings, structures and improvements	39,006,994	-	39,006,994	235,628	(93,070)	39,149,552
Land improvements	145,733,441	(535,930)	145,197,511	8,200,729	(231,828)	153,166,412
Furniture, fixtures and equipment	8,333,224	-	8,333,224	186,676	(563,749)	7,956,151
Computer software	22,503	-	22,503	-	-	22,503
Total capital assets, being depreciated	<u>193,096,162</u>	<u>(535,930)</u>	<u>192,560,232</u>	<u>8,623,033</u>	<u>(888,647)</u>	<u>200,294,618</u>
Accumulated depreciation:						
Buildings, structures and improvements	(11,604,951)	-	(11,604,951)	(960,994)	93,070	(12,472,875)
Land improvements	(68,632,441)	388,542	(68,243,899)	(3,679,643)	50,539	(71,873,003)
Furniture, fixtures and equipment	(7,387,726)	-	(7,387,726)	(316,654)	530,107	(7,174,273)
Computer software	(20,591)	-	(20,591)	(1,912)	-	(22,503)
Total accumulated depreciation	<u>(87,645,709)</u>	<u>388,542</u>	<u>(87,257,167)</u>	<u>(4,959,203)</u>	<u>673,716</u>	<u>(91,542,654)</u>
Total capital assets, being depreciated net	<u>105,450,453</u>	<u>(147,388)</u>	<u>105,303,065</u>	<u>3,663,830</u>	<u>(214,931)</u>	<u>108,751,964</u>
Business-type activities capital assets, net	<u>\$ 108,502,158</u>	<u>\$ 1,596,752</u>	<u>\$ 110,098,910</u>	<u>\$ 5,506,478</u>	<u>\$ (6,454,299)</u>	<u>\$ 109,151,089</u>

Depreciation expense was charged to the County's enterprise funds as follows:

Business-type Activities:

Water Supply System	\$ 1,852,630
Wastewater treatment	959,882
Sewer System	1,764,452
Sanitary Engineer	269,875
Solid Waste	<u>112,364</u>
Total depreciation expense - business-type activities	<u>\$ 4,959,203</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 8 - CAPITAL ASSETS - (Continued)

C. Component Units

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

	Balance 12/31/2010	Changes in Assets	Balance 12/31/2011
Capital assets, not being depreciated:			
Land, construction in progress and parking rights	\$ 4,963,071	\$ (1,912,788)	\$ 3,050,283
Total capital assets, not being depreciated	4,963,071	(1,912,788)	3,050,283
Capital assets, being depreciated:			
Buildings, structures and improvements	25,735,251	2,561,527	28,296,778
Furniture, fixtures and equipment	5,220,715	429,529	5,650,244
Total capital assets, being depreciated	30,955,966	2,991,056	33,947,022
Total accumulated depreciation	(12,693,275)	(1,481,848)	(14,175,123)
Total capital assets being depreciated, net	18,262,691	1,509,208	19,771,899
Component units capital assets, net	\$ 23,225,762	\$ (403,580)	\$ 22,822,182

Depreciation expense was charged to component units as follows:

Component Units:

Toledo Mud Hens Baseball Club, Inc.	\$ 575,279
Lott Industries, Inc.	351,938
Preferred Industries, Inc. and Affiliates	446,602
Toledo Arena Sports, Inc.	49,235
Toledo-Lucas Convention and Visitors Bureau	151,314
Total depreciation expense - component units	\$1,574,368

Depreciation expense and the change in accumulated depreciation for the component units will differ due to the effect the disposal of capital assets has on the accumulated depreciation balances.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 9 - NOTES PAYABLE

During the fiscal year 2011, the following note payable activity occurred:

Note Issue	Maturity Date	Rate	Balance 12/31/2010	Issued	Redeemed	Balance 12/31/2011
Taxable Arena Improvement BAN Series 2010	7/22/2011	1.250%	\$ 12,950,000	\$ -	\$ 12,950,000	\$ -
Taxable Arena Improvement BAN Series 2010-1	7/22/2011	1.880%	13,800,000	-	13,800,000	-
Various Purpose Improvements - Series 2010	9/15/2011	1.125%	965,000	-	965,000	-
Taxable Arena Improvement Notes, Series 2011	7/19/2012	1.375%	-	9,800,000	-	9,800,000
Various Purpose Improvements - Series 2011	7/19/2012	1.000%	-	14,155,000	-	14,155,000
Total governmental activities			<u>\$ 27,715,000</u>	<u>\$ 23,955,000</u>	<u>\$ 27,715,000</u>	<u>\$ 23,955,000</u>
Various Purpose Improvements - Series 2010	9/15/2011	1.125%	\$ 1,465,000	\$ -	\$ 1,465,000	\$ -
Various Purpose Improvements - Series 2011	7/19/2012	1.000%	-	1,245,000	-	1,245,000
Total business type activities			<u>\$ 1,465,000</u>	<u>\$ 1,245,000</u>	<u>\$ 1,465,000</u>	<u>\$ 1,245,000</u>

All notes are backed by the full faith and credit of the County and mature within one year from the date of issuance. The various purpose improvements and arena improvement notes were issued in anticipation of long-term bonded financing and will be classified as long-term obligations once they are refinanced on a long-term basis.

Taxable Arena Improvement Notes, Series 2011: \$9,800,000 of outstanding taxable arena improvement notes payable are reported in the Capital Improvements Fund. These notes are liabilities of the fund which received the proceeds.

Various Purpose Improvements Notes, Series 2011: \$14,155,000 of outstanding various purpose improvements notes payable are reported in the Capital Improvements Fund. These notes are liabilities of the fund which received the proceeds.

Various Purpose Improvements Notes, Series 2011: \$200,000 of outstanding various purpose improvements notes payable are reported in the Sewer System Fund. These notes are liabilities of the fund which received the proceeds.

Various Purpose Improvements Notes, Series 2011: \$1,045,000 of outstanding various purpose improvements notes payable are reported in the Water Supply System Fund. These notes are liabilities of the fund which received the proceeds.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. The beginning balance of the long-term obligations has been restated to move an OWDA loan with an outstanding balance of \$447,217 at December 31, 2010 from business-type activities to governmental activities as the County began reporting stormwater utility operations in a governmental fund during 2011 (see Note 3.C).

General Obligation Bonds

General obligation bonds are secured by the County's ability to levy a voted or unvoted property tax within limitations of Ohio Law. All long-term debt issued for governmental purposes of the County and special assessment bonds are retired from the Debt Service Fund.

In 2007, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At December 31, 2011, \$10,310,000 of bonds outstanding are considered defeased.

On September 15, 2003, the County issued \$7,250,000 of various purpose improvement bonds (Series 2003 Court of Appeals Bonds) of which \$6,260,000 was issued for the purpose of constructing, furnishing, equipping, improving the site of, and otherwise improving the Court of Appeals building (the court of Appeals building Improvement) and \$990,000 was issued for sanitary and water line improvements. The County is obligated to pay this bond using legally available resources including tax revenue through December 2023.

On September 30, 2011, the County issued \$4,395,000 of Series 2011 Court of Appeals Refunding Bond for the purpose of currently refunding the outstanding balance of the Series 2003 Court of Appeals Bonds described above. The County deposited bond proceeds and other local monies in the amount of \$4,422,869 with an escrow agent to refund the bonds. The Series 2011 Court of Appeals refunding bonds bear annual interest ranging from 2.25-4.00% and mature December 1, 2023. Proceeds of the refunding bonds are reported in the Debt Service fund with principal payments due December 1 of each year and interest payments due June 1 and December 1 of each year.

As a result of this refunding, the Series 2003 Court of Appeals bonds are considered defeased and the liability for those bonds have been removed from the County's basic financial statements. The current refunding reduces debt service payments over the next 13 years by \$686,457 resulting in an economic gain (difference between the present value of the old and new debt service payments) of \$221,847.

Special Assessment Bonds with Governmental Commitment

Special assessment bonds are secured by an unvoted property tax levy; however, each bond resolution provides for principal and interest to also be paid from special assessments levied for the projects financed by those bonds and consequently those bonds are treated as "self-supporting."

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

Non-tax Revenue Bonds

The County has pledged future non-tax revenues, net of specified operating expenses, to repay the Series 2010 Taxable Economic Development Revenue Refunding Bonds. Proceeds of the refunding bonds were used to currently refund the 2001 Taxable Economic Development Revenue Bonds which were used to construct a new baseball stadium which the County owns and leases to the Toledo Mud Hens Baseball Club, Inc. The Series 2010 Taxable Economic Development Revenue Refunding Bonds are payable solely from non-tax revenues and are payable through October 2016. Principal and interest payments made in 2011 on the Series 2010 non-tax revenue bonds were 1,845,184. The total principal and interest remaining to be paid on the Series 2010 non-tax revenue bonds is \$9,280,875.

Revenue Bonds

The County has pledged future revenues, net of specified operating expenses, to repay \$725,700 in Series 2006 revenue bonds. Revenue bonds do not represent a general obligation debt or a pledge of the full faith and credit or taxing power of the County. Proceeds of the bonds were used to construct a portion of sanitary sewer number 772 in Jerusalem Township. The Series 2006 sewer construction bonds are payable from S.S.772 revenues and are payable through 2046. The 2011 principal and interest payments on the bonds required 100.0% percent of net revenues. The total principal and interest remaining to be paid on the Series 2006 revenue bonds is \$1,393,948. Principal and interest paid for the current year and total net revenues were \$39,849 and \$40,395, respectively.

Ohio Public Works Commission (OPWC) Loans

The County has issued OPWC loans to finance various road improvements (governmental activities) and various wastewater and sewer system improvements (business-type activities). The OPWC loans are interest free loans. Debt service payments on governmental activities OPWC loans are made from the Motor Vehicle and Gas Tax fund (a nonmajor governmental fund) and debt service payments from business-type activities OWPC loans are made from the Wastewater Treatment Fund and Sewer System Fund.

Ohio Water Development (OWDA) Loans

The County has issued OWDA loans to finance various construction and improvement projects related to the governmental and business-type activities. The OWDA loans bear interest rates ranging from 4.2% to 7.67%. Debt service payments on OWDA loans are made from the following enterprise funds: Water Supply System Fund, Wastewater Treatment Fund, Sewer System Fund, Sanitary Engineer Fund (a nonmajor enterprise fund) and Solid Waste Fund (a nonmajor enterprise fund). Debt service payments on an OWDA loan are also made from the Stormwater Utility Fund (a nonmajor governmental fund).

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

In 2011, the following changes occurred in the governmental activities long-term obligations:

Governmental Activities	Original	Maturity	Restated			Balance	Amount Due in
	Issued	Date	Balance	Additions	Reductions	12/31/11	in One Year
			12/31/10				
<u>General Obligation Bonds:</u>							
1986 - 8.00% County public assistance building	\$ 5,500,000	12/01/11	\$ 220,000	\$ -	\$ (220,000)	\$ -	\$ -
1986 - 6.50% Convention Center land	8,400,000	12/01/12	680,000	-	(340,000)	340,000	340,000
2003 - 2.25% to 5.00% Court of Appeals	6,260,000	12/01/23	4,600,000	-	(4,600,000)	-	-
2011 - 2.25-4.00% Court of Appeals Refunding	4,395,000	12/01/23	-	4,395,000	-	4,395,000	300,000
2005 - 3.50% to 4.00% Current Refunding	3,005,000	12/01/25	1,650,000	-	(305,000)	1,345,000	315,000
2007 - 3.50% to 4.25% Advance Refunding	11,740,000	12/01/21	11,385,000	-	(860,000)	10,525,000	880,000
2008 - 3.00% to 4.00% - Advance Refunding	2,865,000	12/01/20	1,005,000	-	(1,005,000)	-	-
2010 - 2.00% to 5.00% Convention Center and Arena Improvement	48,860,000	10/01/40	48,860,000	-	(515,000)	48,345,000	525,000
2010 - 1.25% to 6.15% - Arena Improvement	19,100,000	10/01/40	19,100,000	-	(100,000)	19,000,000	100,000
Total general obligation bonds	<u>\$ 110,125,000</u>		<u>87,500,000</u>	<u>4,395,000</u>	<u>(7,945,000)</u>	<u>83,950,000</u>	<u>2,460,000</u>
<u>Special Assessment Bonds with Governmental Commitment:</u>							
1974 - 7.625% Waterline	\$ 528,320	11/01/14	65,000	-	(20,000)	45,000	15,000
1992 - 3.40% to 6.65% Sewers & waterlines	496,000	12/01/11	40,000	-	(40,000)	-	-
1992 - 3.40% to 6.65% Sewers & waterlines	981,000	12/01/12	155,000	-	(75,000)	80,000	80,000
1994 - 4.00% to 6.05% Sewers & waterlines	905,000	12/01/13	225,000	-	(70,000)	155,000	75,000
1995 - 4.30% to 6.80% Sewers & waterlines	680,000	12/01/15	205,000	-	(45,000)	160,000	50,000
1996 - 5.375% to 6.50% Sewers & waterlines	2,460,000	12/01/16	1,160,000	-	(160,000)	1,000,000	175,000
1997 - 4.90% to 5.45% Sewers & waterlines	1,235,000	12/01/17	575,000	-	(70,000)	505,000	75,000
1998 - 4.30% to 5.00% Sewers & waterlines	2,460,000	12/01/18	1,260,000	-	(130,000)	1,130,000	140,000
1999 - 5.15% to 6.00% Sewers & waterlines	535,000	12/01/19	315,000	-	(25,000)	290,000	30,000
2000 - 5.20% to 5.60% Sewers & waterlines	1,560,000	12/01/20	975,000	-	(75,000)	900,000	80,000
2001 - 4.10% to 5.10% Sewers & waterlines	1,585,000	12/01/21	1,030,000	-	(75,000)	955,000	80,000
2002 - 3.00% to 4.60% Sewers & waterlines	1,050,000	12/01/22	725,000	-	(50,000)	675,000	50,000
2003 - 2.75% to 5.00% Sewers & waterlines	990,000	12/01/23	730,000	-	(45,000)	685,000	45,000
2004 - 3.00% to 5.25% Sewers & waterlines	1,545,000	12/01/24	1,195,000	-	(65,000)	1,130,000	70,000
2005 - 3.50% to 4.25% Sewers & waterlines	1,620,000	12/01/25	1,325,000	-	(65,000)	1,260,000	70,000
2005 - 3.50% to 4.00% Technology drive	765,000	12/01/25	415,000	-	(48,000)	367,000	80,000
2005 - 3.50% to 4.25% Technology drive	1,035,000	12/01/25	850,000	-	(72,000)	778,000	45,000
2006 - 4.25% to 4.35% Sewers & waterlines	1,230,000	12/01/26	1,080,000	-	(45,000)	1,035,000	23,266
2006 - 4.50% S.S. 772	936,100	09/01/26	806,500	-	(35,500)	771,000	37,000
2007 - 4.25% to 5.00% Water & Sewer	470,000	12/01/27	425,000	-	(15,000)	410,000	20,000
2008 - 3.00% to 4.70% SS758 Bond	730,394	12/01/28	688,053	-	(28,228)	659,825	28,228
2008 - 3.00% to 4.70% WL1569,1577,1609,1616	304,606	12/01/28	286,947	-	(11,772)	275,175	11,772
2009 - 2.20 to 7.00% various purpose imp.	1,250,000	12/01/29	1,225,000	-	(45,000)	1,180,000	50,000
2010 - 1.125 to 5.375% Sewer & waterlines	360,000	12/01/30	360,000	-	(10,000)	350,000	15,000
Total special assessment bonds	<u>\$ 25,711,420</u>		<u>16,116,500</u>	<u>-</u>	<u>(1,320,500)</u>	<u>14,796,000</u>	<u>1,345,266</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

Governmental Activities - (Continued)

	Original Issued	Maturity Date	Restated Balance 12/31/10	Additions	Reductions	Balance 12/31/11	Amount Due in One Year
<u>Non-Tax Revenue Bonds:</u>							
2010 - 1.25% to 3.75% Refunding	10,045,000	10/01/16	10,045,000	-	(1,565,000)	8,480,000	1,620,000
Total Non-Revenue Bonds	<u>\$ 10,045,000</u>		<u>10,045,000</u>	<u>-</u>	<u>(1,565,000)</u>	<u>8,480,000</u>	<u>1,620,000</u>
<u>Revenue Bonds:</u>							
2006 - 4.50% S.S. 772	\$ 725,700	09/01/46	703,300	-	(8,200)	695,100	8,500
Total Revenue Bonds	<u>\$ 725,700</u>		<u>703,300</u>	<u>-</u>	<u>(8,200)</u>	<u>695,100</u>	<u>8,500</u>
<u>OWDA Loans:</u>							
2009 - 4.20% Stormwater Utility Project	\$ 507,184	07/01/15	447,217	-	(81,282)	365,935	76,623
Total Revenue Bonds	<u>\$ 507,184</u>		<u>447,217</u>	<u>-</u>	<u>(81,282)</u>	<u>365,935</u>	<u>76,623</u>
<u>OPWC Loans:</u>							
2001 - 0% Road improvements - Garden	161,510	1/1/2012	16,151	-	(16,151)	-	-
2002 - 0% Road improvements - Dutch Rd.	236,895	1/1/2012	35,533	-	(23,688)	11,845	11,845
2002 - 0% Road improvements - Multi Jurisd.	513,160	1/1/2012	102,634	-	(51,316)	51,318	25,658
2002 - 0% Road improvements - Bancroft	154,865	1/1/2012	23,230	-	(15,487)	7,743	7,743
2003 - 0% Road improvements - Centennial/Albon	540,000	1/1/2013	189,000	-	(54,000)	135,000	27,000
2006 - 0% Road improvements - Eber Wilkins	500,000	1/1/2016	275,000	-	(50,000)	225,000	25,000
2008 - 0% Road improvements - Wilkins Rd.	186,756	1/1/2027	158,742	-	(9,338)	149,404	4,669
2008 - 0% Road improvements - Abon Signal	15,147	1/1/2028	11,360	-	(1,515)	9,845	757
2008 - 0% Road improvements - Yarberg Bridge	99,404	1/1/2028	89,464	-	(4,970)	84,494	2,485
2008 - 0% Road improvements - Yarberg Bridge	95,797	1/1/2028	86,218	-	(4,789)	81,429	2,395
2009 - 0% Road improvements - Lathrop Bridge	67,096	1/1/2030	63,741	-	(3,355)	60,386	1,677
2009 - 0% Road improvements - King Rd.	109,454	1/1/2020	98,508	-	(10,945)	87,563	5,473
2009 - 0% Road improvements - Dorr Street	37,207	1/1/2020	33,486	-	(3,721)	29,765	1,860
2009 - 0% Road improvements - Providence-Neapolis-Swanton Rd.	12,445	1/1/2020	11,200	-	(1,245)	9,955	622
Total OPWC Loans:	<u>\$ 2,729,736</u>		<u>1,194,267</u>	<u>-</u>	<u>(250,520)</u>	<u>943,747</u>	<u>117,184</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

Governmental Activities - (Continued)

	Original Issued	Maturity Date	Restated Balance 12/31/10	Additions	Reductions	Balance 12/31/11	Amount Due in One Year
<u>Other long-term obligations</u>							
Capital lease obligations			\$ 105,678	\$ 123,802	\$ (73,698)	\$ 155,782	\$ 51,634
Compensated absences			20,178,477	12,609,842	(13,291,487)	19,496,832	12,983,694
Landfill obligation			7,000,000	-	-	7,000,000	150,000
Claims payable			10,207,619	9,881,936	(10,207,619)	9,881,936	5,465,321
Total other long-term obligations			<u>37,491,774</u>	<u>22,615,580</u>	<u>(23,572,804)</u>	<u>36,534,550</u>	<u>18,650,649</u>
Total governmental activities obligations			153,498,058	<u>\$ 27,010,580</u>	<u>\$ (34,743,306)</u>	145,765,332	<u>\$ 24,278,222</u>
Add: unamortized bond premiums			453,484			500,214	
Less: unamortized bond discounts			(32,831)			(29,823)	
Less: unamortized deferred charges on refundings			-			(89,497)	
Total on statement of net assets			<u>\$ 153,918,711</u>			<u>\$ 146,146,226</u>	

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

During the fiscal year 2011, the following changes occurred in the County's business-type activities long-term obligations:

Business-type Activities	Original Issued	Maturity Date	Restated		Balance 12/31/11	Amount Due in One Year	
			Balance 12/31/10	Additions Reductions			
<u>OWDA Loans:</u>							
1980-1984 - 6.24% to 6.25% Sewer system	\$ 6,588,707	07/01/13	\$ 587,277	\$ -	\$ (223,498)	\$ 363,779	\$ 115,135
1984 - 6.24-6.25% Wastewater treatment	incl. above	07/01/13	432,717	-	(164,519)	268,198	84,752
1983-1984 - 7.38% to 7.67% Sewers	662,191	1/1/2007	30,216	-	(30,216)	-	-
1991 - 7.45% to 7.5% Water supply system	310,473	07/01/11	14,167	-	(14,167)	-	-
1991 - 6.16% to 7.45% Sewer 1100	403,165	7/1/2011	18,341	-	(18,341)	-	-
1991 - 6.16% to 7.45% Sewer 0526A	426,937	7/1/2011	19,483	-	(19,483)	-	-
1991 - 6.16% to 7.45% Sewer 0526B	257,591	7/1/2011	11,718	-	(11,718)	-	-
1993 - 6.16% Water supply system	1,128,300	07/01/18	525,176	-	(57,259)	467,917	29,485
1994 - 6.72% Sewer system	644,200	07/01/14	179,851	-	(47,405)	132,446	24,473
1994 - 6.72% Sewer system	308,300	07/01/14	86,072	-	(22,687)	63,385	11,712
1994 - 6.72% Water	405,026	7/1/2019	213,980	-	(19,504)	194,476	10,069
1994 - 5.77% Wastewater treatment	11,539,293	07/01/15	3,812,215	-	(767,383)	3,044,832	394,451
1995 - 6.35% Water supply system	501,750	01/01/21	293,668	-	(21,917)	271,751	11,654
1997 - 5.86% Sanitary Engineer	1,650,000	07/01/17	750,191	-	(98,262)	651,929	50,530
1997 - 5.86% Water supply system - SW Tank	1,102,927	07/01/17	501,451	-	(65,683)	435,768	33,776
1997 - 5.86% Water supply system - Water main	680,585	07/01/17	309,437	-	(40,531)	268,906	20,842
2001 - 5.39% Water supply system	1,268,385	01/01/21	798,978	-	(62,164)	736,814	32,344
2003 - 4.40% Water supply system	290,000	01/01/13	68,509	-	(33,509)	35,000	17,310
2003 - 3.85% Water supply system	200,000	07/01/13	57,360	-	(22,290)	35,070	11,468
2004 - 3.85% Wastewater treatment	15,170,142	07/01/29	12,493,707	-	(473,875)	12,019,832	243,801
2008 - 5.65% Solid Waste Project	1,200,000	07/01/28	1,112,406	-	(38,600)	1,073,806	20,121
2009 - 4.36% Water 5114	1,097,053	1/1/2030	978,566	74,121	(27,810)	1,024,877	19,038
2009 - 4.36% Sewer 5113	789,485	1/1/2030	645,715	116,818	(24,989)	737,544	13,701
2011 - 3.55% Water Dist. System Improvements	417,174	1/1/1932	-	1,455	-	1,455	1,455
2011 - 3.55% Sanitary Sewer Improvements	909,742	1/1/1932	-	3,175	-	3,175	3,175
Total OWDA loans	<u>\$ 47,951,426</u>		<u>23,941,201</u>	<u>195,569</u>	<u>(2,305,810)</u>	<u>21,830,960</u>	<u>1,149,292</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

Business-type Activities - (Continued)

	Original Issued	Maturity Date	Restated Balance 12/31/10	Additions	Reductions	Balance 12/31/11	Amount Due in One Year
<u>OPWC Loans:</u>							
1994 - 0% Wastewater - Maumee River	\$ 274,474	01/01/16	\$ 89,203	\$ -	\$ (13,724)	\$ 75,479	\$ 6,862
2004 - 0% Sewer system - Schuler P.S.	97,025	07/01/14	33,959	-	(9,703)	24,256	4,851
2005 - 0% Sewer system	355,353	01/01/15	257,631	-	(17,768)	239,863	8,884
2005 - 0% Sewer system	432,200	01/01/15	313,345	-	(21,610)	291,735	10,805
2005 - 0% Sewer system	381,016	01/01/15	266,712	-	(19,051)	247,661	9,525
2006 - 0% Wastewater	1,215,159	01/01/26	941,748	-	(60,758)	880,990	30,379
2008 - 0% Sewer System	71,487	01/01/29	64,338	-	(3,574)	60,764	1,787
2010 - 0% Sewer System	482,191	07/01/30	470,136	-	(24,108)	446,028	12,055
2011 - 0% CL27M East Plant Sec. Clarifier	118,467	07/01/31	-	118,467	(2,962)	115,505	2,962
2011 - 0% River Road Waterline Replacement	196,000	01/01/32	-	87,312	-	87,312	2,183
2011 - 0% North Curtice Waterline Replacement	157,860	01/01/32	-	35,496	-	35,496	887
Total OPWC loans	<u>\$ 3,781,232</u>		<u>2,437,072</u>	<u>241,275</u>	<u>(173,258)</u>	<u>2,505,089</u>	<u>91,180</u>
<u>Other long-term obligations:</u>							
Compensated Absences			<u>647,542</u>	<u>412,556</u>	<u>(420,949)</u>	<u>639,149</u>	<u>427,825</u>
Total business-type activities on statement of net assets			<u>\$ 27,025,815</u>	<u>\$ 849,400</u>	<u>\$ (2,900,017)</u>	<u>\$ 24,975,198</u>	<u>\$ 1,668,297</u>

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

A summary of the County's future long-term debt funding requirements as of December 31, 2011 follows:

Fiscal Year Ended	Bonds					
	General Obligation		Special Assessment Government Commitment		Non-Tax Revenue	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 2,460,000	\$ 3,871,251	\$ 1,345,266	\$ 689,093	\$ 1,620,000	\$ 235,150
2013	2,195,000	3,781,576	1,338,800	620,284	1,650,000	206,800
2014	2,260,000	3,707,876	1,320,500	554,265	1,695,000	169,675
2015	2,340,000	3,631,426	1,329,400	492,071	1,750,000	123,063
2016	2,110,000	3,554,389	1,279,200	430,210	1,765,000	66,188
2017 - 2021	12,080,000	16,614,289	4,707,900	1,379,584	-	-
2022 - 2026	6,465,000	14,699,481	2,924,934	481,499	-	-
2027 - 2031	9,750,000	13,115,940	550,000	48,373	-	-
2032 - 2036	21,055,000	9,715,368	-	-	-	-
2037 - 2040	23,235,000	3,212,273	-	-	-	-
Total	<u>\$ 83,950,000</u>	<u>\$ 75,903,869</u>	<u>\$ 14,796,000</u>	<u>\$ 4,695,379</u>	<u>\$ 8,480,000</u>	<u>\$ 800,876</u>

Fiscal Year Ended	Bonds		Loans			
	Revenue		OWDA		OPWC	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$ 8,500	\$ 31,365	\$ 1,225,915	\$ 534,681	\$ 208,364	\$ -
2013	8,900	30,897	2,488,907	942,649	351,896	-
2014	9,300	30,497	2,121,292	817,867	326,238	-
2015	9,800	30,078	2,138,641	706,446	262,536	-
2016	10,100	29,718	1,162,155	595,858	262,536	-
2017 - 2021	58,100	140,993	4,990,915	2,206,248	979,374	-
2022 - 2026	72,500	126,663	4,754,906	1,213,078	838,980	-
2027 - 2031	89,831	108,149	3,314,164	236,873	215,842	-
2032 - 2036	111,588	84,814	-	-	3,070	-
2037 - 2041	139,396	57,006	-	-	-	-
2042 - 2046	174,134	22,268	-	-	-	-
2047 - 2049	2,951	6,400	-	-	-	-
Total	<u>\$ 695,100</u>	<u>\$ 698,848</u>	<u>\$ 22,196,895</u>	<u>\$ 7,253,700</u>	<u>\$ 3,448,836</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

Legal Debt Margin

Under the Uniform Bond Act of the Ohio Revised Code, and not taking into account the equity in the Debt Service Fund, the County has an unvoted debt limitation of \$79.337 million. After deducting the current net indebtedness, the County has the capacity to issue approximately \$66.334 million of additional unvoted general obligation debt.

Compensated Absences

Unpaid vested hours at December 31, 2011 representing the compensated absence liability recorded in governmental activities and business-type activities are as follows:

	Total Hours	
	Governmental	Business-Type
	Activities	Activities
Vacation	445,344	17,317
Sick	312,124	9,056
Compensation	25,332	467

Accrued compensated absences will be paid from the fund from which the employee is paid. The governmental activities compensated absence liability will be paid primarily from the following governmental funds: General Fund, Children Services Board Fund, Board of Developmental Disabilities Fund, Job and Family Services Fund (a nonmajor governmental fund) and Child Support Enforcement Agency Fund (a nonmajor governmental fund). The business-type activities compensated absence liability will be paid from the following enterprise funds: Wastewater Treatment Fund, Sanitary Engineer Fund (a nonmajor enterprise fund) and Solid Waste Fund (a nonmajor enterprise fund).

Landfill Obligation

The liability for the landfill obligation is described in Note 14.

Claims Payable

The liability for the claims payable is described in Note 16.

Capital Lease Obligations

The County has entered into certain agreements to lease equipment and other assets. Such agreements are, in substance, lease purchases (capital leases) and are classified as capital lease obligations in the financial statements. During 2011, the County added \$123,802 in new capital lease obligations and made principal payments of \$73,698.

	Total
Equipment	\$ 270,888
Less Accumuated Depreciation	(144,954)
Net Book Value	\$ 125,934

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

The following is a schedule of the future minimum lease payments required under capital lease obligations and the present value of the minimum lease payments as of December 31, 2011.

<u>Year Ending December 31,</u>	<u>Government Activities</u>	<u>Internal Service Funds</u>
2012	\$ 44,586	\$ 9,000
2013	33,486	7,500
2014	31,936	3,000
2015	28,045	-
2016	<u>381</u>	<u>-</u>
Total minimum lease payments	138,434	19,500
Less: amount representing interest	<u>(2,152)</u>	<u>-</u>
Present value of future minimum lease payments	<u>\$ 136,282</u>	<u>\$ 19,500</u>

Component Units

The County's component units have the following long-term obligations due at December 31, 2011:

The Toledo Mud Hens have a long-term deferred compensation liability of \$164,156, with the entire amount considered due in more than one year.

Preferred Properties, Inc. and Affiliates have long-term mortgage and notes payable of \$147,634. Of this total, \$27,619 is due in one year with the remainder due in more than one year.

Toledo Arena Sports, Inc. has a \$1,362 long-term liability for an equity interest in the net loss of EHCL Properties, LLC in excess of net investment. This amount has been reported as due in more than one year.

Toledo-Lucas County Convention and Visitors Bureau has long-term notes payable of \$1,293,802. Of this total, \$218,921 is due in one year with the remainder due in more than one year.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 10 - LONG-TERM DEBT AND OTHER OBLIGATIONS - (Continued)

Conduit Debt Obligations

From time to time, the County has issued Industrial Revenue Bonds, Hospital Facilities Bonds and Commercial Housing Revenue Bonds to provide financial assistance to private, profit and non-profit sector entities for the acquisition and construction of industrial, hospital and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received from the private sector entities served. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of Ohio, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2011, there were 27 conduit obligations outstanding. The aggregate principal amount payable for all conduit obligations totaled \$771,800,000, including \$723,295,000 for hospital, \$23,675,000 for industrial development, economic, and school facilities, and \$24,830,000 for housing.

NOTE 11 - PENSION PLAN

Ohio Public Employees Retirement System

Plan Description - The County participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both 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 Pension Plan benefit. Member contributions, from which the investments are self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan. While members in the State and local divisions may participate in all three plans, law enforcement (generally sheriffs, deputy sheriffs and township police) and public safety divisions participate only in the Traditional Pension Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the 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 which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 11 - PENSION PLAN – (Continued)

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2011, member and employer contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2011 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 11.00% and 11.60%, respectively. The County's contribution rate for 2011 was 14.00%, except for those plan members in law enforcement or public safety, for whom the County's contribution was 18.10% of covered payroll.

The County's contribution rate for pension benefits for members in the Traditional Plan for 2011 was 10.00%. The County's contribution rate for pension benefits for members in the Combined Plan for 2011 was 7.95%. For those plan members in law enforcement and public safety pension contributions were 14.10%. The County's required contributions to the Traditional Pension and Combined Plans for the years ended December 31, 2011, 2010, and 2009 were \$21.9 million, \$22.2 million, and \$23.4 million, respectively; 89.01% has been contributed for 2011 and 100% has been contributed for 2010 and 2009. Contributions to the Member-Directed Plan for 2011 were \$361,785 made by the County and \$258,419 made by the plan members.

NOTE 12 - POSTRETIREMENT BENEFIT PLANS

Ohio Public Employees Retirement

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

To qualify for postemployment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The postemployment health care plan was established under, and is administered in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund postemployment health care through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of postemployment health care.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 12 - POSTRETIREMENT BENEFIT PLANS – (Continued)

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2011, local government employers contributed 14.00% of covered payroll (18.10% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund postemployment health care for members in the Traditional Plan for 2011 was 4.00%. The portion of employer contributions allocated to fund post-employment healthcare for members in the Combined Plan for 2011 was 6.05%.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post employment health care plan.

The County's contributions allocated to fund postemployment health care benefits for the years ended December 31, 2011, 2010, and 2009 were \$6.1 million, \$7.8 million, and \$9.6 million, respectively; 89.01% has been contributed for 2011 and 100% has been contributed for 2010 and 2009.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates for state and local employers increased on January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

NOTE 13 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts and disbursements.

The statement of revenues, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund and major special revenues funds are 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 that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 13 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
- (e) Investments are reported at fair value (GAAP basis) rather than cost (budget basis); and,
- (f) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for all governmental funds for which a budgetary basis statement is presented:

Net Change in Fund Balance

	<u>General</u>	<u>Children Services Board</u>	<u>Board of Developmental Disabilities</u>	<u>Mental Health and Recovery</u>
Budget basis	\$ 1,114,248	\$(6,476,209)	\$ (9,270,207)	\$ 166,238
Net adjustment for revenue accruals	(1,544,018)	959,919	473,701	(1,207,595)
Net adjustment for expenditure accruals	540,653	112,871	189,237	305,843
Net adjustment for other sources/uses	121,038	-	-	-
Funds budgeted elsewhere	1,079,961	-	-	-
Adjustment for encumbrances	<u>972,865</u>	<u>1,380,272</u>	<u>4,081,258</u>	<u>754</u>
GAAP basis	<u>\$ 2,284,747</u>	<u>\$(4,023,147)</u>	<u>\$ (4,526,011)</u>	<u>\$ (734,760)</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. These include the Local Development Fund and the following sub-funds of the Other Special Revenue Fund: Payroll Reserve Fund, Sick Reserve Fund, Vacation Reserve Fund, and the Comp Time Reserve Fund.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 14 - FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed upon the use of resources in the governmental funds. The constraints placed on the fund balances for the governmental funds follows:

Fund balance	General	Mental Health and Recovery	Children Services Board	Board of Developmental Disabilities
Nonspendable:				
Materials and supplies inventory	\$ -	\$ -	\$ -	\$ -
Unclaimed monies	1,709,192	-	-	-
Total nonspendable	<u>1,709,192</u>	<u>-</u>	<u>-</u>	<u>-</u>
Restricted:				
Ditch maintenance	281,128	-	-	-
Legislative and executive	-	-	-	-
Judicial	-	-	-	-
Public safety	-	-	-	-
Public works projects	-	-	-	-
Health programs	-	8,956,852	-	26,110,944
Human services programs	-	-	13,411,696	-
Conservation and recreation programs	-	-	-	-
Debt service	-	-	-	-
Discretionary	-	-	-	-
Total restricted	<u>281,128</u>	<u>8,956,852</u>	<u>13,411,696</u>	<u>26,110,944</u>
Committed:				
Legislative and executive	221,521	-	-	-
Payroll	3,000,305	-	-	-
Compensated absences	1,711,512	-	-	-
Public safety	-	-	-	-
Debt service	-	-	-	-
Total committed	<u>4,933,338</u>	<u>-</u>	<u>-</u>	<u>-</u>
Assigned:				
Legislative and executive	385,090	-	-	-
Judicial	186,451	-	-	-
Public works projects	1,683	-	-	-
Human service programs	8,477	-	-	-
Total assigned	<u>581,701</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unassigned (deficit)	<u>26,997,468</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>\$ 34,502,827</u>	<u>\$ 8,956,852</u>	<u>\$ 13,411,696</u>	<u>\$ 26,110,944</u>

LUCAS COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011

NOTE 14 - FUND BALANCE – (Continued)

Fund balance	Debt Service	Capital Improvements	Nonmajor Governmental	Total Governmental Funds
Nonspendable:				
Materials and supplies inventory	\$ -	\$ -	\$ 726,158	\$ 726,158
Unclaimed monies	-	-	-	1,709,192
Total nonspendable	-	-	726,158	2,435,350
Restricted:				
Ditch maintenance	-	-	-	281,128
Legislative and executive	-	-	8,129,379	8,129,379
Judicial	-	-	5,534,052	5,534,052
Public safety	-	-	21,725,665	21,725,665
Public works projects	-	-	2,691,516	2,691,516
Health programs	-	-	895,449	35,963,245
Human services programs	-	-	459,865	13,871,561
Conservation and recreation programs	-	-	197,493	197,493
Debt service	125,058	-	-	125,058
Community development	-	-	6,628,752	6,628,752
Other purposes	-	-	10,893,446	10,893,446
Total restricted	125,058	-	57,155,617	106,041,295
Committed:				
Legislative and executive	-	-	-	221,521
Payroll	-	-	-	3,000,305
Compensated absences	-	-	-	1,711,512
Public safety	-	-	200,000	200,000
Debt service	7,137,386	-	-	7,137,386
Total committed	7,137,386	-	200,000	12,270,724
Assigned:				
Legislative and executive	-	-	-	385,090
Judicial	-	-	-	186,451
Public works projects	-	-	-	1,683
Human Service programs	-	-	-	8,477
Total assigned	-	-	-	581,701
Unassigned (deficit)	-	(6,337,136)	(828,735)	19,831,597
Total fund balances	\$ 7,262,444	\$ (6,337,136)	\$ 57,253,040	\$ 141,160,667

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 15 - OTHER COMMITMENTS

The County utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the County's commitments for encumbrances in the governmental funds were as follows:

<u>Fund</u>	<u>Year-End Encumbrances</u>
General	\$ 537,669
Mental Health and Recovery	754
Children Services Board	1,216,238
Board of Developmental Disabilities	3,430,954
Debt Service	129,200
Capital Improvements	1,141,453
Other Governmental	<u>8,021,001</u>
Total	<u>\$ 14,477,269</u>

NOTE 16 - CONTINGENCIES

The County owns and operated a landfill site located in the western portion of the County. The site accepted solid waste from a number of private and industrial waste haulers from 1954 to its closure in 1976. A solid waste transfer station was operated from May, 1980 through July, 1991. This site is now closed and the County no longer operates a landfill. State and federal laws require the County to clean up, monitor and maintain the site.

The County engaged a consultant to complete a study regarding the cleanup, monitoring and maintenance of the site. This study will be subject to review by the Ohio Environmental Protection Agency. The study estimates that \$7,000,000 will be required to clean up, monitor and maintain the site, of which approximately \$150,000 of the costs are to be incurred in the next year. The current liability of \$150,000 is included in the long-term liability due within a year with the remaining \$6,850,000 recorded as a long-term liability due in more than one year. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. Funding is expected to be obtained from the issuance of General Obligation notes or bonds, and from the State Infrastructure Bond Fund. Other potential sources of revenue include indemnification by generators for response costs incurred.

The County is a defendant in a number of other claims and lawsuits which may be classified as routine litigation. In addition, the County is a defendant in numerous other claims and lawsuits ranging from tort liability to civil rights litigation. Management believes that any settlement related to these claims and lawsuits will not have a material adverse effect on the financial position of the County.

The County participates in a number of Federal and State assisted grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. The ultimate obligations that may arise from cost disallowances or non-compliance with program requirements cannot be estimated.

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 17 - RECEIVABLES

Receivables at December 31, 2011, consisted of taxes, accounts, accrued interest and intergovernmental receivables arising from grants, entitlements and shared revenue. Receivables have been recorded to the extent that they are measurable at December 31, 2011.

Intergovernmental receivables consist of the following at year end:

<u>Fund</u>	<u>Amount</u>
General Fund:	
Local Government Fund	\$ 3,513,555
State Public Defender Reimbursement	577,020
Various Grants and Entitlements	661,375
Homestead and Rollback	<u>926,697</u>
	<u>5,678,647</u>
Mental Health and Recovery Fund:	
Grants and Entitlements	27,352,377
Homestead and Rollback	<u>695,022</u>
	<u>28,047,399</u>
Children Services Board Fund:	
Grants and Entitlements	3,264,012
Homestead and Rollback	<u>1,060,618</u>
	<u>4,324,630</u>
Board of Developmental Disabilities Fund:	
Grants and Entitlements	9,573,417
Homestead and Rollback	<u>1,961,778</u>
	<u>11,535,195</u>
Other Governmental Funds:	
Grants and Entitlements	3,575,765
License, Gasoline and Permissive Taxes	5,507,328
Homestead and Rollback	<u>1,468,805</u>
	<u>10,551,898</u>
Total Intergovernmental Receivables	<u>\$ 60,137,769</u>

LUCAS COUNTY, OHIO

*NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2011*

NOTE 18 - RISK MANAGEMENT

Self-Funded Insurance: The County is self-funded for health, dental and prescription drug benefits. The programs are administered by a third party, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in internal service funds. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide. Settled claims have not materially exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

The claims liability of \$9,881,936 reported in the internal service funds at December 31, 2011, is based on the requirements of GASB Statement No. 10 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims, be reported (see table below). Changes in the funds' claims liability amounts for 2011 and 2010 were:

	Balance at Beginning of Year	Current Year Claims	Change in Provision for for Workers' Compensation Claims	Claim Payments	Balance at End of Year
2011	\$ 10,207,619	\$ 39,741,849	\$ 81,538	\$ (40,149,070)	\$ 9,881,936
2010	\$ 11,409,319	\$ 39,894,824	\$ 352,376	\$ (41,448,900)	\$ 10,207,619

The County estimates that \$5,465,321 of the claims payable liability at December 31, 2011 will be paid within one year with the remaining balance, \$4,416,615, due in more than one year.

NOTE 19 - OPERATING LEASES

The County is lessee in various operating leases. The County is required to make the following future lease payments under the operating lease agreements: \$110,374 in 2012, \$103,415 in 2013, \$62,698 in 2014, \$30,149 in 2015, \$14,148 in 2016 and \$3,537 in 2017. The total future payments through 2017 are \$324,321.

NOTE 20 – SIGNIFICANT SUBSEQUENT EVENT

In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. The provisions of GASB 63 are effective for financial statements for periods beginning after December 15, 2011. The objective of this Statement is to provide guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures.

The County will implement GASB No. 63 in 2012. Management has not yet determined the impact that this new GASB pronouncement will have on the County's financial statements.

The James M. Schoonmaker/Willis B. Boyer



Bunting and flags hang from the rear of the pilot house on the museum ship James M. Schoonmaker/Willis B. Boyer, Toledo. The ship was rechristened the Schoonmaker in 2011 as part of the Red, White, and Kaboom festivities.

Photo and caption courtesy of The Toledo Blade, credits to Andy Morrison.

S. S. Willis B. Boyer (formerly the Col. James M. Schoonmaker) was built in 1911 and retired in 1980 after 69 years of service. It is a lake freighter which served as a commercial vessel on the Great Lakes for much of the 20th Century, and is currently undergoing renovation as a museum ship in Toledo, Ohio. She broke many cargo records for iron ore, grain and coal in her first year.

Source: http://en.wikipedia.org/wiki/Willis_B_Boyer

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues:				
Sales taxes	\$ 68,119,732	\$ 68,119,732	\$ 71,618,618	\$ 3,498,886
Property taxes	13,605,383	13,605,383	13,703,968	98,585
Charges for services	10,721,588	10,721,588	10,354,538	(367,050)
Licenses and permits	25,000	25,000	23,970	(1,030)
Fines and forfeitures	233,000	233,000	183,663	(49,337)
Intergovernmental	24,110,412	24,110,412	21,980,136	(2,130,276)
Special assessments	35,275	35,275	25,676	(9,599)
Investment income	4,525,000	4,525,000	3,574,754	(950,246)
Rental income	1,464,338	1,464,338	1,416,146	(48,192)
Other	2,298,320	2,298,320	2,143,867	(154,453)
Total revenues	125,138,048	125,138,048	125,025,336	(112,712)
Expenditures:				
General Government -				
Legislative and Executive				
<i>Auditor Accounting</i>				
Personal services	1,240,904	1,151,099	1,112,516	38,583
Materials and supplies	80,721	75,721	67,206	8,515
Charges and services	74,560	80,785	68,117	12,668
Other	10,000	8,051	8,050	1
Capital outlay and equipment	5,700	4,259	2,962	1,297
<i>Assessing Personal Property</i>				
Personal services	196,952	231,960	228,545	3,415
Materials and supplies	3,110	2,610	1,825	785
Charges and services	30,965	30,950	28,053	2,897
<i>Real Estate Support Staff</i>				
Personal services	602,553	628,339	628,339	-
Materials and supplies	5,000	4,000	4,000	-
Charges and services	8,500	2,671	2,671	-
Other	1,891	102	-	102
Capital outlay and equipment	-	-	-	-
<i>Budget Commission</i>				
Personal services	89,685	94,644	94,281	363
Materials and supplies	45	45	-	45
Other	55	84	-	84
<i>Board of Revision</i>				
Personal services	154,496	176,913	176,046	867
Materials and supplies	25,000	23,000	20,180	2,820
Charges and services	1,000	3,500	2,145	1,355
Capital outlay and equipment	2,933	2,433	1,046	1,387

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Legislative and Executive - continued				
<i>Information Services</i>				
Personal services.	\$ 2,013,982	\$ 2,002,680	\$ 1,797,723	\$ 204,957
Materials and supplies	18,300	10,400	7,077	3,323
Charges and services.	861,360	821,810	785,373	36,437
Other	7,986	7,241	6,741	500
Capital outlay and equipment.	62,707	92,707	79,313	13,394
<i>Commissioners</i>				
Personal services.	538,530	532,568	515,683	16,885
Materials and supplies	4,106	3,788	2,938	850
Charges and services.	4,850	18,465	17,421	1,044
Other	14,000	2,405	2,382	23
<i>County Administrator</i>				
Personal services.	419,690	420,199	406,835	13,364
Materials and supplies	1,500	1,374	697	677
Charges and services.	5,700	4,668	4,265	403
Other	2,677	1,459	1,454	5
<i>Facilities</i>				
Personal services.	2,745,218	2,506,618	2,474,807	31,811
Materials and supplies	373,490	277,389	274,902	2,487
Charges and services.	881,009	948,512	947,601	911
Other	4,000	1,753	1,713	40
Capital outlay and equipment.	10,000	13,576	13,576	-
<i>Department of Personnel</i>				
Personal services.	518,480	514,944	498,231	16,713
Materials and supplies	2,949	2,250	1,602	648
Charges and services.	9,050	9,050	7,906	1,144
<i>Treasurer</i>				
Personal services.	670,470	673,521	655,314	18,207
Materials and supplies	19,792	19,588	13,434	6,154
Charges and services.	189,011	182,386	158,257	24,129
Other	1,000	1,000	300	700
<i>Personal Property Tax</i>				
Personal services.	99,569	102,274	101,222	1,052
Materials and supplies	2,186	1,500	500	1,000
Charges and services.	6,348	3,625	2,019	1,606
Other	500	100	-	100

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Legislative and Executive - continued				
<i>Office of Management and Budget</i>				
Personal services.	\$ 338,341	\$ 326,414	\$ 308,135	\$ 18,279
Materials and supplies	2,663	2,401	2,174	227
Charges and services.	20,575	31,191	29,113	2,078
Other	2,000	984	490	494
<i>Hotel Administration</i>				
Materials and supplies	63	-	-	-
<i>Board of Elections</i>				
Personal services.	1,611,542	1,609,581	1,558,266	51,315
Materials and supplies	180,000	215,000	208,045	6,955
Charges and services.	1,044,710	1,010,568	981,578	28,990
Capital outlay and equipment.	8,000	7,026	2,604	4,422
<i>Support Services</i>				
Personal services.	169,759	169,869	167,755	2,114
Materials and supplies	1,500	1,500	863	637
Charges and services.	1,750	1,750	1,306	444
Other	2,319	2,215	1,864	351
<i>Centralized Records Center</i>				
Personal services.	164,025	164,322	164,103	219
Materials and supplies	16,438	16,438	14,670	1,768
Charges and services.	149,091	138,017	125,603	12,414
Other	9,500	7,731	3,661	4,070
Capital outlay and equipment.	-	9,566	7,780	1,786
<i>Recorder</i>				
Personal services.	710,419	705,979	704,445	1,534
Materials and supplies	7,100	7,100	5,245	1,855
Charges and services.	13,229	13,178	7,403	5,775
<i>Recorder Housing Trust Fee</i>				
Personal services.	19,077	18,857	4,341	14,516
<i>Annual Audit</i>				
Charges and services.	283,998	219,211	219,211	-
Other	1,000	1,166	1,166	-
<i>Plan Commission</i>				
Other	258,300	258,300	258,300	-

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Legislative and Executive - continued				
<i>Building Operations</i>				
Charges and services.	\$ 6,049,076	\$ 4,054,879	\$ 4,054,879	\$ -
Other	155,740	163,054	163,054	-
Capital outlay and equipment.	5,000	-	-	-
<i>Real Estate Taxes</i>				
Other	325,000	217,421	217,421	-
<i>Insurance</i>				
Personal services.	780,000	217,157	217,157	-
Charges and services.	1,188,006	1,137,807	1,137,807	-
Other	5,000	-	-	-
<i>Miscellaneous</i>				
Personal services.	-	1,864	1,864	-
Charges and services.	1,076,705	1,203,934	1,203,934	-
Other	944,071	509,054	509,054	-
<i>Total General Government - Legislative and Executive.</i>				
	27,566,527	24,142,550	23,508,559	633,991
Judicial				
<i>Juvenile Court</i>				
Personal services.	6,412,544	6,195,033	5,992,679	202,354
Materials and supplies	247,408	265,832	245,051	20,781
Charges and services.	337,859	279,831	249,316	30,515
Other	20,000	20,000	14,540	5,460
Capital outlay and equipment.	15,000	90,000	80,105	9,895
<i>Juvenile Detention Center</i>				
Personal services.	3,802,589	3,631,846	3,519,572	112,274
Materials and supplies	43,874	44,430	22,427	22,003
Charges and services.	512,230	514,778	490,934	23,844
Other	11,000	2,316	150	2,166
Capital outlay and equipment.	32,100	32,100	23,180	8,920
<i>Prosecutor</i>				
Personal services.	5,378,670	5,356,899	5,255,943	100,956
Materials and supplies	58,774	65,517	62,968	2,549
Charges and services.	53,800	51,133	47,719	3,414
Other	14,684	2,735	2,290	445
<i>Domestic Relations Court</i>				
Personal services.	2,608,856	2,633,889	2,607,570	26,319
Materials and supplies	16,500	13,294	13,294	-
Charges and services.	97,840	91,823	91,823	-
Other	41,021	11,215	11,215	-
Capital outlay and equipment.	8,000	7,019	7,019	-

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Judicial - continued				
<i>Clerk of Courts</i>				
Personal services.	\$ 1,940,593	\$ 1,930,976	\$ 1,810,731	\$ 120,245
Materials and supplies	417,395	414,325	402,819	11,506
Charges and services.	82,128	80,678	60,722	19,956
Other	9,700	9,576	4,897	4,679
Capital outlay and equipment.	5,000	3,400	3,381	19
<i>Probate Court</i>				
Personal services.	1,787,174	1,782,230	1,780,866	1,364
Materials and supplies	37,636	28,968	28,968	-
Charges and services.	18,000	18,645	18,421	224
Other	8,700	8,700	8,640	60
<i>Common Pleas Court</i>				
Personal services.	3,395,485	3,375,190	3,276,560	98,630
Materials and supplies	60,690	59,051	51,132	7,919
Charges and services.	206,826	208,952	201,167	7,785
Other	12,094	9,958	7,028	2,930
<i>Court Rehabilitation and Correction</i>				
Personal services.	320,083	318,598	318,321	277
Materials and supplies	3,766	3,290	2,914	376
Charges and services.	14,925	14,225	13,317	908
Other	1,500	1,500	1,392	108
<i>Work Release</i>				
Personal services.	2,069,097	2,028,444	1,997,548	30,896
Materials and supplies	51,790	51,231	42,051	9,180
Charges and services.	300,242	295,988	281,486	14,502
Other	2,500	2,303	2,171	132
Capital outlay and equipment.	6,000	5,810	5,690	120
<i>Jury Commission</i>				
Personal services.	103,630	102,991	102,965	26
Materials and supplies	27,008	26,627	21,166	5,461
Charges and services.	136,430	135,972	130,266	5,706
Other	15,590	14,908	12,956	1,952
<i>Adult Probation</i>				
Personal services.	1,420,604	1,410,963	1,364,804	46,159
Materials and supplies	119,700	119,800	115,795	4,005
Charges and services.	16,678	16,578	14,187	2,391
Other	1,200	1,200	1,041	159

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Judicial - continued				
<i>Pretrial Presentence</i>				
Personal services.	\$ 1,890,169	\$ 1,877,642	\$ 1,825,106	\$ 52,536
Materials and supplies	68,786	67,286	56,885	10,401
Charges and services.	25,610	25,547	19,277	6,270
Other	1,000	1,000	291	709
Capital outlay and equipment.	1,000	2,500	2,118	382
<i>Common Pleas Security</i>				
Personal services.	1,185,527	1,178,308	1,167,520	10,788
Materials and supplies	3,622	3,504	2,197	1,307
Charges and services.	19,961	18,112	17,431	681
Other	420	375	91	284
Capital outlay and equipment.	3,500	3,500	3,249	251
<i>Community Supervision</i>				
Personal services.	437,729	462,168	460,115	2,053
Materials and supplies	7,630	9,272	9,262	10
Charges and services.	8,840	9,997	9,148	849
Other	850	850	519	331
Capital outlay and equipment.	750	750	296	454
<i>Maumee Municipal Court</i>				
Personal services.	142,986	141,964	122,657	19,307
Charges and services.	17,000	17,000	15,832	1,168
<i>Oregon Municipal Court</i>				
Personal services.	149,599	149,281	118,588	30,693
Charges and services.	15,900	15,900	13,866	2,034
<i>Sylvania Municipal Court</i>				
Personal services.	157,440	156,204	133,060	23,144
Charges and services.	42,000	42,000	40,911	1,089
<i>Toledo Municipal Court</i>				
Personal services.	375,397	370,880	356,122	14,758
Charges and services.	44,345	46,034	44,784	1,250
<i>Integrated Justice System</i>				
Personal services.	212,183	210,772	202,302	8,470
Materials and supplies	562	933	487	446
Charges and services.	189,248	188,066	161,478	26,588
Other	200	400	380	20
Capital outlay and equipment.	138	138	138	-

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Judicial - continued				
<i>Attorney Fees Public Defender</i>				
Charges and services.	\$ 3,657,000	\$ 3,424,274	\$ 3,424,274	\$ -
Other	20,000	-	-	-
<i>Court of Appeals</i>				
Materials and supplies	27,561	32,245	31,513	732
Charges and services.	138,849	129,391	110,891	18,500
Other	285,733	264,063	263,891	172
Capital outlay and equipment.	4,600	24,000	19,778	4,222
<i>Total General Government - Judicial</i>	<u>41,441,048</u>	<u>40,665,123</u>	<u>39,455,654</u>	<u>1,209,469</u>
Public Safety				
<i>Coroner</i>				
Personal services.	1,202,621	1,200,729	1,192,059	8,670
<i>Public Safety Court Security</i>				
Personal services.	3,224,155	2,077,448	2,036,850	40,598
<i>Sheriff Law Enforcement</i>				
Personal services.	3,519,498	4,260,577	4,205,970	54,607
Materials and supplies	186,242	216,916	216,916	-
Charges and services.	167,351	208,596	208,596	-
Other	200	-	-	-
Capital outlay and equipment.	5,000	3,608	3,608	-
<i>Sheriff Administration</i>				
Personal services.	2,255,349	2,284,861	2,255,323	29,538
Materials and supplies	25,673	30,873	30,230	643
Charges and services.	94,396	108,830	106,420	2,410
Other	57,000	27,293	25,923	1,370
Capital outlay and equipment.	5,000	13,383	13,383	-
<i>Sheriff Correction Center</i>				
Personal services.	16,655,594	17,884,949	17,877,253	7,696
Materials and supplies	229,374	270,451	268,034	2,417
Charges and services.	908,839	951,959	947,810	4,149
Other	500	210	210	-
Capital outlay and equipment.	4,265	4,255	4,255	-
<i>Medical Correction Center</i>				
Personal services.	860,367	978,802	978,801	1
Materials and supplies	3,000	4,035	4,035	-
Charges and services.	178,252	485,140	485,140	-
Other	278,458	23,225	23,225	-
Capital outlay and equipment.	1,000	497	497	-

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Public Safety - continued				
<i>Correction Center NW Ohio</i>				
Charges and services.	\$ 4,700,000	\$ 4,510,191	\$ 4,510,191	\$ -
<i>Total Public Safety</i>	<u>34,562,134</u>	<u>35,546,828</u>	<u>35,394,729</u>	<u>152,099</u>
Public Works				
<i>County Engineer Tax Map</i>				
Personal services.	135,160	146,234	146,233	1
Materials and supplies	10,000	10,000	8,448	1,552
Charges and services.	9,845	9,845	9,085	760
Other	16,342	4,605	4,605	-
<i>Ditch Maintenance Projects</i>				
Charges and services.	133,475	119,917	119,917	-
<i>Total Public Works</i>	<u>304,822</u>	<u>290,601</u>	<u>288,288</u>	<u>2,313</u>
Health				
<i>Health Services</i>				
Charges and services.	395,809	395,809	395,809	-
Other	976,018	907,336	907,336	-
<i>Total Health</i>	<u>1,371,827</u>	<u>1,303,145</u>	<u>1,303,145</u>	<u>-</u>
Human Services				
<i>Veterans Services Commission</i>				
Personal services.	771,158	765,915	726,259	39,656
Materials and supplies	10,000	10,079	9,733	346
Charges and services.	894,319	717,360	711,285	6,075
Capital outlay and equipment.	7,000	7,000	3,560	3,440
<i>Veteran Services</i>				
Charges and services.	25,000	25,000	21,388	3,612
<i>Total Human Services</i>	<u>1,707,477</u>	<u>1,525,354</u>	<u>1,472,225</u>	<u>53,129</u>

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 GENERAL FUND (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Conservation and Recreation				
<i>Agriculture</i>				
Other	\$ 228,949	\$ 228,888	\$ 228,888	\$ -
<i>Total Conservation and Recreation</i>	228,949	228,888	228,888	-
Miscellaneous				
<i>Miscellaneous</i>				
Other	507,050	637,067	637,067	-
<i>Total Miscellaneous.</i>	507,050	637,067	637,067	-
Total expenditures	107,689,834	104,339,556	102,288,555	2,051,001
Excess/deficiency of revenues over/under expenditures.	17,448,214	20,798,492	22,736,781	1,938,289
<u>Other financing sources (uses):</u>				
Transfers (out).	(18,440,192)	(22,151,494)	(21,501,494)	650,000
Advances in	-	-	114,179	114,179
Advances (out)	-	(235,218)	(235,218)	-
Total other financing sources (uses).	(18,440,192)	(22,386,712)	(21,622,533)	764,179
Net change in fund balances	(991,978)	(1,588,220)	1,114,248	2,702,468
Fund balances at beginning of year	14,691,370	14,691,370	14,691,370	-
<i>Prior year encumbrances appropriated</i>	969,962	969,962	969,962	-
Fund balance at end of year.	\$ 14,669,354	\$ 14,073,112	\$ 16,775,580	\$ 2,702,468

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 MENTAL HEALTH AND RECOVERY
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 12,678,000	\$ 12,678,000	\$ 10,243,961	\$ (2,434,039)
Charges for services.	-	-	1,520	1,520
Intergovernmental	46,594,137	49,094,137	52,865,239	3,771,102
Other.	527,000	527,000	22,824	(504,176)
Total revenues.	<u>59,799,137</u>	<u>62,299,137</u>	<u>63,133,544</u>	<u>834,407</u>
Expenditures:				
Health				
Personal services.	1,102,020	1,215,320	1,181,597	33,723
Materials and supplies	10,020	16,020	9,127	6,893
Charges and services.	405,534	423,634	328,810	94,824
Other	58,236,513	62,099,113	61,445,070	654,043
Capital outlay and equipment.	15,000	15,000	2,702	12,298
<i>Total Health</i>	<u>59,769,087</u>	<u>63,769,087</u>	<u>62,967,306</u>	<u>801,781</u>
Total expenditures	<u>59,769,087</u>	<u>63,769,087</u>	<u>62,967,306</u>	<u>801,781</u>
Net change in fund balances	30,050	(1,469,950)	166,238	1,636,188
Fund balances at beginning of year	4,284,883	4,284,883	4,284,883	-
<i>Prior year encumbrances appropriated</i>	349	349	349	-
Fund balance at end of year.	<u>\$ 4,315,282</u>	<u>\$ 2,815,282</u>	<u>\$ 4,451,470</u>	<u>\$ 1,636,188</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CHILDREN SERVICES BOARD
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 15,574,273	\$ 15,574,273	\$ 15,792,935	\$ 218,662
Charges for services	-	-	610	610
Intergovernmental	23,922,010	23,922,010	22,210,318	(1,711,692)
Other	127,980	127,980	31,318	(96,662)
Total revenues	39,624,263	39,624,263	38,035,181	(1,589,082)
Expenditures:				
Human Services				
Personal services	25,952,975	25,388,975	24,932,999	455,976
Materials and supplies	878,000	878,000	845,944	32,056
Charges and services	18,614,084	18,368,027	18,317,528	50,499
Other	180,906	177,000	176,777	223
Capital outlay and equipment	386,306	266,914	238,142	28,772
<i>Total Human Services</i>	<i>46,012,271</i>	<i>45,078,916</i>	<i>44,511,390</i>	<i>567,526</i>
Total expenditures	46,012,271	45,078,916	44,511,390	567,526
Net change in fund balances	(6,388,008)	(5,454,653)	(6,476,209)	(1,021,556)
Fund balances at beginning of year	17,609,114	17,609,114	17,609,114	-
<i>Prior year encumbrances appropriated</i>	<i>1,261,351</i>	<i>1,261,351</i>	<i>1,261,351</i>	<i>-</i>
Fund balance at end of year	\$ 12,482,457	\$ 13,415,812	\$ 12,394,256	\$ (1,021,556)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 BOARD OF DEVELOPMENTAL DISABILITIES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 37,905,278	\$ 37,905,278	\$ 29,597,925	\$ (8,307,353)
Charges for services	4,479,231	4,479,231	4,238,266	(240,965)
Intergovernmental	22,067,972	22,067,972	25,144,745	3,076,773
Investment income	-	-	132	132
Other	755,000	755,000	280,208	(474,792)
Total revenues	65,207,481	65,207,481	59,261,276	(5,946,205)
Expenditures:				
Health				
Personal services	38,630,831	38,569,250	37,565,854	1,003,396
Materials and supplies	1,540,940	1,377,049	1,010,756	366,293
Charges and services	18,307,781	14,417,586	14,288,632	128,954
Other	13,942,037	13,904,124	11,263,126	2,640,998
Capital outlay and equipment	1,075,789	479,710	403,115	76,595
<i>Total Health</i>	<i>73,497,378</i>	<i>68,747,719</i>	<i>64,531,483</i>	<i>4,216,236</i>
Total expenditures	73,497,378	68,747,719	64,531,483	4,216,236
Excess/deficiency of revenues over/under expenditures	(8,289,897)	(3,540,238)	(5,270,207)	(1,729,969)
Other financing sources (uses):				
Transfers (out)	-	(4,000,000)	(4,000,000)	-
Total other financing sources (uses)	-	(4,000,000)	(4,000,000)	-
Net change in fund balances	(8,289,897)	(7,540,238)	(9,270,207)	(1,729,969)
Fund balances at beginning of year	25,548,681	25,548,681	25,548,681	-
<i>Prior year encumbrances appropriated</i>	<i>4,400,044</i>	<i>4,400,044</i>	<i>4,400,044</i>	<i>-</i>
Fund balance at end of year	\$ 21,658,828	\$ 22,408,487	\$ 20,678,518	\$ (1,729,969)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 89,180	\$ 89,180	\$ -
Intergovernmental	1,379,312	1,379,312	-
Special assessments	1,919,914	1,919,914	-
Rental income	97,552	97,552	-
Other	1,663,113	1,921,852	258,739
Total revenues.	<u>5,149,071</u>	<u>5,407,810</u>	<u>258,739</u>
Expenditures:			
General Government -			
Legislative and Executive			
Charges and services	76,175	76,175	-
Other	84,517	84,517	-
Debt service:			
Principal retirement	6,508,700	6,508,700	-
Interest and fiscal charges	5,085,246	5,085,246	-
Bond issuance costs	70,175	70,175	-
Total expenditures	<u>11,824,813</u>	<u>11,824,813</u>	<u>-</u>
Excess/deficiency of revenues over/under expenditures.	<u>(6,675,742)</u>	<u>(6,417,003)</u>	<u>258,739</u>
Other financing sources (uses):			
Issuance of refunding bonds	4,395,000	4,395,000	-
Premium on refunding bonds issued	66,352	66,352	-
Payment to refunding bond escrow agent	(4,422,869)	(4,422,869)	-
Transfers in	5,389,577	5,389,577	-
Total other financing sources (uses).	<u>5,428,060</u>	<u>5,428,060</u>	<u>-</u>
Net change in fund balances	(1,247,682)	(988,943)	258,739
Fund balances at beginning of year	7,930,555	7,930,555	-
<i>Prior year encumbrances appropriated</i>	15,000	15,000	-
Fund balance at end of year.	<u>\$ 6,697,873</u>	<u>\$ 6,956,612</u>	<u>\$ 258,739</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CAPITAL IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 109,914	\$ 109,914	\$ -
Intergovernmental	645,688	645,688	-
Rental income	256,330	256,330	-
Other	12,373,428	4,781,830	(7,591,598)
Total revenues	13,385,360	5,793,762	(7,591,598)
Expenditures:			
Capital outlay:			
Capital outlay and equipment	3,191,960	3,191,960	-
Debt service:			
Principal retirement	27,715,000	27,715,000	-
Interest and fiscal charges	431,481	431,481	-
Note issuance costs	55,230	55,230	-
Total expenditures	31,393,671	31,393,671	-
Excess/deficiency of revenues over/under expenditures	(18,008,311)	(25,599,909)	(7,591,598)
Other financing sources:			
Note issuance	23,955,000	23,955,000	-
Premium on notes issued	99,395	99,395	-
Transfers in	2,560,245	2,560,245	-
Total other financing sources	26,614,640	26,614,640	-
Net change in fund balances	8,606,329	1,014,731	(7,591,598)
Fund balances at beginning of year	14,520,288	14,520,288	-
<i>Prior year encumbrances appropriated</i>	<i>1,067,137</i>	<i>1,067,137</i>	<i>-</i>
Fund balance at end of year	\$ 24,193,754	\$ 16,602,156	\$ (7,591,598)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 WATER SUPPLY SYSTEM
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 1,668,157	\$ 1,610,552	\$ (57,605)
Special assessments	5,553	5,553	-
Other operating revenues	443,647	431,455	(12,192)
Total operating revenues.	2,117,357	2,047,560	(69,797)
<u>Operating expenses:</u>			
Contract services	2,394,828	2,341,788	53,040
Materials and supplies.	133,088	96,493	36,595
Other	154,000	149,578	4,422
Total operating expenses.	2,681,916	2,587,859	94,057
Operating income	(564,559)	(540,299)	24,260
<u>Nonoperating revenues (expenses):</u>			
Advance in.	182,982	182,982	-
Advances (out).	(182,982)	(182,982)	-
Principal retirement	(1,580,285)	(1,580,285)	-
Interest and fiscal charges	(229,317)	(229,317)	-
Note issuance	1,045,000	1,045,000	-
Premium on note issuance	4,661	4,661	-
Note issuance costs	(2,242)	(2,242)	-
OPWC loans	122,808	122,808	-
OWDA loans	75,576	75,576	-
Intergovernmental	1,047,726	1,023,543	(24,183)
Total nonoperating revenues (expenses).	483,927	459,744	(24,183)
(Loss) before transfers	(80,632)	(80,555)	77
Transfer in	182,982	182,982	-
Transfer out	(187,982)	(182,982)	5,000
Change in net assets	(85,632)	(80,555)	5,077
Fund equity at beginning of year	(259,342)	(259,342)	-
Prior year encumbrances appropriated	1,021,069	1,021,069	-
Fund equity (deficit) at end of year	\$ 676,095	\$ 681,172	\$ 5,077

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 WASTEWATER TREATMENT
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 4,911,105	\$ 5,995,876	\$ 1,084,771
Other operating revenues	228,648	201,357	(27,291)
Total operating revenues.	5,139,753	6,197,233	1,057,480
<u>Operating expenses:</u>			
Personal services	1,658,527	1,484,145	174,382
Contract services	2,341,888	2,097,903	243,985
Materials and supplies	791,438	536,887	254,551
Other	146,756	116,778	29,978
Capital outlay	60,000	25,613	34,387
Total operating expenses.	4,998,609	4,261,326	737,283
Operating (loss)	141,144	1,935,907	1,794,763
<u>Nonoperating revenues (expenses):</u>			
Advance in	1,635,558	1,635,558	-
Advances (out)	(1,635,558)	(1,635,558)	-
Principal retirement	(1,507,218)	(1,505,126)	2,092
Interest and fiscal charges	(950,860)	(757,523)	193,337
OPWC loans	118,467	118,467	-
OWDA loans	116,818	116,818	-
Total nonoperating revenues (expenses).	(2,222,793)	(2,027,364)	195,429
Income (loss) before transfers and contributions.	(2,081,649)	(91,457)	1,990,192
Transfer in	1,635,558	1,635,558	-
Transfer out	(1,722,558)	(1,635,558)	87,000
Change in net assets	(2,168,649)	(91,457)	2,077,192
Fund equity at beginning of year	3,861,884	3,861,884	-
Prior year encumbrances appropriated	604,806	604,806	-
Fund equity at end of year.	\$ 2,298,041	\$ 4,375,233	\$ 2,077,192

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SEWER SYSTEM
FOR THE YEAR ENDED DECEMBER 31, 2011*

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 1,567,032	\$ 1,157,565	\$ (409,467)
Special assessments	32,768	32,768	-
Investment income.	58	58	-
Other operating revenues	499,150	364,294	(134,856)
Total operating revenues.	<u>2,099,008</u>	<u>1,554,685</u>	<u>(544,323)</u>
<u>Operating expenses:</u>			
Contract services	1,441,772	1,366,326	75,446
Materials and supplies.	48,173	37,919	10,254
Other	30,000	19,631	10,369
Total operating expenses.	<u>1,519,945</u>	<u>1,423,876</u>	<u>96,069</u>
Operating income.	<u>579,063</u>	<u>130,809</u>	<u>(448,254)</u>
<u>Nonoperating revenues (expenses):</u>			
Principal retirement	(700,790)	(700,605)	185
Interest and fiscal charges	(61,150)	(59,914)	1,236
Note issuance	200,000	200,000	-
Premium on note issuance	892	892	-
Note issuance costs	(429)	(429)	-
OWDA loans	3,175	3,175	-
Intergovernmental	233,354	233,354	-
Total nonoperating revenues (expenses).	<u>(324,948)</u>	<u>(323,527)</u>	<u>1,421</u>
Income (loss) before transfers and contributions.	254,115	(192,718)	(446,833)
Transfer out	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>
Change in net assets	239,115	(192,718)	(431,833)
Fund equity at beginning of year	3,219,387	3,219,387	-
Prior year encumbrances appropriated	139,430	139,430	-
Fund equity at end of year.	<u>\$ 3,597,932</u>	<u>\$ 3,166,099</u>	<u>\$ (431,833)</u>

LUCAS COUNTY, OHIO

Nonmajor Governmental Funds – Fund Descriptions

Special revenue funds are used to account for the proceeds of specific revenue sources (other than for major capital projects or expendable trusts) that are legally restricted to expenditures for specific purposes. Following is a description of the County's nonmajor special revenue funds:

Job and Family Services Fund: To account for various federal and state grants and reimbursements as well as transfers from the General Fund used for human service programs.

Real Estate Assessment Fund: To account for state mandated county-wide real estate reappraisals that are funded by charges to the County's political subdivisions.

Motor Vehicle and Gas Tax Fund: To account for revenues derived from the sale of motor vehicle licenses, and gasoline taxes. Expenditures are restricted by state law to county road and bridge repair/improvement programs.

Emergency Medical Services Fund: To account for emergency medical care financed by a county-wide sales tax.

Emergency Telephone Service Fund: To account for a property tax levy used for emergency telephone assistance.

Child Support Enforcement Fund: To account for poundage fees on child support payments and other local, state, and federal revenues used to administer the County Child Support Enforcement Agency.

Zoo Operating Fund: To account for a property tax levy. Monies are distributed to the Toledo Zoological Society.

Law Library Resources Fund: This accounts for the advancement of legal knowledge and better and more convenient discharge of professional duties. Major funding comes from court fines and penalties.

Senior Services Fund: To account for a property tax levy used for senior services.

Workforce Development Fund: To account for revenues and expenditures associated with the Workforce Investment Act of 1998.

Community Development Grant Fund: To account for grant revenues used for community development.

Stormwater Utility Fund: To account for stormwater utility operations. These operation were previously reported in a enterprise fund prior to 2011.

Disaster Services Emergency Management Agency (EMA) Fund: To account for state monies and local revenues used to operate the County emergency program.

Dog and Kennel Fund: To account for the dog warden's operation that is financed by sales of dog tags and kennel permits, and fine collections.

Hotel Lodging Tax Fund: To account for monies collected and distributed related to the "County Bed Tax".

Domestic Violence Prevention Fund: To account for monies collected for marriage licenses.

LUCAS COUNTY, OHIO

Nonmajor Governmental Funds – Fund Descriptions (Continued)

Indigent Guardianship Fund: To account for court fees charged according to Section 2101.16(B) of the Ohio Revised Code. These monies are used for attorney fees, evaluations, and investigation expenditures related to indigent individuals.

Domestic Relations Court Special Fund: To account for monies collected for special projects.

Coroner Laboratory Fund: To account for revenues received and expenses associated with the laboratory.

Toxicology Lab Fund: To account for revenues received and expenses associated with the laboratory.

Motor Vehicle Enforcement and Education Fund: To account for elimination and prevention of motor accident through inspections, rules and regulations for operation.

Indigent Drivers Alcohol Treatment Fund: These are court fines from conviction from operating a motor vehicle under the influence. Such monies are used for treatment of offenders charged with OVI who would otherwise not be able to afford such services.

Sheriff Policing Fund: To account for contract fees collected for services which include patrols and dispatching.

Concealed Handgun Fund: To account for fees collected and expenses for the concealed handgun program.

Countywide Communication System Fund: To account for the operation of the county's enhanced 911 system.

DETAC Fund: To account for all fees collected for delinquent real estate taxes, personal property taxes, and manufactured home taxes for the purpose of collecting delinquent real estate taxes.

Tax Certificate Administration Fund: To account for all monies collected by the treasurer for subsequent transfer of tax certificates or issuing a duplicate.

T.I.P.P. Fund: To account for revenues and expenses associated with the tax installment payment plan.

Community MR/RES Services Fund: To account for grant revenue of ODMH and HUD and all related expenses for providing rental housing to qualified clients.

Imagination Station Fund: To account for property taxes collected for the purpose of encouraging and promoting the sciences and natural history, as provided for in 307.761 of the Ohio Revised Code.

Building Regulation Fund: To account for fee revenues for permits and inspections.

Certificate of Title Administration Fund: To account for fees collected by the Clerk of Courts. These monies are used for costs associated with the processing of titles.

Recorder Equipment Fund: This sets aside funding for the maintenance, repairs and future replacement of the recorder's equipment.

Juvenile Treatment Center Fund: To account for state monies used for the treatment and rehabilitation of juvenile offenders.

LUCAS COUNTY, OHIO

Nonmajor Governmental Funds – Fund Descriptions (Continued)

Juvenile Felony Delinquency Care Fund: To account for the purchase of a range of community based options to meet the needs of each juvenile offender or youth at risk of offending. Major funding comes in through grants.

Juvenile Court Indigent Drivers Fund: This is used to pay for the cost of alcohol and drug addiction treatment when the individual convicted is a juvenile traffic offender. Funding is from the indigent alcohol treatment fund.

Felony Diversion Program Fund: To account for the cost of avoiding a criminal conviction, facilitate rehabilitation, payment of restitution to victims and in some cases treatment, for first time criminal offenders.

Correction Treatment Facility Fund: To account for state monies used for the operating treatment facility.

Common Pleas Civil Mediation Fund: To account for fee revenues and expenditures for mediation services.

Administration of Justice Fund: This accounts for monies used by the prosecutor and sheriff in the performance of their duties and in the furtherance of justice.

Probation Service Fund: To account for the cost of helping reintegrate an offender into the community as a responsible law abiding individual.

Foreclosure Magistrate Program Fund: To account for all the court costs associated with foreclosure and its prevention.

Other Special Revenue Fund – To account for the receipt of local, state, and federal funds as well as miscellaneous other sources by County departments that alone are not significant enough to require the establishment of their own fund.

Economic Development Fund: To account for revenues and expenditures associated with county development.

Zoo Capital Improvements Fund: To account for the pass through of a property tax levy used for renovation and construction of buildings, facilities and infrastructure for the Toledo Zoo (a separate organization from the County).

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis). These funds are not included in the combining statements for the nonmajor governmental funds since they are reported in the general fund (GAAP basis); however, the budgetary schedules for these funds are presented in this section.

Local Development Fund: To account for revenues and expenditures associated with local development.

The following sub-funds of the Other Special Revenue Fund have been included in the general fund on a GAAP basis but have been budgeted as part of the Other Special Revenue Fund in the budgetary schedule:

Payroll Reserve Fund: To establish a reserve for payroll fluctuations.

Sick Reserve Fund: To establish a reserve for payment of sick leave benefits.

Vacation Reserve Fund: To establish a reserve for payment of vacation benefits.

Comp Time Reserve Fund: To establish a reserve for payment of comp time benefits.

The Freighter American Mariner



The freighter American Mariner sails behind the Toledo Harbor Lighthouse in the shipping lane.

Photo and caption courtesy of The Toledo Blade, credits to Andy Morrison.

Launched on August 2, 1979, the American Mariner is a self-unloading bulk freighter built by Bay Shipbuilding Co., Sturgeon Bay, WI for American Steamship Co., Buffalo, NY. Her maiden voyage took place April 18, 1980 from Sturgeon Bay light for Escanaba, MI to load taconite pellets for Ashtabula, OH.

Source: <http://www.boatnerd.com/pictures/fleet/americanmariner.htm>

LUCAS COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2011

	Job and Family Services	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone Service
Assets:					
Equity in pooled cash and investments	\$ 1,370,863	\$ 5,000,712	\$ 1,465,636	\$ 4,090,295	\$ 11,890,732
Receivables (net of allowances for uncollectibles):					
Real property and other taxes	-	-	-	-	4,593,292
Accounts	4,562	-	4,253	784,093	269
Special assessments	-	-	-	-	-
Due from other governments	548,335	-	5,507,328	-	324,341
Loans receivable	-	-	-	-	-
Materials and supplies inventory	-	-	726,158	-	-
Total assets	\$ 1,923,760	\$ 5,000,712	\$ 7,703,375	\$ 4,874,388	\$ 16,808,634
Liabilities:					
Accounts payable	\$ 865,417	\$ 21,217	\$ 386,646	\$ 1,779,959	\$ 322,972
Accrued wages and benefits payable	519,384	81,603	145,088	51,203	22,818
Due to other governments	287,686	45,601	81,788	27,166	12,169
Interfund loans payable	-	-	-	-	-
Due to other funds	17,737	1,935	627	4,085	929
Deferred revenue	-	-	3,671,552	-	656,436
Unearned revenue	-	-	-	-	4,349,518
Total liabilities	1,690,224	150,356	4,285,701	1,862,413	5,364,842
Fund balances:					
Nonspendable	-	-	726,158	-	-
Restricted	233,536	4,850,356	2,691,516	3,011,975	11,443,792
Committed	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
Total fund balances (deficit)	233,536	4,850,356	3,417,674	3,011,975	11,443,792
Total liabilities and fund balances	\$ 1,923,760	\$ 5,000,712	\$ 7,703,375	\$ 4,874,388	\$ 16,808,634

Child Support Enforcement	Zoo Operating	Law Library Resources	Senior Services	Workforce Development	Community Development Grant
\$ 1,086,374	\$ 188,859	\$ 80,253	\$ 282,736	\$ 65,037	\$ 6,072,019
-	5,577,564	-	2,966,140	-	-
137,804	-	21,005	-	-	187
-	-	-	-	-	-
1,880	393,843	-	208,507	-	1,691,375
-	-	-	-	-	2,624
-	-	-	-	-	-
<u>\$ 1,226,058</u>	<u>\$ 6,160,266</u>	<u>\$ 101,258</u>	<u>\$ 3,457,383</u>	<u>\$ 65,037</u>	<u>\$ 7,766,205</u>
\$ 155,152	\$ -	\$ 11,039	\$ -	\$ 448,500	\$ 1,072,800
311,419	-	4,695	-	36,402	30,187
134,749	-	2,598	-	15,484	17,157
-	-	-	-	-	-
-	-	342	-	229	2,716
467	797,101	41	423,336	-	14,593
-	5,281,552	-	2,807,718	-	-
<u>601,787</u>	<u>6,078,653</u>	<u>18,715</u>	<u>3,231,054</u>	<u>500,615</u>	<u>1,137,453</u>
-	-	-	-	-	-
624,271	81,613	82,543	226,329	-	6,628,752
-	-	-	-	-	-
-	-	-	-	(435,578)	-
<u>624,271</u>	<u>81,613</u>	<u>82,543</u>	<u>226,329</u>	<u>(435,578)</u>	<u>6,628,752</u>
<u>\$ 1,226,058</u>	<u>\$ 6,160,266</u>	<u>\$ 101,258</u>	<u>\$ 3,457,383</u>	<u>\$ 65,037</u>	<u>\$ 7,766,205</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS (continued)
 DECEMBER 31, 2011

	Stormwater Utility	Disaster Services EMA	Dog and Kennel	Hotel Lodging Tax	Domestic Violence Prevention
Assets:					
Equity in pooled cash and investments.	\$ -	\$ 182,154	\$ 566,484	\$ 273,117	\$ 75,537
Receivables (net of allowances for uncollectibles):					
Real property and other taxes.	-	-	-	-	-
Accounts	-	-	167,626	466,341	18,040
Special assessments.	2,142,499	-	-	-	-
Due from other governments.	-	31,272	-	-	-
Loans receivable.	-	-	-	-	-
Materials and supplies inventory	-	-	-	-	-
Total assets	<u>\$ 2,142,499</u>	<u>\$ 213,426</u>	<u>\$ 734,110</u>	<u>\$ 739,458</u>	<u>\$ 93,577</u>
Liabilities:					
Accounts payable.	\$ 4,850	\$ 17,358	\$ 92,857	\$ -	\$ 59,733
Accrued wages and benefits payable	3,880	8,818	43,020	2,181	-
Due to other governments	1,077	4,570	22,830	1,258	-
Interfund loans payable.	235,218	-	-	-	-
Due to other funds	-	278	2,299	22	-
Deferred revenue	-	-	2,335	-	10,921
Unearned revenue	2,142,499	-	-	-	-
Total liabilities	<u>2,387,524</u>	<u>31,024</u>	<u>163,341</u>	<u>3,461</u>	<u>70,654</u>
Fund balances:					
Nonspendable	-	-	-	-	-
Restricted	-	182,402	570,769	735,997	22,923
Committed	-	-	-	-	-
Unassigned (deficit)	(245,025)	-	-	-	-
Total fund balances (deficit)	<u>(245,025)</u>	<u>182,402</u>	<u>570,769</u>	<u>735,997</u>	<u>22,923</u>
Total liabilities and fund balances	<u>\$ 2,142,499</u>	<u>\$ 213,426</u>	<u>\$ 734,110</u>	<u>\$ 739,458</u>	<u>\$ 93,577</u>

<u>Indigent Guardianship</u>	<u>Domestic Relations Court Special</u>	<u>Coroner Laboratory</u>	<u>Toxicology Lab</u>	<u>Motor Vehicle Enforcement and Education</u>	<u>Indigent Drivers Alcohol Treatment</u>	<u>Sheriff Policing</u>
\$ 84,298	\$ 56,576	\$ 311,980	\$ 3,359	\$ 65,300	\$ 537,531	\$ 15,273
-	-	-	-	-	-	-
5,645	6,030	40,346	5,690	61	2,267	-
-	-	-	-	-	-	-
-	-	-	-	-	-	331,358
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 89,943</u>	<u>\$ 62,606</u>	<u>\$ 352,326</u>	<u>\$ 9,049</u>	<u>\$ 65,361</u>	<u>\$ 539,798</u>	<u>\$ 346,631</u>
\$ 7,072	\$ 4,333	\$ 37,610	\$ 3,917	\$ -	\$ -	\$ -
-	-	-	8,995	-	-	63,702
-	-	-	4,880	-	-	43,456
-	-	-	-	-	-	-
-	-	1,538	133	-	-	-
-	-	11,421	-	-	-	-
-	-	-	-	-	-	-
<u>7,072</u>	<u>4,333</u>	<u>50,569</u>	<u>17,925</u>	<u>-</u>	<u>-</u>	<u>107,158</u>
-	-	-	-	-	-	-
82,871	58,273	301,757	-	65,361	539,798	239,473
-	-	-	-	-	-	-
-	-	-	(8,876)	-	-	-
<u>82,871</u>	<u>58,273</u>	<u>301,757</u>	<u>(8,876)</u>	<u>65,361</u>	<u>539,798</u>	<u>239,473</u>
<u>\$ 89,943</u>	<u>\$ 62,606</u>	<u>\$ 352,326</u>	<u>\$ 9,049</u>	<u>\$ 65,361</u>	<u>\$ 539,798</u>	<u>\$ 346,631</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS (continued)
 DECEMBER 31, 2011

	Concealed Handgun	Countywide Communication System	DETAC	Tax Certificate Administration	T.I.P.P.
Assets:					
Equity in pooled cash and investments	\$ 242,316	\$ 1,628,031	\$ 2,010,056	\$ 219,766	\$ 175,386
Receivables (net of allowances for uncollectibles):					
Real property and other taxes	-	-	-	-	-
Accounts	-	-	5,742	-	-
Special assessments	-	-	-	-	-
Due from other governments	-	-	-	-	-
Loans receivable	-	-	-	-	-
Materials and supplies inventory	-	-	-	-	-
Total assets	<u>\$ 242,316</u>	<u>\$ 1,628,031</u>	<u>\$ 2,015,798</u>	<u>\$ 219,766</u>	<u>\$ 175,386</u>
Liabilities:					
Accounts payable	\$ 2,398	\$ 17,558	\$ 32,257	\$ 289	\$ 4,760
Accrued wages and benefits payable	-	4,900	44,905	3,543	-
Due to other governments	2,621	3,659	25,129	1,974	-
Interfund loans payable	-	-	-	-	-
Due to other funds	-	799	655	-	-
Deferred revenue	-	-	1,152	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	<u>5,019</u>	<u>26,916</u>	<u>104,098</u>	<u>5,806</u>	<u>4,760</u>
Fund balances:					
Nonspendable	-	-	-	-	-
Restricted	237,297	1,601,115	1,911,700	213,960	170,626
Committed	-	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
Total fund balances (deficit)	<u>237,297</u>	<u>1,601,115</u>	<u>1,911,700</u>	<u>213,960</u>	<u>170,626</u>
Total liabilities and fund balances	<u>\$ 242,316</u>	<u>\$ 1,628,031</u>	<u>\$ 2,015,798</u>	<u>\$ 219,766</u>	<u>\$ 175,386</u>

Community MR/RES Services	Imagination Station	Building Regulation	Certificate of Title Administration	Recorder Equipment	Juvenile Treatment Center	Juvenile Felony Delinquency Care
\$ 346,325	\$ 40,779	\$ 152,703	\$ 2,146,699	\$ 1,042,216	\$ 182,784	\$ 3,936,867
-	1,120,539	-	-	-	-	-
-	-	58,023	183,497	-	-	-
-	-	-	-	-	-	-
-	78,769	-	-	-	26,706	941,627
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 346,325</u>	<u>\$ 1,240,087</u>	<u>\$ 210,726</u>	<u>\$ 2,330,196</u>	<u>\$ 1,042,216</u>	<u>\$ 209,490</u>	<u>\$ 4,878,494</u>
\$ 485,581	\$ -	\$ 27,008	\$ 6,586	\$ 2,650	\$ 15,508	\$ 232,310
-	-	12,895	39,768	-	67,702	20,676
-	-	7,394	22,018	-	35,858	11,550
-	-	-	-	-	-	-
-	-	405	1,252	-	1,073	1,731
-	159,927	-	-	-	-	169,756
-	1,060,690	-	-	-	-	-
<u>485,581</u>	<u>1,220,617</u>	<u>47,702</u>	<u>69,624</u>	<u>2,650</u>	<u>120,141</u>	<u>436,023</u>
-	-	-	-	-	-	-
-	19,470	163,024	2,260,572	1,039,566	89,349	4,442,471
-	-	-	-	-	-	-
<u>(139,256)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(139,256)</u>	<u>19,470</u>	<u>163,024</u>	<u>2,260,572</u>	<u>1,039,566</u>	<u>89,349</u>	<u>4,442,471</u>
<u>\$ 346,325</u>	<u>\$ 1,240,087</u>	<u>\$ 210,726</u>	<u>\$ 2,330,196</u>	<u>\$ 1,042,216</u>	<u>\$ 209,490</u>	<u>\$ 4,878,494</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS (continued)
 DECEMBER 31, 2011

	Juvenile Court Indigent Drivers	Felony Diversion Program	Correction Treatment Facility	Common Pleas Civil Mediation
Assets:				
Equity in pooled cash and investments	\$ 5,540	\$ 87,440	\$ 568,068	\$ 271,506
Receivables (net of allowances for uncollectibles):				
Real property and other taxes	-	-	-	-
Accounts	50	-	-	12,039
Special assessments	-	-	-	-
Due from other governments	-	-	-	-
Loans receivable	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets	<u>\$ 5,590</u>	<u>\$ 87,440</u>	<u>\$ 568,068</u>	<u>\$ 283,545</u>
Liabilities:				
Accounts payable	\$ 272	\$ 15,691	\$ 44,266	\$ 52
Accrued wages and benefits payable	-	23,339	92,622	3,559
Due to other governments	-	13,055	52,926	1,909
Interfund loans payable	-	-	-	-
Due to other funds	-	341	838	45
Deferred revenue	-	-	-	3,477
Unearned revenue	-	-	-	-
Total liabilities	<u>272</u>	<u>52,426</u>	<u>190,652</u>	<u>9,042</u>
Fund balances:				
Nonspendable	-	-	-	-
Restricted	5,318	35,014	377,416	274,503
Committed	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficit)	<u>5,318</u>	<u>35,014</u>	<u>377,416</u>	<u>274,503</u>
Total liabilities and fund balances	<u>\$ 5,590</u>	<u>\$ 87,440</u>	<u>\$ 568,068</u>	<u>\$ 283,545</u>

<u>Administration of Justice</u>	<u>Probation Service</u>	<u>Foreclosure Magistrate Program</u>	<u>Other Special Revenue</u>	<u>Economic Development</u>	<u>Zoo Capital Improvements</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 9,995	\$ 579,536	\$ 75,736	\$ 10,815,273	\$ 200,000	\$ 222,581	\$ 58,724,728
-	-	-	-	-	6,561,848	20,819,383
-	24,130	-	166,345	-	-	2,114,045
-	-	-	-	-	-	2,142,499
-	-	-	3,212	-	463,345	10,551,898
-	-	-	-	-	-	2,624
-	-	-	-	-	-	726,158
<u>\$ 9,995</u>	<u>\$ 603,666</u>	<u>\$ 75,736</u>	<u>\$ 10,984,830</u>	<u>\$ 200,000</u>	<u>\$ 7,247,774</u>	<u>\$ 95,081,335</u>
\$ -	\$ 14,893	\$ 509	\$ 31,115	\$ -	\$ -	\$ 6,225,135
-	3,721	5,820	10,079	-	-	1,666,924
-	2,084	3,178	5,599	-	-	891,423
-	-	-	-	-	-	235,218
-	41	95	-	-	-	40,145
-	9,003	-	44,591	-	937,766	6,913,875
-	-	-	-	-	6,213,598	21,855,575
-	<u>29,742</u>	<u>9,602</u>	<u>91,384</u>	-	<u>7,151,364</u>	<u>37,828,295</u>
-	-	-	-	-	-	726,158
9,995	573,924	66,134	10,893,446	-	96,410	57,155,617
-	-	-	-	200,000	-	200,000
-	-	-	-	-	-	(828,735)
<u>9,995</u>	<u>573,924</u>	<u>66,134</u>	<u>10,893,446</u>	<u>200,000</u>	<u>96,410</u>	<u>57,253,040</u>
<u>\$ 9,995</u>	<u>\$ 603,666</u>	<u>\$ 75,736</u>	<u>\$ 10,984,830</u>	<u>\$ 200,000</u>	<u>\$ 7,247,774</u>	<u>\$ 95,081,335</u>

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Job and Family Services</u>	<u>Real Estate Assessment</u>	<u>Motor Vehicle and Gas Tax</u>	<u>Emergency Medical Services</u>	<u>Emergency Telephone Service</u>
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 4,752,733
Lodging taxes	-	-	-	-	-
Charges for services.	9,656	4,386,919	115,384	3,447,097	1,100
Licenses and permits	-	-	20,479	-	-
Fines and forfeitures.	-	-	45,202	-	-
Intergovernmental	33,352,837	186,050	13,203,242	-	1,863,176
Investment income.	-	-	24,231	-	-
Rental income	-	-	24,808	-	-
Other.	1,215,266	2,861	15,870	2,717	93,676
Total revenues.	<u>34,577,759</u>	<u>4,575,830</u>	<u>13,449,216</u>	<u>3,449,814</u>	<u>6,710,685</u>
Expenditures:					
Current:					
General government:					
Legislative and executive	-	4,457,629	-	-	-
Judicial.	-	-	-	-	-
Public safety	-	-	-	11,534,066	6,876,792
Public works	-	-	12,637,403	-	-
Health	-	-	-	-	-
Human services.	34,933,753	-	-	-	-
Conservation and recreation	-	-	-	-	-
Capital outlay	112,416	-	-	-	-
Debt service:					
Principal retirement.	59,621	-	250,520	-	-
Interest and fiscal charges	3,757	-	-	-	-
Total expenditures	<u>35,109,547</u>	<u>4,457,629</u>	<u>12,887,923</u>	<u>11,534,066</u>	<u>6,876,792</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(531,788)</u>	<u>118,201</u>	<u>561,293</u>	<u>(8,084,252)</u>	<u>(166,107)</u>
Other financing sources:					
Capital lease transaction.	112,416	-	-	-	-
Transfers in	2,260,877	-	-	8,786,846	-
Transfers (out).	-	-	-	-	-
Total other financing sources	<u>2,373,293</u>	<u>-</u>	<u>-</u>	<u>8,786,846</u>	<u>-</u>
Net change in fund balances	1,841,505	118,201	561,293	702,594	(166,107)
Fund balances (deficit) at beginning of year.	(1,607,969)	4,732,155	2,856,381	2,309,381	11,609,899
Fund balances (deficit) at end of year	<u>\$ 233,536</u>	<u>\$ 4,850,356</u>	<u>\$ 3,417,674</u>	<u>\$ 3,011,975</u>	<u>\$ 11,443,792</u>

<u>Child Support Enforcement</u>	<u>Zoo Operating</u>	<u>Law Library Resources</u>	<u>Senior Services</u>	<u>Workforce Development</u>	<u>Community Development Grant</u>	<u>Stormwater Utility</u>
\$ -	\$ 5,771,648	\$ -	\$ 3,083,528	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
1,568,782	-	2,123	-	-	-	-
-	-	-	-	-	505	-
-	-	199,989	-	-	-	-
9,458,203	1,045,033	-	730,186	4,596,312	9,742,253	-
-	-	-	-	-	-	-
-	-	-	-	-	4,690	-
123,335	-	623	-	-	781,701	96,457
<u>11,150,320</u>	<u>6,816,681</u>	<u>202,735</u>	<u>3,813,714</u>	<u>4,596,312</u>	<u>10,529,149</u>	<u>96,457</u>
-	-	-	-	-	2,158,700	-
10,570,754	-	315,021	-	-	2,273,370	-
-	-	-	-	-	5,674,476	-
-	-	-	-	-	-	245,025
-	-	-	-	-	21,766	-
-	-	-	3,630,997	5,658,721	803,066	-
-	6,815,207	-	-	-	9,290	-
-	-	-	-	-	-	-
-	-	-	-	-	-	75,170
-	-	-	-	-	-	21,287
<u>10,570,754</u>	<u>6,815,207</u>	<u>315,021</u>	<u>3,630,997</u>	<u>5,658,721</u>	<u>10,940,668</u>	<u>341,482</u>
579,566	1,474	(112,286)	182,717	(1,062,409)	(411,519)	(245,025)
-	-	-	-	-	-	-
-	-	102,030	-	-	100,000	-
-	-	-	-	-	-	-
-	-	102,030	-	-	100,000	-
579,566	1,474	(10,256)	182,717	(1,062,409)	(311,519)	(245,025)
44,705	80,139	92,799	43,612	626,831	6,940,271	-
<u>\$ 624,271</u>	<u>\$ 81,613</u>	<u>\$ 82,543</u>	<u>\$ 226,329</u>	<u>\$ (435,578)</u>	<u>\$ 6,628,752</u>	<u>\$ (245,025)</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Disaster Services EMA</u>	<u>Dog and Kennel</u>	<u>Hotel Lodging Tax</u>	<u>Domestic Violence Prevention</u>	<u>Indigent Guardianship</u>
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Lodging taxes	-	-	4,880,730	-	-
Charges for services.	-	1,644,808	14	120,072	56,489
Licenses and permits	-	-	-	-	-
Fines and forfeitures.	-	69,416	-	-	-
Intergovernmental	321,571	-	-	-	-
Investment income.	-	-	-	-	-
Rental income	-	-	-	-	-
Other.	37,267	38,739	-	-	-
Total revenues.	<u>358,838</u>	<u>1,752,963</u>	<u>4,880,744</u>	<u>120,072</u>	<u>56,489</u>
Expenditures:					
Current:					
General government:					
Legislative and executive	-	-	4,964,597	-	-
Judicial.	-	-	-	-	138,456
Public safety	594,284	-	-	-	-
Public works	-	-	-	-	-
Health	-	2,258,489	-	116,761	-
Human services.	-	-	-	-	-
Conservation and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement.	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>594,284</u>	<u>2,258,489</u>	<u>4,964,597</u>	<u>116,761</u>	<u>138,456</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(235,446)</u>	<u>(505,526)</u>	<u>(83,853)</u>	<u>3,311</u>	<u>(81,967)</u>
Other financing sources:					
Capital lease transaction.	-	-	-	-	-
Transfers in	135,000	-	-	-	-
Transfers (out).	-	-	-	-	-
Total other financing sources	<u>135,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(100,446)</u>	<u>(505,526)</u>	<u>(83,853)</u>	<u>3,311</u>	<u>(81,967)</u>
Fund balances (deficit) at beginning of year.	282,848	1,076,295	819,850	19,612	164,838
Fund balances (deficit) at end of year	<u>\$ 182,402</u>	<u>\$ 570,769</u>	<u>\$ 735,997</u>	<u>\$ 22,923</u>	<u>\$ 82,871</u>

<u>Domestic Relations Court Special</u>	<u>Coroner Laboratory</u>	<u>Toxicology Lab</u>	<u>Motor Vehicle Enforcement and Education</u>	<u>Indigent Drivers Alcohol Treatment</u>	<u>Sheriff Policing</u>	<u>Concealed Handgun</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
113,479	565,443	142,632	-	-	-	91,727
-	-	-	-	-	-	-
-	-	-	5,699	35,897	-	-
-	-	-	-	-	3,212,502	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>113,479</u>	<u>565,443</u>	<u>142,632</u>	<u>5,699</u>	<u>35,897</u>	<u>3,212,502</u>	<u>91,727</u>
-	-	-	-	-	-	-
152,184	-	-	-	113,722	-	-
-	-	-	-	-	3,113,979	71,885
-	-	-	-	-	-	-
-	249,362	442,596	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	11,386	-	-	-	-	-
-	1,873	-	-	-	-	-
-	-	-	-	-	-	-
<u>152,184</u>	<u>262,621</u>	<u>442,596</u>	<u>-</u>	<u>113,722</u>	<u>3,113,979</u>	<u>71,885</u>
<u>(38,705)</u>	<u>302,822</u>	<u>(299,964)</u>	<u>5,699</u>	<u>(77,825)</u>	<u>98,523</u>	<u>19,842</u>
-	11,386	-	-	-	-	-
-	-	284,998	-	-	-	-
-	(284,998)	-	-	-	-	-
-	<u>(273,612)</u>	<u>284,998</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(38,705)</u>	<u>29,210</u>	<u>(14,966)</u>	<u>5,699</u>	<u>(77,825)</u>	<u>98,523</u>	<u>19,842</u>
<u>96,978</u>	<u>272,547</u>	<u>6,090</u>	<u>59,662</u>	<u>617,623</u>	<u>140,950</u>	<u>217,455</u>
<u>\$ 58,273</u>	<u>\$ 301,757</u>	<u>\$ (8,876)</u>	<u>\$ 65,361</u>	<u>\$ 539,798</u>	<u>\$ 239,473</u>	<u>\$ 237,297</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Countywide Communication System	DETAC	Tax Certificate Administration	T.I.P.P.	Community MR/RES Services
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Lodging taxes	-	-	-	-	-
Charges for services.	-	1,674,854	4,260	-	-
Licenses and permits	-	-	-	-	-
Fines and forfeitures.	-	-	-	-	-
Intergovernmental	-	-	-	-	9,200,000
Investment income.	-	-	-	1,460	-
Rental income	-	-	-	-	-
Other.	1,534,949	333,106	-	-	-
Total revenues.	<u>1,534,949</u>	<u>2,007,960</u>	<u>4,260</u>	<u>1,460</u>	<u>9,200,000</u>
Expenditures:					
Current:					
General government:					
Legislative and executive	-	933,789	125,256	10,183	-
Judicial.	-	1,029,978	-	-	-
Public safety	1,369,681	-	-	-	-
Public works	-	-	-	-	-
Health	-	-	-	-	12,869,694
Human services.	-	-	-	-	-
Conservation and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement.	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>1,369,681</u>	<u>1,963,767</u>	<u>125,256</u>	<u>10,183</u>	<u>12,869,694</u>
Excess (deficiency) of revenues over (under) expenditures	<u>165,268</u>	<u>44,193</u>	<u>(120,996)</u>	<u>(8,723)</u>	<u>(3,669,694)</u>
Other financing sources:					
Capital lease transaction.	-	-	-	-	-
Transfers in	-	-	-	-	4,000,000
Transfers (out).	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000,000</u>
Net change in fund balances	165,268	44,193	(120,996)	(8,723)	330,306
Fund balances (deficit) at beginning of year.	1,435,847	1,867,507	334,956	179,349	(469,562)
Fund balances (deficit) at end of year	<u>\$ 1,601,115</u>	<u>\$ 1,911,700</u>	<u>\$ 213,960</u>	<u>\$ 170,626</u>	<u>\$ (139,256)</u>

<u>Imagination Station</u>	<u>Building Regulation</u>	<u>Certificate of Title Administration</u>	<u>Recorder Equipment</u>	<u>Juvenile Treatment Center</u>	<u>Juvenile Felony Delinquency Care</u>	<u>Juvenile Court Indigent Drivers</u>
\$ 1,164,888	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	2,489,734	1,590	1,450	-	-
-	794,646	-	-	-	-	-
-	-	-	-	-	-	-
158,654	-	-	-	2,436,512	2,923,506	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	2,886	-	69	37,511	100
<u>1,323,542</u>	<u>794,646</u>	<u>2,492,620</u>	<u>1,590</u>	<u>2,438,031</u>	<u>2,961,017</u>	<u>100</u>
-	684,513	-	115,897	-	-	-
-	-	1,968,925	-	-	-	1,633
-	-	-	-	2,463,994	2,788,040	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,320,112	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,320,112</u>	<u>684,513</u>	<u>1,968,925</u>	<u>115,897</u>	<u>2,463,994</u>	<u>2,788,040</u>	<u>1,633</u>
<u>3,430</u>	<u>110,133</u>	<u>523,695</u>	<u>(114,307)</u>	<u>(25,963)</u>	<u>172,977</u>	<u>(1,533)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3,430	110,133	523,695	(114,307)	(25,963)	172,977	(1,533)
16,040	52,891	1,736,877	1,153,873	115,312	4,269,494	6,851
<u>\$ 19,470</u>	<u>\$ 163,024</u>	<u>\$ 2,260,572</u>	<u>\$ 1,039,566</u>	<u>\$ 89,349</u>	<u>\$ 4,442,471</u>	<u>\$ 5,318</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Felony Diversion Program	Correction Treatment Facility	Common Pleas Civil Mediation	Administration of Justice	Probation Service
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Lodging taxes	-	-	-	-	-
Charges for services.	-	-	104,206	-	269,829
Licenses and permits	-	-	-	-	-
Fines and forfeitures.	-	-	-	-	-
Intergovernmental	1,196,984	4,050,262	-	-	-
Investment income.	-	-	-	-	-
Rental income	-	-	-	-	-
Other.	-	-	-	1,525	-
Total revenues.	<u>1,196,984</u>	<u>4,050,262</u>	<u>104,206</u>	<u>1,525</u>	<u>269,829</u>
Expenditures:					
Current:					
General government:					
Legislative and executive	-	-	-	-	-
Judicial.	-	-	127,563	1,355	275,797
Public safety	1,173,472	3,995,845	-	-	-
Public works	-	-	-	-	-
Health	-	-	-	-	-
Human services.	-	-	-	-	-
Conservation and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement.	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total expenditures	<u>1,173,472</u>	<u>3,995,845</u>	<u>127,563</u>	<u>1,355</u>	<u>275,797</u>
Excess (deficiency) of revenues over (under) expenditures	<u>23,512</u>	<u>54,417</u>	<u>(23,357)</u>	<u>170</u>	<u>(5,968)</u>
Other financing sources:					
Capital lease transaction.	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers (out).	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	23,512	54,417	(23,357)	170	(5,968)
Fund balances (deficit) at beginning of year.	11,502	322,999	297,860	9,825	579,892
Fund balances (deficit) at end of year	<u>\$ 35,014</u>	<u>\$ 377,416</u>	<u>\$ 274,503</u>	<u>\$ 9,995</u>	<u>\$ 573,924</u>

<u>Foreclosure Magistrate Program</u>	<u>Other Special Revenue</u>	<u>Economic Development</u>	<u>Zoo Capital Improvements</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 6,790,300	\$ 21,563,097
-	-	-	-	4,880,730
-	1,512,474	650,000	-	18,974,122
-	-	-	-	815,630
-	-	-	-	356,203
-	200,165	-	2,159,904	100,037,352
-	55	-	-	25,746
-	-	-	-	29,498
199,756	2,045,983	-	-	6,564,397
<u>199,756</u>	<u>3,758,677</u>	<u>650,000</u>	<u>8,950,204</u>	<u>153,246,775</u>
-	73,800	450,000	-	13,974,364
187,393	1,797,619	-	-	18,953,770
-	253,064	-	-	39,909,578
-	141,243	-	-	13,023,671
-	-	-	-	15,958,668
-	16,743	-	-	45,043,280
-	-	-	8,948,152	17,092,761
-	-	-	-	123,802
-	-	-	-	387,184
-	-	-	-	25,044
<u>187,393</u>	<u>2,282,469</u>	<u>450,000</u>	<u>8,948,152</u>	<u>164,492,122</u>
12,363	1,476,208	200,000	2,052	(11,245,347)
-	-	-	-	123,802
-	50,000	-	-	15,719,751
-	-	-	-	(284,998)
-	50,000	-	-	15,558,555
12,363	1,526,208	200,000	2,052	4,313,208
53,771	9,367,238	-	94,358	52,939,832
<u>\$ 66,134</u>	<u>\$ 10,893,446</u>	<u>\$ 200,000</u>	<u>\$ 96,410</u>	<u>\$ 57,253,040</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 JOB AND FAMILY SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Charges for services.	\$ -	\$ 9,656	\$ 9,656
Intergovernmental	32,538,562	32,851,287	312,725
Other.	3,542,274	1,283,758	(2,258,516)
Total revenues.	36,080,836	34,144,701	(1,936,135)
Expenditures:			
Human Services			
Personal services.	21,141,765	20,586,792	554,973
Materials and supplies	605,918	530,246	75,672
Charges and services.	15,888,891	14,699,058	1,189,833
Other	653,179	407,678	245,501
Capital outlay and equipment.	252,086	237,158	14,928
<i>Total Human Services</i>	<i>38,541,839</i>	<i>36,460,932</i>	<i>2,080,907</i>
Total expenditures	38,541,839	36,460,932	2,080,907
Excess/deficiency of revenues over/under expenditures.	(2,461,003)	(2,316,231)	144,772
Other financing sources:			
Transfers in	2,348,113	2,260,877	(87,236)
Total other financing sources	2,348,113	2,260,877	(87,236)
Net change in fund balances	(112,890)	(55,354)	57,536
Fund balances (deficit) at beginning of year	(1,592,273)	(1,592,273)	-
<i>Prior year encumbrances appropriated</i>	<i>1,919,477</i>	<i>1,919,477</i>	<i>-</i>
Fund balance (deficit) at end of year	\$ 214,314	\$ 271,850	\$ 57,536

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
REAL ESTATE ASSESSMENT
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 4,500,000	\$ 4,386,924	\$ (113,076)
Intergovernmental	-	186,050	186,050
Other.	50,000	2,871	(47,129)
Total revenues.	4,550,000	4,575,845	25,845
Expenditures:			
General Government -			
Legislative and Executive			
Personal services.	3,046,822	2,728,959	317,863
Materials and supplies	69,432	54,703	14,729
Charges and services.	2,329,476	1,927,269	402,207
Other	93,962	93,778	184
Capital outlay and equipment.	387,309	41,736	345,573
<i>Total General Government - Legislative and Executive.</i>	<i>5,927,001</i>	<i>4,846,445</i>	<i>1,080,556</i>
Total expenditures	5,927,001	4,846,445	1,080,556
Net change in fund balances	(1,377,001)	(270,600)	1,106,401
Fund balances at beginning of year	4,784,955	4,784,955	-
<i>Prior year encumbrances appropriated</i>	<i>61,465</i>	<i>61,465</i>	<i>-</i>
Fund balance at end of year.	\$ 3,469,419	\$ 4,575,820	\$ 1,106,401

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
MOTOR VEHICLE AND GAS TAX
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 119,669	\$ 119,669	\$ -
Licenses and permits	20,479	20,479	-
Fines and forfeitures	50,000	44,145	(5,855)
Intergovernmental	13,711,174	13,156,644	(554,530)
Investment income	10,000	24,231	14,231
Rental income	24,808	24,808	-
Other	15,870	15,870	-
Total revenues	13,952,000	13,405,846	(546,154)
Expenditures:			
Public Works			
Personal services	5,392,321	5,320,851	71,470
Materials and supplies	988,170	988,170	-
Charges and services	7,754,754	7,754,754	-
Other	83,543	83,179	364
Capital outlay and equipment	30,000	28,401	1,599
Principal retirement	250,520	250,520	-
<i>Total Public Works</i>	<i>14,499,308</i>	<i>14,425,875</i>	<i>73,433</i>
Total expenditures	14,499,308	14,425,875	73,433
Net change in fund balances	(547,308)	(1,020,029)	(472,721)
Fund balances at beginning of year	(95,099)	(95,099)	-
<i>Prior year encumbrances appropriated</i>	<i>1,244,854</i>	<i>1,244,854</i>	<i>-</i>
Fund balance (deficit) at end of year	\$ 602,447	\$ 129,726	\$ (472,721)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 ECONOMIC DEVELOPMENT
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 650,000	\$ 650,000	\$ -
Total revenues	650,000	650,000	-
Expenditures:			
General Government -			
Legislative and Executive			
Other	650,000	450,000	200,000
<i>Total General Government - Legislative and Executive</i>	<i>650,000</i>	<i>450,000</i>	<i>200,000</i>
Total expenditures	650,000	450,000	200,000
Net change in fund balances	-	200,000	200,000
Fund balances at beginning of year	-	-	-
<i>Prior year encumbrances appropriated</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund balance at end of year	\$ -	\$ 200,000	\$ 200,000

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 COMMUNITY DEVELOPMENT GRANT
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and permits	\$ 505	\$ 505	\$ -
Intergovernmental	18,399,515	8,838,241	(9,561,274)
Rental income	12,800	12,800	-
Other	785,538	785,538	-
Total revenues.	<u>19,198,358</u>	<u>9,637,084</u>	<u>(9,561,274)</u>
Expenditures:			
General Government -			
Legislative and Executive			
Personal services.	194	194	-
Materials and supplies	127	127	-
Charges and services.	1,830,131	1,830,131	-
Other	672	672	-
<i>Total General Government - Legislative and Executive.</i>	<u>1,831,124</u>	<u>1,831,124</u>	<u>-</u>
Judicial			
Personal services.	1,160,613	1,160,613	-
Materials and supplies	78,785	78,785	-
Charges and services.	1,628,856	1,628,856	-
Other	2,854	2,854	-
Capital outlay and equipment.	18,457	18,457	-
<i>Total General Government - Judicial.</i>	<u>2,889,565</u>	<u>2,889,565</u>	<u>-</u>
Public Safety			
Personal services.	392,755	392,755	-
Materials and supplies	6,543	6,543	-
Charges and services.	2,187,170	2,187,170	-
Other	2,949,987	2,949,987	-
Capital outlay and equipment.	48,491	48,491	-
<i>Total Public Safety</i>	<u>5,584,946</u>	<u>5,584,946</u>	<u>-</u>
Health			
Materials and supplies	1,521	1,521	-
Charges and services.	17,605	17,605	-
<i>Total Health</i>	<u>19,126</u>	<u>19,126</u>	<u>-</u>
Human Services			
Charges and services.	764,070	764,070	-
Other	26,616	26,616	-
<i>Total Human Services</i>	<u>790,686</u>	<u>790,686</u>	<u>-</u>
Conservation and Recreation			
Charges and services.	9,290	9,290	-
<i>Total Conservation and Recreation</i>	<u>9,290</u>	<u>9,290</u>	<u>-</u>
Miscellaneous			
Other	7,869,521	-	7,869,521
<i>Total Miscellaneous.</i>	<u>7,869,521</u>	<u>-</u>	<u>7,869,521</u>
Total expenditures	<u>18,994,258</u>	<u>11,124,737</u>	<u>7,869,521</u>
Excess/deficiency of revenues over/under expenditures.	204,100	(1,487,653)	(1,691,753)

CONTINUED

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 COMMUNITY DEVELOPMENT GRANT (continued)
 FOR THE YEAR ENDED DECEMBER 31, 2011

<u>Other financing sources:</u>			
Transfers in	-	100,000	100,000
Total other financing sources	-	100,000	100,000
Net change in fund balances	204,100	(1,387,653)	(1,591,753)
Fund balances at beginning of year	4,454,795	4,454,795	-
<i>Prior year encumbrances appropriated</i>	<i>2,479,126</i>	<i>2,479,126</i>	<i>-</i>
Fund balance at end of year	\$ 7,138,021	\$ 5,546,268	\$ (1,591,753)

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 LOCAL DEVELOPMENT
 FOR THE YEAR ENDED DECEMBER 31, 2011*

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Fund balances at beginning of year	\$ 221,521	\$ 221,521	\$ -
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 221,521</u>	<u>\$ 221,521</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 STORMWATER UTILITY
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Other	\$ -	\$ (235,218)	\$ (235,218)
Total revenues	-	(235,218)	(235,218)
Other financing sources (uses):			
Advances in		235,218	\$ 235,218
Total other financing sources	-	235,218	235,218
Net change in fund balances	-	-	-
Fund balances at beginning of year	-	-	-
<i>Prior year encumbrances appropriated</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund balance at end of year	\$ -	\$ -	\$ -

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 EMERGENCY MEDICAL SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 3,000,000	\$ 2,736,870	\$ (263,130)
Other	-	2,717	2,717
Total revenues	3,000,000	2,739,587	(260,413)
Expenditures:			
Public Safety			
Personal services	1,804,624	1,528,218	276,406
Materials and supplies	692,580	646,951	45,629
Charges and services	9,244,389	8,860,903	383,486
Other	147,096	122,531	24,565
Capital outlay and equipment	1,358,175	982,934	375,241
<i>Total Public Safety</i>	<i>13,246,864</i>	<i>12,141,537</i>	<i>1,105,327</i>
Total expenditures	13,246,864	12,141,537	1,105,327
Excess/deficiency of revenues over/under expenditures	(10,246,864)	(9,401,950)	844,914
Other financing sources:			
Transfers in	8,786,845	8,786,846	1
Total other financing sources	8,786,845	8,786,846	1
Net change in fund balances	(1,460,019)	(615,104)	844,915
Fund balances at beginning of year	1,115,474	1,115,474	-
<i>Prior year encumbrances appropriated</i>	<i>1,593,289</i>	<i>1,593,289</i>	<i>-</i>
Fund balance at end of year	\$ 1,248,744	\$ 2,093,659	\$ 844,915

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 EMERGENCY TELEPHONE SERVICE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property taxes	\$ 4,691,000	\$ 4,750,481	\$ 59,481
Charges for services.	-	831	831
Intergovernmental	1,302,184	1,863,176	560,992
Other.	-	93,676	93,676
Total revenues.	<u>5,993,184</u>	<u>6,708,164</u>	<u>714,980</u>
Expenditures:			
Public Safety			
Personal services.	817,457	727,813	89,644
Materials and supplies	28,906	19,174	9,732
Charges and services.	9,945,773	9,924,741	21,032
Other	451,680	318,883	132,797
Capital outlay and equipment.	215,584	206,148	9,436
<i>Total Public Safety</i>	<u>11,459,400</u>	<u>11,196,759</u>	<u>262,641</u>
Total expenditures	<u>11,459,400</u>	<u>11,196,759</u>	<u>262,641</u>
Net change in fund balances	(5,466,216)	(4,488,595)	977,621
Fund balances at beginning of year	6,863,738	6,863,738	-
<i>Prior year encumbrances appropriated</i>	5,821,225	5,821,225	-
Fund balance at end of year.	<u>\$ 7,218,747</u>	<u>\$ 8,196,368</u>	<u>\$ 977,621</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 DISASTER SERVICES EMA
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 511,792	\$ 321,203	\$ (190,589)
Other	-	37,267	37,267
Total revenues.	<u>511,792</u>	<u>358,470</u>	<u>(153,322)</u>
Expenditures:			
Public Safety			
Personal services	448,901	306,724	142,177
Materials and supplies	6,800	4,169	2,631
Charges and services	148,023	133,452	14,571
Other	129,070	128,169	901
Capital outlay and equipment	18,000	15,637	2,363
<i>Total Public Safety</i>	<u>750,794</u>	<u>588,151</u>	<u>162,643</u>
Total expenditures	<u>750,794</u>	<u>588,151</u>	<u>162,643</u>
Excess/deficiency of revenues over/under expenditures	<u>(239,002)</u>	<u>(229,681)</u>	<u>9,321</u>
Other financing sources:			
Transfers in	159,725	135,000	(24,725)
Total other financing sources	<u>159,725</u>	<u>135,000</u>	<u>(24,725)</u>
Net change in fund balances	(79,277)	(94,681)	(15,404)
Fund balances at beginning of year	260,782	260,782	-
<i>Prior year encumbrances appropriated</i>	2,863	2,863	-
Fund balance at end of year.	<u>\$ 184,368</u>	<u>\$ 168,964</u>	<u>\$ (15,404)</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
CHILD SUPPORT ENFORCEMENT
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 1,464,000	\$ 1,570,382	\$ 106,382
Intergovernmental	9,255,832	9,457,316	201,484
Other.	370,000	120,653	(249,347)
Total revenues.	11,089,832	11,148,351	58,519
Expenditures:			
General Government -			
Judicial			
Personal services.	8,700,623	8,259,784	440,839
Materials and supplies	1,592,396	1,332,566	259,830
Charges and services.	670,102	565,466	104,636
Other	395,000	268,637	126,363
Capital outlay and equipment.	30,000	20,173	9,827
<i>Total General Government - Judicial</i>	11,388,121	10,446,626	941,495
Total expenditures	11,388,121	10,446,626	941,495
Net change in fund balances	(298,289)	701,725	1,000,014
Fund balances at beginning of year	272,060	272,060	-
<i>Prior year encumbrances appropriated</i>	47,733	47,733	-
Fund balance at end of year.	\$ 21,504	\$ 1,021,518	\$ 1,000,014

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 DOG AND KENNEL
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 1,730,000	\$ 1,502,580	\$ (227,420)
Fines and forfeitures.	50,000	70,481	20,481
Other.	35,000	37,785	2,785
Total revenues.	1,815,000	1,610,846	(204,154)
Expenditures:			
Health			
Personal services.	1,598,332	1,460,271	138,061
Materials and supplies	192,688	189,387	3,301
Charges and services.	458,781	344,891	113,890
Other	171,493	161,967	9,526
Capital outlay and equipment.	110,000	96,570	13,430
<i>Total Health</i>	<i>2,531,294</i>	<i>2,253,086</i>	<i>278,208</i>
Total expenditures	2,531,294	2,253,086	278,208
Net change in fund balances	(716,294)	(642,240)	74,054
Fund balances at beginning of year	1,072,424	1,072,424	-
<i>Prior year encumbrances appropriated</i>	<i>35,736</i>	<i>35,736</i>	<i>-</i>
Fund balance at end of year.	\$ 391,866	\$ 465,920	\$ 74,054

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 HOTEL LODGING TAX
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Lodging taxes	\$ 4,600,000	\$ 4,651,582	\$ 51,582
Charges for services.	-	14	14
Total revenues.	<u>4,600,000</u>	<u>4,651,596</u>	<u>51,596</u>
Expenditures:			
General Government -			
Legislative and Executive			
Personal services.	73,394	71,410	1,984
Materials and supplies	900	798	102
Charges and services.	3,032	1,982	1,050
Capital outlay and equipment.	1,000	910	90
Other	<u>4,921,674</u>	<u>4,889,153</u>	<u>32,521</u>
<i>Total General Government - Legislative and Executive.</i>	<u>5,000,000</u>	<u>4,964,253</u>	<u>35,747</u>
Total expenditures	<u>5,000,000</u>	<u>4,964,253</u>	<u>35,747</u>
Net change in fund balances	(400,000)	(312,657)	87,343
Fund balances at beginning of year	410,274	410,274	-
<i>Prior year encumbrances appropriated</i>	175,500	175,500	-
Fund balance at end of year.	<u>\$ 185,774</u>	<u>\$ 273,117</u>	<u>\$ 87,343</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 ZOO OPERATING
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property taxes	\$ 5,704,132	\$ 5,768,914	\$ 64,782
Intergovernmental	1,250,764	1,045,033	(205,731)
Total revenues.	<u>6,954,896</u>	<u>6,813,947</u>	<u>(140,949)</u>
Expenditures:			
Conservation and Recreation			
Charges and services.	6,954,896	6,815,207	139,689
<i>Total Conservation and Recreation</i>	<u>6,954,896</u>	<u>6,815,207</u>	<u>139,689</u>
Total expenditures	<u>6,954,896</u>	<u>6,815,207</u>	<u>139,689</u>
Net change in fund balances	-	(1,260)	(1,260)
Fund balances at beginning of year	1,260	1,260	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 1,260</u>	<u>\$ -</u>	<u>\$ (1,260)</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
LAW LIBRARY RESOURCES
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 2,050	\$ 2,123	\$ 73
Fines and forfeitures.	257,950	197,399	(60,551)
Other.	-	623	623
Total revenues.	260,000	200,145	(59,855)
Expenditures:			
General Government -			
Judicial			
Personal services.	167,713	161,068	6,645
Materials and supplies	3,300	2,534	766
Charges and services.	188,899	148,394	40,505
Other	1,427	-	1,427
Capital outlay and equipment.	800	613	187
<i>Total General Government - Judicial</i>	<i>362,139</i>	<i>312,609</i>	<i>49,530</i>
Total expenditures	362,139	312,609	49,530
Excess/deficiency of revenues over/under expenditures.	(102,139)	(112,464)	(10,325)
Other financing sources:			
Transfers in	102,030	102,030	-
Total other financing sources	102,030	102,030	-
Net change in fund balances	(109)	(10,434)	(10,325)
Fund balances at beginning of year	90,278	90,278	-
<i>Prior year encumbrances appropriated</i>	184	184	-
Fund balance at end of year.	\$ 90,353	\$ 80,028	\$ (10,325)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 DOMESTIC VIOLENCE PREVENTION
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 85,000	\$ 121,233	\$ 36,233
Total revenues	85,000	121,233	36,233
Expenditures:			
Health			
Other	118,920	117,920	1,000
<i>Total Health</i>	<i>118,920</i>	<i>117,920</i>	<i>1,000</i>
Total expenditures	118,920	117,920	1,000
Net change in fund balances	(33,920)	3,313	37,233
Fund balances at beginning of year	72,224	72,224	-
<i>Prior year encumbrances appropriated</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund balance at end of year	\$ 38,304	\$ 75,537	\$ 37,233

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 INDIGENT GUARDIANSHIP
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 60,000	\$ 54,374	\$ (5,626)
Total revenues.	<u>60,000</u>	<u>54,374</u>	<u>(5,626)</u>
Expenditures:			
General Government -			
Judicial			
Personal services.	8,000	6,840	1,160
Charges and services.	52,000	27,609	24,391
Other	100,000	100,000	-
<i>Total General Government - Judicial</i>	<u>160,000</u>	<u>134,449</u>	<u>25,551</u>
Total expenditures	<u>160,000</u>	<u>134,449</u>	<u>25,551</u>
Net change in fund balances	(100,000)	(80,075)	19,925
Fund balances at beginning of year	164,373	164,373	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 64,373</u>	<u>\$ 84,298</u>	<u>\$ 19,925</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 DOMESTIC RELATIONS COURT SPECIAL
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 110,000	\$ 114,939	\$ 4,939
Total revenues.	110,000	114,939	4,939
Expenditures:			
General Government -			
Judicial			
Personal services.	45,300	30,800	14,500
Other	149,927	121,384	28,543
<i>Total General Government - Judicial</i>	<i>195,227</i>	<i>152,184</i>	<i>43,043</i>
Total expenditures	195,227	152,184	43,043
Net change in fund balances	(85,227)	(37,245)	47,982
Fund balances at beginning of year	93,821	93,821	-
<i>Prior year encumbrances appropriated</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund balance at end of year.	\$ 8,594	\$ 56,576	\$ 47,982

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
CORONER LABORATORY
FOR THE YEAR ENDED DECEMBER 31, 2011*

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Charges for services.	\$ 525,000	\$ 563,201	\$ 38,201
Total revenues.	<u>525,000</u>	<u>563,201</u>	<u>38,201</u>
<u>Expenditures:</u>			
Health			
Materials and supplies	56,557	50,909	5,648
Charges and services.	257,677	218,813	38,864
Other	8,000	7,603	397
Capital outlay and equipment.	3,104	2,945	159
<i>Total Health</i>	<u>325,338</u>	<u>280,270</u>	<u>45,068</u>
Total expenditures	<u>325,338</u>	<u>280,270</u>	<u>45,068</u>
Excess/deficiency of revenues over/under expenditures.	<u>199,662</u>	<u>282,931</u>	<u>83,269</u>
<u>Other financing sources:</u>			
Transfers (out).	<u>(284,998)</u>	<u>(284,998)</u>	<u>-</u>
Total other financing sources	<u>(284,998)</u>	<u>(284,998)</u>	<u>-</u>
Net change in fund balances	(85,336)	(2,067)	83,269
Fund balances at beginning of year	232,180	232,180	-
<i>Prior year encumbrances appropriated</i>	43,081	43,081	-
Fund balance at end of year.	<u>\$ 189,925</u>	<u>\$ 273,194</u>	<u>\$ 83,269</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 TOXICOLOGY LAB
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 180,000	\$ 150,260	\$ (29,740)
Other	265,000	-	(265,000)
Total revenues	445,000	150,260	(294,740)
Expenditures:			
Health			
Personal services	293,149	293,149	-
Materials and supplies	56,161	56,161	-
Charges and services	88,284	88,284	-
Other	4,941	4,941	-
Capital outlay and equipment	1,496	1,496	-
<i>Total Health</i>	<i>444,031</i>	<i>444,031</i>	<i>-</i>
Total expenditures	444,031	444,031	-
Excess/deficiency of revenues over/under expenditures	969	(293,771)	(294,740)
Other financing sources:			
Transfers in	-	284,998	284,998
Total other financing sources	-	284,998	284,998
Net change in fund balances	969	(8,773)	(9,742)
Fund balances at beginning of year	4,882	4,882	-
<i>Prior year encumbrances appropriated</i>	<i>3,989</i>	<i>3,989</i>	<i>-</i>
Fund balance at end of year	\$ 9,840	\$ 98	\$ (9,742)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 MOTOR VEHICLE ENFORCEMENT AND EDUCATION
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and forfeitures.	\$ 5,000	\$ 5,658	\$ 658
Total revenues.	<u>5,000</u>	<u>5,658</u>	<u>658</u>
Expenditures:			
Public Safety			
Other	5,000	-	5,000
<i>Total Public Safety</i>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total expenditures	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Net change in fund balances	-	5,658	5,658
Fund balances at beginning of year	59,642	59,642	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 59,642</u>	<u>\$ 65,300</u>	<u>\$ 5,658</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 INDIGENT DRIVERS ALCOHOL TREATMENT
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and forfeitures.	\$ 50,000	\$ 37,528	\$ (12,472)
Total revenues.	50,000	37,528	(12,472)
Expenditures:			
General Government -			
Judicial			
Charges and services.	150,000	113,722	36,278
<i>Total General Government - Judicial.</i>	<i>150,000</i>	<i>113,722</i>	<i>36,278</i>
Total expenditures	150,000	113,722	36,278
Net change in fund balances	(100,000)	(76,194)	23,806
Fund balances at beginning of year	613,725	613,725	-
<i>Prior year encumbrances appropriated</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund balance at end of year.	\$ 513,725	\$ 537,531	\$ 23,806

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 SHERIFF POLICING
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 3,746,151	\$ 3,102,477	\$ (643,674)
Total revenues.	<u>3,746,151</u>	<u>3,102,477</u>	<u>(643,674)</u>
Expenditures:			
Public Safety			
Personal services	3,704,677	3,051,015	653,662
Materials and supplies	15,286	15,286	-
Charges and services	26,188	26,188	-
<i>Total Public Safety</i>	<u>3,746,151</u>	<u>3,092,489</u>	<u>653,662</u>
Total expenditures	<u>3,746,151</u>	<u>3,092,489</u>	<u>653,662</u>
Net change in fund balances	-	9,988	9,988
Fund balances at beginning of year	5,285	5,285	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 5,285</u>	<u>\$ 15,273</u>	<u>\$ 9,988</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CONCEALED HANDGUN
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 100,000	\$ 91,727	\$ (8,273)
Total revenues.	<u>100,000</u>	<u>91,727</u>	<u>(8,273)</u>
Expenditures:			
Public Safety			
Personal services.	36,500	30,604	5,896
Other	<u>60,000</u>	<u>39,519</u>	<u>20,481</u>
<i>Total Public Safety</i>	<u>96,500</u>	<u>70,123</u>	<u>26,377</u>
Total expenditures	<u>96,500</u>	<u>70,123</u>	<u>26,377</u>
Net change in fund balances	3,500	21,604	18,104
Fund balances at beginning of year	220,712	220,712	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 224,212</u>	<u>\$ 242,316</u>	<u>\$ 18,104</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
COUNTYWIDE COMMUNICATION SYSTEM
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$ 1,534,649	\$ 1,534,949	\$ 300
Total revenues.	1,534,649	1,534,949	300
Expenditures:			
Public Safety			
Personal services	269,454	261,290	8,164
Materials and supplies	13,555	9,839	3,716
Charges and services	1,928,445	1,876,872	51,573
Other	19,715	14,805	4,910
Capital outlay and equipment	24,000	3,419	20,581
<i>Total Public Safety</i>	2,255,169	2,166,225	88,944
Total expenditures	2,255,169	2,166,225	88,944
Net change in fund balances	(720,520)	(631,276)	89,244
Fund balances at beginning of year	607,439	607,439	-
<i>Prior year encumbrances appropriated</i>	849,348	849,348	-
Fund balance at end of year.	\$ 736,267	\$ 825,511	\$ 89,244

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 DETAC
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 1,701,000	\$ 1,673,597	\$ (27,403)
Other.	386,025	433,106	47,081
Total revenues.	2,087,025	2,106,703	19,678
Expenditures:			
General Government -			
Legislative and Executive			
Personal services.	799,000	781,647	17,353
Materials and supplies	37,612	22,948	14,664
Charges and services.	182,729	54,511	128,218
Other	190,611	128,506	62,105
Capital outlay and equipment.	4,000	3,147	853
<i>Total General Government - Legislative and Executive.</i>	<i>1,213,952</i>	<i>990,759</i>	<i>223,193</i>
Judicial			
Personal services.	769,993	743,531	26,462
Materials and supplies	22,348	12,543	9,805
Charges and services.	37,330	35,081	2,249
Other	286,023	277,624	8,399
Capital outlay and equipment.	-	-	-
<i>Total General Government - Judicial</i>	<i>1,115,694</i>	<i>1,068,779</i>	<i>46,915</i>
Total expenditures	2,329,646	2,059,538	270,108
Net change in fund balances	(242,621)	47,165	289,786
Fund balances at beginning of year	1,795,785	1,795,785	-
<i>Prior year encumbrances appropriated</i>	<i>83,859</i>	<i>83,859</i>	<i>-</i>
Fund balance at end of year.	\$ 1,637,023	\$ 1,926,809	\$ 289,786

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 TAX CERTIFICATE ADMINISTRATION
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ -	\$ 4,260	\$ 4,260
Total revenues.	-	4,260	4,260
Expenditures:			
General Government -			
Legislative and Executive			
Personal services.	149,804	123,929	25,875
Materials and supplies	1,298	1,044	254
Charges and services.	2,502	1,002	1,500
Other	-	-	-
<i>Total General Government - Legislative and Executive.</i>	<u>153,604</u>	<u>125,975</u>	<u>27,629</u>
Total expenditures	153,604	125,975	27,629
Net change in fund balances	(153,604)	(121,715)	31,889
Fund balances at beginning of year	338,955	338,955	-
<i>Prior year encumbrances appropriated</i>	1,228	1,228	-
Fund balance at end of year.	<u>\$ 186,579</u>	<u>\$ 218,468</u>	<u>\$ 31,889</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 T.I.P.P.
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income.	\$ 30,000	\$ 1,203	\$ (28,797)
Total revenues.	30,000	1,203	(28,797)
Expenditures:			
General Government -			
Legislative and Executive			
Personal services.	30,000	-	30,000
Materials and supplies	7,321	2,371	4,950
Charges and services.	17,494	9,494	8,000
Other	1,000	-	1,000
<i>Total General Government - Legislative and Executive.</i>	<i>55,815</i>	<i>11,865</i>	<i>43,950</i>
Total expenditures	55,815	11,865	43,950
Net change in fund balances	(25,815)	(10,662)	15,153
Fund balances at beginning of year	176,334	176,334	-
<i>Prior year encumbrances appropriated</i>	<i>3,470</i>	<i>3,470</i>	<i>-</i>
Fund balance at end of year.	\$ 153,989	\$ 169,142	\$ 15,153

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 COMMUNITY MR/RES SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 15,047,151	\$ 9,200,000	\$ (5,847,151)
Total revenues.	<u>15,047,151</u>	<u>9,200,000</u>	<u>(5,847,151)</u>
Expenditures:			
Health			
Charges and services.	15,036,688	12,989,927	2,046,761
<i>Total Health</i>	<u>15,036,688</u>	<u>12,989,927</u>	<u>2,046,761</u>
Total expenditures	<u>15,036,688</u>	<u>12,989,927</u>	<u>2,046,761</u>
Excess/deficiency of revenues over/under expenditures.	<u>10,463</u>	<u>(3,789,927)</u>	<u>(3,800,390)</u>
Other financing sources:			
Transfers in	-	4,000,000	4,000,000
Total other financing sources	<u>-</u>	<u>4,000,000</u>	<u>4,000,000</u>
Net change in fund balances	10,463	210,073	199,610
Fund balances (deficit) at beginning of year .	(72,150)	(72,150)	-
<i>Prior year encumbrances appropriated</i>	113,000	113,000	-
Fund balance (deficit) at end of year	<u>\$ 51,313</u>	<u>\$ 250,923</u>	<u>\$ 199,610</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 SENIOR SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property taxes	\$ 3,655,000	\$ 3,082,408	\$ (572,592)
Intergovernmental	-	730,186	730,186
Total revenues.	<u>3,655,000</u>	<u>3,812,594</u>	<u>157,594</u>
Expenditures:			
Human Services			
Charges and services.	3,655,000	3,630,997	24,003
<i>Total Human Services</i>	<u>3,655,000</u>	<u>3,630,997</u>	<u>24,003</u>
Total expenditures	<u>3,655,000</u>	<u>3,630,997</u>	<u>24,003</u>
Net change in fund balances	-	181,597	181,597
Fund balances at beginning of year	1,155	1,155	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 1,155</u>	<u>\$ 182,752</u>	<u>\$ 181,597</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 IMAGINATION STATION
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property taxes	\$ 1,386,000	\$ 1,164,465	\$ (221,535)
Intergovernmental	-	158,654	158,654
Total revenues.	<u>1,386,000</u>	<u>1,323,119</u>	<u>(62,881)</u>
Expenditures:			
Conservation and Recreation			
Charges and services.	1,386,000	1,320,112	65,888
<i>Total Conservation and Recreation</i>	<u>1,386,000</u>	<u>1,320,112</u>	<u>65,888</u>
Total expenditures	<u>1,386,000</u>	<u>1,320,112</u>	<u>65,888</u>
Net change in fund balances	-	3,007	3,007
Fund balances at beginning of year	-	-	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 3,007</u>	<u>\$ 3,007</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 BUILDING REGULATION
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and permits	\$ 750,000	\$ 788,780	\$ 38,780
Total revenues.	<u>750,000</u>	<u>788,780</u>	<u>38,780</u>
Expenditures:			
General Government -			
Legislative and Executive			
Personal services	458,485	457,107	1,378
Materials and supplies	26,664	18,507	8,157
Charges and services	159,967	115,404	44,563
Other	80,000	78,992	1,008
Capital outlay and equipment.	<u>10,045</u>	<u>6,842</u>	<u>3,203</u>
<i>Total General Government - Legislative and Executive.</i>	<u>735,161</u>	<u>676,852</u>	<u>58,309</u>
Total expenditures	<u>735,161</u>	<u>676,852</u>	<u>58,309</u>
Net change in fund balances	14,839	111,928	97,089
Fund balances (deficit) at beginning of year .	25,390	25,390	-
<i>Prior year encumbrances appropriated</i>	<u>5,123</u>	<u>5,123</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 45,352</u>	<u>\$ 142,441</u>	<u>\$ 97,089</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CERTIFICATE OF TITLE ADMINISTRATION
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 2,153,000	\$ 2,473,313	\$ 320,313
Other.	-	2,540	2,540
Total revenues.	2,153,000	2,475,853	322,853
Expenditures:			
General Government -			
Judicial			
Personal services.	1,461,476	1,432,858	28,618
Materials and supplies	73,773	62,240	11,533
Charges and services.	202,837	171,165	31,672
Other	302,040	288,644	13,396
Capital outlay and equipment.	17,200	17,027	173
<i>Total General Government - Judicial</i>	<i>2,057,326</i>	<i>1,971,934</i>	<i>85,392</i>
Total expenditures	2,057,326	1,971,934	85,392
Net change in fund balances	95,674	503,919	408,245
Fund balances at beginning of year	1,626,778	1,626,778	-
<i>Prior year encumbrances appropriated</i>	<i>6,644</i>	<i>6,644</i>	<i>-</i>
Fund balance at end of year.	\$ 1,729,096	\$ 2,137,341	\$ 408,245

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 RECORDER EQUIPMENT
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ -	\$ 1,590	\$ 1,590
Total revenues.	-	1,590	1,590
Expenditures:			
General Government -			
Legislative and Executive			
Materials and supplies	14,684	10,629	4,055
Charges and services.	93,876	82,245	11,631
Capital outlay and equipment.	50,000	34,336	15,664
<i>Total General Government - Legislative and Executive.</i>	<u>158,560</u>	<u>127,210</u>	<u>31,350</u>
Total expenditures	158,560	127,210	31,350
Net change in fund balances	(158,560)	(125,620)	32,940
Fund balances at beginning of year	1,146,314	1,146,314	-
<i>Prior year encumbrances appropriated</i>	8,368	8,368	-
Fund balance at end of year.	<u><u>\$ 996,122</u></u>	<u><u>\$ 1,029,062</u></u>	<u><u>\$ 32,940</u></u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 JUVENILE TREATMENT CENTER
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Charges for services.	\$ 1,450	\$ 1,450	\$ -
Intergovernmental	2,508,481	2,418,826	(89,655)
Other.	69	69	-
Total revenues.	2,510,000	2,420,345	(89,655)
Expenditures:			
Public Safety			
Personal services.	2,103,621	2,103,621	-
Materials and supplies	48,758	48,758	-
Charges and services.	191,296	191,296	-
Other	25,470	25,470	-
Capital outlay and equipment.	70,531	70,531	-
<i>Total Public Safety</i>	<i>2,439,676</i>	<i>2,439,676</i>	<i>-</i>
Total expenditures	2,439,676	2,439,676	-
Net change in fund balances	70,324	(19,331)	(89,655)
Fund balances at beginning of year	200,804	200,804	-
<i>Prior year encumbrances appropriated</i>	<i>858</i>	<i>858</i>	<i>-</i>
Fund balance at end of year.	\$ 271,986	\$ 182,331	\$ (89,655)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 JUVENILE FELONY DELINQUENCY CARE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 2,360,567	\$ 2,294,687	\$ (65,880)
Other	39,433	39,433	-
Total revenues.	<u>2,400,000</u>	<u>2,334,120</u>	<u>(65,880)</u>
Expenditures:			
Public Safety			
Personal services	1,117,038	1,117,038	-
Materials and supplies	14,533	14,533	-
Charges and services	2,604,377	2,604,377	-
Other	-	-	-
Capital outlay and equipment	-	-	-
<i>Total Public Safety</i>	<u>3,735,948</u>	<u>3,735,948</u>	<u>-</u>
Total expenditures	<u>3,735,948</u>	<u>3,735,948</u>	<u>-</u>
Net change in fund balances	(1,335,948)	(1,401,828)	(65,880)
Fund balances at beginning of year	3,292,427	3,292,427	-
<i>Prior year encumbrances appropriated</i>	1,043,400	1,043,400	-
Fund balance at end of year.	<u>\$ 2,999,879</u>	<u>\$ 2,933,999</u>	<u>\$ (65,880)</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 JUVENILE COURT INDIGENT DRIVERS TREATMENT
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and forfeitures.	\$ 300	\$ 359	\$ 59
Other.	-	100	100
Total revenues.	300	459	159
Expenditures:			
General Government -			
Judicial			
Other	5,000	1,210	3,790
<i>Total General Government - Judicial</i>	<i>5,000</i>	<i>1,210</i>	<i>3,790</i>
Total expenditures	5,000	1,210	3,790
Net change in fund balances	(4,700)	(751)	3,949
Fund balances at beginning of year	6,291	6,291	-
<i>Prior year encumbrances appropriated</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund balance at end of year.	\$ 1,591	\$ 5,540	\$ 3,949

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FELONY DIVERSION PROGRAM
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,196,984	\$ 1,196,984	\$ -
Total revenues.	1,196,984	1,196,984	-
Expenditures:			
Public Safety			
Personal services.	892,867	892,867	-
Materials and supplies	9,478	9,478	-
Charges and services.	229,673	229,673	-
Other	44,855	44,855	-
Capital outlay and equipment.	941	941	-
<i>Total Public Safety</i>	1,177,814	1,177,814	-
Total expenditures	1,177,814	1,177,814	-
Net change in fund balances	19,170	19,170	-
Fund balances at beginning of year	42,788	42,788	-
<i>Prior year encumbrances appropriated</i>	13,008	13,008	-
Fund balance at end of year.	\$ 74,966	\$ 74,966	\$ -

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CORRECTION TREATMENT FACILITY
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 4,050,262	\$ 4,050,262	\$ -
Total revenues.	<u>4,050,262</u>	<u>4,050,262</u>	<u>-</u>
Expenditures:			
Public Safety			
Personal services	3,319,405	3,319,405	-
Materials and supplies	287,002	287,002	-
Charges and services	615,266	615,266	-
Other	-	-	-
Capital outlay and equipment	5,976	5,976	-
<i>Total Public Safety</i>	<u>4,227,649</u>	<u>4,227,649</u>	<u>-</u>
Total expenditures	<u>4,227,649</u>	<u>4,227,649</u>	<u>-</u>
Net change in fund balances	(177,387)	(177,387)	-
Fund balances at beginning of year	282,558	282,558	-
<i>Prior year encumbrances appropriated</i>	213,225	213,225	-
Fund balance at end of year.	<u>\$ 318,396</u>	<u>\$ 318,396</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
COMMON PLEAS CIVIL MEDIATION
FOR THE YEAR ENDED DECEMBER 31, 2011*

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 145,000	\$ 104,564	\$ (40,436)
Total revenues.	<u>145,000</u>	<u>104,564</u>	<u>(40,436)</u>
Expenditures:			
General Government -			
Judicial			
Personal services	150,342	125,795	24,547
Materials and supplies	1,000	700	300
Charges and services	1,900	543	1,357
Other	200	28	172
Capital outlay and equipment	500	-	500
<i>Total General Government - Judicial</i>	<u>153,942</u>	<u>127,066</u>	<u>26,876</u>
Total expenditures	<u>153,942</u>	<u>127,066</u>	<u>26,876</u>
Net change in fund balances	(8,942)	(22,502)	(13,560)
Fund balances at beginning of year	293,739	293,739	-
<i>Prior year encumbrances appropriated</i>	52	52	-
Fund balance at end of year.	<u>\$ 284,849</u>	<u>\$ 271,289</u>	<u>\$ (13,560)</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 ADMINISTRATION OF JUSTICE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$ 3,000	\$ 1,935	\$ (1,065)
Total revenues.	<u>3,000</u>	<u>1,935</u>	<u>(1,065)</u>
Expenditures:			
General Government -			
Judicial			
Other	5,000	1,355	3,645
<i>Total General Government - Judicial.</i>	<u>5,000</u>	<u>1,355</u>	<u>3,645</u>
Total expenditures	<u>5,000</u>	<u>1,355</u>	<u>3,645</u>
Net change in fund balances	(2,000)	580	2,580
Fund balances at beginning of year	9,415	9,415	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ 7,415</u>	<u>\$ 9,995</u>	<u>\$ 2,580</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 PROBATION SERVICE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services.	\$ 250,000	\$ 275,873	\$ 25,873
Total revenues.	250,000	275,873	25,873
Expenditures:			
General Government -			
Judicial			
Personal services.	136,569	135,622	947
Charges and services.	159,576	153,253	6,323
Other	1,000	855	145
<i>Total General Government - Judicial</i>	<i>297,145</i>	<i>289,730</i>	<i>7,415</i>
Total expenditures	297,145	289,730	7,415
Net change in fund balances	(47,145)	(13,857)	33,288
Fund balances at beginning of year	560,355	560,355	-
<i>Prior year encumbrances appropriated</i>	<i>17,950</i>	<i>17,950</i>	<i>-</i>
Fund balance at end of year.	\$ 531,160	\$ 564,448	\$ 33,288

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FORECLOSURE MAGISTRATE PROGRAM
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 500,000	\$ 199,756	\$ (300,244)
Total revenues.	<u>500,000</u>	<u>199,756</u>	<u>(300,244)</u>
Expenditures:			
General Government -			
Judicial			
Personal services	190,356	176,616	13,740
Materials and supplies	6,482	6,254	228
Charges and services	2,231	1,677	554
Other	700	537	163
<i>Total General Government - Judicial</i>	<u>199,769</u>	<u>185,084</u>	<u>14,685</u>
Total expenditures	<u>199,769</u>	<u>185,084</u>	<u>14,685</u>
Net change in fund balances	300,231	14,672	(285,559)
Fund balances at beginning of year	60,233	60,233	-
<i>Prior year encumbrances appropriated</i>	340	340	-
Fund balance at end of year.	<u>\$ 360,804</u>	<u>\$ 75,245</u>	<u>\$ (285,559)</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
WORKFORCE DEVELOPMENT
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 6,236,366	\$ 4,596,312	\$ (1,640,054)
Total revenues.	<u>6,236,366</u>	<u>4,596,312</u>	<u>(1,640,054)</u>
Expenditures:			
Human Services			
Personal services	1,428,284	1,164,422	263,862
Materials and supplies	20,533	9,485	11,048
Charges and services	5,715,191	4,536,226	1,178,965
Other	1,703	1,634	69
Capital outlay and equipment	10,000	-	10,000
<i>Total Human Services</i>	<u>7,175,711</u>	<u>5,711,767</u>	<u>1,463,944</u>
Total expenditures	<u>7,175,711</u>	<u>5,711,767</u>	<u>1,463,944</u>
Net change in fund balances	(939,345)	(1,115,455)	(176,110)
Fund balances (deficit) at beginning of year .	(258,378)	(258,378)	-
<i>Prior year encumbrances appropriated</i>	1,438,413	1,438,413	-
Fund balance (deficit) at end of year	<u>\$ 240,690</u>	<u>\$ 64,580</u>	<u>\$ (176,110)</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 OTHER SPECIAL REVENUE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 1,742,300	\$ 1,514,781	\$ (227,519)
Intergovernmental	1,223,000	196,953	(1,026,047)
Investment income	-	55	55
Other	2,519,433	2,045,983	(473,450)
Total revenues	5,484,733	3,757,772	(1,726,961)
Expenditures:			
General Government -			
Legislative and Executive			
Personal services	550,000	433,373	116,627
Other	856,987	42,068	814,919
Capital outlay and equipment	57,033	49,427	7,606
<i>Total General Government - Legislative and Executive</i>	<i>1,464,020</i>	<i>524,868</i>	<i>939,152</i>
Judicial			
Personal services	374,565	365,013	9,552
Materials and supplies	68,287	55,415	12,872
Charges and services	433,981	256,982	176,999
Other	1,136,158	965,183	170,975
Capital outlay and equipment	46,220	37,735	8,485
<i>Total General Government - Judicial</i>	<i>2,059,211</i>	<i>1,680,328</i>	<i>378,883</i>
Public Safety			
Personal services	234,824	196,253	38,571
Charges and services	38,010	21,123	16,887
Other	584,563	205,760	378,803
Capital outlay and equipment	677	676	1
<i>Total Public Safety</i>	<i>858,074</i>	<i>423,812</i>	<i>434,262</i>
Public Works			
Other	510,000	396,170	113,830
<i>Total Public Works</i>	<i>510,000</i>	<i>396,170</i>	<i>113,830</i>
Human Services			
Other	16,953	16,748	205
<i>Total Human Services</i>	<i>16,953</i>	<i>16,748</i>	<i>205</i>
Total expenditures	4,908,258	3,041,926	1,866,332
Excess/deficiency of revenues over/under expenditures	576,475	715,846	139,371
Other financing sources:			
Transfers in	-	1,550,000	1,550,000
Total other financing sources	-	1,550,000	1,550,000
Net change in fund balances	576,475	2,265,846	1,689,371
Fund balances at beginning of year	12,893,922	12,893,922	-
<i>Prior year encumbrances appropriated</i>	<i>70,281</i>	<i>70,281</i>	<i>-</i>
Fund balance at end of year	\$ 13,540,678	\$ 15,230,049	\$ 1,689,371

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 ZOO CAPITAL IMPROVEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property taxes	\$ 5,781,096	\$ 6,787,084	\$ 1,005,988
Intergovernmental	2,159,904	2,159,904	-
Total revenues.	<u>7,941,000</u>	<u>8,946,988</u>	<u>1,005,988</u>
Expenditures:			
Conservation and Recreation			
Charges and services.	8,948,101	8,948,101	-
Other	51	51	-
<i>Total Conservation and Recreation . .</i>	<u>8,948,152</u>	<u>8,948,152</u>	<u>-</u>
Total expenditures	<u>8,948,152</u>	<u>8,948,152</u>	<u>-</u>
Net change in fund balances	(1,007,152)	(1,164)	1,005,988
Fund balances at beginning of year	1,558	1,558	-
<i>Prior year encumbrances appropriated</i>	-	-	-
Fund balance at end of year.	<u>\$ (1,005,594)</u>	<u>\$ 394</u>	<u>\$ 1,005,988</u>

LUCAS COUNTY, OHIO

Nonmajor Enterprise Funds – Fund Descriptions

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public be financed or recovered primarily through user charges.

The County operates the following *Nonmajor Enterprise Funds*:

Sanitary Engineer Fund: To account for the administrative costs of operating water supply system, wastewater treatment system, and sewer system.

Stormwater Utility Fund: To account for the administrative costs of storm water utility system. The County began accounting for these transactions in a governmental fund in 2011. This fund has been discontinued at December 31, 2011.

Solid Waste Fund: To account for the administrative costs of county-wide solid waste disposal.

Parking Facilities Fund: To account for the operation of the parking facilities.

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2011

	Sanitary Engineer	Solid Waste	Parking Facilities	Total Nonmajor Enterprise Funds
Assets:				
Current assets:				
Equity in pooled cash and investments	\$ 2,672,122	\$ 222,064	\$ 1,116,847	\$ 4,011,033
Receivables (net of allowances for uncollectibles):				
Accounts	1,693,135	206,443	13,738	1,913,316
Due from other governments	-	1,470,700	-	1,470,700
<i>Total current assets</i>	<u>4,365,257</u>	<u>1,899,207</u>	<u>1,130,585</u>	<u>7,395,049</u>
Noncurrent assets:				
Capital assets:				
Nondepreciable capital assets	134,540	-	-	134,540
Depreciable capital assets	4,682,246	2,024,777	-	6,707,023
Accumulated depreciation	(2,657,382)	(738,618)	-	(3,396,000)
Total capital assets, net	<u>2,159,404</u>	<u>1,286,159</u>	<u>-</u>	<u>3,445,563</u>
<i>Total noncurrent assets</i>	<u>2,159,404</u>	<u>1,286,159</u>	<u>-</u>	<u>3,445,563</u>
<i>Total assets</i>	<u>6,524,661</u>	<u>3,185,366</u>	<u>1,130,585</u>	<u>10,840,612</u>
Liabilities:				
Current liabilities:				
Accounts payable	73,801	1,522,568	1,417	1,597,786
Accrued wages and benefits payable	96,007	26,496	-	122,503
Due to other funds	1,977	422	-	2,399
Due to other governments	57,683	13,029	-	70,712
Compensated absences payable - current	299,290	47,059	-	346,349
OWDA loans payable - current	50,530	20,121	-	70,651
<i>Total current liabilities</i>	<u>579,288</u>	<u>1,629,695</u>	<u>1,417</u>	<u>2,210,400</u>
Long-term liabilities:				
Compensated absences payable	135,412	22,729	-	158,141
OWDA loans payable	601,399	1,053,685	-	1,655,084
<i>Total long-term liabilities</i>	<u>736,811</u>	<u>1,076,414</u>	<u>-</u>	<u>1,813,225</u>
<i>Total liabilities</i>	<u>1,316,099</u>	<u>2,706,109</u>	<u>1,417</u>	<u>4,023,625</u>
Net assets:				
Invested in capital assets, net of related debt	1,507,475	212,353	-	1,719,828
Unrestricted (deficit)	3,701,087	266,904	1,129,168	5,097,159
<i>Total net assets (deficit)</i>	<u>\$ 5,208,562</u>	<u>\$ 479,257</u>	<u>\$ 1,129,168</u>	<u>\$ 6,816,987</u>

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Sanitary Engineer	Stormwater Utility	Solid Waste	Parking Facilities	Total Nonmajor Enterprise Funds
Operating revenues:					
Charges for services	\$ 4,833,377	\$ -	\$ 1,879,720	\$ 160,519	\$ 6,873,616
Other operating revenues	538,887	-	461	76,154	615,502
<i>Total operating revenues.</i>	<u>5,372,264</u>	<u>-</u>	<u>1,880,181</u>	<u>236,673</u>	<u>7,489,118</u>
Operating expenses:					
Personal services	3,360,551	-	691,126	-	4,051,677
Contract services	265,622	-	4,149,566	187,586	4,602,774
Materials and supplies.	234,727	-	186,464	-	421,191
Depreciation.	269,875	-	112,364	-	382,239
Heat, light and power	39,783	-	12,584	-	52,367
Other	151,846	-	55,326	70,779	277,951
<i>Total operating expenses.</i>	<u>4,322,404</u>	<u>-</u>	<u>5,207,430</u>	<u>258,365</u>	<u>9,788,199</u>
<i>Operating income (loss)</i>	<u>1,049,860</u>	<u>-</u>	<u>(3,327,249)</u>	<u>(21,692)</u>	<u>(2,299,081)</u>
Nonoperating revenues (expenses):					
Interest and fiscal charges	(43,961)	-	(62,313)	-	(106,274)
Loss on disposal of capital assets	-	-	(33,642)	-	(33,642)
Intergovernmental	10,119	-	3,737,823	-	3,747,942
<i>Total nonoperating revenues (expenses).</i>	<u>(33,842)</u>	<u>-</u>	<u>3,641,868</u>	<u>-</u>	<u>3,608,026</u>
<i>Income (loss) before transfers and contributions.</i>	1,016,018	-	314,619	(21,692)	1,308,945
Transfer in		114,179			114,179
Capital contributions	253,604	-			253,604
<i>Change in net assets.</i>	1,269,622	114,179	314,619	(21,692)	1,676,728
<i>Net assets (deficit) at beginning of year (restated) .</i>	<u>3,938,940</u>	<u>(114,179)</u>	<u>164,638</u>	<u>1,150,860</u>	<u>5,140,259</u>
<i>Net assets at end of year</i>	<u>\$ 5,208,562</u>	<u>\$ -</u>	<u>\$ 479,257</u>	<u>\$ 1,129,168</u>	<u>\$ 6,816,987</u>

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Sanitary Engineer	Stormwater Utility	Solid Waste	Parking Facilities	Total Nonmajor Enterprise Funds
Cash flows from operating activities:					
Cash received from sales/charges for services	\$ 4,945,520	\$ -	\$ 1,846,861	\$ 178,617	\$ 6,970,998
Cash received from other operations	503,968	-	461	76,154	580,583
Cash payments to employees	(3,352,053)	-	(691,739)	-	(4,043,792)
Cash payments for contractual services	(377,849)	-	(2,760,713)	(321,774)	(3,460,336)
Cash payments for materials and supplies.	(214,171)	-	(276,008)	-	(490,179)
Cash payments for heat, light and power	(39,783)	-	(12,584)	-	(52,367)
Cash payments for other expenses	(151,846)	-	(55,326)	(70,779)	(277,951)
<i>Net cash provided by (used in) operating activities</i>	<u>1,313,786</u>	<u>-</u>	<u>(1,949,048)</u>	<u>(137,782)</u>	<u>(773,044)</u>
Cash flows from noncapital financing activities:					
Cash received from grants and subsidies.	10,119	-	2,267,123	-	2,277,242
Cash received from transfers in	-	114,179	-	-	114,179
Cash used in repayment of interfund loan	-	(114,179)	-	-	(114,179)
<i>Net cash provided by noncapital financing activities.</i>	<u>10,119</u>	<u>-</u>	<u>2,267,123</u>	<u>-</u>	<u>2,277,242</u>
Cash flows from capital and related financing activities:					
Acquisition of capital assets	(420,810)	-	(8,396)	-	(429,206)
Capital contributions	253,604	-	-	-	253,604
Principal paid on loans	(98,262)	-	(38,600)	-	(136,862)
Interest paid on loans.	(43,961)	-	(62,313)	-	(106,274)
<i>Net cash used in capital and related financing activities.</i>	<u>(309,429)</u>	<u>-</u>	<u>(109,309)</u>	<u>-</u>	<u>(418,738)</u>
Net increase (decrease) in cash and cash cash equivalents.					
	1,014,476	-	208,766	(137,782)	1,085,460
<i>Cash and cash equivalents at beginning of year.</i>	<u>1,657,646</u>	<u>-</u>	<u>13,298</u>	<u>1,254,629</u>	<u>2,925,573</u>
<i>Cash and cash equivalents at end of year.</i>	<u>\$ 2,672,122</u>	<u>\$ -</u>	<u>\$ 222,064</u>	<u>\$ 1,116,847</u>	<u>\$ 4,011,033</u>
Reconciliation of operating income (loss) to net cash (used in) operating activities:					
Operating income (loss)	\$ 1,049,860	\$ -	\$ (3,327,249)	\$ (21,692)	\$ (2,299,081)
Adjustments:					
Depreciation	269,875	-	112,364	-	382,239
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	77,224	-	(32,859)	18,098	62,463
Increase (decrease) in accounts payable.	(90,615)	-	1,299,346	(134,188)	1,074,543
(Decrease) in accrued wages and benefits	(4,295)	-	(2,441)	-	(6,736)
Increase in due to other governments	15,075	-	3,330	-	18,405
(Decrease) in compensated absences payable.	(3,223)	-	(1,502)	-	(4,725)
(Decrease) in due to other funds.	(115)	-	(37)	-	(152)
<i>Net cash provided by (used in) operating activities</i>	<u>\$ 1,313,786</u>	<u>\$ -</u>	<u>\$ (1,949,048)</u>	<u>\$ (137,782)</u>	<u>\$ (773,044)</u>

Noncash Transactions:

At December 31, 2011 and 2010, the Sanitary Engineer fund purchased \$1,750 and \$256, respectively, in capital assets on account.
At December 31, 2011 and 2010, the Solid Waste fund purchased \$0 and \$8,396, respectively, in capital assets on account.
During 2011, the Sanitary Engineer fund received \$253,604 in contributed capital assets.

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SANITARY ENGINEER
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 4,404,370	\$ 4,945,520	\$ 541,150
Other operating revenues	432,630	503,968	71,338
Total operating revenues.	4,837,000	5,449,488	612,488
<u>Operating expenses:</u>			
Personal services	3,634,370	3,353,180	281,190
Contract services	574,953	436,634	138,319
Materials and supplies.	428,066	379,923	48,143
Other	182,384	151,847	30,537
Capital outlay	37,000	34,867	2,133
Total operating expenses.	4,856,773	4,356,451	500,322
Operating income (loss)	(19,773)	1,093,037	1,112,810
<u>Nonoperating revenues (expenses):</u>			
Principal retirement	(99,000)	(98,262)	738
Interest and fiscal charges	(44,000)	(43,961)	39
Intergovernmental	10,000	10,119	119
Total nonoperating revenues (expenses).	(133,000)	(132,104)	896
Change in net assets	(152,773)	960,933	1,113,706
Fund equity at beginning of year	1,457,605	1,457,605	-
Prior year encumbrances appropriated	200,041	200,041	-
Fund equity at end of year.	\$ 1,504,873	\$ 2,618,579	\$ 1,113,706

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
STORMWATER UTILITY
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Other operating revenues	\$ 405,372	\$ 96,457	\$ (308,915)
Total operating revenues.	405,372	96,457	(308,915)
<u>Operating expenses:</u>			
Contract services	128,554	-	128,554
Other	15,000	-	15,000
Total operating expenses.	143,554	-	143,554
Operating income (loss)	261,818	96,457	(165,361)
<u>Nonoperating revenues (expenses):</u>			
Advances (out)	(114,179)	(114,179)	-
Transfer in	-	114,179	114,179
Principal retirement	(122,452)	(75,170)	47,282
Interest and fiscal charges	(25,187)	(21,287)	3,900
Total nonoperating revenues (expenses).	(261,818)	(96,457)	165,361
Change in net assets	-	-	-
Fund equity (deficit) at beginning of year.	(128,554)	(128,554)	-
Prior year encumbrances appropriated	128,554	128,554	-
Fund equity (deficit) at end of year.	\$ -	\$ -	\$ -

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 SOLID WASTE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 1,742,925	\$ 1,846,861	\$ 103,936
Other operating revenues	80,025	461	(79,564)
Total operating revenues.	1,822,950	1,847,322	24,372
<u>Operating expenses:</u>			
Personal services	705,512	691,739	13,773
Contract services	2,850,851	2,814,083	36,768
Materials and supplies	280,909	276,068	4,841
Other	142,057	55,326	86,731
Capital outlay	15,474	14,625	849
Total operating expenses.	3,994,803	3,851,841	142,962
Operating (loss)	(2,171,853)	(2,004,519)	167,334
<u>Nonoperating (expenses):</u>			
Principal retirement	(38,600)	(38,600)	-
Interest and fiscal charges	(62,313)	(62,313)	-
Intergovernmental	3,737,823	2,267,123	(1,470,700)
Total nonoperating (expenses)	3,636,910	2,166,210	(1,470,700)
Change in net assets	1,465,057	161,691	(1,303,366)
Fund equity (deficit) at beginning of year.	(295,884)	(295,884)	-
Prior year encumbrances appropriated	309,182	309,182	-
Fund equity (deficit) at end of year	\$ 1,478,355	\$ 174,989	\$ (1,303,366)

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKING FACILITIES
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 275,000	\$ 178,617	\$ (96,383)
Other operating revenues	-	76,154	76,154
Total operating revenues.	275,000	254,771	(20,229)
<u>Operating expenses:</u>			
Contract services	341,701	334,254	7,447
Other	70,779	70,779	-
Total operating expenses.	412,480	405,033	7,447
Change in net assets	(137,480)	(150,262)	(12,782)
Fund equity at beginning of year	1,089,491	1,089,491	-
Prior year encumbrances appropriated	165,138	165,138	-
Fund equity at end of year.	\$ 1,117,149	\$ 1,104,367	\$ (12,782)

LUCAS COUNTY, OHIO

Internal Service Funds – Fund Descriptions

Internal service funds account for the financing of goods or services provided by one department to other departments of the government unit, or to other governmental units and agencies on a cost reimbursement basis. The following are the internal service funds which Lucas County operates:

Imaging Lab Fund: To account for salaries, fringe benefits, and various operating costs associated with the conversion of old paper files to more permanent digital files. Users are billed for costs incurred.

Central Supplies Fund: To account for supplies, mailing and copying services provided to County departments and other governmental units. Users are billed for costs incurred.

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

Telecommunications Fund: To account for interdepartmental charges for the use of the telephone system. Users are billed for costs incurred.

Self-Funded Health Insurance Fund: To account for claims and administration of the health insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's coverage selection.

Self-Funded Dental Insurance Fund: To account for claims and administration of the dental insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's coverage selection.

Risk Retention Insurance Fund: To account for the claims and administration of liability insurance for County departments. The departments are billed based on the cost of the insurance policies.

Self-Funded Workers' Compensation Fund: To account for the claims and administration of workers' compensation for county departments. The departments are billed based on their portion of total covered payroll and usage of the program.

Self-Funded Prescription Drug Fund: To account for claims and administration of the prescription drug program for covered County employees and eligible dependents. County departments are billed according to the employee's coverage selection.

Centralized Drug Testing Fund: To account for drug testing charges incurred by the jail and other criminal justice system departments.

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2011

	Imaging Lab	Central Supplies	Vehicle Maintenance	Telecommunications
Assets:				
Current assets:				
Equity in pooled cash and investments	\$ 32,877	\$ 125,491	\$ 25,627	\$ 2,136,148
Receivables (net of allowances for uncollectibles):				
Accounts	-	390	942	12,666
Due from other funds	-	10,843	14,032	80,397
Materials and supplies inventory	-	3,904	19,738	-
Prepayments	-	48,830	-	-
<i>Total current assets</i>	<u>32,877</u>	<u>189,458</u>	<u>60,339</u>	<u>2,229,211</u>
Noncurrent assets:				
Capital assets:				
Nondepreciable capital assets	-	-	82,786	-
Depreciable capital assets	-	154,112	219,603	14,826
Accumulated depreciation	-	(126,667)	(207,891)	(5,283)
Total capital assets, net.	<u>-</u>	<u>27,445</u>	<u>94,498</u>	<u>9,543</u>
<i>Total noncurrent assets</i>	<u>-</u>	<u>27,445</u>	<u>94,498</u>	<u>9,543</u>
<i>Total assets</i>	<u>32,877</u>	<u>216,903</u>	<u>154,837</u>	<u>2,238,754</u>
Liabilities:				
Current liabilities:				
Accounts payable	-	1,517	12,882	51,500
Accrued wages and benefits payable	-	1,214	6,060	3,438
Due to other funds	-	66	154	-
Due to other governments	-	679	3,397	1,924
Compensated absences payable - current	-	168	4,009	8,920
Capital lease obligations payable - current.	-	9,000	-	-
Claims payable - current	-	-	-	-
<i>Total current liabilities</i>	<u>-</u>	<u>12,644</u>	<u>26,502</u>	<u>65,782</u>
Long-term liabilities:				
Compensated absences payable	-	140	8,070	3,684
Capital lease obligations payable	-	10,500	-	-
Claims payable	-	-	-	-
<i>Total long-term liabilities</i>	<u>-</u>	<u>10,640</u>	<u>8,070</u>	<u>3,684</u>
<i>Total liabilities</i>	<u>-</u>	<u>23,284</u>	<u>34,572</u>	<u>69,466</u>
Net assets:				
Invested in capital assets, net of related debt.	-	7,945	94,498	9,543
Unrestricted.	32,877	185,674	25,767	2,159,745
<i>Total net assets</i>	<u>\$ 32,877</u>	<u>\$ 193,619</u>	<u>\$ 120,265</u>	<u>\$ 2,169,288</u>

Self-Funded Health Insurance	Self-Funded Dental Insurance	Risk Retention Insurance	Self-Funded Workers' Compensation	Self-Funded Prescription Drug	Centralized Drug Testing	Total Internal Service Funds
\$ 7,790,277	\$ 2,180,272	\$ 8,542,589	\$ 9,745,404	\$ 3,147,096	\$ 403,823	\$ 34,129,604
53,843	-	2,313	-	118,114	8,796	197,064
-	-	-	-	-	-	105,272
-	-	-	-	-	-	23,642
-	-	-	-	-	-	48,830
<u>7,844,120</u>	<u>2,180,272</u>	<u>8,544,902</u>	<u>9,745,404</u>	<u>3,265,210</u>	<u>412,619</u>	<u>34,504,412</u>
-	-	-	-	-	-	82,786
23,715	-	-	-	-	-	412,256
(23,715)	-	-	-	-	-	(363,556)
-	-	-	-	-	-	131,486
-	-	-	-	-	-	131,486
<u>7,844,120</u>	<u>2,180,272</u>	<u>8,544,902</u>	<u>9,745,404</u>	<u>3,265,210</u>	<u>412,619</u>	<u>34,635,898</u>
-	-	24,805	1,260,466	-	2,484	1,353,654
8,170	-	2,020	2,020	-	10,180	33,102
1,822	-	22	24	-	110	2,198
4,575	-	1,131	1,131	-	6,054	18,891
15,600	-	3,254	9,442	-	17,627	59,020
-	-	-	-	-	-	9,000
<u>3,611,600</u>	<u>201,400</u>	<u>-</u>	<u>1,158,521</u>	<u>493,800</u>	<u>-</u>	<u>5,465,321</u>
<u>3,641,767</u>	<u>201,400</u>	<u>31,232</u>	<u>2,431,604</u>	<u>493,800</u>	<u>36,455</u>	<u>6,941,186</u>
9,799	-	1,534	2,433	-	24,869	50,529
-	-	-	-	-	-	10,500
-	-	-	4,416,615	-	-	4,416,615
<u>9,799</u>	<u>-</u>	<u>1,534</u>	<u>4,419,048</u>	<u>-</u>	<u>24,869</u>	<u>4,477,644</u>
<u>3,651,566</u>	<u>201,400</u>	<u>32,766</u>	<u>6,850,652</u>	<u>493,800</u>	<u>61,324</u>	<u>11,418,830</u>
-	-	-	-	-	-	111,986
<u>4,192,554</u>	<u>1,978,872</u>	<u>8,512,136</u>	<u>2,894,752</u>	<u>2,771,410</u>	<u>351,295</u>	<u>23,105,082</u>
<u>\$ 4,192,554</u>	<u>\$ 1,978,872</u>	<u>\$ 8,512,136</u>	<u>\$ 2,894,752</u>	<u>\$ 2,771,410</u>	<u>\$ 351,295</u>	<u>\$ 23,217,068</u>

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Imaging Lab</u>	<u>Central Supplies</u>	<u>Vehicle Maintenance</u>	<u>Telecommunications</u>
<u>Operating revenues:</u>				
Charges for services	\$ 1,133	\$ 524,851	\$ 556,317	\$ 1,123,791
Other operating revenues	-	-	884	-
<i>Total operating revenues.</i>	<u>1,133</u>	<u>524,851</u>	<u>557,201</u>	<u>1,123,791</u>
<u>Operating expenses:</u>				
Personal services	-	48,733	216,657	138,531
Contract services	-	24,548	25,591	673,393
Materials and supplies.	-	412,941	301,238	23,401
Depreciation.	-	15,972	4,681	1,807
Employee medical benefits	-	-	-	-
Other	-	-	2,521	30,466
<i>Total operating expenses.</i>	<u>-</u>	<u>502,194</u>	<u>550,688</u>	<u>867,598</u>
<i>Operating income (loss)</i>	<u>1,133</u>	<u>22,657</u>	<u>6,513</u>	<u>256,193</u>
<u>Nonoperating revenue (expenses):</u>				
Intergovernmental	-	-	-	-
Interest income	-	-	-	-
Interest and fiscal charges	-	(84)	-	-
<i>Total nonoperating revenue (expenses)</i>	<u>-</u>	<u>(84)</u>	<u>-</u>	<u>-</u>
<i>Income (loss) before transfers and contributions.</i>	1,133	22,573	6,513	256,193
Transfer in	-	-	25,000	-
<i>Change in net assets.</i>	1,133	22,573	31,513	256,193
<i>Net assets at beginning of year</i>	<u>31,744</u>	<u>171,046</u>	<u>88,752</u>	<u>1,913,095</u>
<i>Net assets at end of year.</i>	<u>\$ 32,877</u>	<u>\$ 193,619</u>	<u>\$ 120,265</u>	<u>\$ 2,169,288</u>

<u>Self-Funded Health Insurance</u>	<u>Self-Funded Dental Insurance</u>	<u>Risk Retention Insurance</u>	<u>Self-Funded Workers' Compensation</u>	<u>Self-Funded Prescription Drug</u>	<u>Centralized Drug Testing</u>	<u>Total Internal Service Funds</u>
\$ 23,997,862	\$ 2,164,530	\$ -	\$ 3,446,723	\$ 6,823,043	\$ 593,739	\$ 39,231,989
381,652	-	2,360,566	-	477,665	-	3,220,767
<u>24,379,514</u>	<u>2,164,530</u>	<u>2,360,566</u>	<u>3,446,723</u>	<u>7,300,708</u>	<u>593,739</u>	<u>42,452,756</u>
272,904	-	77,421	70,364	-	379,783	1,204,393
1,822	-	1,352,159	-	-	26,756	2,104,269
11,269	-	1,471	1,239	-	190,161	941,720
1,770	-	-	-	-	-	24,230
27,381,718	2,326,079	-	2,449,369	7,584,683	-	39,741,849
46,938	-	1,326	1,066	-	307	82,624
<u>27,716,421</u>	<u>2,326,079</u>	<u>1,432,377</u>	<u>2,522,038</u>	<u>7,584,683</u>	<u>597,007</u>	<u>44,099,085</u>
<u>(3,336,907)</u>	<u>(161,549)</u>	<u>928,189</u>	<u>924,685</u>	<u>(283,975)</u>	<u>(3,268)</u>	<u>(1,646,329)</u>
354,242	-	-	-	-	-	354,242
55,783	-	-	-	-	-	55,783
-	-	-	-	-	-	(84)
<u>410,025</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>409,941</u>
(2,926,882)	(161,549)	928,189	924,685	(283,975)	(3,268)	(1,236,388)
-	-	477,741	-	-	-	502,741
(2,926,882)	(161,549)	1,405,930	924,685	(283,975)	(3,268)	(733,647)
7,119,436	2,140,421	7,106,206	1,970,067	3,055,385	354,563	23,950,715
<u>\$ 4,192,554</u>	<u>\$ 1,978,872</u>	<u>\$ 8,512,136</u>	<u>\$ 2,894,752</u>	<u>\$ 2,771,410</u>	<u>\$ 351,295</u>	<u>\$ 23,217,068</u>

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Imaging Lab	Central Supplies	Vehicle Maintenance	Telecommunications
Cash flows from operating activities:				
Cash received from sales/charges for services	\$ 1,133	\$ 520,791	\$ 568,720	\$ 1,119,950
Cash received from other operations	-	-	1,039	-
Cash payments to employees	-	(48,769)	(218,000)	(126,046)
Cash payments for contractual services	-	(25,534)	(31,086)	(659,136)
Cash payments for materials and supplies.	-	(427,783)	(330,844)	(27,378)
Cash payments for employee medical benefits	-	-	-	-
Cash payments for other expenses	-	-	(2,521)	(30,466)
<i>Net cash provided by (used in) operating activities</i>	<u>1,133</u>	<u>18,705</u>	<u>(12,692)</u>	<u>276,924</u>
Cash flows from noncapital financing activities:				
Cash received from grants and subsidies.	-	-	-	-
Cash received from transfers in	-	-	25,000	-
<i>Net cash provided by noncapital financing activities.</i>	<u>-</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	-	-	-	(7,102)
Principal paid on capital leases	-	(9,592)	-	-
Interest paid on capital leases.	-	(84)	-	-
<i>Net cash used in capital and related financing activities.</i>	<u>-</u>	<u>(9,676)</u>	<u>-</u>	<u>(7,102)</u>
Cash flows from investing activities:				
Interest received	-	-	-	-
<i>Net cash provided by investing activities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash cash equivalents.				
	1,133	9,029	12,308	269,822
<i>Cash and cash equivalents at beginning of year.</i>	31,744	116,462	13,319	1,866,326
<i>Cash and cash equivalents at end of year.</i>	<u>\$ 32,877</u>	<u>\$ 125,491</u>	<u>\$ 25,627</u>	<u>\$ 2,136,148</u>
Reconciliation of operating loss to net cash (used in) operating activities:				
Operating income (loss).	\$ 1,133	\$ 22,657	\$ 6,513	\$ 256,193
Adjustments:				
Depreciation	-	15,972	4,681	1,807
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	-	167	(9)	(1,128)
(Increase) decrease in due from other funds.	-	(4,227)	12,567	(2,713)
Decrease in prepayments	-	(19,142)	-	-
(Increase) decrease in materials supplies inventory	-	3,717	3,433	-
Increase (decrease) in due to other funds.	-	(30)	21	-
Increase (decrease) in accounts payable.	-	(373)	(38,559)	10,280
Increase (decrease) in accrued wages and benefits	-	-	(110)	589
Increase (decrease) in due to other governments	-	169	807	729
Increase (decrease) in compensated absences payable.	-	(205)	(2,036)	11,167
Increase (decrease) in claims payable	-	-	-	-
<i>Net cash provided by (used in) operating activities</i>	<u>\$ 1,133</u>	<u>\$ 18,705</u>	<u>\$ (12,692)</u>	<u>\$ 276,924</u>

Self-Funded Health Insurance	Self-Funded Dental Insurance	Risk Retention Insurance	Self-Funded Workers' Compensation	Self-Funded Prescription Drugs	Centralized Drug Testing	Total Internal Service Funds
\$ 24,002,864	\$ 2,164,950	\$ -	\$ 3,446,723	\$ 6,824,408	\$ 584,943	\$ 39,234,482
342,771	-	2,369,709	-	-	-	2,713,519
(287,976)	-	(76,745)	(70,310)	477,099	(374,750)	(725,497)
-	-	(1,344,414)	-	-	(30,766)	(2,090,936)
(11,269)	-	(1,471)	(1,239)	-	(188,097)	(988,081)
(27,470,718)	(2,325,879)	-	(2,807,490)	(7,544,983)	-	(40,149,070)
(46,938)	-	(1,209)	(1,102)	-	(800)	(83,036)
(3,471,266)	(160,929)	945,870	566,582	(243,476)	(9,470)	(2,088,619)
354,242	-	-	-	-	-	354,242
-	-	477,741	-	-	-	502,741
354,242	-	477,741	-	-	-	856,983
-	-	-	-	-	-	(7,102)
-	-	-	-	-	-	(9,592)
-	-	-	-	-	-	(84)
-	-	-	-	-	-	(16,778)
55,783	-	-	-	-	-	55,783
55,783	-	-	-	-	-	55,783
(3,061,241)	(160,929)	1,423,611	566,582	(243,476)	(9,470)	(1,192,631)
10,851,518	2,341,201	7,118,978	9,178,822	3,390,572	413,293	35,322,235
\$ 7,790,277	\$ 2,180,272	\$ 8,542,589	\$ 9,745,404	\$ 3,147,096	\$ 403,823	\$ 34,129,604
\$ (3,336,907)	\$ (161,549)	\$ 928,189	\$ 924,685	\$ (283,975)	\$ (3,268)	\$ (1,646,329)
1,770	-	-	-	-	-	24,230
(33,879)	420	9,143	-	799	(8,796)	(33,283)
-	-	-	-	-	-	5,627
-	-	-	-	-	-	(19,142)
-	-	-	-	-	-	7,150
1,403	-	(1)	-	-	(1)	1,392
(18,500)	-	7,863	(81,574)	-	(2,426)	(123,289)
-	-	-	-	-	(113)	366
1,144	-	282	266	-	1,724	5,121
2,703	-	394	(212)	-	3,410	15,221
(89,000)	200	-	(276,583)	39,700	-	(325,683)
\$ (3,471,266)	\$ (160,929)	\$ 945,870	\$ 566,582	\$ (243,476)	\$ (9,470)	\$ (2,088,619)

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
IMAGING LAB
FOR THE YEAR ENDED DECEMBER 31, 2011*

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 12,000	\$ 1,133	\$ (10,867)
Total operating revenues.	<u>12,000</u>	<u>1,133</u>	<u>(10,867)</u>
 Change in net assets	 12,000	 1,133	 (10,867)
 Fund equity at beginning of year	 31,744	 31,744	 -
Prior year encumbrances appropriated	-	-	-
Fund equity at end of year.	<u>\$ 43,744</u>	<u>\$ 32,877</u>	<u>\$ (10,867)</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CENTRAL SUPPLIES
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 563,709	\$ 520,791	\$ (42,918)
Total operating revenues.	563,709	520,791	(42,918)
<u>Operating expenses:</u>			
Personal services	49,048	48,769	279
Contract services	44,856	37,495	7,361
Materials and supplies.	462,489	429,152	33,337
Capital outlay	910	910	-
Total operating expenses.	557,303	516,326	40,977
Change in net assets	6,406	4,465	(1,941)
Fund equity (deficit) at beginning of year.	111,932	111,932	-
Prior year encumbrances appropriated	4,530	4,530	-
Fund equity at end of year.	\$ 122,868	\$ 120,927	\$ (1,941)

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 VEHICLE MAINTENANCE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 610,019	\$ 568,720	\$ (41,299)
Other operating revenues	-	1,039	1,039
Total operating revenues.	<u>610,019</u>	<u>569,759</u>	<u>(40,260)</u>
<u>Operating expenses:</u>			
Personal services	220,124	218,083	2,041
Contract services	32,254	25,507	6,747
Materials and supplies.	345,949	337,059	8,890
Other	4,847	2,521	2,326
Capital outlay	8,100	6,011	2,089
Total operating expenses.	<u>611,274</u>	<u>589,181</u>	<u>22,093</u>
Income (loss) before transfers and contributions.	(1,255)	(19,422)	(18,167)
Transfer in	-	25,000	25,000
Change in net assets	(1,255)	5,578	6,833
Fund equity (deficit) at beginning of year.	(1,902)	(1,902)	-
Prior year encumbrances appropriated	15,221	15,221	-
Fund equity (deficit) at end of year	<u>\$ 12,064</u>	<u>\$ 18,897</u>	<u>\$ 6,833</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
TELECOMMUNICATIONS
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 1,180,838	\$ 1,119,950	\$ (60,888)
Total operating revenues.	1,180,838	1,119,950	(60,888)
<u>Operating expenses:</u>			
Personal services	130,128	126,046	4,082
Contract services	853,676	726,001	127,675
Materials and supplies.	1,600	284	1,316
Other	34,150	30,466	3,684
Capital outlay	43,220	36,713	6,507
Total operating expenses.	1,062,774	919,510	143,264
Change in net assets	118,064	200,440	82,376
Fund equity at beginning of year	1,784,201	1,784,201	-
Prior year encumbrances appropriated	82,125	82,125	-
Fund equity at end of year.	\$ 1,984,390	\$ 2,066,766	\$ 82,376

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 SELF-FUNDED HEALTH INSURANCE
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 24,616,000	\$ 24,002,864	\$ (613,136)
Other operating revenues	200,000	342,771	142,771
Total operating revenues.	24,816,000	24,345,635	(470,365)
<u>Operating expenses:</u>			
Personal services	289,797	287,976	1,821
Materials and supplies.	9,919	8,875	1,044
Employee medical benefits	34,918,425	34,786,612	131,813
Other	52,692	46,938	5,754
Capital outlay	15,000	3,961	11,039
Total operating expenses.	35,285,833	35,134,362	151,471
Operating income (loss)	(10,469,833)	(10,788,727)	(318,894)
<u>Nonoperating revenues (expenses):</u>			
Interest income.	-	55,783	55,783
Intergovernmental	-	354,242	354,242
Total nonoperating revenues (expenses).	-	410,025	410,025
Change in net assets	(10,469,833)	(10,378,702)	91,131
Fund equity at beginning of year	5,837,335	5,837,335	-
Prior year encumbrances appropriated	5,014,183	5,014,183	-
Fund equity at end of year.	\$ 381,685	\$ 472,816	\$ 91,131

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SELF-FUNDED DENTAL INSURANCE
FOR THE YEAR ENDED DECEMBER 31, 2011*

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 2,218,556	\$ 2,164,950	\$ (53,606)
Total operating revenues.	<u>2,218,556</u>	<u>2,164,950</u>	<u>(53,606)</u>
<u>Operating expenses:</u>			
Employee medical benefits	<u>2,811,039</u>	<u>2,811,039</u>	<u>-</u>
Total operating expenses.	<u>2,811,039</u>	<u>2,811,039</u>	<u>-</u>
Change in net assets	(592,483)	(646,089)	(53,606)
Fund equity at beginning of year	1,704,993	1,704,993	-
Prior year encumbrances appropriated	636,208	636,208	-
Fund equity at end of year.	<u>\$ 1,748,718</u>	<u>\$ 1,695,112</u>	<u>\$ (53,606)</u>

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
RISK RETENTION INSURANCE
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Other operating revenues	\$ 2,100,000	\$ 2,369,709	\$ 269,709
Total operating revenues.	2,100,000	2,369,709	269,709
<u>Operating expenses:</u>			
Personal services	80,072	76,745	3,327
Contract services	1,813,288	1,601,625	211,663
Materials and supplies.	1,500	561	939
Other	46,775	1,209	45,566
Capital outlay	1,000	910	90
Total operating expenses.	1,942,635	1,681,050	261,585
Income (loss) before transfers and contributions.	157,365	688,659	531,294
Transfer in	-	477,741	477,741
Change in net assets	157,365	1,166,400	1,009,035
Fund equity at beginning of year	6,938,578	6,938,578	-
Prior year encumbrances appropriated	180,400	180,400	-
Fund equity at end of year.	\$ 7,276,343	\$ 8,285,378	\$ 1,009,035

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SELF-FUNDED WORKERS' COMPENSATION
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 3,600,000	\$ 3,446,723	\$ (153,277)
Total operating revenues.	3,600,000	3,446,723	(153,277)
<u>Operating expenses:</u>			
Personal services	73,547	70,310	3,237
Materials and supplies.	850	329	521
Employee medical benefits	3,464,924	2,807,548	657,376
Other	5,121	1,102	4,019
Capital outlay	1,000	910	90
Total operating expenses.	3,545,442	2,880,199	665,243
Change in net assets	54,558	566,524	511,966
Fund equity at beginning of year	9,173,796	9,173,796	-
Prior year encumbrances appropriated	5,026	5,026	-
Fund equity at end of year.	\$ 9,233,380	\$ 9,745,346	\$ 511,966

LUCAS COUNTY, OHIO

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SELF-FUNDED PRESCRIPTION DRUG
FOR THE YEAR ENDED DECEMBER 31, 2011*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 7,029,096	\$ 6,824,408	\$ (204,688)
Other operating revenues	450,000	477,099	27,099
Total operating revenues.	<u>7,479,096</u>	<u>7,301,507</u>	<u>(177,589)</u>
<u>Operating expenses:</u>			
Employee medical benefits	10,348,976	10,348,976	-
Total operating expenses.	<u>10,348,976</u>	<u>10,348,976</u>	<u>-</u>
Change in net assets	(2,869,880)	(3,047,469)	(177,589)
Fund equity at beginning of year	1,192,596	1,192,596	-
Prior year encumbrances appropriated	2,197,976	2,197,976	-
Fund equity at end of year.	<u>\$ 520,692</u>	<u>\$ 343,103</u>	<u>\$ (177,589)</u>

LUCAS COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 CENTRALIZED DRUG TESTING
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Operating revenues:</u>			
Charges for services	\$ 602,500	\$ 584,943	\$ (17,557)
Total operating revenues.	602,500	584,943	(17,557)
<u>Operating expenses:</u>			
Personal services	385,435	379,533	5,902
Contract services	32,835	31,986	849
Materials and supplies.	193,844	193,461	383
Other	1,850	1,795	55
Capital outlay	50	-	50
Total operating expenses.	614,014	606,775	7,239
Change in net assets	(11,514)	(21,832)	(10,318)
Fund equity at beginning of year	387,853	387,853	-
Prior year encumbrances appropriated	25,440	25,440	-
Fund equity at end of year.	\$ 401,779	\$ 391,461	\$ (10,318)

LUCAS COUNTY, OHIO

Agency Funds – Fund Descriptions

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are purely custodial and thus do not involve the measurement of operations.

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

Undivided Taxes Fund: To account for the collection of various taxes. These taxes are periodically distributed to local governments in the County including Lucas County itself.

Estate Tax Fund: To account for the collection of estate taxes. These taxes are periodically distributed to local governments in the County including Lucas County itself.

Local Government Fund: To maintain and account for the accumulation and disbursement of state revenue sharing monies.

Subdivision Advance Fund: To maintain and account for tax advance distributions to subdivisions within Lucas County.

Recorder's Housing Trust Fees Fund: This accounts for the collection of low and moderate income housing trust fund fee as specified by the ORC. Such fees shall be paid to the treasurer of State pursuant to sec 319.63 of ORC.

Undivided Interest Fund: To account for the collection and distribution of the County investment earnings.

Other Agency Funds: To maintain and account for resources and uses for: taxes, research, deposits, licenses, and estate. Other Agency funds include:

Payment in lieu of Taxes	Bankruptcy Claims
Grain Tax	Cigarette Licenses
Escheated Estates	Children's Trust
Coroner Escrow	Mileage Reimbursement
Recorder's Housing Trust Fee	Advance Payments
Candidacy Fees	
Security and Annexation Deposits	
Intangibles	
Miscellaneous	

Clerk of Courts Fund: This is to account for auto title, domestic relations, civil and criminal division collections.

Juvenile Court Fund: This is to account for restitution payments made by youth.

Common Pleas Court - Probate Fund: This is to account for all monies for filings and hearings for the admission of wills, the administration of estates, applications for and administration of guardianships and conservatorships, adult protective services actions, administration of mental illness cases, adoptions, name changes, minor settlement cases, and wrongful death cases.

Children Services Fund: This is to account for collections of custodial, donations, SS/SSI custodial monies and executive director spending.

LUCAS COUNTY, OHIO

Agency Funds - Fund Descriptions (Continued)

Sheriff Fund: This is to account for inmate accounts, prisoner support, furtherance of justice, law enforcement trust, mandatory fines and the civil branch monies.

Sanitary Engineer Fund: This is to account for resident water and sewer rate collections before transfer to the main treasury account.

Tax Installment Payment Plan (T.I.P.P.) Fund: To account for real estate taxes paid on an installment basis until they can be applied to a current tax bill.

Lucas County Family and Children Council Fund: To process the accounting transactions as the administrative agent for the council.

Lucas County Board of Health Fund: To process the accounting transactions as the administrative agent for the board of health.

Lucas County Soil and Water Conservation District Fund: To process the accounting transactions as the administrative agent for the soil and water conservation district.

The Olander Park District Fund: To process the accounting transactions as the administrative agent for the park district.

Lucas County Local Emergency Planning Commission Fund: To process the accounting transactions as the administrative agent for the local emergency planning commission.

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Balance 12/31/2010	Additions	Reductions	Balance 12/31/2011
Payroll Fund				
Assets:				
Equity in pooled cash and investments	\$ 2,887,090	\$ 179,420,569	\$ 179,541,619	\$ 2,766,040
<i>Total assets</i>	<u>\$ 2,887,090</u>	<u>\$ 179,420,569</u>	<u>\$ 179,541,619</u>	<u>\$ 2,766,040</u>
Liabilities:				
Payroll withholdings	\$ 2,887,090	\$ 179,420,569	\$ 179,541,619	\$ 2,766,040
<i>Total liabilities</i>	<u>\$ 2,887,090</u>	<u>\$ 179,420,569</u>	<u>\$ 179,541,619</u>	<u>\$ 2,766,040</u>
Undivided Taxes Fund				
Assets:				
Equity in pooled cash and investments	\$ 14,920,770	\$ 1,192,657,845	\$ 1,188,749,618	\$ 18,828,997
Receivables (net of allowances for uncollectibles):				
Taxes	769,815,108	781,939,460	769,815,108	781,939,460
Due from other governments	7,905,653	8,111,603	7,905,653	8,111,603
<i>Total assets</i>	<u>\$ 792,641,531</u>	<u>\$ 1,982,708,908</u>	<u>\$ 1,966,470,379</u>	<u>\$ 808,880,060</u>
Liabilities:				
Undistributed assets	\$ 792,641,531	\$ 1,982,708,908	\$ 1,966,470,379	\$ 808,880,060
<i>Total liabilities</i>	<u>\$ 792,641,531</u>	<u>\$ 1,982,708,908</u>	<u>\$ 1,966,470,379</u>	<u>\$ 808,880,060</u>
Estate Tax Fund				
Assets:				
Equity in pooled cash and investments	\$ 1,354,297	\$ 9,179,465	\$ 8,677,514	\$ 1,856,248
<i>Total assets</i>	<u>\$ 1,354,297</u>	<u>\$ 9,179,465</u>	<u>\$ 8,677,514</u>	<u>\$ 1,856,248</u>
Liabilities:				
Undistributed assets	\$ 1,354,297	\$ 9,179,465	\$ 8,677,514	\$ 1,856,248
<i>Total liabilities</i>	<u>\$ 1,354,297</u>	<u>\$ 9,179,465</u>	<u>\$ 8,677,514</u>	<u>\$ 1,856,248</u>
Local Government Fund				
Assets:				
Equity in pooled cash and investments	\$ (1,153,509)	\$ 33,065,349	\$ 32,935,516	\$ (1,023,676)
Receivables (net of allowances for uncollectibles):				
Due from other governments	10,167,768	11,915,964	10,167,768	11,915,964
<i>Total assets</i>	<u>\$ 9,014,259</u>	<u>\$ 44,981,313</u>	<u>\$ 43,103,284</u>	<u>\$ 10,892,288</u>
Liabilities:				
Due to other governments	\$ 9,014,259	\$ 44,981,313	\$ 43,103,284	\$ 10,892,288
<i>Total liabilities</i>	<u>\$ 9,014,259</u>	<u>\$ 44,981,313</u>	<u>\$ 43,103,284</u>	<u>\$ 10,892,288</u>
Subdivision Advance Fund				
Assets:				
Equity in pooled cash and investments	\$ (1,974)	\$ 434,823,849	\$ 434,821,618	\$ 257
<i>Total assets</i>	<u>\$ (1,974)</u>	<u>\$ 434,823,849</u>	<u>\$ 434,821,618</u>	<u>\$ 257</u>
Liabilities:				
Undistributed assets	\$ (1,974)	\$ 434,823,849	\$ 434,821,618	\$ 257
<i>Total liabilities</i>	<u>\$ (1,974)</u>	<u>\$ 434,823,849</u>	<u>\$ 434,821,618</u>	<u>\$ 257</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (continued)
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Balance 12/31/2010	Additions	Reductions	Balance 12/31/2011
<u>Recorder's Housing Trust Fees Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 357,588	\$ 1,284,964	\$ 1,262,563	\$ 379,989
<i>Total assets</i>	<u>\$ 357,588</u>	<u>\$ 1,284,964</u>	<u>\$ 1,262,563</u>	<u>\$ 379,989</u>
<u>Liabilities:</u>				
Deposits	\$ 357,588	\$ 1,284,964	\$ 1,262,563	\$ 379,989
<i>Total liabilities</i>	<u>\$ 357,588</u>	<u>\$ 1,284,964</u>	<u>\$ 1,262,563</u>	<u>\$ 379,989</u>
<u>Undivided Interest Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ (61,609)	\$ 3,872,344	\$ 3,810,735	\$ -
<i>Total assets</i>	<u>\$ (61,609)</u>	<u>\$ 3,872,344</u>	<u>\$ 3,810,735</u>	<u>\$ -</u>
<u>Liabilities:</u>				
Undistributed assets	\$ (61,609)	\$ 3,872,344	\$ 3,810,735	\$ -
<i>Total liabilities</i>	<u>\$ (61,609)</u>	<u>\$ 3,872,344</u>	<u>\$ 3,810,735</u>	<u>\$ -</u>
<u>Other Agency Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 362,694	\$ 17,137,205	\$ 16,963,366	\$ 536,533
Cash in segregated accounts	1,622	-	-	1,622
<i>Total assets</i>	<u>\$ 364,316</u>	<u>\$ 17,137,205</u>	<u>\$ 16,963,366</u>	<u>\$ 538,155</u>
<u>Liabilities:</u>				
Deposits	\$ -	\$ -	\$ -	\$ -
Undistributed assets	364,316	17,137,205	16,963,366	538,155
<i>Total liabilities</i>	<u>\$ 364,316</u>	<u>\$ 17,137,205</u>	<u>\$ 16,963,366</u>	<u>\$ 538,155</u>
<u>Clerk of Courts Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 1,500,000	\$ -	\$ 50,000	\$ 1,450,000
Cash in segregated accounts	2,927,012	8,468,273	8,050,022	3,345,263
<i>Total assets</i>	<u>\$ 4,427,012</u>	<u>\$ 8,468,273</u>	<u>\$ 8,100,022</u>	<u>\$ 4,795,263</u>
<u>Liabilities:</u>				
Deposits	\$ 4,427,012	\$ 8,468,273	\$ 8,100,022	\$ 4,795,263
<i>Total liabilities</i>	<u>\$ 4,427,012</u>	<u>\$ 8,468,273</u>	<u>\$ 8,100,022</u>	<u>\$ 4,795,263</u>
<u>Juvenile Court Fund</u>				
<u>Assets:</u>				
Cash in segregated accounts	\$ 139,679	\$ 170,848	\$ 139,679	\$ 170,848
<i>Total assets</i>	<u>\$ 139,679</u>	<u>\$ 170,848</u>	<u>\$ 139,679</u>	<u>\$ 170,848</u>
<u>Liabilities:</u>				
Deposits	\$ 139,679	\$ 170,848	\$ 139,679	\$ 170,848
<i>Total liabilities</i>	<u>\$ 139,679</u>	<u>\$ 170,848</u>	<u>\$ 139,679</u>	<u>\$ 170,848</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (continued)
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Balance 12/31/2010	Additions	Reductions	Balance 12/31/2011
<u>Common Pleas Court - Probate Fund</u>				
<u>Assets:</u>				
Cash in segregated accounts	\$ 145,789	\$ 295,990	\$ 145,789	\$ 295,990
<i>Total assets</i>	<u>\$ 145,789</u>	<u>\$ 295,990</u>	<u>\$ 145,789</u>	<u>\$ 295,990</u>
<u>Liabilities:</u>				
Deposits	\$ 145,789	\$ 295,990	\$ 145,789	\$ 295,990
<i>Total liabilities</i>	<u>\$ 145,789</u>	<u>\$ 295,990</u>	<u>\$ 145,789</u>	<u>\$ 295,990</u>
<u>Children Services Fund</u>				
<u>Assets:</u>				
Cash in segregated accounts	\$ 1,279,586	\$ 370,265	\$ 385,465	\$ 1,264,386
<i>Total assets</i>	<u>\$ 1,279,586</u>	<u>\$ 370,265</u>	<u>\$ 385,465</u>	<u>\$ 1,264,386</u>
<u>Liabilities:</u>				
Deposits	\$ 1,279,586	\$ 370,265	\$ 385,465	\$ 1,264,386
<i>Total liabilities</i>	<u>\$ 1,279,586</u>	<u>\$ 370,265</u>	<u>\$ 385,465</u>	<u>\$ 1,264,386</u>
<u>Sheriff Fund</u>				
<u>Assets:</u>				
Cash in segregated accounts	\$ 14,507	\$ 27,616	\$ 14,507	\$ 27,616
<i>Total assets</i>	<u>\$ 14,507</u>	<u>\$ 27,616</u>	<u>\$ 14,507</u>	<u>\$ 27,616</u>
<u>Liabilities:</u>				
Deposits	\$ 14,507	\$ 27,616	\$ 14,507	\$ 27,616
<i>Total liabilities</i>	<u>\$ 14,507</u>	<u>\$ 27,616</u>	<u>\$ 14,507</u>	<u>\$ 27,616</u>
<u>Sanitary Engineer Fund</u>				
<u>Assets:</u>				
Cash in segregated accounts	\$ 15,811	\$ 14,782	\$ 15,811	\$ 14,782
<i>Total assets</i>	<u>\$ 15,811</u>	<u>\$ 14,782</u>	<u>\$ 15,811</u>	<u>\$ 14,782</u>
<u>Liabilities:</u>				
Deposits	\$ 15,811	\$ 14,782	\$ 15,811	\$ 14,782
<i>Total liabilities</i>	<u>\$ 15,811</u>	<u>\$ 14,782</u>	<u>\$ 15,811</u>	<u>\$ 14,782</u>
<u>T.I.P.P. Program Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 2	\$ 10,970,113	\$ 10,970,111	\$ 4
<i>Total assets</i>	<u>\$ 2</u>	<u>\$ 10,970,113</u>	<u>\$ 10,970,111</u>	<u>\$ 4</u>
<u>Liabilities:</u>				
Deposits	\$ 2	\$ 10,970,113	\$ 10,970,111	\$ 4
<i>Total liabilities</i>	<u>\$ 2</u>	<u>\$ 10,970,113</u>	<u>\$ 10,970,111</u>	<u>\$ 4</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (continued)
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	Balance 12/31/2010	Additions	Reductions	Balance 12/31/2011
<u>Lucas County Family and Children Council Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 675,471	\$ 3,214,728	\$ 3,166,324	\$ 723,875
<i>Total assets</i>	<u>\$ 675,471</u>	<u>\$ 3,214,728</u>	<u>\$ 3,166,324</u>	<u>\$ 723,875</u>
<u>Liabilities:</u>				
Deposits	\$ 675,471	\$ 3,214,728	\$ 3,166,324	\$ 723,875
<i>Total liabilities</i>	<u>\$ 675,471</u>	<u>\$ 3,214,728</u>	<u>\$ 3,166,324</u>	<u>\$ 723,875</u>
<u>Lucas County Board of Health Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 4,934,505	\$ 13,601,743	\$ 15,365,990	\$ 3,170,258
<i>Total assets</i>	<u>\$ 4,934,505</u>	<u>\$ 13,601,743</u>	<u>\$ 15,365,990</u>	<u>\$ 3,170,258</u>
<u>Liabilities:</u>				
Due to other governments	\$ 4,934,505	\$ 13,601,743	\$ 15,365,990	\$ 3,170,258
<i>Total liabilities</i>	<u>\$ 4,934,505</u>	<u>\$ 13,601,743</u>	<u>\$ 15,365,990</u>	<u>\$ 3,170,258</u>
<u>Lucas County Soil and Water Conservation District Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 45,058	\$ 229,771	\$ 212,140	\$ 62,689
<i>Total assets</i>	<u>\$ 45,058</u>	<u>\$ 229,771</u>	<u>\$ 212,140</u>	<u>\$ 62,689</u>
<u>Liabilities:</u>				
Due to other governments	\$ 45,058	\$ 229,771	\$ 212,140	\$ 62,689
<i>Total liabilities</i>	<u>\$ 45,058</u>	<u>\$ 229,771</u>	<u>\$ 212,140</u>	<u>\$ 62,689</u>
<u>The Olander Park District Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 113,936	\$ 1,117,318	\$ 1,095,669	\$ 135,585
<i>Total assets</i>	<u>\$ 113,936</u>	<u>\$ 1,117,318</u>	<u>\$ 1,095,669</u>	<u>\$ 135,585</u>
<u>Liabilities:</u>				
Due to other governments	\$ 113,936	\$ 1,117,318	\$ 1,095,669	\$ 135,585
<i>Total liabilities</i>	<u>\$ 113,936</u>	<u>\$ 1,117,318</u>	<u>\$ 1,095,669</u>	<u>\$ 135,585</u>
<u>Lucas County Local Emergency Planning Commission Fund</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 169,749	\$ 90,614	\$ 139,159	\$ 121,204
<i>Total assets</i>	<u>\$ 169,749</u>	<u>\$ 90,614</u>	<u>\$ 139,159</u>	<u>\$ 121,204</u>
<u>Liabilities:</u>				
Due to other governments	\$ 169,749	\$ 90,614	\$ 139,159	\$ 121,204
<i>Total liabilities</i>	<u>\$ 169,749</u>	<u>\$ 90,614</u>	<u>\$ 139,159</u>	<u>\$ 121,204</u>

CONTINUED

LUCAS COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (continued)
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2011

	<u>Balance</u> <u>12/31/2010</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/2011</u>
<u>Total Agency Funds</u>				
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 26,104,068	\$ 1,900,665,877	\$ 1,897,761,942	\$ 29,008,003
Cash in segregated accounts	4,524,006	9,347,774	8,751,273	5,120,507
Receivables (net of allowances for uncollectibles):				
Taxes	769,815,108	781,939,460	769,815,108	781,939,460
Due from other governments	18,073,421	20,027,567	18,073,421	20,027,567
<i>Total assets</i>	<u>\$ 818,516,603</u>	<u>\$ 2,711,980,678</u>	<u>\$ 2,694,401,744</u>	<u>\$ 836,095,537</u>
<u>Liabilities:</u>				
Due to other governments	\$ 14,277,507	\$ 60,020,759	\$ 59,916,242	\$ 14,382,024
Payroll withholdings	2,887,090	179,420,569	179,541,619	2,766,040
Deposits	7,055,445	24,817,579	24,200,271	7,672,753
Undistributed assets	794,296,561	2,447,721,771	2,430,743,612	811,274,720
<i>Total liabilities</i>	<u>\$ 818,516,603</u>	<u>\$ 2,711,980,678</u>	<u>\$ 2,694,401,744</u>	<u>\$ 836,095,537</u>

Statistical Section

This part of the Lucas County's comprehensive annual financial report presents detailed information as a context for understanding the County's financial statements, note disclosures, and required supplementary information as it relates to the County's overall financial position.

<u>Contents</u>	<u>Page</u>
Financial Trends	220
These schedules contain trend information that summarizes how the County's financial performance has changed over time.	
Revenue Capacity	230
These schedules contain information that assists in understanding the County's revenue sources and tax structure.	
Debt Capacity	244
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	
Demographic and Economic Information	252
These schedules indicate demographic and economic indicators that assist in understanding the County's overall economic environment as it relates to the County's financial position.	
Operating Information	254
These schedules contain service and infrastructure data which assists in evaluating the County's financial reports relative to the services the County provides.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual reports for the relevant year. The County implemented GASB Statement 34 for the year ended December 31, 2001; schedules presenting government wide information include information beginning in that year.

TABLE 1
LUCAS COUNTY, OHIO
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(Amounts in 000's)

	2011	2010	2009	2008
Governmental Activities				
Invested in capital assets, net of related debt	\$ 183,061	\$ 175,462	\$ 156,501	\$ 204,927
Restricted	144,680	173,835	162,436	96,492
Unrestricted	<u>70,704</u>	<u>45,319</u>	<u>41,451</u>	<u>41,146</u>
<i>Total Governmental Activities Net Assets</i>	<u>398,445</u>	<u>394,616</u>	<u>360,388</u>	<u>342,565</u>
Business-Type Activities				
Invested in capital assets, net of related debt	83,570	82,256	79,710	79,799
Unrestricted	<u>18,037</u>	<u>15,552</u>	<u>15,580</u>	<u>21,893</u>
<i>Total Business-Type Activities Net Assets</i>	<u>101,607</u>	<u>97,808</u>	<u>95,290</u>	<u>101,692</u>
Primary Government				
Invested in capital assets, net of related debt	266,631	257,718	236,211	284,726
Restricted	144,680	173,835	162,436	96,492
Unrestricted	<u>88,741</u>	<u>60,871</u>	<u>57,031</u>	<u>63,039</u>
<i>Total Primary Government Net Assets</i>	<u>\$ 500,052</u>	<u>\$ 492,424</u>	<u>\$ 455,678</u>	<u>\$ 444,257</u>

2007	2006	2005	2004	2003	2002
\$ 183,349	\$ 154,881	\$ 163,910	\$ 166,931	\$ 167,654	\$ 160,498
104,995	14,946	18,027	21,302	18,599	13,461
75,573	332,722	298,662	299,322	296,783	298,174
<u>363,917</u>	<u>502,549</u>	<u>480,599</u>	<u>487,555</u>	<u>483,036</u>	<u>472,133</u>
82,117	80,269	80,389	75,052	73,119	71,495
22,034	22,109	21,533	18,333	16,747	15,787
<u>104,151</u>	<u>102,378</u>	<u>101,922</u>	<u>93,385</u>	<u>89,866</u>	<u>87,282</u>
265,466	235,150	244,299	241,983	240,773	231,993
104,995	14,946	18,027	21,302	18,599	13,461
97,607	354,831	320,195	317,655	313,530	313,961
<u>\$ 468,068</u>	<u>\$ 604,927</u>	<u>\$ 582,521</u>	<u>\$ 580,940</u>	<u>\$ 572,902</u>	<u>\$ 559,415</u>

TABLE 2
LUCAS COUNTY, OHIO
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(Amounts in 000's)

Program Revenues	2011	2010 (1)	2009	2008
Primary Government:				
Governmental activities: Charges for Services				
General government -				
Legislative and executive	\$ 15,325	\$ 15,763	\$ 16,824	\$ 20,758
Judicial	8,547	8,994	9,859	8,759
Public safety	4,042	5,345	1,522	1,462
Public works	684	2,931	283	684
Health	7,126	7,446	7,552	3,795
Human services	22	31	27	181
Conservation and recreation	-	-	1,847	600
Interest and fiscal charges	187	-	-	-
Operating grants and contributions	194,806	222,284	218,008	175,781
Capital grants and contributions	6,187	6,362	3,938	1,743
<i>Total Governmental Activities Program Revenues</i>	<u>236,926</u>	<u>269,156</u>	<u>259,860</u>	<u>213,763</u>
Business-type activities: Charges for Services				
Water supply	1,228	713	184	434
Wastewater treatment	6,090	6,688	4,190	5,794
Sewer	1,128	351	305	179
Sanitary engineer	4,833	1,278	567	4,953
Solid waste	1,880	1,619	1,342	1,633
Parking facilities	160	247	169	317
Operating grants and contributions	4,984	151	7	-
Capital grants and contributions	3,560	548	-	-
<i>Total Business-Type Activities Program Revenues</i>	<u>23,863</u>	<u>11,595</u>	<u>6,764</u>	<u>13,310</u>
<i>Total Primary Government Program Revenues</i>	<u>260,789</u>	<u>280,751</u>	<u>266,624</u>	<u>227,073</u>
Expenses				
Governmental activities:				
General government -				
Legislative and executive	42,124	43,523	50,480	31,148
Judicial	59,855	57,514	59,233	82,097
Public safety	73,539	75,891	73,038	83,361
Public works	14,041	22,753	15,936	17,837
Health	140,443	134,794	139,889	150,952
Human services	89,826	102,068	132,053	151,938
Conservation and recreation	17,604	16,715	9,266	9,293
Other	-	-	2,656	-
Interest and fiscal charges	5,408	5,714	5,620	5,805
<i>Total Governmental Activities Expenses</i>	<u>442,840</u>	<u>458,972</u>	<u>488,171</u>	<u>532,431</u>
Business-type activities:				
Water supply	3,246	3,462	2,872	3,251
Wastewater treatment	6,125	4,429	4,699	4,884
Sewer	2,938	2,905	3,097	3,315
Sanitary engineer	4,369	4,531	4,417	5,027
Stormwater Utility	-	66	259	250
Solid waste	5,300	1,767	2,662	2,185
Parking facilities	258	506	570	141
<i>Total Business-Type Activities Expenses</i>	<u>22,236</u>	<u>17,666</u>	<u>18,576</u>	<u>19,053</u>
<i>Total Primary Government Expenses</i>	<u>465,076</u>	<u>476,638</u>	<u>506,747</u>	<u>551,484</u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 19,788	\$ 21,278	\$ 19,776	\$ 20,481	\$ 19,770	\$ 18,822
5,879	4,206	4,249	4,014	3,894	3,437
4,888	1,354	1,403	1,387	853	690
313	262	247	214	191	148
2,439	1,815	1,845	1,545	1,491	1,473
1,382	969	444	69	-	-
639	532	539	595	308	567
-	-	-	-	-	-
184,269	204,563	191,932	183,172	175,913	176,357
796	5,342	3,856	2,549	1,839	734
<u>220,393</u>	<u>240,321</u>	<u>224,291</u>	<u>214,026</u>	<u>204,259</u>	<u>202,228</u>
478	724	1,043	1,016	840	930
4,224	4,294	5,000	4,802	5,025	4,501
75	199	524	597	625	572
4,076	4,729	4,466	4,234	3,951	4,216
2,003	1,828	1,978	2,141	1,908	1,942
293	391	310	319	297	373
4,225	2,304	2,652	2,902	1,575	1,785
-	-	-	-	-	-
<u>15,374</u>	<u>14,469</u>	<u>15,973</u>	<u>16,011</u>	<u>14,221</u>	<u>14,319</u>
<u>235,767</u>	<u>254,790</u>	<u>240,264</u>	<u>230,037</u>	<u>218,480</u>	<u>216,547</u>
56,377	48,609	47,238	44,370	41,924	40,040
71,276	60,813	59,625	55,222	54,861	54,451
76,505	84,697	69,737	64,095	59,439	57,112
21,206	23,047	31,922	36,273	35,167	27,746
139,540	113,676	106,157	100,803	89,542	92,265
158,935	132,907	119,321	108,666	119,365	111,321
10,026	7,090	6,686	6,766	8,950	6,052
-	-	-	13,215	18,732	15,832
4,584	4,189	4,706	5,269	5,840	6,809
<u>538,449</u>	<u>475,028</u>	<u>445,392</u>	<u>434,679</u>	<u>433,820</u>	<u>411,628</u>
3,109	2,703	2,768	2,459	2,511	2,369
4,772	4,876	4,412	4,833	4,339	3,869
3,351	2,692	2,885	3,025	2,126	2,182
4,868	4,852	4,297	4,106	4,005	3,751
-	-	-	-	-	-
1,959	1,930	1,476	1,907	1,730	1,754
779	167	191	149	110	100
<u>18,838</u>	<u>17,220</u>	<u>16,029</u>	<u>16,479</u>	<u>14,821</u>	<u>14,025</u>
<u>557,287</u>	<u>492,248</u>	<u>461,421</u>	<u>451,158</u>	<u>448,641</u>	<u>425,653</u>

TABLE 2
LUCAS COUNTY, OHIO
CHANGES IN NET ASSETS (continued)
LAST TEN FISCAL YEARS
(Amounts in 000's)

	<u>2011</u>	<u>2010 (1)</u>	<u>2009</u>	<u>2008</u>
Net (Expense)/Revenue				
Governmental Activities	(205,914)	(189,816)	(228,311)	(318,669)
Business-Type Activities	<u>1,627</u>	<u>(6,071)</u>	<u>(11,812)</u>	<u>(5,743)</u>
<i>Total Primary Government Net Expense</i>	<u><u>(204,287)</u></u>	<u><u>(195,887)</u></u>	<u><u>(240,123)</u></u>	<u><u>(324,412)</u></u>
General Revenues:				
Property Tax	91,425	92,211	98,145	95,888
Sales Tax	72,654	68,196	64,431	70,512
Other Tax	4,881	4,486	4,160	3,415
Grant and Entitlements not restricted to specific programs	21,871	26,653	43,127	96,278
Investment Income	3,087	4,958	5,057	15,050
Other	15,939	27,987	31,997	16,175
Gain on early extinguishment of debt	-	-	-	-
Capital contributions not restricted to specific programs	-	-	-	-
Transfers	<u>(114)</u>	<u>-</u>	<u>(784)</u>	<u>-</u>
Total Governmental Activities	<u>209,743</u>	<u>224,491</u>	<u>246,133</u>	<u>297,318</u>
Business-Type Activities				
Other	2,059	8,141	4,626	3,284
Transfers	<u>114</u>	<u>-</u>	<u>784</u>	<u>-</u>
Total Business-Type Activities	<u>2,173</u>	<u>8,141</u>	<u>5,410</u>	<u>3,284</u>
Total Primary Government	<u>211,916</u>	<u>232,632</u>	<u>251,543</u>	<u>300,602</u>
Change in Net Assets				
Governmental Activities	3,829	34,675	17,822	(21,351)
Business-Type Activities	<u>3,800</u>	<u>2,070</u>	<u>(6,402)</u>	<u>(2,459)</u>
<i>Total Primary Government Change in Net Assets</i>	<u><u>\$ 7,629</u></u>	<u><u>\$ 36,745</u></u>	<u><u>\$ 11,420</u></u>	<u><u>\$ (23,810)</u></u>

(1) Certain amounts for 2010 have been restated as described in Note 3.C. to the basic financial statements.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
(318,056)	(234,707)	(221,101)	(220,653)	(229,561)	(209,400)
<u>(3,464)</u>	<u>(2,751)</u>	<u>(56)</u>	<u>(468)</u>	<u>(600)</u>	<u>294</u>
<u>(321,520)</u>	<u>(237,458)</u>	<u>(221,157)</u>	<u>(221,121)</u>	<u>(230,161)</u>	<u>(209,106)</u>
100,635	110,923	100,445	106,433	106,578	106,090
71,418	71,271	70,827	70,107	67,087	75,328
7,580	18,954	8,742	8,092	6,496	18,270
55,371	24,624	5,965	10,950	7,541	1,482
14,158	11,576	7,061	3,171	4,124	9,339
67,033	19,309	19,837	25,211	47,504	(871)
-	-	-	1,208	-	38,580
-	-	-	-	1,134	-
-	-	1,268	-	-	95
<u>316,195</u>	<u>256,657</u>	<u>214,145</u>	<u>225,172</u>	<u>240,464</u>	<u>248,313</u>
5,240	3,207	9,861	3,987	4,318	4,728
-	-	(1,268)	-	(1,134)	(95)
<u>5,240</u>	<u>3,207</u>	<u>8,593</u>	<u>3,987</u>	<u>3,184</u>	<u>4,633</u>
<u>321,435</u>	<u>259,864</u>	<u>222,738</u>	<u>229,159</u>	<u>243,648</u>	<u>252,946</u>
(1,861)	21,950	(6,956)	4,519	10,903	38,913
<u>1,776</u>	<u>456</u>	<u>8,537</u>	<u>3,519</u>	<u>2,584</u>	<u>4,927</u>
<u>\$ (85)</u>	<u>\$ 22,406</u>	<u>\$ 1,581</u>	<u>\$ 8,038</u>	<u>\$ 13,487</u>	<u>\$ 43,840</u>

TABLE 3
LUCAS COUNTY, OHIO
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Amounts in 000's)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Fund				
Nonspendable	\$ 1,709	\$ -	\$ -	\$ -
Restricted	281	-	-	-
Committed	4,933	-	-	-
Assigned	582	-	-	-
Unassigned	26,998	-	-	-
Reserved	-	478	996	1,289
Unreserved	-	27,887	28,045	41,672
<i>Total General Fund</i>	<u>34,503</u>	<u>28,365</u>	<u>29,041</u>	<u>42,961</u>
All Other Governmental Funds				
Nonspendable	726	-	-	-
Restricted	105,760	-	-	-
Committed	7,338	-	-	-
Unassigned (deficit)	(7,166)	-	-	-
Reserved	-	19,009	25,071	45,765
Unreserved, Undesignated, Reported in:				
Special Revenue funds	-	96,284	84,373	82,542
Debt Service funds	-	8,400	(520)	(4,042)
Capital Projects funds	-	(13,935)	(83,946)	(70,091)
<i>Total All Other Governmental Funds</i>	<u>106,658</u>	<u>109,758</u>	<u>24,978</u>	<u>54,174</u>
Total Governmental Funds	<u>\$ 141,161</u>	<u>\$ 138,123</u>	<u>\$ 54,019</u>	<u>\$ 97,135</u>

Note: The County implemented GASB Statement No. 54 in 2011.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,380	1,503	1,429	434	692	1,579
<u>42,984</u>	<u>40,597</u>	<u>37,023</u>	<u>35,663</u>	<u>35,678</u>	<u>35,985</u>
<u>44,364</u>	<u>42,100</u>	<u>38,452</u>	<u>36,097</u>	<u>36,370</u>	<u>37,564</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
32,221	26,985	25,559	33,993	26,446	23,924
80,206	86,249	83,586	78,226	79,750	81,059
5,762	5,140	7,682	9,689	16,542	12,907
<u>(10,212)</u>	<u>9,806</u>	<u>10,345</u>	<u>5,693</u>	<u>2,057</u>	<u>554</u>
<u>107,977</u>	<u>128,180</u>	<u>127,172</u>	<u>127,601</u>	<u>124,795</u>	<u>118,444</u>
<u>\$ 152,341</u>	<u>\$ 170,280</u>	<u>\$ 165,624</u>	<u>\$ 163,698</u>	<u>\$ 161,165</u>	<u>\$ 156,008</u>

TABLE 4
LUCAS COUNTY, OHIO
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Amounts in 000's)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Revenues:				
Taxes	\$ 167,847	\$ 164,434	\$ 166,056	\$ 165,920
Charges for services	32,535	35,914	32,723	33,722
Licenses and permits	840	810	727	26
Fines and forfeits	539	674	973	744
Special assessments	1,963	3,193	2,137	3,415
Intergovernmental revenue	224,174	246,625	258,441	260,776
Investment income	3,088	4,695	5,057	15,050
Net change in fair value of investment	-	-	-	-
Rental income and other revenue	18,220	30,894	36,158	18,339
<i>Total revenues</i>	<u>449,206</u>	<u>487,239</u>	<u>502,272</u>	<u>497,992</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	37,123	37,480	39,810	41,678
Judicial	57,839	60,479	58,413	68,786
Public safety	75,257	76,059	71,442	73,069
Public works	13,289	21,996	15,048	16,706
Health	140,159	134,703	138,186	132,314
Human services	89,493	101,560	130,007	133,884
Conservation and recreation	17,322	16,547	9,131	8,112
Intergovernmental	2,218	-	-	-
Miscellaneous	-	567	2,639	2,856
Capital outlay	638	7,489	69,684	50,562
Debt service:				
Principal retirement	6,898	5,459	5,469	15,954
Interest and fiscal charges	5,452	4,818	7,007	4,232
Bond issue cost	70	635	-	-
Note issue cost	55	67	-	-
<i>Total expenditures</i>	<u>445,813</u>	<u>467,859</u>	<u>546,836</u>	<u>548,153</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,393</u>	<u>19,380</u>	<u>(44,564)</u>	<u>(50,162)</u>
Other Financing Sources (Uses):				
Issuance of loans	-	-	1,204	-
Payment to refund bonds	(4,423)	(14,210)	-	(9,130)
Bonds issued, net of premium/(discount)	4,461	78,757	215	2,837
Special assessment bonds issued	-	-	1,250	1,039
Proceeds of notes	99	158	-	210
Capital leases	124	68	128	-
Transfers in	23,670	26,860	23,692	20,845
Transfers out	(24,286)	(26,910)	(25,040)	(20,845)
<i>Total other financing sources (uses)</i>	<u>(355)</u>	<u>64,723</u>	<u>1,449</u>	<u>(5,044)</u>
Net change in fund balances	<u>\$ 3,038</u>	<u>\$ 84,103</u>	<u>\$ (43,115)</u>	<u>\$ (55,206)</u>
Debt service as a percentage of noncapital expenditures	2.9%	2.3%	2.6%	4.0%

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 172,141	\$ 178,489	\$ 182,826	\$ 180,615	\$ 176,430	\$ 175,855
34,618	29,579	28,503	28,383	25,809	24,727
30	30	33	72	54	37
679	807	724	648	677	601
7,580	2,370	2,525	2,035	1,763	2,303
229,917	234,084	201,485	196,518	184,601	178,345
14,158	11,576	7,061	3,171	4,016	9,192
-	-	-	-	-	(871)
66,563	19,606	19,837	22,456	47,504	38,431
<u>525,686</u>	<u>476,541</u>	<u>442,994</u>	<u>433,898</u>	<u>440,854</u>	<u>428,620</u>
44,335	44,859	41,594	38,169	36,018	36,299
62,620	58,831	57,563	54,428	54,682	53,891
69,598	82,034	66,032	60,969	57,037	58,201
17,675	14,442	16,027	16,638	16,828	13,337
130,848	110,574	103,788	100,119	88,949	92,448
145,021	128,676	117,751	107,677	120,302	112,106
10,070	6,900	6,524	6,761	8,876	6,002
-	-	-	-	-	-
45,395	7,148	7,382	13,224	18,804	15,947
10,217	9,553	14,357	17,752	24,778	32,022
5,701	8,071	10,285	12,176	12,319	11,980
3,705	4,189	4,706	5,269	5,839	6,809
143	-	-	-	-	-
-	-	-	-	-	-
<u>545,328</u>	<u>475,277</u>	<u>446,009</u>	<u>433,182</u>	<u>444,432</u>	<u>439,042</u>
(19,642)	1,264	(3,015)	716	(3,578)	(10,422)
-	500	-	121	441	920
(11,597)	-	(2,925)	-	-	(2,015)
11,740	2,892	6,425	1,545	7,250	1,050
470	-	-	-	-	-
1,089	-	-	-	-	-
-	-	173	30	60	1,790
20,791	23,688	24,944	30,836	25,108	27,535
(20,791)	(23,688)	(23,676)	(30,715)	(24,124)	(27,629)
<u>1,702</u>	<u>3,392</u>	<u>4,941</u>	<u>1,817</u>	<u>8,735</u>	<u>1,651</u>
<u>\$ (17,940)</u>	<u>\$ 4,656</u>	<u>\$ 1,926</u>	<u>\$ 2,533</u>	<u>\$ 5,157</u>	<u>\$ (8,771)</u>
1.8%	2.6%	3.5%	4.2%	4.3%	4.6%

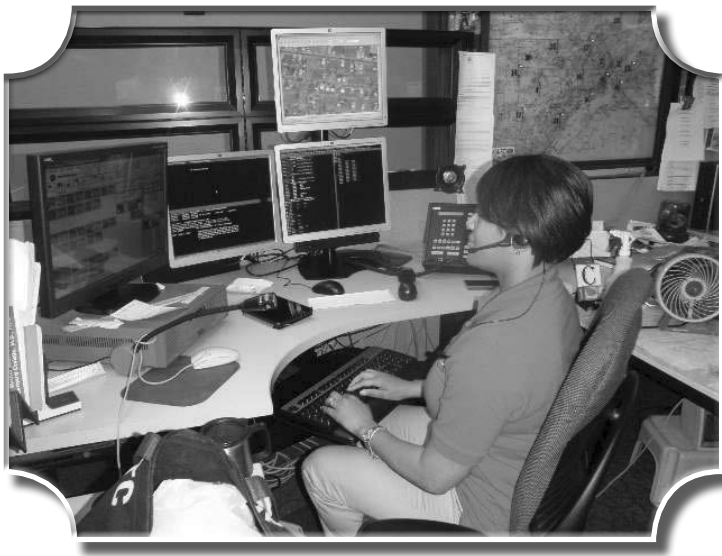
**TABLE 5
LUCAS COUNTY, OHIO
REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Amounts in 000's)**

Fiscal Year	General & Tangible Personal Property Tax¹	Sales Tax	Lodging Tax	Investment Income	Charges for Services	Fines & Forfeitures	Licenses & Permits	Special Assessments	Intergovernmental Revenue	Other	Total
2002	\$ 103,604	68,211	4,040	8,321	24,727	601	37	2,303	178,345	38,431	428,620
2003	\$ 105,815	67,007	3,608	4,016	25,809	677	54	1,763	184,601	47,504	440,854
2004	\$ 107,041	69,958	3,616	3,171	28,383	648	72	2,035	196,518	22,456	433,898
2005	\$ 108,466	70,601	3,759	7,061	28,503	724	33	2,525	201,485	19,837	442,994
2006	\$ 103,745	70,824	3,920	11,576	29,579	807	30	2,370	234,084	19,606	476,541
2007	\$ 97,075	71,377	3,689	14,158	34,618	679	30	7,580	229,917	66,563	525,686
2008	\$ 88,193	71,333	6,393	15,050	33,722	744	26	3,415	260,776	18,339	497,991
2009	\$ 97,555	64,341	4,160	5,057	32,723	973	727	2,137	258,441	36,158	502,272
2010	\$ 91,873	68,074	4,487	4,695	35,914	674	810	3,193	246,625	30,894	487,239
2011	\$ 90,931	72,035	4,881	3,088	32,535	539	840	1,963	224,174	18,219	449,205

1 General and Tangible Personal Property taxes included rollbacks, homestead, and other revenues from the State of Ohio prior to 2007. These have been reclassified as intergovernmental revenues beginning in 2007.

9-1-1 and Countywide Public Safety Communications

The 9-1-1 and Countywide Public Safety Communications System Levy provides Lucas County residents with an easily remembered emergency telephone system, seven public safety answering points and an interoperable public safety radio system. Both systems are designed to provide fast and efficient delivery of emergency police, fire and EMS services to save lives and minimize property loss. The 9-1-1 portion of the levy funds the telephone system, dispatch system, computer equipment, technical support personnel for the PSAPs and countywide mobile data system used by police, fire and EMS vehicles. The interoperable radio system portion funds a small technical staff and maintenance for the radio system infrastructure hardware and software.



The radio system allows all police, fire and EMS agencies in Lucas County to talk to each other and many of the mutual aid partners in adjacent counties.

Public safety personnel responded to 398,103 incidents generated through the 9-1-1 system in 2011.



Photos and captions courtesy of 9-1-1.

TABLE 6
LUCAS COUNTY, OHIO
ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(Amounts in 000's)

Tax/Levy Collection Year	Residential and Agricultural Property Assessed Value	Commercial and Industrial Property Assessed Value	Total Taxable Assessed Value	Total Direct Tax Rate Residential and Agricultural Effective
2001/2002	4,783,532	1,682,507	6,466,039	11.665575
2002/2003	4,863,806	1,710,232	6,574,038	11.849857
2003/2004	5,640,311	1,790,334	7,430,645	10.583016
2004/2005	5,745,949	1,840,983	7,586,932	10.964267
2005/2006	5,853,133	1,865,396	7,718,529	10.355142
2006/2007	6,551,449	2,156,662	8,708,111	10.760284
2007/2008	6,583,147	2,073,612	8,656,759	10.805811
2008/2009	6,562,532	2,132,326	8,694,858	12.685674
2009/2010	5,739,765	2,106,034	7,845,799	13.177727
2010/2011	5,726,573	2,058,340	7,784,913	13.184499

<u>Total Direct Tax Rate Commercial and Industrial Effective</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>	<u>Tax/Levy Collection Year</u>
12.746417	18,474,397	35.0%	2001/2002
12.850388	18,782,966	35.0%	2002/2003
12.529699	21,230,414	35.0%	2003/2004
12.783644	21,676,949	35.0%	2004/2005
12.005686	22,052,940	35.0%	2005/2006
12.055420	24,880,317	35.0%	2006/2007
12.198706	24,733,596	35.0%	2007/2008
13.150161	24,842,451	35.0%	2008/2009
13.275849	22,416,569	35.0%	2009/2010
13.375904	22,242,609	35.0%	2010/2011

**TABLE 7
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)**

Taxable Year/Collection Year:	<u>2010/2011</u>	<u>2009/2010</u>	<u>2008/2009</u>	<u>2007/2008</u>	<u>2006/2007</u>
<u>Lucas County Entities:</u>					
General Fund	2.00	2.00	2.00	2.00	2.00
Board of Developmental Disabilities	5.00	5.00	5.00	5.00	5.00
Children Sevices Board	2.40	2.40	2.40	2.40	2.40
Mental Health & Recovery	1.50	1.50	1.50	1.50	1.50
Senior Services	0.45	0.45	0.45	0.45	0.45
Science & Natural History	0.17	0.17	0.17	-	-
9-1-1 Emergency Telephone Sys.	0.70	0.70	0.70	0.70	0.70
Zoo Improvements	1.00	1.00	1.00	1.00	1.00
Zoo Operating	0.85	0.85	0.85	0.85	0.85
<i>Total Lucas County Entities</i>	14.07	14.07	14.07	13.90	13.90
<u>Other Countywide Taxes:</u>					
Metroparks	1.70	1.70	1.70	1.70	1.70
Toledo-Lucas County Port Authority	0.40	0.40	0.40	0.40	0.40
<i>Total Countywide Rates</i>	<u>16.17</u>	<u>16.17</u>	<u>16.17</u>	<u>16.00</u>	<u>16.00</u>
<u>Other Area-wide Taxes:</u>					
Toledo Area Regional Transportation Authority (TARTA) ²	2.50	2.50	2.50	2.50	2.50
Toledo-Lucas County Library ³ □	2.00	2.00	2.00	2.00	2.00

1) Represents gross property tax rates, with totals determined by a combination of the county-wide rates and the applicable tax rates for the school district, township, and municipality in which property is located.

2) TARTA is not levied in every county taxing district, but is levied in:

- City of Maumee
- Village of Ottawa Hills
- City of Sylvania
- City of Toledo
- Village of Waterville
- Spencer Township
- Sylvania Township

3) The Toledo-Lucas County Public Library is levied in all taxing districts in the County except for the Swanton School District, which is served by the Swanton Public Library.

<u>2005/2006</u>	<u>2004/2005</u>	<u>2003/2004</u>	<u>2002/2003</u>	<u>2001/2002</u>
2.00	2.00	2.00	2.00	2.00
5.00	5.00	5.00	5.00	5.00
2.40	2.40	2.40	2.65	2.65
1.50	1.50	1.50	1.50	1.50
0.45	0.45	0.45	0.45	0.45
-	-	-	-	-
0.70	0.70	0.70	0.70	0.70
0.00	0.95	0.95	0.95	0.95
0.70	0.70	0.70	0.70	0.70
<u>12.75</u>	<u>13.70</u>	<u>13.70</u>	<u>13.95</u>	<u>13.95</u>
1.70	1.70	1.70	1.70	1.40
0.40	0.40	0.40	0.40	0.40
<u>14.85</u>	<u>15.80</u>	<u>15.80</u>	<u>16.05</u>	<u>15.75</u>
2.50	2.50	2.50	2.50	2.50
2.00	2.20	2.50	1.70	1.70

TABLE 7
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS (continued)
LAST TEN FISCAL YEARS
(per \$1,000 of Assessed Valuation)

Taxable Year/Collection Year:	<u>2010/2011</u>	<u>2009/2010</u>	<u>2008/2009</u>	<u>2007/2008</u>
<u>School Districts:</u>				
Anthony Wayne	\$66.80	\$66.80	\$66.70	\$66.80
Evergreen	46.45	46.45	46.85	47.15
Maumee	79.45	79.45	75.25	76.25
Oregon	65.40	65.40	65.40	59.50
Otsego	47.35	47.35	48.65	48.85
Ottawa Hills	133.85	126.05	125.85	126.15
Springfield	75.05	70.85	70.85	70.85
Swanton	63.69	63.39	63.39	67.43
Swanton Public Library ³	0.50	0.50	0.50	-
Sylvania	78.30	77.70	77.69	74.90
Sylvania Area Joint Rec Dist ¹	1.65	1.62	1.62	1.20
Toledo	65.70	67.70	66.90	66.90
Washington	73.70	73.70	73.70	69.80
<u>Career Centers:</u>				
Four County	3.20	3.20	3.20	3.20
Penta County	3.20	3.20	3.20	3.20
<u>Townships:</u>				
Harding	3.30	4.80	4.80	4.80
Jerusalem	9.75	9.75	9.75	9.75
Monclova	5.20	5.20	5.20	5.20
Providence	6.95	6.95	6.95	6.95
Richfield	8.30	8.30	8.00	8.00
Spencer	8.00	8.00	8.00	6.00
Springfield	8.10	8.10	8.10	8.10
Swanton	4.90	4.90	4.90	4.90
Sylvania	19.97	19.97	19.97	18.72
Olander Park ²	0.70	0.70	0.70	0.70
Washington	26.75	26.75	24.25	24.25
Waterville	10.50	10.50	10.50	10.50
<u>Municipalities:</u>				
Village of Berkey	2.50	4.50	4.50	4.50
Village of Harbor View	7.00	7.00	7.00	7.00
Village of Holland	0.80	0.80	0.80	0.80
City of Maumee	3.70	3.70	3.70	3.70
City of Oregon	3.50	3.50	3.50	3.50
Village of Ottawa Hills	4.10	4.10	4.10	4.10
Village of Swanton	4.50	4.50	4.50	4.50
City of Sylvania	3.60	3.60	3.60	3.60
City of Toledo	4.40	4.40	4.40	4.40
Village of Waterville	3.50	3.50	3.50	3.50
Village of Whitehouse	3.50	3.50	3.50	3.50

1) The Sylvania Area Joint Recreation District is levied in the same districts as the Sylvania Schools.

2) The Olander Park System System is levied in the same taxing districts as Sylvania Township

3) The Swanton Public Library is levied in the same districts as the Swanton Public School System

<u>2006/2007</u>	<u>2005/2006</u>	<u>2004/2005</u>	<u>2003/2004</u>	<u>2002/2003</u>	<u>2001/2002</u>
\$67.70	\$68.20	\$68.20	\$68.20	\$63.70	\$63.70
47.15	47.88	47.88	47.88	47.88	47.23
76.50	75.75	72.45	71.74	62.30	62.30
59.50	59.50	59.50	55.10	49.20	49.20
49.10	49.30	49.60	43.50	47.40	56.90
120.85	120.35	120.35	114.65	114.35	113.10
70.85	67.35	67.35	67.90	68.10	64.10
67.78	67.78	67.78	68.11	68.11	68.74
-	-	-	-	-	-
74.90	74.90	74.90	70.00	70.10	65.20
1.20	1.15	1.15	1.15	1.20	1.20
67.10	67.35	67.35	67.60	67.99	63.00
69.80	69.80	69.80	65.90	65.90	65.90
3.20	3.20	4.30	3.20	3.20	3.20
3.20	3.20	4.30	3.20	2.20	2.20
4.80	4.80	4.30	4.30	4.30	4.30
9.75	9.75	9.75	9.75	9.75	9.75
5.20	5.20	5.20	5.20	5.20	5.20
6.95	6.95	6.95	6.95	6.95	6.95
8.64	8.64	8.64	8.64	5.80	7.20
6.00	6.00	6.00	6.00	6.00	6.00
8.10	8.10	8.10	8.10	8.10	8.10
4.90	4.90	4.90	6.10	6.10	6.10
20.22	20.92	20.92	18.42	18.42	16.72
0.70	0.70	0.70	0.70	0.70	0.70
24.25	24.25	24.25	24.25	19.50	19.50
10.50	10.50	10.50	9.60	9.60	10.80
3.00	3.00	1.00	3.00	3.00	3.00
7.00	7.00	7.00	7.00	7.00	7.00
0.80	0.80	0.80	0.80	0.80	0.80
3.70	3.70	3.70	3.70	3.70	3.70
3.50	3.50	3.50	3.50	3.50	3.50
4.10	4.10	4.10	4.10	4.10	4.10
4.50	4.50	4.50	4.50	4.50	4.50
4.10	5.10	5.10	5.10	5.10	5.10
4.40	4.40	4.40	4.40	4.40	4.40
3.50	3.50	3.50	3.50	3.50	3.50
3.50	3.50	3.50	3.50	3.50	3.50

TABLE 8
LUCAS COUNTY, OHIO
TOP TEN PRIVATE SECTOR PRINCIPAL TAXPAYERS
AS OF DECEMBER 31, 2011, AND DECEMBER 31, 2002
(Amounts in 000's)

<u>Firm</u>	#2011 Assessed Real Estate Values	*2011 Assessed Personal Property Values	2011 Assessed Property Values	2011 Percent Firms Assessed Values to Total 2011 Assessed Property Values
Westfield/Franklin Park Mall	\$ 18,435	\$ -	18,435	0.23%
Empirian CKT LLC	15,711	-	15,711	0.19%
Harvey Tolson/Fordmau LLC	13,633	-	13,633	0.17%
Kroger Co.	12,961	-	12,961	0.16%
One Seagate Partners LLC	12,950	-	12,950	0.16%
The Andersons	12,890	-	12,890	0.16%
Wal Mart/Scott Lee	12,224	-	12,224	0.15%
Meijer Stores	11,289	-	11,289	0.14%
Centro NP Miracle Mile	10,809	-	10,809	0.13%
R.J. Lloyd & Co., LTD	8,235	-	8,235	0.10%
Totals	\$ 129,137	\$ -	\$ 129,137	1.59%

Does not include hospitals, governments or other non-profits whose property is typically exempted upon application with the State of Ohio. It also does not include property held in the name of title companies, who generally hold title to property with a beneficiary distinctly different from the title company.

* Reflects the phase-out of the tangible personal property tax.

	2002 Assessed Real Estate Values	2002 Assessed Personal Property Values	2002 Assessed Property Values	2002 Percent Firms Assessed Values to Total 2002 Assessed Property Values
General Motors Hydro-Matic	\$ 8,535	\$ 49,631	\$ 58,166	0.75%
Sun Refining	5,350	38,295	43,645	0.57%
BP Oil	6,798	32,172	38,970	0.51%
Chrysler/Daimler	6,961	27,012	33,973	0.44%
Block Communications	1,377	23,041	24,418	0.32%
General Mills	3,256	21,062	24,318	0.32%
Owens Illinois	19,335	4,609	23,944	0.31%
Johns Manville	3,679	18,820	22,499	0.29%
Meijer, Inc.	13,734	7,945	21,679	0.28%
The Andersons	13,532	7,488	21,020	0.27%
Totals	\$ 82,557	\$ 230,075	\$ 312,632	4.06%

TABLE 8 (continued)
LUCAS COUNTY, OHIO
TOP FIVE PUBLIC UTILITY TAXPAYERS
AS OF DECEMBER 31, 2011 AND DECEMBER 31, 2002
(Amounts in 000's)

<u>Utility</u>	2011 Assessed Public Utility Values	2011 Percent of Utilities Assessed Value of Total 2011 Assessed Values
Toledo Edison	\$ 141,257	1.75%
Columbia Gas of Ohio, Inc.	32,317	0.40%
American Transmission	22,946	0.28%
CSX Transportation	8,455	0.10%
Panhandle Eastern	4,658	0.06%
Totals	\$ 209,633	2.60%

<u>Utility</u>	2002 Assessed Public Utility Values	2002 Percent of Utilities Assessed Value of Total 2002 Assessed Values
Toledo Edison	\$ 123,120	1.59%
Ohio Bell	63,345	0.82%
American Transmission System	30,004	0.39%
Buckeye Telesystem	23,184	0.30%
Columbia Gas	22,926	0.30%
Totals	\$ 262,579	3.40%

**TABLE 9
LUCAS COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS¹ - REAL AND PUBLIC UTILITY
LAST TEN FISCAL YEARS
(Amounts in 000's)**

Tax/Levy Collection Year	Current Taxes Levied	Current Taxes Collected	Current Taxes Collected as a Percent of Taxes Levied (Current)	³Delinquent Taxes Collected
2001/2002	81,880	76,087	92.93%	4,276
2002/2003	84,463	79,459	94.08%	2,054
2003/2004	86,413	81,569	94.39%	2,173
2004/2005	90,849	84,351	92.85%	4,133
2005/2006	86,765	80,874	93.21%	6,069
2006/2007	100,572	93,097	92.57%	6,676
2007/2008	100,460	90,759	90.34%	4,859
2008/2009	114,299	104,048	91.03%	5,506
2009/2010	106,803	96,783	90.62%	5,369
2010/2011	106,355	97,456	91.63%	5,619

1) Includes revenue generated from taxes (to include rollbacks and homestead revenue) levied county-wide for: General Fund, Senior Services, Mental Health & Recovery, Board of Developmental Disabilities, Children Services, Toledo Zoo, Science and Natural History and 9-1-1 Emergency Telephone System.

2) Beginning in 2007/2008 reflects data as of 12-31 held in undistributed taxes. Previous year data reflected as of mid-August of the year indicated (the close of the 2nd half real estate tax settlement).

3) Penalties and interest are considered part of the tax obligation by Ohio law, and thus are included in the delinquent taxes collected.

4) Percentages can be greater than 100% as under Ohio law penalties and interest are considered part of the tax obligation and are included in the delinquent taxes collected.

Delinquent Taxes Collected as a Percent of Total <u>Taxes Collected</u>	<u>Total Taxes Collected</u>	⁴Total Collections as a Percent Taxes Levied- <u>Current</u>	²Accumulated <u>Delinquencies</u>	Tax/Levy Collection <u>Year</u>
5.32%	80,363	98.15%	8,111	2001/2002
2.52%	81,513	96.51%	8,916	2002/2003
2.59%	83,742	96.91%	10,485	2003/2004
4.67%	88,484	97.40%	12,776	2004/2005
6.99%	86,943	100.21%	12,886	2005/2006
6.70%	99,773	99.21%	11,916	2006/2007
5.08%	95,618	95.18%	11,983	2007/2008
5.03%	109,554	95.85%	11,376	2008/2009
5.26%	102,152	95.65%	12,006	2009/2010
5.45%	103,075	96.92%	10,497	2010/2011

**TABLE 10
LUCAS COUNTY, OHIO
SPECIAL ASSESSMENT LEVIES AND COLLECTIONS
LAST TEN YEARS
(Amounts in 000's)**

Tax/Levy Collection Year	Current Assessment Levies	Current Assessments Collected	Current Assessments Collected as a Percent of Assessment Levies	¹Delinquent Assessments Collected
2001/2002	1,892	1,759	93.0%	148
2002/2003	1,386	1,271	91.7%	143
2003/2004	1,428	1,320	92.4%	144
2004/2005	1,789	1,398	78.1%	121
2005/2006	1,844	1,683	91.3%	118
2006/2007	2,010	1,814	90.2%	352
2007/2008	2,050	1,863	90.9%	675
2008/2009	2,022	1,864	92.2%	128
2009/2010	2,025	1,826	90.2%	124
2010/2011	2,023	1,819	89.9%	205

1) Penalties and interest are considered part of the assessment obligation by Ohio law, and thus are included in the delinquent assessments collected.

2) Percentages can be greater than 100% as under Ohio law penalties and interest are considered part of the assessment obligation and are included in the delinquent assessments collected.

Delinquent Assessments Collected as a Percent of Assessment Levies	Total Assessments Collected	²Total Collections as a Percent of Current Assessments Levies	Accumulated Delinquencies	Tax/Levy Collection Year
7.8%	1,907	100.8%	178	2001/2002
10.3%	1,414	102.0%	169	2002/2003
10.1%	1,464	102.5%	152	2003/2004
6.8%	1,519	84.9%	464	2004/2005
6.4%	1,801	97.7%	564	2005/2006
17.5%	2,166	107.8%	583	2006/2007
32.9%	2,538	123.8%	245	2007/2008
6.3%	1,992	98.5%	239	2008/2009
6.1%	1,950	96.3%	341	2009/2010
10.1%	2,024	100.0%	369	2010/2011

TABLE 11
LUCAS COUNTY, OHIO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Amounts in 000's)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental Activities:					
General obligation bonds	\$ 83,950	\$ 87,500	\$ 22,435	\$ 25,230	\$ 27,925
Special assessment bonds with governmental commitment	14,796	16,117	17,021	17,053	17,254
Revenue bonds	9,175	10,748	15,756	16,544	17,276
Note obligations	23,955	27,715	103,635	105,935	-
OWDA loans ¹	366	-	1,443	626	776
OPWC loans	944	1,194	1,565	1,736	1,725
Capital lease obligations	156	106	119	28	93
Subtotal	<u>133,342</u>	<u>143,380</u>	<u>161,974</u>	<u>167,152</u>	<u>65,049</u>
Business-type Activities:					
Note obligations	1,245	1,465	-	-	-
OWDA loans	21,831	24,388	24,634	26,334	27,195
OPWC loans	2,505	2,437	2,113	2,259	2,330
Subtotal	<u>25,581</u>	<u>28,290</u>	<u>26,747</u>	<u>28,593</u>	<u>29,525</u>
Total	<u>\$ 158,923</u>	<u>\$ 171,670</u>	<u>\$ 188,721</u>	<u>\$ 195,745</u>	<u>\$ 94,574</u>
Percentage of Personal Income ²	N/A	1.14%	1.26%	1.29%	0.63%
Amount Per Capita (not thousands) ³	\$ 361.18	\$ 388.54	\$ 407.17	\$ 444.41	\$ 214.01

¹In 2010, these loans were reviewed and determined to be business-type activities.

²Income Data from Bureau of Economic Analysis.

³Population Data from Regional Growth Partnership.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 31,255	\$ 34,935	\$ 42,060	\$ 50,500	\$ 53,200
17,956	16,848	14,216	13,440	13,159
17,956	17,865	18,455	19,005	19,520
-	-	-	-	-
915	1,327	1,712	2,069	2,401
2,112	2,030	2,485	2,805	2,793
1,201	3,022	3,706	6,352	7,673
<u>71,395</u>	<u>76,027</u>	<u>82,634</u>	<u>94,171</u>	<u>98,746</u>
-	-	-	-	-
29,018	30,766	32,417	18,539	19,354
2,474	1,369	263	201	246
<u>31,492</u>	<u>32,135</u>	<u>32,680</u>	<u>18,740</u>	<u>19,600</u>
<u><u>\$ 102,887</u></u>	<u><u>\$ 108,162</u></u>	<u><u>\$ 115,314</u></u>	<u><u>\$ 112,911</u></u>	<u><u>\$ 118,346</u></u>
0.70%	0.77%	0.83%	0.81%	0.89%
\$ 231.06	\$ 238.35	\$ 255.29	\$ 249.47	\$ 260.96

TABLE 12
LUCAS COUNTY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF DECEMBER 31, 2011
(Amounts in 000's)

	General Obligation (GO) Debt¹ Outstanding	Percent Applicable to County⁵	Amount Applicable to County
<u>Direct Debt¹</u>			
Lucas County	\$ 123,946	100.0%	\$ 123,946
<u>Overlapping Debt</u>			
Municipalities ² and Townships ³ wholly located in Lucas County	194,465	100.0%	194,465
Swanton Village	745	6.4%	47
School Districts ⁴ wholly located in			
Lucas County	341,573	100.0%	341,573
Anthony Wayne	19,139	97.9%	18,737
Evergreen	11,080	27.0%	2,993
Otsego	16,110	13.7%	2,204
Swanton	9,395	37.8%	3,551
Sylvania Area Joint Rec District	10,745	100.0%	10,745
Total Overlapping Debt	<u>603,252</u>		<u>574,315</u>
<i>Total direct and overlapping debt</i>	<u><u>\$ 727,198</u></u>		<u><u>\$ 698,261</u></u>

¹ Includes General Obligation (GO) debt exempted from statutory debt limitations, but nevertheless included in this table as outstanding GO debt of the County and other local subdivisions.

² Municipalities wholly located within Lucas County are: Berkey, Harbor View, Holland, Maumee, Oregon, Ottawa Hills, Sylvania, Toledo, Waterville, and Whitehouse.

³ Townships wholly located within Lucas County are: Harding, Jerusalem, Monclova, Providence, Richfield, Spencer, Springfield, Swanton, Sylvania, Washington, and Waterville.

⁴ School districts wholly located within the legal boundaries of Lucas County are Maumee (CSD), Oregon (CSD), Ottawa Hills (LSD), Springfield (LSD), Sylvania (CSD), Toledo (CSD), and Washington (LSD).

⁵ Percent based on most current assessed value within the County in effect as of December 31st.

Source: Ohio Municipal Advisory Council (Debt) & Lucas County Auditor (Most Current Valuations)

TABLE 13
LUCAS COUNTY, OHIO
***Pledged Revenue - Last Ten Fiscal Years**
(Amounts in 000's)

^Taxable Arena Improvement Bonds, Series 2010

Fiscal Year	Investment Income	Charges for Services	Fines & Forfeitures	Licenses & Permits	Other	Total	Scheduled Debt Service		
							Principal	Interest	Coverage
2002	\$ 9,130	\$ 12,707	\$ 458	\$ 37	\$ 2,982	\$ 25,314	\$ 480	\$ 1,322	14.05
2003	4,016	13,178	518	54	4,247	22,013	515	1,291	12.19
2004	3,171	15,192	495	72	1,634	20,564	550	1,258	11.37
2005	7,061	14,223	520	33	1,483	23,320	590	1,223	12.86
2006	11,576	14,304	596	30	2,662	29,168	635	1,186	16.02
2007	13,826	18,504	489	30	6,395	39,244	680	1,145	21.50
2008	13,586	13,735	549	27	3,931	31,828	725	1,102	17.42
2009	4,365	11,549	323	25	3,142	19,404	780	1,056	10.57
2010 [^]	4,687	11,772	207	25	2,862	19,553	835	1,006	10.62
2011	3,062	8,812	183	25	3,600	15,682	100	1,125	12.80

*Only general fund revenue is considered pledged.

[^] 2001 Bonds were refunded during 2010, totalling \$15,045,000. Only the scheduled debt service is indicated in this table.

¹ 2006 Sanitary Sewer Bond 772

Fiscal Year	Special Assessments Collected	Debt Service		
		Principal	Interest	Coverage
2002	-	-	-	N/A
2003	-	-	-	N/A
2004	-	-	-	N/A
2005	-	-	-	N/A
2006	-	-	-	N/A
2007	29	-	31	0.94
2008	38	7	33	0.95
2009	40	8	32	1.00
2010	38	8	32	0.95
2011	40	8	32	1.00

¹Only revenues and assessments attributable to this project are identified.

Note: Details regarding the County's outstanding debt are included in the notes to the financial statements.

TABLE 14
LUCAS COUNTY, OHIO
Legal Debt Margin Information
Last Ten Fiscal Years
(Amounts in 000's)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Debt Limit	\$ 204,341	\$ 198,660	\$ 200,340	\$ 233,618
Total net debt applicable to limit	13,003	14,028	17,861	20,977
Legal Debt Margin	<u>\$ 191,338</u>	<u>\$ 184,632</u>	<u>\$ 182,479</u>	<u>\$ 212,641</u>
 Total net debt applicable to the limit as a percentage of debt limit	 6.36%	 7.06%	 8.92%	 8.98%

2007	2006	2005	2004	2003	2002	2001
\$ 235,078	\$ 240,207	\$ 219,550	\$ 216,798	\$ 213,534	\$ 194,537	\$ 192,836
23,803	25,606	26,624	33,379	41,893	49,570	39,527
<u>\$ 211,275</u>	<u>\$ 214,601</u>	<u>\$ 192,926</u>	<u>\$ 183,419</u>	<u>\$ 171,641</u>	<u>\$ 144,967</u>	<u>\$ 153,309</u>
10.13%	10.66%	12.13%	15.40%	19.62%	25.48%	20.50%

Legal Debt Margin Calculation for 2011

Direct legal debt limitation¹:

3% of the first \$100,000 assessed valuation	3,000
1.5% on excess of the \$100,000-not in excess of \$300,000	3,000
2.5% on the amount in excess of \$300,000 ⁴	<u>198,341</u>

Total Direct legal debt limitation	204,341
Total of all county debt outstanding ²	123,946

³Less:

Special assessment debt	14,481
Exempt General Obligation Debt	<u>96,462</u>
Total Exempt Debt	<u>(110,943)</u>

Total net indebtedness (voted and unvoted) subject to the direct Debt limitation	<u>13,003</u>
--	---------------

Direct Legal Debt Margin	<u><u>191,338</u></u>
--------------------------	-----------------------

Unvoted debt limitation (subject to 1% of County assessed valuation)	79,337
Total net indebtedness (unvoted - subject to the 1% legal debt limitation)	<u>(13,003)</u>

Total unvoted legal debt margin	<u><u>66,334</u></u>
---------------------------------	----------------------

¹ Direct legal debt limitation as outlined by Ohio Revised Code codifications 133.04 and 133.07, not including available equity in debt service fund.

² Excludes Ohio Water Development Authority (OWDA), Ohio Public Works Commission (OPWC) loans, SS 772 revenue bonds, and non-tax revenue bonds.

Refer to "Note 9 - Notes Payable: and to "Note 10 - Long-term Debt and Other Obligations" in the Notes to the Basic Financial Statements.

³ Excluded by state statute: Special Assessment, Correctional facility, Convention Center, & Arena bonds and notes

⁴ Uses values for 2011/2012 collection year, as they are in effect by December 31, 2011.

TABLE 15
LUCAS COUNTY, OHIO
RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	Total (i,ii) Population	Personal (iii) Income	Per Capita (i,iii) Income	Assessed Values	Gross General Bonded Debt
2002	460,915	13,355,177	28,975	7,841,480	53,200
2003	463,174	13,874,197	29,955	8,601,363	50,500
2004	463,726	13,840,452	29,846	8,731,912	42,060
2005	464,634	13,989,026	30,108	8,842,012	34,935
2006	465,064	14,645,460	31,491	9,668,315	31,255
2007	466,650	15,056,939	32,266	9,404,736	27,925
2008	464,938	15,137,061	32,557	8,927,066	25,230
2009	463,493	14,920,368	32,191	8,073,606	22,435
2010	441,815	15,104,299	34,208	8,006,406	87,500
2011	440,005	NA	NA	7,933,657	83,950

Source (i): Not in Thousands

Source (ii): Toledo Regional Growth Partnership

Source (iii): Bureau of Economic Analysis

TABLE 16
LUCAS COUNTY, OHIO
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL
BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	General Obligation Principal	General Obligation Interest	Total² General Obligation Debt Service	Total¹ General Governmental Expenditures	Ration of Total Debt Service to General Governmental Expenditures
2002	8,345	4,907	13,252	439,042	3.02%
2003	8,960	4,384	13,344	444,432	3.00%
2004	8,990	3,932	12,922	433,182	2.98%
2005	7,715	3,779	11,494	446,009	2.58%
2006	3,680	1,761	5,441	475,277	1.14%
2007	3,965	994	4,959	545,329	0.91%
2008	5,560	1,254	6,814	548,154	1.24%
2009	2,795	1,091	3,886	546,836	0.71%
2010	2,895	1,941	4,836	467,859	1.03%
2011	7,945	4,109	12,054	445,813	2.70%

¹ Refer to: "Table 4- Changes in Fund Balances Government Funds".

² General obligation bonds reported in the Enterprise funds and special assessment debt with governmental commitment have been excluded.

Less Debt Service Fund Balance	Net General Bonded Debt	Ratio of Net General Bonded Debt to Assessed Value	Per Capita Net General Bonded Debt	Fiscal Year
12,907	40,293	0.514%	87.42	2002
16,542	33,958	0.395%	73.32	2003
9,689	32,371	0.371%	69.81	2004
7,682	27,253	0.308%	58.65	2005
5,140	26,115	0.270%	56.15	2006
5,904	22,021	0.234%	47.19	2007
(4,042)	29,272	0.328%	62.96	2008
(520)	22,955	0.284%	49.53	2009
8,415	79,085	0.988%	179.00	2010
7,262	76,688	0.967%	174.29	2011

TABLE 17
LUCAS COUNTY, OHIO
DEMOGRAPHIC STATISTICS
AS OF DECEMBER 31, 2011

POPULATION DENSITY

<u>Census Year</u>	<u>Square Miles</u>	<u>Population in Lucas County</u>	<u>Population Density</u>
1970	343.3	483,551	1,408.5
1980	343.3	471,741	1,383.4
1990	341.0	462,361	1,355.9
2000	341.0	455,054	1,334.5
2010	340.9	441,541	1,295.2

Source: Bureau of Census-United States Department of Commerce

* Erosion along the Lake Erie shoreline & its corresponding tributaries accounts for periodic adjustments in the County's square miles.

EMPLOYMENT TRENDS

Ten Year Average Employment

<u>Year</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
2002	210,200	15,400	6.8%	5.7%	5.8%
2003	208,200	16,700	7.4%	6.2%	6.0%
2004	207,700	16,400	7.3%	6.1%	5.5%
2005	209,000	15,100	6.7%	5.9%	5.1%
2006	211,700	14,100	6.2%	5.4%	4.6%
2007	208,700	15,100	6.7%	5.6%	4.6%
2008	204,200	18,400	8.3%	6.5%	5.8%
2009	193,000	26,900	12.2%	10.2%	9.3%
2010	195,100	24,900	11.3%	10.1%	9.6%
2011	191,300	20,400	9.7%	8.6%	8.9%

2011 Monthly Employment

<u>Month</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
January	186,000	22,800	10.9	10.0	9.8
February	187,500	21,800	10.4	9.6	9.5
March	188,900	20,700	9.9	9.0	9.2
April	191,300	20,000	9.5	8.5	8.7
May	192,100	20,000	9.4	8.4	8.7
June	191,200	22,200	10.4	9.1	9.3
July	192,100	21,900	10.2	9.0	9.3
August	191,600	20,900	9.8	8.5	9.1
September	193,300	19,800	9.3	8.2	8.8
October	194,100	19,600	9.2	8.0	8.5
November	194,100	17,700	8.4	7.5	8.2
December	193,000	17,700	8.4	7.6	8.3

Sources: Ohio Dept of Jobs and Family Services, Office of Workforce Development, and the Bureau of Labor Market Information.

**TABLE 18
LUCAS COUNTY, OHIO
PRINCIPAL EMPLOYERS CURRENT YEAR AND NINE YEARS AGO**

Top 2011 Private & Public Employers

Employer	Number of Employees	Primary Type of Product/Service	Percentage of Total Employment
Promedica Health Systems	10,174	Health Care	5.32%
Mercy Health Partners	6,185	Health Care	3.23%
University of Toledo	4,691	Education (advanced)	2.45%
U.T. Health Science Campus	3,750	Health Care Education (advanced)	1.96%
Lucas County	3,700	Government	1.93%
Toledo Public Schools	3,193	Education (primary-secondary)	1.67%
City of Toledo	2,700	Government	1.41%
Kroger	2,632	Retail Grocery	1.38%
State of Ohio	2,268	Government	1.19%
Wal-Mart	2,215	Retail/Grocery	1.16%
The Andersons, Inc.	1,793	Grain Storage/Process/Retail	0.94%
United Parcel Service	1,681	Mail Services	0.88%
General Motors/Powertrain	1,635	Automotive Manufacturing	0.85%
Meijer, Inc.	1,551	Retail/Grocery	0.81%
HCR Manor Care	1,542	Health Care	0.81%
Top fifteen total employed	<u>49,710</u>	Percent of total work force	<u>25.99%</u>
Total Work Force		191,300	
Percent of total work force	25.99%		

Top 2002 Private & Public Employers

Employer	Number of Employees	Primary Type of Product/Service	Percentage of Total Employment
Promedica Health Systems	11,000	Health Care	5.23%
Mercy Health Partners	6,825	Health Care	3.25%
Toledo Public Schools	5,200	Education (primary-secondary)	2.47%
University of Toledo	5,000	Education (advanced)	2.38%
Lucas County	4,132	Government	1.97%
General Motors/Power Train	4,092	Automotive Manufacturing	1.95%
Daimler-Chrysler/Toledo Jeep	3,800	Automotive Manufacturing	1.81%
Foodtown/Pharm	3,635	Retail Grocery	1.73%
The Andersons, Inc	3,500	Grain Storage/Process/Retail	1.67%
Medical College of Ohio	3,477	Medicine and Health Care	1.65%
City of Toledo	3,000	Government	1.43%
State of Ohio	2,259	Government	1.07%
Kroger	2,087	Retail Grocery	0.99%
United Parcel Service	2,004	Mail Services	0.95%
Meijer's	1,956	Retail/Grocery	0.93%
Top fifteen total employed	<u>61,967</u>	Percent of total work force	<u>29.48%</u>
Total Work Force		210,200	
Percent of total work force	29.48%		

Refer to: "Employment Trends-Ten year Employment" within Table 17 of this section

Source: Toledo Regional Growth Partnership, & the Lucas County Payroll System Administrator

**TABLE 19
LUCAS COUNTY, OH
COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/ACTIVITY
LAST NINE FISCAL YEARS**

Function/Program	2011	2010	2009	2008	2007	2006	2005	2004	2003
<u>General Government:</u>									
Auditor ¹	109	119	127	132	143	173	124	119	117
Board of Elections	46	30	30	31	45	27	27	32	44
Building Regulation	6	6	11	16	16	18	18	16	16
Clerk of Courts	73	71	73	81	87	81	85	83	81
Commissioners ²	52	52	68	73	75	84	93	82	74
Facilities	43	43	65	66	71	71	72	74	72
Recorder	13	14	15	15	16	21	20	22	19
Treasurer	25	28	30	31	33	32	35	33	36
<u>Judicial:</u>									
Common Pleas Court ³	268	268	277	274	270	284	288	280	287
Domestic Relations Court	42	42	47	45	47	47	50	49	49
Juvenile Court	216	245	245	262	259	295	296	269	271
Law Library ⁴	3	3	NA	NA	NA	NA	NA	NA	NA
Probate Court	34	34	37	39	34	37	39	39	39
Prosecutors Office	100	98	104	95	101	110	117	112	104
<u>Public Safety:</u>									
Coroner	20	15	16	17	15	19	20	21	17
Emergency Mgm Agency	6	5	5	5	5	8	8	7	7
Emergency Medical Services	33	34	34	36	33	33	34	37	32
Emergency Telephone	9	8	8	8	9	8	8	6	7
Sheriff	453	476	520	528	533	542	538	514	545
<u>Human Services:</u>									
Child Support Enforcement	127	138	142	155	162	168	166	169	171
Children Services	376	375	387	400	401	424	426	389	378
Jobs and Family Services	334	377	380	400	435	494	423	414	479
Veterans Service Commission	15	17	17	17	15	15	14	13	13
<u>Health:</u>									
Developmental Disabilities	658	677	692	692	664	794	833	852	839
Dog Warden	24	21	19	18	22	20	21	21	31
Mental Health & Recovery	14	14	15	20	20	19	25	28	29
<u>Public Works</u>									
Engineer/Road Maintenance	67	73	75	80	83	84	84	93	94
Sanitary Engineer	43	43	47	48	49	51	48	45	46
Solid Waste	10	10	10	9	10	9	9	9	8
Vehicle Maintenance	3	3	5	5	5	5	5	4	5
Water & Sewer Operations	20	21	20	18	20	19	17	18	18
Totals	3,242	3,360	3,521	3,616	3,678	3,992	3,943	3,850	3,928

1) Includes Lucas County Information Systems.

2) Includes Family Council.

3) Includes Correctional Treatment Facility.

4) The Law Library was was not considered a part of the County's Primary Government until 2010.

The Toledo Zoo



After nearly 8,000 entries in the Zoo's naming contest, the name "Lucas" won by more than 3,000 votes as the name for the African elephant calf born in 2011. This name honors Lucas County voters' longtime support of the Zoo.

Photo and caption courtesy of The Toledo Zoo, credits to Andi Norman.

Children love being photographed on the stone elephant.

Photo and caption courtesy of The Toledo Zoo, credits to Andi Norman.



In appreciation of Lucas County voters' longtime support, the Zoo offers Lucas County residents free admission on Mondays (10 a.m. to 12 p.m.), on two three-day holiday weekends (Martin Luther King weekend and President's Day weekend) and on December 24 (from 10 a.m. until the Zoo closes at 2 p.m.). On remaining days, Lucas County residents receive \$2 off regular admission rates. Zoo field trips are also free to Lucas County schools, as are visits (with live animals and biofacts) to Lucas County schools, hospitals, libraries and nursing homes.

Every \$1 in taxes that the Zoo receives returns more than \$6 to the local economy; the Zoo's economic impact on the region, including Lucas County, was more than \$38 million in 2010. In 2011, 62,915 Lucas County residents visited the Zoo free, and 374 Zoo Education programs reached a total of 16,742 Lucas County residents. The Zoo's overall attendance for 2011 was 864,386 visitors.

**TABLE 20
LUCAS COUNTY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Operating Indicators

Function/Program	2011	2010	2009	2008
General government:				
<u>Auditor - Real Estate</u>				
Real Estate Transfers	8,841	7,964	8,457	8,492
Parcels on File	207,434	208,560	208,749	208,657
<u>Commissioners</u>				
Resolutions presented	1,075	1,018	1,286	1,476
<u>Purchasing</u>				
Bid contracts awarded	29	28	51	36
Purchase orders issued	3,282	2,492	3,523	3,500
<u>Recorder</u>				
Deeds recorded	16,783	15,686	16,380	16,919
Mortgages recorded	13,013	13,589	14,946	14,677
<u>Treasurer</u>				
Net portfolio earnings	\$3,872,344	\$6,490,494	\$6,893,090	\$11,855,018
<u>Board of Elections</u>				
Registered voters	295,409	317,046	314,632	317,036
Voters last general election	129,394	147,029	117,982	220,457
Percentage of registered voters that voted	43.80%	46.30%	37.50%	70.00%
<u>Risk Management</u>				
Workers comp claims	165	195	200	198
<u>Clerk of Courts</u>				
Titles processed	246,158	178,478	168,630	196,502
<u>Judicial</u>				
<u>Court of Appeals:</u>				
Cases filed	651	708	644	793
<u>Common Pleas Court</u>				
Civil cases filed	7,151	8,611	8,446	8,359
Criminal cases filed	1,985	2,270	2,317	2,709
<u>Domestic Relations Court</u>				
Cases filed	1,835	1,823	1,782	1,839
<u>Juvenile Court</u>				
Cases filed	9,950	10,293	11,098	12,397
<u>Probate Court</u>				
Cases filed	7,885	7,942	8,435	8,610

Sources: The Respective County Agency

2007	2006	2005	2004	2003	2002
9,351 208,713	10,428 207,818	12,221 206,635	12,045 205,305	11,711 203,984	11,211 202,792
1,583	1,833	1,922	1,914	1,857	1,871
31 2,415	33 1,926	37 1,951	49 1,956	47 2,107	50 2,963
18,663 20,764	19,928 27,306	22,640 32,534	21,925 35,506	16,600 37,879	21,410 47,460
\$13,225,847	\$10,331,847	\$6,528,270	\$4,951,510	\$6,362,771	\$9,759,123
287,512 86,861 30.12%	296,539 146,539 49.5%	292,613 124,907 42.7%	300,137 221,902 73.9%	289,877 103,251 35.6%	278,619 135,802 48.7%
217	245	268	290	321	281
199,834	206,202	216,370	224,370	229,508	235,321
759	777	801	717	709	738
8,300 2,686	7,626 2,836	6,885 2,767	6,279 2,723	6,083 2,794	6,050 2,574
2,871	1,930	1,968	1,968	2,047	2,159
11,728	13,645	13,492	12,641	13,527	14,122
8,986	8,657	9,996	10,495	10,808	10,912

TABLE 20
LUCAS COUNTY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM (continued)
LAST TEN FISCAL YEARS

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Public Safety				
<u>Sheriff: Jail Operations & Enforcement</u>				
Average daily jail census	382	389	381	434
Prisoners booked	18,127	18,318	18,905	22,042
Incidents reported	32,227	29,948	33,764	35,649
Civil papers served	14,188	7,547	20,926	27,005
<u>Emergency Management Agency</u>				
911 calls received	331,245	366,983	348,231	371,733
Emergency responses	63,690	61,860	58,226	58,649
<u>Animal Care & Control</u>				
Service requests	5,194	5,427	5265	5,998
Dogs adopted	597	472	322	232
Dog licenses sold	63,314	63,414	62,683	63,153
Human Services				
<u>Veterans Service Commission</u>				
Financial claims filed	13,222	11,453	14,441	15,330
<u>Jobs and Family Services</u>				
Clients-food stamps	96,121	95,041	76,863	77,948
Clients-Medicaid	98,733	98,718	94,470	89,659
<u>Children Services</u>				
Children placed in adoptive homes	99	114	120	123
Child welfare investigations	4,148	4,487	4,362	3,928
Children in foster home care	382	434	432	457
Children served in paid placement	423	473	475	486
<u>Child Support Enforcement Agency</u>				
Active support orders	54,937	53,228	52,019	51,222
Percentage of collected support orders	61.44%	61.71%	62.53%	62.55%
Health:				
<u>Board of Developmental Disabilities</u>				
Individuals in adult workshops	1,225	1,107	1149	1,207
Public Works				
<u>Engineer</u>				
Miles of road resurfaced	14	16	11	12
Culverts Built	2	1	1	2
County bridges repaired or replace	2	9	3	4
<u>Water and Sewer operations</u>				
Permits/taps	162	272	257	515
Emergency/maintained responses	174	221	268	551
Million of gallons per day - average daily flow	18.2	15.2	15.9	16.6

2007	2006	2005	2004	2003	2002
466	498	485	490	478	438
26,611	26,028	26,110	27,946	25,650	25,026
34,162	48,476	34,755	33,490	32,031	29,322
34,438	38,805	34,691	26,742	10,149	9,937
374,822	376,599	378,532	391,537	413,870	440,312
56,813	55,853	54,837	52,665	52,811	53,733
6,203	6,369	6,880	7,028	7,606	7,480
244	260	237	329	305	347
61,458	63,258	63,154	63,145	61,733	62,591
16,080	14,372	13,278	11,272	6,593	
61,813	60,880	59,680	56,190	50,613	46,263
87,905	87,486	85,948	74,553	75,540	73,379
183	194	227	193	143	172
4,426	4,964	4,858	4,694	4,634	4,691
513	581	604	515	473	437
542	612	629	544	507	469
50,111	49,024	47,647	46,280	45,121	44,367
63.88%	63.33%	63.19%	62.77%	61.63%	59.87%
1,201	1,502	1,374	1,390	1,413	1,404
19	14	15	21	22	17
0	1	2	2	4	
3	4	2	1	1	3
905	1,409	2,301	2,758	2,574	2,220
594	785	607	424	460	492
15.1	13.5	13.7	12.6	14.0	11.5

Hollywood Coming to Toledo!



The Hollywood Casino in Toledo is scheduled to open on May 29, 2012.

Photo and caption courtesy of The Toledo Blade, credits to Dave Zapotosky.

General manager Richard St. Jean welcomes the media for a tour of the Hollywood Casino.

Photo and caption courtesy of The Toledo Blade, credits to Dave Zapotosky.



Penn National Gaming, Inc. will hold a grand opening on May 29, 2012 for its \$250 million dollar "Hollywood Casino Toledo". The new facility boasts up to 3,000 slot machines, 80 gaming tables and 20 poker tables, a parking garage with 2,500 parking spaces, food and beverage outlets, and an entertainment lounge on its 44 acre site. Penn National estimated that 1,000 temporary jobs were created during construction of the facility, and approximately 1,100 permanent casino positions. Under the provisions of the Constitutional amendment, a portion of gross revenue generated by casinos is distributed to all eighty-eight counties in Ohio in proportion to each county's population at the time of the distribution.



ANITA LOPEZ

Lucas County Auditor

One Government Center, Suite 600
Toledo, OH 43604-2255

For questions, please call:
Department of Education and Outreach
(419) 213-4406

www.co.lucas.oh.us/Auditor



Dave Yost • Auditor of State

LUCAS COUNTY FINANCIAL CONDITION

LUCAS 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
SEPTEMBER 4, 2012