

HANCOCK COUNTY, OHIO

SUPPLEMENTAL REPORTS

FOR THE YEAR ENDED
DECEMBER 31, 2012

CHARITY A. RAUSCHENBERG, CPA, COUNTY AUDITOR



Dave Yost • Auditor of State

Board of Commissioners
Hancock County
300 S. Main Street
Findlay, Ohio 45480

We have reviewed the *Independent Auditor's Report* of Hancock County, prepared by Julian & Grube, Inc., for the audit period January 1, 2012 through December 31, 2012. 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. Hancock 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

July 25, 2013

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HANCOCK COUNTY

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HANCOCK COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	(A) CASH FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE			
PASSED THROUGH THE			
OHIO DEPARTMENT OF EDUCATION:			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561	G-1213-110047	\$ 242,414
Total U.S. Department of Agriculture			242,414
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Passed Through Ohio Department of Development:</i>			
Community Development Block Grants/State's Program	14.228	B-F-10-1BC-1	19,000
Community Development Block Grants/State's Program	14.228	B-F-11-1BC-1	94,000
Community Development Block Grants/State's Program	14.228	B-Z-08-1BC-1	274,151
Community Development Block Grants/State's Program	14.228	B-E-11-1BC-1	405,000
(B) Community Development Block Grants/State's Program	14.228	N/A	16,225
Total Community Development Block Grants/State's Program			808,376
Total U.S. Department of Housing and Urban Development			808,376
U.S. DEPARTMENT OF JUSTICE			
<i>Passed Through the Office of Criminal Justice Services:</i>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-JG-B01-6457	33,935
Crime Victim Assistance	16.575	2012-VAGENE-388	18,528
Crime Victim Assistance	16.575	2013-VAGENE-388	4,981
Total Crime Victim Assistance			23,509
Total U.S. Department of Justice			57,444
U.S. DEPARTMENT OF LABOR			
<i>Passed Through Ohio Department of Job and Family Services</i>			
Workforce Investment Act Cluster:			
(C) WIA Adult Program	17.258	2011-7132-1	93,453
(C) WIA Adult Program - Administration	17.258	2011-7132-1	16,084
Total WIA Adult Program			109,537
(C) WIA Youth Activities	17.259	2011-7132-1	207,661
(C) WIA Youth Activities - Administration	17.259	2011-7132-1	12,247
Total WIA Youth Activities			219,908
(C) WIA Dislocated Workers	17.260	2011-7132-1	54,667
(C) WIA Dislocated Worker Formula Grants	17.278	2011-7132-1	121,416
(C) WIA Dislocated Worker Formula Grants - Administration	17.278	2011-7132-1	18,682
Total WIA Dislocated Worker Formula Grants			140,098
Total Workforce Investment Act Cluster			524,210
WIA National Emergency Grants	17.277	2011-7132-1	100,000
Total U.S. Department of Labor			624,210
U.S. DEPARTMENT OF TRANSPORTATION			
<i>Passed Through Ohio Department of Transportation</i>			
Highway Planning and Construction	20.205	90487	19,803
Highway Planning and Construction	20.205	92065	8,868
Total Highway Planning and Construction			28,671
<i>Passed Through Ohio Department of Public Safety:</i>			
State and Community Highway Safety/ Alcohol Impaired Driving Countermeasures Incentive Grants I	20.600	HEVO-2012-32-00-00-00325-00	14,108
State and Community Highway Safety/ Alcohol Impaired Driving Countermeasures Incentive Grants I	20.600	HEVO-2013-32-00-00-00372-00	5,726
Total Highway Planning and Construction			19,834
Total U.S. Department of Transportation			48,505
U.S. ENVIRONMENTAL PROTECTION AGENCY			
<i>Passed Through N/A</i>			
(E) Brownfields Assessment and Cleanup Cooperative Agreements	66.818	N/A	51,328
Total U.S. Environmental Protection Agency			51,328

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HANCOCK COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	(A) CASH FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through Ohio Department of Education:</i>			
Special Education Cluster:			
(D) Special Education-Grants to States	84.027	066019-6BSF-2012-P	\$ 34,110
(D) Special Education-Grants to States	84.027	066019-6BSF-2013-P	16,973
Total Special Education-Grants to States			<u>51,083</u>
(D) Special Education - Preschool Grants	84.173	066019-PGS1-2012-P	8,381
(D) Special Education - Preschool Grants	84.173	066019-PGS1-2013-P	6,230
Total Special Education - Preschool Grants			<u>14,611</u>
Total Special Education Cluster			<u>65,694</u>
(G) Race to the Top - Early Learning Challenge	84.412A	3FRO-12-103-02-007	4,000
Total U.S. Department of Education			<u>69,694</u>
U.S. ELECTION ASSISTANCE COMMISSION			
<i>Passed Through Ohio Secretary of State:</i>			
(E) Help America Vote Act Requirements Payments	90.401	N/A	7,775
Total U.S. Election Assistance Commission			<u>7,775</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities:</i>			
(I) Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	32-0032-SPFSIG-P-12-1179	60,679
(I) Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	32-0032-SPFSIG-P-13-1179	16,671
Total Substance Abuse and Mental Health Services_Projects of Regional and National Significance			<u>77,350</u>
Promoting Safe and Stable Families	93.556	G-1213-110047	27,280
Temporary Assistance for Needy Families	93.558	G-1213-110047	939,282
Child Support Enforcement	93.563	G-1213-110047	472,753
Child Care and Development Cluster:			
(F) Child Care and Development Block Grant	93.575	G-1213-110047	32,801
(F) Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	G-1213-110047	12,939
Total Child Care and Development Cluster			<u>45,740</u>
Child Welfare Services_State Grants	93.645	G-1213-110047	37,308
Foster Care_Title IV-E	93.658	G-1213-110047	676,241
Adoption Assistance	93.659	G-1213-110047	86,885
Social Services Block Grant	93.667	G-1213-110047	583,088
(E), (G) Social Services Block Grant	93.667	N/A	43,964
(E), (H) Social Services Block Grant	93.667	N/A	45,802
Total Social Services Block Grant			<u>672,854</u>
Chafee Foster Care Independence Program	93.674	G-1213-110047	280
(E), (G) Children's Health Insurance Program	93.767	G-1213-110047	1,034
Children's Health Insurance Program	93.767	N/A	610
Total Children's Health Insurance Program			<u>1,644</u>
Medical Assistance Program:			
Medical Assistance Program	93.778	G-1213-110047	190,423
Medical Assistance Program	93.778	G-1213-110047	782
(E), (G) Medical Assistance Program	93.778	N/A	16,791
(E), (H) Medical Assistance Program	93.778	N/A	89,955
Total Medical Assistance Program			<u>297,951</u>
(E), (G) Block Grants for Community Mental Health Services	93.958	N/A	46,329
(I) Block Grants for Prevention and Treatment of Substance Abuse	93.959	32-2947-CMMCO-P-12-9946	14,142
(I) Block Grants for Prevention and Treatment of Substance Abuse	93.959	32-2947-CMMCO-P-13-9946	14,347
(E), (I) Block Grants for Prevention and Treatment of Substance Abuse	93.959	N/A	218,138
Total Block Grants for Prevention and Treatment of Substance Abuse			<u>246,627</u>
Total U.S. Department of Health and Human Services			<u>3,628,524</u>

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HANCOCK COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2012

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	(A) CASH FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF HOMELAND SECURITY			
<i>Passed Through Ohio Emergency Management Agency</i>			
Disaster Grant - Public Assistance	97.036	FEMA-1720-DR-063-99063	\$ 151,252
Disaster Grant - Public Assistance	97.036	FEMA-1720-DR-063-0C45A	97,823
Total Disaster Grant - Public Assistance			<u>249,075</u>
Emergency Management Performance Grants	97.042	EMW-2011-EP-00003-S01	40,949
Emergency Management Performance Grants	97.042	EMW-2012-EP-00004-S01	10,883
Total Emergency Management Performance Grants			<u>51,832</u>
Homeland Security Grant Program	97.067	2009-SS-T9-0089	85,248
Homeland Security Grant Program	97.067	EMW-2011-SS-0070	22,468
Total Homeland Security Grant Program			<u>107,716</u>
Total U.S. Department of Homeland Security			<u>408,623</u>
Total Federal Financial Assistance			<u>\$ 5,946,893</u>

(A) This schedule was prepared on the cash basis of accounting.

(B) The County has established a revolving loan program to provide low-interest loans to businesses to create jobs for persons from low-moderate income households. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the County passed through the Ohio Department of Development. The initial loan of this money is recorded as a disbursement on this schedule. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on this schedule. These loans are collateralized by mortgages on the property. The County did not incur any administrative costs during 2012.

Activity in the Community Development Block Grant revolving loan fund during 2012 is as follows:

Beginning loans receivable balance as of January 1, 2012	\$ 474,031
Loans Disbursed	415,000
Loans Repaid	(73,686)
Ending loans receivable balance as of December 31, 2012	<u>\$ 815,345</u>
Cash balance on hand as of December 31, 2012	\$ 163,618
Delinquent amounts due as of December 31, 2012	\$ -

- (C) Included as part of the "Workforce Investment Act Cluster" in determining major programs.
- (D) Included as part of the "Special Education Cluster" in determining major programs.
- (E) Pass-through grant numbers were unable to be obtained for these grants.
- (F) Included as part of the "Child Care and Development Cluster" in determining major programs.
- (G) This portion of the grant was passed through Ohio Department of Mental Health.
- (H) This portion of the grant was passed through Ohio Department of Developmental Disabilities.
- (I) This portion of the grant was passed through Ohio Department of Alcohol and Drug Addiction Services.



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Independent Auditor's Report on Internal Control over Financial Reporting and
on Compliance and Other Matters Required by *Government Auditing Standards***

Hancock County
300 South Main Street
Findlay, Ohio 45840

To the Board of Commissioners:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, 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 Hancock County, Ohio, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Hancock County's basic financial statements and have issued our report thereon dated June 25, 2013, wherein we noted as discussed in Note 3, Hancock County adopted Governmental Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*. Our report refers to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Our report refers to other auditors who audited the financial statements of the Hancock Community Housing, Inc., a discretely presented component unit, as described in our report on Hancock County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that those auditors separately reported. Other auditors audited the financial statements of the Blanchard Valley Industries, a discretely presented component unit, as described in our report on Hancock County's financial statements. The financial statements of Blanchard Valley Industries were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered Hancock County's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of Hancock County's internal control. Accordingly, we have not opined on it.

Board of Commissioners
Hancock County

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

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

Compliance and Other Matters

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

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of Hancock County's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering Hancock County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Julian & Grube, Inc.
June 25, 2013



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

**Independent Auditor's Report on Compliance With Requirements Applicable
to Each Major Federal Program and on Internal Control Over Compliance
Required by OMB Circular A-133 and the Schedule of
Expenditures of Federal Awards**

Hancock County
300 South Main Street
Findlay, Ohio 45840

To the Board of Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Hancock County's compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of Hancock County's major federal programs for the year ended December 31, 2012. The *Summary of Audit Results* in the accompanying schedule of findings identifies Hancock County's major federal programs.

Management's Responsibility

Hancock County's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to opine on Hancock County's compliance for each of Hancock County's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about Hancock County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on Hancock County's major programs. However, our audit does not provide a legal determination of Hancock County's compliance.

Board of Commissioners
Hancock County

Opinion on Each Major Federal Program

In our opinion, Hancock County complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended December 31, 2012.

Report on Internal Control over Compliance

Hancock County's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered Hancock County's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of Hancock 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, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program's compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our tests of internal control over compliance and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

Board of Commissioners
Hancock County

Report on the Schedule of Expenditures of Federal Awards

We have also 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 Hancock County as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Hancock County's basic financial statements. We issued our unmodified report thereon dated June 25, 2013, wherein we noted as discussed in Note 3, Hancock County adopted Governmental Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion also explained that the aggregate discretely presented component units were audited by other auditors. We conducted our audit to opine on Hancock County's basic financial statements. The accompanying schedule of expenditures of federal awards presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Julian & Grube, Inc.
June 25, 2013

HANCOCK COUNTY
SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
DECEMBER 31, 2012

1. SUMMARY OF AUDITORS' RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under §.510(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs:</i>	Temporary Assistance for Needy Families, CFDA #93.558; Child Support Enforcement, CFDA #93.563; Social Services Block Grant, CFDA #93.667
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS AND QUESTIONED COSTS

None

HANCOCK COUNTY, OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2012

HANCOCK COUNTY, OHIO

Comprehensive Annual Financial Report

For the Year Ended
December 31, 2012



Charity A. Rauschenberg, CPA
Hancock County Auditor

Prepared by the Hancock County Auditor's Office

INTRODUCTORY SECTION

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HANCOCK COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2012

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HANCOCK COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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HANCOCK COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Hancock County AUDITOR



CHARITY A. RAUSCHENBERG

COURTHOUSE • 300 S. MAIN STREET • FINDLAY, OHIO 45840
PHONE (419) 424-7015 FAX (419) 424-7825

June 25, 2013

To the Citizens of Hancock County
and to The Board of County Commissioners:
The Honorable Phillip Riegle,
The Honorable Mark Gazarek, and
The Honorable Brian Robertson

As Auditor of Hancock County, I am pleased to present the County's Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2012. This report conforms to accounting principles generally accepted in the United States of America (GAAP) and provides full and complete disclosure of the financial position and operations of the County.

Management assumes full responsibility for the completeness and reliability of the information contained in this report based upon a comprehensive framework of internal controls that it has established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Included in this report, at the front of the financial section, is an unmodified opinion on Hancock County's financial statements for the year ended December 31, 2012, rendered by Julian & Grube, Inc. This Independent Auditor's Report, found on page one of the Financial Section, provides assurance that the financial statements are free of material misstatements.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Accountant's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of Hancock County

Hancock County was established and organized in 1820. The name Hancock was chosen in honor of the first signer of the Declaration of Independence, John Hancock. The County is located in northwestern Ohio abutting Hardin, Putnam, Seneca, Wood, and Wyandot counties in Ohio. It is approximately forty-five miles south of the City of Toledo and one hundred ten miles north of the City of Dayton. As a result of this location, in the so-called "I-75 Corridor", the County has been able to take advantage of its proximity to major population centers, its access to major transportation routes, and its rural location to create strong business and industrial growth. A number of major distribution centers have been constructed and opened in the County because of its location. The location of suppliers and related businesses in the County has been fostered by the presence of large facilities in Ohio, Michigan, and Kentucky, all of which are located close to I-75.

The County's 2010 census population of 74,782 placed it as the 35th most populous of the State's eighty-eight counties. The City of Findlay (the "City"), which is the County seat, has an estimated 2010 population of 41,202 and is the largest municipality in the County. In addition to the City, there is a portion of one other city, eleven villages or portions of villages, and seventeen townships located within the County.

The County's area is approximately five hundred thirty-two square miles broken down by land use as follows:

	Percent of Assessed Valuation for Real Property
Residential	67.03%
Commercial/Industrial	20.88
Public Utility	0.06
Governmental (including parks) and Other Tax Exempt	(a)
Agricultural	12.03

(a) Exempt from property taxation.

Cities and villages in the County provide various services pursuant to statutory authorizations and the constitutional grant to municipal corporations of "all powers of local self government". Among the services provided and powers generally exercised by cities and villages (and to some extent by townships) are public safety including police and fire, construction, maintenance and repair of streets and sidewalks, certain sanitation and health activities, recreation including parks, playgrounds and swimming pools, certain public service enterprises such as water and sewer systems, airports, and hospitals, and certain planning and zoning functions.

The County nonetheless has significant responsibilities in the areas of general government, administration of justice, road and bridge maintenance, health care, sanitation and public welfare, social services, and public assistance.

Educational services are provided by the various quality school districts within the County.

The Hancock Park District provides exceptional park and recreation facilities and programs for the County.

One daily newspaper serves the County. The County is within the broadcast area of five television stations and approximately twenty AM and FM radio stations. Time Warner Cable provides multi-channel cable television service including educational, governmental, and public access channels in the County's area.

The County is directly served by Blanchard Valley Regional Health Center, a one hundred fifty bed acute-care hospital located in the City, and one of the largest general hospitals in northwest Ohio. Blanchard Valley Health System is one of the largest employers in the area with 2,100+ associates and serves an eight-county area, which includes Hancock, Allen, Putnam, Henry, Wood, Seneca, Wyandot, and Hardin Counties. The Health Center is presently owned and operated by Blanchard Valley Health Association, a private nonprofit corporation. The County owns the land of the Health Center.

The County's area has a number of institutions of higher education. The University of Findlay, a four-year institution, has an approximate enrollment of 5,000 students. Owens Community College, Brown Mackie College and Winebrenner Theological Seminary all have campuses located in the County and account for enrollment of over 3,500 students. Within commuting distance to the County are numerous public and private two-year and four-year colleges and universities, including Bowling Green State University, University of Toledo, James A. Rhodes State College, The Ohio State University-Lima Branch, Tiffin University, Ohio Northern University, Bluffton College, Heidelberg College, and University of Northwestern Ohio.

The Findlay Area Arts Partnership coordinates the activities of 14 member organizations in the fields of theater, art, music, and literature. It brings The Toledo Symphony and other nonresident artists, poets, writers, and dancers into area schools and annually sponsors the Findlay Art Walk in downtown Findlay.

The Findlay-Hancock County Public Library serves the County with the main library, two branches, and a bookmobile. Its collection includes well over 200,000 catalogued items. The Hancock Historical Center preserves the history of the area.

Major railroads serving the County include Conrail, Norfolk, and Southern. One interstate highway, and 12 State and U.S. highways that serve the County enable trucking companies to provide motor freight carrier service between the County and various points throughout the United States. In addition, the County has constructed a connector road between the Tall Timber International Industrial Park and I-75. This road serves as the first leg of a by-pass around the City and will open approximately 500 acres of land to development.

The County is served by the Findlay Airport, located in the City. Commercial air service is available at airports of the cities of Cleveland, Columbus, Toledo, Dayton, and Detroit, all less than a two-hour drive from the County.

The County has only those powers conferred upon it by Ohio statutes. The County is governed by a three member Board of County Commissioners. The Commissioners serve as the taxing authority, the contracting body, and the chief administrators of public services for the County. The Commissioners adopt the annual operating budget and prepare the annual appropriation resolution for expenditures of all County funds.

The Board of County Commissioners, by statute, adopts an annual appropriation measure for the County on or before the first day of January. All disbursements or transfers of cash between funds require appropriation authority from the County Commissioners. Budgets are controlled at the object level within a department or fund. The department head or the County Commissioners approve the purchase orders and the Auditor encumbers the funds. Any purchase order that exceeds the available appropriation is rejected until additional appropriation authority is secured. A computerized certification system allows the Auditor's Office to ascertain the status of a department's appropriation prior to authorizing additional purchases from a particular account.

The County Auditor serves as Chief Fiscal Officer for the County. No county contract or obligation may be made without the Auditor's certification that funds for that contract or obligation have been lawfully appropriated and are available for payment or are in the process of collection. As Chief Assessing Officer for the County, the Auditor is responsible for determining the fair market value on real estate for property tax purposes, establishing tax rates, and maintaining property record information. In addition, the Auditor serves as the County Sealer of Weights and Measures.

The County Treasurer is the custodian of all County funds and is responsible for collecting all tax monies and applying payments to the appropriate tax accounts. The Treasurer is also responsible for investing all County funds under the guidelines specified by Ohio law. Other elected officials serving four-year terms are the Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, and Clerk of Courts. Three Common Pleas Judges, one designated as Probate/Juvenile Judge, are elected to six-year terms.

For financial reporting purposes, the County includes all funds, agencies, boards, and commissions making up Hancock County (the Primary Government) and its component units in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14 “The Financial Reporting Entity” and GASB Statement No. 39 “Determining Whether Certain Organizations Are Component Units - an amendment to GASB Statement No. 14”. The County’s primary government includes the financial activities of the Hancock County Board of Alcohol, Drug, and Mental Health Services, the Board of Developmental Disabilities, the Job and Family Services Department, and all departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations which are fiscally dependent on the County or for which the County is financially accountable. The Blanchard Valley Industries and Hancock Community Housing, Inc. have been included as discretely presented component units.

The Joint Board of County Commissioners for the Blanchard River Stream Enhancement Project, the West Central Partnership, Inc., Hancock Regional Planning Commission, the Blanchard Valley Port Authority and Metropolitan Housing Authority are jointly governed organizations. The County participates in the Midwest Pool Risk Management Agency, Inc. and the Midwest Employee Benefit Consortium, which are insurance pools. The County Park District and the Findlay-Hancock County Public Library are related organizations.

The County serves as fiscal officer and custodian of funds, but is not financially accountable for, the Hancock County General Health Department, the Hancock County Soil and Water Conservation District, Hancock Regional Planning Commission, and the Local Emergency Planning Commission whose activities are included as agency funds. The County Park District participates in the County’s investment pool.

A complete discussion of the County’s reporting entity is provided in Note 1.

Local Economy

Hancock County is home to many large, global companies such as Marathon Petroleum Corporation, Whirlpool Corporation, and Cooper Tire & Rubber Company. It is an economically sound community not only because of these larger employers, but also because of the diverse base of the smaller, local employers. Hancock County appeals to both large and small employers because of the broad focus on all aspects of economic development.

Values continued to remain stable over the last ten years, despite the loss of tangible personal property values. Most of this growth is related to additional real property and increased values within the County. The number of homes offered for sale in the County continued to saturate the real estate market in 2012, thus creating competition among sellers. The result was an active housing market where the average sales price for residential property was \$138,518 in 2012, an increase of 5.48 percent from 2010.

Personal incomes in Hancock County increased by \$745 million, or 33.5 percent over the last ten years. Hancock County is consistently ranked among the top counties in the State for the lowest unemployment rate; we ranked 10th out of 88 counties for 2012. As of December 31, 2012, Hancock County, at 6.1 percent unemployment, still remains under the State average of 6.7 percent.

Employment in Hancock County grew at several major industries last year and held stable among most of the rest. Hiring at Nissin Brake and G.S.W. Manufacturing increased due to a surge in the automotive industry. Nissin, which makes brake systems, engine mount brackets and castings for Honda Motor Corporation, added 200 employees. G.S.W., which manufactures wiring harnesses for various automotive industries, including Toyota, added 25 employees. Marathon Petroleum Company, which added 100 jobs in 2011 after splitting their oil and petroleum divisions, continued to experience growth and added another 100 jobs in 2012. Advanced Drainage Systems (ADS) is the world's largest producer of corrugated plastic pipe. They also produce other products for use in water management systems in sports stadiums, highways, building complexes, and public infrastructure. ADS is preparing for the Utica shale boom and growing commercial storm water and sewer markets by investing millions of dollars to expand and modernize production at various facilities. Ball Corporation's Findlay plant, their largest manufacturing facility, anticipates adding 30 jobs and a \$14.6 million investment in equipment and machinery.

Cooper Tire & Rubber Company added 110 employees in technical and project management positions in 2012. Findlay serves as home to the corporate headquarters, one of the manufacturing plants, and a regional technical center. In July 2012, the U.S. Department of Agriculture awarded a \$6.9 million grant to Cooper Tire & Rubber Company and its consortium partners for research efforts aimed at developing enhanced manufacturing processes, testing and utilizing guayule natural rubber as raw material in tires, and evaluating the remaining biomass of the guayule plant as a source of bio-fuel for use in transportation. According to Cooper Tire & Rubber Company's Vice President of Global Technology, Chuch Yurkovich, "By partnering with the consortium members, we will significantly decrease the time necessary to bring this technology to commercialization for the industry. The goal of this effort is to decrease our reliance on off-shore raw materials while creating new jobs for American workers."

In early 2013, Cooper Tire & Rubber Company also won a \$2.8 million state grant to assist with locating its first worldwide technology center on the second floor of its existing regional technical center in Findlay, Ohio. By mid-2013, Cooper Tire & Rubber Company and Apollo Tyre entered into an Agreement and Plan of Merger that would convert Cooper Tire & Rubber Company from a publicly traded company to a privately held (surviving) subsidiary of Apollo Tyre. On June 12, 2013, Cooper Tire & Rubber Company filed documents with the United States Securities and Exchange Commission detailing the proposed merger. The merger is expected to be complete by the end of 2013.

Long-Term Financial Planning

Hancock County management has been committed to maintaining, at a minimum, a year end cash balance of \$2.5 million in the General Fund. This level of cash balance was achieved for the 2012 year-end. A voter-approved increase in local sales tax went into effect on January 1, 2010. The increase generates an additional one-quarter percent (1/4%) of sales tax revenue for general fund operations.

The Commissioners established a Budget Stabilization Fund in 2010; the fund is only an insulator against short-term economic changes and, because of the limitations imposed by the Ohio Revised Code, could not reasonably protect an entity from long-term economic factors. The Commissioners chose a proactive management approach by requesting quarterly meetings with the Budget Commission to review revenue. The Budget Commission members are the County Prosecutor, Treasurer and Auditor. If actual revenue falls below the estimates, the Budget Commission has the statutory authority to decrease the revenue estimates. As the revenue estimates are decreased, the appropriations may also need to be decreased so they are at or below the revenue estimates. The Commissioners have reduced appropriations in the past to keep pace with the revenue estimates and end the year with a minimum cash balance of \$2.5 million in the General Fund.

The County refinanced several long-term bonded debt obligations in 2013. The combined savings exceeded \$460,000 for the life of the bonds. Refinancing is an important part of financial planning because the opportunity for long-term savings is controlled by current interest rates, issuance costs, callability of the existing bonds, and marketability of the new bonds. The County will continue to look for and assess refinancing opportunities in the future.

The elected officials in the County continue to work together to establish a long-term operating plan. This plan will provide a decision-making tool to assist County officials with management decisions both presently and into the future. However, as with any long-term plan, constant monitoring and assessments must be done to ensure the plan remains viable. As economic and other factors change, Hancock County elected officials understand the need to investigate, plan, and respond in a manner that maintains the high level of services necessary to provide to the community.

Relevant Financial Policies

It is the County's policy to ensure that current year revenues are sufficient to fund current year expenditures without the use of non-recurring revenues. Expenditures are set based upon available revenues with the County Commissioners determining the level of funding for each department or office within the primary government.

The County Treasurer manages the investment of County funds by adhering to the Investment Policy that has been approved by the County's Investment Advisory Committee. Any financial institution that holds County funds must also agree to the requirements of this policy. This policy details the objectives and allowable rules for the safekeeping of County funds.

The County Auditor's capital assets policy is designed to provide accountability and internal controls for the County's capital asset reporting. The Auditor's Office assists departments in gathering and maintaining information for the preparation of financial statements.

Major Initiatives

Flooding isn't an isolated problem; it can affect farmers, homeowners, and business owners alike. Hancock County residents recognized the long-term effects flooding can have on a community and were committed to finding a solution. Through a voter-approved sales tax, the County spent \$3 million on a flood study. An additional \$3 million of funding for the flood study came from the U.S. Army Corps of Engineers. The \$6 million preferred flood-control plan is expected to be released by mid-2013. After the release of the plan, the County will be required to obtain an environmental review which is estimated to cost an additional \$3 million. Local leaders requested the U.S. Army Corps of Engineers contribute \$1.5 million (half) of the environmental review. The additional funding from the U.S. Army Corps of Engineers is being sought through federal appropriations. In the interim, the County and local leaders are committed to mitigate flooding by continuing to purchase flood-prone properties, reconstructing (raising) bridges that impede flood water flow, and cleaning the Blanchard River.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Hancock County for its comprehensive annual financial report for the year ended December 31, 2011. The Certificate of Achievement is a prestigious national award received for conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an efficiently organized Comprehensive Annual Financial Report that is both easy to read and satisfies all program standards. Such a report must also conform to generally accepted accounting principles and comply with applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements and we are submitting this report to GFOA.

The preparation of this report could not have been accomplished without the assistance and cooperation of every County elected office, department head, and their staff. The staff of the Auditor's Office works diligently each year to ensure accuracy and accountability in the financial report for Hancock County. I would like to thank my fiscal staff, Heather Pendleton, Julie Smith, Nancy Hiatt, Chelsi Tiell, and Joyce Stall for their dedication and service. I am grateful to the County Commissioners for their continued support through adequate funding of the CAFR.

Respectfully submitted,

A handwritten signature in cursive script that reads "C. A. Rauschenberg".

Charity A. Rauschenberg, CPA
Hancock County Auditor

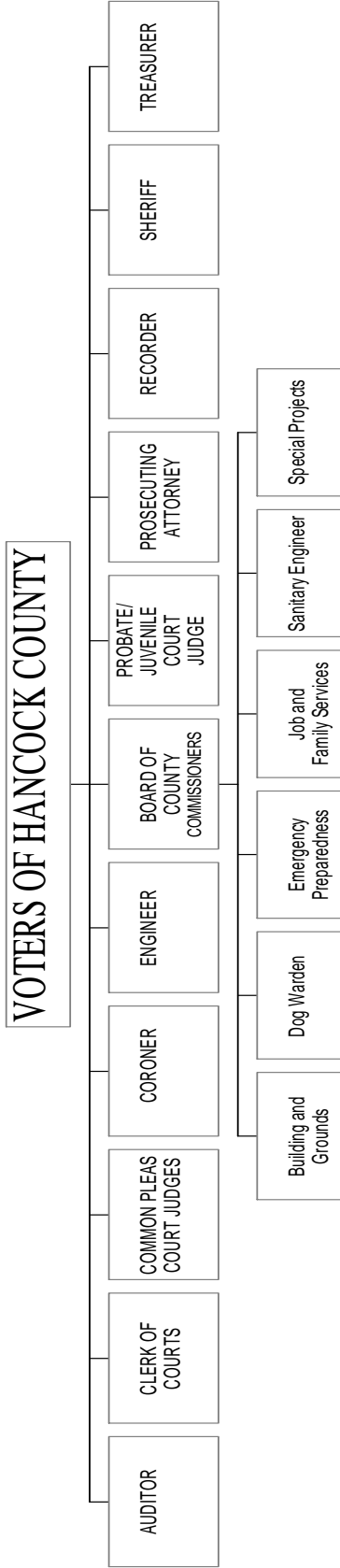
HANCOCK COUNTY, OHIO
ELECTED OFFICIALS
DECEMBER 31, 2012

COMMISSIONERS	Phillip A. Riegle Edward D. Ingold ⁽¹⁾ Emily A. Walton, DVM ⁽²⁾
AUDITOR	Charity A. Rauschenberg, CPA
CORONER	Dr. Mark R. Fox
ENGINEER	Christopher O. Long, P.E., P.S.
PROSECUTING ATTORNEY	Mark Miller
RECORDER	Nikki G. Beltz
SHERIFF	Michael E. Heldman
TREASURER	J. Steve Welton
CLERK OF COURTS	Cathy Prosser-Wilcox
COMMON PLEAS COURT JUDGES	Joseph H. Niemeyer Reginald J. Routson
PROBATE/JUVENILE COURT JUDGE	Allan H. Davis

⁽¹⁾ Effective January 1, 2013, Mark D. Gazarek became a commissioner.

⁽²⁾ Effective January 1, 2013, Brian J. Robertson became a commissioner.

HANCOCK COUNTY GOVERNMENT ORGANIZATIONAL CHART



Appointed Boards and Commissions; Statutory Boards and Commissions; or County provides space or gives financial support:

AGRICULTURAL SOCIETY	ALCOHOL, DRUG & MENTAL HEALTH BOARD	BLANCHARD VALLEY INDUSTRIES	BOARD OF ELECTIONS	BOARD OF DEVELOPMENTAL DISABILITIES	BOARD OF TAX REVISION
BUDGET COMMISSION	CHILDREN'S SERVICES BOARD	COMMUNITY IMPROVEMENT COMMISSION	COMMUNITY JUSTICE CENTER	DATA PROCESSING BOARD	DISASTER SERVICES HAZMAT
EDUCATIONAL SERVICE CENTER	FAMILY FIRST COUNCIL	HANCOCK SOIL & WATER CONSERVATION DISTRICT	HANCOCK SOLID WASTE MANAGEMENT DISTRICT	HEALTH DEPARTMENT	RECYCLING & LITTER PREVENTION
MENTAL HEALTH BOARD	MICROFILM BOARD	OHIO STATE COOPERATIVE EXTENSION SERVICE	PARK DISTRICT	PUBLIC DEFENDER COMMISSION	RECORDS COMMISSION
REGIONAL PLANNING COMMISSION	TAX INCENTIVE REVIEW COUNCIL	VETERANS COMMISSION			

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hancock County
Ohio

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

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



Christopher P. Maxwell

President

Jeffrey R. Emer

Executive Director

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FINANCIAL SECTION

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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Board of Commissioners
Hancock County
300 South Main Street
Findlay, Ohio 45840

Report on the Financial Statements

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 Hancock County, Ohio, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise Hancock County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We did not audit the financial statements of the Blanchard Valley Industries and Hancock Community Housing, Inc., Hancock County's discretely presented component units, which represent 100%, 100%, and 100%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to use, and our opinion, insofar as it relates to the amounts included for Blanchard Valley Industries and Hancock Community Housing, Inc., is based solely on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement. The other auditors audited the financial statements of Blanchard Valley Industries in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to Hancock County's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of Hancock County's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Independent Auditor's Report
Hancock County

Opinions

In our opinion, based on our audit and the report of 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 Hancock County, Ohio, as of December 31, 2012, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund and Major Special Revenue Funds: Motor Vehicle License and Gas Tax Fund, Alcohol, Drug and Mental Health Fund, Job and Family Services Fund and Board of Developmental Disabilities Fund, thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2012, Hancock County adopted new accounting guidance in Governmental Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on Hancock County's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and is not a required part of the basic financial statements.

The financial section's combining statements and individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Independent Auditor's Report
Hancock County

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2013, on our consideration of Hancock County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Hancock County's internal control over financial reporting and compliance.



Julian & Grube, Inc.
June 25, 2013

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HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2012 UNAUDITED

The management's discussion and analysis of Hancock County's financial performance provides an overview of the County's financial activities for the year ended December 31, 2012. The intent of this discussion and analysis is to look at the County's financial performance as a whole.

Using This Annual Report

This annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the County as a financial whole or as an entire operating entity. The statements also provide detail of the County's financial position.

The County's basic financial statements are comprised of three components: the County-wide financial statements, the fund financial statements, and the notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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.

The statement of net position presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference reported as net position. The statement of activities presents information showing how the County's net position changed during 2012. These statements are prepared using the accrual basis of accounting similar to the accounting method used by most private sector companies. This basis of accounting considers all of the current year's revenues and expenses, regardless of when the cash is received or paid.

The change in net position is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished from the prior year. Over time, these increases and/or decreases are indicators of whether the financial position is improving or deteriorating. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of the County's capital assets may also have an impact on the change.

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

Governmental Activities - Most of the County's programs and services are reported here, including general government legislative and executive and judicial, public safety, public works, health, human services, economic development, and conservation and recreation. Primarily taxes and intergovernmental revenues, including federal and state grants and other shared revenues, fund these services.

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Sanitary Landfill, Agricultural Service Center, and BMV One-Stop building are reported here.

Component Units - The County's financial statements include financial data of the Blanchard Valley Industries, Inc., and Hancock Community Housing, Inc. These component units are described in the notes to the financial statements. 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.

HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2012 UNAUDITED

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, enterprise funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental funds are the General Fund, Motor Vehicle and Gas Tax Fund, Alcohol, Drug, and Mental Health Fund, Job and Family Services Fund, Board of Developmental Disabilities Fund, Motor Vehicle and Gas Tax Capital Projects Fund and Flood Mitigation Fund.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds. The reporting focuses on how money flows into and out of the funds and the year end balances available for spending. These funds are reported on the modified accrual basis of accounting which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided.

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

The County maintains a multitude of individual governmental funds. Information is presented separately on the governmental fund balance sheet and on the governmental fund 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 non-major governmental funds is provided in the form of combining statements in this report.

Proprietary Funds - The County's proprietary funds use the accrual basis of accounting, the same as used for the business-type activities on the government-wide financial statements. The County uses enterprise funds to account for the Sanitary Landfill operations, the Agricultural Service Center, and the BMV One-Stop building. The County also maintains an internal service fund for the self insurance of workers' compensation.

Fiduciary Funds - Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected on the county-wide financial statements because the resources from these funds are not available to support the County's programs. The accounting method used for fiduciary funds is the accrual basis.

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided on the county-wide and fund financial statements.

Other Information - In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules.

HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2012
UNAUDITED

Government-Wide Financial Analysis

Table 1 provides a summary of the County's net position at December 31, 2012 and December 31, 2011. The net position at December 31, 2011 has been restated as described in Note 3.B.

Table 1
Net Position

	Governmental Activities 2012	Restated Governmental Activities 2011	Business-type Activities 2012	Restated Business-type Activities 2011	2012 Total	Restated 2011 Total
<u>Assets</u>						
Current and other assets	\$ 74,269,537	\$ 62,182,348	\$ 9,455,496	\$ 9,369,954	\$ 83,725,033	\$ 71,552,302
Capital assets, net	<u>103,068,966</u>	<u>102,489,059</u>	<u>11,162,926</u>	<u>11,388,929</u>	<u>114,231,892</u>	<u>113,877,988</u>
Total assets	<u>177,338,503</u>	<u>164,671,407</u>	<u>20,618,422</u>	<u>20,758,883</u>	<u>197,956,925</u>	<u>185,430,290</u>
<u>Deferred outflows of resources</u>	<u>215,039</u>	<u>252,741</u>	<u>56,712</u>	<u>64,814</u>	<u>271,751</u>	<u>317,555</u>
<u>Liabilities</u>						
Long-term liabilities outstanding	15,392,046	14,320,240	9,755,738	9,476,813	25,147,784	23,797,053
Other liabilities	<u>6,886,839</u>	<u>3,969,482</u>	<u>1,509,112</u>	<u>2,055,270</u>	<u>8,395,951</u>	<u>6,024,752</u>
Total liabilities	<u>22,278,885</u>	<u>18,289,722</u>	<u>11,264,850</u>	<u>11,532,083</u>	<u>33,543,735</u>	<u>29,821,805</u>
<u>Deferred inflows of resources</u>	<u>10,478,912</u>	<u>10,110,557</u>	<u>-</u>	<u>-</u>	<u>10,478,912</u>	<u>10,110,557</u>
<u>Net Position</u>						
Net investment in capital assets	94,389,841	92,923,553	5,058,899	4,595,937	99,448,740	97,519,490
Restricted	34,862,850	30,814,414	2,769,632	2,821,391	37,632,482	33,635,805
Unrestricted	<u>15,543,054</u>	<u>12,785,902</u>	<u>1,581,753</u>	<u>1,874,286</u>	<u>17,124,807</u>	<u>14,660,188</u>
Total net position	<u>\$ 144,795,745</u>	<u>\$ 136,523,869</u>	<u>\$ 9,410,284</u>	<u>\$ 9,291,614</u>	<u>\$ 154,206,029</u>	<u>\$ 145,815,483</u>

Current and other assets for governmental activities increased due an increase in equity in pooled and investments. The Board of Developmental Disabilities continued to have a significant cash balance from revenues collected in 2012 from a new 1.9 mill levy passed by the voters in 2005 and carryover cash balances being greater than expenses. The County also received proceeds from bond anticipation notes issued during 2012 that had not been spent at December 31, 2012. These increases are also reflected in restricted net assets. Capital assets increased due to significant purchases in land, buildings, equipment, vehicles and infrastructure. Other liabilities in the governmental activities increased due to an increase in accounts payable and notes payable December 31, 2012. Long-term liabilities increased due to a new bond anticipation note issued during the year.

Hancock County Commissioners contracted services to implement an energy savings program in 2008. This contract included replacing antiquated heating and cooling systems throughout the Courthouse, the jail facility, and a few other minor updates to ancillary County buildings. This project cost approximately \$2,000,000 and the liability will be paid over the next ten years. During 2009 the Alcohol, Drug and Mental Health Service Board opened a newly constructed apartment complex. This facility provides affordable, supervised housing for "at risk" individuals looking for a second chance. In 2011, the Commissioners purchased a vacant downtown building to house County offices displaced by the 2007 flood.

Changes in business-type activities were impacted by the acquisition of property for future expansion and equipment in the Sanitary Landfill department. Short-term notes were issued in the amount of \$1.5 million to fund these acquisitions.

HANCOCK COUNTY, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2012
UNAUDITED**

Table 2 shows the changes in net position for 2012 and 2011. The net position at December 31, 2011 has been restated as described in Note 3.B.

**Table 2
Changes in Net Position**

	Governmental Activities <u>2012</u>	Restated Governmental Activities <u>2011</u>	Business-type Activities <u>2012</u>	Restated Business-type Activities <u>2011</u>	<u>2012 Total</u>	Restated <u>2011 Total</u>
Revenues						
Program revenues:						
Charges for services and sales	\$ 8,348,338	\$ 7,701,507	\$ 5,098,570	\$ 5,448,423	\$ 13,446,908	\$ 13,149,930
Operating grants and contributions	25,075,069	25,453,629	-	-	25,075,069	25,453,629
Capital grants and contributions	2,470,485	833,784	-	-	2,470,485	833,784
Total program revenues	<u>35,893,892</u>	<u>33,988,920</u>	<u>5,098,570</u>	<u>5,448,423</u>	<u>40,992,462</u>	<u>39,437,343</u>
General revenues:						
Property taxes	10,402,150	10,076,361	-	-	10,402,150	10,076,361
Payment in lieu of taxes	262,583	281,109	-	-	262,583	281,109
Sales tax	11,961,333	13,052,962	-	-	11,961,333	13,052,962
Unrestricted grants	2,338,942	2,540,206	-	-	2,338,942	2,540,206
Investment earnings	329,234	394,368	4,440	221,147	333,674	615,515
Other	142,484	573,689	517,828	382,815	660,312	956,504
Total general revenues	<u>25,436,726</u>	<u>26,918,695</u>	<u>522,268</u>	<u>603,962</u>	<u>25,958,994</u>	<u>27,522,657</u>
Total revenues	<u>61,330,618</u>	<u>60,907,615</u>	<u>5,620,838</u>	<u>6,052,385</u>	<u>66,951,456</u>	<u>66,960,000</u>
Expenses						
Program Expenses:						
General government						
Legislative and executive	6,841,591	6,459,734	-	-	6,841,591	6,459,734
Judicial	3,893,158	3,597,729	-	-	3,893,158	3,597,729
Public safety	8,249,571	7,858,955	-	-	8,249,571	7,858,955
Public works	6,402,505	6,266,746	-	-	6,402,505	6,266,746
Health	17,473,464	18,013,828	-	-	17,473,464	18,013,828
Human services	8,703,980	8,768,914	-	-	8,703,980	8,768,914
Economic development	408,032	154,948	-	-	408,032	154,948
Conservation and recreation	492,030	408,057	-	-	492,030	408,057
Other	63,205	-	-	-	63,205	-
Interest and fiscal charges	531,206	613,666	-	-	531,206	613,666
Sanitary landfill	-	-	5,184,417	6,450,640	5,184,417	6,450,640
Agricultural service center	-	-	134,701	244,522	134,701	244,522
BMV one-stop	-	-	183,050	176,292	183,050	176,292
Total expenses	<u>53,058,742</u>	<u>52,142,577</u>	<u>5,502,168</u>	<u>6,871,454</u>	<u>58,560,910</u>	<u>59,014,031</u>
Change in net position	8,271,876	8,765,038	118,670	(819,069)	8,390,546	7,945,969
Net position at beginning of year (restated)	<u>136,523,869</u>	<u>127,758,831</u>	<u>9,291,614</u>	<u>10,110,683</u>	<u>145,815,483</u>	<u>137,869,514</u>
Net position at end of year	<u>\$ 144,795,745</u>	<u>\$ 136,523,869</u>	<u>\$ 9,410,284</u>	<u>\$ 9,291,614</u>	<u>\$ 154,206,029</u>	<u>\$ 145,815,483</u>

HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
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Charges for services includes fees for real estate transfers, fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licenses and permits. These increased \$646,831 due to an increase in conveyance fees, reimbursements and prisoner housing costs. Operating grants and contributions decreased 1.49% due mainly to a decrease in intergovernmental grants received by Job and Family Services and Board of Development Disabilities. Capital grants and contributions decreased due a decrease in funding for projects from the Ohio Department of Transportation.

General revenues decreased only slightly by \$1,481,969 or 5.51% in 2012. While property taxes increased due to better collections, sales taxes decreased to offset this.

The most significant changes in 2012 expenses occurred in the public works, human services and conservation and recreation. Public works decreased due to less money being spent by the engineers department. Human services decreased due to less money being spent by Job and Family Services. Conservation and recreation decreased due to a lower amount being spent on the National Emergency Grant.

Net position of the business-type activities increased due to decreased spending on contractual services in the Sanitary Landfill.

Table 3, for governmental activities, indicates the total cost of services and the net cost of services. The statement of activities reflects the cost of program services and the charges for services, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Table 3
Governmental Activities

	Total Cost of Services <u>2012</u>	Net Cost of Services <u>2012</u>	Total Cost of Services <u>2011</u>	Net Cost of Services <u>2011</u>
Program Expenses:				
General government				
Legislative and executive	\$ 6,841,591	\$ 2,652,466	\$ 6,459,734	\$ 3,040,020
Judicial	3,893,158	2,411,527	3,597,729	1,834,768
Public safety	8,249,571	6,273,403	7,858,955	6,119,867
Public works	6,402,505	(2,207,154)	6,266,746	(546,223)
Health	17,473,464	5,503,166	18,013,828	5,321,108
Human services	8,703,980	1,791,230	8,768,914	1,343,459
Economic development	408,032	(346,229)	154,948	18,935
Conservation and recreation	492,030	492,030	408,057	408,057
Other	63,205	63,205	-	-
Interest and fiscal charges	<u>531,206</u>	<u>531,206</u>	<u>613,666</u>	<u>613,666</u>
Total	<u>\$ 53,058,742</u>	<u>\$ 17,164,850</u>	<u>\$ 52,142,577</u>	<u>\$ 18,153,657</u>

HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2012 UNAUDITED

Charges for services provided for 51.19% of the costs of the legislative and executive program which represents costs associated with the general administration of County government including the County Commissioners, Auditor, Treasurer, Recorder, and Prosecuting Attorney. Charges for services (primarily fines and forfeitures) provided for 33.78% of the costs of the judicial program. This program represents costs associated with the administration of the County's court system including the Common Pleas, Probate, and Juvenile courts.

Program revenues exceeded costs for the public works program due to the capital contributions from the state and federal governments for capitalized assets.

The health and human services programs are principally funded from operating grants, contributions, and interest. The net cost of services represents property tax revenues or allocations from the General Fund. Health services consist of mental health and mental disability expenses. Human services include expenses for the Job and Family Services and Children Services departments.

Governmental Funds Financial Analysis

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. The County's major governmental funds are the General Fund, Motor Vehicle and Gas Tax Fund, Alcohol, Drug, and Mental Health Fund, Job and Family Services Fund, Board of Developmental Disabilities Fund, Motor Vehicle and Gas Tax Capital Projects Fund and Flood Mitigation fund.

The General Fund is the primary operating fund of the County. At the end of 2012, unassigned fund balance was \$3,166,506, while total fund balance was \$6,294,240. During 2012, the County's General Fund decreased \$610,880 due primarily to an increase in transfers to other funds.

The Motor Vehicle and Gas Tax Fund increased \$256,086 due primarily to an increase in expenditures.

The Alcohol, Drug, and Mental Health Fund's fund balance increased by \$410,570. This fund experienced a decrease in expenditures for salaries and benefits while revenues remained consistent from last year.

The increase in fund balance in the Job and Family Services Fund can be attributed to a large decrease in expenditures due to cut backs on other human service programs.

The Board of Developmental Disabilities Fund had an increase in fund balance in 2012. Revenues increased from prior year due to more grant revenue received than in 2011.

The fund balance of the Motor Vehicle and Gas Tax Capital Projects Fund increased due to the issuance of bond anticipation notes for the purpose of a salt barn and a service garage.

The Flood Mitigation Fund increased due to contributions from the City of Findlay as well as transfers from the General Fund.

Business-Type Activities Financial Analysis

The County's enterprise funds provide the same information found in the county-wide financial statements. The County's enterprise funds are the Sanitary Landfill, the Agricultural Service Center, and the BMV One-Stop Building.

The change in net position for the Sanitary Landfill Fund was not significant; contract services decreased significantly due to a decrease in services performed.

HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2012 UNAUDITED

The Agricultural Service Center fund had a decrease in operating expenses which lead to a increase in net position.

The BMV One-Stop enterprise funds reported a positive change in net position due to operating revenues exceeding operating expenses.

Budgetary Highlights

The County prepares an annual budget of revenues and expenditures/expenses for all funds of the County for use by County officials and department heads. By State statute, the Board of County Commissioners adopts the annual operating budget for the County effective the first day of January. Elected officials meet regularly to evaluate budget status and prioritize the capital needs of the County.

For the General Fund, the revenue and other financing sources were kept the same by Budget Commission from the original budget and the final budget. Actual receipts and other financing sources increased \$2,786,082 from the final budget. This increase was primarily the result of increases in sales taxes, charges for services and advances in which are budgeted by the County.

Appropriation changes from the original budget to the final budget were \$1,929,568 higher due to a large increase in transfers out. Actual expenditures and other financing uses were \$315,972 less than the final budget. While all expenditure line items showed positive variances, advances out increased \$574,063 since the County does not budget these amounts. The most significant changes in the expenditures were in the areas of legislative and executive, judicial and health. In legislative and executive, the most significant decrease from final budget to actual was in the building and ground maintenance. Contractual services and fringe benefits decreased due to conservative budgeting. In judicial, juvenile court showed the most significant decrease. In health, the health department showed decreases in personal services and fringe benefits.

Capital Assets and Debt Administration

Capital Assets - The County's investment in capital assets for governmental and business-type activities as of December 31, 2012, was \$103,068,966 and \$11,162,926, respectively, (net of accumulated depreciation). This investment in capital assets includes land and improvements, buildings and improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure.

For governmental activities, major capital asset additions in 2012 included land purchases, buildings and infrastructure. In business-type activities, the Landfill purchased adjoining land and purchased new equipment. Note 11 to the basic financial statements provides additional information regarding capital assets.

Debt - At December 31, 2012, the County had total general obligation bonded debt outstanding of \$11,727,667. Of this amount, \$4,572,962 will be repaid from business-type activities. Other outstanding debt included special assessment bonds of \$1,677,932, bond anticipation notes of \$2,500,000, OWDA loans of \$201,334, \$1,414,855 in other loans and OPWC loans of \$322,777.

Moody's has assigned an underlying rating of Aa3 and Standards & Poor's Corporation has assigned an underlying rating of AA- to the outstanding general obligation debt of the County.

In addition to the bonded debt, the County's long-term obligations include compensated absences and closure/postclosure costs. Notes 18 and 19 to the basic financial statements provide additional information regarding the County's debt.

HANCOCK COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2012 UNAUDITED

Current Issues

In 2012, the County recognized approximately \$544,000 in additional sales tax revenue on a cash basis. This increase was attributed to a variety of factors specific to 2012. First, several local companies and schools made improvements to their facilities which, as a by-product, generated additional sales tax revenue. Second, temporary workforce demands increased to such a degree that local companies utilized (taxable) temporary employment services to meet their needs. As of June 2013, the County has seen a slight downward trend in the sales tax revenue, as anticipated, due to the completion of the aforementioned projects.

In early 2013, the County Commissioners awarded a contract for the construction of a new Engineer's maintenance garage. The existing maintenance garage was undersized and could no longer meet the current needs of the Engineer's Office. Additionally, the garage sustained heavy damage during a windstorm in June of 2012. The County Commissioners and the Engineer collaborated to design a new maintenance garage which satisfies not only the immediate needs, but also the long-term needs of the Engineer's Office. This new maintenance garage provides a vehicle maintenance area, an oil-change pit, a welding area, indoor storage for vehicles, a break/conference room, restrooms, and several offices. The overall project advanced from the design phase to the construction phase rapidly, allowing a portion of the construction costs to be financed through bonds at a low, fixed interest rate.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Charity A. Rauschenberg, CPA, Hancock County Auditor, Courthouse, 300 South Main Street, Findlay, Ohio 45840.

**BASIC
FINANCIAL STATEMENTS**

HANCOCK COUNTY, OHIO

STATEMENT OF NET POSITION
DECEMBER 31, 2012

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and investments	\$ 48,948,005	\$ 1,397,026	\$ 50,345,031
Cash and cash equivalents in segregated accounts	184,724	5,113,964	5,298,688
Investments in segregated accounts	-	2,324,746	2,324,746
Receivables:			
Sales taxes	3,186,746	-	3,186,746
Real estate and other taxes	10,573,559	-	10,573,559
Accounts	349,349	520,184	869,533
Special assessments	2,292,826	-	2,292,826
Accrued interest	35,374	14,360	49,734
Payment in lieu of taxes	362,693	-	362,693
Loans receivable	815,346	-	815,346
Internal balance	17,346	(17,346)	-
Due from other governments	6,389,837	60,920	6,450,757
Materials and supplies inventory	620,276	41,228	661,504
Prepayments	410,767	414	411,181
Due from external parties	82,689	-	82,689
Deposits	-	-	-
Restricted cash	-	-	-
Capital assets:			
Land and construction in progress	35,585,376	1,699,699	37,285,075
Depreciable capital assets, net	67,483,590	9,463,227	76,946,817
Total capital assets, net	<u>103,068,966</u>	<u>11,162,926</u>	<u>114,231,892</u>
Total assets	<u>177,338,503</u>	<u>20,618,422</u>	<u>197,956,925</u>
Deferred outflows of resources:			
Unamortized deferred charges on debt refunding	215,039	56,712	271,751
Total deferred outflows of resources	<u>215,039</u>	<u>56,712</u>	<u>271,751</u>
Liabilities:			
Accounts payable	1,779,782	96,613	1,876,395
Accrued wages and benefits payable	1,095,082	53,509	1,148,591
Due to other governments	869,184	61,342	930,526
Due to external parties	-	9,170	9,170
Accrued interest payable	55,036	23,478	78,514
Claims payable	70,755	-	70,755
Notes payable	3,017,000	1,265,000	4,282,000
Unearned revenue	-	-	-
Accrued payroll taxes	-	-	-
Donation liability	-	-	-
Sales tax payable	-	-	-
Security deposits payable	-	-	-
Agency liability	-	-	-
Long-term liabilities:			
Due within one year	2,377,519	507,288	2,884,807
Due in more than one year	13,014,527	9,248,450	22,262,977
Total liabilities	<u>22,278,885</u>	<u>11,264,850</u>	<u>33,543,735</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	10,116,219	-	10,116,219
PILOTs levied for the next fiscal year	362,693	-	362,693
Total deferred inflows of resources	<u>10,478,912</u>	<u>-</u>	<u>10,478,912</u>
Total liabilities and deferred inflows of resources	<u>32,757,797</u>	<u>11,264,850</u>	<u>44,022,647</u>
Net position:			
Net investment in capital assets	94,389,841	5,058,899	99,448,740
Restricted for:			
Capital projects	1,700,732	-	1,700,732
Debt service	6,118,982	-	6,118,982
Legislative and executive	2,343,086	-	2,343,086
Judicial	778,649	-	778,649
Public safety	1,534,102	-	1,534,102
Public works	2,785,772	-	2,785,772
Health	17,652,895	-	17,652,895
Human services	561,704	-	561,704
Economic development	995,535	-	995,535
Closure/post closure costs	-	2,769,632	2,769,632
Temporarily restricted:			
Children in custody:			
Expendable	144,393	-	144,393
Nonexpendable	247,000	-	247,000
Unrestricted (deficit)	<u>15,543,054</u>	<u>1,581,753</u>	<u>17,124,807</u>
Total net position	<u>\$ 144,795,745</u>	<u>\$ 9,410,284</u>	<u>\$ 154,206,029</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Component Units

Blanchard Valley Industries		Hancock Community Housing, Inc.	
\$	141,806	\$	17,379
	-		-
	400,264		-
	-		-
	-		-
	92,214		-
	-		-
	-		-
	-		-
	-		-
	589		-
	61		255
	-		-
	419		-
	19,948		-
	-		111,854
	38,165		378,121
	38,165		489,975
	693,466		507,609
	-		-
	-		-
	6,372		1,775
	44,668		-
	-		-
	-		-
	-		-
	-		-
	-		134,907
	27,611		-
	227		-
	2,291		-
	1,325		-
	23,639		-
	-		30,312
	-		167,463
	106,133		334,457
	-		-
	-		-
	-		-
	106,133		334,457
	-		292,200
	-		-
	-		-
	-		-
	-		-
	-		-
	-		-
	-		-
	1,681		-
	-		-
	-		-
	585,652		(119,048)
\$	587,333	\$	173,152

HANCOCK COUNTY, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Program Revenues</u>			
	<u>Expenses</u>	<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
General government:				
Legislative and executive.	\$ 6,841,591	\$ 3,501,880	\$ 687,245	\$ -
Judicial.	3,893,158	1,315,269	166,362	-
Public safety.	8,249,571	1,159,519	816,649	-
Public works.	6,402,505	1,232,234	4,906,940	2,470,485
Health.	17,473,464	655,414	11,314,884	-
Human services.	8,703,980	356,522	6,556,228	-
Conservation and recreation.	492,030	-	-	-
Economic development and assistance.	408,032	127,500	626,761	-
Other.	63,205	-	-	-
Interest and fiscal charges.	531,206	-	-	-
Total governmental activities.	<u>53,058,742</u>	<u>8,348,338</u>	<u>25,075,069</u>	<u>2,470,485</u>
Business-type activities:				
Sanitary landfill.	5,184,417	4,663,577	-	-
Agricultural service center.	134,701	234,413	-	-
BMV one-stop.	183,050	200,580	-	-
Total business-type activities.	<u>5,502,168</u>	<u>5,098,570</u>	<u>-</u>	<u>-</u>
Totals.	<u>\$ 58,560,910</u>	<u>\$ 13,446,908</u>	<u>\$ 25,075,069</u>	<u>\$ 2,470,485</u>
Component units:				
Blanchard Valley Industries.	\$ 1,644,342	\$ 478,124	\$ 1,162,721	\$ -
Hancock Community Housing, Inc.	45,774	66,441	-	21,514
Total component units.	<u>\$ 1,690,116</u>	<u>\$ 544,565</u>	<u>\$ 1,162,721</u>	<u>\$ 21,514</u>

General revenues:

Property taxes levied for:

General fund.	
Health - Alcohol, Drug and Mental Health.	
Health - Board of Developmental Disabilities.	
Human services.	
County capital improvements.	
Payment in lieu of taxes.	
Sales taxes.	
Grants and entitlements not restricted to specific programs.	
Interest and dividends.	
Realized gain on sale of investments.	
Unrealized gain on investments.	
Miscellaneous.	

Total general revenues.

Change in net position.

Net position at beginning of year (restated).

Net position at end of year.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Blanchard Valley Industries	Hancock Community Housing, Inc.
\$ (2,652,466)	\$ -	\$ (2,652,466)	\$ -	\$ -
(2,411,527)	-	(2,411,527)	-	-
(6,273,403)	-	(6,273,403)	-	-
2,207,154	-	2,207,154	-	-
(5,503,166)	-	(5,503,166)	-	-
(1,791,230)	-	(1,791,230)	-	-
(492,030)	-	(492,030)	-	-
346,229	-	346,229	-	-
(63,205)	-	(63,205)	-	-
(531,206)	-	(531,206)	-	-
<u>(17,164,850)</u>	<u>-</u>	<u>(17,164,850)</u>	<u>-</u>	<u>-</u>
-	(520,840)	(520,840)	-	-
-	99,712	99,712	-	-
-	17,530	17,530	-	-
<u>-</u>	<u>(403,598)</u>	<u>(403,598)</u>	<u>-</u>	<u>-</u>
<u>(17,164,850)</u>	<u>(403,598)</u>	<u>(17,568,448)</u>	<u>-</u>	<u>-</u>
-	-	-	(3,497)	-
-	-	-	-	42,181
<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,497)</u>	<u>42,181</u>
1,815,717	-	1,815,717	-	-
1,755,907	-	1,755,907	-	-
5,756,026	-	5,756,026	-	-
798,381	-	798,381	-	-
276,119	-	276,119	-	-
262,583	-	262,583	-	-
11,961,333	-	11,961,333	-	-
2,338,942	-	2,338,942	-	-
329,234	4,440	333,674	12,579	-
-	-	-	14,582	-
-	-	-	14,714	-
142,484	517,828	660,312	4,093	-
<u>25,436,726</u>	<u>522,268</u>	<u>25,958,994</u>	<u>45,968</u>	<u>-</u>
8,271,876	118,670	8,390,546	42,471	42,181
<u>136,523,869</u>	<u>9,291,614</u>	<u>145,815,483</u>	<u>544,862</u>	<u>130,971</u>
<u>\$ 144,795,745</u>	<u>\$ 9,410,284</u>	<u>\$ 154,206,029</u>	<u>\$ 587,333</u>	<u>\$ 173,152</u>

HANCOCK COUNTY, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2012

	<u>General</u>	<u>Motor Vehicle and Gas Tax</u>	<u>Alcohol, Drug and Mental Health</u>	<u>Job and Family Services</u>
Assets:				
Equity in pooled cash and investments	\$ 5,942,378	\$ 244,121	\$ 1,188,610	\$ 250,457
Cash and cash equivalents in segregated accounts	-	-	-	-
Receivables:				
Sales taxes	3,186,746	-	-	-
Real estate and other taxes	1,991,480	-	1,776,955	-
Accounts	320,810	8,073	3,206	-
Special assessments	-	-	-	-
Accrued interest	31,033	-	-	-
Loans	8,169	-	-	-
Payment in lieu of taxes	-	-	-	-
Interfund loans	81,563	-	-	-
Due from other funds	10,887	23,379	-	44,130
Due from other governments	1,563,831	2,160,771	283,839	482,169
Due from external parties	82,533	156	-	-
Prepayments	297,184	610	34,804	17,924
Materials and supplies inventory	95,555	451,680	2,563	69,976
Total assets	<u>\$ 13,612,169</u>	<u>\$ 2,888,790</u>	<u>\$ 3,289,977</u>	<u>\$ 864,656</u>
Liabilities:				
Accounts payable	\$ 483,855	\$ 70,918	\$ 311,825	\$ 211,232
Accrued wages and benefits payable	524,488	85,244	19,149	116,184
Compensated absences payable	604	-	-	-
Due to other funds	16,033	1,956	-	2,262
Due to other governments	612,191	25,032	10,301	35,142
Interfund loans payable	-	-	-	-
Loans payable	-	-	-	-
Accrued interest payable	-	-	-	-
Notes payable	-	-	-	-
Total liabilities	<u>1,637,171</u>	<u>183,150</u>	<u>341,275</u>	<u>364,820</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	1,900,000	-	1,700,000	-
Delinquent property tax revenue not available	91,480	-	76,955	-
Accrued interest not available	21,810	-	-	-
Special assessments revenue not available	-	-	-	-
Miscellaneous revenue not available	444,792	10,349	2,080	21,732
PILOTs levied for the next fiscal year	-	-	-	-
Other nonexchange transactions not available	1,037,295	1,929,239	244,969	78,026
Sales taxes not available	2,185,381	-	-	-
Total deferred inflows of resources	<u>5,680,758</u>	<u>1,939,588</u>	<u>2,024,004</u>	<u>99,758</u>
Fund balances:				
Nonspendable	400,908	452,290	37,367	87,900
Restricted	-	313,762	887,331	312,178
Committed	84,812	-	-	-
Assigned	2,642,014	-	-	-
Unassigned (deficit)	3,166,506	-	-	-
Total fund balances (deficit)	<u>6,294,240</u>	<u>766,052</u>	<u>924,698</u>	<u>400,078</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 13,612,169</u>	<u>\$ 2,888,790</u>	<u>\$ 3,289,977</u>	<u>\$ 864,656</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Board of Developmental Disabilities	Motor Vehicle and Gas Tax Capital Projects	Flood Mitigation	Other Governmental Funds	Total Governmental Funds
\$ 14,428,748	\$ 5,318,543	\$ 8,210,169	\$ 13,344,979	\$ 48,928,005
-	-	-	184,724	184,724
-	-	-	-	3,186,746
5,875,312	-	-	929,812	10,573,559
1,700	-	-	15,560	349,349
-	-	-	2,292,826	2,292,826
-	-	-	4,341	35,374
-	-	-	815,346	823,515
-	-	-	362,693	362,693
-	-	-	-	81,563
-	-	-	2,216	80,612
1,354,774	-	-	544,453	6,389,837
-	-	-	-	82,689
15,438	-	-	44,807	410,767
502	-	-	-	620,276
<u>\$ 21,676,474</u>	<u>\$ 5,318,543</u>	<u>\$ 8,210,169</u>	<u>\$ 18,541,757</u>	<u>\$ 74,402,535</u>
\$ 134,293	\$ 8,755	\$ 12,585	\$ 546,319	\$ 1,779,782
260,126	-	-	89,891	1,095,082
-	-	-	-	604
58,551	-	13,848	47,642	140,292
156,685	-	-	29,833	869,184
-	-	-	75,292	75,292
-	-	-	8,169	8,169
-	17,528	-	586	18,114
-	2,800,000	-	217,000	3,017,000
<u>609,655</u>	<u>2,826,283</u>	<u>26,433</u>	<u>1,014,732</u>	<u>7,003,519</u>
5,623,000	-	-	893,219	10,116,219
252,312	-	-	36,593	457,340
-	-	-	-	21,810
-	-	-	2,297,167	2,297,167
550	-	-	4,643	484,146
-	-	-	362,693	362,693
927,028	-	-	272,935	4,489,492
-	-	-	-	2,185,381
<u>6,802,890</u>	<u>-</u>	<u>-</u>	<u>3,867,250</u>	<u>20,414,248</u>
15,940	-	-	291,807	1,286,212
14,247,989	2,492,260	1,295,108	11,938,346	31,486,974
-	-	6,888,628	571,745	7,545,185
-	-	-	1,179,880	3,821,894
-	-	-	(322,003)	2,844,503
<u>14,263,929</u>	<u>2,492,260</u>	<u>8,183,736</u>	<u>13,659,775</u>	<u>46,984,768</u>
<u>\$ 21,676,474</u>	<u>\$ 5,318,543</u>	<u>\$ 8,210,169</u>	<u>\$ 18,541,757</u>	<u>\$ 74,402,535</u>

HANCOCK COUNTY, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2012

Total governmental fund balances	\$	46,984,768
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		103,068,966
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.		
Sales taxes receivable	\$ 2,185,381	
Real estate and other taxes receivable	457,340	
Accounts receivable	484,146	
Special assessments receivable	2,292,826	
Accrued interest receivable	26,151	
Due from other governments	4,489,492	
Total	9,935,336	9,935,336
An internal service fund is used by management to charge the costs of workers compensation to individual funds. The assets and liabilities of the internal service fund are included in governmental activities on the statement of net position.		20,000
On the statement of net position interest is accrued on outstanding bonds and loans payable, whereas in the governmental funds, interest is accrued when due.		(36,922)
Unamortized deferred amounts on refundings are not recognized in the governmental funds.		215,039
Unamortized premiums (discounts) on bond issuances are not recognized in the governmental funds.		(137,639)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General obligation bonds payable	(7,035,000)	
Special assessment bonds payable	(1,659,998)	
Bond anticipation notes payable	(2,500,000)	
OWDA loans	(201,004)	
Guaranteed energy savings performance contract	(1,326,267)	
ADAMH note	(88,588)	
Compensated absences	(2,442,946)	
Total	(15,253,803)	(15,253,803)
Net position of governmental activities	\$	144,795,745

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>General</u>	<u>Motor Vehicle and Gas Tax</u>	<u>Alcohol, Drug and Mental Health</u>	<u>Job and Family Services</u>
Revenues:				
Property taxes	\$ 1,799,358	\$ -	\$ 1,745,251	\$ -
Payment in lieu of taxes	-	-	-	-
Permissive motor vehicle license tax	-	173,897	-	-
Sales taxes.	12,157,958	-	-	-
Special assessments	-	-	-	-
Charges for services.	4,004,006	679,334	-	2,430
Licenses and permits	128	-	-	-
Fines and forfeitures	134,755	83,404	-	-
Intergovernmental.	2,288,592	4,411,441	2,938,925	3,590,013
Investment income.	348,309	1,213	-	-
Rental income	211,634	-	132,829	-
Contributions and donations.	-	-	-	-
Other	142,484	8,991	16,675	605,944
Total revenues	<u>21,087,224</u>	<u>5,358,280</u>	<u>4,833,680</u>	<u>4,198,387</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	5,231,981	-	-	-
Judicial.	3,536,590	-	-	-
Public safety	6,699,822	-	-	-
Public works	114,541	5,613,237	-	-
Health	721,981	-	4,398,971	-
Human services.	746,021	-	-	4,166,833
Conservation and recreation	394,841	-	-	-
Economic development and assistance	-	-	-	-
Capital outlay	-	-	-	-
Other	-	-	-	-
Debt service:				
Principal retirement.	-	-	-	-
Interest and fiscal charges	-	1,063	-	-
Total expenditures	<u>17,445,777</u>	<u>5,614,300</u>	<u>4,398,971</u>	<u>4,166,833</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>3,641,447</u>	<u>(256,020)</u>	<u>434,709</u>	<u>31,554</u>
Other financing sources (uses):				
Note issuance	-	-	-	-
Transfers in	-	-	-	-
Transfers (out).	(4,252,327)	(66)	(24,139)	-
OWDA loan proceeds	-	-	-	-
Total other financing sources (uses)	<u>(4,252,327)</u>	<u>(66)</u>	<u>(24,139)</u>	<u>-</u>
Net change in fund balances	(610,880)	(256,086)	410,570	31,554
Fund balances at beginning of year	<u>6,905,120</u>	<u>1,022,138</u>	<u>514,128</u>	<u>368,524</u>
Fund balances at end of year	<u>\$ 6,294,240</u>	<u>\$ 766,052</u>	<u>\$ 924,698</u>	<u>\$ 400,078</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Board of Developmental Disabilities	Motor Vehicle and Gas Tax Capital Projects	Flood Mitigation	Other Governmental Funds	Total Governmental Funds
\$ 5,720,788	\$ -	\$ -	\$ 1,072,305	\$ 10,337,702
-	-	-	262,583	262,583
-	-	-	-	173,897
-	-	-	-	12,157,958
-	-	-	493,903	493,903
248,915	-	-	2,049,463	6,984,148
-	-	-	256,281	256,409
-	-	-	104,503	322,662
8,339,075	-	1,800,000	5,497,062	28,865,108
-	-	-	24,033	373,555
-	-	-	81,078	425,541
-	-	-	25,823	25,823
166,486	-	217	643,389	1,584,186
<u>14,475,264</u>	<u>-</u>	<u>1,800,217</u>	<u>10,510,423</u>	<u>62,263,475</u>
-	-	-	1,355,197	6,587,178
-	-	-	396,502	3,933,092
-	-	-	1,236,131	7,935,953
-	-	-	32,195	5,759,973
11,455,609	-	-	518,467	17,095,028
-	-	-	3,716,815	8,629,669
-	-	-	97,189	492,030
-	-	-	408,032	408,032
-	132,355	800,203	1,400,745	2,333,303
-	-	-	63,205	63,205
-	-	-	1,251,804	1,251,804
-	13,833	-	492,073	506,969
<u>11,455,609</u>	<u>146,188</u>	<u>800,203</u>	<u>10,968,355</u>	<u>54,996,236</u>
<u>3,019,655</u>	<u>(146,188)</u>	<u>1,000,014</u>	<u>(457,932)</u>	<u>7,267,239</u>
-	2,500,000	-	-	2,500,000
-	-	3,019,077	1,268,598	4,287,675
-	-	-	(11,143)	(4,287,675)
-	-	-	76,812	76,812
<u>-</u>	<u>2,500,000</u>	<u>3,019,077</u>	<u>1,334,267</u>	<u>2,576,812</u>
3,019,655	2,353,812	4,019,091	876,335	9,844,051
11,244,274	138,448	4,164,645	12,783,440	37,140,717
<u>\$ 14,263,929</u>	<u>\$ 2,492,260</u>	<u>\$ 8,183,736</u>	<u>\$ 13,659,775</u>	<u>\$ 46,984,768</u>

HANCOCK 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, 2012

Net change in fund balances - total governmental funds	\$	9,844,051
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
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.		
Capital asset additions	\$ 4,140,130	
Current year depreciation	<u>(3,217,030)</u>	
Total		923,100
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets.		
		(343,193)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	64,448	
Sales taxes	(196,625)	
Special assessments	(260,117)	
Charges for services	54,782	
Fines and forfeitures	66,769	
Intergovernmental	(660,466)	
Interest income	(29,557)	
Rental income	12,808	
Other	<u>15,101</u>	
Total		(932,857)
Proceeds of notes and loans 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 position.		
Bond anticipation notes	(2,500,000)	
OWDA loans	<u>(76,812)</u>	
Total		(2,576,812)
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
General obligation bonds	800,000	
Special assessment bonds	150,000	
OWDA loans	104,252	
Guaranteed energy savings performance contract	193,427	
ADAMH loan	<u>4,125</u>	
Total		1,251,804
In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due.		
Increase in accrued interest payable	(1,668)	
Amortization of bond premiums	15,369	
Amortization of bond discounts	(236)	
Amortization of deferred amounts on refunding	<u>(37,702)</u>	
Total		(24,237)
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.		
		<u>130,020</u>
Change in net position of governmental activities	\$	<u>8,271,876</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 1,710,000	\$ 1,710,000	\$ 1,799,358	\$ 89,358
Sales taxes	10,600,000	11,100,000	12,076,307	976,307
Charges for services.	2,848,750	2,937,657	3,392,114	454,457
Licenses and permits	3,500	3,500	4,032	532
Fines and forfeitures	65,000	65,000	53,574	(11,426)
Intergovernmental.	1,801,120	1,988,724	2,172,436	183,712
Investment income.	350,000	350,000	396,664	46,664
Rental income	-	175,000	251,128	76,128
Other	185,000	10,000	55,797	45,797
Total revenues	17,563,370	18,339,881	20,201,410	1,861,529
Expenditures:				
Current:				
General government:				
Legislative and executive	5,789,389	5,855,413	5,515,840	339,573
Judicial.	3,355,474	3,346,487	3,145,698	200,789
Public safety	6,697,890	6,686,478	6,529,210	157,268
Public works	134,912	134,912	117,721	17,191
Health	509,690	569,878	569,178	700
Human services.	577,933	801,688	674,846	126,842
Conservation and recreation	397,201	397,201	397,201	-
Economic development and assistance	40,000	40,000	-	40,000
Total expenditures	17,502,489	17,832,057	16,949,694	882,363
Excess (deficiency) of revenues over (under) expenditures.	60,881	507,824	3,251,716	2,743,892
Other financing sources (uses):				
Advances in	-	-	923,778	923,778
Advances out	-	-	(574,063)	(574,063)
Transfers in	140,000	559,489	560,264	775
Transfers out.	(2,900,000)	(4,500,000)	(4,492,328)	7,672
Total other financing sources (uses)	(2,760,000)	(3,940,511)	(3,582,349)	358,162
Net change in fund balances	(2,699,119)	(3,432,687)	(330,633)	3,102,054
Fund balances at beginning of year	3,153,395	3,153,395	3,153,395	-
Prior year encumbrances appropriated	395,342	395,342	395,342	-
Fund balance at end of year	\$ 849,618	\$ 116,050	\$ 3,218,104	\$ 3,102,054

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE LICENSE AND GAS TAX SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Permissive motor vehicle license tax	\$ 170,000	\$ 170,000	\$ 171,598	\$ 1,598
Charges for services.	351,550	751,550	685,385	(66,165)
Fines and forfeitures	75,000	75,000	83,404	8,404
Intergovernmental.	4,428,000	4,428,000	4,421,370	(6,630)
Investment income.	2,500	2,500	1,213	(1,287)
Total revenues	<u>5,027,050</u>	<u>5,427,050</u>	<u>5,362,970</u>	<u>(64,080)</u>
Expenditures:				
Current:				
Public works	4,987,476	5,808,483	5,651,575	156,908
Total expenditures	<u>4,987,476</u>	<u>5,808,483</u>	<u>5,651,575</u>	<u>156,908</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>39,574</u>	<u>(381,433)</u>	<u>(288,605)</u>	<u>92,828</u>
Other financing sources (uses):				
Advances in	-	-	400,000	400,000
Advances out	-	-	(400,000)	(400,000)
Transfers out.	(135,000)	(132,500)	(132,310)	190
Total other financing sources (uses)	<u>(135,000)</u>	<u>(132,500)</u>	<u>(132,310)</u>	<u>190</u>
Net change in fund balances	(95,426)	(513,933)	(420,915)	93,018
Fund balances at beginning of year	471,258	471,258	471,258	-
Prior year encumbrances appropriated	97,802	97,802	97,802	-
Fund balance at end of year	<u>\$ 473,634</u>	<u>\$ 55,127</u>	<u>\$ 148,145</u>	<u>\$ 93,018</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ALCOHOL, DRUG AND MENTAL HEALTH SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 1,700,000	\$ 1,700,000	\$ 1,745,251	\$ 45,251
Intergovernmental.	2,738,437	2,738,437	2,974,425	235,988
Rental income	130,000	130,000	135,191	5,191
Other	25,000	25,000	15,549	(9,451)
Total revenues	<u>4,593,437</u>	<u>4,593,437</u>	<u>4,870,416</u>	<u>276,979</u>
Expenditures:				
Current:				
Health	<u>5,355,075</u>	<u>5,733,036</u>	<u>5,465,604</u>	<u>267,432</u>
Total expenditures	<u>5,355,075</u>	<u>5,733,036</u>	<u>5,465,604</u>	<u>267,432</u>
Excess of expenditures over revenues	<u>(761,638)</u>	<u>(1,139,599)</u>	<u>(595,188)</u>	<u>544,411</u>
Other financing uses:				
Transfers out.	<u>(30,000)</u>	<u>(46,151)</u>	<u>(46,151)</u>	<u>-</u>
Total other financing sources (uses)	<u>(30,000)</u>	<u>(46,151)</u>	<u>(46,151)</u>	<u>-</u>
Net change in fund balances	(791,638)	(1,185,750)	(641,339)	544,411
Fund balances at beginning of year	362,461	362,461	362,461	-
Prior year encumbrances appropriated . . .	893,375	893,375	893,375	-
Fund balance at end of year	<u>\$ 464,198</u>	<u>\$ 70,086</u>	<u>\$ 614,497</u>	<u>\$ 544,411</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 JOB AND FAMILY SERVICES SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ -	\$ 10,000	\$ 2,430	\$ (7,570)
Intergovernmental	3,445,894	4,204,199	3,192,368	(1,011,831)
Other	1,020,000	902,952	614,158	(288,794)
Total revenues	<u>4,465,894</u>	<u>5,117,151</u>	<u>3,808,956</u>	<u>(1,308,195)</u>
Expenditures:				
Current:				
Human services	4,464,114	5,037,097	4,225,755	811,342
Total expenditures	<u>4,464,114</u>	<u>5,037,097</u>	<u>4,225,755</u>	<u>811,342</u>
Net change in fund balances	1,780	80,054	(416,799)	(496,853)
Fund balances at beginning of year	360,164	360,164	360,164	-
Prior year encumbrances appropriated	128,136	128,136	128,136	-
Fund balance at end of year	<u>\$ 490,080</u>	<u>\$ 568,354</u>	<u>\$ 71,501</u>	<u>\$ (496,853)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 BOARD OF DEVELOPMENTAL DISABILITIES SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	\$ 5,400,000	\$ 5,400,000	\$ 5,720,788	\$ 320,788
Charges for services.	232,843	232,843	245,806	12,963
Intergovernmental.	6,689,292	6,689,292	7,998,633	1,309,341
Other	184,471	184,471	166,486	(17,985)
Total revenues	<u>12,506,606</u>	<u>12,506,606</u>	<u>14,131,713</u>	<u>1,625,107</u>
Expenditures:				
Current:				
Health	13,110,081	13,099,417	12,784,898	314,519
Total expenditures	<u>13,110,081</u>	<u>13,099,417</u>	<u>12,784,898</u>	<u>314,519</u>
Net change in fund balances	(603,475)	(592,811)	1,346,815	1,939,626
Fund balances at beginning of year	11,722,833	11,722,833	11,722,833	-
Prior year encumbrances appropriated	476,429	476,429	476,429	-
Fund balance at end of year	<u>\$ 11,595,787</u>	<u>\$ 11,606,451</u>	<u>\$ 13,546,077</u>	<u>\$ 1,939,626</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 DECEMBER 31, 2012

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Sanitary Landfill	Agricultural Service Center	BMV One Stop	Total	
Assets:					
Current assets:					
Equity in pooled cash and investments	\$ 1,299,838	\$ 91,669	\$ 5,519	\$ 1,397,026	\$ 20,000
Receivables:					
Accounts	520,184	-	-	520,184	-
Accrued interest	14,360	-	-	14,360	-
Due from other funds	-	-	-	-	70,755
Due from other governments	24,000	-	36,920	60,920	-
Prepayments	414	-	-	414	-
Materials and supplies inventory	39,719	610	899	41,228	-
Total current assets	1,898,515	92,279	43,338	2,034,132	90,755
Noncurrent assets:					
Restricted assets:					
Cash and cash equivalents in					
segregated accounts	5,113,964	-	-	5,113,964	-
Investments in segregated accounts	2,324,746	-	-	2,324,746	-
Capital assets:					
Land	1,623,652	75,000	1,047	1,699,699	-
Depreciable capital assets, net	6,289,744	1,470,297	1,703,186	9,463,227	-
Total capital assets, net	7,913,396	1,545,297	1,704,233	11,162,926	-
Total noncurrent assets	15,352,106	1,545,297	1,704,233	18,601,636	-
Total assets	17,250,621	1,637,576	1,747,571	20,635,768	90,755
Deferred outflows of resources:					
Unamortized deferred charges on debt refunding	-	56,712	-	56,712	-
Total deferred outflows of resources	-	56,712	-	56,712	-
Liabilities:					
Current liabilities:					
Accounts payable	85,692	5,949	4,972	96,613	-
Accrued wages and benefits payable	53,509	-	-	53,509	-
Compensated absences payable	50,300	-	-	50,300	-
Due to other governments	61,342	-	-	61,342	-
Due to other funds	11,075	-	-	11,075	-
Due to external parties	9,170	-	-	9,170	-
Interfund loans payable	-	-	6,271	6,271	-
Accrued interest payable	12,678	3,297	7,503	23,478	-
Claims payable	-	-	-	-	70,755
Current portion of general obligation bonds	245,000	110,000	85,000	440,000	-
OPWC loans payable	16,988	-	-	16,988	-
Notes payable	1,265,000	-	-	1,265,000	-
Total current liabilities	1,810,754	119,246	103,746	2,033,746	70,755
Long-term liabilities:					
Compensated absences payable	126,261	-	-	126,261	-
General obligation bonds payable	1,621,929	801,117	1,709,916	4,132,962	-
OPWC loans payable	305,789	-	-	305,789	-
Estimated liability for landfill closure costs	4,683,438	-	-	4,683,438	-
Total long-term liabilities	6,737,417	801,117	1,709,916	9,248,450	-
Total liabilities	8,548,171	920,363	1,813,662	11,282,196	70,755
Net position:					
Net investment in capital assets	4,458,690	690,892	(90,683)	5,058,899	-
Restricted for closure and postclosure costs	2,769,632	-	-	2,769,632	-
Unrestricted (deficit)	1,474,128	83,033	24,592	1,581,753	20,000
Total net position	\$ 8,702,450	\$ 773,925	\$ (66,091)	\$ 9,410,284	\$ 20,000

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Fund
	Sanitary Landfill	Agricultural Service Center	BMV One Stop		
Operating revenues:					
Charges for services	\$ 4,663,577	\$ 234,413	\$ 200,580	\$ 5,098,570	\$ 81,643
Other operating revenues	389,300	104,915	23,613	517,828	-
Total operating revenues.	<u>5,052,877</u>	<u>339,328</u>	<u>224,193</u>	<u>5,616,398</u>	<u>81,643</u>
Operating expenses:					
Personal services	1,208,943	-	-	1,208,943	-
Contract services.	2,488,844	60,788	39,146	2,588,778	-
Materials and supplies.	581,988	7,176	6,509	595,673	-
Landfill closure and post-closure costs . . .	384,833	-	-	384,833	-
Claims expense	-	-	-	-	81,643
Depreciation.	372,809	16,900	50,731	440,440	-
Other	63,658	-	-	63,658	-
Total operating expenses.	<u>5,101,075</u>	<u>84,864</u>	<u>96,386</u>	<u>5,282,325</u>	<u>81,643</u>
Operating income (loss)	<u>(48,198)</u>	<u>254,464</u>	<u>127,807</u>	<u>334,073</u>	<u>-</u>
Nonoperating revenues (expenses):					
Interest and fiscal charges	(81,077)	(49,837)	(86,664)	(217,578)	-
Loss on sale of capital assets	(2,265)	-	-	(2,265)	-
Interest income.	4,440	-	-	4,440	-
Total nonoperating revenues (expenses). . . .	<u>(78,902)</u>	<u>(49,837)</u>	<u>(86,664)</u>	<u>(215,403)</u>	<u>-</u>
Change in net position	(127,100)	204,627	41,143	118,670	-
Net position at beginning of year (restated)	<u>8,829,550</u>	<u>569,298</u>	<u>(107,234)</u>	<u>9,291,614</u>	<u>20,000</u>
Net position at end of year	<u>\$ 8,702,450</u>	<u>\$ 773,925</u>	<u>\$ (66,091)</u>	<u>\$ 9,410,284</u>	<u>\$ 20,000</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitary Landfill	Agricultural Service Center	BMV One Stop	Total	
Cash flows from operating activities:					
Cash received from sales/charges for services	\$ 4,590,520	\$ 234,413	\$ 200,580	\$ 5,025,513	\$ 81,088
Cash received from other operations	365,300	116,209	-	481,509	-
Cash payments for personal services	(1,194,799)	(50)	-	(1,194,849)	-
Cash payments for contractual services	(2,472,322)	(57,079)	(34,259)	(2,563,660)	-
Cash payments for materials and supplies	(610,239)	(6,710)	(5,749)	(622,698)	-
Cash payments for claims	-	-	-	-	(81,088)
Cash payments for other expenses	(34,818)	-	-	(34,818)	-
Net cash provided by operating activities	643,642	286,783	160,572	1,090,997	-
Cash flows from noncapital financing activities:					
Cash received from interfund loans	-	-	6,271	6,271	-
Cash used in repayment of interfund loans	-	(130,000)	-	(130,000)	-
Net cash provided by (used in) noncapital financing activities	-	(130,000)	6,271	(123,729)	-
Cash flows from capital and related financing activities:					
Acquisition of capital assets	(205,750)	-	(10,952)	(216,702)	-
Principal retirement on notes	(1,500,000)	-	-	(1,500,000)	-
Principal retirement bonds	(240,000)	(110,000)	(85,000)	(435,000)	-
Principal retirement OPWC loans	(16,988)	-	-	(16,988)	-
Interest payments on bonds and notes	(81,027)	(44,400)	(94,438)	(219,865)	-
Notes issued	1,265,000	-	-	1,265,000	-
Premium on notes issued	5,123	-	-	5,123	-
Net cash used in capital and related financing activities	(773,642)	(154,400)	(190,390)	(1,118,432)	-
Cash flows from investing activities:					
Interest received	11,694	-	-	11,694	-
Cash received from the maturity of investments	2,112,375	-	-	2,112,375	-
Cash used to purchase investments	(1,499,250)	-	-	(1,499,250)	-
Net cash provided by investing activities	624,819	-	-	624,819	-
Net increase (decrease) in cash and cash equivalents	494,819	2,383	(23,547)	473,655	-
Cash and cash equivalents at beginning of year	5,918,983	89,286	29,066	6,037,335	20,000
Cash and cash equivalents at end of year	\$ 6,413,802	\$ 91,669	\$ 5,519	\$ 6,510,990	\$ 20,000

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HANCOCK COUNTY, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitary Landfill	Agricultural Service Center	BMV One Stop	Total	
Reconciliation of operating income (loss) to net cash provided by operating activities:					
Operating income (loss)	\$ (48,198)	\$ 254,464	\$ 127,807	\$ 334,073	\$ -
Adjustments:					
Depreciation	372,809	16,900	50,731	440,440	-
Changes in assets and liabilities:					
Decrease (increase) in materials and supplies inventory	(4,899)	466	760	(3,673)	-
Decrease (increase) in accounts receivable	(73,057)	11,294	13,307	(48,456)	-
(Increase) in due from other governments	(24,000)	-	(36,920)	(60,920)	-
Decrease in prepayments	415	-	604	1,019	-
(Increase) in due from other funds	-	-	-	-	(555)
Increase in accounts payable	53,127	3,709	4,283	61,119	-
(Decrease) in contracts payable	(77,717)	-	-	(77,717)	-
Increase in accrued wages and benefits	4,685	-	-	4,685	-
Increase (decrease) in due to other governments	36,310	(50)	-	36,260	-
Increase in compensated absences payable	16,394	-	-	16,394	-
Increase in due to other funds	3,493	-	-	3,493	-
Increase in landfill closure and postclosure care liability	384,833	-	-	384,833	-
(Decrease) in due to external parties	(553)	-	-	(553)	-
Increase in claims payable	-	-	-	-	555
Net cash provided by operating activities	<u>\$ 643,642</u>	<u>\$ 286,783</u>	<u>\$ 160,572</u>	<u>\$ 1,090,997</u>	<u>\$ -</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2012

	Investment Trust	Agency
	<u> </u>	<u> </u>
Assets:		
Equity in pooled cash and investments	\$ 701,342	\$ 4,071,435
Cash and cash equivalents in segregated accounts	-	853,761
Receivables:		
Real estate and other taxes	-	62,357,463
Accounts	-	427,388
Special assessments	-	976,514
Due from other governments	-	4,217,795
Prepayments.	250	3,013
Due from external parties	-	9,170
	<u> </u>	<u> </u>
Total assets.	<u>701,592</u>	<u>\$ 72,916,539</u>
Liabilities:		
Accounts payable	9,097	\$ 89,817
Due to external parties	17,417	65,272
Payroll withholdings	-	349,799
Due to other governments	9,328	70,916,393
Deposits held and due to others	-	427,388
Undistributed assets	-	1,067,870
	<u> </u>	<u> </u>
Total liabilities.	<u>35,842</u>	<u>\$ 72,916,539</u>
Net position:		
Held in trust for external pool participants	<u>665,750</u>	
Total net position	<u>\$ 665,750</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HANCOCK COUNTY, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
INVESTMENT TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Investment Trust</u>
Additions:	
Interest	\$ 1,159
Individual account transactions:	
Operating revenues	1,602,628
Reinvested distributions	1,159
Net individual account transactions	<u>1,603,787</u>
Total additions	<u>1,604,946</u>
Deductions:	
Operating expenses	1,571,672
Distributions to participants	<u>1,159</u>
Total deductions	<u>1,572,831</u>
Change in net position	32,115
Net position at beginning of year.	<u>633,635</u>
Net position at end of year	<u><u>\$ 665,750</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE COUNTY

Hancock County, Ohio (the "County"), was incorporated in 1828. The County is governed by a Board of three Commissioners elected by the voters of the County. Other officials elected by the voters of the County that manage various segments of the County's operations are the Auditor, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, Treasurer, Clerk of Courts, two Common Pleas Court Judges and a Probate/Juvenile Court Judge. Although the elected officials manage the internal operations of their respective departments, the County Commissioners authorize expenditures as well as serve as the budget and taxing authority, contracting body, and the chief administrators of public services for the entire County, including each of these departments.

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure the financial statements of the County 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 Hancock County, this includes the Board of Alcohol, Drug, and Mental Health Services, the Board of Developmental Disabilities, the Job and Family Services Department, Hancock Emergency Management Agency, 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; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units may also include organizations for which the County approves the budget, the issuance of debt, or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary governments financial statements incomplete or misleading.

The component unit columns on the financial statements identify the financial data of the County's discretely presented component units. They are reported in separate columns to emphasize that they are legally separate from the County.

Blanchard Valley Industries: Blanchard Valley Industries (Industries) is a legally separate not-for-profit corporation served by a Board of Trustees whose appointment is approved by the Hancock County Board of Developmental Disabilities (DD). The Industries, under a contractual agreement with the Hancock County Board of DD, provides sheltered employment for handicapped adults in Hancock County. The Hancock County Board of DD provides the Industries with staff salaries, transportation, equipment (except that used directly in the production of goods or rendering of services), staff to administer and supervise training programs, and other funds as necessary for the operation of the Industries.

Based on the significant services and resources provided by the County to the Industries, and the Industries' sole purpose of providing assistance to handicapped adults of Hancock County, the Industries is presented as a component unit of Hancock County. Separately issued financial statements can be obtained from Blanchard Valley Industries, 1700 East Sandusky Street, Findlay, Ohio 45840.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE COUNTY - (Continued)

Hancock Community Housing, Inc.: The Hancock Community Housing, Inc. is a legally separate not-for-profit corporation. It was created to develop dwellings and provide affordable housing in Hancock County for persons from the County with disabilities. The Hancock Community Housing, Inc., is governed by a five member Board of Trustees appointed by the Hancock County Board of DD. The Hancock Community Housing, Inc., under a contractual agreement with the Hancock County Board of DD, provides housing for handicapped adults in Hancock County. The Hancock County Board of DD provides Hancock Community Housing, Inc. with State grants to purchase property.

Based on the significant services and resources provided by the County to Hancock Community Housing, Inc., and their sole purpose of providing housing to handicapped adults of Hancock County, the Hancock Community Housing, Inc. is presented as a component unit of Hancock County. Separately issued financial statements can be obtained from Hancock Community Housing, Inc., 1700 East Sandusky Street, Findlay, Ohio 45840.

Jointly Governed Organizations - The County participates in four jointly governed organizations; the Joint Board of County Commissioners for the Blanchard River Stream Enhancement Project, the West Central Partnership, Inc., the Metropolitan Housing Authority and the Blanchard Valley Port Authority (See Note 25).

Insurance Pools - The County participates in two insurance pools: the Midwest Pool Risk Management Agency, Inc. and the Midwest Employee Benefit Consortium (See Note 26).

Related Organizations - Hancock County officials are responsible for appointing a voting majority of the Board members of the County Park District, the Findlay-Hancock County Public Library and the Regional Planning Commission (See Note 27).

The County Treasurer, as custodian of public funds, invests all public moneys held on deposit in the County treasury. In the case of separate agencies, boards, and commissions, the County serves as fiscal agent, but is not financially accountable for the organization. The activity of the County Park District is presented as an investment trust fund. The activity of the remaining organizations is presented as agency funds within the County's financial statements:

Hancock County General Health District
Hancock County Soil and Water Conservation District
Local Emergency Planning Commission

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Hancock County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following are the more significant of the County's accounting policies.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

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

A. Basis of Presentation

The County's basic financial statements consist of government-wide financial statements, including a statement of net position 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 position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the County that are governmental in nature and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the County at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities and business-type 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, and interest that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the County.

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

B. Fund Accounting

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

Governmental Funds - Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets plus deferred outflows less liabilities and deferred inflows is reported as fund balance.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

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

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.

Motor vehicle and gas tax special revenue fund - This fund accounts for revenues derived from motor vehicle license and gasoline taxes that are restricted for public works programs.

Alcohol, drug and mental health fund - The fund accounts for a county-wide property tax levy and federal and State grants that are restricted for the cost of services provided by local mental health agencies to the public at large.

Job and family services fund - The fund accounts for various federal and State grants that are restricted to provide public assistance to general relief recipients and pay their providers of medical assistance, and for certain public social services.

Board of developmental disabilities fund - The fund accounts for a county-wide property tax levy and federal and state grants and entitlements that are restricted for operating the Blanchard Valley School, a residential center, and the costs of administering a facility for the developmentally disabled.

Motor vehicle and gas tax capital projects fund - The fund accounts for bond anticipation notes that are restricted to finance a salt shed and maintenance garage.

Flood mitigation fund - The fund accounts for contributions from the City of Findlay and transfers that are restricted and committed, respectively, for capital improvements intended to reduce the risk of damage to County property due to severe flooding.

Other governmental funds of the County are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets, (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects, (c) financial resources that are restricted, committed, or assigned to expenditure for principal and interest and (d) to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the County's programs.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows.

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

Sanitary landfill fund - This fund accounts for fees collected at the County landfill for dumping waste. This fund also includes the activities for the recycling facility, Litter Landing.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

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

Agricultural service center fund - This fund accounts for the rental of space in the agricultural service center. Rental fees are based on the costs of maintaining the building and annual debt service payments.

BMV one-stop fund - This fund accounts for the rental of space in the Bureau of Motor Vehicles building. Rental fees are based on the costs of maintaining the building and annual debt service payments.

Internal Service Fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency or other departments or agencies of the County, or to other governments, on a cost-reimbursement basis. The only internal service fund of the County accounts for a self-insurance program for workers' compensation.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments and are not available to support the County's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation. The County's investment trust fund accounts for the external portion of the cash management pool which represents resources that belong to legally separate entities. The County's agency funds account for assets held by the County for political subdivisions in which the County acts as fiscal agent, which include the Hancock County General Health District, the Hancock County Soil and Water Conservation District, and the Local Emergency Planning Commission, and for taxes, State-levied shared revenues and fines and forfeitures collected and distributed to other political subdivisions.

C. Measurement Focus

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

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, current deferred outflows, current liabilities and current deferred inflows are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reflects the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

Like the government-wide financial statements, the proprietary funds are accounted for using a flow of economic resources measurement focus. All assets, deferred outflows, liabilities and deferred inflows associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses, and changes in fund net position presents increases (e.g., revenues) and decreases (e.g., expenses) in total net position. The statement of cash flows reflects how the County finances and meets the cash flow needs of its enterprise activities.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

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

The investment trust fund is accounted for using a flow of economic resources measurement focus.

D. Basis of Accounting

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

Revenues - Exchange and Nonexchange 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 the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within thirty-one days after year end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied (See Note 10). Revenue from sales taxes is recognized in the period in which the sales are made (See Note 8). Revenue from grants, entitlements, and donations is recognized in the 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 nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes, charges for services, fines and forfeitures, State-levied locally shared taxes (including gasoline tax and motor vehicle license tax), grants, interest and rent.

Deferred Inflows of Resources and Deferred Outflows of Resources - A deferred inflow of resources is an acquisition of net assets by the County that is applicable to a future reporting period. A deferred outflow of resources is a consumption of net assets by the County that is applicable to a future reporting period.

Property taxes for which there is an enforceable legal claim as of December 31, 2012, but which were levied to finance 2013 operations and other revenues received in advance of the year for which they were intended to finance, have been recorded as a deferred inflow of resources. Sales taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met and delinquent property taxes due at December 31, 2012, are recorded as deferred inflow of resources in the governmental fund financial statements.

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

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

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

Expense/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 governmental funds.

E. Budgetary Process

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

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

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

F. Cash and Investments

To improve cash management, cash received by the County is pooled. Monies for all funds, including proprietary 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 cash equivalents" on the basic financial statements.

Cash and cash equivalents and investments that are held separately within departments of the County and not included in the County treasury are recorded as "cash and cash equivalents in segregated accounts" and "investments in segregated accounts".

During 2012, the County's investments included nonnegotiable certificates of deposit, mutual funds, Federal Home Loan Bank (FHLB) bonds, Federal Farm Credit Bank (FFCB) bonds, Federal National Mortgage Association (FNMA) bonds, municipal notes for the City of Sandusky, Ohio and U.S. Treasury bonds. Investments are reported at fair value, except for nonnegotiable certificates of deposit, which are reported at cost. Fair value is based on quoted market price or current shares price.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

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

Interest earnings are allocated to County funds according to State statutes and grant requirements. Interest revenue credited to the general fund during 2012 was \$348,309 which includes \$326,209 assigned from other County funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments, to the extent the investments were purchased from a specific fund rather than the pool.

G. Inventory

Inventory is presented at cost on a first-in, first-out basis and is expended/expensed when used. Inventory consists of expendable supplies held for consumption. On the fund financial statements, reported inventory is equally offset by a nonspendable fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

H. Capital Assets

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

All capital assets are capitalized at cost and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market value on the date donated. The County maintains a capitalization threshold of \$5,000 for all capital assets except infrastructure. The capitalization threshold for infrastructure is \$10,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the assets or materially extend an asset's life are not capitalized. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. The County reports all infrastructure, including that acquired prior to 1980. The County's infrastructure consists of roads, bridges and culverts. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Building Improvements	40 - 100 years
Improvements Other Than Buildings	5 - 20 years
Machinery and Equipment	5 - 20 years
Vehicles	6 - 20 years
Infrastructure	20 - 50 years

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

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

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. On the fund financial statements, reported prepayments are equally offset by a nonspendable fund balance in governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

J. Unamortized Bond Premium/Bond Discount/Accounting Loss/Bond Issuance Costs

Bond premiums, bond discounts and accounting losses are deferred and amortized over the term of the bonds using the bond outstanding method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds and bond discounts and accounting losses are presented as a reduction to the face amount of the bonds. Unamortized accounting loss is reported as a deferred outflow of resources on the statement of net position. On the governmental fund financial statements, bond premiums, bond discounts and accounting losses are recognized in the period when the debt is issued. Bond issuance costs are expensed when they occur.

K. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable the County will compensate the employees for the benefits through paid time off or some other means. The County records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the County has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year end taking into consideration any limits specified in the County's termination policy. The County records a liability for accumulated unused sick leave for employees with seven or more years of service at varying rates depending on County policy. Employees hired after March 10, 1994, must also be at least 55 years of age to be considered probable of receiving payment under the County's policy enacted in 1994.

L. Loans Receivable

Loans receivable represent the right to receive repayment for certain loans made by the County. These loans are based upon written agreements between the County and the various loan recipients.

M. Accrued Liabilities and Long-term Obligations

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

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

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

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 and compensated absences 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. Bonds, capital leases and long-term loans are recognized as a liability in the fund financial statements when due.

N. Internal Activity

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

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Payments for interfund services provided and used are not eliminated.

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

O. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund loans receivables/payables". Receivables and payables resulting from long-term interfund loans are classified as "loans receivable/payable". Receivables and payables resulting from routine lag between the dates interfund goods and services are provided or reimbursed expenditures occur are classified as "due to/due from other funds". These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for the self-insurance workers' compensation program, recycling services for the sanitary landfill, and rent for the Agricultural Service Center and BMV One-Stop. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting this definition are reported as nonoperating.

Q. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets (primarily from developers), or from grants or outside contributions of resources restricted to capital acquisition and construction. The County did not receive any capital contributions during 2012.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

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

R. 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 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.

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.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

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

S. Net Position

Net position represents the difference between assets plus deferred outflows and liabilities plus deferred inflows. Net investment in capital assets 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. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by the creditors, grantors or laws or regulations of other governments. As of December 31, 2012, there were no net position restricted by enabling legislation.

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

T. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Certain resources set aside for the payment of closure and postclosure costs for the sanitary landfill are classified as restricted assets because their use is limited.

U. Estimates

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

V. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County administration and that are either unusual in nature or infrequent in occurrence. The County had no extraordinary or special items during 2012.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For 2012, the County has implemented GASB Statement No. 60, "Accounting and Financial Reporting for Service Concession Arrangements", GASB Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA pronouncements", GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position", and GASB Statement No. 65, "Items Previously Reported as Assets and Liabilities".

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

GASB Statement No. 60 addresses issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. An SCA is an arrangement between a transferor (a government) and an operator (governmental or nongovernmental entity) in which (1) the transferor conveys to an operator the right and related obligation to provide services through the use of infrastructure or another public asset (a "facility") in exchange for significant consideration and (2) the operator collects and is compensated by fees from third parties. The implementation of GASB Statement No. 60 did not have an effect on the financial statements of the County.

GASB Statement No. 62 codifies accounting and financial reporting guidance contained in pre-November 30, 1989 FASB and AICPA pronouncements in an effort to codify all sources of GAAP for State and local governments so that they derive from a single source. The implementation of GASB Statement No. 62 did not have an effect on the financial statements of the County.

GASB Statement No. 63 provides financial and reporting guidance for *deferred outflows of resources* and *deferred inflows of resources* which are financial statement elements that are distinct from assets and liabilities. GASB Statement No. 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government's *net position*. The implementation of GASB Statement No. 63 has changed the presentation of the County's financial statements to incorporate the concepts of net position, deferred outflows of resources and deferred inflows of resources.

GASB Statement No. 65 establishes accounting and financial reporting standards that reclassify, as *deferred outflows of resources* or *deferred inflows of resources*, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. GASB Statement No. 65 also provides other financial reporting guidance related to the impact of the financial statement elements *deferred outflows of resources* and *deferred inflows of resources*, such as changes in the determination of the major fund calculations and limiting the use of the term *deferred* in financial statement presentations. See Note 3.B. for the effect GASB Statement No. 65 had on the financial statements of the County.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

B. Restatement of Fund Balance/Net Position

The net position at December 31, 2011 has been restated for the following reasons: (i) to include OPWC loans previously omitted and (ii) to remove unamortized bond issuance cost due to the implementation of GASB Statement No. 65.

	Governmental Activities	Business-type Activities	Enterprise Funds		
			Sanitary Landfill	Agriculture Service Center	BMV One Stop
Net assets (deficit) as previously reported	\$ 136,688,903	\$ 9,746,013	\$ 9,213,071	\$ 581,572	\$ (48,630)
Addition of OPWC loans	-	(339,765)	(339,765)	-	-
Removal of unamortized bond issuance costs	<u>(165,034)</u>	<u>(114,634)</u>	<u>(43,756)</u>	<u>(12,274)</u>	<u>(58,604)</u>
Net position at January 1, 2012	<u>\$ 136,523,869</u>	<u>\$ 9,291,614</u>	<u>\$ 8,829,550</u>	<u>\$ 569,298</u>	<u>\$ (107,234)</u>

C. Deficit Fund Balances

Fund balances at December 31, 2012 included the following individual fund deficits:

	<u>Deficit</u>
<u>Major enterprise fund</u>	
BMV One Stop	\$ 66,091
<u>Nonmajor governmental funds</u>	
Children services fund	69,596
Law library fund	25,085
Water and sewer project fund	5,989
Juvenile diversion fund	2,237
National emergency grant fund	20,117
Neighborhood stabilization fund	38,120
Brownfield coalition grant fund	21,242
Water pollution conservation fund	6,834
Special improvements fund	131,477

The deficit in the BMV One-Stop enterprise fund is due to the reporting of general obligation bonds as liability. The deficit will be alleviated over time through the collection of revenues needed for the repayment of the general obligation debt.

HANCOCK COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

The deficit fund balances in the children services fund, law library fund, national emergency grant fund, neighborhood stabilization fund, brownfield coalition grant fund and water pollution conservation fund are due to accrued liabilities. The deficits in the water and sewer project fund and juvenile diversion fund are due to reporting of short-term interfund loans as a fund liability rather than as an other financing source. The deficit in the special improvements fund is due to the reporting of bond anticipation notes as a fund liability. The deficits will be alleviated when the interfund loans and debt are repaid.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund, motor vehicle and gas tax special revenue fund, alcohol, drug and mental health fund, job and family services fund and board of developmental disabilities fund 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);
- (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).

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

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 Fund</u>	<u>Motor Vehicle and Gas Tax Fund</u>	<u>Alcohol, Drug and Mental Health Fund</u>	<u>Job and Family Services Fund</u>	<u>Board of Developmental Disabilities Fund</u>
Budget basis	\$ (330,633)	\$ (420,915)	\$ (641,339)	\$ (416,799)	\$ 1,346,815
Net adjustment for revenue accruals	309,651	(4,690)	(36,736)	389,431	343,551
Net adjustment for expenditure accruals	(432,013)	(58,701)	492,520	(120,034)	446,618
Net adjustment for other sources/uses	(349,716)	132,244	22,012	-	-
Funds budgeted elsewhere	(440,527)	-	-	-	-
Adjustment for encumbrances	<u>632,358</u>	<u>95,976</u>	<u>574,113</u>	<u>178,956</u>	<u>882,671</u>
GAAP basis	<u>\$ (610,880)</u>	<u>\$ (256,086)</u>	<u>\$ 410,570</u>	<u>\$ 31,554</u>	<u>\$ 3,019,655</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the sheriff police revolve fund, the County home donations fund the centennial fund, the budget stabilization fund, the certificate of title administration fund and the severance fund.

NOTE 5 - DEPOSITS AND INVESTMENTS

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

Monies held by the County which are not considered active are classified as inactive.

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 and 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;

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

3. Written repurchase agreements in the securities listed above provided that the fair 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;
5. Time certificates of deposit including, but not limited to, passbook accounts;
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 investment pool State Treasury Asset Reserve of Ohio (STAR Ohio);
8. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
9. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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 County Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Cash and Cash Equivalents in Segregated Accounts

At year end, the County had \$6,152,449 in cash and cash equivalents deposited separate from the County's internal investment pool, which includes \$5,113,964 in restricted assets associated with the County sanitary landfill. This amount is included in the amount of deposits with financial institutions on the next page.

B. Deposits with Financial Institutions

At December 31, 2012, the carrying amount of all County deposits, including cash in segregated accounts, was \$50,882,868. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2012 \$30,101,135 of the County's bank balance of \$51,230,688 was exposed to custodial risk as discussed below, while \$21,129,553 was covered by the Federal Deposit Insurance Corporation (FDIC).

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

The County has no deposit policy for custodial risk beyond the requirements of State statute. 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.

C. Investments

As of December 31, 2012, the County had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>			
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>1 year to 5 years</u>	<u>Greater than 5 years</u>
FHLB	\$ 2,514,780	\$ -	\$ 2,011,800	\$ 502,980	\$ -
FFCB	1,838,731	102,408	-	1,736,323	-
FNMA	501,040	-	501,040	-	-
U.S. Treasury bonds	2,491,575	-	2,008,360	153,457	329,758
Municipal notes - Sandusky, Ohio	502,045	-	502,045	-	-
Mutual funds	4,863,964	4,863,964	-	-	-
Total	<u>\$ 12,712,135</u>	<u>\$ 4,966,372</u>	<u>\$ 5,023,245</u>	<u>\$ 2,392,760</u>	<u>\$ 329,758</u>

The weighted average maturity of investments is 0.92 years.

The following investments, not including \$250,000 in deposits included in deposits with financial institutions above, are held by the landfill enterprise fund and are restricted for the closure and post closure of the solid waste facility.

<u>Investment type</u>	<u>Landfill</u>
Mutual funds	\$ 4,863,964
U.S. Treasury bonds	483,215
Federal National Mortgage Association (FNMA)	501,040
Federal Farm Credit Bank (FFCB)	837,511
Federal Home Loan Bank (FHLB)	502,980
Total	<u>\$ 7,188,710</u>

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the County's investment policy limits investment portfolio maturities to five years or less. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the County and that an investment must be purchased with the expectation that it will be held to maturity. Investments may not be redeemed prior to maturity without majority approval of the Advisory Committee.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

Credit Risk: The County's investments in federal agency securities and U.S. Treasury Bonds were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The municipal notes - Sandusky, Ohio were rated MIG 1 by Moody's Investor Services. The County has no investment policy dealing with investment credit risk beyond the requirements in State statute. Ohio law requires that no-load money market mutual funds be rated in the highest category at the time of purchase by at least one nationally recognized standard rating service.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities and the U.S. Treasury bonds are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the County's name. The County has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

Concentration of Credit Risk: The County places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the County at December 31, 2012:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 2,514,780	19.78
FFCB	1,838,731	14.46
FNMA	501,040	3.94
U.S. Treasury bonds	2,491,575	19.60
Municipal notes - Sandusky, Ohio	502,045	3.95
Mutual funds	<u>4,863,964</u>	<u>38.27</u>
Total	<u>\$ 12,712,135</u>	<u>100.00</u>

D. Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of December 31, 2012.

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 50,882,868
Investments	<u>12,712,135</u>
Total	<u>\$ 63,595,003</u>

<u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 49,132,729
Business-type activities	8,835,736
Investment trust	701,342
Agency funds	<u>4,925,196</u>
Total	<u>\$ 63,595,003</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 6 - INVESTMENT POOL

The County serves as fiscal agent for the Hancock County Park District, a legally separate entity. The County pools the monies of this entity with the County's moneys for investment purposes. Participation in the pool is voluntary. The investment pool is not registered with the SEC as an investment company. The fair value of investments is determined annually. The pool does not issue shares. Each participant is allocated a pro rata share of each investment at fair value along with a pro rata share of the interest that it earns. Condensed financial information for the investment pool follows:

**Statement of Net Position
December 31, 2012**

<hr/>	
<u>Assets</u>	
Equity in pooled cash and investments	\$ 63,595,003
Prepayments	250
Accrued interest receivable	<u>35,374</u>
Total	<u>\$ 63,630,627</u>
<u>Liabilities</u>	
Accounts payable	\$ 9,097
Due to other governments	9,328
Due to external parties	<u>17,417</u>
Total	<u>35,842</u>
 <u>Net position held in trust for pool participants</u>	
Internal portion	62,938,363
External portion	<u>665,750</u>
Total net position	<u>\$ 63,604,113</u>

**Statement of Changes in Net Position
For The Year Ended December 31, 2012**

<hr/>	
<u>Additions</u>	
Interest	<u>\$ 330,393</u>
<u>Deductions</u>	
Operating expenses	<u>-</u>
Net increase in assets resulting from operations	330,393
Distribution to participants	(398,678)
Capital transactions	<u>10,403,357</u>
Change in net position	10,335,072
Net position, beginning of year	<u>53,269,041</u>
Net position, end of year	<u>\$ 63,604,113</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 7 - RECEIVABLES

Receivables at December 31, 2012, consisted of accounts (billings for user charged services, including unbilled utility services); sales taxes; accrued interest; amounts due from other governments including grants, entitlements, and shared revenues; amounts due from external parties; interfund, payment in lieu of taxes; property taxes, loans (community development block grant moneys loaned to local businesses), and special assessments. All receivables are considered collectible in full and within one year, except for payment in lieu of taxes, property taxes, loans, and special assessments. Payment in lieu of taxes and property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Loans receivable represent low interest loans for development projects granted to eligible County businesses under the Federal CDBG program. The loans have an annual interest rate of 2 to 5.25 percent and are to be repaid over periods ranging from six to fifteen years. Loans outstanding at December 31, 2012, were \$815,346. Loans receivable, in the amount of \$741,661, will not be received within one year.

Special assessments relating to the payment of debt are not expected to be collected within one year. Special assessments, in the amount of \$1,827,950, will not be received within one year. Delinquent special assessments were \$163,388.

Receivables recorded on the County's financial statements are recorded to the extent the amounts are determined material and substantiated, not only by supporting documentation, but also by a reasonable systematic method of determining their existence, completeness, valuation and collectibility. Using this criteria, the County has elected to not record child support arrearages in the agency funds. These amounts, while potentially significant, are not considered measurable and, because collections are often significantly in arrears, the County is unable to determine a reasonable value.

A summary of the principal amounts due from other governments is as follows:

Fund	Description	Amount
General Fund	Local Government	\$ 771,709
	Casino revenue	384,188
	Prisoner Housing	124,861
	Phone Services	3,634
	Paper Services	19,875
	Homestead and Rollback	137,195
	Grants	4,607
	Security Services	15,097
	Defense of Indigents	68,655
	Leasing	24,072
	Other	9,938
	Total General Fund	

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HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 7 - RECEIVABLES - (Continued)

Fund	Description	Amount
Other Major Funds		
Motor Vehicle and Gas Tax	Charges/Fines and Forfeitures	\$ 5,286
Motor Vehicle and Gas Tax	Permissive Motor Vehicle License Tax	15,443
Motor Vehicle and Gas Tax	Gas Tax	1,064,644
Motor Vehicle and Gas Tax	Motor Vehicle License Registration Fees	1,002,682
Motor Vehicle and Gas Tax	Excess IRP	72,716
Alcohol, Drug and Mental Health	Homestead and Rollback	114,047
Alcohol, Drug and Mental Health	Grants	169,792
Job and Family Services	Grants	475,671
Job and Family Services	Other	6,498
Board of Development Disabilities	Homestead and Rollback	369,011
Board of Development Disabilities	Grants	983,804
Board of Development Disabilities	Other	1,959
Total Other Major Funds		<u>4,281,553</u>
Non-Major Funds		
Child Support Enforcement Agency	Other	16,233
Children Services	Other	4,643
Dog and Kennel	Other	20,000
Children services	Grants	44,276
Community Development Block Grant	Grants	5,000
Agency on Aging Levy	Homestead and Rollback	54,877
Other public safety funds:		
COP CAR grant	Grants	8,843
Juvenile Diversion	Grants	7,829
Emergency Management Agency	Grants	16,290
E-911	Grants	23,908
Other special revenue funds:		
Victims Assistance	Grants	7,543
FEMA	Grants	153,491
Substance abuse	Grants	23,165
Probation Improvements	Grants	31,250
Neighborhood Stabilization	Grants	<u>127,105</u>
Total Non-Major Funds		<u>544,453</u>
Total Governmental Activities		<u>\$ 6,389,837</u>
Business-Type Activities		
Sanitary Landfill	Other	24,000
BMV One Stop	Other	<u>36,920</u>
Total Business-Type Activities		<u>\$ 60,920</u>

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HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 7 - RECEIVABLES - (Continued)

Fund	Description	Amount
Agency Funds		
Subdivision	Motor Vehicle License - Corporation	\$ 226,156
Subdivision	Motor Vehicle License - Township	145,904
Hotel/Motel Tax	Hotel/Motel Tax	99,627
Library/Local Government Support	Library Local Government	1,195,134
Local Government	Local Government	1,824,951
Undivided Tax	Township Gas Tax	706,059
Municipal Permissive Motor Vehicle Tax	Permissive Motor Vehicle License Tax	19,964
Total Agency Funds		<u>\$ 4,217,795</u>

NOTE 8 - PERMISSIVE SALES AND USE TAX

In 1983, the County Commissioners, by resolution, imposed a one-half of one percent tax on all retail sales made in the County, except sales of motor vehicles, and on the storage, use, or consumption of tangible personal property, including motor vehicles not subject to the sales tax. On November 3, 2009, County voters approved a .5 percent sales tax for ten years for general operations. The Commissioners' resolution further discerned that the .5 percent sales tax would be allocated as .25 percent for general operations provided by the County general fund and .25 percent for flood mitigation. The additional sales taxes were effective January 1, 2010. Proceeds of the tax are credited to the general fund and transferred accordingly.

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 the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. A warrant payable to the County is to be made within five days of the certification.

A receivable is recognized at year end for amounts that will be received from sales which occurred during 2012. On the modified accrual basis, the amount of the receivable not collected within the available period is recorded as deferred revenue. On the accrual basis, the full amount of the receivable is recognized as revenue.

NOTE 9 - PAYMENT IN LIEU OF TAXES

According to State law, the County has entered into agreements with a number of property owners under which the County has granted property tax abatements to those property owners and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the County to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if their taxes had not been abated. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by those owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 10 - 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 and tangible personal property taxes collected in one calendar year are 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. 2012 public utility property taxes became a lien December 31, 2011, are levied after October 1, 2012, and are collected in 2013 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2012 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow of resources since the current taxes were not levied to finance 2012 operations and the collection of delinquent taxes has been offset by a deferred inflow of resources since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is deferred.

The full tax rate for all County operations for the year ended December 31, 2012 was \$7.80 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2012 property tax receipts were based are as follows:

Real property

Residential/agricultural	\$ 1,209,459,990
Commercial/industrial/mineral	321,546,020

Public utility

Personal	<u>66,595,890</u>
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Total assessed value	<u><u>\$ 1,597,601,900</u></u>
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HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 11 - CAPITAL ASSETS

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

<u>Governmental activities:</u>	<u>Balance</u> <u>12/31/11</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/12</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 35,365,196	\$ 96,580	\$ -	\$ 35,461,776
Construction in progress	<u>20,148</u>	<u>123,600</u>	<u>(20,148)</u>	<u>123,600</u>
Total capital assets, not being depreciated	<u>35,385,344</u>	<u>220,180</u>	<u>(20,148)</u>	<u>35,585,376</u>
<i>Capital assets, being depreciated:</i>				
Buildings	31,441,450	330,104	(363,983)	31,407,571
Improvements other than buildings	227,654	116,872	-	344,526
Equipment	6,399,019	529,230	(594,849)	6,333,400
Vehicles	4,930,611	777,512	(594,197)	5,113,926
Infrastructure	<u>63,901,470</u>	<u>2,186,380</u>	<u>(39,573)</u>	<u>66,048,277</u>
Total capital assets, being depreciated	<u>106,900,204</u>	<u>3,940,098</u>	<u>(1,592,602)</u>	<u>109,247,700</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(10,126,699)	(623,080)	84,185	(10,665,594)
Improvements other than buildings	(181,436)	(11,711)	-	(193,147)
Equipment	(4,477,638)	(382,614)	574,682	(4,285,570)
Vehicles	(3,836,538)	(294,798)	550,969	(3,580,367)
Infrastructure	<u>(21,174,178)</u>	<u>(1,904,827)</u>	<u>39,573</u>	<u>(23,039,432)</u>
Total accumulated depreciation	<u>(39,796,489)</u>	<u>(3,217,030)</u>	<u>1,249,409</u>	<u>(41,764,110)</u>
Total capital assets, being depreciated net	<u>67,103,715</u>	<u>723,068</u>	<u>(343,193)</u>	<u>67,483,590</u>
Governmental activities capital assets, net	<u>\$ 102,489,059</u>	<u>\$ 943,248</u>	<u>\$ (363,341)</u>	<u>\$ 103,068,966</u>

Depreciation expense was charged to governmental functions as follows:

<u>Governmental activities:</u>	
Legislative and executive	\$ 209,099
Judicial	53,223
Public safety	377,378
Health	340,743
Public works	2,181,126
Human services	<u>55,461</u>
Total depreciation expense	<u>\$ 3,217,030</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 11 - CAPITAL ASSETS - (Continued)

<u>Business-type activities</u>	<u>Balance</u> <u>12/31/11</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/12</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 1,699,699	\$ -	\$ -	\$ 1,699,699
Construction in progress	<u>28,500</u>	<u>-</u>	<u>(28,500)</u>	<u>-</u>
Total capital assets, not being depreciated	<u>1,728,199</u>	<u>-</u>	<u>(28,500)</u>	<u>1,699,699</u>
<i>Capital assets, being depreciated:</i>				
Buildings	6,206,101	-	-	6,206,101
Improvements other than buildings	1,592,117	128,327	-	1,720,444
Equipment	3,466,174	7,800	(7,400)	3,466,574
Vehicles	<u>1,121,750</u>	<u>109,075</u>	<u>(18,115)</u>	<u>1,212,710</u>
Total capital assets, being depreciated	<u>12,386,142</u>	<u>245,202</u>	<u>(25,515)</u>	<u>12,605,829</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(543,021)	(88,577)	-	(631,598)
Improvements other than buildings	(423,247)	(56,996)	-	(480,243)
Equipment	(1,263,619)	(213,357)	7,400	(1,469,576)
Vehicles	<u>(495,525)</u>	<u>(81,510)</u>	<u>15,850</u>	<u>(561,185)</u>
Total accumulated depreciation	<u>(2,725,412)</u>	<u>(440,440)</u>	<u>23,250</u>	<u>(3,142,602)</u>
Total capital assets, being depreciated net	<u>9,660,730</u>	<u>(195,238)</u>	<u>(2,265)</u>	<u>9,463,227</u>
Business-type activities capital assets, net	<u>\$ 11,388,929</u>	<u>\$ (195,238)</u>	<u>\$ (30,765)</u>	<u>\$ 11,162,926</u>

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

Business-type activities:

Sanitary landfill	\$ 372,809
Agricultural service center	16,900
BMV one-stop	<u>50,731</u>
Total depreciation expense	<u>\$ 440,440</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 12 - INTERFUND RECEIVABLES/PAYABLES

- A.** Interfund loans receivable/payable consisted of the following at December 31, 2012, as reported on the fund statement:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	BMV one-stop fund	\$ 6,271
General fund	Nonmajor governmental funds	<u>75,292</u>
Total		<u>\$ 81,563</u>

The primary purpose of the interfund balance is to cover costs in specific funds where revenues were not received by December 31. These interfund balances will be repaid once the anticipated revenues are received.

Interfund balances between governmental funds are eliminated on the government-wide statement of net position. Interfund balances between governmental and business-type activities are reported as internal balances on the statement of net position.

- B.** Long-term loans receivable/payable consisted of the following at December 31, 2012, as reported on the fund statement:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental fund	<u>\$ 8,169</u>

The loan was necessitated to cover costs in the special improvement fund (nonmajor governmental fund). The loan will be repaid once the anticipated revenues are received. Interfund balances between governmental funds are eliminated on the government-wide financial statements.

- C.** Due to/from other funds at December 31, 2012, consisted of the following as reported on the fund statements:

	<u>General</u>	<u>Motor Vehicle and Gas Tax</u>	<u>Job and Family Services</u>	<u>Board of Developmental Disabilities</u>
General	\$ -	\$ 304	\$ 46	\$ -
Motor Vehicle and Gas Tax	9,286	-	-	-
Job and Family Services	-	-	-	-
Other Governmental	-	-	2,216	-
Internal Service	<u>6,747</u>	<u>1,652</u>	<u>-</u>	<u>58,551</u>
Total due to other funds	<u>\$ 16,033</u>	<u>\$ 1,956</u>	<u>\$ 2,262</u>	<u>\$ 58,551</u>

-continued

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 12 - INTERFUND RECEIVABLES/PAYABLES - (Continued)

	Flood Mitigation	Other Governmental	Sanitary Landfill	Total Due from Other Funds
General	\$ 10,500	\$ -	\$ 37	\$ 10,887
Motor Vehicle and Gas Tax	3,348	3,512	7,233	23,379
Job and Family Services	-	44,130	-	44,130
Other Governmental	-	-	-	2,216
Internal Service	-	-	3,805	70,755
Total due to other funds	<u>\$ 13,848</u>	<u>\$ 47,642</u>	<u>\$ 11,075</u>	<u>\$ 151,367</u>

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All interfund balances are due within one year.

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 an internal balance on the statement of net position.

- D.** Due to/from external parties at December 31, 2012, consisted of the following as reported on the fund statements:

	Investment Trust	Agency	Sanitary Landfill	Total Due from External Parties
General	\$ 17,417	\$ 65,116	\$ -	\$ 82,533
Motor Vehicle and Gas Tax	-	156	-	156
Agency	-	-	9,170	9,170
Total due to external parties	<u>\$ 17,417</u>	<u>\$ 65,272</u>	<u>\$ 9,170</u>	<u>\$ 91,859</u>

These balances resulted from the time lag between the dates that (1) goods and services are provided, (2) transactions are recorded in the accounting system, and (3) payments are made. All balances are due within one year.

NOTE 13 - RISK MANAGEMENT

A. Property and Liability

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Since 1992, the County has contracted with the Midwest Pool Risk Management Agency, Inc. for liability, property, and crime insurance. The program has a \$100,000 self-insured retention per occurrence, respectively.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 13 - RISK MANAGEMENT - (Continued)

The list below is a general description of insurance coverage; all policy terms, conditions, restrictions, exclusions, etc. are not included.

Liability

General, Automotive and Law Liability	
Combined (Per Occurrence)	\$ 7,000,000
Public Official Errors and Omissions	
Aggregate	7,000,000
Property including Automotive Comprehensive and Collision (Per Occurrence)	56,941,414
Flood and Earthquake (Annual Aggregate)	36,000,000
Boiler and machinery (Per Occurrence)	50,000,000
Crime Protection Insurance (Per Occurrence)	500,000

The County pays all elected officials' bonds by statute.

Settled claims have not exceeded this commercial coverage in any of the past three years and there has been no significant reduction in coverage from the prior year.

B. Health Care

The County participates in the Midwest Employee Benefit Consortium (MEBC), a public entity shared risk pool consisting of five counties. Each member pays premiums to MEBC for employee medical and life insurance premiums. MEBC is responsible for the management and operation of the program. Upon withdrawal, the County is responsible for the payment of all MEBC liabilities to its employees, dependents, and designated beneficiaries accruing as a result of the withdrawal. Upon termination of MEBC, all member claims will be paid without regard to the member's account balance. The MEBC Board of Trustees has the right to return moneys to an exiting member subsequent to the settlement of all expenses and claims.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 13 - RISK MANAGEMENT - (Continued)

C. Workers' Compensation

The County participates in the Ohio Bureau of Workers' Compensation (BWC) Individual Retrospective Rating Program (Retrospective Program). The Retrospective Program is an alternative rating plan that allows the employer to initially pay BWC less in premiums than it would without the plan. An employer participating in the Retrospective Program may earn a possible premium reduction by assuming a portion of the risk of workers' compensation claims. Actual claims costs incurred during the policy year are billed to the employer at the end of that policy year. If the employer's total cost is below what they would have paid had they not enrolled in the Retrospective Program, they realize the difference in savings. A separate internal service fund was established to account for the operation of the Retrospective Program, including a reserve balance based on sound actuarial principles to cover actual claims costs. The Retrospective Program is intended to achieve lower workers' compensation premiums and claims costs by promoting safe working conditions and environments for the employees.

The County has agreed to pay all claims up to a maximum of \$200,000 of what the County would have paid had the County remained an experience-rated risk. Claims exceeding these limits will be paid by the State. Each year, the County pays the State a "minimum premium" for retaining the risk of having claims which exceeded the County's maximum claims limit.

The claims liability of \$70,755 reported on the basic financial statements at December 31, 2012, is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling the claim. Changes in the internal service fund's claims liability amounts in the past two years follows:

<u>Year</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Balance at End of End of Year</u>
2012	\$ 70,200	\$ 81,643	\$ (81,088)	\$ 70,755
2011	90,503	70,200	(90,503)	70,200

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 14 - CONTRACTUAL OBLIGATIONS

As of December 31, 2012, the County had the following contractual purchase commitments:

Company	Project	Contract Amount	Payments as of 12/31/12	Contract Balance at 12/31/12
Carol Budzenski	Professional services	\$ 25,200	\$ 11,592	\$ 13,608
Arcadis US Inc.	Update services for the Landfill	39,000	38,740	260
Arcadis US Inc.	2012 Groundwater monitoring	26,500	24,846	1,654
Arcadis US Inc.	Quality control/assurance services	112,000	105,856	6,144
Century Health	Professional health services	60,000	-	60,000
RCM Architects	Architectural services	25,666	7,879	17,787
Family Resource Center	Professional services	294,500	290,222	4,278
Woolpert	Digital Orthoimagery	157,099	13,132	143,967
Vanlue LSD	Bus transportation contract	100,000	77,673	22,327
CRSI	Service contract	151,840	84,781	67,059
Invo HealthCare Assoc. Inc	Professional services	130,657	80,839	49,818
Harp Contractor	Contractor services	345,327	-	345,327
Harp Contractor	Contractor services	138,801	-	138,801
Total		<u>\$ 1,606,590</u>	<u>\$ 735,560</u>	<u>\$ 871,030</u>

NOTE 15 - PENSION PLANS

A. 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, whose investment is 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 exist only within 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.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 15 - PENSION PLANS - (Continued)

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2012 member and 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 2012 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 11.50% and 12.10%, respectively. The County's contribution rate for 2012 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 2012 was 10.00%. The County's contribution rate for pension benefits for members in the Combined Plan and Traditional Plan was 7.95% and 10.00%, respectively. For those plan members in law enforcement and public safety pension contributions were 14.10%. The County's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2012, 2011, and 2010 were \$1,949,542, \$1,950,690, and \$1,757,154, respectively; 91.85% has been contributed for 2012 and 100% has been contributed for 2011 and 2010. The remaining 2012 pension liability has been reported as due to other governments/pension obligation payable on the basic financial statements. Contributions to the member-directed plan for 2012 were \$52,713 made by the County and \$37,652 made by the plan members.

B. State Teachers Retirement System of Ohio

Plan Description - The County participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio website at www.strsoh.org, under "Publications".

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 15 - PENSION PLANS - (Continued)

Funding Policy - For 2012, plan members were required to contribute 10 percent of their annual covered salaries. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to STRS Ohio for the years ended December 31, 2012, 2011 and 2010 were \$66,899, \$60,601 and \$70,406, respectively; 95.61 percent has been contributed for 2012 and 100 percent for 2011 and 2010. The remaining 2012 pension liability has been reported as due to other governments/pension obligation payable on the basic financial statements.

NOTE 16 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement

Plan Description - OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare 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 post-employment 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 healthcare 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 post-employment healthcare plan was established under, and is administrated in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2012 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 post-employment healthcare for members in the Traditional Plan for 2012 was 4.00%. The portion of employer contributions allocated to fund post-employment healthcare for members in the Combined Plan for 2012 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 healthcare plan.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 16 - POSTEMPLOYMENT BENEFIT PLANS - (Continued)

The County's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2012, 2011, and 2010 were \$757,447, \$759,390, and \$964,687, respectively; 91.85% has been contributed for 2012 and 100% has been contributed for 2011 and 2010. The remaining 2012 post-employment health care benefits liability has been reported as due to other governments/pension obligation payable on the basic financial statements.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under State Bill 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

B. State Teachers Retirement System of Ohio

Plan Description - The County contributes to the cost sharing, multiple employer defined benefit Health Plan (the "Plan") administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting www.strsoh.org, under "*Publications*" or by calling (888) 227-7877.

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2012, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The County's contributions for health care for the years ended December 31, 2012, 2011 and 2010 were \$5,146, \$4,662 and \$5,416, respectively; 95.61 percent has been contributed for 2012 and 100 percent for 2011 and 2010. The remaining 2012 post-employment health care benefits liability has been reported as due to other governments/pension obligation payable on the basic financial statements.

NOTE 17 - COMPENSATED ABSENCES

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has at least one year of service with the County. Accumulated, unused sick leave is paid, up to a maximum of 120 days, depending on length of service to employees hired before March 10, 1994, who retire, leave, or due to death. Accumulated, unused sick leave is paid, up to a maximum of 30 days, depending on length of service to employees who retire or due to death for employees hired on or after March 10, 1994.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 18 - NOTES PAYABLE

A summary of the note transactions for the year ended December 31, 2012, follows:

	Balance 12/31/2011	Issued	Retired	Balance 12/31/2012
Governmental activities:				
<u>Bond anticipation notes</u>				
Series 2011-2 Notes - 0.95%	\$ 361,000	\$ -	\$ (361,000)	\$ -
Series 2012-1 Notes - 1.86%	-	217,000	-	217,000
Series 2012-2 Notes - 1.5%	-	2,800,000	-	2,800,000
Total notes payable - governmental activities	<u>\$ 361,000</u>	<u>\$ 3,017,000</u>	<u>\$ (361,000)</u>	<u>\$ 3,017,000</u>
Business-type activities:				
<u>Bond anticipation notes</u>				
Series 2011-2 Notes - 0.95%	\$ 1,500,000	\$ -	\$ (1,500,000)	\$ -
Series 2012-2 Notes - 1.5%	-	1,265,000	-	1,265,000
Total notes payable - business-type activities	<u>\$ 1,500,000</u>	<u>\$ 1,265,000</u>	<u>\$ (1,500,000)</u>	<u>\$ 1,265,000</u>

On November 8, 2011, the County issued \$1,861,000 in Series 2011-2 bond anticipation notes for the following purposes: (i) \$211,000 to partially refund manuscript debt issued previously, (ii) \$150,000 to partially refund the Series 2011-1 Beach Ditch Project bond anticipation notes and (iii) \$1,500,000 to partially refund the Series 2011-1 Landfill real estate, equipment and improvement notes. The notes bore an interest rate of 0.95% and matured on November 7, 2012.

On November 8, 2012, the County issued Series 2012-1 bond anticipation notes to partially refund the Series 2011-1 bond anticipation notes. The notes carry an interest rate of 1.86% and mature November 8, 2013. These notes are recorded as a fund liability of special improvements fund, a nonmajor governmental fund.

On November 8, 2012, the County issued \$6,565,000 in Series 2012-2 bond anticipation notes for the following purposes: (i) \$5,300,000 for a salt shed and maintenance garage and (ii) \$1,265,000 to partially refund the Series 2011-2 bond anticipation notes. The notes bore an interest rate of 1.50% and matured on March 15, 2013. Of the \$5,300,000 notes issued for a salt shed and maintenance garage, \$2,500,000 has been replaced by debt that extends at least one year beyond the date of the balance sheet (See Note 31). The remaining \$2,800,000 governmental bond anticipation notes are recorded as a fund liability in the motor vehicle and gas tax capital projects fund. The business-type activities bond anticipation notes are recorded as a fund liability in the sanitary landfill fund.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT

The original issue date, interest rate and original issue amount for the County's long-term obligations are as follows:

<u>General Obligation Bonds</u>	<u>Original Issue Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
<u>Governmental Activities</u>			
Job and Family Services Refunding	2002	3.50 - 4.75	950,000
I-75/Tall Timbers Connector Refunding	2005	3.50 - 5.00	4,415,000
Courthouse Restoration Refunding	2005	3.50 - 5.00	770,000
ADAMHS Building	2005	3.50 - 5.00	200,000
US 224/CR 300 Construction	2007	4.10 - 4.50	2,995,000
Jail Security System	2009	2.00 - 4.00	755,000
Sheriff Department Radios	2009	2.00 - 4.00	435,000
<u>Business-Type Activities</u>			
BMV One-Stop	2003	3.00 - 6.00	2,200,000
Agricultural Service Center Refunding	2005	3.50 - 5.00	1,180,000
County Landfill Improvements	2009	2.00 - 3.625	2,045,000
County Landfill Equipment	2009	2.00 - 4.00	515,000
<u>Special Assessment Bonds</u>			
Griffith Heights	2004	4.00 - 5.00	136,812
CR 220 Sanitary Sewer/Van Buren	2004	4.00 - 5.00	618,188
US 224 W/Trenton Ave Sewer	2004	4.00 - 5.00	277,551
McKinley Street Waterline	2004	4.00 - 5.00	62,449
US 224 Water Refunding	2005	3.50 - 5.00	179,761
CR 88/SR 12 Sewer Refunding	2005	3.50 - 5.00	407,628
SR 12 West Water Refunding	2005	3.50 - 5.00	82,611
CR 95/CR 18 Sewer	2007	3.40 - 4.10	810,000
<u>Bond Anticipation Notes</u>			
Series 2012	2012	1.5	2,500,000
<u>Ohio Water Development Loans</u>			
SR 12 West (Fostoria)	1998	5.73	475,239
HSTS Repair/Replacement	2012	N/A	76,812
<u>Ohio Public Works Commission</u>			
Landfill Sanitary Sewer	2011	N/A	339,765
<u>Other Long-Term Obligations</u>			
Guaranteed Energy Savings			
Performance Contract	2008	3.60	2,011,500
ADAMH Taxable Affordable			
Housing Revenue Note	2009	8.50	100,000

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

Changes in the County's long-term obligations during 2012 were as follows. The beginning balance of the long-term obligations for governmental activities and business-type activities have been restated due to the implementation of GASB Statements No. 63 and 65 which require unamortized accounting losses related to advanced refundings to be reported as deferred outflows of resources rather than a component of long-term obligations. The long-term obligations of the business-type activities have also been restated to include \$339,765 in OPWC loans that were previously accounted for as grants.

Governmental Activities:	Restated Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012	Amount Due Within One Year
<u>General Obligation Bonds</u>					
I-75/Tall Timbers connector refunding					
Serial and term bonds	\$ 3,560,000	\$ -	\$ (385,000)	\$ 3,175,000	\$ 400,000
Premium	65,843	-	(8,230)	57,613	-
Courthouse restoration refunding					
Serial bonds	160,000	-	(160,000)	-	-
Premium	1,084	-	(1,084)	-	-
Job and family services refunding					
Serial and term bonds	340,000	-	(55,000)	285,000	60,000
Premium	638	-	(106)	532	-
ADMHS building					
Serial and term bonds	145,000	-	(10,000)	135,000	10,000
US 224/CR 300 construction					
Serial and term bonds	2,590,000	-	(115,000)	2,475,000	120,000
Premium	68,264	-	(4,267)	63,997	-
Jail Security System					
Serial and term bonds	655,000	-	(50,000)	605,000	55,000
Discount	(1,330)	-	123	(1,207)	-
Sheriff Department Radio					
Serial and term bonds	385,000	-	(25,000)	360,000	25,000
Discount	(1,343)	-	113	(1,230)	-
Total general obligation bonds	<u>7,968,156</u>	<u>-</u>	<u>(813,451)</u>	<u>7,154,705</u>	<u>670,000</u>
<u>Special Assessment Bonds</u>					
US 224 water refunding					
serial and term bonds	89,879	-	(16,098)	73,781	17,439
Premium	587	-	(117)	470	-
CR 88/SR 12 sewer refunding					
Serial bonds	203,814	-	(36,504)	167,310	39,546
Premium	1,329	-	(266)	1,063	-
SR 12 West water refunding					
Serial bonds	41,305	-	(7,398)	33,907	8,014
Premium	269	-	(54)	215	-

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HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

Governmental activities (continued)

	Restated Balance 12/31/11	Additions	Reductions	Balance 12/31/12	Amount Due Within One Year
Griffith Heights water/sewer project	\$ 102,384	\$ -	\$ (6,342)	\$ 96,042	\$ 6,342
CR 220 sanitary sewer/Van Buren	462,616	-	(28,658)	433,958	28,658
US 224 W/Trenton Avenue sewer	187,754	-	(16,327)	171,427	16,327
McKinley Street waterline	42,246	-	(3,673)	38,573	3,673
CR 95/CR 18 sewer	680,000	-	(35,000)	645,000	35,000
Premium	17,431	-	(1,245)	16,186	-
	<u>1,829,614</u>	<u>-</u>	<u>(151,682)</u>	<u>1,677,932</u>	<u>154,999</u>
<u>Bond Anticipation Notes</u>					
Series 2012	-	2,500,000	-	2,500,000	-
	<u>-</u>	<u>2,500,000</u>	<u>-</u>	<u>2,500,000</u>	<u>-</u>
Total bond anticipation notes	-	2,500,000	-	2,500,000	-
<u>OWDA Loans</u>					
SR 12 west water/sewer project	228,444	-	(27,440)	201,004	29,012
HSTS repair/replacement	-	76,812	(76,812)	-	-
	<u>228,444</u>	<u>76,812</u>	<u>(104,252)</u>	<u>201,004</u>	<u>29,012</u>
Total OWDA loans	228,444	76,812	(104,252)	201,004	29,012
<u>Other Long-Term Obligations</u>					
Guaranteed energy savings performance contract	1,519,694	-	(193,427)	1,326,267	200,827
ADAMH Taxable Affordable Housing Revenue Note	92,713	-	(4,125)	88,588	4,483
Compensated absences	2,681,619	298,585	(536,654)	2,443,550	1,318,198
	<u>4,294,026</u>	<u>298,585</u>	<u>(734,206)</u>	<u>3,858,405</u>	<u>1,523,508</u>
Total other long-term obligations	4,294,026	298,585	(734,206)	3,858,405	1,523,508
Total governmental activities long-term obligations	<u>\$ 14,320,240</u>	<u>\$ 2,875,397</u>	<u>\$ (1,803,591)</u>	<u>\$ 15,392,046</u>	<u>\$ 2,377,519</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

Business-type activities:	Restated Balance 12/31/11	Additions	Reductions	Balance 12/31/12	Amount Due Within One Year
<u>General Obligation Bonds</u>					
Landfill improvements					
Serial bonds	\$ 1,680,000	\$ -	\$ (190,000)	\$ 1,490,000	\$ 195,000
Premium	1,762	-	(225)	1,537	-
Landfill equipment					
Serial bonds	425,000	-	(50,000)	375,000	50,000
Premium	449	-	(57)	392	-
Agricultural service center refunding					
Serial and term bonds	1,005,000	-	(110,000)	895,000	110,000
Premium	18,420	-	(2,303)	16,117	-
BMV one-stop	1,775,000	-	(85,000)	1,690,000	85,000
Premium	112,410	-	(7,494)	104,916	-
 Total general obligation bonds	 <u>5,018,041</u>	 <u>-</u>	 <u>(445,079)</u>	 <u>4,572,962</u>	 <u>440,000</u>
<u>OPWC Loans</u>					
Landfill sanitary sewer	339,765	-	(16,988)	322,777	16,988
 Total OPWC loans	 <u>339,765</u>	 <u>-</u>	 <u>(16,988)</u>	 <u>322,777</u>	 <u>16,988</u>
<u>Other Long-Term Obligations</u>					
Compensated absences	160,167	62,024	(45,630)	176,561	50,300
Landfill closure/postclosure costs	4,298,605	384,833	-	4,683,438	-
Total other long-term obligations	<u>4,458,772</u>	<u>446,857</u>	<u>(45,630)</u>	<u>4,859,999</u>	<u>50,300</u>
 Total business-type activities	 <u>\$ 9,816,578</u>	 <u>\$ 446,857</u>	 <u>\$ (507,697)</u>	 <u>\$ 9,755,738</u>	 <u>\$ 507,288</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

General Obligation Bonds

On April 1, 2002, the County issued \$3,145,000 in various purpose refunding bonds with interest rates ranging from 3.5 percent to 4.75 percent. The bonds were issued to advance refund \$1,590,000 in Library Improvement general obligation bonds, \$865,000 in Job and Family Services general obligation bonds, and \$415,000 in Beechwood water and sewer special assessment bonds. All of the refunded bonds have been retired by the escrow agent.

The reacquisition price exceeded the net carrying amount of the old debt by \$195,983. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which equals the life of the new debt. This refunding was undertaken to reduce the combined total debt service payments by \$231,471 resulting in an economic gain of \$178,235.

The Job and Family Services refunding bonds pledge the full faith and credit of the County for the payment of the debt. The Job and Family Services refunding bonds will be paid from rental charges from the Job and Family Services Department.

The term bonds maturing on December 1, 2017, are subject to mandatory sinking fund redemption, in part by lot, pursuant to the terms of the mandatory sinking fund redemption requirements of the County. The mandatory redemption is to occur on December 1 from 2012 through 2016 (with the balance of \$55,000 to be paid at stated maturity on December 1, 2017) at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date, according to the following schedule:

<u>Year</u>	<u>Amount</u>
2013	\$ 60,000
2014	55,000
2015	60,000
2016	55,000

The term bonds maturing on December 1, 2013, will be subject to optional redemption by and at the sole option of the County, either in whole or in part (as selected by the County), on any date commencing after December 1, 2012, and in integral multiples of \$5,000, at the following redemption prices (expressed as percentages of the principal amount redeemed), plus accrued interest to the redemption date:

<u>(Dates Inclusive)</u>	<u>Prices</u>
December 31, 2012 through November 30, 2013	101%
December 1, 2013 and thereafter	100%

On May 1, 2003, the County issued \$2,200,000 in general obligation bonds with interest rates ranging from 3 percent to 6 percent. The bonds were issued to retire bond anticipation notes originally issued to construct, furnish, and equip the BMV one-stop building. Rental payments made by the tenants of the offices are used to make debt payments.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

On November 10, 2005, the County issued \$8,085,000 in various purpose improvement and refunding bonds with interest rates ranging from 3.5 percent to 5 percent. The various purpose improvement bonds were issued to retire notes originally issued for Alcohol, Drug Addiction, and Mental Health Services to purchase a new office building and to construct East Melrose Road. The refunding portion of the issue refunded the I-75/Tall Timbers Connector, Courthouse Restoration, Justice Center, and Agricultural Service Center general obligation bonds and the US 224 Water, CR 88/SR 12 Sewer, and SR 12 West water special assessment bonds. There are no further obligations on the Justice Center portion which was originally issued at \$790,000. At December 31, 2012, \$4,270,000 of the refunded bonds being held by the escrow agent is still outstanding.

The reacquisition price exceeded the net carrying amount of the old debt by \$613,925. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which equals the life of the new debt. This refunding was undertaken to reduce the combined total debt service payments by \$317,722 resulting in an economic gain of \$255,166.

The alcohol, drug addiction and mental health services bonds will be paid with transfers from the alcohol, drug addiction and mental health services special revenue fund.

The I-75/Tall Timbers Connector refunding bonds will be paid from payments in lieu of taxes. The Courthouse Restoration and Justice Center refunding bonds will be paid from a .1 mill unvoted property tax levy and the Agriculture Service Center refunding bonds will be paid from tenants who rent the facilities.

The US 224 Water, CR 88/SR 12 Sewer, and SR 12 West Water special assessment refunding bonds will be paid from the proceeds of special assessments levied against the benefited property owners. In the event the property owners do not pay their assessment, the County will be responsible for the debt payments.

On October 31, 2007, the County issued \$3,805,000 in general obligation bonds with interest rates ranging from 3.40 to 4.50 percent. The bonds were issued for additional infrastructure improvements for US 224 and County Road 300 and for improvements to CR 95/CR 18 sewer district. The bonds will be paid from payments in lieu of taxes the County receives related to the projects.

The term bonds maturing on December 1, 2022, are subject to mandatory sinking fund redemption, in part by lot, pursuant to the terms of the mandatory sinking fund redemption requirements of the County. The mandatory redemption is to occur on December 1 from 2018 through 2021 (with the balance of \$230,000 to be paid at stated maturity on December 1, 2022) at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date, according to the following schedule:

<u>Year</u>	<u>Amount</u>
2018	\$ 195,000
2019	205,000
2020	210,000
2021	225,000

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

The term bonds maturing on December 1, 2018, will be subject to optional redemption by and at the sole option of the County, either in whole or in part (as selected by the County), on any date commencing after December 1, 2017, and in integral multiples of \$5,000, at the following redemption prices (expressed as percentages of the principal amount redeemed), plus accrued interest to the redemption date:

Redemption Dates (Dates Inclusive)	Redemption Prices
December 1, 2017 through November 30, 2018	101%
December 1, 2018 and thereafter	100%

The term bonds maturing on December 1, 2025, are subject to mandatory sinking fund redemption, in part by lot, pursuant to the terms of the mandatory sinking fund redemption requirements of the County. The mandatory redemption is to occur on December 1 in the years 2023 and 2024 (with the balance of \$265,000 to be paid at stated maturity on December 1, 2025) at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date, according to the following schedule:

Year	Amount
2023	\$ 245,000
2024	255,000

The term bonds maturing on December 1, 2027, are subject to mandatory sinking fund redemption, in part by lot, pursuant to the terms of the mandatory sinking fund redemption requirements of the County. The mandatory redemption is to occur on December 1, 2026 (with the balance of \$220,000 to be paid at stated maturity on December 1, 2027) at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date, according to the following schedule:

Year	Amount
2026	\$ 210,000

On November 4, 2009, the County issued \$3,935,000 in various purpose limited tax general obligation bonds, with interest rates ranging from 2.0 percent to 4.00 percent. The bonds were issued to retire notes originally issued for the Engineers Garage, Jail Security System, Sheriff's Department Radios, County Landfill Improvements and County Landfill Equipment.

Special Assessment Bonds and OWDA Loans

On November 1, 2004, special assessment bonds were issued with interest rates ranging from 4 percent to 5 percent for various water and sewer projects. The bonds will be paid from the proceeds of special assessments levied against the benefited property owners. In the event the property owners do not pay their assessment, the County will be responsible for the debt payments.

The OWDA loans will be paid from the proceeds of special assessments levied against the benefited property owners and with transfers from the general fund for the County's portion of the projects. In the event the property owners do not pay their assessment, the County would be responsible for the debt payments.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

The special assessment bonds and OWDA loans will be paid from special assessment collections. In the event special assessments are not sufficient to cover the principal and interest payments, the general fund will be responsible for making principal and interest payments. The total principal remaining to be paid on the special assessment bonds and OWDA loans are \$1,659,998 and \$201,004, respectively. Principal and interest for the current year and total assessments received were \$270,306 and \$242,475, respectively.

Bond Anticipation Notes

On November 8, 2012, the County issued \$6,565,000 in Series 2012-2 bond anticipation notes for the following purposes: (i) \$5,300,000 for a salt shed and maintenance garage and (ii) \$1,265,000 to partially refund the Series 2011-2 bond anticipation notes described above. The notes bore an interest rate of 1.50% and matured on March 15, 2013. Of the \$5,300,000 notes issued for a salt shed and maintenance garage, \$2,500,000 has been replaced by debt that extends at least one year beyond the date of the balance sheet (See Note 31). At December 31, 2012, \$5,176,400 of the note proceeds remained unspent. The \$123,600 spent as of December 31, 2012, is included in the calculation for net investment in capital assets.

ADAMH Taxable Affordable Housing Revenue Note

The County issued a \$100,000 taxable affordable housing revenue note on November 24, 2009 to pay a portion of the costs of the Melrose Efficiency Apartment Complex, a supervised living facility owned and operated by ADAMH. Principal and interest payments are payable May 25 and November 25 of each year at an interest rate of 8.50% commencing May 25, 2010. The scheduled maturity date is November 25, 2024.

Guaranteed Energy Savings Contract

On May 1, 2008, the County entered into a GES Performance Contract (Contract) for the acquisition of and installation of energy conservation measures and related improvements. The Contract will be paid from the Energy Savings Gateway nonmajor debt service fund. The scheduled maturity date is December 15, 2018.

OPWC Loans

During 2011, The County received an Ohio Public Works Commission (OPWC) interest free loan for the purpose of building a sanitary sewer at the County landfill. The final maturity date of the loan is July 1, 2031.

Compensated Absences

The compensated absences liability will be paid from the General Fund, Motor Vehicle and Gas Tax, Alcohol, Drug Addiction, and Mental Health, Job and Family Services, Board of Developmental Disabilities, Child Support Enforcement Agency, Dog and Kennel, Real Estate Assessment, Community Corrections, Certificate of Title, Felony Delinquent Juvenile Care and Custody, Jail Diversion, Emergency Management Agency, and Juvenile Diversion Special Revenue Funds and the Sanitary Landfill and Agricultural Service Center enterprise funds.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

Debt Margin

The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors should not exceed 1 percent of the total assessed valuation of the County. The Revised Code further provides that the total voted and unvoted net debt of the County less the same exempt debt should not exceed a sum equal to 3 percent of the first \$100,000,000, plus 1.5 percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus 2.5 percent of such valuation in excess of \$300,000,000.

The effect of the debt limitations described above is an overall debt margin of \$29,203,048 at December 31, 2012.

The following is a summary of the County's future annual debt service requirements for long-term obligations:

Year Ending December 31,	General Obligation Bonds			Year Ending December 31,	Special Assessment Bonds		
	Principal	Interest	Total		Principal	Interest	Total
2013	\$ 670,000	\$ 282,069	\$ 952,069	2013	\$ 154,999	\$ 73,550	\$ 228,549
2014	685,000	260,318	945,318	2014	165,000	67,127	232,127
2015	715,000	238,354	953,354	2015	165,000	60,288	225,288
2016	730,000	214,818	944,818	2016	174,999	53,041	228,040
2017	775,000	190,766	965,766	2017	110,000	45,326	155,326
2018 - 2022	2,350,000	490,269	2,840,269	2018 - 2022	595,000	144,489	739,489
2023 - 2027	1,110,000	141,643	1,251,643	2023 - 2025	295,000	22,882	317,882
Total	<u>\$ 7,035,000</u>	<u>\$ 1,818,237</u>	<u>\$ 8,853,237</u>	Total	<u>\$ 1,659,998</u>	<u>\$ 466,703</u>	<u>\$ 2,126,701</u>

Year Ending December 31,	OWDA Loans			Year Ending December 31,	GES Performance Contract		
	Principal	Interest	Total		Principal	Interest	Total
2013	\$ 29,012	\$ 11,518	\$ 40,530	2013	\$ 200,827	\$ 48,380	\$ 249,207
2014	30,675	9,856	40,531	2014	208,510	40,697	249,207
2015	32,432	8,098	40,530	2015	216,488	32,719	249,207
2016	34,290	6,240	40,530	2016	224,772	24,437	249,209
2017	36,256	4,274	40,530	2017	233,371	15,837	249,208
2018	38,339	2,190	40,529	2018	242,299	6,909	249,208
Total	<u>\$ 201,004</u>	<u>\$ 42,176</u>	<u>\$ 243,180</u>	Total	<u>\$ 1,326,267</u>	<u>\$ 168,979</u>	<u>\$ 1,495,246</u>

Year Ending December 31,	ADAMH Note		
	Principal	Interest	Total
2013	\$ 4,483	\$ 7,436	\$ 11,919
2014	4,872	7,047	11,919
2015	5,295	6,624	11,919
2016	5,755	6,164	11,919
2017	6,254	5,665	11,919
2018 - 2022	40,420	19,175	59,595
2023 - 2024	21,509	2,329	23,838
Total	<u>\$ 88,588</u>	<u>\$ 54,440</u>	<u>\$ 143,028</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

Year Ending December 31,	Business-Type Activities - General Obligation Bonds		
	Principal	Interest	Total
2013	\$ 440,000	\$ 188,772	\$ 628,772
2014	455,000	174,848	629,848
2015	470,000	160,048	630,048
2016	495,000	143,687	638,687
2017	510,000	125,957	635,957
2018 - 2022	1,460,000	348,949	1,808,949
2023 - 2026	620,000	96,000	716,000
Total	<u>\$ 4,450,000</u>	<u>\$ 1,238,261</u>	<u>\$ 5,688,261</u>

Year Ending December 31,	Business-Type Activities - OPWC Loans		
	Principal	Interest	Total
2013	\$ 16,988	\$ -	\$ 16,988
2014	16,988	-	16,988
2015	16,988	-	16,988
2016	16,988	-	16,988
2017	16,988	-	16,988
2018 - 2022	84,940	-	84,940
2023 - 2027	84,940	-	84,940
2028 - 2031	67,957	-	67,957
Total	<u>\$ 322,777</u>	<u>\$ -</u>	<u>\$ 322,777</u>

Conduit Debt

In 1998, the County issued \$8,115,000 in multi-family housing revenue bonds and \$3,500,000 in multi-family housing mortgage revenue bonds. The proceeds were used to acquire, construct, improve, and equip real and personal property as a multi-family housing complex for Pedcor Investments. The County is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore, the debt has been excluded entirely from the County's debt presentation. During 2007, \$5,855,000 of the multi-family housing revenue bonds and \$2,524,000 of the multi-family housing mortgage revenue bonds were refunded. As of December 31, 2012, \$1,432,000 of these bonds was outstanding.

In 1999, the County issued \$1,500,000 in economic development revenue bonds. The proceeds were used to acquire, construct, and equip a manufacturing facility for Koehler Brothers, Inc. The County is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore, the debt has been excluded entirely from the County's debt presentation. As of December 31, 2012, \$245,000 of these bonds was outstanding.

In 2004, the County issued \$110,875,000 in hospital facilities revenue bonds. The proceeds were used to acquire, construct, equip, and improve hospital facilities at an acute health care facility for Blanchard Valley Regional Health Center. The County is not obligated in any way to pay the debt charges on the bonds from any of its funds, and therefore, the debt has been excluded entirely from the County's debt presentation. As of December 31, 2012, \$106,675,000 of these bonds was outstanding.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 19 - LONG-TERM DEBT - (Continued)

In 2007, the County issued \$5,855,000 in multi-family housing refunding revenue bonds and \$215,000 in multi-family housing revenue bonds to acquire, construct, improve, and equip real and personal property as a multi-family housing complex for Pedcor Investments. The County is not obligated in any way to pay the debt charges on the bonds from any of its funds, and therefore, the debt has been excluded entirely from the County's debt presentation. As of December 31, 2012, \$5,909,896 of these bonds was outstanding.

In 2007, the County issued \$2,520,000 in multi-family housing refunding revenue bonds and \$100,000 in multi-family housing revenue bonds to acquire, construct, improve, and equip real and personal property as a multi-family housing complex for Pedcor Investments. The County is not obligated in any way to pay the debt charges on the bonds from any of its funds, and therefore, the debt has been excluded entirely from the County's debt presentation. As of December 31, 2012, \$2,550,890 of these bonds was outstanding.

In 2007, the County entered into a \$6,756,000 capital lease agreement of Independence House, which is comprised of a skilled nursing facility, rehabilitation facility and independent living apartments located in Fostoria, Ohio. The leasing arrangement will provide hospital facilities to service the residents of the County. The County is not obligated in any way to pay the lease charges on the lease from any of its funds, and therefore, the lease has been excluded entirely from the County's debt presentation. As of December 31, 2012, \$5,846,582 of the lease was outstanding.

NOTE 20 - CLOSURE AND POSTCLOSURE OF LANDFILL

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date the landfill stops accepting waste, the County reports a portion of these closure and postclosure costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$4,683,438 reported as landfill closure and postclosure costs payable at December 31, 2012, represents the cumulative amount reported to date based on the use of 32.31% of the estimated capacity of the landfill. The County will recognize the remaining cost of closure and postclosure care of \$9,810,164 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2012. The County expects to close the active cell of the landfill in 2032. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by State and federal laws and regulations to make annual contributions to a trust to finance closure and postclosure care. The County is in compliance with these requirements, and, at December 31, 2012, cash and cash equivalents and investments of \$7,438,710 are held for these purposes. These are reported as restricted assets on the statement of fund net position.

The County expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate or additional postclosure care requirements are determined (due to changes in technology or applicable laws or regulations, for example), these costs may need to be covered by charges to future landfill users or from future tax revenues.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 21 - INTERFUND TRANSFERS

During 2012, the following transfers were made:

<u>Transfers In</u>	<u>Transfers Out</u>				<u>Total</u>
	<u>General</u>	Motor Vehicle and Gas <u>Tax</u>	Alcohol, Drug and Mental <u>Health</u>	Other <u>Governmental</u>	
Flood Mitigation	\$ 3,019,077	\$ -	\$ -	\$ -	\$ 3,019,077
Other governmental	<u>1,233,250</u>	<u>66</u>	<u>24,139</u>	<u>11,143</u>	<u>1,268,598</u>
Total	<u>\$ 4,252,327</u>	<u>\$ 66</u>	<u>\$ 24,139</u>	<u>\$ 11,143</u>	<u>\$ 4,287,675</u>

Transfers are used to (1) move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires 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 in accordance with budgetary authorizations.

Transfers between governmental funds are eliminated on the government-wide financial statements. Transfers between governmental activities and business-type activities are reported as transfers on the statement of activities.

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HANCOCK COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 22 - 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 fund balance for the major governmental funds and all other governmental funds are presented below:

Fund balance	General	Motor Vehicle and Gas Tax	Alcohol, Drug and Mental Health	Job and Family Services	Board of Developmental Disabilities
Nonspendable:					
Materials and supplies inventory	\$ 95,555	\$ 451,680	\$ 2,563	\$ 69,976	\$ 502
Prepays	297,184	610	34,804	17,924	15,438
Long-term loans	8,169	-	-	-	-
Permanent fund	-	-	-	-	-
Total nonspendable	400,908	452,290	37,367	87,900	15,940
Restricted:					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Legislative and executive	-	-	-	-	-
Judicial	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	313,762	-	-	-
Health	-	-	887,331	-	14,247,989
Human services	-	-	-	312,178	-
Economic development	-	-	-	-	-
Permanent fund	-	-	-	-	-
Total restricted	-	313,762	887,331	312,178	14,247,989
Committed:					
Capital projects	-	-	-	-	-
Sheriff police revolving	19,562	-	-	-	-
County home donations	4,816	-	-	-	-
Centennial	172	-	-	-	-
Severance	60,262	-	-	-	-
Total committed	84,812	-	-	-	-
Assigned:					
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Legislative and executive	150,210	-	-	-	-
Judicial	48,448	-	-	-	-
Public safety	143,485	-	-	-	-
Subsequent year appropriations	2,299,871	-	-	-	-
Total assigned	2,642,014	-	-	-	-
Unassigned (deficit)	3,166,506	-	-	-	-
Total fund balances	\$ 6,294,240	\$ 766,052	\$ 924,698	\$ 400,078	\$ 14,263,929

-Continued

HANCOCK COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 22 - FUND BALANCE - (Continued)

Fund balance	Motor Vehicle and Gas Tax Capital Projects	Flood Mitigation	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Materials and supplies inventory	\$ -	\$ -	\$ -	\$ 620,276
Prepays	-	-	44,807	410,767
Long-term loans	-	-	-	8,169
Permanent fund	-	-	247,000	247,000
Total nonspendable	-	-	291,807	1,286,212
Restricted:				
Capital projects	2,492,260	1,295,108	289,764	4,077,132
Debt service	-	-	4,324,564	4,324,564
Legislative and executive	-	-	2,107,335	2,107,335
Judicial	-	-	944,953	944,953
Public safety	-	-	1,545,052	1,545,052
Public works	-	-	34,119	347,881
Health	-	-	1,257,940	16,393,260
Human services	-	-	299,691	611,869
Economic development	-	-	990,535	990,535
Permanent fund	-	-	144,393	144,393
Total restricted	2,492,260	1,295,108	11,938,346	31,486,974
Committed:				
Capital projects	-	6,888,628	571,745	7,460,373
Police revolving	-	-	-	19,562
County home donations	-	-	-	4,816
Centennial	-	-	-	172
Severance	-	-	-	60,262
Total committed	-	6,888,628	571,745	7,545,185
Assigned:				
Capital projects	-	-	761,601	761,601
Debt service	-	-	418,279	418,279
Legislative and executive	-	-	-	150,210
Judicial	-	-	-	48,448
Public safety	-	-	-	143,485
Subsequent year appropriations	-	-	-	2,299,871
Total assigned	-	-	1,179,880	3,821,894
Unassigned (deficit)	-	-	(322,003)	2,844,503
Total fund balances	\$ 2,492,260	\$ 8,183,736	\$ 13,659,775	\$ 46,984,768

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 23 - 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 fund	\$ 343,498
Motor vehicle and gas tax fund	60,841
Alcohol, drug and mental health fund	304,904
Job and family services fund	146,102
Board of developmental disabilities	811,523
Other governmental	<u>2,920,049</u>
 Total	 <u>\$ 4,586,917</u>

NOTE 24 - COMPONENT UNITS

A. Blanchard Valley Industries, Inc.

Nature of Activities - Blanchard Valley Industries, Inc. (BVI, Inc.) is an Ohio nonprofit corporation and is a training and vocational facility designed to place individuals with developmental disabilities in an industrial atmosphere. BVI, Inc. serves residents of Hancock County. Revenues of BVI, Inc. are generated by sub assembly work, cleaning, clerical, and artwork performed by these individuals. Additionally, BVI, Inc. occasionally serves in a financial agency capacity for various related parties and earns fees associated with delivery of those agency services. BVI, Inc. operates in facilities owned by and with a staff provided by the Hancock County Board of Developmental Disabilities.

Basis of Presentation - BVI, Inc. is required to report information regarding its financial position and activities according to three classes of net position: unrestricted net position, temporarily restricted and permanently restricted. As of December 31, 2012, all net position was unrestricted, except for \$1,681 which is temporarily restricted by the donor for marketing purposes only.

Basis of Accounting - Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. BVI, Inc.'s financial statements are prepared using the accrual basis of accounting.

Support and Revenue - BVI, Inc. receives revenue from the Hancock County Board of Developmental Disabilities ("HCDD") and other government and nongovernmental entities by providing services to them at competitive rates. The two primary types of services are production-providing value-added services to others' products and janitorial services. The fee for these services is determined by contract, based on service hours or units produced by adults with developmental disabilities. Additionally, BVI, Inc. earns agency income from providing fiscal agency services for related parties. Such revenues typically are in the amount of 10 percent of all funds handled under the agency agreement.

In Kind Support - Contributed professional services are recognized if the services received (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair market value when received.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 24 - COMPONENT UNITS - (Continued)

Cash and Cash Equivalents - BVI, Inc. considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Cash Restricted Under Fiduciary Agency Agreements; Agency Liabilities - The Organization occasionally serves as a fiduciary agent for Blanchard Valley Center, (BVC) a sub-division of Hancock County, Ohio. Blanchard Valley Center is a related party. Fiduciary funds held by BVI, Inc. as an agent for BVC are reflected as restricted cash and the related amounts are shown as an agency liability on the statement of net position. Cash received from grantors and donors to BVC under agency agreements are not reflected in the Organization's statement of activities when BVI, Inc. does not meet the criteria for recognition of the related revenues and expenses. BVI, Inc. has no variance power or other discretion over any of the assets accounted for under these agency agreements.

Accounts Receivable - Accounts receivable are stated at net invoice amounts. An allowance for doubtful accounts is established based on specific assessment of all invoices that remain unpaid following normal payment periods. All amounts deemed to be uncollectible are charged against the allowance for doubtful accounts in the period that determination is made. There was no bad debt expense for the year ended December 31, 2012.

Property and Equipment - Property and equipment, purchased and donated, are assigned original acquisition cost. It is BVI, Inc.'s policy to capitalize expenditures for items with a useful life in excess of three years and having a value of over \$500. Donated capital assets are capitalized at fair value on the date donated. Amounts not meeting this policy are expensed. The cost of depreciable property is computed on the straight line method with useful lives as follows:

Building and Improvements	5-30 Years
Machinery and Equipment	5-10 Years
Furniture and Fixtures	5-10 Years
Computer Software	5 Years
Vehicles	5 Years

Supply Inventory - Supply inventory is stated at the lower of cost (first-in, first-out) or market value. Inventory value is determined by specific identification and physical counts are taken at each month end.

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

Tax Exempt Status - The Internal Revenue Service has determined the Organization to be exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has further determined that the Organization is not a private foundation within the meaning of Section 509 (a) of the Code.

Accounting for Uncertainty in Income Taxes - The Organization is required to establish a threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. The Organization has evaluated the impact of the provisions of FASB ASC 740-10-50 on its financial position, results of operations, and cash flows. As a result of this evaluation, the Organization has not made and does not anticipate any adjustments that would result in a material change to its financial position. The Organization's tax returns for the years prior to 2009 are no longer subject to examination by federal income tax authorities.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 24 - COMPONENT UNITS - (Continued)

Investments - Investment income for the year ended December 31, 2012 consists of the following:

Net Realized Gain from Sale of Investments	\$	14,582
Interest and Dividend Income		12,579
Net Unrealized Gain		14,714
Net Investment Income	\$	41,875

Fair Value Measurements

Fair Value Hierarchy

The Fair Value Measurements Topic of the FASB Accounting Standards Codification establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for the asset or liability.

The following table presents the Organization's fair value hierarchy for the financial assets measured at fair value on a recurring basis:

	Fair Value Measurement at Reporting Date Using	
Fair Value		Quoted Prices In Active Markets For Identical Asset (Level 1)
Mutual Funds	\$ 400,264	\$ 400,264

In Kind Contribution - Contributions of donated services that create or enhance non-financial assets or that require specialized skills, provided by individuals possessing those skills are typically recorded at their estimated fair values in the period received. For the year ended December 31, 2012, the Hancock County Board of Developmental Disabilities provided services and the use of their building to BVI, Inc. at no charge. The value of the services for the year ended December 31, 2012 was \$929,371 and is recorded as an operating grant and contribution on the statement of activities. Donated services are recorded at the same amount under expenses.

Concentrations - BVI, Inc. is dependent on the economy of the Findlay, Ohio market and their continued support of the Organization's operations. During the year ended December 31, 2012, the Company had one customer who received 57% of the services provided by BVI, Inc. BVI, Inc. is dependent upon the support and assistance of the Hancock County Board of Developmental Disabilities to provide staffing and facilities for their mission.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 24 - COMPONENT UNITS - (Continued)

Temporarily Restricted Net Position - During the year, the Organization received a grant from a donor restricted by that donor for use in promoting and marketing the Organization's services and resources. Receipts from the donor under terms of this grant were \$3,500. In 2012, the Organization expended \$1,819 of the grant amount leaving a balance in Temporarily Restricted Net Position of \$1,681 as of the end of the year.

B. Hancock Community Housing, Inc.

Basis of Presentation - Financial statement presentation follows the recommendations of Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments" and, accordingly, reflect all significant receivables, payables, and other liabilities. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements. Actual results may differ from those estimates.

Basis of Accounting - The financial statements are prepared on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded at the time they are earned and expenses are recorded at the time the liabilities are incurred. The measurement focus is on the flow of economic resources basis. With this measurement focus, all assets and all liabilities associated with operations are included on the statement of net position.

Cash and Cash Equivalents - Hancock Community Housing, Inc. considers all highly liquid instruments purchased with a maturity of less than three months to be cash equivalents. Cash and cash equivalents of Hancock Community Housing, Inc. are presented as "equity in pooled cash and investments". At December 31, 2012, the carrying amount of deposits was \$17,379 and the bank balance was \$18,158, which was all covered by federal depository insurance.

Property - Property is carried at cost or, if donated, the fair value on the date donated. Depreciation is computed using the straight-line method over the estimated useful life of twenty-seven and a half years.

Capital asset activity as of December 31, 2012, was as follows:

	Balance			Balance
	<u>12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/12</u>
Land	\$ 111,854	\$ -	\$ -	\$ 111,854
Land Improvements	6,852	-	-	6,852
Buildings	581,382	-	-	581,382
Total Capital Assets	<u>700,088</u>	<u>-</u>	<u>-</u>	<u>700,088</u>
Accumulated Depreciation For:				
Land Improvements	(2,960)	(457)	-	(3,417)
Buildings	(185,593)	(21,103)	-	(206,696)
Total Accumulated Depreciation	<u>(188,553)</u>	<u>(21,560)</u>	<u>-</u>	<u>(210,113)</u>
Total Capital Assets, Net	<u>\$ 511,535</u>	<u>\$ (21,560)</u>	<u>\$ -</u>	<u>\$ 489,975</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 24 - COMPONENT UNITS - (Continued)

Risk Management

The Hancock Community Housing, Inc. is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, and natural disasters.

The Hancock Community Housing, Inc. does not have a “self-insurance” fund with formalized risk management programs. During 2012, the Hancock Community Housing, Inc. purchased property liability insurance from the Erie Insurance Group.

Settled claims have not exceeded this commercial coverage in any of the past three years and there has been no significant reduction in insurance coverage from last year.

Long-Term Debt

	Beginning Balance 01/01/12	Issued	Redeemed	Ending Balance 12/31/12	Due Within One Year
Mortgage - Huntington Bank	\$ 167,841	\$ -	\$ (24,120)	\$143,721	\$ 23,424
Mortgage - First Federal	<u>60,725</u>	<u>55,156</u>	<u>(61,827)</u>	<u>54,054</u>	<u>6,888</u>
Totals	<u>\$ 228,566</u>	<u>\$ 55,156</u>	<u>\$ (85,947)</u>	<u>\$197,775</u>	<u>\$ 30,312</u>

Huntington Bank

Property located at 2800 High Point Lane, 1118 Crystal Lane, 1815 Bishop Lane and 1859 Breckenridge Road
Interest is presently 5.09%
Original amount: \$520,000

First Federal Bank

Property located at 1615 Payne Avenue
Interest is presently 4.875%
Original amount: \$55,156

The annual requirements to amortize all mortgages outstanding as of December 31, 2012, including interest payments of \$30,656 are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 30,312	\$ 9,031	\$ 39,343
2014	31,646	7,698	39,344
2015	33,277	6,065	39,342
2016	34,994	4,348	39,342
2017 - 2019	<u>67,546</u>	<u>3,514</u>	<u>71,060</u>
Total	<u>\$ 197,775</u>	<u>\$ 30,656</u>	<u>\$ 228,431</u>

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 24 - COMPONENT UNITS - (Continued)

Tax-Exempt Status

The organization obtained approval for its tax-exempt status under Section 501(c)(3) on June 30, 2004. Management is not aware of any activity that may affect the eligibility of this status.

Unearned Grant Income

In 2005, the Organization received a grant of \$322,815 from the Ohio Department of Developmental Disabilities (ODDD). The proceeds were to provide affordable housing in Hancock County for occupancy by persons from the county including persons with disabilities. The agreement with the ODDD requires the property be used for the project for fifteen years after the property is purchased. Should the property not be used for the project, the ODDD shall be reimbursed on a pro rata basis for the amount of the community assistance funds used to purchase the property. The Organization recognizes 1/15th or \$21,514 of grant income each year. Unearned grant income is \$134,907 at December 31, 2012.

NOTE 25 - JOINTLY GOVERNED ORGANIZATIONS

A. Joint Board of County Commissioners for the Blanchard River Stream Enhancement Program

The Joint Board of County Commissioners for the Blanchard River Stream Enhancement Project (Board) is a jointly governed organization among six counties. The Board consists of eighteen members; the three county commissioners of each of the six counties. The Board was formed to approve construction and maintenance for clearing the Blanchard River of logjams and debris. Revenues are generated by assessments and a state grant. Hancock County's portion of the assessments was collected in 1996 for construction and maintenance. Separate financial statements may be obtained from the Blanchard River Stream Enhancement Project, 7868 CR 140, Findlay, Ohio 45840.

B. West Central Partnership, Inc.

The West Central Partnership, Inc. (Partnership) is a jointly governed organization among Allen, Auglaize, Hancock, Hardin, Mercer, Paulding, Putnam, and Van Wert counties. The Partnership was formed to administer local loan programs in these counties for the State of Ohio Department of Development using state funds and to raise money for such purposes and to expend, contribute, disburse, or otherwise handle and dispose of the same for such purposes. The Board of Trustees consists of nine members, including a County Commissioner from each of the member counties and the Director of Region 3, West Central SBDC Partnership. Separate financial statements may be obtained from the West Central Partnership, Inc., 915 West Market Street, Lima, Ohio 45805.

C. Metropolitan Housing Authority

The Metropolitan Housing Authority (Authority) is a jointly governed organization between Hancock County and the City of Findlay. The Authority was established under Section 3735.27 of the Ohio Revised Code to monitor housing accommodations to insure safe and sanitary housing is available to the citizens. Two members of the Board of Trustees are appointed by the Probate Court Judge, two members are appointed by the mayor of the City of Findlay, and one member is appointed by the County Commissioners. Separate financial statements may be obtained from the Metropolitan Housing Authority, 1800 North Blanchard Street, Findlay, Ohio, 45840.

HANCOCK COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 25 - JOINTLY GOVERNED ORGANIZATIONS - (Continued)

D. Blanchard Valley Port Authority

The Blanchard Valley Port Authority (the “Authority”) was established in 2007 and is a jointly governed organization between the City of Findlay and the County. The Authority was established pursuant to Ohio Revised Code Section 4582.21. The purpose of the Authority is to better provide for the improvement and development of the County and the City of Findlay into the foreseeable future.

The Authority is governed by a Board consisting of seven appointed members. The City of Findlay and the Board of County Commissioners shall appoint three Board Members each and the seventh appointed Board Member shall be made jointly by the City of Findlay Mayor with the approval of a majority of the members of the Findlay City Council and the Board of County Commissioners of Hancock County.

The Authority may be dissolved at any time upon the enactment of an ordinance by the City of Findlay Council and resolution by the County Board of Commissioners provided that upon dissolution, any real or personal property or combination thereof which has been received from or made available by the City of Findlay or the County shall be returned to the subdivision from which it was received or made available. In the event of the dissolution, after paying all expenses, debts or funds or any remaining real or personal property belonging to the Authority shall be distributed to the City of Findlay and the County equally.

During 2012, the County did not make any contributions to the Authority. Financial information can be obtained from the Hancock County Auditor, 300 South Main Street, Findlay, Ohio 45840-3345.

NOTE 26 - INSURANCE POOLS

A. Midwest Pool Risk Management Agency, Inc.

The Midwest Pool Risk Management Agency, Inc., (Pool) is an Ohio not-for-profit corporation established by five counties for the purpose of establishing a group primary and excess insurance/self-insurance and risk management program. Member counties agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverages provided by the Pool. These coverages include comprehensive general liability, automobile liability, certain property insurance, and public officials’ errors and omissions liability insurance.

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Pool are managed by an elected Board of not more than five trustees. Only county commissioners of member counties are eligible to serve on the Board. No county may have more than one representative on the Board at any time. Each member county’s control over the budgeting and financing of the Pool is limited to its voting authority and any representation it may have on the Board of Trustees.

B. Midwest Employee Benefit Consortium

The County participates in the Midwest Employee Benefit Consortium (MEBC), a public entity shared risk pool consisting of five counties. The County pays premiums to the MEBC for employee medical and life insurance benefits. The MEBC is responsible for the administration of the program and for processing of all claims for each member.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 26 - INSURANCE POOLS - (Continued)

The MEBC is governed by a Board of Trustees consisting of one county commissioner from each participating member. Each participant decides which plans offered by the Board of Trustees will be extended to its employees. Participation in the MEBC is by written application subject to acceptance by the Board of Trustees and payment of the monthly premiums.

NOTE 27 - RELATED ORGANIZATIONS

A. County Park District

The Hancock County Park District (District) is a distinct political subdivision of the State of Ohio. The District is governed by a Board of Trustees appointed by the Hancock County Probate Court Judge. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel, and does not depend on the County for operational subsidies. Although the County serves as the taxing authority, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Hancock County Auditor, 300 South Main Street, Findlay, Ohio 45840-3345.

B. Findlay-Hancock County Public Library

The Findlay-Hancock County Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the County Commissioners. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel, and does not depend on the County for operational subsidies. Although the County serves as the taxing authority, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Findlay-Hancock County Public Library, 206 Broadway Street, Findlay, Ohio 45840.

C. Regional Planning Commission

The Regional Planning Commission (Commission) is statutorily created as a separate and distinct political subdivision of the State. The nineteen members of the Commission consist of ten members appointed by the County Commissioners, including one commissioner, and nine members appointed by the City of Findlay. The County and the City each pay for half of the operating costs of the Commission. The Commission adopts its own budget, authorizes expenditures, hires and fires staff, does not rely on the County to finance deficits and the County cannot impose its will on the Commission; therefore, the County's role is limited to a ministerial function. Financial information can be obtained from the Hancock County Auditor, 300 South Main Street, Findlay, Ohio 45840-3345.

NOTE 28 - RELATED PARTY TRANSACTIONS

Blanchard Valley Industries, a discretely presented component unit of Hancock County, received contributions from the County for facilities, certain equipment, transportation, and salaries for administration, implementation, and supervision of its programs. In 2012, these contributions were \$929,371.

HANCOCK COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 29 - CONTINGENT LIABILITIES

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

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County's counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

NOTE 30 - OTHER REVENUE

For the year ended December 31, 2012, other revenue in the job and family service major special revenue fund consists primarily of reimbursements from the child support enforcement agency and children services nonmajor special revenue funds.

NOTE 31 - SUBSEQUENT EVENTS

On March 14, 2013, the County issued \$6,290,000 in Series 2013 Various Purpose Improvement and Refunding Bonds. The bonds were issued for the following purposes: (i) \$1,285,000 to partially fund landfill bond anticipation notes, (ii) \$2,595,000 to partially refund the garage bond anticipation notes, (iii) \$1,715,000 to partially refund the Series 2003 BMV One-Stop bonds and (iv) \$695,000 to partially refund the Series 2004 special assessment bonds. The bonds carry interest rates ranging from 0.35% to 3.375% and have a maturity date of December 1, 2037. Of the \$2,595,000 in bonds, \$2,500,000 were used to refund previous bond anticipation notes outstanding.

On March 14, 2013, the County issued \$1,805,000 in bond anticipation notes to partially refund the garage bond anticipation notes. The notes carry an interest rate of 2.00% and mature on November 8, 2013.

On May 9, 2013, the County offered buildings for sale at public auction. The buildings were damaged in the 2007 flood and are unusable in their condition. A local private development group made the highest and only qualifying bid at the auction. The sale price of the buildings was \$340,000 of which \$100,000 was deposited into the general fund and \$240,000 in the county capital improvements fund (a nonmajor governmental fund). The property and buildings transferred to the new owners on May 28, 2013. The buildings are contiguous to each other but have "separate door" addresses as follows: 320, 322, 326 S. Main Street and 316 Dorney Plaza, Findlay, Ohio.

**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

HANCOCK COUNTY, OHIO

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES FUND DESCRIPTIONS - MAJOR FUNDS

GENERAL FUND

The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

Major Special Revenue Funds

Motor Vehicle License and Gas Tax

This fund accounts for revenues derived from motor vehicle licenses and gasoline taxes that are restricted for public works programs

Alcohol, Drug, and Mental Health

The fund accounts for a County-wide property tax levy and federal and State grants that are restricted for the cost of services provided by local mental health agencies to the public at large.

Job and Family Services

The fund accounts for various federal and State grants that are restricted to provide public assistance to general relief recipients and pay their providers of medical assistance, and for certain public social services.

Board of Developmental Disabilities (DD)

This fund accounts for a county-wide property tax levy and federal and state grants and entitlements that are restricted for operating the Blanchard Valley School, a residential center, and the costs of administering a facility for the developmentally disabled.

Major Capital Projects Funds

Motor Vehicle and Gas Tax Capital Projects

The fund accounts for bond anticipation notes that are restricted to finance a salt shed and maintenance garage.

Flood Mitigation

The fund accounts for contributions from the City of Findlay and transfers that are restricted and committed, respectively, for capital improvements intended to reduce the risk of damage to County property due to severe flooding.

Major Enterprise Funds

Sanitary Landfill

This fund accounts for fees collected at the County landfill for dumping waste. This fund also includes the activities for the recycling facility, Litter Landing.

Agricultural service center fund

This fund accounts for the rental of space in the agricultural service center. Rental fees are based on the costs of maintaining the building and annual debt service payments.

BMV one-stop fund

This fund accounts for the rental of space in the Bureau of Motor Vehicles building. Rental fees are based on the costs of maintaining the building and annual debt service payments.

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 1,710,000	\$ 1,710,000	\$ 1,799,358	\$ 89,358
Sales taxes	10,600,000	11,100,000	12,076,307	976,307
Charges for services.	2,848,750	2,937,657	3,392,114	454,457
Licenses and permits	3,500	3,500	4,032	532
Fines and forfeitures	65,000	65,000	53,574	(11,426)
Intergovernmental	1,801,120	1,988,724	2,172,436	183,712
Investment income	350,000	350,000	396,664	46,664
Rental income	-	175,000	251,128	76,128
Other	185,000	10,000	55,797	45,797
Total revenues	17,563,370	18,339,881	20,201,410	1,861,529
Expenditures:				
Current:				
General government:				
Legislative and executive				
County Commissioners				
Personal services.	208,863	210,813	210,089	724
Fringe benefits.	86,003	84,041	75,512	8,529
Materials and supplies	2,828	2,228	2,126	102
Contractual services	1,800	2,300	1,753	547
Capital outlay	-	650	589	61
Other.	8,400	9,350	9,249	101
Total County Commissioners	307,894	309,382	299,318	10,064
Microfilm				
Personal services.	11,899	12,469	12,454	15
Fringe benefits	1,962	2,050	1,932	118
Materials and supplies	27,766	27,521	23,726	3,795
Contractual services	132,500	131,212	122,230	8,982
Total Microfilm.	174,127	173,252	160,342	12,910
Auditor				
Personal services.	271,197	271,257	242,078	29,179
Fringe benefits	121,506	121,515	87,040	34,475
Materials and supplies	7,000	8,505	6,054	2,451
Contractual services	38,950	37,400	35,328	2,072
Capital outlay	1,500	1,500	1,341	159
Other.	10,522	10,329	10,007	322
Total Auditor -	450,675	450,506	381,848	68,658

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HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Auditor - Real Property				
Personal services	\$ 15,000	\$ 15,000	\$ 14,803	\$ 197
Fringe benefits	10,033	10,033	9,328	705
Materials and supplies	200	200	-	200
Contractual services	5,000	5,000	4,660	340
Total Auditor - Personal Property	<u>30,233</u>	<u>30,233</u>	<u>28,791</u>	<u>1,442</u>
Auditor - Manufactured Homes				
Materials and supplies	100	100	-	100
Contractual services	1,500	1,500	-	1,500
Total Auditor - Manufactured Homes	<u>1,600</u>	<u>1,600</u>	<u>-</u>	<u>1,600</u>
Treasurer				
Personal services	113,685	113,685	92,980	20,705
Fringe benefits	51,652	52,447	42,613	9,834
Materials and supplies	9,561	9,526	8,288	1,238
Contractual services	26,806	26,806	23,687	3,119
Capital outlay	5,050	5,040	2,559	2,481
Other	4,724	3,730	3,730	-
Total Treasurer	<u>211,478</u>	<u>211,234</u>	<u>173,857</u>	<u>37,377</u>
Prosecuting Attorney				
Personal services	577,265	599,288	599,106	182
Fringe benefits	218,222	198,355	195,861	2,494
Materials and supplies	5,000	4,994	4,994	-
Contractual services	67,352	65,738	65,290	448
Capital outlay	-	169	169	-
Other	1,500	796	796	-
Total Prosecuting Attorney	<u>869,339</u>	<u>869,340</u>	<u>866,216</u>	<u>3,124</u>
Bureau of Inspection				
Contractual services	77,507	70,000	67,600	2,400
Total Bureau of Inspection	<u>77,507</u>	<u>70,000</u>	<u>67,600</u>	<u>2,400</u>
Budget Commission				
Personal services	17,600	17,600	17,564	36
Fringe benefits	10,114	10,114	8,517	1,597
Materials and supplies	250	200	200	-
Contractual services	450	500	500	-
Total Budget Commission	<u>28,414</u>	<u>28,414</u>	<u>26,781</u>	<u>1,633</u>
Board of Revisions				
Personal services	15,245	15,636	15,636	-
Fringe benefits	7,515	7,124	6,937	187
Materials and supplies	500	500	-	500
Total Board of Revisions	<u>23,260</u>	<u>23,260</u>	<u>22,573</u>	<u>687</u>

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HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Data Processing Board				
Personal services	\$ 218,292	\$ 218,292	\$ 214,241	\$ 4,051
Fringe benefits	67,534	63,534	60,189	3,345
Materials and supplies	4,140	3,279	1,347	1,932
Contractual services	99,628	123,804	117,718	6,086
Capital outlay	59,812	39,807	37,523	2,284
Other	500	500	282	218
Total Data Processing Board	449,906	449,216	431,300	17,916
Board of Elections				
Personal services	351,000	345,897	330,265	15,632
Fringe benefits	69,900	63,553	59,656	3,897
Materials and supplies	63,704	48,761	48,564	197
Contractual services	52,932	30,920	30,182	738
Capital outlay	21,457	60,231	60,190	41
Other	589	585	446	139
Total Board of Elections	559,582	549,947	529,303	20,644
Building and Ground Maintenance				
Personal services	256,721	273,071	271,929	1,142
Fringe benefits	138,173	140,901	106,111	34,790
Materials and supplies	85,575	97,997	84,995	13,002
Contractual services	1,203,202	1,181,147	1,122,350	58,797
Capital outlay	-	51,672	51,672	-
Other	55,017	74,035	64,276	9,759
Total Building and Ground Maintenance	1,738,688	1,818,823	1,701,333	117,490
Recorder				
Personal services	128,303	128,393	128,390	3
Fringe benefits	50,494	59,604	58,022	1,582
Other	3,000	3,750	2,758	992
Total Recorder	181,797	191,747	189,170	2,577
Insurance				
Fringe benefits	10,000	10,000	8,858	1,142
Contractual services	386,000	447,000	437,648	9,352
Total Insurance	396,000	457,000	446,506	10,494
Personnel - Safety				
Personal services	27,764	29,263	29,059	204
Fringe benefits	5,003	5,320	4,882	438
Materials and supplies	200	400	303	97
Contractual services	8,000	7,617	3,813	3,804
Capital Outlay	700	500	-	500
Other	-	250	234	16
Total Personnel - Safety	41,667	43,350	38,291	5,059

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HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Other				
Contractual services	\$ 247,222	\$ 178,109	\$ 152,611	\$ 25,498
Total Other	<u>247,222</u>	<u>178,109</u>	<u>152,611</u>	<u>25,498</u>
Total general government - legislative and executive	<u>5,789,389</u>	<u>5,855,413</u>	<u>5,515,840</u>	<u>339,573</u>
Judicial				
Court of Appeals				
Other.	23,000	23,000	19,794	3,206
Total Court of Appeals.	<u>23,000</u>	<u>23,000</u>	<u>19,794</u>	<u>3,206</u>
Common Pleas Court				
Personal services.	395,430	399,930	398,917	1,013
Fringe benefits.	120,134	116,795	116,078	717
Materials and supplies	9,844	7,564	7,549	15
Contractual services	79,957	74,775	65,205	9,570
Capital outlay	562	14,557	14,557	-
Other.	11,305	11,305	10,497	808
Total Common Pleas Court	<u>617,232</u>	<u>624,926</u>	<u>612,803</u>	<u>12,123</u>
Jury Commission				
Personal services.	300	300	300	-
Materials and supplies	1,544	1,485	1,468	17
Contractual services	90	90	68	22
Other.	200	200	200	-
Total Jury Commission	<u>2,134</u>	<u>2,075</u>	<u>2,036</u>	<u>39</u>
Adult Probation				
Personal services.	211,706	198,206	195,994	2,212
Fringe benefits.	81,769	77,369	60,397	16,972
Materials and supplies	11,081	13,077	13,077	-
Contractual services	7,253	2,590	2,565	25
Capital outlay	206	12,869	12,869	-
Other.	6,310	6,310	6,310	-
Total Adult Probation	<u>318,325</u>	<u>310,421</u>	<u>291,212</u>	<u>19,209</u>
Court Appointed Special Advocate				
Contractual services	21,700	21,700	21,500	200
Total Court Appointed Special Advocate	<u>21,700</u>	<u>21,700</u>	<u>21,500</u>	<u>200</u>

- - Continued

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Juvenile Court				
Personal services	\$ 250,851	\$ 240,851	\$ 237,940	\$ 2,911
Fringe benefits.	107,781	104,781	91,584	13,197
Materials and supplies	7,990	6,989	5,933	1,056
Contractual services	243,057	227,073	219,257	7,816
Other.	26,021	23,100	16,080	7,020
Total Juvenile Court	635,700	602,794	570,794	32,000
Juvenile Probation				
Personal services.	110,000	110,000	96,637	13,363
Fringe benefits.	44,183	43,885	37,941	5,944
Materials and supplies	9,611	8,194	7,812	382
Contractual services	2,525	2,150	1,350	800
Other.	500	1,900	1,458	442
Total Juvenile Probation	166,819	166,129	145,198	20,931
Juvenile Court - PEACE				
Personal services	14,300	14,305	14,243	62
Fringe benefits.	5,466	5,461	4,720	741
Total Juvenile Court - PEACE.	19,766	19,766	18,963	803
Probate Court				
Personal services.	127,861	127,861	126,843	1,018
Fringe benefits.	46,500	46,500	43,180	3,320
Materials and supplies	6,186	5,389	5,238	151
Contractual services	3,374	2,500	767	1,733
Capital outlay	-	-	-	-
Other.	150	150	119	31
Total Probate Court	184,071	182,400	176,147	6,253
Clerk of Courts				
Personal services.	190,714	190,714	177,532	13,182
Fringe benefits	98,285	98,285	80,408	17,877
Materials and supplies	13,000	13,000	10,194	2,806
Contractual services	5,500	5,300	3,156	2,144
Capital outlay	500	700	562	138
Other.	4,022	3,885	2,796	1,089
Total Clerk of Courts	312,021	311,884	274,648	37,236
Municipal Court				
Personal services.	303,208	311,708	281,666	30,042
Contractual services	140,180	140,180	137,828	2,352
Total Municipal Court	443,388	451,888	419,494	32,394
Miscellaneous - Judicial				
Contractual services	150,000	150,000	134,877	15,123
Total Miscellaneous - Judicial.	150,000	150,000	134,877	15,123

- - Continued

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Public Defenders				
Personal services	\$ 316,997	\$ 328,664	\$ 321,161	\$ 7,503
Fringe benefits	132,310	136,355	126,719	9,636
Materials and supplies	2,500	3,650	3,505	145
Contractual services	4,086	3,050	667	2,383
Capital outlay	50	3,000	2,561	439
Other	5,375	4,785	3,619	1,166
Total Public Defenders	<u>461,318</u>	<u>479,504</u>	<u>458,232</u>	<u>21,272</u>
Total general government - judicial	<u>3,355,474</u>	<u>3,346,487</u>	<u>3,145,698</u>	<u>200,789</u>
Total general government	<u>9,144,863</u>	<u>9,201,900</u>	<u>8,661,538</u>	<u>540,362</u>
Public safety				
Coroner				
Personal services	49,261	49,261	49,261	-
Fringe benefits	20,450	20,450	19,020	1,430
Materials and supplies	250	250	-	250
Contractual services	88,707	88,682	88,682	-
Other	3,000	3,000	2,359	641
Total Coroner	<u>161,668</u>	<u>161,643</u>	<u>159,322</u>	<u>2,321</u>
Sheriff				
Personal services	2,315,452	2,315,152	2,275,539	39,613
Fringe benefits	861,780	874,480	839,716	34,764
Materials and supplies	190,238	204,984	202,900	2,084
Contractual services	196,844	183,627	180,551	3,076
Capital outlay	69,595	117,082	116,855	227
Total Sheriff	<u>3,633,909</u>	<u>3,695,325</u>	<u>3,615,561</u>	<u>79,764</u>
Sheriff - Jail				
Personal services	1,750,654	1,680,655	1,629,878	50,777
Fringe benefits	622,860	612,960	592,648	20,312
Materials and supplies	30,448	39,265	38,413	852
Contractual services	492,655	491,025	488,283	2,742
Capital outlay	5,196	5,105	5,105	-
Total Sheriff - Jail	<u>2,901,813</u>	<u>2,829,010</u>	<u>2,754,327</u>	<u>74,683</u>
Sheriff - Rehabilitation				
Other	500	500	-	500
Total Sheriff - Rehabilitation	<u>500</u>	<u>500</u>	<u>-</u>	<u>500</u>
Total public safety	<u>6,697,890</u>	<u>6,686,478</u>	<u>6,529,210</u>	<u>157,268</u>
Public works				
Sanitation and Drainage				
Contractual services	<u>19,000</u>	<u>19,000</u>	<u>3,765</u>	<u>15,235</u>
Total Sanitation and Drainage	<u>19,000</u>	<u>19,000</u>	<u>3,765</u>	<u>15,235</u>

- - Continued

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Mapping				
Personal services	\$ 74,350	\$ 74,350	\$ 74,305	\$ 45
Fringe benefits	33,362	33,662	31,816	1,846
Materials and supplies	1,400	1,400	1,398	2
Contractual services	6,500	6,500	6,437	63
Other	300	-	-	-
Total Mapping	<u>115,912</u>	<u>115,912</u>	<u>113,956</u>	<u>1,956</u>
Total public works	<u>134,912</u>	<u>134,912</u>	<u>117,721</u>	<u>17,191</u>
Health				
TB Clinic and Care				
Contractual services	<u>1,000</u>	<u>2,300</u>	<u>1,944</u>	<u>356</u>
Total TB Clinic and Care	<u>1,000</u>	<u>2,300</u>	<u>1,944</u>	<u>356</u>
Registration Vital Statistics				
Contractual services	<u>2,200</u>	<u>2,200</u>	<u>1,856</u>	<u>344</u>
Total registration vital statistics	<u>2,200</u>	<u>2,200</u>	<u>1,856</u>	<u>344</u>
Other Health Department				
Contractual services	<u>506,490</u>	<u>565,378</u>	<u>565,378</u>	<u>-</u>
Total Other Health Department	<u>506,490</u>	<u>565,378</u>	<u>565,378</u>	<u>-</u>
Total health	<u>509,690</u>	<u>569,878</u>	<u>569,178</u>	<u>700</u>
Human services				
Soldier's Relief				
Personal services	24,000	24,000	24,000	-
Fringe benefits	10,400	12,800	11,346	1,454
Materials and supplies	3,239	8,239	4,729	3,510
Contractual services	109,900	359,650	259,624	100,026
Capital outlay	100	13,700	9,275	4,425
Other	<u>24,600</u>	<u>20,850</u>	<u>19,050</u>	<u>1,800</u>
Total Soldier's Relief	<u>172,239</u>	<u>439,239</u>	<u>328,024</u>	<u>111,215</u>
Veteran's Services				
Personal services	120,000	111,874	109,396	2,478
Fringe benefits	30,500	36,626	34,172	2,454
Contractual services	54,000	44,000	34,908	9,092
Other	<u>51,000</u>	<u>16,000</u>	<u>14,397</u>	<u>1,603</u>
Total Veteran's Services	<u>255,500</u>	<u>208,500</u>	<u>192,873</u>	<u>15,627</u>
Job and Family Services				
Contractual services	<u>150,194</u>	<u>153,949</u>	<u>153,949</u>	<u>-</u>
Total Job and Family Services	<u>150,194</u>	<u>153,949</u>	<u>153,949</u>	<u>-</u>
Total human services	<u>577,933</u>	<u>801,688</u>	<u>674,846</u>	<u>126,842</u>

- - Continued

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Conservation and recreation				
Agriculture Department				
Contractual services	\$ 397,201	\$ 397,201	\$ 397,201	\$ -
Total Agriculture Department	<u>397,201</u>	<u>397,201</u>	<u>397,201</u>	<u>-</u>
Total conservation and recreation	<u>397,201</u>	<u>397,201</u>	<u>397,201</u>	<u>-</u>
Economic development and assistance				
Fringe benefits	-	10,000	-	10,000
Contractual services	40,000	29,500	-	29,500
Other	-	500	-	500
Total Economic development and assistance	<u>40,000</u>	<u>40,000</u>	<u>-</u>	<u>40,000</u>
Total expenditures	<u>17,502,489</u>	<u>17,832,057</u>	<u>16,949,694</u>	<u>882,363</u>
Excess of revenues over expenditures	<u>60,881</u>	<u>507,824</u>	<u>3,251,716</u>	<u>2,743,892</u>
Other financing sources (uses):				
Advances in	-	-	923,778	923,778
Advances out	-	-	(574,063)	(574,063)
Transfer in	140,000	559,489	560,264	775
Transfers out	(2,900,000)	(4,500,000)	(4,492,328)	7,672
Total other financing sources (uses)	<u>(2,760,000)</u>	<u>(3,940,511)</u>	<u>(3,582,349)</u>	<u>358,162</u>
Net change in fund balance	(2,699,119)	(3,432,687)	(330,633)	3,102,054
Fund balance at beginning of year	<u>3,153,395</u>	<u>3,153,395</u>	<u>3,153,395</u>	<u>-</u>
Prior year encumbrances appropriated	<u>395,342</u>	<u>395,342</u>	<u>395,342</u>	<u>-</u>
Fund balance at end of year	<u>\$ 849,618</u>	<u>\$ 116,050</u>	<u>\$ 3,218,104</u>	<u>\$ 3,102,054</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE LICENSE AND GAS TAX SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Permissive motor vehicle license tax	\$ 170,000	\$ 170,000	\$ 171,598	\$ 1,598
Charges for services	351,550	751,550	685,385	(66,165)
Fines and forfeitures	75,000	75,000	83,404	8,404
Intergovernmental	4,428,000	4,428,000	4,421,370	(6,630)
Investment income	2,500	2,500	1,213	(1,287)
Total revenues	<u>5,027,050</u>	<u>5,427,050</u>	<u>5,362,970</u>	<u>(64,080)</u>
Expenditures:				
Current:				
Public works				
Personal services.	1,530,174	1,410,174	1,398,664	11,510
Fringe benefits.	570,200	520,059	510,025	10,034
Materials and supplies	1,329,527	1,379,598	1,293,341	86,257
Contractual services	1,102,368	1,969,325	1,925,715	43,610
Capital outlay	420,000	498,000	496,742	1,258
Other.	35,207	31,327	27,088	4,239
Total expenditures	<u>4,987,476</u>	<u>5,808,483</u>	<u>5,651,575</u>	<u>156,908</u>
Excess (deficiency) of revenues over (under) expenditures	<u>39,574</u>	<u>(381,433)</u>	<u>(288,605)</u>	<u>92,828</u>
Other financing sources (uses):				
Advances in.	-	-	400,000	400,000
Advances out	-	-	(400,000)	(400,000)
Transfers out	(135,000)	(132,500)	(132,310)	190
Total other financing sources (uses)	<u>(135,000)</u>	<u>(132,500)</u>	<u>(132,310)</u>	<u>190</u>
Net change in fund balance	(95,426)	(513,933)	(420,915)	93,018
Fund balance at beginning of year.	471,258	471,258	471,258	-
Prior year encumbrances appropriated.	<u>97,802</u>	<u>97,802</u>	<u>97,802</u>	<u>-</u>
Fund balance at end of year	<u>\$ 473,634</u>	<u>\$ 55,127</u>	<u>\$ 148,145</u>	<u>\$ 93,018</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ALCOHOL, DRUG, AND MENTAL HEALTH SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 1,700,000	\$ 1,700,000	\$ 1,745,251	\$ 45,251
Intergovernmental	2,738,437	2,738,437	2,974,425	235,988
Rental income	130,000	130,000	135,191	5,191
Other	25,000	25,000	15,549	(9,451)
Total revenues	4,593,437	4,593,437	4,870,416	276,979
Expenditures:				
Current:				
Health				
Personal services	323,900	340,397	326,314	14,083
Fringe benefits	118,902	118,443	106,364	12,079
Materials and supplies	3,018	3,518	3,324	194
Contractual services	4,556,853	4,790,215	4,582,797	207,418
Capital outlay	2,500	4,000	3,442	558
Other	349,902	476,463	443,363	33,100
Total expenditures	5,355,075	5,733,036	5,465,604	267,432
Excess of expenditures over revenues	(761,638)	(1,139,599)	(595,188)	544,411
Other financing uses:				
Transfers out	(30,000)	(46,151)	(46,151)	-
Total other financing uses	(30,000)	(46,151)	(46,151)	-
Net change in fund balance	(791,638)	(1,185,750)	(641,339)	544,411
Fund balance at beginning of year	362,461	362,461	362,461	-
Prior year encumbrances appropriated	893,375	893,375	893,375	-
Fund balance at end of year	\$ 464,198	\$ 70,086	\$ 614,497	\$ 544,411

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 JOB AND FAMILY SERVICES SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ -	\$ 10,000	\$ 2,430	\$ (7,570)
Intergovernmental	3,445,894	4,204,199	3,192,368	(1,011,831)
Other	1,020,000	902,952	614,158	(288,794)
Total revenues.	<u>4,465,894</u>	<u>5,117,151</u>	<u>3,808,956</u>	<u>(1,308,195)</u>
Expenditures:				
Current:				
Other human services				
Personal services	58,000	58,000	54,038	3,962
Fringe benefits	21,700	21,202	19,952	1,250
Contractual services.	341,280	627,652	371,299	256,353
Capital outlay	236,000	-	-	-
Other	4,000	329,450	237,717	91,733
Total other human services	<u>660,980</u>	<u>1,036,304</u>	<u>683,006</u>	<u>353,298</u>
Administrative				
Personal services	1,320,000	1,294,200	1,231,126	63,074
Fringe benefits	647,225	630,455	552,880	77,575
Materials and supplies	55,996	51,054	35,583	15,471
Contractual services	156,924	359,289	183,541	175,748
Capital outlay	30,000	30,000	6,112	23,888
Other	613,599	661,253	648,294	12,959
Total administrative.	<u>2,823,744</u>	<u>3,026,251</u>	<u>2,657,536</u>	<u>368,715</u>
Public assistance				
Personal services	577,000	592,131	566,329	25,802
Fringe benefits	234,152	229,806	205,759	24,047
Materials and supplies	2,000	2,500	1,509	991
Contractual services.	107,578	107,216	84,082	23,134
Capital outlay	5,000	5,000	-	5,000
Other	53,660	37,889	27,534	10,355
Total public assistance.	<u>979,390</u>	<u>974,542</u>	<u>885,213</u>	<u>89,329</u>
Total human services expenditures	<u>4,464,114</u>	<u>5,037,097</u>	<u>4,225,755</u>	<u>811,342</u>
Net change in fund balance	1,780	80,054	(416,799)	(496,853)
Fund balance at beginning of year.	360,164	360,164	360,164	-
Prior year encumbrances appropriated.	128,136	128,136	128,136	-
Fund balance at end of year	<u>\$ 490,080</u>	<u>\$ 568,354</u>	<u>\$ 71,501</u>	<u>\$ (496,853)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 BOARD OF DEVELOPMENTAL DISABILITIES SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes.	\$ 5,400,000	\$ 5,400,000	\$ 5,720,788	\$ 320,788
Charges for services.	232,843	232,843	245,806	12,963
Intergovernmental.	6,689,292	6,689,292	7,998,633	1,309,341
Other	184,471	184,471	166,486	(17,985)
	<u>12,506,606</u>	<u>12,506,606</u>	<u>14,131,713</u>	<u>1,625,107</u>
Expenditures:				
Current:				
Health				
Personal services.	4,424,371	4,726,371	4,711,536	14,835
Fringe benefits.	2,254,120	2,091,657	2,033,142	58,515
Materials and supplies	571,223	593,307	550,970	42,337
Contractual services	5,778,367	5,503,833	5,306,223	197,610
Capital outlay	82,000	184,249	183,027	1,222
	<u>13,110,081</u>	<u>13,099,417</u>	<u>12,784,898</u>	<u>314,519</u>
Total expenditures				
Net change in fund balance	(603,475)	(592,811)	1,346,815	1,939,626
Fund balance at beginning of year.	11,722,833	11,722,833	11,722,833	-
Prior year encumbrances appropriated	476,429	476,429	476,429	-
	<u>\$ 11,595,787</u>	<u>\$ 11,606,451</u>	<u>\$ 13,546,077</u>	<u>\$ 1,939,626</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE AND GAS TAX CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Capital outlay.	\$ -	\$ 5,138,448	\$ 134,100	\$ 5,004,348
Debt service:				
Interest and fiscal charges	-	17,770	17,770	-
Total expenditures	-	5,156,218	151,870	5,004,348
Excess of expenditures over revenues	-	(5,156,218)	(151,870)	5,004,348
Other financing sources:				
Proceeds of notes	-	5,021,466	5,321,465	299,999
Total other financing sources	-	5,021,466	5,321,465	299,999
Net change in fund balance.	-	(134,752)	5,169,595	5,304,347
Fund balance at beginning of year	<u>\$ 138,448</u>	<u>\$ 138,448</u>	<u>\$ 138,448</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ 138,448</u>	<u>\$ 3,696</u>	<u>\$ 5,308,043</u>	<u>\$ 5,304,347</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FLOOD MITIGATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 1,800,000	\$ 1,800,000
Other	-	-	217	217
Total revenues	-	-	1,800,217	1,800,217
Expenditures:				
Fringe benefits	-	3,000	2,377	623
Contractual services	-	958,721	941,541	17,180
Capital outlay	568,620	375,000	109,570	265,430
Total expenditures	568,620	1,336,721	1,053,488	283,233
Excess (deficiency) of expenditures over (under) revenues	(568,620)	(1,336,721)	746,729	2,083,450
Other financing sources:				
Transfers in	2,650,000	2,650,000	3,019,077	369,077
Total other financing sources	2,650,000	2,650,000	3,019,077	369,077
Net change in fund balance	2,081,380	1,313,279	3,765,806	2,452,527
Fund balance at beginning of year.	4,096,025	4,096,025	4,096,025	-
Prior year encumbrances appropriated.	68,620	68,620	68,620	-
Fund balance at end of year	<u>\$ 6,246,025</u>	<u>\$ 5,477,924</u>	<u>\$ 7,930,451</u>	<u>\$ 2,452,527</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SANITARY LANDFILL ENTERPRISE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Operating Revenues:				
Charges for services	\$ 4,580,000	\$ 5,529,236	\$ 4,590,520	\$ (938,716)
Other	340,000	340,000	365,300	25,300
Total operating revenues	<u>4,920,000</u>	<u>5,869,236</u>	<u>4,955,820</u>	<u>(913,416)</u>
Operating Expenses:				
Personal services.	856,373	883,177	875,310	7,867
Fringe benefits.	342,742	330,242	319,489	10,753
Materials and supplies	378,982	657,858	625,762	32,096
Contractual services	2,463,718	2,717,154	2,657,720	59,434
Capital outlay	313,500	172,847	171,396	1,451
Other	38,136	37,662	36,238	1,424
Total operating expenses	<u>4,393,451</u>	<u>4,798,940</u>	<u>4,685,915</u>	<u>113,025</u>
Operating income.	<u>526,549</u>	<u>1,070,296</u>	<u>269,905</u>	<u>(800,391)</u>
Nonoperating revenues (expenses):				
Interest revenue.	250,000	250,000	51,552	(198,448)
Premium on bonds issued.	-	-	5,123	5,123
Proceeds of notes.	1,520,000	1,520,000	1,265,000	(255,000)
Debt service:				
Principal retirement	(1,740,000)	(1,757,000)	(1,756,989)	11
Interest and fiscal charges	(77,800)	(82,041)	(81,026)	1,015
Total nonoperating revenues (expenses)	<u>(47,800)</u>	<u>(69,041)</u>	<u>(516,340)</u>	<u>(447,299)</u>
Net change in fund equity before transfers	<u>478,749</u>	<u>1,001,255</u>	<u>(246,435)</u>	<u>(1,247,690)</u>
Transfers in	747,600	65,364	-	(65,364)
Transfers out.	(1,050,000)	(52,764)	-	52,764
Net change in fund equity	<u>176,349</u>	<u>1,013,855</u>	<u>(246,435)</u>	<u>(1,260,290)</u>
Fund equity at beginning of year	8,244,250	8,244,250	8,244,250	-
Prior year encumbrances appropriated	389,336	389,336	389,336	-
Fund equity at end of year	<u>\$ 8,809,935</u>	<u>\$ 9,647,441</u>	<u>\$ 8,387,151</u>	<u>\$ (1,260,290)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 AGRICULTURAL SERVICE CENTER ENTERPRISE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating Revenues:				
Charges for services	\$ 229,400	\$ 229,400	\$ 234,413	\$ 5,013
Other	130,000	130,000	116,209	(13,791)
Total operating revenues.	<u>359,400</u>	<u>359,400</u>	<u>350,622</u>	<u>(8,778)</u>
Operating Expenses:				
Personal services.	16,000	5,000	-	5,000
Fringe benefits.	11,000	11,000	50	10,950
Materials and supplies	10,000	10,000	7,726	2,274
Contractual services	50,990	63,371	63,213	158
Other	3,000	1,200	-	1,200
Total operating expenses	<u>90,990</u>	<u>90,571</u>	<u>70,989</u>	<u>19,582</u>
Operating income	<u>268,410</u>	<u>268,829</u>	<u>279,633</u>	<u>10,804</u>
Nonoperating revenues (expenses):				
Advance (out)	-	-	(130,000)	(130,000)
Debt service:				
Principal retirement	(110,000)	(110,000)	(110,000)	-
Interest and fiscal charges	(44,400)	(44,400)	(44,400)	-
Total nonoperating revenues (expenses).	<u>(154,400)</u>	<u>(154,400)</u>	<u>(284,400)</u>	<u>(130,000)</u>
Net change in fund equity.	114,010	114,429	(4,767)	(119,196)
Fund equity at beginning of year	73,296	73,296	73,296	-
Prior year encumbrances appropriated	15,990	15,990	15,990	-
Fund equity at end of year	<u>\$ 203,296</u>	<u>\$ 203,715</u>	<u>\$ 84,519</u>	<u>\$ (119,196)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 BMV ONE-STOP ENTERPRISE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating Revenues:				
Charges for services	\$ 209,438	\$ 209,635	\$ 200,580	\$ (9,055)
Total operating revenues	209,438	209,635	200,580	(9,055)
Operating Expenses:				
Materials and supplies	6,000	5,850	5,778	72
Contractual services	32,363	49,059	49,053	6
Total operating expenses	38,363	54,909	54,831	78
Operating income	171,075	154,726	145,749	(8,977)
Nonoperating revenues (expenses):				
Advance in	-	-	6,271	6,271
Debt service:				
Principal retirement	(85,000)	(85,000)	(85,000)	-
Interest and fiscal charges	(94,438)	(94,438)	(94,438)	-
Total nonoperating revenues (expenses)	(179,438)	(179,438)	(173,167)	6,271
Net change in fund equity.	(8,363)	(24,712)	(27,418)	(2,706)
Fund equity at beginning of year	20,703	20,703	20,703	-
Prior year encumbrances appropriated.	8,363	8,363	8,363	-
Fund equity at end of year.	<u>\$ 20,703</u>	<u>\$ 4,354</u>	<u>\$ 1,648</u>	<u>\$ (2,706)</u>

HANCOCK COUNTY, OHIO

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES FUND DESCRIPTIONS - NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The following are the special revenue funds which the County operates:

Nonmajor Special Revenue Funds

Child Support Enforcement Agency (CSEA)

The fund accounts for poundage fees and earned incentives collected by the Child Support Enforcement Agency. Monies are restricted by State statute to finance the operation of the CSEA. The fund also accounts for Title IV-D grants that reimburse expenditures for support enforcement. The CSEA is managed by the Department of Job and Family Services.

Dog and Kennel

The fund accounts for revenues that are restricted for the dog warden's operations. This fund is financed by fine collections and the sale of dog tags and kennel permits.

Children Services

The fund accounts for monies received from federal and State grants, support collections, and social security that are restricted to children service expenditures. Major expenditures are for foster homes, emergency shelters, medical treatment, school supplies, counseling, and parental training.

Real Estate Assessment

The fund accounts for State mandated County-wide real estate reappraisals that are funded by charges to the political subdivisions located within the County and are restricted for legislative and executive programs.

Community Development Block Grant

The fund accounts for housing rehabilitation, tenant-based rental payment assistance, and home buyer down payment assistance through grants received from the Department of Housing and Urban Development. This fund is restricted for economic and development programs.

Community Corrections

The fund accounts for monies received from the Bureau of Rehabilitation and Correction and used to pay the cost of probation officers to rehabilitate high risk people on probation. Expenditures are restricted to salaries, supplies, and equipment.

Felony Delinquent Juvenile Care and Custody

The fund accounts for monies received from the Department of Youth Services that are restricted for training, treatment, and rehabilitation of juveniles who have committed felonies.

Agency on Aging Levy

The fund accounts for the collection and distribution of real estate taxes that are restricted for senior services provided by the agency on aging.

HANCOCK COUNTY, OHIO

**COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - NONMAJOR GOVERNMENTAL FUNDS**

Nonmajor Special Revenue Funds - (Continued)

National Emergency Grant

This fund accounts for grant monies that are restricted for national emergencies.

Other Public Safety

The fund accounts for a combination of funds that receive federal, State and local monies that are restricted for public safety purposes. These funds are:

Drug Law Enforcement	Emergency Management Agency
Domestic Violence	Probation Services
Indigent Drivers Alcohol Treatment	Criminal Administrative Justice Services
Sheriff's Commissary	COP-CAR Grant
Enforcement and Education	Juvenile Diversion
Jail Diversion	Sheriff Concealed Handgun License Issuance
Metrich Law Enforcement	Law Enforcement Assistance
E-911	Law Enforcement Terrorism Prevention

Other

The fund accounts for a combination of funds operated by the County and subsidized in part by federal, State, and local monies that are restricted for various purposes. These funds are:

Ditch Maintenance Assessment	Substance Abuse
Court Computerization	County Tuberculosis
Law Library	Common Pleas Court General Special Projects
Indigent Guardianship	Probate Court Dispute Resolution
Special Projects	Help Americans Vote Act
Delinquent Real Estate Tax Assessment Collection	Law Enforcement Terrorism Prevention
Multi-Mat Recycling Facility	Neighborhood Stabilization
Victims Assistance	Juvenile Interlock
Water and Sewer Project Maintenance	JFS EE-CBG Energy Grant
Ohio Children's Trust	Brownfield Coalition Grant
Federal Emergency Management Agency	Treasurer Delinquent Tax Assessment Collection
Van Buren Water	Prosecutor Delinquent Tax Assessment Collection
Recorder's Indexing	Probation Improvement
Enterprise Zone	Water Pollution Control
Veterans Service Trust	Election Redistrict

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis):

Sheriff Police Revolve

This fund is used to account for monies received from townships in the area that is committed to judicial programs.

County Home Donations

This fund is used to account for monies received that are committed for the Hancock County Home.

Centennial

This fund is used to account for monies committed for the centennial project in the County.

Budget Stabilization

This fund is used to account for monies set aside for budget stabilization in the County.

Certificate of Title

The fund accounts for the collection of fees used by the Clerk of Courts for processing titles.

Severance

This fund is used to account transfers from other funds that are committed to paying sick and vacation leave at separation from the County.

HANCOCK COUNTY, OHIO

**COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - NONMAJOR GOVERNMENTAL FUNDS**

DEBT SERVICE FUNDS

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest. Debt service funds should be used to report resources if legally mandated. Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. Following is a description of the County's nonmajor debt service funds:

Nonmajor Debt Service Funds

Special Improvements Bond Retirement

The fund accounts for the retirement of special assessment notes issued that are restricted for the construction or major improvement to various ditches.

Water and Sewer Bond Retirement

The fund accounts for principal and interest payments on special assessment bonds and OWDA loans issued that are restricted to install water and sewer lines.

Job and Family Services Bond Retirement

The fund accounts for principal and interest payments on general obligation bonds issued that are restricted to construct the human services building.

Road Improvement Bond Retirement

The fund accounts for the retirement of special assessment notes issued that are restricted for the construction of roads

Courthouse Restoration Bond Retirement

The fund accounts for principal and interest payments on general obligation bonds issued that are restricted for courthouse renovations.

Motor Vehicle and Gas Tax (MVGT) Bond Retirement

The fund accounts for the retirement of bond anticipation notes issued that are assigned for the construction of a salt shed and a maintenance garage.

ADAMHS Bond Retirement

The fund accounts for principal and interest payments on general obligation bonds issued that are assigned for the acquisition of the office building and necessary improvements to the building.

I-75/Tall Timbers Connector Bond Retirement

The fund accounts for the retirement of general obligation bonds issued that are restricted for infrastructure construction.

US224/CR 300 Bond Retirement

The fund accounts for the retirement of bond anticipation notes issued that are restricted for infrastructure improvements and construction on US 224 and County Road 300.

HANCOCK COUNTY, OHIO

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

Nonmajor Debt Service Funds (Continued)

Capital Project Sheriff Bond Retirement

The fund accounts for note proceeds that are restricted to purchase radio equipment and a jail security system.

Energy Savings Gateway Bond Retirement

The fund accounts for principal and interest payments that are assigned to the Guaranteed Energy Savings Performance Contract with Energy Systems Group, LLC.

CAPITAL PROJECTS FUNDS

Capital project funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital project funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments. The following is a description of all nonmajor capital project funds:

Nonmajor Capital Projects Funds

Water Projects

The fund accounts for water and sewer construction projects that are funded by a special assessments. The fund is not reported on a GAAP-basis because the note activity is budgeted in a debt service fund and is moved to the fund that received the process.

Special Improvements

The fund accounts for special assessments that are restricted for the construction or major improvement to various ditches.

Alcohol and Drug Abuse

The fund accounts for revenues that are restricted for capital improvements for the Alcohol, Drug Addiction, and Mental Health Board.

Job and Family Services

The fund accounts for transfers from the Job and Family Services special revenue fund that are committed for the installation of an electronic document management system

Ohio Public Works Commission

The fund accounts for State grants that are restricted for the construction of county roads.

Federal Highway

The fund accounts for grants from the Federal Highway Administration that are restricted to replace/reconstruct various County bridges.

Courthouse Restoration

The fund accounts for money that is committed for the renovations or major repairs to the courthouse

Developmental Disabilities

The fund accounts for bond proceeds that are restricted for capital improvements at the Blanchard Valley School.

County Capital Improvements

The fund accounts for transfers that are assigned for the purchase and/or renovation of various improvements for the County.

Sheriff's Office

The fund accounts for note proceeds that are restricted to purchase radio equipment and a jail security system.

HANCOCK COUNTY, OHIO

**COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS**

PERMANENT FUND

Permanent funds should be used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting County's programs—that is, for the benefit of the government or its citizenry. Permanent funds do not include private-purpose trusts funds, which should be used to report situations in which the County is required to use the principal or earnings for the benefits of individuals, private organizations, or other governments.

Nonmajor Permanent Fund

Children's Trust

The fund accounts for clothing, medical/dental assistance, and holiday gifts for children in the custody of the County. Expenditures are limited to interest earnings on the original principal contribution.

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HANCOCK COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2012

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds
Assets:			
Equity in pooled cash and investments	\$ 6,443,738	\$ 4,742,996	\$ 1,761,681
Cash and cash equivalents in segregated accounts.	184,724	-	-
Receivables (net of allowance for uncollectibles):			
Real estate and other taxes	816,593	113,219	-
Accounts	15,560	-	-
Special assessments	447,214	1,827,950	17,662
Accrued interest	940	3,390	11
Loans	815,346	-	-
Payment in lieu of taxes	-	362,693	-
Due from other funds	2,216	-	-
Due from other governments.	544,453	-	-
Prepayments	44,807	-	-
Total assets	<u>\$ 9,315,591</u>	<u>\$ 7,050,248</u>	<u>\$ 1,779,354</u>
Liabilities:			
Accounts payable	\$ 511,560	\$ -	\$ 34,231
Accrued wages and benefits.	89,891	-	-
Due to other funds.	42,999	-	-
Due to other governments.	29,833	-	-
Interfund loans payable	65,077	153	10,062
Loans payable	-	-	8,169
Accrued interest payable	-	-	586
Notes payable.	-	-	217,000
Total liabilities	<u>739,360</u>	<u>153</u>	<u>270,048</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year.	780,000	113,219	-
Delinquent property tax revenue not available.	36,593	-	-
Special assessments revenue not available.	448,154	1,831,340	17,673
Miscellaneous revenue not available.	4,643	-	-
PILOTs levied for the next fiscal year	-	362,693	-
Other nonexchange transactions not available	272,935	-	-
Total deferred inflows of resources	<u>1,542,325</u>	<u>2,307,252</u>	<u>17,673</u>
Fund Balances:			
Nonspendable	44,807	-	-
Restricted	7,179,625	4,324,564	289,764
Committed	-	-	571,745
Assigned	-	418,279	761,601
Unassigned (deficit)	<u>(190,526)</u>	<u>-</u>	<u>(131,477)</u>
Total fund balances.	<u>7,033,906</u>	<u>4,742,843</u>	<u>1,491,633</u>
Total liabilities and fund balances	<u>\$ 9,315,591</u>	<u>\$ 7,050,248</u>	<u>\$ 1,779,354</u>

Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
\$ 396,564	\$ 13,344,979
-	184,724
-	929,812
-	15,560
-	2,292,826
-	4,341
-	815,346
-	362,693
-	2,216
-	544,453
-	44,807
<u>\$ 396,564</u>	<u>\$ 18,541,757</u>
\$ 528	\$ 546,319
-	89,891
4,643	47,642
-	29,833
-	75,292
-	8,169
-	586
-	217,000
<u>5,171</u>	<u>1,014,732</u>
-	893,219
-	36,593
-	2,297,167
-	4,643
-	362,693
-	272,935
<u>-</u>	<u>3,867,250</u>
247,000	291,807
144,393	11,938,346
-	571,745
-	1,179,880
-	(322,003)
<u>391,393</u>	<u>13,659,775</u>
<u>\$ 396,564</u>	<u>\$ 18,541,757</u>

HANCOCK COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2012

	Child Support Enforcement Agency	Dog and Kennel	Children Services	Real Estate Assessment
Assets:				
Equity in pooled cash and investments	\$ 322,331	\$ 84,791	\$ 18,273	\$ 1,920,532
Cash and cash equivalents in segregated accounts . . .	-	-	-	-
Receivables (net of allowance for uncollectibles):				
Real estate and other taxes	-	-	-	-
Accounts	-	15,560	-	-
Special assessments	-	-	-	-
Accrued interest.	-	-	-	-
Loans.	-	-	-	-
Due from other funds.	-	-	2,216	-
Due from other governments.	16,233	20,000	48,919	-
Prepayments	16,608	-	-	1,052
Total assets.	<u>\$ 355,172</u>	<u>\$ 120,351</u>	<u>\$ 69,408</u>	<u>\$ 1,921,584</u>
Liabilities:				
Accounts payable	\$ -	\$ 22,365	\$ 112,855	\$ 154,245
Accrued wages and benefits.	27,439	1,221	-	10,449
Due to other funds.	39,487	-	-	-
Due to other governments.	8,238	308	-	3,327
Interfund loans payable.	-	-	-	-
Total liabilities.	<u>75,164</u>	<u>23,894</u>	<u>112,855</u>	<u>168,021</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year. . .	-	-	-	-
Delinquent property tax revenue not available. . .	-	-	-	-
Special assessments revenue not available. . . .	-	-	-	-
Miscellaneous revenue not available.	-	-	4,643	-
Other nonexchange transactions not available . .	-	-	21,506	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>26,149</u>	<u>-</u>
Fund Balances:				
Nonspendable	16,608	-	-	1,052
Restricted	263,400	96,457	-	1,752,511
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>(69,596)</u>	<u>-</u>
Total fund balances	<u>280,008</u>	<u>96,457</u>	<u>(69,596)</u>	<u>1,753,563</u>
Total liabilities and fund balances.	<u>\$ 355,172</u>	<u>\$ 120,351</u>	<u>\$ 69,408</u>	<u>\$ 1,921,584</u>

Community Development Block Grant	Community Corrections	Felony Delinquent Juvenile Care and Custody	Agency on Aging Levy	National Emergency Grant
\$ 11,571	\$ 24,209	\$ 240,586	\$ 22,846	\$ 23,699
163,618	-	-	-	-
-	-	-	816,593	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
815,346	-	-	-	-
-	-	-	-	-
5,000	-	-	54,877	-
-	-	-	-	-
<u>\$ 995,535</u>	<u>\$ 24,209</u>	<u>\$ 240,586</u>	<u>\$ 894,316</u>	<u>\$ 23,699</u>
\$ -	\$ -	\$ 5,747	\$ -	\$ 23,248
-	8,638	5,666	-	17,344
-	-	-	-	2,897
-	2,112	1,648	-	327
-	-	-	-	-
-	10,750	13,061	-	43,816
-	-	-	780,000	-
-	-	-	36,593	-
-	-	-	-	-
-	-	-	-	-
5,000	-	-	54,877	-
5,000	-	-	871,470	-
-	-	-	-	-
990,535	13,459	227,525	22,846	-
-	-	-	-	(20,117)
990,535	13,459	227,525	22,846	(20,117)
<u>\$ 995,535</u>	<u>\$ 24,209</u>	<u>\$ 240,586</u>	<u>\$ 894,316</u>	<u>\$ 23,699</u>

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HANCOCK COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2012

	<u>Other Public Safety</u>	<u>Other</u>	<u>Total</u>
Assets:			
Equity in pooled cash and investments	\$ 1,313,965	\$ 2,460,935	\$ 6,443,738
Investments	21,106	-	184,724
Receivables (net of allowance for uncollectibles):			
Real estate and other taxes	-	-	816,593
Accounts	-	-	15,560
Special assessments	-	447,214	447,214
Accrued interest.	-	940	940
Loans.	-	-	815,346
Due from other funds.	-	-	2,216
Due from other governments.	56,870	342,554	544,453
Prepayments	11,494	15,653	44,807
Total assets.	<u>\$ 1,403,435</u>	<u>\$ 3,267,296</u>	<u>\$ 9,315,591</u>
Liabilities:			
Accounts payable	\$ 20,935	\$ 172,165	\$ 511,560
Accrued wages and benefits.	9,059	10,075	89,891
Due to other funds.	173	442	42,999
Due to other governments.	11,051	2,822	29,833
Interfund loans payable.	51,088	13,989	65,077
Total liabilities.	<u>92,306</u>	<u>199,493</u>	<u>739,360</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year.	-	-	780,000
Delinquent property tax revenue not available.	-	-	36,593
Special assessments revenue not available.	-	448,154	448,154
Miscellaneous revenue not available.	-	-	4,643
Other nonexchange transactions not available	19,037	172,515	272,935
Total deferred inflows of resources	<u>19,037</u>	<u>620,669</u>	<u>1,542,325</u>
Fund Balances:			
Nonspendable	11,494	15,653	44,807
Restricted	1,282,835	2,530,057	7,179,625
Unassigned (deficit)	<u>(2,237)</u>	<u>(98,576)</u>	<u>(190,526)</u>
	1,292,092	2,447,134	7,033,906
	<u>\$ 1,403,435</u>	<u>\$ 3,267,296</u>	<u>\$ 9,315,591</u>

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HANCOCK COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2012

	Special Improvements Bond Retirement	Water and Sewer Bond Retirement	Job and Family Services Bond Retirement	Road Improvement Bond Retirement
Assets:				
Equity in pooled cash and investments	\$ 90,015	\$ 214,450	\$ 12,306	\$ 17,008
Receivables (net of allowance for uncollectibles):				
Real estate and other taxes	-	-	-	-
Special assessments	-	1,813,263	-	14,687
Accrued interest	-	3,152	-	238
Payment in lieu of taxes	-	-	-	-
Total assets	<u>\$ 90,015</u>	<u>\$ 2,030,865</u>	<u>\$ 12,306</u>	<u>\$ 31,933</u>
Liabilities:				
Interfund loan payable	\$ 153	\$ -	\$ -	\$ -
Total liabilities	<u>153</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year. . .	-	-	-	-
Special assessments revenue not available. . . .	-	1,816,415	-	14,925
PILOTs levied for next fiscal year	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>1,816,415</u>	<u>-</u>	<u>14,925</u>
Fund Balances:				
Restricted	89,862	214,450	12,306	17,008
Assigned	-	-	-	-
Total fund balances	<u>89,862</u>	<u>214,450</u>	<u>12,306</u>	<u>17,008</u>
Total liabilities and fund balances	<u>\$ 90,015</u>	<u>\$ 2,030,865</u>	<u>\$ 12,306</u>	<u>\$ 31,933</u>

Courthouse Restoration Bond Retirement	Motor Vehicle and Gas Tax Bond Retirement	ADAMHs Bond Retirement	I-75/Tall Timbers Connector Bond Retirement	US-224/CR 300 Bond Retirement	Capital Projects Sheriff Bond Retirement
\$ -	\$ 546	\$ 88,478	\$ 3,871,478	\$ 111,643	\$ 7,817
-	-	-	-	-	113,219
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	362,693	-
<u>\$ -</u>	<u>\$ 546</u>	<u>\$ 88,478</u>	<u>\$ 3,871,478</u>	<u>\$ 474,336</u>	<u>\$ 121,036</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	113,219
-	-	-	-	-	-
-	-	-	-	362,693	-
-	-	-	-	362,693	113,219
-	-	-	3,871,478	111,643	7,817
-	546	88,478	-	-	-
-	546	88,478	3,871,478	111,643	7,817
<u>\$ -</u>	<u>\$ 546</u>	<u>\$ 88,478</u>	<u>\$ 3,871,478</u>	<u>\$ 474,336</u>	<u>\$ 121,036</u>

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HANCOCK COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS (CONTINUED)
DECEMBER 31, 2012

	Energy Savings Gateway Bond Retirement	Total
	<u> </u>	<u> </u>
Assets:		
Equity in pooled cash and cash equivalents	\$ 329,255	\$ 4,742,996
Receivables (net of allowance for uncollectibles):		
Real estate and other taxes	-	113,219
Special assessments	-	1,827,950
Accrued interest	-	3,390
Payment in lieu of taxes	-	362,693
	<u> </u>	<u> </u>
Total assets	<u>\$ 329,255</u>	<u>\$ 7,050,248</u>
Liabilities:		
Interfund loan payable.	\$ -	\$ 153
	<u> </u>	<u> </u>
Total liabilities.	<u>-</u>	<u>153</u>
Deferred inflows of resources:		
Property taxes levied for the next fiscal year.	-	113,219
Special assessments revenue not available.	-	1,831,340
PILOTs levied for next fiscal year	-	362,693
	<u> </u>	<u> </u>
Total deferred inflows of resources	<u>-</u>	<u>2,307,252</u>
Fund Balances:		
Restricted.	-	4,324,564
Assigned	329,255	418,279
	<u> </u>	<u> </u>
Total fund balances	<u>329,255</u>	<u>4,742,843</u>
Total liabilities and fund balances	<u>\$ 329,255</u>	<u>\$ 7,050,248</u>

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HANCOCK COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2012

	Special Improvements	Courthouse Restoration	Developmental Disabilities	County Capital Improvements
Assets:				
Equity in pooled cash and investments	\$ 104,340	\$ 579,745	\$ 249,151	\$ 787,832
Receivables (net of allowance for uncollectibles):				
Special assessments	17,662	-	-	-
Accrued interest	11	-	-	-
Total assets	<u>\$ 122,013</u>	<u>\$ 579,745</u>	<u>\$ 249,151</u>	<u>\$ 787,832</u>
Liabilities:				
Accounts payable	\$ -	\$ 8,000	\$ -	\$ 26,231
Interfund loans payable	10,062	-	-	-
Loan payable	8,169	-	-	-
Accrued interest payable	586	-	-	-
Notes payable	217,000	-	-	-
Total liabilities	<u>235,817</u>	<u>8,000</u>	<u>-</u>	<u>26,231</u>
Deferred inflows of resources:				
Special assessments revenue not available	17,673	-	-	-
Total deferred inflows of resources	<u>17,673</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted	-	-	249,151	-
Committed	-	571,745	-	-
Assigned	-	-	-	761,601
Unassigned (deficit)	(131,477)	-	-	-
Total fund balances (deficit)	<u>(131,477)</u>	<u>571,745</u>	<u>249,151</u>	<u>761,601</u>
Total liabilities and fund balances	<u>\$ 122,013</u>	<u>\$ 579,745</u>	<u>\$ 249,151</u>	<u>\$ 787,832</u>

Sheriff's Office	Total
\$ 40,613	\$ 1,761,681
-	17,662
-	11
<u>\$ 40,613</u>	<u>\$ 1,779,354</u>
\$ -	\$ 34,231
-	10,062
-	8,169
-	586
-	217,000
<u>-</u>	<u>270,048</u>
-	17,673
<u>-</u>	<u>17,673</u>
40,613	289,764
-	571,745
-	761,601
-	(131,477)
<u>40,613</u>	<u>1,491,633</u>
<u>\$ 40,613</u>	<u>\$ 1,779,354</u>

HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds
Revenues:			
Property taxes	\$ 796,186	\$ 276,119	\$ -
Payments in lieu of taxes	-	262,583	-
Special assessments	173,036	259,077	61,790
Charges for services	2,049,463	-	-
Licenses and permits	256,281	-	-
Fines and forfeitures	104,503	-	-
Intergovernmental	5,016,194	-	480,868
Investment income	16,187	-	-
Rental income	-	81,078	-
Contributions and donations	7,450	-	-
Other	448,479	5,510	189,400
Total revenues	<u>8,867,779</u>	<u>884,367</u>	<u>732,058</u>
Expenditures:			
Current:			
General government:			
Legislative and executive	1,355,197	-	-
Judicial	396,502	-	-
Public safety	1,236,131	-	-
Public works	32,195	-	-
Health	518,467	-	-
Human services	3,691,321	-	-
Conservation and recreation	97,189	-	-
Economic development	408,032	-	-
Capital outlay	3,250	-	1,397,495
Other	-	63,205	-
Debt service:			
Principal retirement	76,812	1,174,992	-
Interest and fiscal charges	-	489,619	2,454
Total expenditures	<u>7,815,096</u>	<u>1,727,816</u>	<u>1,399,949</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,052,683</u>	<u>(843,449)</u>	<u>(667,891)</u>
Other financing sources (uses):			
Transfers in	-	274,205	994,393
Transfers out	-	(11,143)	-
OWDA loan proceeds	76,812	-	-
Total other financing sources (uses)	<u>76,812</u>	<u>263,062</u>	<u>994,393</u>
Net change in fund balances	1,129,495	(580,387)	326,502
Fund balances at beginning of year	<u>5,904,411</u>	<u>5,323,230</u>	<u>1,165,131</u>
Fund balances at end of year	<u>\$ 7,033,906</u>	<u>\$ 4,742,843</u>	<u>\$ 1,491,633</u>

Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
\$ -	\$ 1,072,305
-	262,583
-	493,903
-	2,049,463
-	256,281
-	104,503
-	5,497,062
7,846	24,033
-	81,078
18,373	25,823
-	643,389
26,219	10,510,423
-	1,355,197
-	396,502
-	1,236,131
-	32,195
-	518,467
25,494	3,716,815
-	97,189
-	408,032
-	1,400,745
-	63,205
-	1,251,804
-	492,073
25,494	10,968,355
725	(457,932)
-	1,268,598
-	(11,143)
-	76,812
-	1,334,267
725	876,335
390,668	12,783,440
\$ 391,393	\$ 13,659,775

HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Child Support Enforcement Agency	Dog and Kennel	Children Services	Real Estate Assessment
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 1,815
Special assessments	-	-	-	-
Charges for services	225,165	-	41,994	894,237
Licenses and permits	-	256,281	-	-
Fines and forfeitures	-	15,488	-	-
Intergovernmental	554,804	-	1,415,215	73,907
Investment income	-	-	-	-
Contributions and donations	-	-	-	-
Other	224,120	35,560	166,463	-
Total revenues	<u>1,004,089</u>	<u>307,329</u>	<u>1,623,672</u>	<u>969,959</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	-	-	-	623,215
Judicial	-	-	-	-
Public safety.	-	-	-	-
Public works.	-	-	-	-
Health	-	305,512	-	-
Human services	968,868	-	1,721,186	-
Conservation and recreation.	-	-	-	-
Economic development	-	-	-	-
Capital outlay.	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Total expenditures	<u>968,868</u>	<u>305,512</u>	<u>1,721,186</u>	<u>623,215</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>35,221</u>	<u>1,817</u>	<u>(97,514)</u>	<u>346,744</u>
Other financing sources:				
OWDA loan proceeds	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	35,221	1,817	(97,514)	346,744
Fund balances at beginning of year	<u>244,787</u>	<u>94,640</u>	<u>27,918</u>	<u>1,406,819</u>
Fund balances at end of year	<u>\$ 280,008</u>	<u>\$ 96,457</u>	<u>\$ (69,596)</u>	<u>\$ 1,753,563</u>

Community Development Block Grant	Community Corrections	Felony Delinquent Juvenile Care and Custody	Agency on Aging Levy	National Emergency Grant
\$ -	\$ -	\$ -	\$ 792,387	\$ -
-	-	-	-	-
127,000	-	-	-	-
-	-	-	-	-
-	-	-	-	-
609,000	221,988	165,762	164,409	75,000
16,153	-	-	-	-
-	-	-	-	-
-	-	600	-	-
<u>752,153</u>	<u>221,988</u>	<u>166,362</u>	<u>956,796</u>	<u>75,000</u>
-	-	-	-	-
-	-	-	-	-
-	217,080	232,448	-	-
-	-	-	-	-
-	-	-	-	-
-	-	1	951,008	-
-	-	-	-	97,189
356,225	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>356,225</u>	<u>217,080</u>	<u>232,449</u>	<u>951,008</u>	<u>97,189</u>
<u>395,928</u>	<u>4,908</u>	<u>(66,087)</u>	<u>5,788</u>	<u>(22,189)</u>
-	-	-	-	-
-	-	-	-	-
395,928	4,908	(66,087)	5,788	(22,189)
594,607	8,551	293,612	17,058	2,072
<u>\$ 990,535</u>	<u>\$ 13,459</u>	<u>\$ 227,525</u>	<u>\$ 22,846</u>	<u>\$ (20,117)</u>

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HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS - (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Other Public Safety</u>	<u>Other</u>	<u>Total</u>
Revenues:			
Property taxes	\$ -	\$ 1,984	\$ 796,186
Special assessments	-	173,036	173,036
Charges for services	227,756	533,311	2,049,463
Licenses and permits	-	-	256,281
Fines and forfeitures	43,424	45,591	104,503
Intergovernmental	460,082	1,276,027	5,016,194
Investment income	34	-	16,187
Contributions and donations	-	7,450	7,450
Other	<u>2,760</u>	<u>18,976</u>	<u>448,479</u>
 Total revenues	 <u>734,056</u>	 <u>2,056,375</u>	 <u>8,867,779</u>
Expenditures:			
Current:			
General government:			
Legislative and executive	-	731,982	1,355,197
Judicial	-	396,502	396,502
Public safety.	663,538	123,065	1,236,131
Public works.	-	32,195	32,195
Health	-	212,955	518,467
Human services	129	50,129	3,691,321
Conservation and recreation.	-	-	97,189
Economic development	-	51,807	408,032
Capital outlay.	-	3,250	3,250
Debt service:			
Principal retirement	-	76,812	76,812
 Total expenditures	 <u>663,667</u>	 <u>1,678,697</u>	 <u>7,815,096</u>
 Excess (deficiency) of revenues over (under) expenditures.	 <u>70,389</u>	 <u>377,678</u>	 <u>1,052,683</u>
 Other financing sources:			
OWDA loan proceeds	-	76,812	76,812
Total other financing sources	<u>-</u>	<u>76,812</u>	<u>76,812</u>
 Net change in fund balances	 70,389	 454,490	 1,129,495
 Fund balances at beginning of year	 <u>1,221,703</u>	 <u>1,992,644</u>	 <u>5,904,411</u>
 Fund balances at end of year	 <u>\$ 1,292,092</u>	 <u>\$ 2,447,134</u>	 <u>\$ 7,033,906</u>

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HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	Special Improvements Bond Retirement	Water and Sewer Bond Retirement	Job and Family Services Bond Retirement	Road Improvement Bond Retirement
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Payments in lieu of taxes	-	-	-	-
Special assessments.	12,668	242,475	-	3,934
Rental income	-	-	81,078	-
Other	-	5,510	-	-
Total revenues	12,668	247,985	81,078	3,934
Expenditures:				
Current:				
Other	-	63,205	-	-
Debt service:				
Principal retirement	-	177,440	55,000	-
Interest and fiscal charges	-	92,867	16,150	-
Total expenditures	-	333,512	71,150	-
Excess (deficiency) of revenues over (under) expenditures	12,668	(85,527)	9,928	3,934
Other financing sources (uses):				
Transfers in.	-	-	-	-
Transfers out	(11,143)	-	-	-
Total other financing sources (uses)	(11,143)	-	-	-
Net change in fund balance	1,525	(85,527)	9,928	3,934
Fund balances at beginning of year	88,337	299,977	2,378	13,074
Fund balances at end of year.	\$ 89,862	\$ 214,450	\$ 12,306	\$ 17,008

Courthouse Restoration Bond Retirement	Motor Vehicle and Gas Tax Bond Retirement	ADAMHS Bond Retirement	I-75/Tall Timbers Connector Bond Retirement	US-224/CR 300 Bond Retirement
\$ 166,400	\$ -	\$ -	\$ -	\$ -
-	-	-	-	262,583
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>166,400</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>262,583</u>
-	-	-	-	-
160,000	-	14,125	385,000	115,000
6,400	-	14,248	157,149	112,305
<u>166,400</u>	<u>-</u>	<u>28,373</u>	<u>542,149</u>	<u>227,305</u>
-	-	(28,373)	(542,149)	35,278
-	66	24,139	-	-
-	-	-	-	-
-	66	24,139	-	-
-	66	(4,234)	(542,149)	35,278
-	480	92,712	4,413,627	76,365
<u>\$ -</u>	<u>\$ 546</u>	<u>\$ 88,478</u>	<u>\$ 3,871,478</u>	<u>\$ 111,643</u>

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HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2012

	Capital Projects Sheriff Bond Retirement	Energy Savings Gateway Bond Retirement	Total
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Property taxes	\$ 109,719	\$ -	\$ 276,119
Payments in lieu of taxes	-	-	262,583
Special assessments.	-	-	259,077
Rental income	-	-	81,078
Other	<u>-</u>	<u>-</u>	<u>5,510</u>
Total revenues	<u>109,719</u>	<u>-</u>	<u>884,367</u>
Expenditures:			
Current:			
Other	-	-	63,205
Debt service:			
Principal retirement	75,000	193,427	1,174,992
Interest and fiscal charges	<u>34,719</u>	<u>55,781</u>	<u>489,619</u>
Total expenditures	<u>109,719</u>	<u>249,208</u>	<u>1,727,816</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(249,208)</u>	<u>(843,449)</u>
Other financing sources (uses):			
Transfers in.	-	250,000	274,205
Transfers out	<u>-</u>	<u>-</u>	<u>(11,143)</u>
Total other financing sources (uses)	<u>-</u>	<u>250,000</u>	<u>263,062</u>
Net change in fund balance	-	792	(580,387)
Fund balances at beginning of year	<u>7,817</u>	<u>328,463</u>	<u>5,323,230</u>
Fund balances at end of year	<u><u>\$ 7,817</u></u>	<u><u>\$ 329,255</u></u>	<u><u>\$ 4,742,843</u></u>

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HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Special Improvements</u>	<u>Alcohol and Drug Abuse</u>	<u>Job and Family Services</u>	<u>Ohio Public Works Commission</u>
Revenues:				
Special assessments	\$ 61,790	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	472,000
Other	-	-	-	-
Total revenues	<u>61,790</u>	<u>-</u>	<u>-</u>	<u>472,000</u>
Expenditures:				
Capital outlay	16,218	19,342	214	472,000
Debt service:				
Interest and fiscal charges	<u>2,454</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>18,672</u>	<u>19,342</u>	<u>214</u>	<u>472,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>43,118</u>	<u>(19,342)</u>	<u>(214)</u>	<u>-</u>
Other financing sources:				
Transfers in	<u>11,143</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>11,143</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance.	54,261	(19,342)	(214)	-
Fund balances (deficit) at beginning of year	<u>(185,738)</u>	<u>19,342</u>	<u>214</u>	<u>-</u>
Fund balances (deficit) at end of year	<u><u>\$ (131,477)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Federal Highway	Courthouse Restoration	Developmental Disabilities	County Capital Improvements	Sheriff's Office	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 61,790
8,868	-	-	-	-	480,868
-	-	-	189,400	-	189,400
8,868	-	-	189,400	-	732,058
8,868	42,954	101,721	728,298	7,880	1,397,495
-	-	-	-	-	2,454
8,868	42,954	101,721	728,298	7,880	1,399,949
-	(42,954)	(101,721)	(538,898)	(7,880)	(667,891)
-	583,250	-	400,000	-	994,393
-	583,250	-	400,000	-	994,393
-	540,296	(101,721)	(138,898)	(7,880)	326,502
-	31,449	350,872	900,499	48,493	1,165,131
<u>\$ -</u>	<u>\$ 571,745</u>	<u>\$ 249,151</u>	<u>\$ 761,601</u>	<u>\$ 40,613</u>	<u>\$ 1,491,633</u>

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

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CHILD SUPPORT ENFORCEMENT AGENCY SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 211,000	\$ 211,000	\$ 225,165	\$ 14,165
Intergovernmental	710,000	710,000	554,804	(155,196)
Other	185,000	185,000	207,887	22,887
Total revenues	<u>1,106,000</u>	<u>1,106,000</u>	<u>987,856</u>	<u>(118,144)</u>
Expenditures:				
Current:				
Human services				
Personal services	459,500	459,500	452,177	7,323
Fringe benefits	197,348	194,273	171,823	22,450
Materials and supplies	8,383	7,318	3,819	3,499
Contractual services	49,000	49,000	32,556	16,444
Capital outlay	5,000	5,000	220	4,780
Other	394,888	389,707	360,393	29,314
Total expenditures	<u>1,114,119</u>	<u>1,104,798</u>	<u>1,020,988</u>	<u>83,810</u>
Net change in fund balance	(8,119)	1,202	(33,132)	(34,334)
Fund balance at beginning of year	268,526	268,526	268,526	-
Prior year encumbrances appropriated	<u>26,319</u>	<u>26,319</u>	<u>26,319</u>	<u>-</u>
Fund balance at end of year	<u>\$ 286,726</u>	<u>\$ 296,047</u>	<u>\$ 261,713</u>	<u>\$ (34,334)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DOG AND KENNEL SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 20,000	\$ 20,000	\$ 56	\$ (19,944)
Licenses and permits.	175,000	175,000	256,225	81,225
Fines and forfeitures	11,000	11,000	15,488	4,488
Total revenues	<u>206,000</u>	<u>206,000</u>	<u>271,769</u>	<u>65,769</u>
Expenditures:				
Current:				
Health				
Personal services.	20,155	20,155	17,938	2,217
Fringe benefits.	11,063	11,216	9,159	2,057
Materials and supplies	2,100	2,100	2,100	-
Contractual services	255,486	260,481	260,441	40
Other.	10,100	9,947	9,947	-
Total expenditures	<u>298,904</u>	<u>303,899</u>	<u>299,585</u>	<u>4,314</u>
Net change in fund balance	<u>(92,904)</u>	<u>(97,899)</u>	<u>(27,816)</u>	<u>70,083</u>
Fund balance at beginning of year	101,719	101,719	101,719	-
Prior year encumbrances appropriated	786	786	786	-
Fund balance at end of year	<u>\$ 9,601</u>	<u>\$ 4,606</u>	<u>\$ 74,689</u>	<u>\$ 70,083</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CHILDREN SERVICES SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 40,000	\$ 40,000	\$ 41,994	\$ 1,994
Intergovernmental	1,705,000	1,755,000	1,392,445	(362,555)
Other	137,000	137,000	164,247	27,247
Total revenues	<u>1,882,000</u>	<u>1,932,000</u>	<u>1,598,686</u>	<u>(333,314)</u>
Expenditures:				
Current:				
Human services				
Materials and supplies	11,306	-	-	-
Contractual services	1,615,329	1,630,234	1,626,913	3,321
Other.	430,000	384,831	337,999	46,832
Total expenditures	<u>2,056,635</u>	<u>2,015,065</u>	<u>1,964,912</u>	<u>50,153</u>
Net change in fund balance.	(174,635)	(83,065)	(366,226)	(283,161)
Fund balance (deficit) at beginning of year	(30,822)	(30,822)	(30,822)	-
Prior year encumbrances appropriated	<u>176,135</u>	<u>176,135</u>	<u>176,135</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ (29,322)</u>	<u>\$ 62,248</u>	<u>\$ (220,913)</u>	<u>\$ (283,161)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 REAL ESTATE ASSESSMENT SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ -	\$ -	\$ 1,815	\$ 1,815
Charges for services	614,800	614,800	894,237	279,437
Intergovernmental	73,000	73,000	73,907	907
Total revenues	687,800	687,800	969,959	282,159
Expenditures:				
Current:				
General government - legislative and executive				
Personal services.	215,000	222,083	202,242	19,841
Fringe benefits.	75,245	81,434	76,602	4,832
Materials and supplies	22,025	22,025	16,708	5,317
Contractual services	530,813	924,489	551,377	373,112
Capital outlay	15,000	15,000	11,955	3,045
Other.	10,000	10,000	7,598	2,402
Total expenditures.	868,083	1,275,031	866,482	408,549
Net change in fund balance	(180,283)	(587,231)	103,477	690,708
Fund balance at beginning of year.	1,183,737	1,183,737	1,183,737	-
Prior year encumbrances appropriated	237,583	237,583	237,583	-
Fund balance at end of year	\$ 1,241,037	\$ 834,089	\$ 1,524,797	\$ 690,708

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ -	\$ 127,000	\$ 127,000	\$ -
Intergovernmental.	123,000	552,000	528,000	(24,000)
 Total revenues.	 123,000	 679,000	 655,000	 (24,000)
Expenditures:				
Current:				
Economic development				
Contractual services	142,000	147,000	128,000	19,000
Capital outlay	-	405,000	405,000	-
Other.	-	127,000	127,000	-
 Total expenditures	 142,000	 679,000	 660,000	 19,000
 Net change in fund balance.	 (19,000)	 -	 (5,000)	 (5,000)
Fund balance (deficit) at beginning of year	(17,429)	(17,429)	(17,429)	-
Prior year encumbrances appropriated	19,000	19,000	19,000	-
 Fund balance (deficit) at end of year	 \$ (17,429)	 \$ 1,571	 \$ (3,429)	 \$ (5,000)

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COMMUNITY CORRECTIONS SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 110,994	\$ 221,988	\$ 221,988	\$ -
Total revenues	110,994	221,988	221,988	-
Expenditures:				
Current:				
Public safety				
Personal services	75,877	147,981	141,540	6,441
Fringe benefits.	37,094	60,153	52,073	8,080
Materials and supplies	417	1,474	999	475
Contractual services	7,546	22,735	13,605	9,130
Capital outlay	-	6,671	6,665	6
Other.	8,026	1,000	1,000	-
Total expenditures	128,960	240,014	215,882	24,132
Net change in fund balance	(17,966)	(18,026)	6,106	24,132
Fund balance at beginning of year.	17,427	17,427	17,427	-
Prior year encumbrances appropriated.	676	676	676	-
Fund balance at end of year.	<u>\$ 137</u>	<u>\$ 77</u>	<u>\$ 24,209</u>	<u>\$ 24,132</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FELONY DELINQUENT JUVENILE CARE AND CUSTODY SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 297,275	\$ 297,275	\$ 165,762	\$ (131,513)
Other	600	600	600	-
Total revenues	<u>297,875</u>	<u>297,875</u>	<u>166,362</u>	<u>(131,513)</u>
Expenditures:				
Current:				
Public safety				
Felony delinquent care and custody				
Personal services	102,898	103,398	90,060	13,338
Fringe benefits.	42,814	42,314	30,671	11,643
Materials and supplies	-	150,552	-	150,552
Contractual services	208,043	199,497	147,786	51,711
Other.	150,552	-	-	-
Total felony delinquent care and custody	<u>504,307</u>	<u>495,761</u>	<u>268,517</u>	<u>227,244</u>
Total expenditures.	<u>504,307</u>	<u>495,761</u>	<u>268,517</u>	<u>227,244</u>
Net change in fund balance	<u>(206,432)</u>	<u>(197,886)</u>	<u>(102,155)</u>	<u>95,731</u>
Fund balance at beginning of year	293,983	293,983	293,983	-
Prior year encumbrances appropriated	24,165	24,165	24,165	-
Fund balance at end of year	<u>\$ 111,716</u>	<u>\$ 120,262</u>	<u>\$ 215,993</u>	<u>\$ 95,731</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 AGENCY ON AGING LEVY SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 770,000	\$ 786,599	\$ 792,387	\$ 5,788
Intergovernmental	162,752	164,409	164,409	-
Total revenues	<u>932,752</u>	<u>951,008</u>	<u>956,796</u>	<u>5,788</u>
Expenditures:				
Current:				
Human services:				
Contractual services	<u>932,752</u>	<u>951,008</u>	<u>951,008</u>	<u>-</u>
Total expenditures	<u>932,752</u>	<u>951,008</u>	<u>951,008</u>	<u>-</u>
Net change in fund balance	-	-	5,788	5,788
Fund balance at beginning of year	<u>17,058</u>	<u>17,058</u>	<u>17,058</u>	<u>-</u>
Fund balance at end of year	<u>\$ 17,058</u>	<u>\$ 17,058</u>	<u>\$ 22,846</u>	<u>\$ 5,788</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 NATIONAL EMERGENCY GRANT SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ 200,000	\$ 75,000	\$ (125,000)
Total revenues	-	200,000	75,000	(125,000)
Expenditures:				
Current:				
Conservation & recreation				
Personal services	-	80,000	35,590	44,410
Fringe benefits	-	55,264	4,669	50,595
Materials and supplies	-	5,000	3,390	1,610
Contractual services	-	45,000	15,777	29,223
Capital outlay	-	5,000	706	4,294
Other	-	10,000	5,428	4,572
Total expenditures	-	200,264	65,560	134,704
Excess (deficiency) of revenues over (under) expenditures	-	(264)	9,440	9,704
Other financing sources (uses):				
Advances in	-	50,000	50,000	-
Advances (out)	-	(50,000)	(50,000)	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balance	-	(264)	9,440	9,704
Fund balance at beginning of year	<u>2,336</u>	<u>2,336</u>	<u>2,336</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 2,336</u>	<u>\$ 2,072</u>	<u>\$ 11,776</u>	<u>\$ 9,704</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OTHER PUBLIC SAFETY SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 214,565	\$ 214,565	\$ 227,756	\$ 13,191
Fines and forfeitures	24,600	24,600	39,973	15,373
Intergovernmental	349,722	602,726	484,467	(118,259)
Investment income	-	-	34	34
Other	4,000	4,000	2,985	(1,015)
Total revenues	592,887	845,891	755,215	(90,676)
Expenditures:				
Current:				
Public safety				
Personal services	158,562	270,351	199,884	70,467
Fringe benefits.	75,928	95,327	54,083	41,244
Materials and supplies.	96,237	104,460	96,523	7,937
Contractual services	274,313	276,049	127,206	148,843
Capital outlay	386,472	520,211	142,962	377,249
Other.	243,425	258,394	55,665	202,729
Total expenditures	1,234,937	1,524,792	676,323	848,469
Excess (deficiency) of revenues over (under) expenditures	(642,050)	(678,901)	78,892	757,793
Other financing sources (uses):				
Advances in	-	-	51,088	51,088
Advances out.	-	(19,272)	(39,272)	(20,000)
Total other financing sources (uses)	-	(19,272)	11,816	31,088
Net change in fund balance	(642,050)	(698,173)	90,708	788,881
Fund balance at beginning of year	1,163,310	1,163,310	1,163,310	-
Prior year encumbrances appropriated	19,090	19,090	19,090	-
Fund balance at end of year.	\$ 540,350	\$ 484,227	\$ 1,273,108	\$ 788,881

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OTHER SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:				
Property taxes	\$ -	\$ -	\$ 1,984	\$ 1,984
Special assessments	37,415	170,439	177,753	7,314
Charges for services	579,350	579,350	587,661	8,311
Fines and forfeitures	50	50	100	50
Intergovernmental	1,654,211	2,088,810	1,164,505	(924,305)
Donations and contributions.	-	5,000	7,450	2,450
Other	9,000	14,125	18,714	4,589
	<u>2,280,026</u>	<u>2,857,774</u>	<u>1,958,167</u>	<u>(899,607)</u>
Total revenues.				
Expenditures:				
Current:				
General government - legislative and executive				
Personal services	48,864	123,404	59,520	63,884
Fringe benefits	29,523	55,984	26,733	29,251
Materials and supplies	1,729	1,729	1,729	-
Contractual services.	499,432	691,336	484,153	207,183
Capital outlay.	465,313	608,874	109,656	499,218
Other	28,012	27,712	26,793	919
Total general government - legislative and executive	<u>1,072,873</u>	<u>1,509,039</u>	<u>708,584</u>	<u>800,455</u>
General government - judicial				
Personal services.	111,500	114,300	91,504	22,796
Fringe benefits.	38,232	36,736	30,692	6,044
Materials and supplies	18,993	14,300	3,587	10,713
Contractual services	278,129	260,608	122,229	138,379
Capital outlay	346,795	502,430	351,652	150,778
Other.	75,150	77,690	14,505	63,185
Total general government - judicial	<u>868,799</u>	<u>1,006,064</u>	<u>614,169</u>	<u>391,895</u>
Public safety				
Fringe benefits.	5,367	5,367	-	5,367
Materials and supplies	1,250	1,250	-	1,250
Contractual services	1,392,841	888,146	495,267	392,879
Total public safety	<u>1,399,458</u>	<u>894,763</u>	<u>495,267</u>	<u>399,496</u>
Public works				
Contractual services	27,943	27,943	27,942	1
Other.	-	10,125	4,253	5,872
Total public works	<u>27,943</u>	<u>38,068</u>	<u>32,195</u>	<u>5,873</u>
Health				
Personal services.	14,813	14,813	14,747	66
Fringe benefits.	11,155	33,155	31,430	1,725
Materials and supplies	2,250	3,400	1,769	1,631
Contractual services	88,913	253,363	183,750	69,613
Capital outlay	500	1,529	1,529	-
Other.	-	900	342	558
Total health.	<u>117,631</u>	<u>307,160</u>	<u>233,567</u>	<u>73,593</u>

-- Continued

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OTHER SPECIAL REVENUE FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Human services				
Personal services	\$ 18,528	\$ 42,038	\$ 23,510	\$ 18,528
Materials and supplies	1,386	2,772	1,365	1,407
Contractual services	23,136	24,136	24,136	-
Capital outlay	-	2,000	1,000	1,000
Other	1,000	-	-	-
Total human services	<u>44,050</u>	<u>70,946</u>	<u>50,011</u>	<u>20,935</u>
Economic development and assistance				
Contractual services	6,000	6,000	4,772	1,228
Total economic development and assistance	<u>6,000</u>	<u>6,000</u>	<u>4,772</u>	<u>1,228</u>
Total expenditures	<u>3,536,754</u>	<u>3,832,040</u>	<u>2,138,565</u>	<u>1,693,475</u>
Excess of expenditures over revenues	<u>(1,256,728)</u>	<u>(974,266)</u>	<u>(180,398)</u>	<u>793,868</u>
Other financing sources (uses):				
Advances in	-	-	13,989	13,989
Advances out	-	-	(210,329)	(210,329)
Transfers in	5,000	5,000	-	(5,000)
Total other financing sources (uses).	<u>5,000</u>	<u>5,000</u>	<u>(196,340)</u>	<u>(201,340)</u>
Net change in fund balance.	(1,251,728)	(969,266)	(376,738)	592,528
Fund balance at beginning of year	1,608,642	1,608,642	1,608,642	-
Prior year encumbrances appropriated	548,674	548,674	548,674	-
Fund balance at end of year	<u>\$ 905,588</u>	<u>\$ 1,188,050</u>	<u>\$ 1,780,578</u>	<u>\$ 592,528</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SHERIFF POLICE REVOLVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 104,220	\$ 104,220	\$ 100,530	\$ (3,690)
Total revenues	104,220	104,220	100,530	(3,690)
Expenditures:				
Current:				
Public safety				
Personal services.	46,000	46,000	45,430	570
Fringe benefits.	17,635	17,635	16,965	670
Total expenditures.	63,635	63,635	62,395	1,240
Excess of revenues over expenditures	40,585	40,585	38,135	(2,450)
Other financing uses:				
Transfers out	(71,000)	(71,000)	(60,262)	10,738
Total other financing uses	(71,000)	(71,000)	(60,262)	10,738
Net change in fund balance	(30,415)	(30,415)	(22,127)	8,288
Fund balance at beginning of year.	45,096	45,096	45,096	-
Fund balance at end of year	<u>\$ 14,681</u>	<u>\$ 14,681</u>	<u>\$ 22,969</u>	<u>\$ 8,288</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COUNTY HOME DONATIONS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year.	4,816	4,816	4,816	-
Fund balance at end of year	<u>\$ 4,816</u>	<u>\$ 4,816</u>	<u>\$ 4,816</u>	<u>\$ -</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CENTENNIAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year.	\$ 172	\$ 172	\$ 172	\$ -
Fund balance at end of year	<u>\$ 172</u>	<u>\$ 172</u>	<u>\$ 172</u>	<u>\$ -</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 BUDGET STABILIZATION GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year.	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ -</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CERTIFICATE OF TITLE GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 400,000	\$ 400,000	\$ 443,713	\$ 43,713
Fines and forfeitures.	-	-	31,920	31,920
Total revenues	<u>400,000</u>	<u>400,000</u>	<u>475,633</u>	<u>75,633</u>
Expenditures:				
Current:				
General government - judicial				
Personal services	135,000	136,081	136,080	1
Fringe benefits	86,100	85,019	61,490	23,529
Materials and supplies	13,500	13,500	11,904	1,596
Contractual services	57,500	57,500	53,708	3,792
Capital outlay.	2,000	2,000	1,600	400
Other	<u>3,550</u>	<u>3,548</u>	<u>2,547</u>	<u>1,001</u>
Total expenditures	<u>297,650</u>	<u>297,648</u>	<u>267,329</u>	<u>30,319</u>
Excess of revenues over expenditures	<u>102,350</u>	<u>102,352</u>	<u>208,304</u>	<u>105,952</u>
Other financing uses:				
Transfers out	<u>(40,000)</u>	<u>(540,000)</u>	<u>(500,000)</u>	<u>40,000</u>
Total other financing uses	<u>(40,000)</u>	<u>(540,000)</u>	<u>(500,000)</u>	<u>40,000</u>
Net change in fund balance.	62,350	(437,648)	(291,696)	145,952
Fund balance at beginning of year	1,219,546	1,219,546	1,219,546	-
Prior year encumbrances appropriated	<u>50</u>	<u>50</u>	<u>50</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,281,946</u>	<u>\$ 781,948</u>	<u>\$ 927,900</u>	<u>\$ 145,952</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SEVERANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Current:				
General government - legislative and executive				
Personal services	\$ -	\$ 48,919	\$ 48,449	\$ 470
Fringe benefits	-	1,328	1,050	278
Total general government - legislative and executive	<u>-</u>	<u>50,247</u>	<u>49,499</u>	<u>748</u>
General government - judicial				
Personal services	-	99,562	99,561	1
Fringe benefits	-	1,038	55	983
Total general government - judicial	<u>-</u>	<u>100,600</u>	<u>99,616</u>	<u>984</u>
Public safety				
Personal services	-	162,919	162,919	-
Fringe benefits	-	2,192	-	2,192
Total public safety	<u>-</u>	<u>165,111</u>	<u>162,919</u>	<u>2,192</u>
Human Services				
Personal services	-	47,377	47,377	-
Fringe benefits	-	689	689	-
Total human services	<u>-</u>	<u>48,066</u>	<u>48,066</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>364,024</u>	<u>360,100</u>	<u>3,924</u>
Excess of expenditures over revenues	<u>-</u>	<u>(364,024)</u>	<u>(360,100)</u>	<u>(3,924)</u>
Other financing sources:				
Transfers in	<u>-</u>	<u>190,000</u>	<u>240,000</u>	<u>50,000</u>
Total other financing sources	<u>-</u>	<u>190,000</u>	<u>240,000</u>	<u>50,000</u>
Net change in fund balance.	-	(174,024)	(120,100)	46,076
Fund balance at beginning of year	<u>186,248</u>	<u>186,248</u>	<u>186,248</u>	<u>-</u>
Fund balance at end of year	<u>\$ 186,248</u>	<u>\$ 12,224</u>	<u>\$ 66,148</u>	<u>\$ 46,076</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SPECIAL IMPROVEMENTS BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 16,500	\$ 16,500	\$ 12,668	\$ (3,832)
Total revenues	<u>16,500</u>	<u>16,500</u>	<u>12,668</u>	<u>(3,832)</u>
Expenditures:				
Debt service:				
Principal retirement	230,000	230,000	230,000	-
Interest and fiscal charges	<u>2,500</u>	<u>2,500</u>	<u>2,185</u>	<u>315</u>
Total expenditures	<u>232,500</u>	<u>232,500</u>	<u>232,185</u>	<u>315</u>
Excess of expenditures over revenues	<u>(216,000)</u>	<u>(216,000)</u>	<u>(219,517)</u>	<u>(3,517)</u>
Other financing sources:				
Issuance of notes	216,100	216,100	217,000	900
Advances in	-	-	153	153
Transfers in	<u>-</u>	<u>-</u>	<u>4,042</u>	<u>4,042</u>
Total other financing sources	<u>216,100</u>	<u>216,100</u>	<u>221,195</u>	<u>5,095</u>
Net change in fund balance.	100	100	1,678	1,578
Fund balance at beginning of year	<u>88,337</u>	<u>88,337</u>	<u>88,337</u>	<u>-</u>
Fund balance at end of year	<u>\$ 88,437</u>	<u>\$ 88,437</u>	<u>\$ 90,015</u>	<u>\$ 1,578</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER AND SEWER BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 270,400	\$ 270,400	\$ 242,475	\$ (27,925)
Other	-	-	5,510	5,510
Total revenues.	<u>270,400</u>	<u>270,400</u>	<u>247,985</u>	<u>(22,415)</u>
Expenditures:				
Current:				
Other expense	-	63,205	63,205	-
Total other expense.	<u>-</u>	<u>63,205</u>	<u>63,205</u>	<u>-</u>
Debt service:				
Principal retirement.	177,450	177,450	177,439	11
Interest and fiscal charges	<u>92,903</u>	<u>92,903</u>	<u>92,868</u>	<u>35</u>
Total expenditures	<u>270,353</u>	<u>333,558</u>	<u>333,512</u>	<u>46</u>
Excess (deficiency) of revenues over (under) expenditures	<u>47</u>	<u>(63,158)</u>	<u>(85,527)</u>	<u>(22,369)</u>
Other financing uses:				
Transfers (out)	-	(10,816)	-	10,816
Total other financing uses	<u>-</u>	<u>(10,816)</u>	<u>-</u>	<u>10,816</u>
Net change in fund balance	47	(73,974)	(85,527)	(11,553)
Fund balance at beginning of year	<u>299,977</u>	<u>299,977</u>	<u>299,977</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 300,024</u>	<u>\$ 226,003</u>	<u>\$ 214,450</u>	<u>\$ (11,553)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 JOB AND FAMILY SERVICES BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Rental income	\$ 71,150	\$ 71,150	\$ 81,078	\$ 9,928
Total revenues	<u>71,150</u>	<u>71,150</u>	<u>81,078</u>	<u>9,928</u>
Expenditures:				
Debt service:				
Principal retirement	55,000	55,000	55,000	-
Interest and fiscal charges	<u>16,150</u>	<u>16,150</u>	<u>16,150</u>	<u>-</u>
Total expenditures	<u>71,150</u>	<u>71,150</u>	<u>71,150</u>	<u>-</u>
Net change in fund balance	-	-	9,928	9,928
Fund balance at beginning of year	<u>2,378</u>	<u>2,378</u>	<u>2,378</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,378</u>	<u>\$ 2,378</u>	<u>\$ 12,306</u>	<u>\$ 9,928</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 US-224/CR 300 BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Payments in lieu of taxes	\$ 227,310	\$ 227,310	\$ 262,583	\$ 35,273
Total revenues	<u>227,310</u>	<u>227,310</u>	<u>262,583</u>	<u>35,273</u>
Expenditures:				
Debt service:				
Principal retirement.	115,000	115,000	115,000	-
Interest and fiscal charges	<u>112,310</u>	<u>112,310</u>	<u>112,305</u>	<u>5</u>
Total expenditures	<u>227,310</u>	<u>227,310</u>	<u>227,305</u>	<u>5</u>
Net change in fund balance	-	-	35,278	35,278
Fund balance at beginning of year.	<u>76,365</u>	<u>76,365</u>	<u>76,365</u>	<u>-</u>
Fund balance at end of year	<u>\$ 76,365</u>	<u>\$ 76,365</u>	<u>\$ 111,643</u>	<u>\$ 35,278</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 I-75/TALL TIMBERS CONNECTOR BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Debt service:				
Principal retirement	\$ 385,000	\$ 385,000	\$ 385,000	\$ -
Interest and fiscal charges	157,175	157,175	157,149	26
Total expenditures	542,175	542,175	542,149	26
Net change in fund balance	(542,175)	(542,175)	(542,149)	26
Fund balance at beginning of year	<u>4,413,627</u>	<u>4,413,627</u>	<u>4,413,627</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,871,452</u>	<u>\$ 3,871,452</u>	<u>\$ 3,871,478</u>	<u>\$ 26</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ROAD IMPROVEMENT BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ -	\$ -	\$ 3,934	\$ 3,934
Total revenues	-	-	3,934	3,934
Net change in fund balance.	-	-	3,934	3,934
Fund balance at beginning of year	<u>13,074</u>	<u>13,074</u>	<u>13,074</u>	<u>-</u>
Fund balance at end of year	<u>\$ 13,074</u>	<u>\$ 13,074</u>	<u>\$ 17,008</u>	<u>\$ 3,934</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURTHOUSE RESTORATION BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 166,400	\$ 166,400	\$ 166,400	\$ -
Total revenues	166,400	166,400	166,400	-
Expenditures:				
Debt service:				
Principal retirement	160,000	160,000	160,000	-
Interest and fiscal charges	6,400	6,400	6,400	-
Total expenditures	166,400	166,400	166,400	-
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MVGT BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Debt service:				
Principal retirement	\$ 131,000	\$ 131,000	\$ 131,000	\$ -
Interest and fiscal charges	1,500	1,500	1,244	256
Total expenditures	132,500	132,500	132,244	256
Excess of expenditures over revenues	(132,500)	(132,500)	(132,244)	256
Other financing sources:				
Transfers in	132,500	132,500	132,310	(190)
Total other financing sources	132,500	132,500	132,310	(190)
Net change in fund balance.	-	-	66	66
Fund balance at beginning of year.	<u>480</u>	<u>480</u>	<u>480</u>	<u>-</u>
Fund balance at end of year	<u>\$ 480</u>	<u>\$ 480</u>	<u>\$ 546</u>	<u>\$ 66</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ADAMHS BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Debt service:				
Principal retirement	\$ 14,125	\$ 14,125	\$ 14,125	\$ -
Interest and fiscal charges	14,138	15,139	14,248	891
Total expenditures	<u>28,263</u>	<u>29,264</u>	<u>28,373</u>	<u>891</u>
Excess of expenditures over revenues	<u>(28,263)</u>	<u>(29,264)</u>	<u>(28,373)</u>	<u>891</u>
Other financing sources:				
Transfers in	<u>24,139</u>	<u>24,139</u>	<u>24,139</u>	<u>-</u>
Total other financing sources	<u>24,139</u>	<u>24,139</u>	<u>24,139</u>	<u>-</u>
Net change in fund balance.	(4,124)	(5,125)	(4,234)	891
Fund balance at beginning of year.	<u>92,712</u>	<u>92,712</u>	<u>92,712</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 88,588</u></u>	<u><u>\$ 87,587</u></u>	<u><u>\$ 88,478</u></u>	<u><u>\$ 891</u></u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CAPITAL PROJECT SHERIFF BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 109,720	\$ 109,720	\$ 109,719	\$ (1)
Total revenues	109,720	109,720	109,719	(1)
Expenditures:				
Debt service:				
Principal retirement.	75,000	75,000	75,000	-
Interest and fiscal charges	34,725	34,725	34,719	6
Total expenditures	109,725	109,725	109,719	6
Net change in fund balance	(5)	(5)	-	5
Fund balance at beginning of year.	<u>7,817</u>	<u>7,817</u>	<u>7,817</u>	<u>-</u>
Fund balance (deficit) at end of year.	<u>\$ 7,812</u>	<u>\$ 7,812</u>	<u>\$ 7,817</u>	<u>\$ 5</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ENERGY SAVINGS GATEWAY BOND RETIREMENT DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Debt service:				
Principal retirement	\$ 193,450	\$ 193,450	\$ 193,427	\$ 23
Interest and fiscal charges	55,790	55,790	55,781	9
Total expenditures	<u>249,240</u>	<u>249,240</u>	<u>249,208</u>	<u>32</u>
Excess of expenditures over revenues.	<u>(249,240)</u>	<u>(249,240)</u>	<u>(249,208)</u>	<u>32</u>
Other financing sources:				
Transfers in	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Total other financing sources	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Net change in fund balance	760	760	792	32
Fund balance at beginning of year.	<u>328,463</u>	<u>328,463</u>	<u>328,463</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 329,223</u></u>	<u><u>\$ 329,223</u></u>	<u><u>\$ 329,255</u></u>	<u><u>\$ 32</u></u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER PROJECTS CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Other	\$ 10,988	\$ 10,988	\$ -	\$ (10,988)
Total revenues	10,988	10,988	-	(10,988)
Net change in fund balance	10,988	10,988	-	(10,988)
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ 10,988</u>	<u>\$ 10,988</u>	<u>\$ -</u>	<u>\$ (10,988)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SPECIAL IMPROVEMENTS CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 201,195	\$ 209,604	\$ 61,790	\$ (147,814)
Total revenues	201,195	209,604	61,790	(147,814)
Expenditures:				
Capital outlay	204,749	213,159	63,389	149,770
Total expenditures	204,749	213,159	63,389	149,770
Excess of expenditures over revenues	(3,554)	(3,555)	(1,599)	1,956
Other financing sources (uses):				
Advances in	-	-	52,562	52,562
Advances out	-	-	(94,176)	(94,176)
Transfers out	(4,042)	(4,042)	(4,042)	-
Total other financing sources (uses)	(4,042)	(4,042)	(45,656)	(41,614)
Net change in fund balance	(7,596)	(7,597)	(47,255)	(39,658)
Fund balance at beginning of year	100,958	100,958	100,958	-
Prior year encumbrances appropriated	50,637	50,637	50,637	-
Fund balance at end of year	<u>\$ 143,999</u>	<u>\$ 143,998</u>	<u>\$ 104,340</u>	<u>\$ (39,658)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ALCOHOL AND DRUG ABUSE CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ 22,013	\$ -	\$ (22,013)
Total revenues	<u>-</u>	<u>22,013</u>	<u>-</u>	<u>(22,013)</u>
Expenditures:				
Current:				
Capital outlay	19,342	41,355	41,355	-
Total expenditures	<u>19,342</u>	<u>41,355</u>	<u>41,355</u>	<u>-</u>
Excess of expenditures over revenues	<u>(19,342)</u>	<u>(19,342)</u>	<u>(41,355)</u>	<u>(22,013)</u>
Other financing sources:				
Transfers in	-	-	22,013	22,013
Total other financing sources	<u>-</u>	<u>-</u>	<u>22,013</u>	<u>22,013</u>
Net change in fund balance	(19,342)	(19,342)	(19,342)	-
Fund balance at beginning of year	\$ -	\$ -	\$ -	\$ -
Prior year encumbrances appropriated.	<u>19,342</u>	<u>19,342</u>	<u>19,342</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 JOB AND FAMILY SERVICES CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Capital outlay.	\$ -	\$ 214	\$ 214	\$ -
Total expenditures	-	214	214	-
Net change in fund balance.	-	(214)	(214)	-
Fund balance at beginning of year	\$ 214	\$ 214	\$ 214	\$ -
Fund balance at end of year	\$ 214	\$ -	\$ -	\$ -

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OHIO PUBLIC WORKS COMMISSION CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 1,130,000	\$ 1,130,000	\$ 472,000	\$ (658,000)
Total revenues	<u>1,130,000</u>	<u>1,130,000</u>	<u>472,000</u>	<u>(658,000)</u>
Expenditures:				
Capital outlay	<u>1,130,000</u>	<u>1,130,000</u>	<u>472,000</u>	<u>658,000</u>
Total expenditures	<u>1,130,000</u>	<u>1,130,000</u>	<u>472,000</u>	<u>658,000</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	\$ -	\$ -	\$ -	\$ -
Prior year encumbrances appropriated.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURTHOUSE RESTORATION CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Capital outlay	\$ 34,850	\$ 617,105	\$ 617,105	\$ -
Total expenditures	34,850	617,105	617,105	-
Excess of expenditures over revenues	(34,850)	(617,105)	(617,105)	-
Other financing sources:				
Transfers in	-	583,250	583,250	-
Total other financing sources	-	583,250	583,250	-
Net change in fund balance.	(34,850)	(33,855)	(33,855)	-
Fund balance at beginning of year	\$ -	\$ -	\$ -	\$ -
Prior year encumbrances appropriated.	34,850	34,850	34,850	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 995</u>	<u>\$ 995</u>	<u>\$ -</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DEVELOPMENTAL DISABILITIES CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Capital outlay	\$ 204,831	\$ 203,416	\$ 101,721	\$ 101,695
Total expenditures	204,831	203,416	101,721	101,695
Net change in fund balance	(204,831)	(203,416)	(101,721)	101,695
Fund balance at beginning of year	346,041	346,041	346,041	-
Prior year encumbrances appropriated.	4,831	4,831	4,831	-
Fund balance at end of year	<u>\$ 146,041</u>	<u>\$ 147,456</u>	<u>\$ 249,151</u>	<u>\$ 101,695</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COUNTY CAPITAL IMPROVEMENTS CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Other	\$ -	\$ 189,400	\$ 189,400	\$ -
Total revenues.	-	189,400	189,400	-
Expenditures:				
Current:				
Project:				
Agency on aging elevator	-	189,400	156,026	33,374
JFS roof	1,004	1,004	1,004	-
JFS energy improvements	33,488	33,488	-	33,488
Financial package	113,556	113,234	72,459	40,775
Buildings and grounds	335,274	925,036	434,702	490,334
Sheriff.	198,551	210,551	210,151	400
Total expenditures	681,873	1,472,713	874,342	598,371
Excess of expenditures over revenues	(681,873)	(1,283,313)	(684,942)	598,371
Other financing sources (uses):				
Transfers in	-	400,000	400,000	-
Transfers out.	(8,500)	(8,500)	-	8,500
Total other financing sources (uses)	(8,500)	391,500	400,000	8,500
Net change in fund balance.	(690,373)	(891,813)	(284,942)	606,871
Fund balance at beginning of year	676,930	676,930	676,930	-
Prior year encumbrances appropriated.	226,833	226,833	226,833	-
Fund balance at end of year	<u>\$ 213,390</u>	<u>\$ 11,950</u>	<u>\$ 618,821</u>	<u>\$ 606,871</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SHERIFF'S OFFICE CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Contractual services	\$ 45,780	\$ 45,780	\$ 45,780	\$ -
Capital outlay.	6,740	6,740	6,740	-
Total expenditures	<u>52,520</u>	<u>52,520</u>	<u>52,520</u>	<u>-</u>
Net change in fund balance.	(52,520)	(52,520)	(52,520)	-
Fund balance at beginning of year.	1,553	1,553	1,553	-
Prior year encumbrances appropriated	<u>52,520</u>	<u>52,520</u>	<u>52,520</u>	<u>-</u>
Fund balance at end of year.	<u>\$ 1,553</u>	<u>\$ 1,553</u>	<u>\$ 1,553</u>	<u>\$ -</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CHILDREN'S TRUST PERMANENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Investment income	\$ 5,000	\$ 5,000	\$ 7,846	\$ 2,846
Contributions and donations.	50,000	50,000	18,373	(31,627)
Total revenues	<u>55,000</u>	<u>55,000</u>	<u>26,219</u>	<u>(28,781)</u>
Expenditures:				
Current:				
Human services				
Contractual services.	<u>26,000</u>	<u>30,000</u>	<u>20,793</u>	<u>9,207</u>
Total expenditures	<u>26,000</u>	<u>30,000</u>	<u>20,793</u>	<u>9,207</u>
Net change in fund balance.	29,000	25,000	5,426	(19,574)
Fund balance at beginning of year.	389,668	389,668	389,668	-
Prior year encumbrances appropriated	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ 419,668</u>	<u>\$ 415,668</u>	<u>\$ 396,094</u>	<u>\$ (19,574)</u>

HANCOCK COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WORKER'S COMP RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 130,000	\$ 130,000	\$ 81,088	\$ (48,912)
Total revenues	<u>130,000</u>	<u>130,000</u>	<u>81,088</u>	<u>(48,912)</u>
Expenses:				
Claims expense.	<u>150,000</u>	<u>150,000</u>	<u>81,088</u>	<u>68,912</u>
Total expenses	<u>150,000</u>	<u>150,000</u>	<u>81,088</u>	<u>68,912</u>
Net change in fund equity	(20,000)	(20,000)	-	20,000
Fund equity at beginning of year	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Fund equity at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>

HANCOCK COUNTY, OHIO
COMBINING STATEMENTS
FUND DESCRIPTIONS - FIDUCIARY FUNDS

The agency funds are used to account for assets held by the County in a trustee capacity, or as an agent for individuals, private organizations, and/or other governments. The following are the County's fiduciary funds:

Investment Trust Fund

External Investment Pool

To account for the funds and subfunds of the Hancock County Park District. This fund is not included in the entity for which the appropriated budget is adopted; therefore, no budgetary statement is presented.

Agency Funds

Agency funds are purely custodial (assets equal liabilities) and therefore do not involve the measurement of results of operation. The following are the County's agency funds:

Subdivision

The fund accounts for the flow of property taxes and State-levied shared revenues that are allocated to the various political subdivisions of the County.

Payroll

The fund accounts for payroll withholdings that are distributed to other governmental units and private organizations.

Real Estate Taxes

The fund accounts for the collection and distribution of real estate taxes and special assessments to local governments in the County.

Personal Taxes

The fund accounts for the collection and distribution of tangible personal property taxes to local governments in the County.

Library/Local Government Support

The fund accounts for shared revenues from the State that represent a portion of State income taxes returned to the County for use by district libraries and park districts. These moneys are apportioned on a monthly basis.

Local Government

The fund accounts for shared revenues from the State that represent a portion of State income taxes, State sales taxes, and corporate franchise taxes. These moneys are apportioned to local governments on a monthly basis.

County Court

The fund accounts for money received and distributed by the Court for the following court activities:

1. Clerk of Courts auto title fees, and legal (court related) receipts and dispositions;
2. Probate Court related receipts and disbursements; and
3. Juvenile Court related receipts and disbursements.

Other Agency Funds

Board of Health	Local Emergency Planning Commission
Undivided Tax	Undivided Property Tax Replacement
Manufactured Home Tax	Blanchard River Construction
Estate Tax	Hancock County Election Commission
Law Library	Sheriff Agency
Municipal Permissive Motor Vehicle Tax	Housing Trust
Soil and Water	Indigent Defense Fee
Hotel/Motel Tax	

HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Balance 12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/12</u>
Subdivision				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 64,948,214	\$ 64,948,214	\$ -
Due from other governments	351,890	372,060	351,890	372,060
Total assets.	<u>\$ 351,890</u>	<u>\$ 65,320,274</u>	<u>\$ 65,300,104</u>	<u>\$ 372,060</u>
Liabilities:				
Due to other governments.	\$ 351,890	\$ 65,320,274	\$ 65,300,104	\$ 372,060
Total liabilities.	<u>\$ 351,890</u>	<u>\$ 65,320,274</u>	<u>\$ 65,300,104</u>	<u>\$ 372,060</u>
Payroll				
Assets:				
Equity in pooled cash and investments	\$ 423,486	\$ 30,569	\$ 104,256	\$ 349,799
Total assets.	<u>\$ 423,486</u>	<u>\$ 30,569</u>	<u>\$ 104,256</u>	<u>\$ 349,799</u>
Liabilities:				
Payroll withholdings	\$ 423,486	\$ 30,569	\$ 104,256	\$ 349,799
Total liabilities.	<u>\$ 423,486</u>	<u>\$ 30,569</u>	<u>\$ 104,256</u>	<u>\$ 349,799</u>
Real Estate Taxes				
Assets:				
Equity in pooled cash and investments	\$ 1,273,820	\$ 71,364,714	\$ 71,241,161	\$ 1,397,373
Real estate and other taxes receivable	60,853,396	60,957,655	60,853,396	60,957,655
Special assessments receivable	956,453	976,514	956,453	976,514
Total assets.	<u>\$ 63,083,669</u>	<u>\$ 133,298,883</u>	<u>\$ 133,051,010</u>	<u>\$ 63,331,542</u>
Liabilities:				
Accounts payable	\$ -	\$ 53,780	\$ -	\$ 53,780
Due to other governments.	63,083,669	133,179,987	133,051,010	63,212,646
Due to external parties	-	65,116	-	65,116
Total liabilities.	<u>\$ 63,083,669</u>	<u>\$ 133,298,883</u>	<u>\$ 133,051,010</u>	<u>\$ 63,331,542</u>
Personal Taxes				
Assets:				
Equity in pooled cash and investments	\$ 38,184	\$ 1,429,742	\$ 1,467,926	\$ -
Taxes receivable	616,075	1,286,169	616,075	1,286,169
Total assets.	<u>\$ 654,259</u>	<u>\$ 2,715,911</u>	<u>\$ 2,084,001</u>	<u>\$ 1,286,169</u>
Liabilities:				
Due to other governments.	\$ 654,259	\$ 2,715,911	\$ 2,084,001	\$ 1,286,169
Total liabilities.	<u>\$ 654,259</u>	<u>\$ 2,715,911</u>	<u>\$ 2,084,001</u>	<u>\$ 1,286,169</u>
Library/Local Government Support				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 2,242,213	\$ 2,242,213	\$ -
Due from other governments	1,225,592	1,195,134	1,225,592	1,195,134
Total assets.	<u>\$ 1,225,592</u>	<u>\$ 3,437,347</u>	<u>\$ 3,467,805</u>	<u>\$ 1,195,134</u>
Liabilities:				
Due to other governments.	\$ 1,225,592	\$ 3,437,347	\$ 3,467,805	\$ 1,195,134
Total liabilities.	<u>\$ 1,225,592</u>	<u>\$ 3,437,347</u>	<u>\$ 3,467,805</u>	<u>\$ 1,195,134</u>

- - Continued

HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Balance</u> <u>12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/12</u>
Local Government				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 2,788,480	\$ 2,788,480	\$ -
Due from other governments	1,441,859	1,824,951	1,441,859	1,824,951
Total assets.	<u>\$ 1,441,859</u>	<u>\$ 4,613,431</u>	<u>\$ 4,230,339</u>	<u>\$ 1,824,951</u>
Liabilities:				
Due to other governments.	\$ 1,441,859	\$ 4,613,431	\$ 4,230,339	\$ 1,824,951
Total liabilities.	<u>\$ 1,441,859</u>	<u>\$ 4,613,431</u>	<u>\$ 4,230,339</u>	<u>\$ 1,824,951</u>
County Court				
Assets:				
Cash and cash equivalents in segregated accounts	\$ 1,049,397	\$ 12,915,298	\$ 13,216,127	\$ 748,568
Accounts receivable.	396,308	427,388	396,308	427,388
Total assets.	<u>\$ 1,445,705</u>	<u>\$ 13,342,686</u>	<u>\$ 13,612,435</u>	<u>\$ 1,175,956</u>
Liabilities:				
Deposits held and due to others	\$ 396,308	\$ 427,388	\$ 396,308	\$ 427,388
Undistributed assets	1,049,397	12,915,298	13,216,127	748,568
Total liabilities.	<u>\$ 1,445,705</u>	<u>\$ 13,342,686</u>	<u>\$ 13,612,435</u>	<u>\$ 1,175,956</u>
Board of Health				
Assets:				
Equity in pooled cash and investments	\$ 468,472	\$ 663,758	\$ 676,620	\$ 455,610
Due from external parties.	9,723	9,170	9,723	9,170
Prepayments.	-	461	-	461
Total assets.	<u>\$ 478,195</u>	<u>\$ 673,389</u>	<u>\$ 686,343</u>	<u>\$ 465,241</u>
Liabilities:				
Accounts payable.	\$ 1,050	\$ 1,098	\$ 1,050	\$ 1,098
Due to other governments.	477,145	464,143	477,145	464,143
Undistributed assets	-	208,148	208,148	-
Total liabilities.	<u>\$ 478,195</u>	<u>\$ 673,389</u>	<u>\$ 686,343</u>	<u>\$ 465,241</u>
Undivided Tax				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 1,349,889	\$ 1,349,889	\$ -
Prepayments.	-	2,552	-	2,552
Total assets.	<u>\$ -</u>	<u>\$ 1,352,441</u>	<u>\$ 1,349,889</u>	<u>\$ 2,552</u>
Liabilities:				
Due to other governments.	\$ -	\$ 1,352,441	\$ 1,349,889	\$ 2,552
Total liabilities.	<u>\$ -</u>	<u>\$ 1,352,441</u>	<u>\$ 1,349,889</u>	<u>\$ 2,552</u>
Manufactured Home Tax				
Assets:				
Equity in pooled cash and investments	\$ 35,315	\$ 403,123	\$ 403,597	\$ 34,841
Total assets.	<u>\$ 35,315</u>	<u>\$ 403,123</u>	<u>\$ 403,597</u>	<u>\$ 34,841</u>
Liabilities:				
Due to other governments	\$ 35,315	\$ 403,123	\$ 403,597	\$ 34,841
Total liabilities.	<u>\$ 35,315</u>	<u>\$ 403,123</u>	<u>\$ 403,597</u>	<u>\$ 34,841</u>

- - Continued

HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Balance</u> <u>12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/12</u>
Estate Tax				
Assets:				
Equity in pooled cash and investments	\$ 1,345,756	\$ 3,772,384	\$ 4,122,295	\$ 995,845
Total assets.	<u>\$ 1,345,756</u>	<u>\$ 3,772,384</u>	<u>\$ 4,122,295</u>	<u>\$ 995,845</u>
Liabilities:				
Accounts payable.	\$ -	\$ 8,877	\$ -	\$ 8,877
Due to other governments	1,345,756	3,763,507	4,122,295	986,968
Total liabilities.	<u>\$ 1,345,756</u>	<u>\$ 3,772,384</u>	<u>\$ 4,122,295</u>	<u>\$ 995,845</u>
Municipal Permissive Motor Vehicle Tax				
Assets:				
Equity in pooled cash and investments	\$ 505,380	\$ 1,718,039	\$ 1,718,802	\$ 504,617
Due from other governments	736,711	726,023	736,711	726,023
Total assets.	<u>\$ 1,242,091</u>	<u>\$ 2,444,062</u>	<u>\$ 2,455,513</u>	<u>\$ 1,230,640</u>
Liabilities:				
Due to other governments	\$ 1,242,091	\$ 2,444,062	\$ 2,455,513	\$ 1,230,640
Total liabilities.	<u>\$ 1,242,091</u>	<u>\$ 2,444,062</u>	<u>\$ 2,455,513</u>	<u>\$ 1,230,640</u>
Soil and Water				
Assets:				
Equity in pooled cash and investments	\$ 83,419	\$ 272,082	\$ 236,002	\$ 119,499
Prepayments.	-	-	-	-
Total assets.	<u>\$ 83,419</u>	<u>\$ 272,082</u>	<u>\$ 236,002</u>	<u>\$ 119,499</u>
Liabilities:				
Due to other funds	\$ -	\$ 156	\$ -	\$ 156
Undistributed assets	83,419	271,926	236,002	119,343
Total liabilities.	<u>\$ 83,419</u>	<u>\$ 272,082</u>	<u>\$ 236,002</u>	<u>\$ 119,499</u>
Hotel/Motel Tax				
Assets:				
Equity in pooled cash and investments	\$ 5,138	\$ 515,256	\$ 519,246	\$ 1,148
Real estate and other taxes receivable	113,918	113,639	113,918	113,639
Due from other governments	-	99,627	-	99,627
Total assets.	<u>\$ 119,056</u>	<u>\$ 728,522</u>	<u>\$ 633,164</u>	<u>\$ 214,414</u>
Liabilities:				
Due to other governments	\$ 113,918	\$ 214,414	\$ 113,918	\$ 214,414
Undistributed assets	5,138	514,108	519,246	-
Total liabilities.	<u>\$ 119,056</u>	<u>\$ 728,522</u>	<u>\$ 633,164</u>	<u>\$ 214,414</u>

- - Continued

HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Balance</u> <u>12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/12</u>
Local Emergency Planning Commission				
Assets:				
Equity in pooled cash and investments	\$ 80,475	\$ 785	\$ 9,647	\$ 71,613
Total assets.	<u>\$ 80,475</u>	<u>\$ 785</u>	<u>\$ 9,647</u>	<u>\$ 71,613</u>
Liabilities:				
Accounts payable.	\$ -	\$ 785	\$ -	\$ 785
Undistributed assets	80,475	-	9,647	70,828
Total liabilities.	<u>\$ 80,475</u>	<u>\$ 785</u>	<u>\$ 9,647</u>	<u>\$ 71,613</u>
Undivided Property Tax Replacement				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 4,924	\$ 4,924	\$ -
Total assets.	<u>\$ -</u>	<u>\$ 4,924</u>	<u>\$ 4,924</u>	<u>\$ -</u>
Liabilities:				
Due to other governments	\$ -	\$ 4,924	\$ 4,924	\$ -
Total liabilities.	<u>\$ -</u>	<u>\$ 4,924</u>	<u>\$ 4,924</u>	<u>\$ -</u>
Blanchard River Construction				
Assets:				
Equity in pooled cash and investments	\$ 80,250	\$ 25,277	\$ 56,317	\$ 49,210
Total assets.	<u>\$ 80,250</u>	<u>\$ 25,277</u>	<u>\$ 56,317</u>	<u>\$ 49,210</u>
Liabilities:				
Accounts payable.	\$ -	\$ 25,277	\$ -	\$ 25,277
Undistributed assets	80,250	-	56,317	23,933
Total liabilities.	<u>\$ 80,250</u>	<u>\$ 25,277</u>	<u>\$ 56,317</u>	<u>\$ 49,210</u>
Hancock County Election Commission				
Assets:				
Equity in pooled cash and investments	\$ -	\$ 20	\$ 20	\$ -
Total assets.	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>	<u>\$ -</u>
Liabilities:				
Undistributed assets	\$ -	\$ 20	\$ 20	\$ -
Total liabilities.	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>	<u>\$ -</u>
Sheriff Agency				
Assets:				
Equity in pooled cash and investments	\$ 133,280	\$ 3,088,549	\$ 3,116,636	\$ 105,193
Total assets.	<u>\$ 133,280</u>	<u>\$ 3,088,549</u>	<u>\$ 3,116,636</u>	<u>\$ 105,193</u>
Liabilities:				
Undistributed assets	\$ 133,280	\$ 3,088,549	\$ 3,116,636	\$ 105,193
Total liabilities.	<u>\$ 133,280</u>	<u>\$ 3,088,549</u>	<u>\$ 3,116,636</u>	<u>\$ 105,193</u>

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HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

	<u>Balance</u> <u>12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/12</u>
Housing Trust				
Assets:				
Equity in pooled cash and investments	\$ 84,196	\$ 354,624	\$ 346,945	\$ 91,875
Total assets	<u>\$ 84,196</u>	<u>\$ 354,624</u>	<u>\$ 346,945</u>	<u>\$ 91,875</u>
Liabilities:				
Due to other governments.	\$ 84,196	\$ 354,624	\$ 346,945	\$ 91,875
Total liabilities	<u>\$ 84,196</u>	<u>\$ 354,624</u>	<u>\$ 346,945</u>	<u>\$ 91,875</u>
Indigent Defense Fee				
Assets:				
Equity in pooled cash and investments	\$ 443	\$ 16,816	\$ 17,254	\$ 5
Total assets.	<u>\$ 443</u>	<u>\$ 16,816</u>	<u>\$ 17,254</u>	<u>\$ 5</u>
Liabilities:				
Undistributed assets.	\$ 443	\$ 16,816	\$ 17,254	\$ 5
Total liabilities	<u>\$ 443</u>	<u>\$ 16,816</u>	<u>\$ 17,254</u>	<u>\$ 5</u>

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HANCOCK COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2012

<i>All Agency Funds</i>	Balance 12/31/11	Additions	Reductions	Balance 12/31/12
Assets				
Equity in pooled cash and investments	\$ 4,424,334	\$ 151,900,909	\$ 152,253,808	\$ 4,071,435
Cash and cash equivalents in segregated accounts	1,182,677	16,003,847	16,332,763	853,761
Real estate and other taxes receivable	61,583,389	62,357,463	61,583,389	62,357,463
Accounts receivable.	396,308	427,388	396,308	427,388
Special assessments receivable	956,453	976,514	956,453	976,514
Due from other governments	3,756,052	4,217,795	3,756,052	4,217,795
Prepayments	-	3,013	-	3,013
Due from external parties.	9,723	9,170	9,723	9,170
Total assets.	<u>\$ 72,308,936</u>	<u>\$ 235,896,099</u>	<u>\$ 235,288,496</u>	<u>\$ 72,916,539</u>
Liabilities				
Accounts payable	\$ 1,050	\$ 89,817	\$ 1,050	\$ 89,817
Due to external parties.	-	65,272	-	65,272
Payroll withholdings.	423,486	30,569	104,256	349,799
Due to other governments.	70,055,690	218,268,188	217,407,485	70,916,393
Deposits held and due to others	396,308	427,388	396,308	427,388
Undistributed assets	1,432,402	17,014,865	17,379,397	1,067,870
Total liabilities.	<u>\$ 72,308,936</u>	<u>\$ 235,896,099</u>	<u>\$ 235,288,496</u>	<u>\$ 72,916,539</u>

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STATISTICAL SECTION

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HANCOCK COUNTY, OHIO

STATISTICAL SECTION DESCRIPTION

This part of Hancock County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	194
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
Revenue Capacity	206
These schedules contain information to help the reader assess the County's most significant local revenue sources, the property tax and the sales tax.	
Debt Capacity	222
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	232
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	235
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	
Sources:	Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

HANCOCK COUNTY, OHIO

NET POSITION BY COMPONENT
LAST TEN YEARS
(FULL ACCRUAL BASIS OF ACCOUNTING)

	<u>2012</u>	<u>2011 (1)</u>	<u>2010</u>	<u>2009</u>
Governmental activities:				
Net investment in capital assets	\$ 94,389,841	\$ 92,923,553	\$ 89,079,826	\$ 85,606,598
Restricted	34,862,850	30,814,414	35,002,666	32,145,475
Unrestricted	<u>15,543,054</u>	<u>12,785,902</u>	<u>3,841,373</u>	<u>2,979,396</u>
Total governmental activities net position	<u>144,795,745</u>	<u>136,523,869</u>	<u>127,923,865</u>	<u>120,731,469</u>
Business-type activities:				
Net investment in capital assets	5,058,899	4,595,937	5,250,924	4,056,179
Restricted	2,769,632	2,821,391	2,981,621	2,850,305
Unrestricted	<u>1,581,753</u>	<u>1,874,286</u>	<u>2,332,537</u>	<u>1,690,932</u>
Total business-type activities net position	<u>9,410,284</u>	<u>9,291,614</u>	<u>10,565,082</u>	<u>8,597,416</u>
Primary government:				
Net investment in capital assets	99,448,740	97,519,490	94,330,750	89,662,777
Restricted	37,632,482	33,635,805	37,984,287	34,995,780
Unrestricted	<u>17,124,807</u>	<u>14,660,188</u>	<u>6,173,910</u>	<u>4,670,328</u>
Total primary government net position	<u>\$ 154,206,029</u>	<u>\$ 145,815,483</u>	<u>\$ 138,488,947</u>	<u>\$ 129,328,885</u>

Source: County financial records.

(1) Amounts have been restated from those reported in the original CAFR to reflect changes in accounting principle and/or prior period restatements.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 81,924,696	\$ 81,761,707	\$ 75,477,566	\$ 73,633,589	\$ 69,579,488	\$ 64,766,164
26,533,938	19,182,757	17,743,753	14,977,222	14,890,888	13,881,838
2,016,854	4,301,795	1,923,561	3,965,217	3,311,992	2,078,464
<u>110,475,488</u>	<u>105,246,259</u>	<u>95,144,880</u>	<u>92,576,028</u>	<u>87,782,368</u>	<u>80,726,466</u>
3,601,564	2,563,360	2,163,103	1,302,662	1,785,768	1,278,418
2,736,155	2,668,538	2,393,532	2,372,730	2,363,028	2,311,597
610,683	1,410,975	1,698,235	2,156,316	1,773,225	1,709,170
<u>6,948,402</u>	<u>6,642,873</u>	<u>6,254,870</u>	<u>5,831,708</u>	<u>5,922,021</u>	<u>5,299,185</u>
85,526,260	84,325,067	77,640,669	74,936,251	71,365,256	66,044,582
29,270,093	21,851,295	20,137,285	17,349,952	17,253,916	16,193,435
2,627,537	5,712,770	3,621,796	6,121,533	5,085,217	3,787,634
<u>\$ 117,423,890</u>	<u>\$ 111,889,132</u>	<u>\$ 101,399,750</u>	<u>\$ 98,407,736</u>	<u>\$ 93,704,389</u>	<u>\$ 86,025,651</u>

HANCOCK COUNTY, OHIO

CHANGE IN NET POSITION
LAST TEN YEARS
(FULL ACCRUAL BASIS OF ACCOUNTING)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Expenses				
Governmental activities				
General government				
Legislative and executive	\$ 6,841,591	\$ 6,459,734	\$ 6,640,009	\$ 6,063,596
Intergovernmental	-	-	-	-
Judicial	3,893,158	3,597,729	3,645,316	3,334,419
Public safety	8,249,571	7,858,955	7,467,419	9,021,486
Public works	6,402,505	6,266,746	7,865,066	5,854,928
Intergovernmental	-	-	-	-
Health	17,473,464	18,013,828	17,320,605	17,057,091
Human services	8,703,980	8,768,914	10,474,145	11,516,761
Economic development	408,032	154,948	171,049	212,671
Conservation and recreation	492,030	408,057	1,007,216	1,045,778
Intergovernmental	-	-	-	-
Other	63,205	-	-	-
Interest and fiscal charges	531,206	613,666	671,081	790,331
Total governmental activities expenses	<u>53,058,742</u>	<u>52,142,577</u>	<u>55,261,906</u>	<u>54,897,061</u>
Business-type activities				
Sanitary landfill	5,184,417	6,450,640	3,363,849	2,984,277
Agricultural service center	134,701	244,522	140,007	152,376
BMV one-stop	183,050	176,292	173,959	155,338
Total business-type activities expenses	<u>5,502,168</u>	<u>6,871,454</u>	<u>3,677,815</u>	<u>3,291,991</u>
Total primary government expenses	<u>58,560,910</u>	<u>59,014,031</u>	<u>58,939,721</u>	<u>58,189,052</u>
Program revenues				
Governmental activities				
Charges for services				
General government				
Legislative and executive	3,501,880	3,024,127	2,765,574	2,894,153
Judicial	1,315,269	1,486,756	1,461,683	1,196,639
Public safety	1,159,519	1,056,014	1,358,975	1,318,597
Public works	1,232,234	1,136,935	1,029,244	1,458,717
Health	655,414	676,603	649,703	549,622
Human services	356,522	321,072	335,571	482,695
Economic development	127,500	-	18,928	-
Operating grants, contributions, and interest	25,075,069	25,453,629	25,176,187	28,464,714
Capital grants and contributions	2,470,485	833,784	3,083,158	2,251,590
Total governmental activities program revenues	<u>35,893,892</u>	<u>33,988,920</u>	<u>35,879,023</u>	<u>38,616,727</u>

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 6,678,699	\$ 7,278,060	\$ 5,869,524	\$ 5,611,192	\$ 5,501,620	\$ 5,490,477
-	3,674,280	-	-	-	-
3,505,006	3,463,496	3,418,857	3,208,601	3,197,536	2,892,307
7,876,051	7,659,978	6,874,983	7,367,162	7,511,417	6,312,041
6,589,711	7,021,520	7,401,055	7,216,843	6,387,243	4,083,327
-	-	5,030,786	-	-	-
18,522,667	18,363,670	15,953,079	15,280,921	15,449,908	14,263,039
10,803,065	11,245,647	9,819,130	9,070,201	8,727,582	9,218,678
114,517	291,615	737,677	219,644	173,278	373,065
489,238	-	-	-	-	352,476
426,056	426,057	417,273	493,286	445,995	374,166
-	-	-	-	-	-
769,871	774,508	798,280	726,885	753,099	850,945
<u>55,774,881</u>	<u>60,198,831</u>	<u>56,320,644</u>	<u>49,194,735</u>	<u>48,147,678</u>	<u>44,210,521</u>
4,531,002	4,304,009	3,772,801	4,013,480	2,560,798	2,280,326
167,968	187,457	203,367	168,367	188,754	204,805
192,116	194,087	196,466	185,665	191,873	121,238
<u>4,891,086</u>	<u>4,685,553</u>	<u>4,172,634</u>	<u>4,367,512</u>	<u>2,941,425</u>	<u>2,606,369</u>
<u>60,665,967</u>	<u>64,884,384</u>	<u>60,493,278</u>	<u>53,562,247</u>	<u>51,089,103</u>	<u>46,816,890</u>
2,974,888	3,145,295	3,660,578	3,541,119	3,224,686	3,437,256
976,051	1,094,343	1,023,620	974,807	971,302	970,436
1,760,237	1,544,750	1,383,467	1,163,621	1,014,278	795,229
1,701,853	922,895	1,341,858	1,048,332	1,050,199	1,137,134
463,466	440,860	483,278	456,795	450,186	452,322
727,553	708,388	753,951	670,867	461,524	735,683
-	1,450	-	5,000	5,000	7,500
27,752,431	26,008,422	24,219,942	22,299,731	22,173,982	21,883,116
2,936,390	15,018,469	3,973,329	3,340,630	5,054,738	1,328,756
<u>39,292,869</u>	<u>48,884,872</u>	<u>36,840,023</u>	<u>33,500,902</u>	<u>34,405,895</u>	<u>30,747,432</u>

HANCOCK COUNTY, OHIO

CHANGE IN NET POSITION (CONTINUED)
LAST TEN YEARS
(FULL ACCRUAL BASIS OF ACCOUNTING)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Business-type activities				
Charges for services				
Sanitary landfill	\$ 4,663,577	\$ 4,998,184	\$ 4,763,358	\$ 4,050,258
Agricultural service center	234,413	232,599	182,823	270,191
BMV one-stop	<u>200,580</u>	<u>217,640</u>	<u>213,625</u>	<u>214,077</u>
Total business-type activities program revenues	<u>5,098,570</u>	<u>5,448,423</u>	<u>5,159,806</u>	<u>4,534,526</u>
Total primary government program revenues	<u>40,992,462</u>	<u>39,437,343</u>	<u>41,038,829</u>	<u>43,151,253</u>
Net (expense)/revenue				
Governmental activities	\$ (17,164,850)	\$ (18,153,657)	\$ (19,382,883)	\$ (16,280,334)
Business-type activities	<u>(403,598)</u>	<u>(1,423,031)</u>	<u>1,481,991</u>	<u>1,242,535</u>
Total primary government net expense	<u>\$ (17,568,448)</u>	<u>\$ (19,576,688)</u>	<u>\$ (17,900,892)</u>	<u>\$ (15,037,799)</u>
General revenues and other changes in net position				
Governmental activities				
Property taxes levied for				
General operating	1,815,717	1,748,203	1,778,667	1,727,735
Health - Alcohol, Drug, and Mental Health	1,755,907	1,701,001	1,693,002	1,660,472
Health - Mental Retardation and Developmental Disabilities	5,756,026	5,568,835	5,529,055	5,406,028
Human services - Agency on Aging	798,381	785,078	781,384	766,371
Debt service - Hospital Bond 4	-	-	-	-
County capital improvements	276,119	273,244	282,822	299,739
Payment in lieu of taxes	262,583	281,109	1,814,383	1,555,719
Sales tax imposed for				
General operating	11,961,333	13,052,962	11,033,040	11,218,864
Criminal administrative justice services	-	-	-	-
Intergovernmental not restricted to a particular purpose	2,338,942	2,540,206	2,882,342	2,828,422
Interest	329,234	394,368	492,360	744,484
Other	142,484	573,689	288,224	328,481
Transfers	-	-	-	-
Extraordinary item	-	-	-	-
Total governmental activities	<u>25,436,726</u>	<u>26,918,695</u>	<u>26,575,279</u>	<u>26,536,315</u>
Business-type activities				
Interest	4,440	221,147	150,173	210,582
Gain on sale of capital assets	-	-	-	-
Other	517,828	382,815	335,502	195,897
Increase (decrease) in fair value of investments	-	-	-	-
Transfers	-	-	-	-
Total business-type activities	<u>522,268</u>	<u>603,962</u>	<u>485,675</u>	<u>406,479</u>
Total primary government	<u>25,958,994</u>	<u>27,522,657</u>	<u>27,060,954</u>	<u>26,942,794</u>
Change in net position				
Governmental activities	8,271,876	8,765,038	7,192,396	10,255,981
Business-type activities	<u>118,670</u>	<u>(819,069)</u>	<u>1,967,666</u>	<u>1,649,014</u>
Total primary government change in net position	<u>\$ 8,390,546</u>	<u>\$ 7,945,969</u>	<u>\$ 9,160,062</u>	<u>\$ 11,904,995</u>

Source: County financial records.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 4,478,459	\$ 4,257,908	\$ 3,919,189	\$ 3,740,181	\$ 3,015,856	\$ 2,668,086
218,670	231,037	215,820	218,519	218,171	218,140
<u>200,107</u>	<u>224,669</u>	<u>209,670</u>	<u>207,196</u>	<u>211,123</u>	<u>3,264</u>
4,897,236	4,713,614	4,344,679	4,165,896	3,445,150	2,889,490
<u>44,190,105</u>	<u>53,598,486</u>	<u>41,184,702</u>	<u>37,666,798</u>	<u>37,851,045</u>	<u>33,636,922</u>
\$ (16,482,012)	\$ (11,313,959)	\$ (19,480,621)	\$ (15,693,833)	\$ (13,741,783)	\$ (13,463,089)
6,150	28,061	172,045	(201,616)	503,725	283,121
<u>\$ (16,475,862)</u>	<u>\$ (11,285,898)</u>	<u>\$ (19,308,576)</u>	<u>\$ (15,895,449)</u>	<u>\$ (13,238,058)</u>	<u>\$ (13,179,968)</u>
1,687,824	1,682,101	1,761,935	1,708,397	1,557,160	1,487,479
1,765,489	1,341,282	1,371,331	1,361,797	1,341,882	1,314,416
5,778,651	6,023,683	6,157,601	3,543,617	3,257,252	3,192,362
814,842	549,270	548,553	544,784	536,826	543,998
-	-	-	-	-	137,505
446,525	442,575	402,354	450,020	462,688	460,699
1,533,901	1,422,744	1,279,749	1,291,074	1,403,286	1,515,381
5,365,591	5,619,402	5,377,752	5,453,147	5,231,737	5,068,096
-	-	-	1,596,752	2,615,869	1,006,463
2,642,903	2,820,530	2,651,737	2,572,558	2,656,350	2,627,985
1,297,056	1,626,851	1,594,825	1,006,164	480,522	510,770
333,459	1,072,061	903,636	959,183	1,130,531	1,207,315
45,000	(40,000)	-	-	123,582	72,743
-	(1,145,161)	-	-	-	-
<u>21,711,241</u>	<u>21,415,338</u>	<u>22,049,473</u>	<u>20,487,493</u>	<u>20,797,685</u>	<u>19,145,212</u>
289,673	224,134	215,727	174,496	158,508	164,018
-	-	-	-	80,000	-
24,718	38,692	57,355	-	58,124	50,879
29,988	57,116	(21,965)	(63,193)	(53,939)	(82,653)
(45,000)	40,000	-	-	(123,582)	(72,743)
<u>299,379</u>	<u>359,942</u>	<u>251,117</u>	<u>111,303</u>	<u>119,111</u>	<u>59,501</u>
<u>22,010,620</u>	<u>21,775,280</u>	<u>22,300,590</u>	<u>20,598,796</u>	<u>20,916,796</u>	<u>19,204,713</u>
5,229,229	10,101,379	2,568,852	4,793,660	7,055,902	5,682,123
305,529	388,003	423,162	(90,313)	622,836	342,622
<u>\$ 5,534,758</u>	<u>\$ 10,489,382</u>	<u>\$ 2,992,014</u>	<u>\$ 4,703,347</u>	<u>\$ 7,678,738</u>	<u>\$ 6,024,745</u>

HANCOCK COUNTY, OHIO

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2012</u>	<u>2011</u>	<u>2010 (1)</u>	<u>2009</u>
General fund:				
Nonspendable	\$ 400,908	\$ 213,404	\$ -	\$ -
Committed	84,812	232,384	-	-
Assigned	2,642,014	2,630,334	-	-
Unassigned	3,166,506	3,828,998	-	-
Reserved	-	-	492,930	574,279
Designated	-	-	800,000	-
Unreserved	-	-	4,563,405	3,140,012
Total general fund	<u>6,294,240</u>	<u>6,905,120</u>	<u>5,856,335</u>	<u>3,714,291</u>
All other governmental funds:				
Nonspendable	885,304	871,859	-	-
Restricted	31,486,974	24,220,819	-	-
Committed	7,460,373	4,196,308	-	-
Assigned	1,179,880	1,322,154	-	-
Unassigned (deficit)	(322,003)	(375,543)	-	-
Reserved	-	-	3,195,531	4,812,201
Designated in special revenue funds	-	-	177,101	71,350
Unreserved, undesignated, reported in				
Special revenue funds	-	-	13,967,960	12,508,845
Debt service funds	-	-	5,744,997	4,595,969
Capital projects funds (deficit)	-	-	5,632,730	3,341,592
Permanent fund	-	-	144,208	141,652
Total all other governmental funds	<u>40,690,528</u>	<u>30,235,597</u>	<u>28,862,527</u>	<u>25,471,609</u>
Total all governmental funds	<u>\$ 46,984,768</u>	<u>\$ 37,140,717</u>	<u>\$ 34,718,862</u>	<u>\$ 29,185,900</u>

Source: County financial records.

(1) Amounts have been restated from those reported in the original CAFR to reflect changes in accounting principle and/or prior period restatements.

Note: The County implemented GASB 54 in 2011.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
740,168	779,722	321,452	190,029	245,403	293,890
-	-	-	-	-	-
<u>1,939,582</u>	<u>3,622,576</u>	<u>5,051,916</u>	<u>5,727,753</u>	<u>4,226,347</u>	<u>3,285,030</u>
<u>2,679,750</u>	<u>4,402,298</u>	<u>5,373,368</u>	<u>5,917,782</u>	<u>4,471,750</u>	<u>3,578,920</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
6,030,204	2,817,588	3,595,723	2,752,911	2,329,299	2,976,180
178,219	78,453	150,000	-	-	-
8,976,573	9,182,230	7,928,076	5,344,480	6,403,375	5,433,771
3,506,741	2,711,101	662,205	1,359,608	2,300,062	1,713,193
(557,826)	(1,261,062)	(2,563,146)	390,859	(215,377)	(1,038,191)
126,091	133,397	111,411	105,547	100,226	99,481
<u>18,260,002</u>	<u>13,661,707</u>	<u>9,884,269</u>	<u>9,953,405</u>	<u>10,917,585</u>	<u>9,184,434</u>
<u>\$ 20,939,752</u>	<u>\$ 18,064,005</u>	<u>\$ 15,257,637</u>	<u>\$ 15,871,187</u>	<u>\$ 15,389,335</u>	<u>\$ 12,763,354</u>

HANCOCK COUNTY, OHIO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Revenues:				
Property taxes	\$ 10,337,702	\$ 10,171,635	\$ 10,128,456	\$ 9,779,230
Payments in lieu of taxes	262,583	281,109	1,814,383	1,555,719
Permissive motor vehicle license tax	173,897	170,315	171,664	161,958
Sales taxes	12,157,958	11,587,215	11,211,027	10,530,644
Other local taxes	-	-	-	-
Special assessments	493,903	478,763	659,198	515,229
Charges for services	6,984,148	6,461,598	6,315,593	6,292,332
Licenses and permits	256,409	263,226	227,624	207,278
Fines and forfeitures	322,662	325,801	575,954	325,570
Intergovernmental	28,865,108	25,801,828	30,808,886	33,251,737
Investment income	373,555	424,789	541,452	926,969
Rental income	425,541	469,368	362,827	323,617
Contributions and donations	25,823	25,438	29,121	19,001
Other	1,584,186	2,373,098	1,679,147	1,883,733
Total revenues	<u>62,263,475</u>	<u>58,834,183</u>	<u>64,525,332</u>	<u>65,773,017</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	6,587,178	6,273,123	6,522,068	5,838,308
Judicial	3,933,092	3,537,108	3,567,055	3,276,165
Public safety	7,935,953	7,548,928	7,056,803	8,627,236
Public works	5,759,973	4,877,023	5,578,673	5,631,918
Health	17,095,028	17,670,767	16,994,090	16,809,287
Human services	8,629,669	8,787,212	10,319,360	11,395,760
Conservation and recreation	492,030	408,057	1,007,216	1,045,778
Economic development	408,032	154,948	171,049	212,671
Intergovernmental	-	-	-	-
Other	63,205	-	-	-
Capital outlay	2,200,948	5,161,871	5,545,429	3,500,551
Debt service:				
Principal retirement	1,251,804	1,429,955	1,594,843	1,900,175
Interest and fiscal charges	506,969	563,336	615,784	731,059
Issuance costs	-	-	-	31,749
Total expenditures	<u>54,863,881</u>	<u>56,412,328</u>	<u>58,972,370</u>	<u>59,000,657</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ 7,399,594</u>	<u>\$ 2,421,855</u>	<u>\$ 5,552,962</u>	<u>\$ 6,772,360</u>

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$	10,231,525	\$ 10,028,931	\$ 10,263,899	\$ 7,504,519	\$ 7,148,377	\$ 7,121,284
	1,533,901	1,422,744	1,279,749	1,302,662	1,482,190	1,508,852
	149,955	160,075	158,259	155,998	153,996	143,598
	5,479,560	5,547,061	5,393,549	7,328,736	7,795,967	5,773,952
	-	-	-	-	-	-
	516,362	519,352	474,824	364,586	478,756	442,051
	7,474,497	6,996,511	7,521,117	6,951,168	6,436,579	6,552,078
	193,071	189,217	188,239	177,957	171,063	156,271
	238,309	212,102	200,911	213,779	189,907	198,025
	32,161,636	29,330,138	29,606,229	27,341,104	29,612,138	24,381,810
	1,512,578	1,629,856	1,365,746	1,042,155	481,520	555,375
	195,970	229,241	175,447	164,962	161,142	174,966
	211,502	35,832	62,504	77,810	50,235	57,278
	1,240,420	988,568	884,797	959,183	1,151,700	1,206,315
	<u>61,139,286</u>	<u>57,289,628</u>	<u>57,575,270</u>	<u>53,584,619</u>	<u>55,313,570</u>	<u>48,271,855</u>
	6,660,698	6,916,837	5,678,765	5,555,092	5,280,823	5,202,985
	3,355,626	3,354,376	3,339,842	3,141,140	3,169,874	2,783,272
	7,625,131	7,417,823	7,332,929	7,478,204	7,199,740	6,188,494
	6,204,082	5,052,443	5,520,040	5,465,132	5,126,467	3,978,102
	17,883,946	18,076,247	15,739,572	15,010,802	15,161,703	14,001,281
	10,651,723	11,297,212	9,615,808	9,141,414	9,600,505	9,177,482
	489,238	-	-	-	-	-
	114,517	291,615	737,677	219,644	173,278	373,065
	426,056	426,057	417,273	493,286	445,995	374,166
	-	-	-	-	-	-
	5,573,518	3,573,661	7,818,163	4,469,442	5,782,771	3,937,488
	1,311,551	1,191,248	1,251,953	1,255,135	1,235,082	1,316,684
	707,126	698,505	736,798	766,555	733,747	810,268
	9,295	100,026	-	-	-	-
	<u>61,012,507</u>	<u>58,396,050</u>	<u>58,188,820</u>	<u>52,995,846</u>	<u>53,909,985</u>	<u>48,143,287</u>
\$	<u>126,779</u>	\$ <u>(1,106,422)</u>	\$ <u>(613,550)</u>	\$ <u>588,773</u>	\$ <u>1,403,585</u>	\$ <u>128,568</u>

HANCOCK COUNTY, OHIO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)
 LAST TEN YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Other financing sources (uses):				
Loans issued	\$ 76,812	\$ -	\$ -	\$ -
Bonds issued	-	-	-	1,375,000
Notes issued	2,500,000	-	-	100,000
Refunding bonds issued	-	-	-	-
Premium on bonds issued	-	-	-	1,972
Premium on notes issued	-	-	-	-
Discount on bonds issued	-	-	-	(3,184)
Payment to refunded bond escrow agent	-	-	-	-
Sale of capital assets	-	-	-	-
Inception of GES performance contract	-	-	-	-
Transfers in	4,287,675	3,642,917	4,607,267	3,876,974
Transfers out	(4,287,675)	(3,642,917)	(4,627,267)	(3,876,974)
Total other financing sources (uses)	<u>2,576,812</u>	<u>-</u>	<u>(20,000)</u>	<u>1,473,788</u>
Changes in fund balances	<u>\$ 9,976,406</u>	<u>\$ 2,421,855</u>	<u>\$ 5,532,962</u>	<u>\$ 8,246,148</u>
Debt service as a percentage of noncapital expenditures	3.47%	3.95%	4.12%	4.90%
Capital Outlay	4,140,130	5,941,988	5,334,957	5,285,918

Source: County financial records.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 679,950	\$ 40,047	\$ -	\$ -	\$ -	\$ -
-	3,805,000	-	260,000	1,098,110	-
-	-	-	-	-	-
-	-	-	6,645,000	-	-
-	107,743	-	143,590	-	-
12,518	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(7,155,511)	-	-
-	-	-	-	704	-
2,011,500	-	-	-	-	-
2,471,892	1,598,920	1,585,677	691,521	458,479	2,389,450
(2,426,892)	(1,638,920)	(1,585,677)	(691,521)	(334,897)	(175,464)
<u>2,748,968</u>	<u>3,912,790</u>	<u>-</u>	<u>(106,921)</u>	<u>1,222,396</u>	<u>2,213,986</u>
<u>\$ 2,875,747</u>	<u>\$ 2,806,368</u>	<u>\$ (613,550)</u>	<u>\$ 481,852</u>	<u>\$ 2,625,981</u>	<u>\$ 2,342,554</u>
3.72%	4.57%	3.83%	4.03%	3.92%	4.94%
6,713,583	17,066,342	6,282,249	2,850,799	3,739,707	5,107,042

HANCOCK COUNTY, OHIO

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS

Year	Real Property			Public Utility Personal Property	
	Assessed Value		Estimated Actual Value	Assessed Value	Estimated Actual Value
	Residential/ Agricultural	Commercial/ Industrial/ Public Utility			
2012	\$ 1,209,459,990	\$ 321,546,020	\$ 4,374,302,886	\$ 66,595,890	\$ 75,677,148
2011	1,205,288,920	326,011,840	4,375,145,029	60,824,010	69,118,193
2010	1,200,918,810	320,627,210	4,347,274,343	58,865,590	66,892,716
2009	1,200,696,460	304,500,070	4,300,561,514	56,962,270	64,729,852
2008	1,173,962,710	300,527,970	4,212,830,514	52,267,820	59,395,250
2007	1,097,729,680	282,151,120	3,942,516,571	59,749,310	67,896,943
2006	1,072,479,910	272,917,930	3,843,993,829	58,898,310	66,929,898
2005	1,045,921,120	269,686,300	3,758,878,343	57,754,620	65,630,250
2004	942,968,220	264,722,170	3,450,543,971	57,176,380	64,973,159
2003	915,283,290	252,880,090	3,337,609,657	58,015,250	65,926,420

Source: Hancock County Auditor.

Notes:

Real property is reappraised every six years with a State mandated updated of the current market value in the third year following each appraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated actual value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of actual value of railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent of actual value for machinery and equipment and 23 percent for inventory. The general business tangible personal property tax is being phased out beginning in 2006. The percentage is 18.75 percent for 2006, 12.5 percent for 2007, and 6.25 percent for 2008. For 2009, tangible personal personal property tax is assessed at 0.00% of property value, including inventory, except for telephone tangible personal property, which is assessed at 10.0%.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent, and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Tangible Personal Property		Total		Weighted Average Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
-	-	\$ 1,597,601,900	\$ 4,449,980,034	7.80
-	-	1,592,124,770	4,444,263,222	7.65
1,528,895	15,288,950	1,581,940,505	4,429,456,009	7.46
2,738,190	27,381,900	1,564,896,990	4,392,673,266	7.00
61,776,580	988,425,280	1,588,535,080	5,260,651,044	7.34
126,303,335	1,010,426,680	1,565,933,445	5,020,840,194	7.07
188,512,441	1,005,399,685	1,592,808,591	4,916,323,412	7.09
240,100,584	1,091,366,291	1,613,462,624	4,915,874,884	5.19
249,127,286	1,083,162,113	1,513,994,056	4,598,679,243	5.40
272,015,303	1,133,397,096	1,498,193,933	4,536,933,173	5.33

HANCOCK COUNTY, OHIO

PROPERTY TAX RATES (COLLECTION YEAR)
DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 ASSESSED VALUE)
LAST TEN YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Unvoted millage					
General fund					
Effective millage rates	\$1.50	\$1.50	\$1.50	\$1.50	\$1.50
Voted millage					
Mental Retardation and Developmental Disabilities					
Residential/agricultural	4.04	4.03	4.03	4.00	4.00
Commercial/industrial	4.40	4.40	4.38	4.15	4.14
Tangible/public utility personal	4.40	4.40	4.40	4.00	4.40
ADAMHS					
Residential/agricultural	1.25	1.25	1.25	1.24	1.25
Commercial/industrial	1.30	1.30	1.30	1.25	1.24
Tangible/public utility personal	1.30	1.30	1.30	1.30	1.30
Agency on Aging					
Residential/agricultural	0.60	0.58	0.57	0.57	0.56
Commercial/industrial	0.60	0.60	0.60	0.57	0.39
Tangible/public utility personal	0.60	0.60	0.60	0.60	0.60
Total voted millage					
Total effective voted millage by type of property					
Residential/agricultural	5.89	5.86	5.85	5.81	5.81
Commercial/industrial	6.30	6.30	6.28	5.97	5.77
Tangible/public utility personal	6.30	6.30	6.30	5.90	6.30
Total county rate					
Residential/agricultural	7.39	7.36	7.35	7.31	7.31
Commercial/industrial	7.80	7.80	7.78	7.47	7.27
Tangible/public utility personal	7.80	7.80	7.80	7.40	7.80
In county school districts					
Arcadia LSD	32.35	32.35	32.03	32.81	32.91 - 43.42
Arlington LSD	32.81	32.81	32.91	33.26	22.00 - 33.40
Cory-Rawson LSD	38.79	38.79	38.76	39.50	21.63 - 34.00
Findlay CSD	64.95	64.95	64.99	64.18	32.58 - 60.75
Liberty-Benton LSD	43.40	43.40	43.23	43.54	28.15 - 38.95
McComb LSD	34.70	34.70	35.93	33.68	27.27 - 35.18
Van Buren LSD	40.84	40.84	41.10	37.20-41.33	30.71 - 40.58
Vanlue LSD	44.21	44.21	44.22	45.53	33.76 - 45.83
Out of county school districts					
Ada EVSD	47.00	47.00	47.00	47.00	29.36 - 47.20
Bluffton EVSD	40.91	40.91	39.36	40.85	29.56 - 42.74
Elmwood LSD	37.40	37.40	37.70	37.70	21.93 - 36.80
Fostoria CSD	58.58	58.58	58.31	57.69	42.00 - 60.56
Hardin Northern LSD	42.25	42.25	43.25	43.25	29.62 - 44.15
North Baltimore LSD	59.10	59.10	57.10	55.70	34.04 - 51.60
Riverdale LSD	36.30	36.30	36.60	37.20	29.08 - 37.70

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$1.50	\$1.50	\$1.50	\$1.50	\$1.50
4.20	4.21	2.30	2.38	2.38
4.35	4.34	2.46	2.50	2.50
4.40	4.40	2.50	2.50	2.50
0.92	0.92	0.92	1.00	1.00
0.98	0.98	0.98	1.00	1.00
1.00	1.00	1.00	1.00	1.00
0.37	0.37	0.37	0.40	0.40
0.39	0.39	0.39	0.40	0.40
0.40	0.40	0.40	0.40	0.40
5.49	5.50	3.59	3.78	3.78
5.72	5.71	3.83	3.90	3.90
5.80	5.80	3.90	3.90	3.90
6.99	7.00	5.09	5.28	5.28
7.22	7.21	5.33	5.40	5.40
7.30	7.30	5.40	5.40	5.40
32.60 - 43.11	32.92 - 43.43	34.03 - 45.28	28.56 - 39.01	28.57 - 38.97
22.26 - 33.66	22.55 - 33.76	22.50 - 33.90	22.65 - 34.05	22.70 - 34.10
22.13 - 34.50	22.13 - 34.50	22.13 - 34.50	22.23 - 34.50	22.24 - 34.50
32.58 - 60.75	30.10 - 58.25	30.10 - 58.25	27-78 - 53.35	27.85 - 53.35
28.27 - 39.07	28.34 - 39.14	28.68 - 39.48	30.31 - 41.11	30.77 - 41.57
27.39 - 35.30	27.19 - 35.14	27.18 - 35.26	27.22 - 35.26	27.11 - 35.16
30.47 - 40.34	30.72 - 40.60	27.08 - 36.95	29.27 - 37.50	29.40 - 37.50
34.82 - 46.89	34.99 - 47.07	28.42 - 40.54	28.49 - 44.66	28.70 - 44.86
29.26 - 47.10	29.21 - 47.10	29.60 - 47.20	29.57 - 47.20	29.57 - 47.20
29.56 - 42.74	29.60 - 43.10	31.21 - 44.71	36.16 - 45.67	33.14 - 46.65
22.73 - 37.60	22.45 - 37.30	24.20 - 39.00	24.70 - 39.50	24.70 - 39.50
42.00 - 60.56	42.00 - 60.56	44.23 - 65.31	35.39 - 55.68	35.39 - 55.68
22.82 - 37.35	22.82 - 37.35	23.30 - 37.35	23.30 - 37.35	23.30 - 37.35
34.04 - 51.60	34.05 - 51.10	38.02 - 51.80	37.68 - 51.46	33.23 - 53.30
29.08 - 37.70	29.17 - 37.80	29.38 - 37.90	28.96 - 37.90	30.52 - 40.10

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HANCOCK COUNTY, OHIO

PROPERTY TAX RATES (COLLECTION YEAR) - (CONTINUED)
 DIRECT AND OVERLAPPING GOVERNMENTS
 (PER \$1,000 ASSESSED VALUE)
 LAST TEN YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Joint vocational school districts					
Apollo JVS	\$2.20	\$2.20	\$2.20	\$2.20	\$2.06 - \$2.20
Penta County JVS	3.20	3.20	3.20	3.20	2.89 - 3.20
Vanguard JVS	1.60	1.60	1.60	1.60	1.60
Cities					
Findlay	3.20	3.20	3.20	3.20	3.20
Fostoria	3.40	3.40	3.40	3.40	3.40
Villages					
Arcadia	4.70	4.70	4.70	4.70	4.43 - 4.70
Arlington	5.20	5.20	5.20	5.20	5.20
Benton-Ridge	1.90	1.90	1.90	1.90	1.90
Bluffton	1.80	1.80	1.80	1.80	1.80
Jenera	5.60	5.60	5.60	5.60	5.60
McComb	2.60	2.60	2.60	2.60	4.18
Mount Blanchard	7.70	7.70	7.70	7.70	8.09 - 8.20
Mount Cory	2.50	2.50	2.50	2.50	2.50
Rawson	2.50	2.50	2.50	2.50	2.50
Van Buren	3.20	3.20	5.30	5.30	4.94 - 5.30
Vanlue	1.30	1.30	1.30	1.30	1.30
Townships					
Allen	1.80-4.10	1.80-4.10	4.1	4.1	4.09 - 4.10
Amanda	2.70-4.00	2.70-4.00	2.70-4.00	2.70-4.00	3.65 - 4.00
Biglick	2.50	2.50	2.50	2.50	2.50
Blanchard	1.30-3.10	1.30-3.10	1.30-3.10	3.10	3.10
Cass	3.20	3.20	3.20	3.20	3.20
Delaware	3.30-4.70	3.30-4.70	2.50-3.90	2.50-3.90	2.80
Eagle	2.10	2.10	2.10	2.10	2.10
Jackson	2.50	2.50	2.50	2.50	2.50
Liberty	3.20	3.20	3.20	3.20	2.20
Madison	.4-2.10	.40-2.10	.40-2.10	2.10	2.10
Marion	2.50	2.50	2.50	2.50	2.50
Orange	1.30-3.60	1.30-3.60	1.30-3.60	1.30-3.60	3.27 - 3.60
Pleasant	1.30-2.90	1.30-2.90	1.30-2.90	2.20-3.80	2.90
Portage	3.20	3.20	3.20	4.10	3.20
Union	2.60-5.10	2.60-5.10	2.60-5.10	2.60-5.10	5.09 - 5.10
Van Buren	1.50-3.10	1.50-3.10	1.50-3.10	3.10	3.10
Washington	1.00-2.40	1.00-2.40	1.00-2.40	2.40	2.40

2007	2006	2005	2004	2003
\$2.04 - \$2.20	\$2.06 - \$2.20	\$2.07 - \$2.20	\$2.07 - \$2.20	\$2.11 - \$2.20
2.89 - 3.20	2.89 - 3.20	2.94 - 3.20	2.95 - 3.20	2.00 - 2.20
1.60	1.60	1.60	1.60	1.60
3.20	3.20	3.20	3.20	3.20
3.40	3.40	3.40	3.40	3.40
4.43 - 4.70	4.43 - 4.70	4.42 - 4.70	4.70	4.70
5.20	5.20	4.43 - 4.70	4.44 - 4.70	4.70
1.90	1.90	2.74 - 2.90	2.81 - 2.90	2.90
1.80	1.80	1.80	1.80	1.80
5.60	5.60	3.46 - 5.60	3.78 - 5.60	5.60
4.14	3.99	3.96	4.03	3.58
7.95 - 8.20	8.09 - 8.20	4.84 - 5.20	4.89 - 5.20	5.20
2.50	2.50	2.50	2.50	2.50
2.50	2.50	2.50	2.50	2.50
5.25 - 5.30	4.94 - 5.30	4.96 - 5.30	5.04 - 5.30	5.30
1.30	1.30	1.30	1.30	1.30
4.08 - 4.10	4.09 - 4.10	4.01 - 4.10	4.06 - 4.10	4.06 - 4.10
3.64 - 4.00	3.65 - 4.00	3.65 - 4.00	3.65 - 4.00	3.65 - 4.00
2.50	2.50	2.50	2.50	2.50
3.10	3.10	3.10	3.10	3.10
3.20	3.20	3.20	3.20	3.20
3.88 - 3.90	2.80	2.80	2.80	2.80
2.10	2.10	2.10	2.10	2.10
2.50	2.50	2.50	2.50	2.50
3.20	2.20	2.20	2.20	2.20
2.10	2.10	2.10	2.10	2.10
2.50	2.50	2.50	2.50	2.50
3.60	3.27 - 3.60	3.28 - 3.60	3.27 - 3.60	3.27 - 3.60
3.80	2.90	2.90	2.90	4.21 - 4.30
4.10	3.20	3.20	3.20	4.56 - 4.60
5.09 - 5.10	5.09 - 5.10	5.09 - 5.10	3.10	3.10
3.10	3.10	3.10	3.10	3.10
2.40	2.40	2.40	2.40	2.40

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HANCOCK COUNTY, OHIO

PROPERTY TAX RATES (COLLECTION YEAR) - (CONTINUED)
 DIRECT AND OVERLAPPING GOVERNMENTS
 (PER \$1,000 ASSESSED VALUE)
 LAST TEN YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Other units					
Appleseed Joint Ambulance District	\$1.20	\$1.20	\$1.20	\$1.20	\$1.20
Bluffton Library	1.00	1.00	1.00	1.00	0.42 - 0.60
Hancock County Park District	0.80	0.80	0.80	0.80	0.70 - 0.80
PMP Joint Ambulance District	4.40	4.40	4.40	4	3.83 - 4.00
Seneca County Health District	0.30	0.30	0.30	0.30	0.27 - 0.30
Hospital Bond	N/A	N/A	N/A	N/A	N/A

Source: Ohio Department of Taxation.

Notes:

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each appraisal.

Overlapping rates are those of local governments that apply to property owners within Hancock County. Not all overlapping rates apply to all County property owners. Property tax rates for all overlapping governments are based on the original voted levy.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

2007	2006	2005	2004	2003
\$1.20	\$1.20	\$1.20	\$1.16 - \$1.20	\$1.15 - \$1.20
0.42 - 0.60	0.42 - 0.60	0.42 - 0.60	0.45 - 0.60	0.48 - 0.60
0.70 - 0.82	0.70 - 0.80	0.70 - 0.82	0.76 - 0.80	0.76 - 0.80
3.90 - 4.00	3.83 - 4.00	3.90 - 4.00	3.79 - 4.00	3.79 - 4.00
0.28 - 0.30	0.27 - 0.30	0.28 - 0.30	0.29 - 0.30	0.29 - 0.30
N/A	N/A	N/A	N/A	0.11

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HANCOCK COUNTY, OHIO

**PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Collection Year 2012			Collection Year 2003		
	Total Assessed Valuation	Rank	Percent of Total County Assessed Valuation	Total Assessed Value	Rank	Percent of Total County Assessed Valuation
Ohio Power	\$ 44,889,620	1	2.81%	28,181,550	3	1.88%
Marathon Oil Company	30,566,740	2	1.91%	15,789,100	6	1.05%
Wells Fargo Bank Northwest	23,999,980	3	1.50%			
Best Buy Findlay Limited	20,286,000	4	1.27%	18,907,460	4	1.26%
Whirlpool Corporation	18,498,830	5	1.16%	29,410,210	2	1.96%
Ohio Logistics LTD	16,624,370	6	1.04%			
Findlay Shopping Center	15,820,400	7	0.99%			
Ball Metal Beverage	15,420,260	8	0.97%	17,604,330	5	1.18%
Kohl's Department Stores	12,466,600	9	0.78%	9,170,940	10	0.61%
Hercules Tire & Rubber Company	11,067,460	10	0.69%			
Cooper Tire & Rubber Company				32,144,780	1	2.15%
Owens-Brockway Plastic				12,147,600	7	0.81%
Findlex				11,142,840	8	0.74%
Consolidated Biscuit Co.				9,463,570	9	0.63%
Total principal taxpayers	\$ 209,640,260		13.12%	\$ 183,962,380		12.27%
All other taxpayers	1,387,961,640		86.88%	1,314,231,553		87.73%
Total county assessed value	\$ 1,597,601,900		100.00%	\$ 1,498,193,933		100.00%

Source: Hancock County Auditor

HANCOCK COUNTY, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS
REAL AND PUBLIC UTILITY REAL PROPERTY TAXES
LAST TEN YEARS

Collection Year	Current Tax Levy	Total Tax Collections (1)	Percent Collected	Current Delinquencies	Prior Delinquencies
2012	\$ 13,210,065	\$ 13,067,706	98.92	\$ 279,832	\$ 143,389
2011	13,085,486	13,008,548	99.41	254,806	172,492
2010	12,800,944	12,788,758	99.90	277,420	177,667
2009	12,653,899	12,455,141	98.43	289,515	172,452
2008	12,345,721	12,232,575	99.08	469,931	165,255
2007	11,715,214	11,025,605	94.11	34,343	137,434
2006	11,396,032	10,564,001	92.70	369,375	151,937
2005	8,428,919	7,827,575	92.87	255,392	95,570
2004	8,087,338	7,604,016	94.02	238,999	90,276
2003	7,931,506	7,424,805	93.61	287,998	75,608

Source: Hancock County Auditor.

Notes:

- (1) The amounts shown as collected include the collection of delinquencies and the state reimbursement (rollback and homestead) amounts.
- (2) The County does not identify delinquent tax collections by tax year.

	<u>Total Outstanding Delinquencies (2)</u>	<u>Delinquencies to Total Tax Collections</u>
\$	423,221	3.24%
	427,298	3.28%
	455,087	3.56%
	461,967	3.71%
	635,186	5.19%
	171,777	1.56%
	521,312	4.93%
	350,962	4.48%
	329,275	4.33%
	363,606	4.90%

HANCOCK COUNTY, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS
TANGIBLE PERSONAL PROPERTY TAXES
LAST TEN YEARS

Collection Year	Current Tax Levy	Total Tax Collections (1)	Percent Collected	Current Delinquencies	Prior Delinquencies
2012	\$ -	\$ 6,073	0.00%	\$ -	\$ 134,162
2011	-	6,564	0.00	-	112,460
2010	95,025	461,380	485.54	-	883,622
2009	166,375	486,311	292.30	1,697	893,708
2008	543,215	599,811	110.42	9,977	166,806
2007	1,037,502	1,076,644	103.77	28,999	349,831
2006	1,417,149	1,608,414	113.50	95,516	384,754
2005	1,524,035	1,526,098	100.14	77,955	475,280
2004	1,581,663	1,561,728	98.74	52,549	344,881
2003	1,565,999	1,535,411	98.05	19,726	189,050

Source: Hancock County Auditor.

Notes:

- (1) The amounts shown as collected include the collection of delinquencies and the state \$10,000 personal property reimbursement amounts.
- (2) The County does not identify delinquent tax collections by tax year. Delinquent tax collections include penalties and interest.

<u>Total Outstanding Delinquencies (2)</u>	<u>Percent of Delinquencies to Total Tax Collections</u>
134,162	2209.16%
112,460	1713.37%
883,622	191.52%
895,405	184.12%
176,783	29.47%
378,830	35.19%
480,270	29.86%
553,235	36.25%
397,430	25.45%
208,776	13.60%

HANCOCK COUNTY, OHIO

**TAXABLE SALES BY TYPE
LAST TEN YEARS**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Sales tax payments	\$ 2,933,421	\$ 2,909,384	\$ 3,142,008	\$ 2,906,926	\$ 1,559,710
Direct pay tax return payments	1,291,812	1,163,138	792,532	292,714	208,123
Seller's use tax return payments	1,123,268	1,055,411	1,119,098	857,102	546,962
Consumer's use tax return payments	274,750	381,555	324,338	336,487	171,461
Motor vehicle tax payments	1,343,107	1,322,402	1,199,638	1,160,157	604,721
Watercraft and outboard motors	15,255	16,212	15,552	18,696	8,484
Department of liquor control	28,331	26,639	26,505	24,300	11,325
Sales tax on motor vehicle fuel refunds	1,065	746	759	931	516
Sales/use tax voluntary payments	11,867	6,038	11,835	4,062	2,733
Statewide master numbers	5,130,208	4,786,852	4,818,794	4,473,717	2,364,936
Sales/use tax assessment payments	52,207	42,721	38,519	42,699	16,648
Streamlined sales tax payments	7,306	5,763	3,492	2,721	2,281
Use Tax Amnesty Payments	11,230	169	-	-	-
Adjustments to Prior Allocations	(761)	(325)	-	-	-
Administrative rotary fund fee	(121,983)	(116,481)	(115,138)	(100,240)	(54,201)
Sales/use tax refunds approved	(24,777)	(68,589)	(46,260)	(120,205)	(78,108)
Total	\$ 12,076,305	\$ 11,531,635	\$ 11,331,672	\$ 9,900,067	\$ 5,365,591
Sales tax rate	1.00%	1.00%	(4)	(3)	0.50%

Source: Ohio Department of Taxation.

Notes:

- (1) The sales tax rate increased to .75 percent in July 2003 due to a voter-approved increase of .25 percent to the .50 percent sales tax rate.
- (2) The sales tax rate decreased to .50 percent in July 2005 due to the expiration of the voter-approved .25 percent sales tax that was approved in 2003.
- (3) The sales tax rate increase to 1.25 percent in January 2009 due to an imposed increase of .75 percent to the .50 percent sales tax rate.
- (4) The sales tax rate decreased to 1 percent for 2010. The previously imposed increase of .75 percent expired in December 2009. However, voters approved a 10-year increase in sales tax of .50 percent effective January 2010.

Sales tax is remitted to the Ohio Department of Taxation. The portion pertaining to the County is remitted on a monthly basis approximately two months after collection at the source.

Information for the principal taxpayers is not provided to the County by the Ohio Department of Taxation.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 1,626,182	\$ 1,598,827	\$ 2,045,924	\$ 2,223,560	\$ 2,017,457
214,032	186,093	209,546	232,762	219,769
506,301	383,467	556,071	674,247	510,764
195,762	217,436	369,725	313,451	264,332
645,211	641,127	858,437	1,026,605	861,570
14,042	15,983	21,980	17,416	15,022
10,363	9,569	11,765	12,418	8,754
509	550	2,258	1,392	600
31,006	3,276	4,518	21,746	18,428
2,444,931	2,389,066	3,049,002	3,432,912	2,247,463
4,776	16,368	13,887	19,682	3,694
1,371	86	-	-	-
-	-	-	-	-
-	-	-	-	-
(57,578)	(54,562)	(71,432)	(79,762)	(61,678)
(17,506)	(29,534)	(21,782)	(48,823)	(31,616)
<u>\$ 5,619,402</u>	<u>\$ 5,377,752</u>	<u>\$ 7,049,899</u>	<u>\$ 7,847,606</u>	<u>\$ 6,074,559</u>
0.50%	0.50%	(2)	0.75%	(1)

HANCOCK COUNTY, OHIO

**RATIOS OF OUSTANDING DEBT BY TYPE
LAST TEN YEARS**

Year	Governmental Activities					
	General Obligation Notes	Special Assessment Notes	General Obligation Bonds	Special Assessment Bonds	OWDA Loans	Other Loans/Notes
2012	\$ 5,517,000	\$ -	\$ 7,154,705	\$ 1,677,932	\$ 201,334	\$ 1,414,855
2011	361,000	-	7,968,156	1,829,614	280,350	1,612,407
2010	-	-	8,820,000	2,014,999	269,867	1,810,938
2009	-	78,900	9,980,000	2,219,999	308,799	2,001,849
2008	1,611,000	106,000	9,259,341	2,413,811	345,392	2,715,430
2007	1,944,000	681,000	10,302,166	2,601,622	379,789	31,134
2006	3,900,000	1,517,000	8,190,207	1,905,776	412,124	-
2005	2,500,000	1,576,000	9,223,765	2,048,898	442,522	-
2004	325,000	1,772,800	10,419,199	2,113,953	471,102	-
2003	170,000	1,586,730	11,495,062	1,093,821	497,974	38,210

Source: Hancock County Auditor.

Note: See page 228 for information on population and personal income.

Business-type Activities				
Bond	General	Total	Per	Percentage
Anticipation	Obligation	Primary	Capita	of Personal
Notes	Bonds	Government		Income
\$ 1,265,000	\$ 4,572,962	\$ 21,803,788	\$291	0.01
1,500,000	5,018,041	18,569,568	249	0.01
-	5,300,000	18,215,804	244	0.01
-	5,705,000	20,294,547	272	0.01
1,932,000	3,431,101	21,814,075	294	0.01
480,000	3,637,797	20,057,508	270	0.82
-	3,834,491	19,759,598	268	0.85
644,000	3,996,186	20,431,371	278	0.87
110,200	4,104,868	19,317,122	263	0.84
-	4,212,362	19,094,159	261	0.86

HANCOCK COUNTY, OHIO

LEGAL DEBT MARGIN
LAST TEN YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Assessed value of County	\$ 1,597,601,900	\$ 1,592,124,770	\$ 1,581,940,505	\$ 1,564,896,990
Voted debt limitation (1)	\$ 38,440,048	\$ 38,303,119	\$ 38,048,513	\$ 37,622,425
Total outstanding debt:				
Governmental activities bond anticipation notes	5,517,000	361,000	-	-
Governmental activities special assessment notes	-	-	-	78,900
Business-type activities bond anticipation notes	1,265,000	1,500,000	-	-
Governmental activities general obligation bonds:				
County Road 140	-	-	-	-
Tiffin Avenue	-	-	-	15,000
I-75/Tall Timbers connector	-	-	-	230,000
I-75/Tall Timbers connector refunding	3,175,000	3,560,000	3,920,000	4,035,000
Courthouse renovation	-	-	-	-
Courthouse renovation refunding	-	160,000	310,000	460,000
Justice center refunding	-	-	-	-
Hospital improvement bond #4	-	-	-	-
Library improvement refunding	-	-	220,000	435,000
Job and Family Services refunding	285,000	340,000	400,000	460,000
ADAMHMS building	135,000	145,000	155,000	165,000
US 224/CR 300 construction	2,475,000	2,590,000	2,700,000	2,805,000
Engineers garage	-	-	-	185,000
Jail security system	605,000	655,000	705,000	755,000
Sheriff department radio	360,000	385,000	410,000	435,000
Governmental activities special assessment bonds:				
US 224 water refunding	73,781	89,879	104,636	120,734
CR 88/SR 12 sewer refunding	167,310	203,814	237,276	273,780
SR 12 West water refunding	33,907	41,305	48,087	55,485
Beechwood water and sewer	-	-	-	-
Beechwood water and sewer refunding	-	-	55,000	110,000
Griffith Heights	96,042	102,384	107,820	113,256
CR 200 sanitary sewer/Van Buren	433,958	462,616	487,180	511,744
US 224 W/Trenton Avenue sewer	171,427	187,754	204,081	216,326
McKinley Street waterline	38,573	42,246	45,919	48,674
CR 236 sanitary sewer	-	-	-	-
Road improvement-East Melrose	-	-	10,000	20,000
CR 95/CR 18 sewer	645,000	680,000	715,000	750,000
OWDA loans	201,004	-	269,867	308,799
Loans payable	-	-	-	-
Voice recorder system - loans payable	-	-	8,437	16,422
Guaranteed energy savings performance contract - loans payable	1,326,267	1,519,694	1,705,993	1,885,427
ADAMH - loans payable	-	-	-	-
ADAMH - notes payable	88,588	92,713	96,508	100,000
Business-type activities general obligation bonds				
Trash compactor	-	-	-	-
Landfill improvements	1,490,000	1,680,000	1,865,000	2,045,000
Landfill equipment (compactor)	375,000	425,000	470,000	515,000
Agricultural service center	-	-	-	90,000
Agricultural service center refunding	895,000	1,005,000	1,110,000	1,120,000
BMV one-stop	1,690,000	1,775,000	1,855,000	1,935,000
Total outstanding debt	\$ 21,542,857	\$ 18,003,405	\$ 18,215,804	\$ 20,294,547

2008	2007	2006	2005	2004	2003
\$ 1,588,535,080	\$ 1,565,933,445	\$ 1,592,808,591	\$ 1,613,462,624	\$ 1,513,994,056	\$ 1,498,193,933
\$ 38,213,377	\$ 37,648,336	\$ 38,320,215	\$ 38,836,566	\$ 36,349,851	\$ 35,954,848
1,611,000	1,944,000	3,900,000	2,500,000	325,000	170,000
106,000	681,000	1,517,000	1,576,000	1,883,000	1,586,730
1,932,000	480,000	-	644,000	-	-
-	-	-	105,000	205,000	450,000
30,000	45,000	120,000	190,000	715,000	770,000
440,000	630,000	885,000	1,130,000	5,415,000	5,635,000
4,155,000	4,270,000	4,305,000	4,340,000	-	-
-	-	120,000	240,000	1,070,000	1,190,000
600,000	740,000	750,000	760,000	-	-
-	270,000	530,000	775,000	985,000	1,200,000
-	-	-	-	-	-
640,000	835,000	1,020,000	1,195,000	1,365,000	1,535,000
525,000	585,000	650,000	715,000	785,000	850,000
170,000	175,000	180,000	185,000	-	-
2,905,000	2,995,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
135,491	150,248	163,663	177,078	182,474	193,208
307,242	340,704	371,124	401,544	413,702	438,037
62,267	69,048	75,213	81,378	83,824	88,755
-	-	-	-	-	-
160,000	210,000	255,000	305,000	350,000	390,000
118,692	124,128	128,658	133,188	136,812	-
536,308	560,872	581,342	601,812	618,188	-
228,571	240,816	253,061	265,306	277,551	-
51,429	54,184	56,939	59,694	62,449	-
-	-	-	1,555	62,449	-
30,000	40,000	45,000	50,000	-	-
780,000	810,000	-	-	-	-
345,392	379,789	412,124	442,522	471,102	497,974
-	31,134	-	-	-	-
23,980	-	-	-	-	-
2,011,500	-	-	-	-	-
679,950	-	-	-	-	-
-	-	-	-	-	-
45,000	90,000	130,000	170,000	205,000	240,000
-	-	-	-	-	-
-	-	-	-	-	-
175,000	255,000	330,000	400,000	1,535,000	1,600,000
1,130,000	1,140,000	1,150,000	1,160,000	-	-
2,010,000	2,080,000	2,150,000	2,190,000	2,200,000	2,200,000
\$ 21,944,822	\$ 20,225,923	\$ 20,079,124	\$ 20,794,077	\$ 19,346,551	\$ 19,034,704

--Continued

HANCOCK COUNTY, OHIO

LEGAL DEBT MARGIN (CONTINUED)
LAST TEN YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Exemptions:				
Governmental activities bond anticipation notes	\$ -	\$ 361,000	\$ -	\$ -
Governmental activities special assessment notes	-	-	-	78,900
Business-type activities bond anticipation notes	-	1,500,000	-	-
Governmental activities general obligation bonds				
County Road 140	-	-	-	-
Tiffin Avenue	-	-	-	15,000
I-75/Tall Timbers connector	-	-	-	230,000
I-75/Tall Timbers connector refunding	3,175,000	3,560,000	3,920,000	4,035,000
Courthouse renovation	-	-	-	-
Courthouse renovation refunding	-	-	-	-
Justice center refunding	-	-	-	-
Hospital improvement bond #4	-	-	-	-
Library improvement refunding	-	-	220,000	435,000
Job and Family Services refunding	285,000	340,000	400,000	460,000
ADAMHMS building	135,000	145,000	155,000	165,000
US 224/CR 300 construction	2,475,000	2,590,000	2,700,000	2,805,000
Engineers garage	-	-	-	-
Jail security system	-	-	-	-
Sheriff department radio	-	-	-	-
Governmental activities special assessment bonds				
US 224 water refunding	73,781	89,879	104,636	120,734
CR 88/SR 12 sewer refunding	167,310	203,814	237,276	273,780
SR 12 West water refunding	33,907	41,305	48,087	55,485
Beechwood water and sewer	-	-	-	-
Beechwood water and sewer refunding	-	-	55,000	110,000
Griffith Heights	96,042	102,384	107,820	113,256
CR 200 sanitary sewer/Van Buren	433,958	462,616	487,180	511,744
US 224 W/Trenton Avenue sewer	171,427	187,754	204,081	216,326
McKinley Street waterline	38,573	42,246	45,919	48,674
CR 236 sanitary sewer	-	-	-	-
Road improvement-East Melrose	-	-	10,000	20,000
CR 95/CR 18 sewer	645,000	680,000	715,000	750,000
OWDA loans	201,004	-	269,867	308,799
Loans payable	-	-	-	-
Voice recorder system - loans payable	-	-	-	-
Guaranteed energy savings performance contract - loans payable	1,326,267	1,519,694	1,705,993	1,885,427
ADAMH - loans payable	-	-	-	-
ADAMH - notes payable	88,588	92,713	96,508	100,000
Business-type activities general obligation bonds				
Trash compactor	-	-	-	-
Landfill improvements	-	1,680,000	1,865,000	2,045,000
Landfill equipment (compactor)	375,000	425,000	470,000	515,000
Agricultural service center	-	-	-	90,000
Agricultural service center refunding	895,000	1,005,000	1,110,000	1,120,000
BMV one-stop	1,690,000	1,775,000	1,855,000	1,935,000
Total exemptions	\$ 12,305,857	\$ 16,803,405	\$ 16,782,367	\$ 18,443,125

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ -	\$ -	\$ 3,000,000	\$ 2,500,000	\$ 325,000	\$ 170,000
106,000	681,000	1,517,000	1,576,000	1,883,000	1,586,730
1,932,000	480,000	-	644,000	110,200	-
-	-	-	105,000	205,000	450,000
30,000	45,000	120,000	190,000	715,000	770,000
440,000	630,000	885,000	1,130,000	5,415,000	5,635,000
4,155,000	4,270,000	4,305,000	4,340,000	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	270,000	530,000	775,000	985,000	1,200,000
-	-	-	-	-	-
640,000	835,000	1,020,000	1,195,000	1,365,000	1,535,000
525,000	585,000	650,000	715,000	785,000	850,000
170,000	175,000	180,000	185,000	-	-
2,905,000	2,995,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
135,491	150,248	163,663	177,078	182,474	193,208
307,242	340,704	371,124	401,544	413,702	438,037
62,267	69,048	75,213	81,378	83,824	88,755
-	-	-	-	-	-
160,000	210,000	255,000	305,000	350,000	390,000
118,692	124,128	128,658	133,188	136,812	-
536,308	560,872	581,342	601,812	618,188	-
228,571	240,816	253,061	265,306	277,551	-
51,429	54,184	56,939	59,694	62,449	-
-	-	-	1,555	62,449	-
30,000	40,000	45,000	50,000	-	-
780,000	810,000	-	-	-	-
345,392	379,789	412,124	442,522	471,102	497,974
-	-	-	-	-	-
-	-	-	-	-	-
2,011,500	-	-	-	-	-
679,950	-	-	-	-	-
-	-	-	-	-	-
45,000	90,000	130,000	170,000	205,000	240,000
-	-	-	-	-	-
-	-	-	-	-	-
175,000	255,000	330,000	400,000	1,535,000	1,600,000
1,130,000	1,140,000	1,150,000	1,160,000	-	-
2,010,000	2,080,000	2,150,000	2,190,000	2,200,000	2,200,000
<u>\$ 19,709,842</u>	<u>\$ 17,510,789</u>	<u>\$ 18,309,124</u>	<u>\$ 19,794,077</u>	<u>\$ 18,386,751</u>	<u>\$ 17,844,704</u>

--Continued

HANCOCK COUNTY, OHIO

LEGAL DEBT MARGIN (CONTINUED)
LAST TEN YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Total net debt applicable to debt limit	\$ 9,237,000	\$ 1,200,000	\$ 1,433,437	\$ 1,851,422
Total voted legal debt margin (Debt limitation minus net debt)	<u>\$ 29,203,048</u>	<u>\$ 37,103,119</u>	<u>\$ 36,615,076</u>	<u>\$ 35,771,003</u>
Legal debt margin as a percentage of the debt limit (voted)	75.97%	96.87%	96.23%	95.08%
Unvoted debt limitation	<u>\$ 15,976,019</u>	<u>\$ 15,921,248</u>	<u>\$ 15,819,405</u>	<u>\$ 15,648,970</u>
Total unvoted legal debt margin	<u>\$ 6,739,019</u>	<u>\$ 14,721,248</u>	<u>\$ 14,385,968</u>	<u>\$ 13,797,548</u>
Legal debt margin as a percentage of the debt limit (unvoted)	42.18%	92.46%	90.94%	88.17%

Source: Hancock County Auditor.

(1) The debt limitation is calculated as follows:

- Three percent of first \$100,000,000 of assessed value.
- 1 1/2 percent of next \$200,000,000 of assessed value.
- 2 1/2 percent of amount of assessed value in excess of \$300,000,000.

Note: The amount of debt presented as subject to the limit are balances used to compute the margin as specified by statute (i.e., the gross balances) not amounts that are net of premiums or discounts. On deep discount or capital appreciation bonds, this is the original issue amount.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
\$ 2,234,980	\$ 2,715,134	\$ 1,770,000	\$ 1,000,000	\$ 959,800	\$ 1,190,000
<u>\$ 35,978,397</u>	<u>\$ 34,933,202</u>	<u>\$ 36,550,215</u>	<u>\$ 37,836,566</u>	<u>\$ 35,390,051</u>	<u>\$ 34,764,848</u>
94.15%	92.79%	95.38%	97.43%	97.36%	96.69%
\$ 15,885,351	\$ 15,659,334	\$ 15,928,086	\$ 16,134,626	\$ 15,139,941	\$ 14,981,939
<u>\$ 13,650,371</u>	<u>\$ 12,944,200</u>	<u>\$ 14,158,086</u>	<u>\$ 15,134,626</u>	<u>\$ 14,180,141</u>	<u>\$ 13,791,939</u>
85.93%	82.66%	88.89%	93.80%	93.66%	92.06%

HANCOCK COUNTY, OHIO

**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS**

Year	General Bonded Debt Outstanding	Less: Resources that are Restricted to Debt Service	Net General Bonded Debt Outstanding	Percentage of Estimated Actual Value of Property	Per Capita
2012	\$ 18,509,667	\$ 4,324,564	\$ 14,185,103	0.32	\$ 188.99
2011	14,847,197	4,901,575	9,945,622	0.22	133.10
2010	14,120,000	5,744,997	8,375,003	0.19	111.99
2009	15,685,000	4,595,969	11,089,031	0.25	148.77
2008	12,690,442	3,506,741	9,183,701	0.17	123.65
2007	13,939,963	2,711,101	11,228,862	0.22	151.32
2006	12,024,698	662,205	11,362,493	0.23	153.91
2005	13,219,951	1,359,608	11,860,343	0.24	161.36
2004	14,524,067	2,300,062	12,224,005	0.27	166.43
2003	15,707,424	1,713,193	13,994,231	0.31	191.35

Source: Hancock County Auditor.

Notes:

See pages 204 & 205 for information on estimated actual taxable value.

See page 226 for information on population.

HANCOCK COUNTY, OHIO

PLEDGED REVENUE COVERAGE - GOVERNMENTAL ACTIVITIES
LAST TEN YEARS

Year	Gross Revenues (1)	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2012	\$ 251,919	\$ 184,011	\$ 85,068	\$ 269,079	0.94
2011	332,294	246,424	103,823	350,247	0.95
2010	321,458	243,932	114,371	358,303	0.90
2009	348,882	226,594	124,013	350,607	1.00
2008	357,026	224,397	140,163	364,560	0.98
2007	287,493	172,335	127,071	299,406	0.96
2006	299,254	175,399	112,510	287,909	1.04
2005	279,804	113,580	80,350	193,930	1.44
2004	185,008	106,872	85,193	192,065	0.96
2003	215,058	105,267	90,696	195,963	1.10

Source: Hancock County Auditor.

Notes:

(1) Water and Sewer Bond Retirement Fund and Road Improvement Bond Retirement Fund.

In 2002, the County advance refunded \$415,000 of the Beechwood Water and Sewer special assessment bonds.

HANCOCK COUNTY, OHIO

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

Year	Population (estimated)	Personal Income (in thousands)	Per Capita Personal Income	Unemployment Rate
2012	75,056	\$2,966,459	\$39,523	8.4%
2011	74,724	\$2,768,710	\$37,502	8.3%
2010	74,782	2,664,930	35,753	9.7%
2009	74,538	2,683,234	36,081	10.3%
2008	74,273	2,534,706	34,127	5.8%
2007	74,204	2,457,723	33,121	4.5%
2006	73,824	2,335,429	31,635	4.4%
2005	73,503	2,335,429	31,773	4.9%
2004	73,447	2,289,000	31,165	5.1%
2003	73,135	2,222,000	30,382	5.1%

Sources: Bureau of Labor Statistics.
Bureau of Economic Analysis.
US Census Bureau.

HANCOCK COUNTY, OHIO

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2012			2003		
	Number of Employees	Rank	Percentage of Total County Employment	Number of Employees	Rank	Percentage of Total County Employment
Cooper Tire & Rubber Company	2,040	1	5.44%	2,204	1	5.96%
Whirlpool Corporation	1,670	2	4.45%	2,050	2	5.54%
Marathon Ashland Petroleum	1,565	3	4.17%	1,635	3	4.42%
Blanchard Valley Health Association	1,282	4	3.42%	1,561	4	4.22%
Consolidated Biscuit Co.	1,100	5	2.93%	950	5	2.57%
Findlay City School District	859	6	2.29%	811	7	2.19%
Nissin Brake	670	7	1.79%			
Lowes Distribution	600	8	1.60%			
University of Findlay	542	9	1.45%			
Kohl's Distribution Center	450	10	1.20%	796	8	2.15%
DTR Industries				914	6	2.47%
Findlex Corporation				652	9	1.76%
Hancock County				615	10	1.66%
Total principal employers	<u>10,778</u>		<u>28.74%</u>	<u>12,188</u>		<u>32.94%</u>
Total County employed	<u>37,500</u>			<u>37,000</u>		

Source: Labor Market Information Website.

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HANCOCK COUNTY, OHIO

**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General government										
Legislative and executive	65	63	63	69	74	71	69	70	68	68
Judicial	47	48	45	47	47	47	47	49	48	45
Public safety										
Enforcement	58	57	56	56	61	60	60	61	58	63
Jail operation	39	40	38	41	47	44	44	43	43	32
Other public safety	4	4	4	4	6	2	3	3	4	4
Public works	45	47	47	48	51	51	50	50	49	50
Health										
Mental Retardation and Developmental Disabilities	152	152	154	175	179	161	159	160	184	191
Other health	9	9	13	7	16	16	15	15	16	16
Human services										
Child Support Enforcement Agency	13	13	13	13	21	16	15	16	15	15
Job and Family Services	56	62	58	62	67	67	64	65	62	64
Other human services	7	6	6	6	6	5	5	5	6	6
Economic development and assistance	6	6	6	6	7	7	6	5	4	3
Other	40	37	50	48	20	16	17	17	19	17
Total	541	544	553	582	602	563	554	559	576	574

Source: Hancock County Auditor.

Method: The formula to calculate the full time equivalent was the total hours worked by department divided by the standard annual hours for that department.

HANCOCK COUNTY, OHIO

**OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2012	2011	2010	2009	2008	2007
Legislative/executive						
Auditor						
Number of non-exempt conveyances	1,669	1,426	1,636	1,480	1,579	1,890
Number of exempt conveyances	1,193	1,075	990	1,147	1,309	1,156
Number of real estate transfers	2,862	2,501	2,626	2,627	2,888	3,046
Number of auditor's warrants issued	17,690	17,060	18,128	19,790	18,538	22,545
Board of elections						
Number of registered voters	54,671	55,224	54,834	53,917	53,965	50,837
Number of voters last general election	35,944	25,201	24,904	26,298	37,055	14,655
Percent of registered voters voting	65.75%	45.63%	45.42%	48.77%	68.66%	28.83%
Recorder						
Number of deeds filed	3,233	2,828	2,914	2,350	2,703	2,874
Number of mortgages filed	4,504	4,016	4,294	3,977	3,462	4,363
Judicial						
Common pleas court						
Number of civil cases filed	708	730	925	1,094	984	887
Number of criminal cases filed	307	328	267	277	310	293
Number of domestic cases filed	490	756	767	503	790	445
Juvenile court						
Number of civil cases filed	753	905	848	955	888	738
Number of criminal cases filed	863	923	969	1,149	1,261	1,304
Number of adjudged delinquent cases filed	353	360	429	510	580	560
Number of days in Wood County detention facility	2,111	1,364	1,298	1,187	1,539	1,629
Public safety						
Jail operation						
Justice center						
Average daily count	92	92	95	94	96	100
Prisoners booked	2,327	2,410	2,430	2,606	2,577	2,649
Prisoners released	2,274	2,392	2,440	2,594	2,588	2,673
Out-of-County bed days used	0	0	0	0	0	708
Rehabilitation opportunity center						
Average daily count	0	0	0	0	22	27
Enforcement						
Accidents reported	852	906	862	880	1,184	1,096
Incidents reported	3,529	3,582	3,366	4,013	4,336	5,184
Citations issued	2,248	2,004	1,998	1,655	1,327	1,664
Papers served	2,020	2,371	2,017	2,243	2,321	2,307
Telephone calls	208,759	194,726	183,523	211,660	167,963	195,000
Transport hours	896	827	1,069	2,058	2,013	1,883
Court security hours	2,633	2,671	2,649	3,157	3,127	3,968
Public works						
Engineer						
Roads resurfaced	17	8	7	8	14	13
Bridges replaced/rehabbed	3	4	9	9	7	8
Culverts built	0	0	0	1	2	8

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
2,113	2,421	2,201	2,134
1,227	1,434	1,081	1,263
3,340	3,855	3,282	3,397
22,841	23,116	22,880	22,132
50,013	48,631	49,617	45,615
25,691	18,599	35,889	16,816
51.37%	38.25%	72.33%	36.87%
3,643	3,345	3,314	3,238
5,839	5,927	6,235	9,091
803	797	660	618
308	297	311	279
749	891	862	854
769	845	798	668
1,642	1,665	1,646	1,915
639	739	708	695
2,032	2,303	1,925	1,492
100	106	105	103
2,760	2,732	2,606	2,669
2,729	2,734	2,601	2,652
65	0	2,133	N/A
34	45	44	35
1,074	1,266	1,280	1,367
5,528	4,756	4,542	5,173
2,029	2,707	2,261	2,576
2,402 (1)	2,416 (1)	2,750 (1)	3,613
192,992	190,409	113,358	79,297
1,834	6,913	8,049	N/A
3,545	3,637	3,715	3,413
6	8	5	0
9	9	16	19
35	40	50	45

HANCOCK COUNTY, OHIO

**OPERATING INDICATORS BY FUNCTION/PROGRAM (CONTINUED)
LAST TEN YEARS**

Function/Program	2012	2011	2010	2009	2008	2007
Health						
Dog and kennel						
Number of dog licenses sold	13,615	13,573	13,749	13,292	12,764	12,433
Number of kennel licenses sold	33	36	31	27	30	41
Board of Developmental Disabilities						
Students enrolled at Blanchard Valley School						
Early intervention program	77	95	111	48	127	116
Preschool	32	33	46	37	42	46
School age	22	22	34	32	35	36
Consumers employed at Blanchard Valley Industries	162	110	169	168	163	155
Business-type activity						
Landfill						
Tonage per year						
In County	96,837	101,232	87,433	83,380	96,695	89,944
Out of County	27,062	34,411	49,286	37,299	40,244	45,435

Sources: Various County Departments.

Notes:

(1) Does not include number of warrants served, civil papers only.
N/A indicates the information was not available.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
12,047	11,618	11,417	11,470
33	29	25	30
106	81	75	63
33	32	45	34
36	29	30	28
171	145	184	191
84,401	105,964	86,052	75,594
42,634	38,590	33,075	30,247

HANCOCK COUNTY, OHIO

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Public safety										
Sheriff										
Number of vehicles	45	38	34	47	44	46	46	43	43	42
Public works										
Engineer										
Roads (miles)	363	363	363	363	363	363	344	434	432	432
Bridges	380	380	380	381	381	381	369	376	376	381
Culverts	980	980	980	980	950	950	980	980	980	977

Source: Hancock County Engineer's Annual Report.



Dave Yost • Auditor of State

HANCOCK COUNTY FINANCIAL CONDITION

HANCOCK COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
AUGUST 6, 2013