

Butler County Ohio

Comprehensive Annual Financial Report



For the Year Ended December 31, 2013



Dave Yost • Auditor of State

Board of County Commissioners
Butler County
130 High Street
Hamilton, Ohio 45011

We have reviewed the *Independent Auditor's Report* of Butler County, prepared by Julian & Grube, Inc., for the audit period January 1, 2013 through December 31, 2013. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

October 29, 2014

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Butler County, Ohio

Comprehensive Annual Financial Report ***For the Year Ended December 31, 2013***

Prepared by the Butler County Auditor's Office

Roger Reynolds, CPA
Butler County Auditor

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Introductory Section

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BUTLER COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2013

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130 High Street
Hamilton, Ohio 45011



June 26, 2014

To the Citizens and Board of Commissioners of Butler County:

Butler County is required by Ohio law to prepare an annual financial report using generally accepted accounting principles. It is our pleasure to present the Butler County Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2013.

The CAFR is prepared in conformance with generally accepted accounting principles as set forth by the Government Accounting Standards Board (GASB) and other recognized authoritative sources and contains basic financial statements, supplemental statements, and other financial and statistical information, providing complete and full disclosure of all material financial aspects of Butler County for 2013. This report is presented in fulfillment of the financial reporting requirements and is representative of our continual commitment to provide accurate and timely financial information to the citizens of Butler County.

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

Our independent auditor, Julian & Grube, Incorporated, has issued an unmodified opinion on Butler County's financial statements for the year ended December 31, 2013. The independent auditor's report is presented as the first component of the financial section of this report.

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

REPORTING ENTITY

Butler County, established in 1803, was one of Ohio's original eight counties. The elected three-member Board of County Commissioners functions as the primary legislative and executive branch of the County. Each commissioner serves a term of four years. In addition, the Auditor, who serves as the chief fiscal officer and real estate property assessor for the County, and the Treasurer, who collects property taxes and is the custodian of all funds, are also elected to four-year terms. Other elected officials serving four-year terms include the Prosecuting Attorney, Sheriff, Engineer, Clerk of Courts, Recorder, and Coroner. Judges presiding over the Court of Common Pleas, Domestic Relations Court, Juvenile Court, Probate Court, and the County Court are also elected on a countywide basis.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance related services, civil and criminal justice system services, road and bridge maintenance, and other general and administrative support services. The County maintains enterprise funds to account for the water and sewer system operations. The County also maintains internal service funds for workers' compensation and health insurance.

The financial statements contained within this Comprehensive Annual Financial Report includes all funds, agencies, boards and commissions for which the County elected officials are financially accountable. A complete discussion of the County's reporting entity is provided in Note 1 to the basic financial statements.

ECONOMIC CONDITION AND OUTLOOK

Butler County is located in Southwestern Ohio between Hamilton and Montgomery Counties; it shares its northern border with Preble County, and its eastern border with Warren County. To the west is the Indiana state line. Eighth largest among the state's 88 counties, Butler County's estimated 2013 population of 371,272 is up slightly from 2012 and reflects an increase of 3,142 people since the 2010 Census – the fifth largest increase in number among the 88 counties. Ranking 181st in population out of 3,143 counties in the nation, Butler is among the top six percent of all U.S. counties in terms of total population. The county is served by rail lines, interstate highways, two nearby international airports and high-speed fiber-optic data communications to enhance business development.

A total of 3,644 building/electric permits were issued in 2013 in the unincorporated areas of Butler County with a combined valuation of more than \$183.1 million. Total permit fees were a little more than \$1.7 million. These fees, which do not reflect activity within the county's incorporated cities, are only slightly lower than 2012 but have been on a downward trend since 2007 as the economy continues to be a challenge to the local building industry. By comparison, in 2007 there were 4,176 building/electric permits issued in the unincorporated areas with a combined valuation of nearly \$474.5 million and total permit fees were just less than \$3.9 million.

The Board of County Commissioners administers the Butler County Revolving Loan Fund (RLF). RLF projects include three current loans and consist of \$181,000 in public and private investment. This investment commits county employers to create/retain 6 full-time jobs. There have been 68 jobs created or retained in Butler County by the Revolving Loan Fund over the last 16 years.

Butler County continues to be home to the largest privately owned business in the Cincinnati region, according to the 2013 Deloitte Cincinnati USA Top 100 list, which is AdvancePierre Foods of West Chester. In addition, headquartered locally is Baker Concrete Construction of Monroe, which reported 2012 revenues of \$863 million to rank seventh on the list. Performance Automotive Network of Fairfield placed 13th, Contech Engineered Solutions of West Chester was 17th, Cohen of Middletown placed 22nd and Totes Isotoner of West Chester was 28th on the list.

Swedish-based Avure Technologies Inc. was approved for a 40-percent, six-year job creation tax credit for an expansion in Middletown expected to create 30 full-time jobs which will generate \$1.9 million in new annual payroll, the state said.

Control Concepts and Design, Inc., doing business as E-Technologies Group in West Chester Twp. expects to create 27 full-time new jobs, generating \$2.3 million in new annual payroll and retaining \$8 million in current payroll as a result of its expansion in West Chester. This engineering and information technology services provider was approved for a 45-percent, five-year job creation tax credit project.

In the City of Hamilton at least four companies in 2013 pledged to create a total of 250-plus new jobs by the end of 2015 and worked with the City and the State on tax credits. City officials are crediting the positive job creation to Hamilton's aggressive economic development program, a skilled workforce and top-notch public utilities and logistics systems.

Centre Park of West Chester, a new 116,000 square-foot contemporary design hotel, conference, event and banquet center will feature a full-service Holiday Inn & Suites and an approximately 37,000 square-foot conference and event center, banquet hall and wedding chapel. The new five-story, 130-room hotel will include a restaurant and lounge, indoor pool and hot tub, outdoor kids splash park, versatile garden area and presidential suites.

In Liberty Township, Columbus-based developer Steiner + Associates is moving forward with plans to build a more than \$300 million, 1.4 million-square-foot mixed-used retail center at the intersection of Ohio 129, I-75 and Liberty Way. The developer, Butler County Commissioners and Liberty Township, Trustees took a major step forward in 2013 by reaching a Master Development Agreement committing up to \$43 million in public financing for the project named Liberty Center. Public funds will help finance streets, parking, utilities and sewer and water systems. Construction was slated to begin in early 2014 with a projected opening of Phase I in 2015.

MAJOR INITIATIVES

Water System

The water system serves more than 120,000 residents and businesses in the south east portion of Butler County, including West Chester, Liberty, and Fairfield Townships. Additionally, the system serves wholesale water to the City of Monroe. The water system consists of five pump stations, eleven storage facilities and 617 miles of water mains.

Projects during 2013 included the department working with West Chester Township to extend a public water main for fire service for the Voice of America (VOA) Museum and future service for the Butler County Metro Park's VOA Park. The department also continues to replace the failing polybutylene water service lines from the water main to the meter pits. This service line replacement work is expected to continue for 10 years.

The department started negotiations with the City of Hamilton for new water supply contract. The contract would be in lieu of the well field and water plant that the department is also evaluating.

Sewer System

The sewer system consists of 739 miles of sewer mains, 30 pumping stations, four satellite treatment plants, and two regional reclamation facilities (WRF). This system transports and treats wastewater and returns clean water to our rivers and streams.

The major sewer capital improvement project taking place in 2013 is the Phase Two LeSourdsville Water Reclamation Facility Upgrade. This upgrade is approximately 85 percent complete. When complete, this upgrade will increase the treatment capacity from 12 million gallons per day to 15 million gallons per day. It will also increase the ability to accommodate increased wet weather flows. Also, designed in 2013 is the Gano Relief sewer. This 18" sewer will carry the wet weather flows from Cincinnati Dayton Road to Schumacher Drive. Construction on this project will take place in 2014.

Recycling Programs

In 2013 Butler County Recycling & Solid Waste District offered specialized recycling programs to all Butler County residents such as "on-demand" curbside Freon appliance collection; long-term household hazardous waste (HHW) drop off service, and a waste tire amnesty event. The District provided ongoing education to residents about how to manage seasonal waste, ways to manage latex paint, and outlets for unwanted electronic devices including televisions and computers. The District provides year round drop box recycling for common household recyclables such as paper, glass, plastic and cardboard at over 30 residential drop box stations located throughout the county.

The District collaborated with Keep Middletown Beautiful on April 20 to offer a one day mobile HHW event at Middletown High School as part of the city's first community clean-up effort. The Hazardous Waste Drop Off in Middletown served 523 residents. The District also partnered with the city of Hamilton on October 26 to offer a one day HHW drop off at Miami University Hamilton as part of the city's fall event.

The District has budgeted to offer a one day HHW event in the Oxford area in 2014 based on the success of the HHW event held at Talawanda High School in 2012. In December 2013, the District secured a grant in the amount of \$9500 from Duke Energy to support expanded mobile HHW service. The District will continue its long term HHW program in West Chester from May - October.

The District Coordinator and administrative assistant worked closely with faculty, staff, student green club, food service manager, and principal at Wilson Middle School in January and September to orient 7th and 8th grade students to composting and recycling in the school cafeteria. Students quickly learned how to manage food and paper waste for composting and other materials for recycling, resulting in a 70% waste diversion rate! Food service staff eliminated styrofoam food containers in support of reducing waste and now all paper food boats, food, napkins, and food prep waste is composted daily at the school. Wilson is an outstanding example of institutional composting with over 800 students and faculty composting and recycling. In 2013, 24.5 tons of food and paper waste was composted.

The District is working to support the governor's initiative to capture more glass for recycling in the state of Ohio. Demand for recycled cullet and spent glass exceeds supply. The District is partnering with Ohio EPA, Miami University's Institute of Sustainability and Environment, marketing students at The Farmer School of Business to provide recycling outreach strategies to bars and restaurants. In December the District embarked on outreach to multi-family apartment communities to establish recycling programs. The governor has enlisted Ohio EPA and the solid waste districts to develop specific outreach to these sectors with the goal of supporting Ohio's glass and insulation manufacturing industries. The District secured \$ 8,797 in grant support in December from the state of Ohio to continue these projects in 2014.

The District awarded \$7,000 in annual recycling grants to area businesses, schools, and nonprofit organizations to support recycling collection containers and recycling service costs.

Capital Improvements

The Board of County Commissioners is charged with the responsibility of maintaining the facilities and equipment that serve the primary government offices of the County.

In 2013, the County continued improving the Munis ERP system, the county airport and Butler Warren Road. Construction was completed on the SOLA COM Technology call answering system and the Administrative Center building using Energy Efficiency grant dollars. In addition, the County began construction on Liberty Fairfield road as well as various roundabout intersection projects.

FINANCIAL INFORMATION

Basis of Accounting

The County's records are maintained on a cash basis for all funds. At year-end, adjusting entries are prepared for the various funds to convert the cash basis records to the modified accrual basis of accounting for all governmental funds and to the accrual basis for proprietary funds. Modified accrual accounting requires that revenues be recognized when both measurable and available. Expenditures, other than interest and principal on long-term debt, are recorded when fund liabilities are incurred. The accrual basis of accounting used for the proprietary funds recognizes revenues when earned and expenses when incurred.

Internal Control

The County's system of internal accounting controls is designed to provide reasonable, but not absolute, assurance that (1) financial transactions are processed in accordance with management's authorization, (2) transactions comply with County policies and Ohio law, and (3) financial records are reliable for preparing financial statements and maintaining accountability for assets and obligations. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits likely to be derived from their implementation and that the evaluation of costs and benefits require estimates and judgments by management.

Budgetary Control

By early January, the Board of County Commissioners adopts the annual appropriation measure for all funds, except for agency funds. All disbursements and transfers of cash between funds other than agency funds require appropriation authority from the Commissioners. The legal level of control has been established by the County Commissioners at the fund, program, department, and object level. All purchase orders and contracts must be approved by a majority of the Board of County Commissioners except where another board or elected official is given this responsibility by statute.

As contracts and purchase orders are issued to vendors, corresponding amounts of appropriations are reserved by the use of encumbrances to ensure that appropriations are not overspent. Contracts or purchase orders that exceed available appropriations are rejected by the accounting system until additional appropriations are obtained. A description of the various funds and the basis of accounting are included in Note 2 to the basic financial statements.

Cash Balance Level of Reserves Policy

The Butler County Commissioners Office has established a fund level of reserves policy for the general fund and water and sewer funds. This policy was established to maintain, if not improve, the current bond ratings for the County as well as to ensure adequate cash flow.

Fund reserves for the general fund have been defined as the unencumbered year-end cash balance. The level of fund reserves is presented as a percentage, based upon the ratio of year-end reserves to the following years' general fund budget or actual expenditures. The goal of this policy is to maintain a reserve level of 15-20% of the following year's general fund budget and not drop below 10%. The 2013 reserve ratio is 15%.

Butler County management recognizes the need to maintain adequate levels of cash in the water and sewer funds, while avoiding the accumulation of unnecessarily high levels of cash over extended periods of time. The policy states the desire of the county to maintain a cash balance equating to not less than one-fourth of the operating and maintenance expenses for the year immediately preceding. The policy reflects management's intentions with regard to minimum cash or fund balances, consistent with covenants continued in the various, currently applicable revenue bond indentures, which covenants essentially refer to cash flows and cash balances when addressing fund requirements, fund balances, and debt service coverage, and other financial matters. According to the policy, the cash balance policy requirement for 2013 was \$10.7 million and the total cash balance of the water and sewer funds was \$42,191,198.

Independent Audit

Included in this report is the Julian & Grube, Incorporated unmodified opinion rendered on the County's basic financial statements as of and for the year ended December 31, 2013. An independent audit of the County's financial statements is part of the annual preparation of the CAFR. This annual independent audit continues to provide a review and comments which strengthen the County's accounting and budgetary controls.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Butler County for its comprehensive annual financial report for the year ended December 31, 2012. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

I would like to acknowledge the efforts and dedication of the entire Fiscal Services staff for their contributions to this report. My appreciation is also extended to the Local Government Services Section, each of whom was invaluable once again in adding their expertise and dedication to the project.

We would also like to thank all of the elected officials, department heads, and their staff for their support and assistance in this endeavor. It is truly a group effort that would not be possible without the cooperation of all County departments.

It is the mission of the Auditor's office to bring a high level of professionalism to Butler County government and to better inform and educate its citizens. Through the issuance of this Comprehensive Annual Financial Report, the County remains accountable to the public, and the public trust with which we have been provided, is retained. This report provides a fair representation of the financial condition of the County as of and for the year ended December 31, 2013. We ask for your continuing support of this project and in our efforts to best serve the citizens of Butler County.

Sincerely,

A handwritten signature in black ink, appearing to read 'Roger Reynolds', written in a cursive style.

Roger Reynolds, CPA
Butler County Auditor



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Butler County
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

BUTLER COUNTY, OHIO
ELECTED OFFICIALS
DECEMBER 31, 2013

Legislative and Executive Elected Officials

Commissioner – President	Cindy Carpenter
Commissioner – Vice President	T. C. Rogers
Commissioner – Member	Donald Dixon
Auditor	Roger Reynolds, CPA
Treasurer	Nancy Nix, CPA
Prosecutor	Michael Gmoser
Recorder	Danny Crank

Judicial Elected Officials

Clerk of Courts	Mary Swain
Common Pleas Court	
Administrative Judge	Honorable Charles Pater
General Division Judge	Honorable Noah Powers II
General Division Judge	Honorable Jennifer Muench-McElfresh
General Division Judge	Honorable Patricia Oney
General Division Judge	Honorable Michael Sage
General Division Judge	Honorable Keith Spaeth
General Division Judge	Honorable Craig Hedric
Domestic Relations Division Judge	Honorable Margot Halcomb
Domestic Relations Division Judge	Honorable Barbara Schneider Carter
Juvenile Division Presiding Judge	Honorable Ronald Craft
Juvenile Division Judge	Honorable Kathleen Dobrozsi Romans
Probate Division Judge	Honorable Randy Rogers
Area Court I Presiding Judge	Honorable Robert Lyons
Area Court II Presiding Judge	Honorable Kevin McDonough
Area Court III Presiding Judge	Honorable Dan Haughey

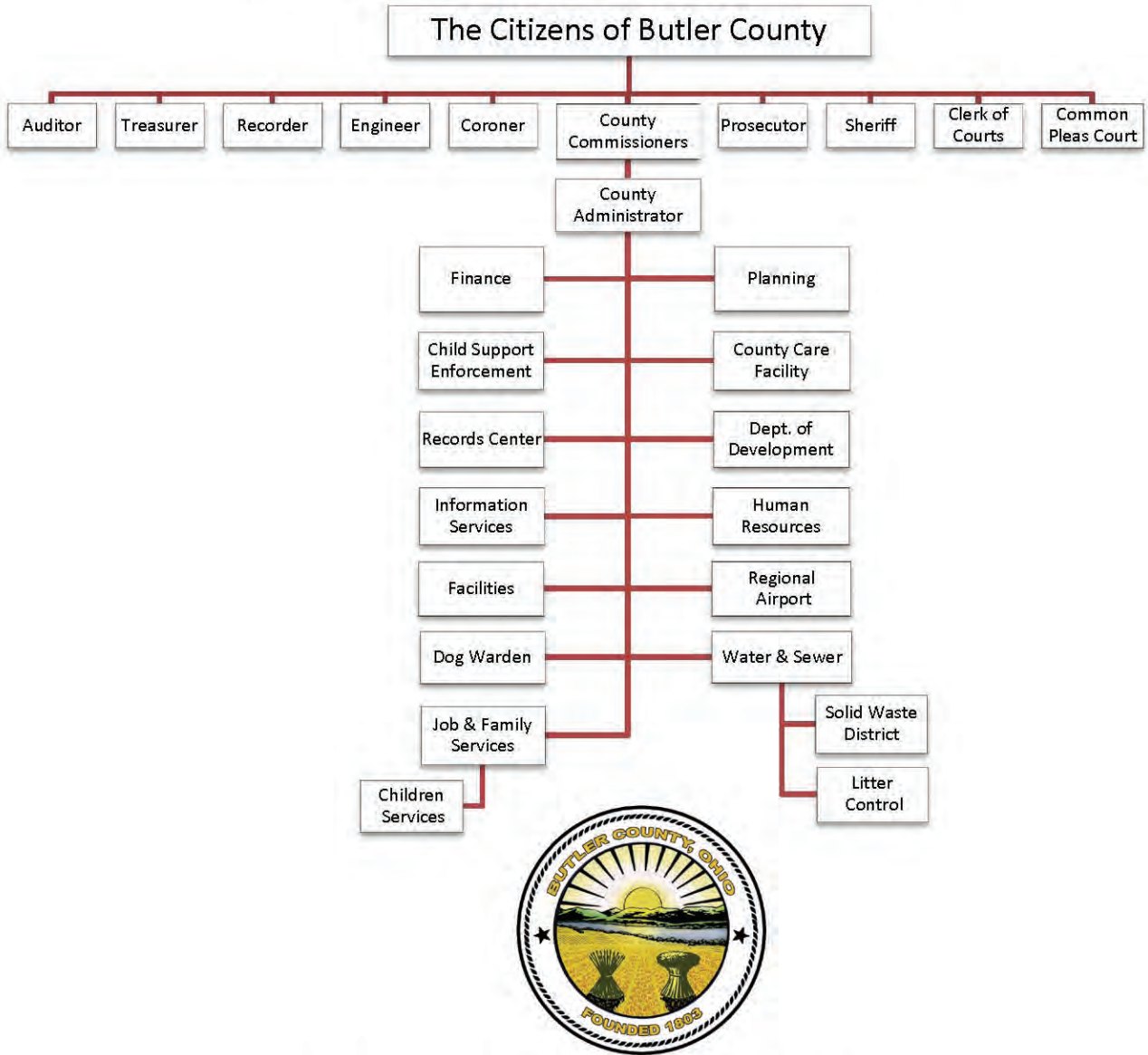
Public Safety Elected Officials

Sheriff	Richard Jones
Coroner	Lisa Mannix MD

Public Works Elected Officials

Engineer	Gregory Wilkens, PE, PS
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Organizational Chart



Ex Officio and Appointed Boards



Financial Section

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Julian & Grube, Inc.
Serving Ohio Local Governments

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

Independent Auditor's Report

Butler County
130 High Street
Hamilton, Ohio 45011

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 Butler County, Ohio, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Butler 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 audited 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.

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 Butler 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 Butler 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.

Opinion

In our opinion, 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 Butler County, Ohio, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the general, developmental disabilities, job and family services/children services agency, and mental health 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* and *Schedules for infrastructure assets accounted for using the modified approach*, 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 Butler 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 statements and schedules are management's responsibility, and derive 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 statements and schedules 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, these statements and schedules are 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 26, 2014, on our consideration of Butler 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 Butler County's internal control over financial reporting and compliance.



Julian & Grube, Inc.
June 26, 2014

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Unaudited)

Management's Discussion and Analysis offers an introspective look at the finances of Butler County for the year ended December 31, 2013 and provides a readable overview of the County's financial performance. In addition to the information presented here, readers are also encouraged to review the transmittal letter, found on page iv, and the County's financial statements, beginning on page 15, for a more complete picture of Butler County's financial performance.

Financial Highlights

Key financial highlights for 2013 are as follows:

- The overall financial position for Butler County's operating fund, the General Fund, increased by \$4 million in 2013. This increase was primarily due to sales tax revenue and a full year of casino tax revenue in 2013 compared to a half year in 2012. The increases were offset by decreases in Property Tax revenue and investment earnings.
- At December 31, 2013, governmental funds ending balance of \$111.3 million was slightly higher than the same balance one year ago. Increases can be attributed to reductions in overall expenditures, including principal and interest payments on debt service. Total governmental funds expenditures decreased by \$27.8 million in 2013.
- At December 31, 2013, Butler County had a total of \$186.6 million (excluding premiums and discounts) in outstanding long-term debt, 2% lower than the prior year. Funded governmental activities accounted for \$75.3 million, while \$111.2 million helped fund business type activities. Governmental activities long-term debt dropped \$8.0 million due to scheduled maturities and the early payoff of the 2002 Fiber Optic Ring bonds. Business-type activities long-term debt increased by \$4.4 million during 2013 due to the difference between scheduled maturity payments and the issuance of additional loans for the Lesourdsville, Polybutelyene and Liberty-Fairfield Watermain projects.

Overview of the Financial Statements

This discussion and analysis introduces you to Butler County's basic financial statements, which are made up of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. Other supplementary information is also contained within this report, including required supplementary information (RSI) on infrastructure, the combining financial statements, individual fund schedules and statistical information.

Government-Wide Financial Statements

Butler County's government-wide financial statements include a Statement of Net Position and a Statement of Activities, which report the financial activities of the Butler County government as a whole, giving the reader a summary of County finances with a view of the bottom-line results of the County's operations. These statements are now prepared using the economic resources measurement focus and the accrual basis of accounting, similar to financial statements prepared in the private sector. As a result, all assets and liabilities of the County are accrued, and revenues and expenses are reported in the current year regardless of when the resulting cash flows occur.

The County's financial activities are identified in the government-wide financial statements as governmental activities or business-type activities.

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Unaudited)

Governmental Activities

Governmental activities constitute the majority of the County's operations and are financed primarily by operating grants, taxes, charges for services, capital grants, and other intergovernmental revenues. Butler County's governmental activities are accounted for in governmental funds and are classified as follows:

Legislative and Executive - general government operations including the offices of the Commissioners, Auditor, Treasurer, Prosecutor, Recorder, department of development, public defender, information services, board of elections, maintenance department, economic development, and records center.

Judicial - court related activities including the operations of the common pleas court, probate court, area courts, juvenile court, domestic relations court, municipal court, court services, court of appeals, and clerk of courts.

Public Safety - activities associated with the protection of the public including the sheriff's operations, juvenile detention center, adult probation department, County paramedics, office of the coroner, and the criminal justice board.

Public Works - activities associated with maintaining county roads and bridges, the Butler County Regional Airport, litter control, and other associated community grant programs.

Health - activities aimed at serving the public health, including activities provided by the Board of Developmental Disabilities, Mental Health Board, and the Alcohol and Drug Addiction Services Board.

Human Services - activities related to the provision of various forms of services and assistance to individuals, children, and families, including services provided or funded by the County Care Facility, Elderly Services Levy, Veterans Service Commission, Children Services Agency, Child Support Enforcement Agency, and the Department of Job and Family Services.

Conservation and Recreation - activities associated with conserving and maintaining the beauty of county lands, including the services provided through the Ohio State Agriculture Program and the Butler County Soil and Water Conservation District.

Intergovernmental - activities associated with expenditure classification for disclosure of asset construction where the final asset belongs to another governmental agency or contractual agreements where payments are made to various school districts for Tax Incremental Financing (TIF) and Residential Incentive Districts (RID) within the county.

Interest and Fiscal Charges - activities related to expenditures on County bonds and notes for interest and related costs to issue debt.

Business-type activities

Business-type activities are those activities accounted for in enterprise funds, including the county's Water and Sewer operations. Business-type activities rely on user fees and other charges to wholly, or to a large extent, fund their operations.

Statement of Net Position

The Statement of Net Position reports all assets and deferred outflows of resources, and liabilities and deferred inflows of resources of the County, with net position being the difference between all elements. This statement is useful when evaluating the financial condition of the County. Monitoring the changes to net position over time is one indication of whether the County's financial condition is improving or deteriorating.

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Unaudited)

Statement of Activities

The Statement of Activities reports, for the current year, the changes to the County's net position, which is the difference between all other elements in a statement of financial position. However, the format of this statement departs from the more traditional "revenues less expenses equal net position" format you may see in the private sector.

Generally, private sector goals are to generate income, or simply put, maximize revenues. As such, private sector operating statements present revenues first. Expenses, which reduce revenue maximization, are presented next as a deduction against those revenues.

Public sector goals are different in that servicing the needs of the citizens, or spending, is what drives the financial activities. Thus, the Statement of Activities is designed to present expenses before revenues in order to emphasize that service activities dictate the level of resources that are required to be generated.

In the County's Statement of Activities, resources used to fund service activities are identified as either program revenues (resources received from people receiving services or in the form of operating and capital grants and contributions and interest) or general revenues (all non-program revenues, including taxes). Butler County operations have also been classified into distinct governmental or business-type service activities.

These activities are reported in a format that allows the reader to see the extent to which each activity is supported or self-financed by program revenues or drawn from the general resources of the County. Therefore, the statement of activities is useful in assessing the level of self-sufficiency of the various governmental or business-type activities versus management established performance benchmarks.

The government-wide financial statements begin on page 15 of this report.

Fund Financial Statements

A fund is an accounting term referring to a segregated group of accounts used to account for and to assist with the management of financial resources received. Various funds may be established to account for specific activities or objectives of the County, and to demonstrate compliance with finance related legal requirements associated with those resources.

Fund financial statements provide additional and more detailed information about the County with an emphasis on major funds. Major funds are those governmental or enterprise funds that have been determined to be the most significant based on a defined set of financial criteria, as well as any other funds deemed to be particularly important to readers because of public interest or to ensure consistency between years. Information is presented separately in the fund financial statements for each of the major funds. Information for all non-major funds is aggregated and presented in a separate column on the fund financial statements. Detailed data for each of the non-major funds is provided in the combining statements and individual fund schedules that follow the basic financial statements.

All funds of Butler County are classified into one of three fund categories: governmental, proprietary or fiduciary.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements, but use a different measurement focus. Governmental fund financial statements are prepared using the current financial resources measurement focus and modified accrual basis of accounting, a short-term view focusing on the flow of monies into and out of the funds and the year-end balances available for near-future spending. This is in contrast to the government-wide financial statements that incorporate a longer-term focus. The reconciliations included in the governmental fund financial statements compare the governmental funds information to the governmental activities information as reported in the government-wide financial statements.

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Unaudited)

Butler County maintains numerous individual governmental funds, the following of which are considered major funds: General, Developmental Disabilities, Job and Family Services/Children Services Agency and Mental Health. The basic governmental fund financial statements begin on page 18 of this report.

Proprietary Funds - The County uses two types of proprietary funds, enterprise funds and internal service funds. Since the proprietary fund financial statements are prepared using the same measurement focus and basis of accounting as the government-wide financial statements, they provide the same type of information, only in greater detail.

Enterprise funds are used to account for the county's water and sewer operations, which are the business-type activities reported in the government-wide financial statements.

Internal service funds are used to account for the financing of services provided by one department to other departments in the county on a cost-reimbursement basis. The County uses internal service funds to account for its health insurance and workers' compensation. Since these programs mostly benefit governmental rather than business functions, they have been included in the governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements begin on page 29 of this report.

Fiduciary Funds -Fiduciary funds are used to account for assets held by the County as an agent for outside parties and are accounted for in a manner similar to proprietary funds. Fiduciary funds are not presented in the government-wide financial statements as their resources are not available to support the County's governmental or business-type activities. The basic fiduciary fund financial statements begin on page 33 of this report.

Notes to the Financial Statements

The notes to the financial statements are an integral part of the basic financial statements, providing additional important disclosures essential for a complete understanding of the financial data reported in the government-wide and fund financial statements. The notes to the financial statements begin on page 34 of this report.

To summarize, the government-wide financial statements report the County's activities as a whole, using a long-term, economic resources measurement focus while the fund financial statements report financial activities in more detail, with a shorter-term focus and emphasis on major funds. More simply, the primary focus of government-wide financial statements is demonstrating operational accountability, while the primary focus of the governmental fund financial statements is demonstrating fiscal accountability. Butler County management believes these basic financial statements provide the reader with the best information yet available to assess the level of Butler County's fiscal and operational accountability, both short-term and long-term.

Government-Wide Financial Analysis

The County recorded a \$15.0 million increase in total net position in 2013 due to governmental and business-type activities. Governmental activities increased \$15.4 million while business-type activities decreased \$0.4 million. Capital assets are used to provide services to residents and do not represent assets that may be used for future spending.

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
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(Unaudited)

Table 1
Net Position

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Assets						
Current and Other Assets	\$ 268,220,229	\$ 257,979,917	\$ 46,190,966	\$ 44,100,260	\$ 314,411,195	\$ 302,080,177
Capital Assets, Net	387,184,132	387,831,222	329,476,164	327,099,125	716,660,296	714,930,347
Total Assets	655,404,361	645,811,139	375,667,130	371,199,385	1,031,071,491	1,017,010,524
Deferred Outflows of Resources						
Deferred Charges on Refunding	756,197	956,681	1,987,459	2,394,977	2,743,656	3,351,658
Liabilities						
Current and Other Liabilities	33,848,778	33,223,107	3,996,371	3,427,376	37,845,149	36,650,483
Long-Term Liabilities:						
Due Within One Year	10,747,884	10,976,642	7,768,288	7,486,522	18,516,172	18,463,164
Due in More than One Year	77,061,250	85,703,550	106,553,013	102,932,772	183,614,263	188,636,322
Total Liabilities	121,657,912	129,903,299	118,317,672	113,846,670	239,975,584	243,749,969
Deferred Inflows of Resources						
Property Taxes	59,911,426	58,762,776	-	-	59,911,426	58,762,776
Payment In Lieu of Taxes	8,737,091	7,612,136	-	-	8,737,091	7,612,136
Total Deferred Inflows	68,648,517	66,374,912	-	-	68,648,517	66,374,912
Net Position						
Net Investment in Capital Assets	326,013,957	319,654,234	217,905,641	219,910,300	543,919,598	539,564,534
Restricted:						
Capital Projects	6,765,076	9,451,599	-	-	6,765,076	9,451,599
Debt Service	3,545,808	4,219,877	-	-	3,545,808	4,219,877
Replacement and Improvement	-	-	4,840,083	6,000,000	4,840,083	6,000,000
Other Purposes	137,185,613	134,752,429	-	-	137,185,613	134,752,429
Unrestricted (Deficit)	(7,656,325)	(17,588,530)	36,591,193	33,837,392	28,934,868	16,248,862
Total Net Position	\$ 465,854,129	\$ 450,489,609	\$ 259,336,917	\$ 259,747,692	\$ 725,191,046	\$ 710,237,301

Total assets increased \$14.1 million in 2013 as shown in table 1. Current and other assets increased \$12.3 million in 2013, while capital assets net, saw an increase of \$1.7 million as asset acquisitions increased. Total liabilities dropped \$3.8 million as the County reduced long-term obligations. Total deferred inflows of resources increased \$2.3 million due to an increase in real estate tax receivables and payments in lieu of taxes in 2013.

Governmental Activities: Total governmental assets increased \$9.6 million in 2013. Current and other assets were increased \$10.2 million due primarily to an increase in the overall cash and cash equivalents in governmental activities. Capital assets net, displayed a decrease of \$0.6 million due to depreciation exceeding asset acquisitions from capital projects. Long-term liabilities saw a reduction of \$8.9 million as the County continues to reduce the governmental debt.

The County's governmental activities expenses exceeded program revenues in 2013 by \$99.2 million, and with an infusion of \$114.6 million of general revenues, resulted in a \$15.4 million increase to governmental activities net position. Program revenues supporting governmental activities decreased overall during 2013 to \$118.5 million. Charges for services decreased \$0.8 million while operating grants, contributions, and interest were down \$18.9 million due to reductions in intergovernmental revenues. Capital grants, contributions, and interest program revenue increased \$4.5 million due primarily to federal dollars from the Ohio Department of Transportation for road projects.

In addition, expenses were reduced \$25.5 million in 2013, with the largest areas of reduction being in health expenses, as a result of the Medicaid funding cuts, and public works, as a result of construction in progress growth for future asset additions.

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General revenues and transfers declined \$0.6 million in 2013. Revenues including real estate, payment in lieu of taxes and investment earnings decreased \$3.8 million in 2013 with investment earnings and payments in lieu of taxes decreases being the largest at \$1.4 million each. In addition, sales, other local taxes, grants and entitlements not restricted to specific programs and other revenues increased \$3.2 million in 2013.

Table 2
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues:						
Charges for Services	\$ 42,130,392	\$ 42,959,090	\$ 38,025,808	\$ 39,658,302	\$ 80,156,200	\$ 82,617,392
Operating Grants, Contributions and Interest	60,431,975	79,306,437	-	-	60,431,975	79,306,437
Capital Grants, Contributions and Interest	15,904,042	11,367,854	8,352,232	7,091,889	24,256,274	18,459,743
Program Revenues Subtotal	118,466,409	133,633,381	46,378,040	46,750,191	164,844,449	180,383,572
General Revenues:						
Property Taxes	59,220,665	60,179,815	-	-	59,220,665	60,179,815
Sales Taxes	35,170,710	32,955,898	-	-	35,170,710	32,955,898
Local Taxes	2,531,643	2,479,528	-	-	2,531,643	2,479,528
Payments in Lieu of Taxes	6,145,695	7,529,320	-	-	6,145,695	7,529,320
Gain on the Sale of Capital Assets	-	-	-	14,079	-	14,079
Grants and Entitlements Not Restricted to Specific Programs	8,594,227	8,122,035	-	-	8,594,227	8,122,035
Investment Earnings	622,879	2,066,480	-	1,419	622,879	2,067,899
Other	2,270,553	1,769,005	712,265	637,362	2,982,818	2,406,367
General Revenues Subtotal	114,556,372	115,102,081	712,265	652,860	115,268,637	115,754,941
Total Revenues	\$ 233,022,781	\$ 248,735,462	\$ 47,090,305	\$ 47,403,051	\$ 280,113,086	\$ 296,138,513

(Continued)

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
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Table 2 (Continued)
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Program Expenses						
General Government:						
Legislative and Executive	\$ 26,478,363	\$ 26,369,763	\$ -	\$ -	\$ 26,478,363	\$ 26,369,763
Judicial	13,543,957	13,545,194	-	-	13,543,957	13,545,194
Public Safety	46,095,345	47,294,271	-	-	46,095,345	47,294,271
Public Works	18,727,898	23,895,460	-	-	18,727,898	23,895,460
Health	43,168,466	58,682,052	-	-	43,168,466	58,682,052
Human Services	61,432,102	63,415,959	-	-	61,432,102	63,415,959
Conservation and Recreation	463,733	426,186	-	-	463,733	426,186
Intergovernmental	4,124,409	4,665,872	-	-	4,124,409	4,665,872
Interest and Fiscal Charges	3,623,988	4,891,571	-	-	3,623,988	4,891,571
Sewer	-	-	22,536,707	23,083,649	22,536,707	23,083,649
Water	-	-	24,964,373	26,483,008	24,964,373	26,483,008
Total Expenses	217,658,261	243,186,328	47,501,080	49,566,657	265,159,341	292,752,985
Increase in Net Position before Transfers	15,364,520	5,549,134	(410,775)	(2,163,606)	14,953,745	3,385,528
Transfers	-	(2,805)	-	2,805	-	-
Change in Net Position	15,364,520	5,546,329	(410,775)	(2,160,801)	14,953,745	3,385,528
Net Position at Beginning of Year	450,489,609	444,943,280	259,747,692	261,908,493	710,237,301	706,851,773
Net Positions at End of Year	\$ 465,854,129	\$ 450,489,609	\$ 259,336,917	\$ 259,747,692	\$ 725,191,046	\$ 710,237,301

Business-Type Activities: The County's sewer and water operations constitute the business-type activities. Butler County management has established sound fiscal plans and mechanisms in order to respond to the challenges of delivering efficient and cost effective services to a large service area whose capacity continues to expand due to the tremendous growth the County has seen over the years. In 2013, the Water and Sewer funds experienced a reduction in net position of \$0.4 million.

Fund Analysis

As mentioned above, various funds have been established to account for specific County activities or objectives. A summary of the most significant fiscal activity in the County's funds follows.

Governmental Funds: Governmental funds report County financial activity focusing on the near-term flow of expendable resources and assists in demonstrating fiscal accountability. Thus, fund balances provide us with a snapshot of what resources are available at year-end for near-term spending, and the analysis of changes to fund balances over time, assists in evaluating the degree to which a specific program, or a group of activities, is "living within its means."

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At year-end, the governmental funds combined ending fund balance of \$111.3 million was slightly higher than the same balance just one year ago, a \$7.0 million increase overall. Total governmental funds expenditures decreased from \$254.7 million in 2012 to \$226.9 million in 2013.

The overall financial position for Butler County's operating fund, the General Fund, increased by \$4 million in 2013 primarily due to sales tax revenue and a full year of casino tax revenue in 2013, compared to a half year in 2012. These increases were offset by decreases in Property Tax revenue and investment earnings.

General Fund expenditures decreased \$0.8 million in 2013 as the county continued reducing spending through budget cuts. Transfers out increased \$0.7 million as the general fund contributed money to other funds primarily for matching grant dollars. Revenues and other financing sources exceeded expenditures and other financing uses, resulting in a fund balance increase of \$4.0 million.

The Butler County Developmental Disabilities (BCDD) Fund increased \$1.8 million in fund balance during 2013. Revenues remained fairly consistent, increasing \$0.1 million. Expenditures decreased \$4.3 million, due to salary and benefit cost savings and contract services.

The Job and Family Services/Children Services Agency Fund experienced reductions to expenditures in 2013 of \$2.4 million. Revenues saw slight reductions in property taxes (\$0.3 million) and intergovernmental revenues (\$2.5 million) along with a reduction in transfers in. Job and Family Services/Children Services Agency Fund continued to reduce expenditures in personnel costs in 2013.

The Mental Health Fund revenues declined in 2013 by \$9.1 million while expenditures fell \$9.3 million. These significant changes are due primarily to reductions in Medicaid funding that historically has been given to county mental health boards. These Medicaid dollars will now remain at the State level.

Only a portion of the \$111.3 million fund balance in the governmental funds is available for spending in next year's budget. This is referred to as restricted, committed and assigned fund balance, and at December 31, 2013, the restricted, committed, and assigned fund balances for the governmental funds had increased to \$110.7 million.

The nonspendable fund balance of \$4.8 million includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact such as prepaid items, materials and supplies inventory, loans receivable, trust funds and interfund loans. The committed fund balance includes amounts that can be used only for specific purposes imposed by formal action (resolution) of the County Commissioners for the sales tax dollars collected for the countywide communications system. The assigned fund balance of \$2.6 million, consisting of encumbrances and overages in the 2014 expenditure budget compared to revenues for the general fund, is intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed.

Proprietary Funds: The proprietary funds financial statements provide the same information as seen in the government-wide financial statements, only in more detail. A summary of financial activity occurring in the Sewer and Water Enterprise Funds follows.

Sewer Fund: The Sewer Fund's \$28.6 million in current assets at the end of 2013, which is principally comprised of \$26.5 million in equity in pooled cash and cash equivalents, as compared with current liabilities of \$5.5 million at year-end, leaving a \$23.1 million safety margin of working capital (current assets less current liabilities) for ongoing operations, additional debt service, and contingencies.

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Operating revenues during 2013 were \$18.4 million, while operating expenses were \$20.8 million resulting in an operating loss of \$2.4 million for 2013. In comparing 2013 to 2012, depreciation and amortization expense continues to be the largest category and, for 2013, at \$9.9 million, remained fairly consistent. The next-largest category, personal services, comprising employees' salaries and fringe benefits, reduced slightly in 2013 from \$5.8 million in 2012 to \$5.7 million. Contractual services increased \$0.6 million for 2013, while materials and supplies remained fairly consistent at \$1.3 million for 2013.

Water Fund: The Water Fund's current assets of \$12.6 million consisted largely of equity in pooled cash and cash equivalents at \$10.7 million. The current assets of \$12.6 million compared to current liabilities of \$6.2 million which leaves a safety margin of working capital of \$6.4 million for ongoing operations, additional debt service, and contingencies.

Operating revenues during 2013 were \$20.2 million. Operating expenses were \$22.1 million resulting in an operating loss of \$2.0 million for 2013. Contractual services made up the largest category of operating expenses at \$12.0 million for 2013, and was consistent with 2012. Depreciation and amortization expense remained consistent at \$6.5 million. Personal services, comprised of employees' salaries and fringe benefits, decreased by \$0.5 million from 2012 to 2013. Overall net position dropped \$1.2 million as expenses exceeded overall revenues in 2013.

General Fund Budget Analysis

Several events influenced the budgetary process and actual results for the year of 2013. The General Fund's final 2013 appropriation budget, at \$72.2 million excluding other financing uses, was 6% higher than the original appropriation budget. The final budget included an additional \$1.8 million for legislative and executive and an additional \$1.5 million for public safety. The increases in budget were due primarily to unexpected maintenance items, legal fees, a telephone system upgrade, the establishment of a centralized human resources department and negotiated salary and benefit increases. The general fund final revenue budget increased from \$75.2 million to \$77.1 million. An increase in \$2.3 million in sales tax revenues contributed to the major changes in revenue. The remaining County General Fund final budget and actual items remained fairly consistent with original and final budget estimates.

Capital Asset and Debt Administration

Capital Assets

Capital assets include County owned land and easements, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles, infrastructure, water rights, water and sewer mains, and construction in progress. Butler County's total investment in capital assets for governmental and business-type activities (net of accumulated depreciation) amounts to \$716.7 million as of December 31, 2013. Table 3 contains a summary of capital assets as of December 31, 2013, compared to assets owned by the County at year-end 2012.

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Table 3
Butler County Capital Assets

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land and Easements	\$ 17,497,203	\$ 17,402,689	\$ 1,544,056	\$ 1,544,056	\$ 19,041,259	\$ 18,946,745
Land Improvements	7,453,375	7,751,293	1,175,508	1,315,655	8,628,883	9,066,948
Buildings and Improvements	72,318,474	75,397,161	44,723,961	47,065,408	117,042,435	122,462,569
Furniture, Fixtures and Equipment	41,914,727	44,346,673	24,425,415	26,982,454	66,340,142	71,329,127
Vehicles	2,721,762	2,730,350	153,441	233,280	2,875,203	2,963,630
Infrastructure	236,176,048	234,083,845	-	-	236,176,048	234,083,845
Water Rights	-	-	18,245,208	20,200,776	18,245,208	20,200,776
Water and Sewer Mains	-	-	188,392,535	191,960,330	188,392,535	191,960,330
Construction in Progress	9,102,543	6,119,211	50,816,040	37,797,166	59,918,583	43,916,377
Total	\$ 387,184,132	\$387,831,222	\$ 329,476,164	\$327,099,125	\$ 716,660,296	\$ 714,930,347

Significant capital asset activity (See Note 10) occurring during 2013 included the following:

Governmental activities total assets decreased \$0.6 million from 2012 to 2013. Land and easements improvements increased slightly due to a land purchase by Butler County Developmental Disabilities. Infrastructure assets increased primarily due to road traffic capacity additions for Hamilton Mason, Liberty Fairfield, Millikin and Tylersville Roads. In addition the Butler County Engineers office added a roundabout at Kyles station road. Construction in progress increased \$3.0 million in 2013 due to the Munis ERP system, Sola Com technologies call answering system, juvenile center roof, airport improvements, and road projects not completed by the end of 2013. Land improvements, building improvements, and furniture fixtures and equipment decreased as depreciation expense offset any asset additions in 2013.

Business-Type Activities capital assets increased \$2.4 million in 2013. All asset categories other than land, and construction in progress decreased as depreciation expense offset any asset additions in 2013. Construction in progress increased \$13.0 million with the continued construction of the LeSoursville sewer plant expansion and Liberty Fairfield Water projects. In addition, water and sewer projects included Polybutylene Service Line replacements, Queen Acres Erosion and Mill Creek Confluence Restoration.

Infrastructure Assets: Infrastructure assets refer to county roads, bridges, and culverts, and are reported in the governmental activities. Butler County, through the Engineer's Office, maintains an infrastructure asset system that incorporates the "modified approach" method of reporting infrastructure as provided for in Governmental Accounting Standards Board Statement No. 34. Under the modified approach, the County does not use historical cost-based depreciation as a measure of the cost of use for infrastructure assets. Instead, all expenditures made for infrastructure assets that preserve the useful life of the assets are expensed during the year incurred. Expenditures that increase the capacity or efficiency of the infrastructure assets (additions or improvements) are capitalized. The County ensures that infrastructure assets are being preserved at, or above, previously established condition-levels by performing periodic conditional assessments of the infrastructure. Based on these assessment findings, a budget is prepared for the maintenance and repair of these assets. During 2013, the County budgeted \$5.5 million for roads, \$1.3 million for bridges and \$0.2 million for culvert improvements.

Butler County manages its roadway system through the performance of three year conditional assessments, using factors such as age of pavement, surface condition and traffic volume and type. Roads are assigned a pavement rating based on a scale of one to four, with one being excellent and four being poor. It is the County's policy to maintain the county roadway system where at least 90% of the roads have a rating of three (3) or better. A twelve-year paving plan is developed in order to keep the County's roads at condition levels established per policy. Actual maintenance spending on county roads in 2013 was \$5.5 million and the most recent roadway system assessment (2011) indicates that 90% of county roads are currently assessed at a rating of three or better.

The County manages its bridges using a General Appraisal and Operational Status condition coding system as developed by the Federal Highway Administration. The condition of a bridge is rated from zero to nine, with nine being

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excellent condition and zero meaning the bridge is in a failed or closed condition. Bridges are inspected on an annual basis as required by Ohio law and rated for infrastructure GAAP reporting every three years.

It is the policy of the County Engineer to maintain the bridges such that 85% of the structures have a General Appraisal rating of five (5 - Fair) or better. The County spent \$1.3 million in 2013 to maintain the bridges and the most recent bridge system assessment (2011) indicates that 94% of County bridges are currently assessed at a rating of five or better.

The Engineer inspects culverts on a three year basis, and conditional assessments are given based on a rating scale of one to four, with one meaning the culvert is in good condition and does not require repair, while a four rating means the culvert is in critical condition and is no longer functioning as designed. It is the policy of the County Engineer to maintain 75% of the culverts in a condition of two (2 - Fair) or better. The County spent \$0.2 million in 2013 to maintain culverts and the most recent culvert system assessment (2011) indicates that 82% of the culverts are currently assessed at a rating of two or better. Additional information regarding capital assets can be found in Note 10 to the financial statements and the Required Supplementary Information on page 82 for additional infrastructure information.

Long-Term Debt

At December 31, 2013, Butler County had a total of \$186.6 million (excluding premiums and discounts) in outstanding long-term debt, 2% lower than the prior year. Funded governmental activities accounted for \$75.3 million, while \$111.2 million helped fund business type activities. Governmental activities long-term debt dropped \$8.0 million due to scheduled maturities and the early payoff of the 2002 Fiber Optic Ring bonds. Business-type activities long-term debt increased by \$4.4 million during 2013 due to the difference between scheduled maturity payments and the issuance of additional loans for the Lesourdsville, Polybutelyene, and Liberty-Fairfield Water Main projects.

Table 4
Butler County Outstanding Long-Term Debt

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
General Obligation Bonds	\$ 57,880,000	\$ 62,575,000	\$ 7,997,150	\$ 8,725,120	\$ 65,877,150	\$ 71,300,120
Sales Tax Bonds	7,035,029	9,160,000	-	-	7,035,029	9,160,000
Special Assessment debt with governmental commitment	8,430,820	9,261,330	-	-	8,430,820	9,261,330
Long-term Loans	1,923,516	2,276,076	29,861,697	18,838,194	31,785,213	21,114,270
Revenue Bonds	-	-	48,215,790	52,648,260	48,215,790	52,648,260
Water Judgment Bonds	-	-	25,155,000	26,590,000	25,155,000	26,590,000
Capital Leases	53,030	70,526	8,391	10,475	61,421	81,001
Total	\$ 75,322,395	\$ 83,342,932	\$ 111,238,028	\$ 106,812,049	\$ 186,560,423	\$ 190,154,981

The County's long-term debt consisted of \$99.5 million in obligations backed by the full faith and credit of Butler County, including \$65.9 million in general obligation bonds, \$25.2 million in water judgment bonds, and \$8.4 million in special assessment bonds, for which Butler County is liable in case of default of the property owners subject to the assessment. A total of \$87.1 million of the total outstanding debt represent bonds secured by specified revenue sources, including water and sewer revenues, and sales tax revenues.

Ohio law, through its direct and indirect debt limitations, restricts the amount of debt the County may issue. The County's total direct debt limit at December 31, 2013 was \$185.0 million and the legal debt margin (debt limit minus net debt) was \$145.0 million. The County's unvoted direct debt limit was \$74.6 million and the unvoted direct debt margin was \$34.6 million. The debt margins for total debt and unvoted debt reflect a slight increase over the previous year due to reductions in general obligation bonds and notes.

BUTLER COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Unaudited)

Ohio's indirect debt limitation, referred to as the ten-mill limitation, further limits the total unvoted general obligation debt that may be issued among overlapping subdivisions to a maximum of 10 mills per dollar of assessed valuation. Since the 10 mills must be shared by the overlapping subdivisions, and is available on a first-come, first serve basis, the level of debt issued by any overlapping political subdivision thus affects the County's ability to issue unvoted general obligation debt.

For example, depending on how much room is available under the 10-mill limitation, a relatively small debt issuance by an overlapping subdivision with a low assessed valuation could significantly hinder, or temporarily lock out, the County's ability to issue unvoted general obligation debt. This limitation would continue until unvoted general obligation debt was retired by either subdivision, or until the total assessed value of the subdivision or the County increased, which occurs around December of each year. The County continues to monitor the debt activity of all overlapping subdivisions for the potential effect on future financings.

Butler County's general obligation bond issues are rated at Aa2 and the sales tax bonds are Aa2 by Moody's Investors Services. The water and sewer district currently maintains a credit rating from Moody's of Aa3.

Besides the long-term bonds outstanding, the County also is liable for other long-term obligations in the form of capital leases payable, claims payable, and compensated absences payable. Governmental activities capital leases totaled \$53 thousand at year-end, for various equipment and vehicles throughout the county. Claims payable at year-end was \$2.7 million representing outstanding workers' compensation claims against the county. Compensated absences payable at year-end was \$7.3 million for governmental activities and \$0.8 million for business-type activities. The total liability for capital leases, claims, and compensated absences payable for governmental and business-type activities was \$10.8 million at December 31, 2013. Additional information about the County's long-term obligations can be found in Note 17 to the financial statements.

Economic and Other Potentially Significant Matters

Despite the recent decline in the economy, inquiries from potential businesses looking at developing or relocating to Butler County remain steady. University Pointe and West Chester Hospital, which opened in 2009, have drawn dozens of medical-related facilities to the uptown area. In addition, Steiner and Associates has selected Butler County for the proposed site of a \$300 million mixed-use development to be built near the intersection of Interstate 75 and Ohio 129 in Liberty Township with phase I opening in 2015.

Requests for Information

The Management's Discussion and Analysis is intended to provide a general overview of Butler County's finances. Questions concerning any of the information provided in this report, or requests for additional financial information should be addressed to the Butler County Auditor, 130 High Street, Hamilton, Ohio, 45011.

Butler County, Ohio
Statement of Net Position
December 31, 2013

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Butler County Land Reutilization Corporation
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 135,825,478	\$ 42,133,659	\$ 177,959,137	\$ 1,321
Cash and Cash Equivalents:				
In Segregated Accounts	5,139	500	5,639	-
With Fiscal Agents	693,967	-	693,967	-
Accounts Receivable	1,067,242	2,674,382	3,741,624	1,012
Due from Other Governments	35,142,697	79,426	35,222,123	698,530
Accrued Interest Receivable	160,319	-	160,319	-
Prepaid Items	1,714,593	112,788	1,827,381	-
Internal Balances	(57,358)	57,358	-	-
Materials and Supplies Inventory	848,742	112,222	960,964	-
Property Taxes Receivable	62,316,814	-	62,316,814	-
Sales Tax Receivable	9,275,427	-	9,275,427	-
Other Local Taxes Receivable	260,499	-	260,499	-
Payments in Lieu of Taxes Receivable	11,053,274	-	11,053,274	-
Loans Receivable	786,076	-	786,076	-
Special Assessments Receivable	9,127,320	1,020,631	10,147,951	-
Capital Assets:				
Nondepreciable Capital Assets	262,775,794	52,360,096	315,135,890	-
Depreciable Capital Assets, net	124,408,338	277,116,068	401,524,406	-
Total Assets	655,404,361	375,667,130	1,031,071,491	700,863
Deferred Outflows of Resources				
Deferred Charge on Refunding	756,197	1,987,459	2,743,656	-
Liabilities				
Accounts Payable	1,581,547	1,067,305	2,648,852	-
Contracts Payable	7,345,671	1,089,630	8,435,301	-
Accrued Wages and Benefits	5,230,120	419,387	5,649,507	-
Due to Other Governments	2,862,726	834,879	3,697,605	698,530
Matured Compensated Absences Payable	14,566	-	14,566	-
Matured Bonds Payable	13,250	-	13,250	-
Matured Interest Payable	5,543	-	5,543	-
Accrued Interest Payable	622,355	449,685	1,072,040	-
Notes Payable	16,173,000	-	16,173,000	-
Refundable Deposits	-	135,485	135,485	-
Long-Term Liabilities:				
Due Within One Year	10,747,884	7,768,288	18,516,172	-
Due In More Than One Year	77,061,250	106,553,013	183,614,263	-
Total Liabilities	121,657,912	118,317,672	239,975,584	698,530
Deferred Inflows of Resources				
Property Taxes not Levied to Finance Current Year Operations	59,911,426	-	59,911,426	-
Payment in Lieu of Taxes not Intended to Finance Current Year Operations	8,737,091	-	8,737,091	-
Total Deferred Inflows of Resources	68,648,517	-	68,648,517	-
Net Position				
Net Investment in Capital Assets	326,013,957	217,905,641	543,919,598	-
Restricted for:				
Capital Outlay	6,765,076	-	6,765,076	-
Debt Service	3,545,808	-	3,545,808	-
Replacement and Improvement	-	4,840,083	4,840,083	-
Developmental Disabilities	35,207,045	-	35,207,045	-
Nonexpendable	762,962	-	762,962	-
Expendable	83,379	-	83,379	-
Job and Family/Children Services Agency	12,144,361	-	12,144,361	-
Elderly Services Levy	13,209,138	-	13,209,138	-
Mental Health	14,067,985	-	14,067,985	-
Motor Vehicle	15,209,949	-	15,209,949	-
All Other Public Works	15,387,788	-	15,387,788	-
Other Purposes	31,113,006	-	31,113,006	-
Unrestricted (Deficit)	(7,656,325)	36,591,193	28,934,868	2,333
Total Net Position	\$ 465,854,129	\$ 259,336,917	\$ 725,191,046	\$ 2,333

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Activities
For the Year Ended December 31, 2013

	Expenses	Program Revenues	
		Charges for Services	Operating Grants, Contributions, and Interest
Governmental Activities			
General Government:			
Legislative and Executive	\$ 26,478,363	\$ 17,827,364	\$ 85,505
Judicial	13,543,957	5,572,420	1,586,682
Public Safety	46,095,345	12,888,000	5,924,949
Public Works	18,727,898	2,180,466	4,681,868
Health	43,168,466	133,897	18,287,740
Human Services	61,432,102	3,489,232	29,865,231
Conservation and Recreation	463,733	39,013	-
Intergovernmental	4,124,409	-	-
Interest and Fiscal Charges	3,623,988	-	-
Total Governmental Activities	217,658,261	42,130,392	60,431,975
Business-Type Activities			
Sewer	22,536,707	17,952,677	-
Water	24,964,373	20,073,131	-
Total Business-Type Activities	\$ 47,501,080	38,025,808	-
Total Primary Government	\$ 265,159,341	\$ 80,156,200	\$ 60,431,975
Component Unit			
Butler County Land Reutilization Corporation	\$ 1,758,489	\$ -	\$ -

General Revenues
Taxes Levied for:
 General Purposes
 Developmental Disabilities
 Children Services Agency
 Mental Health
 Elderly Services Levy
Sales Tax
Local Taxes
Payments in Lieu of Taxes
Grants and Entitlements not Restricted
 to Specific Programs
Investment Earnings
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 Changes in Net Position				
Capital Grants, Contributions, and Interest	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Butler County Land Reutilization Corporation
\$ -	\$ (8,565,494)	\$ -	\$ (8,565,494)	\$ -
-	(6,384,855)	-	(6,384,855)	-
-	(27,282,396)	-	(27,282,396)	-
15,660,335	3,794,771	-	3,794,771	-
243,707	(24,503,122)	-	(24,503,122)	-
-	(28,077,639)	-	(28,077,639)	-
-	(424,720)	-	(424,720)	-
-	(4,124,409)	-	(4,124,409)	-
-	(3,623,988)	-	(3,623,988)	-
<u>15,904,042</u>	<u>(99,191,852)</u>	<u>-</u>	<u>(99,191,852)</u>	<u>-</u>
4,842,525	-	258,495	258,495	-
3,509,707	-	(1,381,535)	(1,381,535)	-
<u>8,352,232</u>	<u>-</u>	<u>(1,123,040)</u>	<u>(1,123,040)</u>	<u>-</u>
<u>\$ 24,256,274</u>	<u>(99,191,852)</u>	<u>(1,123,040)</u>	<u>(100,314,892)</u>	<u>-</u>
<u>\$ 1,758,489</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	12,324,999	-	12,324,999	-
	17,557,248	-	17,557,248	-
	12,815,070	-	12,815,070	-
	8,178,273	-	8,178,273	-
	8,345,075	-	8,345,075	-
	35,170,710	-	35,170,710	-
	2,531,643	-	2,531,643	-
	6,145,695	-	6,145,695	-
	8,594,227	-	8,594,227	-
	622,879	-	622,879	-
	2,270,553	712,265	2,982,818	-
	<u>114,556,372</u>	<u>712,265</u>	<u>115,268,637</u>	<u>-</u>
	15,364,520	(410,775)	14,953,745	-
	<u>450,489,609</u>	<u>259,747,692</u>	<u>710,237,301</u>	<u>2,333</u>
<u>\$ 465,854,129</u>	<u>\$ 259,336,917</u>	<u>\$ 725,191,046</u>	<u>\$ 2,333</u>	<u>-</u>

Butler County, Ohio
Balance Sheet
Governmental Funds
December 31, 2013

	General	Developmental Disabilities	Job and Family Services/Children Services Agency	Mental Health
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 14,464,201	\$ 32,448,993	\$ 6,214,071	\$ 12,115,490
Cash and Cash Equivalents:				
In Segregated Accounts	1,599	-	-	-
With Fiscal Agents	-	693,967	-	-
Receivables:				
Property Taxes	12,920,724	18,529,843	13,459,087	8,658,753
Sales Taxes	9,275,427	-	-	-
Other Local Taxes	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-
Accounts	238,402	5,429	5,084	37,251
Due from Other Governments	6,896,081	2,781,265	9,983,289	1,686,598
Accrued Interest	160,319	-	-	-
Special Assessments	-	-	-	-
Loans	229,685	-	-	-
Due from Other Funds	383,714	63,262	90,986	4,046
Prepaid Items	594,255	899	65,050	768,841
Materials and Supplies Inventory	64,198	4,534	27,131	1,692
Advances to Other Funds	710,025	-	-	-
Total Assets	\$ 45,938,630	\$ 54,528,192	\$ 29,844,698	\$ 23,272,671
Liabilities				
Accounts Payable	\$ 801,453	\$ 161,671	\$ 223,634	\$ 120,780
Contracts Payable	385,395	69,113	2,646,133	699,133
Accrued Wages and Benefits Payable	2,408,732	570,911	734,870	35,548
Matured Compensated Absences Payable	13,846	-	-	-
Due to Other Funds	11,965	2,358	97,392	-
Due to Other Governments	205,189	67,617	17,332	-
Advances from Other Funds	-	-	-	-
Matured Bonds Payable	-	-	-	-
Matured Interest Payable	-	-	-	-
Accrued Interest Payable	-	-	-	-
Notes Payable	-	-	-	-
Total Liabilities	3,826,580	871,670	3,719,361	855,461
Deferred Inflows of Resources				
Property Taxes not Levied to Finance the Current Year Operations	12,445,586	17,787,439	12,964,151	8,287,551
Payment in Lieu of Taxes not Levied to Finance the Current Year Operations	-	-	-	-
Unavailable Revenue	12,934,171	3,287,333	9,323,051	2,028,012
Total Deferred Inflows of Resources	25,379,757	21,074,772	22,287,202	10,315,563
Fund Balances				
Nonspendable	1,598,163	5,433	92,181	770,533
Restricted	-	32,576,317	3,745,954	11,331,114
Committed	4,575	-	-	-
Assigned	2,635,044	-	-	-
Unassigned (Deficit)	12,494,511	-	-	-
Total Fund Balances	16,732,293	32,581,750	3,838,135	12,101,647
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 45,938,630	\$ 54,528,192	\$ 29,844,698	\$ 23,272,671

See accompanying notes to the basic financial statements

Non Major Governmental Funds	Total Governmental Funds
\$ 65,944,224	\$ 131,186,979
3,540	5,139
-	693,967
8,748,407	62,316,814
-	9,275,427
260,499	260,499
11,053,274	11,053,274
770,095	1,056,261
13,795,464	35,142,697
-	160,319
9,127,320	9,127,320
556,391	786,076
314,758	856,766
284,388	1,713,433
751,187	848,742
-	710,025
<u>\$ 111,609,547</u>	<u>\$ 265,193,738</u>
\$ 273,295	\$ 1,580,833
3,545,897	7,345,671
1,461,776	5,211,837
720	14,566
233,681	345,396
2,572,588	2,862,726
710,025	710,025
13,250	13,250
5,543	5,543
29,101	29,101
16,173,000	16,173,000
<u>25,018,876</u>	<u>34,291,948</u>
8,426,699	59,911,426
8,737,091	8,737,091
23,404,097	50,976,664
<u>40,567,887</u>	<u>119,625,181</u>
2,347,649	4,813,959
60,406,166	108,059,551
-	4,575
-	2,635,044
<u>(16,731,031)</u>	<u>(4,236,520)</u>
46,022,784	111,276,609
<u>\$ 111,609,547</u>	<u>\$ 265,193,738</u>

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Butler County, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2013

Total Governmental Fund Balances \$ 111,276,609

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	17,497,203
Infrastructure	236,176,048
Construction in progress	9,102,543
Depreciable capital assets	225,786,121
Accumulated depreciation	<u>(101,377,783)</u>

Total capital assets 387,184,132

An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.

1,345,300

Some of the County's revenues will be collected after year end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds:

Delinquent Property Taxes	2,405,388
Delinquent Revenue in Lieu of Taxes	2,316,183
Sales Taxes	6,404,664
Special Assessments	9,127,320
Due From Other Governments	28,689,760
Charges for Services	1,247,532
Interest Revenue	100,095
Other	<u>685,722</u>

Total 50,976,664

Deferred Outflows of Resources represent deferred charges on refundings which do not provide current financial resources and therefore are not reported in the funds.

756,197

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Accrued interest on bonds	(593,254)
Capital leases	(53,030)
Bonds	(75,876,276)
Loans	(1,923,516)
Compensated absences	<u>(7,238,697)</u>

Total (85,684,773)

Net Position of Governmental Activities \$ 465,854,129

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	General	Developmental Disabilities	Job and Family Services/Children Services Agency	Mental Health
Revenues				
Property Taxes	\$ 12,499,350	\$ 17,829,671	\$ 12,996,685	\$ 8,314,484
Sales Taxes	34,813,101	-	-	-
Other Local Taxes	-	-	-	-
Charges for Services	18,153,387	22,027	-	1,200
Licenses and Permits	1,822,747	-	-	-
Fines and Forfeitures	1,298,949	-	-	-
Intergovernmental	9,676,988	10,707,149	20,859,946	3,102,565
Special Assessments	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-
Investment Earnings	254,941	-	-	-
Other	299,819	90,236	1,135,786	45,445
Total Revenues	<u>78,819,282</u>	<u>28,649,083</u>	<u>34,992,417</u>	<u>11,463,694</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	18,424,434	-	-	-
Judicial	11,230,952	-	-	-
Public Safety	32,752,128	-	-	-
Public Works	170,780	-	-	-
Health	777,713	26,883,080	-	11,857,879
Human Services	1,337,107	-	36,901,857	-
Conservation and Recreation	426,861	-	-	-
Intergovernmental	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	132,878	-	7,025	-
Interest and Fiscal Charges	6,266	-	1,517	-
Total Expenditures	<u>65,259,119</u>	<u>26,883,080</u>	<u>36,910,399</u>	<u>11,857,879</u>
Excess of Revenues Over (Under) Expenditures	<u>13,560,163</u>	<u>1,766,003</u>	<u>(1,917,982)</u>	<u>(394,185)</u>
Other Financing Sources (Uses):				
Inception of Capital Lease	-	-	-	-
Transfers - In	1,217,728	-	915,491	-
Transfers - Out	<u>(10,766,067)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(9,548,339)</u>	<u>-</u>	<u>915,491</u>	<u>-</u>
Net Change in Fund Balance	4,011,824	1,766,003	(1,002,491)	(394,185)
Fund Balances at Beginning of Year	<u>12,720,469</u>	<u>30,815,747</u>	<u>4,840,626</u>	<u>12,495,832</u>
Fund Balances at End of Year	<u>\$ 16,732,293</u>	<u>\$ 32,581,750</u>	<u>\$ 3,838,135</u>	<u>\$ 12,101,647</u>

See accompanying notes to the basic financial statements

Non Major Governmental Funds	Total Governmental Funds
\$ 8,463,125	\$ 60,103,315
-	34,813,101
2,531,643	2,531,643
20,844,901	39,021,515
844,636	2,667,383
856,235	2,155,184
37,973,930	82,320,578
2,634,512	2,634,512
5,088,099	5,088,099
386,713	641,654
301,131	1,872,417
<u>79,924,925</u>	<u>233,849,401</u>
6,087,814	24,512,248
2,046,955	13,277,907
11,379,103	44,131,231
18,576,679	18,747,459
3,309,182	42,827,854
23,668,600	61,907,564
36,872	463,733
4,124,409	4,124,409
5,253,315	5,253,315
7,883,706	8,023,609
3,577,290	3,585,073
<u>85,943,925</u>	<u>226,854,402</u>
<u>(6,019,000)</u>	<u>6,994,999</u>
3,072	3,072
11,367,885	13,501,104
<u>(2,735,037)</u>	<u>(13,501,104)</u>
<u>8,635,920</u>	<u>3,072</u>
2,616,920	6,998,071
<u>43,405,864</u>	<u>104,278,538</u>
<u>\$ 46,022,784</u>	<u>\$ 111,276,609</u>

Butler County, Ohio
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2013

Net Change in Fund Balances - Total Governmental Funds \$ 6,998,071

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

Capital outlays are reported as expenditures in governmental funds.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Asset Additions	7,721,456	
Current Year Depreciation	<u>(8,368,546)</u>	
Total		(647,090)

Because some revenues will not be collected for several months after the County's year end, they are not considered "available" revenues and are deferred in the governmental funds.

Delinquent Property Taxes	(882,650)	
Sales Taxes	357,609	
Payment in Lieu of Taxes	2,020,465	
Due From Other Governments	(628,971)	
Special Assessments	(552,516)	
Charges for Services	(1,497,865)	
Other	376,083	
Interest Revenue	<u>(18,775)</u>	
Total		(826,620)

Some capital assets were financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the statement of net assets, the lease obligation is reported as a liability. (3,072)

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

Bond principal retirement	6,819,971	
Special assessment principal retirement	830,510	
Loan principal retirement	352,560	
Capital lease payments	<u>20,568</u>	
Total long-term debt repayment		8,023,609

Interest on long-term debt in the statement of activities differs from the amounts reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. The additional amount of interest on the statement of activities is the result of the following:

Increase in Accrued Interest	(282,354)
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Governmental funds report premiums and discounts as other financings sources and uses, whereas these amounts are deferred and amortized in the statement of activities

Amortization of Gain/Loss on Refunding	(200,484)	
Amortization of Bond Premiums/Discounts	<u>443,923</u>	
Total		243,439

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Compensated Absences	289,486
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The internal service funds used by management to charge the costs of insurance to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities.

1,569,051

Change in Net Position of Governmental Activities	<u>\$ 15,364,520</u>
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See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Budget Basis)
General Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 12,315,890	\$ 12,312,000	\$ 12,639,816	\$ 327,816
Sales Taxes	32,300,000	34,600,635	34,668,276	67,641
Charges for Services	16,194,047	16,178,047	17,986,380	1,808,333
Licenses and Permits	1,594,791	1,799,791	1,822,747	22,956
Fines and Forfeitures	1,265,917	1,265,917	1,307,603	41,686
Intergovernmental	9,355,688	9,375,688	9,655,195	279,507
Interest	1,300,000	1,003,255	1,068,001	64,746
Other	906,559	586,559	706,774	120,215
Total Revenues	75,232,892	77,121,892	79,854,792	2,732,900
Expenditures:				
Current:				
General Government:				
Legislative and Executive	19,920,183	21,726,212	20,823,433	902,779
Judicial	11,998,352	12,381,217	11,802,124	579,093
Public Safety	33,493,442	34,964,173	34,420,883	543,290
Public Works	173,134	173,134	172,746	388
Health	777,881	964,845	808,849	155,996
Human Services	1,339,154	1,404,867	1,358,931	45,936
Conservation and Recreation	426,590	426,861	426,861	-
Debt Service:				
Principal Retirement	132,284	132,878	132,878	-
Interest and Fiscal Charges	5,953	6,266	6,266	-
Total Expenditures	68,266,973	72,180,453	69,952,971	2,227,482
Excess of Revenues Over Expenditures	6,965,919	4,941,439	9,901,821	4,960,382
Other Financing Sources (Uses):				
Other Financing Sources	2,298,599	2,409,599	2,232,767	(176,832)
Advances - In	100,000	100,000	145,686	45,686
Advances - Out	-	(668,258)	(665,642)	2,616
Transfers - In	500,000	500,000	1,217,728	717,728
Transfers - Out	(11,053,152)	(11,034,827)	(10,766,067)	268,760
Total Other Financing Sources (Uses)	(8,154,553)	(8,693,486)	(7,835,528)	857,958
Net Change in Fund Balance	(1,188,634)	(3,752,047)	2,066,293	5,818,340
Fund Balance at Beginning of Year	8,579,425	8,579,425	8,579,425	-
Prior Year Encumbrances Appropriated	1,806,585	1,806,585	1,806,585	-
Fund Balance at End of Year	\$ 9,197,376	\$ 6,633,963	\$ 12,452,303	\$ 5,818,340

See accompanying notes to the basic financial statements.

Butler County, Ohio
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Budget Basis)
Developmental Disabilities Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 19,000,000	\$ 18,020,000	\$ 18,016,248	\$ (3,752)
Charges for Services	110,000	30,000	22,027	(7,973)
Intergovernmental	8,096,000	10,341,000	10,956,896	615,896
Other	16,000	96,000	90,236	(5,764)
Total Revenues	<u>27,222,000</u>	<u>28,487,000</u>	<u>29,085,407</u>	<u>598,407</u>
Expenditures:				
Current:				
Health	<u>29,334,469</u>	<u>30,577,531</u>	<u>28,460,098</u>	<u>2,117,433</u>
Excess of Revenues Over (Under) Expenditures	(2,112,469)	(2,090,531)	625,309	2,715,840
Other Financing Sources:				
Other Financing Sources	<u>5,000</u>	<u>5,000</u>	<u>183,155</u>	<u>178,155</u>
Net Change in Fund Balance	(2,107,469)	(2,085,531)	808,464	2,893,995
Fund Balance at Beginning of Year	29,414,080	29,414,080	29,414,080	-
Prior Year Encumbrances Appropriated	<u>874,678</u>	<u>874,678</u>	<u>874,678</u>	-
Fund Balance at End of Year	<u>\$ 28,181,289</u>	<u>\$ 28,203,227</u>	<u>\$ 31,097,222</u>	<u>\$ 2,893,995</u>

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Budget Basis)
Job and Family Services/Children Services Agency Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 13,255,000	\$ 13,255,000	\$ 13,143,003	\$ (111,997)
Intergovernmental	22,389,542	19,367,145	20,722,539	1,355,394
Other	1,135,000	1,120,000	1,135,786	15,786
Total Revenues	<u>36,779,542</u>	<u>33,742,145</u>	<u>35,001,328</u>	<u>1,259,183</u>
Expenditures:				
Current:				
Human Services	40,502,356	39,961,226	38,241,542	1,719,684
Debt Service:				
Principal Retirement	6,500	7,025	7,025	-
Interest and Fiscal Charges	2,000	1,517	1,517	-
Total Expenditures	<u>40,510,856</u>	<u>39,969,768</u>	<u>38,250,084</u>	<u>1,719,684</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,731,314)</u>	<u>(6,227,623)</u>	<u>(3,248,756)</u>	<u>2,978,867</u>
Other Financing Sources:				
Other Financing Sources	2,039,908	677,654	1,031,454	353,800
Transfers - In	967,108	967,108	915,491	(51,617)
Total Other Financing Sources	<u>3,007,016</u>	<u>1,644,762</u>	<u>1,946,945</u>	<u>302,183</u>
Net Change in Fund Balance	(724,298)	(4,582,861)	(1,301,811)	3,281,050
Fund Balance at Beginning of Year	6,491,783	6,491,783	6,491,783	-
Prior Year Encumbrances Appropriated	316,382	316,382	316,382	-
Fund Balance at End of Year	<u>\$ 6,083,867</u>	<u>\$ 2,225,304</u>	<u>\$ 5,506,354</u>	<u>\$ 3,281,050</u>

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual (Budget Basis)
Mental Health Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 9,507,228	\$ 8,407,228	\$ 8,405,443	\$ (1,785)
Charges for Services	1,200	1,200	1,200	-
Intergovernmental	948,191	3,088,191	3,057,097	(31,094)
Other	309,500	309,500	21,542	(287,958)
Total Revenues	<u>10,766,119</u>	<u>11,806,119</u>	<u>11,485,282</u>	<u>(320,837)</u>
Expenditures:				
Current:				
Health	<u>13,444,121</u>	<u>15,207,109</u>	<u>12,211,868</u>	<u>2,995,241</u>
Excess of Revenues Over (Under) Expenditures	(2,678,002)	(3,400,990)	(726,586)	2,674,404
Other Financing Sources:				
Other Financing Sources	<u>-</u>	<u>60,000</u>	<u>408,120</u>	<u>348,120</u>
Net Change in Fund Balance	(2,678,002)	(3,340,990)	(318,466)	3,022,524
Fund Balance at Beginning of Year	12,001,390	12,001,390	12,001,390	-
Prior Year Encumbrances Appropriated	102,626	102,626	102,626	-
Fund Balance at End of Year	<u>\$ 9,426,014</u>	<u>\$ 8,763,026</u>	<u>\$ 11,785,550</u>	<u>\$ 3,022,524</u>

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2013

	Enterprise Funds			Governmental Activities - Internal Service Funds
	Sewer	Water	Total	
Assets				
Current Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 26,474,427	\$ 10,683,659	\$ 37,158,086	\$ 4,638,499
Cash and Cash Equivalents in Segregated Accounts	250	250	500	-
Receivables:				
Accounts	1,304,435	1,369,947	2,674,382	10,981
Due from Other Government	-	79,426	79,426	-
Special Assessments	665,408	355,223	1,020,631	-
Due from Other Funds	47,748	16,690	64,438	602
Prepaid Items	48,978	63,810	112,788	1,160
Materials and Supplies Inventory	54,797	57,425	112,222	-
Total Current Assets	28,596,043	12,626,430	41,222,473	4,651,242
Noncurrent Assets				
Non-Depreciable Capital Assets	46,985,391	5,374,705	52,360,096	-
Depreciable Capital Assets	152,308,077	124,807,991	277,116,068	-
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	4,000,000	975,573	4,975,573	-
Total Noncurrent Assets	203,293,468	131,158,269	334,451,737	-
Total Assets	231,889,511	143,784,699	375,674,210	4,651,242
Deferred Outflows of Resources				
Deferred Charges on Refunding	794,217	1,193,242	1,987,459	-
Liabilities				
Current Liabilities				
Accounts Payable	222,270	845,035	1,067,305	714
Contracts Payable	984,397	105,233	1,089,630	-
Accrued Wages and Benefits Payable	313,810	105,577	419,387	18,283
Due to Other Funds	3,802	3,278	7,080	569,330
Due to Other Governments	156,096	678,783	834,879	-
Accrued Interest Payable	210,764	238,921	449,685	-
General Obligation Bonds Payable	45,289	694,751	740,040	-
Revenue Bonds Payable	3,244,770	1,410,000	4,654,770	-
Judgement Bonds Payable	-	1,450,000	1,450,000	-
Loans Payable	98,587	543,793	642,380	-
Capital Leases Payable	1,522	934	2,456	-
Claims Payable	-	-	-	661,807
Compensated Absences Payable	184,189	94,453	278,642	12,276
Total Current Liabilities	5,465,496	6,170,758	11,636,254	1,262,410
Noncurrent Liabilities				
Refundable Deposits	-	135,485	135,485	-
Claims Payable	-	-	-	2,002,560
Compensated Absences Payable	285,180	191,106	476,286	40,972
General Obligation Bonds Payable	3,449,416	3,911,062	7,360,478	-
Revenue Bonds Payable	28,435,351	16,819,267	45,254,618	-
Judgement Bonds Payable	-	24,236,379	24,236,379	-
Loans Payable	19,470,611	9,748,706	29,219,317	-
Capital Leases Payable	3,681	2,254	5,935	-
Total Noncurrent Liabilities	51,644,239	55,044,259	106,688,498	2,043,532
Total Liabilities	57,109,735	61,215,017	118,324,752	3,305,942
Net Position				
Net Investment in Capital Assets	145,345,171	72,560,470	217,905,641	-
Restricted for:				
Replacement and Improvement	4,000,000	840,083	4,840,083	-
Unrestricted	26,228,822	10,362,371	36,591,193	1,345,300
Total Net Position	\$ 175,573,993	\$ 83,762,924	\$ 259,336,917	\$ 1,345,300

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2013

	Enterprise Funds			Governmental Activities - Internal Service Funds
	Sewer	Water	Total	
Operating Revenues:				
Charges for Services	\$ 17,952,677	\$ 20,073,131	\$ 38,025,808	\$ 18,034,706
Other Operating Revenues	410,318	90,380	500,698	-
Total Operating Revenues	18,362,995	20,163,511	38,526,506	18,034,706
Operating Expenses:				
Personal Services	5,681,809	2,685,804	8,367,613	388,399
Contractual Services	3,412,423	12,024,950	15,437,373	15,681,840
Claims and Judgments	-	-	-	418,912
Materials and Supplies	1,315,469	490,783	1,806,252	18,030
Depreciation and Amortization Expense	9,914,961	6,523,488	16,438,449	-
Other	453,193	393,026	846,219	119
Total Operating Expenses	20,777,855	22,118,051	42,895,906	16,507,300
Operating Income (Loss)	(2,414,860)	(1,954,540)	(4,369,400)	1,527,406
Non-Operating Revenues (Expenses)				
Other Non-Operating Revenues	104,781	106,786	211,567	41,645
Loss on Sale of Capital Assets	-	(387,176)	(387,176)	-
Interest and Fiscal Charges	(1,758,852)	(2,459,146)	(4,217,998)	-
Total Non-Operating Revenues (Expenses)	(1,654,071)	(2,739,536)	(4,393,607)	41,645
Income (Loss) Before Contributions and Transfers	(4,068,931)	(4,694,076)	(8,763,007)	1,569,051
Capital Contributions	4,842,525	3,509,707	8,352,232	-
Change in Net Position	773,594	(1,184,369)	(410,775)	1,569,051
Net Position (Deficit) at Beginning of Year	174,800,399	84,947,293	259,747,692	(223,751)
Net Position at End of Year	\$ 175,573,993	\$ 83,762,924	\$ 259,336,917	\$ 1,345,300

See accompanying notes to the basic financial statements

Butler County
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Sewer	Water	Totals	
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>				
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$ 18,066,601	\$ 20,222,852	\$ 38,289,453	\$ -
Cash Paid to Suppliers	(4,057,856)	(12,651,480)	(16,709,336)	(15,700,296)
Cash Paid to Employees	(5,642,275)	(2,839,566)	(8,481,841)	(395,266)
Cash Received from Interfund Services Provided	-	-	-	18,034,706
Other Operating Revenues	410,318	90,380	500,698	-
Other Operating Expenses	(450,015)	(388,002)	(838,017)	-
Other Non-Operating Revenues	57,033	91,200	148,233	610,373
Cash Paid for Claims	-	-	-	(532,602)
Net Cash Provided by Operating Activities	<u>8,383,806</u>	<u>4,525,384</u>	<u>12,909,190</u>	<u>2,016,915</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Proceeds from Loans	11,166,257	468,465	11,634,722	-
Principal Paid on Loans	(93,375)	(517,844)	(611,219)	-
Interest Paid on Loans	(63,000)	(239,674)	(302,674)	-
Interest Paid on General Obligation Bonds	(153,721)	(170,250)	(323,971)	-
Principal Paid on General Obligation Bonds	(47,970)	(680,000)	(727,970)	-
Interest and Fiscal Charges on Revenue Bonds	(1,562,176)	(886,063)	(2,448,239)	-
Principal Paid on Revenue Bonds	(3,062,470)	(1,370,000)	(4,432,470)	-
Interest Paid on Judgement Bonds	-	(1,210,650)	(1,210,650)	-
Principal Paid on Judgement Bonds	-	(1,435,000)	(1,435,000)	-
Interest Paid on Capital Leases	(434)	(266)	(700)	-
Principal Paid on Capital Leases	(1,292)	(792)	(2,084)	-
Acquisition and Construction of Capital Assets	(15,399,761)	(1,434,184)	(16,833,945)	-
Cash Received from Special Assessments	62,043	58,841	120,884	-
Capital Contributions by Customers	3,669,666	2,213,341	5,883,007	-
Net Cash Used for Capital and Related Financing Activities	<u>(5,486,233)</u>	<u>(5,204,076)</u>	<u>(10,690,309)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,897,573	(678,692)	2,218,881	2,016,915
Cash and Cash Equivalents at Beginning of Year	<u>27,577,104</u>	<u>12,338,174</u>	<u>39,915,278</u>	<u>2,621,584</u>
Cash and Cash Equivalents at End of Year	<u>\$ 30,474,677</u>	<u>\$ 11,659,482</u>	<u>\$ 42,134,159</u>	<u>\$ 4,638,499</u>

(continued)

Butler County
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013 (Continued)

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Sewer	Water	Totals	
Reconciliation of Operating Income (Loss) to Net Income				
<u>Cash Provided by Operating Activities:</u>				
Operating Income (Loss)	\$ (2,414,860)	\$ (1,954,540)	\$ (4,369,400)	\$ 1,527,406
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Depreciation and Amortization	9,914,961	6,523,488	16,438,449	-
Other Non-Operating Revenues	57,033	91,200	148,233	610,373
<u>Changes in Assets and Liabilities:</u>				
Decrease in Accounts Receivable	113,924	149,374	263,298	-
Decrease in Due from Other Funds	-	347	347	-
(Increase) in Prepaid Items	-	-	-	(458)
Increase in Accounts Payable	55,938	801,407	857,345	714
Increase (Decrease) in Contracts Payable	646,497	(430,802)	215,695	(563)
Increase(Decrease) in Accrued Wages and Benefits Payable	14,466	(58,605)	(44,139)	(3,445)
(Decrease) in Due to Other Funds	(546)	(91,968)	(92,514)	-
(Decrease) in Due to Other Governments	(28,675)	(409,360)	(438,035)	-
(Decrease) in Claims Payable	-	-	-	(113,690)
Increase (Decrease) in Compensated Absences Payable	25,068	(95,157)	(70,089)	(3,422)
Total Adjustments	10,798,666	6,479,924	17,278,590	489,509
Net Cash Provided by Operating Activities	\$ 8,383,806	\$ 4,525,384	\$ 12,909,190	\$ 2,016,915

Non-Cash capital and related financing activities:
Capital Contributions from Customers of \$14,856 for the Sewer Fund
Capital Contributions from Customers of \$6,224 for the Water Fund
Developers during the year donated \$1,158,003 of sewer lines to the Sewer fund.
Developers during the year donated \$1,210,716 of water lines to the Water fund.

See accompanying notes to the basic financial statements

Butler County, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2013

	<u>Total</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ 29,080,402
Cash and Cash Equivalents in Segregated Accounts	6,193,157
Property Taxes Receivable	431,522,000
Revenue in Lieu of Taxes Receivable	45,882,828
Special Assessments Receivable	12,683,472
Due from Other Governments	<u>10,344,755</u>
 Total Assets	 <u><u>535,706,614</u></u>
 Liabilities	
Undistributed Monies	18,194,902
Deposits Held and Due to Others	155,795
Due to Other Governments	517,283,548
Loans Payable	<u>72,369</u>
 Total Liabilities	 <u><u>\$ 535,706,614</u></u>

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 1 – REPORTING ENTITY

REPORTING ENTITY

Butler County, Ohio (The County) was created in 1803. The County is governed by a board of three commissioners elected by the voters of the County. The County Commissioners serve as the taxing authority, the contracting body, and the chief administrators of public services for the County. Other elected officials include the Auditor, Treasurer, Recorder, Sheriff, Coroner, Clerk of Courts, Prosecutor, Engineer, twelve Common Pleas Court Judges and three County Court Judges.

The services provided by the above officials and their departments comprise the primary governmental unit of the County. They have therefore been included as part of the reporting entity.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements of the County are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the County. For Butler County, this includes the Board of Developmental Disabilities, the Job and Family Services/Children Services Agency, the Board of Mental Health, the Alcohol and Drug Addiction Services Board, the Veterans Service Board, the Board of Elections and all departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the 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 also include organizations that are fiscally dependent on the County, in that the County approves the organizations budget, the issuance of its debt, or the levying of its taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

Component Unit

The component unit column in the combined financial statements identifies the financial data of the County's component unit, Butler County Land Reutilization Corporation. It is reported separately to emphasize that it is legally separate from the County

Butler County Land Reutilization Corporation

The Butler County Land Reutilization Corporation was created by resolution of the County Commissioners and organized under chapter 1724 of the Revised Code to act on behalf and cooperate with the county in exercising the powers and performing the duties of the county under chapter 5722 of the Ohio Revised Code. The purpose of the organization is to reduce the existence of nonproductive land within Butler County. The corporation takes title of nonproductive properties and gives them to the requesting cities participating in the program. The cities will improve the properties and return them to a revenue generating status or devote them to public purpose.

The Butler County Commissioners and Butler County Treasurer comprise the voting majority of the land reutilization corporation. Because the County makes up a voting majority of the board, the County is able to impose its will on the operations of the Land Bank. The component unit column of the financial statements identifies the financial data of the discretely presented component unit. It is reported separately to emphasize that it is legally separate from the County. Separately issued financial statements can be obtained from the Butler County Treasurer, 315 High Street, 10th floor, Hamilton, Ohio 45011. Disclosures can be found in NOTE 23.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 1 – REPORTING ENTITY (continued)

The County participates in the following jointly governed organizations, risk sharing pool, insurance purchasing pool and related organizations. These organizations are presented in NOTE 21 to the basic financial statements and are excluded from the accompanying financial statements except as noted.

Butler County Emergency Management Agency
Transportation Improvement District of Butler County
Ohio Kentucky Indiana Regional Council of Governments
Butler/Clermont/Warren Workforce Policy Board
Community-Based Correctional Facility
Southwest Ohio Council of Governments
County Risk Sharing Authority (CORSA)
Butler Health Plan
County Employee Benefits Consortium of Ohio, Inc. (CEBCO)
Regional Transit Authority (RTA)
Butler County Convention and Visitor Bureau
Butler County Port Authority
Metroparks of Butler County

As the custodian of public funds, the County Treasurer invests all public moneys held on deposit in the County Treasury. In the case of the legally separate agencies, boards and commissions listed below, the County serves as fiscal agent, but the organizations are not considered a part of Butler County. Accordingly, the activity of the following districts and agencies are presented as agency funds within the County's financial statements:

Butler County Emergency Management Agency

The Butler County Emergency Management Agency consists of twenty-six members of the advisory council that are appointed as follows: one County Commissioner and the chief elected official of each of the thirteen townships, five cities, and seven villages. The degree of control exercised by any participating government is limited to its representation on the Board. The Agency does not have any outstanding debt. The County does not have an equity interest in the Agency.

Regional Transit Authority (RTA)

The County Commissioners are responsible for appointing the board of directors of the RTA; however, the County Commissioners cannot influence the RTA's operations, nor does the RTA represent a potential financial benefit or burden to the County. Although the County does serve as the taxing authority and may issue tax related debt on behalf of the RTA, its role is limited to a ministerial function.

Butler County General Health District

The Board of Health is elected by a District Advisory Council comprised of a township trustees, mayors of participating municipalities, and a representative of the county commissioners which oversee the operation of the Health District. The Board adopts its own budget, which is subject to a compliance oriented review by the County. The District hires and fires its own staff, and operates autonomously from the County.

Butler County Soil and Water Conservation District

The Soil and Water Conservation District is statutorily created as a separate and distinct political subdivision of the state. The supervisors of the Soil and Water Conservation District are elected officials authorized to contract and sue on behalf of the District. The supervisors adopt their own budget, authorize District expenditures, and do not tax or issue debt.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 1 – REPORTING ENTITY (continued)

Metroparks of Butler County

The District Commissioners are appointed by the Probate Judge of the County. The Commissioners adopt their own budget, authorize expenditures, hire and fire staff, and do not rely on the County to finance deficits. The County is not financially accountable for the District nor is the District fiscally dependent on the County. The District serves as its own taxing and debt issuance authority and is a related organization of the County.

Twelfth District Court of Appeals

The State of Ohio is divided into twelve district courts of appeals. The twelfth district includes the counties of Brown, Clermont, Butler, Warren, Clinton, Fayette, Madison, and Preble. The district court is a separate entity from the County. The three judges who are responsible for the court system are elected in the general election by the populous of the above listed counties. The court system sets its own budget, appoints staff, and relies on the County for only the County's proportionate contribution for operations as required by state statute.

Butler/Clermont/Warren Workforce Policy Board (Area 12)

The Workforce Investment Area (WIA) Twelve is made up of Butler, Clermont and Warren counties. Butler County is currently the fiscal agent for the WIA area which is reported in an agency fund. The duties of the fiscal agent include budgeting, reporting and disbursing grant funding to Clermont and Warren counties as well as Butler County Job and Family Services Agency from the Ohio Department of Job and Family Services.

The State of Ohio required Area Twelve to form a board to set goals, agendas, and come up with a plan to best meet the needs of the program. The board is made up of representatives from the local communities and a commissioner from each County. All expenses involved with the operation of the board are paid by Butler, Clermont, or Warren County as part of the administration cost allotted in the WIA program. The board is a jointly governed organization.

Community-Based Correctional Facility

The Community-Based Correctional Facility serves Butler, Clermont, and Warren Counties. The Judicial Advisory Board includes at least one common pleas court judge from each county. The Community-Based Correctional Facility provides a wide range of programs addressing offender needs such as chemical dependency, education, employment, and family relationships.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

BASIS OF PRESENTATION

The County's basic financial statements consist of government-wide 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.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 activity of the internal service funds is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

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

Fund Financial Statements

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

Fund Accounting

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

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 purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities plus deferred inflows of resources is reported as fund balance. The following are the County’s major governmental funds:

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

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Developmental Disabilities - This fund accounts for and reports the countywide tax levy, federal and State grants restricted to pay the costs of services provided to local citizens with developmental disabilities.

Job and Family Services/Children Services Agency – This fund accounts for and reports the countywide tax levy along with various federal and State grants restricted to support children’s services, provide services to the local community for child adoption and foster care needs, provide public assistance to general relief recipients, pay their providers of medical assistance, and pay for certain public social services.

Mental Health – This fund accounts for and reports the countywide tax levy along with various federal, State and local funds restricted to provide mental health services to all citizens of Butler County.

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

Proprietary Funds

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

Enterprise Funds

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The County maintains the following enterprise funds:

Sewer - This fund accounts and reports fees collected by Butler County Water and Sewer for the processing and disposal of sewage.

Water - This fund accounts and reports fees collected by Butler County Water and Sewer for providing water services to Butler County residents.

Internal Service Funds

Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County’s internal service funds report on health insurance programs for medical, dental and vision coverage, and workers compensation.

Fiduciary Funds

The County’s only fiduciary funds are agency funds. Agency funds are used to report resources held by the County in a purely custodial capacity. The County’s agency funds are primarily established to account for the collection and distribution of various taxes, receipts and fees to other local governments and to account for funds of the County Emergency Management Agency, Regional Transit Authority (RTA), General Health District, Soil and Water Conservation District, Metroparks, Twelfth District Court of Appeals, Workforce Investment Area Twelve, and the Community-Based Correctional Facility.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

MEASUREMENT FOCUS

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and liabilities and deferred inflows of resources associated with the operation of the County are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. 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 generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reports on the sources (i.e. revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationships between the government-wide statements and the fund financial statements.

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

BASIS OF ACCOUNTING

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

Revenues – Exchange and Non-Exchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the sources 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 31 days of year-end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, includes sales tax, property taxes, payments in lieu of taxes, grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the sale occurs. On an accrual basis, revenue from property taxes/revenue in lieu of taxes is recognized in the year for which the taxes are levied or would have been levied (see NOTE 7). Revenue from grants, entitlements, and donations are recognized in the year in which all eligibility requirements have been satisfied.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Eligibility requirements include timing requirements, which specify the year when resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

Payments in Lieu of Taxes

The County has entered into several Tax Increment Financing Agreements with developers. In order to encourage improvements, companies and home owners were granted a 100 percent, 30 year exemption from paying any property taxes on the new construction; however, payments in lieu of taxes are made to the County in an amount equal to the real property taxes that otherwise would have been due in that current year. Payments in lieu of taxes are collected through the real estate tax collection cycle. These payments are being used to finance public infrastructure improvements. Additional payments are made to Fairfield City School District, Lakota Local School District, and Ross Local School District since they are impacted by the exemption. A receivable for the amount of the payments estimated to be received in the next tax collection year has been recorded in the respective TIF funds with a corresponding credit to deferred inflows of resources – revenue in lieu of taxes. On a full accrual basis, the portion of collections relating to delinquencies will be reported as Payments in Lieu of Taxes revenue. While on the modified accrual basis, the revenue has been reported as deferred inflows – unavailable revenue.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the County, deferred outflows of resources include a deferred charge on refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statements of financial position report a separate section for 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 and revenue in lieu of taxes. Property taxes and revenue in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance fiscal year 2014 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the County unavailable revenue includes delinquent property taxes, delinquent payment in lieu of taxes, sales taxes, special assessments, due from other governments, charges for services, interest revenue, and other. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

Expenses/Expenditures

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

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and Cash Equivalents

Cash resources of the majority of individual funds are combined to form a pool of cash and investments, which is managed by the County Treasurer. Individual fund integrity is maintained through the County's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents".

During 2013, investments were limited to General Electric Capital Corp. commercial paper, certificates of deposit, a U.S. Treasury Note, Fifth Third Institutional Government Money Market Mutual Fund, Federal Farm Credit Bank Bonds, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bonds. Investments are reported at fair value, which is based on quoted market prices, with the exception of certificates of deposit, which are reported at cost. The fair value of the mutual funds is determined by the fund's December 31, 2013, share price. NOTE 6 provides a detailed disclosure regarding cash, cash equivalents and investments held by the County.

Interest earned on investments is distributed to the General Fund, except as stipulated by the Ohio Constitution or State statute. Interest revenue credited to the General Fund during 2013 amounted to \$254,941, which includes \$217,805 assigned from other County funds.

Statement of Cash Flows

Funds included within the Treasurer's cash management pool and investments in segregated accounts with original maturities of three months or less when purchased are considered to be cash equivalents.

Cash and Cash Equivalents in Segregated Accounts

The County has segregated bank accounts for monies held separate from the County's central bank account. These depository accounts are presented as "Cash and cash equivalents in segregated accounts".

Cash and Cash Equivalents with Fiscal Agents

The Southwest Ohio Council of Governments is currently holding deposits that belong to the County which are represented by "Cash and cash equivalents with fiscal agents" on the statement of net position- government wide and also found on the fund financial statements in the developmental disabilities major fund.

Inventories and Prepaid Items

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

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in first-out basis. The cost of inventory items is recorded as expenditures in the governmental fund types when consumed. Inventories of the enterprise funds are expensed when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items by using the consumption method.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interfund Transactions

On fund financial statements, receivables and payables arising between funds for goods provided or services rendered, are classified as “due from other funds/due to other funds”. Long-term interfund loans are classified as “advances to/from other funds” and are classified as non-spendable fund balance which indicates that they are not in spendable form even though it is a component of net current assets. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business type activities which are presented as internal balances.

Restricted Assets

Restricted equity in pooled cash and cash equivalents consist of Replacement and Improvement (R&I) Funds held by the Department of Water and Sewer that are restricted by bond covenants. The covenants state that transfers must be made into the R&I Funds monthly from the Water and Sewer operating funds until the time that the minimum cash balance of \$2,000,000 in the Water Fund and \$4,000,000 in the Sewer Fund is achieved. These dollars may be used to pay for replacements and improvements to assets in the Water and Sewer systems. In addition, water customer deposits are presented as Restricted Assets: Equity in pooled cash and cash equivalents.

Capital Assets

Capital assets, which include intangible assets (e.g. water rights, easements and internally generated software) property, plant equipment and infrastructure assets (e.g. roads, bridges and culverts), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets used by the enterprise funds are also reported in the respective funds. The County defines capital assets as assets with an initial individual cost of more than \$15,000 (amount not rounded) and an estimated useful life of one year or any asset with an estimated useful life in excess of ten or more years. Such assets are recorded at historical cost or estimated historical cost, if purchased or constructed.

Donated capital assets are recorded at estimated fair market value at the date of donation. For certain assets estimates were calculated by indexing estimated current costs back to the year of acquisition. The costs of normal maintenance and repairs that do not add to the value of the asset, or do not materially extend the useful life of the asset are not capitalized.

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

<u>Description</u>	<u>Useful Lives</u>
Land and Building Improvements	10 - 60 years
Furniture, Fixtures and Equipment	3 - 30 years
Vehicles	7 - 10 years
Water Right Contracts	20 years
Water and Sewer Mains	40 years

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Infrastructure assets under GASB Statement No. 34 do not need to be depreciated. The County has chosen to apply the modified approach for reporting infrastructure assets. All infrastructure items including roads, bridges, and culverts are reported. Under the modified approach, the County has developed an asset management system that:

1. Keeps an up-to-date inventory of eligible infrastructure assets,
2. Performs a conditional assessment of those eligible infrastructure assets at least every three years, using a consistent measurement scale and,
3. Estimates each year the annual amount to maintain and preserve those assets at the condition level established and disclosed by the government.

The County documents that the eligible infrastructure assets are being maintained at a level equal to or above the condition level established by the County. Condition appraisals are performed every three years for bridges, roads, and culverts in accordance with the Butler County capital asset policy.

When using the modified approach, expenditures to extend the life of infrastructure assets are charged to expense, while expenditures for additions and improvements to infrastructure assets are capitalized.

Capitalization of Interest

It is the County's policy to capitalize net interest on proprietary fund construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project and the interest earned from temporary investment of the debt proceeds. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset.

Compensated Absences

Vacation and compensatory benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate employees for the benefits through time off or some other means. Sick leave benefits are accrued as a liability based on the termination method. An accrual for sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the County's past experience of making termination payments.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent that 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. The non-current portion of the liability is not reported in governmental funds. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Accrued Liabilities and Long-term Obligations

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

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally due for payment during the current year. Bonds, loans, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when payment is due.

Fund Balance

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

Non-spendable- The non-spendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The non-spendable fund balances include long term loans receivable, prepaid items, materials and supplies inventory, interfund loans, and developmental disabilities trust.

Restricted- The restricted fund balance classification includes amounts that have constraints placed on the use of resources that are either externally imposed by creditors such as through debt covenants, grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions.

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

Assigned- The assigned fund balance classification is 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 amounts represent intended uses established by the County Commissioners or a County Official delegated that authority by resolution or by State Statute. In the general fund, assigned amounts represent 2014 appropriations exceeding estimated resources and encumbered amounts for outstanding obligations. State statute authorizes the fiscal officer to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

Unassigned- The unassigned fund balance classification is intended for the General Fund and includes all spendable amounts not contained in the other classifications. In non major governmental funds, the unassigned fund balance classification is used only to report a deficit fund balance.

The County applies restricted resources first when expenditures are incurred for the purpose 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 classification could be used.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net position

Net position represents the difference between all other elements in a statement of financial position. Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws or regulations of non major governments.

Net position restricted for other purposes primarily include funds for the operation of recording fees, tax assessment and collections; services provided by Butler County courts; law enforcement and other public safety services; animal licensing and control; and human services to support victim assistance programs.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available. The County's sewer and water enterprise funds have restricted net position relative to those resources necessary to comply with various covenants of bond financing agreements.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for wastewater treatment, water distribution, and self-insurance. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. Revenues and expenses that do not meet these criteria are considered non-operating revenues and expenses and are reported as such. All revenues of the department of Water and Sewer are used as security for revenue bonds issued.

Contributions of Capital

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

Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements. 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 or 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 or uses in governmental funds. Repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them are not presented on the financial statements.

Bond Premiums and Discounts

On the government-wide financial statements (and in the enterprise funds), bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line (bonds outstanding) method, which approximates the effective interest method. Bond premiums/discounts are presented as additions/reductions to the face amount of bonds payable. On the governmental fund financial statements, premiums and discounts are recognized in the period in which the debt is issued.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Estimates

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

Budgets

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.

Estimated Resources

The certificate of estimated resources may be amended during the year if the County Auditor identifies projected increases or decreases in revenue. 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 final amended certificate of estimated resources that was in effect at the time the final appropriations were passed by the County Commissioners.

Appropriations

The appropriation 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 appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the County Commissioners during the year including all supplemental appropriations.

BUDGETARY BASIS OF ACCOUNTING

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

The statement of revenues, expenditures, and changes in fund balance – budget and actual (budget basis) for the general and major special revenue funds are presented on the budget basis to provide a meaningful comparison of actual results with the budget.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The major differences between the budget basis and the GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than restricted, committed or assigned fund balance (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. Investments are reported at fair value (GAAP basis) rather than cost (budget basis).

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

	Net Change in Fund Balance			
	General	Developmental Disabilities	Job and Family Services/Children	
			Services	Mental Health
GAAP Basis	\$ 4,011,824	\$ 1,766,003	\$ (1,002,491)	\$ (394,185)
Revenue Accruals	2,435,777	619,479	1,040,365	429,708
Expenditure Accruals	(2,708,921)	(611,680)	(913,656)	(202,565)
Encumbrances	(1,984,931)	(965,338)	(426,029)	(151,424)
2012 Increase in Fair Value of Investments	509,947	-	-	-
2013 Increase in Fair Value of Investments	322,553	-	-	-
Advances	(519,956)	-	-	-
Budget Basis	<u>\$ 2,066,293</u>	<u>\$ 808,464</u>	<u>\$ (1,301,811)</u>	<u>\$ (318,466)</u>

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES

For 2013, the County implemented Governmental Accounting Standard Board (GASB) *Statement No. 61, "The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34."* This Statement modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity, and financial reporting entity display and disclosure requirements. The implementation of this statement did not result in any change in the County's financial statements.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 4 – FUND BALANCE

The fund balance for all governmental funds are 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. The constraints placed on the fund balance for the major governmental funds and non major governmental funds are presented below:

Fund Balances	General	Developmental Disabilities	Job and Family / Children Services	Mental Health	Non Major Governmental Funds	Total
Nonspendable						
Prepaid Items	\$ 594,255	\$ 899	\$ 65,050	\$ 768,841	\$ 284,388	\$ 1,713,433
Materials and Supplies	64,198	4,534	27,131	1,692	751,187	848,742
Loans Receivable	229,685	-	-	-	556,391	786,076
Interfund Loans	710,025	-	-	-	-	710,025
Developmental Disabilities Trust	-	-	-	-	755,683	755,683
Total Nonspendable	1,598,163	5,433	92,181	770,533	2,347,649	4,813,959
Restricted for						
Developmental Disabilities	-	32,576,317	-	-	-	32,576,317
Job and Family/Children Services	-	-	3,745,954	-	-	3,745,954
Mental Health	-	-	-	11,331,114	-	11,331,114
Elderly Services	-	-	-	-	12,324,221	12,324,221
Motor Vehicle	-	-	-	-	10,983,631	10,983,631
All Other Public Works	-	-	-	-	11,630,307	11,630,307
Residential Incentive Districts and Tax Incemental Financings	-	-	-	-	6,557,885	6,557,885
Other Purposes	-	-	-	-	18,910,122	18,910,122
Total Restricted	-	32,576,317	3,745,954	11,331,114	60,406,166	108,059,551
Committed						
Other Purposes	4,575	-	-	-	-	4,575
Assigned						
Purchases on Order	1,984,931	-	-	-	-	1,984,931
Future Appropriations	650,113	-	-	-	-	650,113
Total Assigned	2,635,044	-	-	-	-	2,635,044
Unassigned (Deficit)	12,494,511	-	-	-	(16,731,031)	(4,236,520)
Total Fund Balance	\$ 16,732,293	\$ 32,581,750	\$ 3,838,135	\$ 12,101,647	\$ 46,022,784	\$ 111,276,609

NOTE 5– ACCOUNTABILITY

At year-end, All Other Human Services, Technology, Other Capital Improvements, Road Improvements, and the Buildings Construction and Renovation non-major capital projects funds had deficit fund balances of \$17,386, \$2,107,389, \$98,171, \$2,989,372 and \$11,518,713, respectfully. The Workers' Compensation fund had negative net position of \$378,033.

The deficit in the All Other Human Services funds arise from cash advances from the general fund in anticipation of receivables. This deficit will be alleviated when the revenues are received and the advances are repaid back to the general fund.

The deficits in the Technology, Other Capital Improvements, Road Improvements, and Buildings Construction and Renovation funds arise from the issuance of short-term bond anticipation notes, which are used to finance the projects until bonds are issued. These deficits will be alleviated when the bonds are issued or when the notes are paid.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 5– ACCOUNTABILITY (Continued)

The Workers' Compensation deficit was due to a reduction in revenue in 2011. The County chose to change billing methodologies for workers compensation from an annual billing to bi-weekly billing which caused three months of revenues to be collected from the County funds instead of twelve. Beginning in 2012, the revenue collection returned to a twelve month collection cycle which will reduce the net position deficit. Management will continue to monitor this fund and adjust rates as needed.

NOTE 6– DEPOSITS AND INVESTMENTS

CASH

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

Monies held by the County, which are not considered as active, are classified as inactive. Inactive monies 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 notes, bills, bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States; or any book entry zero-coupon United States treasury security that is a direct obligation of the United States;
2. Bonds, notes, debentures, or any other 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. Time certificates of deposit or savings or deposit accounts, including but not limited to, passbook accounts;
4. Bonds and other obligations of the State of Ohio or its political subdivisions;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations;
6. The State Treasurer's investment pool (STAROhio);
7. 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;
8. Not more than twenty-five percent of the County's average portfolio is in one 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, provided the notes are rated at the time of purchase in the highest classification established by two nationally recognized standard rating services, mature within two hundred seventy days after purchase, and the aggregate value does not exceed ten percent of the aggregate value of the outstanding commercial paper of the issuing corporation;
 - b. Bankers acceptances of banks that are insured by the federal deposit insurance corporation, provided the obligations are eligible for purchase by the federal reserve system and mature within one hundred eighty days after purchase;

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 6– DEPOSITS AND INVESTMENTS (continued)

9. Up to fifteen percent of the County's total average portfolio is in notes issued by corporations that are incorporated under the laws of the United States and that are operating within the United States, or by depository institutions that are doing business under authority granted by the United States or any state and that are operating within the United States, provided 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 mature within two years from the date of purchase;
10. 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
11. A portion 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.

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.

INVESTMENTS

As of December 31, 2013, the County had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less Than 1	1 - 2	3 - 4
Fifth Third Institutional Gov Money Market Fund	\$ 191,923	\$ 191,923	\$ -	\$ -
U.S. Treasury Note	2,001,640	2,001,640	-	-
Federal Farm Credit Bank Bonds	41,546,860	13,546,475	26,514,295	1,486,090
Federal Home Loan Bank Bonds	13,987,316	-	11,033,786	2,953,530
Federal Home Loan Mortgage Corporation Bonds	31,995,943	-	24,135,505	7,860,438
Federal National Mortgage Association Bonds	51,195,097	3,041,162	25,452,685	22,701,250
General Electric Capital Corp	5,496,100	5,496,100	-	-
Total Investments	\$ 146,414,879	\$ 24,277,300	\$ 87,136,271	\$ 35,001,308

Interest rate risk arises because fixed-income securities will increase or decrease in market value as interest rates fluctuate during the life of such securities. If held to maturity, fixed income securities, owned by Butler County, will pay the face value (par value). The investment policy restricts the 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 they are matched to a specific future obligation of the County, and approved by the Investment Advisory Committee.

Credit risk refers to the risk of default of principal or interest. Investment assets currently owned by Butler County consist of General Electric Capital Corp. commercial paper, the Fifth Third Institutional Government Money Market Mutual Fund, Federal Farm Credit Bank Bonds, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Bonds and Federal National Mortgage Association Bonds. All issues are currently rated Aa1 by Moody's. The County's policy limits investments to those authorized by the State statute.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 6– DEPOSITS AND INVESTMENTS (continued)

The following table indicates the percentage of each investment compared to the County's total portfolio.

Money Market Mutual Fund	\$ 191,923	N/A
U.S. Treasury Note	2,001,640	1.37%
General Electric Captial Corp	5,496,100	3.75%
Federal Farm Credit Banks Bonds	41,546,860	28.38%
Federal Home Loan Banks Bonds	13,987,316	9.55%
Federal Home Loan Mortgage Corporation Bonds	31,995,943	21.85%
Federal National Mortgage Association Bonds	51,195,097	34.97%

NOTE 7– PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in The County. Property tax revenue received during 2013 for real and public utility property taxes represents collections of 2012 taxes.

2013 real property taxes are levied after October 1, 2013, on the assessed value as of January 1, 2013, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2013 real property taxes are collected in and intended to finance 2014.

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

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2013 public utility property taxes which became a lien December 31, 2012, are levied after October 1, 2013, and are collected in 2014 with real property taxes.

The full tax rate for all County operations for the year ended December 31, 2013, was \$9.72 per \$1,000 of assessed value. The assessed values of real property and public utility tangible property upon which 2013 property tax receipts were based are as follows:

Category	Assessed Value
Real Property	\$ 7,034,379,450
Public Utility Personal Property	424,274,100
Total	<u>\$ 7,458,653,550</u>

Ohio law prohibits taxation of property by all overlapping taxing authorities in excess of 10 mills per dollar of assessed value without a vote of the people. Presently, the County levies 1.92 mills of this 10-mill limit. In addition to the 1.92 mills, voted levies in the amount of 7.80 mills have been approved for the Developmental Disabilities Board, Mental Health Board, Children Services Agency, and Senior Citizens Services. A summary of voted levies follows:

Purpose	Voter Levy Date	Authorized Rate	Rate Levied for		Final Levy Year
			Current Year R/A	C/I	
Developmental Disabilities Board	2004	1.00	0.97	1.00	Continuing
Developmental Disabilities Board	2000	2.00	1.65	2.00	Continuing
Mental Health Board	1985	0.50	0.24	0.32	2014
Mental Health Board	2006	1.00	1.00	1.00	2015
Children Services Agency	2008	2.00	2.00	2.00	2017
Senior Citizens	2005	1.30	1.30	1.30	2014
Total		<u>7.80</u>	<u>7.16</u>	<u>7.62</u>	

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 7– PROPERTY TAXES (continued)

Ohio law provides for a reduction in the rates of voted levies to offset increased values resulting from a reappraisal of real property. Reduction factors are applied to authorized voted levies so that each levy yields the same amount of property taxes on carry-over property as in the year in which the levy was approved.

Increases to voted levy revenues are restricted to assessments for new construction. The reduction factors are computed annually and applied separately for (R/A) residential/agricultural property and (C/I) commercial/industrial property.

The County Treasurer collects property taxes on behalf of all taxing districts in the County. The County Auditor periodically remits to the taxing districts their portions of the taxes collected. The collections 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. Property taxes receivable represents real, public utility taxes, and outstanding delinquencies which were measurable as of December 31, 2013, and for which there is an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2013 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

NOTE 8– PERMISSIVE SALES TAX

Vendor collections of the permissive sales tax are paid to the State Treasurer by the twenty-third day of the month following collection. The State Tax Commissioner certifies to the Office of Budget Management the amount of the tax to be returned to the County. The Tax Commissioner's certification must be made within forty-five days after the end of each month. The Tax Commissioner shall then, on or before the twentieth day of the month in which certification is made, provide for payment to the County.

In 2013, \$34,813,101 of permissive sales tax revenue was recognized in the General Fund. The County's total sales tax rate was three-quarters of one percent (.75%).

NOTE 9– RECEIVABLES

Receivables at December 31, 2013, consisted of taxes, accounts including unpaid utilities, payments in lieu of taxes, intergovernmental receivables arising from grants, entitlements, and shared revenues, accrued interest, special assessments, loans, and interfund receivables. Loans receivable represent General Fund advances to agency funds and low-interest loans for development projects and home improvements granted to eligible County residents and businesses under the Federal Community Development Block Grant Program. The Block Grant loans bear interest at annual rates between two and five percent. These loans are to be repaid over periods ranging from two to five years. The payments in lieu of taxes amount relates to dollars collected through real estate taxes that are marked for capital improvements in Butler County and tax incremental financing agreements. All receivables are considered collectible in full, including water and sewer accounts receivable, which, if delinquent, may be certified and collected as a special assessment, subject to foreclosure for nonpayment. Delinquent special assessments at December 31, 2013 totaled \$288,891. The following are receivables expected to be collected in more than one year: Special Assessments \$8,247,481 and Loans Receivable \$561,987.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 9– RECEIVABLES (continued)

A summary of intergovernmental receivables follows:

<u>Governmental Activities:</u>	<u>Amount</u>
Public Assistance	\$ 5,525,940
Property Tax Rollbacks	3,938,244
Motor Vehicle License Tax	3,347,278
Casino Tax	2,209,038
Undivided Local Government	1,509,356
Cover Over/Under Incentives (FFP)	1,424,438
Boarding of Prisoners	1,312,573
IV-E Administration and Training	1,158,119
Gasoline Tax	1,143,389
State Subsidy	943,370
Foster Care Maintenance	934,367
Workforce Development Allocation	866,847
Community Development Block Grant	790,494
Title XIX	753,745
Reclaim Ohio Youth Services	749,480
Community Corrections 403 Grant	740,644
BCDD Operating Subsidy SOI	648,992
Return of TIF Revenue from TID	617,016
Prison Diversion	611,548
Policing Services	479,785
State Child Protective Allocation	476,674
All Other	459,339
HOME Grant	447,839
Local Public Agencies (LPA) Grant	430,416
Medicaid/Medicare	412,213
Shelter Plus Care	366,772
Election Expenses	335,479
State Per Capita Treatment	332,036
Twelfth District Court of Appeals	330,000
Federal Per Capita Treatment	320,457
Indigent Attorney Reimbursement	317,481
Neighborhood Stabilization	294,304
Title XX	205,625
Probation Improvement and Incentive Grant	164,500
SCAAP Grant	145,566
Women's Federal	110,592
Block Base Grant	109,814
Ohio Public Works Commission	101,241
Jail Diversion	77,686
Total Governmental Activities	<u>\$ 35,142,697</u>
<u>Enterprise Activities</u>	<u>Amount</u>
Ohio Public Works Commission	\$ 79,426
<u>Agency Activities</u>	<u>Amount</u>
Local Government	\$ 8,381,512
Motor Vehicle License Tax	949,854
Gasoline Tax	876,852
Permissive Tax	135,800
All Other	737
Total Agency Activities	<u>\$ 10,344,755</u>

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 10- CAPITAL ASSETS

Primary government capital asset activity for the year ended December 31, 2013, was as follows:

	Balance At 12/31/2012	Additions	Deletions	Balance At 12/31/2013
Governmental Activities				
Capital Assets Not Being Depreciated:				
Land and Easements	\$ 17,402,689	\$ 94,514	\$ -	\$ 17,497,203
Infrastructure:				
Roads	165,275,631	1,921,672	-	167,197,303
Bridges	60,107,335	166,901	-	60,274,236
Culverts	8,700,879	3,630	-	8,704,509
Construction in Progress	6,119,211	4,475,311	(1,491,979)	9,102,543
Total Capital Assets, Not Being Depreciated	257,605,745	6,662,028	(1,491,979)	262,775,794
Depreciable Capital Assets:				
Land Improvements	10,521,120	-	-	10,521,120
Buildings and Improvements	127,744,540	840,241	(35,258)	128,549,523
Furniture, Fixtures and Equipment	77,445,163	1,130,276	(128,903)	78,446,536
Vehicles	7,755,361	580,890	(67,309)	8,268,942
Total Depreciable Capital Assets	223,466,184	2,551,407	(231,470)	225,786,121
Total Capital Assets At Historical Cost	481,071,929	9,213,435	(1,723,449)	488,561,915
Less Accumulated Depreciation:				
Land Improvements	(2,769,827)	(297,918)	-	(3,067,745)
Buildings and Improvements	(52,347,379)	(3,918,928)	35,258	(56,231,049)
Furniture, Fixtures and Equipment	(33,098,490)	(3,562,222)	128,903	(36,531,809)
Vehicles	(5,025,011)	(589,478)	67,309	(5,547,180)
Total Accumulated Depreciation	(93,240,707)	(8,368,546)	231,470	(101,377,783)
Total Depreciable Capital Assets, Net	130,225,477	(5,817,139)	-	124,408,338
Total Governmental Activities Capital Assets, Net	\$ 387,831,222	\$ 844,889	\$ (1,491,979)	\$ 387,184,132

Depreciation expense was charged to governmental functions as follows:

<u>General Government:</u>	
Legislative and Executive	\$ 2,208,893
Judicial	414,745
Public Safety	3,869,367
Public Works	915,595
Health	725,540
Human Services	234,406
Total Depreciation Expense	<u>\$ 8,368,546</u>

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 10– CAPITAL ASSETS (continued)

Business Type capital asset activity for the year ended December 31, 2013, was as follows:

	Balance At			Balance
	12/31/2012	Additions	Deletions	12/31/2013
Business Type Activities				
Capital Assets Not Being Depreciated				
Land	\$ 1,544,056	\$ -	\$ -	\$ 1,544,056
Construction in Progress	37,797,166	16,858,468	(3,839,594)	50,816,040
Total Capital Assets Not Being Depreciated	39,341,222	16,858,468	(3,839,594)	52,360,096
Depreciable Capital Assets:				
Land Improvements	2,894,752	-	-	2,894,752
Building and Improvements	78,696,166	-	-	78,696,166
Furniture, Fixtures and Equipment	78,514,204	1,432,715	-	79,946,919
Vehicles	1,353,623	-	-	1,353,623
Water Rights	38,896,324	-	-	38,896,324
Water and Sewer Main	315,855,237	4,751,075	(703,956)	319,902,356
Total Depreciable Capital Assets	516,210,306	6,183,790	(703,956)	521,690,140
Total Capital Assets At Historical Cost	555,551,528	23,042,258	(4,543,550)	574,050,236
Less Accumulated Depreciation for:				
Land Improvements	(1,579,097)	(140,147)	-	(1,719,244)
Building and Improvements	(31,630,758)	(2,341,447)	-	(33,972,205)
Furniture, Fixtures and Equipment	(51,531,750)	(3,989,754)	-	(55,521,504)
Vehicles	(1,120,343)	(79,839)	-	(1,200,182)
Water Rights	(18,695,548)	(1,955,568)	-	(20,651,116)
Water and Sewer Main	(123,894,907)	(7,931,693)	316,779	(131,509,821)
Total Accumulated Depreciation	(228,452,403)	(16,438,448)	316,779	(244,574,072)
Total Depreciable Capital Assets, Net	287,757,903	(10,254,658)	(387,177)	277,116,068
Total Business Activities Capital Assets, Net	\$ 327,099,125	\$ 6,603,810	\$ (4,226,771)	\$ 329,476,164

Additions to business-type capital assets being depreciated include \$2,368,719 in assets donated by property developers.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 11– RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; damage to, theft of, or destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2013 the County contracted with County Risk Sharing Authority Inc. (CORSA) (a risk-sharing pool - see NOTE 21) for liability, property, and crime damage. Coverage provided by the pool is as follows:

<u>Category</u>	<u>Amount (Each Occurrence)</u>
Property Coverage:	
Flood	\$ 100,000,000
Earthquake	100,000,000
Liability Coverage:	
Automobile Liability	6,000,000
Uninsured Motorist	250,000
General Liability	6,000,000
Stop Gap Liability	1,000,000
Law Enforcement Liability	6,000,000
Errors and Omissions Liability	6,000,000
Medical Professional Liability	6,000,000
Crime:	
Employee Dishonesty/Faithful Performance	1,000,000
Money and Securities (Inside)	1,000,000
Money and Securities (Outside)	1,000,000
Money Orders and Counterfeit Currency	1,000,000
Depositor's Forgery	1,000,000
Boiler and Machinery	100,000,000
Business Interruption	1,000,000
Deductible:	
General, Law Enforcement and Public Officials	25,000
Property Damage loss/claim and/or occurrence	5,000

Settled claims have not exceeded coverage in any of the last three years. The County had no decrease in coverage in 2013.

The County has workers' compensation coverage for all employees, which are accounted for in a self-insurance internal service fund. The claims liability reported in the workers' compensation internal service fund at December 31, 2013, is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. The County maintains a retrospective rating plan for workers' compensation insurance.

The historical changes in claims payable (based on 12/31/13 maximum premium) during years December 31, 2012 and 2013 are as follows:

	<u>Beginning Balance</u>	<u>Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
2012	\$ 3,035,313	\$ 429,612	\$ 686,868	\$ 2,778,057
2013	2,778,057	418,912	532,602	2,664,367

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 12- LEASES

Operating Leases

The County leases equipment and buildings for County services under non-cancelable operating leases. The total costs in 2013 were \$444,868 in the governmental funds. The future minimum lease payments for these leases are as follows:

Year	Amount
2014	\$ 768,878
2015	550,869
2016	487,449
2017	494,106
2018	363,005
2019 - 2023	476,052
2024 - 2025	31,500
	<u>\$ 3,171,859</u>

Capital Leases

In prior years, the County has entered into capital leases to finance various County purchases. Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements for the governmental funds as well as Enterprise funds. These expenditures are reported as program expenditures or principal and interest in the budgetary statements.

General capital assets consisting of vehicles, software and equipment have been capitalized in the amount of \$6,633,653 in the governmental funds and \$14,906 in the enterprise funds. Governmental funds acquired capital leases in 2013 for copiers that have been capitalized in the amount of \$3,072. This amount represents the present value of the minimum lease payments at the time of acquisition. Principal payments in 2013 totaled \$20,568 in the governmental funds and \$2,084 in enterprise funds.

Capital Assets	Net Book Value	
	Governmental Funds	Enterprise Funds
Furniture, Fixtures, and Equipment	\$ 4,742,813	\$ 14,906
Vehicles	1,890,840	-
Less: Accumulated depreciation	(4,422,580)	(5,962)
Total Net Book Value	<u>\$ 2,211,073</u>	<u>\$ 8,944</u>

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2013:

Year	Governmental	Business Type
2014	\$ 23,236	\$ 3,230
2015	21,511	2,981
2016	10,219	2,981
2017	1,557	248
2018	385	-
Total	<u>56,908</u>	<u>9,440</u>
Less Interest	(3,878)	(1,049)
Total Present Value Lease Payments	<u>\$ 53,030</u>	<u>\$ 8,391</u>

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 13– DEFINED BENEFIT PENSION PLANS

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Plan Description – The County participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 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 Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, 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 Pension 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. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by writing to OPERS, 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 law enforcement and public safety 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 state and local divisions. The Ohio Revised Code authorizes OPERS to calculate member contribution rates for public safety employees and limits the law enforcement rate to the public safety rate plus additional percentages not to exceed two percent. For the year ended December 31, 2013, members in state and local divisions contributed 12 percent of covered payroll while public safety and law enforcement members contributed 12 percent and 12.6 percent, respectively. Effective January 1, 2014, the member contribution rates for public safety and law enforcement increased to 12 percent and 13 percent, respectively. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan. For 2013, member and employer contribution rates were consistent across all three plans.

The County's 2013 contribution rate was 14.0 percent, except for those plan members in law enforcement or public safety, for whom the County's contribution was 18.10 percent of covered payroll. The portion of employer contributions used to fund pension benefits is net of post-employment health care benefits. For 2013, the portion of employer contribution allocated to health care was 1.00 percent for members in the Traditional Plan and the Combined Plan. Effective January 1, 2014, the portion of employer contributions allocated to health care increased to 2 percent. Employer contribution rates are actuarially determined.

The County's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2013, 2012, and 2011 were \$8,821,095, \$10,537,525, and \$12,391,971, respectively. For 2013, 92.29 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011. Contributions to the Member-Directed Plan for 2013 were \$289,233 made by the County and \$206,596 made by plan members.

STATE TEACHERS RETIREMENT SYSTEM OF OHIO (STRS OHIO)

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

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 13 – DEFINED BENEFIT PENSION PLANS (continued)

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy – Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The statutory maximum employee contribution rate will be increased one percent each year beginning July 1, 2013, until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2013, plan members were required to contribute 10 percent of their annual covered salary. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

The County's required contributions for pension obligations to STRS Ohio for the fiscal years ended December 31, 2013, 2012, and 2011 were \$386,159, \$513,505, and \$133,140, respectively; 99 percent has been contributed for year 2013 with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011. Contributions were not made to the DC and Combined plans for 2013.

NOTE 14 – POST-EMPLOYMENT BENEFITS

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Plan Description – Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension 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 post-employment health care plan for qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage. The plan includes a medical plan, a prescription drug program and Medicare Part B premium reimbursement.

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 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.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 14 – POST-EMPLOYMENT BENEFITS (continued)

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 OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

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

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, state and local employers contributed at a rate of 14.0 percent of covered payroll, and public safety and law enforcement employers contributed at 18.10 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 of post-employment health care benefits. For 2013, the portion of employer contributions allocated to health care for members in the Traditional Plan and the Combined Plan was 1.0 percent. Effective January 1, 2014, the portion of employer contributions allocated to healthcare was raised to 2 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 their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment health care plan.

The County's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2013, 2012, and 2011 were \$3,766,356, \$4,499,905, and \$4,447,692, respectively. For 2013, 92.29 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

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

STATE TEACHERS RETIREMENT SYSTEM OF OHIO (STRS OHIO)

Plan Description – The County contributes to the cost-sharing multiple-employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Ohio law authorizes STRS to offer this plan.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 14 – POST-EMPLOYMENT BENEFITS (continued)

Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions.

For the fiscal year ending June 30, 2013, STRS Ohio allocated employer contributions equal to one percent of covered payroll to the Health Care Stabilization Fund. The County's contributions for health care for the years ended December 31, 2013, 2012, and 2011 were \$4,715, \$7,890, and \$9,604, respectively; 99 percent has been contributed for 2013 with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

NOTE 15– OTHER EMPLOYEE BENEFITS

COMPENSATED ABSENCES

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has at least one year of service with the County. Unused vacation time may be accumulated, with the approval of the appointing authority, to a maximum of three one-year accruals. All accumulated, unused compensatory time is paid upon separation. Accumulated, unused sick leave is paid at varying rates depending on length of service to employees who retire.

HEALTH CARE BENEFITS

The County has elected to provide employee medical/surgical benefits through the County Employee Benefits Consortium of Ohio, Inc. (CEBCO). Dental insurance is provided to all employees as a function of the health care plan through Dental Care Plus. Butler County Developmental Disabilities has chosen to provide employee medical/surgical benefits along with dental insurance through the Butler Health Plan (BHP).

During 2013, the County participated with the CEBCO (an insurance purchasing pool – see NOTE 21). CEBCO charges a fixed premium per month per enrolled employee. The premiums, along with an administrative charge, are paid into the Health Insurance internal service fund by the participating County funds and, in turn, the premiums are paid to CEBCO. Premiums charged by CEBCO are based upon the County's claims experience. In addition, Developmental Disabilities participated with the Butler County Health Plan (BHP) (an insurance purchasing pool – see NOTE 21). BHP charges a fixed premium per month per enrolled employee along with an administrative charge paid directly from the Developmental Disabilities fund.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 16 – PRIOR YEAR DEFEASANCE OF BONDS

In prior years, the County has defeased various bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust assets and the liability for the defeased bonds are not included in the County's financial statements. As of December 31, 2013, the bonds listed were unmatured and unpaid.

Refunded Bond Issues	Original Issue	Unmatured and Unpaid at 12/31/13
Fairfield Liberty Sewer District Number 2		
Dated April 1, 1968	\$ 525,000	\$ 15,000
Water Revenue		
Dated April 1, 1996	14,075,000	8,145,000
Sewer		
Dated June 1, 1996	16,645,000	7,745,000
Sewer		
Dated October 1, 1997	1,485,000	685,000
Sales Tax Revenue Bonds		
Dated 1997	23,810,000	11,590,000
Government Services Center		
Dated 1997	7,375,000	3,570,000
Sewer		
Dated June 1, 1998	5,490,000	4,085,000
Sewer		
Dated March 1, 1999	12,790,000	11,230,000
Mulhauser Road		
Dated October 1, 2000	6,860,000	2,560,000
Lakota Drive		
Dated October 1, 2000	395,000	165,000
Union Centre Phase 2		
Dated October 1, 2000	1,045,000	490,000
Water Judgement Bonds		
Dated July 23, 2002	35,030,000	26,885,000
Adult Detention Facility		
Dated October 1, 2002	29,875,000	18,086,250
Fiber Optic Ring		
Dated October 1, 2002	2,745,000	1,788,750

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17- LONG-TERM OBLIGATIONS

A schedule of changes in bonds and other long-term obligations of the governmental activities of the County during 2013 were as follows:

Debt Issue	Balance as of 12/31/12	Increases	Decreases	Balance as of 12/31/13	Due Within One Year
General Obligation Bonds					
2002 1.43-5.25% \$2,745,000					
Fiber Optic Ring	\$ 675,000	\$ -	\$ 675,000	\$ -	\$ -
Premium on Debt Issued	52,150	-	52,150	-	-
2004 2.00-4.75% \$19,255,000					
Various Purpose	10,540,000	-	1,230,000	9,310,000	1,280,000
Premium on Debt Issued	165,512	-	23,186	142,326	-
2006 3.75-5.00% \$17,500,000					
Various Purpose	12,255,000	-	1,015,000	11,240,000	1,060,000
Premium on Debt Issued	400,283	-	28,591	371,692	-
2007 4.00-5.25% \$12,305,000					
Various Purpose	11,975,000	-	25,000	11,950,000	30,000
Premium on Debt Issued	389,315	-	48,665	340,650	-
2009 2.38-6.50% \$1,935,000					
By-Pass 4	1,905,000	-	45,000	1,860,000	80,000
Premium on Debt Issued	28,742	-	1,691	27,051	-
2010 2.00-5.00% \$1,870,000					
Airport Improvement	1,790,000	-	50,000	1,740,000	75,000
Discount on Debt Issued	(19,837)	-	(1,167)	(18,670)	-
2010 2.00-4.25% \$9,540,000					
Various Purpose	9,135,000	-	210,000	8,925,000	220,000
Premium on Debt Issued	16,089	-	894	15,195	-
Discount on Debt Issued	(24,951)	-	(1,386)	(23,565)	-
2010 2.25-5.00% \$7,200,000					
Various Purpose	7,200,000	-	-	7,200,000	-
Premium on Debt Issued	517,121	-	73,874	443,247	-
2012 1.00-5.00% \$7,100,000					
Adult Detention Facility	7,100,000	-	1,445,000	5,655,000	1,465,000
Premium on Debt Issued	799,613	-	79,961	719,652	-
Total General Obligation Bonds	<u>\$ 64,899,037</u>	<u>\$ -</u>	<u>\$ 5,001,459</u>	<u>\$ 59,897,578</u>	<u>\$ 4,210,000</u>

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

Debt Issue	Balance as of 12/31/12	Increases	Decreases	Balance as of 12/31/13	Due Within One Year
Sales Tax Bonds					
2005 3.00-5.00% \$29,365,000					
Government Service Center	\$ 9,160,000	\$ -	\$ 2,124,971	\$ 7,035,029	\$ 2,235,000
Premium on Debt Issued	492,942	-	123,236	369,706	-
Total Sales Tax Bonds	9,652,942	-	2,248,207	7,404,735	2,235,000
Special Assessment Bonds					
2005 4.125% \$1,144,000					
Venice Gardens Sewer	1,051,330	-	15,510	1,035,820	16,150
2007 4.00-5.00% \$4,790,000					
Various Purpose	3,680,000	-	520,000	3,160,000	540,000
2008 3.00-5.50% \$3,315,000					
Various Purpose	2,890,000	-	130,000	2,760,000	135,000
Premium on Debt Issued	66,996	-	4,187	62,809	-
2012 1.00-4.00% \$1,785,000					
2001 Union Ctr I and III	1,640,000	-	165,000	1,475,000	165,000
Premium on Debt Issued	90,375	-	10,041	80,334	-
Total Special Assessment Bonds	9,418,701	-	844,738	8,573,963	856,150
Long-Term Loans					
1995 2.00% \$1,811,520					
OPWC Mulhauser Rd.	243,184	-	95,988	147,196	97,750
2005 0.00% \$789,748					
OPWC Cincinnati Dayton Rd.	473,848	-	39,487	434,361	39,487
2007 4.00-4.50% \$661,420					
Mulhauser and Allen Rd.	132,284	-	132,284	-	-
2009 0.00% \$329,549					
OPWC Tylersville Rd.	271,879	-	16,477	255,402	16,477
2009 0.00% \$157,188					
OPWC Hamilton Eaton Slip	137,540	-	7,859	129,681	7,859
2010 0.00% \$305,000					
OPWC Reily Millville Slip Phase I	274,500	-	15,250	259,250	15,250
2010 0.00% \$416,498					
OPWC Reily Millville Slip Phase II	402,615	-	27,767	374,848	27,767
2011 0.00% \$348,950					
OPWC Trenton and Busenbark Rd.	340,226	-	17,448	322,778	17,448
Total Long-Term Loans	\$ 2,276,076	\$ -	\$ 352,560	\$ 1,923,516	\$ 222,038

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

Debt Issue	Balance as of 12/31/12	Increases	Decreases	Balance as of 12/31/13	Due Within One Year
Other Long-Term Obligations					
Capital Leases	\$ 70,526	\$ 3,072	\$ 20,568	\$ 53,030	\$ 21,120
Claims Payable	2,778,057	418,912	532,602	2,664,367	661,807
Compensated Absences Payable	7,584,853	4,709,549	5,002,457	7,291,945	2,541,769
Total Other Long-Term Obligations	<u>10,433,436</u>	<u>5,131,533</u>	<u>5,555,627</u>	<u>10,009,342</u>	<u>3,224,696</u>
Total Governmental Activities	<u>\$ 96,680,192</u>	<u>\$ 5,131,533</u>	<u>\$ 14,002,591</u>	<u>\$ 87,809,134</u>	<u>\$ 10,747,884</u>

GENERAL OBLIGATION BONDS

All governmental activities general obligation bonded debt are general obligations supported by the full faith and credit of the County. All unvoted general obligation bonds will be retired from the General Fund using unvoted general property tax revenues.

In October 2002, the County issued \$32,620,000 in general obligation bonds to bond notes issued for the construction of the Adult Detention Facility and the Fiber Optic Ring. The bonds were issued for a twenty-year period, with final maturity in December 2022. In April 2007, the County issued \$12,305,000 in bonds to partially refund the 2002 bonds. In June 2012, the county issued \$13,095,000 in general obligation bonds, \$7,100,000 of these general obligation bonds were for the purpose of advance refunding \$7,385,000, the remaining portion of the 2002 general obligation bonds attributable to the Adult Detention Facility. The bonds were issued for an eleven-year period, with the final maturity in December 2022. The non-refunded portion of the 2002 bonds attributable to the Fiber Optic Ring were paid off early in December 2013.

In September 2004, the County issued a \$19,255,000 general obligation bond for the purpose of advance refunding \$8,225,000 of existing bonds and to bond \$10,415,000 of short-term bond anticipation notes. The bonds were issued for a twenty-year period, with final maturity in December 2024. The \$10,350,000 in new bond proceeds along with existing Butler County funds were used to pay bond anticipation notes that included the Voice of America TIF, Road Improvement TID series A and the Voice of America Sewer TIF. The \$8,905,000 portion of the bond proceeds were used to advance refund the 1996 General obligations issue, 1996 Union Center Special Assessment, 1994 Wetherington Infrastructure Special Assessment, 1992 Cox Road Special Assessment, 1992 Beacon Pt. Sewer Special Assessment and the 1992 Greencrest Sewer Special Assessment.

In 2007 the County pledged the Voice of America net TIF revenues (collections less debt service and school district payments) as a primary source to the Transportation Improvement District (TID) to assist in paying for the 2007 Butler County Transportation Improvement District Highway Improvement Bonds. The County has pledged one-quarter of its Non-Tax Revenues of the General Fund as a secondary or back-up pledge. The TID Bonds have three pledged receipts for payment, which include Butler County along with pledges from Liberty Township and West Chester Township. Neither the Faith and Credit nor the Taxing Power of the District, the County or the State of Ohio or any of its political subdivisions is pledged for the payment of the TID bonds.

In September 2006, the County issued a \$17,500,000 various purpose general obligation bond for the purpose of bonding short-term bond anticipation notes for various construction projects. These projects included building expansions or renovations for Children Services, the Juvenile Detention Center, County Administration Building, Middletown Mall roof, a grand jury room and the building located at 301 South Third Street. Other projects bonded in this issue included the Symmes Road Extension, various computer hardware/software, and construction of the Metro Parks lodge and lake facility at the old Voice of America property. The bonds were issued for a twenty-year period, with the final maturity in December 2026.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

In April 2007, the County issued \$12,305,000 in various purpose general obligation bonds for the purpose of advance refunding \$10,820,000 of the 2002 Adult Detention Facility bonds and \$995,000 of the 2002 Fiber Optic Bonds. The bonds were issued for a fourteen-year period, with final maturity in December 2020.

In November 2009, the County issued \$1,935,000 in general obligation bonds for the purpose of assisting the Transportation Improvement District in widening the State Route 4 Bypass. The bonds were issued for a twenty-year period, with a final maturity in December 2029.

In August 2010, the County issued \$1,870,000 in general obligation bonds for the construction and improvement of the Butler County Regional Airport. The bonds were issued for a twenty-year period, with a final maturity in December 2029.

In August 2010, the County issued \$9,540,000 in general obligation bonds to bond short-term bond anticipation notes. The \$9,540,000 in new bond proceeds along with existing Butler County funds were used to pay the bond anticipation notes that included the Yankee Road TIF Improvement, Cincinnati-Dayton Road TIF Improvement and the Cincinnati-Dayton Road Widening. The bonds were issued for a twenty five-year period, with a maturity in December 2034.

In September 2010, the County issued \$7,200,000 in general obligation bonds for the purpose of current refunding of the 2005 Sales Tax Bonds. The County used \$190,174 in trust accounts to assist in the refunding. The bonds were issued for a ten-year period, with a final maturity in December 2019.

In June 2012, the County issued \$13,095,000 in general obligation bonds for the purpose of advance refunding \$7,100,000, the remaining portion of the 2002 general obligation bonds, as well as current refunding \$1,785,000 of special assessment bonds issued in 2001, and advance refunding \$4,210,000 of water judgment bonds issued in 2002. The 2002 refunded portion of the general obligation bonds were issued for an eleven-year period, with the final maturity in December 2022.

SALES TAX BONDS

The sales tax bonds are payable solely through sales tax revenues generated by the County's three-quarters of one percent (.75%) permanent permissive sales tax. These bonds were issued to construct the County's Government Services Center. The County is under no obligation to have such sales tax revenues directly paid to the bond trustees as long as the County finances all principal and interest payments due on the bonds sixty days prior to their payment date. Therefore, all payments made on the sales tax bonds are to be paid using sales tax revenue.

In June 2005, the County issued a \$29,365,000 sales tax bonds for the purpose of advance refunding \$31,185,000 of existing bonds issued to construct the Government Services Center Building. The bonds were issued for a twelve-year period, with final maturity in December 2016.

In September 2010, the County issued a partial refunding of \$7,200,000 general obligation bonds for the \$22,795,000 of existing bonds outstanding from the 2005 issue.

The total interest and principal remaining on the bonds is \$7,749,529 payable through 2016. For the current year, principal and interest paid and sales tax revenues were \$2,582,969 and \$35,170,710 respectively.

SPECIAL ASSESSMENT BONDS WITH GOVERNMENTAL COMMITMENT

Special assessment debt will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner defaults on an assessment, the County would be responsible for the debt payments. Special assessment bonds are retired from the Debt Service Fund using special assessment revenues.

In August 2005, the County issued a \$1,144,000 special assessment bond for the purpose of bonding short-term bond anticipation notes for the Venice Gardens Sewer project. The bonds were issued for a forty-year period with final maturity in August 2045.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

In April 2007, the County issued \$4,790,000 in special assessment bonds for the purpose of advance refunding \$220,000 of the 2000 Lakota Drive Bonds, \$650,000 of the 2000 Union Center Phase II Bonds and \$3,815,000 of the 2000 Muhlhauser Road Bonds. The bonds were issued for a fourteen-year period, with final maturity in December 2020.

In August 2008, the County issued \$3,315,000 in special assessment bonds for the purpose of bonding short-term bond anticipation notes for the University Pointe Landscaping and the Liberty Interchange (Cox Road Extension). The bonds were issued for a twenty-year period, with a final maturity in December 2028.

In June 2012, the County issued \$13,095,000 in general obligation bonds, \$1,785,000 for the purpose of current refunding \$1,835,000 of the 2001 special assessment bonds for phase one and three at Union Centre. Bonds were issued for a ten-year period with final maturity in December 2021.

The total interest and principal remaining on the bonds is \$11,583,537 payable through 2045. For the current year, principal and interest paid and special assessment revenues were \$1,308,222 and \$1,434,618 respectively.

LONG-TERM LOANS

In 1995, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$1,811,520 to make improvements to Mulhauser Road using proceeds from the loan. The loan was issued for twenty-years with a final payment in July 2015. The loan will be repaid from Motor Vehicle Fund revenues.

In 2005, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$789,748 to make improvements to Cincinnati Dayton Road using proceeds from the loan. The loan was issued for twenty-years with the final payment due in July 2024. The loan will be repaid from Motor Vehicle Fund revenues.

In October 2006, Butler County entered into an agreement with West Chester Township and IKEA to expand the intersection at Muhlhauser and Allen Road to accommodate traffic flow needs due to the proposed IKEA store. In 2007, West Chester Township contributed \$749,522 for this intersection expansion. Butler County's portion of the obligation to West Chester Township in 2007 was \$374,761 for the project costs and \$286,659 in 2009, totaling \$661,420. The loan will be repaid from General Fund revenues.

In 2009, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$329,549 for the widening of Tylersville Road between Cincinnati Dayton and Wetherington Drive, including the replacement of an existing bridge using proceeds from the loan. The loan was issued for twenty-years with the final payment due in 2029. The loan will be repaid from Motor Vehicle Fund revenues.

In 2009, the County entered into a loan with the OPWC for \$157,188 for the restoration of the Hamilton Eaton Slip located at the intersection of State Road and Hamilton Eaton Road where Seven Mile Creek has eroded into the roadway area. The loan was issued for twenty-years with the final payment due in 2030. The loan will be repaid from Motor Vehicle Fund revenues.

In 2010, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$305,000 for phase one of the restoration of the Reily Millville Road Slip. The loan was issued for twenty-years with the final payment due in 2030. The loan will be repaid from Motor Vehicle Fund revenues.

In 2010, The County entered into a loan with OPWC for phase two of the restoration of the Reily Millville Road Slip not to exceed \$416,498. The loan was issued for fifteen-years with the final payment due in 2027. The loan will be repaid from Motor Vehicle Fund revenues.

In 2011, the County entered into a loan with OPWC not to exceed \$382,840 for the construction of new left turns lanes on Trenton and Busenbark Road. The loan was issued for twenty-years with the final payment due in 2032. The loan will be repaid from Motor Vehicle Fund revenues.

OTHER PAYABLES

Capital leases are copiers for the Public Defender, a caravan, lawn mower and copier for the Care Facility, and a copier for Children's Services.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

Claims payable represent the County's liability for workers' compensation coverage for all employees. Claims liabilities and expenses are estimated through a case by case review of all claims. The claims liability will be paid from the Workers' Compensation Internal Service Fund.

Compensated absences liability will be paid from the General Fund, Developmental Disabilities, Job and Family Services/Children Services Agency, Child Support Enforcement, All Other Legislative and Executive, Health Insurance, and the Workers Compensation Funds.

Annual debt service requirements to maturity for general obligation bonds, sales tax bonds, special assessment bonds and loans for all governmental activities are as follows:

Year	General Obligation Bonds		Sales Tax Bonds	
	Principal	Interest	Principal	Interest
2014	\$ 4,210,000	\$ 2,478,716	\$ 2,235,000	\$ 351,750
2015	4,415,000	2,355,094	2,345,000	240,000
2016	4,630,000	2,156,906	2,455,029	122,750
2017	6,010,000	1,950,375	-	-
2018	6,285,000	1,665,338	-	-
2019-2023	22,200,000	4,951,731	-	-
2024-2028	7,390,000	1,463,381	-	-
2029-2033	2,480,000	286,725	-	-
2034	260,000	11,050	-	-
Total	\$ 57,880,000	\$ 17,319,316	\$ 7,035,029	\$ 714,500

Year	Special Assessment Bonds		Loans	
	Principal	Interest	Principal	Interest
2014	\$ 856,150	\$ 443,330	\$ 222,038	\$ 2,461
2015	896,820	400,926	173,733	496
2016	932,510	351,913	124,288	-
2017	973,230	304,790	124,288	-
2018	1,018,990	250,708	124,288	-
2019-2023	1,767,340	750,708	621,444	-
2024-2028	1,276,380	358,810	421,843	-
2029-2033	160,810	133,583	111,594	-
2034-2038	196,830	97,565	-	-
2039-2043	240,910	53,479	-	-
2044-2045	110,850	6,905	-	-
Total	\$ 8,430,820	\$ 3,152,717	\$ 1,923,516	\$ 2,957

Changes in long-term obligations reported in the business-type activities of the County during 2013 were as follows:

Debt Issue	Balance as of 12/31/12	Increases	Decreases	Balance as of 12/31/13	Due Within One Year
General Obligation Bonds					
2005 4.125% \$600,000 Venice Gardens Sewer	\$ 551,400	\$ -	\$ 8,140	\$ 543,260	\$ 8,470
2006 4.375% \$3,200,000 USDA New Miami Sewer	2,993,720	-	39,830	2,953,890	41,570
2009 2.00-4.00% \$10,695,000 1999 Water and Sewer Revenue	5,180,000	-	680,000	4,500,000	690,000
Premium on Debt Issued	120,596	-	17,228	103,368	-
	\$ 8,845,716	\$ -	\$ 745,198	\$ 8,100,518	\$ 740,040

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

Debt Issue	Balance as of 12/31/12	Increases	Decreases	Balance as of 12/31/13	Due Within One Year
Water Judgment Bonds					
2007 4.00-5.25% \$24,135,000					
Water Judgement	\$ 23,665,000	\$ -	\$ 15,000	\$ 23,650,000	\$ 1,450,000
Premium on Debt Issued	663,127	-	221,041	442,086	-
2012 1.00-4.00% \$4,210,000					
Water Judgement	2,925,000	-	1,420,000	1,505,000	-
Premium on Debt Issued	133,939	-	44,646	89,293	-
Total Water Judgement Bonds	27,387,066	-	1,700,687	25,686,379	1,450,000
Revenue Bonds					
2004 3.20-5.10% \$19,620,000					
Sewer	12,220,000	-	1,000,000	11,220,000	1,070,000
Premium on Debt Issued	13,416	-	1,118	12,298	-
2005 3.000-5.125% \$13,235,000					
Water	8,045,000	-	725,000	7,320,000	745,000
Premium on Debt Issued	363,801	-	39,330	324,471	-
2005 3.00-5.00% \$19,575,000					
Sewer	17,735,000	-	2,010,000	15,725,000	2,120,000
Premium on Debt Issued	1,151,737	-	104,704	1,047,033	-
2005 3.50-5.00% \$14,850,000					
Water	10,920,000	-	645,000	10,275,000	665,000
Premium on Debt Issued	335,612	-	25,816	309,796	-
2006 4.375-4.375% \$4,000,000					
USDA Sewer	3,728,260	-	52,470	3,675,790	54,770
Total Revenue Bonds	54,512,826	-	4,603,438	49,909,388	4,654,770
Long-Term Loans					
2005 4.19% \$4,634,892					
Cincinnati Waterworks	3,396,663	-	204,205	3,192,458	212,927
2006 0.00% \$710,200					
OPWC Cast Iron Watermain	578,217	-	35,044	543,173	35,044
2006 0.00% \$874,581					
OPWC Watermain Improvements	677,800	-	43,729	634,071	43,729
2009 0.00% \$470,318					
OPWC Cast Iron Watermain	438,964	-	15,677	423,287	15,677
2009 3.52% \$3,158,694					
OWDA Polybutylene Water Line	2,990,556	-	117,082	2,873,474	121,239
2009 3.42% \$849,987					
OWDA Shaker Creek Sewer	756,184	-	33,449	722,735	34,603
2009 3.42% \$1,153,728					
OWDA Big Monroe Sewer	1,025,175	-	42,910	982,265	46,968
2009 2.65% \$1,587,221 (ARRA)					
OWDA Lesourdsville Sewer	\$ 93,617	\$ -	\$ 3,955	\$ 89,662	\$ 4,527

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

Debt Issue	Balance as of 12/31/12	Increases	Decreases	Balance as of 12/31/13	Due Within One Year
2010 0.00% \$2,466,203 (ARRA) OWDA Liberty-Fairfield Water Tank	\$ 1,275,472	\$ -	\$ 70,859	\$ 1,204,613	\$ 70,859
2010 0.00% \$510,468 OPWC Sharon Creek Sewer	484,944	-	17,016	467,928	17,016
2010 0.00% \$600,000 OPWC Cast Iron Watermain	590,000	-	20,000	570,000	20,000
2011 3.71% \$35,500,000 OWDA LeSourdsville Phase 2	6,136,396	11,166,257	-	17,302,653	-
2011 0.00% \$201,000 OPWC West Chester Road Water Main Replacement	133,866	-	4,462	129,404	4,462
2011 0.00% \$580,000 OPWC Polybutelyene Service	260,340	298,592	-	558,932	9,667
2012 0.00% \$169,873 OPWC Liberty-Fairfield WM Replace	-	169,873	2,831	167,042	5,662
Total Long-Term Loans	18,838,194	11,634,722	611,219	29,861,697	642,380
Other Long-Term Obligations					
Capital Leases	10,475	-	2,084	8,391	2,456
Compensated Absences	825,017	389,687	459,776	754,928	278,642
Total Other Long-Term Obligations	835,492	389,687	461,860	763,319	281,098
Total Business-Type Activities	\$ 110,419,294	\$12,024,409	\$ 8,122,402	\$ 114,321,301	\$ 7,768,288

GENERAL OBLIGATION BONDS

All business-type activities general obligation bonded debt is supported by the full faith and credit of the County. Enterprise supported general obligation bonds are being paid by Enterprise Funds.

In August 2005, the County issued a \$600,000 general obligation bond for the purpose of bonding short-term bond anticipation notes for the Venice Gardens Sewer project. The bonds were issued for a forty-year period, with final maturity in August 2045.

In September 2006, the County issued a \$3,200,000 general obligation bond for the purpose of bonding short-term bond anticipation notes for the New Miami Sewer Improvement project. These bonds are registered with the United States Department of Agriculture Rural Development (USDA). The bonds were issued for a forty-year period, with maximum maturity in August 2046.

In November 2009, the County issued \$10,695,000 in general obligation bonds for the purpose of current refunding \$10,245,000 of the 1999 Water Revenue bonds and \$5,605,000 of the 1999 Sewer Revenue Bonds. The County used \$2,971,790 in trust accounts to assist in the refunding. The bonds were issued for a ten-year period, with a final maturity in December 2019.

WATER JUDGMENT BONDS

The 2007 and 2012 Water Judgment Bonds are general obligation bonds that were court ordered to settle the water contract dispute between Butler County and the City of Hamilton. The principal and interest are paid from the Water fund.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

In April 2007, the County issued \$24,135,000 in water judgment bonds for the purpose of advance refunding \$24,000,000 of the 2002 Water Judgment Bonds. The bonds were issued for a twenty year period, with final maturity in December 2026.

In June 2012, the County issued \$13,095,000 in general obligation bonds, \$4,210,000 of this in water judgment bonds for the purpose of advance refunding \$4,215,000 of the 2002 water judgment bonds. The judgment bonds were issued for a four-year period with final maturity in December 2015.

REVENUE BONDS

Revenue bonds are supported by user charges and are not backed by the full faith and credit of the County. These bonds have been issued to pay for water and sewer projects.

In September 2004, the County issued a \$19,620,000 Sewer Revenue bond for the purpose of advance refunding \$13,815,000 of existing 1996 Sewer bonds and to issue a new Sewer bond for \$6,245,000 for the purpose of making replacement and improvements to the sewer system. The bonds were issued for a twenty-year period, with final maturity in December 2024.

In March 2005, the County issued a \$13,235,000 Water Revenue bond for the purpose of advance refunding \$14,075,000 of existing 1996 Water bonds. The bonds were issued for a seventeen year period, with final maturity in December 2021.

In June 2005 the County issued a \$19,575,000 Sewer Revenue bond for the purpose of partially advance refunding \$1,485,000 of existing 1997, \$5,490,000 of existing 1998, and \$12,790,000 of existing 1999 Sewer bonds. The bonds were issued for an eighteen year period, with final maturity in December 2023.

In June 2005, the County issued a \$14,850,000 Water Revenue bond for the purpose of bonding \$8,400,000 in bond anticipation notes and to issue a new Water bond for \$6,450,000 for various water system replacement and improvements within the County. The bonds were issued for a twenty-year period, with final maturity in December 2025.

In September 2006, the County issued a \$4,000,000 Sewer Revenue bond for the purpose of bonding short-term bond anticipation notes for the New Miami Sewer Improvement project. These bonds are registered to the United States Department of Agriculture, Rural Development. The bonds were issued for a forty-year period, with the final maturity in December 2045.

The County has pledged future revenues, net of operating expenses, to repay Revenue Bonds, Cincinnati Waterworks Loans, OPWC, and OWDA loans in the Water fund. The debt is payable solely from net revenues and are payable through 2042. Annual Principal and Interest payments on debt are expected to require 46% of net revenues. The total principal and interest remaining to be paid on the bonds and loans is \$34,938,507. Of this total \$22,780,363 is for the revenue bonds, \$4,054,488 for the Cincinnati Waterworks, \$3,025,910 for the OPWC loans, and \$5,077,746 for OWDA loans.

Principal and interest paid for the current year and total net revenues were \$3,013,581 and \$6,501,899 respectively. Principal and interest paid for the current year for Revenue Bonds was \$2,258,076, \$342,633 for the Cincinnati Waterworks loan, \$121,743 for the OPWC loans, and \$292,187 for the OWDA loans.

The County has pledged future revenues, net of operating expenses, to repay Revenue Bonds and OWDA loans in the Sewer fund. The debt is payable solely from net revenues and are payable through 2045. Annual Principal and interest payments on debt are expected to require 42% of net revenues. The total principal and interest remaining to be paid on the bonds and loans is \$67,096,614. Of this total \$39,624,743 is for the revenue bonds, \$467,929 for the OPWC loans, and \$27,003,942 for the OWDA loans.

Principal and interest paid for the current year and total net revenues were \$4,781,021 and \$11,274,548 respectively. Principal and interest paid for the current year for Revenue Bonds was \$4,622,418, \$17,016 for the OPWC loan, and \$136,825 for the OWDA loans.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

LONG-TERM LOANS

In 2005, Butler County entered into a contractual agreement with the City of Cincinnati for \$4,634,892 to assist in financing the construction of water lines and a master meter that runs from International Boulevard to Mulhauser Road. This expansion will allow Butler County a secondary water source and provide access to water for future development. Approximately \$549,623 of Butler County water lines were added while intangible assets of \$4,085,629 were recorded as depreciable capital assets, net. The balance owed to the City of Cincinnati at December 31, 2013 as a result of this project is \$3,192,458. This amount has been recorded on the County's books as a long-term liability in the Water Enterprise Fund.

In 2006, the County entered into a loan with the Ohio Public Works Commission (OPWC) for \$710,200 and \$874,581 to make improvements to watermains in Butler County using proceeds from OPWC loans. The 2006 cast iron watermain loan was issued for twenty-years with the first payment starting in July 2009 and a final payment due in January 2029. The 2006 watermain improvements loan was issued for twenty-years with the first payment starting in July 2008 and a final payment due in January 2028. Both OPWC loans will be repaid by Water fund user charges.

In 2009, the County entered into a loan with Ohio Public Works Commission (OPWC) for \$470,318 to replace watermains using proceeds from the loan. The loan was issued for thirty-years with the final payment due in 2040. The loan will be repaid by Water Fund revenues.

In 2009, the County entered into a loan with Ohio Water Development Authority (OWDA) to replace over 7,000 failing polybutylene service lines in Butler County. The loan was issued for thirty-years with the final payment due in 2031. The loan will be repaid by Water Fund revenues.

In 2009, the County entered into a loan with Ohio Water Development Authority (OWDA) to restore and stabilize eroding stream banks of Shaker Creek. The loan was issued for twenty-years with the final payment due in 2029. The loan will be repaid by Sewer Fund revenues.

In 2009, the County entered into a loan with Ohio Water Development Authority (OWDA) for \$1,153,728 to reduce erosion, sedimentation and nutrient enrichment for the Big Monroe project located at Mill Creek. The loan was issued for twenty-years with the final payment due in 2029. The loan will be repaid by Sewer Fund revenues.

In 2009, the County entered into a loan with Ohio Water Development Authority (OWDA) for \$1,587,221 to construct a new sewage receiving facility, a new vector truck unloading facility, and install a second sludge-dewatering centrifuge. The loan was issued for twenty-years with the final payment due in 2030. The loan will be repaid by Sewer Fund revenues.

In 2010, the County entered into a loan with Ohio Water Development Authority (OWDA) to design and construct a 2.0 million gallon ground-level storage tank that will serve as a buffer, isolating the pump station from other systems that are surrounding the area. In addition, control valves will be included to smooth out flow rates going into the tank and insuring that pressures are not drawn below acceptable levels. The loan was issued for twenty-years with the final payment due in 2030. The loan will be repaid by Water Fund revenues.

In 2010, the County entered into a loan with Ohio Public Works Commission (OPWC) for \$510,468 to replace and improve an existing sanitary force main with a new sanitary force main and gravity sewer. The loan proceeds also were used to increase the height of a cascade wall approximately two feet to prevent overflows that occur during heavy storm events. The loan was issued for thirty-years with the final payment due in 2041. The loan will be repaid by Sewer Fund revenues.

In 2010, the County entered into a loan with Ohio Public Works Commission (OPWC) for \$600,000 to replace over 15,000 feet of failing cast iron watermains for the subdivision of Dalewood located in West Chester Township. The loan was issued for thirty-years with the final payment due in 2042. The loan will be repaid by Water Fund revenues.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

In 2011, the County entered into a loan with Ohio Water Development Authority (OWDA) for an amount not to exceed \$35,500,000 to upgrade and improve the LeSourdsville Wastewater Treatment Plant. The project includes upgrading existing systems and equipment at the plant. In 2013, the County received \$11,166,257 of loan proceeds. The loan was issued for twenty-years with the final payment due in 2034. The loan will be repaid by Sewer Fund revenues.

In 2011, the County entered into a loan with Ohio Public Works Commission (OPWC) for an amount not to exceed \$201,000 to replace the aging cast iron water main along West Chester Road from Barret Road to John Street in West Chester Twp. The loan was issued for thirty-years with the final payment due 2042. The loan will be repaid by Water Fund revenues.

In 2011, the County entered into a loan with Ohio Public Works Commission (OPWC) for an amount not to exceed \$580,000 to replace polybutylene water lines in at various locations including Fairfield Township, Liberty Township, and West Chester Township. In 2013, the County received \$298,592 of loan proceeds. The loan was issued for thirty-years with the final payment due thirty years after completion of the project. The loan will be repaid by Water Fund revenues.

In 2012, the County entered into a loan with Ohio Public Works Commission (OPWC) for an amount not to exceed \$169,873 to replace a watermain in Liberty-Fairfield Township. In 2013, the County received \$169,873 of loan proceeds. The loan was issued for thirty-years with the final payment due 2043. The loan will be repaid by Water Fund revenues.

OTHER PAYABLES

Capital leases are copiers for Water and Sewer.

Compensated absences liability will be paid from Water and Sewer enterprise funds.

Annual debt service requirements to maturity for general obligation bonds, judgement bonds, revenue bonds and loans for all business type activities are as follows:

Year	General Obligation Bonds		Judgement Bonds	
	Principal	Interest	Principal	Interest
2014	\$ 740,040	\$ 306,592	\$ 1,450,000	\$ 1,195,850
2015	762,210	287,174	1,520,000	1,123,350
2016	784,480	263,612	1,590,000	1,062,400
2017	816,840	233,876	1,670,000	982,900
2018	849,290	204,814	1,755,000	899,400
2019-2023	1,157,330	703,902	9,980,000	3,287,075
2024-2028	417,050	591,397	7,190,000	767,813
2029-2033	515,590	492,846	-	-
2034-2038	637,430	370,997	-	-
2039-2043	788,100	220,334	-	-
2044-2046	528,790	45,391	-	-
Total	\$ 7,997,150	\$ 3,720,935	\$ 25,155,000	\$ 9,318,788

Year	Revenue Bonds		Loans	
	Principal	Interest	Principal	Interest
2014	\$ 4,654,770	\$ 2,258,078	\$ 642,380	\$ 290,108
2015	4,882,170	2,055,461	964,424	594,721
2016	5,064,660	1,832,772	1,293,539	882,143
2017	5,482,280	1,584,712	1,333,954	841,728
2018	5,505,000	1,315,812	1,375,916	799,768
2019-2023	17,110,230	3,247,060	7,567,793	3,310,917
2024-2028	2,968,620	778,560	7,705,407	2,066,145
2029-2033	568,110	509,806	6,512,053	916,230
2034-2038	703,750	374,171	2,193,758	66,558
2039-2043	871,760	206,153	272,473	-
2044-2047	404,440	26,731	-	-
Total	\$ 48,215,790	\$ 14,189,316	\$ 29,861,697	\$ 9,768,318

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 17 - LONG-TERM OBLIGATIONS (continued)

MULTIFAMILY HOUSING

The County has served as the issuer of Multifamily Housing bonds. The proceeds were used to acquire, construct, improve, and equip multifamily housing. The Multifamily Housing revenue bonds do not constitute a general obligation, debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing power of the County pledged to make repayment. The amount of revenue bonds outstanding at December 31, 2013 was \$95,840,000.

INDUSTRIAL DEVELOPMENT REVENUE BONDS

The County has served as the issuer of industrial revenue bonds. The proceeds were used for facilities used by private corporations or other entities. The County is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded entirely from the County's debt presentation. There has not been and is not any condition of default under the bonds or the related financing documents. The principle balance outstanding at December 31, 2013 is \$4,000,000.

HOSPITAL REVENUE BONDS

The County has served as the issuer of hospital revenue bonds. The proceeds were used to acquire, construct, improve, and equip hospital facilities. The hospital revenue bonds do not constitute a general obligation, debt or bonded indebtedness of the County. Neither is the full faith and credit or taxing power of the County pledged to make repayment. The amount of revenue bonds outstanding at December 31, 2013 was \$480,020,000.

CAPITAL FUNDING REVENUE BONDS

The capital funding revenue bonds were issued on behalf of the County Commissioners Association of Ohio for their low cost capital pooled financing program. Butler County is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded entirely from the County's debt presentation. The principal payments will begin in 2035. The principal balance outstanding at December 31, 2013 was \$47,325,000.

LEGAL DEBT MARGIN

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

The effects of the debt limitations described above at December 31, 2013 are an overall debt margin of \$144,965,972 and unvoted debt margin of \$34,586,169.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 18– SHORT-TERM OBLIGATIONS

A summary of the short-term bond anticipation notes for all governmental funds are as follows:

Fund Type	Balance 12/31/12	Increase	Decrease	Balance 12/31/13
Capital Projects				
0.65% Courts Remodeling and Expansion	\$ 1,950,000	\$ 1,899,000	\$ 1,950,000	\$ 1,899,000
0.65% Courts Remodeling Project	315,000	116,000	315,000	116,000
0.65% Courts Remodeling Project	865,000	819,000	865,000	819,000
1.50% Fiber Optic Ring II	2,375,000	2,115,000	2,375,000	2,115,000
0.65% Hutsepiller Hamilton Mason TIF	2,795,000	2,733,000	2,795,000	2,733,000
0.65% Old Jail Rehabilitation	990,000	965,000	990,000	965,000
0.65% Princeton Road Admin Building	7,520,000	7,304,000	7,520,000	7,304,000
0.65% Juvenile Justice Center Roof	270,000	121,000	270,000	121,000
0.65% Sheriff Vehicles	450,000	101,000	450,000	101,000
Total Governmental Funds	\$ 17,530,000	\$ 16,173,000	\$ 17,530,000	\$ 16,173,000

The notes are issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued. They are backed by the full faith and credit of the County and will mature within one year. The liability for the notes is presented in the fund that received the note proceeds.

NOTE 19– INTERFUND BALANCES AND ACTIVITY

Transfers In/Transfers Out activity for 2013 consisted of the following:

Transfers To	Transfers From		
	General	Non Major Governmental	Total
General	\$ -	\$ 1,217,728	\$ 1,217,728
Job and Family Services / Children Services Agency	915,491	-	915,491
Non Major Governmental	9,850,576	1,517,309	11,367,885
Total	\$ 10,766,067	\$ 2,735,037	\$ 13,501,104

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 19– INTERFUND BALANCES AND ACTIVITY (continued)

Due From/Due To balances at December 31, 2013 consist of the following individual fund receivables and payables:

Due To (Payable)	Due From (Receivable)									Total
	General	Developmental Disabilities	Job and Family Services/Children Services Agency	Mental Health	Non Major Governmental	Sewer	Water	Internal Service		
General	\$ -	\$ -	\$ -	\$ -	\$ 11,965	\$ -	\$ -	\$ -	\$ -	\$ 11,965
Developmental Disabilities	826	-	-	-	1,532	-	-	-	-	2,358
Job and Family Services / Children Services Agency	17,707	-	-	-	79,685	-	-	-	-	97,392
Non Major Governmental	141,959	-	-	-	71,722	20,000	-	-	-	233,681
Sewer	1,570	-	-	-	2,232	-	-	-	-	3,802
Water	1,046	-	-	-	2,232	-	-	-	-	3,278
Internal Service	220,606	63,262	90,986	4,046	145,390	27,748	16,690	602	-	569,330
Total	\$ 383,714	\$ 63,262	\$ 90,986	\$ 4,046	\$ 314,758	\$ 47,748	\$ 16,690	\$ 602	\$ -	\$ 921,806

Advances From/Advances To balances at December 31, 2013 consist of the following individual fund receivables and payables:

Advances To	Advances From
Non Major Governmental Funds	General
	<u>\$710,025</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. In addition, the general fund received transfers in during 2013 from a surplus declaration from the clerk of courts title fund and excess dollar left in old bond retirement funds.

All balances in the Due From/Due To schedule resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

The balance of \$710,025 due to the General Fund for advances to Non Major Governmental Funds results from cash flow issues in those funds. The amounts reported as Due From/Due to Other Funds are expected to be repaid within one year; the advances are not.

NOTE 20– CONTINGENT LIABILITIES

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

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

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 21 –JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS

BUTLER COUNTY EMERGENCY MANAGEMENT AGENCY

The Butler County Emergency Management Agency is a jointly governed organization among the County, thirteen townships, five cities and seven villages created by a countywide agreement with the Butler County Commissioners. The twenty-six members of the advisory council are appointed as follows: one County Commissioner and the chief elected official of each of the thirteen townships, five cities and seven villages. The degree of control exercised by any participating government is limited to its representation on the Board. The Agency does not have any outstanding debt. The County does not have an equity interest in the Agency.

The Agency is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the County. In 2013, the County contributed \$80,000. Complete financial statements can be obtained from the Emergency Management Agency, 315 High St. Hamilton, OH 45011.

TRANSPORTATION IMPROVEMENT DISTRICT OF BUTLER COUNTY

The Transportation Improvement District, a jointly governed organization, provides the opportunity to construct roads, bridges and accompanying improvements within the County. The Transportation Improvement District Board, which consists of representatives from each of the participating governments, including the County, oversees the operation of the District. Complete financial statements can be obtained from the Transportation Improvement District, 315 High St. 6th Floor Hamilton, OH 45011.

OHIO KENTUCKY INDIANA REGIONAL COUNCIL OF GOVERNMENTS

The Ohio Kentucky Indiana Regional Council of Governments (OKI), a jointly governed organization, was formed in 1964. OKI is a council of local governments, business organizations and community groups that work together to improve the economic development of the Tri-State.

BUTLER/CLERMONT/WARREN WORKFORCE POLICY BOARD (AREA 12)

The Butler/Clermont/Warren Workforce Policy Board is a jointly governed organization with thirty-one board members consisting of representatives from business, education, labor and government. The Butler County Commissioners appoint two of the members of the board. The Policy Board is a regional organization developed as a result of the Workforce Investment Act. The role of the Policy Board is to assess the workforce needs of area employers, assess the employment and training needs of job seekers and to identify fiscal and other available resources to meet current and future workforce needs in the region.

COMMUNITY-BASED CORRECTIONAL FACILITY

The Community-Based Correctional Facility is a jointly governed organization that provides an alternative to prison incarceration for felony offenders. The Facility is the last step in the continuum of increasing punishment before prison incarceration. The Facility is a minimum-security operation. The Facility's governing board oversees the operations of the organization. Common Pleas Judges from the participating counties comprise a Judicial Advisory Board. The Judicial Advisory Board appoints two-thirds of the members of the Facility Governing Board and advises the Facility's Governing Board regarding Facility matters. The Board includes at least one Common Pleas Court Judge from each participating county. The Facility serves Butler, Clermont, and Warren County.

The Facility's Governing Board has contracted with Talbert House for daily operational functions, a non-profit organization. Talbert House is responsible for essentially all management decisions related to the Facility, subject to the Facility Governing Board's oversight. Complete financial statements can be obtained from the Community-Based Correctional Facility, 5234 State Route 63, Lebanon, OH 45036.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 21 –JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS (continued)

SOUTHWEST OHIO COUNCIL OF GOVERNMENTS

The Southwest Ohio Council of Governments was created by the Board of Developmental Disabilities of Butler, Hamilton, Clermont and Warren Counties. The Council consists of four members representing each of the four counties. Any other County Board of Developmental Disabilities may petition for membership to the Council however membership must be approved by two-thirds vote of the Council members.

The role of the Council is to coordinate the powers and duties of the member Boards to better serve and benefit persons with developmental disabilities within the four counties. The Council serves as its own taxing and debt issuance authority and is a jointly governed organization. In 2013, Butler County contributed \$5,000 to the Council. Financial information for the Southwest Ohio Council of Governments may be obtained at 1910 Fairgrove Avenue Suite E, Hamilton Ohio 45011.

COUNTY RISK SHARING AUTHORITY (CORSA)

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

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. An elected board of not more than nine trustees manages the affairs of the Corporation. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member county's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of certificates. The County's payment for insurance to CORSA in 2013 was \$1,126,908.

BUTLER HEALTH PLAN

Butler County Board of Developmental Disabilities participates in the Butler Health Plan (BHP), an insurance purchasing pool, formed to provide affordable and desirable dental, life, medical and other disability group insurance for member employees, eligible dependents and designated beneficiaries. The Health Plan is comprised of various public employers. The Board of Trustees consist of seven members which are representatives of participating schools and joint vocational districts that are elected by the majority vote of the board.

COUNTY EMPLOYEE BENEFITS CONSORTIUM OF OHIO, INC. (CEBCO)

The County purchases commercial health care insurance from the County Employee Benefits Consortium of Ohio, Inc. (CEBCO), an Ohio not-for-profit corporation, and insurance purchasing pool with membership open to Ohio political subdivisions, to collectively pool resources to purchase employee benefits. The entire risk of loss transfers to the commercial insurance carrier.

The business and affairs of the consortium are governed by a board comprised of representatives of counties that participate in the program. Two thirds of the directors are County Commissioners of the member Counties and one third are employees of member Counties. Each member of the consortium is entitled to one vote. At all times one director is required to be a member of the board of directors of the County Commissioners Association of Ohio and another is required to be a board member of the County Risk Sharing Authority, Inc.

BUTLER COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 21 –JOINTLY GOVERNED ORGANIZATIONS/RISK SHARING POOL/INSURANCE PURCHASING POOL/RELATED ORGANIZATIONS (continued)

REGIONAL TRANSIT AUTHORITY (RTA)

The Regional Transit Authority (RTA) is a related organization to the County. The County Commissioners are responsible for appointing the board of directors of the RTA; however, the County Commissioners cannot influence the RTA's operations, nor does the RTA represent a potential financial benefit or burden to the County. Although the County does serve as the taxing authority and may issue tax related debt on behalf of the RTA, its role is limited to a ministerial function. Once the RTA determines to present a levy to the voters, including the determination of the rate and duration, the County must place the levy on the ballot. The RTA may issue debt and determine its own budget. Financial information for the RTA may be obtained at 3045 Moser Ct. Hamilton, OH 45011.

BUTLER COUNTY CONVENTION AND VISITOR BUREAU

The Butler County Convention and Visitor Bureau is a related organization established to promote economic activity and development through tourism. The County Commissioners appoint fifteen members to serve on the Convention and Visitor Bureau Board. Nine of the Board members represent local community interests. Three members include representatives from existing Convention and Visitor Bureaus already established in the County. The remaining board members consist of a member from Butler County Metroparks, Butler County Chamber Caucus and a board member recommended by the Commissioners.

The County Commissioners passed a three-percent hotel excise tax in August of 2003 pursuant to the regulations in Ohio Revised Code 5739.09. The hotel tax collections are collected by Butler County and can only be distributed to a Convention and Visitor Bureau according to the statute. The County is not required to contribute any of their own resources to the Convention and Visitor Bureau in the event of fiscal stress, nor would Butler County benefit from any significant financial resources of the Butler County Visitor and Convention Bureau. Complete financial statements can be obtained from the Butler County Convention and Visitor Bureau, 315 High Street, Hamilton, OH 45011.

BUTLER COUNTY PORT AUTHORITY

On July 29, 2004, the Butler County Commissioners established the Butler County Port Authority to undertake various projects that would create or preserve jobs and employment opportunities within the County. The Butler County Port Authority is a related organization of the County. The Port Authority Board consists of 7 voting members of which 4 members must have businesses or places of employment within Butler County. The remaining 3 members of the board need not possess either of the preceding qualifications. The President of the Butler County Transportation Improvement District (BCTID) shall serve as an ex officio member of the Port Authority Board without voting privileges. The Agency is not accumulating significant financial resources or experiencing financial stress which would cause additional financial benefit to or burden on the County. Financial Information for the Butler County Port Authority may be obtained at 315 High Street, Hamilton, OH 45011.

METROPARKS OF BUTLER COUNTY

The Park District Commissioners are appointed by the Probate Judge of the County. The Commissioners adopt their own budget, authorize expenditures, hire and fire staff, and do not rely on the County to finance deficits. Metroparks provides educational programs along with recreational opportunities throughout the year. The County is not financially accountable for the District nor is the District fiscally dependent on the County. The District serves as its own taxing and debt issuance authority and is a related organization of the County. Financial information for the Metroparks of Butler County may be obtained at 2051 Timberman Road, Hamilton, OH 45013.

BUTLER COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 22– CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

The County has several outstanding contracts for construction and professional services. The following amounts remain on these contracts as of December 31, 2013.

Project	Outstanding Balance
W. Rogers Construction	\$ 2,544,030
ESI Electrical	921,688
Frebco	216,093
PCS Technology	126,094
Hazen and Sawyer	52,891
Total	<u>\$ 3,860,796</u>

NOTE 23 – COMPONENT UNIT

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Butler County Land Reutilization Corporation (Land Bank) is presented following the provisions of NCGA Statement No 1, "Governmental Accounting and Financial Reporting Principals", as modified by subsequent NCGA and GASB pronouncements.

Basis of Presentation

The Land Bank is accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities are included on the statement of net position. The Land Bank uses the accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred.

Deposits and Investments

At fiscal year end, the carrying amount of the Land Bank's deposits was \$1,321 and the bank balance was \$1,321. The entire bank balance was covered by federal depository insurance. The Land Bank has no investments at year end. There are no significant statutory restrictions regarding the deposit and investment of funds by the not-for-profit corporation.

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Butler County, Ohio
 Required Supplementary Information
 Condition Assessment of the County's Infrastructure
 Reported Using the Modified Approach as Outlined in GASB 34
 For The Year Ended December 31, 2013

Butler County reports its infrastructure assets using the modified approach as outlined in Governmental Accounting Standards Board (GASB) Statement No. 34. The following disclosures pertain to the conditional assessment and budgeted versus actual expenditures for the preservation of these assets. Data for the conditional assessment is presented in each of the following three sections for 2011, 2008, and 2007. Beginning with reporting year 2009, the County moved to a three year conditional assessment rotation cycle.

County Roads

The condition of road pavement is evaluated and measured using a physical condition rating system. This approach assigns a numerical rating to each road, or section thereof, based on the following criteria: age of pavement, date of last surface maintenance, traffic flow and volume, traffic type and availability of funds. The physical condition rating is determined by a committee of experts from the County Engineer's Office based on the criteria below:

Pavement Rating	Condition Rating	Description
1	Excellent	Pavements not in need of maintenance. New condition. Typically pavements 1-4 years old fall into this category. Older pavements with lower traffic counts and low truck traffic also fall into this category.
2	Good	Pavement in need of minor maintenance to restore to Excellent condition. Typically pavements 5-8 years old with high traffic counts or a large percentage of truck traffic.
3	Fair	Pavement in need of major maintenance to restore to Excellent condition. Typically pavements are 9-12 years old.
4	Poor	Pavement in need of major repair or heavy overlays to bring to Excellent condition. Pavements over 12 years old, or with high traffic volume and/or high truck traffic could be rated 4.

It is the County policy that at least 90% of the roadways will have a rating of 3 (Fair) or higher. The County Engineer's Office has implemented a system whereby the total mileage of the roadway in the County will be re-paved on a 12-year rotational basis. Historical data has shown that with yearly inspection and maintenance, the average road of the County will be maintained at a usable level for a 12-year period. Each roadway in the County will be assessed once every three years, with higher emphasis on older and more heavily used pavements.

The following summarizes the physical condition assessment of county roads as of December 31 for 2011, 2008, and 2007:

Road Condition	2011		2008		2007	
	Road Miles	% of Total	Road Miles	% of Total	Road Miles	% of Total
<i>Fair or Better</i>	241	90%	263	96%	256	96%
<i>Less than Fair</i>	26	10%	12	4%	12	4%
<i>Total</i>	267	100%	275	100%	268	100%

Butler County, Ohio
 Required Supplementary Information
 Condition Assessment of the County's Infrastructure
 Reported Using the Modified Approach as Outlined in GASB 34
 For The Year Ended December 31, 2013

The following is a comparison of County budgeted and actual expenditures for preservation of the existing roadways:

Year	Budgeted Expenditures	Actual Expenditures	Difference
2013	\$5,486,762	\$5,486,762	\$0
2012	4,816,346	4,781,073	35,273
2011	4,306,251	3,462,529	843,722
2010	2,413,314	1,965,281	448,033
2009	2,755,258	2,626,854	128,404
2008	2,747,701	2,402,175	345,526
2007	12,148,485	3,873,674	8,274,811

County Bridges

The condition of the County's bridges is determined using a general appraisal and operational status rating which is a conditional coding system developed by the Federal Highway Administration. This system is comprised of ratings for the individual elements of the structure. The primary elements of this appraisal system include the following:

- *bridge decks* (riding surface, roadway approaches, end joints, curbing and sidewalks)
- *superstructures* (side rails, above-road piers and overhead truss)
- *substructures* (undercarriage, piers, footings, abutments and erosion protection)

The Federal Highway Administration has defined specific criteria for each element of the bridge, based on its construction. For each element, a 0-9 rating scale is used, where 4 or less is defined as "poor" condition. The ratings of all elements are combined to summarize the structural condition of a bridge as follows:

Bridge Rating	Condition Rating	Description
9	Excellent	Superior to present desirable criteria.
8	Very Good	Equal to present desirable criteria.
7	Good	Better than present minimum criteria.
6	Satisfactory	Equal to present minimum criteria.
5	Fair	Better than minimum adequacy to tolerate being left in place as is.
4	Poor	Meets minimum tolerable condition requiring high priority to repair.
3	Serious	Basically intolerable condition requiring high priority to repair.
2	Critical	Basically intolerable condition requiring high priority of replacement.
1	Imminent Failure	Immediate repair necessary to put back into service.
0	Closed	Bridge closed.

Butler County, Ohio
 Required Supplementary Information
 Condition Assessment of the County's Infrastructure
 Reported Using the Modified Approach as Outlined in GASB 34
 For The Year Ended December 31, 2013

It is the County policy to maintain the bridge system in the County where 85% of the structures have a general appraisal summary of 5 (Fair) condition or higher. *The following is a summary of the conditional assessment for bridges as of December 31 for 2011, 2008, and 2007:*

Bridge Condition	2011		2008		2007	
	Number of Bridges	% of Total	Number of Bridges	% of Total	Number of Bridges	% of Total
Fair or Better	374	94%	357	90%	345	92%
Less than Fair	25	6%	38	10 %	31	8%
Total	399	100%	395	100%	376	100%

The following is a comparison of County budgeted and actual expenditures for preservation of the existing bridges:

Year	Budgeted Expenditures	Actual Expenditures	Difference
2013	\$1,289,620	\$1,289,620	\$0
2012	1,661,825	1,661,825	0
2011	2,345,182	1,885,692	459,491
2010	4,789,750	4,334,282	455,468
2009	6,672,617	5,310,974	1,361,643
2008	8,232,687	7,300,786	931,901
2007	3,253,089	2,891,296	361,793

County Culverts

The Butler County Engineer maintains a culvert inventory system. All culverts are inspected every three years with any critical structure being inspected as needed, as per the Engineer's internal policy. A committee of experts from the County Engineer's Office determines the condition rating, and a general appraisal of the condition is categorized as follows:

Culvert Rating	Condition Rating	Description
1	Good	No repair required.
2	Fair	Minor deficiency, culvert still functioning as designed.
3	Poor	Major deficiency, culvert in need of repair to continue functioning as designed.
4	Critical	Culvert no longer functioning as designed.

Butler County, Ohio
 Required Supplementary Information
 Condition Assessment of the County's Infrastructure
 Reported Using the Modified Approach as Outlined in GASB 34
 For The Year Ended December 31, 2013

It is the goal of the Butler County Engineer to maintain 75% of culverts in a condition of 2-Fair or better. *The following is a summary of the conditional assessment for culverts as of December 31 for 2011, 2008, and 2007:*

<i>Culvert Condition</i>	<i>2011</i>		<i>2008</i>		<i>2007</i>	
	<i>Number of Culverts</i>	<i>% of Total</i>	<i>Number of Culverts</i>	<i>% of Total</i>	<i>Number of Culverts</i>	<i>% of Total</i>
<i>Fair or Better</i>	834	82%	836	79%	855	80%
<i>Less than Fair</i>	189	18%	226	21%	217	20%
<i>Total</i>	1023	100%	1062	100%	1072	100%

The following is a comparison of County budgeted and actual expenditures for preservation of the existing culverts:

Year	Budgeted Expenditures	Actual Expenditures	Difference
2013	\$174,572	\$174,572	\$0
2012	135,804	115,804	20,000
2011	188,159	151,293	36,866
2010	228,718	94,784	133,934
2009	204,160	121,563	82,597
2008	152,429	83,107	69,322
2007	249,236	188,099	61,137

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Combining Statements and Individual Fund Schedules

Combining Statements – Non-major Governmental Funds

Non-major Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources (other than capital projects) that are legally restricted to expenditures for specified purposes. The following are descriptions of each non-major special revenue fund:

Real Estate Assessment – To account for State mandated county-wide real estate appraisals that are funded by charges to the County's political subdivisions.

All Other Legislative and Executive – To account for all other legislative and executive activities not presented on an individual basis.

All Other Judicial – To account for all other judicial activities not presented on an individual basis.

All Other Public Safety – To account for all other Public Safety activities not presented on an individual basis.

Motor Vehicle – To account for the revenues derived from motor vehicle licenses and gasoline taxes. Expenditures in this special revenue fund are restricted by State law to County roads and bridge repair/improvement programs.

All Other Public Works – To account for all other public works activities not presented on an individual basis.

Child Support Enforcement – To account for the poundage fees collected by the Bureau of Child Support that are restricted by State statute to finance the operation of the Child Support Enforcement Agency.

Alcohol and Drug Addiction – To account for Federal and State grants that are used to pay the costs of contracts with local agencies that provide services to the public.

County Care Facility – To account for the collection of Medicaid and fees from residents' families for the operation of the County Home.

Elderly Services Levy – To account for a county-wide property tax and the expenditures of those funds.

All Other Human Services – To account for all other human services activities not presented on an individual basis.

All Other Conservation and Recreation – To account for fees collected on permits by the County to finance erosion and sediment control activities.

Residential Incentive Districts and Tax Incremental Financings (RIDS and TIFS) – To account for Residential Incentive Districts and Tax Incremental Financing revenues collected through the real estate tax collection process. This fund is used to hold the dollars until payments are required to be made.

(Continued)

Combining Statements – Non-major Governmental Funds (Continued)

Non-major Capital Project Funds

Capital project funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the Proprietary funds). The following are descriptions of each non-major capital project fund:

Technology – To account for the financing and related cost of County technology activities.

Other Capital Improvements – To account for all other capital improvements not presented on an individual basis.

Road Improvements – To account for projects related to the construction of roads.

Buildings Construction and Renovations – To account for improvements and new construction of buildings.

Non-major Bond Retirement

The Bond Retirement Fund is used to account for proceeds and payments on Butler County bonds. The County's Bond Retirement Fund accounts for financing and related costs of issuing and paying County bonds.

Non-major Permanent Fund

The Developmental Disabilities Permanent Fund is used to account for nonspendable gifts and investment earnings that are donor restricted to assist individuals with developmental disabilities.

Butler County, Ohio
Combining Balance Sheet
Non-major Governmental Funds
December 31, 2013

	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Non-major Bond Retirement Fund	Non-major Permanent Fund	Total Non-major Governmental Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 64,093,140	\$ 96,574	\$ 908,169	\$ 846,341	\$ 65,944,224
Cash and Cash Equivalents:					
In Segregated Accounts	3,540	-	-	-	3,540
Receivables:					
Property Taxes	8,748,407	-	-	-	8,748,407
Other Local Taxes	260,499	-	-	-	260,499
Payments in Lieu of Taxes	11,053,274	-	-	-	11,053,274
Accounts	770,095	-	-	-	770,095
Due from Other Governments	13,260,807	534,657	-	-	13,795,464
Special Assessments	1,486,082	-	7,641,238	-	9,127,320
Loans	556,391	-	-	-	556,391
Due from Other Funds	314,758	-	-	-	314,758
Prepaid Items	284,388	-	-	-	284,388
Materials and Supplies Inventory	751,187	-	-	-	751,187
Total Assets	\$ 101,582,568	\$ 631,231	\$ 8,549,407	\$ 846,341	\$ 111,609,547
Liabilities					
Accounts Payable	\$ 273,295	\$ -	\$ -	\$ -	\$ 273,295
Contracts Payable	2,654,878	891,019	-	-	3,545,897
Accrued Wages and Benefits Payable	1,461,776	-	-	-	1,461,776
Matured Compensated Absences Payable	720	-	-	-	720
Due to Other Funds	233,681	-	-	-	233,681
Due to Other Governments	2,572,588	-	-	-	2,572,588
Advances from Other Funds	691,120	-	18,905	-	710,025
Matured Bonds Payable	-	-	13,250	-	13,250
Matured Interest Payable	-	-	5,543	-	5,543
Accrued Interest Payable	-	29,101	-	-	29,101
Notes Payable	-	16,173,000	-	-	16,173,000
Total Liabilities	7,888,058	17,093,120	37,698	-	25,018,876
Deferred Inflows of Resources					
Property Taxes not Levied to Finance the Current Year Operations	8,426,699	-	-	-	8,426,699
Payment in Lieu of Taxes not Levied to Finance the Current Year Operations	8,737,091	-	-	-	8,737,091
Unavailable Revenue	15,511,103	251,756	7,641,238	-	23,404,097
Total Deferred Inflows of Resources	32,674,893	251,756	7,641,238	-	40,567,887
Fund Balances					
Nonspendable	1,591,966	-	-	755,683	2,347,649
Restricted	59,445,037	-	870,471	90,658	60,406,166
Unassigned (Deficit)	(17,386)	(16,713,645)	-	-	(16,731,031)
Total Fund Balances (Deficit)	61,019,617	(16,713,645)	870,471	846,341	46,022,784
Total Liabilities, Deferred Inflows of Resource and Fund Balances	\$ 101,582,568	\$ 631,231	\$ 8,549,407	\$ 846,341	\$ 111,609,547

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Butler County, Ohio
Combining Balance Sheet
Non-major Special Revenue Funds
December 31, 2013

	Real Estate Assessment	All Other Legislative and Executive	All Other Judicial	All Other Public Safety	Motor Vehicle
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 3,146,854	\$ 3,320,315	\$ 3,455,112	\$ 4,590,994	\$ 10,585,787
Cash and Cash Equivalents:					
In Segregated Accounts	-	2,400		290	150
Receivables:					
Property Taxes	-	-	-	-	-
Other Local Taxes	-	-	-	-	260,499
Payments in Lieu of Taxes	-	-	-	-	-
Accounts	-	152,281	101,716	37,642	157,044
Due from Other Governments	-	5,042	8,063	2,845,459	4,499,069
Special Assessments	-	-	-	-	-
Loans	-	-	-	-	-
Due from Other Funds	8,105	12,885	8,467	202,869	27,498
Prepaid Items	21,968	67,414	113,840	8,912	7,675
Materials and Supplies Inventory	7,277	10,918	5,737	38,358	673,721
Total Assets	\$ 3,184,204	\$ 3,571,255	\$ 3,692,935	\$ 7,724,524	\$ 16,211,443
Liabilities:					
Accounts Payable	\$ 56,944	\$ 27,506	\$ 36,492	\$ 21,151	\$ 42,453
Contracts Payable	105,890	799	5,530	85,212	184,299
Accrued Wages and Benefits Payable	84,456	111,207	72,618	419,789	264,199
Matured Compensated Absences Payable	-	-	-	720	-
Due to Other Funds	-	326	-	18,045	21,970
Due to Other Governments	2,352	-	-	15,720	2,504
Advances from Other Funds	-	-	10,182	22,539	-
Total Liabilities	249,642	139,838	124,822	583,176	515,425
Deferred Inflows of Resources					
Property Taxes not Levied to Finance the Current Year Operations	-	-	-	-	-
Payment in Lieu of Taxes not Levied to Finance the Current Year Operations	-	-	-	-	-
Unavailable Revenue	8,105	11,353	8,467	2,112,372	4,030,991
Total Deferred Inflows of Resources	8,105	11,353	8,467	2,112,372	4,030,991
Fund Balances					
Nonspendable	29,245	78,332	119,577	47,270	681,396
Restricted	2,897,212	3,341,732	3,440,069	4,981,706	10,983,631
Unassigned (Deficit)	-	-	-	-	-
Total Fund Balances (Defecit)	2,926,457	3,420,064	3,559,646	5,028,976	11,665,027
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 3,184,204	\$ 3,571,255	\$ 3,692,935	\$ 7,724,524	\$ 16,211,443

All Other Public Works	Child Support Enforcement	Alcohol and Drug Addiction	County Care Facility	Elderly Services Levy	All Other Human Services
\$ 11,811,582	\$ 2,183,165	\$ 1,317,142	\$ 359,563	\$ 14,164,739	\$ 108,821
100	200	-	400	-	-
-	-	-	-	8,748,407	-
-	-	-	-	-	-
-	-	-	-	-	-
76,912	99,491	31,931	113,078	-	-
1,899,427	1,447,914	937,259	399,532	563,209	38,817
1,486,082	-	-	-	-	-
556,391	-	-	-	-	-
6,890	18,053	2,744	26,316	-	931
42,535	6,848	6,775	8,421	-	-
8,004	3,655	861	2,656	-	-
<u>15,887,923</u>	<u>3,759,326</u>	<u>2,296,712</u>	<u>909,966</u>	<u>23,476,355</u>	<u>148,569</u>
\$ 46,692	\$ 907	\$ 10,527	\$ 30,623	\$ -	\$ -
106,268	4,566	223,374	90,971	1,833,767	-
43,803	165,249	27,027	259,225	6,751	7,452
-	-	-	-	-	-
20,042	172,920	176	202	-	-
96,207	-	2,500	15,340	-	-
113,251	-	48,800	375,063	-	121,285
<u>426,263</u>	<u>343,642</u>	<u>312,404</u>	<u>771,424</u>	<u>1,840,518</u>	<u>128,737</u>
-	-	-	-	8,426,699	-
-	-	-	-	-	-
<u>3,224,423</u>	<u>1,218,364</u>	<u>923,792</u>	<u>117,902</u>	<u>884,917</u>	<u>37,218</u>
<u>3,224,423</u>	<u>1,218,364</u>	<u>923,792</u>	<u>117,902</u>	<u>9,311,616</u>	<u>37,218</u>
606,930	10,503	7,636	11,077	-	-
11,630,307	2,186,817	1,052,880	9,563	12,324,221	-
-	-	-	-	-	(17,386)
<u>12,237,237</u>	<u>2,197,320</u>	<u>1,060,516</u>	<u>20,640</u>	<u>12,324,221</u>	<u>(17,386)</u>
\$ 15,887,923	\$ 3,759,326	\$ 2,296,712	\$ 909,966	\$ 23,476,355	\$ 148,569

(Continued)

Butler County, Ohio
Combining Balance Sheet
Non-major Special Revenue Funds (Continued)
December 31, 2013

	All Other Conservation and Recreation	Residential Incentive Districts and Tax Incremental Financings	Total Non-major Special Revenue Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 39,014	\$ 9,010,052	\$ 64,093,140
Cash and Cash Equivalents:			
In Segregated Accounts	-	-	3,540
Receivables:			
Property Taxes	-	-	8,748,407
Other Local Taxes	-	-	260,499
Payments in Lieu of Taxes	-	11,053,274	11,053,274
Accounts	-	-	770,095
Due from Other Governments	-	617,016	13,260,807
Special Assessments	-	-	1,486,082
Loans	-	-	556,391
Due from Other Funds	-	-	314,758
Prepaid Items	-	-	284,388
Materials and Supplies Inventory	-	-	751,187
Total Assets	39,014	20,680,342	\$ 101,582,568
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 273,295
Contracts Payable	-	14,202	2,654,878
Accrued Wages and Benefits Payable	-	-	1,461,776
Matured Compensated Absences Payable	-	-	720
Due to Other Funds	-	-	233,681
Due to Other Governments	-	2,437,965	2,572,588
Advances from Other Funds	-	-	691,120
Total Liabilities	-	2,452,167	7,888,058
Deferred Inflows of Resources			
Property Taxes not Levied to Finance the Current Year Operations	-	-	8,426,699
Payment in Lieu of Taxes not Levied to Finance the Current Year Operations	-	8,737,091	8,737,091
Unavailable Revenue	-	2,933,199	15,511,103
Total Deferred Inflows of Resources	-	11,670,290	32,674,893
Fund Balances			
Nonspendable	-	-	1,591,966
Restricted	39,014	6,557,885	59,445,037
Unassigned (Deficit)	-	-	(17,386)
Total Fund Balances	39,014	6,557,885	61,019,617
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 39,014	\$ 20,680,342	\$ 101,582,568

Butler County, Ohio
Combining Balance Sheet
Non-major Capital Projects Funds
December 31, 2013

	Technology	Other Capital Improvements	Road Improvements	Buildings Construction and Renovations	Total Non-major Capital Projects Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 20,669	\$ -	\$ -	\$ 75,905	\$ 96,574
Due from Other Governments	-	3,000	531,657	-	534,657
Total Assets	\$ 20,669	\$ 3,000	\$ 531,657	\$ 75,905	\$ 631,231
Liabilities					
Contracts Payable	\$ 7,700	\$ -	\$ 531,657	\$ 351,662	\$ 891,019
Accrued Interest Payable	5,358	171	4,616	18,956	29,101
Notes Payable	2,115,000	101,000	2,733,000	11,224,000	16,173,000
Total Liabilities	2,128,058	101,171	3,269,273	11,594,618	17,093,120
Deferred Inflows of Resources					
Unavailable Revenue	-	-	251,756	-	251,756
Fund Balances					
Unassigned (Deficit)	(2,107,389)	(98,171)	(2,989,372)	(11,518,713)	(16,713,645)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 20,669	\$ 3,000	\$ 531,657	\$ 75,905	\$ 631,231

Butler County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
For the Year Ended December 31, 2013

	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Non-major Bond Retirement Fund	Non-major Permanent Fund	Total Non-major Governmental Funds
Revenues					
Property Taxes	\$ 8,463,125	\$ -	\$ -	\$ -	\$ 8,463,125
Other Local Taxes	2,531,643	-	-	-	2,531,643
Charges for Services	20,671,157	173,744	-	-	20,844,901
Licenses and Permits	844,636	-	-	-	844,636
Fines and Forfeitures	856,235	-	-	-	856,235
Intergovernmental	33,041,476	4,932,454	-	-	37,973,930
Special Assessments	1,566,142	-	1,068,370	-	2,634,512
Payments in Lieu of Taxes	5,088,099	-	-	-	5,088,099
Investment Earnings	19,170	-	366,248	1,295	386,713
Other	247,115	-	44,811	9,205	301,131
Total Revenues	73,328,798	5,106,198	1,479,429	10,500	79,924,925
Expenditures					
Current:					
General Government:					
Legislative and Executive	6,087,814	-	-	-	6,087,814
Judicial	2,046,955	-	-	-	2,046,955
Public Safety	11,379,103	-	-	-	11,379,103
Public Works	18,114,063	462,616	-	-	18,576,679
Health	3,293,060	-	-	16,122	3,309,182
Human Services	23,668,600	-	-	-	23,668,600
Conservation and Recreation	36,872	-	-	-	36,872
Intergovernmental	4,124,409	-	-	-	4,124,409
Capital Outlay	-	5,253,315	-	-	5,253,315
Debt Service:					
Principal Retirement	233,227	-	7,650,479	-	7,883,706
Interest and Fiscal Charges	5,259	146,981	3,425,050	-	3,577,290
Total Expenditures	68,989,362	5,862,912	11,075,529	16,122	85,943,925
Excess of Revenues Over (Under) Expenditures	4,339,436	(756,714)	(9,596,100)	(5,622)	(6,019,000)
Other Financing Sources (Uses):					
Inception of Capital Lease	3,072	-	-	-	3,072
Transfers - In	163,964	1,580,583	9,623,338	-	11,367,885
Transfers - Out	(2,417,309)	-	(317,728)	-	(2,735,037)
Total Other Financing Sources (Uses)	(2,250,273)	1,580,583	9,305,610	-	8,635,920
Net Change in Fund Balances	2,089,163	823,869	(290,490)	(5,622)	2,616,920
Fund Balances (Deficit) at Beginning of Year	58,930,454	(17,537,514)	1,160,961	851,963	43,405,864
Fund Balances (Deficit) at End of Year	\$ 61,019,617	\$ (16,713,645)	\$ 870,471	\$ 846,341	\$ 46,022,784

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Butler County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Non-major Special Revenue Funds
For the Year Ended December 31, 2013

	Real Estate Assessment	All Other Legislative and Executive	All Other Judicial	All Other Public Safety	Motor Vehicle
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Other Local Taxes	-	-	-	-	2,531,643
Charges for Services	2,166,596	3,671,505	2,710,596	4,978,158	2,456,028
Licenses and Permits	-	-	-	829,254	-
Fines and Forfeitures	-	607,582	51,280	26,479	170,894
Intergovernmental	-	-	845	5,519,248	10,257,627
Special Assessments	-	-	-	-	-
Payments in Lieu of Taxes	-	-	-	-	-
Investment Earnings	-	3,611	-	-	9,446
Other	7,500	1,755	-	21,906	123,232
Total Revenues	<u>2,174,096</u>	<u>4,284,453</u>	<u>2,762,721</u>	<u>11,375,045</u>	<u>15,548,870</u>
Expenditures					
Current:					
General Government:					
Legislative and Executive	2,721,774	3,366,040	-	-	-
Judicial	-	-	2,046,955	-	-
Public Safety	-	-	-	11,379,103	-
Public Works	-	-	-	-	12,534,730
Health	-	-	-	-	-
Human Services	-	-	-	-	-
Conservation and Recreation	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Debt Service:					
Principal Retirement	-	-	-	-	220,277
Interest and Fiscal Charges	-	-	-	-	4,385
Total Expenditures	<u>2,721,774</u>	<u>3,366,040</u>	<u>2,046,955</u>	<u>11,379,103</u>	<u>12,759,392</u>
Excess of Revenues Over (Under) Expenditures	<u>(547,678)</u>	<u>918,413</u>	<u>715,766</u>	<u>(4,058)</u>	<u>2,789,478</u>
Other Financing Sources (Uses)					
Inception of Capital Lease	-	-	-	-	-
Transfers - In	-	-	-	8,832	-
Transfers - Out	-	(900,000)	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(900,000)</u>	<u>-</u>	<u>8,832</u>	<u>-</u>
Net Change in Fund Balance	(547,678)	18,413	715,766	4,774	2,789,478
Fund Balances at Beginning of Year	<u>3,474,135</u>	<u>3,401,651</u>	<u>2,843,880</u>	<u>5,024,202</u>	<u>8,875,549</u>
Fund Balances at End of Year	<u>\$ 2,926,457</u>	<u>\$ 3,420,064</u>	<u>\$ 3,559,646</u>	<u>\$ 5,028,976</u>	<u>\$ 11,665,027</u>

All Other Public Works	Child Support Enforcement	Alcohol and Drug Addiction	County Care Facility	Elderly Services Levy	All Other Human Services
\$ -	\$ -	\$ -	\$ -	\$8,463,125	\$ -
-	-	-	-	-	-
1,147,450	1,228,656	110,670	2,177,357	-	-
510	-	-	-	-	-
-	-	-	-	-	-
3,240,578	3,318,940	3,506,912	4,782,067	1,431,636	163,125
1,566,142	-	-	-	-	-
-	-	-	-	-	-
6,113	-	-	-	-	-
90,053	97	-	2,572	-	-
<u>6,050,846</u>	<u>4,547,693</u>	<u>3,617,582</u>	<u>6,961,996</u>	<u>9,894,761</u>	<u>163,125</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
5,579,333	-	-	-	-	-
-	-	3,293,060	-	-	-
-	4,406,920	-	7,453,788	11,546,566	261,326
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	12,950	-	-
-	-	-	874	-	-
<u>5,579,333</u>	<u>4,406,920</u>	<u>3,293,060</u>	<u>7,467,612</u>	<u>11,546,566</u>	<u>261,326</u>
<u>471,513</u>	<u>140,773</u>	<u>324,522</u>	<u>(505,616)</u>	<u>(1,651,805)</u>	<u>(98,201)</u>
-	-	-	3,072	-	-
-	-	110,000	-	-	45,132
-	-	-	-	-	-
-	-	110,000	3,072	-	45,132
471,513	140,773	434,522	(502,544)	(1,651,805)	(53,069)
11,765,724	2,056,547	625,994	523,184	13,976,026	35,683
<u>\$ 12,237,237</u>	<u>\$ 2,197,320</u>	<u>\$ 1,060,516</u>	<u>\$ 20,640</u>	<u>\$ 12,324,221</u>	<u>\$ (17,386)</u>

(Continued)

Butler County, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Non-major Special Revenue Funds
For the Year Ended December 31, 2013 (Continued)

	All Other Conservation and Recreation	Residential Incentive Districts and Tax Incremental Financings	Total Non-major Special Revenue Funds
Revenues			
Property Taxes	\$ -	\$ -	\$ 8,463,125
Other Local Taxes	-	-	2,531,643
Charges for Services	24,141	-	20,671,157
Licenses and Permits	14,872	-	844,636
Fines and Forfeitures	-	-	856,235
Intergovernmental	-	820,498	33,041,476
Special Assessments	-	-	1,566,142
Payments in Lieu of Taxes	-	5,088,099	5,088,099
Interest	-	-	19,170
Other	-	-	247,115
Total Revenues	<u>39,013</u>	<u>5,908,597</u>	<u>73,328,798</u>
Expenditures			
Current:			
General Government			
Legislative and Executive	-	-	6,087,814
Judicial	-	-	2,046,955
Public Safety	-	-	11,379,103
Public Works	-	-	18,114,063
Health	-	-	3,293,060
Human Services	-	-	23,668,600
Conservation and Recreation	36,872	-	36,872
Intergovernmental	-	4,124,409	4,124,409
Debt Service:			
Principal Retirement	-	-	233,227
Interest and Fiscal Charges	-	-	5,259
Total Expenditures	<u>36,872</u>	<u>4,124,409</u>	<u>68,989,362</u>
Excess of Revenues Over (Under) Expenditures	<u>2,141</u>	<u>1,784,188</u>	<u>4,339,436</u>
Other Financing Sources (Uses)			
Inception of Capital Lease	-	-	3,072
Transfers - In	-	-	163,964
Transfers - Out	-	(1,517,309)	(2,417,309)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,517,309)</u>	<u>(2,250,273)</u>
Net Change in Fund Balance	2,141	266,879	2,089,163
Fund Balances at Beginning of Year	<u>36,873</u>	<u>6,291,006</u>	<u>58,930,454</u>
Fund Balances at End of Year	<u>\$ 39,014</u>	<u>\$ 6,557,885</u>	<u>\$ 61,019,617</u>

Butler County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Capital Projects Funds
For the Year Ended December 31, 2013

	Technology	Other Capital Improvements	Road Improvements	Buildings Construction and Renovations	Total Non-major Capital Projects Funds
Revenues					
Charges for Services	\$ 173,744	\$ -	\$ -	\$ -	\$ 173,744
Intergovernmental	-	-	4,932,454	-	4,932,454
Total Revenues	<u>173,744</u>	<u>-</u>	<u>4,932,454</u>	<u>-</u>	<u>5,106,198</u>
Expenditures					
Current:					
Public Works	-	-	112,616	350,000	462,616
Capital Outlay	374,527	-	4,685,921	192,867	5,253,315
Debt Service:					
Interest and Fiscal Charges	23,731	1,678	23,611	97,961	146,981
Total Expenditures	<u>398,258</u>	<u>1,678</u>	<u>4,822,148</u>	<u>640,828</u>	<u>5,862,912</u>
Excess of Revenues Over (Under) Expenditures	<u>(224,514)</u>	<u>(1,678)</u>	<u>110,306</u>	<u>(640,828)</u>	<u>(756,714)</u>
Other Financing Sources (Uses):					
Transfers-In	<u>489,557</u>	<u>348,058</u>	<u>85,671</u>	<u>657,297</u>	<u>1,580,583</u>
Net Change in Fund Balances	265,043	346,380	195,977	16,469	823,869
Fund Balances (Deficit) at Beginning of Year	<u>(2,372,432)</u>	<u>(444,551)</u>	<u>(3,185,349)</u>	<u>(11,535,182)</u>	<u>(17,537,514)</u>
Fund Balances (Deficit) at End of Year	<u>\$ (2,107,389)</u>	<u>\$ (98,171)</u>	<u>\$ (2,989,372)</u>	<u>\$ (11,518,713)</u>	<u>\$ (16,713,645)</u>

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Internal Service Funds

The Internal Service Funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the County, or to other governmental units, on a cost-reimbursement basis. The following are descriptions of each Internal Service Fund:

Health Insurance – To account for monies received from governmental and proprietary funds and regional governmental agencies to pay for the actual expense of medical, dental and life insurance costs for employees.

Workers' Compensation – To account for funds received from governmental and proprietary funds and regional governmental agencies to pay for the actual expense of workers' compensation benefits.

Butler County, Ohio
Combining Statement of Fund Net Position
Internal Service Funds
December 31, 2013

	Health Insurance	Workers' Compensation	Total
Assets			
Current Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 1,729,248	\$ 2,909,251	\$ 4,638,499
Receivables:			
Accounts	10,981	-	10,981
Due from Other Funds	602	-	602
Prepaid Items	458	702	1,160
Total Assets	1,741,289	2,909,953	4,651,242
Liabilities			
Current Liabilities			
Contracts Payable	714	-	714
Accrued Wages and Benefits Payable	5,193	13,090	18,283
Due to Other Funds	-	569,330	569,330
Claims Payable	-	661,807	661,807
Compensated Absences Payable	374	11,902	12,276
Total Current Liabilities	6,281	1,256,129	1,262,410
Non-Current Liabilities			
Claims Payable	-	2,002,560	2,002,560
Compensated Absences Payable	11,675	29,297	40,972
Total Non-Current Liabilities	11,675	2,031,857	2,043,532
Total Liabilities	17,956	3,287,986	3,305,942
Total Net Position (Deficit)	\$ 1,723,333	\$ (378,033)	\$ 1,345,300

Butler County, Ohio
Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2013

	Health Insurance	Workers' Compensation	Total
Operating Revenues			
Charges for Services	\$ 16,036,445	\$ 1,998,261	\$ 18,034,706
Operating Expenses			
Personal Services	133,248	255,151	388,399
Contractual Services	14,960,106	721,734	15,681,840
Claims and Judgments	-	418,912	418,912
Materials and Supplies	17,907	123	18,030
Other	119	-	119
Total Operating Expenses	15,111,380	1,395,920	16,507,300
Operating Income	925,065	602,341	1,527,406
Other Non-Operating Revenues	39,976	1,669	41,645
Change in Net Position	965,041	604,010	1,569,051
Net Position (Deficit) at Beginning of Year	758,292	(982,043)	(223,751)
Net Position (Deficit) at End of Year	\$ 1,723,333	\$ (378,033)	\$ 1,345,300

Butler County
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2013

	Health Insurance	Workers' Compensation	Total
<u>Increase (Decrease) in Cash and Cash Equivalents:</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Paid to Suppliers	\$ (14,978,439)	\$ (721,857)	\$ (15,700,296)
Cash Paid to Employees	(133,016)	(262,250)	(395,266)
Cash Received from Interfund Services Provided	16,036,445	1,998,261	18,034,706
Other Non-Operating Revenues	39,374	570,999	610,373
Cash Paid for Claims	-	(532,602)	(532,602)
Net Cash Provided by Operating Activities	964,364	1,052,551	2,016,915
Cash and Cash Equivalents at Beginning of Year	764,884	1,856,700	2,621,584
Cash and Cash Equivalents at End of Year	<u>\$ 1,729,248</u>	<u>\$ 2,909,251</u>	<u>\$ 4,638,499</u>
<u>Reconciliation of Operating Income to Net</u>			
<u>Cash Provided by Operating Activities:</u>			
Operating Income	\$ 925,065	\$ 602,341	\$ 1,527,406
<u>Adjustments to Reconcile Operating Income to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Other Non-Operating Revenues	39,374	570,999	610,373
<u>Changes in Assets and Liabilities:</u>			
Decrease in Prepaid Items	(458)	-	(458)
Decrease in Accrued Wages and Benefits Payable	(1,255)	(2,190)	(3,445)
Increase (Decrease) in Accounts Payable	714	-	714
Decrease in Contracts Payable	(563)	-	(563)
Increase (Decrease) in Compensated Absences Payable	1,487	(4,909)	(3,422)
Decrease in Claims Payable	-	(113,690)	(113,690)
Total Adjustments	39,299	450,210	489,509
Net Cash Provided by Operating Activities	<u>\$ 964,364</u>	<u>\$ 1,052,551</u>	<u>\$ 2,016,915</u>

Agency Funds

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

Undivided Tax – Accounts for various agency funds used for the collection and distribution of taxes by the County.

All Other Agency – Accounts for various individual agency funds combined for reporting purposes.

Butler County, Ohio
Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2013

	Undivided Tax	All Other Agency	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 16,861,215	\$ 12,219,187	\$ 29,080,402
Cash and Cash Equivalents in Segregated Accounts	-	6,193,157	6,193,157
Property Taxes Receivable	431,522,000	-	431,522,000
Revenue in Lieu of Taxes Receivable	45,882,828	-	45,882,828
Special Assessments Receivable	12,683,472	-	12,683,472
Due from Other Governments	10,208,218	136,537	10,344,755
Total Assets	\$ 517,157,733	\$ 18,548,881	\$ 535,706,614
Liabilities			
Undistributed Monies	\$ -	\$ 18,194,902	\$ 18,194,902
Deposits Held and Due to Others	-	155,795	155,795
Due to Other Governments	517,157,733	125,815	517,283,548
Loans Payable	-	72,369	72,369
Total Liabilities	\$ 517,157,733	\$ 18,548,881	\$ 535,706,614

Butler County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2013

	Beginning Balance 12/31/12	Additions	Deductions	Ending Balance 12/31/13
Undivided Tax Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 14,736,143	\$ 486,893,618	\$ 484,768,546	\$ 16,861,215
Property Taxes Receivable	424,032,166	431,522,000	424,032,166	431,522,000
Revenue in Lieu of Taxes Receivable	39,075,344	45,882,828	39,075,344	45,882,828
Special Assessments Receivable	13,072,365	12,131,058	12,519,951	12,683,472
Due from Other Governments	11,351,952	10,208,218	11,351,952	10,208,218
Total Assets	\$ 502,267,970	\$ 986,637,722	\$ 971,747,959	\$ 517,157,733
Liabilities				
Due to Other Governments	\$ 502,267,970	\$ 501,703,673	\$ 488,279,555	\$ 517,157,733
All Other Agency Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 10,666,491	\$ 131,283,750	\$ 129,731,054	\$ 12,219,187
Cash and Cash Equivalents In Segregated Accounts	4,399,213	1,793,944	-	6,193,157
Due from Other Governments	197,438	136,537	197,438	136,537
Total Assets	\$ 15,263,142	\$ 133,214,231	\$ 129,928,492	\$ 18,548,881
Liabilities				
Undistributed Monies	\$ 14,756,419	\$ 1,946,146	\$ 82,182	\$ 18,194,902
Deposits Held and Due to Others	362,839	2,857	13,478	155,795
Due to Other Governments	124,544	1,271	-	125,815
Loans Payable	19,340	53,029	-	72,369
Total Liabilities	\$ 15,263,142	\$ 2,003,303	\$ 95,660	\$ 18,548,881

(Continued)

Butler County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2013 (Continued)

	Beginning Balance 12/31/12	Additions	Deductions	Ending Balance 12/31/13
Total - All Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 25,402,634	\$ 618,177,368	\$ 614,499,600	\$29,080,402
Cash and Cash Equivalents				
In Segregated Accounts	4,399,213	1,793,944	-	6,193,157
Property Taxes Receivable	424,032,166	431,522,000	424,032,166	431,522,000
Revenue in Lieu of Taxes Receivable	39,075,344	45,882,828	39,075,344	45,882,828
Special Assessments Receivable	13,072,365	12,131,038	12,519,951	12,683,452
Due from Other Governments	11,549,390	10,344,775	11,549,390	10,344,775
Total Assets	\$ 517,531,112	\$ 1,119,851,953	\$ 1,101,676,451	\$ 535,706,614
Liabilities				
Undistributed Monies	\$ 14,756,419	\$ 3,520,665	\$ 82,182	\$18,194,902
Deposits Held and Due to Others	362,839	2,951	209,995	155,795
Due to Other Governments	502,392,514	501,704,944	486,813,910	517,283,548
Loans Payable	19,340	53,029	-	72,369
Total Liabilities	\$ 517,531,112	\$ 505,281,589	\$ 487,106,087	\$ 535,706,614

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Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$12,315,890	\$12,312,000	\$12,639,816	\$ 327,816
Sales Taxes	32,300,000	34,600,635	34,668,276	67,641
Charges for Services	16,194,047	16,178,047	17,986,380	1,808,333
Licenses and Permits	1,594,791	1,799,791	1,822,747	22,956
Fines and Forfeitures	1,265,917	1,265,917	1,307,603	41,686
Intergovernmental	9,355,688	9,375,688	9,655,195	279,507
Interest	1,300,000	1,003,255	1,068,001	64,746
Other	906,559	586,559	706,774	120,215
Total Revenues	<u>75,232,892</u>	<u>77,121,892</u>	<u>79,854,792</u>	<u>2,732,900</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive				
Information Services				
Personal Services	1,444,168	1,404,168	1,386,357	17,811
Materials and Supplies	6,000	90,842	90,843	(1)
Contractual Services	746,863	844,842	843,411	1,431
Total Information Services	<u>2,197,031</u>	<u>2,339,852</u>	<u>2,320,611</u>	<u>19,241</u>
Audit Services				
Contractual Services	140,000	150,600	150,600	-
Auditor				
Personal Services	1,037,598	1,114,057	1,114,053	4
Materials and Supplies	13,100	22,658	22,658	-
Contractual Services	134,000	96,694	96,693	1
Total Auditor	<u>1,184,698</u>	<u>1,233,409</u>	<u>1,233,404</u>	<u>5</u>
Commissioners				
Personal Services	1,136,714	1,112,725	939,861	172,864
Materials and Supplies	10,320	18,712	17,304	1,408
Contractual Services	7,050	30,580	27,002	3,578
Other	500	5,084	888	4,196
Total Commissioners	<u>1,154,584</u>	<u>1,167,101</u>	<u>985,055</u>	<u>182,046</u>
Department of Development				
Personal Services	878,074	882,578	878,308	4,270
Materials and Supplies	5,040	5,275	5,218	57
Contractual Services	170,240	174,954	160,847	14,107
Other	900	1,000	1,000	-
Total Department of Development	<u>1,054,254</u>	<u>1,063,807</u>	<u>1,045,373</u>	<u>18,434</u>
Mailroom				
Personal Services	88,211	89,603	89,561	42
Materials and Supplies	537,379	653,309	539,664	113,645
Contractual Services	-	190	169	21
Total Mailroom	<u>\$ 625,590</u>	<u>\$ 743,102</u>	<u>\$ 629,394</u>	<u>\$ 113,708</u>

(continued)

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund (continued)
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Maintenance				
Personal Services	\$ 202,885	\$ 218,081	\$ 210,675	\$ 7,406
Materials and Supplies	63,900	132,097	120,545	11,552
Contractual Services	1,700,925	1,909,713	1,810,973	98,740
Total Maintenance	<u>1,967,710</u>	<u>2,259,891</u>	<u>2,142,193</u>	<u>117,698</u>
Records Center				
Personal Services	257,365	261,426	260,933	493
Materials and Supplies	3,480	5,651	5,275	376
Contractual Services	25,325	28,456	27,505	951
Total Records Center	<u>286,170</u>	<u>295,533</u>	<u>293,713</u>	<u>1,820</u>
Insurance, Pension and Taxes				
Contractual Services	1,255,500	1,441,772	1,366,513	75,259
Other	629,575	629,575	477,669	151,906
Total Insurance, Pension and Taxes	<u>1,885,075</u>	<u>2,071,347</u>	<u>1,844,182</u>	<u>227,165</u>
Commissioners-Other				
Materials and Supplies	-	200,000	200,000	-
Contractual Services	260,850	600,271	515,690	84,581
Other	34,507	87,536	87,536	-
Total Commissioners-Other	<u>295,357</u>	<u>887,807</u>	<u>803,226</u>	<u>84,581</u>
Central HR				
Personal Services	-	285,574	276,995	8,579
Materials and Supplies	-	1,500	-	1,500
Contractual Services	-	3,500	-	3,500
Total Central HR	<u>-</u>	<u>290,574</u>	<u>276,995</u>	<u>13,579</u>
Board of Elections				
Personal Services	1,955,746	1,923,205	1,885,168	38,037
Materials and Supplies	200,017	144,339	133,711	10,628
Contractual Services	304,063	393,882	384,114	9,768
Other	-	70	70	-
Total Board of Elections	<u>2,459,826</u>	<u>2,461,496</u>	<u>2,403,063</u>	<u>58,433</u>
Prosecuting Attorney				
Personal Services	3,269,749	3,360,753	3,340,873	19,880
Materials and Supplies	31,200	34,426	33,386	1,040
Contractual Services	36,264	55,370	38,572	16,798
Other	57,851	57,851	57,851	-
Total Prosecuting Attorney	<u>3,395,064</u>	<u>3,508,400</u>	<u>3,470,682</u>	<u>37,718</u>
CSEA Prosecutor				
Personal Services	333,498	260,471	258,208	2,263
Materials and Supplies	1,800	2,074	1,040	1,034
Contractual Services	24,400	35,035	26,961	8,074
Total CSEA Prosecutor	<u>\$ 359,698</u>	<u>\$ 297,580</u>	<u>\$ 286,209</u>	<u>\$ 11,371</u>

(continued)

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund (continued)
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Public Defender Area Courts				
Personal Services	\$ 195,251	\$ 198,400	\$ 198,183	\$ 217
Materials and Supplies	1,020	995	900	95
Contractual Services	1,282	1,032	656	376
Total Public Defender Area Courts	<u>197,553</u>	<u>200,427</u>	<u>199,739</u>	<u>688</u>
Public Defender Common Pleas				
Personal Services	735,778	738,135	736,745	1,390
Materials and Supplies	3,831	4,257	4,132	125
Contractual Services	1,425	1,288	1,184	104
Total Public Defender Common Pleas	<u>741,034</u>	<u>743,680</u>	<u>742,061</u>	<u>1,619</u>
Public Defender Municipal				
Personal Services	527,856	535,706	531,931	3,775
Materials and Supplies	2,652	1,350	1,350	-
Contractual Services	700	195	-	195
Total Public Defender Municipal	<u>531,208</u>	<u>537,251</u>	<u>533,281</u>	<u>3,970</u>
Recorder				
Personal Services	734,134	746,039	745,234	805
Materials and Supplies	2,000	2,905	2,544	361
Contractual Services	7,936	8,236	7,282	954
Total Recorder	<u>744,070</u>	<u>757,180</u>	<u>755,060</u>	<u>2,120</u>
Treasurer				
Personal Services	627,397	636,140	631,651	4,489
Materials and Supplies	1,500	6,987	6,363	624
Contractual Services	67,364	68,948	68,216	732
Total Treasurer	<u>696,261</u>	<u>712,075</u>	<u>706,230</u>	<u>5,845</u>
Unclaimed Monies				
Other	5,000	5,100	2,362	2,738
Total General Government: Legislative and Executive	<u>19,920,183</u>	<u>21,726,212</u>	<u>20,823,433</u>	<u>902,779</u>
General Government: Judicial				
Area Courts				
Personal Services	919,174	911,674	886,035	25,639
Materials and Supplies	19,980	22,509	22,509	-
Contractual Services	71,244	79,540	77,639	1,901
Total Area Courts	<u>1,010,398</u>	<u>1,013,723</u>	<u>986,183</u>	<u>27,540</u>
Clerk of Courts				
Personal Services	1,474,026	1,474,347	1,409,950	64,397
Materials and Supplies	354,237	364,589	350,145	14,444
Contractual Services	26,874	33,383	29,002	4,381
Other	-	10,000	10,000	-
Total Clerk of Courts	<u>1,855,137</u>	<u>1,882,319</u>	<u>1,799,097</u>	<u>83,222</u>
Common Pleas Court				
Personal Services	1,483,965	1,483,965	1,441,861	42,104
Materials and Supplies	23,000	23,115	20,212	2,903
Contractual Services	456,600	463,820	298,384	165,436
Total Common Pleas Court	<u>\$ 1,963,565</u>	<u>\$ 1,970,900</u>	<u>\$ 1,760,457</u>	<u>\$ 210,443</u>

(continued)

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund (continued)
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Court Services				
Personal Services	\$ 341,414	\$ 341,414	\$ 324,236	\$ 17,178
Total Court Services	341,414	341,414	324,236	17,178
Domestic Relations Court				
Personal Services	1,263,561	1,260,231	1,202,971	57,260
Materials and Supplies	11,690	11,690	11,660	30
Contractual Services	102,159	107,351	102,139	5,212
Other	504	504	476	28
Total Domestic Relations Court	1,377,914	1,379,776	1,317,246	62,530
Parenting Education				
Contractual Services	54,708	58,715	49,991	8,724
Other	54,708	58,715	49,991	8,724
Juvenile Court				
Personal Services	2,172,556	2,275,415	2,270,379	5,036
Materials and Supplies	36,600	41,367	39,836	1,531
Contractual Services	1,549,687	1,683,923	1,604,732	79,191
Other	600	-	-	-
Total Juvenile Court	3,759,443	4,000,705	3,914,947	85,758
Probate Court				
Personal Services	621,079	619,344	590,053	29,291
Materials and Supplies	24,000	20,750	17,925	2,825
Contractual Services	23,025	36,075	33,922	2,153
Total Probate Court	668,104	676,169	641,900	34,269
Court of Appeals				
Personal Services	60	60	-	60
Materials and Supplies	13,900	43,445	39,667	3,778
Contractual Services	531,741	556,656	532,164	24,492
Other	300	300	-	300
Total Court of Appeals	546,001	600,461	571,831	28,630
Municipal Courts				
Personal Services	404,618	404,985	390,528	14,457
Contractual Services	17,050	52,050	45,708	6,342
Total Municipal Courts	421,668	457,035	436,236	20,799
Total General Government:				
Judicial	11,998,352	12,381,217	11,802,124	579,093
Public Safety				
Adult Probation				
Personal Services	1,496,090	1,499,090	1,492,437	6,653
Materials and Supplies	13,000	10,205	9,831	374
Contractual Services	175,164	177,477	172,752	4,725
Total Adult Probation	\$ 1,684,254	\$ 1,686,772	\$ 1,675,020	\$ 11,752

(continued)

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund (continued)
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Coroner				
Personal Services	\$ 581,880	\$ 581,880	\$ 561,378	\$ 20,502
Materials and Supplies	7,500	18,465	15,494	2,971
Contractual Services	11,401	11,488	5,694	5,794
Capital Outlay		49,999	49,999	-
Total Coroner	<u>600,781</u>	<u>661,832</u>	<u>632,565</u>	<u>29,267</u>
Coroner's Morgue				
Materials and Supplies	16,000	21,153	19,528	1,625
Contractual Services	357,229	350,916	304,301	46,615
Total Coroner's Morgue	<u>373,229</u>	<u>372,069</u>	<u>323,829</u>	<u>48,240</u>
Juvenile Facilities				
Personal Services	1,773,968	1,780,201	1,770,502	9,699
Materials and Supplies	134,000	142,493	134,893	7,600
Contractual Services	163,781	137,447	120,448	16,999
Total Juvenile Facilities	<u>2,071,749</u>	<u>2,060,141</u>	<u>2,025,843</u>	<u>34,298</u>
Sheriff's Academy				
Materials and Supplies	9,225	9,917	9,861	56
Contractual Services	20,407	22,770	19,437	3,333
Total Sheriff's Academy	<u>29,632</u>	<u>32,687</u>	<u>29,298</u>	<u>3,389</u>
Sheriff's Resolutions				
Personal Services	705,707	589,307	455,408	133,899
Materials and Supplies	339,965	727,300	726,943	357
Contractual Services	2,452,924	2,580,608	2,561,465	19,143
Total Sheriff's Resolutions	<u>3,498,596</u>	<u>3,897,215</u>	<u>3,743,816</u>	<u>153,399</u>
Sheriff				
Personal Services	18,116,950	18,186,662	18,068,758	117,904
Materials and Supplies	571,799	797,582	794,077	3,505
Contractual Services	622,346	640,190	631,820	8,370
Capital Outlay	-	359,494	359,493	1
Other	187,085	220,767	220,750	17
Total Sheriff	<u>19,498,180</u>	<u>20,204,695</u>	<u>20,074,898</u>	<u>129,797</u>
Paramedics				
Personal Services	946,798	876,798	819,003	57,795
Materials and Supplies		384,385	373,033	11,352
Contractual Services	632,000	360,418	330,500	29,918
Total Paramedics	<u>1,578,798</u>	<u>1,621,601</u>	<u>1,522,536</u>	<u>99,065</u>
General Communications Sales Tax				
Materials and Supplies	124,115	290,622	290,311	311
Contractual Services	2,570,005	2,602,852	2,587,535	15,317
Total General Communications Sales Tax	<u>2,694,120</u>	<u>2,893,474</u>	<u>2,877,846</u>	<u>15,628</u>
E911 Dispatch				
Personal Services	1,451,101	1,520,301	1,502,957	17,344
Materials and Supplies	7,920	10,057	9,936	121
Contractual Services	3,500	1,700	1,000	700
Other	1,582	1,629	1,339	290
Total Paramedics	<u>1,464,103</u>	<u>1,533,687</u>	<u>1,515,232</u>	<u>18,455</u>
Total Public Safety	<u>\$ 33,493,442</u>	<u>\$ 34,964,173</u>	<u>\$ 34,420,883</u>	<u>\$ 543,290</u>

(continued)

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund (continued)
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Public Works				
Solid Waste Landfill				
Contractual Services	\$ 13,500	\$ 13,500	\$ 13,500	\$ -
Engineers-Plat Room				
Personal Services	159,634	159,634	159,246	388
Total Public Works	173,134	173,134	172,746	388
Health				
Other-Health				
Contractual Service	774,231	961,195	805,366	155,829
Registration Vital Statistics				
Other	3,650	3,650	3,483	167
Total Health	777,881	964,845	808,849	155,996
Human Services				
Veterans Memorial				
Materials and Supplies	6,636	6,636	580	6,056
Contractual Services	10,000	12,566	11,142	1,424
Total Veterans Memorial	16,636	19,202	11,722	7,480
Veterans Services				
Personal Services	809,218	691,918	686,135	5,783
Materials and Supplies	18,900	44,461	36,886	7,575
Contractual Services	494,400	649,286	624,188	25,098
Total Veterans Services	1,322,518	1,385,665	1,347,209	38,456
Total Human Services	\$ 1,339,154	\$ 1,404,867	\$ 1,358,931	\$ 45,936

(continued)

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
General Fund (continued)
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Conservation and Recreation				
Agricultural				
Contractual Services	\$ 610	\$ 881	\$ 881	\$ -
Other	345,980	345,980	345,980	-
Total Agricultural	<u>346,590</u>	<u>346,861</u>	<u>346,861</u>	<u>-</u>
Emergency Management				
Other	80,000	80,000	80,000	-
Total Conservation and Recreation	<u>426,590</u>	<u>426,861</u>	<u>426,861</u>	<u>-</u>
Debt Service:				
Principal Retirement	132,284	132,878	132,878	-
Interest and Fiscal Charges	5,953	6,266	6,266	-
Total Debt Service	<u>138,237</u>	<u>139,144</u>	<u>139,144</u>	<u>-</u>
Total Expenditures	<u>68,266,973</u>	<u>72,180,453</u>	<u>69,952,971</u>	<u>2,227,482</u>
Excess of Revenues Over Expenditures	<u>6,965,919</u>	<u>4,941,439</u>	<u>9,901,821</u>	<u>4,960,382</u>
Other Financing Sources (Uses):				
Other Financing Sources	2,298,599	2,409,599	2,232,767	(176,832)
Advances - In	100,000	100,000	145,686	45,686
Advances - Out	-	(668,258)	(665,642)	2,616
Transfers - In	500,000	500,000	1,217,728	717,728
Transfers - Out	(11,053,152)	(11,034,827)	(10,766,067)	268,760
Total Other Financing Sources (Uses)	<u>(8,154,553)</u>	<u>(8,693,486)</u>	<u>(7,835,528)</u>	<u>857,958</u>
Net Change in Fund Balance	(1,188,634)	(3,752,047)	2,066,293	5,818,340
Fund Balance at Beginning of Year	8,579,425	8,579,425	8,579,425	-
Prior Year Encumbrances Appropriated	1,806,585	1,806,585	1,806,585	-
Fund Balance at End of Year	<u>\$ 9,197,376</u>	<u>\$ 6,633,963</u>	<u>\$ 12,452,303</u>	<u>\$ 5,818,340</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Developmental Disabilities-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 19,000,000	\$ 18,020,000	\$ 18,016,248	\$ (3,752)
Charges for Services	110,000	30,000	22,027	(7,973)
Intergovernmental	8,096,000	10,341,000	10,956,896	615,896
Other	16,000	96,000	90,236	(5,764)
Total Revenues	<u>27,222,000</u>	<u>28,487,000</u>	<u>29,085,407</u>	<u>598,407</u>
Expenditures:				
Current:				
Health				
Developmental Disabilities				
Personal Services	12,958,230	13,228,335	13,201,242	27,093
Materials and Supplies	702,000	853,078	660,269	192,809
Contractual Services	15,567,739	16,101,967	14,231,729	1,870,238
Capital Outlay	100,000	387,651	362,493	25,158
Other	6,500	6,500	4,365	2,135
Total Expenditures	<u>29,334,469</u>	<u>30,577,531</u>	<u>28,460,098</u>	<u>2,117,433</u>
Excess of Revenues Over (Under) Expenditures	(2,112,469)	(2,090,531)	625,309	2,715,840
Other Financing Sources :				
Other Financing Sources	<u>5,000</u>	<u>5,000</u>	<u>183,155</u>	<u>178,155</u>
Net Change in Fund Balance	(2,107,469)	(2,085,531)	808,464	2,893,995
Fund Balance at Beginning of Year	29,414,080	29,414,080	29,414,080	-
Prior Year Encumbrances Appropriated	874,678	874,678	874,678	-
Fund Balance at End of Year	<u>\$ 28,181,289</u>	<u>\$ 28,203,227</u>	<u>\$ 31,097,222</u>	<u>\$ 2,893,995</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Job and Family Services/Children Services Agency-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 13,255,000	\$ 13,255,000	\$ 13,143,003	\$ (111,997)
Intergovernmental	22,389,542	19,367,145	20,722,539	1,355,394
Other	1,135,000	1,120,000	1,135,786	15,786
Total Revenues	<u>36,779,542</u>	<u>33,742,145</u>	<u>35,001,328</u>	<u>1,259,183</u>
Expenditures:				
Current:				
Human Services				
Job and Family/Children Services				
Personal Services	15,912,833	15,584,556	15,406,957	177,599
Materials and Supplies	296,050	313,043	288,454	24,589
Contractual Services	21,650,013	22,354,086	21,173,859	1,180,227
Capital Outlay	-	31,884	31,884	-
Other	2,643,460	1,677,657	1,340,388	337,269
Total Human Services	<u>40,502,356</u>	<u>39,961,226</u>	<u>38,241,542</u>	<u>1,719,684</u>
Debt Service:				
Principal Retirement	6,500	7,025	7,025	-
Interest and Fiscal Charges	2,000	1,517	1,517	-
Total Debt Service	<u>8,500</u>	<u>8,542</u>	<u>8,542</u>	<u>-</u>
Total Expenditures	<u>40,510,856</u>	<u>39,969,768</u>	<u>38,250,084</u>	<u>1,719,684</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,731,314)</u>	<u>(6,227,623)</u>	<u>(3,248,756)</u>	<u>2,978,867</u>
Other Financing Sources:				
Other Financing Sources	2,039,908	677,654	1,031,454	353,800
Transfers - In	967,108	967,108	915,491	(51,617)
Total Other Financing Sources	<u>3,007,016</u>	<u>1,644,762</u>	<u>1,946,945</u>	<u>302,183</u>
Net Change in Fund Balance	(724,298)	(4,582,861)	(1,301,811)	3,281,050
Fund Balance at Beginning of Year	6,491,783	6,491,783	6,491,783	-
Prior Year Encumbrances Appropriated	316,382	316,382	316,382	-
Fund Balance at End of Year	<u>\$ 6,083,867</u>	<u>\$ 2,225,304</u>	<u>\$ 5,506,354</u>	<u>\$ 3,281,050</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Mental Health-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 9,507,228	\$ 8,407,228	\$ 8,405,443	\$ (1,785)
Charges for Services	1,200	1,200	1,200	-
Intergovernmental	948,191	3,088,191	3,057,097	(31,094)
Other	309,500	309,500	21,542	(287,958)
Total Revenues	<u>10,766,119</u>	<u>11,806,119</u>	<u>11,485,282</u>	<u>(320,837)</u>
Expenditures:				
Current:				
Health				
Mental Health				
Personal Services	862,558	854,897	771,818	83,079
Materials and Supplies	30,300	27,694	15,439	12,255
Contractual Services	12,502,360	14,324,518	11,424,611	2,899,907
Other	48,903	-	-	-
Total Expenditures	<u>13,444,121</u>	<u>15,207,109</u>	<u>12,211,868</u>	<u>2,995,241</u>
Excess of Revenues Over (Under) Expenditures	(2,678,002)	(3,400,990)	(726,586)	2,674,404
Other Financing Sources:				
Other Financing Sources	-	60,000	408,120	348,120
Net Change in Fund Balance	(2,678,002)	(3,340,990)	(318,466)	3,022,524
Fund Balance at Beginning of Year	12,001,390	12,001,390	12,001,390	-
Prior Year Encumbrances Appropriated	102,626	102,626	102,626	-
Fund Balance at End of Year	<u>\$ 9,426,014</u>	<u>\$ 8,763,026</u>	<u>\$ 11,785,550</u>	<u>\$ 3,022,524</u>

Butler County, Ohio
Schedule of Revenues, Expenses, and
Changes in Fund Equity-Budget and Actual
Sewer-Enterprise Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 17,812,880	\$ 17,812,880	\$ 18,066,601	\$ 253,721
Contributed Capital	2,089,696	3,813,913	3,669,666	(144,247)
Special Assessments	25,000	25,000	62,043	37,043
Other Non-Operating Revenues	102,000	102,000	57,033	(44,967)
Other Operating Revenues	157,733	171,304	410,318	239,014
Proceeds from Loans	-	11,166,257	11,166,257	-
Total Revenues	<u>20,187,309</u>	<u>33,091,354</u>	<u>33,431,918</u>	<u>340,564</u>
Expenses:				
Personal Services	5,776,654	5,779,256	5,642,275	136,981
Contractual Services	6,006,069	22,801,097	21,209,980	1,591,117
Materials and Supplies	1,469,925	1,795,201	1,547,962	247,239
Other Operating Expenses	612,793	673,625	459,132	214,493
Capital Outlay	34,000	34,000	30,799	3,201
Debt Service:				
Principal Retirement	3,228,079	3,225,416	3,205,107	20,309
Interest and Fiscal Charges	1,818,791	1,822,732	1,779,331	43,401
Total Expenses	<u>18,946,311</u>	<u>36,131,327</u>	<u>33,874,586</u>	<u>2,256,741</u>
Excess of Revenues Over (Under) Expenses	1,240,998	(3,039,973)	(442,668)	2,597,305
Transfers - In	1,934,009	-	-	-
Transfer - Out	(1,934,009)	(1,934,009)	-	1,934,009
	<u>-</u>	<u>(1,934,009)</u>	<u>-</u>	<u>1,934,009</u>
Net Change in Fund Equity	1,240,998	(4,973,982)	(442,668)	4,531,314
Fund Equity at Beginning of Year	26,332,676	26,332,676	26,332,676	-
Prior Year Encumbrances Appropriated	1,244,177	1,244,177	1,244,177	-
Fund Equity at End of Year	<u>\$ 28,817,851</u>	<u>\$ 22,602,871</u>	<u>\$ 27,134,185</u>	<u>\$ 4,531,314</u>

Butler County, Ohio
Schedule of Revenues, Expenses, and
Changes in Fund Equity-Budget and Actual
Water-Enterprise Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 20,630,127	\$ 19,830,727	\$ 20,222,852	\$ 392,125
Contributed Capital	1,322,890	2,217,200	2,213,341	(3,859)
Special Assessments	35,000	35,000	58,841	23,841
Other Non-Operating Revenues	180,050	180,050	91,200	(88,850)
Other Operating Revenues	30,250	30,250	90,380	60,130
Proceeds from Loans	-	468,465	468,465	-
Total Revenues	<u>22,198,317</u>	<u>22,761,692</u>	<u>23,145,079</u>	<u>383,387</u>
Expenses:				
Personal Services	2,915,570	2,915,570	2,839,566	76,004
Contractual Services	13,696,719	15,919,168	15,262,972	656,196
Materials and Supplies	609,878	682,536	570,362	112,174
Other Operating Expenses	577,580	554,456	394,675	159,781
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	4,035,359	4,040,126	4,003,636	36,490
Interest and Fiscal Charges	2,509,616	2,535,462	2,535,457	5
Total Expenses	<u>24,344,722</u>	<u>26,647,318</u>	<u>25,606,668</u>	<u>1,040,650</u>
Excess of Revenues Over (Under) Expenses	<u>(2,146,405)</u>	<u>(3,885,626)</u>	<u>(2,461,589)</u>	<u>1,424,037</u>
Transfers - In	701,364	-	-	-
Transfer - Out	<u>(701,364)</u>	<u>(701,364)</u>	<u>-</u>	<u>701,364</u>
	<u>-</u>	<u>(701,364)</u>	<u>-</u>	<u>701,364</u>
Net Change in Fund Equity	(2,146,405)	(4,586,990)	(2,461,589)	2,125,401
Fund Equity at Beginning of Year	10,839,598	10,839,598	10,839,598	-
Prior Year Encumbrances Appropriated	1,498,325	1,498,325	1,498,325	-
Fund Equity at End of Year	<u>\$ 10,191,518</u>	<u>\$ 7,750,933</u>	<u>\$ 9,876,334</u>	<u>\$ 2,125,401</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Real Estate Assessment-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 3,300,000	\$ 2,168,000	\$ 2,166,596	\$ (1,404)
Other	-	7,000	7,500	500
Total Revenues	<u>3,300,000</u>	<u>2,175,000</u>	<u>2,174,096</u>	<u>(904)</u>
Expenditures:				
Current:				
General Government:				
Legislative and Executive				
Real Estate Assessment				
Personal Services	1,847,686	1,883,190	1,879,420	3,770
Materials and Supplies	54,550	77,993	54,605	23,388
Contractual Services	514,000	841,577	636,850	204,727
Capital Outlay	-	16,000	15,081	919
Total Expenditures	<u>2,416,236</u>	<u>2,818,760</u>	<u>2,585,956</u>	<u>232,804</u>
Excess of Revenues Over (Under) Expenditures	883,764	(643,760)	(411,860)	231,900
Other Financing Sources:				
Other Financing Sources	-	-	4,956	4,956
Net Change in Fund Balance	883,764	(643,760)	(406,904)	236,856
Fund Balance at Beginning of Year	3,480,105	3,480,105	3,480,105	-
Prior Year Encumbrances Appropriated	63,859	63,859	63,859	-
Fund Balance at End of Year	<u>\$ 4,427,728</u>	<u>\$ 2,900,204</u>	<u>\$ 3,137,060</u>	<u>\$ 236,856</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
All Other Legislative and Executive-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 3,724,273	\$ 3,638,866	\$ 3,669,973	\$ 31,107
Fines and Forfeitures	666,950	594,500	610,227	15,727
Interest	5,100	3,293	3,611	318
Other	-	-	1,755	1,755
Total Revenues	4,396,323	4,236,659	4,285,566	48,907
Expenditures:				
Current:				
General Government:				
Legislative and Executive				
Other Legislative and Executive				
Personal Services	2,470,803	2,515,669	2,399,298	116,371
Materials and Supplies	696,239	762,881	531,015	231,866
Contractual Services	871,124	884,261	573,969	310,292
Capital Outlay	80,250	71,600	-	71,600
Other	5,700	3,700	25	3,675
Total Expenditures	4,124,116	4,238,111	3,504,307	733,804
Excess of Revenues Over (Under) Expenditures	272,207	(1,452)	781,259	782,711
Other Financing Sources (Uses):				
Other Financing Sources	55	55	3,972	3,917
Transfers - Out	-	(900,000)	(900,000)	-
Total Other Financing Sources (Uses)	55	(899,945)	(896,028)	3,917
Net Change in Fund Balance	272,262	(901,397)	(114,769)	786,628
Fund Balance at Beginning of Year	3,260,779	3,260,779	3,260,779	-
Prior Year Encumbrances Appropriated	75,225	75,225	75,225	-
Fund Balance at End of Year	\$ 3,608,266	\$ 2,434,607	\$ 3,221,235	\$ 786,628

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
All Other Judicial-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 2,357,410	\$ 2,627,823	\$ 2,710,596	\$ 82,773
Fines and Forfeitures	55,007	48,900	51,352	2,452
Intergovernmental	450	450	845	395
Total Revenues	<u>2,412,867</u>	<u>2,677,173</u>	<u>2,762,793</u>	<u>85,620</u>
Expenditures:				
Current:				
General Government:				
Judicial				
Other Judicial				
Personal Services	1,601,850	1,731,281	1,462,174	269,107
Materials and Supplies	164,836	213,201	188,975	24,226
Contractual Services	500,300	751,373	470,254	281,119
Other	125,000	115,000	-	115,000
Total Expenditures	<u>2,391,986</u>	<u>2,810,855</u>	<u>2,121,403</u>	<u>689,452</u>
Excess of Revenues Over (Under) Expenditures	<u>20,881</u>	<u>(133,682)</u>	<u>641,390</u>	<u>775,072</u>
Other Financing Sources (Uses):				
Advances - In	20,000	17,000	17,182	182
Advances - Out	-	-	(13,000)	(13,000)
Other Financing Sources	-	-	254	254
Total Other Financing Sources (Uses)	<u>20,000</u>	<u>17,000</u>	<u>4,436</u>	<u>(12,564)</u>
Net Change in Fund Balance	40,881	(116,682)	645,826	762,508
Fund Balance at Beginning of Year	2,694,063	2,694,063	2,694,063	-
Prior Year Encumbrances Appropriated	30,744	30,744	30,744	-
Fund Balance at End of Year	<u>\$ 2,765,688</u>	<u>\$ 2,608,125</u>	<u>\$ 3,370,633</u>	<u>\$ 762,508</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
All Other Public Safety-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 4,806,136	\$ 4,899,096	\$ 4,965,567	\$ 66,471
Licenses and Permits	684,700	829,630	829,254	(376)
Fines and Forfeitures	42,063	42,063	26,860	(15,203)
Intergovernmental	5,239,914	5,448,162	5,461,615	13,453
Other	1,810	1,710	21,906	20,196
Total Revenues	<u>10,774,623</u>	<u>11,220,661</u>	<u>11,305,202</u>	<u>84,541</u>
Expenditures:				
Current:				
Public Safety				
Other Public Safety				
Personal Services	8,696,790	8,939,645	8,676,125	263,520
Materials and Supplies	1,115,317	1,427,351	1,284,451	142,900
Contractual Services	1,055,647	2,123,789	1,835,673	288,116
Capital Outlay	130,000	440,852	439,736	1,116
Other	227,996	331,255	320,754	10,501
Total Expenditures	<u>11,225,750</u>	<u>13,262,892</u>	<u>12,556,739</u>	<u>706,153</u>
Excess of Revenues Over (Under) Expenditures	<u>(451,127)</u>	<u>(2,042,231)</u>	<u>(1,251,537)</u>	<u>790,694</u>
Other Financing Sources (Uses):				
Other Financing Sources	36,000	270,190	365,929	95,739
Transfers - In	6,750	8,210	8,832	622
Total Other Financing Sources (Uses)	<u>42,750</u>	<u>278,400</u>	<u>374,761</u>	<u>96,361</u>
Net Change in Fund Balance	(408,377)	(1,763,831)	(876,776)	887,055
Fund Balance at Beginning of Year	4,557,764	4,557,764	4,557,764	-
Prior Year Encumbrances Appropriated	541,199	541,199	541,199	-
Fund Balance at End of Year	<u>\$ 4,690,586</u>	<u>\$ 3,335,132</u>	<u>\$ 4,222,187</u>	<u>\$ 887,055</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Motor Vehicle-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Other Local Taxes	\$ 2,466,000	\$ 2,466,000	\$ 2,516,058	\$ 50,058
Charges for Services	171,000	2,391,924	2,531,760	139,836
Fines and Forfeitures	240,000	240,000	173,525	(66,475)
Intergovernmental	12,048,076	10,570,906	10,609,406	38,500
Interest	20,000	20,000	9,446	(10,554)
Other	145,000	85,000	123,128	38,128
Total Revenues	<u>15,090,076</u>	<u>15,773,830</u>	<u>15,963,323</u>	<u>189,493</u>
Expenditures:				
Current:				
Public Works				
Motor Vehicle				
Personal Services	6,242,735	6,242,735	5,382,986	859,749
Materials and Supplies	1,954,800	2,194,054	1,246,200	947,854
Contractual Services	8,469,516	10,889,610	7,017,201	3,872,409
Capital Outlay	347,642	396,289	245,044	151,245
Other	215,000	213,979	3,517	210,462
Total Public Works	<u>17,229,693</u>	<u>19,936,667</u>	<u>13,894,948</u>	<u>6,041,719</u>
Debt Service:				
Principal Retirement	218,900	220,400	220,277	123
Interest and Fiscal Charges	6,000	4,500	4,385	115
Total Debt Service	<u>224,900</u>	<u>224,900</u>	<u>224,662</u>	<u>238</u>
Total Expenditures	<u>17,454,593</u>	<u>20,161,567</u>	<u>14,119,610</u>	<u>6,041,957</u>
Excess of Revenue Over (Under) Expenditures	(2,364,517)	(4,387,737)	1,843,713	6,231,450
Other Financing Sources:				
Other Financing Sources	-	60,000	15,719	(44,281)
Net Change in Fund Balance	(2,364,517)	(4,327,737)	1,859,432	6,187,169
Fund Balance at Beginning of Year	6,799,992	6,799,992	6,799,992	-
Prior Year Encumbrances Appropriated	792,456	792,456	792,456	-
Fund Balance at End of Year	<u>\$ 5,227,931</u>	<u>\$ 3,264,711</u>	<u>\$ 9,451,880</u>	<u>\$ 6,187,169</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
All Other Public Works-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 1,194,012	\$ 1,038,366	\$ 1,147,450	\$ 109,084
Licenses and Permits	400	400	510	110
Intergovernmental	3,996,380	3,391,551	3,389,162	(2,389)
Special Assessments	1,589,000	1,545,500	1,566,142	20,642
Interest	6,408	6,408	6,113	(295)
Other	87,092	124,756	155,929	31,173
Total Revenues	<u>6,873,292</u>	<u>6,106,981</u>	<u>6,265,306</u>	<u>158,325</u>
Expenditures:				
Current:				
Public Works				
Other Public Works				
Personal Services	1,173,817	1,116,490	1,055,011	61,479
Materials and Supplies	110,323	116,544	78,431	38,113
Contractual Services	5,805,653	5,623,567	4,572,244	1,051,323
Capital Outlay	-	25,000	25,000	-
Other	225,800	226,300	180,888	45,412
Total Public Works	<u>7,315,593</u>	<u>7,107,901</u>	<u>5,911,574</u>	<u>1,196,327</u>
Total Expenditures	<u>7,315,593</u>	<u>7,107,901</u>	<u>5,911,574</u>	<u>1,196,327</u>
Excess of Revenues Over (Under) Expenditures	<u>(442,301)</u>	<u>(1,000,920)</u>	<u>353,732</u>	<u>1,354,652</u>
Other Financing Sources (Uses):				
Transfers - In	14,000	-	-	-
Advances - Out	-	(113,432)	(113,432)	-
Advances - In	55,000	181,118	181,118	-
Total Other Financing Sources (Uses)	<u>69,000</u>	<u>67,686</u>	<u>67,686</u>	<u>-</u>
Net Change in Fund Balance	<u>(373,301)</u>	<u>(933,234)</u>	<u>421,418</u>	<u>1,354,652</u>
Fund Balance at Beginning of Year	11,016,389	11,016,389	11,016,389	-
Prior Year Encumbrances Appropriated	74,147	74,147	74,147	-
Fund Balance at End of Year	<u>\$ 10,717,235</u>	<u>\$ 10,157,302</u>	<u>\$ 11,511,954</u>	<u>\$ 1,354,652</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Child Support Enforcement-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 1,190,000	\$ 1,190,000	\$ 1,229,937	\$ 39,937
Intergovernmental	3,927,674	3,164,674	3,373,084	208,410
Other	-	-	11	11
Total Revenues	<u>5,117,674</u>	<u>4,354,674</u>	<u>4,603,032</u>	<u>248,358</u>
Expenditures:				
Current:				
Human Services				
Child Support Enforcement				
Personal Services	3,501,888	3,501,888	3,378,745	123,143
Materials and Supplies	124,130	130,686	94,578	36,108
Contractual Services	1,317,625	1,345,429	963,646	381,783
Other	51,000	101,667	100,667	1,000
Total Expenditures	<u>4,994,643</u>	<u>5,079,670</u>	<u>4,537,636</u>	<u>542,034</u>
Excess of Revenues Over (Under) Expenditures	123,031	(724,996)	65,396	790,392
Other Financing Sources:				
Other Financing Sources	<u>11,000</u>	<u>11,000</u>	<u>13,099</u>	<u>2,099</u>
Net Change in Fund Balance	134,031	(713,996)	78,495	792,491
Fund Balance at Beginning of Year	1,867,754	1,867,754	1,867,754	-
Prior Year Encumbrances Appropriated	85,027	85,027	85,027	-
Fund Balance at End of Year	<u>\$ 2,086,812</u>	<u>\$ 1,238,785</u>	<u>\$ 2,031,276</u>	<u>\$ 792,491</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Alcohol and Drug Addiction-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 110,394	\$ 110,394	\$ 110,670	\$ 276
Intergovernmental	3,917,258	3,787,311	3,790,609	3,298
Total Revenues	<u>4,027,652</u>	<u>3,897,705</u>	<u>3,901,279</u>	<u>3,574</u>
Expenditures:				
Current:				
Health				
Alcohol and Drug Addiction				
Personal Services	604,038	570,466	561,563	8,903
Materials and Supplies	33,583	13,535	6,233	7,302
Contractual Services	3,569,790	3,599,800	3,408,554	191,246
Other	1,086	1,853	1,853	-
Total Expenditures	<u>4,208,497</u>	<u>4,185,654</u>	<u>3,978,203</u>	<u>207,451</u>
Excess of Revenues Over (Under) Expenditures	<u>(180,845)</u>	<u>(287,949)</u>	<u>(76,924)</u>	<u>211,025</u>
Other Financing Sources:				
Other Financing Sources	4,725	6,252	6,332	80
Transfers - In	110,000	110,000	110,000	-
Total Other Financing Sources	<u>114,725</u>	<u>116,252</u>	<u>116,332</u>	<u>80</u>
Net Change in Fund Balance	(66,120)	(171,697)	39,408	211,105
Fund Balance at Beginning of Year	1,017,493	1,017,493	1,017,493	-
Prior Year Encumbrances Appropriated	87,157	87,157	87,157	-
Fund Balance at End of Year	<u>\$ 1,038,530</u>	<u>\$ 932,953</u>	<u>\$ 1,144,058</u>	<u>\$ 211,105</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
County Care Facility-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 2,190,000	\$ 2,190,000	\$ 2,245,964	\$ 55,964
Intergovernmental	5,256,000	4,854,235	4,803,968	(50,267)
Other	-	-	3,156	3,156
Total Revenues	<u>7,446,000</u>	<u>7,044,235</u>	<u>7,053,088</u>	<u>8,853</u>
Expenditures:				
Current:				
Human Services				
County Care Facility				
Personal Services	5,485,867	5,575,303	5,566,050	9,253
Materials and Supplies	971,524	1,200,781	1,182,650	18,131
Contractual Services	761,169	765,027	732,589	32,438
Other	281,826	305,923	301,403	4,520
Debt Service:				
Principal Retirement	-	12,390	12,390	-
Interest and Fiscal Charges	-	1,012	1,012	-
Total Expenditures	<u>7,500,386</u>	<u>7,860,436</u>	<u>7,796,094</u>	<u>64,342</u>
Excess of Revenues Over (Under) Expenditures	<u>(54,386)</u>	<u>(816,201)</u>	<u>(743,006)</u>	<u>73,195</u>
Other Financing Sources:				
Other Financing Sources	45,000	45,000	46,676	1,676
Advances In	-	375,000	375,063	63
Total Other Financing Sources	<u>45,000</u>	<u>420,000</u>	<u>421,739</u>	<u>1,739</u>
Net Change in Fund Balance	(9,386)	(396,201)	(321,267)	74,934
Fund Balance at Beginning of Year	217,566	217,566	217,566	-
Prior Year Encumbrances Appropriated	244,648	244,648	244,648	-
Fund Balance at End of Year	<u>\$ 452,828</u>	<u>\$ 66,013</u>	<u>\$ 140,947</u>	<u>\$ 74,934</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Elderly Services Levy-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Property Taxes	\$ 8,502,200	\$ 8,502,200	\$ 8,558,232	\$ 56,032
Intergovernmental	1,090,000	1,452,500	1,431,636	(20,864)
Payments in Lieu of Taxes	12,500	-	-	-
Total Revenues	<u>9,604,700</u>	<u>9,954,700</u>	<u>9,989,868</u>	<u>35,168</u>
Expenditures:				
Current:				
Human Services				
Elderly Services Levy				
Personal Services	48,098	196,034	180,197	15,837
Contractual Services	11,443,945	13,119,387	13,075,946	43,441
Total Expenditures	<u>11,492,043</u>	<u>13,315,421</u>	<u>13,256,143</u>	<u>59,278</u>
Net Change in Fund Balance	(1,887,343)	(3,360,721)	(3,266,275)	94,446
Fund Balance at Beginning of Year	14,211,327	14,211,327	14,211,327	-
Prior Year Encumbrances Appropriated	1,274,009	1,274,009	1,274,009	-
Fund Balance at End of Year	<u>\$ 13,597,993</u>	<u>\$ 12,124,615</u>	<u>\$ 12,219,061</u>	<u>\$ 94,446</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
All Other Human Services-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ 168,954	\$ 174,618	\$ 181,152	\$ 6,534
Expenditures:				
Current:				
Human Services				
Other Human Services				
Personal Services	264,303	272,701	259,495	13,206
Materials and Supplies	4,500	6,820	4,820	2,000
Contractual Services	8,198	9,919	6,169	3,750
Total Expenditures	277,001	289,440	270,484	18,956
Excess of Revenues Over (Under) Expenditures	(108,047)	(114,822)	(89,332)	25,490
Other Financing Sources (Uses):				
Advances - In	-	80,201	92,279	12,078
Advances - Out	(25,800)	(3,208)	(19,254)	(16,046)
Transfers - In	51,256	47,132	45,132	(2,000)
Total Other Financing Sources (Uses)	25,456	124,125	118,157	(5,968)
Net Change in Fund Balance	(82,591)	9,303	28,825	19,522
Fund Balance at Beginning of Year	75,309	75,309	75,309	-
Prior Year Encumbrances Appropriated	4,065	4,065	4,065	-
Fund Balance (Deficit) at End of Year	\$ (3,217)	\$ 88,677	\$ 108,199	\$ 19,522

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
All Other Conservation and Recreation-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 12,694	\$ 12,694	\$ 24,141	\$ 11,447
Licences and Permits	8,670	8,670	14,872	6,202
Total Revenues	21,364	21,364	39,013	17,649
Expenditures:				
Current:				
Conversation and Recreation				
Contractual Services	21,000	36,872	36,872	-
Net Change in Fund Balance	364	(15,508)	2,141	17,649
Fund Balance at Beginning of Year	36,873	36,873	36,873	-
Fund Balance at End of Year	\$ 37,237	\$ 21,365	\$ 39,014	\$ 17,649

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Residential Incentive Districts and Tax Incremental Financings-Special Revenue Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ 768,077	\$ 820,498	\$ 52,421
Payments in Lieu of Taxes	7,466,643	4,967,761	5,088,099	120,338
Total Revenues	<u>7,466,643</u>	<u>5,735,838</u>	<u>5,908,597</u>	<u>172,759</u>
Expenditures:				
Current:				
Intergovernmental				
Contractual Services	<u>3,406,372</u>	<u>4,428,822</u>	<u>3,097,300</u>	<u>1,331,522</u>
Excess of Revenues Over Expenditures	4,060,271	1,307,016	2,811,297	1,504,281
Other Financing Uses:				
Transfers - Out	<u>(1,707,849)</u>	<u>(1,554,886)</u>	<u>(1,517,309)</u>	<u>37,577</u>
Net Change in Fund Balance	2,352,422	(247,870)	1,293,988	1,541,858
Fund Balance at Beginning of Year	6,291,006	6,291,006	6,291,006	-
Prior Year Encumbrances Appropriated	11,483	11,483	11,483	-
Fund Balance at End of Year	<u>\$ 8,654,911</u>	<u>\$ 6,054,619</u>	<u>\$ 7,596,477</u>	<u>\$ 1,541,858</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Technology-Capital Projects Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ -	\$ 174,000	\$ 173,744	\$ (256)
Expenditures:				
Capital Outlay				
Technology				
Contractual Services	-	365,150	365,150	-
Materials and Supplies	-	14,300	9,377	4,923
Debt Service:				
Principal Retirement	2,375,000	2,375,000	2,375,000	-
Interest and Fiscal Charges	22,510	24,873	24,873	-
Total Expenditures	<u>2,397,510</u>	<u>2,779,323</u>	<u>2,774,400</u>	<u>4,923</u>
Excess of Revenues (Under) Expenditures	<u>(2,397,510)</u>	<u>(2,605,323)</u>	<u>(2,600,656)</u>	<u>4,667</u>
Other Financing Sources:				
Notes Issued	2,110,000	2,115,000	2,115,000	-
Transfers - In	292,510	487,805	489,557	1,752
Total Other Financing Sources	<u>2,402,510</u>	<u>2,602,805</u>	<u>2,604,557</u>	<u>1,752</u>
Net Change in Fund Balance	5,000	(2,518)	3,901	6,419
Fund Balance at Beginning of Year	9,068	9,068	9,068	-
Fund Balance at End of Year	<u>\$ 14,068</u>	<u>\$ 6,550</u>	<u>\$ 12,969</u>	<u>\$ 6,419</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Other Capital Improvements - Capital Projects Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Debt Service:				
Principal Retirement	\$ 450,000	\$ 450,000	\$ 450,000	\$ -
Interest and Fiscal Charges	2,408	2,260	2,260	-
Total Expenditures	452,408	452,260	452,260	-
Excess of Revenues (Under) Expenditures	(452,408)	(452,260)	(452,260)	-
Other Financing Sources:				
Notes Issued	100,000	101,000	101,000	-
Transfers - In	352,408	348,058	348,058	-
Total Other Financing Sources	452,408	449,058	449,058	-
Net Change in Fund Balance	-	(3,202)	(3,202)	-
Fund Balance at Beginning of Year	3,202	3,202	3,202	-
Fund Balance at End of Year	\$ 3,202	\$ -	\$ -	\$ -

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Road Improvements-Capital Projects Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Intergovernmental	\$ -	\$ 4,652,553	\$ 4,652,553	\$ -
Expenditures:				
Road Improvement				
Contractual Services	-	4,652,553	4,652,553	-
Debt Service:				
Principal Retirement	2,945,000	2,795,000	2,795,000	-
Interest and Fiscal Charges	14,952	23,671	23,671	-
Total Debt Service Expenditures	2,959,952	2,818,671	2,818,671	-
Total Expenditures	2,959,952	7,471,224	7,471,224	-
Excess of Revenues Under Expenditures	(2,959,952)	(2,818,671)	(2,818,671)	-
Other Financing Sources:				
Notes Issued	2,795,000	2,733,000	2,733,000	-
Transfers - In	164,952	85,671	85,671	-
Total Other Financing Sources	2,959,952	2,818,671	2,818,671	-
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	\$ -	\$ -	\$ -	\$ -

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Buildings Construction and Renovations-Capital Projects Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Other	\$ 150,000	\$ -	\$ -	\$ -
Expenditures:				
Capital Outlay				
Buildings Construction and Renovations				
Contractual Services	-	350,000	350,000	-
Debt Service:				
Principal Retirement	11,910,000	11,910,000	11,910,000	-
Interest and Fiscal Charges	63,716	100,280	98,932	1,348
Total Debt Service	11,973,716	12,010,280	12,008,932	1,348
Total Expenditures	11,973,716	12,360,280	12,358,932	1,348
Excess of Revenues Over (Under) Expenditures	(11,823,716)	(12,360,280)	(12,358,932)	1,348
Other Financing Sources:				
Notes Issued	11,510,000	11,224,336	11,224,000	(336)
Transfers - In	653,356	656,679	657,297	618
Total Other Financing Sources	12,163,356	11,881,015	11,881,297	282
Net Change in Fund Balance	339,640	(479,265)	(477,635)	1,630
Fund Balance at Beginning of Year	168,541	168,541	168,541	-
Prior Year Encumbrances Appropriated	350,000	350,000	350,000	-
Fund Balance at End of Year	\$ 858,181	\$ 39,276	\$ 40,906	\$ 1,630

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Bond Retirement-Debt Service Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Special Assessments	\$ 1,400,759	\$ 1,383,160	\$ 1,434,618	\$ 51,458
Other	-	-	44,811	44,811
Total Revenues	<u>1,400,759</u>	<u>1,383,160</u>	<u>1,479,429</u>	<u>96,269</u>
Debt Service:				
Principal Retirement	7,110,510	7,650,510	7,650,479	31
Interest and Fiscal Charges	3,471,174	3,425,056	3,425,050	6
Total Debt Service	<u>10,581,684</u>	<u>11,075,566</u>	<u>11,075,529</u>	<u>37</u>
Total Expenditures	<u>10,581,684</u>	<u>11,075,566</u>	<u>11,075,529</u>	<u>37</u>
Excess of Revenues Over (Under) Expenditures	<u>(9,180,925)</u>	<u>(9,692,406)</u>	<u>(9,596,100)</u>	<u>96,306</u>
Other Financing Sources:				
Transfers - In	9,193,250	9,668,151	9,623,338	(44,813)
Transfers - Out	(18,905)	(318,228)	(317,728)	500
Total Other Financing Sources	<u>9,174,345</u>	<u>9,349,923</u>	<u>9,305,610</u>	<u>(44,313)</u>
Net Change in Fund Balance	(6,580)	(342,483)	(290,490)	51,993
Fund Balance at Beginning of Year	1,198,662	1,198,662	1,198,662	-
Prior Year Encumbrances Appropriated	-	-	-	-
Fund Balance at End of Year	<u>\$ 1,192,082</u>	<u>\$ 856,179</u>	<u>\$ 908,172</u>	<u>\$ 51,993</u>

Butler County, Ohio
Schedule of Revenues, Expenditures, and
Changes in Fund Balance-Budget and Actual
Developmental Disabilities Trust-Permanent Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Interest	\$ 3,600	\$ 3,600	\$ 1,295	\$ (2,305)
Other	-	-	9,205	9,205
Total Revenues	<u>3,600</u>	<u>3,600</u>	<u>10,500</u>	<u>6,900</u>
Expenditures:				
Health				
Materials and Supplies	60,000	30,000	12,262	17,738
Contractual Services		30,000	4,200	25,800
Total Health	<u>60,000</u>	<u>60,000</u>	<u>16,462</u>	<u>43,538</u>
Total Expenditures	<u>60,000</u>	<u>60,000</u>	<u>16,462</u>	<u>43,538</u>
Net Change in Fund Balance	(56,400)	(56,400)	(5,962)	50,438
Fund Balance at Beginning of Year	851,963	851,963	851,963	-
Prior Year Encumbrances Appropriated	-	-	-	-
Fund Balance at End of Year	<u>\$ 795,563</u>	<u>\$ 795,563</u>	<u>\$ 846,001</u>	<u>\$ 50,438</u>

Butler County, Ohio
Schedule of Revenues, Expenses, and
Changes in Fund Equity-Budget and Actual
Health Insurance-Internal Service Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 14,982,300	\$ 16,037,300	\$ 16,036,445	\$ (855)
Other	13,000	28,000	39,280	\$ 11,280
Other Non-Operating Revenues	1,750	1,750	94	(1,656)
Total Revenues	<u>14,997,050</u>	<u>16,067,050</u>	<u>16,075,819</u>	<u>8,769</u>
Expenses:				
Personal Services	134,883	134,883	133,016	1,867
Materials and Supplies	13,900	23,612	20,477	3,135
Contractual Services	15,597,382	15,620,840	15,034,335	586,505
Other	-	500	119	381
Total Expenses	<u>15,746,165</u>	<u>15,779,835</u>	<u>15,187,947</u>	<u>591,888</u>
Net Change in Fund Balance	(749,115)	287,215	887,872	600,657
Fund Equity at Beginning of Year	749,114	749,114	749,114	-
Prior Year Encumbrances Appropriated	15,770	15,770	15,770	-
Fund Equity at End of Year	<u>\$ 15,769</u>	<u>\$ 1,052,099</u>	<u>\$ 1,652,756</u>	<u>\$ 600,657</u>

Butler County, Ohio
Schedule of Revenues, Expenses, and
Changes in Fund Equity-Budget and Actual
Workers' Compensation -Internal Service Fund
Budget Basis
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
Revenues:				
Charges for Services	\$ 2,017,500	\$ 2,017,500	\$ 1,998,261	\$ (19,239)
Other Non Operating Revenues	13,375	491,500	614,053	122,553
Total Revenues	<u>2,030,875</u>	<u>2,509,000</u>	<u>2,612,314</u>	<u>103,314</u>
Expenses:				
Personal Services	260,059	262,546	262,250	296
Materials and Supplies	250	250	123	127
Contractual Services	907,305	907,305	750,544	156,761
Claims and Judgments	695,000	695,000	532,602	162,398
Total Expenses	<u>1,862,614</u>	<u>1,865,101</u>	<u>1,545,519</u>	<u>319,582</u>
Net Change in Fund Equity	168,261	643,899	1,066,795	422,896
Fund Equity at Beginning of Year	1,856,700	1,856,700	1,856,700	-
Fund Equity at End of Year	<u>\$ 2,024,961</u>	<u>\$ 2,500,599</u>	<u>\$ 2,923,495</u>	<u>\$ 422,896</u>

Statistical Section

Statistical Section

This part of Butler County Ohio's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends	147-153
These schedules contain trend information to help the reader understand how the County's financial position has changed over time.	
Revenue Capacity	154-164
These schedules contain information to help the reader understand and assess the factors affecting the County's ability to generate its most significant local revenue source, the property tax.	
Debt Capacity	165-169
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.	
Economic and Demographic Information	170-171
These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	172-178
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

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

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Activities:										
Invested in Capital Assets, Net of Related Debt	\$ 274,568,990	\$ 284,893,107	\$ 290,996,712	\$ 303,847,268	\$ 309,737,672	\$ 311,399,939	\$ 313,384,171	\$ 312,402,885	\$ 319,654,234	\$ 326,013,957
Restricted	91,557,032	94,009,926	113,494,538	143,098,392	117,767,313	149,211,906	151,719,352	159,827,217	148,423,905	147,496,497
Unrestricted (Deficit)	(9,110,830)	(2,854,954)	8,438,851	18,544,219	(3,264,872)	(19,510,956)	(25,202,909)	(27,286,822)	(17,588,530)	(7,656,325)
Total Governmental Activities Net Position	357,015,192	376,048,079	412,930,101	465,489,879	424,240,113	441,100,889	439,900,614	444,943,280	450,489,609	465,854,129
Business-type Activities:										
Invested in Capital Assets, Net of Related Debt	175,845,751	203,448,271	219,544,211	220,104,614	206,941,720	204,061,114	208,564,765	213,941,106	219,910,300	217,905,641
Restricted	13,894,357	12,406,549	12,615,860	11,791,705	11,551,342	6,000,000	6,000,000	6,000,000	6,000,000	4,840,083
Unrestricted	30,939,460	35,131,712	32,779,386	38,024,420	50,594,713	55,953,474	50,135,882	41,967,387	33,837,392	36,591,193
Total Business-type Activities Net Position	220,679,568	250,986,532	263,939,457	269,920,739	269,087,775	266,014,588	264,700,647	261,908,493	259,747,692	259,336,917
Primary Government:										
Invested in Capital Assets, Net of Related Debt	450,414,741	488,341,378	509,540,923	523,957,882	516,679,392	515,461,053	521,948,936	526,343,991	539,564,534	543,919,598
Restricted	105,451,389	106,416,475	128,110,398	154,890,097	129,318,655	155,211,906	157,719,352	165,827,217	154,423,905	152,336,580
Unrestricted	21,828,630	32,276,758	41,218,237	56,568,639	47,329,841	36,442,518	24,932,973	14,880,565	16,248,862	28,934,868
Total Primary Government Net Position	577,694,760	627,034,611	678,869,558	735,410,618	693,327,888	707,115,477	704,601,261	706,851,773	710,237,301	725,191,046

Butler County, Ohio
Changes in Net Position of Governmental Activities
Last Ten Years
(accrual basis of accounting)

Program Revenues	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental Activities										
Charges for Services										
General Government:										
Legislative and Executive	\$ 39,481,913	\$ 26,096,369	\$ 25,539,301	\$ 25,761,198	\$ 18,925,412	\$ 16,307,020	\$ 16,543,862	\$ 17,354,615	\$ 18,451,250	\$ 17,827,364
Judicial	3,711,346	4,171,246	5,405,269	5,818,814	6,016,149	6,440,735	5,770,050	5,766,642	5,358,438	5,572,420
Public Safety	6,490,098	4,435,139	9,018,145	12,368,965	13,631,099	14,803,587	11,749,950	11,621,031	11,900,127	12,888,000
Public Works	10,026,807	10,362,866	7,095,760	767,323	3,025,691	2,407,770	2,030,311	4,328,654	3,600,994	2,180,466
Health	1,355,895	1,446,007	930,496	1,317,932	910,720	820,543	886,327	745,967	298,740	133,897
Human Services	1,946,389	1,928,863	2,336,047	2,448,406	3,160,525	3,051,966	3,076,694	3,717,823	3,326,763	3,489,232
Conservation and Recreation				26,784	40,890	13,620	14,800	14,095	22,778	39,013
Subtotal - Charges for Services	63,012,448	48,460,490	50,325,018	48,509,442	45,770,686	43,845,241	40,071,814	43,548,827	42,959,090	42,130,392
Operating Grants, Contributions and Interest										
General Government:										
Legislative and Executive	355,609	353,185	16,966	43,820	440,633	996,461	48,265	426,238	173,457	85,505
Judicial	1,020,890	1,186,715	1,246,084	986,906	1,230,555	1,682,162	1,182,265	1,284,349	1,350,570	1,586,882
Public Safety	6,671,901	7,086,662	7,661,085	7,087,851	4,309,488	5,306,196	5,066,305	6,205,311	6,054,411	5,924,949
Public Works	3,658,865	3,960,609	4,851,754	11,398,189	10,837,709	18,164,149	13,758,422	12,999,691	13,020,650	4,681,868
Health	29,222,174	30,622,659	36,549,354	32,777,452	31,433,888	36,860,053	36,458,047	39,240,707	27,027,523	18,287,740
Human Services	44,947,797	46,836,974	54,423,787	63,185,700	51,118,231	64,352,303	43,432,078	37,349,750	31,679,826	29,865,231
Subtotal - Operating Grants, Contributions and Interest	85,877,036	90,046,804	104,749,030	115,479,918	99,370,504	127,361,324	99,945,382	97,506,046	79,306,437	60,431,975
Capital Grants, Contributions and Interest										
General Government:										
Legislative and Executive	-	3,543,122	-	-	-	125,627	-	944,600	-	-
Judicial	-	89,041	-	-	-	-	-	-	-	-
Public Safety	20,272	-	-	-	15,785	-	25,000	66,163	-	-
Human Services	-	-	1,244,826	-	-	-	-	-	-	-
Public Works	13,337,057	16,317,031	11,062,312	6,785,122	13,920,646	8,999,202	5,748,244	5,315,428	11,367,854	15,660,335
Health	758,073	-	-	-	-	-	-	-	-	243,707
Intergovernmental	-	-	-	-	-	-	-	-	-	-
Subtotal - Capital Grants, Contributions and Interest	14,115,402	19,949,194	12,307,138	6,785,122	13,936,431	9,124,829	5,773,244	6,326,191	11,367,854	15,904,042
Total Government Activities Program Revenue	163,004,886	158,456,488	167,381,186	170,774,482	159,017,621	180,331,394	145,790,440	147,381,064	133,633,381	118,466,409
Business-Type Activities										
Charges for Services										
Sewer	17,330,204	17,547,243	18,988,269	20,980,896	21,299,055	18,346,224	18,181,460	17,513,151	18,833,608	17,952,677
Water	19,243,602	21,836,928	21,956,744	26,065,961	23,456,446	20,204,971	20,765,879	20,423,347	20,824,694	20,073,131
GSC Parking Facility	160,594	172,315	169,805	158,869	156,404	146,206	132,052	113,194	-	-
Capital Grants, Contributions, and Interest	26,867,947	34,706,212	22,321,495	14,010,237	6,595,488	8,295,657	8,540,416	5,962,256	7,091,889	8,352,232
Total Business-Type Activities Program Revenues	63,602,347	74,262,698	63,436,313	61,215,963	51,507,393	46,993,058	47,619,807	44,011,948	46,750,191	46,378,040
Total Primary Governmental Program Revenues	\$ 226,607,233	\$ 232,719,186	\$ 230,817,499	\$ 231,990,445	\$ 210,525,014	\$ 227,324,452	\$ 193,410,247	\$ 191,393,012	\$ 180,383,572	\$ 164,844,449

(Continued)

Butler County, Ohio
Changes in Net Position of Governmental Activities
Last Ten Years
(accrual basis of accounting)
(Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental Activities										
General Government:										
Legislative and Executive	\$ 41,811,607	\$ 29,973,286	\$ 31,211,969	\$ 35,086,479	\$ 37,260,435	\$ 27,727,443	\$ 29,955,984	\$ 28,823,465	\$ 26,369,763	\$ 26,478,363
Judicial	13,961,424	15,310,560	15,952,902	16,766,093	16,978,319	17,732,020	16,189,897	14,869,492	13,545,194	13,543,957
Public Safety	39,076,252	39,391,890	44,865,490	51,218,782	48,709,320	46,897,900	41,154,980	44,980,435	47,294,271	46,095,345
Public Works	20,443,207	22,396,375	20,803,499	24,981,832	25,416,281	24,661,639	25,701,107	22,218,862	23,895,460	18,727,898
Health	47,785,590	47,524,463	56,672,547	54,781,525	62,270,201	58,320,120	62,355,137	68,349,134	58,682,052	43,168,466
Human Services	70,220,434	78,630,914	82,199,251	89,695,591	93,725,373	90,877,303	72,649,003	66,342,441	63,415,959	61,432,102
Conservation and Recreation	477,828	517,825	589,151	686,496	587,061	571,952	593,168	463,611	426,186	463,733
Other	-	-	-	-	-	-	11,860	-	-	-
Intergovernmental	-	-	-	-	5,572,290	4,780,375	4,710,532	7,839,719	4,665,872	4,124,409
Interest and Fiscal Charges	4,445,020	4,546,165	5,351,240	5,459,844	5,822,661	4,886,734	4,884,161	4,321,857	4,891,571	3,623,988
Total Governmental Activities Expenses	238,221,362	238,291,478	257,646,049	278,676,642	296,341,941	276,455,486	258,205,829	259,199,016	243,166,328	217,658,261
Business-type Activities										
Sewer	24,059,068	26,013,574	26,108,534	27,027,272	26,429,926	24,587,715	23,256,101	23,474,260	23,083,649	22,536,707
Water	22,957,096	28,528,100	25,975,958	29,630,418	26,946,963	26,323,570	26,275,587	24,153,925	26,483,008	24,964,373
GSC Parking Garage	162,505	167,163	170,220	162,063	82,346	220,725	91,310	91,195	-	-
Total Business-type Activities Expenses	47,178,669	54,708,837	52,254,312	56,819,753	53,459,225	51,132,010	49,622,998	47,719,380	49,566,657	47,501,080
Total Primary Government Expenses	285,400,031	293,000,315	309,900,361	335,496,395	349,801,166	327,587,496	307,828,827	306,918,396	292,752,985	265,159,341
Net (Expense)/Revenue										
Governmental Activities	(75,216,476)	(79,834,990)	(90,264,863)	(107,902,160)	(137,324,320)	(96,124,092)	(112,415,389)	(111,817,952)	(109,552,947)	(99,191,852)
Business-type Activities	16,423,678	19,553,861	11,182,001	4,396,210	(1,951,832)	(4,138,952)	(2,003,191)	(3,707,432)	(2,816,466)	(1,123,040)
Total Primary Government Net (Expense)/Revenue	(58,792,798)	(60,281,129)	(79,082,862)	(103,505,950)	(139,276,152)	(100,263,044)	(114,418,580)	(115,525,384)	(112,369,413)	(100,314,892)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for:										
General Purposes	12,419,287	12,956,608	14,737,266	14,620,159	14,191,594	15,079,052	12,790,526	13,087,764	12,571,502	12,324,999
Health - Developmental Disabilities	14,765,474	18,467,802	20,014,999	19,665,938	19,073,043	19,323,359	17,194,685	17,754,189	17,833,937	17,557,248
Human Services - Children Services Agency	12,829,080	13,282,374	14,283,235	14,269,273	13,884,835	14,495,323	13,171,183	13,540,033	13,091,271	12,815,070
Health - Mental Health	1,920,227	1,995,109	2,239,541	9,343,505	9,023,904	8,240,166	8,284,372	8,540,022	8,173,776	8,178,273
Human Services - Elderly Services Levy	7,476,865	7,803,077	13,973,467	13,992,100	13,280,836	8,908,467	8,069,527	8,851,206	8,509,329	8,345,075
Animal Shelter	-	-	29,997	3,340,811	-	-	-	-	-	-
Sales Tax	18,414,113	22,607,425	40,662,394	41,317,071	33,408,493	31,843,586	30,225,506	30,779,103	32,955,898	35,170,710
Local Taxes	-	-	2,699,651	2,450,378	2,454,986	2,430,185	2,472,087	2,476,974	2,479,528	2,531,643
Payments in Lieu of Taxes (1)	-	-	93,487	3,620,542	4,438,718	3,981,481	6,129,462	9,911,360	7,529,320	6,145,695
Grants and Entitlements not Restricted to Specific Programs	11,232,408	11,954,539	6,276,571	7,659,749	7,664,080	6,603,883	8,370,821	6,771,385	8,122,035	8,594,227
Investment Earnings	1,732,089	4,921,808	10,119,758	14,879,642	10,362,722	3,875,844	3,380,084	2,869,678	2,066,480	622,879
Gain on Sale of Capital Assets	2,412,759	4,847,763	3,277,088	281,924	3,707,444	4,278,573	11,145	2,192,682	1,769,005	2,270,553
Other	-	31,372	-	5,238,068	-	-	2,679,825	-	(2,805)	-
Total Governmental Activities	\$ 83,202,302	\$ 98,867,877	\$ 128,407,454	\$ 150,679,160	\$ 131,490,655	\$ 119,059,919	\$ 112,779,223	\$ 116,794,396	\$ 115,099,276	\$ 114,556,372

(1) In 2008, the County changed the accounting treatment applied to payment in lieu of taxes transactions. The County now views these transactions as exchange transactions, whereas in prior years, they were viewed as non-exchange transactions.

(Continued)

Butler County, Ohio
Changes in Net Position of Governmental Activities
 Last Ten Years
 (accrual basis of accounting)
 (Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Business-Type Activities:										
Investment Earnings	\$ 276,589	\$ 781,251	\$ 635,202	\$ 462,058	\$ 125,300	\$ 468	\$ -	\$ -	\$ 1,419	\$ -
Gain on Sale of Capital Assets									14,079	
Other	1,448,950	10,003,224	1,135,722	1,123,014	769,887	1,085,297	689,250	981,500	637,362	712,265
Transfers	-	(31,372)	-	-	-	-	-	-	-	2,805
Total Business-Type Activities	1,725,539	10,753,103	1,770,924	1,585,072	895,187	1,065,765	689,250	981,500	655,665	712,265
Total Primary Government	84,927,841	109,620,980	130,176,378	152,264,232	132,385,842	120,125,684	113,468,473	117,775,886	115,754,941	115,268,637
Change in Net Position										
Governmental Activities	7,985,826	19,032,887	38,142,591	42,777,000	(5,833,665)	22,935,827	363,834	4,976,444	5,546,329	15,364,520
Business-type Activities	18,149,217	30,306,964	12,952,925	5,981,262	(1,056,645)	(3,073,187)	(1,313,941)	(2,725,932)	(2,160,801)	(410,775)
Total Primary Government Change in Net Position	\$ 26,135,043	\$ 49,339,851	\$ 51,095,516	\$ 48,758,262	\$ (6,890,310)	\$ 19,862,640	\$ (950,107)	\$ 2,250,512	\$ 3,385,528	\$ 14,953,745

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

	2004	2005	2006	2007	2008	2009 (1)	2010 (1)	2011 (1)	2012(1)	2013(1)
General Fund										
Reserved	\$ 4,216,411	\$ 1,912,847	\$ 7,520,543	\$ 8,048,067	\$ 11,396,642	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, Designated	-	-	17,729,295	16,953,260	8,400,077	-	-	-	-	-
Unreserved, Undesignated	6,957,053	8,715,587	5,262,983	13,287,018	11,656,994	-	-	-	-	-
Restatements										
Nonspendable:										
Prepaid Items	-	-	-	-	454,547	454,547	454,547	594,255	594,255	594,255
Materials and Supplies Inventory	-	-	-	-	64,571	64,571	64,198	64,198	64,198	64,198
Loans Receivables	-	-	-	-	480,243	423,283	423,283	314,326	257,388	229,685
Advances to Other Funds	-	-	-	-	369,040	261,400	261,400	227,128	152,243	710,025
Long Term:										
Intergovernmental Receivables	-	-	-	-	4,265,000	4,075,000	4,075,000	-	-	-
Other Purposes	-	-	-	-	2,400,467	729,254	729,254	369,363	85,102	4,575
Assigned	-	-	-	-	273,326	796,556	796,556	1,888,807	2,995,397	2,635,044
Unassigned	-	-	-	-	12,889,189	10,831,199	10,831,199	12,891,143	8,571,886	12,494,511
Total General Fund	11,173,464	10,628,434	30,512,821	38,288,345	31,462,713	21,196,383	17,635,437	16,349,220	12,720,449	16,732,293
All Other Governmental Funds										
Reserved	10,462,267	10,488,074	8,520,627	8,496,349	13,340,880	-	-	-	-	-
Unreserved, Undesignated, (Deficit) Reported In:										
Special Revenue Funds	38,329,806	49,050,968	60,449,732	75,216,379	66,039,506	-	-	-	-	-
Debt Service Funds	9,394,492	9,860,357	10,274,042	10,709,381	1,742,251	-	-	-	-	-
Capital Projects Funds	(5,623,226)	(4,329,568)	(5,673,702)	(21,970,837)	(25,582,374)	-	-	-	-	-
Restatements										
Nonspendable										
Prepaid Items	-	-	-	-	1,463,731	1,463,731	1,463,731	1,119,178	1,119,178	1,119,178
Materials and Supplies Inventory	-	-	-	-	674,546	646,318	646,318	780,362	784,544	784,544
Loans Receivables	-	-	-	-	320,966	320,966	320,966	700,214	622,267	556,391
Long Term:										
Developmental Disabilities Trust	-	-	-	-	761,517	761,517	761,305	761,305	761,305	755,683
Restricted for:										
Developmental Disabilities	-	-	-	-	29,188,851	29,188,851	31,672,581	33,478,752	30,815,747	32,576,317
Job and Family Services/Children Services	-	-	-	-	-	-	-	-	-	-
Agency	-	-	-	-	5,667,385	5,667,385	7,436,664	5,232,558	4,840,626	3,745,954
Mental Health	-	-	-	-	14,464,029	15,715,664	15,715,664	12,231,531	12,495,832	11,331,114
Elderly Services Levy	-	-	-	-	16,199,270	15,733,274	15,048,579	15,048,579	13,976,026	12,324,221
Motor Vehicle	-	-	-	-	7,403,582	7,741,238	7,741,238	11,352,723	8,875,549	11,665,027
All Other Public Works	-	-	-	-	5,704,597	8,669,799	9,999,695	11,765,724	11,765,724	10,983,631
Other Purposes	-	-	-	-	15,449,544	16,469,451	16,469,451	19,878,826	23,035,541	25,433,287
Committed										
Debt Service Payments	-	-	-	-	-	-	3,244	3,244	3,244	-
Unassigned (Deficit)	-	-	-	-	(27,655,793)	(27,655,793)	(17,964,933)	(18,008,152)	(17,557,514)	(16,479,275)
Total All Other Governmental Funds	52,563,339	65,070,031	73,570,699	72,451,272	55,540,263	69,642,225	88,669,302	92,578,815	91,558,069	94,796,072
Total Governmental Funds	\$ 63,736,803	\$ 75,698,465	\$ 104,083,520	\$ 110,739,617	\$ 87,002,976	\$ 90,838,608	\$ 106,304,739	\$ 108,928,035	\$ 104,278,538	\$ 111,528,365

Note 1: The change in fund balance accounts has occurred due to the implementation of GASB 54 for 2010, 2011, 2012, and 2013

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

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Property Taxes	\$ 49,452,124	\$ 54,548,053	\$ 63,587,785	\$ 74,811,809	\$ 69,674,972	\$ 66,870,321	\$ 58,738,278	\$ 60,757,076	\$ 61,338,933	\$ 60,103,315
Sales Taxes (2)	18,226,382	21,013,937	40,557,333	41,256,564	34,238,835	29,479,864	29,655,211	33,161,633	29,951,357	34,813,101
Other Local Taxes (1)	-	-	-	2,450,378	2,454,986	2,430,185	2,472,087	2,476,974	2,479,528	2,531,643
Charges for Services	54,430,214	39,599,181	50,623,535	45,676,573	42,536,158	41,316,620	37,075,325	36,380,844	37,054,922	39,021,515
Licenses and Permits	625,484	576,368	578,800	528,432	741,296	690,948	775,503	2,128,229	2,214,987	2,667,383
Fines and Forfeitures	1,588,923	1,596,855	1,990,868	2,123,869	2,231,081	2,090,293	2,875,370	2,135,277	2,135,277	2,155,184
Intergovernmental	115,938,364	121,141,697	115,942,192	127,289,857	119,929,792	128,666,114	118,933,561	104,796,723	98,805,479	82,320,578
Special Assessments	3,437,822	4,069,049	4,769,460	3,797,896	2,578,575	2,566,571	2,578,775	2,521,468	2,537,425	2,634,512
Payments in Lieu of Taxes	102,604	98,044	93,487	3,371,248	4,063,662	3,981,481	5,952,578	9,874,906	7,446,940	5,088,099
Investment Earnings	2,042,232	4,753,193	9,875,014	14,863,587	10,371,186	4,190,583	3,485,998	3,063,178	2,074,377	641,654
Contributions and Donations	-	57,442	-	-	-	-	-	-	-	-
Other	2,152,051	4,733,899	3,324,541	5,238,068	4,312,857	4,343,465	2,747,025	2,229,039	1,834,969	1,872,417
Total Revenues	247,996,210	252,187,718	291,343,015	321,408,281	293,133,400	286,646,445	265,289,711	261,963,566	247,874,194	233,849,401
Expenditures										
Current:										
General Government:										
Legislative and Executive	39,470,890	32,422,732	28,864,871	33,006,531	34,806,814	25,460,279	27,443,929	27,459,038	24,937,200	24,512,248
Judicial	13,600,268	14,903,814	15,614,805	16,293,690	16,701,077	17,584,347	15,714,806	14,413,062	13,440,985	13,277,907
Public Safety	36,712,267	37,831,821	48,197,839	60,514,200	56,351,505	50,753,912	40,499,329	41,027,667	44,404,141	44,131,231
Public Works	21,793,001	24,075,562	22,258,619	30,092,525	26,885,234	25,174,244	26,508,452	23,817,489	25,751,081	18,747,459
Health	47,080,225	46,791,219	55,828,433	54,243,058	61,761,021	57,606,967	61,607,948	65,519,364	58,659,569	42,827,854
Human Services	69,795,718	78,182,733	82,122,458	89,324,671	93,732,570	91,078,866	72,220,003	66,298,451	63,706,610	61,907,564
Conservation and Recreation	477,828	517,825	589,151	686,496	587,061	571,952	593,168	453,611	426,186	463,733
Other	-	-	-	-	-	-	11,860	-	-	-
Intergovernmental	-	-	-	-	5,572,290	4,780,375	4,710,532	7,839,719	4,865,872	4,124,409
Capital Outlay	902,028	702,757	748,995	4,254,031	10,115,027	2,388,023	-	730,315	5,041,559	5,253,315
Debt Service:										
Principal Retirement	18,282,294	19,421,622	21,760,855	5,943,125	6,770,900	7,410,684	7,673,850	7,879,589	9,475,040	8,023,609
Interest and Fiscal Charges	4,801,820	4,463,136	5,735,766	5,454,896	5,730,483	4,996,253	4,560,525	4,405,341	4,154,955	3,585,073
Issuance Costs	156,127	555,185	245,108	210,797	60,948	65,618	292,023	-	-	-
Current Refunding	-	-	-	-	-	-	192,750	-	-	-
Total Expenditures	253,072,466	259,868,406	281,966,900	300,024,020	319,074,930	287,871,520	262,029,175	259,843,646	254,663,198	226,854,402
Excess of Revenues Over (Under) Expenditures	\$ (5,076,256)	\$ (7,680,688)	\$ 9,376,115	\$ 21,384,261	\$ (25,941,530)	\$ (1,225,075)	\$ 3,260,536	\$ 2,119,920	\$ (6,789,004)	\$ 6,994,999

(Continued)

Butler County, Ohio
Changes in Fund Balances - Governmental Funds
 Last Ten Years
 (modified accrual basis of accounting)
 (Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Other Financing Sources (Uses)										
General Obligation Bonds Issued	\$ 10,350,000	\$ -	\$ 17,500,000	\$ -	\$ -	\$ 1,935,000	\$ 11,410,000	\$ -	\$ -	\$ -
Premium on Debt Issued	470,259	2,042,726	578,718	960,332	83,744	30,433	662,746	-	979,990	-
Discount on Debt Issued	-	-	-	-	-	-	(49,894)	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	118,942	-	-	19,064	35,754	21,594	-
Notes Issued	15,470,000	17,105,000	-	-	-	-	-	-	-	-
Refunding Bonds Issued	8,905,000	29,365,000	-	17,095,000	-	-	7,200,000	-	8,885,000	-
Special Assessment Bonds Issued	-	1,144,000	-	-	3,315,000	-	-	-	-	-
Proceeds of Loans	768,868	-	-	374,761	-	773,396	651,103	368,646	50,699	-
Accrued Interest Received on Debt Issued	11,851	-	-	-	-	-	-	-	-	-
Payment to Refund Bond Escrow Agent	(8,841,258)	32,908,080	-	(17,836,926)	-	-	(7,707,424)	-	(7,873,107)	-
Current Refunding	-	-	-	-	-	-	-	-	-	-
Inception of Capital Lease	-	2,862,332	83,878	1,532,939	1,218,866	1,476,982	-	-	78,136	3,072
Transfers - In	6,100,441	7,071,258	7,928,785	2,803,627	3,089,344	3,211,274	11,362,283	11,983,359	12,531,641	13,501,104
Transfers - Out	(6,100,441)	(7,039,886)	(7,928,785)	(2,803,627)	(3,089,344)	(3,211,274)	(11,362,283)	(11,954,797)	(12,534,446)	(13,501,104)
Total Other Financing Sources	27,134,720	85,458,510	18,162,596	2,245,048	4,617,610	4,215,811	12,205,595	432,962	2,139,507	3,072
Prior Year Restatement of Fund Balance	(1,185,811)	-	-	(16,973,312)	(2,412,721)	844,896	-	-	-	-
Net Change in Fund Balances	\$ 20,872,653	\$ 77,777,822	\$ 27,538,711	\$ 6,655,997	\$ (23,736,641)	\$ 3,835,632	\$ 15,466,131	\$ 2,552,882	\$ (4,649,497)	\$ 6,998,071
Debt Service as a Percentage of Noncapital Expenditures	9.24%	9.53%	10.10%	4.12%	4.22%	4.49%	4.95%	4.73%	5.51%	5.24%

*Prior to 2007 Other Local Taxes was included with Property Taxes revenue.

**50 Sales Tax imposed in 2006 and in January 2008 .25 of the Sales Tax was removed.

Butler County, Ohio
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

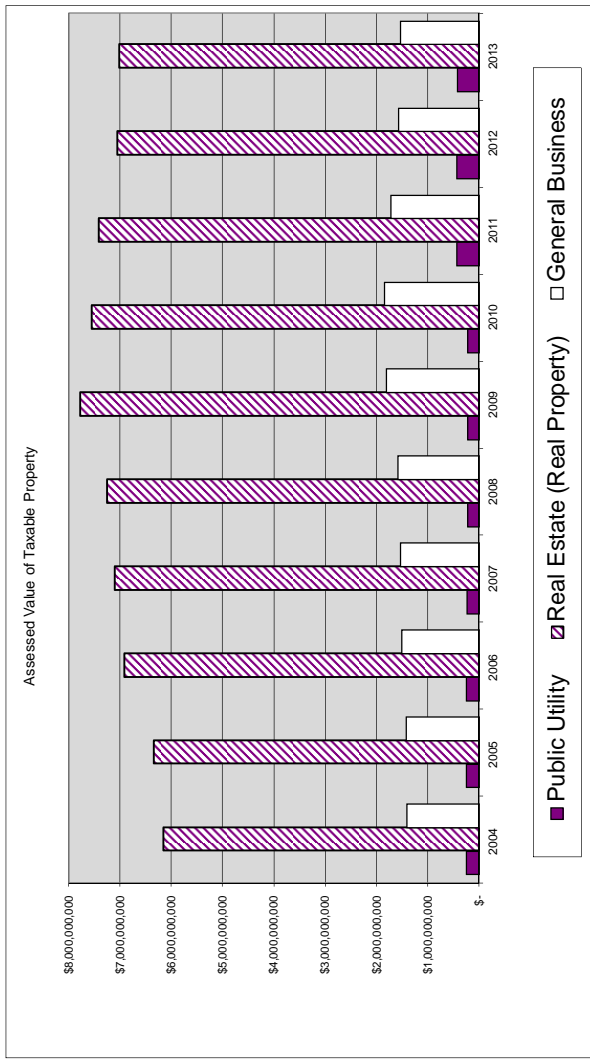
Collection Year	Real Property				General Business			Tangible Personal Property			Public Utility			Total			Weighted Average Tax Rate
	Assessed Value		Estimated Actual Value		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	Assessed Value	Estimated Actual Value	Ratio	
	Residential/Agricultural	Commercial/Industrial/PU															
2004	\$ 4,762,263,590	\$ 1,413,231,970	\$ 17,644,273,029	\$ 17,644,273,029	\$ 739,614,001	\$ 3,215,713,048	\$ 246,408,050	\$ 280,005,148	\$ 7,161,517,611	\$ 21,139,995,224	33.88%	7.32					
2005	4,942,502,150	1,420,219,660	18,179,205,171	18,179,205,171	744,760,872	3,238,177,704	251,886,670	286,234,852	7,359,389,352	21,703,617,728	33.91%	6.98					
2006	5,425,220,650	1,510,667,250	19,816,822,571	19,816,822,571	756,743,427	4,035,964,944	244,863,700	278,254,205	7,937,495,027	24,131,041,720	32.89%	8.65					
2007	5,593,932,480	1,530,799,300	20,356,376,514	20,356,376,514	604,188,591	4,833,508,728	236,656,000	268,927,272	7,965,576,371	25,458,812,514	31.29%	10.11					
2008	5,686,682,890	1,583,855,220	20,772,966,029	20,772,966,029	463,957,189	742,331,502	221,175,070	251,335,307	7,955,670,369	21,766,632,838	36.55%	9.57					
2009	5,993,230,710	1,803,864,330	22,277,414,400	22,277,414,400	15,192,330	151,923,300	224,151,810	254,717,966	8,036,439,180	22,884,055,666	35.43%	8.64					
2010	5,719,180,580	1,844,459,770	21,610,401,000	21,610,401,000	8,135,430	162,708,600	229,646,530	260,964,239	7,801,424,310	22,034,073,839	35.41%	8.93					
2011	5,713,922,440	1,720,761,670	21,241,954,600	21,241,954,600	-	-	431,183,570	489,981,330	7,865,867,680	21,731,935,930	36.19%	9.05					
2012	5,495,218,860	1,569,213,370	20,184,092,086	20,184,092,086	-	-	436,885,180	496,460,432	7,501,317,410	20,680,552,518	36.27%	9.19					
2013	5,496,566,970	1,537,812,480	20,088,227,000	20,088,227,000	-	-	424,274,100	482,129,659	7,458,653,550	20,580,356,659	36.24%	9.19					

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 true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for machinery and equipment and 23 percent for inventories. The general business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and zero for 2009. Effective for 2009, telecommunications is the only remaining type of personal property tax. This will be phased out by 2011. The percentages for telecommunications are 10% for 2009, 5% for 2010 and zero for 2011.

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%, and 2, 1/2% and homestead exemptions before being billed.

Source: Butler County Auditor



■ Public Utility ▨ Real Estate (Real Property) □ General Business

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Unvoted Millage										
Operating	1.920000	1.920000	1.920000	1.920000	1.920000	1.920000	1.920000	1.920000	1.920000	1.920000
Miami Conservancy	0.020000	0.020000	0.020000	0.030000	0.030000	0.030000	0.025000	0.000000	0.000000	0.000000
Voted Millage - by levy										
1976 Developmental Disabilities										
Residential/Agricultural Real	0.131608	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.217192	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.500000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
1984 Developmental Disabilities										
Residential/Agricultural Real	0.222369	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.295272	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.500000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
1986 Developmental Disabilities										
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
2000 Developmental Disabilities										
Residential/Agricultural Real	1.693572	1.680580	1.574030	1.562380	1.557960	1.491100	1.571612	1.491100	1.647328	1.651984
Commercial/Industrial and Public Utility Real	1.895346	1.898520	1.866870	1.889570	1.879520	1.690228	1.771412	1.690230	2.000000	2.000000
General Business and Public Utility Personal	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2004 Mental Retardation Board										
Residential/Agricultural Real	0.000000	0.992330	0.929410	0.922533	0.919930	0.880446	0.927985	0.880440	0.972693	0.975442
Commercial/Industrial and Public Utility Real	0.000000	1.000000	0.983330	0.995289	0.989994	0.890289	0.933051	0.890290	1.000000	1.000000
General Business and Public Utility Personal	0.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
1985 Mental Health Board										
Residential/Agricultural Real	0.244048	0.242180	0.226820	0.225140	0.224507	0.214873	0.226475	0.214873	0.237386	0.238057
Commercial/Industrial and Public Utility Real	0.303380	0.303890	0.298820	0.302460	0.300847	0.270548	0.283543	0.270548	0.322558	0.331246
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000	0.500000	0.500000	0.500000	0.500000	0.500000	0.500000
2006 Mental Health Board										
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.992597	0.989791	0.947314	0.998464	0.947314	1.000000	1.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	1.000000	0.994679	0.894502	0.937466	0.894502	1.000000	1.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
2006 Animal Shelter										
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.496298	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.500000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.500000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
1989 Childrens Services Agency										
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
2008 Childrens Services Agency										
Residential/Agricultural Real	1.993596	1.978300	1.852870	1.839160	1.833960	1.910580	2.000000	2.000000	2.000000	2.000000
Commercial/Industrial and Public Utility Real	2.000000	2.000000	1.966660	1.990580	1.979990	1.800000	1.884962	1.943610	2.000000	2.000000
General Business and Public Utility Personal	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
1996 Senior Citizens										
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
2001 Senior Citizens										
Residential/Agricultural Real	1.113974	1.105428	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	1.231975	1.234037	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	1.300000	1.300000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
2005 Senior Citizens										
Residential/Agricultural Real	0.000000	0.000000	1.873200	1.805933	1.854074	1.153429	1.215708	1.300000	1.300000	1.300000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	1.966660	1.990580	1.979988	1.157376	1.212966	1.300000	1.300000	1.300000
General Business and Public Utility Personal	0.000000	0.000000	2.000000	2.000000	2.000000	1.300000	1.300000	1.300000	1.300000	1.300000
Total voted millage by type of property										
Residential/Agricultural Real	5.399167	5.998818	6.456330	7.897440	7.380220	6.601330	6.940244	7.291217	7.157407	7.165483
Commercial/Industrial and Public Utility Real	5.943165	6.436447	7.082340	8.668480	8.125020	6.701520	7.023400	7.030946	7.622558	7.631246
General Business and Public Utility Personal	6.800000	6.800000	7.500000	9.000000	8.500000	7.800000	7.800000	7.800000	7.800000	7.800000
Total millage by type of property										
Residential/Agricultural Real	7.339167	7.938818	8.396330	9.847440	9.330210	8.551330	8.885244	8.950946	9.077407	9.085483
Commercial/Industrial and Public Utility Real	7.883165	8.376447	9.022340	10.618480	10.075010	8.651517	8.968400	9.211217	9.542558	9.551246
General Business and Public Utility Personal	8.750000	8.740000	9.440000	10.950000	10.450000	9.750000	9.745000	9.720000	9.720000	9.720000

Rates by Taxing District

Cities	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Fairfield										
Residential/Agricultural Real	5.357406	5.349340	5.022210	5.012060	5.005792	4.883836	5.103153	5.107734	5.233149	5.239598
Commercial/Industrial and Public Utility Real	5.527773	5.584060	5.374590	5.429240	5.422343	4.993511	5.227276	5.280825	5.633398	5.732364
General Business and Public Utility Personal	5.940000	5.940000	5.940000	5.940000	5.940000	5.940000	5.940000	5.940000	5.940000	5.940000
Hamilton										
Residential/Agricultural Real	6.799024	6.834730	6.694920	6.689172	6.688394	6.654314	6.739920	6.394930	6.512534	6.522906
Commercial/Industrial and Public Utility Real	7.066028	7.145890	7.090280	7.119230	7.141428	6.944668	7.038468	6.736200	6.810000	6.810000
General Business and Public Utility Personal	7.120000	7.160000	7.160000	7.160000	7.160000	7.160000	7.160000	6.810000	6.810000	6.810000

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Middletown										
Residential/Agricultural Real	5.880000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	6.900000
Commercial/Industrial and Public Utility Real	5.880000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	6.900000
General Business and Public Utility Personal	5.880000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	5.900000	6.900000
Monroe										
Residential/Agricultural Real	7.064290	6.987370	7.018950	6.181140	6.143540	5.922472	4.909746	4.906790	6.297308	6.288710
Commercial/Industrial and Public Utility Real	10.012546	10.003930	10.030010	8.519890	8.522396	8.071304	6.984608	7.160564	8.967780	9.004830
General Business and Public Utility Personal	11.170000	11.170000	11.170000	9.320000	9.320000	9.320000	8.000000	8.000000	9.320000	9.320000
Oxford										
Residential/Agricultural Real	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000
Commercial/Industrial and Public Utility Real	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000
General Business and Public Utility Personal	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000	3.650000
Trenton										
Residential/Agricultural Real	4.392710	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	5.760000
Commercial/Industrial and Public Utility Real	4.434132	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	5.760000
General Business and Public Utility Personal	4.740000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	3.240000	5.760000
Villages										
College Corner										
Residential/Agricultural Real	5.500662	5.500950	5.493570	5.492928	5.492701	4.817569	4.972263	11.968741	12.050696	12.065509
Commercial/Industrial and Public Utility Real	6.842042	6.842040	6.383660	6.383665	6.383665	6.254188	6.254188	13.254188	13.439252	13.439252
General Business and Public Utility Personal	14.400000	14.400000	14.400000	14.400000	14.400000	14.400000	14.400000	21.400000	21.400000	21.400000
Jacksonburg										
Residential/Agricultural Real	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
Commercial/Industrial and Public Utility Real	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
General Business and Public Utility Personal	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
Millville										
Residential/Agricultural Real	2.300000	2.300000	2.300000	2.300000	2.300000	2.300000	2.300000	5.300000	4.798710	5.300000
Commercial/Industrial and Public Utility Real	2.300000	2.300000	2.300000	2.300000	2.300000	2.300000	2.300000	5.300000	4.800000	5.300000
General Business and Public Utility Personal	2.300000	2.300000	2.300000	2.300000	2.300000	2.300000	2.300000	5.300000	4.800000	5.300000
New Miami										
Residential/Agricultural Real	7.302594	7.302590	7.054630	7.057468	3.300000	3.137033	6.733900	6.744869	6.899237	8.010550
Commercial/Industrial and Public Utility Real	7.515910	7.515910	7.173600	7.055503	3.300000	3.193293	6.797783	6.821690	7.407265	8.444300
General Business and Public Utility Personal	8.300000	8.300000	8.300000	8.300000	3.300000	3.300000	8.300000	8.300000	8.300000	9.300000
Sevenmile										
Residential/Agricultural Real	5.158510	5.157520	7.054640	3.705286	3.706631	3.615387	2.730000	2.730000	2.730000	5.730000
Commercial/Industrial and Public Utility Real	6.082690	6.082690	7.179360	4.709944	4.709945	4.569314	2.730000	2.730000	2.730000	5.730000
General Business and Public Utility Personal	6.720000	6.720000	6.720000	5.420000	5.420000	5.420000	2.730000	2.730000	2.730000	5.730000

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Somerville										
Residential/Agricultural Real	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000
Commercial/Industrial and Public Utility Real	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000
General Business and Public Utility Personal	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000	3.090000
Townships										
Fairfield										
Residential/Agricultural Real	5.968270	5.938660	5.693140	5.634990	5.620972	5.400695	5.613072	5.617184	5.858677	5.867840
Commercial/Industrial and Public Utility Real	6.389860	5.169530	5.754300	6.075460	5.338238	5.566851	5.814574	5.739544	5.676597	5.866064
General Business and Public Utility Personal	7.190000	7.190000	7.190000	7.190000	7.190000	7.190000	7.190000	7.190000	7.190000	7.190000
Fairfield - Fire District										
Residential/Agricultural Real	9.931050	9.876160	9.423640	9.315810	9.289817	8.884015	-	-	-	-
Commercial/Industrial and Public Utility Real	10.682240	8.370580	9.476440	10.081580	8.696778	9.130686	-	-	-	-
General Business and Public Utility Personal	12.190000	12.190000	12.190000	12.190000	12.190000	12.190000	-	-	-	-
Hanover										
Residential/Agricultural Real	2.720000	2.720000	2.720000	4.463410	4.457841	4.394456	4.470000	4.470000	4.470000	4.470000
Commercial/Industrial and Public Utility Real	2.720000	2.720000	2.720000	4.458660	4.459544	4.364491	4.463079	4.470000	4.470000	4.470000
General Business and Public Utility Personal	2.720000	2.720000	2.720000	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000
Liberty										
Residential/Agricultural Real	8.469390	8.298120	8.080190	9.072858	9.037356	8.883259	10.013705	10.558480	10.668367	10.662295
Commercial/Industrial and Public Utility Real	8.804170	8.515520	8.744240	9.765146	9.527537	8.767764	8.933331	10.171996	10.349200	10.477753
General Business and Public Utility Personal	10.590000	10.590000	10.590000	11.090000	11.090000	11.090000	11.090000	11.590000	11.590000	11.590000
Madison										
Residential/Agricultural Real	1.671460	1.670620	1.625840	1.626605	1.626586	1.621594	1.642768	3.643671	3.646562	3.648490
Commercial/Industrial and Public Utility Real	1.846680	1.869080	1.849530	1.852322	1.848355	1.808983	1.809461	3.818551	3.848440	3.868866
General Business and Public Utility Personal	2.260000	2.260000	2.260000	2.260000	2.260000	2.260000	2.260000	4.260000	4.260000	4.260000
Milford										
Residential/Agricultural Real	4.494770	4.494460	4.323200	6.325170	6.310499	5.947213	6.089780	6.093804	6.250048	6.252813
Commercial/Industrial and Public Utility Real	4.996770	4.996770	4.926520	6.887879	6.857308	6.336943	6.338946	6.389011	6.830722	6.853778
General Business and Public Utility Personal	5.740000	5.740000	5.740000	7.740000	7.740000	7.740000	7.740000	7.740000	7.740000	7.740000
Morgan										
Residential/Agricultural Real	5.467290	5.457310	5.126850	5.588967	5.584894	6.066668	6.183757	6.188990	6.911653	6.919726
Commercial/Industrial and Public Utility Real	5.298200	5.298200	5.230220	5.684251	5.684251	5.974980	6.124875	6.115224	6.922000	6.922000
General Business and Public Utility Personal	5.720000	5.720000	5.720000	5.720000	5.720000	6.220000	6.220000	6.220000	6.970000	6.970000
Oxford										
Residential/Agricultural Real	6.959040	6.952110	6.178240	6.172409	6.148158	5.761907	6.016552	6.031050	6.067536	6.066469
Commercial/Industrial and Public Utility Real	8.239000	8.239000	7.641700	6.480600	6.216652	3.556455	3.56455	3.590540	3.633912	3.633912
General Business and Public Utility Personal	9.590000	9.590000	9.590000	9.590000	9.590000	9.590000	9.590000	9.590000	9.590000	9.590000

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Reily										
Residential/Agricultural Real	7.390000	7.369150	7.052330	7.045005	7.042639	7.012669	7.202841	7.206026	7.063216	7.073807
Commercial/Industrial and Public Utility Real	7.390000	7.390000	7.327890	7.327889	7.327889	7.351738	7.291594	7.291594	7.390000	7.390000
General Business and Public Utility Personal	7.390000	7.390000	7.390000	7.390000	7.390000	7.390000	7.390000	7.390000	7.390000	7.390000
Ross										
Residential/Agricultural Real	6.079340	6.337140	6.002720	6.578420	6.567461	6.165227	6.316230	6.322609	6.438277	6.440503
Commercial/Industrial and Public Utility Real	6.212570	6.474850	6.226000	6.652570	6.644201	6.020518	6.123685	6.124436	6.305091	6.329339
General Business and Public Utility Personal	6.720000	6.720000	6.720000	6.720000	6.720000	6.720000	6.720000	6.720000	6.720000	6.720000
St Clair										
Residential/Agricultural Real	4.143910	4.468510	4.441450	4.445978	4.445095	4.158202	4.249082	4.253621	4.305582	4.311927
Commercial/Industrial and Public Utility Real	4.236340	4.466890	4.452910	4.444570	4.449051	4.419493	4.470000	4.470000	4.470000	4.470000
General Business and Public Utility Personal	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000	4.470000
Wayne										
Residential/Agricultural Real	3.464690	4.761640	4.601550	4.596910	3.456438	3.368540	4.729232	4.731047	4.732366	4.735551
Commercial/Industrial and Public Utility Real	3.477660	4.777660	4.812740	4.812741	3.550552	3.460201	4.770201	4.770201	4.787191	4.787191
General Business and Public Utility Personal	3.580000	4.880000	4.880000	4.880000	3.580000	3.580000	4.890000	4.890000	4.890000	4.890000
West Chester										
Residential/Agricultural Real	11.283004	11.205488	10.869220	13.298642	13.246766	12.602738	13.028126	14.419072	14.590000	14.590000
Commercial/Industrial and Public Utility Real	12.243240	12.034369	12.226040	14.429398	14.245764	12.696286	13.165746	14.262004	14.590000	14.590000
General Business and Public Utility Personal	13.090000	13.090000	13.090000	14.590000	14.590000	14.590000	14.590000	14.590000	14.590000	14.590000
Joint Vocational Schools										
Butler County JVS										
Residential/Agricultural Real	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000
Commercial/Industrial and Public Utility Real	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000
General Business and Public Utility Personal	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000	1.930000
Great oaks JVS										
Residential/Agricultural Real	2.115380	2.108827	2.000000	2.000000	2.000000	2.000000	2.015685	2.030848	2.199458	2.215053
Commercial/Industrial and Public Utility Real	2.365350	2.376635	2.236930	2.219364	2.210809	2.113835	2.138073	2.213681	2.407903	2.434979
General Business and Public Utility Personal	2.700000	2.700000	2.700000	2.700000	2.700000	2.700000	2.700000	2.700000	2.700000	2.700000
Miami Valley Tech JVS										
Residential/Agricultural Real	2.295850	2.275391	2.108440	2.098318	2.066068	2.039676	2.053296	2.053789	2.443774	2.444678
Commercial/Industrial and Public Utility Real	2.336540	2.348741	2.254050	2.259504	2.239154	2.165135	2.190694	2.219158	2.511325	2.517462
General Business and Public Utility Personal	2.580000	2.580000	2.580000	2.580000	2.580000	2.580000	2.580000	2.580000	2.580000	2.580000
Schools										
Edgewood City										
Residential/Agricultural Real	30.212360	30.039707	35.280720	35.280013	35.130009	32.630020	36.802972	35.715764	36.738135	36.502051
Commercial/Industrial and Public Utility Real	33.399660	33.389481	39.834270	39.807444	39.712012	36.101977	40.731181	40.172190	41.404253	41.182151
General Business and Public Utility Personal	43.760000	43.760000	50.640000	50.640000	50.490000	47.990000	50.990000	49.876000	50.435000	50.157000

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Fairfield City										
Residential/Agricultural Real	28.484670	33.238181	31.550480	31.401270	31.351328	28.714319	29.740269	29.842606	37.191046	37.428749
Commercial/Industrial and Public Utility Real	31.982800	36.817828	35.693840	36.141470	35.823366	31.666282	32.972128	33.336082	41.681090	42.387252
General Business and Public Utility Personal	53.820000	58.660000	58.600000	58.600000	58.600000	56.590000	56.520000	56.600000	63.100000	63.300000
Hamilton City										
Residential/Agricultural Real	27.437440	27.400021	27.200010	32.607930	32.607554	32.486564	33.681083	33.742977	35.218492	35.344503
Commercial/Industrial and Public Utility Real	33.392850	33.929301	32.967340	38.679349	38.964789	36.448336	37.690444	38.378912	41.591945	41.926297
General Business and Public Utility Personal	48.210000	48.210000	48.010000	53.420000	53.420000	53.310000	53.420000	53.420000	53.420000	53.420000
Lakota Local										
Residential/Agricultural Real	33.233840	32.928702	37.611330	37.012536	36.845748	35.757201	36.683458	37.227670	38.668826	38.693566
Commercial/Industrial and Public Utility Real	36.309440	35.710490	41.818480	41.906875	41.339911	37.509908	38.455457	40.307800	43.329024	44.218176
General Business and Public Utility Personal	60.040000	60.040000	65.640000	65.390000	65.390000	65.340000	65.340000	65.840000	65.840000	65.840000
Madison Local										
Residential/Agricultural Real	29.150010	29.100005	36.500020	36.537476	36.043960	36.350004	37.856213	38.142340	38.934774	39.415847
Commercial/Industrial and Public Utility Real	29.471050	30.352334	37.177640	37.291347	36.644537	36.350016	36.868837	37.472410	39.555174	40.743020
General Business and Public Utility Personal	31.990000	31.940000	39.340000	39.340000	38.850000	39.190000	39.690000	39.940000	40.540000	40.940000
Middletown City										
Residential/Agricultural Real	34.898720	34.893822	41.940000	41.940000	42.576939	42.861275	45.669670	45.716950	47.162000	48.949000
Commercial/Industrial and Public Utility Real	35.330440	35.836170	45.522610	42.201794	43.004439	42.560003	44.522186	44.917230	46.713362	48.825403
General Business and Public Utility Personal	38.080000	38.080000	45.130000	45.130000	45.750000	45.750000	47.000000	46.994000	47.162000	48.949000
Monroe Local										
Residential/Agricultural Real	37.250010	36.620008	36.890010	41.440008	40.850008	40.100008	38.934155	37.463740	40.137006	43.452006
Commercial/Industrial and Public Utility Real	38.326150	37.678024	38.012130	42.290586	41.780025	40.100008	38.206936	38.185060	40.762571	44.223622
General Business and Public Utility Personal	40.680000	40.050000	40.320000	44.870000	44.280000	43.530000	41.038000	39.580000	41.537000	44.852000
New Miami Local										
Residential/Agricultural Real	24.292197	24.295220	24.241560	24.241093	24.240991	24.174075	25.316237	25.393200	26.017594	24.667746
Commercial/Industrial and Public Utility Real	24.305310	24.302314	24.286610	24.277540	24.276447	24.227391	24.517561	24.549360	25.009944	23.614310
General Business and Public Utility Personal	29.420000	29.420000	29.420000	29.420000	29.420000	29.420000	29.570000	29.570000	29.570000	28.090000
Ross Local										
Residential/Agricultural Real	28.874050	28.647428	26.719950	26.700024	26.500011	26.180016	25.650243	25.379749	25.644102	25.665714
Commercial/Industrial and Public Utility Real	31.172610	31.125162	29.848490	29.874938	29.648716	26.882420	26.181202	26.004626	26.733007	26.910336
General Business and Public Utility Personal	51.980000	51.980000	51.730000	51.730000	51.530000	51.210000	50.030000	49.730000	49.730000	49.730000

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

Collection Year	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Talawanda City										
Residential/Agricultural Real	25.454270	25.371832	23.170020	23.170026	23.150032	27.820025	28.754159	28.733986	28.774471	28.864147
Commercial/Industrial and Public Utility Real	26.776220	26.868961	25.521640	25.638202	25.656717	28.002809	29.551230	30.583940	32.014534	32.410679
General Business and Public Utility Personal	51.490000	51.490000	51.470000	51.470000	51.450000	56.120000	56.170000	56.130000	56.130000	56.130000
Out-of-County School Districts										
College Corner Local										
Residential/Agricultural Real	24.322310	24.331136	24.376750	24.384300	24.383859	23.699491	24.161005	24.265730	25.944728	25.975432
Commercial/Industrial and Public Utility Real	25.236190	25.236190	24.764910	24.764910	24.764913	24.662707	24.662707	24.559660	27.111058	27.111058
General Business and Public Utility Personal	32.100000	32.100000	32.100000	32.100000	32.100000	32.100000	32.100000	32.100000	32.100000	32.100000
Mason Local										
Residential/Agricultural Real	37.956760	37.590621	43.747320	41.001409	42.491636	42.419539	45.489175	45.506050	45.524206	47.157071
Commercial/Industrial and Public Utility Real	42.854880	42.083885	48.179000	43.762300	45.158847	44.952516	43.980983	44.161320	45.012027	47.640296
General Business and Public Utility Personal	74.110000	74.110000	80.650000	81.760000	83.450000	83.450000	83.450000	83.450000	83.450000	83.970000
Northwest Local										
Residential/Agricultural Real	26.846691	26.802634	23.967400	23.823540	27.684315	28.158611	28.190966	28.258058	31.003183	36.441259
Commercial/Industrial and Public Utility Real	30.411120	30.765299	28.336620	27.989296	31.568016	31.648585	32.084438	32.804058	35.933239	42.231033
General Business and Public Utility Personal	49.640000	49.640000	49.640000	49.500000	53.390000	53.560000	53.570000	53.600000	54.220000	59.570000
Preble Shawnee Local										
Residential/Agricultural Real	22.990000	23.440863	23.398180	23.399192	23.399040	23.374305	23.374884	23.375830	23.096386	23.096524
Commercial/Industrial and Public Utility Real	22.990000	23.481721	23.440910	23.442185	23.442186	23.432161	23.432091	23.431880	23.180055	23.200000
General Business and Public Utility Personal	23.490000	23.490000	23.490000	23.490000	23.490000	23.490000	23.490000	23.490000	23.200000	23.200000
Princeton Local										
Residential/Agricultural Real	25.993380	25.977801	23.481060	23.423617	23.428671	23.534428	23.664862	25.193000	26.967911	37.493144
Commercial/Industrial and Public Utility Real	31.512040	31.901807	30.134730	30.370811	29.929559	29.123722	29.745365	33.112690	35.370055	46.322503
General Business and Public Utility Personal	49.030000	49.030000	49.030000	49.030000	49.030000	48.990000	48.990000	50.480000	50.830000	61.280000
Southwest Local										
Residential/Agricultural Real	25.121570	24.945052	24.468310	23.620010	23.620025	23.460014	23.350033	23.048470	24.018820	24.077998
Commercial/Industrial and Public Utility Real	29.226450	28.993897	27.081580	26.131420	26.080145	25.007211	24.917567	24.856550	25.295877	26.063800
General Business and Public Utility Personal	47.250000	47.080000	46.680000	45.300000	45.300000	45.140000	44.980000	44.680000	44.180000	44.180000

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.
Source: Butler County Auditor

Butler County, Ohio
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2004	\$ 48,245,395	\$ 46,139,554	95.64	\$ 1,642,553	\$ 47,782,107	99.04
2005	53,335,484	51,293,478	96.17	1,741,707	53,035,185	99.44
2006	61,493,150	58,964,700	95.89	2,096,044	61,060,744	99.30
2007	80,547,889	74,545,921	92.55	2,937,556	77,483,477	96.20
2008	14,994,183	14,059,974	93.77	246,243	14,306,217	95.41
2009	69,043,097	64,983,254	94.12	2,629,019	67,612,273	97.93
2010	69,597,356	65,714,900	94.42	1,640,881	67,355,781	96.78
2011	71,186,424	67,414,921	94.70	2,638,007	70,052,928	98.41
2012	69,103,172	66,248,675	95.87	2,373,181	68,621,857	99.30
2013	68,750,935	66,524,422	96.76	2,004,961	68,529,383	99.68

Source: Butler County Auditor

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.

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

Note: Resources have not been externally restricted for the repayment of debt.

**Butler County, Ohio
Principal Taxpayers
Real Estate Tax
2013 and 2005 (1)**

Name of Taxpayer	2013	
	Assessed Value	Percent of Real Property Assessed Value
Duke Realty Ohio	\$ 13,854,910	0.20%
MillerCoors LLC	12,143,180	0.17%
Meijer Stores LTD PRT	11,367,410	0.16%
Boymel Sam TR	11,083,170	0.16%
AK Steel Corporation	10,769,410	0.15%
US Industrial REIT III Midwest	9,065,000	0.13%
First Industrial LP	8,791,470	0.12%
DCT Port Union LLC	8,640,870	0.12%
Cincinnati Lesaint Industrial	8,050,000	0.11%
Dugan Financing LLC	7,353,680	0.10%
Totals	\$ 101,119,100	1.42%
Total Assessed Valuation	\$ 7,034,379,450	
Name of Taxpayer	2005	
	Assessed Value	Percent of Real Property Assessed Value
Millercoors LLC	\$ 20,271,590	0.32%
Cincinnati Financial	16,913,280	0.27%
AK Steel	15,519,300	0.24%
Meijers Stores	12,398,530	0.19%
Boymel Family	11,085,190	0.17%
First Industrial	10,121,650	0.16%
Dugan Financing	8,577,030	0.13%
Ohio Casualty Insurance	7,199,040	0.11%
Landings at Beckett Ridge	6,591,950	0.10%
Union Station of Westchester	5,950,010	0.09%
Totals	\$ 114,627,570	1.78%
Total Assessed Valuation	\$ 6,362,721,810	

Source: Butler County Auditor

(1) The amounts presented represent the assessed values upon which 2013 and 2005 collections were based.

Butler County, Ohio
Principal Taxpayers
Public Utilities Personal Property Tax
2013 and 2005(1)

Name of Taxpayer	2013	
	Assessed Value	Percent of Public Utility Assessed Value
Duke Energy Ohio Inc.	\$ 204,770,680	48.26% %
Rockies Express Pipeline LLC	118,474,940	27.92%
Duke Energy Indiana	40,172,210	9.47%
Duke Energy Kentucky Inc	29,412,360	6.93%
Butler Rural Electric	11,611,690	2.74%
Texas Eastern Transmission Corp	6,381,650	1.50%
Bank of America Leasing	3,583,630	0.84%
Texas Gas Transmission LLC	3,473,680	0.82%
Dayton Power and Light	3,184,460	0.75%
Glenwood Energy of Oxford	1,196,270	0.28%
Ohio Power	581,530	0.14%
Total	\$ 422,843,100	99.65 %
Total Assessed Valuation	\$424,274,100	
Name of Taxpayer	2005	
	Assessed Value	Percent of Public Utility Assessed Value
Duke Energy of Ohio	\$ 174,494,150	69.27%
Cincinnati Bell Telephone	28,191,450	11.19%
Butler Rural Electric	7,805,320	3.10%
Ohio Bell Telephone	7,376,920	2.93%
Texas Eastern Transmission	6,462,560	2.57%
CSX Transportation	3,571,990	1.42%
Norfolk Southern Combined	3,356,550	1.33%
Texas Gas Transmission	2,645,930	1.05%
Dayton Power & Light Co	2,515,620	1.00%
Verizon North	1,872,740	0.74%
Total	\$ 238,293,230	94.60%
Total Assessed Valuation	\$ 251,886,670	

(1) The amounts presented represent the assessed values upon which 2013 and 2005 collections were based.

Source: Butler County Auditor

Butler County, Ohio
Ratios of Outstanding Debt By Type
Last Ten Years

Year	Governmental Activities										Business-Type Activities									
	General Obligation Bonds	Sales Tax Bonds	Special Assessment Bonds	Loans Payable	Capital Leases	Long-Term Notes	General Obligation Bonds	Water Judgement Bonds	Revenue Bonds	Loans Payable	Capital Leases	Long-Term Notes	Government	Primary Government	Total	Percentage of Personal Income	Per Capita			
2004	\$ 58,404,314	\$ 23,810,000	\$ 9,981,000	\$ 1,972,576	\$ 104,283	\$ 15,470,000	\$ 465,172	\$ 35,198,885	\$ 89,614,650	\$ 371,750	\$ -	\$ 8,400,000	\$ -	\$ 243,792,630	2.21	707				
2005	49,038,755	28,445,588	10,510,000	1,802,025	2,810,544	17,105,000	838,574	34,747,118	98,674,880	4,610,110	-	-	-	248,582,594	2.16	713				
2006	64,630,026	27,749,172	10,003,310	1,627,870	1,999,412	-	3,793,870	34,110,351	97,204,913	5,209,474	-	-	-	246,328,398	2.05	696				
2007	61,605,330	26,532,756	9,466,643	1,824,765	2,532,262	-	4,656,680	32,976,751	91,499,366	5,883,636	-	-	-	236,978,189	1.89	662				
2008	58,498,514	24,751,340	12,305,218	1,643,071	2,512,592	-	4,630,087	31,904,658	85,567,039	5,696,103	-	-	-	227,508,622	1.78	631				
2009	57,022,131	22,909,924	11,658,332	2,119,417	2,704,140	-	18,205,306	30,677,565	60,427,852	8,422,166	-	-	-	214,146,833	1.71	590				
2010	72,648,168	13,267,896	10,930,900	2,488,072	1,461,478	-	15,117,345	29,405,472	58,026,745	12,476,499	-	-	-	215,822,575	1.67	586				
2011	68,653,423	11,290,746	10,167,413	2,553,276	439,631	-	11,908,086	28,083,379	55,543,608	12,885,469	-	-	-	201,525,031	1.49	545				
2012	64,899,037	9,652,942	9,418,701	2,276,076	70,526	-	8,845,716	27,387,066	54,512,826	18,838,194	10,475	-	-	195,911,559	1.44	529				
2013	59,897,578	7,404,735	8,573,963	1,923,516	53,030	-	8,100,518	25,686,379	49,909,388	29,861,697	8,391	-	-	191,419,195	1.41	516				

(1) The Short-Term Notes are issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued.

Source: Butler County Auditor

Butler County, Ohio
Ratio of General Bonded Debt Outstanding
Last Ten Years

Year	General Obligation Bonds	Total Estimated Actual Value	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita
2004	\$ 58,869,486	\$ 21,139,995,224	0.28	170.68
2005	49,877,329	21,703,617,728	0.23	143.15
2006	68,423,896	24,131,041,720	0.28	193.35
2007	66,262,010	25,458,812,514	0.26	185.03
2008	63,128,601	21,766,632,838	0.29	174.99
2009	75,227,437	22,684,055,666	0.33	207.13
2010	87,765,513	22,034,073,839	0.40	238.41
2011	80,561,509	21,731,935,930	0.37	217.73
2012	73,744,753	20,680,522,518	0.36	198.99
2013	67,998,096	20,580,356,659	0.33	183.15

Source: Butler County Auditor

Butler County, Ohio
Computation of Legal Debt Margin
Last Ten Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Tax Valuation	\$ 7,161,517,611	\$ 7,359,389,352	\$ 7,937,495,027	\$ 7,965,576,371	\$ 7,955,670,369	\$ 8,036,439,180	\$ 7,801,424,310	\$ 7,865,867,680	\$ 7,501,317,410	\$ 7,458,653,550
Debt Limit (1)	\$ 177,537,940	\$ 182,484,734	\$ 196,937,376	\$ 197,639,409	\$ 197,391,759	\$ 199,410,980	\$ 193,535,608	\$ 195,146,692	\$ 186,032,935	\$ 184,966,339
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	28,700,000	20,495,000	30,780,000	30,213,576	28,524,099	26,367,977	35,532,759	33,098,058	30,558,472	27,646,367
General Obligation Notes	15,600,000	14,885,000	7,205,000	15,355,000	15,985,000	15,900,000	13,855,000	14,605,000	13,475,000	12,354,000
General Obligation Loans	-	-	137,346	458,768	403,310	529,136	396,852	264,568	132,284	-
Amount of Debt Subject to Limit	44,300,000	35,380,000	38,122,346	46,027,344	44,922,409	42,797,113	49,784,611	47,967,626	44,165,756	40,000,367
Legal Debt Margin	\$ 133,237,940	\$ 147,104,734	\$ 158,815,030	\$ 151,612,065	\$ 152,469,350	\$ 156,613,867	\$ 143,750,997	\$ 147,179,066	\$ 141,867,179	\$ 144,965,972
Legal Debt Margin as a Percentage of the Debt Limit	75.05%	80.61%	80.64%	76.71%	77.24%	78.54%	74.28%	75.42%	76.26%	78.37%
Unvoted Debt Limit (2)	\$ 71,615,176	\$ 73,593,894	\$ 79,374,950	\$ 79,655,764	\$ 79,556,704	\$ 80,364,392	\$ 78,014,243	\$ 78,658,677	\$ 75,013,174	\$ 74,586,536
Amount of Debt Subject to Limit	44,300,000	35,380,000	38,122,346	46,027,344	44,922,409	42,797,113	49,784,611	47,967,626	44,165,756	40,000,367
Unvoted Legal Debt Margin	\$ 27,315,176	\$ 38,213,894	\$ 41,252,604	\$ 33,628,420	\$ 34,634,295	\$ 37,567,279	\$ 28,229,632	\$ 30,691,051	\$ 30,847,418	\$ 34,586,169
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	38.14%	51.93%	51.97%	42.22%	43.53%	46.75%	36.19%	39.02%	41.12%	46.37%

(1) Ohio Bond Law sets a limit calculated as follows:

Three percent of the first \$100,000,000 of the tax valuation

One and one-half percent of the next \$200,000,000 of the tax valuation

Two and one-half percent of the amount of the tax valuation in excess of \$300,000,000

(2) Ohio Bond Law sets a limit of one percent of the tax valuation

Source: Butler County Auditor

Butler County, Ohio
Pledged Revenue Coverage
Last Ten Years

Sewer Pledged Revenue

Year	Operating Revenues	Less: Operating Expenses (1)	Net Operating Revenue	Capacity Fees	Non-Operating Revenue (Expenses) Other (2)	Net Non-Operating Rev (Exp) (3)	Net Available Revenue (4)	Debt Service (5)		Coverage	
								Principal (6)	Interest (6)		
2004	\$ 17,778,094	\$ 13,209,048	\$ 4,569,046	\$ 9,014,420	\$ 2,798,802	\$ 11,813,222	\$ 16,382,268	\$ 2,785,000	\$ 2,725,944	\$ 5,510,944	2.97
2005	18,451,160	14,517,963	3,933,197	9,196,888	10,040,054	19,236,942	23,170,139	3,645,000	2,772,472	6,417,472	3.61
2006	19,238,592	14,220,210	5,018,382	5,654,267	560,847	6,215,114	11,233,496	3,800,000	1,752,062	5,552,062	2.02
2007	21,011,439	14,409,447	6,601,992	3,952,630	561,743	4,514,373	11,116,365	3,980,580	2,639,131	6,619,711	1.68
2008	21,385,170	12,766,850	8,618,320	3,388,044	141,025	3,529,069	12,147,389	4,132,360	2,486,488	6,618,848	1.84
2009	18,759,922	11,551,662	7,208,260	3,310,028	675,006	3,985,034	11,193,294	1,354,220	1,871,886	3,226,106	3.47
2010	18,311,915	10,339,223	7,972,692	2,779,677	75,781	2,855,458	10,828,150	1,475,687	1,779,554	3,255,241	3.33
2011	17,771,799	10,937,193	6,834,606	4,166,615	69,839	4,236,454	11,071,060	1,526,471	1,727,360	3,253,831	3.40
2012	19,077,592	10,410,274	8,667,318	3,477,323	47,365	3,524,688	12,192,006	1,583,932	1,675,847	3,259,779	3.74
2013	18,362,995	10,862,894	7,500,101	3,669,666	104,781	3,774,447	11,274,548	3,155,845	1,625,176	4,781,021	2.36

Water Pledged Revenue

Year	Operating Revenues	Less: Operating Expenses (1)	Net Operating Revenue	Capacity Fees	Non-Operating Revenue (Expenses) Other (2)	Net Non-Operating Rev (Exp) (3)	Net Available Revenue (4)	Debt Service (5)		Coverage	
								Principal (6)	Interest (6)		
2004	\$ 19,539,968	\$ 14,438,596	\$ 5,101,372	\$ 4,153,770	\$ 2,283,690	\$ 6,437,460	\$ 11,538,832	\$ 1,260,000	\$ 1,421,566	\$ 2,681,566	4.30
2005	22,029,345	18,879,165	3,150,180	4,629,241	9,158,934	13,788,175	16,938,355	1,485,000	1,370,366	2,855,366	5.93
2006	22,186,770	16,636,338	5,550,432	2,923,530	729,728	3,653,258	9,203,690	1,900,000	1,814,159	3,714,159	2.48
2007	26,395,879	20,168,090	6,227,789	2,265,660	660,300	2,925,960	8,153,749	2,113,862	1,900,573	4,014,455	2.28
2008	23,839,865	17,094,090	6,745,775	1,953,742	284,638	2,238,380	8,984,155	2,217,533	1,823,212	4,040,745	2.22
2009	20,468,437	16,456,494	4,011,943	1,688,432	534,571	2,223,003	6,234,946	1,195,000	1,064,913	2,259,913	2.76
2010	20,939,038	16,810,215	4,128,823	1,226,297	320,381	1,546,678	5,675,501	1,493,896	1,187,180	2,681,076	2.12
2011	20,567,888	14,807,125	5,760,763	1,211,259	320,770	1,532,029	7,292,792	1,683,197	1,191,859	2,875,056	2.54
2012	20,917,124	16,120,625	4,796,499	1,518,623	(210,130)	1,308,493	6,104,992	1,804,215	562,281	2,366,496	2.58
2013	20,163,511	15,594,563	4,568,948	2,213,341	(280,390)	1,932,951	6,501,899	1,887,844	1,125,737	3,013,581	2.16

- (1) Operating expenses are shown exclusive of depreciation, per bond covenant.
- (2) Non-Operating Revenue (Expense) Other excludes capital grants, contributions, and transfers
- (3) Net non-operating Rev(exp) are shown exclusive of interest and fiscal charges, per bond covenant.
- (4) Net Available Revenue includes Net Operating Revenue combined with Net Non-Operating Rev(exp).
- (5) Debt Service per bond redemption schedules for revenue bonds and loans.
- (6) Principal and Interest Expense shown are less amounts for current refunding bonds

Source: Butler County Auditor

(Continued)

Butler County, Ohio
Pledged Revenue Coverage
Last Ten Years
(continued)

Year	Sales Tax Revenue Bonds					Special Assessment Bonds						
	Sales Tax Revenues	Principal	Interest	Debt Service	Total Debt	Coverage	Special Assessment Collections	Principal	Interest	Debt Service	Total Debt	Coverage
2004	\$ 18,047,011	\$ 1,080,000	\$ 1,204,443	\$ 2,284,443	\$ 2,284,443	7.90	\$ 1,563,809	\$ 587,000	\$ 537,466	\$ 1,124,466	1.39	
2005	19,503,113	1,100,000	700,434	1,800,434	1,800,434	10.83	1,380,252	615,000	509,519	1,124,519	1.23	
2006	40,662,394	680,000	1,266,775	1,946,775	1,946,775	20.89	1,374,653	506,690	531,040	1,037,730	1.32	
2007	41,317,071	1,200,000	1,242,975	2,442,975	2,442,975	16.91	1,405,765	610,170	505,912	1,116,082	1.26	
2008	33,408,493	1,765,000	1,200,975	2,965,975	2,965,975	11.26	1,101,044	570,670	434,080	1,004,750	1.10	
2009	31,843,586	1,825,000	1,134,100	2,959,100	2,959,100	10.76	1,234,683	653,200	607,958	1,261,158	0.98	
2010	30,225,506	9,600,000	1,075,325	10,675,325	10,675,325	2.83	1,553,034	733,740	530,357	1,264,097	1.23	
2011	30,779,103	1,965,000	614,225	2,579,225	2,579,225	11.93	1,484,639	759,300	497,674	1,256,974	1.18	
2012	32,955,898	2,070,000	535,625	2,605,625	2,605,625	12.65	1,362,387	784,900	468,039	1,252,939	1.09	
2013	35,170,710	2,124,971	457,998	2,582,969	2,582,969	13.62	1,434,618	830,510	477,712	1,308,222	1.10	

Source: Butler County Auditor

Butler County, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income	Per Capita Personal Income (3)	Unemployment Rate (2)
2004	344,914	\$ 11,050,699,646	32,039	5.4%
2005	348,425	11,491,404,925	32,981	5.3%
2006	353,888	12,034,315,328	34,006	5.6%
2007	358,116	12,561,634,932	35,077	5.1%
2008	360,775	12,811,481,025	35,511	5.9%
2009	363,184	12,534,206,208	34,512	9.3%
2010	368,130	12,935,351,940	35,138	9.3%
2011	369,999	12,585,955,000	36,590	8.6%
2012	370,589	13,559,851,510	36,590	7.1%
2013	371,272	13,584,842,480	36,590	6.9%

Note 1: Bureau of Economic Analysis. The 2004 through 2009 and 2011 through 2013 population is estimated. The 2010 population reflects data collected by the United States Census Bureau

Note 2: Unemployment figures are derived from Ohio Labor Market Information. These numbers are estimates and are prepared in cooperation with the Bureau of Labor Statistics, are determined by place of residence, and are not seasonally adjusted.

Note 3: (-) Ohio Development Services Agency is source for per capita income 2011 - 2013. Information has not been updated since 2011.

**Butler County, Ohio
Principal Employers
2013-2003**

Employer	Nature of Business	2013		
		Number of Employees	Rank	Percentage of Total Employment
Miami University	Education	3,293	1	1.88 %
Cincinnati Financial Corp.	Financial	2,789	2	1.59
AK Steel	Steel Manufacturing	2,400	3	1.37
GE Aviation	Aerospace	2,000	4	1.14
Lakota Local School District	Education	1,827	5	1.04
Butler County Government	Government	1,717	6	0.98
Ohio Casualty Insurance Group	Insurance	1,300	7	0.74
Mercy Regional Hospital	Health Care	1,200	8	0.69
Hamilton City Schools	Education	1,095	9	0.63
Ft. Hamilton Hospital	Health Care	1,020	10	0.58
Total		<u>18,641</u>		<u>10.66 %</u>
Total Employment within the County		<u>174,900</u>		

Employer	Nature of Business	2003		
		Number of Employees	Rank	Percentage of Total Employment
Miami University	Education	4,200	1	3.08 %
AK Steel Corp	Steel Manufacturing	3,900	2	2.86
Cincinnati Financial Corp.	Financial	2,861	3	2.10
Butler County Government	Governmental	2,000	4	1.47
Fairfield City School District	Education	1,740	5	1.28
Ft. Hamilton Hughes Memorial Hospital	Medical Care	1,600	6	1.17
Lakota Local School District	Education	1,600	7	1.17
Middletown Regional Hospital	Medical Care	1,470	8	1.08
Mercy Regional Hospital	Medical Care	1,407	9	1.03
Ohio Casualty	Insurance	1,356	10	0.99
Total		<u>22,134</u>		<u>16.23 %</u>
Total Employment within the County		<u>136,387</u>		

**Source: Census Bureau
Companies & Butler County Department of Development as of 12/31/13**

Butler County, Ohio
County Government Employees by Function/Activity
Last Ten Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
Legislative and Executive										
Auditor	19	21	22	21	18	16	14	11	13	15
Auditor Administration	-	-	-	-	-	5	6	4	3	2
Auditor Bureau of Motor Vehicles	10	10	11	9	8	-	-	-	-	-
Auditor Consumer Services	6	5	6	6	4	1	2	2	3	2
Auditor Dog and Kennel	2	2	2	2	2	1	1	1	1	1
Auditor Elected Official	1	1	1	1	1	1	1	1	1	1
Auditor GIS	-	-	-	-	6	5	4	2	2	2
Auditor Health Insurance	1	1	1	1	1	1	1	1	1	1
Auditor Information Services	38	34	21	21	1	1	1	1	1	1
Auditor Real Estate	36	31	35	38	33	28	26	22	26	28
Board of Elections	48	34	44	57	97	85	91	109	116	110
* Board of Elections Election Pay	-	-	-	-	-	1,735	2,672	3,071	4,121	4,482
Commissioners	11	12	11	12	11	9	10	11	11	17
Commissioners Criminal Justice Board	1	1	1	1	-	-	-	-	-	-
Commissioners Department of Development	25	27	26	25	23	16	12	11	11	12
Commissioners Dog and Kennel	4	4	4	5	5	5	5	4	4	4
Commissioners Elected Official	3	3	3	3	3	3	3	3	3	3
Commissioners Entitlement	4	4	5	5	6	6	6	7	6	4
Commissioners Information Services	-	-	-	-	25	23	19	19	19	18
Commissioners Mail Room	3	3	3	3	3	2	2	2	2	2
Commissioners Maintenance	7	6	6	6	7	6	4	5	5	4
Commissioners Parking Garage	5	4	3	3	3	3	3	3	2	2
Commissioners Records Center	11	11	12	12	9	4	3	4	3	3
Commissioners Regional Airport	1	1	1	1	1	1	1	1	1	1
Commissioners Tax Abatement	1	1	1	1	1	-	-	-	-	-
Prosecuting Attorney	49	47	52	52	55	54	51	53	52	51
Prosecuting Attorney CSEA	4	4	4	4	5	4	4	3	4	4
Prosecuting Attorney Domestic Violence	1	2	1	1	1	1	-	-	-	-
Prosecuting Attorney DTAC	5	6	6	6	6	7	6	7	6	3
Prosecuting Attorney Elected Official	1	1	1	1	1	1	1	1	1	1
Prosecuting Attorney Gun Control Grant	-	-	-	-	-	-	-	-	-	-
Prosecuting Attorney Juvenile VOCA	2	-	-	-	-	-	-	-	-	-
Prosecuting Attorney VOCA	1	3	3	3	3	3	3	3	3	3
Public Defender	-	-	-	-	-	-	6	38	42	42
Recorder	19	16	17	17	17	17	14	13	13	13
Recorder Elected Official	1	1	1	1	1	1	1	1	1	1
Treasurer	19	20	18	16	17	11	11	10	10	10
Treasurer DTAC	4	3	4	5	4	8	8	8	8	7
Treasurer Duplicate Bill	2	5	-	-	-	-	-	-	-	-
Treasurer Elected Official	1	1	1	1	1	1	1	1	1	1
Treasurer PPTax Collector	2	3	2	2	1	1	-	-	-	-
Treasurer Prepayment Interest	1	1	3	1	1	1	-	-	2	-
Judicial										
Area Courts	27	25	24	26	26	27	16	20	14	15
Area Courts Elected Official	3	3	3	3	4	4	4	3	3	3
Area Courts Special Projects	12	19	20	23	21	21	20	18	18	19
Clerk of Courts	38	46	50	46	43	39	36	41	36	35
Clerk of Courts Elected Official	1	1	1	1	1	1	1	1	1	1
Clerk of Courts Title	36	38	31	36	38	43	43	30	31	31
Common Pleas Asbestos Litigation	1	-	-	-	-	-	-	-	-	-
Common Pleas Court	20	23	29	29	31	31	29	30	25	23
Common Pleas Drug Court	7	7	8	8	8	7	7	6	6	6
Common Pleas Elected Official	7	6	6	7	7	7	7	7	7	6
Common Pleas General Division Special Projects	6	6	7	8	8	8	8	7	9	9
Common Pleas Jury Commission	2	2	2	2	2	2	2	2	2	2
Common Pleas Law Library	2	2	2	2	2	2	4	4	3	3
Domestic Relations Court	29	26	29	29	32	27	24	22	21	25
Domestic Relations Elected Official	3	2	2	2	2	2	2	3	1	2
Domestic Relations Special Projects	1	1	1	-	-	-	-	-	-	-
Juvenile Court	52	56	52	53	59	53	47	46	46	44
Juvenile Court Driver Improvement	-	-	1	1	-	-	-	-	-	-
Juvenile Court Elected Official	2	2	2	2	2	2	2	3	2	2
Juvenile Court Special Projects	-	-	-	1	2	2	2	2	2	3
Juvenile Detention	53	51	51	52	54	45	37	39	39	41
Juvenile Family Drug Court	-	-	1	2	-	-	-	-	-	-
Juvenile JAIBG Grant	2	-	-	-	-	-	-	-	-	-
Juvenile Reclaim Grant	18	19	26	26	26	21	22	24	23	22

Butler County, Ohio
County Government Employees by Function/Activity
Last Ten Years
(Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Judicial (Continued)										
Juvenile Rehab	41	45	47	49	46	41	38	39	39	40
Juvenile Subsidy Grant	11	11	8	9	9	8	-	-	-	-
Municipal Court	26	28	32	36	39	39	40	42	41	20
Municipal Court Criminal Prosecutors	1	1	1	1	1	1	-	-	-	-
Municipal Court Elected Official	5	5	5	5	5	5	5	4	4	3
Probate Court	19	18	18	17	17	14	15	14	15	14
Probate Court Computer Fees	1	3	2	2	2	2	1	1	1	1
Probate Court Elected Official	1	1	1	1	1	1	1	1	1	1
Public Safety										
Adult Probation	37	37	35	34	33	34	32	32	38	38
Adult Probation ISP Grant	11	9	11	12	11	10	14	12	12	13
Adult Probation Misdemeanor	-	-	-	-	-	-	1	1	1	1
Adult Probation Services	3	3	1	4	8	8	5	4	4	4
Coroner	7	7	9	7	8	13	11	9	10	10
Coroner Elected Official	1	1	1	1	1	1	1	1	1	1
Coroner Lab and Morgue	3	2	2	2	2	2	1	1	1	1
Emergency Management	4	4	4	3	4	4	5	5	5	5
Sheriff	226	256	288	336	337	320	268	326	317	334
Sheriff Elected Official	1	1	1	1	1	1	1	1	1	1
Sheriff Paramedic	26	27	35	35	37	34	34	37	39	26
Sheriff Resolutions	38	-	-	-	-	-	-	-	-	-
Sheriff VOCA	1	1	1	1	1	3	2	2	1	2
Sheriffs Victim Assistance Program	1	1	1	1	1	1	1	1	1	1
Public Works										
Engineers	84	81	89	87	91	87	97	90	95	94
Engineers Elected Official	1	1	1	1	1	1	1	1	1	1
Engineers Plat Room	3	3	3	3	3	3	3	3	3	3
Water And Sewer	154	156	157	156	144	131	114	126	101	97
Health										
Alcohol and Drug Addiction	5	5	5	6	6	5	7	8	7	6
Board of Developmental Disabilities	360	319	302	297	256	243	233	242	221	227
Mental Health Board	10	9	8	10	10	10	8	9	8	8
Human Services										
Child Support Enforcement Agency	90	93	84	89	83	81	75	67	62	66
Children Services Board	173	184	197	205	183	177	176	172	154	160
County Care Facility	168	180	180	179	173	172	172	161	170	157
Job and Family Services	199	190	191	195	187	167	150	102	90	102
Job and Family Services SYEP	-	-	-	-	-	8	-	-	-	1
Veteran Services	9	9	10	10	10	10	10	11	10	12
Veteran Services Commissioners	4	5	5	4	5	5	5	5	5	5
Internal Service										
Commissioners Workers Compensation	3	4	5	4	4	3	3	3	3	4
Agency										
Court of Appeals - 12th District	19	23	22	22	26	25	25	24	24	24
Health Department	37	38	38	37	35	60	66	67	67	75
Metro Parks	15	15	27	29	42	36	34	52	53	57
Regional Transit Authority	10	12	13	12	17	-	-	-	-	-
Soil and Water Conservation	7	5	6	6	7	7	3	4	4	4
Total	2,486	2,457	2,536	2,621	2,596	4,184	4,964	5,421	6,397	6,762

* Board of Elections Election Pay individuals began being treated as employees in 2009.
Not included in employment numbers for Principal Employers

Source: Butler County Auditor

Butler County, Ohio
Operating Indicators by Function/Program
Last Ten Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Government										
Legislative and Executive										
Commissioners										
Number of resolutions	3,270	2,538	2,415	2,377	2,361	2,250	1,942	6,257	7,154	5,610
Number of meetings	66	68	59	56	61	73	68	75	59	60
Auditor										
Number of exempt conveyances	6,304	6,318	5,618	5,261	5,128	4,885	4,622	4,525	4,798	5,303
Number of real estate transfers	11,358	11,799	10,284	8,497	6,525	6,181	5,678	5,708	6,694	7,824
Number of parcels billed	-	-	-	147,558	148,658	156,579	156,951	150,361	150,306	150,480
Number of appropriation checks issued	71,266	72,445	73,636	75,060	75,873	69,643	61,656	56,240	48,394	58,636
Number of payroll checks issued	20,738	17,909	15,953	12,693	15,702	13,051	11,050	8,410	6,130	1,341
Number of purchase orders issued	26,893	28,967	30,129	31,355	30,304	22,927	20,914	20,067	17,888	17,180
BMV										
Number of tags issued	68,294	68,842	64,279	62,552	60,583	-	-	-	-	-
Treasurer										
Number of parcels collected	140,504	152,470	151,239	159,465	151,189	144,157	151,806	144,727	147,151	144,686
Prosecuting Attorney										
Number of cases - criminal	2,258	2,380	2,411	2,485	2,456	2,138	2,064	2,379	2,373	2,373*
Board of Elections										
Number of registered voters	238,022	230,873	232,187	238,219	262,380	236,598	240,541	227,868	239,993	232,711
Number of voters last general election	168,976	83,090	119,521	65,797	175,132	88,097	121,742	109,965	205,413	63,279
Percentage of register voters that voted	70.99	35.98	51.48	28.00	66.75	37.23	50.61	48	86	27
Recorder										
Number of deeds recorded	19,923	20,252	17,981	16,128	13,512	12,586	11,740	10,626	12,117	13,975
Number of mortgages recorded	34,447	32,709	27,392	21,965	15,827	18,425	16,459	13,914	17,010	16,359
Number of military discharges recorded	29	32	43	35	30	35	32	15	13	12
Community and Economic Development										
Number of projects	64	79	37	51	124	123	152	149	26	40
Number of jobs created	-	7	10	105	-	-	-	821	1,620	1,915
Judicial										
Common Pleas Court										
Number of civil cases filed	4,031	4,176	2,343	2,215	5,617	5,617	5,246	5,928	5,277	4,039
Number of criminal cases filed	3,008	3,391	4,787	5,022	2,244	2,137	2,064	2,451	2,054	2,069
Probate Court										

Butler County, Ohio
Operating Indicators by Function/Program
Last Ten Years
(Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Number of civil cases filed	36	52	50	47	54	41	39	43	56	51
Juvenile Court										
Number of civil cases filed	2,396	3,536	3,819	3,591	2,623	2,806	2,640	2,401	-	-
Number of criminal cases filed	4,502	4,540	4,778	4,914	4,886	3,905	3,533	3,055	-	-
Number of adjudged delinquent cases filed	2,959	2,739	2,757	2,582	2,216	1,913	1,706	1,446	-	-
Area Courts										
Number of civil cases filed	2,183	2,613	2,985	3,284	3,558	3,267	3,795	3,351	4,233	2,644
Number of criminal cases filed	22,683	24,021	25,552	25,569	21,097	20,264	18,475	17,814	19,276	20,706
Number of small claims cases filed	471	424	488	423	311	360	386	290	281	298
Clerk of Courts										
Number of civil cases filed	4,031	4,176	4,782	5,022	5,617	5,708	5,246	4,558	4,586	3,557
Number of criminal cases filed	2,256	2,374	2,343	2,215	2,244	2,138	2,064	2,151	2,063	2,068
Domestic Relations										
Number of divorce cases files	1,571	1,493	1,567	1,559	1,547	1,516	1,515	1,449	1,416	1,301
Number of motions files	3,902	4,139	4,153	12,499	19,794	17,106	10,206	9,748	10,023	9,580
Number of protective orders	1,282	1,365	1,584	1,482	1,555	1,781	1,573	1,269	1,084	1,014
Public Safety										
Sheriff										
Jail Operation										
Average daily jail census	748	734	974	1,056	1,045	956	921	890	854	820
Prisoners booked	10,537	10,592	14,948	16,145	15,801	13,513	13,973	13,642	12,805	13,995
Prisoners released	10,507	10,509	14,645	16,381	15,707	13,651	14,013	13,609	12,825	14,079
Out of county bed days used	1,477	-	-	4,320	3,564	4,254	23,105	8,035	2,575	4,843
Enforcement										
Number of incidents reported	6,052	5,568	7,593	9,464	9,524	7,986	5,888	6,961	7,195	7,195*
Number of citations issued	7,318	5,724	5,452	5,812	5,967	3,460	2,173	2,987	3,074	3,074*
Concealed Weapons Permit										
Number of permits issued	-	969	992	1,104	1,031	2,061	1,755	1,608	2,117	2,320
Adult Probation										
Offenders supervised	2,107	1,985	2,227	2,311	2,649	2,698	2,666	2,865	3,041	3,041*
Coroner										

Butler County, Ohio
Operating Indicators by Function/Program
Last Ten Years
(Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Number of cases investigated	332	362	322	360	338	330	325	344	325	339
Number of autopsies performed	205	221	196	224	219	230	228	207	168	222
Public Works										
Engineer										
Miles of roads resurfaced	38	46	33	11	9	29	14	17	19	62
Number of bridges replaced/improved	9	6	4	28	10	4	7	8	10	3
Number of culverts built/replaced/improved	14	25	16	19	13	22	22	16	11	22
Building Department										
Number of permits issued	4,197	3,854	3,627	4,176	3,820	3,325	3,182	3,241	3,685	3,644
Number of inspections performed	29,674	31,427	25,127	19,302	15,642	11,292	10,237	10,245	10,539	11,672
Sewer District										
Average daily sewage treated	16	17	18	17	18	17	18	22	18	19
Number of tap-ins	1,653	1,863	1,443	1,055	535	518	378	383	432	542
Number of customers	36,854	38,293	41,448	40,444	41,573	42,338	42,720	43,272	42,773	43,659
Water District										
Average daily water distributed	11	13	12	13	13	12	13	12	13	13
Average daily water billed	50,676	57,883	58,529	69,388	63,914	57,296	57,707	57,777	-	10,182
Number of tap-ins	1,058	1,273	970	632	357	287	256	383	286	384
Number of customers	34,365	35,089	36,259	36,244	36,967	37,294	37,576	37,719	37,942	38,842
Health										
ADAS										
Average Client Count	1,671	2,033	1,352	2,168	1,204	1,270	1,290	1,207	1,197	902
Tx Episodes	2,304	2,033	2,238	2,235	1,804	1,651	1,699	1,690	1,308	1,017
BCDD										
Number of Children Served	530	669	750	870	1,026	1,099	1,100	1,100	1,077	767
Early intervention program	496	291	47	-	-	-	-	-	-	-
Preschool	532	582	617	400	446	440	483	464	372	514
School age										
Number of Adults Served	-	743	462	439	432	238	223	196	127	134
Served directly	-	-	218	274	270	290	326	364	457	440
Served indirectly	-	-	-	-	-	-	-	-	-	-
Number Served in Residential	-	7	7	10	4	1	-	-	-	-
Supported living services	-	231	233	247	268	295	311	302	318	342
Individual options waiver										

(Continued)

Butler County, Ohio
Operating Indicators by Function/Program
Last Ten Years
(Continued)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Level one waiver	-	98	196	179	216	280	324	359	371	435
ICFMR	-	202	196	190	167	146	146	146	158	10
Member receiving support coordination services	871	874	1,028	1,030	1,004	1,005	1,096	1,085	1,161	1,432
Member receiving family support services	496	451	465	533	552	716	688	731	731	756
Mental Health										
Average client count - intensive	2,062	2,070	2,214	2,230	2,694	2,830	3,187	3,493	-	-
Average client count - non-intensive	692	736	896	1,328	2,394	2,227	2,498	2,619	-	-
Average client count - early intervention	1,171	1,794	2,161	2,471	2,502	2,600	2,929	3,291	-	-
Human Services										
Jobs and Family Services										
Average client count - food stamps	21,866	23,781	25,767	26,652	29,798	39,380	46,176	48,758	48,346	50,603
Average client count - Medicaid	79,896	85,461	89,851	42,851	45,015	50,013	54,858	56,582	61,944	66,092
Average client count - day care	1,321	1,534	1,607	1,779	1,926	2,112	2,313	2,476	1,943	2,371
Average client count - WIA	583	582	413	434	567	712	652	937	634	326
Average client count - job placement	248	218	-	-	-	276	132	32	236	344
Children's Services										
Average client count - foster care	380	370	388	355	359	324	346	331	369	369*
Average client count - adoption	55	55	40	36	39	51	52	98	48	48*
Child Support Enforcement Agency										
Average number of active support orders	17,906	18,875	20,950	17,974	17,710	19,199	19,168	19,782	19,389	19,072
Percentage collected	72.7%	72.8%	71.3%	71.3%	69.9%	69.0%	68.0%	69.25%	70.29%	70.20%
Veteran Services										
Number of veterans and/or dependents served	8,847	12,850	12,195	10,508	17,568	15,877	13,327	11,002	10,611	5,353
Amount of benefits paid to county veterans	640,634	606,175	631,546	616,469	824,332	869,962	711,824	581,882	473,448	473,448
Community and Economic Development										

Note: (-) Information not available.

*** Statistics could not be obtained for 2013**

Source: Butler County Auditor

Butler County, Ohio
Capital Asset Statistics by Function/Activity
Last Seven Years

	2007	2008	2009	2010	2011	2012	2013
General Government							
Legislative and Executive							
Commissioners							
Administrative office space (sq. ft.)	9,480	9,480	9,480	9,480	9,480	9,480	9,480*
Information Services							
Auditor							
Administrative office space	16,072	16,072	16,072	16,072	16,072	16,072	16,072
Treasurer							
Administrative office space	5,096	5,096	5,096	5,096	5,096	5,096	5,096
Prosecuting Attorney							
Administrative office space	16,320	16,320	16,320	16,320	16,320	16,320	16,320*
Board of Elections							
Administrative office space	9,304	27,241	27,241	27,241	27,241	27,241	27,241*
Voting machines	1,599	1,668	1,668	1,668	1,688	1,688	1,688*
Recorder							
Administrative office space	8,728	8,728	8,728	8,728	8,728	8,728	8,728
Buildings and Grounds							
Administrative office space	600	600	600	600	600	600	600*
Judicial							
Common Pleas Court							
Number of court rooms	7	7	7	7	7	7	7*
Probate Court							
Number of court rooms	2	2	2	2	2	2	2*
Juvenile Court							
Number of court rooms	7	7	7	7	8	8	8*
Clerk of Courts							
Administrative office space	11,016	11,016	11,016	11,016	11,016	11,016	11,016*
Domestic Relations							
Administrative office space	24,128	24,128	24,128	24,128	24,128	24,128	24,128*
Public Works							
Engineer							
Centerline miles of roads	268	275	275	267	267	267	267*
Number of bridges	376	395	396	401	399	399	399*
Number of culverts	1,072	1,062	1,061	1,024	1,023	1,023	1,023*
Number of traffic signs	7,513	7,697	7,607	7,601	7,530	7,530	7,530*
Building Department							
Administrative office space	2,344	2,344	2,344	2,344	2,344	2,344	2,344*
Human Services							
Jobs and Family Services							
Administrative office space	32,640	32,640	32,640	32,640	32,640	32,640	32,640*
Child Support Enforcement Agency							
Administrative office space	16,320	16,320	16,320	16,320	16,320	16,320	16,320*
Veteran Services							
Administrative office space	3,136	3,136	3,136	3,136	3,136	3,136	3,136*
Enterprise							
Sewer District							
Number of treatment facilities	6	6	6	6	6	6	6*
Number of pumping stations	34	34	30	30	30	30	30*
Miles of sewer lines	720	731	733	725	739	739	739*
Water District							
Number of pumping stations	5	5	5	5	5	5	5*
Miles of water lines	606	617	616	591	617	617	617*
Administrative office space				7275	7,275	7,275	7,275*
Public Safety							
Sheriff							
Administrative office space	-	-	-	8500	8,500	8,500	8,500*
Coroner							
Administrative office space	2,550	2550	2550	2550	2,550	2,550	2,550*

Note: Information prior to 2006 not available.

(-) Information not available.

(*) 2012 data used, 2013 not available

Source: Butler County Auditor

BUTLER COUNTY, OHIO

SUPPLEMENTAL REPORTS

FOR THE YEAR ENDED
DECEMBER 31, 2013

ROGER REYNOLDS, CPA, COUNTY AUDITOR

BUTLER COUNTY

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BUTLER COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013

Federal Grantor/ Pass Through Grantor Program Title	Pass Through/ Entity Number	Federal CFDA Number	(A),(B) Cash Federal Disbursements
<u>U.S DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education:</i>			
Child Nutrition Cluster:			
(C),(G) School Breakfast Program	2013	10.553	\$ 45,106
(C),(G) National School Lunch Program	2013	10.555	77,920
Total Child Nutrition Cluster			<u>123,026</u>
<i>Passed Through Ohio Department of Jobs & Family Services:</i>			
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	G-1213-11-0015 / G-1415-11-5335	10.561	953,928
Total U.S. Department of Agriculture			<u>1,076,954</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
(L),(M),(N) Community Development Block Grants/Entitlement Grants	N/A	14.218	1,945,104
(N) Shelter Plus Care	OH16C70-7001	14.238	121,992
(N) Shelter Plus Care	OH16C70-7052	14.238	91,983
(N) Shelter Plus Care	OH0159C5E070800	14.238	122,218
(N) Shelter Plus Care	OH0430L5E071201	14.238	66,977
(N) Shelter Plus Care	OH0431L5E071201	14.238	60,151
Total Shelter Plus Care			<u>463,321</u>
(M),(N) Home Investment Partnerships Program	N/A	14.239	771,872
(N) Neighborhood Stabilization Program	B-08-UN-39-0001	14.256	169,429
Total U.S. Department of Housing and Urban Development			<u>3,349,726</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>			
(N) Bulletproof Vest Partnership Program	N/A	16.607	2,774
Edward Byrne Memorial Justice Assistance Grant Cluster:			
(E),(N) Edward Byrne Memorial Justice Assistance Grant Program	2011-DJ-BX-3411	16.738	17,094
(E),(N) Edward Byrne Memorial Justice Assistance Grant Program	2012-DJ-BX-0136	16.738	60,331
(E),(N) Edward Byrne Memorial Justice Assistance Grant Program	2012-DL-LEF-5825	16.738	36,702
(E),(N) Edward Byrne Memorial Justice Assistance Grant Program	2012-JG-A01-6801	16.738	75,000
(E),(N) ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants To Units Of Local Government, Recovery Act	2009-SB-B9-0321	16.804	155,702
Total Edward Byrne Memorial Justice Assistance Grant Cluster			<u>344,829</u>
<i>Passed Through Ohio Office of Criminal Justice Services:</i>			
Violence Against Women Formula Grants	2010-WF-VA5-8807A	16.588	8,771
Violence Against Women Formula Grants	2012-WF-VA5-8807	16.588	38,690
Total Violence Against Women Formula Grants			<u>47,461</u>
(D) Residential Substance Abuse Treatment for State Prisoners	2012-RS-SAT-127	16.593	58,104
(D) Residential Substance Abuse Treatment for State Prisoners	2010-PS-PSN-420	16.593	19,396
Total Residential Substance Abuse Treatment for State Prisoners			<u>77,500</u>

(Continued)

BUTLER COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Continued)

Federal Grantor/ Pass Through Grantor Program Title	Pass Through/ Entity Number	Federal CFDA Number	(A),(B) Cash Federal Disbursements
<u>Passed Through Ohio Department of Youth Services:</u>			
Juvenile Accountability Block Grants	2011-JB-015-A025	16.523	10,615
<u>Passed Through Ohio Attorney General's Office:</u>			
Crime Victim Assistance	2013VAGENE103	16.575	51,992
Crime Victim Assistance	2014VAGENE103	16.575	25,695
Crime Victim Assistance	2013VADOME464	16.575	29,249
Crime Victim Assistance	2014VADOME464	16.575	7,330
Total Crime Victim Assistance			114,266
Total U.S. Department of Justice			597,445
<u>U.S. DEPARTMENT OF LABOR</u>			
<u>Passed Through Ohio Department of Jobs & Family Services:</u>			
Workforce Investment Act Cluster:			
(F),(K) Workforce Investment Act - Adult Program	N/A	17.258	195,051
(F),(K) Workforce Investment Act - Adult Administrative	N/A	17.258	19,382
Total Workforce Investment Act - Adult Program			214,433
(F),(K) Workforce Investment Act - Youth Activities	N/A	17.259	310,237
(F),(K) Workforce Investment Act - Youth Administrative	N/A	17.259	69,633
Total Workforce Investment Act - Youth Activities			379,870
(F),(K) Workforce Investment Act - Dislocated Worker Formula Grants	N/A	17.278	711,787
(F),(K) Workforce Investment Act - Dislocated Worker Formula Grants - Administrative	N/A	17.278	64,645
Total Workforce Investment Act - Dislocated Workers Formula Grants			776,432
Total Workforce Investment Act Cluster			1,370,735
Total U.S. Department of Labor			1,370,735
<u>U.S. DEPARTMENT OF TRANSPORTATION / FEDERAL HIGHWAY ADMINISTRATION</u>			
<u>Passed Through Ohio Department of Transportation:</u>			
Highway Planning and Construction	PID 92742	20.205	42,960
Highway Planning and Construction	PID 84747	20.205	1,192,138
Highway Planning and Construction	PID 90897	20.205	141,535
Highway Planning and Construction	PID 81988	20.205	1,224,840
Highway Planning and Construction	PID 92278	20.205	50,000
Highway Planning and Construction	PID 93363	20.205	286,544
Highway Planning and Construction	PID 93541	20.205	11,651
Highway Planning and Construction	PID 94664	20.205	141,267
Highway Planning and Construction	PID 94665	20.205	57,824
Total Highway Planning and Construction			3,148,759
Total U.S. Department of Transportation / Federal Highway Administration			3,148,759
<u>U.S. DEPARTMENT OF TRANSPORTATION / FEDERAL AVIATION ADMINISTRATION</u>			
(N) Airport Improvement Program	N/A	20.106	185,092
Total U.S. Department of Transportation / Federal Aviation Administration			185,092
<u>ENVIRONMENTAL PROTECTION AGENCY - OFFICE OF WATER</u>			
<u>Passed Through Ohio Water Development Authority:</u>			
Capitalization Grants for Clean Water State Revolving Funds	5842	66.458	4,893,863
Total Environmental Protection Agency - Office of Water			4,893,863

(Continued)

**BUTLER COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Continued)**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through/ Entity Number	Federal CFDA Number	(A),(B) Cash Federal Disbursements
<u>U.S. DEPARTMENT OF EDUCATION</u>			
(K) <i>Passed Through Ohio Rehabilitation Services Commission:</i> Rehabilitation Services_Vocational Rehabilitation Grants to States	N/A	84.126	272,389
Total U.S. Department of Education			272,389
<u>U.S. DEPARTMENT OF ENERGY</u>			
(N) ARRA - Energy Efficiency and Conservation Block Grant, Recovery Act	N/A	81.128	20,181
Total U.S. Department of Energy			20,181
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
(N) Drug-Free Communities Support Program Grants	N/A	93.276	107,713
(K) <i>Passed Through Ohio Department of Mental Health:</i> Projects for Assistance in Transition from Homelessness (PATH)	N/A	93.150	94,365
(K) Block Grants for Community Mental Health Services	N/A	93.958	235,058
(K) <i>Passed Through Ohio Department of Alcohol and Drug Addiction Services:</i> Substance Abuse and Mental Health Services_Projects of Regional and National Significance	N/A	93.243	103,653
(K) Block Grants for Prevention and Treatment of Substance Abuse	N/A	93.959	2,306,690
(K) <i>Passed Through Ohio Secretary of State and Office:</i> Voting Access for Individuals with Disabilities_Grants to States	N/A	93.617	4,480
<i>Passed Through Ohio Department of Jobs & Family Services:</i> Promoting Safe and Stable Families	G-1213-11-0015 / G-1415-11-5335	93.556	202,861
Temporary Assistance for Needy Families	G-1213-11-0015 / G-1415-11-5335	93.558	2,601,553
Child Support Enforcement	G-1213-11-0015 / G-1415-11-5335	93.563	2,328,915
Child Care and Development Block Grant	G-1213-11-0015 / G-1415-11-5335	93.575	227,135
Community-Based Child Abuse Prevention Grants	G-1213-11-0015 / G-1415-11-5335	93.590	1,900
Stephanie Tubbs Jones Child Welfare Services Program	G-1213-11-0015 / G-1415-11-5335	93.645	209,517
Foster Care_Title IV-E	G-1213-11-0015 / G-1415-11-5335	93.658	3,991,106
Adoption Assistance	G-1213-11-0015 / G-1415-11-5335	93.659	2,491,758
(H),(K) Social Services Block Grant	G-1213-11-0015 / G-1415-11-5335	93.667	2,195,366
(I),(K) Social Services Block Grant	N/A	93.667	287,500
(I),(K) Social Services Block Grant	N/A	93.667	239,924
Total Title XX Social Service Block Grant			2,722,790
Chaffee Foster Care Independence Program	G-1213-11-0015 / G-1415-11-5335	93.674	134,980
(I),(K),(J) Medical Assistance Program	G-1213-11-0015 / G-1415-11-5335	93.778	1,802,141
Medical Assistance Program	N/A	93.778	603,414
Total Title XIX Medical Assistance Program			2,405,555
Total U.S. Department of Health and Human Services			20,170,029
Total Federal Financial Assistance			\$ 35,085,173

(Continued)

**BUTLER COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2013
(Continued)**

Notes to the Schedule of Expenditures of Federal Awards:

- (A) This schedule was prepared on the cash basis of accounting.
- (B) Certain federal programs require the County contribute non-federal funds (matching funds) to support the federally funded programs. The County has complied with the matching requirements. The expenditure of non-federal matching funds are not included on the schedule.
- (C) Included as part of the "Child Nutrition Cluster" in determining major programs.
- (D) The County acts as the pass through agent for this grant. Funds are passed through to the Alcoholism Council of Butler County.
- (E) Included as part of the "Edward Byrne Memorial Justice Assistance Grant Cluster" in determining major programs.
- (F) Included as part of the "Workforce Investment Act Cluster" in determining major programs.
- (G) Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.
- (H) This portion of the program was passed through the Ohio Department of Mental Health.
- (I) This portion of the program was passed through the Ohio Department of Developmental Disabilities.
- (J) During the calendar year, the County Board of Developmental Disabilities received a settlement for the 2008 Cost Report from the Ohio Department of Developmental Disabilities for the Medicaid Program (CFDA # 93.778) in the amount of \$4,849. 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 Awards since the underlying expenses occurred in the prior reporting periods.
- (K) Pass-through number was unable to be obtained for this grant.
- (L) The County has established a revolving loan program to provide low-interest loans to businesses that are creating jobs and meet the other program requirements. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the County passed through the Ohio Department of Development. The initial loan of this money is recorded as a disbursement on the accompanying Schedule of Expenditures of Federal Awards (the Schedule). Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule.

These loans are collateralized by mortgages on the property. At December 31, 2013, the gross amount of loans outstanding under this program was \$361,662.
- (M) The County passes certain federal awards received from the Ohio Department of Development to other governments or not-for-profit agencies (subrecipients). As Note "A" describes above, the County reports expenditures of Federal awards to subrecipients when paid in cash. As a subrecipient, 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 the subrecipients achieve the award's performance goals. The total amount of federal assistance provided to the subrecipients by the County for each federal program is summarized below:

Program Title	Amounts Provided to Subrecipient	CFDA Number
Community Development Block Grant	\$347,305	14.218
Home Investment Partnership Program	\$347,657	14.239

- (N) Grant was received directly from the federal agency.



Julian & Grube, Inc.

Serving Ohio Local Governments

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

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

Butler County
130 High Street
Hamilton, Ohio 45011

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 Butler County, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Butler County's basic financial statements and have issued our report thereon dated June 26, 2014.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered Butler 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 Butler 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 Butler 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.

Board of County Commissioners
Butler County

Compliance and Other Matters

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

We also noted certain matters not requiring inclusion in this report that we reported to Butler County's management in a separate letter dated September 25, 2014.

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



Julian & Grube, Inc.
June 26, 2014



Julian & Grube, Inc.
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333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

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

Butler County
130 High Street
Hamilton, Ohio 45011

To the Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Butler 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 Butler County's major federal programs for the year ended December 31, 2013. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies Butler County's major federal programs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, Butler County complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended December 31, 2013.

Board of County Commissioners
Butler County

Report on Internal Control Over Compliance

Butler 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 Butler 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 Butler 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.

We also noted certain matters not requiring inclusion in this report that we reported to Butler County's management in a separate letter dated September 25, 2014.

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 Butler County as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise Butler County's basic financial statements. We issued our unmodified report thereon dated June 26, 2014. We conducted our audit to opine on Butler County's basic financial statements. The accompanying schedule of expenditures of federal awards presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Julian & Grube, Inc.
June 26, 2014

BUTLER COUNTY

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
DECEMBER 31, 2013**

1. SUMMARY OF AUDITORS' RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under §.510(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs:</i>	Capitalization Grants for Clean Water State Revolving Funds – CFDA #66.458; Temporary Assistance for Needy Families – CFDA #93.558; Foster Care Title IV-E – CFDA #93.658; Social Services Block Grant – CFDA #93.667; Medical Assistance Program – CFDA #93.778; Block Grants for Prevention and Treatment of Substance Abuse – CFDA #93.959
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$1,052,555 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	No

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

None

3. FINDINGS FOR FEDERAL AWARDS AND QUESTIONED COSTS

None

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Dave Yost • Auditor of State

BUTLER COUNTY

BUTLER 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
NOVEMBER 13, 2014**