

Dave Yost • Auditor of State



**MARION COUNTY**  
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## MARION COUNTY

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

<u>FEDERAL GRANTOR/</u> <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>			
<i>Passed Through Ohio Department of Education</i>			
Nutrition Cluster:			
Cash Assistance:			
School Breakfast Program	31-6400076	10.553	\$ 28,842
National School Lunch Program	31-6400076	10.555	51,157
Total Nutrition Cluster			<u>79,999</u>
<i>Passed Through Ohio Department of Jobs and Family Services</i>			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	G-1213-11-0077	10.561	<u>309,890</u>
<b>Total U.S. Department of Agriculture</b>			<b><u>389,889</u></b>
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>			
<i>Passed Through Ohio Department of Jobs and Family Services</i>			
Promoting Safe and Stable Families	G-1213-11-0078	93.556	61,043
Temporary Assistance for Needy Families	G-1213-11-0078/G-89-20-1106	93.558	1,802,603
Temporary Assistance for Needy Families	G-1213-11-0077/G-89-20-1106	93.558	1,808
Temporary Assistance for Needy Families	G-1213-11-0077/G-1011-11-5077	93.558	181,342
Total Temporary Assistance for Needy Families			<u>1,985,753</u>
Child Support Enforcement	G-1213-11-0077	93.563	558,090
Child Care and Development Block Grant Cluster:			
Child Care and Development Block Grant	G-1213-11-0077	93.575	94,391
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	G-1213-11-0077	93.596	(27,499)
Total Child Care and Development Block Grant Cluster			<u>66,892</u>
Stephanie Tubbs Jones Child Welfare Services Program	G-1213-11-0078/G-89-20-1106	93.645	67,098
Foster Care_Title IV-E	G-1213-11-0078	93.658	485,712
Adoption Assistance	G-1213-11-0078	93.659	581,959
Social Services Block Grant	G-1213-11-0077	93.667	70,819
Chafee Foster Care Independence Program	G-1213-11-0078	93.674	16,894
Children's Health Insurance Program	G-1213-11-0077	93.767	2,001
Medical Assistance Program	G-1213-11-0077	93.778	351,244
Money Follows the Person Rebalancing Demonstration	31-6400076	93.791	1,000
State Court Improvement Program	31-6400076	93.586	30,000
<i>Passed Through Ohio Department of Developmental Disabilities</i>			
Social Services Block Grant	31-6400076	93.667	41,492
Medical Assistance Program			
Administrative Claiming	31-6400076	93.778	<u>82,390</u>
<b>Total U.S. Department of Health and Human Services</b>			<b><u>4,402,387</u></b>
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY</u></b>			
<i>Passed Through Ohio Department of Public Safety - Emergency Management Agency</i>			
Emergency Management Performance Grants	EMW-2011-EP-00003-S01	97.042	20,190
Emergency Management Performance Grants	EMW-2012-EP-00004-S01	97.042	19,183
Total Emergency Management Performance Grants			<u>39,373</u>
Homeland Security Grant Program	2009-SS-T9-0089	97.067	17,314
Homeland Security Grant Program	2010-SS-T0-0012	97.067	732
Homeland Security Grant Program	EMW-2011-SS-00070	97.067	30,069
Total Homeland Security Grant Program			<u>48,115</u>
<b>Total U.S. Department of Homeland Security</b>			<b><u>87,488</u></b>
<b><u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u></b>			
<i>Passed Through Ohio Department of Development</i>			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	B-F-10-1BU-1	14.228	47,717
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	B-F-11-1BU-1	14.228	70,183
Total Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii			<u>117,900</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<b><u>117,900</u></b>

MARION COUNTY

FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)

<u>FEDERAL GRANTOR/</u> <i>Pass Through Grantor</i> Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
<b>U.S. DEPARTMENT OF JUSTICE</b>			
<i>Passed Through Ohio Attorney General's Office - Office of Justice Assistance</i>			
Crime Victim Assistance	2012VAGENE456	16.575	34,626
Crime Victim Assistance	2013VAGENE456	16.575	10,657
Total Crime Victim Assistance			<u>45,283</u>
<i>Passed Through Ohio Department of Public Safety - Office of Criminal Justice Services</i>			
Violence Against Women Formula Grants	2011-WF-VA2-8176	16.588	30,000
ARRA-Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to States and Territories	2009-RA-A02-2268	16.803	11,084
<b>Total U.S. Department of Justice</b>			<u><b>86,367</b></u>
<b>U.S. DEPARTMENT OF LABOR</b>			
<i>Passed Through WIA Area 7 Board</i>			
Workforce Investment Act (WIA) Cluster:			
WIA Adult Program	2011-7251-1 / 2012-7251-1	17.258	153,395
WIA Adult Program-Administrative	2011-7251-1 / 2012-7251-1	17.258	8,338
Total WIA Adult Program			<u>161,733</u>
WIA Youth Activities	2011-7251-1 / 2012-7251-1	17.259	104,040
WIA Youth Activities-Administrative	2011-7251-1 / 2012-7251-1	17.259	3,793
Total WIA Youth Activities			<u>107,833</u>
Local Veterans' Employment Representative (LVER) Program	G-1213-15-5110	17.804	34,000
Workforce Investment Act (WIA) National Emergency Grants	2011-7251-1 / 2012-7251-1	17.260	18,384
WIA Dislocated Worker Formula Grants	2011-7251-1 / 2012-7251-1	17.278	176,315
WIA Dislocated Worker Formula Grants- Administrative	2011-7251-1 / 2012-7251-1	17.278	11,048
Total WIA Dislocated Worker Formula Grants			<u>187,363</u>
Total Workforce Investment Act (WIA) Cluster			<u>509,313</u>
<b>Total U.S. Department Labor</b>			<u><b>509,313</b></u>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>			
<i>Passed Through Ohio Department of Transportation</i>			
Highway Planning and Construction	82274	20.205	2,808,711
Highway Planning and Construction	84805	20.205	7,826
Highway Planning and Construction	87780	20.205	748,159
Highway Planning and Construction	89455	20.205	12,967
Highway Planning and Construction	90242	20.205	5,914
Highway Planning and Construction	90497	20.205	45,750
ARRA - Highway Planning and Construction	86315	20.205	262,776
Total Highway Planning and Construction			<u>3,892,103</u>
<i>Passed Through Ohio Department of Public Safety - Office of Criminal Justice Services</i>			
Safety Incentives to Prevent Operation of Motor Vehicles by Intoxicated Persons	GG-2012-51-00-00-00272-01	20.605	48,420
<b>Total U.S. Department of Transportation</b>			<u><b>3,940,523</b></u>
<b>U.S. ELECTION ASSISTANCE COMMISSION</b>			
<i>Passed Through Ohio Secretary of State</i>			
Help America Vote Act Requirements Payments	31-6400076	90.401	7,475
<b>Total U.S. Election Assistance Commission</b>			<u><b>7,475</b></u>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Passed Through Ohio Department of Health</i>			
Special Education - Grants for Infants and Families	31-6400076	84.181	87,870
<b>Total U.S. Department of Education</b>			<u><b>87,870</b></u>
<b>Total Federal Awards Expenditures</b>			<u><b>\$ 9,629,212</b></u>

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

**MARION COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - SUBRECIPIENTS**

The County passes certain federal awards received from the Ohio Department of Jobs and Family Services to other governments or not-for-profit agencies (subrecipients). As Note A describes, the County reports expenditures of Federal awards to subrecipients when paid in cash.

The County has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.

**NOTE C - CHILD NUTRITION CLUSTER**

The County commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the County assumes it expends federal monies first.

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

The County has a revolving loan fund (RLF) program to provide low-interest loans to businesses to create jobs for low to moderate income persons and also to lend money to eligible persons to rehabilitate homes. The federal Department of Housing and Urban Development (HUD) grants money for these loans to the County, passed through the Ohio Department of Development. The Schedule reports loans made and administrative costs as disbursements on the Schedule. Subsequent loans are subject to the same compliance requirements imposed by HUD as the initial loans.

These loans are collateralized by mortgages on the property.

Activity in the CDBG revolving loan fund during 2012 is as follows:

Beginning loans receivable balance as of January 1, 2012	\$45,477
Loans made	0
Loan principal repaid	9,000
Ending loans receivable balance as of December 31, 2012	\$36,477
Cash balance on hand in the revolving loan fund as of December 31, 2012	\$97,516
Administrative costs expended during 2012	1,600

The table above reports gross loans receivable. The County does not estimate any of this receivable to be uncollectible as of December 31, 2012.

**NOTE E - MATCHING REQUIREMENTS**

Certain Federal programs require the County to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The County has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

**MARION COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(Continued)**

**NOTE F – MEDICAL ASSISTANCE PROGRAM SETTLEMENT**

During the calendar year, the County Board of Developmental Disabilities received a settlement for the 2007 Cost Report from the Ohio Department of Developmental Disabilities (DODD) for the Medicaid Program (CFDA # 93.778) in the amount of \$14,676. The Cost Report settlement was for settlement of the difference between the statewide payment rate and the rate calculated based upon actual expenditures for Medicaid services. This revenue is not listed on the County's Schedule of Expenditures of Federal Award since the underlying expenses occurred in prior reporting periods.

**NOTE G – MEDICAL ASSISTANCE PROGRAM ARRA REFUND**

During the calendar year, the County Board of Development Disabilities received a refund for eFMAP (ARRA) funds for the Medicaid Program (CFDA # 93.778) in the amount of \$2,681 from the Ohio Department of Developmental Disabilities. This refund was for a correction to the eFMAP percentage for four billing cycles during July and August 2009. This revenue is not listed on the County's Schedule of Expenditures of Federal Awards since the underlying expenses occurred in prior reporting periods.





# Dave Yost • Auditor of State

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

Marion County  
222 West Center Street  
Marion, Ohio 43302

To the Board of County 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Marion County, Ohio, (the County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 27, 2013. 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 from the Comptroller General of the United States' *Government Auditing Standards*. Other auditors audited the financial statements of MARCA Industries, Inc., the County's discretely presented component unit, in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards* and accordingly this report does not extend to MARCA Industries, Inc.

### ***Internal Control Over Financial Reporting***

As part of our financial statement audit, we considered the 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 the County's internal control. Accordingly, we have not opined on it.

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 the 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. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings that we consider a significant deficiency in internal control. We consider finding 2012-001 to be a significant deficiency.

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***Compliance and Other Matters***

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

***County's Response to Finding***

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

***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 the County's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



**Dave Yost**  
Auditor of State  
Columbus, Ohio

June 27, 2013



# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 AND FEDERAL AWARDS EXPENDITURES SCHEDULE

Marion County  
222 West Center Street  
Marion, Ohio 43302

To the Board of County Commissioners:

### ***Report on Compliance for Each Major Federal Program***

We have audited Marion County's (the 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 the County's major federal programs for the year ended December 31, 2012. The *Summary of Audit Results* section of the accompanying schedule of findings identifies the County's major federal programs.

### ***Management's Responsibility***

The County's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program.

### ***Auditor's Responsibility***

Our responsibility is to opine on the County's compliance for each of the 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 occurred 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 the County's compliance with these requirements and performing such other procedures we considered necessary in the circumstances.

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

### ***Opinion on Each Major Federal Program***

In our opinion, Marion County, Ohio, 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***

The 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 the 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 the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, 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 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 internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

***Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133***

We have also audited the financial statements of the governmental activities, the business-type activities, the discretely-presented component unit, each major fund and the aggregate remaining fund information of Marion County, Ohio, (the County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our unmodified report thereon dated June 27, 2013. We conducted our audit to opine on the County's basic financial statements. The accompanying federal awards expenditures schedule 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.



**Dave Yost**  
Auditor of State  
Columbus, Ohio  
June 27, 2013

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

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unmodified
<b>(d)(1)(ii)</b>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	Yes
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unmodified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs:</b>	CFDA #20.205 – Highway Planning and Construction  CFDA #93.659 – Adoption Assistance  CFDA #93.658 – Foster Care, Title IV-E  CFDA #93.778 – Medical Assistance Program  CFDA #10.561 – State Administrative Matching Grants for the Supplemental Nutrition Assistance Program
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	No

**MARION COUNTY**  
**SCHEDULE OF FINDINGS**  
**OMB CIRCULAR A -133 § .505**  
**DECEMBER 31, 2012**  
**(Continued)**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2012-001</b>
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**Significant Deficiency**  
**Monthly Bank Reconciliations (Clerk of Courts)**

The Clerk of Courts maintains bank accounts separate from the County Treasury through which the collections and disbursements of all moneys for the Legal and Title Divisions are made. Monthly bank reconciliations should be performed by the Clerk of Courts to determine if all receipts and disbursements have been properly posted. Reconciling items should be investigated at the time of the reconciliation and resolved in a timely manner. Documentation supporting all reconciling items should be included with the reconciliation. Once completed, the reconciliation should be reviewed for completeness and accuracy by the Board of Commissioners and/or an agreeable independent third-party.

During 2012, the Clerk of Courts did not timely reconcile its accounting ledgers to the bank balances, with the December 2012 reconciliation not being completed until April 8, 2013. Additionally, included as a reconciling item on the December 2012 reconciliation, was an unposted wire transfer from July 15, 2009, for \$989,900, which does not represent a true reconciling item from month to month. Lastly, the December 2012 reconciliation includes reconciling debits and credits dating back to 2007.

When bank reconciliations are not properly performed timely, monthly fund balances may be understated or overstated and management cannot be assured that the ledgers reflect the proper financial activities of the Clerk of Courts. Also, lack of legislative monitoring of the monthly bank reconciliations may lead to errors, irregularities, or misappropriation of the Clerk of Courts' assets.

We recommend the Clerk of Courts perform monthly bank to book reconciliations that properly account for all transactions during the respective month. In addition, the bank reconciliations, including supporting documentation, should be reviewed by the Board of Commissioners and/or an agreeable independent third-party in order to assure accuracy and that all errors and/or irregularities are detected in a timely manner.

**Officials' Response:**

Due to continuing understaffing and rapidly increasing workloads in the last few years in the Clerk of Courts office, monthly reconciliations have not been completed as timely as the Clerk of Courts desired. However, the Marion County Clerk of Courts has begun completing monthly reconciliations within 30 days of the previous month end with all monthly reconciliations for 2013 being complete through May, 2013. Finally, the \$989,900 reconciling item (an unposted wire transfer) has been corrected in June, 2013, and will be reflected as such in the month end reconciliation for June, 2013.

The Marion County Clerk of Courts appreciates the opportunity to respond to the above finding. We continue to appreciate the assistance, advice, and instruction that has been derived from our ongoing working relationship with the State Auditor's Office.

<b>3. FINDINGS FOR FEDERAL AWARDS</b>
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None.

MARION COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS  
 OMB CIRCULAR A -133 § .315  
 DECEMBER 31, 2012

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b>
2011-001	Finding For Recovery – Material Noncompliance, Sick Leave Payouts	Yes	
2011-002	Monthly bank reconciliations – Clerk of Courts	No	Not corrected – comment is being repeated in current audit as Finding 2012-001.

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# **MARION COUNTY, OHIO**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED DECEMBER 31, 2012**

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**MARION COUNTY, OHIO**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2012**

ISSUED BY THE MARION COUNTY AUDITOR'S OFFICE  
JOAN M. KASOTIS  
COUNTY AUDITOR



**MARION COUNTY, OHIO**  
 Comprehensive Annual Financial Report  
 For the Year Ended December 31, 2012  
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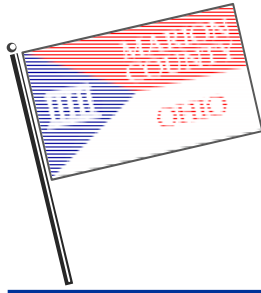
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 Comprehensive Annual Financial Report  
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# Joan M. Kasotis Marion County Auditor



Marion County Building  
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June 27, 2013

Honorable Dan Russell  
Honorable Paul Andrew Appelfeller  
Honorable Kenneth Stiverson

Citizens of Marion County:

It is my pleasure to present Marion County's Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2012. The CAFR conforms to generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB). This report contains basic and supplemental financial statements and other financial and statistical information which provide a complete and full disclosure of all material financial aspects of Marion County. The responsibility for both the accuracy of the presented data and the complete, fair presentation, including all disclosures, rests with the County Auditor. The County has a framework of internal controls established to insure the accuracy of the presented data and the completeness and fairness of the presentation. Because the cost of internal controls should not exceed anticipated benefits, the controls provide reasonable assurance that the financial statements are free of any material misstatements. This report reflects the financial data that will enable the citizens of Marion County to gain a true understanding of Marion County's finances.

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

The State of Ohio Auditor's Office has issued an unqualified opinion on Marion County's financial statements for the year ended December 31, 2012. The Independent Accountants' Report is located at the front of the financial section of this report.

State law requires the County to file basic financial statements with the Auditor of State within one hundred fifty days after year end. This report fulfills that requirement.

## PROFILE OF MARION COUNTY

Formed by an Act of the Ohio General Assembly on May 1, 1824, the County was named for General Francis Marion of Revolutionary War fame. Marion County encompasses fifteen townships, seven villages, and one city; covers 409 square miles; and has an estimated population of 66,238 in 2012.

The County has only those powers conferred upon it by Ohio statutes. The elected three-member Board of County Commissioners functions as both the legislative and executive branch of the County. Each Commissioner serves a term of four years. In addition to the County Auditor, who serves as the chief fiscal officer, there are seven elected administrative officials, each of whom operates independently as set forth by Ohio law. These officials are the Treasurer, Recorder, Engineer, Clerk of Courts, Coroner, Prosecutor, and Sheriff. All of these officials serve four year terms. The Common Pleas Court Judges, the Family Court Judge, and the Juvenile/Probate Court Judge are elected on a county-wide basis to oversee the County's judicial system. Judges are elected to six year terms.

The financial statements in this report include the primary government, which is composed of all funds, departments, boards, and agencies that make up the County's legal entity and the component unit, which is a legally separate organization that is fiscally dependent on the County or for which the County is financially accountable. The County's discretely presented component unit, which has contractual agreements with the Marion County Board of Developmental Disabilities, is the Marion Area Retarded Children and Adults (MARCA) Industries.

The County is the fiscal agent, but the County is not financially accountable, for the Marion County Regional Planning Commission, Marion County Soil and Water Conservancy District, Marion County Board of Health, Local Emergency Planning Commission, Marion County Family and Children First, Crawford County Family and Children First, County Park District, DKMM Solid Waste District, Marion-Crawford Mental Health Board, and the Marion-Hardin Corrections Commission.

The County is located in Central Ohio abutting Crawford, Delaware, Hardin, Morrow, Union, and Wyandot counties. The County is well situated in the heart of a diverse region. It is approximately fifty miles north of the City of Columbus, ninety miles southeast of Toledo, and one hundred fifteen miles southwest of Cleveland.

The County's land use is broken down as follows:

	Percent of Assessed Valuation for Real Property
Residential	63.43%
Agricultural	12.10
Commercial/Industrial	17.41
Public Utility	6.94
Governmental	.12
	<u>100.00%</u>

There are a number of special districts and other governmental entities currently performing particular functions in the County. These include four fire districts, four park districts, and one conservancy district.

Banking and financial services are provided to the County area by offices of several commercial banks and savings and loans associations, two of which have their principal offices in the County.

One daily newspaper serves the County. The County is within the broadcast area of four television stations and three local AM and FM radio stations. Multi-channel cable television services, including educational, governmental, and public access channels are provided in the County's area by Time Warner Cable.

The Marion Campus of the Ohio State University and Marion Technical College are located within the County and provide a wide range of educational opportunities. There are ten other colleges and universities within a sixty-minute drive.



Marion General Hospital, located within the City of Marion, is licensed for two hundred forty-one beds and is the largest medical center within a forty-mile radius of the City.

There are numerous parks operated by municipalities and townships as well as a county-wide park district which focuses on providing continuing natural areas to the citizens. The focus of the parks is to continue to provide and/or improve our natural areas for the pleasure, education, and recreation of the Marion County citizens.

The County is known as the home of the 29th President of the United States, Warren G. Harding (1921-1923). The Harding Home and Museum and the Harding Memorial, located within the City of Marion, draw visitors from all over the country.

The main branch of the Marion Public Library with its 167,576 volumes and 27,287 audio-visual media is located in the City of Marion. The Library also has three branches located in other villages within the County.

Marion County is the home of the Marion Correctional Institution and the North Central Correctional Complex; two state correction facilities that provide jobs for seven hundred ninety-five persons. Both compounds are located on Marion Williamsport Road. The North Central Correctional Complex is operated by the Management and Training Corporation. Personnel employed with the complex are no longer State employees. The Multi-County Corrections Center, jointly operated by Marion and Hardin Counties, retains forty-eight employees and can also be found on Marion Williamsport Road.

Major railroads serving the County include CSX and Norfolk Southern. U.S. 23 runs through the County, along with twelve State highways which enable trucking companies to provide motor freight carrier service between the County and various points throughout the United States.

The Port Columbus International Airport is within a sixty minute drive from the County. Limited local air service is available nearby at Marion Municipal Airport, which is designed for general use.

The County maintains a bond rating of AA3 negative outlook with Moody's Investor Services.

The County has significant responsibilities in the areas of general government, administration of justice, road and bridge maintenance, health care, sanitation, public welfare, social services, and public assistance. The County also operates an enterprise fund, which is the Sewer District Fund.

The County negotiates with two bargaining units, the Fraternal Order of Police, Ohio Labor Council, Inc., whose agreement expires on June 30, 2014, for the Sheriff's department. The County also negotiates with the American Federation of State, County, and Municipal Employees Local 2694, whose agreement expired on February 19, 2013, for the County Engineer's department. The County Engineer's department has signed a new union agreement with no major changes to the agreement that expires on February 19, 2016. The remaining full-time County employees have not elected to join a bargaining unit.

### LOCAL ECONOMY

With the completion of the Northwest Connector Project, Marion has created a bypass that resolves the issue of U.S. 23 being on the east side of the city and Marion's industrial area being on the west side. This bypass will eliminate congested truck traffic in downtown Marion and created an industrial corridor that will allow for the growth of the Marion community.

The design phase has been started for the southern extension of University Drive to construct a new two lane roadway from State Route 95 at the current intersect of University Drive traveling south through the property that is owned by The Ohio State University to State Route 529. Marion County and The Ohio State University have both agreed that the southern extension of University Drive will not only benefit the traveling public, and the students and faculty, it will also improve the safety and access to The Ohio State University Branch of Marion. Marion County has hired American Structurepoint, Inc. as a consultant to complete the necessary design plans and studies for the completion of this project.

The County is constructing for the Elgin Local School District a wastewater lift station and force main to serve the new Elgin K-12 school. Design was completed by Floyd Browne Group and sent to the Ohio Environmental Protection Agency for approval. Vivitoe Construction, Inc. was awarded the construction of this project with a estimated completion date of summer 2013. Upon completion of the project, the assets will be transferred to the City of Marion.

Expansion was announced at the Marion Industrial Center and Marion Intermodal. An agreement between Schneider National, Inc. and CSX Transportation will double the amount of shipping going through the Marion Intermodal. With this expansion, trains carrying intermodal containers will be able to move back and forth between Marion Intermodal and sites along the eastern seaboard, adding to the intermodal traffic to and from points as far west as California and as far south as Mexico.

Construction is underway on an almost 9,500 square foot building by Robotics and Manufacturing Technology Education Collaborative (RAMTEC) located at Tri-Rivers Career Center. Tri-Rivers, in partnership with Marion Technical College and The Ohio State University at Marion, will offer advanced manufacturing involving the use of robotics, computer-aided machinery, and technology to improve products and processes. These programs will serve secondary, adult education, and college students, as well as employees from local and regional manufacturing businesses.

### LONG-TERM FINANCIAL PLANNING

Currently, the main objectives of the County are to continue to maintain the General Fund's cash balance and provide funding as needed for capital improvements. The main tool in reaching these goals is to help grow the retail tax base and thus increase the County's sales tax revenue, issue debt as necessary to fund needed improvements, and protect the County's bond rating of AA3.

The County Commissioners implemented a form of long-range financial planning by building a financial forecasting model. The County developed a five-year forecast that the County Commissioners will use each year with the budgetary process. The forecast provides a three-year historical perspective of actual revenues and expenditures along with five years of projected revenues and expenditures which were compiled using significant financial assumptions provided by the County Commissioners, individual office holders, and the County Budget Commission. The financial forecast was used by the County Commissioners in 2012 to set spending levels for all departments and agencies within the General Fund. Based on the forecast, the County Commissioners determined to bring staff levels and office hours back to 2011 levels in most departments.

During 2013, the County issued bonds to retire the notes issued for the construction of infrastructure related to the development of Legacy Crossing and Menards. These bonds are to be repaid with revenues derived from the tax incremental financing agreements. The County also issued bonds to retire the notes issued for the extension of University Drive to be repaid with revenues derived from the tax incremental financing agreements and the General Fund.

## RELEVANT FINANCIAL POLICIES

The County has a responsibility to its citizens to carefully account for public funds, to manage finances wisely, and to plan for the provision of services desired by the public. Sound financial policies are necessary to carry out that responsibility.

The County has established relevant financial policies for investments, capital assets, and the budget. The purpose of the investment policy is to provide for complete safety of the portfolio's principal value, assure adequate liquidity, and earn a market rate of return. The investment policy is reviewed annually for compliance and to assure the flexibility necessary to effectively manage the investment portfolio.

The goal of the capital assets inventory system and policy is to provide control and accountability over the County's capital assets and to assist departments in gathering and maintaining information needed for the preparation of the annual financial statements. The County recognizes the importance of preserving the community's capital assets and to ensure that future needs are met.

Finally, the budget policy is designed to provide conceptual standards for financial decision making, enhance consistency in financial decisions, and establish parameters for administration to use in directing the day-to-day financial affairs of the County. One-time or special purpose revenues will be used to finance capital projects or for expenditures required by the revenue and not to subsidize recurring personnel costs or other operating costs.

## MAJOR INITIATIVES

The Marion County Commissioners have awarded a contract to Quality Masonry of Marion to renovate the Courthouse elevator. The courthouse elevator is necessary for the safe and efficient transportation of criminal defendants and members of the public among various floors of the Courthouse and is in need of extensive repair and rehabilitation in order to perform its function.

Marion County, along with Collaborative Partners, has applied for a loan from the Ohio Department of Development Local Government Innovation Fund (LGIF) to consolidate three existing 911 dispatch centers to one location to serve all public safety agencies and residents within Marion County. There has been a general interest in merging these services but the costs to relocate and upgrade technology has been a stumbling block in the past. With this funding the consolidation can move forward to better service Marion County residents.

## AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to Marion County for its Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2011. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR that satisfies both generally accepted accounting principles and 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 it to the GFOA for their review.

The preparation of this report could not have been accomplished without the cooperation of every County department and agency. I am grateful to the County Commissioners for their continued support through adequate funding of the CAFR. Planning, coordinating, compiling and, finally, completing this report has been the responsibility of Deputy Auditor, Gina Beard. I gratefully acknowledge her contributions as well as those of the other members of the Auditor's staff, including Karen Rizer, Angela Smith, and Angela Claypool.

Respectfully submitted,

*Joan M. Kasotis*

Joan M. Kasotis  
Marion County Auditor

# MARION COUNTY, OHIO

Elected and Appointed Officials

December 31, 2012

## COMMISSIONERS

Dan Russell  
Paul Andrew Appelfeller  
Kenneth Stiverson

## AUDITOR

Joan M. Kasotis

## TREASURER

Janet Draper

## RECORDER

Karen Douglas

## COMMON PLEAS JUDGE/GENERAL DIVISION

William Finnegan

## COMMON PLEAS JUDGE/GENERAL DIVISION

Robert S. Davidson  
(term expired December 31, 2012)  
James Slagle  
(term started January 1, 2013)

## COMMON PLEAS JUDGE/FAMILY COURT DIVISION

Deborah A. Alspach

## JUVENILE AND PROBATE JUDGE

Robert D. Fragale

## ENGINEER

Bradley K. Irons

## CLERK OF COURTS

Julie M. Kagel

## CORONER

Marc Comianos M.D.

## PROSECUTOR

Brent Yager

## SHERIFF

Tim Bailey

## AGENCY AND DEPARTMENTS HEADS

### BOARD OF ELECTIONS

### SANITARY ENGINEER

### CHILDREN SERVICES

### JOB AND FAMILY SERVICES

### COMMUNITY MENTAL HEALTH

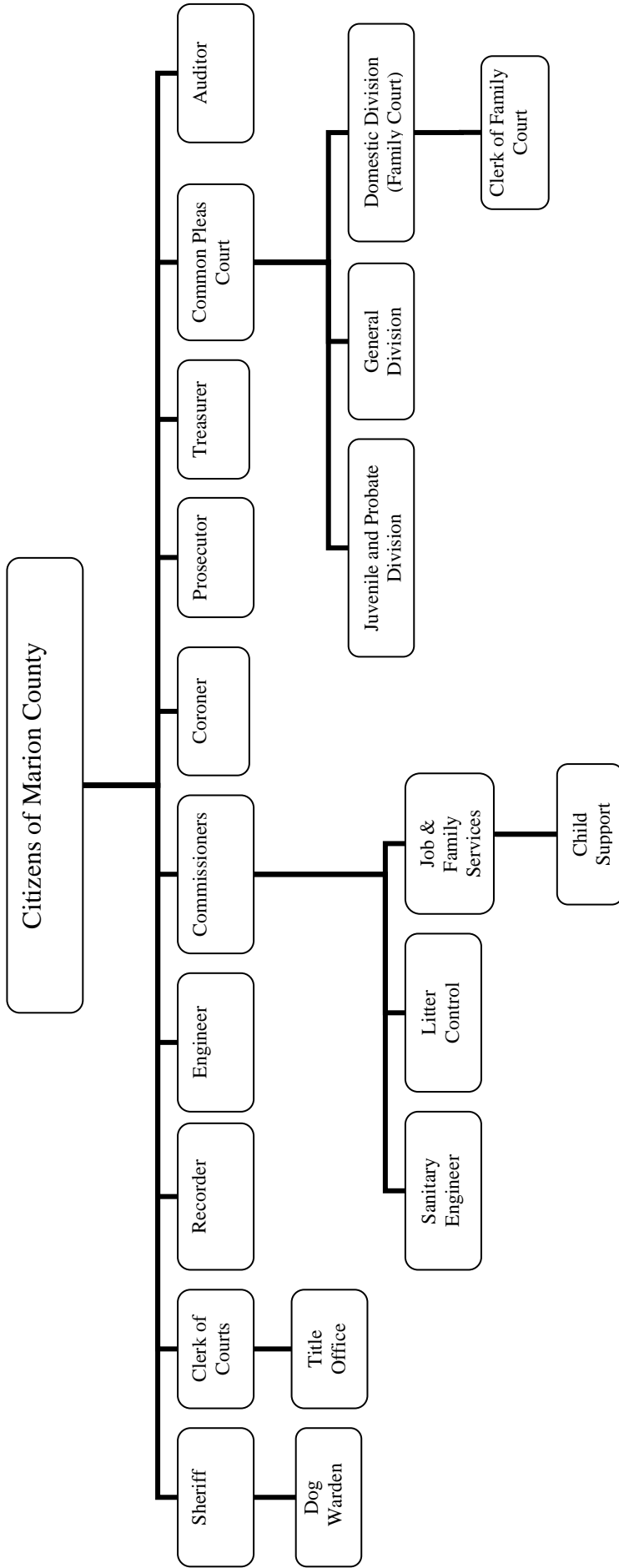
### DEVELOPMENTAL DISABILITIES

### LITTER CONTROL

### VETERANS SERVICE

David Little  
Roger L. Dietrich  
Jacqueline Ringer  
Roxane Somerlot  
Jody Demo-Hodgins  
Cheryl Plaster  
Angela Carbeta  
Richard Reish

MARION COUNTY, OHIO ORGANIZATIONAL CHART



OFFICES AND APPOINTED BOARDS

- BUDGET COMMISSION
- CHILDREN SERVICES BOARD
- BOARD OF REVISION
- BOARD OF ELECTIONS
- VETERANS SERVICE
- RECORDS COMMISSION
- BOARD OF ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH SERVICES
- BOARD OF DEVELOPMENTAL DISABILITIES

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Marion 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. Morrell*

President

*Jeffrey R. Enos*

Executive Director



**FINANCIAL  
SECTION**





# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Marion County  
222 West Center Street  
Marion, Ohio 43302

To the Board of County Commissioners:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Marion County, Ohio (the County), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the 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 MARCA Industries, Inc., the County's discretely presented component unit. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for MARCA Industries, Inc., is based on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the 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 MARCA Industries, Inc., 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 the 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 the 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.

### ***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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Marion 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, Job and Family Services, Motor Vehicle Gasoline Tax, Children Services, and Developmental Disabilities Funds thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### ***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 the 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 are not a required part of the basic financial statements.

The financial section's combining statements, 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.

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 27, 2013, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. 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 the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping initial "D".

**Dave Yost**  
Auditor of State

Columbus, Ohio

June 27, 2013

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**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012  
Unaudited

The discussion and analysis of Marion 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 Marion County's financial position.

The statement of net position and the statement of activities provide information about the activities of the County as a whole, presenting both an aggregate and a longer-term view of the County.

Fund financial statements provide a greater level of detail. For governmental funds, these statements tell how services were financed in the short-term and what remains for future spending. Fund financial statements report the County's most significant funds individually and the County's non-major funds in a single column. The County's major funds are the General, Job and Family Services, Motor Vehicle Gasoline Tax, Children Services, Developmental Disabilities, and Sewer District funds.

**REPORTING THE COUNTY AS A WHOLE**

The statement of net position and the statement of activities reflect how the County did financially during 2012. These statements include all assets and liabilities using the accrual basis of accounting similar to the basis used by most private-sector companies. This basis of accounting considers all of the current year's revenues and expenses regardless of when cash is received or paid.

These statements report the County's net position and changes in net position. This change in net position is important because it tells the reader whether the financial position of the County as a whole has increased or decreased from the prior year. Over time, these increases and/or decreases are one indicator of whether the financial position is improving or deteriorating. Causes for these changes may be the result of many factors, some financial, some not. Non-financial factors can include changes in the County's property tax base and the condition of the County's capital assets. These factors must be considered when assessing the overall health of the County.

In the statement of net position and the statement of activities, the County is divided into two types 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. These services are primarily funded by property and sales taxes and from intergovernmental revenues, including federal and state grants and other shared revenues.
- Business-Type Activity - This service is provided on a charge for services basis and is intended to recover all or most of the costs of the service provided. The County's sanitary sewer operations are reported here.

**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012  
Unaudited

**REPORTING THE COUNTY'S MOST SIGNIFICANT FUNDS**

Fund financial statements provide detailed information about the County's major funds, the General, Job and Family Services, Motor Vehicle Gasoline Tax, Children Services, Developmental Disabilities, and Sewer District funds. While the County uses many funds to account for its financial transactions, these are the most significant.

Governmental Funds - The County's governmental funds are used to account for essentially the same programs reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds and focus on how money flows into and out of the funds as well as the balances available for spending at year end. 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 government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the government-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 help make 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 the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Enterprise Fund - The County's enterprise fund uses the accrual basis of accounting, the same as that used for the business-type activity on the government-wide financial statements.

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 government-wide financial statements because the resources from these funds are not available to support the County's programs. These funds also use the accrual basis of accounting.

**MARION 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 for 2012 and 2011.

Table 1  
Net Assets

	Governmental Activities		Business-Type Activity		Total	
	2012	2011	2012	2011	2012	2011
<u>Assets</u>						
Current and Other Assets	\$43,151,454	\$42,035,891	\$3,618,193	\$3,521,092	\$46,769,647	\$45,556,983
Capital Assets, Net	75,322,096	72,402,223	7,636,383	7,523,891	82,958,479	79,926,114
Total Assets	118,473,550	114,438,114	11,254,576	11,044,983	129,728,126	125,483,097
<u>Deferred Outflows of Resources</u>						
	330,925	351,601	0	0	330,925	351,601
<u>Liabilities</u>						
Current and Other Liabilities	2,881,886	4,874,738	104,788	65,804	2,986,674	4,940,542
Long-Term Liabilities	13,820,319	12,757,702	2,030,000	2,160,068	15,850,319	14,917,770
Total Liabilities	16,702,205	17,632,440	2,134,788	2,225,872	18,836,993	19,858,312
<u>Deferred Inflows of Resources</u>						
	7,255,703	7,260,456	0	0	7,255,703	7,260,456
<u>Net Position</u>						
Net Investment in Capital Assets	66,569,556	63,522,762	5,644,194	5,444,565	72,213,750	68,967,327
Restricted	25,653,314	25,789,516	0	0	25,653,314	25,789,516
Unrestricted	2,623,697	584,541	3,475,594	3,374,546	6,099,291	3,959,087
Total Net Position	\$94,846,567	\$89,896,819	\$9,119,788	\$8,819,111	\$103,966,355	\$98,715,930

Total net position for governmental activities increased 6 percent from the prior year. Net capital assets increased 4 percent principally from the completion of the Northwest Connector road and bridge project. A similar increase is reflected in net investment in capital assets. The change in current and other liabilities and long-term liabilities is due to changing some short-term obligations into long-term financing. Unrestricted net position increased from cost savings efforts implemented in 2012.

Business-type activities changed very little from the prior year.

**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012  
Unaudited

Table 2 reflects the change in net position for 2012 and 2011.

Table 2  
Change in Net Position

	Governmental Activities		Business-Type Activity		Total	
	2012	2011	2012	2011	2012	2011
<u>Revenues</u>						
Program Revenues						
Charges for Services	\$4,941,027	\$5,323,619	\$1,073,505	\$1,040,801	\$6,014,532	\$6,364,420
Operating Grants, Contributions, and Interest	18,293,754	19,044,052	0	0	18,293,754	19,044,052
Capital Grants, Contributions and Interest	3,275,614	4,588,222	502,958	104,264	3,778,572	4,692,486
<b>Total Program Revenues</b>	<b>26,510,395</b>	<b>28,955,893</b>	<b>1,576,463</b>	<b>1,145,065</b>	<b>28,086,858</b>	<b>30,100,958</b>
General Revenues						
Property Taxes	6,578,778	6,594,254	0	0	6,578,778	6,594,254
Payment in Lieu of Taxes	422,570	386,197	0	0	422,570	386,197
Sales Taxes	8,438,891	7,909,112	0	0	8,438,891	7,909,112
Grants and Entitlements	1,479,036	1,616,108	0	0	1,479,036	1,616,108
Interest	195,865	270,512	1,686	2,012	197,551	272,524
Other	2,228,875	2,164,945	3,817	1,794	2,232,692	2,166,739
<b>Total General Revenues</b>	<b>19,344,015</b>	<b>18,941,128</b>	<b>5,503</b>	<b>3,806</b>	<b>19,349,518</b>	<b>18,944,934</b>
<b>Total Revenues</b>	<b>45,854,410</b>	<b>47,897,021</b>	<b>1,581,966</b>	<b>1,148,871</b>	<b>47,436,376</b>	<b>49,045,892</b>
<u>Program Expenses</u>						
General Government						
Legislative and Executive	5,954,475	6,327,585	0	0	5,954,475	6,327,585
Intergovernmental	189,934	212,793	0	0	189,934	212,793
Judicial	2,292,198	2,715,638	0	0	2,292,198	2,715,638
Public Safety	8,571,222	10,223,590	0	0	8,571,222	10,223,590
Intergovernmental	0	3,600	0	0	0	3,600
Public Works	5,342,221	4,170,011	0	0	5,342,221	4,170,011
Health	7,503,479	7,261,710	0	0	7,503,479	7,261,710
Intergovernmental	0	11,530	0	0	0	11,530
Human Services	10,211,235	10,031,512	0	0	10,211,235	10,031,512
Economic Development						
Intergovernmental	125,126	159,990	0	0	125,126	159,990
Conservation and Recreation	18,583	8,984	0	0	18,583	8,984
Intergovernmental	60,000	140,000	0	0	60,000	140,000
Interest and Fiscal Charges	636,189	517,964	0	0	636,189	517,964
Sewer District	0	0	1,281,289	1,253,590	1,281,289	1,253,590
<b>Total Expenses</b>	<b>40,904,662</b>	<b>41,784,907</b>	<b>1,281,289</b>	<b>1,253,590</b>	<b>42,185,951</b>	<b>43,038,497</b>

(continued)



**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012  
Unaudited

Table 2  
Change in Net Position  
(continued)

	Governmental Activities		Business-Type Activity		Total	
	2012	2011	2012	2011	2012	2011
Change in Net Position	\$4,949,748	\$6,112,114	\$300,677	(\$104,719)	\$5,250,425	\$6,007,395
Net Position at Beginning of Year	89,896,819	83,784,705	8,819,111	8,923,830	98,715,930	92,708,535
Net Position at End of Year	\$94,846,567	\$89,896,819	\$9,119,788	\$8,819,111	\$103,966,355	\$98,715,930

For governmental activities, there were significant decreases in program revenues. Charges for services decreased due to fewer special assessments for ditch projects and sheriff charges for services to surrounding local governments resulting from a cut of public safety personnel in 2012. Decreases in operating grants, contributions, and interest were due to reductions of available grants for children services and developmental disabilities programs. State funding cuts also reduced resources available for the emergency management agency and family court. The decrease in capital grants, contributions, and interest relates to the completion of the Northwest Connector project. Overall, general revenues did not change significantly. The most significant change was the increase in sales tax revenues. The County Commissioners imposed an additional .5 percent sales tax that began collection on October 1, 2011. Although the voters repealed the additional sales tax, the County collected in 2012, according to State statute, six months of this additional tax.

The County experienced an overall decrease in expenses. In an effort to cut costs for 2012, the County implemented a plan to cut employees in the Sheriff's department, the County Commissioners' office, and the County Recorder's office. The County Office building hours were cut by closing on Fridays at twelve-thirty. The reduction of hours affected the legislative and executive, judicial, and public safety programs. Expenses within the public works program increased from ditch construction, community improvement projects, and road repairs.

For the business-type activity, capital grants, contributions, and interest increased from funding for the engineering of a lift station. There was little change in expenses.

Table 3 indicates the total cost of services and the net cost of services for governmental activities. 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		Net Cost of Services	
	2012	2011	2012	2011
General Government				
Legislative and Executive	\$5,954,475	\$6,327,585	\$3,522,995	\$4,088,114
Intergovernmental	189,934	212,793	189,934	212,793
Judicial	2,292,198	2,715,638	958,148	1,224,108

(continued)

**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012  
Unaudited

Table 3  
Governmental Activities  
(continued)

	Total Cost of Services		Net Cost of Services	
	2012	2011	2012	2011
Public Safety	\$8,571,222	\$10,223,590	\$5,009,430	\$6,568,423
Intergovernmental	0	3,600	0	3,600
Public Works	5,342,221	4,170,011	(2,759,757)	(5,462,528)
Health	7,503,479	7,261,710	4,284,171	3,324,235
Intergovernmental	0	11,530	0	11,530
Human Services	10,211,235	10,031,512	2,349,448	2,032,445
Economic Development	0	0	0	0
Intergovernmental	125,126	159,990	125,126	159,990
Conservation and Recreation	18,583	8,984	18,583	8,340
Intergovernmental	60,000	140,000	60,000	140,000
Interest and Fiscal Charges	636,189	517,964	636,189	517,964
Total Expenses	\$40,904,662	\$41,784,907	\$14,394,267	\$12,829,014

For 2012, 35 percent of the costs for services provided by the County were paid for by general revenues, which remain relatively consistent with general revenue support in prior years. A review of the above table demonstrates that program revenues contributed significantly to several programs. Costs for both the legislative and executive and judicial programs were well supported through charges for services, 39 and 50 percent, respectively (for example charges for property tax transfers, real estate assessments, and document recording fees in the legislative and executive program and various court filing and administrative fees in the judicial program). During 2012, the public works program was fully funded through program revenues. Public works expenses are provided for through operating and capital grants. Generally, the remainder of public works costs is provided for through charges for services. The health and human services programs continue to be largely funded through various grants and entitlements restricted to providing programs for various at risk individuals.

**GOVERNMENTAL FUNDS FINANCIAL ANALYSIS**

The County's major governmental funds are the General, Job and Family Services, Motor Vehicle Gasoline Tax, Children Services, and Developmental Disabilities funds. Fund balance in the General Fund increased 106 percent. Revenues increased 11 percent due primarily to an increase in sales taxes. Expenditures decreased by 15 percent from the elimination of personnel or the transfer of personnel costs to other funds, along with a reduction of working hours.

Fund balance in the Job and Family Services Fund decreased by 26 percent. Revenues remained similar to the prior year; however, expenditures increased by 9 percent. Changes in regulations allowed the department to provide gasoline cards to newly hired clients, to provide a summer youth program through Goodwill, and to allocate more to child support enforcement to sustain their operations.

**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
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Fund balance in the Motor Vehicle Gasoline Tax Fund increased 33 percent. Revenues were similar to the prior year. Expenditures decreased due to five employees on extended leave for work-related injuries, a decrease in the amount the County paid into employee health savings accounts, a reduction in the purchase of salt from the carryover tonnage purchased in 2011, and a decrease in asphalt materials purchased for road maintenance projects.

Fund balance in the Children Services Fund and the Developmental Disabilities Fund did not change significantly.

**BUSINESS-TYPE ACTIVITY FINANCIAL ANALYSIS**

The County's enterprise fund is the Sewer District Fund. In 2012, net position had a modest 3 percent increase.

**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 and such other budgetary documents as are required by State statute, including the annual appropriations resolution which is effective the first day of January. The County's most significant budgeted fund is the General Fund. Revenues increased 9 percent from the original budget to final budget principally from an increase in sales tax estimates. Revenues did not change significantly from the final budget to actual revenues. Changes in appropriations from the original budget to the final budget were not significant. Actual expenditures were lower than the final budget by 5 percent and primarily related to fringe benefits within the legislative and executive program.

**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 \$66,569,556 and \$5,644,194, respectively (net of accumulated depreciation and related debt). This investment in capital assets includes land; land improvements; buildings; improvements other than buildings; roads, bridges, culverts, and traffic signals; machinery and equipment; vehicles; and sewer lines. The primary additions for government activities included construction in progress and road and bridge improvements. Disposals were not significant. For the business-type activity, additions consisted of the construction of sewer lines and a lift station. Additional information regarding the County's capital assets can be found in Note 11 to the basic financial statements.

At December 31, 2012, the County's outstanding debt included \$3,590,000 in bond anticipation notes, \$10,448,035 in general obligation bonds, and \$319,690 in Issue II loans. Of this amount, \$1,992,189 will be repaid from the business-type activity.

In addition to the debt outlined above, the County's long-term obligations also included compensated absences. Additional information regarding the County's long-term obligations can be found in Note 18 to the basic financial statements.

**MARION COUNTY, OHIO**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012  
Unaudited

**CURRENT ISSUES**

For 2013, the increase in the General Fund budget allowed the County Commissioners to restore staffing to pre-2012 levels.

The County has started the second phase of the University Drive project that extends the southern portion of University Drive by constructing a new two lane roadway from State Route 95 at the current intersect of University Drive traveling south through the property that is owned by The Ohio State University to State Route 529. Funding for engineering will be paid from the Motor Vehicle Gasoline Tax special revenue fund. The construction will be paid from the resources remaining from the Northwest Intercept project and \$1 million in grants from the Ohio Department of Transportation.

On April 24, 2013, the County issued various purpose general obligation bonds, in the amount of \$3,540,000, to retire notes previously issued to construct infrastructure for Legacy Crossing, Menards, and University Drive. The majority of the bonds will be repaid using revenues from tax incremental financing agreements, with a small portion to be paid by the General Fund. The bonds have an interest rate ranging from .6 to 3.5 percent and will mature on December 1, 2035.

**REQUEST FOR INFORMATION**

This financial report is designed to provide a general overview of the County's finances for all those interested in our County's financial well being. Questions concerning any of the information provided in this report or requests for additional information should be directed to Joan M. Kasotis, Marion County Auditor, 222 West Center Street, Marion, Ohio 43302.

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**Marion County, Ohio**  
Statement of Net Position  
Primary Government as of December 31, 2012  
Component Unit as of June 30, 2012

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activity	Total	Marca Industries
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$25,282,906	\$3,354,488	\$28,637,394	\$0
Cash and Cash Equivalents in Segregated Accounts	10,978	0	10,978	28,245
Cash and Cash Equivalents with Fiscal Agent	533,176	0	533,176	2,945
Investments in Segregated Accounts	0	0	0	36,835
Accounts Receivable	647,632	262,774	910,406	51,660
Sales Taxes Receivable	2,027,090	0	2,027,090	0
Accrued Interest Receivable	78,882	0	78,882	0
Due from Other Governments	5,717,702	0	5,717,702	0
Internal Balances	(931)	931	0	0
Due from External Party	6,259	0	6,259	0
Due from Primary Government	0	0	0	1,996
Prepaid Items	645,884	0	645,884	4,053
Materials and Supplies Inventory	0	0	0	5,447
Property Taxes Receivable	7,612,896	0	7,612,896	0
Payment in Lieu of Taxes Receivable	463,270	0	463,270	0
Loans Receivable	31,963	0	31,963	0
Special Assessments Receivable	93,747	0	93,747	0
Workers' Compensation Deposit	0	0	0	1,000
Nondepreciable Capital Assets	13,357,210	650,674	14,007,884	0
Depreciable Capital Assets, Net	61,964,886	6,985,709	68,950,595	48,877
<b>Total Assets</b>	<b>118,473,550</b>	<b>11,254,576</b>	<b>129,728,126</b>	<b>181,058</b>
<b><u>Deferred Outflows of Resources</u></b>				
Deferred Charge on Refunding	330,925	0	330,925	0
<b><u>Liabilities</u></b>				
Accrued Wages Payable	696,298	15,558	711,856	44,846
Accounts Payable	600,298	26,133	626,431	22,885
Contracts Payable	1,042,504	31,226	1,073,730	0
Retainage Payable	38,132	16,428	54,560	0
Matured Compensated Absences Payable	57,546	0	57,546	0
Due to Other Governments	277,426	9,218	286,644	0
Due to External Party	3,424	0	3,424	0
Due to Component Unit	1,996	0	1,996	0
Deposits Held and Due to Others	0	0	0	2,945
Claims Payable	33,809	0	33,809	0
Accrued Interest Payable	60,453	6,225	66,678	0
Notes Payable	70,000	0	70,000	0
Line of Credit Payable	0	0	0	13,750
Long-Term Liabilities				
Due Within One Year	4,358,937	178,975	4,537,912	9,991
Due in More Than One Year	9,461,382	1,851,025	11,312,407	28,361
<b>Total Liabilities</b>	<b>16,702,205</b>	<b>2,134,788</b>	<b>18,836,993</b>	<b>122,778</b>
<b><u>Deferred Inflows of Resources</u></b>				
Property Taxes	6,792,433	0	6,792,433	0
Payment in Lieu of Taxes	463,270	0	463,270	0
<b>Total Deferred Inflows of Resources</b>	<b>7,255,703</b>	<b>0</b>	<b>7,255,703</b>	<b>0</b>

(continued)

**Marion County, Ohio**  
Statement of Net Position (continued)  
Primary Government as of December 31, 2012  
Component Unit as of June 30, 2012

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activity	Total	Marca Industries
<b><u>Net Position</u></b>				
Net Investment in Capital Assets	\$66,569,556	\$5,644,194	\$72,213,750	\$10,525
Restricted for:				
Debt Service	18,918	0	18,918	0
Capital Projects	2,923,293	0	2,923,293	0
Public Safety	1,677,533	0	1,677,533	0
Public Works	3,717,509	0	3,717,509	0
Health	8,436,181	0	8,436,181	0
Human Services	7,268,256	0	7,268,256	0
Other Purposes	1,611,624	0	1,611,624	0
Unrestricted	2,623,697	3,475,594	6,099,291	47,755
Total Net Position	\$94,846,567	\$9,119,788	\$103,966,355	\$58,280

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Activities  
Primary Government For the Year Ended December 31, 2012  
Component Unit For the Year Ended June 30, 2012

	Program Revenues			
	Expenses	Charges for Services	Operating Grants, Contributions, and Interest	Capital Grants, Contributions, and Interest
<b><u>Governmental Activities</u></b>				
General Government				
Legislative and Executive	\$5,954,475	\$2,347,777	\$83,703	\$0
Intergovernmental	189,934	0	0	0
Judicial	2,292,198	1,139,011	195,039	0
Public Safety	8,571,222	870,456	2,691,336	0
Public Works	5,342,221	209,240	4,695,296	3,197,442
Health	7,503,479	167,859	2,973,277	78,172
Human Services	10,211,235	206,684	7,655,103	0
Economic Development				
Intergovernmental	125,126	0	0	0
Conservation and Recreation				
Intergovernmental	60,000	0	0	0
Interest and Fiscal Charges	636,189	0	0	0
Total Governmental Activities	40,904,662	4,941,027	18,293,754	3,275,614
<b><u>Business-Type Activity</u></b>				
Sewer District	1,281,289	1,073,505	0	502,958
Total Primary Government	\$42,185,951	\$6,014,532	\$18,293,754	\$3,778,572
<b><u>Component Unit</u></b>				
Marca Industries	\$761,488	\$562,295	\$90,595	\$0

**General Revenues**

Property Taxes Levied for  
  General Operating  
  Health-Developmental Disabilities  
  Health-Marca Capital  
  Human Services-Children Services  
  Human Services-Senior Services  
Payment in Lieu of Taxes  
Sales Taxes  
Grants and Entitlements not Restricted to Other Programs  
Interest  
Other  
  
Total General Revenues  
  
Change in Net Position  
  
Net Position at Beginning of Year  
  
Net Position at End of Year

See accompanying notes to the basic financial statements



Net (Expense) Revenue and Change in Net Position

<u>Primary Government</u>			<u>Component Unit</u>
<u>Governmental Activities</u>	<u>Business-Type Activity</u>	<u>Total</u>	<u>Marca Industries</u>
(\$3,522,995)	\$0	(\$3,522,995)	\$0
(189,934)	0	(189,934)	0
(958,148)	0	(958,148)	0
(5,009,430)	0	(5,009,430)	0
2,759,757	0	2,759,757	0
(4,284,171)	0	(4,284,171)	0
(2,349,448)	0	(2,349,448)	0
(125,126)	0	(125,126)	0
(18,583)	0	(18,583)	0
(60,000)	0	(60,000)	0
(636,189)	0	(636,189)	0
(14,394,267)	0	(14,394,267)	0
0	295,174	295,174	0
(14,394,267)	295,174	(14,099,093)	0
0	0	0	(108,598)
2,064,496	0	2,064,496	0
2,494,106	0	2,494,106	0
260,515	0	260,515	0
1,105,118	0	1,105,118	0
654,543	0	654,543	0
422,570	0	422,570	0
8,438,891	0	8,438,891	0
1,479,036	0	1,479,036	0
195,865	1,686	197,551	1,059
2,228,875	3,817	2,232,692	27,092
19,344,015	5,503	19,349,518	28,151
4,949,748	300,677	5,250,425	(80,447)
89,896,819	8,819,111	98,715,930	138,727
<u>\$94,846,567</u>	<u>\$9,119,788</u>	<u>\$103,966,355</u>	<u>\$58,280</u>

**Marion County, Ohio**

Balance Sheet

**Governmental Funds**

December 31, 2012

	<u>General</u>	<u>Job and Family Services</u>	<u>Motor Vehicle Gasoline Tax</u>
<b><u>Assets</u></b>			
Equity in Pooled Cash and Cash Equivalents	\$3,918,417	\$936,306	\$1,880,192
Cash and Cash Equivalents in Segregated Accounts	0	0	0
Cash and Cash Equivalents with Fiscal Agent	0	0	0
Accounts Receivable	4,727	0	0
Sales Taxes Receivable	2,027,090	0	0
Accrued Interest Receivable	78,882	0	0
Due from Other Governments	973,993	113,454	1,878,346
Interfund Receivable	579,590	0	0
Due from External Party	9	0	0
Prepaid Items	0	0	0
Restricted Assets			
Equity in Pooled Cash and Cash Equivalents	159,821	0	0
Property Taxes Receivable	2,404,014	0	0
Payment in Lieu of Taxes Receivable	0	0	0
Loans Receivable	0	0	0
Special Assessments Receivable	0	0	0
	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$10,146,543</u>	<u>\$1,049,760</u>	<u>\$3,758,538</u>
<b><u>Liabilities</u></b>			
Accrued Wages Payable	\$228,812	\$91,122	\$67,067
Accounts Payable	149,544	52,554	62,481
Contracts Payable	0	0	112,393
Retainage Payable	0	0	0
Matured Compensated Absences Payable	37,245	0	10,092
Due to Other Governments	58,354	107,401	10,291
Interfund Payable	579	149	0
Due to External Party	0	0	0
Due to Component Unit	0	135	0
Claims Payable	33,809	0	0
Accrued Interest Payable	0	0	0
Notes Payable	0	0	0
	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>508,343</u>	<u>251,361</u>	<u>262,324</u>
<b><u>Deferred Inflows of Resources</u></b>			
Property Taxes	2,134,367	0	0
Payment in Lieu of Taxes	0	0	0
Unavailable Revenue	2,435,884	0	1,560,322
	<hr/>	<hr/>	<hr/>
Total Deferred Inflows of Resources	<u>4,570,251</u>	<u>0</u>	<u>1,560,322</u>
<b><u>Fund Balances</u></b>			
Nonspendable	658,610	0	0
Restricted	0	798,399	1,935,892
Assigned	260,444	0	0
Unassigned (Deficit)	4,148,895	0	0
	<hr/>	<hr/>	<hr/>
Total Fund Balances	<u>5,067,949</u>	<u>798,399</u>	<u>1,935,892</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$10,146,543</u>	<u>\$1,049,760</u>	<u>\$3,758,538</u>

See accompanying notes to the basic financial statements

Children Services	Developmental Disabilities	Other Governmental	Total Governmental Funds
\$4,620,542	\$6,567,547	\$7,200,081	\$25,123,085
10,600	0	378	10,978
0	533,176	0	533,176
925	2,507	639,473	647,632
0	0	0	2,027,090
0	0	0	78,882
768,492	669,826	1,313,591	5,717,702
0	0	352,357	931,947
0	0	6,250	6,259
0	645,884	0	645,884
0	0	0	159,821
1,274,486	2,878,033	1,056,363	7,612,896
0	0	463,270	463,270
0	0	31,963	31,963
0	0	93,747	93,747
<u>\$6,675,045</u>	<u>\$11,296,973</u>	<u>\$11,157,473</u>	<u>\$44,084,332</u>
\$74,610	\$131,449	\$103,238	\$696,298
77,106	115,325	143,288	600,298
0	0	930,111	1,042,504
0	0	38,132	38,132
0	0	10,209	57,546
12,697	63,959	24,724	277,426
3,036	0	929,114	932,878
0	0	3,424	3,424
0	1,861	0	1,996
0	0	0	33,809
0	0	6,799	6,799
0	0	70,000	70,000
<u>167,449</u>	<u>312,594</u>	<u>2,259,039</u>	<u>3,761,110</u>
1,142,672	2,574,173	941,221	6,792,433
0	0	463,270	463,270
<u>807,221</u>	<u>836,029</u>	<u>860,933</u>	<u>6,500,389</u>
<u>1,949,893</u>	<u>3,410,202</u>	<u>2,265,424</u>	<u>13,756,092</u>
0	645,884	325,999	1,630,493
4,557,703	6,928,293	6,696,581	20,916,868
0	0	52,716	313,160
0	0	(442,286)	3,706,609
<u>4,557,703</u>	<u>7,574,177</u>	<u>6,633,010</u>	<u>26,567,130</u>
<u>\$6,675,045</u>	<u>\$11,296,973</u>	<u>\$11,157,473</u>	<u>\$44,084,332</u>

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**Marion County, Ohio**  
 Reconciliation of Total Governmental Fund Balances  
 to Net Position of Governmental Activities  
 December 31, 2012

Total Governmental Fund Balances \$26,567,130

**Amounts reported for governmental activities on the statement of net position are different because of the following:**

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 75,322,096

Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds:

Accounts Receivable	1,201	
Sales Taxes Receivable	1,436,225	
Accrued Interest Receivable	49,388	
Due from Other Governments	4,094,331	
Interfund Receivable	5,621	
Property Taxes Receivable	820,463	
Special Assessments Receivable	93,160	
		6,500,389

Deferred outflows of resources include deferred charges on refundings which do not provide current financial resources and, therefore, are not reported in the funds. 330,925

Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds:

Accrued Interest Payable	(53,654)	
Notes Payable	(3,520,000)	
General Obligation Bonds Payable	(8,668,035)	
Issue II Loans Payable	(107,501)	
Compensated Absences Payable	(1,524,783)	
		(13,873,973)

Net Position of Governmental Activities \$94,846,567

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
**Governmental Funds**  
For the Year Ended December 31, 2012

	General	Job and Family Services	Motor Vehicle Gasoline Tax
<b><u>Revenues</u></b>			
Property Taxes	\$2,055,829	\$0	\$0
Payment in Lieu of Taxes	0	0	0
Sales Taxes	9,065,121	0	0
Special Assessments	0	0	0
Charges for Services	2,852,859	162,525	71,409
Licenses and Permits	3,268	0	0
Fines and Forfeitures	186,928	0	10,918
Intergovernmental	1,785,145	4,271,971	4,226,301
Interest	216,658	0	645
Other	471,371	5,204	239,563
Total Revenues	<u>16,637,179</u>	<u>4,439,700</u>	<u>4,548,836</u>
<b><u>Expenditures</u></b>			
Current			
General Government			
Legislative and Executive	4,483,474	0	0
Intergovernmental	0	0	0
Judicial	1,859,693	0	0
Public Safety	5,885,220	0	0
Public Works	35,461	0	4,016,023
Health	213,860	0	0
Human Services	304,534	4,959,560	0
Economic Development			
Intergovernmental	125,126	0	0
Conservation and Recreation			
Intergovernmental	60,000	0	0
Capital Outlay	0	0	0
Debt Service			
Principal Retirement	0	0	0
Current Refunding	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	<u>12,967,368</u>	<u>4,959,560</u>	<u>4,016,023</u>
Excess of Revenues Over (Under) Expenditures	<u>3,669,811</u>	<u>(519,860)</u>	<u>532,813</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Sale of Capital Assets	32,431	0	0
Notes Issued	0	0	0
Current Refunding	0	0	0
Transfers - In	40,824	242,027	0
Transfers - Out	(1,131,375)	0	(52,676)
Total Other Financing Sources (Uses)	<u>(1,058,120)</u>	<u>242,027</u>	<u>(52,676)</u>
Changes in Fund Balances	2,611,691	(277,833)	480,137
Fund Balances at Beginning of Year	<u>2,456,258</u>	<u>1,076,232</u>	<u>1,455,755</u>
Fund Balances at End of Year	<u><u>\$5,067,949</u></u>	<u><u>\$798,399</u></u>	<u><u>\$1,935,892</u></u>

See accompanying notes to the basic financial statements

Children Services	Developmental Disabilities	Other Governmental	Total Governmental Funds
\$1,100,524	\$2,483,398	\$911,020	\$6,550,771
0	0	422,570	422,570
0	0	0	9,065,121
0	0	102,885	102,885
44,159	0	1,201,521	4,332,473
0	0	143,632	146,900
0	0	202,818	400,664
1,820,353	3,087,974	8,330,757	23,522,501
0	0	1,561	218,864
143,386	1,142,473	296,093	2,298,090
<u>3,108,422</u>	<u>6,713,845</u>	<u>11,612,857</u>	<u>47,060,839</u>
0	0	1,010,119	5,493,593
0	0	189,934	189,934
0	0	396,546	2,256,239
0	0	2,418,596	8,303,816
0	0	756,781	4,808,265
0	6,959,441	195,342	7,368,643
3,097,173	0	1,757,866	10,119,133
0	0	0	125,126
0	0		60,000
0	0	4,565,806	4,565,806
0	0	360,811	360,811
0	0	70,000	70,000
0	0	503,719	503,719
<u>3,097,173</u>	<u>6,959,441</u>	<u>12,225,520</u>	<u>44,225,085</u>
<u>11,249</u>	<u>(245,596)</u>	<u>(612,663)</u>	<u>2,835,754</u>
0	0	0	32,431
0	0	3,520,000	3,520,000
0	0	(2,000,000)	(2,000,000)
0	0	959,649	1,242,500
0	0	(58,449)	(1,242,500)
<u>0</u>	<u>0</u>	<u>2,421,200</u>	<u>1,552,431</u>
11,249	(245,596)	1,808,537	4,388,185
4,546,454	7,819,773	4,824,473	22,178,945
<u>\$4,557,703</u>	<u>\$7,574,177</u>	<u>\$6,633,010</u>	<u>\$26,567,130</u>

**Marion County, Ohio**  
 Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances  
 of Governmental Funds to Statement of Activities  
 For the Year Ended December 31, 2012

Changes in Fund Balances - Total Governmental Funds \$4,388,185

**Amounts reported for governmental activities on the statement of activities are different because of the following:**

Governmental funds report capital outlays as expenditures. However, on 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 exceeded depreciation in the current year:

Capital Outlay - Nondepreciable Capital Assets	4,970,137	
Capital Outlay - Depreciable Capital Assets	834,431	
Depreciation	<u>(2,723,878)</u>	3,080,690

The book value of capital assets is removed from the capital asset account on the statement of net position when disposed of resulting in a loss on disposal of capital assets on the statement of activities.

Sale of Capital Assets	(32,431)	
Loss on Disposal of Capital Assets	<u>(128,386)</u>	(160,817)

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

Property Taxes	28,007	
Sales Taxes	(626,230)	
Special Assessments	21,543	
Charges for Services	(63,438)	
Intergovernmental	(538,147)	
Interest	(20,206)	
Other	<u>(7,958)</u>	(1,206,429)

Repayment of principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities on the statement of net position.

Notes Payable	2,070,000	
General Obligation Bonds Payable	355,000	
Issue II Loans Payable	<u>5,811</u>	2,430,811

Debt proceeds are other financing sources in the governmental funds but the issuance increases long-term liabilities on the statement of net position. (3,520,000)

Interest is reported as an expenditure when due in the governmental funds but is accrued on outstanding debt on the statement of net position. Premiums are reported as revenues when the debt is first issued; however, these amounts are deferred and amortized on the statement of activities. Accounting losses are amortized over the life of the life of the debt on the statement of activities.

Accrued Interest Payable	(113,943)	
Amortization of Premium	2,152	
Amortization of Deferred Charge on Refunding	<u>(20,679)</u>	(132,470)

Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Claims Payable	45,355	
Compensated Absences Payable	<u>24,423</u>	69,778

Change in Net Position of Governmental Activities \$4,949,748

See accompanying notes to the basic financial statements



**Marion County, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b><u>Revenues</u></b>				
Property Taxes	\$2,065,700	\$2,065,700	\$2,038,608	(\$27,092)
Sales Taxes	8,221,000	9,301,826	9,331,141	29,315
Charges for Services	2,876,765	2,938,886	2,832,683	(106,203)
Licenses and Permits	3,000	3,000	3,243	243
Fines and Forfeitures	236,000	236,000	193,255	(42,745)
Intergovernmental	1,483,434	1,671,446	1,690,808	19,362
Interest	209,000	209,000	235,467	26,467
Other	389,677	454,213	462,953	8,740
<b>Total Revenues</b>	<b>15,484,576</b>	<b>16,880,071</b>	<b>16,788,158</b>	<b>(91,913)</b>
<b><u>Expenditures</u></b>				
Current				
General Government				
Legislative and Executive	4,340,383	4,484,468	4,002,779	481,689
Judicial	1,928,627	1,997,855	1,936,639	61,216
Public Safety	6,145,778	6,233,602	6,095,114	138,488
Public Works	12,660	12,660	11,594	1,066
Health	208,187	206,010	201,065	4,945
Human Services	314,006	318,421	317,369	1,052
Other	574,550	610,140	573,742	36,398
Intergovernmental	185,126	185,126	185,126	0
<b>Total Expenditures</b>	<b>13,709,317</b>	<b>14,048,282</b>	<b>13,323,428</b>	<b>724,854</b>
Excess of Revenues Over Expenditures	1,775,259	2,831,789	3,464,730	632,941
<b><u>Other Financing Sources (Uses)</u></b>				
Sale of Capital Assets	25,000	32,431	32,431	0
Advances - In	0	0	324,806	324,806
Advances - Out	0	0	(381,837)	(381,837)
Transfers - In	0	40,824	40,824	0
Transfers - Out	(1,138,852)	(1,281,701)	(1,131,375)	150,326
<b>Total Other Financing Sources (Uses)</b>	<b>(1,113,852)</b>	<b>(1,208,446)</b>	<b>(1,115,151)</b>	<b>93,295</b>
Changes in Fund Balance	661,407	1,623,343	2,349,579	726,236
Fund Balance at Beginning of Year	1,136,531	1,136,531	1,136,531	0
Prior Year Encumbrances Appropriated	234,782	234,782	234,782	0
<b>Fund Balance at End of Year</b>	<b>\$2,032,720</b>	<b>\$2,994,656</b>	<b>\$3,720,892</b>	<b>\$726,236</b>

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Job and Family Services Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Charges for Services	\$250,000	\$250,000	\$163,845	(\$86,155)
Intergovernmental	5,055,000	5,055,000	4,125,181	(929,819)
Other	4,000	8,600	5,328	(3,272)
<b>Total Revenues</b>	<b>5,309,000</b>	<b>5,313,600</b>	<b>4,294,354</b>	<b>(1,019,246)</b>
<b><u>Expenditures</u></b>				
<b>Current</b>				
Human Services	5,801,123	5,884,779	5,108,354	776,425
Excess of Revenues Under Expenditures	(492,123)	(571,179)	(814,000)	(242,821)
<b><u>Other Financing Sources</u></b>				
Transfers - In	300,000	300,000	242,027	(57,973)
Changes in Fund Balance	(192,123)	(271,179)	(571,973)	(300,794)
Fund Balance at Beginning of Year	1,017,119	1,017,119	1,017,119	0
Prior Year Encumbrances Appropriated	246,623	246,623	246,623	0
<b>Fund Balance at End of Year</b>	<b>\$1,071,619</b>	<b>\$992,563</b>	<b>\$691,769</b>	<b>(\$300,794)</b>

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Motor Vehicle Gasoline Tax Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Charges for Services	\$50,000	\$50,000	\$71,409	\$21,409
Fines and Forfeitures	20,000	20,000	11,901	(8,099)
Intergovernmental	4,000,000	4,000,000	4,118,849	118,849
Interest	900	900	577	(323)
Other	151,200	151,200	239,563	88,363
<b>Total Revenues</b>	<b>4,222,100</b>	<b>4,222,100</b>	<b>4,442,299</b>	<b>220,199</b>
<b><u>Expenditures</u></b>				
Current				
Public Works	4,900,673	4,908,771	4,172,097	736,674
Excess of Revenues Over (Under) Expenditures	(678,573)	(686,671)	270,202	956,873
<b><u>Other Financing Sources (Uses)</u></b>				
Advances - In	0	0	48,000	48,000
Transfers - Out	(49,576)	(52,676)	(52,676)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(49,576)</b>	<b>(52,676)</b>	<b>(4,676)</b>	<b>48,000</b>
Changes in Fund Balance	(728,149)	(739,347)	265,526	1,004,873
Fund Balance at Beginning of Year	1,254,016	1,254,016	1,254,016	0
Prior Year Encumbrances Appropriated	29,945	29,945	29,945	0
<b>Fund Balance at End of Year</b>	<b>\$555,812</b>	<b>\$544,614</b>	<b>\$1,549,487</b>	<b>\$1,004,873</b>

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Children Services Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Property Taxes	\$1,045,000	\$1,045,000	\$1,091,754	\$46,754
Charges for Services	22,750	22,750	45,751	23,001
Intergovernmental	1,618,284	1,618,284	1,618,977	693
Other	45,000	45,000	132,139	87,139
<b>Total Revenues</b>	<b>2,731,034</b>	<b>2,731,034</b>	<b>2,888,621</b>	<b>157,587</b>
<b><u>Expenditures</u></b>				
Current				
Human Services	3,659,844	3,659,844	3,135,763	524,081
Changes in Fund Balance	(928,810)	(928,810)	(247,142)	681,668
Fund Balance at Beginning of Year	4,629,469	4,629,469	4,629,469	0
Fund Balance at End of Year	<u>\$3,700,659</u>	<u>\$3,700,659</u>	<u>\$4,382,327</u>	<u>\$681,668</u>

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Developmental Disabilities Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Property Taxes	\$2,400,000	\$2,400,000	\$2,463,290	\$63,290
Intergovernmental	3,013,940	2,388,899	3,252,643	863,744
Other	1,108,500	1,167,524	1,067,242	(100,282)
Total Revenues	6,522,440	5,956,423	6,783,175	826,752
<b><u>Expenditures</u></b>				
Current				
Health	9,189,588	8,818,132	7,519,857	1,298,275
Changes in Fund Balance	(2,667,148)	(2,861,709)	(736,682)	2,125,027
Fund Balance at Beginning of Year	5,721,046	5,721,046	5,721,046	0
Prior Year Encumbrances Appropriated	869,628	869,628	869,628	0
Fund Balance at End of Year	<u>\$3,923,526</u>	<u>\$3,728,965</u>	<u>\$5,853,992</u>	<u>\$2,125,027</u>

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Fund Net Position  
**Enterprise Fund**  
December 31, 2012

	Sewer District
<b><u>Assets</u></b>	
<b><u>Current Assets</u></b>	
Equity in Pooled Cash and Cash Equivalents	\$3,354,488
Accounts Receivable	262,774
Interfund Receivable	931
	3,618,193
Total Current Assets	3,618,193
<b><u>Noncurrent Assets</u></b>	
Nondepreciable Capital Assets	650,674
Depreciable Capital Assets, Net	6,985,709
	7,636,383
Total Noncurrent Assets	7,636,383
Total Assets	11,254,576
<b><u>Liabilities</u></b>	
<b><u>Current Liabilities</u></b>	
Accrued Wages Payable	15,558
Accounts Payable	26,133
Contracts Payable	31,226
Retainage Payable	16,428
Due to Other Governments	9,218
Accrued Interest Payable	6,225
General Obligation Bonds Payable	120,000
Issue II Loans Payable	41,621
Compensated Absences Payable	17,354
	283,763
Total Current Liabilities	283,763
<b><u>Noncurrent Liabilities</u></b>	
General Obligation Bonds Payable	1,660,000
Issue II Loans Payable	170,568
Compensated Absences Payable	20,457
	1,851,025
Total Long-Term Liabilities	1,851,025
Total Liabilities	2,134,788
<b><u>Net Position</u></b>	
Net Investment in Capital Assets	5,644,194
Unrestricted	3,475,594
	9,119,788
Total Net Position	\$9,119,788

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Revenues, Expenses, and Change in Fund Net Position  
**Enterprise Fund**  
For the Year Ended December 31, 2012

	Sewer District
<b><u>Operating Revenues</u></b>	
Charges for Services	\$1,073,505
Other	3,817
Total Operating Revenues	1,077,322
<b><u>Operating Expenses</u></b>	
Personal Services	394,005
Fringe Benefits	49,495
Materials and Supplies	59,090
Contractual Services	262,360
Depreciation	339,624
Other	49,387
Total Operating Expenses	1,153,961
Operating Loss	(76,639)
<b><u>Non-Operating Revenues (Expenses)</u></b>	
Interest Revenue	1,686
Interest Expense	(127,328)
Total Non-Operating Revenues (Expenses)	(125,642)
Loss Before Contributions	(202,281)
Capital Contributions	502,958
Change in Net Position	300,677
Net Position at Beginning of Year	8,819,111
Net Position at End of Year	\$9,119,788

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
Statement of Cash Flows  
**Enterprise Fund**  
For the Year Ended December 31, 2012

	Sewer District
<b><u>Increase (Decrease) in Cash and Cash Equivalents</u></b>	
<b><u>Cash Flows from Operating Activities</u></b>	
Cash Received from Customers	\$1,106,224
Cash Received from Other Revenues	3,817
Cash Payments for Personal Services	(386,469)
Cash Payments for Fringe Benefits	(78,765)
Cash Payments for Materials and Supplies	(29,873)
Cash Payments for Contractual Services	(224,757)
Cash Payments for Other Expenses	(49,387)
Net Cash Provided by Operating Activities	340,790
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>	
Acquisition of Capital Assets	(452,116)
Cash Received from Tap-In Fees	502,958
Cash Payments for Principal on General Obligation Bonds	(115,000)
Cash Payments for Interest on General Obligation Bonds	(79,015)
Cash Payments for Principal on Issue II Loans	(20,810)
Net Cash Used for Capital and Related Financing Activities	(163,983)
<b><u>Cash Flows from Investing Activities</u></b>	
Interest Revenue	1,686
Net Increase in Cash and Cash Equivalents	178,493
Cash and Cash Equivalents at Beginning of Year	3,175,995
Cash and Cash Equivalents at End of Year	\$3,354,488
<b><u>Reconciliation of Operating Loss to Net Cash Provided by Operating Activities</u></b>	
Operating Loss	(\$76,639)
<b><u>Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities</u></b>	
Depreciation	339,624
Changes in Assets and Liabilities	
Decrease in Accounts Receivable	32,759
Increase in Interfund Receivable	(40)
Increase in Accrued Wages Payable	1,557
Increase in Accounts Payable	12,316
Increase in Contracts Payable	31,226
Increase in Retainage Payable	16,428
Decrease in Due to Other Governments	(22,183)
Increase in Compensated Absences Payable	5,742
Net Cash Provided by Operating Activities	\$340,790

See accompanying notes to the basic financial statements



**Marion County, Ohio**  
Statement of Fiduciary Assets and Liabilities  
**Agency Funds**  
December 31, 2012

**Assets**

Equity in Pooled Cash and Cash Equivalents	\$9,547,981
Cash and Cash Equivalents in Segregated Accounts	1,766,340
Due from Other Governments	2,238,322
Due from External Party	3,424
Property Taxes Receivable	39,205,534
Special Assessments Receivable	<u>2,673,546</u>

Total Assets \$55,435,147

**Liabilities**

Due to Other Governments	\$46,891,112
Due to External Party	6,259
Undistributed Assets	8,050,308
Payroll Withholdings	<u>487,468</u>

Total Liabilities \$55,435,147

See accompanying notes to the basic financial statements

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**NOTE 1 - DESCRIPTION OF MARION COUNTY AND THE REPORTING ENTITY**

**A. The County**

Marion County, Ohio (County) was created in 1824. 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, Treasurer, Recorder, two Common Pleas Court Judges, a Family Court Judge, a Juvenile/Probate Court Judge, Engineer, Clerk of Courts, Coroner, Prosecutor, and Sheriff. 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.

**B. Reporting Entity**

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

The primary government of the County consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Marion County, this includes the Job and Family Services Department, the Children Services Board, the Board of Developmental Disabilities, 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 that are fiscally dependent on the County in that the County approves the budget, the issuance of debt, or the levying of taxes

The component unit column on the financial statements reflects the financial data of the County's discretely presented component unit. It is reported separately to emphasize that it is legally separate from the County.

Marion Area Retarded Children and Adults (MARCA) Industries - MARCA Industries is a legally separate not-for-profit corporation served by a board of trustees whose appointment is approved by the board of trustees and confirmed by the Marion County Board of Developmental Disabilities (DD). MARCA is under a contractual agreement with the Marion County Board of DD and provides sheltered employment for developmentally handicapped adults in Marion County. The Marion County Board of DD provides MARCA 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 MARCA. Based on the significant relationship between the County and MARCA due to the services and resources provided by the County to MARCA and MARCA's sole purpose of providing assistance to the developmentally handicapped adults of Marion County, MARCA is presented as a component unit of Marion County. Its exclusion from the County's financial statements would cause the financial statements to be misleading. MARCA operates on a fiscal year ending June 30. Separately issued financial statements can be obtained from MARCA Industries, 2387 Harding Highway East, Marion, Ohio 43302.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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Joint Ventures - The County participates in three joint ventures; the Marion-Crawford Mental Health Board, Marion-Hardin Corrections Commission, and Northland Homes and Properties, Inc. (See Note 22)

Jointly Governed Organizations - The County participates in five jointly governed organizations; the Marion County Regional Planning Commission, Marion County Family and Children First Council, Delaware-Knox-Marion-Morrow Joint Solid Waste Management District, Clearwater Council of Governments, and the Marion Port Authority. (See Note 23)

Insurance Pools - The County participates in the County Risk Sharing Authority, Inc. (CORSA) and the County Commissioners Association Service Corporation. (See Note 24)

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

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 the business-type activity. 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.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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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 reported 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 and deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The following are the County's major governmental 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.

Job and Family Services Fund - To account for various federal and state grants as well as transfers from the General Fund restricted to providing public assistance to general relief recipients, paying their providers of medical assistance, and for certain public social services.

Motor Vehicle Gasoline Tax Fund - To account for state gasoline tax and motor vehicle registration fees, along with inspection fees and charges for services restricted for maintenance and improvement of County roads.

Children Services Fund - To account for a county-wide property tax levy, state and federal grants, support collection, and Veterans Assistance and Social Security moneys restricted for costs associated with foster homes, emergency shelters, medical treatment, school supplies, counseling, and parental training.

Developmental Disabilities Fund - To account for a county-wide property tax levy and state and federal grants restricted for services and support to developmentally disabled individuals and their families.

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

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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Proprietary Fund

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

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

Sewer District Fund - To account for the provision of wastewater treatment services to residential and commercial users within the County.

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. The County did not have any trust funds in 2012. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's agency funds account for assets held by the County for political subdivisions in which the County acts as fiscal agent 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 and all liabilities 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 and current liabilities 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 financial statements and the fund financial statements for governmental funds.

Like the government-wide financial statements, the enterprise fund is accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund are included on the statement of fund 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 activity.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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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; the enterprise fund 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 inflows and deferred inflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On 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. Revenue from sales taxes is recognized in the year in which the sales are made. 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, and interest.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that time. For the County, deferred outflows of resources consist of a deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and the reacquisition price. This amount is deferred and amortized over the life of the old debt or the life of the new debt, whichever is shorter.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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In addition to liabilities, the statement of financial position may report deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the County, deferred inflows of resources include property taxes, payment in lieu of taxes, and unavailable revenue. Property taxes represent amounts for which there was an enforceable legal claim as of December 31, 2012, but which were levied to finance 2013 operations. Payment in lieu of taxes represents a contractual promise to make payment of property taxes which reflect all or a portion of the taxes which would have been paid if the taxes had not been exempted. These amounts have been recorded as deferred inflows of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental fund balance sheet and represents receivables which will not be collected within the available period. For the County, unavailable revenue includes sales taxes, accrued interest, intergovernmental revenues including grants, interfund, delinquent property taxes, special assessments, and other sources. These amounts are deferred and recognized as inflows of resources in the period when the amounts become available.

Expenses/Expenditures

On the accrual basis, 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 tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the 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 for all funds.

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.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**F. Cash and Investments**

To improve cash management, cash received by the County is pooled and invested. Individual fund integrity is maintained through County records. Interest in the pool is presented as “Equity in Pooled Cash and Cash Equivalents”.

Cash and cash equivalents that are held separately within departments of the County or with Clearwater Council of Governments are recorded as “Cash and Cash Equivalents in Segregated Accounts” and “Cash and Cash Equivalents with Fiscal Agent”, respectively.

During 2012, the County invested in nonnegotiable certificates of deposit, locally-issued government debt, mutual funds, and STAR Ohio. 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 share price. STAR Ohio is an investment pool, managed by the State Treasurer’s Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio’s net asset value per share, which is the price the investment could be sold for on December 31, 2012.

Interest earnings are allocated to County funds according to State statutes, grant requirements, or debt related restrictions. Interest revenue credited to the General Fund during 2012 was \$216,658 which includes \$199,139 assigned from other County funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

**G. 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.

**H. Restricted Assets**

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or are imposed by law through constitutional provisions or enabling legislation.

Unclaimed moneys that have a legal restriction on their use are reported as restricted.

**I. Capital Assets**

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column on the government-wide statement of net position but are not reported on the fund financial statements. Capital assets used by the enterprise fund are reported in both the business-type activity column on the government-wide statement of net position and in the fund.



**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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 ten thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land, land improvements, 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.

Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activity Estimated Lives
Buildings	40-150 years	40 years
Improvements Other than Buildings	40-100 years	40 years
Roads, Bridges, Culverts, and Traffic Signals	50 years	N/A
Machinery and Equipment	7-10 years	7-10 years
Vehicles	7-10 years	7-10 years
Sewer Lines	N/A	50 years

**J. Deferred Charge on Refunding**

For advance refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as deferred outflows of resources on the statement of net position.

**K. Interfund Receivables/Payables**

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services provided are reported as "Interfund Receivables/Payables". Interfund balances are eliminated on the statement of net position, except for any net residual amounts due between governmental and business-type activities. These amounts are presented as "Internal Balances".

**L. 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.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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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, for employees with ten years of service and age fifty or five years of service and age fifty-five, taking into consideration any limits specified in the County's union contracts or departmental personnel policies.

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees who have accumulated unpaid leave are paid. For the enterprise fund, the entire amount of compensated absences is reported as a fund liability.

**M. Accrued Liabilities and Long-Term Obligations**

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

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

**N. Unamortized Premiums**

On government-wide financial statements, premiums are deferred and amortized over the term of the bonds using the bonds-outstanding method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of bonds payable.

On the governmental fund financial statements, bond premiums are recognized in the period in which the debt is issued.

**O. Net Position**

Net position represents the difference between all other elements in the statement of net position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through constitutional provisions or enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted for other purposes includes activities of the County Auditor, County Treasurer, County Recorder, Board of Elections, and the Courts. The County's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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P. 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 governmental funds. The classifications are as follows:

Nonspendable - The nonspendable classification includes amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. The “not in spendable form” includes items that are not expected to be converted to cash. It also includes the long-term portion of interfund receivable.

Restricted - The restricted classification includes amounts restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (County resolution).

Enabling legislation authorizes the County to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means the County can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for purposes specified by the legislation.

Committed - The committed classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the County Commissioners. The committed amounts cannot be used for any other purpose unless the County Commissioners remove or change the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the County Commissioners, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. 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 classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds, other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. Assigned amounts represent intended uses established by the County Commissioners. The County Commissioners have authorized department managers to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

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 used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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The County first applies restricted resources when an expenditure is incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are 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 can be used.

**Q. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the County, these revenues are charges for services for sanitary sewer and storm water runoff. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

**R. Capital Contributions**

Capital contributions arise from the contributions from tap in fees.

**S. 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 fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

**T. Estimates**

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

**NOTE 3 - CHANGE IN ACCOUNTING PRINCIPLES**

For 2012, the County has implemented Governmental Accounting Standards Board (GASB) Statement No. 60, "Accounting and Financial Reporting for Service Concession Arrangements", Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements", Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position", Statement No. 64, "Derivative Instruments: Application of Hedge Accounting Termination Provisions-an amendment of GASB Statement No. 53", Statement No. 65, "Items Previously Reported as Assets and Liabilities", and Statement No. 66, "Technical Corrections-2012-an amendment of GASB Statements No. 10 and No. 62".

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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GASB Statement No. 60 improves financial reporting by addressing issues related to service concession arrangements which are a type of public-public or public-private partnership. The implementation of this statement did not result in any change to the County's financial statements.

GASB Statement No. 62 incorporates into GASB's authoritative literature certain FASB and AICPA pronouncements issued on or before November 30, 1989. The implementation of this statement did not result in any change to the County's financial statements.

GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in the statement of financial position and related note disclosures. These changes were incorporated in the County's 2012 financial statements; however, there was no effect on beginning net position and/or fund balance.

GASB Statement No. 64 clarifies whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. The implementation of this statement did not result in any change to the County's financial statements.

GASB Statement No. 65 properly classifies certain items that were previously reported as assets or liabilities as deferred outflows of resources or deferred inflows of resources or recognizes certain items that were previously reported as assets or liabilities as inflows of resources (revenues) or outflows of resources (expenses or expenditures). These changes were incorporated in the County's 2012 financial statements; however, there was no effect on beginning net position and/or fund balance.

GASB Statement No. 66 resolves conflicting accounting and financial reporting guidance that could diminish the consistency of financial reporting and, thereby, enhance the usefulness of the financial reports. The implementation of this statement did not result in any change to the County's financial statements.

**NOTE 4 - ACCOUNTABILITY**

At December 31, 2012, the Capital Improvement and Ditch Drainage capital projects funds had deficit fund balances, in the amount of \$392,317 and \$44,407, respectively. The deficits resulted from adjustments for accrued liabilities. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - for the General Fund, and the Job and Family Services, Motor Vehicle Gasoline Tax, Children Services, and Developmental Disabilities special revenue funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as restricted, committed, or assigned fund balance (GAAP basis).

Adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis are as follows:

Changes in Fund Balance			
	General	Job and Family Services	Motor Vehicle Gasoline Tax
GAAP Basis	\$2,611,691	(\$277,833)	\$480,137
<u>Increase (Decrease) Due To</u>			
Revenue Accruals:			
Accrued 2011, Received in Cash 2012	1,112,577	124	343,011
Accrued 2012, Not Yet Received in Cash	(945,831)	(113,454)	(318,024)
Expenditure Accruals:			
Accrued 2011, Paid in Cash 2012	(669,474)	(188,954)	(219,411)
Accrued 2012, Not Yet Paid in Cash	508,343	251,361	262,324
Cash Adjustments:			
Unrecorded Activity 2011	151,708	1,320	194
Unrecorded Activity 2012	(170,053)	(33,336)	(131,718)
Fair Value of Investments	2,578	0	0
Advances - In	324,806	0	48,000
Advances - Out	(381,837)	0	0
Encumbrances Outstanding at Year End (Budget Basis)	(194,929)	(211,201)	(198,987)
Budget Basis	\$2,349,579	(\$571,973)	\$265,526

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

Changes in Fund Balance  
(continued)

	Children Services	Developmental Disabilities
GAAP Basis	\$11,249	(\$245,596)
<u>Increase (Decrease) Due To</u>		
Revenue Accruals:		
Accrued 2011, Received in Cash 2012	81,503	338,168
Accrued 2012, Not Yet Received in Cash	(94,010)	(140,164)
Expenditure Accruals:		
Accrued 2011, Paid in Cash 2012	(212,148)	(311,274)
Accrued 2012, Not Yet Paid in Cash	167,449	312,594
Cash Adjustments:		
Unrecorded Activity 2011	42,261	96,991
Unrecorded Activity 2012	(238,215)	(136,129)
Prepaid Items	0	19,888
Nonbudgeted Activity	(5,231)	(93,734)
Encumbrances Outstanding at Year End (Budget Basis)	0	(577,426)
Budget Basis	(\$247,142)	(\$736,682)

**NOTE 6 - DEPOSITS AND INVESTMENTS**

Moneys held by the County are classified by State statute into two categories. Active moneys are public moneys determined to be necessary to meet current demands upon the County treasury. Active moneys 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.

Moneys held by the County, which are not considered active, are classified as inactive. Inactive moneys may be deposited or invested in the following securities provided a written investment policy has been filed with the Ohio Auditor of State:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States, or any book entry zero-coupon United States treasury security that is a direct obligation of the United States;

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to exchange similar securities, or cash, equal value for equal value;
9. Up to twenty-five percent of the County's average portfolio in either of the following:
  - a. commercial paper notes in entities incorporated under the laws of Ohio or any other State that have assets exceeding five hundred million dollars rated at the time of purchase, which are rated in the highest qualification established by two nationally recognized standard rating services, which do not exceed 10 percent of the value of the outstanding commercial paper of the issuing corporation, and which mature within two hundred seventy days after purchase;
  - b. bankers acceptances eligible for purchase by the federal reserve system and which mature within one hundred eighty days after purchase;
10. Up to 15 percent of the County's average portfolio in notes issued by United States corporations or by depository institutions that are doing business under authority granted by the United States provided that the notes are rated in the second highest or higher category by at least two nationally recognized standard rating services at the time of purchase and the notes mature within two years from the date of purchase;
11. No-load money market mutual funds rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency or instrumentality, and/or highly rated commercial paper; and
12. Up to 1 percent of the County's average portfolio in debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.



**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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

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

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

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the County will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$10,215,565 of the County's bank balance of \$34,650,564 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the County to a successful claim by the FDIC.

The County has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the County or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least 105 percent of the deposits being secured.

Investments

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

	Total	Less Than Six Months	Six Months to Two Years	Three Years To Five Years
Ohio Local Government Notes	\$4,003,410	\$1,002,370	\$3,001,040	\$0
Ohio Local Government Bonds	1,096,395	0	412,111	684,284
Mutual Funds	35,268	35,268	0	0
STAR Ohio	623,331	623,331	0	0
Total Investments	<u>\$5,758,404</u>	<u>\$1,660,969</u>	<u>\$3,413,151</u>	<u>\$684,284</u>

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The investment policy restricts the County Treasurer from investing in any securities other than those identified in the Ohio Revised Code and that all investments must mature within five years from the date of investment unless matched to a specific obligation or debt of the County.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

The notes issued by Ohio local governments are not rated. Two of the Ohio local government bond issues are not rated, with a fair value of \$345,930. The remainder of Ohio local government bond issues carry a rating of Aa2 to Aa3 by Moodys. The mutual funds carry a rating of Aaa by Moodys. STAR Ohio carries a rating of AAA by Standard and Poor's. The County has no policy dealing with credit risk beyond the requirements of State statute. Ohio law requires that mutual funds in eligible securities must be rated in the highest category at the time of purchase by at least one nationally recognized standard rating service. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service.

The County places no limit on the amount of its inactive monies it may invest in a particular security. The Ohio local government notes and bonds are 88.56 percent of the County's total portfolio.

**NOTE 7 - RECEIVABLES**

Receivables at December 31, 2012, consisted of accounts (billings for user charged services); sales taxes; accrued interest; intergovernmental receivables arising from grants, entitlements, and shared revenues; interfund; amounts due from an external party; property taxes; payment in lieu of taxes; loans; and special assessments. All receivables are considered collectible in full and within one year, except for interfund, property taxes, and loans. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year. As of December 31, 2012, delinquent special assessments were \$3,450.

Loans receivable represent low interest loans for development projects granted to eligible County businesses under the Community Development Block Grant program. The loans have an annual interest rate of 3 to 5 percent and are to be repaid over periods ranging from five to ten years. No new loans were issued in 2012. Principal, in the amount of \$13,514, was repaid during the year. Loans outstanding at December 31, 2012, were \$31,963. Loans receivable, in the amount of \$18,450, will not be received within one year.

A summary of the principal items due from other governments follows:

	Amount
Governmental Activities	
Major Funds	
General Fund	
Fines and Forfeitures	\$8,749
Local Government	402,090
Casino Taxes	306,635
Homestead and Rollback	156,876
Grants	41,041
Charges for Services	58,602
Total General Fund	973,993

(continued)

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

	Amount
Governmental Activities (continued)	
Major Funds (continued)	
Job and Family Services	
Grants	\$113,454
Motor Vehicle Gasoline Tax	
Permissive Motor Vehicle License Tax	82,874
Motor Vehicle License Tax	847,326
Gasoline Tax	948,146
Total Motor Vehicle Gasoline Tax	1,878,346
Children Services	
Homestead and Rollback	69,132
Tangible Personal Property Reimbursement	29,549
Grants	669,370
Other	441
Total Children Services	768,492
Developmental Disabilities	
Homestead and Rollback	164,575
Tangible Personal Property Reimbursement	280,014
Grants	225,237
Total Developmental Disabilities	669,826
Total Major Funds	4,404,111
Nonmajor Funds	
Senior Services - Homestead and Rollback	48,241
North Central Ohio Rehabilitation Center - Grants	426,517
Other Public Safety	
Disaster Services - Grants	8,567
Prison Reduction - Grants	167,874
Jail Reduction - Grants	21,978
Felony Delinquent Care and Custody - Grants	145,969
Other	
Community Development Block Grant - Grants	443,691
Law Library - Fines and Forfeitures	8,928
Marca - Homestead and Rollback	16,305
Marca - Tangible Personal Property Reimbursement	6,667
Northwest Intercept - Grant	18,854
Total Nonmajor Funds	1,313,591
Total Governmental Activities	\$5,717,702

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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Agency Funds	
Motor Vehicle License and Gasoline Tax	\$691,298
Municipal Permissive License Tax	81,026
Library Local Government	921,994
Local Government	544,004
Total Agency Funds	<u><u>\$2,238,322</u></u>

**NOTE 8 - PERMISSIVE SALES AND USE TAX**

The County Commissioners, by resolution, imposed a 1 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 in the County, including motor vehicles not subject to the sales tax. On October 1, 2011, the County imposed an additional .5 percent emergency sales tax that was repealed by the voters in November 2011. Per State statute, the additional .5 percent emergency sales tax was no longer collected after March 31, 2012. 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.

**NOTE 9 - PROPERTY TAXES**

Property taxes include amounts levied against all real and public utility property located in the County. Real property tax revenues received in 2012 represent the collection of 2011 taxes. Real property taxes received in 2012 were levied after October 1, 2011, on the assessed values as of January 1, 2011, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenues received in 2012 represent the collection of 2011 taxes. Public utility real and tangible personal property taxes received in 2012 became a lien on December 31, 2010, were levied after October 1, 2011, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The County Treasurer collects property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the taxing districts their portion of the taxes collected. The collection and distribution of taxes for all subdivisions within the County, excluding the County itself, is accounted for through agency funds. The amount of the County's tax collections is accounted for within the applicable funds.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

Accrued property taxes receivable represents real, public utility, and outstanding delinquent property taxes which were measurable as of December 31, 2012, and for which there was an enforceable legal claim. In the governmental funds, the portion of the receivable not levied to finance 2012 operations is offset to deferred inflows of resources-property taxes. On the accrual basis, delinquent real property taxes have been recorded as a receivable and revenue; on the modified accrual basis, the revenue has been reported as deferred inflows of resources-unavailable revenue.

The full tax rate for all County operations for the year ended December 31, 2012, was \$11.17 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2012 property tax receipts were based are as follows:

Category	Amount
Real Property	\$951,772,270
Public Utility Personal Property	70,961,040
Total Assessed Value	\$1,022,733,310

**NOTE 10 - 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 exemptions 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 exempted. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvements 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.

**NOTE 11 - CAPITAL ASSETS**

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

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
Governmental Activities				
Nondepreciable Capital Assets				
Land	\$1,876,653	\$0	\$0	\$1,876,653
Land Improvements	9,882,861	1,332,248	0	11,215,109
Construction in Progress	8,364,965	3,637,889	(11,737,406)	265,448
Total Nondepreciable Capital Assets	20,124,479	4,970,137	(11,737,406)	13,357,210

(continued)

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<b>Governmental Activities</b>				
<b>Depreciable Capital Assets</b>				
Buildings	\$29,413,121	\$14,906	\$0	\$29,428,027
Improvements Other than Buildings	2,284,733	231,115	0	2,515,848
Roads, Bridges, Culverts, and Traffic Signals	49,258,609	11,867,019	(435,304)	60,690,324
Machinery and Equipment	3,075,854	53,904	(64,246)	3,065,512
Vehicles	4,733,297	404,893	(281,789)	4,856,401
<b>Total Depreciable Capital Assets</b>	<b>88,765,614</b>	<b>12,571,837</b>	<b>(781,339)</b>	<b>100,556,112</b>
<b>Less Accumulated Depreciation for</b>				
Buildings	(12,831,164)	(703,780)	0	(13,534,944)
Improvements Other than Buildings	(2,045,193)	(109,767)	0	(2,154,960)
Roads, Bridges, Culverts, and Traffic Signals	(15,970,456)	(1,472,330)	299,913	(17,142,873)
Machinery and Equipment	(2,536,668)	(139,674)	58,399	(2,617,943)
Vehicles	(3,104,389)	(298,327)	262,210	(3,140,506)
<b>Total Accumulated Depreciation</b>	<b>(36,487,870)</b>	<b>(2,723,878)</b>	<b>620,522</b>	<b>(38,591,226)</b>
<b>Total Depreciable Capital Assets, Net</b>	<b>52,277,744</b>	<b>9,847,959</b>	<b>(160,817)</b>	<b>61,964,886</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$72,402,223</b>	<b>\$14,818,096</b>	<b>(\$11,898,223)</b>	<b>\$75,322,096</b>
	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<b>Business-Type Activity</b>				
<b>Nondepreciable Capital Assets</b>				
Land	\$177,568	\$0	\$0	\$177,568
Construction in Progress	20,990	452,116	0	473,106
<b>Total Nondepreciable Capital Assets</b>	<b>198,558</b>	<b>452,116</b>	<b>0</b>	<b>650,674</b>
<b>Depreciable Capital Assets</b>				
Buildings	11,145,775	0	0	11,145,775
Machinery and Equipment	304,216	0	0	304,216
Vehicles	215,950	0	(14,904)	201,046
Sewer Lines	3,322,636	0	0	3,322,636
<b>Total Depreciable Capital Assets</b>	<b>14,988,577</b>	<b>0</b>	<b>(14,904)</b>	<b>14,973,673</b>
<b>Less Accumulated Depreciation for</b>				
Buildings	(6,586,754)	(251,943)	0	(6,838,697)
Machinery and Equipment	(181,549)	(15,211)	0	(196,760)
Vehicles	(184,687)	(6,017)	14,904	(175,800)
Sewer Lines	(710,254)	(66,453)	0	(776,707)
<b>Total Accumulated Depreciation</b>	<b>(7,663,244)</b>	<b>(339,624)</b>	<b>14,904</b>	<b>(7,987,964)</b>
<b>Total Depreciable Capital Assets, Net</b>	<b>7,325,333</b>	<b>(339,624)</b>	<b>0</b>	<b>6,985,709</b>
<b>Business-Type Activity Capital Assets, Net</b>	<b>\$7,523,891</b>	<b>\$112,492</b>	<b>\$0</b>	<b>\$7,636,383</b>

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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Depreciation expense was charged to governmental functions as follows:

Governmental Activities	
General Government	
Legislative and Executive	\$446,265
Judicial	54,159
Public Safety	208,690
Public Works	1,617,785
Health	313,086
Human Services	83,893
Depreciation Expense - Governmental Activities	\$2,723,878

**NOTE 12 - INTERFUND RECEIVABLES/PAYABLES**

At December 31, 2012, the General Fund had an interfund receivable, in the amount of \$579,590; \$149 from the Job and Family Services Fund, \$2,900 from the Children Services Fund, and \$576,541 from other governmental funds. These amounts are for services provided and from providing cash flow resources until the receipt of grant moneys.

Other governmental funds had an interfund receivable, in the amount of \$352,357; \$171 from the General Fund and \$352,186 from other governmental funds. These amounts are for services provided and from providing cash flow resources until the receipt of grant moneys.

The Sewer District Fund had an interfund receivable, in the amount of \$931; \$408 from the General Fund, \$136 from the Children Services Fund, and \$387 from other governmental funds for services provided.

Interfund receivables in the General Fund and other governmental funds, in the amount of \$498,789 and \$325,999, respectively, will not be received within one year.

**NOTE 13 - RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has contracted with the County Risk Sharing Authority (CORSA) and the Federal Insurance Company for the following coverage.

<u>CORSA</u>	
Property	\$116,970,143
General Liability	1,000,000
Commercial Crime	1,000,000
Boiler and Machinery	100,000,000
Excess Liability	5,000,000
Automobile Liability	1,000,000
Police Professional Liability	1,000,000
Errors and Omissions	1,000,000

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

<u>Federal Insurance Company</u>	
Helicopter Aviation and Liability	1,000,000

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

Prior to 2010, the County had participated in a workers' compensation retrospective rating plan offered by the State of Ohio. The plan allowed the County to pay a fraction of the premium it would pay as an experience-rated risk charging the County for claims incurred subject to the plan's individual claims cost limitation and the County's premium limitation. For each year the County elected retrospective rating, the County is responsible for all claims incurred for ten years from the date of injury. The liability for unpaid claims costs reported at December 31, 2012, is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The County hired a third-party administrator, Comp Management, Inc., to review and monitor all claims on behalf of the County. The retrospective plan is accounted for in the General Fund.

Changes in the claims liability in 2012 were as follows:

	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimate</u>	<u>Claims Payments</u>	<u>Balance at Year End</u>
2011	\$45,441	\$16,499	\$16,585	\$45,355
2012	45,355	0	11,546	33,809

In 2012, the County participated in the County Commissioners Association Service Corporation (Plan), a workers' compensation insurance purchasing pool. The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The workers' compensation experience of the participating counties is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate of the Plan, and to maximize the number of participants in the Plan, annually the Plan's executive committee calculates the total savings which accrued to the Plan through its formation. This savings is then compared to the overall savings percentage of the Plan. The Plan's executive committee then collects rate contributions from or pays rate equalization rebates to the various participants.

Participation in the Plan is limited to counties that can meet the Plan's selection criteria. The firm of Comp Management, Inc. provides administrative, cost control, and actuarial services to the Plan. Each year, the County pays an enrollment fee to the Plan to cover the costs of administering the program. The County may withdraw from the Plan if written notice is provided sixty days prior to the prescribed application deadline of the Ohio Bureau of Workers' Compensation. However, the participant is not relieved of the obligation to pay any amounts owed to the Plan prior to withdrawal and any participant leaving the Plan allows representatives of the Plan to access loss experience for three years following the last year of participation.



**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**NOTE 14 - DEFINED BENEFIT PENSION PLANS**

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

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional and combined plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 800-222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units and 18.1 percent of covered payroll for public safety and law enforcement employer units. Member contribution rates, as set forth in the Ohio Revised Code, are not to exceed 10 percent of covered payroll for members in the state and local classifications and 12.1 percent for public safety and law enforcement members. For the year ended December 31, 2012, members in state and local classifications contributed 10 percent of covered payroll while public safety and law enforcement members contributed 11.5 percent and 12.1 percent, respectively. Effective January 1, 2013, the member contribution rate for public safety and law enforcement increased to 12 percent and 12.6 percent, respectively. While members in the state and local classifications may participate in all three plans, public safety and law enforcement classifications exist only within the traditional plan. For 2012, member and employer contribution rates were consistent across all three plans.

The County's 2012 contribution rate was 14 percent, except for those plan members in public safety or law enforcement, for whom the County's contribution was 18.1 percent of covered payroll. The portion of the County's contribution used to fund pension benefits is net of postemployment health care benefits. The portion of the County's contribution allocated to health care for members in the traditional plan was 4 percent for 2012. The portion of the employer contribution allocated to health care for members in the combined plan was 6.05 percent for 2012. Employer contribution rates are actuarially determined.

The County's required contribution for pension obligations to the traditional and combined plans for the years ended December 31, 2012, 2011, and 2010 was \$1,907,579, \$2,197,246, and \$1,703,685, respectively. For 2012, 88 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2011 and 2010. Contributions to the member-directed plan for 2012 were \$60,238 made by the County and \$43,027 made by the plan members.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**NOTE 15 - POSTEMPLOYMENT BENEFITS**

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit postemployment health care plan for qualifying members of both the traditional and combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including postemployment health care coverage. The plan includes a medical plan, a prescription drug program, and Medicare Part B premium reimbursement.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional and combined plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 800-222-7377.

Funding Policy - The postemployment health care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). The Ohio Revised Code provides the statutory authority requiring public employers to fund postemployment health care through contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of postemployment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2012, state and local employers contributed 14 percent of covered payroll and public safety and law enforcement employers contributed 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code.

Each year, the OPERS retirement board determines the portion of the employer contribution rate that will be set aside for funding postemployment health care benefits. The portion of the employer contribution allocated to health care for members in the traditional plan was 4 percent for 2012. The portion of the employer contribution allocated to health care for members in the combined plan was 6.05 percent for 2012. Effective January 1, 2013, the portion of the employer contribution allocated to health care was lowered to 1 percent for both plans as recommended by the OPERS actuary.

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 the retiree's surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the postemployment health care plan.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

The County's contribution allocated to fund postemployment health care benefits for the years ended December 31, 2012, 2011, and 2010 was \$776,837, \$875,453, and \$997,250, respectively. For 2012, 88 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2011 and 2010.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 9, 2012, with a transition plan commencing on January 1, 2014. With the recent passage of pension legislation under SB343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contribution toward the health care fund after the end of the transition period.

**NOTE 16 - OTHER BENEFITS**

**A. Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws.

County employees earn and accumulate vacation at varying rates depending on length of service. Current policy credits vacation leave on the employee's anniversary date. Accumulated vacation cannot exceed three times the annual accumulation rate for an employee. Employees are paid for 100 percent of earned unused vacation leave upon termination.

Sick leave is earned at various rates as defined by County policy and union contracts and accumulates without limit. Sick leave benefits are paid upon retirement based on various rates and maximums depending on the contract.

**B. Health Care Benefits**

The County provides medical/surgical benefits through Aetna, a health maintenance organization. The employees share the cost of the monthly premium with the County. The premium varies with employee depending on marital and family status and on the union contract, where applicable.

**NOTE 17 - NOTES PAYABLE**

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

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
Capital Projects Funds				
Legacy Crossing				
April 27, 2011 1.5%	\$110,000	\$0	\$110,000	\$0
April 27, 2012 1.25%	0	70,000	0	70,000
Menards				
October 18, 2011 1.625%	645,000	0	645,000	0

(continued)

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
University Drive				
December 1, 2011 1.5%	\$900,000	\$0	\$900,000	\$0
Total Notes Payable	<u>\$1,655,000</u>	<u>\$70,000</u>	<u>\$1,655,000</u>	<u>\$70,000</u>

On April 27, 2012, the County issued bond anticipation notes, in the amount of \$70,000, to partially retire notes previously issued to construct infrastructure at Legacy Crossing. The notes are to be repaid from moneys received from tax incremental financing agreements with property owners benefitting from the improvements. The notes had an interest rate of 1.25 percent and matured on April 25, 2013. All of the note proceeds have been spent.

On October 18, 2011, the County issued bond anticipation notes, in the amount of \$645,000, to partially retire notes previously issued to construct infrastructure for the new Menards store. The notes were repaid from moneys received from tax incremental financing agreements with the property owners benefitting from the improvements. The notes had an interest rate of 1.625 percent and were fully retired on October 18, 2012.

On December 1, 2011, the County issued bond anticipation notes, in the amount of \$900,000, to retire notes previously issued to construct an extension of University Drive to State Route 309. The notes had an interest rate of 1.5 percent and were fully retired on November 29, 2012.

**NOTE 18 - LONG-TERM OBLIGATIONS**

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

	Original Issue Date	Interest Rate	Original Issue Amount
General Obligation Notes			
Legacy Crossing	2006	4.5%	\$2,585,000
Menards	2012	2.25	620,000
University Drive	2012	2.25	900,000
General Obligation Bonds			
Various Purpose Refunding	2007	4 - 4.75	9,844,713
Courthouse Improvement	2010	3.5 - 6.5	1,375,000
Sewer Improvements Refunding	2005	3 - 4.375	2,625,000
Issue II Loans			
University Drive	2010	0	116,217
Sewer South	2000	0	165,964
Sewer Improvements	1996	0	666,453

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

The County's long-term obligations activity for the year ended December 31, 2012, was as follows:

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012	Due Within One Year
<u>Governmental Activities</u>					
General Obligation Notes					
Legacy Crossing					
April 27, 2011 1.5%	\$2,070,000	\$0	\$2,070,000	\$0	\$0
April 27, 2012 1.25%	0	2,000,000	0	2,000,000	2,000,000
Menards 2.25%	0	620,000	0	620,000	620,000
University Drive 2.25%	0	900,000	0	900,000	900,000
Total General Obligation Notes	2,070,000	3,520,000	2,070,000	3,520,000	3,520,000
General Obligation Bonds					
Various Purpose Refunding	7,715,000	0	325,000	7,390,000	340,000
Bond Premium	35,187	0	2,152	33,035	0
Courthouse Improvement	1,275,000	0	30,000	1,245,000	30,000
Total General Obligation Bonds	9,025,187	0	357,152	8,668,035	370,000
Other Long-Term Obligations					
Issue II Loan	113,312	0	5,811	107,501	5,811
Compensated Absences	1,549,206	643,299	667,722	1,524,783	463,126
Total Governmental Activities	\$12,757,705	\$4,163,299	\$3,100,685	\$13,820,319	\$4,358,937
<u>Business-Type Activity</u>					
General Obligation Bonds					
Sewer Improvements Refunding	\$1,895,000	\$0	\$115,000	\$1,780,000	\$120,000
Issue II Loans	232,999	0	20,810	212,189	41,621
Compensated Absences	32,069	31,273	25,531	37,811	17,354
Total Business-Type Activity	\$2,160,068	\$31,273	\$161,341	\$2,030,000	\$178,975

General Obligation Notes

On April 27, 2012, the County issued bond anticipation notes, in the amount of \$2,000,000, to partially retire notes previously issued to construct infrastructure for Legacy Crossing. The notes are to be repaid from moneys received from tax incremental financing agreements with property owners benefiting from the improvements. The notes had an interest rate of 1.25 percent and matured on April 25, 2013. All of the note proceeds have been spent.

On October 17, 2012, the County issued bond anticipation notes, in the amount of \$620,000, to partially retire notes previously issued to construct infrastructure for the new Menards store. The notes are to be repaid from moneys received from tax incremental financing agreements with the property owners benefiting from the improvements. The notes had an interest rate of 2.25 percent and matured on April 25, 2013. The infrastructure constructed with these proceeds was transferred to the State of Ohio and Claridon Township. All of the note proceeds have been spent.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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On November 28, 2012, the County issued bond anticipation notes, in the amount of \$900,000, to retire notes previously issued to construct an extension of University Drive to State Route 309. The notes had an interest rate of 2.25 percent and matured on April 25, 2013. All of the note proceeds have been spent.

2007 Various Purpose Refunding General Obligation Bonds

In 2007, the County issued \$9,844,713 in various purpose refunding general obligation bonds to refund 2001 various purpose general obligation bonds, in the amount of \$9,284,712. The bond issue included serial and term bonds, in the amount of \$8,674,713 and \$1,170,000, respectively. The repayment of the bonds will be from transfers from the General Fund.

The bonds maturing on or after December 1, 2017, are subject to redemption by and at the option of the County, in whole or in part of any date on or after December 1, 2016, in multiples of \$5,000, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

The term bonds maturing on December 1, 2028, are subject to mandatory sinking fund redemption, in part by lot, in the principal amount of \$275,000 on December 1, 2027 (with the balance of \$285,000 to be paid at stated maturity on December 31, 2028), at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

The term bonds maturing on December 1, 2030, are subject to mandatory sinking fund redemption, in part by lot, in the principal amount of \$295,000 on December 1, 2029 (with the balance of \$315,000 to be paid at stated maturity on December 31, 2030), at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

At December 31, 2012, all of the refunded bonds have been retired.

2010 Courthouse Improvement General Obligation Bonds

In 2010, the County issued taxable courthouse improvement general obligation bonds, in the amount of \$1,375,000, for improvements to the courthouse. The bond issue consisted of term bonds. The bonds are being retired from the Bond Retirement debt service fund with transfers from the General Fund.

The bonds maturing on December 1, 2015, are subject to mandatory sinking fund redemption, in part by lot, on December 1, in each of the years 2012 through 2014 (with the balance of \$30,000 to be paid at stated maturity on December 1, 2015), 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>
2012	\$30,000
2013	30,000
2014	30,000

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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The bonds maturing on December 1, 2034, are subject to mandatory sinking fund redemption, in part by lot, on December 1, in each of the years 2016 through 2033 (with the balance of \$100,000 to be paid at stated maturity on December 1, 2034), 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	Year	Amount
2016	\$35,000	2025	\$55,000
2017	35,000	2026	60,000
2018	35,000	2027	65,000
2019	40,000	2028	70,000
2020	40,000	2029	75,000
2021	45,000	2030	80,000
2022	45,000	2031	85,000
2023	50,000	2032	90,000
2024	55,000	2033	95,000

The bonds are subject to extraordinary optional redemption prior to maturity by and at the sole option of the County, in whole or in part, in multiples of \$5,000, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date, if, as a result of a change in law, the refundable tax credits equal to 45 percent of the interest payable on the bonds to be made to the County by the United States Treasury are reduced or eliminated.

Issue II Loans

The Issue II loans are for the construction of a traffic signal and sewer improvements. The traffic signal loan will be paid from the University Drive capital projects fund.

The loans issued for sewer improvements are payable solely from the gross revenues of the Sewer District enterprise fund. Annual principal payments are expected to require less than 100 percent of the net revenues. Total principal remaining on the loans is \$212,189, payable through July 2019. For the current year, principal paid and total net revenues were \$20,810 and \$262,985, respectively.

Business-Type Activity Refunding General Obligation Bonds

On March 30, 2005, the County issued \$2,625,000 in refunding general obligation bonds, consisting of \$1,395,000 in serial bonds and \$1,230,000 in term bonds, with interest rates of 3 percent to 4.375 percent, to refund \$1,301,100 of sewer improvement USDA revenue bonds and \$1,437,000 of sewer improvement general obligation bonds. All of the refunded bonds have been retired.

The bonds maturing on or after December 1, 2016, are subject to redemption by and at the sole option of the County, in whole or in part on any date on or after December 1, 2015, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

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 in each of the years 2016 and 2017, in the amount of \$135,000 and \$140,000, respectively, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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The term bonds maturing on December 1, 2019, 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 each of the years 2018 and 2019, in the amount of \$145,000 and \$150,000, respectively, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

The term bonds maturing on December 1, 2021, 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 each of the years 2020 and 2021, in the amount of \$155,000 and \$160,000, respectively, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

The term bonds maturing on December 1, 2023, 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 each of the years 2022 and 2023, in the amount of \$170,000 and \$175,000, respectively, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the redemption date.

Compensated Absences

The compensated absences liability will be paid from the fund from which the employees' salaries are paid. These funds include the General Fund, the Job and Family Services, Motor Vehicle Gasoline Tax, Children Services, Developmental Disabilities, Child Support Enforcement, Real Estate Assessment, North Central Ohio Rehabilitation Center, OVI Grant, Disaster Services, Prison Reduction, Jail Reduction, Felony Delinquent Care and Custody, Dog and Kennel, Delinquent Real Estate Tax Assessment, Specialized Docket, Litter Control and Recycling, Law Library, and Family Dependent Treatment special revenue funds and the Sewer District enterprise fund.

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 \$17,339,157 at December 31, 2012.



**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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

Year	General Obligation Bonds		Issue II Loans
	Principal	Interest	Principal
2013	\$370,000	\$383,445	\$5,811
2014	385,000	368,795	5,811
2015	385,000	353,545	5,811
2016	425,000	335,632	5,811
2017	435,000	314,833	5,811
2018-2022	2,440,000	1,286,162	29,055
2023-2027	2,705,000	721,719	29,055
2028-2032	1,295,000	221,833	20,336
2033-2034	195,000	19,175	0
	<u>\$8,635,000</u>	<u>\$4,005,139</u>	<u>\$107,501</u>

The County's future annual debt service requirements, including mandatory sinking fund requirements, payable from the enterprise fund are as follows:

Year	General Obligation Bonds		Issue II Loans
	Principal	Interest	Principal
2013	\$120,000	\$74,703	\$41,621
2014	120,000	69,902	41,621
2015	125,000	65,102	41,621
2016	135,000	59,790	41,621
2017	140,000	54,390	24,960
2018-2022	780,000	181,488	20,745
2023-2024	360,000	23,936	0
	<u>\$1,780,000</u>	<u>\$529,311</u>	<u>\$212,189</u>

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
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Conduit Debt

Issue	Original Amount	Outstanding Balance 12/31/2012
Hospital Revenue Bonds		
Issued Prior to 1996	\$227,965,000	Not Known
Industrial Development Bonds		
Issued Prior to 1996	2,000,000	Not Known
Mortgage Revenue Bonds		
Hearthside Apartments	2,200,000	2,035,000
Revenue Bonds		
Cardinal One Portfolio	21,447,000	18,102,570
Avalon Lakes	8,950,000	8,300,000
YMCA	3,500,000	2,853,539
Turning Point	900,000	761,014
United Church Homes	5,480,000	5,155,000
Palace Theatre	986,596	314,300
Toledo Central Catholic High School	3,120,000	1,893,853

The proceeds were used to acquire, construct, improve, and equip facilities. The bonds do not constitute a general obligation debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing authority of the County pledged to make repayment.

**NOTE 19 - INTERFUND TRANSFERS**

During 2012, the following transfers were made:

		Transfers Out			
		General	Motor Vehicle Gasoline Tax	Other Governmental	Total
Transfers In	General	\$0	\$0	\$40,824	\$40,824
	Job and Family Services	242,027	0	0	242,027
	Other Governmental	889,348	52,676	17,625	959,649
	Total	<u>\$1,131,375</u>	<u>\$52,676</u>	<u>\$58,449</u>	<u>\$1,242,500</u>

Transfers from the General Fund were used to subsidize activities in the Job and Family Services special revenue fund and in other governmental funds, and to make debt payments when due. The transfers from the Motor Vehicle Gasoline Tax special revenue fund were used to provide the local match to projects principally funded by grants. The transfers from other governmental funds to the General Fund was to close out a fund and to other governmental funds to make debt payments when due.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

**NOTE 20 - 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 the resources in governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below.

Fund Balance	General	Job and Family Services	Motor Vehicle Gasoline Tax
Nonspendable for:			
Interfund Loans	\$498,789	\$0	\$0
Unclaimed Moneys	159,821	0	0
Total Nonspendable	<u>658,610</u>	<u>0</u>	<u>0</u>
Restricted for:			
Job and Family Services Operations	0	798,399	0
Road, Bridge, and Ditch Repair/ Improvement	0	0	1,935,892
Total Restricted	<u>0</u>	<u>798,399</u>	<u>1,935,892</u>
Assigned for:			
Sheriff Operations	59,461	0	0
Underground Storage	12,425	0	0
Unpaid Obligations	188,558	0	0
Total Assigned	<u>260,444</u>	<u>0</u>	<u>0</u>
Unassigned	<u>4,148,895</u>	<u>0</u>	<u>0</u>
Total Fund Balance	<u><u>\$5,067,949</u></u>	<u><u>\$798,399</u></u>	<u><u>\$1,935,892</u></u>

Fund Balance	Children Services	Developmental Disabilities	Other Governmental
Nonspendable for:			
Interfund Loans	\$0	\$0	\$325,999
Prepaid Items	0	645,884	0
Total Nonspendable	<u>0</u>	<u>645,884</u>	<u>325,999</u>

(continued)

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

Fund Balance	Children Services	Developmental Disabilities	Other Governmental
Restricted for:			
Capital Improvements	\$0	\$0	\$99,894
Child Support Enforcement	0	0	1,319,987
Children Services Operations	4,557,703	0	0
Coliseum Improvements	0	0	48,239
Court Operations	0	0	271,188
Delinquent Tax Collections	0	0	47,110
Developmental Disabilities Operations	0	6,928,293	434,239
Dog and Kennel Operations	0	0	294,657
E911 Operations	0	0	193,316
Economic Development	0	0	1,098
Emergency Management	0	0	11,130
Job and Family Services Operations	0	0	1,394
Juvenile Detention Operations	0	0	301,269
Litter Control and Prevention	0	0	13,129
Probation Activities	0	0	521,145
Prosecutor Operations	0	0	18,257
Real Estate Assessment	0	0	806,255
Road, Bridge, and Ditch Repair/ Improvement	0	0	2,002,197
Senior Citizens	0	0	31,488
Sheriff Operations	0	0	278,618
Voter Registration	0	0	1,971
<b>Total Restricted</b>	<b>4,557,703</b>	<b>6,928,293</b>	<b>6,696,581</b>
Assigned for:			
Children Services Operations	0	0	1,844
Debt Service	0	0	50,872
<b>Total Assigned</b>	<b>0</b>	<b>0</b>	<b>52,716</b>
Unassigned (Deficit)	0	0	(442,286)
<b>Total Fund Balance</b>	<b>\$4,557,703</b>	<b>\$7,574,177</b>	<b>\$6,633,010</b>

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**NOTE 21 - MARCA INDUSTRIES**

The following disclosures are made on behalf of MARCA Industries.

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.

**Budgetary Data**

MARCA is not legally required to be budgeted and appropriated. Budgetary information for MARCA is not reported because it is not included in the entity for which the “appropriated budget” is adopted nor is separate budgetary information maintained.

**Cash and Investments**

MARCA maintains its own bank accounts. MARCA considers all highly liquid instruments purchased with a maturity of three months or less to be cash equivalents. MARCA’s investments as of June 30, 2012, consisted of mutual funds. The mutual funds have been presented as investments in segregated accounts on the statement of net position.

MARCA had investments in mutual funds, in the amount of \$36,835, as of June 30, 2012.

**Accounts Receivable**

A significant portion of MARCA’s annual revenues are generated from a limited number of customers located in the Marion area. Accounts receivable subject MARCA to a concentration of credit risk because approximately 81 percent of the accounts receivable at June 30, 2012, were represented by four Marion area business customers.

**Contributions**

MARCA has adopted SFAS No. 116, “Accounting for Contributions Received and Contributions Made”. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending on the existence or nature of any donor imposed restrictions.

**Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expense is reported in the year in which services are consumed.

**Inventory**

Inventory consists of janitorial supplies and is valued at cost using the first-in, first-out method of valuation.

**Marion County, Ohio**  
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Capital Assets

Additions and improvements to property and equipment are recorded at the original purchase cost or at the fair market value for donated assets. Depreciation is computed using the straight-line method at rates expected to amortize the cost of the assets over their useful lives, which range from twenty to forty years for buildings, ten to twenty-five years for leasehold improvements; three to five years for used furniture and equipment; ten years for new furniture and equipment, three years for computer equipment and software, and five years for vehicles.

A summary of MARCA's capital assets at June 30, 2012, follows:

	Balance 7/1/2011	Additions	Reductions	Balance 6/30/2012
Depreciable Capital Assets				
Property, Plant, and Equipment	\$474,275	\$0	(\$30,075)	\$444,200
Improvements	187,915	0	0	187,915
Computer Equipment	13,577	0	0	13,577
Total Depreciable Capital Assets	<u>675,767</u>	<u>0</u>	<u>(30,075)</u>	<u>645,692</u>
Less Accumulated Depreciation for				
Property, Plant, and Equipment	(408,364)	(24,489)	27,365	(405,488)
Improvements	(177,096)	(1,845)	0	(178,941)
Computer Equipment	(11,875)	(511)	0	(12,386)
Total Accumulated Depreciation	<u>(597,335)</u>	<u>(26,845)</u>	<u>27,365</u>	<u>(596,815)</u>
Capital Assets, Net	<u>\$78,432</u>	<u>(\$26,845)</u>	<u>(\$2,710)</u>	<u>\$48,877</u>

Notes Payable

In March 2010, MARCA obtained a one year line of credit commitment from The Fahey Banking Company for up to \$25,000 to provide financial support for the operation of MARCA. The line of credit commitment was renewed for an additional year. The line of credit was secured by MARCA's assets and equipment. Interest was accrued monthly on the outstanding balance at a rate of prime plus 2 percent. The line of credit matured on March 11, 2013. The outstanding balance of the line of credit at December 31, 2012, was \$13,750.

Long-Term Obligations

MARCA had long-term obligations at June 30, 2012, as follows:

	Interest Rate	Balance 7/1/2011	Additions	Reductions	Balance 6/30/2012	Due Within One Year
Notes Payable						
January 31, 2009	7.25%	\$30,578	\$0	\$5,766	\$24,812	\$5,654
January 31, 2011	7.25	7,072	0	2,020	5,052	2,079
January 31, 2011	5.5	10,647	0	2,159	8,488	2,258
Total Notes Payable		<u>\$48,297</u>	<u>\$0</u>	<u>\$9,945</u>	<u>\$38,352</u>	<u>\$9,991</u>

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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The note issued on January 31, 2009, is collateralized by a commercial paper shredder. The note matures on June 12, 2016.

The note issued on January 31, 2011, in the original amount of \$8,293, is collateralized by a commercial paper shredder. The note matures on January 31, 2016.

The note issued on January 31, 2011, in the original amount of \$11,640, is collateralized by a 2010 Chevy Impala. The note matures on January 31, 2015.

Principal requirements to retire these notes are as follows:

<u>Year</u>	<u>Notes Payable</u>
2013	\$9,991
2014	10,707
2015	9,892
2016	7,762
Total	<u>\$38,352</u>

**NOTE 22 - JOINT VENTURES**

**A. Marion-Crawford Mental Health Board**

The Marion-Crawford Mental Health Board (ADAMH) is a two county joint venture whose general purpose is to provide leadership in planning for and supporting community-based alcohol, drug addiction, and mental health services. This is in cooperation with public and private resources with emphasis on the development of prevention and early intervention programming while respecting, protecting, and advocating for the rights of persons as consumers of alcohol, drug addiction, and mental health services. The Board of Trustees of ADAMH consists of sixteen members. Eight members are appointed by the Marion County Commissioners and eight members are appointed by the Crawford County Commissioners. Marion County serves as the fiscal agent for the ADAMH Board. The Board receives tax revenues from the two counties and receives federal and state funding through grant moneys which are applied for and received by the Board of Trustees. The continued existence of the ADAMH is dependent on the continued participation of Marion County.

The ADAMH has not accumulated significant financial resources nor is the ADAMH experiencing fiscal stress that may cause additional financial benefit to or burden on the County in the future.

The County cannot significantly influence the operations of the ADAMH Board. The Board has sole budgetary authority, controls surpluses and deficits, and the County is not legally obligated for the Board's debt. In 2012, the County contributed tax revenues of \$1,021,247 which represents 15 percent of total revenues. Financial information can be obtained from the Marion County Auditor, 222 West Center Street, Marion, Ohio 43302.

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**B. Marion-Hardin Corrections Commission**

The Marion-Hardin Corrections Commission (Commission) is a joint venture between Marion and Hardin Counties. The purpose of the Commission is to provide additional jail space and to provide a correctional center for the inmates. The Commission was created in 1996 with construction beginning in 1997. The Commission is governed by a Board made up of six members; each county's President of the Board of County Commissioners, the Common Pleas Court Judge, and the Sheriff.

The Commission had no outstanding debt as of December 31, 2012. The Commission has not accumulated significant financial resources nor is the Commission experiencing fiscal stress that may cause an additional financial benefit to or burden on the County in the future. Financial information can be obtained from the Marion County Auditor, 222 West Center Street, Marion, Ohio 43302.

**C. Northland Homes and Properties, Inc.**

The Marion County Board of Developmental Disabilities (DD) entered into a contract with three other local DD Boards to establish Northland Homes and Properties, Inc. This Corporation is a not-for-profit corporation which is responsible for developing dwellings, providing affordable housing, and managing a range of residential housing alternatives and support services to persons with disabilities. Each County appoints two trustees to a board of eight members.

The housing purchases are financed by State grants that are distributed to each DD Board and then to the Corporation. The DD Boards also fund the operational costs of the Corporation. The Corporation is not accumulating significant financial resources or experiencing fiscal stress which would cause an additional benefit to or burden on the County. During 2012, \$40,000 in contributions was made by the Marion County Board of DD to Northland Homes and Properties, Inc. for operational costs.

The Corporation is a joint venture between the counties because of the potential liability of the housing loans upon the Corporation's default on the loans or dissolution. Upon dissolution of the Corporation, the Board of Trustees shall distribute all remaining assets of the operation to the participating County Boards of DD. Information can be obtained from Northland Homes and Properties, Inc., 602 South Corporate Drive West, Fostoria, Ohio 44830-9447.

**NOTE 23 - JOINTLY GOVERNED ORGANIZATIONS**

**A. Marion County Regional Planning Commission**

The County participates in the Marion County Regional Planning Commission (Commission) which is a statutorily created political subdivision of the State. The Commission is jointly governed among the County and the municipalities and townships within the County. The Commission makes studies, maps, plans, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services within the County. In 2012, the County paid membership dues of \$54,916 toward the operation of the Commission. Information can be obtained from the Marion County Regional Planning Commission, 222 West Center Street, Marion, Ohio 43302.

**B. Marion County Family and Children First Council**

The Marion County Family and Children First Council (Council) provides services to multi-need youth in Marion County. There are fifteen organizations which are members of the Council, including the County. The operation of the Council is controlled by a board consisting of representatives of the member organizations. Members refer cases to the Council who determines how the case is to be handled. In 2012, the County did not make any contributions to the Council.



**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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C. Delaware-Knox-Marion-Morrow Joint Solid Waste Management District

The Delaware-Knox-Marion-Morrow Joint Solid Waste Management District (District) makes the disposal of waste in the four county area more comprehensive in terms of recycling, incinerating, and land filling. The Board of Directors consists of twelve members; the three county commissioners of each of the four counties. The Board exercises total control over the operation of the District including budgeting, appropriating, contracting, and designating management; however, the County has no ongoing financial interest or responsibility for the District. Most of the District's revenue was received from private haulers. Information can be obtained from the Delaware-Knox-Marion-Morrow Joint Solid Waste Management District, 222 West Center Street, Marion, Ohio 43302.

D. Clearwater Council of Governments

The Clearwater Council of Governments (Clearwater) is a regional council of governments comprised of the boards of Developmental Disabilities (DD) of Crawford, Erie, Huron, Marion, Morrow, Ottawa, Sandusky, and Seneca Counties. The Board of Directors is made up of the superintendents from each of these DD Boards. Clearwater is the administrator of various grant moneys for each of these Boards of DD. The degree of control exercised by any participating government is limited to its representation on the Board. Financial information can be obtained from the Clearwater Council of Governments, 8200 West State Route 163, Oak Harbor, Ohio 43449.

E. Marion Port Authority

The Marion Port Authority is a jointly governed organization between Marion County and the City of Marion. The Port Authority may acquire, purchase, construct, reconstruct, enlarge, furnish, equip, maintain, repair, sell, exchange, lease or rent to or from, operate, manage, or contract for the operation of management of the port authority facilities as defined in the Ohio Revised Code. The Port Authority is governed by a five member board of directors consisting of two members appointed by the Marion County Commissioners, two members appointed by the City of Marion, and one joint appointee. Each participant's ability to influence the operations of the Port Authority is limited to its representation on the board. Financial information can be obtained from the Marion Port Authority, 205 West Center Street, Marion, Ohio 43302.

**NOTE 24 - INSURANCE POOLS**

A. County Risk Sharing Authority, Inc.

The County Risk Sharing Authority, Inc., (CORSA) is an Ohio not-for-profit corporation established by forty-six counties for establishing the CORSA Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management program. Member counties agree to jointly participate in the coverage of losses and pay all contributions necessary for the specified insurance coverage provided by CORSA.

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

**Marion County, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2012**

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**B. County Commissioners Association Service Corporation**

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

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

**NOTE 25 - RELATED PARTY TRANSACTIONS**

During 2012, Marion County provided facilities, certain equipment, transportation, and salaries for the administration, implementation, and supervision of programs for MARCA Industries. MARCA, a discretely presented component unit of Marion County, reported, at fair value, \$79,795 for such contributions as unrestricted revenues and expenses relating to the vocational purposes of MARCA. Additional habilitative services provided directly to MARCA's clients by the County were \$2,307,321.

**NOTE 26 - CONTINGENT LIABILITIES**

**A. Litigation**

The County is a party to several legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects. The County is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the County.

**B. Federal and State Grants**

For the period January 1, 2012, to December 31, 2012, the County received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such 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 believes such disallowances, if any, would be immaterial.

**NOTE 27 - SUBSEQUENT EVENT**

On April 24, 2013, the County issued various purpose general obligation bonds, in the amount of \$3,540,000, to retire notes previously issued to construct infrastructure for Legacy Crossing, Menards, and University Drive. The bonds have an interest rate ranging from .6 to 3.5 percent and will mature on December 1, 2035.

**Marion County, Ohio**  
**Combining Statements - Nonmajor Governmental Funds**

**Nonmajor Special Revenue Funds**

Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes, other than for debt service or capital projects. Following is a description of the County's special revenue funds:

**Child Support Enforcement Fund** - To account for poundage fees and earned incentives by the Child Support Enforcement Agency (CSEA) restricted to finance the operations of the CSEA.

**Senior Services Fund** - To account for property taxes restricted for the operations of the Council on Aging.

**Real Estate Assessment Fund** - To account for charges to political subdivisions located within the County for assessing real property taxes that are restricted for the costs of preparing the list of real and public utility property, the expenses incurred by the County Board of Revision, the costs of the geographic information systems mapping programs, and the administration of estate taxes.

**North Central Ohio Rehabilitation Center Fund** - To account for grants and child support restricted for the operations of the juvenile rehabilitation center.

**Other Public Safety Fund** - To account for a combination of funds that receive federal, state, and local resources restricted for various public safety purposes. These funds are:

FEMA Fund	Indigent Guardianship Fund
Marmet Trust Fund	County Probation Services Fund
Drug Law Enforcement Fund	DWI Education Fund
OVI Grant Fund	Jail Reduction Fund
Disaster Services Fund	Canine Fund
Enhanced 911 Fund	Sheriff Training Fund
Prosecutor Law Enforcement Fund	Felony Delinquent Care and Custody Fund
Sheriff Law Enforcement Fund	Sheriff Administration Fund
Electronic Monitoring Fund	Web Check Fund
Prison Reduction Fund	Concealed Weapon Law Fund

**Other Fund** - To account for a combination of funds that receive federal, state, and local resources restricted for purposes other than public safety. These funds are:

Dog and Kennel Fund	Litter Control and Recycling Fund
Federal Safety Fund	Probate Conduct of Business Fund
Ditch Maintenance Fund	Computerization Fund
Prepayment Interest Fund	Voter Registration Fund
Community Development Block Grant Fund	Law Library Fund
Ohio Children's Trust Fund	Indigent Drivers Alcohol Treatment Fund
Delinquent Real Estate Tax Assessment Fund	Moving Ohio Forward Fund
Family Court Programs Fund	Family Dependent Treatment Fund
Specialized Docket Fund	Board of Elections Grant Fund

(continued)

**Marion County, Ohio**  
**Combining Statements - Nonmajor Governmental Funds (continued)**

**Nonmajor Debt Service Fund**

The debt service fund is used to account for resources that are restricted, committed, or assigned to expenditures for debt principal, interest, and related costs.

**Nonmajor Capital Projects Funds**

Capital projects funds are used to account for resources that are restricted, committed, or assigned for the acquisition or construction of major capital facilities and other capital assets (other than those financed by the enterprise fund). Following is a description of the County's nonmajor capital projects funds:

**Capital Improvement Fund** - To account for advances, transfers, and other resources restricted for building capital improvements and the acquisition of equipment.

**Ditch Drainage Fund** - To account for special assessments restricted for improvements to ditches.

**Children Home Fund** - To account for transfers from the Children Services special revenue fund assigned for capital improvements.

**Marca Fund** - To account for a property tax levy restricted for capital improvements to the property of the developmental disabilities board.

**Job and Family Fund** - To account for debt proceeds restricted for building construction.

**University Drive Fund** - To account for State grants and debt proceeds restricted for the construction of University Drive.

**Issue II Fund** - To account for state and federal grants restricted for the construction of roads and bridges.

**Justice Center Fund** - To account for debt proceeds restricted for the renovation of the courthouse annex.

**Coliseum Levy Fund** - To account for the remaining balance of a .3 mill five-year fairgrounds improvement levy restricted to repair and improve the coliseum. The levy expired in 2005.

**Permanent Improvement Fund** - To account for the proceeds from the sale of the county home restricted for capital improvements.

**Northwest Intercept Fund** - To account for grants restricted to construct roads, bridges, and an overpass to alleviate the downtown truck traffic.

**Tax Increment Financing Fund** - To account for payments in lieu of taxes restricted for the construction of infrastructure.

**Courthouse Improvement Fund** - To account for debt proceeds restricted to renovate the courthouse.

**Marion County, Ohio**  
Combining Balance Sheet  
**Nonmajor Governmental Funds**  
December 31, 2012

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$4,345,334	\$50,872	\$2,803,875	\$7,200,081
Cash and Cash Equivalents in Segregated Accounts	378	0	0	378
Accounts Receivable	6,306	0	633,167	639,473
Due from Other Governments	1,271,765	0	41,826	1,313,591
Interfund Receivable	171	0	352,186	352,357
Due from External Party	6,250	0	0	6,250
Property Taxes Receivable	755,921	0	300,442	1,056,363
Payment in Lieu of Taxes Receivable	0	0	463,270	463,270
Loans Receivable	31,963	0	0	31,963
Special Assessments Receivable	25,562	0	68,185	93,747
<b>Total Assets</b>	<b>\$6,443,650</b>	<b>\$50,872</b>	<b>\$4,662,951</b>	<b>\$11,157,473</b>
<b><u>Liabilities</u></b>				
Accrued Wages Payable	\$103,238	\$0	\$0	\$103,238
Accounts Payable	118,168	0	25,120	143,288
Contracts Payable	448,762	0	481,349	930,111
Retainage Payable	23,172	0	14,960	38,132
Matured Compensated Absences Payable	10,209	0	0	10,209
Due to Other Governments	24,724	0	0	24,724
Interfund Payable	79,705	0	849,409	929,114
Due to External Party	3,424	0	0	3,424
Accrued Interest Payable	0	0	6,799	6,799
Notes Payable	0	0	70,000	70,000
<b>Total Liabilities</b>	<b>811,402</b>	<b>0</b>	<b>1,447,637</b>	<b>2,259,039</b>
<b><u>Deferred Inflows of Resources</u></b>				
Property Taxes	671,853	0	269,368	941,221
Payment in Lieu of Taxes	0	0	463,270	463,270
Unavailable Revenue	719,848	0	141,085	860,933
<b>Total Deferred Inflows of Resources</b>	<b>1,391,701</b>	<b>0</b>	<b>873,723</b>	<b>2,265,424</b>
<b><u>Fund Balances</u></b>				
Nonspendable	0		325,999	325,999
Restricted	4,246,109	0	2,450,472	6,696,581
Assigned	0	50,872	1,844	52,716
Unassigned (Deficit)	(5,562)	0	(436,724)	(442,286)
<b>Total Fund Balances</b>	<b>4,240,547</b>	<b>50,872</b>	<b>2,341,591</b>	<b>6,633,010</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$6,443,650</b>	<b>\$50,872</b>	<b>\$4,662,951</b>	<b>\$11,157,473</b>

**Marion County, Ohio**  
Combining Balance Sheet  
**Nonmajor Special Revenue Funds**  
December 31, 2012

	Child Support Enforcement	Senior Services	Real Estate Assessment	North Central Ohio Rehabilitation Center
<b><u>Assets</u></b>				
Equity in Pooled Cash and Cash Equivalents	\$1,365,283	\$32,240	\$838,026	\$184,627
Cash and Cash Equivalents in Segregated Accounts	0	0	0	0
Accounts Receivable	0	0	0	86
Due from Other Governments	0	48,241	0	426,517
Interfund Receivable	0	0	0	0
Due from External Party	0	0	0	0
Property Taxes Receivable	0	755,921	0	0
Loans Receivable	0	0	0	0
Special Assessments Receivable	0	0	0	0
<b>Total Assets</b>	<b>\$1,365,283</b>	<b>\$836,402</b>	<b>\$838,026</b>	<b>\$611,230</b>
<b><u>Liabilities</u></b>				
Accrued Wages Payable	\$19,492	\$0	\$12,326	\$32,423
Accounts Payable	211	752	33,755	9,372
Contracts Payable	0	0	0	0
Retainage Payable	0	0	0	0
Matured Compensated Absences Payable	0	0	0	3,277
Due to Other Governments	4,358	0	1,884	5,014
Interfund Payable	21,235	0	0	334
Due to External Party	0	0	0	0
<b>Total Liabilities</b>	<b>45,296</b>	<b>752</b>	<b>47,965</b>	<b>50,420</b>
<b><u>Deferred Inflows of Resources</u></b>				
Property Taxes	0	671,853	0	0
Unavailable Revenue	0	132,309	0	259,541
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>804,162</b>	<b>0</b>	<b>259,541</b>
<b><u>Fund Balances</u></b>				
Restricted	1,319,987	31,488	790,061	301,269
Unassigned (Deficit)	0	0	0	0
<b>Total Fund Balances</b>	<b>1,319,987</b>	<b>31,488</b>	<b>790,061</b>	<b>301,269</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$1,365,283</b>	<b>\$836,402</b>	<b>\$838,026</b>	<b>\$611,230</b>

Other Public Safety	Other	Total
\$927,089	\$998,069	\$4,345,334
378	0	378
5,996	224	6,306
344,388	452,619	1,271,765
0	171	171
0	6,250	6,250
0	0	755,921
0	31,963	31,963
0	25,562	25,562
<u>\$1,277,851</u>	<u>\$1,514,858</u>	<u>\$6,443,650</u>
\$28,083	\$10,914	\$103,238
17,538	56,540	118,168
0	448,762	448,762
0	23,172	23,172
6,932	0	10,209
10,969	2,499	24,724
3,083	55,053	79,705
0	3,424	3,424
<u>66,605</u>	<u>600,364</u>	<u>811,402</u>
0	0	671,853
170,238	157,760	719,848
<u>170,238</u>	<u>157,760</u>	<u>1,391,701</u>
1,041,008	762,296	4,246,109
0	(5,562)	(5,562)
<u>1,041,008</u>	<u>756,734</u>	<u>4,240,547</u>
<u>\$1,277,851</u>	<u>\$1,514,858</u>	<u>\$6,443,650</u>

**Marion County, Ohio**  
Combining Balance Sheet  
**Nonmajor Capital Projects Funds**  
December 31, 2012

	Capital Improvement	Ditch Drainage	Children Home	Marca	Job and Family
<b><u>Assets</u></b>					
Equity in Pooled Cash and Cash Equivalents	\$115,043	\$319,169	\$1,844	\$677,342	\$1,394
Accounts Receivable	0	0	0	0	0
Due from Other Governments	0	0	0	22,972	0
Interfund Receivable	0	0	0	0	0
Property Taxes Receivable	0	0	0	300,442	0
Payment in Lieu of Taxes Receivable	0	0	0	0	0
Special Assessments Receivable	0	68,185	0	0	0
	<u>0</u>	<u>68,185</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Assets	<u>\$115,043</u>	<u>\$387,354</u>	<u>\$1,844</u>	<u>\$1,000,756</u>	<u>\$1,394</u>
<b><u>Liabilities</u></b>					
Accounts Payable	\$15,331	\$0	\$0	\$0	\$0
Contracts Payable	0	0	0	228,143	0
Retainage payable	0	0	0	14,960	0
Interfund Payable	485,833	363,576	0	0	0
Accrued Interest Payable	6,196	0	0	0	0
Notes Payable	0	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>507,360</u>	<u>363,576</u>	<u>0</u>	<u>243,103</u>	<u>0</u>
<b><u>Deferred Inflows of Resources</u></b>					
Property Taxes	0	0	0	269,368	0
Payment in Lieu of Taxes	0	0	0	0	0
Unavailable Revenue	0	68,185	0	54,046	0
	<u>0</u>	<u>68,185</u>	<u>0</u>	<u>54,046</u>	<u>0</u>
Total Deferred Inflows of Resources	<u>0</u>	<u>68,185</u>	<u>0</u>	<u>323,414</u>	<u>0</u>
<b><u>Fund Balances</u></b>					
Nonspendable	0	0	0	0	0
Restricted	0	0	0	434,239	1,394
Assigned	0	0	1,844	0	0
Unassigned (Deficit)	(392,317)	(44,407)	0	0	0
	<u>(392,317)</u>	<u>(44,407)</u>	<u>1,844</u>	<u>434,239</u>	<u>1,394</u>
Total Fund Balances (Deficit)	<u>(392,317)</u>	<u>(44,407)</u>	<u>1,844</u>	<u>434,239</u>	<u>1,394</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$115,043</u>	<u>\$387,354</u>	<u>\$1,844</u>	<u>\$1,000,756</u>	<u>\$1,394</u>



University Drive	Issue II	Justice Center	Coliseum Levy	Permanent Improvement	Northwest Intercept	Tax Increment Financing	Total
\$92,295	\$552,928	\$75	\$58,028	\$73,707	\$840,359	\$71,691	\$2,803,875
0	0	0	0	0	633,167	0	633,167
0	0	0	0	0	18,854	0	41,826
0	0	273,626	0	78,560	0	0	352,186
0	0	0	0	0	0	0	300,442
0	0	0	0	0	0	463,270	463,270
0	0	0	0	0	0	0	68,185
<u>\$92,295</u>	<u>\$552,928</u>	<u>\$273,701</u>	<u>\$58,028</u>	<u>\$152,267</u>	<u>\$1,492,380</u>	<u>\$534,961</u>	<u>\$4,662,951</u>
\$0	\$0	\$0	\$9,789	\$0	\$0	\$0	\$25,120
0	9,687	0	0	0	243,519	0	481,349
0	0	0	0	0	0	0	14,960
0	0	0	0	0	0	0	849,409
0	0	0	0	0	0	603	6,799
0	0	0	0	0	0	70,000	70,000
<u>0</u>	<u>9,687</u>	<u>0</u>	<u>9,789</u>	<u>0</u>	<u>243,519</u>	<u>70,603</u>	<u>1,447,637</u>
0	0	0	0	0	0	0	269,368
0	0	0	0	0	0	463,270	463,270
0	0	0	0	0	18,854	0	141,085
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>18,854</u>	<u>463,270</u>	<u>873,723</u>
0	0	273,626	0	52,373	0	0	325,999
92,295	543,241	75	48,239	99,894	1,230,007	1,088	2,450,472
0	0	0	0	0	0	0	1,844
0	0	0	0	0	0	0	(436,724)
<u>92,295</u>	<u>543,241</u>	<u>273,701</u>	<u>48,239</u>	<u>152,267</u>	<u>1,230,007</u>	<u>1,088</u>	<u>2,341,591</u>
<u>\$92,295</u>	<u>\$552,928</u>	<u>\$273,701</u>	<u>\$58,028</u>	<u>\$152,267</u>	<u>\$1,492,380</u>	<u>\$534,961</u>	<u>\$4,662,951</u>

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**Marion 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 Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>Revenues</u></b>				
Property Taxes	\$651,588	\$0	\$259,432	\$911,020
Payment in Lieu of Taxes	0	20,625	401,945	422,570
Special Assessments	52,565	0	50,320	102,885
Charges for Services	1,201,521	0	0	1,201,521
Licenses and Permits	143,632	0	0	143,632
Fines and Forfeitures	202,818	0	0	202,818
Intergovernmental	4,396,785	35,674	3,898,298	8,330,757
Interest	1,561	0	0	1,561
Other	100,052	779	195,262	296,093
<b>Total Revenues</b>	<b>6,750,522</b>	<b>57,078</b>	<b>4,805,257</b>	<b>11,612,857</b>
<b><u>Expenditures</u></b>				
Current				
General Government				
Legislative and Executive	1,010,119	0	0	1,010,119
Intergovernmental	0	11,356	178,578	189,934
Judicial	396,546	0	0	396,546
Public Safety	2,418,596	0	0	2,418,596
Public Works	756,781	0	0	756,781
Health	195,342	0	0	195,342
Human Services	1,757,866	0	0	1,757,866
Capital Outlay	0	0	4,565,806	4,565,806
Debt Service				
Principal Retirement	0	355,000	5,811	360,811
Current Refunding	0	0	70,000	70,000
Interest and Fiscal Charges	0	397,495	106,224	503,719
<b>Total Expenditures</b>	<b>6,535,250</b>	<b>763,851</b>	<b>4,926,419</b>	<b>12,225,520</b>
Excess of Revenues Over (Under) Expenditures	215,272	(706,773)	(121,162)	(612,663)
<b><u>Other Financing Sources (Uses)</u></b>				
Notes Issued	0	0	3,520,000	3,520,000
Current Refunding	0	0	(2,000,000)	(2,000,000)
Transfers - In	17,625	757,645	184,379	959,649
Transfers - Out	(17,625)	0	(40,824)	(58,449)
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>757,645</b>	<b>1,663,555</b>	<b>2,421,200</b>
Changes in Fund Balances	215,272	50,872	1,542,393	1,808,537
Fund Balances at Beginning of Year	4,025,275	0	799,198	4,824,473
Fund Balances at End of Year	<u>\$4,240,547</u>	<u>\$50,872</u>	<u>\$2,341,591</u>	<u>\$6,633,010</u>

**Marion 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	Senior Services	Real Estate Assessment	North Central Ohio Rehabilitation Center
<b><u>Revenues</u></b>				
Property Taxes	\$0	\$651,588	\$0	\$0
Special Assessments	0	0	0	0
Charges for Services	0	0	692,566	0
Licenses and Permits	0	0	0	0
Fines and Forfeitures	0	0	200	0
Intergovernmental	1,246,614	96,211	0	1,310,502
Interest	0	0	0	0
Other	0	0	14,398	14,078
Total Revenues	<u>1,246,614</u>	<u>747,799</u>	<u>707,164</u>	<u>1,324,580</u>
<b><u>Expenditures</u></b>				
Current				
General Government				
Legislative and Executive	0	0	857,491	0
Judicial	0	0	0	0
Public Safety	0	0	0	1,131,987
Public Works	0	0	0	0
Health	0	0	0	0
Human Services	995,501	742,327	0	0
Total Expenditures	<u>995,501</u>	<u>742,327</u>	<u>857,491</u>	<u>1,131,987</u>
Excess of Revenues Over (Under) Expenditures	<u>251,113</u>	<u>5,472</u>	<u>(150,327)</u>	<u>192,593</u>
<b><u>Other Financing Sources</u></b>				
Transfers - In	0	0	0	12,625
Transfers - Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>12,625</u>
Changes in Fund Balances	251,113	5,472	(150,327)	205,218
Fund Balances at Beginning of Year	<u>1,068,874</u>	<u>26,016</u>	<u>940,388</u>	<u>96,051</u>
Fund Balances at End of Year	<u><u>\$1,319,987</u></u>	<u><u>\$31,488</u></u>	<u><u>\$790,061</u></u>	<u><u>\$301,269</u></u>

Other Public Safety	Other	Total
\$0	\$0	\$651,588
0	52,565	52,565
161,157	347,798	1,201,521
0	143,632	143,632
63,948	138,670	202,818
1,142,261	601,197	4,396,785
38	1,523	1,561
43,373	28,203	100,052
<u>1,410,777</u>	<u>1,313,588</u>	<u>6,750,522</u>
0	152,628	1,010,119
0	396,546	396,546
1,286,609	0	2,418,596
0	756,781	756,781
0	195,342	195,342
0	20,038	1,757,866
<u>1,286,609</u>	<u>1,521,335</u>	<u>6,535,250</u>
<u>124,168</u>	<u>(207,747)</u>	<u>215,272</u>
5,000	0	17,625
(5,000)	(12,625)	(17,625)
<u>0</u>	<u>(12,625)</u>	<u>0</u>
124,168	(220,372)	215,272
<u>916,840</u>	<u>977,106</u>	<u>4,025,275</u>
<u><u>\$1,041,008</u></u>	<u><u>\$756,734</u></u>	<u><u>\$4,240,547</u></u>

**Marion County, Ohio**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
**Nonmajor Capital Projects Funds**  
For the Year Ended December 31, 2012

	Capital Improvement	Ditch Drainage	Children Home	Marca	Job and Family
<b><u>Revenues</u></b>					
Property Taxes	\$0	\$0	\$0	\$259,432	\$0
Payment in Lieu of Taxes	0	0	0	0	0
Special Assessments	0	50,320	0	0	0
Intergovernmental	0	0	0	79,227	0
Other	49,661	49,917	0	3,500	0
<b>Total Revenues</b>	<b>49,661</b>	<b>100,237</b>	<b>0</b>	<b>342,159</b>	<b>0</b>
<b><u>Expenditures</u></b>					
Current					
Legislative and Executive					
Intergovernmental	0	0	0	0	0
Capital Outlay	49,726	216,312	11,583	797,106	0
Debt Service					
Principal Retirement	0	0	0	0	0
Current Refunding	0	0	0	0	0
Interest and Fiscal Charges	8,092	3,000	0	0	0
<b>Total Expenditures</b>	<b>57,818</b>	<b>219,312</b>	<b>11,583</b>	<b>797,106</b>	<b>0</b>
Excess of Revenues Over (Under) Expenditures	(8,157)	(119,075)	(11,583)	(454,947)	0
<b><u>Other Financing Sources (Uses)</u></b>					
Notes Issued	0	0	0	0	0
Current Refunding	0	0	0	0	0
Transfers - In	0	131,703	0	0	0
Transfers - Out	0	(40,824)	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>90,879</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Changes in Fund Balances</b>	<b>(8,157)</b>	<b>(28,196)</b>	<b>(11,583)</b>	<b>(454,947)</b>	<b>0</b>
<b>Fund Balances (Deficit) at Beginning of Year</b>	<b>(384,160)</b>	<b>(16,211)</b>	<b>13,427</b>	<b>889,186</b>	<b>1,394</b>
<b>Fund Balances (Deficit) at End of Year</b>	<b>(\$392,317)</b>	<b>(\$44,407)</b>	<b>\$1,844</b>	<b>\$434,239</b>	<b>\$1,394</b>

University Drive	Issue II	Justice Center	Coliseum Levy	Permanent Improvement	Northwest Intercept	Tax Increment Financing	Courthouse Improvement	Total
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$259,432
0	0	0	0	0	0	401,945	0	401,945
0	0	0	0	0	0	0	0	50,320
0	1,132,195	0	0	0	2,686,876	0	0	3,898,298
0	92,181	0	0	0	0	3	0	195,262
0	1,224,376	0	0	0	2,686,876	401,948	0	4,805,257
0	0	0	0	0	0	178,578	0	178,578
0	1,312,749	712	14,186	0	2,162,001	0	1,431	4,565,806
5,811	0	0	0	0	0	0	0	5,811
0	0	0	0	0	0	70,000	0	70,000
12,300	0	0	0	0	0	82,832	0	106,224
18,111	1,312,749	712	14,186	0	2,162,001	331,410	1,431	4,926,419
(18,111)	(88,373)	(712)	(14,186)	0	524,875	70,538	(1,431)	(121,162)
900,000	0	0	0	0	0	2,620,000	0	3,520,000
0	0	0	0	0	0	(2,000,000)	0	(2,000,000)
0	52,676	0	0	0	0	0	0	184,379
0	0	0	0	0	0	0	0	(40,824)
900,000	52,676	0	0	0	0	620,000	0	1,663,555
881,889	(35,697)	(712)	(14,186)	0	524,875	690,538	(1,431)	1,542,393
(789,594)	578,938	274,413	62,425	152,267	705,132	(689,450)	1,431	799,198
\$92,295	\$543,241	\$273,701	\$48,239	\$152,267	\$1,230,007	\$1,088	\$0	\$2,341,591

**Marion County, Ohio**  
**Combining Statements - Fiduciary Funds**

Fiduciary 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

**Agency Funds**

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

**County Agency Fund** - To account for the activity of the County Sheriff's civil account.

**County Court Agency Fund** - To account for the collection and distribution of court fees and fines.

**Undivided Tax Fund** - To account for the collection and distribution of various taxes.

**Other Agency Funds**

Marriage License Special Fund  
Payroll Fund  
Regional Planning Fund  
Soil and Water Fund  
Board of Health Fund  
Emergency Planning Fund  
Family and Children First Fund  
County Park District Fund  
DKMM Solid Waste District Fund

Marion-Crawford Mental Health Board Fund  
Marion-Hardin Corrections Commission Fund  
Sewer Billing Collections Fund  
Ohio Elections Commission Fee Fund  
Port Authority Fund  
Housing Trust Fund  
Sewer District Rotary Fund  
Employee Contribution Fund



**Marion County, Ohio**  
Combining Statement of Changes in Assets and Liabilities  
**Agency Funds**  
For the Year Ended December 31, 2012

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<b>County Agency</b>				
<b>Assets</b>				
Cash and Cash Equivalents in Segregated Accounts	\$170,684	\$1,175,450	\$1,157,555	\$188,579
<b>Liabilities</b>				
Undistributed Assets	\$170,684	\$1,175,450	\$1,157,555	\$188,579
<b>County Court Agency</b>				
<b>Assets</b>				
Cash and Cash Equivalents in Segregated Accounts	\$1,612,534	\$13,541,053	\$13,575,826	\$1,577,761
<b>Liabilities</b>				
Undistributed Assets	\$1,612,534	\$13,541,053	\$13,575,826	\$1,577,761
<b>Undivided Tax</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,141,443	\$46,668,315	\$47,045,117	\$2,764,641
Due from Other Governments	2,670,671	2,238,322	2,670,671	2,238,322
Property Taxes Receivable	38,823,590	39,205,534	38,823,590	39,205,534
Special Assessments Receivable	2,097,101	2,673,546	2,097,101	2,673,546
Total Assets	\$46,732,805	\$90,785,717	\$90,636,479	\$46,882,043
<b>Liabilities</b>				
Due to Other Governments	\$46,732,805	\$90,785,717	\$90,636,479	\$46,882,043
<b>Marriage License Special</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$9,922	\$14,386	\$17,302	\$7,006
<b>Liabilities</b>				
Undistributed Assets	\$9,922	\$14,386	\$17,302	\$7,006
<b>Payroll</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$481,825	\$24,948,835	\$24,943,192	\$487,468
<b>Liabilities</b>				
Payroll Withholdings	\$481,825	\$24,948,835	\$24,943,192	\$487,468
<b>Regional Planning</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$81,250	\$323,334	\$305,041	\$99,543
Due from External Party	0	3,424	0	3,424
Total Assets	\$81,250	\$326,758	\$305,041	\$102,967
<b>Liabilities</b>				
Undistributed Assets	\$81,250	\$326,758	\$305,041	\$102,967

(continued)

**Marion County, Ohio**  
Combining Statement of Changes in Assets and Liabilities  
**Agency Funds (continued)**  
For the Year Ended December 31, 2012

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<b>Soil and Water</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$63,369	\$87,834	\$115,403	\$35,800
<b>Liabilities</b>				
Undistributed Assets	\$63,369	\$87,834	\$115,403	\$35,800
<b>Board of Health</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,185,107	\$2,561,786	\$2,474,734	\$1,272,159
Due from External Party	104	0	104	0
Total Assets	\$1,185,211	\$2,561,786	\$2,474,838	\$1,272,159
<b>Liabilities</b>				
Undistributed Assets	\$1,185,211	\$2,561,786	\$2,474,838	\$1,272,159
<b>Emergency Planning</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$25,645	\$22,217	\$21,044	\$26,818
<b>Liabilities</b>				
Undistributed Assets	\$25,645	\$22,217	\$21,044	\$26,818
<b>Family and Children First</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$311,042	\$644,412	\$658,609	\$296,845
<b>Liabilities</b>				
Undistributed Assets	\$311,042	\$644,412	\$658,609	\$296,845
<b>County Park District</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,891	\$1,000	\$2,371	\$2,520
<b>Liabilities</b>				
Undistributed Assets	\$3,891	\$1,000	\$2,371	\$2,520
<b>DKMM Solid Waste District</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$774,222	\$1,475,538	\$1,525,199	\$724,561
<b>Liabilities</b>				
Due to External Party	\$20	\$6,259	\$20	\$6,259
Undistributed Assets	774,202	1,469,279	1,525,179	718,302
Total Liabilities	\$774,222	\$1,475,538	\$1,525,199	\$724,561

(continued)

**Marion County, Ohio**  
Combining Statement of Changes in Assets and Liabilities  
**Agency Funds (continued)**  
For the Year Ended December 31, 2012

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<b>Marion-Crawford Mental Health Board</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,485,760	\$6,977,995	\$7,022,252	\$3,441,503
<b>Liabilities</b>				
Due to External Party	\$7,938	\$0	\$7,938	\$0
Undistributed Assets	3,477,822	6,977,995	7,014,314	3,441,503
Total Liabilities	\$3,485,760	\$6,977,995	\$7,022,252	\$3,441,503
<b>Marion-Hardin Corrections Commission</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$144,428	\$3,371,106	\$3,252,030	\$263,504
<b>Liabilities</b>				
Undistributed Assets	\$144,428	\$3,371,106	\$3,252,030	\$263,504
<b>Sewer Billing Collections</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,983	\$212,825	\$207,739	\$9,069
<b>Liabilities</b>				
Due to Other Governments	\$3,983	\$212,825	\$207,739	\$9,069
<b>Ohio Elections Commission Fee</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$120	\$120	\$0
<b>Liabilities</b>				
Undistributed Assets	\$0	\$120	\$120	\$0
<b>Port Authority</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$25,173	\$0	\$445	\$24,728
<b>Liabilities</b>				
Undistributed Assets	\$25,173	\$0	\$445	\$24,728
<b>Housing Trust</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$47,797	\$205,185	\$197,888	\$55,094
<b>Liabilities</b>				
Undistributed Assets	\$47,797	\$205,185	\$197,888	\$55,094

(continued)

**Marion County, Ohio**  
Combining Statement of Changes in Assets and Liabilities  
**Agency Funds (continued)**  
For the Year Ended December 31, 2012

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<b>Sewer District Rotary</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$5,195	\$30,984	\$0	\$36,179
<b>Liabilities</b>				
Undistributed Assets	\$5,195	\$30,984	\$0	\$36,179
<b>Employee Contribution</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,785	\$1,173	\$2,415	\$543
<b>Liabilities</b>				
Undistributed Assets	\$1,785	\$1,173	\$2,415	\$543
<b>Total - All Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$9,791,837	\$87,547,045	\$87,790,901	\$9,547,981
Cash and Cash Equivalents in Segregated Accounts	1,783,218	14,716,503	14,733,381	1,766,340
Due from Other Governments	2,670,671	2,238,322	2,670,671	2,238,322
Due from External Party	104	3,424	104	3,424
Property Taxes Receivable	38,823,590	39,205,534	38,823,590	39,205,534
Special Assessments Receivable	2,097,101	2,673,546	2,097,101	2,673,546
Total Assets	\$55,166,521	\$146,384,374	\$146,115,748	\$55,435,147
<b>Liabilities</b>				
Due to Other Governments	\$46,736,788	\$90,998,542	\$90,844,218	\$46,891,112
Due to External Party	7,958	6,259	7,958	6,259
Undistributed Assets	7,939,950	30,430,738	30,320,380	8,050,308
Payroll Withholdings	481,825	24,948,835	24,943,192	487,468
Total Liabilities	\$55,166,521	\$146,384,374	\$146,115,748	\$55,435,147

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

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund**  
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
<b><u>Revenues</u></b>				
Property Taxes	\$2,065,700	\$2,065,700	\$2,038,608	(\$27,092)
Sales Taxes	8,221,000	9,301,826	9,331,141	29,315
Charges for Services	2,876,765	2,938,886	2,832,683	(106,203)
Licenses and Permits	3,000	3,000	3,243	243
Fines and Forfeitures	236,000	236,000	193,255	(42,745)
Intergovernmental	1,483,434	1,671,446	1,690,808	19,362
Interest	209,000	209,000	235,467	26,467
Other	389,677	454,213	462,953	8,740
<b>Total Revenues</b>	<b>15,484,576</b>	<b>16,880,071</b>	<b>16,788,158</b>	<b>(91,913)</b>
<b><u>Expenditures</u></b>				
Current				
General Government - Legislative and Executive				
County Commissioners				
Personal Services	274,763	285,505	285,070	435
Fringe Benefits	63,831	66,552	57,570	8,982
Materials and Supplies	49,140	111,504	102,795	8,709
Contractual Services	7,254	8,919	8,687	232
Capital Outlay	0	1,150	1,144	6
Other	5,000	8,486	8,434	52
<b>Total County Commissioners</b>	<b>399,988</b>	<b>482,116</b>	<b>463,700</b>	<b>18,416</b>
Auditor				
Personal Services	210,570	209,120	208,976	144
Fringe Benefits	32,533	35,223	34,880	343
Materials and Supplies	4,050	4,868	4,857	11
Contractual Services	100	100	100	0
Capital Outlay	200	150	150	0
Other	5,488	12,116	10,719	1,397
<b>Total Auditor</b>	<b>252,941</b>	<b>261,577</b>	<b>259,682</b>	<b>1,895</b>
Treasurer				
Personal Services	96,297	96,782	96,565	217
Fringe Benefits	14,878	15,978	15,811	167
Materials and Supplies	2,599	16,559	16,559	0
Other	2,129	2,129	2,129	0
<b>Total Treasurer</b>	<b>115,903</b>	<b>131,448</b>	<b>131,064</b>	<b>384</b>
Prosecutor				
Personal Services	514,936	557,276	556,573	703
Fringe Benefits	101,037	114,544	112,335	2,209
Materials and Supplies	7,666	4,196	4,196	0
Contractual Services	135,463	133,045	128,979	4,066
Capital Outlay	3,148	525	0	525
Other	33,362	33,272	32,747	525
<b>Total Prosecutor</b>	<b>795,612</b>	<b>842,858</b>	<b>834,830</b>	<b>8,028</b>

(continued)

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund (continued)**  
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Personnel Department				
Other	\$473	\$473	\$0	\$473
Data Processing Board				
Materials and Supplies	3,000	3,000	3,000	0
Contractual Services	99,928	83,975	83,975	0
Capital Outlay	8,083	8,795	8,738	57
Other	8,000	21,353	21,256	97
Total Data Processing Board	119,011	117,123	116,969	154
Board of Elections				
Personal Services	282,638	278,638	260,484	18,154
Fringe Benefits	28,303	45,091	31,661	13,430
Materials and Supplies	18,000	21,954	21,480	474
Contractual Services	59,780	91,005	87,861	3,144
Capital Outlay	0	5,714	5,708	6
Other	0	16,982	3,469	13,513
Total Board of Elections	388,721	459,384	410,663	48,721
Maintenance and Operation				
Personal Services	63,693	63,693	58,440	5,253
Fringe Benefits	26,951	29,892	23,758	6,134
Materials and Supplies	2,118	2,118	2,065	53
Contractual Services	22,966	31,656	28,653	3,003
Total Maintenance and Operation	115,728	127,359	112,916	14,443
Recorder				
Personal Services	138,875	142,905	142,905	0
Fringe Benefits	20,777	22,903	22,602	301
Materials and Supplies	650	1,078	1,078	0
Contractual Services	9,780	5,667	5,655	12
Capital Outlay	32,400	32,186	32,106	80
Total Recorder	202,482	204,739	204,346	393
Postage				
Materials and Supplies	40,000	40,000	37,067	2,933
Insurance, Pensions, and Taxes				
Materials and Supplies	100	0	0	0
Contractual Services	44,546	0	0	0
Other	4,000	0	0	0
Total Insurance, Pensions, and Taxes	48,646	0	0	0

(continued)

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund (continued)**  
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Other Legislative and Executive				
Fringe Benefits	\$1,163,000	\$1,108,236	\$753,747	\$354,489
Materials and Supplies	18,000	18,000	11,665	6,335
Contractual Services	668,854	680,131	655,106	25,025
Other	11,024	11,024	11,024	0
<b>Total Other Legislative and Executive</b>	<b>1,860,878</b>	<b>1,817,391</b>	<b>1,431,542</b>	<b>385,849</b>
<b>Total General Government - Legislative and Executive</b>	<b>4,340,383</b>	<b>4,484,468</b>	<b>4,002,779</b>	<b>481,689</b>
General Government - Judicial				
Court of Appeals				
Other	15,548	17,739	17,625	114
Common Pleas Court				
Personal Services	256,973	256,107	255,478	629
Fringe Benefits	39,702	54,794	54,783	11
Materials and Supplies	6,336	7,507	7,234	273
Contractual Services	20,265	37,749	31,056	6,693
Other	832	3,282	2,419	863
<b>Total Common Pleas Court</b>	<b>324,108</b>	<b>359,439</b>	<b>350,970</b>	<b>8,469</b>
Jury Commission				
Personal Services	2,795	2,795	2,718	77
Fringe Benefits	432	452	441	11
Materials and Supplies	6,790	6,707	4,068	2,639
<b>Total Jury Commission</b>	<b>10,017</b>	<b>9,954</b>	<b>7,227</b>	<b>2,727</b>
Family Court				
Personal Services	622,172	597,688	596,787	901
Fringe Benefits	96,126	105,244	100,514	4,730
Materials and Supplies	40,030	39,003	39,003	0
Contractual Services	56,225	59,047	56,859	2,188
Capital Outlay	0	5,600	5,550	50
Other	8,340	14,773	14,307	466
<b>Total Family Court</b>	<b>822,893</b>	<b>821,355</b>	<b>813,020</b>	<b>8,335</b>
Probate Court				
Personal Services	115,797	116,439	116,439	0
Fringe Benefits	17,882	19,026	18,527	499
Materials and Supplies	5,586	5,111	4,110	1,001
Contractual Services	39,237	47,558	47,516	42
Capital Outlay	0	475	475	0
Other	500	500	500	0
<b>Total Probate Court</b>	<b>179,002</b>	<b>189,109</b>	<b>187,567</b>	<b>1,542</b>

(continued)



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund (continued)**  
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Clerk of Courts				
Personal Services	\$313,992	\$314,493	\$302,580	\$11,913
Fringe Benefits	80,400	81,985	67,646	14,339
Materials and Supplies	50,569	44,393	42,591	1,802
Contractual Services	28,427	28,399	23,451	4,948
Capital Outlay	750	2,250	2,135	115
Other	5,500	5,500	0	5,500
<b>Total Clerk of Courts</b>	<b>479,638</b>	<b>477,020</b>	<b>438,403</b>	<b>38,617</b>
Municipal Court				
Personal Services	78,930	101,244	101,244	0
Fringe Benefits	14,291	14,974	14,782	192
Contractual Services	2,200	5,021	4,164	857
Other	2,000	2,000	1,637	363
<b>Total Municipal Court</b>	<b>97,421</b>	<b>123,239</b>	<b>121,827</b>	<b>1,412</b>
<b>Total General Government - Judicial</b>	<b>1,928,627</b>	<b>1,997,855</b>	<b>1,936,639</b>	<b>61,216</b>
<b>Total General Government</b>	<b>6,269,010</b>	<b>6,482,323</b>	<b>5,939,418</b>	<b>542,905</b>
Public Safety				
Adult Probation				
Personal Services	151,905	151,905	150,423	1,482
Fringe Benefits	24,465	25,788	25,120	668
Materials and Supplies	4,390	4,390	4,061	329
Contractual Services	4,000	4,000	3,804	196
Other	695	202	202	0
<b>Total Adult Probation</b>	<b>185,455</b>	<b>186,285</b>	<b>183,610</b>	<b>2,675</b>
Juvenile Probation				
Personal Services	96,071	93,749	93,692	57
Fringe Benefits	14,843	15,364	15,253	111
<b>Total Juvenile Probation</b>	<b>110,914</b>	<b>109,113</b>	<b>108,945</b>	<b>168</b>
Detention Home				
Personal Services	628,717	612,789	609,446	3,343
Fringe Benefits	97,136	107,715	103,753	3,962
Materials and Supplies	99,213	112,279	111,133	1,146
Contractual Services	116,396	103,093	95,237	7,856
Capital Outlay	4,477	5,936	5,936	0
Other	2,625	4,082	4,082	0
<b>Total Detention Home</b>	<b>948,564</b>	<b>945,894</b>	<b>929,587</b>	<b>16,307</b>

(continued)

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund (continued)**  
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
Coroner				
Personal Services	\$56,695	\$56,891	\$56,891	\$0
Fringe Benefits	8,759	9,271	9,082	189
Materials and Supplies	300	300	271	29
Contractual Services	77,989	76,714	76,640	74
Other	1,647	1,647	1,647	0
<b>Total Coroner</b>	<b>145,390</b>	<b>144,823</b>	<b>144,531</b>	<b>292</b>
Sheriff				
Personal Services	1,304,164	1,540,122	1,497,382	42,740
Fringe Benefits	498,700	349,128	330,252	18,876
Materials and Supplies	189,280	184,403	156,056	28,347
Contractual Services	222,916	179,707	165,729	13,978
Capital Outlay	400	49,086	48,923	163
Other	36,340	21,650	18,197	3,453
<b>Total Sheriff</b>	<b>2,251,800</b>	<b>2,324,096</b>	<b>2,216,539</b>	<b>107,557</b>
Other Public Safety				
Other	2,503,655	2,523,391	2,511,902	11,489
<b>Total Public Safety</b>	<b>6,145,778</b>	<b>6,233,602</b>	<b>6,095,114</b>	<b>138,488</b>
Public Works				
Engineer				
Materials and Supplies	5,368	5,418	4,894	524
Contractual Services	2,200	2,150	1,663	487
Capital Outlay	1,582	1,582	1,582	0
Other	3,510	3,510	3,455	55
<b>Total Public Works</b>	<b>12,660</b>	<b>12,660</b>	<b>11,594</b>	<b>1,066</b>
Health				
Agriculture				
Contractual Services	80,200	80,200	80,200	0
Tuberculosis				
Contractual Services	16,530	16,530	11,585	4,945
Vital Statistics				
Contractual Services	111,457	109,280	109,280	0
<b>Total Health</b>	<b>208,187</b>	<b>206,010</b>	<b>201,065</b>	<b>4,945</b>

(continued)

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**General Fund (continued)**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Human Services				
Soldiers Relief				
Personal Services	\$27,823	\$27,855	\$27,855	\$0
Fringe Benefits	4,262	5,712	5,642	70
Materials and Supplies	13,036	16,230	16,177	53
Contractual Services	3,261	15,680	15,664	16
Capital Outlay	0	600	600	0
Other	77,066	68,029	68,004	25
Total Soldiers Relief	<u>125,448</u>	<u>134,106</u>	<u>133,942</u>	<u>164</u>
Veteran Services				
Personal Services	156,309	153,937	153,531	406
Fringe Benefits	23,250	23,878	23,396	482
Materials and Supplies	1,999	0	0	0
Contractual Services	7,000	6,500	6,500	0
Total Veteran Services	<u>188,558</u>	<u>184,315</u>	<u>183,427</u>	<u>888</u>
Total Human Services	<u>314,006</u>	<u>318,421</u>	<u>317,369</u>	<u>1,052</u>
Other				
Miscellaneous				
Personal Services	40,000	6,432	0	6,432
Contractual Services	532,250	600,158	570,817	29,341
Other	2,300	3,550	2,925	625
Total Other	<u>574,550</u>	<u>610,140</u>	<u>573,742</u>	<u>36,398</u>
Intergovernmental	<u>185,126</u>	<u>185,126</u>	<u>185,126</u>	<u>0</u>
Total Expenditures	<u>13,709,317</u>	<u>14,048,282</u>	<u>13,323,428</u>	<u>724,854</u>
Excess of Revenues Over Expenditures	<u>1,775,259</u>	<u>2,831,789</u>	<u>3,464,730</u>	<u>632,941</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Sale of Capital Assets	25,000	32,431	32,431	0
Advances - In	0	0	324,806	324,806
Advances - Out	0	0	(381,837)	(381,837)
Transfers - In	0	40,824	40,824	0
Transfers - Out	(1,138,852)	(1,281,701)	(1,131,375)	150,326
Total Other Financing Sources (Uses)	<u>(1,113,852)</u>	<u>(1,208,446)</u>	<u>(1,115,151)</u>	<u>93,295</u>
Changes in Fund Balance	661,407	1,623,343	2,349,579	726,236
Fund Balance at Beginning of Year	1,136,531	1,136,531	1,136,531	0
Prior Year Encumbrances Appropriated	<u>234,782</u>	<u>234,782</u>	<u>234,782</u>	<u>0</u>
Fund Balance at End of Year	<u>\$2,032,720</u>	<u>\$2,994,656</u>	<u>\$3,720,892</u>	<u>\$726,236</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Job and Family Services Special Revenue Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Charges for Services	\$250,000	\$250,000	\$163,845	(\$86,155)
Intergovernmental	5,055,000	5,055,000	4,125,181	(929,819)
Other	4,000	8,600	5,328	(3,272)
<b>Total Revenues</b>	<b>5,309,000</b>	<b>5,313,600</b>	<b>4,294,354</b>	<b>(1,019,246)</b>
<b><u>Expenditures</u></b>				
Current				
Human Services				
Administrative				
Personal Services	2,200,000	2,200,000	2,017,074	182,926
Fringe Benefits	785,000	835,000	663,382	171,618
Materials and Supplies	81,619	95,769	88,193	7,576
Contractual Services	1,245,973	1,244,618	1,149,662	94,956
Capital Outlay	80,000	40,000	13,203	26,797
Other	107,934	102,689	93,911	8,778
<b>Total Administrative</b>	<b>4,500,526</b>	<b>4,518,076</b>	<b>4,025,425</b>	<b>492,651</b>
Public Assistance				
Personal Services	170,000	170,000	134,755	35,245
Fringe Benefits	66,000	66,000	41,020	24,980
Materials and Supplies	46,892	43,927	19,732	24,195
Contractual Services	993,540	1,063,225	886,015	177,210
Capital Outlay	20,000	19,551	685	18,866
Other	4,165	4,000	722	3,278
<b>Total Public Assistance</b>	<b>1,300,597</b>	<b>1,366,703</b>	<b>1,082,929</b>	<b>283,774</b>
<b>Total Expenditures</b>	<b>5,801,123</b>	<b>5,884,779</b>	<b>5,108,354</b>	<b>776,425</b>
Excess of Revenues				
Under Expenditures	(492,123)	(571,179)	(814,000)	(242,821)
<b><u>Other Financing Sources</u></b>				
Transfers - In	300,000	300,000	242,027	(57,973)
Changes in Fund Balance	(192,123)	(271,179)	(571,973)	(300,794)
Fund Balance at Beginning of Year	1,017,119	1,017,119	1,017,119	0
Prior Year Encumbrances Appropriated	246,623	246,623	246,623	0
<b>Fund Balance at End of Year</b>	<b>\$1,071,619</b>	<b>\$992,563</b>	<b>\$691,769</b>	<b>(\$300,794)</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Motor Vehicle Gasoline Tax Special Revenue Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Charges for Services	\$50,000	\$50,000	\$71,409	\$21,409
Fines and Forfeitures	20,000	20,000	11,901	(8,099)
Intergovernmental	4,000,000	4,000,000	4,118,849	118,849
Interest	900	900	577	(323)
Other	151,200	151,200	239,563	88,363
<b>Total Revenues</b>	<b>4,222,100</b>	<b>4,222,100</b>	<b>4,442,299</b>	<b>220,199</b>
<b><u>Expenditures</u></b>				
Current				
Public Works				
Personal Services	1,474,174	1,484,175	1,381,611	102,564
Fringe Benefits	728,800	559,799	533,963	25,836
Materials and Supplies	998,000	990,700	802,692	188,008
Contractual Services	1,037,000	1,452,732	1,083,460	369,272
Capital Outlay	206,945	296,741	286,764	9,977
Other	455,754	124,624	83,607	41,017
<b>Total Expenditures</b>	<b>4,900,673</b>	<b>4,908,771</b>	<b>4,172,097</b>	<b>736,674</b>
Excess of Revenues Over (Under) Expenditures	(678,573)	(686,671)	270,202	956,873
<b><u>Other Financing Sources (Uses)</u></b>				
Advances - In	0	0	48,000	48,000
Transfers - Out	(49,576)	(52,676)	(52,676)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(49,576)</b>	<b>(52,676)</b>	<b>(4,676)</b>	<b>48,000</b>
Changes in Fund Balance	(728,149)	(739,347)	265,526	1,004,873
Fund Balance at Beginning of Year	1,254,016	1,254,016	1,254,016	0
Prior Year Encumbrances Appropriated	29,945	29,945	29,945	0
<b>Fund Balance at End of Year</b>	<b>\$555,812</b>	<b>\$544,614</b>	<b>\$1,549,487</b>	<b>\$1,004,873</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Children Services Special Revenue Fund**  
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget Over (Under)
	<u>Original</u>	<u>Final</u>		
<b><u>Revenues</u></b>				
Property Taxes	\$1,045,000	\$1,045,000	\$1,091,754	\$46,754
Charges for Services	22,750	22,750	45,751	23,001
Intergovernmental	1,618,284	1,618,284	1,618,977	693
Other	45,000	45,000	132,139	87,139
	<u>2,731,034</u>	<u>2,731,034</u>	<u>2,888,621</u>	<u>157,587</u>
Total Revenues				
<b><u>Expenditures</u></b>				
Current				
Human Services				
Personal Services	1,489,037	1,511,037	1,493,938	17,099
Fringe Benefits	529,907	529,907	418,937	110,970
Materials and Supplies	96,250	96,250	69,560	26,690
Contractual Services	1,515,150	1,493,150	1,142,058	351,092
Capital Outlay	12,500	12,500	2,623	9,877
Other	17,000	17,000	8,647	8,353
	<u>3,659,844</u>	<u>3,659,844</u>	<u>3,135,763</u>	<u>524,081</u>
Total Expenditures				
Changes in Fund Balance	(928,810)	(928,810)	(247,142)	681,668
Fund Balance at Beginning of Year	<u>4,629,469</u>	<u>4,629,469</u>	<u>4,629,469</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,700,659</u></u>	<u><u>\$3,700,659</u></u>	<u><u>\$4,382,327</u></u>	<u><u>\$681,668</u></u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Developmental Disabilities Special Revenue Fund**  
For the Year Ended December 31, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Over (Under)
	Original	Final		
<b><u>Revenues</u></b>				
Property Taxes	\$2,400,000	\$2,400,000	\$2,463,290	\$63,290
Intergovernmental	3,013,940	2,388,899	3,252,643	863,744
Other	1,108,500	1,167,524	1,067,242	(100,282)
Total Revenues	6,522,440	5,956,423	6,783,175	826,752
<b><u>Expenditures</u></b>				
Current				
Health				
Personal Services	3,000,000	3,000,000	2,915,298	84,702
Fringe Benefits	1,530,699	1,497,448	1,218,720	278,728
Materials and Supplies	228,439	266,873	213,589	53,284
Contractual Services	3,648,960	3,856,980	3,012,837	844,143
Capital Outlay	16,000	29,000	21,958	7,042
Other	765,490	167,831	137,455	30,376
Total Expenditures	9,189,588	8,818,132	7,519,857	1,298,275
Changes in Fund Balance	(2,667,148)	(2,861,709)	(736,682)	2,125,027
Fund Balance at Beginning of Year	5,721,046	5,721,046	5,721,046	0
Prior Year Encumbrances Appropriated	869,628	869,628	869,628	0
Fund Balance at End of Year	\$3,923,526	\$3,728,965	\$5,853,992	\$2,125,027

**Marion County, Ohio**  
Schedule of Revenues, Expenses, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Sewer District Enterprise Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$1,094,000	\$1,106,224	\$12,224
Tap In Fees	8,000	502,958	494,958
Interest	4,004	1,656	(2,348)
Other	583,325	3,817	(579,508)
	<u>1,689,329</u>	<u>1,614,655</u>	<u>(74,674)</u>
Total Revenues			
<b><u>Expenses</u></b>			
Personal Services	395,000	386,469	8,531
Fringe Benefits	84,900	78,765	6,135
Materials and Supplies	49,885	30,823	19,062
Contractual Services	975,504	814,974	160,530
Capital Outlay	32,000	29,842	2,158
Other	54,000	49,387	4,613
Debt Service			
Principal Retirement	156,625	156,620	5
Interest Expense	79,015	79,015	0
	<u>1,826,929</u>	<u>1,625,895</u>	<u>201,034</u>
Total Expenses			
Changes in Fund Balance	(137,600)	(11,240)	126,360
Fund Balance at Beginning of Year	3,119,032	3,119,032	0
Prior Year Encumbrances Appropriated	56,557	56,557	0
	<u>56,557</u>	<u>56,557</u>	<u>0</u>
Fund Balance at End of Year	<u>\$3,037,989</u>	<u>\$3,164,349</u>	<u>\$126,360</u>



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Child Support Enforcement Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b>Revenues</b>			
Intergovernmental	\$1,503,000	\$1,278,074	(\$224,926)
<b>Expenditures</b>			
Current			
Human Services			
Personal Services	480,000	420,535	59,465
Fringe Benefits	212,500	177,023	35,477
Materials and Supplies	3,000	1,111	1,889
Contractual Services	321,580	265,257	56,323
Other	257,000	183,941	73,059
Total Expenditures	1,274,080	1,047,867	226,213
Excess of Revenues Over Expenditures	228,920	230,207	1,287
<b>Other Financing Sources</b>			
Transfers - In	20,000	0	(20,000)
Changes in Fund Balance	248,920	230,207	(18,713)
Fund Balance at Beginning of Year	1,048,168	1,048,168	0
Prior Year Encumbrances Appropriated	43,611	43,611	0
Fund Balance at End of Year	\$1,340,699	\$1,321,986	(\$18,713)

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Senior Services Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Property Taxes	\$646,596	\$646,116	(\$480)
Intergovernmental	95,731	96,211	480
Total Revenues	742,327	742,327	0
<b><u>Expenditures</u></b>			
Current			
Human Services			
Other	742,433	742,433	0
Changes in Fund Balance	(106)	(106)	0
Fund Balance at Beginning of Year	0	0	0
Unexpended Prior Year Encumbrances	756	756	0
Fund Balance at End of Year	<u>\$650</u>	<u>\$650</u>	<u>\$0</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Real Estate Assessment Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$600,035	\$692,566	\$92,531
Fines and Forfeitures	0	200	200
Other	12,078	14,398	2,320
	<u>612,113</u>	<u>707,164</u>	<u>95,051</u>
Total Revenues			
<b><u>Expenditures</u></b>			
Current			
General Government - Legislative and Executive			
Personal Services	297,066	296,447	619
Fringe Benefits	95,165	87,681	7,484
Materials and Supplies	6,557	3,771	2,786
Contractual Services	510,370	506,821	3,549
Capital Outlay	6,288	6,028	260
Other	17,000	13,853	3,147
	<u>932,446</u>	<u>914,601</u>	<u>17,845</u>
Total Expenditures			
Changes in Fund Balance	(320,333)	(207,437)	112,896
Fund Balance at Beginning of Year	947,863	947,863	0
Prior Year Encumbrances Appropriated	32,062	32,062	0
Fund Balance at End of Year	<u>\$659,592</u>	<u>\$772,488</u>	<u>\$112,896</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**North Central Ohio Rehabilitation Center Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$1,323,278	\$1,149,351	(\$173,927)
Other	13,550	14,579	1,029
<b>Total Revenues</b>	<b>1,336,828</b>	<b>1,163,930</b>	<b>(172,898)</b>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	750,000	702,800	47,200
Fringe Benefits	355,000	233,579	121,421
Materials and Supplies	108,394	85,206	23,188
Contractual Services	169,659	119,637	50,022
Capital Outlay	20,000	2,190	17,810
Other	56,217	30,744	25,473
<b>Total Expenditures</b>	<b>1,459,270</b>	<b>1,174,156</b>	<b>285,114</b>
Excess of Revenues Under Expenditures	(122,442)	(10,226)	112,216
<b><u>Other Financing Sources (Uses)</u></b>			
Advances - In	0	200,000	200,000
Advances - Out	0	(200,000)	(200,000)
Transfer - In	0	12,625	12,625
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>12,625</b>	<b>12,625</b>
Changes in Fund Balance	(122,442)	2,399	124,841
Fund Balance at Beginning of Year	134,607	134,607	0
Prior Year Encumbrances Appropriated	23,046	23,046	0
<b>Fund Balance at End of Year</b>	<b>\$35,211</b>	<b>\$160,052</b>	<b>\$124,841</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**FEMA Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$10,396	\$1,040	(\$9,356)
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Contractual Services	10,396	0	10,396
Changes in Fund Balance	0	1,040	1,040
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$1,040	\$1,040

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Marmet Trust Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Fines and Forfeitures	\$10,000	\$52,915	\$42,915
Interest	30	23	(7)
Other	19,000	1,167	(17,833)
Total Revenues	<u>29,030</u>	<u>54,105</u>	<u>25,075</u>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Salaries and Wages	12,800	10,629	2,171
Fringe Benefits	300	38	262
Materials and Supplies	24,000	13,805	10,195
Total Expenditures	<u>37,100</u>	<u>24,472</u>	<u>12,628</u>
Changes in Fund Balance	(8,070)	29,633	37,703
Fund Balance at Beginning of Year	52,447	52,447	0
Prior Year Encumbrances Appropriated	50	50	0
Fund Balance at End of Year	<u>\$44,427</u>	<u>\$82,130</u>	<u>\$37,703</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Drug Law Enforcement Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Fines and Forfeitures	\$12,098	\$11,645	(\$453)
Interest	25	10	(15)
Other	15,000	18,086	3,086
Total Revenues	27,123	29,741	2,618
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Materials and Supplies	27,324	22,408	4,916
Changes in Fund Balance	(201)	7,333	7,534
Fund Balance at Beginning of Year	18,633	18,633	0
Prior Year Encumbrances Appropriated	1,608	1,608	0
Fund Balance at End of Year	\$20,040	\$27,574	\$7,534

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**OVI Grant Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$93,457	\$54,169	(\$39,288)
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	39,260	38,110	1,150
Fringe Benefits	28,397	7,949	20,448
Contractual Services	25,648	9,008	16,640
Capital Outlay	1,500	0	1,500
Other	300	0	300
Total Expenditures	95,105	55,067	40,038
Excess of Revenues Under Expenditures	(1,648)	(898)	750
<b><u>Other Financing Uses</u></b>			
Transfers - Out	0	5,000	5,000
Changes in Fund Balance	(1,648)	4,102	5,750
Fund Balance at Beginning of Year	28,956	28,956	0
Prior Year Encumbrances Appropriated	1,648	1,648	0
Fund Balance at End of Year	\$28,956	\$34,706	\$5,750



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Disaster Services Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$24,098	\$20,128	(\$3,970)
Intergovernmental	88,000	91,755	3,755
Other	16,000	16,034	34
<b>Total Revenues</b>	<b>128,098</b>	<b>127,917</b>	<b>(181)</b>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	51,567	51,567	0
Fringe Benefits	21,386	21,319	67
Materials and Supplies	1,000	789	211
Contractual Services	5,274	4,776	498
Other	54,403	52,376	2,027
<b>Total Expenditures</b>	<b>133,630</b>	<b>130,827</b>	<b>2,803</b>
Changes in Fund Balance	(5,532)	(2,910)	2,622
Fund Balance at Beginning of Year	5,667	5,667	0
Prior Year Encumbrances Appropriated	4,146	4,146	0
<b>Fund Balance at End of Year</b>	<b>\$4,281</b>	<b>\$6,903</b>	<b>\$2,622</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Enhanced 911 Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$145,000	\$141,598	(\$3,402)
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	23,000	18,208	4,792
Fringe Benefits	5,935	4,963	972
Contractual Services	5,000	0	5,000
Capital Outlay	10,000	0	10,000
Other	45,565	35,003	10,562
Total Expenditures	89,500	58,174	31,326
Changes in Fund Balance	55,500	83,424	27,924
Fund Balance at Beginning of Year	94,718	94,718	0
Prior Year Encumbrances Appropriated	1,427	1,427	0
Fund Balance at End of Year	\$151,645	\$179,569	\$27,924

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Prosecutor Law Enforcement Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Other	\$15,740	\$2,517	(\$13,223)
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Materials and Supplies	15,740	0	15,740
Changes in Fund Balance	0	2,517	2,517
Fund Balance at Beginning of Year	15,740	15,740	0
Fund Balance at End of Year	<u>\$15,740</u>	<u>\$18,257</u>	<u>\$2,517</u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Sheriff Law Enforcement Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Other	\$2,000	\$4,430	\$2,430
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Materials and Supplies	5,341	0	5,341
Changes in Fund Balance	(3,341)	4,430	7,771
Fund Balance at Beginning of Year	8,798	8,798	0
Fund Balance at End of Year	<u>\$5,457</u>	<u>\$13,228</u>	<u>\$7,771</u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Electronic Monitoring Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$3,000	\$8,553	\$5,553
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Contractual Services	9,000	7,440	1,560
Excess of Revenues Over (Under) Expenditures	(6,000)	1,113	7,113
<b><u>Other Financing Sources</u></b>			
Transfers - In	3,000	0	(3,000)
Changes in Fund Balance	(3,000)	1,113	4,113
Fund Balance at Beginning of Year	3,603	3,603	0
Fund Balance at End of Year	<u>\$603</u>	<u>\$4,716</u>	<u>\$4,113</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Prison Reduction Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$335,749	\$335,749	\$0
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	250,253	241,329	8,924
Fringe Benefits	85,496	65,490	20,006
Contractual Services	648	648	0
Total Expenditures	336,397	307,467	28,930
Changes in Fund Balance	(648)	28,282	28,930
Fund Balance at Beginning of Year	59,821	59,821	0
Prior Year Encumbrances Appropriated	648	648	0
Fund Balance at End of Year	\$59,821	\$88,751	\$28,930

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Indigent Guardianship Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$9,800	\$9,076	(\$724)
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Contractual Services	14,924	11,222	3,702
Changes in Fund Balance	(5,124)	(2,146)	2,978
Fund Balance at Beginning of Year	20,122	20,122	0
Prior Year Encumbrances Appropriated	600	600	0
Fund Balance at End of Year	<u>\$15,598</u>	<u>\$18,576</u>	<u>\$2,978</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**County Probation Services Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$43,453	\$33,695	(\$9,758)
Intergovernmental	0	30	30
Total Revenues	<u>43,453</u>	<u>33,725</u>	<u>(9,728)</u>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	25,000	15,503	9,497
Fringe Benefits	4,453	2,774	1,679
Materials and Supplies	7,500	3,111	4,389
Contractual Services	6,500	6,291	209
Other	4,000	3,109	891
Total Expenditures	<u>47,453</u>	<u>30,788</u>	<u>16,665</u>
Excess of Revenues Over (Under) Expenditures	(4,000)	2,937	6,937
<b><u>Other Financing Uses</u></b>			
Transfers - Out	(5,000)	(5,000)	0
Changes in Fund Balance	(9,000)	(2,063)	6,937
Fund Balance at Beginning of Year	<u>44,269</u>	<u>44,269</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$35,269</u></u>	<u><u>\$42,206</u></u>	<u><u>\$6,937</u></u>



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**DWI Education Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b>Revenues</b>			
Fines and Forfeitures	\$500	\$559	\$59
<b>Expenditures</b>			
Current			
Public Safety			
Personal Services	1,987	365	1,622
Fringe Benefits	13	13	0
Materials and Supplies	4,054	0	4,054
Contractual Services	2,000	0	2,000
Total Expenditures	8,054	378	7,676
Changes in Fund Balance	(7,554)	181	7,735
Fund Balance at Beginning of Year	8,245	8,245	0
Fund Balance at End of Year	\$691	\$8,426	\$7,735

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Jail Reduction Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b>Revenues</b>			
Intergovernmental	\$44,456	\$44,456	\$0
<b>Expenditures</b>			
Current			
Public Safety			
Personal Services	32,700	31,756	944
Fringe Benefits	6,822	5,457	1,365
Materials and Supplies	3,550	2,965	585
Capital Outlay	500	267	233
Other	884	633	251
Total Expenditures	44,456	41,078	3,378
Changes in Fund Balance	0	3,378	3,378
Fund Balance at Beginning of Year	13,087	13,087	0
Fund Balance at End of Year	\$13,087	\$16,465	\$3,378

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Canine Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Other	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Other	7,036	153	6,883
Changes in Fund Balance	(7,036)	(153)	6,883
Fund Balance at Beginning of Year	7,036	7,036	0
Fund Balance at End of Year	\$0	\$6,883	\$6,883

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Sheriff Training Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Other	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Other	2,858	700	2,158
Changes in Fund Balance	(2,858)	(700)	2,158
Fund Balance at Beginning of Year	2,858	2,858	0
Fund Balance at End of Year	\$0	\$2,158	\$2,158

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Felony Delinquent Care and Custody Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$729,335	\$500,797	(\$228,538)
Other	5,000	2,813	(2,187)
<b>Total Revenues</b>	<b>734,335</b>	<b>503,610</b>	<b>(230,725)</b>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	291,000	262,349	28,651
Fringe Benefits	90,000	84,082	5,918
Materials and Supplies	17,000	7,121	9,879
Contractual Services	332,134	204,695	127,439
Capital Outlay	3,000	0	3,000
Other	12,000	4,835	7,165
<b>Total Expenditures</b>	<b>745,134</b>	<b>563,082</b>	<b>182,052</b>
Changes in Fund Balance	(10,799)	(59,472)	(48,673)
Fund Balance at Beginning of Year	208,093	208,093	0
Prior Year Encumbrances Appropriated	38,361	38,361	0
<b>Fund Balance at End of Year</b>	<b>\$235,655</b>	<b>\$186,982</b>	<b>(\$48,673)</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Sheriff Administration Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$14,772	\$14,270	(\$502)
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	12,640	12,640	0
Fringe Benefits	2,571	2,392	179
Total Expenditures	15,211	15,032	179
Excess of Revenues Under Expenditures	(439)	(762)	(323)
<b><u>Other Financing Sources (Uses)</u></b>			
Advances - In	0	11,000	11,000
Advances - Out	0	(14,000)	(14,000)
Total Other Financing Sources (Uses)	0	(3,000)	(3,000)
Changes in Fund Balance	(439)	(3,762)	(3,323)
Fund Balance at Beginning of Year	3,782	3,782	0
Fund Balance at End of Year	\$3,343	\$20	(\$3,323)

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Web Check Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$39,000	\$56,596	\$17,596
Other	0	33	33
Total Revenues	<u>39,000</u>	<u>56,629</u>	<u>17,629</u>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	28,600	5,817	22,783
Materials and Supplies	50,724	42,889	7,835
Total Expenditures	<u>79,324</u>	<u>48,706</u>	<u>30,618</u>
Changes in Fund Balance	(40,324)	7,923	48,247
Fund Balance at Beginning of Year	51,229	51,229	0
Prior Year Encumbrances Appropriated	<u>20,981</u>	<u>20,981</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$31,886</u></u>	<u><u>\$80,133</u></u>	<u><u>\$48,247</u></u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Concealed Weapon Law Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$12,000	\$33,457	\$21,457
Other	0	578	578
Total Revenues	<u>12,000</u>	<u>34,035</u>	<u>22,035</u>
<b><u>Expenditures</u></b>			
Current			
Public Safety			
Personal Services	6,000	5,817	183
Materials and Supplies	<u>20,297</u>	<u>16,978</u>	<u>3,319</u>
Total Expenditures	<u>26,297</u>	<u>22,795</u>	<u>3,502</u>
Changes in Fund Balance	(14,297)	11,240	25,537
Fund Balance at Beginning of Year	30,287	30,287	0
Prior Year Encumbrances Appropriated	<u>3,274</u>	<u>3,274</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$19,264</u></u>	<u><u>\$44,801</u></u>	<u><u>\$25,537</u></u>



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Dog and Kennel Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$2,800	\$9,444	\$6,644
Licenses and Permits	140,000	144,150	4,150
Fines and Forfeitures	26,800	15,157	(11,643)
Other	500	2,159	1,659
	<u>170,100</u>	<u>170,910</u>	<u>810</u>
Total Revenues			
<b><u>Expenditures</u></b>			
Current			
Health			
Personal Services	90,250	85,390	4,860
Fringe Benefits	32,838	24,966	7,872
Materials and Supplies	26,754	26,656	98
Contractual Services	79,159	68,410	10,749
Capital Outlay	5,000	3,185	1,815
Other	200	0	200
	<u>234,201</u>	<u>208,607</u>	<u>25,594</u>
Total Expenditures			
Changes in Fund Balance	(64,101)	(37,697)	26,404
Fund Balance at Beginning of Year	321,263	321,263	0
Prior Year Encumbrances Appropriated	4,099	4,099	0
Fund Balance at End of Year	<u>\$261,261</u>	<u>\$287,665</u>	<u>\$26,404</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Federal Safety Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$48,000	\$45,750	(\$2,250)
<b><u>Expenditures</u></b>			
Current			
Public Works			
Contractual Services	53,396	40,021	13,375
Excess of Revenues Over (Under) Expenditures	(5,396)	5,729	11,125
<b><u>Other Financing Uses</u></b>			
Advances - Out	0	(48,000)	(48,000)
Changes in Fund Balance	(5,396)	(42,271)	(36,875)
Fund Balance at Beginning of Year	17,624	17,624	0
Prior Year Encumbrances Appropriated	39,139	39,139	0
Fund Balance at End of Year	<u>\$51,367</u>	<u>\$14,492</u>	<u>(\$36,875)</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Ditch Maintenance Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Special Assessments	\$53,978	\$52,565	(\$1,413)
<b><u>Expenditures</u></b>			
Current			
Public Works			
Materials and Supplies	5,000	0	5,000
Contractual Services	105,000	40,498	64,502
Total Expenditures	110,000	40,498	69,502
Changes in Fund Balance	(56,022)	12,067	68,089
Fund Balance at Beginning of Year	109,007	109,007	0
Fund Balance at End of Year	\$52,985	\$121,074	\$68,089

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Prepayment Interest Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Interest	\$400	\$193	(\$207)
<b><u>Expenditures</u></b>			
Current			
General Government - Legislative and Executive			
Materials and Supplies	10,000	0	10,000
Changes in Fund Balance	(9,600)	193	9,793
Fund Balance at Beginning of Year	15,951	15,951	0
Fund Balance at End of Year	<u>\$6,351</u>	<u>\$16,144</u>	<u>\$9,793</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Community Development Block Grant Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$690,000	\$90,000	(\$600,000)
Interest	100	45	(55)
Other	11,945	14,924	2,979
Total Revenues	<u>702,045</u>	<u>104,969</u>	<u>(597,076)</u>
<b><u>Expenditures</u></b>			
Current			
Public Works			
Contractual Services	61,500	1,600	59,900
Capital Outlay	739,308	119,490	619,818
Total Expenditures	<u>800,808</u>	<u>121,090</u>	<u>679,718</u>
Changes in Fund Balance	(98,763)	(16,121)	82,642
Fund Balance at Beginning of Year	135,868	135,868	0
Prior Year Encumbrances Appropriated	<u>38,640</u>	<u>38,640</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$75,745</u></u>	<u><u>\$158,387</u></u>	<u><u>\$82,642</u></u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Ohio Children's Trust Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$19,527	\$19,527	\$0
<b><u>Expenditures</u></b>			
Current			
Human Services			
Contractual Services	20,038	20,038	0
Changes in Fund Balance	(511)	(511)	0
Fund Balance at Beginning of Year	511	511	0
Fund Balance at End of Year	\$0	\$0	\$0

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Delinquent Real Estate Tax Assessment Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$128,088	\$126,426	(\$1,662)
Other	1,000	0	(1,000)
<b>Total Revenues</b>	<b>129,088</b>	<b>126,426</b>	<b>(2,662)</b>
<b><u>Expenditures</u></b>			
Current			
General Government - Legislative and Executive			
Treasurer			
Personal Services	56,171	49,907	6,264
Fringe Benefits	21,104	17,903	3,201
Materials and Supplies	5,000	2,755	2,245
Contractual Services	500	0	500
Capital Outlay	200	0	200
Other	11,455	10,670	785
<b>Total Treasurer</b>	<b>94,430</b>	<b>81,235</b>	<b>13,195</b>
Prosecutor			
Personal Services	49,291	48,937	354
Fringe Benefits	7,118	6,933	185
Contractual Services	800	680	120
Other	11,926	11,926	0
<b>Total Prosecutor</b>	<b>69,135</b>	<b>68,476</b>	<b>659</b>
<b>Total Expenditures</b>	<b>163,565</b>	<b>149,711</b>	<b>13,854</b>
Changes in Fund Balance	(34,477)	(23,285)	11,192
Fund Balance at Beginning of Year	72,997	72,997	0
<b>Fund Balance at End of Year</b>	<b>\$38,520</b>	<b>\$49,712</b>	<b>\$11,192</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Family Court Programs Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$25,000	\$30,216	\$5,216
Intergovernmental	2,000	165	(1,835)
Other	15,000	6,015	(8,985)
<b>Total Revenues</b>	<b>42,000</b>	<b>36,396</b>	<b>(5,604)</b>
<b><u>Expenditures</u></b>			
Current			
Judicial			
Personal Services	10,000	0	10,000
Fringe Benefits	1,970	91	1,879
Materials and Supplies	1,650	1,029	621
Contractual Services	28,000	24,554	3,446
Other	8,575	5,154	3,421
<b>Total Expenditures</b>	<b>50,195</b>	<b>30,828</b>	<b>19,367</b>
Excess of Revenues Over (Under) Expenditures	(8,195)	5,568	13,763
<b><u>Other Financing Uses</u></b>			
Transfers - Out	(12,625)	(12,625)	0
Changes in Fund Balance	(20,820)	(7,057)	13,763
Fund Balance at Beginning of Year	83,376	83,376	0
Prior Year Encumbrances Appropriated	1,925	1,925	0
<b>Fund Balance at End of Year</b>	<b>\$64,481</b>	<b>\$78,244</b>	<b>\$13,763</b>



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Specialized Docket Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b>Revenues</b>			
Charges for Services	\$36,000	\$53,450	\$17,450
<b>Expenditures</b>			
Current			
General Government - Judicial			
Personal Services	10,573	10,505	68
Fringe Benefits	1,633	1,232	401
Materials and Supplies	1,000	198	802
Capital Outlay	10,000	10,000	0
Total Expenditures	23,206	21,935	1,271
Changes in Fund Balance	12,794	31,515	18,721
Fund Balance at Beginning of Year	37,770	37,770	0
Fund Balance at End of Year	\$50,564	\$69,285	\$18,721

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Litter Control and Recycling Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$89,000	\$80,999	(\$8,001)
Other	2,000	575	(1,425)
<b>Total Revenues</b>	<b>91,000</b>	<b>81,574</b>	<b>(9,426)</b>
<b><u>Expenditures</u></b>			
Current			
Public Works			
Personal Services	36,050	36,050	0
Fringe Benefits	17,500	17,500	0
Materials and Supplies	3,000	2,989	11
Contractual Services	10,232	9,671	561
Other	27,600	12,317	15,283
<b>Total Expenditures</b>	<b>94,382</b>	<b>78,527</b>	<b>15,855</b>
Excess of Revenues Over (Under) Expenditures	(3,382)	3,047	6,429
<b><u>Other Financing Uses</u></b>			
Transfers - Out	(500)	0	500
Changes in Fund Balance	(3,882)	3,047	6,929
Fund Balance at Beginning of Year	13,589	13,589	0
Fund Balance at End of Year	<b>\$9,707</b>	<b>\$16,636</b>	<b>\$6,929</b>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Probate Conduct of Business Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$500	\$423	(\$77)
<b><u>Expenditures</u></b>			
Total Expenditures	0	0	0
Changes in Fund Balance	500	423	(77)
Fund Balance at Beginning of Year	1,205	1,205	0
Fund Balance at End of Year	<u>\$1,705</u>	<u>\$1,628</u>	<u>(\$77)</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Computerization Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$157,000	\$131,214	(\$25,786)
<b><u>Expenditures</u></b>			
Current			
General Government - Judicial			
Fringe Benefits	15,000	5,588	9,412
Contractual Services	177,927	166,553	11,374
Capital Outlay	40,000	21,471	18,529
Total Expenditures	232,927	193,612	39,315
Changes in Fund Balance	(75,927)	(62,398)	13,529
Fund Balance at Beginning of Year	110,964	110,964	0
Prior Year Encumbrances Appropriated	9,160	9,160	0
Fund Balance at End of Year	\$44,197	\$57,726	\$13,529

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Voter Registration Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Total Expenditures	0	0	0
Changes in Fund Balance	0	0	0
Fund Balance at Beginning of Year	1,435	1,435	0
Fund Balance at End of Year	<u>\$1,435</u>	<u>\$1,435</u>	<u>\$0</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Law Library Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Fines and Forfeitures	\$131,500	\$122,864	(\$8,636)
Intergovernmental	16,360	29,356	12,996
Other	25,000	21,818	(3,182)
Total Revenues	<u>172,860</u>	<u>174,038</u>	<u>1,178</u>
<b><u>Expenditures</u></b>			
Current			
General Government - Judicial			
Personal Services	31,146	31,146	0
Fringe Benefits	17,847	17,706	141
Material and Supplies	43,150	40,816	2,334
Contractual Services	75,271	68,873	6,398
Capital Outlay	150	141	9
Other	22,160	15,457	6,703
Total Expenditures	<u>189,724</u>	<u>174,139</u>	<u>15,585</u>
Changes in Fund Balance	(16,864)	(101)	16,763
Fund Balance at Beginning of Year	17,205	17,205	0
Prior Year Encumbrances Appropriated	56	56	0
Fund Balance at End of Year	<u><u>\$397</u></u>	<u><u>\$17,160</u></u>	<u><u>\$16,763</u></u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Indigent Drivers Alcohol Treatment Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Charges for Services	\$100	\$138	\$38
<b><u>Expenditures</u></b>			
Total Expenditures	0	0	0
Changes in Fund Balance	100	138	38
Fund Balance at Beginning of Year	1,457	1,457	0
Fund Balance at End of Year	<u>\$1,557</u>	<u>\$1,595</u>	<u>\$38</u>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Moving Ohio Forward Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$200,000	\$0	(\$200,000)
<b><u>Expenditures</u></b>			
Current			
Public Works			
Contractual Services	190,000	3,560	186,440
Capital Outlay	10,000	98	9,902
Total Expenditures	200,000	3,658	196,342
Excess of Revenues Under Expenditures	0	(3,658)	(3,658)
<b><u>Other Financing Sources</u></b>			
Advances - In	0	55,000	55,000
Changes in Fund Balance	0	51,342	51,342
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$51,342	\$51,342



**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Family Dependent Treatment Special Revenue Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$52,844	\$21,492	(\$31,352)
<b><u>Expenditures</u></b>			
Current			
General Government - Judicial			
Personal Services	10,763	10,112	651
Fringe Benefits	2,556	2,179	377
Contractual Services	280	280	0
Other	600	579	21
Total Expenditures	14,199	13,150	1,049
Excess of Revenues Over Expenditures	38,645	8,342	(30,303)
<b><u>Other Financing Uses</u></b>			
Advances - Out	0	(26,845)	(26,845)
Changes in Fund Balance	38,645	(18,503)	(57,148)
Fund Balance at Beginning of Year	17,906	17,906	0
Prior Year Encumbrances Appropriated	600	600	0
Fund Balance at End of Year	\$57,151	\$3	(\$57,148)

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Board of Elections Grant Special Revenue Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$4,103	\$4,103	\$0
<b><u>Expenditures</u></b>			
Current			
General Government - Legislative and Executive			
Other	4,103	3,567	536
Changes in Fund Balance	0	536	536
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$536	\$536

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Bond Retirement Debt Service Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Payment in Lieu of Taxes	\$20,625	\$20,625	\$0
Intergovernmental	35,674	35,674	0
Other	0	779	779
<b>Total Revenues</b>	<b>56,299</b>	<b>57,078</b>	<b>779</b>
<b><u>Expenditures</u></b>			
Intergovernmental	11,356	11,356	0
Debt Service			
General Obligation Note Retirement			
University Boulevard Notes			
Principal Retirement	900,000	900,000	0
Interest and Fiscal Charges	24,681	13,425	11,256
<b>Total General Obligation Note Retirement</b>	<b>924,681</b>	<b>913,425</b>	<b>11,256</b>
General Obligation Bond Retirement			
Office Building Bonds			
Principal Retirement	145,000	145,000	0
Interest and Fiscal Charges	173,270	173,270	0
Regional Jail Bonds			
Principal Retirement	145,000	145,000	0
Interest and Fiscal Charges	119,494	119,494	0
Justice Center Bonds			
Principal Retirement	35,000	35,000	0
Interest and Fiscal Charges	25,456	25,456	0
Courthouse Improvement Bonds			
Principal Retirement	30,000	30,000	0
Interest and Fiscal Charges	79,275	79,275	0
<b>Total General Obligation Bond Retirement</b>	<b>752,495</b>	<b>752,495</b>	<b>0</b>
<b>Total Expenditures</b>	<b>1,688,532</b>	<b>1,677,276</b>	<b>11,256</b>
Excess of Revenues Under Expenditures	(1,632,233)	(1,620,198)	12,035
<b><u>Other Financing Sources (Uses)</u></b>			
Notes Issued	900,000	900,000	0
Advances - In	0	17,837	(17,837)
Advances - Out	0	(17,837)	17,837
Transfers - In	741,502	771,070	(29,568)
<b>Total Other Financing Sources (Uses)</b>	<b>1,641,502</b>	<b>1,671,070</b>	<b>(29,568)</b>
Changes in Fund Balance	9,269	50,872	(17,533)
Fund Balance at Beginning of Year	9,585	9,585	0
<b>Fund Balance at End of Year</b>	<b>\$18,854</b>	<b>\$60,457</b>	<b>(\$17,533)</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Capital Improvement Capital Projects Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Other	\$49,661	\$49,661	\$0
<b><u>Expenditures</u></b>			
Capital Outlay	49,683	49,395	288
Debt Service			
Interest and Fiscal Charges	8,092	8,092	0
Total Expenditures	57,775	57,487	288
Excess of Revenues Under Expenditures	(8,114)	(7,826)	288
<b><u>Other Financing Uses</u></b>			
Advances - Out	(16,369)	(16,369)	0
Changes in Fund Balance	(24,483)	(24,195)	288
Fund Balance at Beginning of Year	124,238	124,238	0
Fund Balance at End of Year	\$99,755	\$100,043	\$288

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Ditch Drainage Capital Projects Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Special Assessments	\$49,034	\$50,320	\$1,286
Other	0	49,917	49,917
<b>Total Revenues</b>	<b>49,034</b>	<b>100,237</b>	<b>51,203</b>
<b><u>Expenditures</u></b>			
Capital Outlay	265,107	254,814	10,293
Debt Service			
Interest and Fiscal Charges	3,000	3,000	0
<b>Total Expenditures</b>	<b>268,107</b>	<b>257,814</b>	<b>10,293</b>
Excess of Revenues Under Expenditures	(219,073)	(157,577)	61,496
<b><u>Other Financing Sources (Uses)</u></b>			
Advances - In	98,000	98,000	0
Advances - Out	(23,717)	(78,669)	(54,952)
Transfers - In	123,845	131,703	
Transfers - Out	(46,066)	(40,824)	5,242
<b>Total Other Financing Sources (Uses)</b>	<b>152,062</b>	<b>110,210</b>	<b>(49,710)</b>
Changes in Fund Balance	(67,011)	(47,367)	11,786
Fund Balance at Beginning of Year	291,743	291,743	0
Prior Year Outstanding Advances	57,698	57,698	0
<b>Fund Balance at End of Year</b>	<b>\$282,430</b>	<b>\$302,074</b>	<b>\$11,786</b>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Children Home Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Capital Outlay	13,427	11,583	1,844
Changes in Fund Balance	(13,427)	(11,583)	1,844
Fund Balance at Beginning of Year	13,427	13,427	0
Fund Balance at End of Year	\$0	\$1,844	\$1,844

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Marca Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Property Taxes	\$250,000	\$257,366	\$7,366
Intergovernmental	75,269	79,227	3,958
Other	0	3,500	3,500
Total Revenues	325,269	340,093	14,824
<b><u>Expenditures</u></b>			
Capital Outlay	1,180,107	811,628	368,479
Changes in Fund Balance	(854,838)	(471,535)	383,303
Fund Balance at Beginning of Year	797,915	797,915	0
Prior Year Encumbrances Appropriated	81,309	81,309	0
Fund Balance at End of Year	\$24,386	\$407,689	\$383,303

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Job and Family Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Total Expenditures	0	0	0
Changes in Fund Balance	0	0	0
Fund Balance at Beginning of Year	1,394	1,394	0
Fund Balance at End of Year	<u>\$1,394</u>	<u>\$1,394</u>	<u>\$0</u>



**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**University Drive Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Debt Service			
Principal Retirement	5,811	5,811	0
Excess of Revenues			
Under Expenditures	(5,811)	(5,811)	0
<b><u>Other Financing Uses</u></b>			
Transfers - Out	(13,425)	(13,425)	0
Changes in Fund Balance	(19,236)	(19,236)	0
Fund Balance at Beginning of Year	111,531	111,531	0
Fund Balance at End of Year	\$92,295	\$92,295	\$0

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Issue II Capital Projects Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$952,968	\$1,134,911	\$181,943
Other	0	92,181	92,181
<b>Total Revenues</b>	<b>952,968</b>	<b>1,227,092</b>	<b>274,124</b>
<b><u>Expenditures</u></b>			
Capital Outlay	1,615,565	1,491,111	124,454
Excess of Revenues Under Expenditures	(662,597)	(264,019)	398,578
<b><u>Other Financing Sources</u></b>			
Transfers - In	150,000	52,676	(97,324)
<b>Changes in Fund Balance</b>	<b>(512,597)</b>	<b>(211,343)</b>	<b>301,254</b>
Fund Balance at Beginning of Year	569,568	569,568	0
Prior Year Encumbrances Appropriated	10,370	10,370	0
<b>Fund Balance at End of Year</b>	<b>\$67,341</b>	<b>\$368,595</b>	<b>\$301,254</b>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Justice Center Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Capital Outlay	712	712	0
Changes in Fund Balance	(712)	(712)	0
Fund Balance at Beginning of Year	787	787	0
Fund Balance at End of Year	<u>\$75</u>	<u>\$75</u>	<u>\$0</u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Coliseum Levy Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Capital Outlay	14,186	14,186	0
Changes in Fund Balance	(14,186)	(14,186)	0
Fund Balance at Beginning of Year	52,840	52,840	0
Fund Balance at End of Year	<u>\$38,654</u>	<u>\$38,654</u>	<u>\$0</u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Permanent Improvement Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Total Expenditures	0	0	0
Excess of Revenues Over Expenditures	0	0	0
<b><u>Other Financing Sources</u></b>			
Advances - In	0	28,914	28,914
Changes in Fund Balance	0	28,914	28,914
Fund Balance at Beginning of Year	44,793	44,793	0
Fund Balance at End of Year	<u>\$44,793</u>	<u>\$73,707</u>	<u>\$28,914</u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Northwest Intercept Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Intergovernmental	\$7,400,627	\$3,071,487	(\$4,329,140)
Other	0	92,673	92,673
<b>Total Revenues</b>	<b>7,400,627</b>	<b>3,164,160</b>	<b>(4,236,467)</b>
<b><u>Expenditures</u></b>			
Capital Outlay	5,264,250	3,935,056	1,329,194
Changes in Fund Balance	2,136,377	(770,896)	(2,907,273)
Fund Balance at Beginning of Year	863,382	863,382	0
Prior Year Encumbrances Appropriated	633,775	633,775	0
<b>Fund Balance at End of Year</b>	<b>\$3,633,534</b>	<b>\$726,261</b>	<b>(\$2,907,273)</b>

**Marion County, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
**Tax Increment Financing Capital Projects Fund**  
For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Payment in Lieu of Taxes	\$401,945	\$401,945	\$0
Other	0	3	3
<b>Total Revenues</b>	<b>401,945</b>	<b>401,948</b>	<b>3</b>
<b><u>Expenditures</u></b>			
Current			
Legislative and Executive			
Intergovernmental	221,021	221,021	0
Debt Service			
Principal Retirement	2,825,000	2,825,000	0
Interest and Fiscal Charges	48,012	43,090	4,922
<b>Total Expenditures</b>	<b>3,094,033</b>	<b>3,089,111</b>	<b>4,922</b>
Excess of Revenues Under Expenditures	(2,692,088)	(2,687,163)	4,925
<b><u>Other Financing Sources</u></b>			
Notes Issued	2,847,622	2,690,000	(157,622)
Changes in Fund Balance	155,534	2,837	(152,697)
Fund Balance at Beginning of Year	68,854	68,854	0
Fund Balance at End of Year	<u>\$224,388</u>	<u>\$71,691</u>	<u>(\$152,697)</u>

**Marion County, Ohio**  
 Schedule of Revenues, Expenditures, and Changes in Fund Balance  
 Budget (Non-GAAP Basis) and Actual  
**Courthouse Improvement Capital Projects Fund**  
 For the Year Ended December 31, 2012

	Final	Actual	Variance with Final Budget Over (Under)
<b><u>Revenues</u></b>			
Total Revenues	\$0	\$0	\$0
<b><u>Expenditures</u></b>			
Capital Outlay	74,720	74,720	0
Changes in Fund Balance	(74,720)	(74,720)	0
Fund Balance at Beginning of Year	1,431	1,431	0
Prior Year Encumbrances Appropriated	73,289	73,289	0
Fund Balance at End of Year	\$0	\$0	\$0





**STATISTICAL  
SECTION**

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**Marion County, Ohio**  
Statistical Section Description

This part of Marion County’s comprehensive annual financial report represents 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.

CONTENTS

**Financial Trends** ..... S2

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**..... S14

These schedules contain information to help the reader assess the County’s most significant local revenue sources.

**Debt Capacity** ..... S28

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** ..... S33

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County’s financial activities take place.

**Operating Information** ..... S36

These schedules contain service 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.

Source: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**Marion County, Ohio**  
Net Position by Component  
Last Ten Years  
(accrual basis of accounting)

	2012	2011	2010	2009
<b>Governmental Activities</b>				
Net Investment in Capital Assets	\$66,569,556	\$63,522,762	\$58,398,527	\$51,238,221
Restricted	25,653,314	25,789,516	24,748,371	24,845,139
Unrestricted	2,623,697	584,541	637,807	642,753
<b>Total Governmental Activities Net Position</b>	<b>94,846,567</b>	<b>89,896,819</b>	<b>83,784,705</b>	<b>76,726,113</b>
<b>Business-Type Activity</b>				
Net Investment in Capital Assets	5,644,194	5,444,565	5,567,564	5,711,294
Restricted	0	0	0	0
Unrestricted	3,475,594	3,374,546	3,356,266	3,301,207
<b>Total Business-Type Activity Net Position</b>	<b>9,119,788</b>	<b>8,819,111</b>	<b>8,923,830</b>	<b>9,012,501</b>
<b>Primary Government</b>				
Net Investment in Capital Assets	72,213,750	68,967,327	63,966,091	56,949,515
Restricted	25,653,314	25,789,516	24,748,371	24,845,139
Unrestricted	6,099,291	3,959,087	3,994,073	3,943,960
<b>Total Primary Government Net Position</b>	<b>\$103,966,355</b>	<b>\$98,715,930</b>	<b>\$92,708,535</b>	<b>\$85,738,614</b>

2008	2007	2006	2005	2004	2003
\$49,826,270	\$49,187,346	\$47,464,227	\$43,101,269	\$42,907,872	\$39,156,278
22,112,234	22,115,405	21,436,262	20,154,633	19,844,819	19,230,671
3,718,359	5,212,695	4,652,160	4,363,824	4,759,868	5,305,900
<u>75,656,863</u>	<u>76,515,446</u>	<u>73,552,649</u>	<u>67,619,726</u>	<u>67,512,559</u>	<u>63,692,849</u>
5,906,949	5,784,359	5,868,440	6,067,334	5,926,439	6,143,077
0	0	0	0	422,811	348,241
3,109,917	2,965,710	2,441,114	2,205,459	1,911,972	1,910,537
<u>9,016,866</u>	<u>8,750,069</u>	<u>8,309,554</u>	<u>8,272,793</u>	<u>8,261,222</u>	<u>8,401,855</u>
55,733,219	54,971,705	53,332,667	49,168,603	48,834,311	45,299,355
22,112,234	22,115,405	21,436,262	20,154,633	20,267,630	19,578,912
6,828,276	8,178,405	7,093,274	6,569,283	6,671,840	7,216,437
<u>\$84,673,729</u>	<u>\$85,265,515</u>	<u>\$81,862,203</u>	<u>\$75,892,519</u>	<u>\$75,773,781</u>	<u>\$72,094,704</u>

**Marion County, Ohio**  
**Changes in Net Position**  
**Last Ten Years**  
**(accrual basis of accounting)**

	2012	2011	2010	2009
<b>Expenses</b>				
Governmental Activities				
General Government				
Legislative and Executive	\$5,954,475	\$6,327,585	\$6,289,917	\$6,534,557
Intergovernmental	189,934	212,793	216,492	223,479
Judicial	2,292,198	2,715,638	2,507,786	2,212,842
Public Safety	8,571,222	10,223,590	10,014,134	10,538,938
Intergovernmental	0	3,600	3,600	3,600
Public Works	5,342,221	4,170,011	5,192,878	4,697,458
Intergovernmental	0	0	0	0
Health	7,503,479	7,261,710	6,948,908	6,537,379
Intergovernmental	0	11,530	11,530	1,070,271
Human Services	10,211,235	10,031,512	10,934,847	13,388,447
Economic Development				
Intergovernmental	125,126	159,990	156,000	188,965
Conservation and Recreation	18,583	8,984	2,000	38,451
Intergovernmental	60,000	140,000	137,397	174,000
Intergovernmental	0	0	0	0
Interest and Fiscal Charges	636,189	517,964	512,986	545,101
Total Governmental Activities Expenses	40,904,662	41,784,907	42,928,475	46,153,488
Business-Type Activity				
Sewer District	1,281,289	1,253,590	1,172,782	1,174,800
Total Primary Government Expenses	42,185,951	43,038,497	44,101,257	47,328,288
<b>Program Revenues</b>				
Governmental Activities				
Charges for Services				
General Government				
Legislative and Executive	2,347,777	2,154,076	2,264,124	2,204,521
Judicial	1,139,011	1,192,936	1,108,339	960,665
Public Safety	870,456	1,036,636	1,037,668	1,066,038
Public Works	209,240	508,870	361,835	220,456
Health	167,859	181,798	184,616	242,425
Human Services	206,684	249,303	312,771	216,185
Operating Grants, Contributions, and Interest	18,293,754	19,044,052	18,457,094	21,320,307
Capital Grants, Contributions, and Interest	3,275,614	4,588,222	8,389,802	2,143,077
Total Governmental Activities Program Revenues	26,510,395	28,955,893	32,116,249	28,373,674
Business-Type Activity				
Charges for Services	1,073,505	1,040,801	997,534	1,146,771
Capital Grants, Contributions, and Interest	502,958	104,264	78,249	8,140
Total Business-Type Activity Program Revenues	1,576,463	1,145,065	1,075,783	1,154,911
Total Primary Government Program Revenues	28,086,858	30,100,958	33,192,032	29,528,585

2008	2007	2006	2005	2004	2003
\$7,196,431	\$6,865,354	\$6,559,522	\$6,702,826	\$6,391,895	\$6,801,821
216,287	178,628	0	0	0	0
2,464,592	2,160,259	2,052,712	2,273,672	2,077,911	1,698,069
11,105,738	9,906,723	9,581,353	9,146,720	8,555,754	8,373,301
3,600	0	0	0	0	0
5,186,406	3,186,953	5,310,612	4,318,173	4,008,867	4,270,667
0	830,770	0	0	0	0
6,616,909	7,928,161	7,700,613	7,607,576	8,130,127	8,070,610
1,062,532	1,087,960	0	0	0	0
15,488,136	14,559,161	13,166,131	11,575,193	11,560,376	12,122,494
151,396	0	0	0	0	0
20,500	13,000	226,051	308,836	12,000	15,000
175,750	185,000	0	0	0	0
0	0	1,016,777	913,032	957,447	903,239
510,564	484,721	571,803	492,992	517,689	540,876
50,198,841	47,386,690	46,185,574	43,339,020	42,212,066	42,796,077
1,236,134	1,164,820	1,175,071	1,216,520	1,383,704	1,343,220
51,434,975	48,551,510	47,360,645	44,555,540	43,595,770	44,139,297
2,498,120	2,598,005	2,579,723	2,280,729	2,340,550	2,228,818
1,072,416	1,212,057	1,150,303	1,107,315	980,036	1,158,754
1,251,612	1,200,579	1,062,452	893,504	837,317	1,083,333
186,053	194,094	186,303	177,669	128,649	258,452
199,381	183,404	177,436	174,167	153,484	187,451
308,820	329,446	333,426	302,246	306,040	311,793
22,813,933	22,345,531	21,481,219	20,061,838	20,544,602	19,373,105
650,381	1,368,720	5,516,629	195,454	359,042	276,307
28,980,716	29,431,836	32,487,491	25,192,922	25,649,720	24,878,013
1,116,408	1,172,195	1,072,083	1,077,909	1,066,299	1,021,108
350,109	292,385	91,878	135,356	170,559	79,844
1,466,517	1,464,580	1,163,961	1,213,265	1,236,858	1,100,952
30,447,233	30,896,416	33,651,452	26,406,187	26,886,578	25,978,965

**Marion County, Ohio**  
Changes in Net Position (continued)  
Last Ten Years  
(accrual basis of accounting)

	2012	2011	2010	2009
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(\$14,394,267)	(\$12,829,014)	(\$10,812,226)	(\$17,779,814)
Business-Type Activity	295,174	(108,525)	(96,999)	(19,889)
Total Primary Government Net Expense	<u>(14,099,093)</u>	<u>(12,937,539)</u>	<u>(10,909,225)</u>	<u>(17,799,703)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities				
Property Taxes Levied for				
General Operating	2,064,496	2,087,575	2,092,921	1,992,983
Health-Mental Health	0	0	0	774,060
Health-Developmental Disabilities	2,494,106	2,489,882	2,477,588	2,358,837
Health-Marca Capital	260,515	259,999	258,769	246,491
Human Services-Children Services	1,105,118	1,102,922	1,059,977	1,173,245
Human Services-Senior Services	654,543	653,876	650,918	618,993
Conservation and Recreation-Coliseum Capital	0	0	0	0
Payment in Lieu of Taxes	422,570	386,197	387,965	341,217
Sales Taxes	8,438,891	7,909,112	6,511,622	6,242,445
Grants and Entitlements not Restricted to Other Programs	1,479,036	1,616,108	1,830,628	1,718,289
Interest	195,865	270,512	353,724	770,280
Other	2,228,875	2,164,945	2,246,706	2,803,537
Transfers	0	0	0	0
Special Item - Gain on Sale of Capital Assets	0	0	0	0
Total Governmental Activities	<u>19,344,015</u>	<u>18,941,128</u>	<u>17,870,818</u>	<u>19,040,377</u>
Business-Type Activity				
Interest	1,686	2,012	4,967	13,117
Other	3,817	1,794	3,361	2,407
Transfers	0	0	0	0
Total Business-Type Activity	<u>5,503</u>	<u>3,806</u>	<u>8,328</u>	<u>15,524</u>
Total Primary Government	<u>19,349,518</u>	<u>18,944,934</u>	<u>17,879,146</u>	<u>19,055,901</u>
<b>Change in Net Position</b>				
Governmental Activities	4,949,748	6,112,114	7,058,592	1,260,563
Business-Type Activity	300,677	(104,719)	(88,671)	(4,365)
Total Primary Government	<u>\$5,250,425</u>	<u>\$6,007,395</u>	<u>\$6,969,921</u>	<u>\$1,256,198</u>



2008	2007	2006	2005	2004	2003
(\$21,218,125)	(\$17,954,854)	(\$13,698,083)	(\$18,146,098)	(\$16,562,346)	(\$17,918,064)
230,383	299,760	(11,110)	(3,255)	(146,846)	(242,268)
<u>(20,987,742)</u>	<u>(17,655,094)</u>	<u>(13,709,193)</u>	<u>(18,149,353)</u>	<u>(16,709,192)</u>	<u>(18,160,332)</u>
2,106,870	2,217,466	2,167,903	2,254,001	2,134,707	2,123,288
805,129	918,955	654,433	622,349	598,559	594,917
2,444,211	2,898,988	2,961,609	2,999,864	2,882,714	2,873,363
252,609	308,547	312,797	318,295	307,698	304,954
1,273,788	1,583,189	1,514,642	1,595,685	1,535,336	1,525,292
643,798	760,044	63,710	0	0	0
0	0	11,561	216,536	241,986	240,466
267,189	0	0	0	0	0
6,814,459	7,151,124	6,751,129	6,369,057	6,428,264	6,202,839
2,019,962	1,818,914	1,566,057	1,629,633	1,611,835	1,677,185
1,495,344	2,035,081	1,700,569	1,049,757	535,797	827,799
2,236,183	1,321,586	1,926,596	1,198,088	1,134,822	1,241,178
0	(96,243)	0	0	0	0
0	0	0	0	2,970,338	0
<u>20,359,542</u>	<u>20,917,651</u>	<u>19,631,006</u>	<u>18,253,265</u>	<u>20,382,056</u>	<u>17,611,281</u>
35,204	37,167	46,190	14,272	6,213	7,020
1,210	7,345	1,681	554	0	45,158
0	96,243	0	0	0	0
<u>36,414</u>	<u>140,755</u>	<u>47,871</u>	<u>14,826</u>	<u>6,213</u>	<u>52,178</u>
<u>20,395,956</u>	<u>21,058,406</u>	<u>19,678,877</u>	<u>18,268,091</u>	<u>20,388,269</u>	<u>17,663,459</u>
(858,583)	2,962,797	5,932,923	107,167	3,819,710	(306,783)
266,797	440,515	36,761	11,571	(140,633)	(190,090)
<u>(\$591,786)</u>	<u>\$3,403,312</u>	<u>\$5,969,684</u>	<u>\$118,738</u>	<u>\$3,679,077</u>	<u>(\$496,873)</u>

**Marion County, Ohio**  
Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)

	2012	2011	2010	2009
General Fund				
Reserved	\$0	\$0	\$0	\$440,310
Unreserved	0	0	0	3,023,720
Nonspendable	658,610	601,012	564,204	0
Assigned	260,444	164,127	170,781	0
Unassigned	4,148,895	1,691,119	2,937,340	0
Total General Fund	<u>5,067,949</u>	<u>2,456,258</u>	<u>3,672,325</u>	<u>3,464,030</u>
All Other Governmental Funds				
Reserved	0	0	0	2,392,884
Unreserved, Reported in				
Special Revenue Funds	0	0	0	15,713,480
Debt Service Fund	0	0	0	808,636
Capital Projects Funds	0	0	0	1,368,971
Nonspendable	971,883	1,035,172	978,007	0
Restricted	20,916,868	20,556,644	20,270,926	0
Assigned	52,716	13,427	30,049	0
Unassigned (Deficit)	(442,286)	(1,882,556)	(1,910,484)	0
Total All Other Governmental Funds	<u>21,499,181</u>	<u>19,722,687</u>	<u>19,368,498</u>	<u>20,283,971</u>
Total Governmental Funds	<u>\$26,567,130</u>	<u>\$22,178,945</u>	<u>\$23,040,823</u>	<u>\$23,748,001</u>

GASB Statement No. 54 was implemented in 2011.

2008	2007	2006	2005	2004	2003
\$898,395	\$791,439	\$708,263	\$497,443	\$576,813	\$298,446
4,968,581	6,772,252	5,960,120	6,037,725	3,153,655	4,073,678
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>5,866,976</u>	<u>7,563,691</u>	<u>6,668,383</u>	<u>6,535,168</u>	<u>3,730,468</u>	<u>4,372,124</u>
2,225,158	1,396,671	1,430,260	1,936,328	1,311,288	1,839,343
14,402,925	15,068,360	13,563,918	12,620,540	12,907,520	11,746,759
693,689	901,531	777,115	651,940	521,564	385,989
893,366	975,583	1,328,373	1,468,191	1,364,837	1,595,662
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>18,215,138</u>	<u>18,342,145</u>	<u>17,099,666</u>	<u>16,676,999</u>	<u>16,105,209</u>	<u>15,567,753</u>
<u>\$24,082,114</u>	<u>\$25,905,836</u>	<u>\$23,768,049</u>	<u>\$23,212,167</u>	<u>\$19,835,677</u>	<u>\$19,939,877</u>

**Marion County, Ohio**  
Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)

	2012	2011	2010	2009
<b>Revenues</b>				
Property Taxes	\$6,550,771	\$6,455,745	\$6,454,755	\$7,367,875
Payment in Lieu of Taxes	422,570	386,197	387,965	341,217
Sales Taxes	9,065,121	7,045,122	6,505,099	6,217,830
Special Assessments	102,885	304,095	207,735	166,735
Charges for Services	4,332,473	4,411,431	4,446,692	4,200,030
Licenses and Permits	146,900	160,468	158,544	162,840
Fines and Forfeitures	400,664	413,293	463,687	414,034
Intergovernmental	23,522,501	25,702,703	26,747,183	24,842,350
Interest	218,864	317,504	322,099	938,183
Other	2,298,090	2,163,958	2,253,279	2,809,246
<b>Total Revenues</b>	<b>47,060,839</b>	<b>47,360,516</b>	<b>47,947,038</b>	<b>47,460,340</b>
<b>Expenditures</b>				
General Government				
Legislative and Executive	5,493,593	5,870,228	5,659,577	6,024,662
Intergovernmental	189,934	212,793	216,492	223,479
Judicial	2,256,239	2,677,452	2,457,062	2,164,027
Public Safety	8,303,816	10,046,777	9,803,682	10,242,492
Intergovernmental	0	3,600	3,600	3,600
Public Works	4,808,265	4,862,065	4,250,771	4,300,215
Health	7,368,643	6,922,644	6,721,041	6,174,088
Intergovernmental	0	11,530	11,530	1,070,271
Human Services	10,119,133	9,940,314	10,979,448	13,275,757
Economic Development				
Intergovernmental	125,126	159,990	156,000	188,965
Conservation and Recreation	0	2,000	2,000	10,000
Intergovernmental	60,000	140,000	137,397	174,000
Other	0	0	0	0
Capital Outlay	4,565,806	6,436,377	8,497,998	2,794,501
Intergovernmental	0	0	0	0
Debt Service				
Principal Retirement	360,811	332,905	531,477	496,477
Current Refunding	70,000	110,000	110,000	85,000
Interest and Fiscal Charges	503,719	493,718	491,142	526,072
<b>Total Expenditures</b>	<b>44,225,085</b>	<b>48,222,393</b>	<b>50,029,217</b>	<b>47,753,606</b>
Excess of Revenues Over (Under) Expenditures	2,835,754	(861,877)	(2,082,179)	(293,266)

2008	2007	2006	2005	2004	2003
\$7,402,713	\$8,621,962	\$7,636,017	\$7,990,487	\$7,674,052	\$8,066,412
252,618	0	0	0	0	0
6,979,528	7,276,501	6,499,806	6,406,626	6,366,647	6,173,346
102,750	80,935	61,564	73,482	148,899	34,869
4,596,609	5,147,982	5,009,233	4,520,529	4,405,092	4,785,221
169,602	161,639	157,081	157,520	131,490	126,836
642,259	372,293	272,620	223,446	172,395	219,576
25,233,229	25,546,176	23,489,949	21,836,527	21,946,707	19,880,916
1,481,389	1,966,989	1,759,758	1,029,169	548,775	836,672
2,226,460	1,402,443	1,926,596	1,198,088	1,134,822	1,241,178
<u>49,087,157</u>	<u>50,576,920</u>	<u>46,812,624</u>	<u>43,435,874</u>	<u>42,528,879</u>	<u>41,365,026</u>
6,214,515	5,997,407	5,749,148	5,816,674	5,646,287	5,273,196
216,287	178,628	0	0	0	0
2,351,314	2,105,744	2,003,409	2,056,800	1,938,925	1,910,773
10,933,715	9,722,362	9,627,378	8,825,098	8,719,203	8,497,685
3,600	0	0	0	0	0
5,118,964	4,670,835	4,300,495	4,374,489	4,087,891	3,638,147
6,085,524	7,385,058	7,166,602	7,126,689	7,580,126	7,813,166
1,062,532	1,087,960	0	0	0	0
15,485,443	14,384,934	13,041,213	11,489,016	11,374,219	12,111,553
145,643	0	0	0	0	0
13,000	13,000	73,000	296,475	12,000	15,000
205,750	185,000	0	0	0	0
0	0	0	0	0	647,380
1,951,944	1,577,479	4,981,439	1,548,499	1,503,966	2,327,997
0	0	1,016,777	913,032	957,447	903,239
481,477	566,477	478,990	0	524,914	501,884
110,000	100,000	0	0	0	0
531,171	621,192	495,641	1,003,160	520,696	537,777
<u>50,910,879</u>	<u>48,596,076</u>	<u>48,934,092</u>	<u>43,449,932</u>	<u>42,865,674</u>	<u>44,177,797</u>
<u>(1,823,722)</u>	<u>1,980,844</u>	<u>(2,121,468)</u>	<u>(14,058)</u>	<u>(336,795)</u>	<u>(2,812,771)</u>

(continued)

**Marion County, Ohio**  
Changes in Fund Balances, Governmental Funds (continued)  
Last Ten Years  
(modified accrual basis of accounting)

	2012	2011	2010	2009
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	\$32,431	\$0	\$0	\$0
Notes Issued	3,520,000	2,070,000	2,180,000	2,290,000
Bonds Issued	0	0	1,375,000	0
Current Refunding	(2,000,000)	(2,070,000)	(2,180,000)	(2,290,000)
Loans Issued	0	0	0	0
Refunding General Obligation Bonds Issued	0	0	0	0
Refunding Special Assessment Bonds Issued	0	0	0	0
Premium on Refunding General Obligation Bonds Issued	0	0	0	0
Premium on Refunding Special Assessment Bonds Issued	0	0	0	0
Payment to Refunding Bond Escrow Agent	0	0	0	0
Transfers - In	1,242,500	1,291,540	1,089,498	1,477,602
Transfers - Out	(1,242,500)	(1,291,540)	(1,089,498)	(1,477,602)
Total Other Financing Sources (Uses)	<u>1,552,431</u>	<u>0</u>	<u>1,375,000</u>	<u>0</u>
Changes in Fund Balances	<u>\$4,388,185</u>	<u>(\$861,877)</u>	<u>(\$707,179)</u>	<u>(\$293,266)</u>
Debt Service as a Percentage of Noncapital Expenditures	2.4%	2.4%	2.8%	2.5%

2008	2007	2006	2005	2004	2003
\$0	\$2,608	\$92,350	\$3,390,548	\$150,000	\$0
2,375,000	2,485,000	2,585,000	0	0	0
0	0	0	0	0	0
(2,375,000)	(2,485,000)	0	0	0	0
0	0	0	0	82,595	105,828
0	9,844,713	0	0	0	0
0	110,287	0	0	0	0
0	49,737	0	0	0	0
0	1,097	0	0	0	0
0	(9,851,499)	0	0	0	0
1,474,057	1,612,280	2,241,012	2,583,356	1,762,347	2,025,471
(1,474,057)	(1,612,280)	(2,241,012)	(2,583,356)	(1,762,347)	(2,025,471)
0	156,943	2,677,350	3,390,548	232,595	105,828
<u>(\$1,823,722)</u>	<u>\$2,137,787</u>	<u>\$555,882</u>	<u>\$3,376,490</u>	<u>(\$104,200)</u>	<u>(\$2,706,943)</u>
2.3%	2.8%	2.2%	2.4%	2.6%	2.4%

**Marion 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	\$772,487,080	\$179,285,190	\$2,719,349,342	\$70,961,040	\$80,637,545
2011	772,308,700	185,658,250	2,737,048,428	67,305,290	76,483,284
2010	768,204,010	194,519,200	2,750,637,742	66,835,900	75,949,886
2009	766,200,050	194,260,460	2,744,172,885	65,290,575	74,193,835
2008	763,703,430	195,639,040	2,740,978,485	59,274,480	67,357,364
2007	696,134,550	181,287,540	2,506,920,257	60,531,060	68,785,295
2006	681,679,900	170,391,870	2,434,490,771	61,813,940	70,243,114
2005	672,726,380	165,996,490	2,396,351,057	59,647,040	67,780,727
2004	654,030,390	162,759,560	2,333,685,571	60,472,980	68,719,295
2003	643,530,940	162,552,700	2,303,096,114	61,023,500	69,344,886

**Source:** Marion County Auditor

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated actual value. Personal property tax was 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 for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent of actual value for machinery and equipment and 23 percent for inventory. The general business tangible personal property tax was phased out. The percentage was 12.5 percent for 2007, 6.25 percent for 2008, and was zero in 2009. Beginning in 2007, House Bill 66 switched telephone companies from being utilities to general business taxpayers and began a four-year phase out on the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes have been levied or collected since 2009 from general business taxpayers, except telephone companies whose last year to pay tangible personal property taxes was 2010.

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 was eliminated.



Tangible Personal Property		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Direct Tax Rate
\$0	\$0	\$1,022,733,310	\$2,799,986,887	11.17
0	0	1,025,272,240	2,813,531,712	11.17
1,191,670	1,191,670	1,030,750,780	2,827,779,298	11.17
2,514,770	2,514,770	1,028,265,855	2,820,881,490	11.55
40,204,752	643,276,032	1,058,821,702	3,451,611,881	11.55
78,996,797	631,974,376	1,016,949,947	3,207,679,928	11.55
110,699,321	590,396,379	1,024,585,031	3,095,130,264	10.75
138,144,455	627,929,341	1,036,514,365	3,092,061,125	11.05
133,972,644	582,489,757	1,011,235,574	2,984,894,623	11.05
131,543,103	548,096,263	998,650,243	2,920,537,263	11.05

**Marion County, Ohio**  
Property Tax Rates  
Direct and Overlapping Governments  
(Per \$1,000 Assessed Value)  
Last Ten Years

	2012	2011	2010	2009
Unvoted Millage				
General Fund				
Effective Millage Rates	\$2.40	\$2.40	\$2.40	\$2.40
Voted Millage				
Developmental Disabilities 1978				
Effective Millage Rates				
Residential/Agricultural	0.4405	0.4391	0.4383	0.4371
Commercial/Industrial	0.5539	0.5395	0.5212	0.5131
Tangible/Public Utility Personal	1.0000	1.0000	1.0000	1.0000
Developmental Disabilities 1985				
Effective Millage Rates				
Residential/Agricultural	0.1742	0.1737	0.1733	0.1729
Commercial/Industrial	0.2852	0.2778	0.2684	0.2642
Tangible/Public Utility Personal	0.3500	0.3500	0.3500	0.3500
Developmental Disabilities 1987				
Effective Millage Rates				
Residential/Agricultural	0.2489	0.2481	0.2476	0.2470
Commercial/Industrial	0.4076	0.3971	0.3835	0.3776
Tangible/Public Utility Personal	0.5000	0.5000	0.5000	0.5000
Developmental Disabilities 1996				
Effective Millage Rates				
Residential/Agricultural	1.8979	1.8918	1.8881	1.8833
Commercial/Industrial	2.7547	2.6832	2.5920	2.5520
Tangible/Public Utility Personal	3.0000	3.0000	3.0000	3.0000
Children Services				
Effective Millage Rates				
Residential/Agricultural	1.0553	1.0520	1.0499	1.2349
Commercial/Industrial	1.7314	1.6865	1.6291	1.8915
Tangible/Public Utility Personal	2.1200	2.1200	2.1200	2.5000
ADAMHS				
Effective Millage Rates				
Residential/Agricultural	0.9208	0.9179	0.9161	0.9137
Commercial/Industrial	0.9891	0.9635	0.9307	0.9164
Tangible/Public Utility Personal	1.0000	1.0000	1.0000	1.0000

2008	2007	2006	2005	2004	2003
\$2.40	\$2.40	\$2.40	\$2.40	\$2.40	\$2.40
0.4374	0.4754	0.4783	0.4791	0.4874	0.4882
0.5004	0.5437	0.5600	0.5561	0.5591	0.5543
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
0.1730	0.1880	0.1892	0.1895	0.1928	0.1931
0.2577	0.2800	0.2883	0.2863	0.2879	0.2854
0.3500	0.3500	0.3500	0.3500	0.3500	0.3500
0.2471	0.2686	0.2703	0.2707	0.2754	0.2758
0.3683	0.4001	0.4121	0.4092	0.4114	0.4079
0.5000	0.5000	0.5000	0.5000	0.5000	0.5000
1.8844	2.0483	2.0610	2.0640	2.1000	2.1033
2.4886	2.7040	2.7849	2.7655	2.7805	2.7565
3.0000	3.0000	3.0000	3.0000	3.0000	3.0000
1.2357	1.3431	1.3515	1.3534	1.3771	1.3792
1.8445	2.0041	2.0641	2.0498	2.0609	2.0431
2.5000	2.5000	2.5000	2.5000	2.5000	2.5000
0.9143	0.9938	0.5406	0.5414	0.5508	0.5517
0.8936	0.9709	0.7166	0.7117	0.7155	0.7093
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000

(continued)

**Marion County, Ohio**  
Property Tax Rates  
Direct and Overlapping Governments (continued)  
(Per \$1,000 Assessed Value)  
Last Ten Years

	2012	2011	2010	2009
Fairground Improvement				
Effective Millage Rates				
Residential/Agricultural	\$0.0000	\$0.0000	\$0.0000	\$0.0000
Commercial/Industrial	0.0000	0.0000	0.0000	0.0000
Tangible/Public Utility Personal	0.0000	0.0000	0.0000	0.0000
Senior Services				
Effective Millage Rates				
Residential/Agricultural	0.7367	0.7343	0.7329	0.7310
Commercial/Industrial	0.7913	0.7708	0.7446	0.7331
Tangible/Public Utility Personal	0.8000	0.8000	0.8000	0.8000
Total Voted Millage	<u>8.77</u>	<u>8.77</u>	<u>8.77</u>	<u>9.15</u>
Total County Rate	<u>11.17</u>	<u>11.17</u>	<u>11.17</u>	<u>11.55</u>
Total Effective Voted Millage by Type of Property				
Residential/Agricultural	7.8744	7.8569	7.8463	8.0199
Commercial/Industrial	9.9132	9.7184	9.4694	9.6479
Tangible/Public Utility Personal	11.1700	11.1700	11.1700	11.5500
In County School Districts				
Marion CSD	30.5185-41.2500	29.3975-40.3600	28.8868-40.3600	28.8305-40.3600
Pleasant LSD	24.7711-47.1300	25.1969-47.5900	24.7549-47.5900	24.6900-47.5900
Overlapping School Districts				
Buckeye Valley LSD	25.9931-34.7300	25.8117-34.7300	25.9957-34.9500	25.8000-34.8000
Cardington-Lincoln LSD	23.9772-31.1900	23.9598-31.1900	23.9949-31.1900	23.9624-31.1900
Elgin LSD	33.6884-45.7800	34.0894-46.1700	34.1747-46.1700	25.6800-37.6800
Northmor LSD	27.0750-34.5400	27.1659-34.5400	27.1528-34.5400	27.1039-34.5400
Ridgedale LSD	25.0012-45.7000	25.8200-46.5200	25.8200-46.5200	25.8200-46.5200
River Valley LSD	27.7883-38.8900	27.3090-38.4100	27.3461-38.4100	27.3135-38.4100
Upper Sandusky EVSD	20.0000-33.7000	20.0000-33.7000	20.0507-33.7000	20.0329-33.7000
Corporations				
Caledonia	8.6883-11.5000	8.6883-11.5000	8.6139-11.5000	7.4829 - 12.5000
Green Camp	9.7965-10.1000	9.7497-10.1000	9.4607-10.1000	9.4419 - 10.1000
Larue	12.6070-13.2000	12.6345-13.2000	12.2201-13.2000	12.1802 - 13.2000
Marion (Elgin LSD)	3.2000-3.2000	3.2000-3.2000	3.2000-3.2000	3.2000 - 3.2000
Marion (Elgin LSD/Annex)	2.1500-2.1500	0.00	0.00	0.00
Marion (Marion CSD)	4.2000-4.2000	4.2000-4.2000	4.2000-4.2000	4.2000 - 4.2000
Marion (Pleasant LSD)	1.5000-1.5000	1.5000-1.5000	1.5000-1.5000	1.5000 - 1.5000
Marion (Ridgedale LSD)	2.0000-2.0000	2.0000-2.0000	2.0000-2.0000	2.0000 - 2.0000
Marion (River Valley LSD)	3.3000-3.3000	3.3000-3.3000	3.3000-3.3000	3.3000 - 3.3000
Marion (River Valley LSD/Annex)	1.7000-1.7000	0.00	0.00	0.00
Morral	2.3354-2.4300	2.3356-2.4300	2.3695-2.4300	2.3692 - 2.4300
New Bloomington	3.2630-4.0000	3.2614-4.0000	3.1671-4.0000	3.1829 - 4.0000
Prospect	5.4847-11.6000	5.4765-11.6000	5.3112-11.6000	5.3042 - 11.6000
Waldo	6.2170-6.9000	6.21734-6.9000	6.0456-6.9000	6.0303 - 6.9000

2008	2007	2006	2005	2004	2003
\$0.0000	\$0.0000	\$0.0000	\$0.2564	\$0.2609	\$0.2613
0.0000	0.0000	0.0000	0.2778	0.2793	0.2769
0.0000	0.0000	0.0000	0.3000	0.3000	0.3000
0.7315	0.7950	0.0000	0.0000	0.0000	0.0000
0.7149	0.7767	0.0000	0.0000	0.0000	0.0000
0.8000	0.8000	0.0000	0.0000	0.0000	0.0000
9.15	9.15	8.35	8.65	8.65	8.65
11.55	11.55	10.75	11.05	11.05	11.05
8.0234	8.5123	7.2910	7.5545	7.6444	7.6526
9.4680	10.0795	9.2261	9.4564	9.4946	9.4334
11.5500	11.5500	10.7500	11.0500	11.0500	11.0500
29.1078 - 40.7500	28.6454 - 40.2600	29.0431 - 40.6300	32.9177 - 44.5300	33.0948 - 44.5300	33.0655 - 44.5300
24.8700 - 47.7700	24.8700 - 47.7700	25.3300 - 48.2300	25.1900 - 48.0900	25.4200 - 48.3200	25.4538 - 48.3200
23.6500 - 32.6500	23.8000 - 32.8000	23.9800 - 32.9800	24.2000 - 33.2000	24.5200 - 33.5200	24.8000 - 33.8000
25.9776 - 33.1900	26.0008 - 33.1900	25.9813 - 33.1900	26.1166 - 33.1900	26.0635 - 33.1900	26.3255 - 33.8200
26.2600 - 38.2600	26.0388 - 37.7700	26.1429 - 37.8500	26.2070 - 37.8500	25.8915 - 37.8500	25.9911 - 37.8500
20.0000 - 27.4000	20.0000 - 27.4000	20.0000 - 27.4000	20.0090 - 27.4000	20.0047 - 27.4000	20.0000 - 27.4000
26.9800 - 47.6800	27.2539 - 47.6000	27.4040 - 47.3900	27.4057 - 47.3900	26.7383 - 47.3900	26.8097 - 47.3900
28.3834 - 43.5000	28.4164 - 43.5000	29.3169 - 44.3700	29.3209 - 44.3700	29.8612 - 44.8800	30.4559 - 45.8800
20.0000 - 33.7000	20.0000 - 33.7000	20.0006 - 33.7000	20.0000 - 33.7000	20.0053 - 33.7000	20.0072 - 33.7000
7.4809 - 12.5000	8.0419 - 12.5000	8.0220 - 12.5000	8.3125 - 12.5000	8.2891 - 12.5000	8.2521 - 12.5000
9.2571 - 10.1000	5.5201 - 10.1000	5.5135 - 10.1000	5.7134 - 10.1000	5.7156 - 10.1000	5.5752 - 10.1000
12.100 - 13.2000	10.0192 - 11.7000	6.8136 - 11.7000	7.0306 - 11.7000	7.0275 - 11.7000	7.0022 - 11.7000
3.2000 - 3.2000	3.2000 - 3.2000	3.2000 - 3.2000	3.2000 - 3.2000	3.2000 - 3.2000	3.2000 - 3.2000
0.00	0.00	0.00	0.00	0.00	0.00
4.2000 - 4.2000	4.2000 - 4.2000	4.2000 - 4.2000	4.2000 - 4.2000	4.2000 - 4.2000	4.2000 - 4.2000
1.5000 - 1.5000	1.5000 - 1.5000	1.5000 - 1.5000	1.5000 - 1.5000	1.5000 - 1.5000	1.5000 - 1.5000
2.0000 - 2.0000	2.0000 - 2.0000	2.0000 - 2.0000	2.0000 - 2.0000	2.0000 - 2.0000	2.0000 - 2.0000
3.3000 - 3.3000	3.3000 - 3.0000	3.3000 - 3.0000	3.3000 - 3.0000	3.3000 - 3.0000	3.3000 - 3.0000
0.00	0.00	0.00	0.00	0.00	0.00
1.8065 - 3.4000	2.3322 - 5.2000	2.9756 - 5.2000	2.1028 - 5.2000	2.1033 - 5.2000	2.0077 - 5.2000
3.1804 - 4.0000	3.3542 - 4.0000	3.3580 - 4.0000	3.4114 - 4.0000	3.4215 - 4.0000	3.3737 - 4.0000
5.2992 - 11.6000	4.1614 - 10.1000	4.1579 - 10.1000	4.2743 - 10.1000	4.2721 - 10.1000	4.2542 - 10.1000
5.8094 - 6.9000	6.1670 - 6.9000	6.1371 - 6.9000	6.3518 - 6.9000	5.4411 - 7.0000	5.4189 - 7.0000

(continued)

**Marion County, Ohio**  
Property Tax Rates  
Direct and Overlapping Governments (continued)  
(Per \$1,000 Assessed Value)  
Last Ten Years

	2012	2011	2010	2009
<b>Townships</b>				
Big Island	\$2.9074-\$3.9000	\$2.9074-\$3.9000	\$2.9532-\$3.9000	\$3.0012 - \$3.9000
Bowling Green	3.3000-3.3000	3.3000-3.3000	3.3000-3.3000	3.3000 - 3.3000
Claridon	1.7000-1.7000	1.7000-1.7000	1.7000-1.7000	1.7000 - 1.7000
Grand	4.6157-5.2000	4.6075-5.2000	3.7000-3.7000	3.3824 - 3.6000
Grand Prairie	3.3938-3.4500	3.3927-3.4500	3.4500-3.4500	3.1839 - 3.4500
Green Camp	3.9752-4.4500	3.9707-4.4500	4.2720-4.4500	4.1729 - 4.4500
Marion	10.3853-10.5000	9.9676-10.5000	9.2951-10.5000	9.2188 - 10.5000
Montgomery	1.3000-1.3000	1.3000-1.3000	1.3000-1.3000	1.3000 - 1.3000
Pleasant	4.4599-4.5400	4.5147-4.5400	4.3600-4.5400	4.3548 - 4.5400
Prospect	1.8495-2.8000	1.8481-2.8000	1.8720-2.8000	1.8717 - 2.8000
Richland	1.2000-1.2000	1.2000-1.2000	1.2000-1.2000	1.2000 - 1.2000
Salt Rock	5.0933-6.6000	5.0923-6.6000	4.5026-5.1000	4.5003 - 5.1000
Scott	2.1000-2.1000	2.1000-2.1000	2.1000-2.1000	2.1000 - 2.1000
Tully	2.4000-2.4000	2.4000-2.4000	2.4000-2.4000	2.4000 - 2.4000
Waldo	3.7120-3.9000	3.7109-3.9000	2.7808-2.9000	2.7447 - 2.9000
<b>Other Units</b>				
Battle Run Fire District	4.1512-5.0000	4.1715-5.000	4.1701-5.0000	3.6341 - 5.0000
Cardington-Lincoln Joint Recreation Board	0.3000-0.3000	0.3000-0.3000	1.0500-1.0500	1.0500 - 1.0500
Delaware County District Library	1.0000-1.0000	0.9929-1.0000	1.0278-1.0300	0.0400 - 0.0400
Delaware County JVSD	2.3580-3.2000	2.2890-3.2000	2.2909-3.2000	2.2857 - 3.2000
First Consolidated Fire District	6.7881-8.0000	6.8583-8.0000	7.5169-8.0000	6.5007 - 7.0000
Fort Morrow Fire District	4.4690-5.0000	4.5313-5.0000	4.7375-5.0000	4.7362 - 5.0000
Grandview Park District	0.1000-0.1000	0.1000-0.1000	0.1000-0.1000	0.1000 - 0.1000
Pioneer JVSD	2.0319-3.7000	2.0047-3.7000	2.0000-3.7000	2.0000 - 4.7000
Prospect Joint Park Commission	1.5694-2.2000	1.5661-2.2000	1.6255-2.2000	1.6248 - 2.2000
Scioto Valley Fire District	2.2881-5.0000	2.2870-5.0000	2.6677-5.0000	2.6647 - 5.0000
Tri-Rivers JVSD	2.2063-4.4000	2.2037-4.4000	2.2320-4.4000	2.2223 - 4.4000
Upper Sandusky EVSD Library	1.3141-1.4000	1.3170-1.4000	1.3999-1.4000	0.00
Vanguard JVSD	1.6000-1.6000	1.6000-1.6000	1.6000-1.6000	1.6000 - 1.6000
Waldo Park Commission	1.0000-1.0000	1.0000-1.0000	1.0000-1.0000	1.0000 - 1.0000

Source: Marion County Auditor

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 reappraisal.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Overlapping rates are those of local governments that apply to property owners within Marion 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.

2008	2007	2006	2005	2004	2003
\$3.0114 - \$3.9000	\$3.1149 - \$3.9000	\$3.1242 - \$3.9000	\$3.1247 - \$3.9000	\$3.0790 - \$3.9000	\$3.0934 - \$3.9000
3.3000 - 3.3000	3.3000 - 3.3000	3.3000 - 3.3000	3.3000 - 3.3000	3.3000 - 3.0000	3.3000 - 3.3000
1.7000 - 1.7000	1.7000 - 1.7000	1.7000 - 1.7000	1.7000 - 1.7000	1.7000 - 1.7000	1.7000 - 1.7000
3.3775 - 3.6000	3.4904 - 3.6000	3.6000 - 3.6000	3.6000 - 3.6000	2.1000 - 2.1000	2.1000 - 2.1000
3.1848 - 3.4500	3.3156 - 3.4500	3.3220 - 3.4500	3.3225 - 3.4500	3.0646 - 3.2000	3.0656 - 3.2000
4.1685 - 4.4500	4.4141 - 4.4500	4.4436 - 4.4500	4.2623 - 4.4500	3.6501 - 4.2500	3.6648 - 4.2500
8.9541 - 10.4000	9.7942 - 10.5000	10.1740 - 10.5000	6.8711 - 10.5000	7.1042 - 10.5000	7.1023 - 10.5000
1.3000 - 1.3000	1.3000 - 1.3000	1.3000 - 1.3000	1.3000 - 1.3000	1.3000 - 1.3000	1.3000 - 1.3000
3.0211 - 3.2000	3.0762 - 3.2000	3.1827 - 3.2000	2.5372 - 2.7000	2.5876 - 2.7000	2.5941 - 2.7000
1.8800 - 2.8000	1.9324 - 2.8000	1.9265 - 2.8000	1.9259 - 2.8000	1.9306 - 2.8000	1.9329 - 2.8000
1.2000 - 1.2000	1.2000 - 1.2000	1.2000 - 1.2000	1.2000 - 1.2000	1.2000 - 1.2000	1.2000 - 1.2000
4.4823 - 5.1000	5.0284 - 5.1000	5.0558 - 5.1000	5.0608 - 5.1000	4.9252 - 5.1000	3.9875 - 4.1000
2.1000 - 2.1000	2.1000 - 2.1000	2.1000 - 2.1000	2.1000 - 2.1000	2.1000 - 2.1000	1.5000 - 1.5000
2.4000 - 2.4000	2.4000 - 2.4000	2.4000 - 2.4000	2.4000 - 2.4000	2.4000 - 2.4000	2.4000 - 2.4000
2.7447 - 2.9000	2.9000 - 2.9000	2.8998 - 2.9000	1.7408 - 2.9000	1.7427 - 2.9000	1.7453 - 2.9000
3.6341 - 5.0000	3.9774 - 5.0000	4.4494 - 5.0000	4.4455 - 5.0000	4.4785 - 5.0000	4.4950 - 5.0000
1.0500 - 1.0500	1.0500 - 1.0500	1.0500 - 1.0500	1.0500 - 1.0500	1.0500 - 1.0500	1.0500 - 1.0500
0.0600 - 0.0600	0.0700 - 0.0700	0.0800 - 0.0800	0.0900 - 0.0900	0.1200 - 0.1200	0.1500 - 0.1500
2.2797 - 3.2000	2.2817 - 3.2000	2.2847 - 3.2000	2.3702 - 3.2000	2.4147 - 3.2000	2.4585 - 3.2000
5.2822 - 6.0000	5.7908 - 6.0000	5.8600 - 6.0000	6.0000 - 6.0000	5.9939 - 6.0000	4.7626 - 5.0000
1.8106 - 2.0000	2.4899 - 2.5000	1.8790 - 2.0000	1.8987 - 2.0000	1.9054 - 2.0000	1.4118 - 1.5000
0.1000 - 0.1000	0.1000 - 0.1000	0.1000 - 0.1000	0.1000 - 0.1000	0.1000 - 0.1000	0.1000 - 0.1000
2.0196 - 4.7000	2.0222 - 4.7000	2.0851 - 4.7000	2.2328 - 4.7000	2.2334 - 4.7000	2.3215 - 4.7000
1.6454 - 2.2000	1.7760 - 2.2000	1.7670 - 2.2000	1.3856 - 2.2000	1.3944 - 2.2000	1.3988 - 2.2000
2.6912 - 5.0000	2.9992 - 5.0000	3.0169 - 5.0000	3.0161 - 5.0000	2.8616 - 5.0000	2.8689 - 5.0000
2.2529 - 4.4000	2.3922 - 4.4000	2.4006 - 4.4000	2.5341 - 4.4000	2.5592 - 4.4000	2.5617 - 4.4000
0.00	0.00	0.00	0.00	0.00	0.00
1.6000 - 1.6000	1.6000 - 1.6000	1.6000 - 1.6000	1.6000 - 1.6000	1.6000 - 1.6000	1.6000 - 1.6000
1.0000 - 1.0000	1.0000 - 1.0000	1.0000 - 1.0000	1.0000 - 1.0000	1.0000 - 1.0000	1.0000 - 1.0000

**Marion County, Ohio**  
Property Tax Levies and Collections  
Real and Public Utility Real Property Taxes  
Last Ten Years

Year	Current Tax Levy (1)	Total Tax Collections	Percent Collected	Current Delinquencies	Prior Delinquencies	Total Outstanding Delinquencies (2)	Percent of Delinquencies to Current Tax Levy
2012	\$8,669,885	\$8,334,506	96.13%	\$741,093	\$777,039	\$1,518,132	17.51%
2011	8,616,128	8,305,212	96.39	716,967	465,786	1,182,753	13.73
2010	8,632,410	8,262,572	95.72	776,432	\$95,406	871,838	10.10
2009	8,598,457	8,648,232	100.58	358,997	502,000	860,997	10.01
2008	8,705,636	8,599,951	98.79	510,917	40,858	551,775	6.34
2007	8,491,096	8,455,748	99.58	410,743	35,348	446,091	5.25
2006	7,249,101	7,354,491	101.45	373,143	37,600	410,743	5.67
2005	7,160,302	7,079,292	98.87	432,054	84,080	516,134	7.21
2004	7,213,305	7,238,680	100.35	362,603	72,520	435,123	6.03
2003	7,132,391	7,113,129	99.73	448,836	112,926	561,762	7.88

Source: Marion County Auditor

(1) State reimbursement of rollback and homestead exemptions are included.

(2) The County does not identify delinquent collections by tax year.



**Marion County, Ohio**  
Property Tax Levies and Collections  
Tangible Personal Property Taxes (3)  
Last Ten Years

Year	Current Tax Levy (1)	Total Tax Collections	Percent Collected	Current Delinquencies	Prior Delinquencies	Total Outstanding Delinquencies (2)	Percent of Delinquencies to Current Tax Levy
2012	\$0	\$480	0.00%	\$0	\$6,227	\$6,227	0.00%
2011	0	7,910	0.00	0	6,707	6,707	0.00
2010	13,311	20,086	150.90	1,204	3,859	5,063	38.04
2009	49,888	69,293	138.90	11,837	4,467	16,304	32.68
2008	567,694	534,377	94.13	35,709	0	35,709	6.29
2007	912,871	940,530	103.03	2,392	0	2,392	0.26
2006	1,199,264	1,271,581	106.03	10,690	19,361	30,051	2.51
2005	1,512,009	1,523,768	100.78	52,086	44,182	96,268	6.37
2004	1,513,538	1,500,644	99.15	89,777	18,250	108,027	7.14
2003	1,500,478	1,557,573	103.81	75,831	15,416	91,247	6.08

Source: Marion County Auditor

- (1) The \$10,000 personal property exemption is included.
- (2) The County does not identify delinquent collections by tax year.
- (3) Beginning in 2011, tangible personal property is no longer assessed.

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**Marion County, Ohio**  
Principal Property Taxpayers  
Current Year and Nine Years Ago

	2012			2003		
	Total Assessed		Percent of Total County Assessed	Taxable Assessed		Percent of Total County Assessed
	Value	Rank	Value	Value	Rank	Value
Ohio American Water	\$28,475,251	1	2.78%	\$16,271,060	3	1.63%
Ohio Edison	24,133,204	2	2.36	14,244,530	4	1.42
Whirlpool Corporation	12,508,542	3	1.22	29,575,570	1	2.96
Clinic Investment LLC	9,526,228	4	0.93			
Meijer Stores Limited	7,592,285	5	0.74			
GP2 LLC	7,405,342	6	0.72			
Marion Plaza Associates LP	6,504,228	7	0.65			
Marion Forum LLC	6,427,142	8	0.63			
RG Marion LTD	6,400,000	9	0.63			
Nucor Steel Marion	5,970,228	10	0.58			
Central Soya Co., Inc.				23,984,513	2	2.40
Conagra, Inc.				11,792,046	5	1.18
Verizon North, Inc.				8,692,580	6	0.87
Marion Steel				8,559,780	7	0.86
Scotts Company				6,367,600	8	0.64
Associated Hygienic Products				3,490,120	9	0.35
Southland Mall				3,399,880	10	0.34
Total Principal Taxpayers	114,942,450		11.24	126,377,679		12.65
All Other Taxpayers	907,790,860		88.76	872,272,564		87.35
Total County Assessed Value	<u>\$1,022,733,310</u>		<u>100.00%</u>	<u>\$998,650,243</u>		<u>100.00%</u>

Source: Marion County Auditor

**Marion County, Ohio**  
Taxable Sales by Type  
Last Ten Years

Category	2012	2011	2010	2009	2008
Sales Tax Payments	\$1,710,572	\$1,597,026	\$1,521,776	\$1,548,635	\$1,797,616
Direct Pay Tax Return Payments	761,680	604,991	609,803	198,344	132,900
Seller's Use Tax Return Payments	742,245	736,195	512,645	507,036	571,590
Consumer's Use Tax Return Payments	347,913	308,278	153,045	173,568	212,290
Motor Vehicle Tax Payments	1,152,032	1,126,145	841,241	806,373	906,249
Watercraft and Outboard Motors	13,516	9,804	9,576	8,460	10,325
Department of Liquor Control	23,582	22,925	19,021	18,661	19,031
Sales/Use Tax Voluntary Payments	3,727	1,358	3,019	1,777	4,281
Statewide Master Numbers	4,055	3,506	2,610	3,770	4,175
Sales/Use Tax Assessment Payments	3,755,270	3,687,886	3,038,295	3,032,441	3,190,062
Streamlined Sales Tax Payments	36,575	43,301	34,560	32,154	55,026
Use Tax Amnesty Payments	2,585	2,447	1,377	1,090	1,207
Nucor Steel Marion	22,271	1,657	0	0	0
Administrative Rotary Fund Fee	(85,241)	(79,890)	(65,774)	(63,055)	(68,853)
Sales/Use Tax Refunds Approved	(51,891)	(156,517)	(169,572)	(26,809)	(19,477)
Destination Sourcing Adjustment	0	0	0	0	(1,963)
<b>Total</b>	<b>\$8,438,891</b>	<b>\$7,909,112</b>	<b>\$6,511,622</b>	<b>\$6,242,445</b>	<b>\$6,814,459</b>
Sales Tax Rate	1% (2)	1.5% (1)	1.00%	1.00%	1.00%

Source: Ohio Department of Taxation

Sales tax is remitted to the Ohio Department of Taxation. The portion pertaining to the County is remitted on a monthly basis approximately three months after collection at the source.

Information for the principal taxpayers is not provided to the County by the Ohio Department of Taxation.

- (1) Effective October 1, 2011, the County's sales tax rate increased from 1 percent to 1.5 percent.
- (2) Effective April 1, 2012, the County's sales tax rate decreased from 1.5 percent to 1 percent.

2007	2006	2005	2004	2003
\$1,841,481	\$1,834,397	\$1,792,107	\$1,726,759	\$1,777,317
167,515	283,347	85,389	54,827	175,467
567,280	529,207	582,147	576,125	480,840
295,711	186,119	126,692	154,167	112,439
968,405	917,846	967,125	1,061,843	1,109,574
9,235	9,720	11,207	12,781	13,171
17,745	15,936	15,283	14,207	13,269
1,738	2,663	1,474	1,202	1,089
72,300	23,514	4,496	5,866	6,376
3,274,167	3,012,819	2,890,584	2,896,735	2,581,508
25,789	16,543	10,474	9,266	9,818
598	15	0	0	0
0	0	0	0	0
(72,256)	(61,417)	(64,870)	(65,147)	(63,445)
(16,406)	(12,528)	(53,051)	(20,367)	(14,584)
(2,178)	(7,052)	0	0	0
<u>\$7,151,124</u>	<u>\$6,751,129</u>	<u>\$6,369,057</u>	<u>\$6,428,264</u>	<u>\$6,202,839</u>
1.00%	1.00%	1.00%	1.00%	1.00%

**Marion County, Ohio**  
Ratios of Outstanding Debt by Type  
Last Ten Years

Year	Governmental Activities				
	Bond Anticipation Notes	General Obligation Bonds	Special Assessment Bonds	Issue II Loans	Other Loans
2012	\$3,590,000	\$8,668,035	\$0	\$107,501	\$0
2011	3,725,000	9,025,187	0	113,312	0
2010	3,857,000	8,985,056	0	116,217	0
2009	3,960,000	8,106,638	0	16,477	0
2008	4,075,000	8,531,456	36,722	32,954	0
2007	3,336,000	8,941,275	73,443	49,431	0
2006	3,336,000	9,284,711	110,289	65,908	0
2005	0	9,686,012	143,988	82,385	27,513
2004	145,000	10,077,314	177,686	98,862	89,074
2003	280,000	10,451,680	208,320	115,339	109,916

Source: Marion County Auditor

See Schedule S33 for population and personal income.

Business-Type Activity					
General	USDA		Total		Percentage
Obligation	Revenue	Issue II	Primary	Per	of Personal
Bonds	Bonds	Loans	Government	Capita	Income
\$1,780,000	\$0	\$212,189	\$14,357,725	\$216.76	0.67%
1,895,000	0	232,999	14,991,498	228.34	0.71
2,005,000	0	295,430	15,258,703	229.45	0.75
2,110,000	0	316,239	14,509,354	220.99	0.72
2,210,000	0	357,860	15,243,992	229.07	0.75
2,310,000	0	399,481	15,109,630	231.57	0.78
2,405,000	0	441,102	15,643,010	238.52	0.86
2,500,000	0	482,723	12,922,621	196.00	0.72
1,437,000	1,301,100	524,344	13,850,380	209.62	0.80
1,493,000	1,316,800	565,965	14,541,020	218.81	0.85

**Marion County**  
Legal Debt Margin  
Last Ten Years

	2012	2011	2010	2009	2008
Assessed Value of County	\$1,022,733,310	\$1,025,272,240	\$1,030,750,780	\$1,028,265,855	\$1,058,821,702
Voted Debt Limitation (1)	\$24,068,333	\$24,131,806	\$24,268,770	\$24,206,646	\$24,970,543
Total Outstanding Debt					
Bond Anticipation Notes	3,590,000	3,725,000	3,857,000	3,960,000	4,075,000
Tax Anticipation Notes	0	0	0	0	0
General Obligation Bonds	10,415,000	10,885,000	11,325,000	10,570,000	11,113,237
USDA Revenue Bonds	0	0	0	0	0
Special Assessment Bonds	0	0	0	0	36,763
Issue II Loans	319,690	346,311	411,647	332,716	390,814
Total Outstanding Debt	14,324,690	14,956,311	15,593,647	14,862,716	15,615,814
Exemptions					
Bond Anticipation Notes	2,690,000	2,825,000	2,957,000	3,060,000	3,175,000
Tax Anticipation Notes	0	0	0	0	0
Marion-Hardin Correctional Center					
General Obligation Bonds	2,765,000	2,910,000	3,045,000	3,175,000	3,300,000
FMHA General Obligation Bonds	0	0	0	0	0
General Obligation Bonds	1,780,000	1,895,000	2,005,000	2,110,000	2,210,000
USDA Revenue Bonds	0	0	0	0	0
Special Assessment Bonds	0	0	0	0	36,763
Issue II Loans	319,690	346,311	411,647	332,716	390,814
Total Exemptions	7,554,690	7,976,311	8,418,647	8,677,716	9,112,577
Net Indebtedness	6,770,000	6,980,000	7,175,000	6,185,000	6,503,237
Amount Available in Debt Service Fund	40,824	0	16,622	638,846	378,193
Total Net Debt Applicable to Debt Limit	6,729,176	6,980,000	7,158,378	5,546,154	6,125,044
Total Voted Legal Debt Margin	\$17,339,157	\$17,151,806	\$17,110,392	\$18,660,492	\$18,845,499
Legal Debt Margin as a Percentage of the Debt Limit (Voted)	72.04%	71.08%	70.50%	77.09%	75.47%
Unvoted Debt Limitation	\$10,227,333	\$10,252,722	\$10,307,508	\$10,282,659	\$10,588,217
Total Unvoted Legal Debt Margin	\$3,498,157	\$3,272,722	\$3,149,130	\$4,736,505	\$4,463,173
Legal Debt Margin as a Percentage of the Debt Limit (Unvoted)	34.20%	31.92%	30.55%	46.06%	42.15%

Source: Marion County Auditor

(1) The Debt Limitation is calculated as follows:

- 3 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.



2007	2006	2005	2004	2003
\$1,016,949,947	\$1,024,585,031	\$1,036,514,365	\$1,011,235,574	\$998,650,243
\$23,923,749	\$24,114,626	\$24,412,859	\$23,780,889	\$23,466,256
3,336,000	3,336,000	0	0	0
0	0	0	145,000	280,000
11,641,475	11,689,711	12,186,012	11,514,314	11,944,680
0	0	0	1,301,100	1,316,800
73,525	110,289	143,988	177,686	208,320
448,912	507,010	565,108	623,206	681,304
15,499,912	15,643,010	12,895,108	13,761,306	14,431,104
3,336,000	3,336,000	0	0	0
0	0	0	145,000	280,000
3,420,000	3,370,000	3,475,000	3,575,000	3,670,000
0	0	0	1,437,000	1,493,000
2,310,000	2,405,000	2,500,000	0	0
0	0	0	1,301,100	1,316,800
73,525	110,289	143,988	177,686	208,320
448,912	507,010	565,108	623,206	681,304
9,588,437	9,728,299	6,684,096	7,258,992	7,649,424
5,911,475	5,914,711	6,211,012	6,502,314	6,781,680
435,556	160,825	0	0	0
5,475,919	5,753,886	6,211,012	6,502,314	6,781,680
\$18,447,830	\$18,360,740	\$18,201,847	\$17,278,575	\$16,684,576
77.11%	76.14%	74.56%	72.66%	71.10%
\$10,169,499	\$10,245,850	\$10,365,144	\$10,112,356	\$9,986,502
\$4,693,580	\$4,491,964	\$4,154,132	\$3,610,042	\$3,204,822
46.15%	43.84%	40.08%	35.70%	32.09%

**Marion County, Ohio**  
Ratios of General Bonded Debt Outstanding  
Last Ten Years

Year	General Bonded Debt Outstanding	Percentage of Estimated Actual Value of Property	Per Capita
2012	\$10,448,035	0.37%	\$157.73
2011	10,920,187	0.39	166.33
2010	10,990,056	0.39	165.26
2009	10,216,638	0.36	155.61
2008	10,741,456	0.31	161.41
2007	11,251,275	0.35	172.44
2006	11,689,711	0.38	178.24
2005	12,186,012	0.39	184.83
2004	11,514,314	0.39	174.27
2003	11,944,680	0.41	179.74

Source: Marion County Auditor

See Schedule S15 for estimated actual value.

See Schedule S33 for population.

**Marion County, Ohio**  
 Demographic and Economic Statistics  
 Last Ten Years

Year	Population (Estimated)	Personal Income	Per Capita Personal Income	Unemployment Rate
2012	66,238	\$2,131,472,602	\$32,179	7.20%
2011	65,655	2,112,712,245	32,179	8.4
2010	66,501	2,034,664,596	30,596	10.2
2009	65,655	2,012,588,370	30,654	11.2
2008	66,546	2,033,113,392	30,552	7.0
2007	65,248	1,933,363,488	29,631	5.5
2006	65,583	1,823,863,230	27,810	5.4
2005	65,932	1,783,196,872	27,046	6.2
2004	66,073	1,732,698,352	26,224	6.6
2003	66,456	1,713,501,504	25,784	6.3

Source: Ohio Department of Development  
 Marion County Chamber of Commerce  
 Office of the Ohio Consumers' Counsel

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**Marion 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
Whirlpool Corporation	2,350	1	8.64%	2,700	1	9.68%
Marion General Hospital	989	2	3.64	883	3	3.16
Marion City School District	769	3	2.83	739	5	2.65
Silver Line Windows	600	4	2.20	850	4	3.05
Frontier Communications	597	5	2.19			
Ohio Heartland Community Action Commission	596	6	2.19			
Marion County Government	538	7	1.98	652	6	2.34
Marion Correctional Institution	438	8	1.61	484	9	1.73
Nucor Steel Marion	405	9	1.49			
Ohio Health Marion Area Physicians	405	10	1.49			
Verizon North, Inc.				1,200	2	4.30
Smith Clinic				550	7	1.97
North Central Correctional Complex				491	8	1.76
Meijer				450	10	1.61
<b>Total</b>	<b>7,687</b>		<b>28.26%</b>	<b>8,999</b>		<b>32.25%</b>
Total Employment Within Marion County	<u>27,200</u>			<u>27,900</u>		

Source: Marion County Chamber of Commerce

**Marion County, Ohio**  
 Full-Time Equivalent County Government Employees by Function/Program  
 Last Ten Years

Function/Program	2012	2011	2010	2009	2008	2007
General Government						
Legislative and Executive	53.5	60.0	58.0	58.0	61.0	62.0
Judicial	42.5	48.5	48.0	45.0	42.0	43.0
Public Safety						
Enforcement	30.0	33.5	33.0	32.0	39.0	40.0
Other Public Safety	67.5	71.0	73.0	70.0	73.0	72.0
Public Works	34.0	34.0	34.0	34.0	33.0	34.0
Health						
Developmental Disabilities	87.5	79.0	72.0	71.0	68.0	66.0
Other Health	2.5	1.0	3.0	3.0	3.0	2.0
Human Services						
Children Home	35.5	36.0	33.0	35.0	44.0	41.0
Job and Family Services	61.0	60.5	60.0	63.0	68.0	72.0
Child Support Enforcement Agency	13.0	12.0	13.0	15.0	15.0	15.0
Other Human Services	8.0	9.0	8.0	9.0	8.0	9.0
Sanitary Engineer	8.5	8.0	8.0	8.0	8.0	8.0
Other (Agency Funds)	94.5	95.5	97.0	80.0	89.0	89.0
Total	<u>538.0</u>	<u>548.0</u>	<u>540.0</u>	<u>523.0</u>	<u>551.0</u>	<u>553.0</u>

Source: Marion County Auditor (as of December 31 of each year)

Method: 1.00 for each full-time and .50 for each part-time.

<u>2006</u>	<u>2004</u>	<u>2004</u>	<u>2003</u>
63.0	67.0	67.5	65.5
44.0	50.0	47.0	49.0
39.0	41.0	39.0	41.5
69.0	75.5	72.0	74.0
35.0	38.0	36.0	38.0
66.0	79.0	74.5	78.0
3.0	3.0	3.0	3.0
40.0	42.5	41.5	42.5
63.0	66.0	67.0	65.5
15.0	14.0	15.0	14.0
9.0	10.0	9.5	9.0
8.0	9.5	8.5	9.5
91.0	91.5	93.0	90.5
<u>545.0</u>	<u>587.0</u>	<u>573.5</u>	<u>580.0</u>

**Marion County, Ohio**  
 Operating Indicators by Program/Department  
 Last Ten Years

	2012	2011	2010	2009
Legislative/Executive				
Auditor				
Number of Non-Exempt Conveyances	1,100	1,138	1,180	1,145
Number of Exempt Conveyances	945	974	919	973
Number of Real Estate Transfers	2,045	2,112	2,099	2,118
Board of Elections				
Number of Registered Voters	42,218	41,653	41,017	40,064
Number of Voters Last General Election	27,622	19,918	20,432	19,263
Percent of Registered Voters Voting	65.43	47.82	49.81	48.08
Recorder				
Number of Deeds Filed	1,953	2,328	2,250	2,208
Number of Mortgages Filed	1,657	1,625	1,601	1,737
Judicial				
Common Pleas Court				
Number of New Filings	834	916	1,943	2,714
Number of Terminations	1,109	1,176	1,243	1,244
Criminal Cases				
Number of New Filings	610	664	719	608
Number of Terminations	871	796	690	634
Family Court				
Domestic Violence Civil Protection Orders				
Number of New Filings	82	93	91	80
Number of Terminations	95	81	86	100
Juvenile/Family Court				
Delinquent/Unruly/Truancy Cases				
Number of New Filings	848	1,372	1,937	1,627
Number of Terminations	882	1,373	1,762	1,361
Traffic Cases				
Number of New Filings	358	355	485	458
Number of Terminations	381	346	442	482
Public Safety				
Sheriff				
Incidents Reported	33,219	32,716	30,859	36,601
Citations Issued	216	466	612	732
Papers Served	4,535	5,616	6,978	7,128
Transport Hours	233	67	305	290
Court Security Hours	0	4,160	4,000	4,000
Public Works				
Engineer				
Roads Resurfaced	8.07	34.07	9.16	28.37
Bridges Replaced	5	4	7	3
Culverts Built	5	13	31	6



2008	2007	2006	2005	2004	2003
1,254	1,701	1,938	1,322	1,893	1,857
1,038	1,124	1,409	1,924	1,295	1,296
2,292	2,825	3,347	3,246	3,188	3,153
42,436	39,432	43,007	43,141	43,323	40,766
29,093	14,807	21,821	19,496	29,656	16,862
68.56	37.55	50.74	45.19	68.45	41.36
2,557	2,854	3,205	3,107	3,057	3,001
2,066	3,008	3,695	4,119	4,345	5,688
2,688	2,115	1,064	932	944	843
1,235	1,313	1,231	1,226	1,014	989
538	432	549	536	528	462
546	561	588	683	612	547
110	104	138	129	139	156
106	115	134	125	152	152
1,417	1,601	1,664	1,583	1,927	1,612
1,794	2,023	1,667	2,035	1,870	1,590
481	659	591	549	617	767
562	655	627	582	604	778
42,071	46,412	49,139	46,870	43,060	41,495
1,077	1,528	3,353	1,270	821	1,233
8,015	10,735	11,112	8,406	7,471	4,792
335	390	90	268	352	224
4,000	4,000	4,160	4,160	4,160	4,160
64.32	53.65	62.44	64.83	64.28	33.90
5	8	6	6	4	8
13	15	7	9	4	3

(continued)

**Marion County, Ohio**  
 Operating Indicators by Function/Program (continued)  
 Last Ten Years

	2012	2011	2010	2009
Health				
Dog and Kennel				
Number of Dog Licenses Sold	9,461	9,834	9,638	9,819
Number of Kennel Licenses Sold	187	207	285	256
Developmental Disabilities				
Students Enrolled at Marca				
Early Intervention Program	55	74	33	35
Preschool	45	45	47	41
School Age	0	0	0	0
Consumers Employed at Marca Industries	137	120	160	157
Sewer District				
New Residential Connections	3	26	4	2
New Commercial (Multi Family) Connections	2	1	0	1
Number of Treatment Plants	7	7	7	7
Number of Pumping Stations	8	8	6	6

Source: Marion County Departments

2008	2007	2006	2005	2004	2003
9,993	9,440	9,647	9,292	9,144	9,113
253	298	302	300	316	336
34	28	32	33	24	22
40	42	50	47	49	48
0	0	3	3	4	8
156	162	159	175	170	165
8	22	41	58	68	36
3	19	12	8	11	4
7	7	7	7	7	6
6	5	5	5	5	5

**Marion County, Ohio**  
 Capital Asset Statistics by Program/Department  
 Last Ten Years

	2012	2011	2010	2009
<b>General Government</b>				
<b>Legislative and Executive</b>				
<b>Commissioners</b>				
Administrative Office Space (sq. ft.)	4,199	4,199	4,199	4,199
<b>Auditor</b>				
Administrative Office Space (sq. ft.)	3,876	3,876	3,876	3,876
<b>Treasurer</b>				
Administrative Office Space (sq. ft.)	2,068	2,068	2,068	2,068
<b>Prosecutor</b>				
Administrative Office Space (sq. ft.)	6,200	6,200	6,200	6,200
<b>Board of Elections</b>				
Administrative Office Space (sq. ft.)	3,120	3,120	3,120	3,120
<b>Recorder</b>				
Administrative Office Space (sq. ft.)	6,468	6,468	6,468	6,468
<b>Judicial</b>				
<b>Common Pleas Court</b>				
Number of Court Rooms	4	4	4	4
Administrative Office Space (sq. ft.)	13,984	13,984	13,984	13,984
<b>Probate Court</b>				
Administrative Office Space (sq. ft.)	1,028	1,028	1,028	1,028
Number of Court Rooms	1	1	1	1
<b>Juvenile Court/Family Court</b>				
Administrative Office Space (sq. ft.)	15,536	15,536	15,536	N/A
Number of Court Rooms	4	4	4	N/A
<b>Clerk of Courts</b>				
Administrative Office Space (sq. ft.)	4,022	4,022	4,022	4,022
<b>Law Library</b>				
Administrative Office Space (sq. ft.)	3,192	3,192	3,192	3,192
<b>Public Safety</b>				
<b>Sheriff</b>				
Number of Patrol Vehicles	30	32	32	32
Administrative Office Space (sq. ft.)	10,000	10,000	10,000	10,000
<b>Adult Probation</b>				
Administrative Office Space (sq. ft.)	9,512	9,512	9,512	9,512
Number of Vehicles	6	6	6	6
<b>Public Works</b>				
<b>Engineer</b>				
Administrative Office Space (sq. ft.)	3,724	3,724	3,724	3,724
Centerline Miles of Roads	384	391	387	390
Number of Bridges	278	278	277	274
Number of Culverts	1435	1446	1440	1417
Number of Traffic Signals	5	4	4	4
Number of Storm Drainage (feet)	137,668	135,452	133,626	126,243
Number of Vehicles	41	41	39	38
<b>Sewer District</b>				
Administrative Office Space (sq. ft.)	1,728	1,728	1,728	1,728
Miles of Sewer Lines	50.30	50.60	50.20	50.20

2008	2007	2006	2005	2004	2003
4,199	4,199	4,199	4,199	4,199	4,199
3,876	3,876	3,876	3,876	3,876	3,876
2,068	2,068	2,068	2,068	2,068	2,068
6,200	6,200	6,200	6,200	6,200	6,200
3,120	3,120	3,120	3,120	3,120	3,120
6,468	6,468	6,468	6,468	6,468	6,468
4	4	4	4	N/A	N/A
13,984	13,984	13,984	13,984	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
4,022	4,022	4,022	4,022	4,022	4,022
3,192	3,192	3,192	3,192	3,192	3,192
32	32	32	32	32	32
10,000	10,000	10,000	10,000	10,000	10,000
9,512	9,512	9,512	9,512	9,512	9,512
6	6	6	6	6	6
3,724	3,724	3,724	3,724	3,724	3,724
391	391	389	389	389	389
274	273	277	279	279	280
1417	1391	1381	1369	1369	1368
4	4	2	2	2	2
124,021	117,054	112,555	105,920	103,240	97,810
39	40	39	39	39	38
1,728	1,728	1,728	1,728	1,728	1,728
50.10	50.10	49.90	48.60	46.70	45.40

(continued)

**Marion County, Ohio**  
 Capital Asset Statistics by Program/Department  
 Last Ten Years

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Health				
Dog & Kennel				
Administrative Office Space (sq. ft.)	3,520	3,520	3,520	3,520
Development Disabilities				
Number of Buildings	7	7	7	7
Administrative Office Space (sq. ft.)	4,275	4,275	4,275	4,275
Human Services				
Jobs and Family Services/Child Support Enforcement Agency				
Administrative Office Space (sq. ft.)	31,272	31,272	31,272	31,272
Veteran Services				
Administrative Office Space (sq. ft.)	230	230	230	230

**Source:** Various County Departments  
 N/A Not Available

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
3,520	3,520	3,520	3,520	3,520	3,520
7	7	7	7	7	7
4,275	4,275	4,275	4,275	4,275	4,275
31,272	31,272	31,272	31,272	31,272	31,272
230	230	230	230	230	230

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# Dave Yost • Auditor of State

## MARION COUNTY FINANCIAL CONDITION

### MARION COUNTY

#### CLERK'S CERTIFICATION

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

*Susan Babbitt*

CLERK OF THE BUREAU

CERTIFIED  
AUGUST 1, 2013