

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF

ERIE COUNTY, OHIO

FOR THE

FISCAL YEAR ENDED DECEMBER 31, 2008

THOMAS J. PAUL
ERIE COUNTY AUDITOR

PREPARED BY
BRIANNE L. MARKLEY
FISCAL OFFICER

247 COLUMBUS AVENUE
SANDUSKY, OHIO 44870

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INTRODUCTORY SECTION

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ERIE COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2008

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ERIE COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2008

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THOMAS J. PAUL

ERIE COUNTY AUDITOR

August 31, 2009

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Transfers 627-7853
General 627-7746

Payroll 627-7747

Vendor's License 627-7746

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To the Citizens of Erie County and
the Board of County Commissioners,
the Honorable Thomas M. Ferrell, Jr.,
the Honorable Nancy C. McKeen,
the Honorable William J. Monaghan,

I am pleased to present the Erie County (the "County") Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2008. To the best of my knowledge, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County.

The information contained in this CAFR is designed to assist County officials in making management decisions and to provide the taxpayers of the County with comprehensive financial data in such a format as to enable them to gain an understanding of the County's financial affairs. The general public, as well as investors, will be able to compare the financial position of the County and the results of its operations with other government entities. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the County, specifically the County Auditor's Office.

This is the twentieth CAFR consecutively issued by the County Auditor's office. This CAFR has been prepared in accordance with Accounting Principles Generally Accepted in the United States of America (GAAP), as set forth by the Governmental Accounting Standards Board (GASB) and other authoritative bodies, and the guidelines determined by the Government Finance Officers Association (GFOA).

This CAFR is presented in three sections:

1. The Introductory Section, which is unaudited, includes the table of contents, this letter of transmittal (which is intended to complement the Management's Discussion and Analysis and should be read in association with it), a list of elected officials, and the organization chart.
2. The Financial Section includes the Independent Auditor's Report, the Management's Discussion and Analysis, the Basic Financial Statements, the Notes to the Basic Financial Statements, and the Combining Statements and Individual Fund Schedules.
3. The Statistical Section, which is unaudited, includes statistical tables which reflect financial and demographic information, financial trends, and the fiscal capacity of the County.

GOVERNMENTAL STRUCTURE

The County was established in March, 1838. The County has only those powers conferred on it by Ohio statutes. The Board of County Commissioners (the "Board") is comprised of three members, elected at large in overlapping four-year terms, and acts as both the executive and legislative branches of the County government. The Board serves as the taxing authority, the principal contracting body, and the chief administrator of public services for the County. The annual operating budget and the annual appropriation measure for expenditures of all County funds is created and adopted by the Board.

The County provides its citizens with a wide range of services that include human and social services, health and community assistance services, civil and criminal justice system services and support, road and bridge maintenance, and other general and administrative support services. The County operates enterprise funds that include a water system, a wastewater system, a landfill, and a health care facility.



The County Auditor and County Treasurer, as well as the Board, have key roles in the financial functions of the government. The Treasurer serves a four-year term and is required by state law to collect certain locally assessed taxes. She is also responsible for investing all idle County funds as specified by Ohio law. The Treasurer is the distributing agent for expenditures authorized by the Board upon the Auditor's warrant. The Treasurer must make daily reports showing receipts and payments, and her books must balance with the Auditor. The Treasurer is a member of the County Board of Revision and, along with the County Auditor and County Prosecutor, forms the County Budget Commission. The Budget Commission plays an integral part in the financial administration of the County government, as well as local governments of the County, including its cities, villages, townships, school districts, and libraries.

The County Auditor, also elected to a four-year term, has the task of assessing real property for tax purposes. Under state law, a complete reappraisal must be conducted every six years, as well as a triennial update between appraisals. A complete reappraisal was completed in the year 2006. Following collection by the County Treasurer, the Auditor is responsible for distributing certain taxes to the various subdivisions within the County. The Auditor serves as Chief Financial Officer, as no contract or obligation may be made without his certification that funds have been lawfully appropriated, are available for payment, or are in the process of collection. In addition, no funds may be expended except on the Auditor's warrant drawn upon the County Treasury. The Auditor is responsible for payroll and maintains the accounting system. He also serves as secretary of the County Board of Revision and the County Budget Commission.

The other elected officials of the County are the Engineer, the Recorder, the Sheriff, the Prosecutor, the Municipal County Court Judge, the four Common Pleas Court Judges, the Clerk of Courts, and the Coroner.

REPORTING ENTITY

For financial reporting purposes, the County includes all funds, agencies, boards, and commissions that comprise the County (the primary government) and its component unit in accordance with the GASB Statement No. 14, "The Financial Reporting Entity", and as amended by GASB Statement No. 39, "Determining Whether Certain Organization Are Component Units". The primary government includes the financial activities of the County Board of Mental Retardation and Developmental Disabilities, Public Assistance and Children Services, and the County Care Facility. The County Auditor also serves as fiscal agent for the Erie County General Health District, the Erie County Regional Planning Commission, the Erie County Soil and Water Conservation District, the Erie-Ottawa Family and Children First Council, and the Mental Health and Recovery Board of Erie and Ottawa Counties. These entities are reported as agency funds, but are not part of the primary government.

Organizations that are legally separate from the County are included if the County's elected officials appoint a voting majority of the organization's governing body and if the County has either the ability to impose its will on the organization or there is the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County. The County may also be financially accountable for governmental organizations that are fiscally dependent upon the County. Component units are legally separate organizations that are fiscally dependent on the County or for which the County is fiscally accountable.

ECONOMIC CONDITION AND OUTLOOK

The County is located midway between Cleveland and Toledo, on the shores of Lake Erie, in the heart of the nation's Midwest region. The County has a solid economic base and continues to prosper.

The County offers a strong industrial base, according to the 2003 Harris Ohio Industrial Directory, ranking 30th among the 88 counties in the State in number of manufacturing firms located within its boundaries. Items manufactured locally range from automobile parts and fabrications, ball bearings, plastic products for boats, recreational items, aluminum and steel products, paper, pork, animal feeds, and crash test dummies.

Tourism continues to be a catalyst for the County's financial resources. Cedar Fair Limited Partnership (NYSE:FUN) is based in Sandusky, Ohio, the County seat, and serves as headquarters for the eighteen amusement parks that they operate. Cedar Point, the flagship park, is recognized by Guinness World Records as having the most roller coaster rides of any amusement park. More than 3 million people visit the County resort area annually. Castaway Bay, a 35,000 square foot water park built by Cedar Fair with construction estimated at \$22 million, debuted in late 2004.

MAJOR INITIATIVES

Extensive construction projects are nearly complete to ensure that water service will be available to all County residents.

Construction has also been completed on the Kalahari Resort and Convention Center, located in Huron and Perkins Townships. A tax incremental financing agreement has been entered into in order to construct the necessary infrastructure for the project, with the first phase completed in early 2005. The resort features an 80,000 square foot indoor water park, a hotel, restaurants, shops, an outdoor water park, a convention center, and condominiums. The Kalahari Resort expanded their development in 2006 with the construction of a 95,000 square-foot conference center that can accommodate 2,000 attendees. The Kalahari Resort and Waterpark employs approximately 500 people.

A tax incremental financing agreement was also entered into for the Quarry Lake Business Park in order to provide for infrastructure improvements. The 150-acre industrial park is located in Margaretta Township at the intersection of State Route 2 and Route 101.

In 2006, an Enterprise Zone Agreement was approved between the County and The Glidden Company to assist in the construction of a new 177,000 square-foot warehouse and distribution center at its current Sprowl Road site. Payments received under the agreement by the Huron City School District are to be used for the renovation and/or construction of science labs.

In 2007, an Enterprise Zone Agreement was approved for Bettcher Industries, Inc. to assist in a 44,000 square-foot expansion to their existing building in Florence Township. Bettcher Industries specializes in the design and innovation of hand tools and food processing equipment, with sales and service worldwide. This expansion will create an additional 25 jobs at the Florence Township location. The final agreement was approved by the County Commissioners on September 20, 2007, and was filed with the Ohio Department of Development on September 26, 2007.

On January 22, 2007, the County entered into a new Sandusky Sewer Agreement (SSA). The County agreed to reimburse the City of Sandusky 38.9% of their Phase 2 Wastewater Treatment Plant improvements to be constructed over the next several years. Improvements will include expanding their secondary treatment peak capacity from 20 MGD to 36 MGD by adding additional aeration tanks and new final settling tanks. Also, sludge digester improvements are part of the scope. Design will reserve an area for additional treatment of wet weather flow at the plant (if needed) following this project. The estimated total project cost is \$18 million. With the addition of new peak flow (approximately 16 MGD), the frequency and quantity of overflows from Sandusky's combined sewers should be greatly reduced. The plant improvements, along with some Sandusky collection system improvements, will allow the County (by July 1, 2013, per the SSA) to pump 2.3 MGD from Plum Brook Pump Station to Sandusky during wet weather without causing overflow problems or basement flooding. The County currently turns the Plum Brook pumps off to Sandusky during extreme wet weather.

A Tax Incremental Financing (TIF) agreement for a 110,246 square-foot medical center at the intersection of S.R.4 and Strub Road is in development. Out buildings are also planned on the 24 acre site, but are not counted on to service the TIF agreement. This project will allow for public improvements at the development site. The appraised amount of Phase 1 of the project is \$19,375,000. The TIF agreement has been approved by the negotiation committee, which is comprised of representatives from the County, Townships and School Districts, and it has been recommended for approval to the relevant political subdivisions.

For 2008, a TIF agreement is in place for the construction of a 162,340 square-foot Menards and 16,340 square-foot Aldi store. Improvements include the demolition and environmental remediation of the Bechtel McLaughlin building. Other buildings are planned, but not yet committed, and are not counted on to service the TIF agreement. The appraised amount of this phase of the project is \$15,635,000. The TIF agreement has been approved by the negotiation committee, and has been recommended for approval to the relevant political subdivisions.

FINANCIAL INFORMATION

Fund Accounting

The County's accounts are organized as funds. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund equity. The following are the classifications and descriptions of these funds.

Governmental Funds:

General Fund - The general fund is the general operating fund of the County. It is used to account for all financial resources traditionally associated with government which are not required to be accounted for in another fund.

Special Revenue Funds - The special revenue funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. County ordinances or federal or state statutes specify the limitations of each special revenue fund. During 2008, the County maintained 29 special revenue funds.

Debt Service Funds - The debt service funds are used to account for the accumulation of resources for and the payment of general long-term debt principal, interest, and associated costs. The County maintained 2 debt service funds in 2008.

Capital Projects Funds - The capital projects funds are used to account for financial resources used for the acquisition or construction of capital facilities other than those financed by proprietary funds. During 2008, the County maintained 5 capital projects funds.

Proprietary Funds:

Enterprise Funds - The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The County operated 4 enterprise funds in 2008.

Internal Service Funds - The internal service funds are used to account for the financing of services provided by one department to other departments of the government, generally on a cost-reimbursement basis. During 2008, the County operated 2 internal service funds.

Fiduciary Funds:

Investment Trust Fund - The investment trust fund is used to account for monies held and invested on behalf of the Erie County Metroparks District. The County maintained 1 investment trust fund in 2008.

Private-Purpose Trust Fund - The private-purpose trust fund is used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments. During 2008, the County maintained 1 private-purpose trust fund.

Agency Funds - Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments, or other funds. The County maintained 27 agency funds in 2008.

Basis of Accounting

Except for budgetary purposes, the basis of accounting used by the County conforms to GAAP as applicable to governmental units and is consistent with GASB Cod. Sec. 1600, *Basis of Accounting*. Governmental funds are accounted for on the modified accrual basis of accounting and the current financial resources measurement focus. Revenues are recognized when they are both measurable and available. Expenditures are recognized when the related liability is incurred, except for interest on long-term debt, which is recorded when due.

Proprietary and fiduciary funds are accounted for on the accrual basis of accounting and the flow of economic resources measurement focus. Revenues are recognized when earned. Expenses are recognized when incurred.

The County's basis of accounting for budgetary purposes differs from GAAP. Revenues are recognized when they are received, rather than when they are susceptible to accrual (measurable and available). Encumbrances are included as expenditures, rather than as reservations of fund balance.

For the year ended December 31, 2008, the County has presented its financial reporting in accordance with GASB Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". The government-wide financial statements, including governmental activities, are presented on the full accrual basis of accounting in order to comply with GASB Statement No. 34. As part of this reporting model, management is responsible for preparing a management's discussion and analysis. This discussion provides an assessment of the County's finances for 2008 and follows the Independent Accountants' Report.

Accounting policies are further explained in Note 2 to the Basic Financial Statements.

Internal Controls

In developing the County's accounting system, consideration was given to the adequacy of internal accounting controls. Internal controls are designed to provide reasonable, but not absolute, assurance that the following County objectives will be achieved: (1) the reliability of financial records for preparing financial statements and maintaining accountability of assets, (2) effective and efficient operations, and (3) compliance with laws and regulations. The concept of reasonable assurance is based on the assumption that the cost of internal controls should not exceed the benefits expected to be derived from their implementation.

The County utilizes a fully automated accounting system, as well as automated systems for control of payroll and capital assets. These systems, along with the monitoring of each voucher prior to payment by the accounting division of the County Auditor's Office, ensure that the financial information is both accurate and reliable.

Budgetary Control

The Board of County Commissioners adopts an annual appropriation measure for the County at the end of December for the following year. The Board may amend appropriations throughout the year with consideration as to remaining balances and revenue estimates. Disbursements and transfers of funds require the authority of the Board. A complete description of the County's budgeting process is described in Note 2.E of the basic financial statements.

INDEPENDENT AUDIT

Included in this report is an unqualified audit opinion rendered on the County's financial statements as of December 31, 2008 by our independent auditor, Clifton Gunderson LLP. In addition to meeting the requirements set forth in the state statutes, the audit was also designed to meet the requirements of the Single Audit Act Amendments of 1996. County management will continue to subject financial statements to an annual independent audit as part of the preparation of a CAFR. An annual audit also serves to maintain and strengthen the County's accounting controls and accountability to the public it serves.

The County established the Fiscal Report Review Committee (the "Audit Committee") in 1998 to assist with the financial statement and audit process. This group is comprised of the County Auditor, the County Treasurer, and the Chairman of the Board of County Commissioners. In addition, David Brink, CPA, of Payne, Hammersmith and Nickels, CPA, Inc., and James Miller, Chairman, President and CEO, of The Citizens Banking Company, serve on the panel.

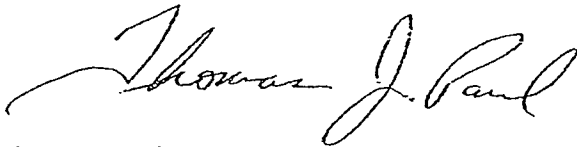
ACKNOWLEDGEMENTS

The preparation and publication of this report would not be possible without the cooperation of the various County departments and offices. I wish to express my appreciation to the County Board of Commissioners for their support in this endeavor. I would also like to thank the elected officials, department heads, and their staffs for their assistance with this project.

Special appreciation is expressed to Mrs. Brianne Markley, Fiscal Officer I of Erie County, who was responsible for the oversight of the CAFR project, and to Mr. Alexander J. Fait, Senior Accountant of Julian & Grube, Inc., who compiled this report, and to the members of the audit team from Clifton Gunderson LLP, who were responsible for the auditing of this report.

The County Auditor's Office has worked to maintain a level of professionalism and sound financial reporting as its benchmark. I ask for the continued support of this project and of my efforts toward continuing the sound financial management of Erie County.

Sincerely,

A handwritten signature in black ink that reads "Thomas J. Paul". The signature is written in a cursive style with a large, sweeping initial "T".

Thomas J. Paul

Erie County Auditor

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ERIE COUNTY, OHIO

ELECTED OFFICIALS

DECEMBER 31, 2008

ADMINISTRATORS

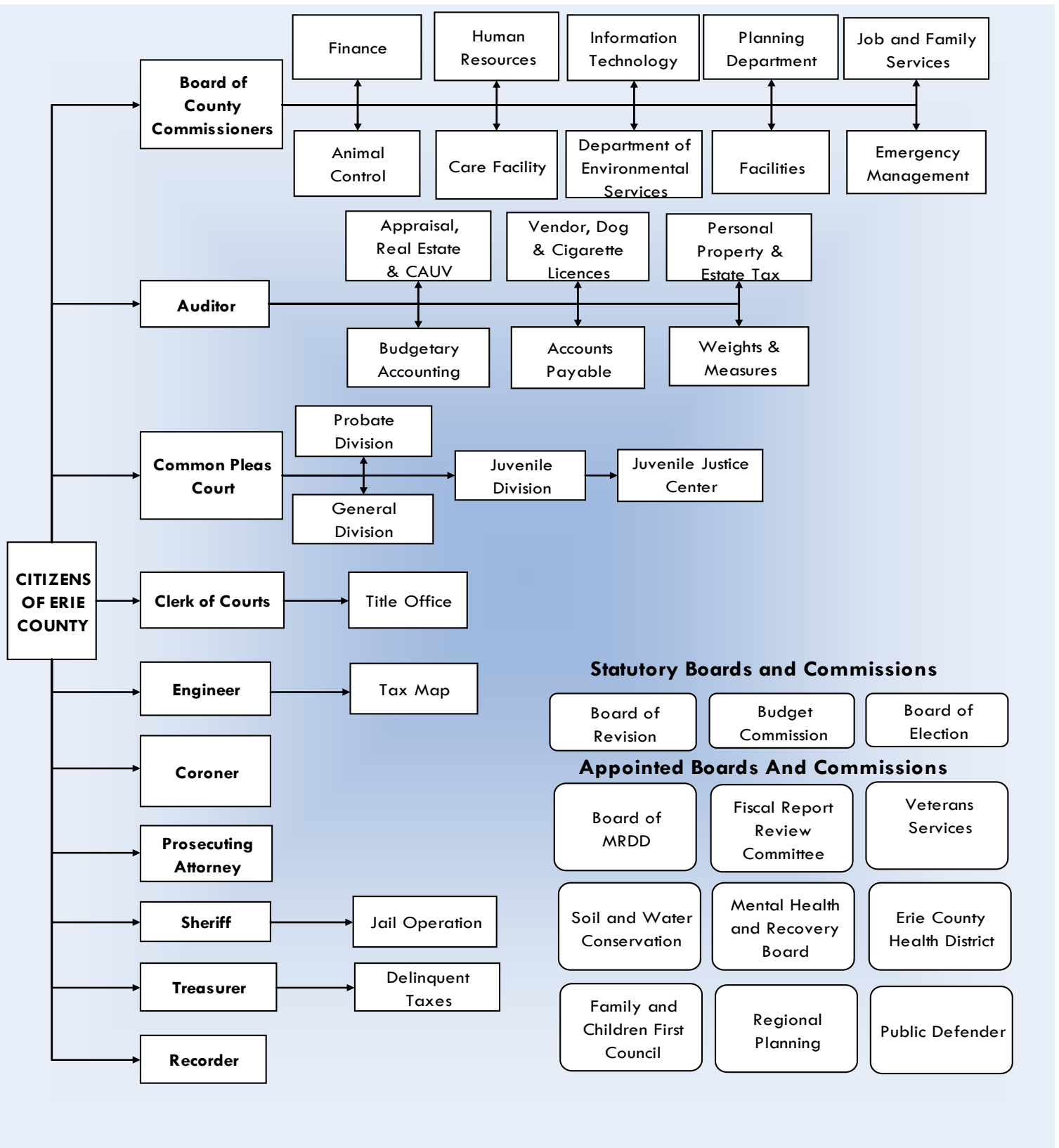
Thomas J. Paul.....Auditor
Barbara J. Johnson.....Clerk of Courts
Thomas M. Ferrell, Jr.Commissioner
Nancy C. McKeen.....Commissioner
William J. Monaghan.....Commissioner
Brian A. Baxter, M.D.Coroner
John D. Farschman.....Engineer
Kevin J. Baxter.....Prosecutor
Barbara A. Sessler.....Recorder
Terry M. Lyons.....Sheriff
Jo Dee Fantozz.....Treasurer

JUDGES

Roger E. Binette.....Common Pleas
Tygh M. Tone.....Common Pleas
Paul G. Lux.....County Court
Robert C. DeLamatre.....Domestic Relations Court
Robert C. DeLamatre.....Juvenile Court
Beverly K. McGookey.....Probate Court

ERIE COUNTY

ORGANIZATIONAL CHART



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FINANCIAL SECTION

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Independent Auditor's Report

The Board of County Commissioners
Erie County
Sandusky, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Erie County, Ohio (County), as of and for the year ended December 31, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Erie County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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, each major fund, and the aggregate remaining fund information of the Erie County, Ohio, as of December 31, 2008, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General; MR/DD; Public Assistance; and Motor Vehicle License and Registration Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 31, 2009 on our consideration of the County's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion is on pages F-3 through F-12 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Clifton Henderson LLP

Toledo, Ohio
August 31, 2009

ERIE COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2008

The Management's Discussion and Analysis of Erie County's (the "County") financial performance provides an overall review of the County's financial activities for the fiscal year ended December 31, 2008. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also examine the Basic Financial Statements, the Notes to the Basic Financial Statements, and the Letter of Transmittal to enhance their understanding of the County's financial performance.

Financial Highlights

Financial highlights for fiscal year 2008 are as follows:

- The total net assets of the County decreased \$2,983,332. Net assets of governmental activities increased \$1,190,226, which represents a 1.50% increase from fiscal year 2007. Net assets of business-type activities decreased \$4,173,558, which represents 12.61% decrease from fiscal year 2007.
- General revenues accounted for \$32,501,830 or 50.07% of total governmental activities revenue. Program specific revenues accounted for \$32,409,501, or 49.93%, of total governmental activities revenue.
- The County had \$63,706,891 in expenses related to governmental activities. \$32,409,501 of these expenses was offset by program specific charges for services, grants, or contributions. General revenues, primarily taxes and intergovernmental grants, of \$32,501,830 were sufficient to provide for these programs.
- The General fund, MR/DD fund, Public Assistance fund, and Motor Vehicle License and Registration fund are the County's major funds. The General fund, the County's largest fund, had revenues and other financing sources of \$28,311,398 in 2008 a decrease of \$347,137, or 1.21%, from 2007 revenues. Revenues that decreased included property taxes and investment income. The decrease in property taxes is primarily due to the tangible personal property tax assessment percentage being reduced and phased out. Investment income also decreased due to lower interest rates because of the current economy. The General fund had expenditures of \$26,220,272 in 2008, an increase of \$1,704,489 from 2007. During 2008, the General fund had transfers out of \$3,943,229. In total, the General fund balance decreased \$1,803,732 from 2007 to 2008.
- The MR/DD fund, a major fund, had revenues of \$8,237,469 in 2008, which was a decrease of \$281,976 from 2007. Revenues decreased in 2008 due to timing issues with reimbursements from the Ohio Department of Mental Retardation, as well as a decrease in property tax revenues based on the updated 2006 real property values. The MR/DD fund had expenditures of \$7,413,540 in 2008, which was a decrease of \$75,899 from 2007. The MR/DD Board was able to minimize the change in expenditures through conservative spending. The MR/DD fund balance increased \$823,929 from 2007 to 2008.
- The Public Assistance fund, a major fund, had revenues and other financing sources of \$10,006,671 in 2008, which was a decrease of \$15,415 from 2007. The Public Assistance fund had expenditures and other financing uses of \$10,323,460 in 2008, which was a decrease of \$162,605. This decrease in 2008 is primarily due to fewer transfers out to other funds of \$22,902. With the poor economy and citizens needing more services, such as unemployment assistance and day-care assistance actual expenses increased \$86,112. The Department of Job and Family Services also had more employees in 2008 than in the prior year. The Public Assistance fund balance decreased \$316,789 from 2007 to 2008.
- The Motor Vehicle License and Registration fund, a major fund, had revenues of \$5,158,009 in 2008, which was a decrease of \$420,479 from 2007. In 2008, the Engineering department received less grant monies from ODOT, which accounts for most of the decrease in revenues. The Motor Vehicle License and Registration fund had expenditures of \$5,012,600 in 2008, which was a decrease of \$1,664,618. The Motor Vehicle License and Registration fund balance increased \$264,347 from 2007 to 2008.

ERIE COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2008

- The County's enterprise funds are the Sewer fund, Water fund, Landfill fund, and Care Facility fund. Net assets of the enterprise funds decreased in 2008 by \$4,173,558, or 12.61%.
- In the General fund, actual revenues and other financing sources came in \$983,454 lower than the budgeted revenues and other financing sources, and actual expenditures and other financing uses were \$2,249,000 less than the budgeted expenditures and other financing uses. These variances are a result of the County's conservative budgeting process.

Using this Comprehensive Annual Financial Report (CAFR)

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

The statement of net assets and statement of activities provide information about the activities of the whole County, presenting both an aggregate view of the County's finances and a long-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the County's most significant funds with all other nonmajor funds presented in total in one column. In the case of the County, there are four major governmental funds. The General fund is the largest major fund.

Reporting the County as a Whole

Statement of Net Assets and Statement of Activities

The statement of net assets and the statement of activities answer the question, "How did we do financially during 2008?" These statements include *all assets* and *liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. The accrual basis of accounting will take into account all of the current year's revenues and expenses, regardless of when cash is received or paid. See Note 2.C for an explanation of the economic resources measurement focus, and Note 2.D for an explanation of the accrual basis of accounting.

These statements report the County's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the County as a whole, the financial position of the County has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the County's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, and other factors.

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

Governmental Activities - Most of the County's programs and services are reported here, including human services, health, public safety, public works and general government. These services are funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided.

ERIE COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2008

Reporting the County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Fund financial reports provide detailed information about the County's major funds. The County uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the County's most significant funds. The County's major governmental funds are the General fund, MR/DD fund, Public Assistance fund, and Motor Vehicle License and Registration fund. The analysis of the County's major governmental and proprietary funds begins on page F9.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's short-term financing requirements. See Note 2.C for an explanation of the flow of current financial resources measurement focus, and Note 2.D for an explanation of the modified accrual basis of accounting.

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

The County maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements later in this report. The basic governmental financial statements, including the statement reconciliations, can be found on pages F16-F25 of this report.

Proprietary Funds

The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its sewer, water, landfill and care facility operations. All of the County's enterprise funds are considered as major funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses an internal service fund to account for a self-funded health insurance program for employees of the County and several governmental units within the County. The basic proprietary fund financial statements can be found on pages F26-F31 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on page F32-F33 of this report.

ERIE COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2008

Notes to the Financial Statements

The notes provide additional information that is essential to understanding the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages F34-F77 of this report.

Other Information

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

Government-Wide Financial Analysis

The Statement of Net Assets provides the perspective of the County as a whole. The County's net assets have been restated as described in Note 3.A to the basic financial statements. The table below provides a comparative summary of the County's net assets for 2008 and 2007.

	Governmental Activities 2008	Governmental Activities 2007	Business-type Activities 2008	Restated Business-type Activities 2007	2008 Total	2007 Total
<u>Assets</u>						
Current and other assets	\$ 54,310,752	\$ 50,862,627	\$ 16,291,471	\$ 18,875,657	\$ 70,602,223	\$ 69,738,284
Capital assets	<u>67,355,142</u>	<u>68,048,756</u>	<u>122,218,631</u>	<u>120,888,605</u>	<u>189,573,773</u>	<u>188,937,361</u>
Total assets	<u>121,665,894</u>	<u>118,911,383</u>	<u>138,510,102</u>	<u>139,764,262</u>	<u>260,175,996</u>	<u>258,675,645</u>
<u>Liabilities</u>						
Long-term liabilities outstanding	22,146,112	23,397,674	107,340,262	105,007,419	129,486,374	128,405,093
Other liabilities	<u>18,967,860</u>	<u>16,152,013</u>	<u>2,253,294</u>	<u>1,666,739</u>	<u>21,221,154</u>	<u>17,818,752</u>
Total liabilities	<u>41,113,972</u>	<u>39,549,687</u>	<u>109,593,556</u>	<u>106,674,158</u>	<u>150,707,528</u>	<u>146,223,845</u>
<u>Net Assets</u>						
Invested in capital assets, net of related debt	48,297,959	47,630,198	29,598,203	31,215,694	77,896,162	78,845,892
Restricted	21,584,382	21,062,764	-	-	21,584,382	21,062,764
Unrestricted (deficit)	<u>10,669,581</u>	<u>10,668,734</u>	<u>(681,657)</u>	<u>1,874,410</u>	<u>9,987,924</u>	<u>12,543,144</u>
Total net assets	<u>\$ 80,551,922</u>	<u>\$ 79,361,696</u>	<u>\$ 28,916,546</u>	<u>\$ 33,090,104</u>	<u>\$ 109,468,468</u>	<u>\$ 112,451,800</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At December 31, 2008, the County's assets exceeded liabilities by \$109,468,468. This amounts to \$80,551,922 in governmental activities and \$28,916,546 in business-type activities.

Capital assets reported on the government-wide statements represent the largest portion of the County's net assets. At year-end, capital assets represented 72.86% of total governmental and business-type assets. Capital assets include land, land improvements, buildings, machinery and equipment, vehicles, construction in progress and infrastructure. Capital assets, net of related debt to acquire the assets at December 31, 2008, were \$77,896,162. These capital assets are used to provide services to citizens and are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the County's net assets, \$21,584,382, or 19.72%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of governmental-activities unrestricted net assets of \$10,669,581 may be used to meet the government's ongoing obligations to citizens and creditors.

ERIE COUNTY, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

The table below shows the changes in net assets for governmental activities and business-type activities for 2008 compared to 2007. The County's net assets have been restated as described in Note 3.A to the basic financial statements.

	Governmental Activities <u>2008</u>	Governmental Activities <u>2007</u>	Business-type Activities <u>2008</u>	Business-type Activities <u>2007</u>	2008 <u>Total</u>	2007 <u>Total</u>
Revenues						
Program revenues:						
Charges for services and sales	\$ 9,703,889	\$ 11,981,891	\$ 26,150,708	\$ 26,923,509	\$ 35,854,597	\$ 38,905,400
Operating grants and contributions	22,535,612	22,485,797	17,500	-	22,553,112	22,485,797
Capital grants and contributions	<u>170,000</u>	<u>-</u>	<u>346,165</u>	<u>2,879,114</u>	<u>516,165</u>	<u>2,879,114</u>
Total program revenues	<u>32,409,501</u>	<u>34,467,688</u>	<u>26,514,373</u>	<u>29,802,623</u>	<u>58,923,874</u>	<u>64,270,311</u>
General revenues:						
Property taxes	11,341,876	11,900,111	-	-	11,341,876	11,900,111
Sales taxes	14,888,891	13,434,723	-	-	14,888,891	13,434,723
Unrestricted grants	3,029,188	2,970,341	-	40,594	3,029,188	3,010,935
Investment earnings	2,594,770	3,453,150	-	947	2,594,770	3,454,097
Other	<u>647,105</u>	<u>368,472</u>	<u>184,612</u>	<u>368,590</u>	<u>831,717</u>	<u>737,062</u>
Total general revenues	<u>32,501,830</u>	<u>32,126,797</u>	<u>184,612</u>	<u>410,131</u>	<u>32,686,442</u>	<u>32,536,928</u>
Total revenues	<u>64,911,331</u>	<u>66,594,485</u>	<u>26,698,985</u>	<u>30,212,754</u>	<u>91,610,316</u>	<u>96,807,239</u>
Program Expenses:						
General government	21,168,935	19,620,082	-	-	21,168,935	19,620,082
Public safety	10,548,010	10,038,323	-	-	10,548,010	10,038,323
Public works	6,185,722	4,969,973	-	-	6,185,722	4,969,973
Health	7,764,924	7,776,716	-	-	7,764,924	7,776,716
Human services	15,944,134	15,838,281	-	-	15,944,134	15,838,281
Economic development	513,847	598,902	-	-	513,847	598,902
Other	707,926	387,405	-	-	707,926	387,405
Interest and fiscal charges	873,393	643,704	-	-	873,393	643,704
Sewer	-	-	9,364,997	9,234,652	9,364,997	9,234,652
Water	-	-	8,670,267	7,091,831	8,670,267	7,091,831
Landfill	-	-	5,151,904	3,372,280	5,151,904	3,372,280
County care facility	<u>-</u>	<u>-</u>	<u>7,699,589</u>	<u>7,800,726</u>	<u>7,699,589</u>	<u>7,800,726</u>
Total expenses	<u>63,706,891</u>	<u>59,873,386</u>	<u>30,886,757</u>	<u>27,499,489</u>	<u>94,593,648</u>	<u>87,372,875</u>
Transfers	<u>(14,214)</u>	<u>(146,164)</u>	<u>14,214</u>	<u>146,164</u>	<u>-</u>	<u>-</u>
Change in net assets	1,190,226	6,574,935	(4,173,558)	2,859,429	(2,983,332)	9,434,364
Net assets at beginning of year (restated)	<u>79,361,696</u>	<u>72,786,761</u>	<u>33,090,104</u>	<u>30,230,675</u>	<u>112,451,800</u>	<u>103,017,436</u>
Net assets at end of year	<u>\$ 80,551,922</u>	<u>\$ 79,361,696</u>	<u>\$ 28,916,546</u>	<u>\$ 33,090,104</u>	<u>\$ 109,468,468</u>	<u>\$ 112,451,800</u>

ERIE COUNTY, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

Governmental Activities

Governmental activities net assets increased by \$1,190,226 in 2008 from 2007. This increase is due to decreased revenues still being more than increased expenses from 2008 to 2007.

Human services expenses, which support the operations of the Public Assistance fund, account for \$15,944,134, or 25.03%, of total governmental expenses of the County. Human services expenses were partially funded by \$828,936 in charges for services and \$11,674,660 in operating grants and contributions. General government expenses, which include legislative and executive programs and judicial programs, account for \$21,168,935, or 33.23%, of total governmental expenses. General government expenses were partially funded by \$4,585,135 of charges for services in 2008.

The state and federal government contributed to the County revenues of \$22,535,612 in operating grants and contributions for 2008. These revenues are restricted to a particular program or purpose. Of the total operating grants and contributions \$11,674,660, or 51.81%, subsidized human services programs.

General revenues totaled \$32,501,830 and amounted to 50.07% of total revenues. These revenues primarily consist of property taxes and sales taxes of \$26,230,767, or 80.71%, of total general revenues in 2008. The other primary source of general revenues is grants and entitlements not restricted to specific programs, equaling \$3,029,188, or 9.32%, of total general revenues. Grants and entitlements not restricted to specific programs include local government funds and local government revenue assistance. In August 2004, the state placed a freeze on local government funds and local government revenue assistance to be distributed to local governments.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2008 compared to 2007. That is, it identifies the cost of these services supported by tax revenue and unrestricted state grants and entitlements.

Governmental Activities

	Total Cost of Services <u>2008</u>	Net Cost of Services <u>2008</u>	Total Cost of Services <u>2007</u>	Net Cost of Services <u>2007</u>
Program Expenses:				
General government	\$ 21,168,935	\$ 16,121,409	\$ 19,620,082	\$ 14,512,641
Public safety	10,548,010	6,336,484	10,038,323	6,785,337
Public works	6,185,722	91,692	4,969,973	(3,890,195)
Health	7,764,924	3,797,728	7,776,716	3,362,121
Human services	15,944,134	3,440,538	15,838,281	3,408,257
Economic development and assistance	513,847	18,174	598,902	260,645
Other	707,926	617,972	387,405	323,188
Interest and fiscal charges	<u>873,393</u>	<u>873,393</u>	<u>643,704</u>	<u>643,704</u>
Total	<u><u>\$ 63,706,891</u></u>	<u><u>\$ 31,297,390</u></u>	<u><u>\$ 59,873,386</u></u>	<u><u>\$ 25,405,698</u></u>

The dependence upon general revenues for governmental activities is apparent, with 49.13% of expenses supported through taxes and other general revenues during 2008.

ERIE COUNTY, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

Business-Type Activities

The Sewer fund, Water fund, Landfill fund, and Care Facility fund are the County's business-type activities. These activities had revenues of \$26,698,985 and expenses of \$30,886,757 for fiscal year 2008. The net assets of the business-type activities decreased \$4,173,558 for fiscal year 2008.

Financial Analysis of the Government's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The County's governmental funds (as presented on the balance sheet on pages 16-17) reported a combined fund balance of \$23,079,695, which is \$2,839,874 below last year's total of \$25,752,260. The schedule below indicates the fund balance and the total change in fund balance as of December 31, 2008 for all major and nonmajor governmental funds.

	Fund Balance (Deficit) <u>December 31, 2008</u>	Fund Balance (Deficit) <u>December 31, 2007</u>	Increase (Decrease)
Major Funds:			
General	\$ 7,950,257	\$ 9,753,989	\$ (1,803,732)
MR/DD	5,056,102	4,232,173	823,929
Public Assistance	(670,662)	(353,873)	(316,789)
Motor Vehicle License and Registration	3,120,293	2,855,946	264,347
Nonmajor Governmental Funds	<u>7,623,705</u>	<u>9,264,025</u>	<u>(1,640,320)</u>
Total	<u>\$ 23,079,695</u>	<u>\$ 25,752,260</u>	<u>\$ (2,672,565)</u>

General Fund

The General fund is the operating fund of the County. At the end of the fiscal year, the fund balance of the General fund was \$7,950,257, an 18.49% decrease from 2007. The decrease of the General fund balance in 2008 was primarily due to an increase in expenditures of 6.95% in 2008 compared to 2007 and a decrease of 1.24% in revenues in 2008.

ERIE COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2008

MR/DD Fund

The MR/DD fund, a major fund, had revenues of \$8,237,469 in 2008. The MR/DD fund had expenditures of \$7,413,540 in 2008. The MR/DD fund balance increased \$823,929 from 2007 to 2008.

Public Assistance Fund

The Public Assistance fund, a major fund, had revenues of \$8,437,194 in 2008. The Public Assistance fund had expenditures of \$10,300,558 in 2008. The Public Assistance fund had net transfers in of \$1,546,575 in 2008. The Public Assistance fund balance decreased \$316,789 from 2007 to 2008.

Motor Vehicle License and Registration Fund

The Motor Vehicle License and Registration fund, a major fund, had revenues of \$5,158,009 in 2008. The Motor Vehicle License and Registration fund had expenditures of \$5,012,600 in 2008. The Motor Vehicle License and Registration fund balance increased \$264,347 from 2007 to 2008.

Budgeting Highlights - General Fund

The County's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the County's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the County's plans and objectives cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly. Budgetary information is presented for the General fund, MR/DD fund, Public Assistance fund, and Motor Vehicle License and Registration fund.

In the General fund, actual revenues and other financing sources of \$28,087,704 were less than final budgeted revenues and other financing sources by \$983,454. Actual expenditures and other financing uses of \$30,623,947 were less than final budgeted expenditures and other financing uses by \$2,249,000.

Proprietary Funds

The County's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, but in more detail, and include the allocation of the internal service fund.

Capital Assets and Debt Administration

Capital Assets

The County restated capital assets as described in Note 3.A. At the end of 2008, the County had \$189,573,773 (net of accumulated depreciation) invested in land, land improvements, buildings and improvements, equipment and machinery, vehicles, infrastructure, and construction in progress. Of this total, \$67,355,142 was reported in governmental activities and \$122,218,631 was reported in business-type activities.

ERIE COUNTY, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2008**

The following table shows fiscal 2008 balances compared to 2007:

**Capital Assets at December 31
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>Restated</u>	<u>2008</u>	<u>Restated</u>
				<u>2007</u>		<u>2007</u>
Land	\$ 2,566,984	\$ 2,275,584	\$ 2,439,829	\$ 2,434,459	\$ 5,006,813	\$ 4,710,043
Land improvements	718,408	770,988	4,057,492	4,279,376	4,775,900	5,050,364
Buildings	27,119,923	28,024,727	19,669,280	20,626,376	46,789,203	48,651,103
Machinery and equipment	4,079,904	4,078,512	3,713,794	3,690,580	7,793,698	7,769,092
Vehicles	1,600,878	1,617,868	373,032	462,033	1,973,910	2,079,901
Infrastructure	31,269,045	31,281,077	86,570,387	82,074,561	117,839,432	113,355,638
Construction in progress	-	-	5,394,817	7,321,220	5,394,817	7,321,220
Total	\$ 67,355,142	\$ 68,048,756	\$ 122,218,631	\$ 120,888,605	\$ 189,573,773	\$ 188,937,361

See Note 9 to the basic financial statements for detail on governmental activities and business-type activities capital assets.

Debt Administration

At December 31, 2008 the County had a total of \$129,486,374 in general obligation bonds, special assessment bonds, OWDA loans, OPWC loans, bond anticipation notes, capital lease obligation, landfill closure and postclosure care liability, and compensated absences outstanding. Of this total, \$6,512,978 is due within one year and \$122,973,396 is due in more than one year. The following table summarizes the outstanding long-term obligations at year end.

Long-Term Obligations, at Year End

	<u>Governmental Activities 2008</u>	<u>Business-Type Activities 2008</u>
Long-Term Obligations:		
General obligation bonds	\$ 18,328,058	\$ 32,019,608
Special assessment bonds	746,990	1,000,080
OWDA loans	-	59,546,502
OPWC loans	-	314,749
Capital lease obligation	160,823	165,593
Landfill closure and postclosure care liability	-	13,698,572
Compensated absences	2,910,241	595,158
Total	\$ 22,146,112	\$ 107,340,262

See Note 11 to the basic financial statements for detail on the County's long-term debt obligations.

ERIE COUNTY, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2008

Economic Factors and Next Year's Budgets and Rates

Despite the uncertainty surrounding the economy, the County continues to carefully monitor its primary sources of revenue, which include real estate taxes, local sales taxes, local government funds, and interest income. In order to meet the objectives of the 2008 budget, the County continues to pursue economic development and job creation, and adopted a budget developed to promote long-term fiscal stability. The County continued with efforts to contain costs while pursuing new sources of revenue.

The County's current population is 77,323. The County's unemployment rate is currently 9.6%, compared to the state average of 7.4% and the national average of 7.2%.

Budgeted revenues and other financing sources in the general fund for the fiscal year 2009 budget are \$29,071,158. These economic factors were considered in preparing the County's budget for fiscal year 2009.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mrs. Brianne Markley, Erie County Fiscal Officer, 247 Columbus Avenue, Sandusky, Ohio, 44870.

BASIC
FINANCIAL STATEMENTS

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ERIE COUNTY, OHIO

STATEMENT OF NET ASSETS
DECEMBER 31, 2008

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 29,175,112	\$ 12,856,517	\$ 42,031,629
Cash in segregated accounts	534,777	-	534,777
Receivables (net of allowances for uncollectibles):			
Real estate and other taxes	12,796,612	-	12,796,612
Sales taxes	1,762,197	-	1,762,197
Accounts	271,666	2,447,241	2,718,907
Special assessments	3,756,017	137,861	3,893,878
Loans	148,818	-	148,818
Accrued interest	3,430	-	3,430
Due from other governments	5,637,592	-	5,637,592
Materials and supplies inventory	318,633	191,237	509,870
Internal balances	(264,252)	264,252	-
Unamortized bond issuance costs	170,150	394,363	564,513
Capital assets:			
Land	2,566,984	2,439,829	5,006,813
Construction in progress	-	5,394,817	5,394,817
Depreciable capital assets, net	64,788,158	114,383,985	179,172,143
Total capital assets, net	<u>67,355,142</u>	<u>122,218,631</u>	<u>189,573,773</u>
Total assets	<u>121,665,894</u>	<u>138,510,102</u>	<u>260,175,996</u>
Liabilities:			
Accounts payable	556,410	118,928	675,338
Contracts payable	135,478	369,078	504,556
Retainage payable	10,871	-	10,871
Accrued wages and benefits payable	1,495,207	425,703	1,920,910
Pension benefit obligation payable	427,463	116,103	543,566
Due to other governments	192,151	952,039	1,144,190
Unearned revenue	11,569,847	-	11,569,847
Claims payable	791,797	-	791,797
Amount to be repaid to claimants	26,206	-	26,206
Accrued interest payable	162,430	271,443	433,873
Notes payable	3,600,000	-	3,600,000
Long-term liabilities:			
Due within one year	2,337,605	4,175,373	6,512,978
Due in more than one year	19,808,507	103,164,889	122,973,396
Total liabilities	<u>41,113,972</u>	<u>109,593,556</u>	<u>150,707,528</u>
Net assets:			
Invested in capital assets, net of related debt	48,297,959	29,598,203	77,896,162
Restricted for:			
Debt service	4,639,931	-	4,639,931
Public safety programs	1,806,324	-	1,806,324
Public works projects	4,264,101	-	4,264,101
Health programs	6,114,888	-	6,114,888
Economic development projects	497,753	-	497,753
Other purposes	4,261,385	-	4,261,385
Unrestricted (deficit)	10,669,581	(681,657)	9,987,924
Total net assets	<u>\$ 80,551,922</u>	<u>\$ 28,916,546</u>	<u>\$ 109,468,468</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2008

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General government:				
Legislative and executive	\$ 13,912,210	\$ 2,832,015	\$ 462,391	\$ -
Judicial	7,256,725	1,753,120	-	-
Public safety	10,548,010	1,483,956	2,727,570	-
Public works	6,185,722	1,373,884	4,550,146	170,000
Health	7,764,924	1,334,042	2,633,154	-
Human services	15,944,134	828,936	11,674,660	-
Economic development and assistance	513,847	7,982	487,691	-
Other	707,926	89,954	-	-
Interest and fiscal charges	873,393	-	-	-
Total governmental activities	63,706,891	9,703,889	22,535,612	170,000
Business-Type Activities:				
Sewer	9,364,997	6,968,890	-	180,416
Water	8,670,267	7,204,960	17,500	165,749
Landfill	5,151,904	4,340,862	-	-
County Care Facility	7,699,589	7,635,996	-	-
Total business-type activities	30,886,757	26,150,708	17,500	346,165
Total primary government	\$ 94,593,648	\$ 35,854,597	\$ 22,553,112	\$ 516,165

General Revenues:

Property taxes levied for:
General Fund
County Board of MRDD
Senior Citizens Levy
Sales taxes
Grants and entitlements not restricted to specific programs
Investment income
Miscellaneous
Total general revenues
Transfers
Change in net assets
Net assets at beginning of year (restated)
Net assets at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Assets

Primary Government

Governmental Activities	Business-Type Activities	Total
\$ (10,617,804)	\$ -	\$ (10,617,804)
(5,503,605)	-	(5,503,605)
(6,336,484)	-	(6,336,484)
(91,692)	-	(91,692)
(3,797,728)	-	(3,797,728)
(3,440,538)	-	(3,440,538)
(18,174)	-	(18,174)
(617,972)	-	(617,972)
(873,393)	-	(873,393)
<u>(31,297,390)</u>	<u>-</u>	<u>(31,297,390)</u>
-	(2,215,691)	(2,215,691)
-	(1,282,058)	(1,282,058)
-	(811,042)	(811,042)
-	(63,593)	(63,593)
<u>-</u>	<u>(4,372,384)</u>	<u>(4,372,384)</u>
<u>(31,297,390)</u>	<u>(4,372,384)</u>	<u>(35,669,774)</u>
5,464,255	-	5,464,255
4,936,204	-	4,936,204
941,417	-	941,417
14,888,891	-	14,888,891
3,029,188	-	3,029,188
2,594,770	-	2,594,770
647,105	184,612	831,717
<u>32,501,830</u>	<u>184,612</u>	<u>32,686,442</u>
<u>(14,214)</u>	<u>14,214</u>	<u>-</u>
1,190,226	(4,173,558)	(2,983,332)
<u>79,361,696</u>	<u>33,090,104</u>	<u>112,451,800</u>
<u>\$ 80,551,922</u>	<u>\$ 28,916,546</u>	<u>\$ 109,468,468</u>

ERIE COUNTY, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2008

	<u>General</u>	<u>MR/DD</u>	<u>Public Assistance</u>	<u>Motor Vehicle License & Registration</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 5,739,614	\$ 4,741,835	\$ -	\$ 2,406,457
Cash with fiscal agent	10,871	523,906	-	-
Receivables (net of allowance for uncollectibles):				
Real estate and other taxes	5,672,629	5,998,676	-	-
Sales taxes	1,762,197	-	-	-
Accounts	170,325	28,822	-	7,722
Special assessments	162,387	-	-	-
Loans	49,602	-	-	-
Accrued interest	3,430	-	-	-
Due from other governments	1,753,517	662,505	729,353	2,001,498
Loans to other funds	6,401	-	-	-
Due from other funds	343,459	-	-	13,994
Interfund loans receivable	520,000	-	-	-
Materials and supplies inventory	106,108	-	-	212,525
Total assets	<u>\$ 16,300,540</u>	<u>\$ 11,955,744</u>	<u>\$ 729,353</u>	<u>\$ 4,642,196</u>
Liabilities:				
Accounts payable	\$ 138,236	\$ 43,718	\$ 60,011	\$ 54,691
Contracts payable	74,166	42,922	-	-
Accrued wages and benefits payable	775,349	137,525	230,023	140,797
Compensated absences payable	-	-	22,214	-
Retainage payable	10,871	-	-	-
Pension benefit obligation payable	203,129	65,719	39,296	15,057
Loans from other funds	-	-	-	-
Due to other funds	8,273	7,194	289,652	9,757
Due to other governments	119,405	21,539	29,466	-
Accrued interest payable	-	-	-	-
Notes payable	-	-	-	-
Deferred revenue	1,864,371	1,159,957	729,353	1,301,601
Unearned revenue	5,130,277	5,421,068	-	-
Amount to be repaid to claimants	26,206	-	-	-
Total liabilities	<u>8,350,283</u>	<u>6,899,642</u>	<u>1,400,015</u>	<u>1,521,903</u>
Fund Balances:				
Reserved for materials and supplies inventory	106,108	-	-	212,525
Reserved for debt service	-	-	-	-
Reserved for loans receivable	49,602	-	-	-
Reserved for loans to other funds	6,401	-	-	-
Unreserved:				
Designated for budget stabilization	1,187,567	-	-	-
Undesignated fund balance (deficit) reported in:				
General fund	6,600,579	-	-	-
Special revenue funds	-	5,056,102	(670,662)	2,907,768
Capital projects funds	-	-	-	-
Total fund balances (deficit)	<u>7,950,257</u>	<u>5,056,102</u>	<u>(670,662)</u>	<u>3,120,293</u>
Total liabilities and fund balances	<u>\$ 16,300,540</u>	<u>\$ 11,955,744</u>	<u>\$ 729,353</u>	<u>\$ 4,642,196</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds
\$ 11,352,513	\$ 24,240,419
-	534,777
1,125,307	12,796,612
-	1,762,197
64,797	271,666
3,593,630	3,756,017
99,216	148,818
-	3,430
490,719	5,637,592
-	6,401
29,687	387,140
-	520,000
-	318,633
\$ 16,755,869	\$ 50,383,702
\$ 259,754	\$ 556,410
17,608	134,696
211,513	1,495,207
-	22,214
-	10,871
104,262	427,463
26,401	26,401
49,926	364,802
21,741	192,151
12,630	12,630
3,600,000	3,600,000
3,809,827	8,865,109
1,018,502	11,569,847
-	26,206
9,132,164	27,304,007
-	318,633
1,277,695	1,277,695
99,216	148,818
-	6,401
-	1,187,567
-	6,600,579
7,141,900	14,435,108
(895,106)	(895,106)
7,623,705	23,079,695
\$ 16,755,869	\$ 50,383,702

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ERIE COUNTY, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2008

Total governmental fund balances		\$ 23,079,695
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		67,355,142
Other long-term assets are not available to pay current period expenditures and therefore are deferred in the funds.		
Property taxes	\$ 1,213,590	
Special assessments	3,756,017	
Intergovernmental revenues	<u>3,895,502</u>	
Total		8,865,109
The internal service funds are used by management to allocate costs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities on the statement of net assets.		3,355,524
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(149,800)
Unamortized bond issuance costs are not recognized in the funds.		170,150
Unamortized premiums on bond issuances are not recognized in the funds.		(330,314)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General obligation bonds	17,935,151	
Capital appreciation bonds	54,055	
Accreted interest on capital appreciation bonds	8,538	
Special assessments bonds	746,990	
Capital lease obligation	160,823	
Compensated absences payable	<u>2,888,027</u>	
Total		<u>(21,793,584)</u>
Net assets of governmental activities		<u><u>\$ 80,551,922</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>General</u>	<u>MR/DD</u>	<u>Public Assistance</u>	<u>Motor Vehicle License & Registration</u>
Revenues:				
Property taxes	\$ 5,325,778	\$ 4,868,206	\$ -	\$ -
Sales taxes	12,749,347	-	-	-
Charges for services	1,976,162	337,967	215,240	122,124
Licenses and permits	304,817	-	-	14,450
Fines and forfeitures	361,744	-	-	117,437
Intergovernmental	2,945,895	2,633,910	8,220,364	4,724,276
Special assessments	165,316	-	-	-
Investment income	2,417,425	306	-	103,671
Rental income	241,686	-	-	-
Reimbursements	1,242,386	336,806	100	41,129
Other	439,978	60,274	1,490	34,922
Total revenues	<u>28,170,534</u>	<u>8,237,469</u>	<u>8,437,194</u>	<u>5,158,009</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	9,947,610	-	-	-
Judicial	6,944,438	-	-	-
Public safety	7,196,111	-	-	-
Public works	123,993	-	-	4,193,597
Health	128,955	6,916,211	-	-
Human services	586,353	-	10,268,145	-
Economic development and assistance	-	-	-	-
Other	538,264	-	-	-
Capital outlay	713,562	497,329	8,424	819,003
Debt service:				
Principal retirement	33,946	-	22,031	-
Interest and fiscal charges	7,040	-	1,958	-
Total expenditures	<u>26,220,272</u>	<u>7,413,540</u>	<u>10,300,558</u>	<u>5,012,600</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,950,262</u>	<u>823,929</u>	<u>(1,863,364)</u>	<u>145,409</u>
Other financing sources (uses):				
Issuance of bonds	100,000	-	-	-
Capital lease transaction	3,864	-	-	-
Transfers in	37,000	-	1,569,477	-
Transfers out	(3,943,229)	-	(22,902)	-
Total other financing sources (uses)	<u>(3,802,365)</u>	<u>-</u>	<u>1,546,575</u>	<u>-</u>
Net change in fund balances	(1,852,103)	823,929	(316,789)	145,409
Fund balances (deficit) at beginning of year	9,753,989	4,232,173	(353,873)	2,855,946
Increase in reserve for inventory	48,371	-	-	118,938
Fund balances (deficit) at end of year	<u>\$ 7,950,257</u>	<u>\$ 5,056,102</u>	<u>\$ (670,662)</u>	<u>\$ 3,120,293</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Other Governmental Funds	Total Governmental Funds
\$ 919,547	\$ 11,113,531
2,139,544	14,888,891
2,502,699	5,154,192
262,086	581,353
236,617	715,798
6,821,374	25,345,819
949,265	1,114,581
73,368	2,594,770
-	241,686
176,415	1,796,836
110,441	647,105
<u>14,191,356</u>	<u>64,194,562</u>
3,910,180	13,857,790
228,302	7,172,740
3,440,574	10,636,685
-	4,317,590
746,985	7,792,151
4,941,101	15,795,599
494,985	494,985
144,628	682,892
1,912,775	3,951,093
1,402,569	1,458,546
883,237	892,235
<u>18,105,336</u>	<u>67,052,306</u>
<u>(3,913,980)</u>	<u>(2,857,744)</u>
-	100,000
-	3,864
3,659,297	5,265,774
<u>(1,385,637)</u>	<u>(5,351,768)</u>
<u>2,273,660</u>	<u>17,870</u>
(1,640,320)	(2,839,874)
9,264,025	25,752,260
-	167,309
<u>\$ 7,623,705</u>	<u>\$ 23,079,695</u>

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ERIE 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, 2008

Net change in fund balances - total governmental funds		\$ (2,839,874)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.		
Capital asset additions	\$ 2,925,374	
Depreciation expense	<u>(3,575,548)</u>	
Total		(650,174)
Governmental funds only report the disposal of capital assets to the extent that proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.		
		(43,440)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	228,345	
Special assessments	99,443	
Intergovernmental revenues	<u>388,981</u>	
Total		716,769
Governmental funds report expenditures for inventory when purchased. However, in the statement of activities, they are reported as an expense when consumed.		
		167,309
The internal service funds used by management to allocate costs to individual funds are not reported in the statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities.		
		2,556,721
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		(90,609)
In the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due. The additional interest reported in the statement of activities is due to the accrued interest on bonds and the accreted interest on the capital appreciation bonds.		
Decrease in accrued interest payable	20,579	
Accreted interest on capital appreciation bonds	<u>(8,430)</u>	
Total		12,149
Repayment of bond, note and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets.		
		1,458,546
The issuance of bonds and capital leases are reported as other financing sources in the governmental funds, but they increase long-term liabilities on the statement of net assets.		
		(103,864)
Premiums on bonds are recognized as an other financing source in the governmental funds; however, they are amortized over the life of the bond issuance in the statement of activities.		
		14,818
Bond issuance costs are recognized as expenditures in the governmental funds; however, they are amortized over the life of the bond issuance in the statement of activities.		
		<u>(8,125)</u>
Change in net assets of governmental activities		<u>\$ 1,190,226</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Property taxes	\$ 5,251,000	\$ 5,251,000	\$ 5,303,820	\$ 52,820
Sales taxes	13,294,804	13,362,118	12,780,811	(581,307)
Charges for services	2,046,542	2,056,904	1,967,420	(89,484)
Licenses and permits	317,076	318,681	304,817	(13,864)
Fines and forfeitures	363,717	365,559	349,656	(15,903)
Intergovernmental	3,081,140	3,096,741	2,962,020	(134,721)
Special assessments	171,964	172,835	165,316	(7,519)
Rental income	251,406	252,679	241,686	(10,993)
Reimbursements	1,339,172	1,345,953	1,287,399	(58,554)
Investment income	2,218,977	2,230,212	2,133,189	(97,023)
Other	440,577	442,808	423,544	(19,264)
Total revenues.	<u>28,776,375</u>	<u>28,895,490</u>	<u>27,919,678</u>	<u>(975,812)</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	9,943,792	10,642,188	9,914,103	728,085
Judicial	6,933,893	7,420,890	6,913,190	507,700
Public safety	7,292,284	7,804,453	7,270,512	533,941
Public works	112,706	120,622	112,370	8,252
Health	130,142	139,282	129,753	9,529
Human services	574,543	614,896	572,828	42,068
Capital outlay	711,824	761,818	709,698	52,120
Total expenditures	<u>25,699,184</u>	<u>27,504,149</u>	<u>25,622,454</u>	<u>1,881,695</u>
Excess of revenues over expenditures	<u>3,077,191</u>	<u>1,391,341</u>	<u>2,297,224</u>	<u>905,883</u>
Other financing sources (uses):				
Issuance of bonds	104,021	104,548	100,000	(4,548)
Sale of capital assets	32,274	32,437	31,026	(1,411)
Transfers in	38,488	38,683	37,000	(1,683)
Transfers out	(4,330,308)	(4,634,444)	(4,317,379)	317,065
Advances out	(521,557)	(558,188)	(520,000)	38,188
Other financing uses	(164,605)	(176,166)	(164,114)	12,052
Total other financing sources (uses)	<u>(4,841,687)</u>	<u>(5,193,130)</u>	<u>(4,833,467)</u>	<u>359,663</u>
Net change in fund balance	(1,764,496)	(3,801,789)	(2,536,243)	1,265,546
Fund balance at beginning of year	<u>7,953,227</u>	<u>7,953,227</u>	<u>7,953,227</u>	<u>-</u>
Fund balance at end of year	<u>\$ 6,188,731</u>	<u>\$ 4,151,438</u>	<u>\$ 5,416,984</u>	<u>\$ 1,265,546</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MR/DD FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:				
Property taxes	\$ 5,461,756	\$ 5,461,756	\$ 4,852,044	\$ (609,712)
Charges for services	387,811	391,506	343,841	(47,665)
Intergovernmental	2,812,294	2,839,087	2,493,432	(345,655)
Reimbursements	347,370	350,679	307,984	(42,695)
Investment income	345	348	306	(42)
Other	67,848	68,494	60,155	(8,339)
Total revenues	<u>9,077,424</u>	<u>9,111,870</u>	<u>8,057,762</u>	<u>(1,054,108)</u>
Expenditures:				
Current:				
Health	9,543,218	9,973,856	6,839,507	3,134,349
Capital outlay	693,927	725,241	497,329	227,912
Total expenditures	<u>10,237,145</u>	<u>10,699,097</u>	<u>7,336,836</u>	<u>3,362,261</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,159,721)</u>	<u>(1,587,227)</u>	<u>720,926</u>	<u>2,308,153</u>
Other financing sources (uses):				
Sale of capital assets	1,771	1,788	1,570	(218)
Transfers in	56,394	56,931	50,000	(6,931)
Transfers out	<u>(69,766)</u>	<u>(72,914)</u>	<u>(50,000)</u>	<u>22,914</u>
Total other financing sources (uses)	<u>(11,601)</u>	<u>(14,195)</u>	<u>1,570</u>	<u>15,765</u>
Net change in fund balance.	(1,171,322)	(1,601,422)	722,496	2,323,918
Fund balance at beginning of year	<u>3,851,694</u>	<u>3,851,694</u>	<u>3,851,694</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,680,372</u>	<u>\$ 2,250,272</u>	<u>\$ 4,574,190</u>	<u>\$ 2,323,918</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PUBLIC ASSISTANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 240,926	\$ 240,926	\$ 215,240	\$ (25,686)
Intergovernmental	9,987,955	9,987,955	8,923,085	(1,064,870)
Reimbursements	112	112	100	(12)
Total revenues	<u>10,228,993</u>	<u>10,228,993</u>	<u>9,138,425</u>	<u>(1,090,568)</u>
Expenditures:				
Current:				
Human services	11,166,981	11,194,493	10,363,853	830,640
Capital outlay	9,077	9,099	8,424	675
Total expenditures	<u>11,176,058</u>	<u>11,203,592</u>	<u>10,372,277</u>	<u>831,315</u>
Deficiency of revenues under expenditures.	<u>(947,065)</u>	<u>(974,599)</u>	<u>(1,233,852)</u>	<u>(259,253)</u>
Other financing sources (uses):				
Sale of capital assets	1,668	1,668	1,490	(178)
Transfers in.	2,054,339	2,054,339	1,835,315	(219,024)
Transfers out	(311,117)	(311,883)	(288,741)	23,142
Total other financing sources (uses)	<u>1,744,890</u>	<u>1,744,124</u>	<u>1,548,064</u>	<u>(196,060)</u>
Net change in fund balance.	797,825	769,525	314,212	(455,313)
Fund deficit at beginning of year	<u>(602,456)</u>	<u>(602,456)</u>	<u>(602,456)</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 195,369</u>	<u>\$ 167,069</u>	<u>\$ (288,244)</u>	<u>\$ (455,313)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE LICENSE AND REGISTRATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 125,453	\$ 125,453	\$ 114,221	\$ (11,232)
License and permits	15,871	15,871	14,450	(1,421)
Fines and forfeitures	131,960	131,960	120,146	(11,814)
Intergovernmental	5,264,900	5,264,900	4,793,533	(471,367)
Reimbursements	48,733	48,733	44,370	(4,363)
Investment income	113,865	113,865	103,671	(10,194)
Total revenues	<u>5,700,782</u>	<u>5,700,782</u>	<u>5,190,391</u>	<u>(510,391)</u>
Expenditures:				
Current:				
Public works	5,143,785	6,417,759	4,248,007	2,169,752
Capital outlay	991,707	1,237,325	819,003	418,322
Total expenditures	<u>6,135,492</u>	<u>7,655,084</u>	<u>5,067,010</u>	<u>2,588,074</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(434,710)</u>	<u>(1,954,302)</u>	<u>123,381</u>	<u>2,077,683</u>
Other financing sources:				
Sale of capital assets	31,757	31,757	28,914	(2,843)
Total other financing sources	<u>31,757</u>	<u>31,757</u>	<u>28,914</u>	<u>(2,843)</u>
Net change in fund balance.	(402,953)	(1,922,545)	152,295	2,074,840
Fund balance at beginning of year	<u>2,254,162</u>	<u>2,254,162</u>	<u>2,254,162</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,851,209</u>	<u>\$ 331,617</u>	<u>\$ 2,406,457</u>	<u>\$ 2,074,840</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2008

Business-Type Activities - Enterprise Funds

	Sewer	Water	Landfill	Care Facility
Assets:				
Current assets:				
Equity in pooled cash and cash equivalents.	\$ 5,646,283	\$ 762,998	\$ 6,112,096	\$ 335,140
Receivables (net of allowance for uncollectibles):				
Accounts	967,787	964,469	514,985	-
Special assessments	111,063	26,102	696	-
Due from other funds.	80,447	9,211	-	-
Loans to other funds	-	-	20,000	-
Materials and supplies inventory	27,621	99,410	37,742	26,464
Unamortized bond issuance costs.	73,511	70,368	250,484	-
Total current assets	<u>6,906,712</u>	<u>1,932,558</u>	<u>6,936,003</u>	<u>361,604</u>
Noncurrent assets:				
Capital assets:				
Land	946,826	79,475	1,308,052	105,476
Construction in progress	3,560,396	1,834,421	-	-
Depreciable capital assets, net	63,183,869	44,213,838	4,961,608	2,024,670
Total noncurrent assets	<u>67,691,091</u>	<u>46,127,734</u>	<u>6,269,660</u>	<u>2,130,146</u>
Total assets	<u>74,597,803</u>	<u>48,060,292</u>	<u>13,205,663</u>	<u>2,491,750</u>
Liabilities:				
Current liabilities:				
Accounts payable.	28,217	19,981	39,231	31,499
Contracts payable.	269,418	3,185	65,998	30,477
Accrued wages and benefits payable	63,169	48,567	29,690	284,277
Pension benefit obligation payable	17,188	38,950	7,365	52,600
Due to other governments	185,333	725,192	41,487	27
Due to other funds	53,962	4,087	41,538	12,409
Claims payable.	-	-	-	-
Accrued interest payable.	61,629	57,687	152,127	-
Interfund loans payable	-	-	-	520,000
Compensated absences - current.	28,728	28,728	14,364	81,808
General obligation bonds - current.	545,510	548,432	912,632	-
Special assessment bonds - current	63,425	-	-	-
OWDA loans - current.	1,017,000	779,742	-	-
OPWC loans - current	57,365	17,390	-	-
Capital lease obligation - current	-	-	78,117	2,132
Total current liabilities	<u>2,390,944</u>	<u>2,271,941</u>	<u>1,382,549</u>	<u>1,015,229</u>
Long-term liabilities:				
Compensated absences	96,923	96,923	48,461	199,223
General obligation bonds (net of unamortized premiums and discounts)	5,059,311	5,932,717	19,021,006	-
Special assessment bonds	936,655	-	-	-
OWDA loans	33,570,366	24,179,394	-	-
OPWC loans	196,521	43,473	-	-
Capital lease obligation	-	-	81,148	4,196
Landfill closure and postclosure care liability.	-	-	13,698,572	-
Total long-term liabilities	<u>39,859,776</u>	<u>30,252,507</u>	<u>32,849,187</u>	<u>203,419</u>
Total liabilities	<u>42,250,720</u>	<u>32,524,448</u>	<u>34,231,736</u>	<u>1,218,648</u>
Net assets:				
Invested in capital assets, net of related debt.	26,324,720	14,704,748	(13,555,083)	2,123,818
Unrestricted	6,022,363	831,096	(7,470,990)	(850,716)
Total net assets	<u>\$ 32,347,083</u>	<u>\$ 15,535,844</u>	<u>\$ (21,026,073)</u>	<u>\$ 1,273,102</u>

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

Net assets of business-type activities.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 12,856,517	\$ 4,934,693
2,447,241	-
137,861	-
89,658	-
20,000	-
191,237	-
394,363	-
<u>16,136,877</u>	<u>4,934,693</u>
2,439,829	-
5,394,817	-
114,383,985	-
<u>122,218,631</u>	<u>-</u>
<u>138,355,508</u>	<u>4,934,693</u>
118,928	-
369,078	782
425,703	-
116,103	-
952,039	-
111,996	-
-	791,797
271,443	-
520,000	-
153,628	-
2,006,574	-
63,425	-
1,796,742	-
74,755	-
80,249	-
<u>7,060,663</u>	<u>792,579</u>
441,530	-
30,013,034	-
936,655	-
57,749,760	-
239,994	-
85,344	-
13,698,572	-
<u>103,164,889</u>	<u>-</u>
<u>110,225,552</u>	<u>792,579</u>
29,598,203	-
<u>(1,468,247)</u>	<u>4,142,114</u>
28,129,956	<u>\$ 4,142,114</u>
786,590	
<u>\$ 28,916,546</u>	

ERIE COUNTY, OHIO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Business-Type Activities - Enterprise Funds			
	Sewer	Water	Landfill	Care Facility
Operating revenues:				
Charges for services	\$ 6,659,792	\$ 6,818,794	\$ 4,340,862	\$ 7,635,996
Tap-in fees	309,098	386,166	-	-
Other	64,522	99,473	17,460	3,157
Total operating revenues	7,033,412	7,304,433	4,358,322	7,639,153
Operating expenses:				
Personal services	1,644,532	1,269,529	787,369	6,356,710
Contract services	3,396,202	4,232,110	648,562	661,436
Materials and supplies	364,207	476,093	1,104,617	890,010
Depreciation	2,224,259	1,510,444	281,415	105,011
Landfill closure and post-closure costs	-	-	1,092,626	-
Claims.	-	-	-	-
Other	39	-	51,702	-
Total operating expenses.	7,629,239	7,488,176	3,966,291	8,013,167
Operating income (loss)	(595,827)	(183,743)	392,031	(374,014)
Nonoperating revenues (expenses):				
Interest and fiscal charges.	(1,730,986)	(1,243,442)	(950,659)	(372)
Loss on sale of capital assets	(57,852)	(2,208)	(269,876)	-
Intergovernmental revenue	-	17,500	-	-
Total nonoperating revenues (expenses)	(1,788,838)	(1,228,150)	(1,220,535)	(372)
Income (loss) before capital contributions and transfers	(2,384,665)	(1,411,893)	(828,504)	(374,386)
Capital contributions	180,416	165,749	-	-
Transfers in.	113,214	-	-	-
Transfers out	(34,320)	(4,680)	(60,000)	-
Change in net assets.	(2,125,355)	(1,250,824)	(888,504)	(374,386)
Net assets (deficit) at beginning of year (restated)	34,472,438	16,786,668	(20,137,569)	1,647,488
Net assets (deficit) at end of year	\$ 32,347,083	\$ 15,535,844	\$ (21,026,073)	\$ 1,273,102

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

Change in net assets of business-type activities.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 25,455,444	\$ 9,170,949
695,264	-
184,612	102,425
<u>26,335,320</u>	<u>9,273,374</u>
10,058,140	31
8,938,310	833,426
2,834,927	-
4,121,129	-
1,092,626	-
-	5,489,465
51,741	-
<u>27,096,873</u>	<u>6,322,922</u>
<u>(761,553)</u>	<u>2,950,452</u>
(3,925,459)	-
(329,936)	-
17,500	-
<u>(4,237,895)</u>	<u>-</u>
(4,999,448)	2,950,452
346,165	-
113,214	71,780
(99,000)	-
<u>(4,639,069)</u>	<u>3,022,232</u>
	<u>1,119,882</u>
	<u>\$ 4,142,114</u>
<u>465,511</u>	
<u>\$ (4,173,558)</u>	

ERIE COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

Business-Type Activities - Enterprise Funds

	<u>Sewer</u>	<u>Water</u>	<u>Landfill</u>	<u>Care Facility</u>
Cash flows from operating activities:				
Cash received from charges for services	\$ 7,008,552	\$ 7,447,609	\$ 4,496,892	\$ 7,635,996
Cash received from tap-in fees	309,098	386,166	-	-
Cash received from other operations	64,522	99,973	17,509	3,157
Cash payments for personal services	(1,628,498)	(1,232,095)	(780,328)	(6,372,972)
Cash payments for contract services	(3,049,508)	(3,837,347)	(780,052)	(701,967)
Cash payments for materials and supplies	(374,420)	(467,749)	(1,123,146)	(881,874)
Cash payments for claims expenses	-	-	-	-
Cash payments for other operations	(39)	-	(51,702)	-
Net cash provided by (used in) operating activities	<u>2,329,707</u>	<u>2,396,557</u>	<u>1,779,173</u>	<u>(317,660)</u>
Cash flows from noncapital financing activities:				
Cash received from grants and subsidies	73,358	17,500	-	-
Cash received from interfund loan	-	-	-	520,000
Cash received from transfers in	113,214	-	-	-
Cash payments for transfers out	(34,320)	(4,680)	(60,000)	-
Net cash provided by (used in) noncapital financing activities	<u>152,252</u>	<u>12,820</u>	<u>(60,000)</u>	<u>520,000</u>
Cash flows from capital and related financing activities:				
Cash received from capital contributions	180,416	275,555	-	-
Cash payments for the acquisition of capital assets	(3,429,072)	(2,200,362)	(261,463)	-
Cash payments for principal retirement of bonds	(602,279)	(533,092)	(955,827)	-
Cash payments for principal retirement of loans	(1,084,364)	(1,101,818)	-	-
Cash payments for principal retirement of capital lease	-	-	-	(2,028)
Cash payments for interest and fiscal charges	(1,726,927)	(1,237,586)	(948,475)	(372)
Cash received from loan issuance	3,523,353	1,912,675	-	-
Net cash provided by (used in) capital and related financing activities	<u>(3,138,873)</u>	<u>(2,884,628)</u>	<u>(2,165,765)</u>	<u>(2,400)</u>
Net increase (decrease) in cash and cash equivalents	(656,914)	(475,251)	(446,592)	199,940
Cash and cash equivalents at beginning of year	<u>6,303,197</u>	<u>1,238,249</u>	<u>6,558,688</u>	<u>135,200</u>
Cash and cash equivalents at end of year	<u>\$ 5,646,283</u>	<u>\$ 762,998</u>	<u>\$ 6,112,096</u>	<u>\$ 335,140</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (595,827)	\$ (183,743)	\$ 392,031	\$ (374,014)
Adjustments:				
Depreciation	2,224,259	1,510,444	281,415	105,011
Changes in assets and liabilities:				
Decrease in accounts receivable	625	11,975	156,082	-
(Increase) decrease in special assessments receivable	326,758	617,719	(52)	-
(Increase) decrease in due from other funds	21,377	(379)	49	-
(Increase) decrease in materials and supplies inventory	2,401	12,490	(4,717)	(1,400)
Increase (decrease) in accounts payable	(10,815)	3,082	(25,423)	(10,558)
Increase (decrease) in contracts payable	254,613	(101,319)	(96,252)	(20,402)
Increase (decrease) in accrued wages and benefits	2,907	(75)	1,276	13,432
Increase (decrease) in compensated absences payable	11,643	11,643	5,822	(17,256)
Increase (decrease) in pension obligation payable	1,484	25,866	(57)	(12,438)
Increase (decrease) in due to other governments	112,724	491,062	(21,300)	(2,240)
Increase (decrease) in due to other funds	(22,442)	(2,208)	(2,327)	2,205
Increase in landfill closure and postclosure care liability	-	-	1,092,626	-
Decrease in claims payable	-	-	-	-
Net cash provided by (used in) operating activities	<u>\$ 2,329,707</u>	<u>\$ 2,396,557</u>	<u>\$ 1,779,173</u>	<u>\$ (317,660)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Total</u>	Governmental Activities - Internal Service Funds
\$ 26,589,049	\$ 9,170,949
695,264	-
185,161	102,425
(10,013,893)	(31)
(8,368,874)	(860,787)
(2,847,189)	-
-	(5,499,271)
(51,741)	-
<u>6,187,777</u>	<u>2,913,285</u>
90,858	-
520,000	-
113,214	71,780
(99,000)	-
<u>625,072</u>	<u>71,780</u>
455,971	-
(5,890,897)	-
(2,091,198)	-
(2,186,182)	-
(2,028)	-
(3,913,360)	-
5,436,028	-
<u>(8,191,666)</u>	<u>-</u>
(1,378,817)	2,985,065
14,235,334	1,949,628
<u>\$ 12,856,517</u>	<u>\$ 4,934,693</u>
\$ (761,553)	\$ 2,950,452
4,121,129	-
168,682	-
944,425	-
21,047	-
8,774	-
(43,714)	(8,678)
36,640	(2,878)
17,540	-
11,852	-
14,855	-
580,246	(15,805)
(24,772)	-
1,092,626	-
-	(9,806)
<u>\$ 6,187,777</u>	<u>\$ 2,913,285</u>

ERIE COUNTY, OHIO

STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 DECEMBER 31, 2008

	<u>Private Purpose Trust</u>	<u>Agency</u>
Assets:		
Equity in pooled cash and cash equivalents	\$ 50,236	\$ 9,152,260
Cash in segregated accounts	-	4,408,909
Receivables:		
Real estate and other taxes.	-	96,498,997
Due from other governments	-	1,569,480
	<hr/>	<hr/>
Total assets	<u>\$ 50,236</u>	<u>\$ 111,629,646</u>
Liabilities:		
Due to other governments.	\$ -	\$ 107,220,737
Deposits held and due to others.	-	4,408,909
	<hr/>	<hr/>
Total liabilities	<hr/> -	<u>\$ 111,629,646</u>
Net assets:		
Held in trust for other purposes.	<hr/> 50,236	
Total net assets	<u>\$ 50,236</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

ERIE COUNTY, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Private Purpose Trust</u>	<u>Investment Trust</u>
Additions:		
Investment income	\$ 1,907	\$ -
Transactions:		
Purchase of units	-	1,525,209
Redemption of units	-	(2,060,024)
	<hr/>	<hr/>
Change in net assets.	1,907	(534,815)
Net assets at beginning of year	<hr/> 48,329 <hr/>	<hr/> 534,815 <hr/>
Net assets at end of year	<u>\$ 50,236</u>	<u>\$ -</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 1 - DESCRIPTION OF THE COUNTY

Erie County (the "County"), a political subdivision of the State of Ohio, was formed in 1838. The three member Board of County Commissioners is the legislative and executive body of the County. The County Auditor is the chief financial officer and the County Treasurer is custodian of all funds. There are six other elected administrative officials, each of whom is independent, as set forth in Ohio law. These officials are: Coroner, Engineer, Prosecutor, Recorder, Sheriff, and Clerk of Courts. There is also a Common Pleas Court General Judge, a Domestic Relations Court Judge, a Probate Court Judge and a County Court Judge elected on a countywide basis to oversee the County's justice system.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements (BFS) of the County have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The County also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The County has the option to also apply FASB Statements and Interpretations issued after November 30, 1989 to its business-type activities and enterprise funds, subject to this same limitation. The County has elected not to apply these FASB Statements and Interpretations.

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

A. Reporting Entity

The County's reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity", and as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". The basic financial statements include all funds, agencies, boards, commissions, and component units for which the County and the County Commissioners are "accountable". Accountability as defined in GASB Statement No. 14 was evaluated based on financial accountability, the nature and significance of the potential component unit's (PCU) relationship with the County, and whether exclusion would cause the County's basic financial statements to be misleading or incomplete. Among the factors considered were separate legal standing; appointment of a voting majority of the PCU's board; fiscal dependency and whether a benefit or burden relationship exists; imposition of will; and the nature and significance of the PCU's relationship with the County.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

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

Based on the foregoing criteria, the financial activities of the following PCU's have been reflected in the accompanying basic financial statements as:

POTENTIAL COMPONENT UNITS REPORTED AS AGENCY FUNDS

The County Treasurer, as the custodian of public funds, invests all public monies held on deposit in the County treasury. In the case of the separate agencies, boards and commissions listed below, the County serves as fiscal agent, but is not financially accountable for their operations. Accordingly, the following entities are presented as agency funds within the financial statements:

*Erie County General Health District
Erie County Regional Planning
Erie County Soil and Water Conservation District
Erie-Ottawa Alcohol, Drug Addiction, and Mental Health Services
Erie-Ottawa Family and Children First Council*

JOINT VENTURES WITHOUT EQUITY INTEREST

Mental Health and Recovery Board of Erie and Ottawa Counties (MHRB)

The MHRB is a governmental joint venture between Erie and Ottawa Counties. It provides mental health education, consultation, training, and referral services to the public. The organization is controlled by a board whose membership consists of five appointees of the State Board of Mental Health, nine appointees of the Erie County Commissioners, and six appointees of the Ottawa County Commissioners. Fiscal matters are handled by the Erie County Auditor. Financial statements for the MHRB are available, upon request, from: Mental Health and Recovery Board of Erie and Ottawa Counties, 416 Columbus Avenue, Sandusky, Ohio, 44870.

Regional Airport Authority

The Regional Airport Authority is a joint venture between Erie and Ottawa Counties. The joint venture was formed to provide maintenance of runways and taxiways at the Airport facility. Three members are appointed by each Board of County Commissioners in Erie and Ottawa counties. The seventh member is appointed at large by the other six. The members serve without compensation, as outlined in Section 308.04 of the Ohio Revised Code. The treasurer/secretary is appointed by the Board of Trustees. Avion Management Service, Inc., a private corporation, manages the Airport and is located at Oakland Troy Executive Airport, 2672 Industrial Row, Troy, Michigan, 48084-7036. The County paid a total of \$71,017 to the Regional Airport Authority during 2008. The financial statements of the Regional Airport Authority do not include the managing airline's financial activity. Financial information for the Regional Airport Authority can be obtained from Jackie Dunn, Secretary, 3255 East State Road, Port Clinton, Ohio, 43452.

B. Fund Accounting

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

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

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

General fund - This is the primary operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Mental retardation and developmentally disabled (MR/DD) fund - This fund accounts for the operation of a school and resident homes for the mentally retarded and developmentally disabled. Revenue sources include a property tax levy, and Federal and State grants.

Public assistance fund - This fund accounts for various Federal and State grants used to provide public assistance to general relief recipients and pay their providers of medical assistance, and for certain public social services.

Motor vehicle license and registration fund - This fund accounts for revenues derived from motor vehicle and gasoline taxes. Expenditures are restricted by State law to County road and bridge repair and maintenance programs.

Other governmental funds of the County are used to account for (a) financial resources to be used for the acquisition, construction, or improvement of capital facilities; (b) the accumulation of resources for and the repayment of general long-term debt principal, interest, and related costs; and (c) grants and other resources, the use of which is restricted to a particular purpose.

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

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 has presented the following major enterprise funds:

Sewer fund - To account for sanitary sewer services provided to individuals and commercial users. The costs of providing these services are financed primarily through user charges.

Water fund - To account for the distribution of treated water to individuals and commercial users. The costs of providing these services are financed primarily through user charges.

Landfill fund - To account for the operation of the sanitary landfill. The costs of operating this facility are financed primarily through user charges.

Care facility fund - To provide nursing care to elderly residents. The costs of providing these services are financed primarily through user charges.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

Internal Service Funds - The 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 account for a medical benefit self-insurance program for employees of the County and a workers' compensation retro rating plan.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the County's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The County's fiduciary funds are a private-purpose trust fund, an investment trust fund, and agency funds. The agency funds account for undivided taxes, local government funds and local government revenue assistance, fines distributions, lodging excise taxes, the Care Facility, the District Board of Health, Erie Regional Planning, soil and water conservation, the Mental Health Recovery Board, the Family and Children First Council, State of Ohio monies, County subdivisions, payroll, the clerk of courts, the County courts, the prosecutor, and the sheriff.

C. Basis of Presentation and Measurement Focus

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activities of the internal service fund are 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 government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements, but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function or program of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the County. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the County.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

Fund Financial Statements - Fund financial statements report detailed information about the County. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund financial statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of revenues, expenses and changes in net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the County's proprietary funds are charges for sales and services. Operating expenses for the enterprise fund include personnel and other expenses related to the operations of the enterprise activity and claims and administrative expenses of the internal service fund. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The investment trust fund and private-purpose trust funds are reported using the economic resources measurement focus. The agency funds do not report a measurement focus as they do not report operations.

D. Basis of Accounting

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

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

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

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements and donations. On a full accrual basis, revenue from sales taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from all other nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: sales tax, interest, Federal and State grants and subsidies, State-levied locally shared taxes (including motor vehicle license fees and gasoline taxes), fees and rentals.

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

Property taxes for which there is an enforceable legal claim as of December 31, 2008, but which were levied to finance 2009 operations, and other revenues received in advance of the year for which they were intended to finance, have been recorded as unearned revenue. Sales taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2008, are recorded as deferred revenue.

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

Expenses and Expenditures - On the full accrual basis of accounting, expenses are recognized at the time they are incurred.

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

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

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

E. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds and the investment trust fund, are required to be budgeted and appropriated.

The legal level of budgetary control is at the object level within each department. Although statutes require that all funds be budgeted, it is not necessary to do so if the County Commissioners do not anticipate expenditure of the available funds.

Segregated cash accounts are not included in the budgetary presentation because they are not controlled by the County Commissioners and the departments do not adopt separate budgets. Advances-in and advances-out are not required to be budgeted since they represent a cash flow resource. Budgetary modifications may only be made by resolution of the County Commissioners.

Tax Budget - A budget of estimated cash receipts and disbursements is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year. All funds, except agency funds, are legally required to be budgeted. The expressed purpose of the Tax Budget is to reflect the need for existing (or increased) tax rates.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized property tax rates and reviews revenue estimates. The Commission certifies its actions to the County by September 1. As part of this certification, the County receives the official certificate of estimated resources, which states the projected revenue of each fund.

On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31. Further amendments may be made during the year if the County Auditor determines that revenue to be collected will be greater than or less than the prior estimates and the Budget Commission finds the revised estimates to be reasonable. The amounts set forth in the budgetary statements represent estimates from the first and final amended certificate issued during 2008.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2008

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

Appropriations - A temporary appropriation resolution to control cash disbursements may be passed on or about January 1 of each year for the period January 1 to March 31. An annual Appropriation Resolution must be passed by April 1 of each year for the period January 1 to December 31. The Appropriation Resolution may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources. The County legally adopted several supplemental appropriations during the year. The original and final budgets (including amendments and supplemental appropriations necessary during 2008) are included in the budgetary statements.

Lapsing of Appropriations - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding year and is not reappropriated.

F. Cash and Investments

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

During 2008, investments were limited to the State Treasury Asset Reserve of Ohio (STAR Ohio), federal agency securities, U.S. Treasury obligations, County-owned internal borrowing bonds, and certificates of deposits. Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as certificates of deposits, are reported at cost.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the Securities and Exchange Commission (SEC) as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares price which is the price the investment could be sold for on December 31, 2008.

Interest earnings are allocated to County funds according to state statutes, grant requirements, or debt related restrictions. Interest revenue credited to the general fund during 2008 was \$2,417,425, which includes \$2,064,480 assigned from other County funds.

The County has segregated bank accounts for monies held separately from the County's central bank account. These interest-bearing depository accounts are presented on the financial statements as "cash in segregated accounts" since they are not required to be deposited into the County treasury.

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

An analysis of the Treasurer's investment account at year-end is provided in Note 4.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

G. External Investment Pool

By statute, the County serves as fiscal agent for various legally separate entities. The County pools the moneys of these entities with the County's moneys for investment purposes. The County cannot allocate its investments between the internal and external investment pools. The external investment pool is not registered with the SEC as an investment company. The fair value of investments is determined annually. The pool does not issue shares. Each participant is allocated a pro rata share of each investment at fair value along with a pro rata share of the interest that it earns. The fair value of investments for both the internal and external investment pools is disclosed in Note 4, "Deposits and Investments". A statement of net assets and a statement of changes in net assets have been presented as part of the basic financial statements.

H. Inventories of Materials and Supplies

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis. Inventories are accounted for using the consumption method.

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. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of the proprietary funds are expensed when used.

On governmental fund financial statements, reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

I. Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and deletions during the year. Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of \$5,000. The County's governmental infrastructure consists of roads, bridges, culverts, street signs, traffic lights, sidewalks, and storm water lines while the County's business-type infrastructure consists of water and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

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

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land improvements	10 - 20 years	10 - 20 years
Buildings/improvements	20 - 50 years	20 - 50 years
Machinery and equipment	5 - 20 years	5 - 20 years
Vehicles	5 - 10 years	5 - 10 years
Infrastructure	20 - 50 years	20 - 50 years

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The County's policy is to capitalize net interest on 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 from the date of borrowing until completion of the project and the interest earned from temporary investment of the debt proceeds over the same period.

Capitalized interest is amortized on the straight-line method over the estimated useful life of the asset. For 2008, the net interest expense incurred on proprietary fund construction projects was not material.

J. Compensated Absences

Compensated absences of the County consist of vacation leave and sick leave to the extent that payment to the employee for these absences is attributable to services already rendered and are not contingent on a specific event that is outside the control of the County and the employee.

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is based on the sick leave accumulated at December 31, 2008 by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. Sick leave benefits are accrued using the "vesting" method. The County records a liability for 25 percent of accumulated sick time to a maximum of 960 hours for employees with a minimum of 15 years of service and 40 years of age.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at December 31, 2008, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments.

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures in the fund financial statements to the extent payments come due each period upon the occurrence of employee resignations and retirements. The noncurrent portion of the liability is not reported in the governmental fund financial statements. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

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

K. Accrued Liabilities and Long-term Obligations

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

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

L. Unamortized Issuance Costs/Premiums and Discounts/Accounting Gain or Loss

On government-wide and proprietary fund financial statements, issuance costs are deferred and amortized over the term of the debt using the straight-line method, which approximates the effective interest method. Unamortized issuance costs are recorded as an asset on the financial statements.

Premiums and discounts are deferred and accreted over the term of the debt. Premiums are presented as an addition to the face amount of the debt and discounts are presented as a reduction to the face amount of the debt. Premiums and discounts are amortized to interest expense over the life of the debt.

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

On the governmental fund financial statements, issuance costs, premiums, and discounts are recognized in the current period.

M. Interfund Transactions

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

During the normal course of operations, the County has numerous transactions between funds. Transfers represent movement of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in governmental funds and as transfers in proprietary funds. Interfund transactions that would be treated as revenues and expenditures/expenses if they involved organizations external to the County are treated similarly when involving other funds of the County.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

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

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “interfund receivable/interfund payable” for the current portion of interfund loans to/from other funds for the non-current portion of interfund loans. All other outstanding balances outstanding between funds are reported as “due to/from other funds.” These amounts are eliminated in the statement of net assets, except for any residual balances outstanding between the governmental activities and business-type activities, which are reported in the government-wide financial statements as “internal balances”.

Loans between funds, as reported in the governmental fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

N. Fund Balance Reserves and Designations

Reserved or designated fund balances indicate that a portion of fund equity is not available for current appropriation or use. The unreserved or undesignated portions of fund equity reflected in the governmental funds are available for use within the specific purposes of the funds.

The County reports amounts representing materials and supplies inventory, debt service, loans receivable, and loans to other funds as reservations of fund balance in the governmental funds. The County reports amounts set-aside by the County Commissioners for budget stabilization as a designation of fund balance in the governmental funds.

O. Contributions of Capital

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

P. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Q. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County Commissioners and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2008.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

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

R. Estimates

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Restatement of Net Assets

For 2008, the County has reported a prior period adjustment in the sewer fund in order to properly report the balance of the construction in progress component of capital assets at December 31, 2007. This prior period adjustment had the following effects on net assets and changes in net assets in the sewer fund, as previously stated in the prior reporting period:

<u>Proprietary Major Fund</u>	<u>Sewer</u>
Net assets, December 31, 2007	\$ 31,018,689
Adjustment for construction in progress	<u>3,453,749</u>
Restated net assets, January 1, 2008	<u>\$ 34,472,438</u>

<u>Proprietary Major Fund</u>	<u>Sewer</u>
Change in net assets, December 31, 2007	\$ 991,027
Adjustment for construction in progress	<u>3,453,749</u>
Restated change in net assets, January 1, 2008	<u>\$ 4,444,776</u>

The prior period adjustment also had the following effects on business-type activities net assets and changes in net assets, as previously stated in the prior reporting period:

<u>Business-Type Activities</u>	
Net assets, December 31, 2007	\$ 29,636,355
Adjustment for construction in progress	<u>3,453,749</u>
Restated net assets, January 1, 2008	<u>\$ 33,090,104</u>

<u>Business-Type Activities</u>	
Change in net assets, December 31, 2007	\$ 2,859,429
Adjustment for construction in progress	<u>3,453,749</u>
Restated change in net assets, January 1, 2008	<u>\$ 6,313,178</u>

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

B. Changes in Accounting Principles

For 2008, the County has implemented GASB Statement No. 45, "Accounting And Financial Reporting For Postemployment Benefits Other Than Pensions", GASB Statement No. 49, "Accounting And Financial Reporting For Pollution Remediation Obligations", and GASB Statement No. 50, "Pension Disclosures".

GASB Statement No. 45 establishes uniform standards of financial reporting for other postemployment benefits and increases the usefulness and improves the faithfulness of representations in the financial reports. The implementation of GASB Statement No. 45 did not have an effect on the financial statements of the County; however, certain disclosures related to postemployment benefits have been modified to conform to the new reporting requirements (see Note 16).

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The implementation of GASB Statement No. 49 did not have an effect on the financial statements of the County.

GASB Statement No. 50 establishes standards that more closely align the financial reporting requirements for pensions with those of other postemployment benefits. The implementation of GASB Statement No. 50 did not have an effect on the financial statements of the County.

C. Compliance

Contrary to section 5705.10 of the Ohio Revised Code, the following funds had a cash basis deficit at year-end.

	<u>Deficit</u>
<u>Major Governmental Fund</u>	
Public assistance	\$ 288,244
<u>Nonmajor Governmental Fund</u>	
Solid waste district	22,139

D. Deficit Fund Balances and Net Assets

	<u>Deficit</u>
<u>Major Governmental Fund</u>	
Public assistance	\$ 670,662
<u>Nonmajor Governmental Fund</u>	
Solid waste district	25,225
TIF projects	1,479,675
<u>Major Enterprise Fund</u>	
Landfill	21,026,073

These funds, with the exception of the public assistance and solid waste district funds, complied with Ohio State law, which does not permit a cash basis deficit at year-end. The General fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. These deficit fund balances and net assets are the result of adjustments for accrued liabilities.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 4 - DEPOSITS AND INVESTMENTS

Primary Government

State statutes classify monies held by the County into two categories:

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

Monies held by the County which are not considered active are classified as inactive. Inactive monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasury Asset Reserve of Ohio (STAR Ohio) investment pool;
7. High grade commercial paper for a period not to exceed 180 days in an amount not to exceed twenty-five percent of the County's interim monies available for investment; and,
8. Bankers acceptances for a period not to exceed 180 days and in an amount not to exceed twenty-five percent of the County's interim monies available for investment.

The County may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of Ohio, as to which there is no default of principal, interest or coupons; and,
3. Obligations of the County.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

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

Cash in Segregated Accounts: At year-end, \$4,408,909 was on deposit in segregated accounts used by various County departments, and included in the total amount of deposits reported below; however, this amount is not part of the internal cash pool reported on the basic financial statements as "equity in pooled cash and cash equivalents".

Cash on Hand: At year-end, the County had \$103,205 in undeposited cash on hand which is included on the basic financial statements of the County as part of "equity in pooled cash and cash equivalents".

A. Deposits with Financial Institutions

At December 31, 2008, the carrying amount of all County deposits was \$34,930,153. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2008, \$2,859,020 of the County's bank balance of \$35,741,922 was covered by the Federal Deposit Insurance Corporation, and \$32,882,902 was exposed to custodial risk as discussed below.

Custodial credit risk is the risk that, in the event of bank failure, the County will not be able to recover deposits or collateral securities that are in the possession of an outside party. As permitted by Ohio Revised Code, the County's deposits are collateralized by a pool of eligible securities deposited with Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the depository bank and pledged as a pool of collateral against all public deposits held by the depository. The County has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

B. Investments

As of December 31, 2008, the County had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>More than 24 months</u>
FFCB	\$ 3,579,799	\$ 1,012,718	\$ 1,024,219	\$ -	\$ -	\$ 1,542,862
FHLB	10,391,370	-	2,039,472	3,056,142	1,032,357	4,263,399
FHLMC	1,002,750	-	-	-	1,002,750	-
FNMA	4,038,293	-	1,029,549	1,008,651	-	2,000,093
STAR Ohio	2,132,241	2,132,241	-	-	-	-
Total	<u>\$ 21,144,453</u>	<u>\$ 3,144,959</u>	<u>\$ 4,093,240</u>	<u>\$ 4,064,793</u>	<u>\$ 2,035,107</u>	<u>\$ 7,806,354</u>

The weighted average maturity of investments is 1.35 years.

Interest Rate Risk: The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The County's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

Credit Risk: STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard service rating. The County's other investments, including the federal agency securities, but not STAR Ohio or any repurchase agreements as discussed above, were rated AAA and Aaa by Standard & Poor's.

Concentration of Credit Risk: The County's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities. The following table includes the percentage of each investment type held by the County at December 31, 2008:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FFCB	\$ 3,579,799	16.93%
FHLB	10,391,370	49.15%
FHLMC	1,002,750	4.74%
FNMA	4,038,293	19.10%
STAR Ohio	2,132,241	10.08%
Total	<u>\$ 21,144,453</u>	<u>100.00%</u>

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

C. Reconciliation of Cash and Investments to the Statement of Net Assets

The following is a reconciliation of cash and investments as reported in the note disclosure above to cash and investments as reported on the statement of net assets as of December 31, 2008:

Cash and investments per note disclosure

Carrying amount of deposits	\$	34,930,153
Investments		21,144,453
Cash on hand		<u>103,205</u>
Total	\$	<u><u>56,177,811</u></u>

Cash and investments per statement of net assets

Governmental activities	\$	29,709,889
Business-type activities		12,856,517
Fiduciary funds		<u>13,611,405</u>
Total	\$	<u><u>56,177,811</u></u>

NOTE 5 - INTERFUNDS

A. Transfers for the year ended December 31, 2008 consisted of the following, as reported in the fund financial statements:

<u>Fund</u>	<u>Transfers Out</u>	<u>Transfers In</u>
Major Governmental Funds:		
General	\$ 3,943,229	\$ 37,000
Public assistance	22,902	1,569,477
Nonmajor Governmental Funds	1,385,637	3,659,297
Major Enterprise Funds:		
Sewer	34,320	113,214
Water	4,680	-
Landfill	60,000	-
Nonmajor internal service fund	<u>-</u>	<u>71,780</u>
Total	<u><u>\$ 5,450,768</u></u>	<u><u>\$ 5,450,768</u></u>

Transfers are used to (1) move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfers within governmental funds are eliminated for reporting in the government-wide financial statements. Transfers (net) between governmental funds and enterprise funds are reported as transfers between governmental activities and business-type activities on the statement of activities.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 5 - INTERFUNDS - (Continued)

- B.** Loans to and from other funds at December 31, 2008 consisted of the following, as reported in the fund financial statements:

<u>Fund</u>	<u>Loans To Other Funds</u>	<u>Loans From Other Funds</u>
Major Governmental Fund:		
General	\$ 6,401	\$ -
Nonmajor Governmental Funds	-	26,401
Major Enterprise Fund:		
Landfill	<u>20,000</u>	<u>-</u>
Total	<u>\$ 26,401</u>	<u>\$ 26,401</u>

Loans to and from other funds are long-term loans between funds that are not expected to be repaid in the subsequent year. Loans to and from other funds within governmental funds are eliminated for reporting in the government-wide financial statements. Loans to and from other funds (net) between governmental funds and enterprise funds are eliminated and reported as a component of the “internal balance” between governmental activities and business-type activities on the statement of net assets.

- C.** Interfund loans receivable and payable at December 31, 2008 consisted of the following, as reported in the fund financial statements:

<u>Fund</u>	<u>Interfund Loans Receivable</u>	<u>Interfund Loans Payable</u>
Major Governmental Fund:		
General	\$ 520,000	\$ -
Major Enterprise Fund:		
Care facility	<u>-</u>	<u>520,000</u>
Total	<u>\$ 520,000</u>	<u>\$ 520,000</u>

Interfund loans are short-term loans between funds that are expected to be repaid in the subsequent year. Interfund loans are primarily used to cover costs in specific funds where revenues were not received by year-end. These interfund loans will be repaid once the anticipated revenues are received. Interfund loans (net) between governmental funds and enterprise funds are eliminated and reported as a component of the “internal balance” between governmental activities and business-type activities on the statement of net assets.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 5 - INTERFUNDS - (Continued)

D. Due from and to other funds at December 31, 2008 consisted of the following, as reported in the fund financial statements:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Governmental Funds:		
General	\$ 343,459	\$ 8,273
MR/DD	-	7,194
Public assistance	-	289,652
Motor vehicle license and registration	13,994	9,757
Nonmajor Governmental Funds	29,687	49,926
Major Enterprise Funds:		
Sewer	80,447	53,962
Water	9,211	4,087
Landfill	-	41,538
Care facility	-	12,409
Total	<u>\$ 476,798</u>	<u>\$ 476,798</u>

Amounts due from and to other funds represent amounts owed between funds for goods or services provided. The balances resulted from the time lag between the dates that payments between the funds are made. Amounts due from and to other funds within governmental funds, and amounts due from and to other funds within enterprise funds, are eliminated for reporting in the government-wide financial statements. Amounts due from and to other funds (net) between governmental funds and enterprise funds are eliminated and reported as a component of the "internal balance" between governmental activities and business-type activities on the statement of net assets.

NOTE 6 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. The last revaluation was completed in 2008. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2008 public utility property taxes became a lien December 31, 2007, are levied after October 1, 2008, and are collected in 2008 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 6 - PROPERTY TAXES - (Continued)

Tangible personal property tax revenues received in 2008 (other than public utility property) represent the collection of 2008 taxes. Tangible personal property taxes received in 2008 were levied after October 1, 2007, on the true value as of December 31, 2007. Tangible personal property tax is being phased out - the assessment percentage for property, including inventory, is 6.25% for 2008. This percentage will be reduced to zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

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

Accrued property taxes receivable represents real property, public utility property, and tangible personal property taxes which were measurable as of December 31, 2008, and for which there was an enforceable legal claim. In governmental funds, the entire receivable has been deferred since current taxes were not levied to finance 2008 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the accrual basis, delinquent real property taxes have been recorded as a receivable and revenue while the remainder of the receivable is deferred.

Ohio law prohibits taxation of property from all taxing authorities in excess of 10.00 mills of assessed value without a vote of the people. Presently, the County levies 2.30 mills of the 10.00 mill limit for the General fund, and no additional millage has been levied for general operations of the County. Voters have also authorized a 3.00 mill continuing levy for the MR/DD fund, which was replaced on May 6, 2003 for tax years 2003 and thereafter.

The assessed values of real property, public utility property, and tangible personal property upon which 2008 property tax receipts were based are as follows:

Real Property:

Agricultural	\$ 66,349,090
Residential	1,483,431,020
Commercial/industrial/mineral	413,524,950

Public Utility Property:

Real	8,620,170
Personal	65,070,590

Tangible Personal Property 102,189,720

Total assessed value \$ 2,139,185,540

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 7 - RECEIVABLES

Receivables at December 31, 2008 consisted of taxes, accounts (billings for user charged services), special assessments, loans, accrued interest, intergovernmental receivables arising from grants, entitlements and shared revenues. All intergovernmental receivables have been reported as “due from other governments” in the basic financial statements. Receivables have been recorded as described in Note 2.D. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current year guarantee of federal funds.

A summary of the principal items of receivables reported on the statement of net assets follows:

<u>Receivables:</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Real estate and other taxes	\$ 12,796,612	\$ -
Sales taxes	1,762,197	-
Accounts	271,666	2,447,241
Special assessments	3,756,017	137,861
Loans	148,818	-
Accrued interest	3,430	-
Due from other governments	5,637,592	-

Receivables have been disaggregated in the basic financial statements.

The most significant receivable, other than taxes, is due from other governments, which includes local government funds, local government revenue assistance, motor vehicle license registration fees, and gasoline excise tax.

The only receivables not expected to be collected within the subsequent year are the special assessments, which are collected over the life of the assessment. For governmental activities, \$1,739,679 is due within one year and \$2,016,338 is due in more than one year. For business-type activities, \$137,861 is due within one year and the amount due in more than one year is zero.

NOTE 8 - LOANS RECEIVABLE

The County, through the community development block grant program, makes low-interest or interest-free loans to small businesses in the County. The activity for these loans is accounted for primarily in the community development block grant special revenue fund, although one of the loans is reported in the general fund. The following is a summary of the changes in loans receivable during 2008.

Balance of loans receivable, December 31, 2007	\$ 190,747
Loans issued in 2008	-
Loan principal payments received in 2008	<u>(41,929)</u>
Loans receivable, December 31, 2008	<u>\$ 148,818</u>

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 9 - CAPITAL ASSETS

A. Governmental Activities

Capital asset activity for the year ended December 31, 2008 was as follows:

<u>Governmental activities:</u>	<u>Balance</u>			<u>Balance</u>
	<u>12/31/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/08</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 2,275,584	\$ 291,400	\$ -	\$ 2,566,984
<i>Total capital assets, not being depreciated</i>	<u>2,275,584</u>	<u>291,400</u>	<u>-</u>	<u>2,566,984</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	1,103,755	-	-	1,103,755
Buildings and improvements	40,860,922	17,091	-	40,878,013
Equipment and machinery	8,807,347	635,230	(598,907)	8,843,670
Vehicles	4,100,250	385,463	(623,144)	3,862,569
Infrastructure	46,519,703	1,596,190	-	48,115,893
<i>Total capital assets, being depreciated</i>	<u>101,391,977</u>	<u>2,633,974</u>	<u>(1,222,051)</u>	<u>102,803,900</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(332,767)	(52,580)	-	(385,347)
Buildings and improvements	(12,836,195)	(921,895)	-	(13,758,090)
Equipment and machinery	(4,728,835)	(614,740)	579,809	(4,763,766)
Vehicles	(2,482,382)	(378,111)	598,802	(2,261,691)
Infrastructure	(15,238,626)	(1,608,222)	-	(16,846,848)
<i>Total accumulated depreciation</i>	<u>(35,618,805)</u>	<u>(3,575,548)</u>	<u>1,178,611</u>	<u>(38,015,742)</u>
Total capital assets, being depreciated net	<u>65,773,172</u>	<u>(941,574)</u>	<u>(43,440)</u>	<u>64,788,158</u>
Governmental activities capital assets, net	<u>\$ 68,048,756</u>	<u>\$ (650,174)</u>	<u>\$ (43,440)</u>	<u>\$ 67,355,142</u>

Governmental activities depreciation expense was charged to the functions/programs of the primary government as follows:

Governmental activities:

Legislative and executive	\$ 417,209
Judicial	184,738
Public safety	317,562
Public works	1,930,895
Health	291,320
Human services	405,956
Economic development and assistance	11,712
Other	<u>16,156</u>
Total depreciation expense	<u>\$ 3,575,548</u>

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 9 - CAPITAL ASSETS - (Continued)

B. Business-Type Activities

Capital asset activity for the year ended December 31, 2008 was as follows:

	Restated Balance			Balance
<u>Business-type activities:</u>	<u>12/31/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/08</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 2,434,459	\$ 5,370	\$ -	\$ 2,439,829
Construction in progress	7,321,220	4,402,911	(6,329,314)	5,394,817
<i>Total capital assets, not being depreciated</i>	<u>9,755,679</u>	<u>4,408,281</u>	<u>(6,329,314)</u>	<u>7,834,646</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	7,570,396	-	-	7,570,396
Buildings and improvements	34,942,225	-	(323,880)	34,618,345
Equipment and machinery	8,397,303	343,557	(45,459)	8,695,401
Vehicles	1,405,007	86,598	(67,543)	1,424,062
Infrastructure	115,466,828	7,271,969	(18,226)	122,720,571
<i>Total capital assets, being depreciated</i>	<u>167,781,759</u>	<u>7,702,124</u>	<u>(455,108)</u>	<u>175,028,775</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(3,291,020)	(221,884)	-	(3,512,904)
Buildings and improvements	(14,315,849)	(702,310)	69,094	(14,949,065)
Equipment and machinery	(4,706,723)	(301,783)	26,899	(4,981,607)
Vehicles	(942,974)	(137,235)	29,179	(1,051,030)
Infrastructure	(33,392,267)	(2,757,917)	-	(36,150,184)
<i>Total accumulated depreciation</i>	<u>(56,648,833)</u>	<u>(4,121,129)</u>	<u>125,172</u>	<u>(60,644,790)</u>
Total capital assets, being depreciated net	<u>111,132,926</u>	<u>3,580,995</u>	<u>(329,936)</u>	<u>114,383,985</u>
Business-type activities capital assets, net	<u>\$ 120,888,605</u>	<u>\$ 7,989,276</u>	<u>\$ (6,659,250)</u>	<u>\$ 122,218,631</u>

Business-type activities depreciation expense was reported in the enterprise funds as follows:

Business-type activities:

Sewer	\$ 2,224,259
Water	1,510,444
Landfill	281,415
Care facility	<u>105,011</u>
Total depreciation expense	<u>\$ 4,121,129</u>

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 10 - CAPITAL LEASE - LESSEE DISCLOSURE

During 2008 and in prior years, the County entered into lease agreements for the acquisition of equipment and machinery in the general, public assistance, certificate of title administration, and adult probation funds of governmental activities, and in the landfill and care facility funds of business-type activities. These lease agreements meet the criteria of a capital lease as defined by FASB Statement No. 13, “Accounting for Leases”, which defines a capital lease generally as one which transfers the benefits and risks of ownership to the lessee. On modified accrual GAAP-basis, capital lease payments have been reclassified as debt service expenditures and are reported as principal retirement and interest and fiscal charges. On full accrual GAAP-basis, the principal retirement component of these debt service expenditures is eliminated and used to reduce the liability for the capital lease obligation.

Governmental capital assets consisting of equipment and machinery have been capitalized in governmental activities in the amount of \$260,438. This amount represents the present value of the minimum lease payments at the time of the lease inception. A corresponding liability has been reported in governmental activities. During 2008, principal and interest payments totaled \$58,236 and \$9,489, respectively, in the governmental funds.

Proprietary capital assets consisting of equipment and machinery have been capitalized in the landfill fund and care facility fund, and in business-type activities, in the amounts of \$1,082,607 and \$11,108, respectively. These amounts represent the present value of the minimum lease payments at the time of the lease inceptions. A corresponding liability has been reported in the landfill fund and care facility fund, and in business-type activities. During fiscal 2008, principal and interest payments totaled \$75,199 and \$9,097, respectively, in the landfill fund, and \$2,028 and \$372, respectively, in the care facility fund.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2008:

<u>Year Ended</u> <u>December 31,</u>	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
2009	\$ 68,381	\$ 86,696	\$ 155,077
2010	47,350	86,696	134,046
2011	37,069	2,000	39,069
2012	17,698	-	17,698
2013	<u>3,324</u>	<u>-</u>	<u>3,324</u>
Total	173,822	175,392	349,214
Less: amount representing interest	<u>(12,999)</u>	<u>(9,799)</u>	<u>(22,798)</u>
Present value of minimum lease payments	<u>\$ 160,823</u>	<u>\$ 165,593</u>	<u>\$ 326,416</u>

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 11 - LONG-TERM OBLIGATIONS

A. Governmental Activities

Long-term obligation activity for the year ended December 31, 2008 was as follows:

Governmental Activities:	<u>Maturity</u>	<u>Interest</u>	<u>Balance</u>			<u>Balance</u>	<u>Amount Due</u>
	<u>Date</u>	<u>Rate</u>	<u>12/31/07</u>	<u>Increases</u>	<u>Decreases</u>	<u>12/31/08</u>	<u>In 1 Year</u>
General Obligation Bonds							
1987 Human Services Building	2012	7.375%	\$ 300,000	\$ -	\$ (60,000)	\$ 240,000	\$ 60,000
1998 Various Purpose Improvements	2019	3.05-4.75%	4,450,000	-	(330,000)	4,120,000	345,000
2002 Juvenile Detention Facility	2022	2-5.375%	1,460,000	-	(75,000)	1,385,000	75,000
2004 Refunding	2014	2-3.75%	405,000	-	(55,000)	350,000	55,000
2007 Equipment Acquisition-Auditor	2012	4%	270,000	-	(49,849)	220,151	51,843
2007 Public Infrastructure Improvements 1	2020	4-5%	7,200,000	-	(425,000)	6,775,000	450,000
2007 Public Infrastructure Improvements 2	2031	4-4.5%	2,585,000	-	(65,000)	2,520,000	70,000
2007 Courthouse Improvements	2017	4-5%	1,000,000	-	(85,000)	915,000	85,000
2007 Building Construction	2027	4-5%	690,000	-	(25,000)	665,000	25,000
2007 Jail Improvements	2012	4%	795,000	-	(150,000)	645,000	155,000
2007 Capital Appreciation Bonds 1	2012	15%	43,580	-	-	43,580	-
2007 Accreted Interest 1	2012	15%	87	6,796	-	6,883	-
2007 Capital Appreciation Bonds 2	2013	15%	10,475	-	-	10,475	-
2007 Accreted Interest 2	2013	15%	21	1,634	-	1,655	-
2008 Equipment Acquisition-Recorder	2013	1.7-3.15%	-	100,000	-	100,000	20,000
Total General Obligation Bonds			<u>19,209,163</u>	<u>108,430</u>	<u>(1,319,849)</u>	<u>17,997,744</u>	<u>1,391,843</u>
Special Assessment Bonds							
1991 East Erie Cleveland Road	2011	6.55%	12,000	-	(2,500)	9,500	3,000
1995 Glidden/Riverport	2015	5.7%	325,000	-	(35,000)	290,000	35,000
1996 Parker Road	2016	5.9%	175,000	-	(15,000)	160,000	15,000
1996 Joppa Road	2016	6.375%	39,000	-	(3,000)	36,000	3,000
1997 Various Purpose Improvements	2017	4.87-5%	56,000	-	(4,000)	52,000	5,000
1998 Various Purpose Improvements	2019	3.05-4.75%	140,000	-	(10,000)	130,000	10,000
2003 Country Club Lane Curbs	2013	3.75%	30,904	-	(4,688)	26,216	4,864
2006 Behnke Ditch SA	2014	4%	49,547	-	(6,273)	43,274	6,274
Total Special Assessment Bonds			<u>827,451</u>	<u>-</u>	<u>(80,461)</u>	<u>746,990</u>	<u>82,138</u>
Other Long-Term Obligations							
Capital Lease Obligation			215,195	3,864	(58,236)	160,823	61,742
Compensated Absences			<u>2,800,733</u>	<u>864,218</u>	<u>(754,710)</u>	<u>2,910,241</u>	<u>801,882</u>
Total Other Long-Term Obligations			<u>3,015,928</u>	<u>868,082</u>	<u>(812,946)</u>	<u>3,071,064</u>	<u>863,624</u>
Total Governmental Activities Long-Term Obligations			<u>\$ 23,052,542</u>	<u>\$ 976,512</u>	<u>\$ (2,213,256)</u>	21,815,798	<u>\$ 2,337,605</u>
Add: Unamortized premiums on bonds						330,314	
Total Governmental Activities Long-Term Obligations reported on the Statement of Net Assets						<u>\$ 22,146,112</u>	

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

General Obligation Bonds - The general obligation bonds were issued in order to provide the financial resources for various construction, improvement and renovation projects on buildings of the County, and for other capital projects of the County. The bonds were issued in various years from 1987 to 2008, mature in various years from 2012 to 2031, and carry interest rates ranging from 1.7% to 15.0%. The bonds are supported by the full faith and credit of the County, and are being retired through rental charges and other operating revenues of the County.

On September 26, 2007, the County issued general obligation bonds in order to retire the outstanding bond anticipation notes and to provide the financial resources for the acquisition of equipment. The issuance is comprised of both current interest bonds, par value \$12,540,000, and capital appreciation bonds, par value \$54,055. The interest rates on the current interest bonds range from 4.0% to 5.0%. The capital appreciation bonds mature on October 1, 2012 and October 1, 2013 (interest rate of 15.0%) at a redemption price equal to 100% of the principal plus accreted interest to the redemption date. The present value (as of the issuance date) reported on the statement of net assets at December 31, 2008 is \$54,055. Total accreted interest of \$8,538 has also been included on the statement of net assets.

Special Assessment Bonds - The special assessment bonds were issued in order to provide the financial resources for special assessment projects of the County. The bonds were issued in various years from 1991 to 2006, mature in various years from 2011 to 2019, and carry interest rates ranging from 3.05% to 6.55%. The bonds are supported by the full faith and credit of the County, and are being retired from the proceeds of special assessment levies against the property owners who are primarily benefited from the special assessment projects. In the event that the property owners fail to make these payments, the County is responsible for providing the resources to meet annual debt service payments.

Capital Lease Obligation - The capital lease obligation represents leases entered into by the County in order to provide the financial resources for the acquisition of capital assets. The debt service payments on the capital lease obligations are paid out of the fund that maintains custody of the related capital asset. See Note 10 for further information.

Compensated Absences - Compensated absence obligations represent severance and vacation liabilities owed to employees of the County. These obligations will be paid out of the fund from which the employee is paid, which is primarily the general fund.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

The following are summaries of the County's future annual debt service principal and interest requirements for governmental activities long-term obligations:

Year Ended	General Obligation Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2009	\$ 1,391,843	\$ 775,731	\$ 2,167,574	\$ -	\$ -	\$ -
2010	1,433,917	721,664	2,155,581	-	-	-
2011	1,486,074	664,769	2,150,843	-	-	-
2012	1,448,317	605,381	2,053,698	43,580	46,420	90,000
2013	1,270,000	546,655	1,816,655	10,475	14,525	25,000
2014 - 2018	6,460,000	1,901,222	8,361,222	-	-	-
2019 - 2023	3,055,000	576,034	3,631,034	-	-	-
2024 - 2028	890,000	228,501	1,118,501	-	-	-
2029 - 2031	500,000	45,675	545,675	-	-	-
Total	<u>\$ 17,935,151</u>	<u>\$ 6,065,632</u>	<u>\$ 24,000,783</u>	<u>\$ 54,055</u>	<u>\$ 60,945</u>	<u>\$ 115,000</u>

Year Ended	Special Assessment Bonds		
	Principal	Interest	Total
2009	\$ 82,138	\$ 38,573	\$ 120,711
2010	84,047	34,450	118,497
2011	94,736	30,242	124,978
2012	91,432	25,401	116,833
2013	104,636	20,763	125,399
2014 - 2018	290,001	33,034	323,035
Total	<u>\$ 746,990</u>	<u>\$ 182,463</u>	<u>\$ 929,453</u>

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

B. Business-Type Activities

Long-term obligation activity for the year ended December 31, 2008 was as follows:

Business-Type Activities:	Maturity Date	Interest Rate	Balance 12/31/07	Increases	Decreases	Balance 12/31/08	Amount Due In 1 Year
General Obligation Bonds							
<u>Sewer Fund</u>							
1992 Marshall Avenue Pump Station	2012	6.05%	\$ 200,000	\$ -	\$ (35,000)	\$ 165,000	\$ 35,000
1996 Cleveland Road East Trunk	2016	5.9%	295,000	-	(25,000)	270,000	25,000
1999 Rye Beach Trunk Line	2019	3.85-5.625%	205,000	-	(100,000)	105,000	105,000
1999 Cleveland Road Main Extension	2019	3.85-5.625%	50,000	-	(25,000)	25,000	25,000
2000 Ruggles - Mitiwanga Rehabilitation	2020	4.3-5.5%	35,000	-	(5,000)	30,000	10,000
2001 Route 6 / Mitiwanga West	2021	3-5.5%	145,000	-	(35,000)	110,000	35,000
2001 Columbus Park Subdivision	2021	3-5.5%	80,000	-	(20,000)	60,000	20,000
2002 Perkins Township Rehabilitation	2022	2-5.375%	560,000	-	(30,000)	530,000	30,000
2004 Refunding	2014	2-3.75%	1,920,000	-	(255,000)	1,665,000	250,000
2007 Refunding Of Series 1999 Bonds	2019	4-5%	1,715,259	-	(6,793)	1,708,466	6,793
2007 Refunding Of Series 2000 Bonds	2020	4-5%	100,992	-	(515)	100,477	515
2007 Refunding Of Series 2001 Bonds	2021	4-5%	731,466	-	(2,402)	729,064	3,202
2007 Capital Appreciation Bonds	2012	15%	39,703	-	-	39,703	-
2007 Accreted Interest	2012	15%	80	6,191	-	6,271	-
<u>Water Fund</u>							
1993 Route 4	2015	5.7%	190,000	-	(20,000)	170,000	20,000
1995 Billings Road Elevated Tank	2016	5.9%	330,000	-	(30,000)	300,000	30,000
1997 Various Purpose Improvements	2017	4.875-5%	299,000	-	(21,000)	278,000	25,000
1997 Various Purpose Improvements	2019	3.05-4.6%	375,000	-	(25,000)	350,000	30,000
1999 State Route 101	2019	3.85-5.625%	50,000	-	(25,000)	25,000	25,000
1999 U.S. Route 250 Relocation	2019	3.85-5.625%	70,000	-	(35,000)	35,000	35,000
2000 Columbus / Oakland / U.S. Route 250	2020	4.3-5.5%	210,000	-	(45,000)	165,000	50,000
2000 State Route 4 Improvements	2020	4.3-5.5%	90,000	-	(20,000)	70,000	20,000
2001 South Columbus / Taylor Road	2021	3-5.5%	155,000	-	(40,000)	115,000	35,000
2001 Mason Road / Taylor Road	2021	3-5.5%	60,000	-	(15,000)	45,000	15,000
2001 Marshall Avenue Improvements	2021	3-5.5%	80,000	-	(20,000)	60,000	20,000
2001 Maple Avenue / Bardwell	2021	3-5.5%	90,000	-	(20,000)	70,000	20,000
2004 Refunding	2016	2-3.75%	1,885,000	-	(205,000)	1,680,000	210,000
2007 Refunding Of Series 1999 Bonds	2019	4-5%	809,741	-	(3,207)	806,534	3,207
2007 Refunding Of Series 2000 Bonds	2020	4-5%	953,817	-	(4,866)	948,951	4,866
2007 Refunding Of Series 2001 Bonds	2021	4-5%	1,256,618	-	(4,019)	1,252,599	5,359
2007 Capital Appreciation Bonds	2012	15%	49,340	-	-	49,340	-
2007 Accreted Interest	2012	15%	99	7,695	-	7,794	-
<u>Landfill Fund</u>							
2000 Garbage and Refuse District	2020	4.3-5.5%	595,000	-	(130,000)	465,000	145,000
2001 Garbage and Refuse District	2021	3-5.5%	560,000	-	(140,000)	420,000	135,000
2004 Garbage and Refuse Improvements	2024	3-5.5%	10,480,000	-	(430,000)	10,050,000	440,000
2007 Landfill Improvement	2027	4-5%	4,970,000	-	(165,000)	4,805,000	175,000
2007 Refunding Of Series 2000 Bonds	2020	4-5%	1,885,191	-	(9,618)	1,875,573	9,618
2007 Refunding Of Series 2001 Bonds	2021	4-5%	1,879,267	-	(6,010)	1,873,257	8,014
2007 Capital Appreciation Bonds	2012	15%	111,908	-	-	111,908	-
2007 Accreted Interest	2012	15%	223	17,453	-	17,676	-
Total General Obligation Bonds			33,512,704	31,339	(1,953,430)	31,590,613	2,006,574
Special Assessment Bonds							
<u>Sewer Fund</u>							
2001 Chappel Creek	2021	3-5.5%	240,000	-	(60,000)	180,000	60,000
2007 Chappel Creek	2021	4-5%	822,649	-	(2,569)	820,080	3,425
Total Special Assessment Bonds			1,062,649	-	(62,569)	1,000,080	63,425

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

Business-Type Activities:	Maturity Date	Interest Rate	Balance 12/31/07	Increases	Decreases	Balance 12/31/08	Amount Due In 1 Year
Ohio Water Development Authority Loans							
<u>Sewer Fund</u>							
1985 Sawmill	2015	6.91%	\$ 3,426,389	\$ -	\$ (364,441)	\$ 3,061,948	\$ 389,623
2003 Route 250 Expansion	2009	5.65%	461,779	107,057	-	568,836	-
2003 Rehabilitation Hinde / Maple	2033	4.34%	872,488	-	(19,246)	853,242	20,090
2003 State Route 4 Extension	2033	4.28%	2,955,796	-	(65,761)	2,890,035	68,606
2004 A Street Rehabilitation	2035	4.16%	1,416,096	-	(28,308)	1,387,788	29,497
2005 Rehabilitation	2036	4.1%	1,098,368	-	(25,197)	1,073,171	25,197
2005 Huron Basin WWTP Improvements	2021	4%	265,711	-	(15,186)	250,525	15,799
2005 Pump Station Elimination	2036	3.99%	367,437	-	(7,108)	360,329	7,394
2005 Extension	2037	4%	3,594,720	-	(74,294)	3,520,426	74,294
2006 Pump Station Improvements	2031	3.79%	1,306,912	-	(42,300)	1,264,612	42,300
2006 Huron Basin Improvements	2037	3.99%	6,264,587	253,936	(133,354)	6,385,169	133,354
2006 Sulpher Brook Rehab PhaseI	2037	4.09%	979,175	267,123	(26,247)	1,220,051	26,247
2007 Sandusky WWTP PhaseII Design	2013	4.62%	109,892	332,148	-	442,040	-
2007 Sandusky WWTP Improvement PhaseI	2037	3.62%	8,924,199	-	(178,094)	8,746,105	184,599
2008 Sulpher Brook To Kob Ditch Diversion Sewer	2040	4.28%	-	2,072,684	-	2,072,684	-
2008 Sandusky WWTP Improvements	2041	4.27%	-	490,005	-	490,005	-
2008 SR 60 Sanitary Sewer Relocation	2039	4.79%	-	400	-	400	-
<u>Water Fund</u>							
1996 Route 250 Construction	2016	6.91%	1,213,406	-	(118,655)	1,094,751	126,854
2002 System Expansion	2033	4.74%	5,150,471	-	(107,298)	5,043,173	112,445
2003 System Expansion	2034	4.65%	4,956,677	-	(101,196)	4,855,481	105,956
2003 Booster Station	2034	4.7%	699,325	-	(14,173)	685,152	14,847
2003 Main Extensions Contract 3	2034	4.34%	3,643,815	-	(75,408)	3,568,407	78,716
2003 District B Contract 4	2036	4.28%	3,393,685	-	(64,581)	3,329,104	67,374
2004 Treatment Feasibility Study	2009	5.16%	289,576	10,428	(200,000)	100,004	100,004
2004 Elevated Storage Tanks	2036	4.56%	3,057,672	-	(59,713)	2,997,959	59,713
2004 SCADA System	2016	4.56%	486,250	-	(60,532)	425,718	60,532
2005 Perkins Avenue Main Loop	2026	3.99%	429,051	-	(16,055)	412,996	16,702
2005 Berlin Heights Booster Station	2021	3.75%	315,625	-	(18,343)	297,282	19,038
2006 SR60 & Chappel Creek Water Tanks	2012	5.09%	109,969	29,160	(7,526)	131,603	7,526
2006 Water Booster Station Design	2012	5.09%	159,518	31,375	(10,035)	180,858	10,035
2006 Water Improvements	2012	5.09%	225,849	5,064	(230,913)	-	-
2008 Water System Expansion	2040	4.11%	-	1,834,421	-	1,834,421	-
2008 Waterline Replacement Design	2014	5.27%	-	560	-	560	-
2008 Design/Plum Brook EQ Tank & Pump Station	2014	5.27%	-	870	-	870	-
2008 SR 60 Water Distribution Improvements	2039	4.79%	-	797	-	797	-
Total Ohio Water Development Authority Loans			56,174,438	5,436,028	(2,063,964)	59,546,502	1,796,742
Ohio Public Works Commission Loans							
<u>Sewer Fund</u>							
1996 Cleveland Road Pump Station	2016	-	31,410	-	(3,695)	27,715	3,695
1997 Stoney Ridge Pump Station	2018	-	45,601	-	(4,560)	41,041	4,560
2000 Ruggles / Mitiwanga Project	2011	-	55,651	-	(15,901)	39,750	15,900
2001 Columbus Park Subdivision	2009	-	57,598	-	(16,456)	41,142	16,456
2003 Perkins Rehabilitation	2011	-	69,193	-	(51,808)	17,385	4,346
2005 Hull Road Fitzgerald Subdivision	2015	-	25,903	73,358	(12,408)	86,853	12,408
<u>Water Fund</u>							
2002 Columbus Avenue / Taylor Road	2012	-	78,253	-	(17,390)	60,863	17,390
Total Ohio Public Works Commission Loans			363,609	73,358	(122,218)	314,749	74,755
Other Long-Term Obligations							
Capital Lease Obligation			242,820	-	(77,227)	165,593	80,249
Landfill Closure and Postclosure Care Liability			12,605,946	1,092,626	-	13,698,572	-
Compensated Absences			583,306	163,526	(151,674)	595,158	153,628
Total Other Long-Term Obligations			13,432,072	1,256,152	(228,901)	14,459,323	233,877
Total Business-Type Activities Long-Term Obligations			\$ 104,545,472	\$ 6,796,877	\$ (4,431,082)	106,911,267	\$ 4,175,373
Add: Unamortized premium on bonds						767,010	
Less: Deferred loss on advance refunding of bonds						(338,015)	
Total Business-Type Activities Long-Term Obligations Reported on the Statement of Net Assets						\$ 107,340,262	

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

General Obligation Bonds - The general obligation bonds were issued in order to provide the financial resources for various sewer, water, landfill, and care facility projects of the County. The bonds were issued in various years from 1992 to 2007, mature in various years from 2012 to 2027, and carry interest rates ranging from 2.0% to 15.0%. Each series of bonds is reported in and retired from the enterprise fund to which it relates. The bonds are secured by the County's ability to levy a voted or unvoted property tax within the limitations of Ohio law. Self-supporting bonds are secured by an unvoted property tax levy (special assessments), however, each bond indenture provides for debt service payments to be paid from user charges. The self-supporting bonds also carry the County's full faith and credit as commitment for repayment.

In prior years, the County defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. The liability for the defeased bonds is not included in the basic financial statements, and neither are the assets of the trust accounts.

During 2004, the County issued general obligation bonds to refund the 1993 general obligation refunding bonds. The principal amount outstanding on the refunded bonds was \$5,935,000, and the average interest rate was 4.862%. These refunded bonds are considered defeased (in-substance) and, accordingly, have been removed from the basic financial statements.

The general obligation refunding bonds are comprised of current interest bonds, par value \$5,680,000. The proceeds of this bond issuance were used to purchase securities which were placed in an irrevocable trust in order to provide financial resources for all future debt service payments on the refunded bonds. The refunding bonds carry interest rates ranging from 2.0% to 3.75%, and pay interest semi-annually on June 1 and December 1 of each year. The final maturity date of the refunding bonds is December 1, 2016. This refunding was undertaken in order to reduce the total debt service payments over the next 12 years by \$415,000, and resulted in an economic gain of \$395,000. The refunding bonds are a general obligation of the County for which the full faith and credit of the County is pledged for repayment.

On September 26, 2007, the County issued general obligation bonds in order to advance refund portions of the outstanding general obligation bonds and to retire the outstanding bond anticipation notes. The issuance is comprised of both current interest bonds, par value \$15,125,000, and capital appreciation bonds, par value \$200,951. The interest rates on the current interest bonds range from 4.0% to 5.0%. The capital appreciation bonds mature on October 1, 2012 and October 1, 2013 (interest rate of 15.0%) at a redemption price equal to 100% of the principal plus accreted interest to the redemption date. The present value (as of the issuance date) reported on the statement of net assets at December 31, 2008 is \$200,951. Total accreted interest of \$31,741 has also been included on the statement of net assets.

The general obligation bonds which have been advance refunded were originally scheduled to mature on and from December 1, 2010 through and including December 1, 2021. Proceeds of the issuance were used to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the advance refunded debt. This advance refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net assets. This advance refunding was undertaken in order to reduce total debt service payments over the next 14 years by \$787,425, and resulted in an economic gain of \$591,203.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

Special Assessment Bonds - The special assessment bonds were issued in order to provide the financial resources for special assessment projects of the County. The bonds were issued during 2001 and 2007, mature in 2021, and carry interest rates ranging from 3.0% to 5.5%. The bonds are supported by the full faith and credit of the County, and are being retired from the proceeds of special assessment levies against the property owners who are primarily benefited from the special assessment projects. In the event that property owners fail to make these payments, the County is responsible for providing the resources to meet annual debt service payments.

OWDA Loans - The OWDA loans were entered into by the County in order to provide the financial resources for various sewer and water projects of the County. The loans were entered into in various years from 1985 to 2008, mature in various years from 2009 to 2041, and carry interest rates ranging from 3.62% to 6.91%. These loans function similar to a line-of-credit agreement. The semi-annual debt service payments due to the OWDA are payable from sewer and water revenues. As of December 31, 2008, some of the amortization schedules for these loans are not available because monies related to the sewer and water projects are still being disbursed and the loans are not finalized.

OPWC Loans - The OPWC loans were entered into by the County in order to provide the financial resources for various sewer and water projects of the County. The loans were entered into in various years from 1996 to 2005, mature in various years from 2009 to 2018, and are interest-free. The semi-annual principal payments due to the OPWC are payable from sewer and water revenues.

Capital Lease Obligation - Capital lease obligations represent leases entered into by the County in order to provide the financial resources for the acquisition of capital assets. The debt service payments on the capital lease obligations are paid out of the fund that maintains custody of the related capital asset. See Note 10 for further information.

Compensated Absences - Compensated absence obligations represent severance and vacation liabilities owed to employees of the County. These obligations will be paid out of the fund from which the employee is paid.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

The following is a summary of the County's future annual debt service principal and interest requirements for business-type activities long-term obligations:

Year Ended	General Obligation Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2009	\$ 2,006,574	\$ 1,907,942	\$ 3,914,516	\$ -	\$ -	\$ -
2010	2,076,574	1,688,654	3,765,228	-	-	-
2011	2,171,574	1,603,416	3,774,990	-	-	-
2012	1,857,259	1,149,486	3,006,745	200,951	214,049	415,000
2013	2,308,788	1,073,817	3,382,605	-	-	-
2014 - 2018	10,806,426	3,943,231	14,749,657	-	-	-
2019 - 2023	7,875,726	1,544,270	9,419,996	-	-	-
2024 - 2027	2,255,000	199,188	2,454,188	-	-	-
Total	\$ 31,357,921	\$ 13,110,004	\$ 44,467,925	\$ 200,951	\$ 214,049	\$ 415,000

Year Ended	Special Assessment Bonds			OPWC Loans		
	Principal	Interest	Total	Principal	Interest	Total
2009	\$ 63,425	\$ 83,172	\$ 146,597	\$ 74,755	\$ -	\$ 74,755
2010	63,425	80,815	144,240	74,755	-	74,755
2011	63,425	78,398	141,823	58,578	-	58,578
2012	47,743	34,276	82,019	33,704	-	33,704
2013	70,212	33,145	103,357	20,663	-	20,663
2014 - 2018	407,575	119,901	527,476	52,294	-	52,294
2019 - 2021	284,275	23,957	308,232	-	-	-
Total	\$ 1,000,080	\$ 453,664	\$ 1,453,744	\$ 314,749	\$ -	\$ 314,749

Amortization schedules for the OWDA Loans are not presented because several of the loans were not finalized as of December 31, 2008.

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

The assessed valuation used in determining the County's legal debt margins has been modified by House Bill 530, which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the County's legal debt margin calculations excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations.

The effects of these debt limitations at December 31, 2008 are a legal voted debt margin of \$31,086,620 (including available funds of \$1,277,695) and a legal unvoted debt margin of \$3,007,741.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 12 - NOTES PAYABLE

Bond Anticipation Notes - The bond anticipation notes were issued in order to provide the financial resources for infrastructure capital projects of the County. The notes were issued in 2008, mature in 2009, and carry interest rates ranging from 3.0% to 3.125%. The notes are reported as a liability of the Tax Incremental Financing (TIF) Projects fund (a nonmajor governmental fund) in the fund financial statements, and are reported as a liability of the Governmental Activities in the government-wide financial statements. The notes are supported by the full faith and credit of the County, and will be retired with the proceeds of the bonds or bond anticipation notes issued during 2009, and with cash and operating revenues of the County.

The activity for the bond anticipation notes payable for the year ended December 31, 2008 was as follows:

<u>Governmental Activities:</u>	<u>Maturity</u>	<u>Interest</u>	<u>Balance</u>			<u>Balance</u>	<u>Amount Due</u>
	<u>Date</u>	<u>Rate</u>	<u>12/31/07</u>	<u>Increases</u>	<u>Decreases</u>	<u>12/31/08</u>	<u>In 1 Year</u>
<u>Bond Anticipation Notes</u>							
2008 Infrastructure Improvement-NOMS	2009	3%	\$ -	\$ 2,000,000	\$ -	\$ 2,000,000	\$ 2,000,000
2008 Infrastructure Improvement-Lakecrest	2009	3.125%	-	<u>1,600,000</u>	-	<u>1,600,000</u>	<u>1,600,000</u>
Total Bond Anticipation Notes			<u>-</u>	<u>3,600,000</u>	<u>-</u>	<u>3,600,000</u>	<u>3,600,000</u>
Total Governmental Activities Notes Payable			<u>\$ -</u>	<u>\$ 3,600,000</u>	<u>\$ -</u>	<u>\$ 3,600,000</u>	<u>\$ 3,600,000</u>

NOTE 13 - RISK MANAGEMENT

A. General Insurance

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The County Risk Sharing Authority (CORSA) is a public entity risk sharing pool among 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 coverages provided by CORSA. These coverages include comprehensive general liability, automobile liability, certain property insurance and public officials errors and omissions liability insurance.

Each member county has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member counties are eligible to serve on the board. No county may have more than one representative on the board at any one 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 does not have an equity interest in CORSA. The County's payment for insurance to CORSA in 2008 was \$460,138.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 13 - RISK MANAGEMENT - (Continued)

With the exceptions of employee group health, dental, and vision insurances, and workers' compensation, all insurance is held with CORSA. There has been no significant reduction in coverage from 2007, and settled claims have not exceeded limits of coverage in the past three years. The County pays all elected officials' bonds in accordance with statute.

B. Health Care Insurance

The County has established an internal service fund to account for and finance its self-funded employee health care benefits program. Under this program, the fund provides up to a maximum of \$200,000 for each claim. The fund purchases policies from commercial insurance carriers for claims in excess of the \$200,000.

The liability for claims payable is based on the requirements of GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Claims payable at December 31, 2008 are estimated by the third party administrator at \$791,797.

Changes in the liability for claims payable for the current and prior years were:

	<u>Beginning Balance</u>	<u>Claims and Changes in Claims Estimates</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
2008	\$ 801,603	\$ 5,489,465	\$ (5,499,271)	\$ 791,797
2007	1,053,916	7,127,143	(7,379,456)	801,603

C. Insurance Purchasing Pool

The County participates in the Retrospective Rating Program (the "Program") with the Bureau of Workers' Compensation (BWC). Participation in the Program means that the County has agreed to pay for all medical costs associated with BWC claims, and in exchange receives a significant reduction in BWC premiums. In essence, the County is "self-insured" for the medical and indemnity costs of BWC claims, while still maintaining the BWC's protection against any claims costs in excess of \$200,000 per claim, retaining the BWC's administrative services, and receiving full claims coverage for any claims that occurred prior to participation in the Program. The County began participation in the Program in 2007.

Although the BWC is charging the County a lower premium rate for each policy year that the County participates in the Program, the County has continued to collect the amount of the full premium rate (as if the County was not enrolled in the Program) from all County departments in order to create reserves to fund the medical and indemnity costs incurred by BWC claims.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 14 - OTHER EMPLOYEE BENEFITS

Compensated Absences

County employees earn vacation leave at varying rates ranging from two to five weeks per employee per year. Ohio law requires that vacation not be accumulated for more than three years. Generally, all vacation time is to be taken in the year available unless administrative written approval to carry over is obtained. Employees with a minimum of one year of service become vested in accumulated unpaid vacation time. Unused vacation is payable upon termination of employment. Unused sick time may be accumulated until retirement. Upon retirement, employees with a minimum of 15 years of service and 40 years of age are paid 25 percent of accumulated sick time to a maximum of 960 hours. In general, employees are eligible to be paid for unused compensation time upon termination of employment. All sick, vacation and compensation payments are made at employees' current wage rates. As of December 31, 2008, the total liability of the primary government for compensated absences was \$3,505,399. Of that amount, \$2,910,241 was reported as a liability of the governmental activities, and \$595,158 was reported as a liability of the business-type activities.

NOTE 15 - PENSION PLANS

A. Ohio Public Employees Retirement System

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

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2008, member and contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2008 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 10.10%.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 15 - PENSION PLANS - (Continued)

The County's contribution rate for 2008 was 14.00%, except for those plan members in law enforcement or public safety, for whom the County's contribution was 17.40% of covered payroll. For 2008, a portion equal to 7.00% of covered payroll was allocated to fund the post-employment health care plan.

The County's contribution rate for pension benefits for 2008 was 7.00%, except for those plan members in law enforcement and public safety. For those classifications, the County's pension contributions were 10.40% of covered payroll. The County's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2008, 2007, and 2006, were \$2,247,659, \$2,574,413, and \$2,744,955, respectively; 87.91% has been contributed for 2008, and 100% has been contributed for 2007 and 2006. The unpaid contribution to fund pension obligations for 2008, in the amount of \$271,783, is reported as a liability as of December 31, 2008.

B. State Teachers Retirement System

Plan Description - Certified teachers, employed by the school for Mental Retardation and Developmental Disabilities, participate in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio Web site at www.strsoh.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on 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 10.50% 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.

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 15 - PENSION PLANS - (Continued)

Funding Policy - For fiscal year 2008, plan members were required to contribute 10.00% of their annual covered salaries. The County was required to contribute 14.00%; 13.00% was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The County's required contributions for pension obligations to STRS Ohio for the years ended December 31, 2008, 2007, and 2006, were \$14,658, \$24,583, and \$30,500, respectively; 100% has been contributed for 2008, 2007, and 2006. There is no unpaid contribution to fund pension obligations for 2008, and there is no liability reported as of December 31, 2008.

NOTE 16 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

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

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

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

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

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2008, local government employers contributed 14.00% of covered payroll (17.40% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The amount of the employer contributions which was allocated to fund post-employment healthcare for 2008 was 7.00% of covered payroll.

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

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 16 - POSTRETIREMENT BENEFIT PLANS - (Continued)

The County's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2008, 2007, and 2006, were \$2,177,580, \$1,652,095, and \$1,311,958, respectively; 87.52% has been contributed for 2008, and 100% has been contributed for 2007 and 2006. The unpaid contribution to fund pension obligations for 2008, in the amount of \$271,783, is reported as a liability as of December 31, 2008.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

B. State Teachers Retirement System

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

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2008, STRS Ohio allocated employer contributions equal to 1.00% of covered payroll to the Health Care Stabilization Fund. The County's contributions for health care for the years ended December 31, 2008, 2007, and 2006, were \$1,128, \$1,891, and \$2,346, respectively; 100% has been contributed for 2008, 2007, and 2006. There is no unpaid contribution to fund pension obligations for 2008, and there is no liability reported as of December 31, 2008.

NOTE 17 - 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 and disbursements.

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

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

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

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as payables (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund and major special revenue funds are as follows:

	<u>Net Change in Fund Balances</u>			
	<u>General</u>	<u>MR/DD</u>	<u>Public Assistance</u>	<u>Motor Vehicle License & Registration</u>
Budget basis	\$ (2,536,243)	\$ 722,496	\$ 314,212	\$ 152,295
Net adjustment for revenue accruals	250,856	179,707	(701,231)	(32,382)
Net adjustment for expenditure accruals	(597,818)	(76,704)	71,719	54,410
Net adjustment for other financing sources/(uses)	1,031,102	(1,570)	(1,489)	(28,914)
Encumbrances (budget basis)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
GAAP Basis	<u>\$ (1,852,103)</u>	<u>\$ 823,929</u>	<u>\$ (316,789)</u>	<u>\$ 145,409</u>

NOTE 18 - INVESTMENT POOL

The County serves as fiscal agent for the Erie County Metro Parks District, a legally separate entity. The County pools the monies of this entity with the County's for investment purposes. The County cannot allocate its investments between the internal and external investment pools. The investment pool is not registered with the SEC as an investment company. The fair value of investments is determined annually. The pool does not issue shares. Each participant is allocated a pro rata share of each investment at fair value along with a pro rate share of interest that it earns.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 18 - INVESTMENT POOL - (Continued)

Condensed financial information for the investment pool is as follows:

**Statement of Net Assets
December 31, 2008**

<u>Assets</u>	
Equity in pooled cash and cash equivalents	\$ 51,234,125
Accrued interest receivable	<u>3,430</u>
Total	<u>\$ 51,237,555</u>
<u>Net Assets Held in Trust for Pool Participants</u>	
Internal portion	\$ 51,237,555
External portion	<u>-</u>
Total	<u>\$ 51,237,555</u>

**Statement of Changes in Net Assets
For The Year Ended December 31, 2008**

<u>Revenues</u>	
Interest revenue	\$ 2,623,715
<u>Expenses</u>	
Operating expenses	<u>-</u>
Net increase in assets resulting from operations	2,623,715
Distribution to pool participants	(2,628,388)
<u>Capital Transactions</u>	
Proceeds of investments sold	(48,877,524)
Purchase of investments	<u>51,234,125</u>
Total increase in net assets	2,351,928
Net assets, beginning of year	<u>48,885,627</u>
Net assets, end of year	<u>\$ 51,237,555</u>

ERIE COUNTY, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 18 - INVESTMENT POOL - (Continued)

At year end, the carrying amount of the investment pool's deposits was \$34,930,153 and the bank balance was \$35,741,922. Of the bank balance, \$2,859,020 was covered by federal depository insurance and \$32,882,902 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

As of December 31, 2008, the investment pool had the following investments:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FFCB	\$ 3,579,799	16.93%
FHLB	10,391,370	49.15%
FHLMC	1,002,750	4.74%
FNMA	4,038,293	19.10%
STAR Ohio	2,132,241	10.08%
Total	<u>\$ 21,144,453</u>	<u>100.00%</u>

As of December 31, 2008, the federal agency securities have maturity dates ranging from April 2009 to June 2013, and interest rates ranging from 2.75% to 5.3%. STAR Ohio's interest rate was 1.10%.

NOTE 19 - CONTINGENCIES

The County is a defendant in a number of claims and lawsuits which may be classified as routine litigation, in which minimal, nonmaterial damages are being sought. In addition, the County is defendant in numerous other claims and lawsuits, ranging from tort liability to civil rights litigation, in which the County believes the amounts claimed are overstated and not fair estimates of the ultimate settlements, if any, of these claims. Amounts paid by the County in 2008 for litigation settled were not material.

The County participates in a number of Federal and State assisted grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. Such audits could identify expenditures disallowed under the terms of the grant and the applicable funds may need to be reimbursed to the granting agency. At December 31, 2008, the audits of certain programs have not been completed. Accordingly, the County's compliance with applicable grant requirements will be established at some future date. The County believes that disallowed claims, if any, will not have a material effect on the County's financial position and no provisions have been made.

The County's General fund is contingently liable for any shortcomings from the hotel/motel tax. At December 31, 2008, \$24,137 was collected and available in proceeds from the second one percent hotel/motel tax.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 20 - CLOSURE AND POST-CLOSURE CARE COSTS

State and Federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the County reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The \$13,698,572 reported as the landfill closure and postclosure care liability at December 31, 2008 represents the cumulative amount reported to date based on the use of 86.14% of the estimated capacity of the landfill. This amount includes a liability of \$1,286,097 for required monitoring and maintenance of a landfill cell that was closed in 1995. The County will recognize the remaining estimated cost of closure and postclosure care of \$1,997,555 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2008. The County expects to close the landfill in the year 2019. Actual cost may be higher due to inflation, changes in technology, or changes in regulations.

The County is required by state and federal laws and regulations to pass a financial accountability test or to make annual contributions to a trust to finance closure and postclosure costs. The County has passed the financial accountability test proving the ability to self-fund these costs.

NOTE 21 - CONDUIT DEBT OBLIGATIONS

In prior fiscal years, the County has issued Industrial Revenue Bonds and Health Care Facility Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2008, there were 21 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the fifteen series issued prior to July 1, 1995 could not be determined, however, their original issue amounts totaled \$212.380 million. The aggregate principal amount payable for the six series issued after July 1, 1995 could not be determined either, however, their original issue amounts totaled \$108.655 million.

ERIE COUNTY, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 22 - CONTRACTUAL COMMITMENTS

As of December 31, 2008, the County was contractually obligated for various construction and improvement projects. A summary of the projects follows:

<u>Contractor</u>	<u>Contract Amount</u>	<u>Payments as of 12/31/08</u>	<u>Contract Balance at 12/31/08</u>
A. Bonamase Contracting	\$ 512,839	\$ (448,144)	\$ 64,695
Amerisco	225,000	(150,000)	75,000
Appraisal Research Corporation	310,709	(108,932)	201,777
Aptitude Solutions	69,000	-	69,000
Bay Mechanical & Electrical Corp.	265,000	(84,148)	180,852
Burgess & Niple, Inc.	1,331,411	(707,427)	623,984
Cedar Bay Construction	2,302,499	-	2,302,499
City Of Sandusky	754,557	(589,106)	165,451
Clifton Gunderson, LLP	240,838	(195,650)	45,188
Digital Data Tech	81,605	-	81,605
Double S Industries	470,688	(324,779)	145,909
Erie Blacktop	157,953	-	157,953
Firelands Counseling & Recovery	103,345	(11,225)	92,120
Harrington Benefit Services	101,163	(42,428)	58,735
Insituform Technologies	159,873	-	159,873
Lucas Plumbing And Heating, Inc.	214,980	(153,618)	61,362
Manatron, Inc.	101,512	(49,083)	52,429
Poggemeyer Design Group	461,326	(119,765)	341,561
Richland Engineering, Ltd.	105,405	(39,582)	65,823
Speer Brothers	1,999,583	-	1,999,583
Toledo Trane Service	78,800	-	78,800
Underground Utilities, Inc.	1,939,097	-	1,939,097
United Precast, Inc.	114,550	-	114,550
United Survey, Inc.	95,931	-	95,931
Verizon Select Services	<u>124,803</u>	<u>-</u>	<u>124,803</u>
Total	<u>\$ 12,322,467</u>	<u>\$ (3,023,887)</u>	<u>\$ 9,298,580</u>

NOTE 23 - RESERVE BALANCE ACCOUNT

In 2000, the County established, in accordance with section 5705.13 of the Ohio Revised Code, an account for the express purpose of budget stabilization. No additional funds were reserved during 2008. Fund balance in the general fund has been designated in the fund financial statements (see Note 2).

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

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ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property taxes	\$ 5,251,000	\$ 5,251,000	\$ 5,303,820	\$ 52,820
Sales taxes	13,294,804	13,362,118	12,780,811	(581,307)
Charges for services	2,046,542	2,056,904	1,967,420	(89,484)
Licenses and permits.	317,076	318,681	304,817	(13,864)
Fines and forfeitures.	363,717	365,559	349,656	(15,903)
Intergovernmental	3,081,140	3,096,741	2,962,020	(134,721)
Special assessments	171,964	172,835	165,316	(7,519)
Rentals.	251,406	252,679	241,686	(10,993)
Reimbursements.	1,339,172	1,345,953	1,287,399	(58,554)
Investment income	2,218,977	2,230,212	2,133,189	(97,023)
Other	440,577	442,808	423,544	(19,264)
Total revenues	<u>28,776,375</u>	<u>28,895,490</u>	<u>27,919,678</u>	<u>(975,812)</u>
Expenditures:				
Current:				
General government:				
Legislative and executive:				
Commissioners				
Personal services	617,287	660,642	615,444	45,198
Materials and supplies.	716,503	766,826	714,364	52,462
Contractual services.	821,265	878,946	818,813	60,133
Total commissioners	<u>2,155,055</u>	<u>2,306,414</u>	<u>2,148,621</u>	<u>157,793</u>
Microfilm				
Personal services	107,284	114,819	106,964	7,855
Materials and supplies.	16,410	17,563	16,361	1,202
Total microfilm	<u>123,694</u>	<u>132,382</u>	<u>123,325</u>	<u>9,057</u>
Finance				
Personal services	218,575	233,926	217,922	16,004
Materials and supplies.	41,635	44,560	41,511	3,049
Contractual services.	29,821	31,915	29,732	2,183
Total finance	<u>290,031</u>	<u>310,401</u>	<u>289,165</u>	<u>21,236</u>
Information technology				
Personal services	314,180	336,246	313,242	23,004
Materials and supplies.	40,343	43,177	40,223	2,954
Contractual services.	1,421	1,521	1,417	104
Total information technology.	<u>355,944</u>	<u>380,944</u>	<u>354,882</u>	<u>26,062</u>
Auditor				
Personal services	502,585	537,883	501,084	36,799
Materials and supplies.	45,134	48,304	44,999	3,305
Contractual services.	327,298	350,286	326,321	23,965
Total auditor.	<u>875,017</u>	<u>936,473</u>	<u>872,404</u>	<u>64,069</u>

(continued)

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Treasurer				
Personal services	\$ 132,218	\$ 141,504	\$ 131,823	\$ 9,681
Materials and supplies.	43,468	46,521	43,338	3,183
Contractual services.	33,159	35,488	33,060	2,428
Total treasurer.	<u>208,845</u>	<u>223,513</u>	<u>208,221</u>	<u>15,292</u>
Prosecuting attorney				
Personal services	1,174,192	1,256,660	1,170,686	85,974
Materials and supplies.	101,208	108,316	100,906	7,410
Contractual services.	22,551	24,135	22,484	1,651
Total prosecuting attorney	<u>1,297,951</u>	<u>1,389,111</u>	<u>1,294,076</u>	<u>95,035</u>
Human resources				
Personal services	260,962	279,291	260,183	19,108
Materials and supplies.	12,772	13,669	12,734	935
Contractual services.	12,331	13,197	12,294	903
Total human resources.	<u>286,065</u>	<u>306,157</u>	<u>285,211</u>	<u>20,946</u>
Board of revision				
Contractual services.	8,897	9,521	8,870	651
Total board of revision.	<u>8,897</u>	<u>9,521</u>	<u>8,870</u>	<u>651</u>
Facilities				
Personal services	1,460,238	1,562,797	1,455,878	106,919
Materials and supplies.	844,818	904,154	842,296	61,858
Contractual services.	708,914	758,704	706,797	51,907
Total facilities	<u>3,013,970</u>	<u>3,225,655</u>	<u>3,004,971</u>	<u>220,684</u>
Board of elections				
Personal services	280,527	300,229	279,689	20,540
Materials and supplies.	168,469	180,301	167,966	12,335
Contractual services.	72,373	77,456	72,157	5,299
Total board of elections.	<u>521,369</u>	<u>557,986</u>	<u>519,812</u>	<u>38,174</u>
Recorder				
Personal services	268,220	287,058	267,419	19,639
Materials and supplies.	21,761	23,289	21,696	1,593
Contractual services.	44,793	47,939	44,659	3,280
Total recorder	<u>334,774</u>	<u>358,286</u>	<u>333,774</u>	<u>24,512</u>
Sheriff's facilities				
Personal services	105,743	113,169	105,427	7,742
Materials and supplies.	47,419	50,749	47,277	3,472
Contractual services.	188,552	201,795	187,989	13,806
Total sheriff's facilities	<u>341,714</u>	<u>365,713</u>	<u>340,693</u>	<u>25,020</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
VOCA local match				
Personal services	\$ 30,158	\$ 32,276	\$ 30,068	\$ 2,208
Total VOCA local match	30,158	32,276	30,068	2,208
Tax map				
Personal services	99,585	106,582	99,289	7,293
Materials and supplies.	723	774	721	53
Total tax map.	100,308	107,356	100,010	7,346
Total legislative and executive	9,943,792	10,642,188	9,914,103	728,085
General government:				
Judicial				
Common pleas court				
Personal services	919,615	984,203	916,869	67,334
Materials and supplies.	103,253	110,505	102,945	7,560
Contractual services.	46,535	49,803	46,396	3,407
Total common pleas court	1,069,403	1,144,511	1,066,210	78,301
Family court				
Personal services	1,939,722	2,075,957	1,933,930	142,027
Materials and supplies.	133,398	142,767	133,000	9,767
Contractual services.	32,998	35,315	32,899	2,416
Total family court	2,106,118	2,254,039	2,099,829	154,210
Probate court				
Personal services	258,644	276,810	257,872	18,938
Materials and supplies.	18,671	19,982	18,615	1,367
Contractual services.	32,432	34,710	32,335	2,375
Total probate court	309,747	331,502	308,822	22,680
Clerk of courts				
Personal services	628,860	673,027	626,982	46,045
Materials and supplies.	10,452	11,186	10,421	765
Contractual services.	17,363	18,582	17,311	1,271
Total clerk of courts.	656,675	702,795	654,714	48,081
County courts				
Personal services	295,388	316,134	294,506	21,628
Materials and supplies.	28,242	30,226	28,158	2,068
Contractual services.	8,996	9,628	8,969	659
Total county courts	332,626	355,988	331,633	24,355

(continued)

ERIE COUNTY, OHIO

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

GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Municipal courts				
Personal services	\$ 25,514	\$ 27,306	\$ 25,438	\$ 1,868
Materials and supplies.	2,831	3,030	2,823	207
Contractual services.	265,564	284,216	264,771	19,445
Total municipal courts	<u>293,909</u>	<u>314,552</u>	<u>293,032</u>	<u>21,520</u>
Adult probation				
Personal services	418,127	447,494	416,879	30,615
Materials and supplies.	27,095	28,998	27,014	1,984
Contractual services.	14,854	15,898	14,810	1,088
Total adult probation	<u>460,076</u>	<u>492,390</u>	<u>458,703</u>	<u>33,687</u>
Juvenile detention facility				
Personal services	1,401,600	1,500,040	1,397,415	102,625
Materials and supplies.	164,856	176,435	164,364	12,071
Contractual services.	64,181	68,688	63,989	4,699
Total juvenile detention facility	<u>1,630,637</u>	<u>1,745,163</u>	<u>1,625,768</u>	<u>119,395</u>
Court security				
Personal services	59,626	63,815	59,448	4,367
Materials and supplies.	15,076	16,135	15,031	1,104
Total court security.	<u>74,702</u>	<u>79,950</u>	<u>74,479</u>	<u>5,471</u>
Total judicial	<u>6,933,893</u>	<u>7,420,890</u>	<u>6,913,190</u>	<u>507,700</u>
Total general government.	<u>16,877,685</u>	<u>18,063,078</u>	<u>16,827,293</u>	<u>1,235,785</u>
Public safety				
Sheriff				
Personal services	5,860,672	6,272,293	5,843,175	429,118
Materials and supplies.	736,753	788,498	734,553	53,945
Contractual services.	694,859	743,662	692,784	50,878
Total sheriff.	<u>7,292,284</u>	<u>7,804,453</u>	<u>7,270,512</u>	<u>533,941</u>
Total public safety	<u>7,292,284</u>	<u>7,804,453</u>	<u>7,270,512</u>	<u>533,941</u>
Public works				
Ditch maintenance				
Personal services	46,609	49,883	46,470	3,413
Materials and supplies.	5,686	6,085	5,669	416
Contractual services.	60,411	64,654	60,231	4,423
Total ditch maintenance	<u>112,706</u>	<u>120,622</u>	<u>112,370</u>	<u>8,252</u>
Total public works	<u>112,706</u>	<u>120,622</u>	<u>112,370</u>	<u>8,252</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Health				
Coroner				
Personal services	\$ 72,505	\$ 77,596	\$ 72,288	\$ 5,308
Materials and supplies.	2,425	2,596	2,418	178
Contractual services.	55,212	59,090	55,047	4,043
Total coroner	<u>130,142</u>	<u>139,282</u>	<u>129,753</u>	<u>9,529</u>
Total health	<u>130,142</u>	<u>139,282</u>	<u>129,753</u>	<u>9,529</u>
Human services				
Humane agent				
Personal services	8,167	8,741	8,143	598
Materials and supplies.	980	1,049	977	72
Contractual services.	1,240	1,327	1,236	91
Total humane agent	<u>10,387</u>	<u>11,117</u>	<u>10,356</u>	<u>761</u>
Veterans services				
Personal services	297,162	318,033	296,275	21,758
Materials and supplies.	266,994	285,746	266,197	19,549
Total veterans services	<u>564,156</u>	<u>603,779</u>	<u>562,472</u>	<u>41,307</u>
Total human services.	<u>574,543</u>	<u>614,896</u>	<u>572,828</u>	<u>42,068</u>
Capital outlay				
Capital outlay	<u>711,824</u>	<u>761,818</u>	<u>709,698</u>	<u>52,120</u>
Total capital outlay.	<u>711,824</u>	<u>761,818</u>	<u>709,698</u>	<u>52,120</u>
Total expenditures	<u>25,699,184</u>	<u>27,504,149</u>	<u>25,622,454</u>	<u>1,881,695</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>3,077,191</u>	<u>1,391,341</u>	<u>2,297,224</u>	<u>905,883</u>

(continued)

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Other financing sources (uses):				
Issuance of bonds	104,021	104,548	100,000	(4,548)
Sale of capital assets.	32,274	32,437	31,026	(1,411)
Transfers in	38,488	38,683	37,000	(1,683)
Transfers out.	(4,330,308)	(4,634,444)	(4,317,379)	317,065
Advances out.	(521,557)	(558,188)	(520,000)	38,188
Other financing uses	(164,605)	(176,166)	(164,114)	12,052
Total other financing sources (uses)	<u>(4,841,687)</u>	<u>(5,193,130)</u>	<u>(4,833,467)</u>	<u>359,663</u>
Net change in fund balance	(1,764,496)	(3,801,789)	(2,536,243)	1,265,546
Fund balance, January 1	<u>7,953,227</u>	<u>7,953,227</u>	<u>7,953,227</u>	<u>-</u>
Fund balance, December 31	<u>\$ 6,188,731</u>	<u>\$ 4,151,438</u>	<u>\$ 5,416,984</u>	<u>\$ 1,265,546</u>

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ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MR/DD FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 5,461,756	\$ 5,461,756	\$ 4,852,044	\$ (609,712)
Charges for services	387,811	391,506	343,841	(47,665)
Intergovernmental	2,812,294	2,839,087	2,493,432	(345,655)
Reimbursements	347,370	350,679	307,984	(42,695)
Investment income	345	348	306	(42)
Other	67,848	68,494	60,155	(8,339)
Total revenues	<u>9,077,424</u>	<u>9,111,870</u>	<u>8,057,762</u>	<u>(1,054,108)</u>
Expenditures:				
Current:				
Health				
Personal services	5,377,114	5,619,758	3,853,712	1,766,046
Materials and supplies	861,751	900,637	617,606	283,031
Contractual services	3,302,376	3,451,395	2,366,772	1,084,623
Capital outlay	693,927	725,241	497,329	227,912
Other	1,977	2,066	1,417	649
Total expenditures	<u>10,237,145</u>	<u>10,699,097</u>	<u>7,336,836</u>	<u>3,362,261</u>
Excess (Deficiency) of revenues over (under) expenditures	(1,159,721)	(1,587,227)	720,926	2,308,153
Other financing sources (uses):				
Sale of capital assets	1,771	1,788	1,570	218
Transfers in	56,394	56,931	50,000	6,931
Transfers out	(69,766)	(72,914)	(50,000)	(22,914)
Total other financing sources (uses)	<u>(11,601)</u>	<u>(14,195)</u>	<u>1,570</u>	<u>(15,765)</u>
Net change in fund balance	(1,171,322)	(1,601,422)	722,496	2,292,388
Fund balance, January 1	<u>3,851,694</u>	<u>3,851,694</u>	<u>3,851,694</u>	<u>-</u>
Fund balance, December 31	<u>\$ 2,680,372</u>	<u>\$ 2,250,272</u>	<u>\$ 4,574,190</u>	<u>\$ 2,292,388</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PUBLIC ASSISTANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 240,926	\$ 240,926	\$ 215,240	\$ (25,686)
Intergovernmental	9,987,955	9,987,955	8,923,085	(1,064,870)
Reimbursements	112	112	100	(12)
Total revenues	<u>10,228,993</u>	<u>10,228,993</u>	<u>9,138,425</u>	<u>(1,090,568)</u>
Expenditures:				
Current:				
Human services				
Personal services	5,201,689	5,214,504	4,827,584	386,920
Materials and supplies	216,265	216,798	200,711	16,087
Contractual services	5,749,027	5,763,191	5,335,558	427,633
Capital outlay	9,077	9,099	8,424	675
Total expenditures	<u>11,176,058</u>	<u>11,203,592</u>	<u>10,372,277</u>	<u>831,315</u>
Excess (Deficiency) of revenues over (under) expenditures	<u>(947,065)</u>	<u>(974,599)</u>	<u>(1,233,852)</u>	<u>(259,253)</u>
Other financing sources (uses):				
Sale of capital assets	1,668	1,668	1,490	178
Transfers in	2,054,339	2,054,339	1,835,315	(219,024)
Transfers out	(311,117)	(311,883)	(288,741)	23,142
Total other financing sources (uses)	<u>1,744,890</u>	<u>1,744,124</u>	<u>1,548,064</u>	<u>(195,704)</u>
Net change in fund balance	797,825	769,525	314,212	(454,957)
Fund balance (deficit), January 1	<u>(602,456)</u>	<u>(602,456)</u>	<u>(602,456)</u>	<u>-</u>
Fund balance (deficit), December 31	<u>\$ 195,369</u>	<u>\$ 167,069</u>	<u>\$ (288,244)</u>	<u>\$ (454,957)</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE LICENSE AND REGISTRATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 125,453	\$ 125,453	\$ 114,221	\$ (11,232)
Licenses and permits.	15,871	15,871	14,450	(1,421)
Fines and forfeitures.	131,960	131,960	120,146	(11,814)
Intergovernmental	5,264,900	5,264,900	4,793,533	(471,367)
Reimbursements	48,733	48,733	44,370	(4,363)
Investment income	113,865	113,865	103,671	(10,194)
Total revenues	<u>5,700,782</u>	<u>5,700,782</u>	<u>5,190,391</u>	<u>(510,391)</u>
Expenditures:				
Current:				
Public works				
Personal services	2,266,858	2,828,296	1,966,845	861,451
Materials and supplies.	1,151,216	1,436,341	1,021,878	414,463
Contractual services.	1,725,711	2,153,122	1,259,284	893,838
Capital outlay	991,707	1,237,325	819,003	418,322
Total expenditures	<u>6,135,492</u>	<u>7,655,084</u>	<u>5,067,010</u>	<u>2,588,074</u>
Excess (Deficiency) of revenues over (under) expenditures	(434,710)	(1,954,302)	123,381	2,077,683
Other financing sources:				
Sale of capital assets.	31,757	31,757	28,914	(2,843)
Total other financing sources	<u>31,757</u>	<u>31,757</u>	<u>28,914</u>	<u>(2,843)</u>
Net change in fund balance	(402,953)	(1,922,545)	152,295	2,074,840
Fund balance, January 1.	<u>2,254,162</u>	<u>2,254,162</u>	<u>2,254,162</u>	<u>-</u>
Fund balance, December 31.	<u>\$ 1,851,209</u>	<u>\$ 331,617</u>	<u>\$ 2,406,457</u>	<u>\$ 2,074,840</u>

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ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 6,513,150	\$ 8,250,739	\$ 7,008,552	\$ (1,242,187)
Tap-In Fees.	287,249	363,882	309,098	(54,784)
Other	59,961	75,958	64,522	(11,436)
Total operating revenues	<u>6,860,360</u>	<u>8,690,579</u>	<u>7,382,172</u>	<u>(1,308,407)</u>
Operating expenses:				
Personal services	1,053,500	2,521,365	1,628,498	892,867
Materials and supplies	242,218	579,705	374,420	205,285
Contractual services	2,205,782	5,279,148	3,409,695	1,869,453
Other operating expenses.	25	60	39	21
Capital outlay	1,868,593	4,472,146	2,888,469	1,583,677
Total operating expenses	<u>5,370,118</u>	<u>12,852,424</u>	<u>8,301,121</u>	<u>4,551,303</u>
Operating loss.	<u>1,490,242</u>	<u>(4,161,845)</u>	<u>(918,949)</u>	<u>3,242,896</u>
Nonoperating revenues (expenses):				
Proceeds of loans	3,274,303	4,147,828	3,523,353	(624,475)
Principal retirement	(1,091,114)	(2,611,388)	(1,686,643)	924,745
Interest and fiscal charges	(1,117,174)	(2,673,759)	(1,726,927)	946,832
Intergovernmental revenue.	68,173	86,360	73,358	(13,002)
Total nonoperating revenues (expenses)	<u>1,134,188</u>	<u>(1,050,959)</u>	<u>183,141</u>	<u>1,234,100</u>
Net income (loss) before transfers	<u>2,624,430</u>	<u>(5,212,804)</u>	<u>(735,808)</u>	<u>4,476,996</u>
Transfers in	105,211	133,280	113,214	(20,066)
Transfers out	(22,202)	(53,137)	(34,320)	18,817
Total transfers	<u>83,009</u>	<u>80,143</u>	<u>78,894</u>	<u>(1,249)</u>
Net change in fund balance	2,707,439	(5,132,661)	(656,914)	4,475,747
Fund balance, January 1	<u>6,303,197</u>	<u>6,303,197</u>	<u>6,303,197</u>	<u>-</u>
Fund balance, December 31	<u>\$ 9,010,636</u>	<u>\$ 1,170,536</u>	<u>\$ 5,646,283</u>	<u>\$ 4,475,747</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 6,289,959	\$ 9,010,918	\$ 7,447,609	\$ (1,563,309)
Tap-in fees.	326,141	467,225	386,166	(81,059)
Other	84,433	120,958	99,973	(20,985)
Total operating revenues	<u>6,700,533</u>	<u>9,599,101</u>	<u>7,933,748</u>	<u>(1,665,353)</u>
Operating expenses:				
Personal services	1,061,056	1,548,254	1,232,095	316,159
Materials and supplies	402,816	587,775	467,749	120,026
Contractual services	3,697,954	5,395,921	4,294,055	1,101,866
Capital outlay	1,264,298	1,844,817	1,468,099	376,718
Total operating expenses	<u>6,426,124</u>	<u>9,376,767</u>	<u>7,461,998</u>	<u>1,914,769</u>
Operating income.	<u>274,409</u>	<u>222,334</u>	<u>471,750</u>	<u>249,416</u>
Nonoperating revenues (expenses):				
Proceeds of loans	1,615,371	2,314,160	1,912,675	(401,485)
Intergovernmental revenue.	14,780	21,173	17,500	(3,673)
Principal retirement	(1,407,952)	(2,054,432)	(1,634,910)	419,522
Interest and fiscal charges	(1,065,784)	(1,555,154)	(1,237,586)	317,568
Total nonoperating revenues (expenses).	<u>(843,585)</u>	<u>(1,274,253)</u>	<u>(942,321)</u>	<u>331,932</u>
Net loss before transfers	<u>(569,176)</u>	<u>(1,051,919)</u>	<u>(470,571)</u>	<u>581,348</u>
Transfers out	(4,030)	(5,881)	(4,680)	1,201
Total transfers	<u>(4,030)</u>	<u>(5,881)</u>	<u>(4,680)</u>	<u>1,201</u>
Net change in fund balance	(573,206)	(1,057,800)	(475,251)	582,549
Fund balance, January 1	<u>1,238,249</u>	<u>1,238,249</u>	<u>1,238,249</u>	<u>-</u>
Fund balance, December 31	<u>\$ 665,043</u>	<u>\$ 180,449</u>	<u>\$ 762,998</u>	<u>\$ 582,549</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LANDFILL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Charges for services	\$ 4,671,854	\$ 4,671,854	\$ 4,496,892	\$ (174,962)
Other	18,146	18,146	17,466	(680)
Total operating revenues	<u>4,690,000</u>	<u>4,690,000</u>	<u>4,514,358</u>	<u>(175,642)</u>
Operating expenses:				
Current:				
Personal services	719,308	1,013,118	780,328	232,790
Materials and supplies	1,198,630	1,688,225	1,300,313	387,912
Contractual services	719,053	1,012,759	780,052	232,707
Other operating expenses.	47,659	67,126	51,702	15,424
Capital outlay.	77,704	109,443	84,296	25,147
Total operating expenses	<u>2,762,354</u>	<u>3,890,671</u>	<u>2,996,691</u>	<u>893,980</u>
Operating income (loss)	<u>1,927,646</u>	<u>799,329</u>	<u>1,517,667</u>	<u>718,338</u>
Nonoperating revenues (expenses):				
Principal retirement	(881,083)	(1,240,971)	(955,827)	285,144
Interest and fiscal charges	(874,305)	(1,231,426)	(948,475)	282,951
Other financing sources	43	43	43	-
Total nonoperating revenues (expenses)	<u>(1,755,345)</u>	<u>(2,472,354)</u>	<u>(1,904,259)</u>	<u>568,095</u>
Net loss before transfers	<u>172,301</u>	<u>(1,673,025)</u>	<u>(386,592)</u>	<u>1,286,433</u>
Transfers in	310,000	310,000	310,000	-
Transfers out	(341,066)	(480,379)	(370,000)	110,379
Total transfers	<u>(31,066)</u>	<u>(170,379)</u>	<u>(60,000)</u>	<u>110,379</u>
Net change in fund balance	141,235	(1,843,404)	(446,592)	1,396,812
Fund balance, January 1	<u>6,558,688</u>	<u>6,558,688</u>	<u>6,558,688</u>	<u>-</u>
Fund balance, December 31	<u>\$ 6,699,923</u>	<u>\$ 4,715,284</u>	<u>\$ 6,112,096</u>	<u>\$ 1,396,812</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CARE FACILITY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Charges for services	\$ 7,598,794	\$ 7,598,794	\$ 7,635,996	\$ 37,202
Other	3,045	3,045	3,060	15
Total operating revenues	<u>7,601,839</u>	<u>7,601,839</u>	<u>7,639,056</u>	<u>37,217</u>
Operating expenses:				
Current:				
Personal services	6,530,941	6,540,008	6,372,972	167,036
Materials and supplies	903,733	904,988	881,874	23,114
Contractual services	719,367	720,366	701,967	18,399
Total operating expenses	<u>8,154,041</u>	<u>8,165,362</u>	<u>7,956,813</u>	<u>208,549</u>
Operating loss	<u>(552,202)</u>	<u>(563,523)</u>	<u>(317,757)</u>	<u>245,766</u>
Nonoperating revenues (expenses):				
Sale of capital assets	97	97	97	-
Advances in	517,467	517,467	520,000	(2,533)
Principal retirement	(2,078)	(2,081)	(2,028)	53
Interest and fiscal charges	(381)	(382)	(372)	10
Total nonoperating revenues (expenses)	<u>515,105</u>	<u>515,101</u>	<u>517,697</u>	<u>(2,470)</u>
Net change in fund balance	(37,097)	(48,422)	199,940	243,296
Fund balance, January 1	<u>135,200</u>	<u>135,200</u>	<u>135,200</u>	<u>-</u>
Fund balance, December 31	<u>\$ 98,103</u>	<u>\$ 86,778</u>	<u>\$ 335,140</u>	<u>\$ 243,296</u>

ERIE COUNTY, OHIO
NONMAJOR GOVERNMENTAL FUNDS
FUND DESCRIPTIONS

Nonmajor Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. A description of the County's special revenue funds follows:

Children Services Fund

To account for various federal and state grants, as well as transfers from the general fund used to provide care and services to children.

Child Support Enforcement Fund

To account for state, federal and local revenue used to administer the County Bureau of Support.

Certificate of Title Administration Fund

To account for revenue derived from the issuing of motor vehicle titles and investment income. Expenditures are restricted to the administration of the state program.

Dog and Kennel Fund

To account for local revenues and expenditures relative to the licensing and protection of the canine population in Erie County, as well as to protect the general health of the residents.

Real Estate Assessment Fund

A fund used to account for state mandated county wide real estate appraisals that are funded by charges to the political subdivisions located within the County.

Delinquent Real Estate Fund

To account for the penalties collected by the treasurer for the purpose of assessing, collecting and foreclosing on delinquent real estate tax periods.

Community Development Block Grant Fund

To account for revenues received from federal grants and County matching funds made to various businesses and industries in the County for development and expansion.

Community Rotary Fund

To account for federal grant funds and County matching funds used to issue low interest loans to businesses and industries for the purpose of development and expansion.

Court Computerization Fund

To account for specific fees collected as court costs to be used to computerize the clerical processing of the courts.

Youth Services Fund

To account for the revenue received from the state for grant funds to be used for the care and custody of delinquent felons.

Northern Ohio Juvenile Corrections Fund

To account for revenue received which is to be used for operations of the DYS Rehabilitation Center.

Probate Court Fund

To account for specific fees collected as court costs to be used to computerize the Probate Court.

County Court Fund

To account for specific fees collected as court costs to be used for improvements to the County courthouse.

Public Defender Fund

To account for state and local funds used to provide legal counsel to indigent clients.

Sheriff Special Account Fund

To account for federal money used to assist in crime prevention.

Drug Task Force Fund

To account for funds collected from fines and forfeitures to be used exclusively for the enforcement of state and federal laws governing the use and/or sale of illegal drugs within the County.

ERIE COUNTY, OHIO
NONMAJOR GOVERNMENTAL FUNDS
FUND DESCRIPTIONS

Nonmajor Special Revenue Funds

Adult Probation Fund

To account for grant monies to be used to aid felons as an alternative to incarceration.

Emergency Management Fund

To account for the emergency management agency.

Crime Victim Assistance Fund

To account for federal and state grants, as well as transfers from the general fund used to provide public assistance to victims of crimes as well as pay their providers of medical assistance.

Lodging Excise Tax Fund

To account for local bed taxes applied to transient guests who stay in Erie County, and to provide tourism promotion.

Senior Citizen Levy Fund

To account for the senior citizens levy.

Treasurer's Prepaid Interest Fund

To account for interest earned on prepaid property taxes.

Solid Waste District Fund

To account for fees collected for the purpose of disposing or recycling of solid waste generated county wide under the authority of the Solid Waste District Board.

Land Acquisition Fund

To account for funds to be used for the acquisition of real property to be used for the County.

Nonmajor Debt Service Funds

The debt service funds are used to account for the accumulation of resources and payments of general obligation bond principal and interest from government resources, and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

General Obligation Bond Retirement Fund

To account for debt service payments related to the County's general obligation debt.

Special Assessment Bond Retirement Fund

To account for debt service payments related to the County's special assessment debt with governmental commitment.

Nonmajor Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Building Construction Fund

To account for the construction of major County facilities.

Drainage Improvement Fund

To account for ditch improvements.

Route 250 Corridor Safety Fund

To account for capital projects relating to U.S. Route 250.

TIF Projects Fund

To account for major capital improvements in the County.

ERIE COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2008

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:				
Equity in pooled cash and cash equivalents.	\$ 7,348,358	\$ 1,277,695	\$ 2,726,460	\$ 11,352,513
Receivables (net of allowances of uncollectibles):				
Real estate and other taxes.	1,125,307	-	-	1,125,307
Accounts.	64,797	-	-	64,797
Special assessments	-	3,512,036	81,594	3,593,630
Loans receivable	99,216	-	-	99,216
Due from other governments.	490,719	-	-	490,719
Due from other funds.	29,687	-	-	29,687
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 9,158,084</u>	<u>\$ 4,789,731</u>	<u>\$ 2,808,054</u>	<u>\$ 16,755,869</u>
Liabilities:				
Accounts payable	\$ 258,804	\$ -	\$ 950	\$ 259,754
Contracts payable	17,608	-	-	17,608
Accrued wages and benefits	211,513	-	-	211,513
Pension benefit obligation payable.	104,262	-	-	104,262
Loans from other funds	26,401	-	-	26,401
Due to other funds	41,940	-	7,986	49,926
Due to other governments	21,741	-	-	21,741
Accrued interest payable.	-	-	12,630	12,630
Notes payable	-	-	3,600,000	3,600,000
Deferred revenue	216,197	3,512,036	81,594	3,809,827
Unearned revenue	1,018,502	-	-	1,018,502
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>1,916,968</u>	<u>3,512,036</u>	<u>3,703,160</u>	<u>9,132,164</u>
Fund Balances:				
Reserved for debt service	-	1,277,695	-	1,277,695
Reserved for loans	99,216	-	-	99,216
Unreserved, undesignated (deficit), reported in:				
Special revenue funds	7,141,900	-	-	7,141,900
Capital projects funds	-	-	(895,106)	(895,106)
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficit)	<u>7,241,116</u>	<u>1,277,695</u>	<u>(895,106)</u>	<u>7,623,705</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ 9,158,084</u>	<u>\$ 4,789,731</u>	<u>\$ 2,808,054</u>	<u>\$ 16,755,869</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property taxes	\$ 919,547	\$ -	\$ -	\$ 919,547
Sales taxes	2,139,544	-	-	2,139,544
Charges for services	2,502,699	-	-	2,502,699
Licenses and permits	262,086	-	-	262,086
Fines and forfeitures	236,617	-	-	236,617
Intergovernmental	6,651,374	-	170,000	6,821,374
Special assessments	-	949,265	-	949,265
Investment income	58,831	-	14,537	73,368
Reimbursements	176,415	-	-	176,415
Other	77,324	27,484	5,633	110,441
Total revenues	<u>13,024,437</u>	<u>976,749</u>	<u>190,170</u>	<u>14,191,356</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	3,910,180	-	-	3,910,180
Judicial	228,302	-	-	228,302
Public safety	3,440,574	-	-	3,440,574
Health	746,985	-	-	746,985
Human services	4,941,101	-	-	4,941,101
Economic development and assistance	494,985	-	-	494,985
Other	49,566	-	95,062	144,628
Capital outlay	226,004	-	1,686,771	1,912,775
Debt service:				
Principal retirement	77,108	1,325,461	-	1,402,569
Interest and fiscal charges	40,431	643,896	198,910	883,237
Total expenditures	<u>14,155,236</u>	<u>1,969,357</u>	<u>1,980,743</u>	<u>18,105,336</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,130,799)</u>	<u>(992,608)</u>	<u>(1,790,573)</u>	<u>(3,913,980)</u>
Other financing sources (uses):				
Transfers in	2,143,313	1,090,984	425,000	3,659,297
Transfers out	<u>(1,272,423)</u>	<u>(113,214)</u>	-	<u>(1,385,637)</u>
Total other financing sources (uses)	<u>870,890</u>	<u>977,770</u>	<u>425,000</u>	<u>2,273,660</u>
Net change in fund balances	(259,909)	(14,838)	(1,365,573)	(1,640,320)
Fund balances at beginning of year	<u>7,501,025</u>	<u>1,292,533</u>	<u>470,467</u>	<u>9,264,025</u>
Fund balances (deficit) at end of year	<u>\$ 7,241,116</u>	<u>\$ 1,277,695</u>	<u>\$ (895,106)</u>	<u>\$ 7,623,705</u>

ERIE COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2008

	<u>Children Services</u>	<u>Child Support Enforcement</u>	<u>Certificate of Title Administration</u>	<u>Dog and Kennel</u>
Assets:				
Equity in pooled cash and cash equivalents.	\$ 603,240	\$ 243,032	\$ 113,420	\$ 228,472
Receivables (net of allowances of uncollectibles):				
Real estate and other taxes.	-	-	-	-
Accounts.	-	-	13,174	155
Loans receivable.	-	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Total assets.	<u>\$ 603,240</u>	<u>\$ 243,032</u>	<u>\$ 126,594</u>	<u>\$ 228,627</u>
Liabilities:				
Accounts payable.	\$ 152,568	\$ -	\$ 110	\$ 526
Contracts payable.	-	11,063	-	-
Accrued wages and benefits	-	51,545	7,490	8,200
Pension benefit obligation payable.	-	11,789	3,271	1,514
Loans from other funds.	-	-	-	-
Due to other funds	-	11,063	-	525
Due to other governments	6,162	8	-	-
Deferred revenue.	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities.	<u>158,730</u>	<u>85,468</u>	<u>10,871</u>	<u>10,765</u>
Fund Balances:				
Reserved for loans	-	-	-	-
Unreserved, undesignated, (deficit), reported in:				
Special revenue funds	<u>444,510</u>	<u>157,564</u>	<u>115,723</u>	<u>217,862</u>
Total fund balances (deficits)	<u>444,510</u>	<u>157,564</u>	<u>115,723</u>	<u>217,862</u>
Total liabilities and fund balances	<u>\$ 603,240</u>	<u>\$ 243,032</u>	<u>\$ 126,594</u>	<u>\$ 228,627</u>

<u>Real Estate Assessment</u>	<u>Delinquent Real Estate</u>	<u>Community Development Block Grant</u>	<u>Community Rotary</u>	<u>Court Computerization</u>	<u>Youth Services</u>	<u>Northern Ohio Juvenile Corrections</u>
\$ 788,698	\$ 294,568	\$ 310,210	\$ 59,559	\$ 308,365	\$ 816,561	\$ 152,442
-	-	-	-	-	-	-
-	-	-	-	24,406	-	-
-	-	99,216	-	-	-	-
-	-	90,300	-	-	-	3,767
1,173	-	-	-	-	-	-
<u>\$ 789,871</u>	<u>\$ 294,568</u>	<u>\$ 499,726</u>	<u>\$ 59,559</u>	<u>\$ 332,771</u>	<u>\$ 816,561</u>	<u>\$ 156,209</u>
\$ 7,915	\$ 715	\$ 46,646	\$ 8,485	\$ 8,478	\$ 13,100	\$ 6,951
6,545	-	-	-	-	-	-
16,704	6,643	-	-	4,189	24,887	55,677
3,778	2,601	-	-	8,601	5,394	9,042
-	-	6,401	-	-	-	-
-	-	-	-	-	-	240
-	-	-	-	-	9,126	569
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>34,942</u>	<u>9,959</u>	<u>53,047</u>	<u>8,485</u>	<u>21,268</u>	<u>52,507</u>	<u>72,479</u>
-	-	99,216	-	-	-	-
<u>754,929</u>	<u>284,609</u>	<u>347,463</u>	<u>51,074</u>	<u>311,503</u>	<u>764,054</u>	<u>83,730</u>
<u>754,929</u>	<u>284,609</u>	<u>446,679</u>	<u>51,074</u>	<u>311,503</u>	<u>764,054</u>	<u>83,730</u>
<u>\$ 789,871</u>	<u>\$ 294,568</u>	<u>\$ 499,726</u>	<u>\$ 59,559</u>	<u>\$ 332,771</u>	<u>\$ 816,561</u>	<u>\$ 156,209</u>

(continued)

ERIE COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2008

	<u>Probate Court</u>	<u>County Court</u>	<u>Public Defender</u>	<u>Sheriff Special Account</u>
Assets:				
Equity in pooled cash and cash equivalents.	\$ 19,798	\$ 1,966,055	\$ 86,284	\$ 144,567
Receivables (net of allowances of uncollectibles):				
Real estate and other taxes.	-	-	-	-
Accounts.	2,155	18,996	-	5,777
Loans receivable.	-	-	-	-
Due from other governments.	-	-	-	990
Due from other funds	-	-	-	-
Total assets.	<u>\$ 21,953</u>	<u>\$ 1,985,051</u>	<u>\$ 86,284</u>	<u>\$ 151,334</u>
Liabilities:				
Accounts payable.	\$ 8,357	\$ -	\$ 1,708	\$ -
Contracts payable.	-	-	-	-
Accrued wages and benefits	-	-	15,877	3,941
Pension benefit obligation payable.	-	-	3,287	12,205
Loans from other funds.	-	-	-	-
Due to other funds	-	-	-	-
Due to other governments	-	-	52	3,880
Deferred revenue.	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities.	<u>8,357</u>	<u>-</u>	<u>20,924</u>	<u>20,026</u>
Fund Balances:				
Reserved for loans	-	-	-	-
Unreserved, undesignated, (deficit), reported in:				
Special revenue funds	<u>13,596</u>	<u>1,985,051</u>	<u>65,360</u>	<u>131,308</u>
Total fund balances (deficits)	<u>13,596</u>	<u>1,985,051</u>	<u>65,360</u>	<u>131,308</u>
Total liabilities and fund balances	<u>\$ 21,953</u>	<u>\$ 1,985,051</u>	<u>\$ 86,284</u>	<u>\$ 151,334</u>

Drug Task Force	Adult Probation	Emergency Management	Crime Victim Assistance	Lodging Excise Tax	Senior Citizens Levy
\$ 63,392	\$ 25,257	\$ 889,233	\$ 65,629	\$ 23,412	\$ 79,834
-	-	-	-	-	1,125,307
-	-	-	-	-	-
-	-	-	-	-	-
-	26,411	7,455	14,475	245,618	101,703
-	-	-	7,505	-	-
<u>\$ 63,392</u>	<u>\$ 51,668</u>	<u>\$ 896,688</u>	<u>\$ 87,609</u>	<u>\$ 269,030</u>	<u>\$ 1,306,844</u>
\$ -	\$ -	\$ 482	\$ 2,491	\$ -	\$ -
-	-	-	-	-	-
198	4,874	4,070	2,512	-	-
3,110	35,902	1,486	866	-	-
-	-	-	-	-	-
-	-	468	7,505	-	-
-	-	1,944	-	-	-
-	-	-	7,689	-	208,508
-	-	-	-	-	1,018,502
<u>3,308</u>	<u>40,776</u>	<u>8,450</u>	<u>21,063</u>	<u>-</u>	<u>1,227,010</u>
-	-	-	-	-	-
<u>60,084</u>	<u>10,892</u>	<u>888,238</u>	<u>66,546</u>	<u>269,030</u>	<u>79,834</u>
<u>60,084</u>	<u>10,892</u>	<u>888,238</u>	<u>66,546</u>	<u>269,030</u>	<u>79,834</u>
<u>\$ 63,392</u>	<u>\$ 51,668</u>	<u>\$ 896,688</u>	<u>\$ 87,609</u>	<u>\$ 269,030</u>	<u>\$ 1,306,844</u>

(continued)

ERIE COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2008

	Treasurer's Prepaid Interest	Solid Waste District	Land Acquisition	Total
Assets:				
Equity in pooled cash and cash equivalents.	\$ 64,330	\$ -	\$ 2,000	\$ 7,348,358
Receivables (net of allowances of uncollectibles):				
Real estate and other taxes.	-	-	-	1,125,307
Accounts.	-	134	-	64,797
Loans receivable.	-	-	-	99,216
Due from other governments	-	-	-	490,719
Due from other funds	-	21,009	-	29,687
Total assets.	\$ 64,330	\$ 21,143	\$ 2,000	\$ 9,158,084
Liabilities:				
Accounts payable.	\$ 272	\$ -	\$ -	\$ 258,804
Contracts payable.	-	-	-	17,608
Accrued wages and benefits	1,343	3,363	-	211,513
Pension benefit obligation payable.	550	866	-	104,262
Loans from other funds.	-	20,000	-	26,401
Due to other funds	-	22,139	-	41,940
Due to other governments	-	-	-	21,741
Deferred revenue.	-	-	-	216,197
Unearned revenue	-	-	-	1,018,502
Total liabilities.	2,165	46,368	-	1,916,968
Fund Balances:				
Reserved for loans	-	-	-	99,216
Unreserved, undesignated, (deficit), reported in:				
Special revenue funds	62,165	(25,225)	2,000	7,141,900
Total fund balances (deficits)	62,165	(25,225)	2,000	7,241,116
Total liabilities and fund balances	\$ 64,330	\$ 21,143	\$ 2,000	\$ 9,158,084

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ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Children Services</u>	<u>Child Support Enforcement</u>	<u>Certificate of Title Administration</u>	<u>Dog and Kennel</u>
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Charges for services	31,652	389,813	209,132	11,114
Licenses and permits	-	-	-	262,086
Fines and forfeitures	-	-	-	4,461
Intergovernmental	1,657,646	1,102,576	-	-
Investment income	-	-	555	-
Reimbursements	92,934	-	-	-
Other	-	20	-	2,509
Total revenues	<u>1,782,232</u>	<u>1,492,409</u>	<u>209,687</u>	<u>280,170</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	-	-	229,230	-
Judicial	-	-	-	-
Public safety	-	-	-	-
Health	-	-	-	229,375
Human services	2,539,978	1,420,976	-	-
Economic development and assistance	-	-	-	-
Other	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	1,561	25,000
Interest and fiscal charges	-	-	325	29,140
Total expenditures	<u>2,539,978</u>	<u>1,420,976</u>	<u>231,116</u>	<u>283,515</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(757,746)</u>	<u>71,433</u>	<u>(21,429)</u>	<u>(3,345)</u>
Other financing sources (uses):				
Transfers in	1,100,000	22,902	-	-
Transfers out	<u>(941,344)</u>	<u>(294,079)</u>	<u>(37,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>158,656</u>	<u>(271,177)</u>	<u>(37,000)</u>	<u>-</u>
Net change in fund balances	(599,090)	(199,744)	(58,429)	(3,345)
Fund balances at beginning of year	<u>1,043,600</u>	<u>357,308</u>	<u>174,152</u>	<u>221,207</u>
Fund balances (deficits) at end of year.	<u>\$ 444,510</u>	<u>\$ 157,564</u>	<u>\$ 115,723</u>	<u>\$ 217,862</u>

Real Estate Assessment	Delinquent Real Estate	Community Development Block Grant	Community Rotary	Court Computerization	Youth Services	Northern Ohio Juvenile Corrections
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
918,357	-	-	1,516	334,519	-	-
-	-	-	-	-	-	-
-	-	-	-	-	421	-
76,351	242,641	487,691	-	-	663,273	1,101,332
-	-	15,566	72	-	-	-
17,702	7,652	6,466	-	-	-	45,146
1,173	-	-	9,332	-	18,015	-
<u>1,013,583</u>	<u>250,293</u>	<u>509,723</u>	<u>10,920</u>	<u>334,519</u>	<u>681,709</u>	<u>1,146,478</u>
780,909	239,094	-	-	-	-	-
-	-	-	-	188,388	-	-
-	-	-	-	-	1,009,946	1,185,947
-	-	-	-	-	-	-
-	-	477,353	17,632	-	-	-
-	-	-	-	-	-	-
11,826	3,676	-	-	-	17,198	-
49,849	-	-	-	-	-	-
10,800	-	-	-	-	-	-
<u>853,384</u>	<u>242,770</u>	<u>477,353</u>	<u>17,632</u>	<u>188,388</u>	<u>1,027,144</u>	<u>1,185,947</u>
<u>160,199</u>	<u>7,523</u>	<u>32,370</u>	<u>(6,712)</u>	<u>146,131</u>	<u>(345,435)</u>	<u>(39,469)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
160,199	7,523	32,370	(6,712)	146,131	(345,435)	(39,469)
594,730	277,086	414,309	57,786	165,372	1,109,489	123,199
<u>\$ 754,929</u>	<u>\$ 284,609</u>	<u>\$ 446,679</u>	<u>\$ 51,074</u>	<u>\$ 311,503</u>	<u>\$ 764,054</u>	<u>\$ 83,730</u>

(continued)

ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Probate Court	County Court	Public Defender	Sheriff Special Account
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Charges for services	31,932	23,319	-	128,108
Licenses and permits	-	-	-	-
Fines and forfeitures	-	200,095	-	15,415
Intergovernmental	-	-	-	55,205
Investment income	-	-	-	-
Reimbursements	-	-	945	-
Other	442	-	-	95
Total revenues	32,374	223,414	945	198,823
Expenditures:				
Current:				
General government:				
Legislative and executive	-	-	-	-
Judicial	34,763	5,151	-	-
Public safety	-	-	741,266	129,435
Health	-	-	-	-
Human services	-	-	-	-
Economic development and assistance	-	-	-	-
Other	-	-	-	-
Capital outlay	-	-	-	29,308
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	34,763	5,151	741,266	158,743
Excess (deficiency) of revenues over (under) expenditures	(2,389)	218,263	(740,321)	40,080
Other financing sources (uses):				
Transfers in	-	150,505	760,000	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	150,505	760,000	-
Net change in fund balances	(2,389)	368,768	19,679	40,080
Fund balances at beginning of year	15,985	1,616,283	45,681	91,228
Fund balances (deficits) at end of year.	\$ 13,596	\$ 1,985,051	\$ 65,360	\$ 131,308

Drug Task Force	Adult Probation	Emergency Management	Crime Victim Assistance	Lodging Excise Tax	Senior Citizens Levy
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 919,547
-	-	-	-	2,139,544	-
-	47,393	20,750	-	-	-
-	-	-	-	-	-
16,225	-	-	-	-	-
-	138,921	794,903	147,523	-	115,103
-	-	-	-	-	-
-	-	181	431	-	-
-	-	1,000	44,738	-	-
<u>16,225</u>	<u>186,314</u>	<u>816,834</u>	<u>192,692</u>	<u>2,139,544</u>	<u>1,034,650</u>
-	-	-	186,011	2,429,007	-
-	-	-	-	-	-
8,532	168,354	197,094	-	-	-
-	-	-	-	-	-
-	-	-	-	-	980,147
-	-	-	-	-	-
-	49,566	-	-	-	-
-	6,024	109,346	-	-	-
-	698	-	-	-	-
-	166	-	-	-	-
<u>8,532</u>	<u>224,808</u>	<u>306,440</u>	<u>186,011</u>	<u>2,429,007</u>	<u>980,147</u>
<u>7,693</u>	<u>(38,494)</u>	<u>510,394</u>	<u>6,681</u>	<u>(289,463)</u>	<u>54,503</u>
-	-	49,906	-	-	-
-	-	-	-	-	-
-	-	<u>49,906</u>	-	-	-
7,693	(38,494)	560,300	6,681	(289,463)	54,503
<u>52,391</u>	<u>49,386</u>	<u>327,938</u>	<u>59,865</u>	<u>558,493</u>	<u>25,331</u>
<u>\$ 60,084</u>	<u>\$ 10,892</u>	<u>\$ 888,238</u>	<u>\$ 66,546</u>	<u>\$ 269,030</u>	<u>\$ 79,834</u>

(continued)

ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Treasurer's Prepaid Interest	Solid Waste District	Land Acquisition	Total
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 919,547
Sales taxes	-	-	-	2,139,544
Charges for services	-	355,094	-	2,502,699
Licenses and permits	-	-	-	262,086
Fines and forfeitures	-	-	-	236,617
Intergovernmental	-	68,209	-	6,651,374
Investment income	42,638	-	-	58,831
Reimbursements	-	4,958	-	176,415
Other	-	-	-	77,324
Total revenues	<u>42,638</u>	<u>428,261</u>	<u>-</u>	<u>13,024,437</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	45,929	-	-	3,910,180
Judicial	-	-	-	228,302
Public safety	-	-	-	3,440,574
Health	-	517,610	-	746,985
Human services	-	-	-	4,941,101
Economic development and assistance	-	-	-	494,985
Other	-	-	-	49,566
Capital outlay	2,226	46,400	-	226,004
Debt service:				
Principal retirement	-	-	-	77,108
Interest and fiscal charges	-	-	-	40,431
Total expenditures	<u>48,155</u>	<u>564,010</u>	<u>-</u>	<u>14,155,236</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,517)</u>	<u>(135,749)</u>	<u>-</u>	<u>(1,130,799)</u>
Other financing sources (uses):				
Transfers in	-	60,000	-	2,143,313
Transfers out	-	-	-	(1,272,423)
Total other financing sources (uses)	<u>-</u>	<u>60,000</u>	<u>-</u>	<u>870,890</u>
Net change in fund balances	(5,517)	(75,749)	-	(259,909)
Fund balances at beginning of year	<u>67,682</u>	<u>50,524</u>	<u>2,000</u>	<u>7,501,025</u>
Fund balances (deficits) at end of year	<u>\$ 62,165</u>	<u>\$ (25,225)</u>	<u>\$ 2,000</u>	<u>\$ 7,241,116</u>

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ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CHILDREN SERVICES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 31,298	\$ 31,298	\$ 31,652	\$ 354
Intergovernmental	1,639,082	1,639,082	1,657,646	18,564
Reimbursements	91,893	91,893	92,934	1,041
Total revenues	<u>1,762,273</u>	<u>1,762,273</u>	<u>1,782,232</u>	<u>19,959</u>
Expenditures:				
Current:				
Human services				
Materials and supplies	16,279	19,000	12,675	6,325
Contractual services.	<u>2,208,780</u>	<u>2,578,000</u>	<u>2,382,985</u>	<u>195,015</u>
Total expenditures	<u>2,225,059</u>	<u>2,597,000</u>	<u>2,395,660</u>	<u>201,340</u>
Deficiency of revenues under expenditures	<u>(462,786)</u>	<u>(834,727)</u>	<u>(613,428)</u>	<u>221,299</u>
Other financing sources (uses):				
Transfers in	1,087,682	1,087,682	1,100,000	12,318
Transfers out.	<u>(813,941)</u>	<u>(950,000)</u>	<u>(941,344)</u>	<u>8,656</u>
Total other financing sources (uses)	<u>273,741</u>	<u>137,682</u>	<u>158,656</u>	<u>20,974</u>
Net change in fund balance	(189,045)	(697,045)	(454,772)	242,273
Fund balance, January 1.	<u>1,058,012</u>	<u>1,058,012</u>	<u>1,058,012</u>	<u>-</u>
Fund balance, December 31.	<u>\$ 868,967</u>	<u>\$ 360,967</u>	<u>\$ 603,240</u>	<u>\$ 242,273</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CHILD SUPPORT ENFORCEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 485,122	\$ 485,122	\$ 389,813	\$ (95,309)
Intergovernmental	1,405,287	1,405,287	1,129,199	(276,088)
Total revenues	<u>1,890,409</u>	<u>1,890,409</u>	<u>1,519,012</u>	<u>(371,397)</u>
Expenditures:				
Current:				
Human services				
Personal services	1,590,471	1,410,486	1,218,279	192,207
Materials and supplies.	13,806	18,250	10,575	7,675
Contractual services.	<u>260,537</u>	<u>460,000</u>	<u>199,568</u>	<u>260,432</u>
Total expenditures	<u>1,864,814</u>	<u>1,888,736</u>	<u>1,428,422</u>	<u>460,314</u>
Deficiency of revenues under expenditures	<u>25,595</u>	<u>1,673</u>	<u>90,590</u>	<u>88,917</u>
Other financing sources:				
Sale of capital assets.	25	25	20	5
Transfers in	28,502	28,502	22,902	(5,600)
Transfers out.	<u>(383,922)</u>	<u>(400,000)</u>	<u>(294,079)</u>	<u>105,921</u>
Total other financing sources	<u>(355,395)</u>	<u>(371,473)</u>	<u>(271,157)</u>	<u>100,326</u>
Net change in fund balance	(329,800)	(369,800)	(180,567)	189,243
Fund balance, January 1	<u>423,599</u>	<u>423,599</u>	<u>423,599</u>	<u>-</u>
Fund balance, December 31	<u>\$ 93,799</u>	<u>\$ 53,799</u>	<u>\$ 243,032</u>	<u>\$ 189,243</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CERTIFICATE OF TITLE ADMINISTRATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 239,325	\$ 239,325	\$ 210,025	\$ (29,300)
Investment income	675	675	592	(83)
Total revenues	<u>240,000</u>	<u>240,000</u>	<u>210,617</u>	<u>(29,383)</u>
Expenditures:				
Current:				
General government:				
Legislative and executive				
Personal services	233,827	233,827	218,187	15,640
Materials and supplies.	8,100	8,100	5,504	2,596
Contractual services.	7,000	7,000	5,103	1,897
Total expenditures	<u>248,927</u>	<u>248,927</u>	<u>228,794</u>	<u>20,133</u>
Excess of revenues over expenditures	(8,927)	(8,927)	(18,177)	(9,250)
Other financing sources:				
Transfers out.	<u>(37,000)</u>	<u>(37,000)</u>	<u>(37,000)</u>	<u>-</u>
Total other financing sources	<u>(37,000)</u>	<u>(37,000)</u>	<u>(37,000)</u>	<u>-</u>
Net change in fund balance	(45,927)	(45,927)	(55,177)	(9,250)
Fund balance, January 1.	<u>168,597</u>	<u>168,597</u>	<u>168,597</u>	<u>-</u>
Fund balance, December 31.	<u>\$ 122,670</u>	<u>\$ 122,670</u>	<u>\$ 113,420</u>	<u>\$ (9,250)</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DOG AND KENNEL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 10,746	\$ 10,746	\$ 11,114	\$ 368
Licenses and permits.	253,405	253,405	262,086	8,681
Fines and forfeitures.	4,424	4,424	4,576	152
Other	2,380	2,380	2,462	82
Total revenues	270,955	270,955	280,238	9,283
Expenditures:				
Current:				
Health				
Personal services	199,742	195,675	194,737	938
Materials and supplies.	23,154	26,400	22,574	3,826
Contractual services.	68,159	70,180	66,451	3,729
Capital outlay	4,100	4,100	-	4,100
Total expenditures	295,155	296,355	283,762	12,593
Excess (deficiency) of revenues under expenditures	(24,200)	(25,400)	(3,524)	21,876
Other financing sources :				
Sale of capital assets.	45	45	47	(2)
Total other financing sources.	45	45	47	(2)
Net change in fund balance	(24,155)	(25,355)	(3,477)	21,874
Fund balance, January 1	231,949	231,949	231,949	-
Fund balance, December 31	\$ 207,794	\$ 206,594	\$ 228,472	\$ 21,874

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 REAL ESTATE ASSESSMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 1,123,626	\$ 1,123,626	\$ 918,357	\$ (205,269)
Intergovernmental	93,417	93,417	76,351	(17,066)
Reimbursements	22,957	22,957	18,763	(4,194)
Total revenues	<u>1,240,000</u>	<u>1,240,000</u>	<u>1,013,471</u>	<u>(226,529)</u>
Expenditures:				
Current:				
General government:				
Legislative and executive				
Personal services	484,855	486,915	483,712	3,203
Materials and supplies.	53,448	53,675	44,764	8,911
Contractual services.	594,091	596,614	308,332	288,282
Capital outlay	44,822	45,012	11,826	33,186
Total expenditures	<u>1,177,216</u>	<u>1,182,216</u>	<u>848,634</u>	<u>333,582</u>
Net change in fund balance	62,784	57,784	164,837	107,053
Fund balance, January 1.	<u>623,861</u>	<u>623,861</u>	<u>623,861</u>	<u>-</u>
Fund balance, December 31	<u>\$ 686,645</u>	<u>\$ 681,645</u>	<u>\$ 788,698</u>	<u>\$ 107,053</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DELINQUENT REAL ESTATE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 339,300	\$ 339,300	\$ 242,641	\$ (96,659)
Reimbursements	10,700	10,700	7,652	(3,048)
Total revenues	350,000	350,000	250,293	(99,707)
Expenditures:				
Current:				
General government:				
Legislative and executive				
Personal services	210,111	188,985	180,786	8,199
Materials and supplies	67,097	90,989	57,732	33,257
Contractual services	6,045	6,000	5,201	799
Capital outlay	4,272	7,051	3,676	3,375
Total expenditures	287,525	293,025	247,395	45,630
Net change in fund balance	62,475	56,975	2,898	(54,077)
Fund balance, January 1	291,670	291,670	291,670	-
Fund balance, December 31	\$ 354,145	\$ 348,645	\$ 294,568	\$ (54,077)

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COMMUNITY DEVELOPMENT BLOCK GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 671,309	\$ 989,294	\$ 490,590	\$ (498,704)
Investment income	21,300	31,389	15,566	(15,823)
Reimbursements	8,848	13,039	6,466	(6,573)
Total revenues	701,457	1,033,722	512,622	(521,100)
Expenditures:				
Current:				
Economic development and assistance				
Materials and supplies	9,646	13,131	5,767	7,364
Contractual services	761,064	1,036,090	455,036	581,054
Total expenditures	770,710	1,049,221	460,803	588,418
Deficiency of revenues under expenditures	(69,253)	(15,499)	51,819	67,318
Other financing sources:				
Other financing sources	14,867	21,910	10,865	(11,045)
Total other financing sources	14,867	21,910	10,865	(11,045)
Net change in fund balance	(54,386)	6,411	62,684	56,273
Fund balance, January 1	247,526	247,526	247,526	-
Fund balance, December 31	\$ 193,140	\$ 253,937	\$ 310,210	\$ 56,273

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COMMUNITY ROTARY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 833	\$ 833	\$ 1,516	\$ 683
Investment income	40	40	72	32
Total revenues	<u>873</u>	<u>873</u>	<u>1,588</u>	<u>715</u>
Expenditures:				
Current:				
Economic development and assistance				
Contractual services	<u>6,000</u>	<u>41,000</u>	<u>9,147</u>	<u>31,853</u>
Total expenditures	<u>6,000</u>	<u>41,000</u>	<u>9,147</u>	<u>31,853</u>
Excess (deficiency) of revenues over (under) expenditures	(5,127)	(40,127)	(7,559)	32,568
Other financing sources:				
Other financing sources	<u>5,127</u>	<u>5,127</u>	<u>9,332</u>	<u>4,205</u>
Total other financing sources	<u>5,127</u>	<u>5,127</u>	<u>9,332</u>	<u>4,205</u>
Net change in fund balance	-	(35,000)	1,773	36,773
Fund balance, January 1	<u>57,786</u>	<u>57,786</u>	<u>57,786</u>	<u>-</u>
Fund balance, December 31	<u>\$ 57,786</u>	<u>\$ 22,786</u>	<u>\$ 59,559</u>	<u>\$ 36,773</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURT COMPUTERIZATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 275,000	\$ 275,000	\$ 315,343	\$ 40,343
Total revenues	<u>275,000</u>	<u>275,000</u>	<u>315,343</u>	<u>40,343</u>
Expenditures:				
Current:				
General government:				
Judicial				
Personal services.	107,833	138,397	128,112	10,285
Materials and supplies.	13,414	19,173	15,937	3,236
Contractual services.	22,139	37,750	26,302	11,448
Total expenditures	<u>143,386</u>	<u>195,320</u>	<u>170,351</u>	<u>24,969</u>
Net change in fund balance	131,614	79,680	144,992	65,312
Fund balance, January 1	<u>163,373</u>	<u>163,373</u>	<u>163,373</u>	<u>-</u>
Fund balance, December 31	<u>\$ 294,987</u>	<u>\$ 243,053</u>	<u>\$ 308,365</u>	<u>\$ 65,312</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 YOUTH SERVICES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fines and forfeitures	\$ 410	\$ 410	\$ 421	\$ 11
Intergovernmental	646,366	646,366	663,273	16,907
Other	17,556	17,556	18,015	459
Total revenues	664,332	664,332	681,709	17,377
Expenditures:				
Current:				
Public safety				
Personal services	816,005	772,734	623,430	149,304
Materials and supplies	82,639	123,560	63,136	60,424
Contractual services	391,248	471,000	298,914	172,086
Capital outlay	22,510	66,000	17,198	48,802
Total expenditures	1,312,402	1,433,294	1,002,678	430,616
Net change in fund balance	(648,070)	(768,962)	(320,969)	447,993
Fund balance, January 1	1,137,530	1,137,530	1,137,530	-
Fund balance, December 31	\$ 489,460	\$ 368,568	\$ 816,561	\$ 447,993

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 NORTHERN OHIO JUVENILE CORRECTIONS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 1,282,542	\$ 1,282,542	\$ 1,103,765	\$ (178,777)
Reimbursements	52,458	52,458	45,146	(7,312)
Total revenues	<u>1,335,000</u>	<u>1,335,000</u>	<u>1,148,911</u>	<u>(186,089)</u>
Expenditures:				
Current:				
Public safety				
Personal services	1,047,848	981,568	960,982	20,586
Materials and supplies.	117,543	217,800	107,799	110,001
Contractual services.	<u>118,667</u>	<u>130,480</u>	<u>108,830</u>	<u>21,650</u>
Total expenditures	<u>1,284,058</u>	<u>1,329,848</u>	<u>1,177,611</u>	<u>152,237</u>
Net change in fund balance	50,942	5,152	(28,700)	(33,852)
Fund balance, January 1	<u>181,142</u>	<u>181,142</u>	<u>181,142</u>	<u>-</u>
Fund balance (deficit), December 31	<u>\$ 232,084</u>	<u>\$ 186,294</u>	<u>\$ 152,442</u>	<u>\$ (33,852)</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PROBATE COURT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 37,986	\$ 37,986	\$ 32,633	\$ (5,353)
Other	514	514	442	(72)
Total revenues	<u>38,500</u>	<u>38,500</u>	<u>33,075</u>	<u>(5,425)</u>
Expenditures:				
Current:				
General government:				
Judicial				
Materials and supplies.	2,000	2,000	121	1,879
Contractual services.	<u>51,000</u>	<u>51,000</u>	<u>35,735</u>	<u>15,265</u>
Total expenditures.	<u>53,000</u>	<u>53,000</u>	<u>35,856</u>	<u>17,144</u>
Net change in fund balance	(14,500)	(14,500)	(2,781)	11,719
Fund balance, January 1	<u>22,579</u>	<u>22,579</u>	<u>22,579</u>	<u>-</u>
Fund balance, December 31	<u>\$ 8,079</u>	<u>\$ 8,079</u>	<u>\$ 19,798</u>	<u>\$ 11,719</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COUNTY COURT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 154,979	\$ 154,979	\$ 25,274	\$ (129,705)
Fines and forfeitures	1,225,132	1,225,132	199,795	(1,025,337)
Total revenues	<u>1,380,111</u>	<u>1,380,111</u>	<u>225,069</u>	<u>(1,155,042)</u>
Expenditures:				
Current:				
General government:				
Judicial				
Materials and supplies	18,000	18,000	2,031	15,969
Contractual services	283,500	283,500	34,463	249,037
Capital outlay	3,405,000	3,405,000	-	3,405,000
Total expenditures	<u>3,706,500</u>	<u>3,706,500</u>	<u>36,494</u>	<u>3,670,006</u>
Excess (deficiency) of revenues over (under) expenditures	(2,326,389)	(2,326,389)	188,575	2,514,964
Other financing sources:				
Transfers in	<u>922,889</u>	<u>922,889</u>	<u>150,505</u>	<u>(772,384)</u>
Total other financing sources	<u>922,889</u>	<u>922,889</u>	<u>150,505</u>	<u>(772,384)</u>
Net change in fund balance	(1,403,500)	(1,403,500)	339,080	1,742,580
Fund balance, January 1	<u>1,626,975</u>	<u>1,626,975</u>	<u>1,626,975</u>	<u>-</u>
Fund balance, December 31	<u>\$ 223,475</u>	<u>\$ 223,475</u>	<u>\$ 1,966,055</u>	<u>\$ 1,742,580</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PUBLIC DEFENDER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Reimbursements	\$ -	\$ -	\$ 945	\$ 945
Total revenues	-	-	945	945
Expenditures:				
Current:				
Public safety				
Personal services	461,788	455,779	455,315	464
Materials and supplies	17,400	21,315	17,156	4,159
Contractual services	279,683	282,722	275,762	6,960
Total expenditures	758,871	759,816	748,233	11,583
Deficiency of revenues under expenditures	(758,871)	(759,816)	(747,288)	12,528
Other financing sources:				
Transfers in	760,000	760,000	760,000	-
Total other financing sources	760,000	760,000	760,000	-
Net change in fund balance	1,129	184	12,712	12,528
Fund balance, January 1	73,572	73,572	73,572	-
Fund balance, December 31	\$ 74,701	\$ 73,756	\$ 86,284	\$ 12,528

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SHERIFF SPECIAL ACCOUNT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 85,323	\$ 85,323	\$ 124,421	\$ 39,098
Fines and forfeitures	10,468	10,468	15,265	4,797
Intergovernmental	37,353	37,353	54,470	17,117
Other	65	65	95	30
Total revenues	<u>133,209</u>	<u>133,209</u>	<u>194,251</u>	<u>61,042</u>
Expenditures:				
Current:				
Public safety				
Personal services	90,402	106,530	89,968	16,562
Contractual services	26,658	31,317	26,530	4,787
Capital outlay	29,450	31,680	29,308	2,372
Total expenditures	<u>146,510</u>	<u>169,527</u>	<u>145,806</u>	<u>23,721</u>
Net change in fund balance	(13,301)	(36,318)	48,445	84,763
Fund balance, January 1	<u>96,122</u>	<u>96,122</u>	<u>96,122</u>	<u>-</u>
Fund balance, December 31	<u>\$ 82,821</u>	<u>\$ 59,804</u>	<u>\$ 144,567</u>	<u>\$ 84,763</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DRUG TASK FORCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 10,000	\$ 10,000	\$ 16,225	\$ 6,225
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>16,225</u>	<u>6,225</u>
Expenditures:				
Current:				
Public safety				
Personal services	7,349	7,349	5,470	1,879
Total expenditures	<u>7,349</u>	<u>7,349</u>	<u>5,470</u>	<u>1,879</u>
Net change in fund balance	2,651	2,651	10,755	8,104
Fund balance, January 1.	<u>52,637</u>	<u>52,637</u>	<u>52,637</u>	<u>-</u>
Fund balance(deficit), December 31.	<u>\$ 55,288</u>	<u>\$ 55,288</u>	<u>\$ 63,392</u>	<u>\$ 8,104</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ADULT PROBATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 49,867	\$ 49,867	\$ 47,393	\$ (2,474)
Intergovernmental	164,133	164,133	155,991	(8,142)
Total revenues	214,000	214,000	203,384	(10,616)
Expenditures:				
Current:				
Public safety				
Personal services	151,155	148,667	147,992	675
Materials and supplies	1,236	1,465	1,210	255
Capital outlay	6,153	6,024	6,024	-
Total expenditures	158,544	156,156	155,226	930
Excess (deficiency) of revenues over (under) expenditures	55,456	57,844	48,158	(9,686)
Other financing uses:				
Other financing uses	(50,625)	(67,000)	(49,566)	17,434
Total other financing uses	(50,625)	(67,000)	(49,566)	17,434
Net change in fund balance	4,831	(9,156)	(1,408)	7,748
Fund balance, January 1	26,665	26,665	26,665	-
Fund balance, December 31	\$ 31,496	\$ 17,509	\$ 25,257	\$ 7,748

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 EMERGENCY MANAGEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 9,803	\$ 20,163	\$ 20,750	\$ 587
Intergovernmental	372,588	766,379	788,672	22,293
Reimbursements	86	176	181	5
Other	472	972	1,000	28
Total revenues	<u>382,949</u>	<u>787,690</u>	<u>810,603</u>	<u>22,913</u>
Expenditures:				
Current:				
Public safety				
Personal services	73,470	127,582	124,970	2,612
Materials and supplies	13,463	36,276	22,900	13,376
Contractual services	27,742	134,285	47,188	87,097
Capital outlay	64,284	347,481	109,346	238,135
Total expenditures	<u>178,959</u>	<u>645,624</u>	<u>304,404</u>	<u>341,220</u>
Excess (deficiency) of revenues over (under) expenditures	203,990	142,066	506,199	364,133
Other financing sources:				
Transfers in	23,577	48,495	49,906	1,411
Total other financing sources	<u>23,577</u>	<u>48,495</u>	<u>49,906</u>	<u>1,411</u>
Net change in fund balance	227,567	190,561	556,105	365,544
Fund balance, January 1	<u>333,128</u>	<u>333,128</u>	<u>333,128</u>	<u>-</u>
Fund balance, December 31	<u>\$ 560,695</u>	<u>\$ 523,689</u>	<u>\$ 889,233</u>	<u>\$ 365,544</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CRIME VICTIM ASSISTANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 136,823	\$ 207,382	\$ 140,737	\$ (66,645)
Reimbursements	419	635	431	(204)
Other	36,198	54,864	37,233	(17,631)
Total revenues	<u>173,440</u>	<u>262,881</u>	<u>178,401</u>	<u>(84,480)</u>
Expenditures:				
Current:				
General government:				
Legislative and executive				
Personal services	135,211	215,226	144,986	70,240
Materials and supplies	8,981	14,443	9,630	4,813
Contractual services	22,034	43,705	23,627	20,078
Total expenditures	<u>166,226</u>	<u>273,374</u>	<u>178,243</u>	<u>95,131</u>
Net change in fund balance	7,214	(10,493)	158	10,651
Fund balance, January 1.	<u>65,471</u>	<u>65,471</u>	<u>65,471</u>	<u>-</u>
Fund balance, December 31	<u>\$ 72,685</u>	<u>\$ 54,978</u>	<u>\$ 65,629</u>	<u>\$ 10,651</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 LODGING EXCISE TAX FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Sales taxes	\$ 2,000,000	\$ 2,400,000	\$ 2,077,972	\$ (322,028)
Total revenues	<u>2,000,000</u>	<u>2,400,000</u>	<u>2,077,972</u>	<u>(322,028)</u>
Expenditures:				
Current:				
Legislative and executive				
Materials and supplies	2,050,000	2,680,000	2,429,007	250,993
Total expenditures	<u>2,050,000</u>	<u>2,680,000</u>	<u>2,429,007</u>	<u>250,993</u>
Net change in fund balance	(50,000)	(280,000)	(351,035)	(71,035)
Fund balance, January 1	<u>374,447</u>	<u>374,447</u>	<u>374,447</u>	<u>-</u>
Fund balance, December 31	<u>\$ 324,447</u>	<u>\$ 94,447</u>	<u>\$ 23,412</u>	<u>\$ (71,035)</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SENIOR CITIZEN LEVY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property taxes	\$ 918,663	\$ 918,663	\$ 916,801	\$ (1,862)
Intergovernmental	115,337	115,337	115,103	(234)
Total revenues	<u>1,034,000</u>	<u>1,034,000</u>	<u>1,031,904</u>	<u>(2,096)</u>
Expenditures:				
Current:				
Human services				
Materials and supplies.	<u>1,003,319</u>	<u>1,003,319</u>	<u>980,147</u>	<u>23,172</u>
Total expenditures	<u>1,003,319</u>	<u>1,003,319</u>	<u>980,147</u>	<u>23,172</u>
Net change in fund balance	30,681	30,681	51,757	21,076
Fund balance, January 1	<u>283</u>	<u>283</u>	<u>283</u>	<u>-</u>
Fund balance, December 31	<u>\$ 30,964</u>	<u>\$ 30,964</u>	<u>\$ 52,040</u>	<u>\$ 21,076</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TREASURER'S PREPAID INTEREST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income	\$ 60,000	\$ 60,000	\$ 42,638	\$ (17,362)
Total revenues	<u>60,000</u>	<u>60,000</u>	<u>42,638</u>	<u>(17,362)</u>
Expenditures:				
Current:				
General government:				
Legislative and executive				
Personal services	50,525	45,199	45,182	17
Materials and supplies.	2,328	9,676	2,082	7,594
Capital outlay	2,489	2,871	2,226	645
Total expenditures	<u>55,342</u>	<u>57,746</u>	<u>49,490</u>	<u>8,256</u>
Net change in fund balance	4,658	2,254	(6,852)	(9,106)
Fund balance, January 1.	<u>71,182</u>	<u>71,182</u>	<u>71,182</u>	<u>-</u>
Fund balance, December 31	<u>\$ 75,840</u>	<u>\$ 73,436</u>	<u>\$ 64,330</u>	<u>\$ (9,106)</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SOLID WASTE DISTRICT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 319,557	\$ 395,356	\$ 358,566	\$ (36,790)
Intergovernmental	60,788	75,207	68,209	(6,998)
Reimbursements	4,419	5,467	4,958	(509)
Total revenues	<u>384,764</u>	<u>476,030</u>	<u>431,733</u>	<u>(44,297)</u>
Expenditures:				
Current:				
Health				
Personal services	87,779	100,694	99,920	774
Materials and supplies	20,599	23,630	17,868	5,762
Contractual services	376,610	432,024	426,829	5,195
Capital outlay	40,448	46,400	46,400	-
Total expenditures	<u>525,436</u>	<u>602,748</u>	<u>591,017</u>	<u>11,731</u>
Excess (deficiency) of revenues over (under) expenditures	(140,672)	(126,718)	(159,284)	(32,566)
Other financing sources:				
Transfers in	53,472	66,156	60,000	(6,156)
Total other financing sources	<u>53,472</u>	<u>66,156</u>	<u>60,000</u>	<u>(6,156)</u>
Net change in fund balance	(87,200)	(60,562)	(99,284)	(38,722)
Fund balance, January 1	<u>77,145</u>	<u>77,145</u>	<u>77,145</u>	<u>-</u>
Fund balance (deficit), December 31	<u>\$ (10,055)</u>	<u>\$ 16,583</u>	<u>\$ (22,139)</u>	<u>\$ (38,722)</u>

ERIE COUNTY, OHIO

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAND ACQUISITION FUND
FOR THE YEAR ENDED DECEMBER 31, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance, January 1	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>\$ -</u>
Fund balance, December 31	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>\$ 2,000</u>	<u>\$ -</u>

ERIE COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2008

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Assets:			
Equity in pooled cash and cash equivalents.	\$ 1,277,244	\$ 451	\$ 1,277,695
Receivables (net of allowances of uncollectibles):			
Special assessments	-	3,512,036	3,512,036
Total assets	<u>\$ 1,277,244</u>	<u>\$ 3,512,487</u>	<u>\$ 4,789,731</u>
Liabilities:			
Deferred revenue.	\$ -	\$ 3,512,036	\$ 3,512,036
Total liabilities	-	3,512,036	3,512,036
Fund Balances:			
Reserved for debt service	1,277,244	451	1,277,695
Total fund balances	<u>1,277,244</u>	<u>451</u>	<u>1,277,695</u>
Total liabilities and fund balances.	<u>\$ 1,277,244</u>	<u>\$ 3,512,487</u>	<u>\$ 4,789,731</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total
Revenues:			
Special assessments	\$ 771,794	\$ 177,471	\$ 949,265
Other	27,484	-	27,484
Total revenues	<u>799,278</u>	<u>177,471</u>	<u>976,749</u>
Expenditures:			
Debt service:			
Principal retirement	1,245,000	80,461	1,325,461
Interest and fiscal charges	616,475	27,421	643,896
Total expenditures	<u>1,861,475</u>	<u>107,882</u>	<u>1,969,357</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,062,197)</u>	<u>69,589</u>	<u>(992,608)</u>
Other financing sources (uses):			
Transfers in	1,051,984	39,000	1,090,984
Transfers out	-	(113,214)	(113,214)
Total other financing sources (uses)	<u>1,051,984</u>	<u>(74,214)</u>	<u>977,770</u>
Net change in fund balances	(10,213)	(4,625)	(14,838)
Fund balances at beginning of year	<u>1,287,457</u>	<u>5,076</u>	<u>1,292,533</u>
Fund balances at end of year	<u>\$ 1,277,244</u>	<u>\$ 451</u>	<u>\$ 1,277,695</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL OBLIGATION BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special assessments	\$ 822,773	\$ 822,773	\$ 771,794	\$ (50,979)
Other	43,802	43,802	41,088	(2,714)
Total revenues	<u>866,575</u>	<u>866,575</u>	<u>812,882</u>	<u>(53,693)</u>
Expenditures:				
Current:				
Debt service:				
Principal retirement	1,245,000	1,245,000	1,245,000	-
Interest and fiscal charges	802,019	802,019	616,475	185,544
Total expenditures	<u>2,047,019</u>	<u>2,047,019</u>	<u>1,861,475</u>	<u>185,544</u>
Deficiency of revenues under expenditures	<u>(1,180,444)</u>	<u>(1,180,444)</u>	<u>(1,048,593)</u>	<u>131,851</u>
Other financing sources:				
Transfers in	1,121,471	1,121,471	1,051,984	(69,487)
Total other financing sources	<u>1,121,471</u>	<u>1,121,471</u>	<u>1,051,984</u>	<u>(69,487)</u>
Net change in fund balance	(58,973)	(58,973)	3,391	62,364
Fund balance, January 1	<u>1,273,853</u>	<u>1,273,853</u>	<u>1,273,853</u>	<u>-</u>
Fund balance, December 31	<u>\$ 1,214,880</u>	<u>\$ 1,214,880</u>	<u>\$ 1,277,244</u>	<u>\$ 62,364</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SPECIAL ASSESSMENT BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Special assessments	\$ 190,106	\$ 190,106	\$ 177,471	\$ (12,635)
Total revenues	<u>190,106</u>	<u>190,106</u>	<u>177,471</u>	<u>(12,635)</u>
Expenditures:				
Current:				
Debt service:				
Principal retirement	84,386	84,386	80,461	3,925
Interest and fiscal charges.	<u>28,759</u>	<u>28,759</u>	<u>27,421</u>	<u>1,338</u>
Total expenditures	<u>113,145</u>	<u>113,145</u>	<u>107,882</u>	<u>5,263</u>
Excess of revenues over expenditures.	76,961	76,961	69,589	(7,372)
Other financing sources (uses):				
Transfers in	41,776	41,776	39,000	(2,776)
Transfers out	<u>(118,737)</u>	<u>(118,737)</u>	<u>(113,214)</u>	<u>5,523</u>
Total other financing sources (uses)	<u>(76,961)</u>	<u>(76,961)</u>	<u>(74,214)</u>	<u>2,747</u>
Net change in fund balance	-	-	(4,625)	(4,625)
Fund balance, January 1	<u>5,076</u>	<u>5,076</u>	<u>5,076</u>	<u>-</u>
Fund balance, December 31.	<u>\$ 5,076</u>	<u>\$ 5,076</u>	<u>\$ 451</u>	<u>\$ (4,625)</u>

ERIE COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2008

	<u>Building Construction</u>	<u>Drainage Improvement</u>	<u>Route 250 Corridor Safety</u>	<u>TIF Projects</u>	<u>Total</u>
Assets:					
Equity in pooled cash and cash equivalents. . . .	\$ 262,807	\$ 152,712	\$ 170,000	\$ 2,140,941	\$ 2,726,460
Receivables (net of allowances of uncollectibles):					
Special assessments	-	-	-	81,594	81,594
Total assets.	<u>\$ 262,807</u>	<u>\$ 152,712</u>	<u>\$ 170,000</u>	<u>\$ 2,222,535</u>	<u>\$ 2,808,054</u>
Liabilities:					
Accounts payable.	\$ 950	\$ -	\$ -	\$ -	\$ 950
Due to other funds	-	-	-	7,986	7,986
Accrued interest payable.	-	-	-	12,630	12,630
Notes payable	-	-	-	3,600,000	3,600,000
Deferred revenue	-	-	-	81,594	81,594
Total liabilities.	<u>950</u>	<u>-</u>	<u>-</u>	<u>3,702,210</u>	<u>3,703,160</u>
Fund Balances:					
Unreserved, undesignated (deficit), reported in:					
Capital projects funds	261,857	152,712	170,000	(1,479,675)	(895,106)
Total fund balances (deficit)	<u>261,857</u>	<u>152,712</u>	<u>170,000</u>	<u>(1,479,675)</u>	<u>(895,106)</u>
Total liabilities and fund balances.	<u>\$ 262,807</u>	<u>\$ 152,712</u>	<u>\$ 170,000</u>	<u>\$ 2,222,535</u>	<u>\$ 2,808,054</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Building Construction</u>	<u>Drainage Improvement</u>	<u>Route 250 Corridor Safety</u>	<u>TIF Projects</u>	<u>Total</u>
Revenues:					
Intergovernmental	\$ -	\$ -	\$ 170,000	\$ -	\$ 170,000
Investment income	-	-	-	14,537	14,537
Other	22	3	-	5,608	5,633
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	22	3	170,000	20,145	190,170
Expenditures:					
Current:					
Other.	15,942	-	-	79,120	95,062
Capital outlay	278,785	-	-	1,407,986	1,686,771
Debt service:					
Interest and fiscal charges.	25,473	-	-	173,437	198,910
Total expenditures	<hr/> 320,200	<hr/> -	<hr/> -	<hr/> 1,660,543	<hr/> 1,980,743
Excess (deficiency) of revenues (under) expenditures.	<hr/> (320,178)	<hr/> 3	<hr/> 170,000	<hr/> (1,640,398)	<hr/> (1,790,573)
Other financing sources:					
Transfers in	425,000	-	-	-	425,000
Total other financing sources	<hr/> 425,000	<hr/> -	<hr/> -	<hr/> -	<hr/> 425,000
Net change in fund balances.	104,822	3	170,000	(1,640,398)	(1,365,573)
Fund balances at beginning of year	<hr/> 157,035	<hr/> 152,709	<hr/> -	<hr/> 160,723	<hr/> 470,467
Fund balances (deficit) at end of year	<hr/> <u>\$ 261,857</u>	<hr/> <u>\$ 152,712</u>	<hr/> <u>\$ 170,000</u>	<hr/> <u>\$ (1,479,675)</u>	<hr/> <u>\$ (895,106)</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 BUILDING CONSTRUCTION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
Current:				
Capital outlay				
Materials and supplies	\$ 307	\$ 3,000	\$ 589	\$ 2,411
Contractual services	8,014	33,000	15,353	17,647
Capital outlay.	<u>216,314</u>	<u>634,808</u>	<u>414,385</u>	<u>220,423</u>
Total capital outlay	<u>224,635</u>	<u>670,808</u>	<u>430,327</u>	<u>240,481</u>
Debt service:				
Interest and fiscal charges	<u>13,297</u>	<u>25,473</u>	<u>25,473</u>	<u>-</u>
Total debt service	<u>13,297</u>	<u>25,473</u>	<u>25,473</u>	<u>-</u>
Total expenditures.	<u>237,932</u>	<u>696,281</u>	<u>455,800</u>	<u>240,481</u>
Deficiency of revenues under expenditures	<u>(237,932)</u>	<u>(696,281)</u>	<u>(455,800)</u>	<u>240,481</u>
Other financing sources:				
Transfers in	-	425,000	425,000	-
Other financing sources	<u>22</u>	<u>22</u>	<u>22</u>	<u>-</u>
Total other financing sources	<u>22</u>	<u>425,022</u>	<u>425,022</u>	<u>-</u>
Net change in fund balance	(237,910)	(271,259)	(30,778)	240,481
Fund balance, January 1.	<u>293,585</u>	<u>293,585</u>	<u>293,585</u>	<u>-</u>
Fund balance, December 31.	<u>\$ 55,675</u>	<u>\$ 22,326</u>	<u>\$ 262,807</u>	<u>\$ 240,481</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DRAINAGE IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ -	\$ -	\$ 3	\$ 3
Total revenues	<u>-</u>	<u>-</u>	<u>3</u>	<u>3</u>
Net change in fund balance	-	-	3	3
Fund balance, January 1.	<u>152,709</u>	<u>152,709</u>	<u>152,709</u>	<u>-</u>
Fund balance, December 31.	<u><u>\$ 152,709</u></u>	<u><u>\$ 152,709</u></u>	<u><u>\$ 152,712</u></u>	<u><u>\$ 3</u></u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ROUTE 250 CORRIDOR SAFETY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 170,000	\$ 170,000	\$ -
Total revenues	<u>-</u>	<u>170,000</u>	<u>170,000</u>	<u>-</u>
Expenditures:				
Capital Outlay				
Other.	-	60,000	-	60,000
Total expenditures.	<u>-</u>	<u>60,000</u>	<u>-</u>	<u>60,000</u>
Net change in fund balance	-	110,000	170,000	60,000
Fund balance, January 1.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, December 31.	<u>\$ -</u>	<u>\$ 110,000</u>	<u>\$ 170,000</u>	<u>\$ 60,000</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TIF PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 85	\$ 14,464	\$ 14,537	\$ 73
Total revenues	85	14,464	14,537	73
Expenditures:				
Current:				
Public Works				
Contractual services	-	130,864	79,120	51,744
Capital outlay	-	1,400,000	1,400,000	-
Total public works	-	1,530,864	1,479,120	51,744
Debt Service:				
Interest and fiscal charges	-	169,944	160,807	9,137
Total expenditures	-	1,700,808	1,639,927	60,881
Excess (deficiency) of revenues over (under) expenditures	85	(1,686,344)	(1,625,390)	60,954
Other financing uses:				
Proceeds from the sale of notes	-	3,582,041	3,600,000	17,959
Other financing sources	-	5,580	5,608	28
Total other financing sources	-	3,587,621	3,605,608	17,987
Net change in fund balance	85	1,901,277	1,980,218	78,941
Fund balance, January 1	160,723	160,723	160,723	-
Fund balance, December 31	\$ 160,808	\$ 2,062,000	\$ 2,140,941	\$ 78,941

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ERIE COUNTY, OHIO

COMBINING STATEMENT OF NET ASSETS
NONMAJOR INTERNAL SERVICE FUNDS
DECEMBER 31, 2008

	Employee Self-Insurance	Worker's Compensation Retro Rating	Total
Assets:			
Equity in pooled cash and cash equivalents.	\$ 4,488,903	\$ 445,790	\$ 4,934,693
Total assets.	<u>4,488,903</u>	<u>445,790</u>	<u>4,934,693</u>
Liabilities:			
Contracts payable.	782	-	782
Claims payable	<u>791,797</u>	<u>-</u>	<u>791,797</u>
Total liabilities.	<u>792,579</u>	<u>-</u>	<u>792,579</u>
Net Assets:			
Unrestricted	<u>3,696,324</u>	<u>445,790</u>	<u>4,142,114</u>
Total net assets	<u>\$ 3,696,324</u>	<u>\$ 445,790</u>	<u>\$ 4,142,114</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
NONMAJOR INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Employee Self-Insurance</u>	<u>Worker's Compensation Retro Rating</u>	<u>Total</u>
Operating revenues:			
Charges for services	\$ 8,284,150	\$ 886,799	\$ 9,170,949
Other	53,173	49,252	102,425
	<hr/>	<hr/>	<hr/>
Total operating revenues	8,337,323	936,051	9,273,374
	<hr/>	<hr/>	<hr/>
Operating expenses:			
Personal services	31	-	31
Contract services	314,264	519,162	833,426
Claims	5,489,465	-	5,489,465
	<hr/>	<hr/>	<hr/>
Total operating expenses	5,803,760	519,162	6,322,922
	<hr/>	<hr/>	<hr/>
Operating income	2,533,563	416,889	2,950,452
	<hr/>	<hr/>	<hr/>
Transfers in	71,780	-	71,780
	<hr/>	<hr/>	<hr/>
Change in net assets	2,605,343	416,889	3,022,232
	<hr/>	<hr/>	<hr/>
Net assets at beginning of year	1,090,981	28,901	1,119,882
	<hr/>	<hr/>	<hr/>
Net assets at end of year	<u>\$ 3,696,324</u>	<u>\$ 445,790</u>	<u>\$ 4,142,114</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Employee Self-Insurance</u>	<u>Worker's Compensation Retro Rating</u>	<u>Total</u>
Cash flows from operating activities:			
Cash received from charges for services.	\$ 8,284,150	\$ 886,799	\$ 9,170,949
Cash received from other operations	53,173	49,252	102,425
Cash payments for personal services	(31)	-	(31)
Cash payments for contract services	(340,966)	(519,821)	(860,787)
Cash payments for claims expenses.	<u>(5,499,271)</u>	<u>-</u>	<u>(5,499,271)</u>
Net cash provided by operating activities.	<u>2,497,055</u>	<u>416,230</u>	<u>2,913,285</u>
Cash flows from noncapital financing activities:			
Cash received from transfers in.	<u>71,780</u>	<u>-</u>	<u>71,780</u>
Net cash provided by noncapital financing activities.	<u>71,780</u>	<u>-</u>	<u>71,780</u>
Net increase in cash and cash equivalents.	2,568,835	416,230	2,985,065
Cash and cash equivalents at beginning of year.	<u>1,920,068</u>	<u>29,560</u>	<u>1,949,628</u>
Cash and cash equivalents at end of year	<u><u>\$ 4,488,903</u></u>	<u><u>\$ 445,790</u></u>	<u><u>\$ 4,934,693</u></u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 2,533,563	\$ 416,889	2,950,452
Changes in assets and liabilities:			
Decrease in accounts payable	(8,019)	(659)	(8,678)
Decrease in contracts payable	(2,878)	-	(2,878)
Decrease in due to other governments	(15,805)	-	(15,805)
Decrease in claims payable	<u>(9,806)</u>	<u>-</u>	<u>(9,806)</u>
Net cash provided by operating activities	<u><u>\$ 2,497,055</u></u>	<u><u>\$ 416,230</u></u>	<u><u>\$ 2,913,285</u></u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 EMPLOYEE SELF-INSURANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive
				(Negative)
Operating revenues:				
Charges for services	\$ 8,398,325	\$ 8,398,325	\$ 8,284,150	\$ (114,175)
Other	50,368	50,368	49,683	(685)
Total operating revenues	<u>8,448,693</u>	<u>8,448,693</u>	<u>8,333,833</u>	<u>(114,860)</u>
Operating expenses:				
Personal services	70	70	31	39
Materials and supplies	425,000	425,000	340,966	84,034
Claims and judgements.	7,994,930	7,994,930	5,499,271	2,495,659
Total operating expenses	<u>8,420,000</u>	<u>8,420,000</u>	<u>5,840,268</u>	<u>2,579,732</u>
Operating income (loss)	<u>28,693</u>	<u>28,693</u>	<u>2,493,565</u>	<u>2,464,872</u>
Nonoperating revenues:				
Other nonoperating revenues	3,538	3,538	3,490	(48)
Total nonoperating revenues	<u>3,538</u>	<u>3,538</u>	<u>3,490</u>	<u>(48)</u>
Net income (loss) before transfers	<u>32,231</u>	<u>32,231</u>	<u>2,497,055</u>	<u>2,464,824</u>
Transfers in	<u>72,769</u>	<u>72,769</u>	<u>71,780</u>	<u>(989)</u>
Total transfers	<u>72,769</u>	<u>72,769</u>	<u>71,780</u>	<u>(989)</u>
Net change in fund balance	105,000	105,000	2,568,835	2,463,835
Fund balance, January 1	<u>1,920,068</u>	<u>1,920,068</u>	<u>1,920,068</u>	<u>-</u>
Fund balance, December 31.	<u>\$ 2,025,068</u>	<u>\$ 2,025,068</u>	<u>\$ 4,488,903</u>	<u>\$ 2,463,835</u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WORKER'S COMPENSATION RETRO RATING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 900,014	\$ 900,014	\$ 886,799	\$ (13,215)
Other	49,986	49,986	49,252	(734)
Total operating revenues	<u>950,000</u>	<u>950,000</u>	<u>936,051</u>	<u>(13,949)</u>
Operating expenses:				
Contractual services	<u>767,000</u>	<u>767,000</u>	<u>519,821</u>	<u>247,179</u>
Total operating expenses	<u>767,000</u>	<u>767,000</u>	<u>519,821</u>	<u>247,179</u>
Net change in fund balance	183,000	183,000	416,230	233,230
Fund balance, January 1	<u>29,560</u>	<u>29,560</u>	<u>29,560</u>	<u>-</u>
Fund balance (deficit), December 31.	<u>\$ 212,560</u>	<u>\$ 212,560</u>	<u>\$ 445,790</u>	<u>\$ 233,230</u>

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ERIE COUNTY, OHIO
NONMAJOR FIDUCIARY FUNDS
FUND DESCRIPTIONS

Private Purpose Trust Fund

Bluecoat Trust Fund

A fund used to account for assets held by the County in a trustee capacity or as an agent for other governments or funds, private organizations, or individuals. Since the County maintains only one private purpose trust fund, no combining statements are presented.

Investment Trust Fund

Park District Board Fund

A fund used to account for the changes in net assets of the participants in the external investment pool operated by the County. Currently, there is only one participant in the pool, the Erie County Metroparks Board. Since the County maintains only one investment trust fund, no combining statements are presented.

Agency Funds

Agency funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

Undivided Tax Fund	Care Facility Fund
Undivided Inheritance and Estate Tax Fund	Clerk of Courts Fund
Undivided General Tax Fund	County Court Fund
Undivided Personal Tax Fund	Family Court Fund
Undivided Manufactured Home Tax Fund	Probate Court Fund
Undivided Local Government Fund	Prosecutor Fund
Fines Distribution Fund	Sheriff Fund
Lodging Excise Tax Fund	Adult Probation Fund
Care Facility Agency Fund	Drug Task Force Fund
District Board of Health Fund	
Erie Regional Planning Fund	
Soil and Water Conservation Fund	
Mental Health Recovery Fund	
Family and Children First Fund	
State of Ohio Fund	
Subdivisions Fund	
Payroll Fund	
Treasurer Investments Fund	

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 BLUECOAT TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income	\$ 2,500	\$ 2,500	\$ 1,907	\$ (593)
Total revenues	<u>2,500</u>	<u>2,500</u>	<u>1,907</u>	<u>(593)</u>
Net change in fund balance	2,500	2,500	1,907	(593)
Fund balance, January 1	<u>48,329</u>	<u>48,329</u>	<u>48,329</u>	<u>-</u>
Fund balance, December 31	<u><u>\$ 50,829</u></u>	<u><u>\$ 50,829</u></u>	<u><u>\$ 50,236</u></u>	<u><u>\$ (593)</u></u>

ERIE COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PARK DISTRICT BOARD FUND
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Investment income	\$ 27,038	\$ 27,038	\$ 27,038	\$ -
Total revenues	<u>27,038</u>	<u>27,038</u>	<u>27,038</u>	<u>-</u>
Excess of revenues over expenditures	<u>27,038</u>	<u>27,038</u>	<u>27,038</u>	<u>-</u>
Other financing sources (uses):				
Other financing sources	1,498,171	1,498,171	1,498,171	-
Other financing (uses).	<u>(2,060,024)</u>	<u>(2,060,024)</u>	<u>(2,060,024)</u>	<u>-</u>
Total other financing sources (uses)	<u>(561,853)</u>	<u>(561,853)</u>	<u>(561,853)</u>	<u>-</u>
Net change in fund balance.	(534,815)	(534,815)	(534,815)	-
Fund balance, January 1	<u>534,815</u>	<u>534,815</u>	<u>534,815</u>	<u>-</u>
Fund balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Balance</u> <u>12.31.07</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>12.31.08</u>
<u>Undivided Tax Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 48,371	\$ 3,249,500	\$ (3,299,434)	\$ (1,563)
Due from other governments.	-	3,251,063	(3,249,500)	1,563
Total assets.	<u>\$ 48,371</u>	<u>\$ 6,500,563</u>	<u>\$ (6,548,934)</u>	<u>\$ -</u>
Liabilities:				
Due to other governments	\$ 48,371	\$ 3,251,063	\$ (3,299,434)	\$ -
Total liabilities.	<u>\$ 48,371</u>	<u>\$ 3,251,063</u>	<u>\$ (3,299,434)</u>	<u>\$ -</u>
<u>Undivided Inheritance and Estate Tax Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 599,497	\$ 2,967,016	\$ (2,978,931)	\$ 587,582
Total assets.	<u>\$ 599,497</u>	<u>\$ 2,967,016</u>	<u>\$ (2,978,931)</u>	<u>\$ 587,582</u>
Liabilities:				
Due to other governments	\$ 599,497	\$ 2,967,016	\$ (2,978,931)	\$ 587,582
Total liabilities.	<u>\$ 599,497</u>	<u>\$ 2,967,016</u>	<u>\$ (2,978,931)</u>	<u>\$ 587,582</u>
<u>Undivided General Tax Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 3,683,291	\$ 4,087,883	\$ (3,683,291)	\$ 4,087,883
Real and other taxes receivable.	83,789,039	92,112,931	(83,789,039)	92,112,931
Total assets.	<u>\$ 87,472,330</u>	<u>\$ 96,200,814</u>	<u>\$ (87,472,330)</u>	<u>\$ 96,200,814</u>
Liabilities:				
Due to other governments	\$ 87,472,330	\$ 96,200,814	\$ (87,472,330)	\$ 96,200,814
Total liabilities.	<u>\$ 87,472,330</u>	<u>\$ 96,200,814</u>	<u>\$ (87,472,330)</u>	<u>\$ 96,200,814</u>
<u>Undivided Personal Tax Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 248,347	\$ 198,247	\$ (248,347)	\$ 198,247
Real and other taxes receivable.	13,087,839	4,386,066	(13,087,839)	4,386,066
Total assets.	<u>\$ 13,336,186</u>	<u>\$ 4,584,313</u>	<u>\$ (13,336,186)</u>	<u>\$ 4,584,313</u>
Liabilities:				
Due to other governments	\$ 13,336,186	\$ 4,584,313	\$ (13,336,186)	\$ 4,584,313
Total liabilities.	<u>\$ 13,336,186</u>	<u>\$ 4,584,313</u>	<u>\$ (13,336,186)</u>	<u>\$ 4,584,313</u>
<u>Undivided Manufactured Home Tax Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 22,426	\$ 191,959	\$ (185,895)	\$ 28,490
Total assets.	<u>\$ 22,426</u>	<u>\$ 191,959</u>	<u>\$ (185,895)</u>	<u>\$ 28,490</u>
Liabilities:				
Due to other governments	\$ 22,426	\$ 191,959	\$ (185,895)	\$ 28,490
Total liabilities.	<u>\$ 22,426</u>	<u>\$ 191,959</u>	<u>\$ (185,895)</u>	<u>\$ 28,490</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Balance</u> <u>12.31.07</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12.31.08</u>
<u>Undivided Local Government Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 2	\$ -	\$ (2)	\$ -
Due from other governments.	1,599,151	1,454,384	(1,599,151)	1,454,384
Total assets.	<u>\$ 1,599,153</u>	<u>\$ 1,454,384</u>	<u>\$ (1,599,153)</u>	<u>\$ 1,454,384</u>
Liabilities:				
Due to other governments	\$ 1,599,153	\$ 1,454,384	\$ (1,599,153)	\$ 1,454,384
Total liabilities.	<u>\$ 1,599,153</u>	<u>\$ 1,454,384</u>	<u>\$ (1,599,153)</u>	<u>\$ 1,454,384</u>
<u>Fines Distribution Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 39,662	\$ 818,360	\$ (858,022)	\$ -
Total assets.	<u>\$ 39,662</u>	<u>\$ 818,360</u>	<u>\$ (858,022)</u>	<u>\$ -</u>
Liabilities:				
Due to other governments	\$ 39,662	\$ 818,360	\$ (858,022)	\$ -
Total liabilities.	<u>\$ 39,662</u>	<u>\$ 818,360</u>	<u>\$ (858,022)</u>	<u>\$ -</u>
<u>Lodging Excise Tax Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ -	\$ 2,142,340	\$ (2,142,341)	\$ (1)
Due from other governments.	5,695	7,599	(5,695)	7,599
Total assets.	<u>\$ 5,695</u>	<u>\$ 2,149,939</u>	<u>\$ (2,148,036)</u>	<u>\$ 7,598</u>
Liabilities:				
Due to other governments	\$ 5,695	\$ 2,149,939	\$ (2,148,036)	\$ 7,598
Total liabilities.	<u>\$ 5,695</u>	<u>\$ 2,149,939</u>	<u>\$ (2,148,036)</u>	<u>\$ 7,598</u>
<u>Care Facility Agency Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 956	\$ 179,044	\$ (180,000)	\$ -
Total assets.	<u>\$ 956</u>	<u>\$ 179,044</u>	<u>\$ (180,000)</u>	<u>\$ -</u>
Liabilities:				
Due to other governments	\$ 956	\$ 179,044	\$ (180,000)	\$ -
Total liabilities.	<u>\$ 956</u>	<u>\$ 179,044</u>	<u>\$ (180,000)</u>	<u>\$ -</u>
<u>District Board of Health Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,472,982	\$ 6,009,375	\$ (5,980,491)	\$ 1,501,866
Total assets.	<u>\$ 1,472,982</u>	<u>\$ 6,009,375</u>	<u>\$ (5,980,491)</u>	<u>\$ 1,501,866</u>
Liabilities:				
Due to other governments	\$ 1,472,982	\$ 6,009,375	\$ (5,980,491)	\$ 1,501,866
Total liabilities.	<u>\$ 1,472,982</u>	<u>\$ 6,009,375</u>	<u>\$ (5,980,491)</u>	<u>\$ 1,501,866</u>

(continued)

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Balance</u> <u>12.31.07</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12.31.08</u>
<u>Erie Regional Planning Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 36,841	\$ 881,191	\$ (861,016)	\$ 57,016
Total assets.	<u>\$ 36,841</u>	<u>\$ 881,191</u>	<u>\$ (861,016)</u>	<u>\$ 57,016</u>
Liabilities:				
Due to other governments	\$ 36,841	\$ 881,191	\$ (861,016)	\$ 57,016
Total liabilities.	<u>\$ 36,841</u>	<u>\$ 881,191</u>	<u>\$ (861,016)</u>	<u>\$ 57,016</u>
<u>Soil and Water Conservation Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 23,066	\$ 323,364	\$ (317,929)	\$ 28,501
Total assets.	<u>\$ 23,066</u>	<u>\$ 323,364</u>	<u>\$ (317,929)</u>	<u>\$ 28,501</u>
Liabilities:				
Due to other governments	\$ 23,066	\$ 323,364	\$ (317,929)	\$ 28,501
Total liabilities.	<u>\$ 23,066</u>	<u>\$ 323,364</u>	<u>\$ (317,929)</u>	<u>\$ 28,501</u>
<u>Mental Health Recovery Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 2,017,498	\$ 13,807,873	\$ (13,754,335)	\$ 2,071,036
Total assets.	<u>\$ 2,017,498</u>	<u>\$ 13,807,873</u>	<u>\$ (13,754,335)</u>	<u>\$ 2,071,036</u>
Liabilities:				
Due to other governments	\$ 2,017,498	\$ 13,807,873	\$ (13,754,335)	\$ 2,071,036
Total liabilities.	<u>\$ 2,017,498</u>	<u>\$ 13,807,873</u>	<u>\$ (13,754,335)</u>	<u>\$ 2,071,036</u>
<u>Family and Children First Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 131,795	\$ 690,594	\$ (650,310)	\$ 172,079
Total assets.	<u>\$ 131,795</u>	<u>\$ 690,594</u>	<u>\$ (650,310)</u>	<u>\$ 172,079</u>
Liabilities:				
Due to other governments	\$ 131,795	\$ 690,594	\$ (650,310)	\$ 172,079
Total liabilities.	<u>\$ 131,795</u>	<u>\$ 690,594</u>	<u>\$ (650,310)</u>	<u>\$ 172,079</u>
<u>State of Ohio Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 151,019	\$ 908,893	\$ (957,487)	\$ 102,425
Total assets.	<u>\$ 151,019</u>	<u>\$ 908,893</u>	<u>\$ (957,487)</u>	<u>\$ 102,425</u>
Liabilities:				
Due to other governments	\$ 151,019	\$ 908,893	\$ (957,487)	\$ 102,425
Total liabilities.	<u>\$ 151,019</u>	<u>\$ 908,893</u>	<u>\$ (957,487)</u>	<u>\$ 102,425</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Balance</u> <u>12.31.07</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12.31.08</u>
<u>Subdivisions Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ (91,742)	\$ 81,983,370	\$ (81,997,562)	\$ (105,934)
Due from other governments.	91,742	(81,983,370)	81,997,562	105,934
Total assets.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities:				
Due to other governments	\$ -	\$ -	\$ -	\$ -
Total liabilities.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Payroll Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 467,195	\$ 40,636,056	\$ (40,682,094)	\$ 421,157
Total assets.	<u>\$ 467,195</u>	<u>\$ 40,636,056</u>	<u>\$ (40,682,094)</u>	<u>\$ 421,157</u>
Liabilities:				
Due to other governments	\$ 467,195	\$ 40,636,056	\$ (40,682,094)	\$ 421,157
Total liabilities.	<u>\$ 467,195</u>	<u>\$ 40,636,056</u>	<u>\$ (40,682,094)</u>	<u>\$ 421,157</u>
<u>Treasurer Investments Fund</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ -	\$ 3,476	\$ -	\$ 3,476
Total assets.	<u>\$ -</u>	<u>\$ 3,476</u>	<u>\$ -</u>	<u>\$ 3,476</u>
Liabilities:				
Due to other governments	\$ -	\$ 3,476	\$ -	\$ 3,476
Total liabilities.	<u>\$ -</u>	<u>\$ 3,476</u>	<u>\$ -</u>	<u>\$ 3,476</u>
<u>Care Facility Fund</u>				
Assets:				
Cash in segregated accounts	\$ 37,627	\$ 38,970	\$ (37,627)	\$ 38,970
Total assets.	<u>\$ 37,627</u>	<u>\$ 38,970</u>	<u>\$ (37,627)</u>	<u>\$ 38,970</u>
Liabilities:				
Deposits held and due to others	\$ 37,627	\$ 38,970	\$ (37,627)	\$ 38,970
Total liabilities.	<u>\$ 37,627</u>	<u>\$ 38,970</u>	<u>\$ (37,627)</u>	<u>\$ 38,970</u>
<u>Clerk of Courts Fund</u>				
Assets:				
Cash in segregated accounts	\$ 3,159,920	\$ 3,728,990	\$ (3,159,920)	\$ 3,728,990
Total assets.	<u>\$ 3,159,920</u>	<u>\$ 3,728,990</u>	<u>\$ (3,159,920)</u>	<u>\$ 3,728,990</u>
Liabilities:				
Deposits held and due to others	\$ 3,159,920	\$ 3,728,990	\$ (3,159,920)	\$ 3,728,990
Total liabilities.	<u>\$ 3,159,920</u>	<u>\$ 3,728,990</u>	<u>\$ (3,159,920)</u>	<u>\$ 3,728,990</u>
<u>County Court Fund</u>				
Assets:				
Cash in segregated accounts	\$ 4,568	\$ 5,315	\$ (4,568)	\$ 5,315
Total assets.	<u>\$ 4,568</u>	<u>\$ 5,315</u>	<u>\$ (4,568)</u>	<u>\$ 5,315</u>
Liabilities:				
Deposits held and due to others	\$ 4,568	\$ 5,315	\$ (4,568)	\$ 5,315
Total liabilities.	<u>\$ 4,568</u>	<u>\$ 5,315</u>	<u>\$ (4,568)</u>	<u>\$ 5,315</u>

(continued)

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Balance</u> <u>12.31.07</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12.31.08</u>
<u>Family Court Fund</u>				
Assets:				
Cash in segregated accounts	\$ 13,482	\$ 16,700	\$ (13,482)	\$ 16,700
Total assets.	<u>\$ 13,482</u>	<u>\$ 16,700</u>	<u>\$ (13,482)</u>	<u>\$ 16,700</u>
Liabilities:				
Deposits held and due to others	\$ 13,482	\$ 16,700	\$ (13,482)	\$ 16,700
Total liabilities.	<u>\$ 13,482</u>	<u>\$ 16,700</u>	<u>\$ (13,482)</u>	<u>\$ 16,700</u>
<u>Probate Court Fund</u>				
Assets:				
Cash in segregated accounts	\$ 14,156	\$ 23,613	\$ (14,156)	\$ 23,613
Total assets.	<u>\$ 14,156</u>	<u>\$ 23,613</u>	<u>\$ (14,156)</u>	<u>\$ 23,613</u>
Liabilities:				
Deposits held and due to others	\$ 14,156	\$ 23,613	\$ (14,156)	\$ 23,613
Total liabilities.	<u>\$ 14,156</u>	<u>\$ 23,613</u>	<u>\$ (14,156)</u>	<u>\$ 23,613</u>
<u>Prosecutor Fund</u>				
Assets:				
Cash in segregated accounts	\$ 36,032	\$ 46,152	\$ (36,032)	\$ 46,152
Total assets.	<u>\$ 36,032</u>	<u>\$ 46,152</u>	<u>\$ (36,032)</u>	<u>\$ 46,152</u>
Liabilities:				
Deposits held and due to others	\$ 36,032	\$ 46,152	\$ (36,032)	\$ 46,152
Total liabilities.	<u>\$ 36,032</u>	<u>\$ 46,152</u>	<u>\$ (36,032)</u>	<u>\$ 46,152</u>
<u>Sheriff Fund</u>				
Assets:				
Cash in segregated accounts	\$ 286,346	\$ 456,081	\$ (286,346)	\$ 456,081
Total assets.	<u>\$ 286,346</u>	<u>\$ 456,081</u>	<u>\$ (286,346)</u>	<u>\$ 456,081</u>
Liabilities:				
Deposits held and due to others	\$ 286,346	\$ 456,081	\$ (286,346)	\$ 456,081
Total liabilities.	<u>\$ 286,346</u>	<u>\$ 456,081</u>	<u>\$ (286,346)</u>	<u>\$ 456,081</u>
<u>Adult Probation Fund</u>				
Assets:				
Cash in segregated accounts	\$ 50,309	\$ 45,155	\$ (50,309)	\$ 45,155
Total assets.	<u>\$ 50,309</u>	<u>\$ 45,155</u>	<u>\$ (50,309)</u>	<u>\$ 45,155</u>
Liabilities:				
Deposits held and due to others	\$ 50,309	\$ 45,155	\$ (50,309)	\$ 45,155
Total liabilities.	<u>\$ 50,309</u>	<u>\$ 45,155</u>	<u>\$ (50,309)</u>	<u>\$ 45,155</u>

ERIE COUNTY, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Balance</u> <u>12.31.07</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12.31.08</u>
<u>Drug Task Force Fund</u>				
Assets:				
Cash in segregated accounts	\$ 176,504	\$ 47,933	\$ (176,504)	\$ 47,933
Total assets.	<u>\$ 176,504</u>	<u>\$ 47,933</u>	<u>\$ (176,504)</u>	<u>\$ 47,933</u>
Liabilities:				
Deposits held and due to others	\$ 176,504	\$ 47,933	\$ (176,504)	\$ 47,933
Total liabilities.	<u>\$ 176,504</u>	<u>\$ 47,933</u>	<u>\$ (176,504)</u>	<u>\$ 47,933</u>
<u>Total Agency Funds</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 8,851,206	\$ 159,078,541	\$ (158,777,487)	\$ 9,152,260
Cash in segregated accounts	3,778,944	4,408,909	(3,778,944)	4,408,909
Receivables (net of allowances of uncollectibles):				
Real and other taxes	96,876,878	96,498,997	(96,876,878)	96,498,997
Due from other governments.	1,696,588	(77,270,324)	77,143,216	1,569,480
Total assets.	<u>\$ 111,203,616</u>	<u>\$ 182,716,123</u>	<u>\$ (182,290,093)</u>	<u>\$ 111,629,646</u>
Liabilities:				
Due to other governments	\$ 107,424,672	\$ 175,057,714	\$ (175,261,649)	\$ 107,220,737
Deposits held and due to others	3,778,944	4,408,909	(3,778,944)	4,408,909
Total liabilities.	<u>\$ 111,203,616</u>	<u>\$ 179,466,623</u>	<u>\$ (179,040,593)</u>	<u>\$ 111,629,646</u>

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STATISTICAL SECTION

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ERIE COUNTY, OHIO

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	S 1 - S 10
Revenue Capacity These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.	S 11 - S 18
Debt Capacity 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.	S 19 - S 22
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	S 23 - S 26
Operating Information 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.	S 27 - S 31

Sources: Unless otherwise noted, the information in these schedules is derived from the annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

ERIE COUNTY, OHIO
Net Assets by Component
Last Six Years
(accrual basis of accounting)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<i>Governmental Activities</i>				
Invested in Capital Assets, Net of Related Debt	\$ 48,297,959	\$ 47,630,198	\$ 43,555,669	\$ 38,513,147
Restricted				
Capital Projects	-	1,280,443	1,400,666	2,660,445
Debt Service	4,639,931	3,797,347	890,034	569,560
Public Safety Programs	1,806,324	1,696,136	2,261,677	2,248,909
Public Works Projects	4,264,101	4,154,481	5,290,375	4,287,802
Health Programs	6,114,888	5,283,735	3,935,888	2,988,116
Economic Development Projects	497,753	472,095	656,488	638,971
Other Purposes	4,261,385	4,378,527	4,311,905	2,892,152
Unrestricted	<u>10,669,581</u>	<u>10,668,734</u>	<u>10,484,059</u>	<u>10,598,233</u>
<i>Total Governmental Activity Net Assets</i>	80,551,922	79,361,696	72,786,761	65,397,335
<i>Business-type activities</i>				
Invested in Capital Assets, Net of Related Debt	29,598,203	27,761,945	33,583,229	29,061,612
Unrestricted	<u>(681,657)</u>	<u>1,874,410</u>	<u>(6,806,303)</u>	<u>369,623</u>
<i>Total Business-Type Activity Net Assets</i>	28,916,546	29,636,355	26,776,926	29,431,235
<i>Total Primary Government</i>				
Invested in Capital Assets, Net of Related Debt	77,896,162	75,392,143	77,138,898	67,574,759
Restricted	21,584,382	21,062,764	18,747,033	16,285,955
Unrestricted	<u>9,987,924</u>	<u>12,543,144</u>	<u>3,677,756</u>	<u>10,967,856</u>
<i>Total Primary Government Net Assets</i>	<u>\$ 109,468,468</u>	<u>\$ 108,998,051</u>	<u>\$ 99,563,687</u>	<u>\$ 94,828,570</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB Statement 34 was implemented.

<u>2004</u>	<u>2003</u>
\$ 35,976,792	\$ 41,038,932
5,677,432	-
2,182,777	2,723,398
2,687,811	1,657,904
4,634,414	4,452,126
2,131,902	1,374,689
896,348	1,105,355
4,770,946	4,516,331
<u>9,403,738</u>	<u>9,595,266</u>
68,362,160	66,464,001
34,053,591	44,785,096
<u>2,878,103</u>	<u>(5,455,089)</u>
36,931,694	39,330,007
70,030,383	85,824,028
22,981,630	15,829,803
<u>12,281,841</u>	<u>4,140,177</u>
<u>\$ 105,293,854</u>	<u>\$ 105,794,008</u>

ERIE COUNTY, OHIO
Changes in Net Assets - Primary Government
Last Six Years
(accrual basis of accounting)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Program Revenues				
Governmental				
Charges for Services				
Legislative and executive	\$ 2,832,015	\$ 3,013,970	\$ 2,927,126	\$ 2,363,681
Judicial	1,753,120	1,567,060	1,577,983	943,573
Public safety	1,483,956	1,397,279	1,371,915	1,117,814
Public works	1,373,884	3,928,848	400,296	285,206
Health	1,334,042	1,107,093	1,299,972	639,348
Human services	828,936	872,231	1,199,820	1,486,157
Conservation and recreation	-	-	-	15,567
Economic development and assistance	7,982	31,193	84,923	12,250
Other	89,954	64,217	31,241	349,848
Interest and fiscal charges	-	-	533,549	790
Total Charges for Services	<u>9,703,889</u>	<u>11,981,891</u>	<u>9,426,825</u>	<u>7,214,234</u>
Operating Grants and Contributions				
General Government:				
Legislative and executive	462,391	526,411	355,622	295,842
Judicial	-	-	5,405	2,479
Public safety	2,727,570	1,855,707	2,252,023	2,539,674
Public works	4,550,146	4,931,320	7,242,981	6,144,609
Health	2,633,154	3,307,502	2,554,716	2,160,368
Human services	11,674,660	11,557,793	11,823,141	7,929,059
Economic development and assistance	487,691	307,064	699,946	336,047
Other	-	-	25,000	-
Total Operating Grants and Contributions	<u>22,535,612</u>	<u>22,485,797</u>	<u>24,958,834</u>	<u>19,408,078</u>
Capital Grants and Contributions				
Legislative and executive	-	-	-	45,963
Judicial	-	-	-	18,478
Public safety	-	-	-	47,173
Public works	170,000	-	-	32,430
Health	-	-	-	29,761
Human services	-	-	-	54,595
Conservation and recreation	-	-	-	467
Economic development and assistance	-	-	-	21,133
Total Capital Grants and Contributions	<u>170,000</u>	<u>-</u>	<u>-</u>	<u>250,000</u>
Total Governmental Program Revenues	<u>32,409,501</u>	<u>34,467,688</u>	<u>34,385,659</u>	<u>26,872,312</u>
Business-Type Program Revenue:				
Charges for Services				
Sewer	6,968,890	7,185,584	7,385,797	6,511,853
Water	7,204,960	7,866,467	7,653,276	7,562,090
Landfill	4,340,862	4,118,369	3,962,796	3,982,682
County Care Facility	7,635,996	7,753,089	7,814,150	8,346,646
Total Charges for Services	<u>26,150,708</u>	<u>26,923,509</u>	<u>26,816,019</u>	<u>26,403,271</u>
Operating Grants and Contributions				
Sewer	-	-	3,725,459	-
Water	17,500	-	211,950	180,513
Total Operating Grants and Contributions	<u>17,500</u>	<u>-</u>	<u>3,937,409</u>	<u>180,513</u>
Capital Grants and Contributions				
Sewer	180,416	2,879,114	10,119	25,805
Water	165,749	-	4,327,395	-
Total Capital Grants and Contribution	<u>346,165</u>	<u>2,879,114</u>	<u>4,337,514</u>	<u>25,805</u>
Total Business-Type Program Revenues	<u>26,514,373</u>	<u>29,802,623</u>	<u>35,090,942</u>	<u>26,609,589</u>
Total Primary Government Program Revenue	<u>\$ 58,923,874</u>	<u>\$ 64,270,311</u>	<u>\$ 69,476,601</u>	<u>\$ 53,481,901</u>

<u>2004</u>	<u>2003</u>
\$ 2,814,142	\$ 3,969,697
1,064,450	1,159,700
1,435,635	99,317
947,830	3,862,439
764,953	456,422
1,084,997	973,104
66,569	-
1,024	-
3,964	-
-	-
<u>8,183,564</u>	<u>10,520,679</u>
165,549	162,104
-	-
2,817,008	1,497,491
4,204,260	3,092,224
2,065,912	2,181,605
9,013,287	10,450,127
553,938	286,541
-	-
<u>18,819,954</u>	<u>17,670,092</u>
-	-
-	-
-	-
200,000	216,512
-	-
-	-
-	-
-	-
<u>200,000</u>	<u>216,512</u>
<u>27,203,518</u>	<u>28,407,283</u>
6,562,902	6,117,895
7,514,759	7,991,121
3,986,350	3,059,132
<u>8,250,668</u>	<u>7,921,144</u>
<u>26,314,679</u>	<u>25,089,292</u>
-	-
-	-
-	-
2,220,091	69,155
<u>760,697</u>	<u>89,585</u>
<u>2,980,788</u>	<u>158,740</u>
<u>29,295,467</u>	<u>25,248,032</u>
<u>\$ 56,498,985</u>	<u>\$ 53,655,315</u>

(continued)

ERIE COUNTY, OHIO
Changes in Net Assets - Primary Government
Last Six Years
(accrual basis of accounting)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Expenses				
Primary Government Governmental Expenses:				
General Government:				
Legislative and executive	\$ 13,912,210	\$ 12,366,772	\$ 12,405,267	\$ 11,496,817
Judicial	7,256,725	7,253,310	6,879,431	4,503,871
Public safety	10,548,010	10,038,323	10,177,442	11,123,785
Public works	6,185,722	4,969,973	4,008,180	8,869,473
Health	7,764,924	7,776,716	7,939,922	7,052,513
Human services	15,944,134	15,838,281	14,465,802	13,193,898
Conservation and recreation	-	-	-	119,624
Economic development and assistance	513,847	598,902	1,146,781	5,203,106
Other	707,926	387,405	301,971	665
Interest and fiscal charges	<u>873,393</u>	<u>643,704</u>	<u>904,320</u>	<u>592,492</u>
<i>Total Governmental Program Expenses</i>	<u>63,706,891</u>	<u>59,873,386</u>	<u>58,229,116</u>	<u>62,156,244</u>
Business-Type Expenses:				
Sewer	9,364,997	9,234,652	16,299,710	8,007,501
Water	8,670,267	7,091,831	8,464,381	8,900,896
Landfill	5,151,904	3,372,280	5,182,822	9,845,410
County Care Facility	<u>7,699,589</u>	<u>7,800,726</u>	<u>8,453,719</u>	<u>8,106,692</u>
<i>Total Business-Type Expenses</i>	<u>30,886,757</u>	<u>27,499,489</u>	<u>38,400,632</u>	<u>34,860,499</u>
Total - Primary Government Expenses	<u>\$ 94,593,648</u>	<u>\$ 87,372,875</u>	<u>\$ 96,629,748</u>	<u>\$ 97,016,743</u>
Net (Expense)/Revenue				
Governmental Activities	\$ (31,297,390)	\$ (25,405,698)	\$ (23,843,457)	\$ (35,283,932)
Business-Type Activities	<u>(4,372,384)</u>	<u>2,303,134</u>	<u>(3,309,690)</u>	<u>(8,250,910)</u>
Total Primary government net expense	<u>\$ (35,669,774)</u>	<u>\$ (23,102,564)</u>	<u>\$ (27,153,147)</u>	<u>\$ (43,534,842)</u>
General Revenues				
Governmental Revenues				
Property Taxes				
General Fund	\$ 5,464,255	\$ 5,740,976	\$ 5,664,832	\$ 5,185,358
County Board of MRDD	4,936,204	5,191,679	4,782,238	5,051,749
Senior Citizens Levy	941,417	967,456	790,739	842,202
Road Levy	-	-	-	-
Sales Tax	14,888,891	13,434,723	14,173,097	13,911,581
Grants and Entitlements not Restricted to Specific Programs	3,029,188	2,970,341	2,399,031	3,826,400
Investment Earnings	2,594,770	3,453,150	2,589,340	1,637,755
Miscellaneous	<u>647,105</u>	<u>368,472</u>	<u>1,031,370</u>	<u>2,102,063</u>
<i>Total Governmental Revenues</i>	<u>32,501,830</u>	<u>32,126,797</u>	<u>31,430,647</u>	<u>32,557,108</u>
Business-Type Revenues				
Grants and Entitlements not Restricted to Specific Programs	-	40,594	-	-
Investment earnings	-	947	81,256	1,222
Miscellaneous	<u>184,612</u>	<u>368,590</u>	<u>376,361</u>	<u>511,228</u>
<i>Total Business-Type Revenues</i>	<u>184,612</u>	<u>410,131</u>	<u>457,617</u>	<u>512,450</u>
Total General Revenues	<u>\$ 32,686,442</u>	<u>\$ 32,536,928</u>	<u>\$ 31,888,264</u>	<u>\$ 33,069,558</u>
Transfers				
Governmental Activities	(14,214)	(146,164)	(197,764)	(238,001)
Business-Type Activities	<u>14,214</u>	<u>146,164</u>	<u>197,764</u>	<u>238,001</u>
<i>Total Transfers</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Assets				
Governmental Activities	\$ 1,190,226	\$ 6,574,935	\$ 7,389,426	\$ (2,964,825)
Business-Type Activities	<u>(4,173,558)</u>	<u>2,859,429</u>	<u>(2,654,309)</u>	<u>(7,500,459)</u>
Total Primary Government	<u>\$ (2,983,332)</u>	<u>\$ 9,434,364</u>	<u>\$ 4,735,117</u>	<u>\$ (10,465,284)</u>

Note: Accrual-basis financial information for the county government as a whole is available back to 2003 only, the year GASB Statement 34 was implemented.

<u>2004</u>	<u>2003</u>
\$ 10,660,925	\$ 9,670,194
4,472,525	4,302,743
10,883,001	10,114,582
3,644,897	3,915,623
7,752,486	7,029,247
13,820,685	14,285,539
387,953	366,444
805,844	603,759
806,895	1,619,823
<u>790,720</u>	<u>636,282</u>
<u>54,025,931</u>	<u>52,544,236</u>
7,254,224	6,231,694
9,185,142	8,737,249
6,625,044	5,328,929
<u>8,888,201</u>	<u>7,930,899</u>
<u>31,952,611</u>	<u>28,228,771</u>
<u>\$ 85,978,542</u>	<u>\$ 80,773,007</u>
\$ (26,822,413)	\$ (24,136,953)
<u>(2,657,144)</u>	<u>(2,980,739)</u>
<u>\$ (29,479,557)</u>	<u>\$ (27,117,692)</u>
\$ 5,289,231	\$ 4,532,306
5,238,921	3,856,026
867,153	-
-	840,776
13,232,060	12,823,655
2,847,235	2,457,921
862,142	1,099,049
<u>468,355</u>	<u>1,446,627</u>
<u>28,805,097</u>	<u>27,056,360</u>
-	-
20,571	66,113
<u>153,735</u>	<u>204,104</u>
<u>174,306</u>	<u>270,217</u>
<u>\$ 28,979,403</u>	<u>\$ 27,326,577</u>
(84,525)	(349,462)
<u>84,525</u>	<u>349,462</u>
-	-
\$ 1,898,159	\$ 2,569,945
<u>(2,398,313)</u>	<u>(2,361,060)</u>
<u>\$ (500,154)</u>	<u>\$ 208,885</u>

ERIE COUNTY, OHIO
Statistical Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

Fund Balances	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General Fund				
Reserved	\$ 162,111	\$ 144,804	\$ 164,914	\$ 405,830
Unreserved:				
Designated:	1,187,567	1,187,567	1,187,567	1,187,567
Undesignated, Reported in:				
General Fund	<u>6,600,579</u>	<u>8,421,618</u>	<u>7,934,573</u>	<u>7,464,046</u>
Total General Fund	<u>7,950,257</u>	<u>9,753,989</u>	<u>9,287,054</u>	<u>9,057,443</u>
Other Governmental Funds				
Reserved	311,741	203,668	192,184	3,152,357
Unreserved:				
Undesignated (deficit), Reported in:				
Special Revenue Funds	14,435,108	14,031,603	15,167,090	9,654,898
Debt Service Funds	1,277,695	1,292,533	687,501	383,975
Capital Projects Funds	<u>(895,106)</u>	<u>470,467</u>	<u>1,076,613</u>	<u>1,678,353</u>
Total Other Governmental Funds	<u>15,129,438</u>	<u>15,998,271</u>	<u>17,123,388</u>	<u>14,869,583</u>
Total Governmental Funds	<u>\$ 23,079,695</u>	<u>\$ 25,752,260</u>	<u>\$ 26,410,442</u>	<u>\$ 23,927,026</u>

<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
\$ 634,069	\$ 692,421	\$ 1,435,759	\$ 1,830,388	\$ 1,855,120	\$ 3,867,268
1,187,567	2,000,000	2,000,000	2,000,000	1,400,000	700,000
<u>6,230,623</u>	<u>5,078,348</u>	<u>4,849,480</u>	<u>4,817,024</u>	<u>7,263,764</u>	<u>7,798,854</u>
<u>8,052,259</u>	<u>7,770,769</u>	<u>8,285,239</u>	<u>8,647,412</u>	<u>10,518,884</u>	<u>12,366,122</u>
3,752,106	5,623,611	4,189,166	8,605,437	3,291,934	2,881,313
11,505,806	8,231,651	7,061,143	7,970,552	6,959,253	5,699,687
283,669	288,966	294,955	269,374	159,785	202,062
4,309,757	(171,601)	150,279	(4,941,421)	880,711	966,393
<u>19,851,338</u>	<u>13,972,627</u>	<u>11,695,543</u>	<u>11,903,942</u>	<u>11,291,683</u>	<u>9,749,455</u>
<u>\$ 27,903,597</u>	<u>\$ 21,743,396</u>	<u>\$ 19,980,782</u>	<u>\$ 20,551,354</u>	<u>\$ 21,810,567</u>	<u>\$ 22,115,577</u>

ERIE COUNTY, OHIO
Changes in Fund Balances - Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Revenues				
Property and Other Local Taxes	\$ 11,113,531	\$ 11,570,772	\$ 11,047,974	\$ 11,075,917
Sales Taxes	14,888,891	14,657,463	14,061,737	13,901,743
Charges for Services	5,154,192	4,854,442	4,259,243	4,815,339
Licenses and Permits	581,353	584,341	580,402	7,375
Fines and Forfeitures	715,798	698,973	803,545	596,436
Intergovernmental	25,345,819	24,822,028	27,260,139	23,643,032
Special Assessments	1,114,581	1,145,758	652,788	668,825
Interest	2,594,770	3,453,150	2,589,340	1,637,755
Rent	241,686	231,625	222,173	-
Reimbursements	1,796,836	1,890,524	2,214,220	1,407,327
Other	647,105	368,472	1,031,370	2,074,576
Total Revenues	<u>64,194,562</u>	<u>64,277,548</u>	<u>64,722,931</u>	<u>59,828,325</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	13,857,790	12,279,250	11,640,810	11,150,890
Judicial	7,172,740	6,880,378	6,431,119	4,493,881
Public Safety	10,636,685	10,149,317	9,592,517	11,600,152
Public Works	4,317,590	6,871,866	6,772,270	7,841,642
Health	7,792,151	8,387,225	7,630,682	7,195,669
Human Services	15,795,599	15,626,220	13,672,942	13,261,603
Conservation and Recreation	-	-	-	112,977
Economic Development and Assistance	494,985	580,658	1,101,319	5,211,304
Other	682,892	380,565	255,790	665
Capital Outlay	3,951,093	1,126,718	1,810,481	2,961,926
Debt Service:				
Principal Retirement	1,458,546	24,588,967	16,100,128	14,488,699
Interest and Fiscal Charges	892,235	880,681	840,007	554,950
Bond issuance costs	-	172,111	-	-
Total Expenditures	<u>67,052,306</u>	<u>87,923,956</u>	<u>75,848,065</u>	<u>78,874,358</u>
Excess of Revenues Over (Under) Expenditures	(2,857,744)	(23,646,408)	(11,125,134)	(19,046,033)
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	-	28,799	-
Inception of Capital Lease	3,864	213,668	46,770	-
Proceeds of Bonds	100,000	12,594,055	55,525	-
Proceeds of Notes	-	10,000,000	13,675,000	15,120,000
Premium received upon debt issuance	-	344,663	-	27,487
Advances In	-	-	-	-
Advances Out	-	-	-	-
Transfers In	5,265,774	5,194,101	4,114,761	4,434,355
Transfers Out	(5,351,768)	(5,393,933)	(4,367,810)	(4,515,233)
Other Financing Sources	-	-	-	-
Other Financing Uses	-	-	-	-
Total Other Financing Sources (Uses)	<u>17,870</u>	<u>22,952,554</u>	<u>13,553,045</u>	<u>15,066,609</u>
Net Change in Fund Balances	<u>\$ (2,839,874)</u>	<u>\$ (693,854)</u>	<u>\$ 2,427,911</u>	<u>\$ (3,979,424)</u>
Debt Service as a Percentage of Noncapital Expenditures	3.87%	41.53%	29.67%	24.71%

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
\$	11,319,822	\$ 9,197,089	\$ 9,152,918	\$ 8,536,945	\$ 8,058,819	\$ 8,026,481
	13,090,448	13,010,239	12,241,425	11,797,254	11,741,485	11,293,889
	5,320,398	5,137,999	4,789,488	12,449,452	10,882,348	10,267,650
	160,800	9,738	7,996	11,928	35,682	157,029
	681,387	771,959	1,055,466	956,569	702,527	640,040
	21,613,136	20,929,831	28,193,509	22,386,481	21,496,781	22,081,978
	815,600	864,855	1,157,856	821,397	775,934	734,861
	862,142	957,520	1,160,767	2,013,692	2,573,017	2,360,984
	143,518	163,648	166,344	177,902	179,154	-
	1,826,754	1,382,082	-	-	-	-
	468,355	1,271,515	1,769,335	2,117,712	2,419,275	2,263,323
	<u>56,302,360</u>	<u>53,696,475</u>	<u>59,695,104</u>	<u>61,269,332</u>	<u>58,865,022</u>	<u>57,826,235</u>
	9,878,987	9,242,439	9,422,655	9,722,894	10,085,744	8,274,769
	4,180,572	4,098,885	4,274,033	3,928,256	3,524,983	3,739,007
	10,068,742	9,628,541	9,308,884	9,594,830	8,430,765	7,970,638
	6,624,106	4,285,703	5,968,422	5,815,435	5,547,522	4,936,519
	7,374,286	7,239,228	1,260,603	13,407,185	12,752,574	12,057,839
	13,343,714	14,378,824	20,374,727	14,964,431	13,405,156	14,631,448
	367,649	366,444	378,319	388,186	117,520	113,000
	793,539	603,759	885,133	499,285	796,072	792,741
	794,574	1,619,823	1,188,599	2,028,080	1,205,256	1,808,748
	5,886,797	1,707,902	6,152,971	1,118,470	1,348,146	1,276,355
	4,106,771	1,025,925	1,077,375	1,103,649	1,060,349	2,336,383
	635,492	649,554	617,941	697,953	846,216	917,953
	-	-	-	-	-	-
	<u>64,055,229</u>	<u>54,847,027</u>	<u>60,909,662</u>	<u>63,268,654</u>	<u>59,120,303</u>	<u>58,855,400</u>
	(7,752,869)	(1,150,552)	(1,214,558)	(1,999,322)	(255,281)	(1,029,165)
	8,553	18,237	16,914	28,985	16,479	17,779
	-	-	-	-	-	81,614
	560,000	48,023	1,800,000	-	-	2,026,276
	13,450,000	2,500,000	-	-	-	-
	5,410	-	-	124,108	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	4,683,548	4,243,735	4,669,003	5,408,082	3,990,799	3,725,781
	(4,787,486)	(4,612,549)	(4,849,736)	(5,457,921)	(4,043,067)	(3,769,104)
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>13,920,025</u>	<u>2,197,446</u>	<u>1,636,181</u>	<u>103,254</u>	<u>(35,789)</u>	<u>2,082,346</u>
\$	<u>6,167,156</u>	<u>1,046,894</u>	<u>421,623</u>	<u>(1,896,068)</u>	<u>(291,070)</u>	<u>1,053,181</u>
	8.88%	3.26%	3.20%	2.99%	3.41%	5.99%

ERIE COUNTY, OHIO
*Assessed and Estimated Actual Value of Taxable Property
 Last Ten Years*

Year	Real Property		Public Utility Property		General Personal Property	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2008	\$ 1,963,305,060	\$ 5,609,443,029	\$ 73,690,760	\$ 294,763,040	\$ 102,189,720	\$ 545,011,840
2007	1,944,529,940	5,555,799,829	71,214,520	284,858,080	73,146,215	390,113,147
2006	1,717,432,360	4,906,949,600	73,115,820	292,463,280	195,095,880	1,040,511,360
2005	1,681,958,360	4,805,595,314	78,601,130	89,319,466	201,754,895	807,019,580
2004	1,681,904,050	4,805,440,143	77,740,000	88,340,909	195,791,782	783,167,128
2003	1,660,905,240	4,745,443,543	79,819,050	90,703,466	193,686,602	774,746,408
2002	1,410,457,570	4,029,878,771	82,149,870	93,352,125	205,392,223	821,568,892
2001	1,354,302,480	3,869,435,657	101,321,800	115,138,409	204,653,773	818,615,092
2000	1,175,836,450	3,359,532,714	107,571,880	122,240,773	195,011,075	780,044,300
1999	1,154,113,100	3,297,466,000	103,396,910	117,496,489	180,529,026	722,116,104

- (1) This amount is calculated by dividing the assessed value by the assessment percentage.
- (2) The percentage for all real property was 35%, for public utility property was 88% (1997-2005), and for general personal property equipment 25% (1997-2005) and 23% for inventory (2003-2005).
- (3) The total direct tax rate is per \$1,000 of assessed value

Source: Erie County Auditor

Totals			Direct
Assessed Value	Estimated Actual Value	Ratio	Tax Rate (3)
\$ 2,139,185,540	\$ 6,449,217,909	33.2	8.80
2,088,890,675	6,230,771,056	33.5	8.80
1,985,644,060	6,239,924,240	31.8	8.80
1,962,314,385	5,701,934,360	34.4	8.80
1,955,435,832	5,676,948,180	34.4	8.80
1,934,410,892	5,610,893,417	34.5	8.80
1,697,999,663	4,944,799,788	34.3	8.30
1,660,278,053	4,803,189,158	34.6	8.30
1,478,419,405	4,261,817,787	34.7	8.30
1,438,039,036	4,137,078,593	34.8	8.30

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ERIE COUNTY, OHIO
Property Tax Rates
Direct and Overlapping Governments
(Per \$1,000 of Assessed Value)
Last Ten Years

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
<u>County Units</u>										
General Operations	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30	2.30
County Board of MRDD	3.00	3.00	3.00	3.00	3.00	3.00	2.50	2.50	2.50	2.50
Senior Citizens Levy	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
A.D.A.M.H.S. Board	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Health District	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Metro Parks Board	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Total County Rate	8.80	8.80	8.80	8.80	8.80	8.80	8.30	8.30	8.30	8.30
<u>Cities</u>										
Bellevue City	6.10	6.10	6.10	6.10	6.10	6.10	6.10	6.10	6.10	-
Huron City	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90	4.90
Sandusky City	5.25	5.25	4.95	4.95	4.95	4.95	5.51	5.51	5.51	5.51
Vermilion City	10.75	10.75	10.75	10.75	10.75	10.75	10.75	10.75	10.75	10.75
<u>Villages</u>										
Bay View Village	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Berlin Heights Village	10.50	10.50	11.50	11.50	11.50	11.50	11.50	11.50	11.50	11.50
Castalia Village	8.66	8.66	10.66	10.66	10.66	10.66	10.66	10.66	10.66	10.66
Kelleys Island Village	8.25	8.25	8.65	8.65	8.65	8.65	10.15	15.65	18.15	18.15
Milan Village	8.80	8.80	8.80	8.80	8.80	8.80	8.80	8.80	8.80	8.80
<u>Townships</u>										
Berlin Township	5.30	5.30	6.30	6.30	6.30	6.30	6.30	5.30	5.30	5.30
Florence Township	6.10	5.10	6.10	6.10	6.10	6.10	6.10	6.10	6.10	6.10
Groton Township	5.75	5.75	5.75	5.75	5.75	5.75	5.75	5.75	5.75	5.75
Huron Township	5.14	5.14	5.14	5.14	5.14	5.14	5.14	5.14	5.14	5.30
Margaretta Township	10.70	10.65	10.65	10.65	10.65	10.65	10.65	10.65	10.65	10.65
Milan Township	5.30	5.30	5.30	5.30	5.30	5.30	5.30	5.30	5.30	5.30
Oxford Township	4.50	4.50	4.50	4.50	4.50	4.50	4.50	4.50	3.50	3.50
Perkins Township	10.20	10.20	10.20	10.20	10.20	10.20	10.20	10.20	10.20	10.20
Vermilion Township	5.10	5.10	4.10	4.10	4.10	4.10	4.10	4.10	4.10	4.10
<u>School Districts</u>										
Bellevue CSD	37.95	37.75	38.80	38.80	38.80	38.80	39.30	40.00	40.60	-
Berlin-Milan LSD	61.20	61.20	57.30	57.30	57.30	57.30	58.15	58.15	58.26	59.06
EHOVE JVSD	3.95	3.95	3.95	3.95	3.95	3.95	3.95	3.95	3.95	3.95
Firelands LSD	47.06	47.01	47.49	47.49	47.49	47.62	51.09	51.30	52.70	-
Huron CSD	75.15	75.15	66.35	66.35	66.35	66.35	66.83	66.83	67.10	68.00
Kelleys Island LSD	14.15	15.15	15.55	15.55	15.55	15.55	16.35	18.02	18.02	18.82
Margaretta LSD	56.80	56.80	56.80	56.80	56.80	56.80	56.80	56.80	56.80	56.80
Monroeville LSD	46.35	46.20	46.80	46.80	46.80	46.90	48.10	48.50	50.91	-
Perkins LSD	60.90	60.90	60.90	60.90	60.90	60.90	60.90	60.90	58.00	58.80
Sandusky CSD	75.95	70.55	70.55	70.55	70.55	70.55	65.20	65.30	66.04	66.84
Vermilion LSD	68.70	68.20	63.35	63.35	63.35	63.35	64.00	65.75	65.89	67.54
Western Reserve LSD	34.15	34.15	34.35	34.35	34.35	34.35	34.60	34.60	34.98	-

The rates presented in this Table represent the original voted rates.

Source: Erie County Auditor

ERIE COUNTY, OHIO
Property Tax Levies and Collections
Real and Public Utility Taxes
Last Ten Years

Year	Current Tax Levy	Current Tax Collections (1)	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Collections to Current Tax Levy
2008	\$ 4,670,685	\$ 3,907,471	83.66 %	\$ 196,588	\$ 4,104,059	87.87 %
2007	4,535,428	4,193,746	92.47	209,895	4,403,641	97.09
2006	3,707,230	3,558,940	96.00	163,372	3,722,312	100.41
2005	3,466,196	3,404,391	98.22	162,883	3,567,274	102.92
2004	3,125,778	3,044,090	97.39	92,850	3,136,940	100.36
2003	3,063,218	2,948,064	96.24	107,960	3,056,024	99.77
2002	3,035,598	2,977,719	98.09	98,423	3,076,142	101.34
2001	3,052,476	2,981,358	97.67	84,339	3,065,697	100.43
2000	2,975,421	2,869,210	97.17	88,784	2,957,994	99.41
1999	2,948,062	2,856,984	97.38	104,889	2,961,873	100.47

(1) State Reimbursement of Rollback and Homestead Exemptions are included.

(2) Penalties and interest are included, since by Ohio Law they become part of the tax obligation as assessment occurs.

Source: Erie County Auditor

Accumulated Delinquent Taxes (2)	Percent of Delinquent Taxes to Current Tax Levy
\$ 422,086	9.04 %
396,538	8.74
255,517	6.89
104,498	3.01
138,415	4.43
120,780	3.94
62,901	2.07
89,417	2.93
175,539	5.90
177,371	6.02

ERIE COUNTY, OHIO
PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

2008			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Cedar Fair LP/Magnum	\$ 46,564,440	1	2.18%
Ohio Edison	29,274,950	2	1.37%
Norfolk & Western Railway Co.	12,620,520	3	0.59%
LMN Development LLC	10,555,240	4	0.49%
Delphi Automotive Systems LLC	8,998,240	5	0.42%
American Transmission Systems Inc.	8,824,760	6	0.41%
CNL Income GW Sandusky LP	8,098,810	7	0.38%
Firelands Regional Medical Center	7,010,170	8	0.33%
Sandusky Mall Co.	6,865,850	9	0.32%
Automotive Components Holding Corp.	6,615,830	10	0.31%
Total	<u>\$ 145,428,810</u>		<u>6.80%</u>
Total County Assessed Valuation	<u>\$ 2,139,185,540</u>		

1999			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Ohio Edison Company	\$ 147,956,700	1	10.01%
Cedar Fair L.P.	65,655,660	2	4.44%
Columbia Gas of Ohio, Inc.	47,764,140	3	3.23%
Ford Motor Company	36,410,510	4	2.46%
General Motors Corporation	30,739,870	5	2.08%
Ohio Bell Telephone	30,494,990	6	2.06%
Sandusky International	18,754,450	7	1.27%
Sandusky Mall	10,823,040	8	0.73%
Glidden Company	9,466,670	9	0.64%
Meijer	5,974,330	10	0.40%
Total	<u>\$ 404,040,360</u>		<u>27.33%</u>
Total County Assessed Valuation	<u>\$ 1,478,419,405</u>		

ERIE COUNTY, OHIO
SALES TAX REVENUE BY INDUSTRY
CURRENT YEAR

Industry	2008	
	Tax Liability	Percentage of Total
Retail Trade	\$ 7,764,999	60.91%
Accomodation and Food Services	1,478,093	11.59%
Arts, Entertainment, and Recreation	1,261,626	9.90%
Information and Telecommunications	489,500	3.84%
Real Estate and Rental & Leasing of Property	304,397	2.39%
Manufacturing	294,473	2.31%
Administrative & Support Services and Waste Management & Remediation Services	270,132	2.12%
Wholesale Trade	198,398	1.56%
Utilities	172,186	1.35%
Construction	48,138	0.38%
Other Services, Unclassified Industries, and all other industries	467,402	3.67%
Total	\$ 12,749,344	100.00%
Total County Assessed Valuation	\$ 2,139,185,540	

Source: State Department of Taxation

ERIE COUNTY, OHIO
Special Assessments Billed and Collected
Last Ten Years

Year	Special Assessments Billed	Special Assessments Collected	Percent Collected	Accumulated Delinquent (1)
2008	\$ 2,155,317	\$ 1,173,541	54.4%	\$ 997,749
2007	2,049,280	1,237,345	60.4	895,497
2006	1,126,469	984,662	87.4	657,546
2005	933,407	858,138	91.9	357,585
2004	1,148,300	987,616	86.0	228,684
2003	1,082,263	963,412	89.0	208,901
2002	997,134	965,663	96.8	150,949
2001	861,272	786,209	91.3	163,420
2000	731,890	733,751	100.3	179,413
1999	701,735	721,050	102.8	175,035

(1) Outstanding delinquent assessments include accrued interest.

Source: Erie County Auditor

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ERIE COUNTY, OHIO
Ratios of Outstanding Debt by Type
Last Ten Years

Fiscal Year	2008	2007	2006	2005
<i>Governmental Activities</i>				
General Obligation Bonds	\$ 17,997,744	\$ 19,209,163	\$ 7,240,000	\$ 7,840,000
Special Assessment Bonds	746,990	827,451	1,077,448	1,395,778
Bond Anticipation Notes	3,600,000	-	13,675,000	15,120,000
Capital Leases	160,823	215,195	40,497	-
<i>Business Type Activities</i>				
General Obligation Bonds	31,590,613	33,512,704	30,325,000	32,076,000
Special Assessment Bonds	1,000,080	1,062,649	1,120,000	1,170,000
Bond Anticipation Notes	-	-	5,000,000	5,000,000
OWDA Loans	59,546,502	56,174,438	44,013,072	38,117,141
OPWC Loan	314,749	363,609	451,317	539,025
Capital Leases	165,593	242,820	317,140	478,484
<i>Total Primary Government</i>	<u>\$ 115,123,094</u>	<u>\$ 111,608,029</u>	<u>\$ 103,259,474</u>	<u>\$ 101,736,428</u>
Percentage of Personal Income (1)	0.97%	0.91%	0.88%	0.90%
Per Capita (2)	\$ 1,493.90	\$ 1,443.40	\$ 1,321.87	\$ 1,298.09
Percentage of actual value of taxable property (3)	1.79%	1.79%	1.65%	1.78%

(1) Personal income is from the Demographic Statistics - Bureau of Economic Analysis

(2) Population is from the Demographic Statistics - U.S. Bureau of the Census and
Ohio Department of Development, Office of Strategic Research

(3) Actual value from - Assessed and estimated actual value of taxable property - Erie County Auditor

	2004	2003	2002	2001	2000	1999
\$	8,425,000	\$ 8,970,000	\$ 9,510,000	\$ 8,869,000	\$ 9,425,800	\$ 9,958,100
	1,849,477	2,336,523	2,760,500	3,273,500	3,764,500	4,240,000
	13,450,000	2,500,000	-	-	-	-
	-	14,725	28,650	123,025	178,874	231,423
	33,772,000	22,654,584	23,738,345	23,368,106	17,380,067	12,736,528
	1,220,000	1,270,000	1,320,000	1,370,000	-	-
	-	11,000,000	5,775,000	2,575,000	5,760,000	5,760,000
	30,358,660	25,246,939	13,175,472	7,291,045	7,671,420	8,197,717
	563,607	638,905	558,522	432,817	277,048	147,181
	129,034	201,526	322,933	453,241	177,922	235,357
\$	<u>89,767,778</u>	<u>\$ 74,833,202</u>	<u>\$ 57,189,422</u>	<u>\$ 47,755,734</u>	<u>\$ 44,635,631</u>	<u>\$ 41,506,306</u>
	0.83%	0.72%	0.56%	0.47%	0.44%	0.43%
\$	1,138.75	\$ 950.23	\$ 725.28	\$ 601.63	\$ 560.71	\$ 522.01
	1.58%	1.33%	1.16%	0.99%	1.05%	1.00%

ERIE COUNTY, OHIO
Legal Debt Margin Information
Last Ten Years

<u>Fiscal Year</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Assessed Value of County	\$ 2,139,185,540	\$ 2,088,890,675	\$ 1,985,644,060
Debt Limitation	47,798,131	50,722,267	48,141,102
Total Outstanding Debt:			
General Obligation Bonds	49,548,078	52,520,514	37,565,000
Special Assessment Bonds	1,747,070	1,890,100	2,197,448
OWDA Loans	59,546,502	56,174,438	44,013,072
OPWC Loan	314,749	363,609	451,317
Bond/Tax Anticipation Notes	<u>3,600,000</u>	<u>-</u>	<u>18,675,000</u>
Total	<u>114,756,399</u>	<u>110,948,661</u>	<u>102,901,837</u>
Exemptions:			
General Obligation Bonds	31,558,872	33,311,351	30,325,000
Special Assessment Bonds	1,747,070	1,890,100	2,197,448
OWDA Loans	59,546,502	56,174,438	44,013,072
OPWC Loan	314,749	363,609	451,317
Bond/Tax Anticipation Notes	<u>3,600,000</u>	<u>-</u>	<u>18,675,000</u>
Total	<u>96,767,193</u>	<u>91,739,498</u>	<u>95,661,837</u>
Funds available in debt service fund	<u>1,277,695</u>	<u>1,292,533</u>	<u>687,501</u>
Net Debt	<u>16,711,511</u>	<u>17,916,630</u>	<u>6,552,499</u>
Total Legal Debt Margin (Debt Limitation Minus Net Debt)	<u>\$ 31,086,620</u>	<u>\$ 32,805,637</u>	<u>\$ 41,588,603</u>
(1) The Debt Limitation is calculated as follows:			
Three percent of first \$100,000,000 of assessed value	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000
1 1/2 percent of next \$200,000,000 of assessed value	3,000,000	3,000,000	3,000,000
2 1/2 percent of amount of assessed value in excess of \$300,000,000	<u>41,798,131</u>	<u>44,722,267</u>	<u>42,141,102</u>
	<u>\$ 47,798,131</u>	<u>\$ 50,722,267</u>	<u>\$ 48,141,102</u>
Unvoted Legal Debt Limitation	\$ 19,719,252	\$ 20,888,907	\$ 19,856,441
Net Debt	<u>16,711,511</u>	<u>17,916,630</u>	<u>6,552,499</u>
Total Unvoted Legal Debt Margin (Debt Limitation Minus Net Debt)	<u>\$ 3,007,741</u>	<u>\$ 2,972,277</u>	<u>\$ 13,303,942</u>

(2) The Unvoted Legal Debt Limitation equals one percent of the assessed value.

Source: Erie County Auditor

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
\$ 1,962,314,385	\$ 1,955,435,832	\$ 1,934,410,892	\$ 1,697,999,663	\$ 1,660,278,053	\$ 1,478,419,405	\$ 1,438,039,036
47,557,860	47,385,896	46,860,272	40,949,992	40,006,951	35,460,485	34,450,976
39,916,000	42,197,000	31,624,584	33,248,345	32,237,106	26,805,867	22,694,628
2,565,778	3,069,477	3,606,523	4,080,500	4,643,500	3,764,500	4,240,000
38,117,141	30,358,660	25,246,939	13,175,472	7,291,045	7,671,420	8,197,717
539,025	563,607	638,905	558,522	432,817	277,048	147,181
<u>20,120,000</u>	<u>13,450,000</u>	<u>13,500,000</u>	<u>5,775,000</u>	<u>2,575,000</u>	<u>5,760,000</u>	<u>5,760,000</u>
<u>101,257,944</u>	<u>89,638,744</u>	<u>74,616,951</u>	<u>56,837,839</u>	<u>47,179,468</u>	<u>44,278,835</u>	<u>41,039,526</u>
32,076,000	33,772,000	22,654,584	23,738,345	23,368,106	17,380,067	12,736,528
2,565,778	3,069,477	3,606,523	4,080,500	4,643,500	3,764,500	4,240,000
38,117,141	30,358,660	25,246,939	13,175,472	7,291,045	7,671,420	8,197,717
539,025	563,607	638,905	558,522	432,817	277,048	147,181
<u>20,120,000</u>	<u>13,450,000</u>	<u>13,500,000</u>	<u>5,775,000</u>	<u>2,575,000</u>	<u>5,760,000</u>	<u>5,760,000</u>
<u>93,417,944</u>	<u>81,213,744</u>	<u>65,646,951</u>	<u>47,327,839</u>	<u>38,310,468</u>	<u>34,853,035</u>	<u>31,081,426</u>
<u>383,975</u>	<u>283,669</u>	<u>288,966</u>	<u>294,955</u>	<u>269,374</u>	<u>159,785</u>	<u>202,062</u>
<u>7,456,025</u>	<u>8,141,331</u>	<u>8,681,034</u>	<u>9,215,045</u>	<u>8,599,626</u>	<u>9,266,015</u>	<u>9,756,038</u>
<u>\$ 40,101,835</u>	<u>\$ 39,244,565</u>	<u>\$ 38,179,238</u>	<u>\$ 31,734,947</u>	<u>\$ 31,407,325</u>	<u>\$ 26,194,470</u>	<u>\$ 24,694,938</u>
\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000
3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
<u>41,557,860</u>	<u>41,385,896</u>	<u>40,860,272</u>	<u>34,949,992</u>	<u>34,006,951</u>	<u>29,460,485</u>	<u>28,450,976</u>
<u>\$ 47,557,860</u>	<u>\$ 47,385,896</u>	<u>\$ 46,860,272</u>	<u>\$ 40,949,992</u>	<u>\$ 40,006,951</u>	<u>\$ 35,460,485</u>	<u>\$ 34,450,976</u>
\$ 19,623,144	\$ 19,554,358	\$ 19,344,109	\$ 16,979,997	\$ 16,602,781	\$ 14,784,194	\$ 14,380,390
<u>7,456,025</u>	<u>8,141,331</u>	<u>8,681,034</u>	<u>9,215,045</u>	<u>8,599,626</u>	<u>9,266,015</u>	<u>9,756,038</u>
<u>\$ 12,167,119</u>	<u>\$ 11,413,027</u>	<u>\$ 10,663,075</u>	<u>\$ 7,764,952</u>	<u>\$ 8,003,155</u>	<u>\$ 5,518,179</u>	<u>\$ 4,624,352</u>

ERIE COUNTY, OHIO
Demographic and Economic Statistics
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Median Age (1)</u>	<u>School Enrollment (2)</u>	<u>Average Unemployment Rate for Erie County (3)</u>	<u>Personal Income (4)</u>	<u>Per Capita Personal Income (4)</u>
2008	77,062	41.3	20,219	7.30	\$ 11,854,967,388	\$ 31,153
2007	77,323	40.0	22,281	6.10	12,221,615,864	32,116
2006	78,116	39.6	22,510	5.90	11,751,553,715	30,881
2005	78,374	39.5	22,584	6.30	11,299,570,880	29,693
2004	78,830	39.4	22,715	6.50	10,864,972,000	28,551
2003	78,753	39.3	22,693	6.10	10,460,166,000	27,506
2002	78,851	39.2	22,721	5.70	10,264,611,000	27,056
2001	79,377	39.1	22,873	4.70	10,122,748,000	26,736
2000	79,605	39.0	22,939	4.20	10,113,622,000	26,746
1999	79,513	38.9	22,912	4.40	9,576,091,000	25,319

Note: 2008 income amounts are estimated using a 3% decrease from prior year.

- Sources:
- (1) U.S. Bureau of the Census and Ohio Department of Development, Office of Strategic Research
 - (2) Erie County Educational Service Center
 - (3) Ohio Bureau of Employment Services
 - (4) Bureau of Economic Analysis

ERIE COUNTY, OHIO
Principal Employers
Current Year and Nine Years Ago

Employer	2008		
	Employees	Rank	Percentage of Total Employment
Cedar Point	4,890	1	12.26%
Firelands Regional Medical Center	1,750	2	4.39%
Automotive Component Holdings	1,660	3	4.16%
Kyklos Bearing International	1,091	4	2.73%
Erie County	824	5	2.07%
Kalahari Resort	750	6	1.88%
Lear Seating	750	6	1.88%
Sandusky City Schools	650	8	1.63%
Ohio Veterans Home	615	9	1.54%
Freudenberg-NOK	400	10	1.00%
Meijer Department Store	400	10	1.00%
Total	13,780		34.54%
Total Employment within the County	<u>39,900</u>		

Employer	1999		
	Employees	Rank	Percentage of Total Employment
Cedar Point	4,738	1	11.82%
Kyklos Bearing International	1,900	2	4.74%
Automotive Component Holdings	1,676	3	4.18%
Firelands Regional Medical Center	1,034	4	2.58%
Erie County	936	5	2.33%
Sandusky City Schools	556	6	1.39%
Total	10,840		27.04%
Total Employment within the County	<u>40,100</u>		

ERIE COUNTY, OHIO
Government Employees by Function/Activity
Last Ten Years

<i>Primary Government</i>	2008	2007	2006	2005	2004	2003	2002
General Government:							
Legislative and Executive	120	117	119	115	124	125	134
Judicial	91	78	75	75	65	67	68
Public Safety	141	144	146	134	123	128	133
Public Works	72	75	77	93	98	105	102
Health	76	101	95	93	103	107	103
Human Services	262	263	264	288	283	282	280
Department of Environmental Services	62	61	63	65	65	65	64
<i>Total - Government Employees</i>	824	839	839	863	861	879	884

Method: 1.00 for each full-time, 0.50 for each part-time

Source: Erie County

<u>2001</u>	<u>2000</u>	<u>1999</u>
135	133	126
68	67	69
131	115	123
98	96	61
104	97	85
278	282	269
<u>64</u>	<u>65</u>	<u>63</u>
<u><u>878</u></u>	<u><u>855</u></u>	<u><u>796</u></u>

ERIE COUNTY, OHIO
Operating Indicators by Function/Activity
Last Ten Years

Primary Government	2008	2007	2006	2005	2004
<i>Legislative & Executive</i>					
Commissioners - Number of Resolutions	572	570	611	525	592
Commissioners - Number of Meetings	66	61	58	69	69
Recorder - number of deeds recorded	3,429	3,749	4,156	4,387	4,444
Auditor - number of conveyances	2,796	3,078	3,720	3,736	3,751
Auditor - number of real estate transfers	2,900	3,343	3,621	3,885	3,907
Auditor - number of checks issued	24,897	24,710	24,767	23,133	26,884
<i>Judicial</i>					
Common Pleas Court Cases	2,307	2,376	2,152	2,044	1,518
Juvenile Court Cases	1,510	1,656	1,636	1,502	1,671
Probate Court Cases	1,167	1,203	1,154	1,303	1,243
<i>Public Safety (Sheriff)</i>					
Number of Incidents reported	16,019	15,865	17,410	15,837	13,663
Number of Citations issued	1,645	2,074	2,471	2,003	1,734
Prisoners booked	4,428	4,603	4,277	4,494	4,519
<i>Public Works (Engineer)</i>					
Roads Resurfaced (miles)	4.00	2.83	13.41	9.40	5.50
Bridges Repaired	2	8	12	9	4
Culverts Built/Repaired	5	4	3	1	3
<i>Health</i>					
MRDD - Children Enrolled	247	210	315	334	278
MRDD - Adults	212	212	221	237	216
<i>Human Services (SCDJFS)</i>					
Average client count - food stamps	3,338	152	196	204	200
Average client count - day care	628	521	437	400	358
Average client count - WIA	65	62	73	93	54
Average client count - heating assistance	0	46	7	44	32
Average client count - job placement	84	101	88	215	79
Average client count - foster care	110	115	103	193	164
Average client count - adoption	4	4	5	19	5
Child Support collected (in thousands)	\$ 16,771	\$ 16,544	\$ 16,859	\$ 17,019	\$ 17,054
Veterans Services - clients served	201	174	172	183	194
<i>Sewer</i>					
Number of tap ins	33	81	253	145	259
<i>Water</i>					
Number of tap ins	86	113	215	199	279

Source: Erie County

2003	2002	2001	2000	1999
440	525	622	540	520
61	57	69	70	74
4,410	4,330	4,195	4,422	4,312
3,679	3,744	3,574	3,823	4,665
N/A	N/A	N/A	N/A	N/A
30,324	30,558	30,791	32,889	N/A
1,319	1,134	1,213	1,456	1,139
1,689	1,863	1,991	2,261	3,704
1,264	1,330	1,353	1,346	1,449
13,085	13,413	11,166	10,239	9,699
1,611	1,709	N/A	N/A	783
4,148	4,422	4,272	3,928	3,995
8.67	9.12	9.54	10.64	8.37
2	0	4	4	3
2	1	3	3	3
266	256	227	221	212
212	193	143	182	190
198	189	175	202	52
485	497	N/A	750	N/A
106	39	25	N/A	N/A
16	6	N/A	N/A	N/A
135	21	N/A	N/A	N/A
N/A	150	164	166	268
2	7	N/A	3	3
\$ 16,561	\$ 16,234	\$ 15,844	\$ 15,933	\$ 15,735
219	199	206	98	133
132	N/A	N/A	N/A	N/A
603	N/A	N/A	N/A	N/A

ERIE COUNTY, OHIO
Capital Asset Indicators by Function/Program
Last Ten Years

Primary Government	2008	2007	2006	2005	2004
<i>Legislative and Executive</i>					
Administrative Office Space (square feet)					
Commissioners	5,712	5,712	5,712	5,712	5,712
Auditor	3,096	3,096	3,096	3,096	3,096
Treasurer	1,759	1,759	1,759	1,759	1,759
Prosecuting Attorney	3,576	3,576	3,576	3,576	3,576
Board of Elections	2,520	2,100	2,100	2,100	2,100
Recorder	3,096	3,096	3,096	3,096	3,096
Facilities	1,060	1,060	750	750	750
Veterans Services	1,325	1,325	1,325	1,325	1,325
IT/Data Processing	1,104	1,104	1,104	1,104	1,104
Human Services	26,236	26,236	26,236	26,236	26,236
Central Purchasing	1,200	1,200	1,200	1,200	1,200
Risk Management	525	525	525	525	525
<i>Judicial</i>					
Number of Courtrooms					
Common Pleas Court	3	3	3	2	1
Probate Court	1	1	1	1	1
Juvenile Court	4	4	4	4	4
Huron Municipal Court	1	1	1	1	1
Sandusky Municipal Court	1	1	1	1	1
Vermilion Municipal Court	1	1	1	1	1
<i>Public Safety</i>					
Patrol Vehicles	35	35	35	33	34
Jail Capacity	106	106	88	88	88
Detention Center Capacity	36	36	14	14	14
Emergency Management Response Vehicles	1	1	1	1	1
<i>Public Works</i>					
Centerline miles of road	140.27	140.27	140.27	140.27	140.27
Number of Bridges	130	130	129	129	129
Number of Culverts	865	863	859	855	854
Number of Traffic Signals	2,950	2,911	-	-	-
Vehicles	30	30	32	31	31
<i>Health</i>					
MRDD Buildings	2	2	2	2	2
MRDD Buses and Vans	18	19	19	13	13
<i>Human Services</i>					
Job and Family Services Vehicles	8	8	8	7	7
Veterans Services Vehicles	2	1	1	1	1
<i>Conservation and Recreation</i>					
Number of Parks	10	10	10	9	9
<i>Community and Economic Development</i>					
Number of related infrastructure projects	2	1	5	3	5
<i>Sewer</i>					
Number of Treatment Facilities	4	4	4	4	4
Number of Pumping Stations	37	37	38	38	38
Total Lines (in miles)	132	132	147	145	143
<i>Water</i>					
Total Lines (in miles)	311	311	320	316	312

Source: Erie County

2003	2002	2001	2000	1999
5,712	5,712	5,712	5,712	5,712
3,096	3,096	3,096	3,096	3,096
1,759	1,759	1,759	1,759	1,759
3,576	3,576	3,576	3,576	3,576
2,100	2,100	2,100	2,100	2,100
3,096	3,096	3,096	3,096	3,096
750	750	750	750	750
1,325	1,325	1,325	1,325	1,325
1,104	1,104	1,104	1,104	0
26,236	26,236	26,236	26,236	26,236
1,200	1,200	1,200	1,200	1,200
525	525	525	525	525
1	1	1	1	1
1	1	1	1	1
4	4	4	4	4
1	1	1	1	1
1	1	1	1	1
1	1	1	1	1
30	34	45	32	32
88	88	88	88	88
14	14	14	14	14
1	1	1	1	1
142.38	142.38	142.94	142.94	142.94
125	125	125	125	125
852	850	850	849	847
-	-	-	-	-
33	38	38	36	30
2	2	2	2	2
12	12	12	11	10
7	6	5	5	5
1	1	1	1	1
8	7	6	5	5
4	4	6	4	6
4	4	4	4	4
38	38	38	38	38
140	140	138	132	132
N/A	N/A	N/A	N/A	N/A

ERIE COUNTY, OHIO

COUNTY AUDITORS

1838 - PRESENT

Erie County, Ohio was formed March 16, 1838, and the people of Erie County have been served by the following County Auditors:

H. W. Conklin	1838 - 1840
William Neill	1840 - 1841
Orlando McKnight	1841 - 1846
George W. Smith	1846 - 1850
Foster Follett	1850 - 1852
Charles Botsford	1852 - 1856
Foster Follett	1856 - 1860
George W. Smith	1860 - 1867
Ebenezer Merry	1867 - 1882
Thomas McFall	1882 - 1885
William Bonn	1885 - 1891
Louis N. Werner	1891 - 1894
Thomas McFall	1894 - 1896
Charles M. Keyes	1896 - 1897
John R. Gallagher	1897 - 1903
Charles Kubach	1903 - 1909
John Diest	1909 - 1912
Hayes Adams	1912 - 1916
Fred W. Bauer	1916 - 1918
Carl F. Breining	1918 - 1922
Fred W. Bauer	1922 - 1928
George A. Schwer	1928 - 1928
George Oswald	1928 - 1947
Gerald Schweinfurth	1947 - 1982
James W. McKeen	1982 - 1994
Paul D. Strickfaden	1994 - 1998
Jude T. Hammond	1998 - 2005
Connie L. Ward	2005 - 2006
Thomas J. Paul	2006 - Present

Source: Erie County Auditor