

LUCAS COUNTY, OHIO

Reports Issued Pursuant to the OMB Circular A-133

Year ended December 31, 2002



**Auditor of State
Betty Montgomery**

Board of Commissioners
Lucas County
One Government Center, Suite 600
Toledo, OH 43604-2255

We have reviewed the Independent Auditor's Report of Lucas County, prepared by Ernst & Young LLP, for the audit period January 1, 2002 through December 31, 2002. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

July 3, 2003

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Lucas County, Ohio
Reports Issued Pursuant to the OMB Circular A-133
Year ended December 31, 2002

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

Lucas County Board of Commissioners
Toledo, Ohio

We have audited the financial statements of Lucas County, Ohio (the County) as of and for the year ended December 31, 2002, and have issued our report thereon dated May 9, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to management of the County in a separate letter dated May 9, 2003.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the County in a separate letter dated May 9, 2003.

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

Ernst & Young LLP

May 9, 2003

Report on Compliance and Internal Control Over Compliance
in Accordance with OMB Circular A-133
and Schedule of Expenditures of Federal Awards

Lucas County Board of Commissioners
Toledo, Ohio

Compliance

We have audited the compliance of Lucas County, Ohio (the County) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002. The County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2002.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of Lucas County, Ohio as of and for the year ended December 31, 2002 and have issued our report thereon dated May 9, 2003. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information has been subjected to the procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

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

May 9, 2003



Lucas County, Ohio

Schedule of Expenditures of Federal Awards

Year ended December 31, 2002

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture - Food and Nutrition			
Passed through Ohio Department of Education:			
Juvenile Court:			
Food Distribution Program	10.550	IRN: 083097	\$ 3,789
Child Nutrition Cluster:			
Passed through Ohio Department of Education:			
Juvenile Court:			
National School Lunch Program	10.555	IRN: 083097	58,275
National School Breakfast Program	10.553	IRN: 083097	36,785
Board of County Commissioners:			
Community Development Center:			
Summer Food Service Program	10.559	IRN: 089243	199,211
Child Nutrition Cluster			<u>294,271</u>
Total U.S. Department of Agriculture			<u>298,060</u>
Federal Highway Administration, Department of Transportation			
Passed through Ohio Department of Transportation:			
Highway Planning and Construction	20.205	(1)	387,465
Federal Emergency Management Agency			
Passed through Ohio Emergency Management Agency:			
Participating Partnership Agreement	83.552	(1)	72,000

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development			
Passed through Ohio Department of Development:			
Board of County Commissioners:			
Community Development Block Grant/States Program:			
Formula Grant	14.228	(1)	789,395
Community Development Block Grant/Small Cities			
Program:			
Revolving Loan Fund	14.219	(1)	456,873
Total U.S. Department of Housing and Urban Development			<u>1,246,268</u>
U.S. Department of Education			
Passed through Ohio Department of Alcohol and Drug			
Addiction Services:			
Alcohol and Drug Addiction Services Board:			
Drug Free Schools and Communities	84.186	(1)	374,920
Passed through Ohio Department of Job and Family Services:			
Individuals with Disabilities Educational Act	84.181	(1)	357,826
Total U.S. Department of Education			<u>732,746</u>
U.S. Department of Justice			
Passed through Ohio Office of Criminal Justice Services:			
Criminal Justice Coordinating Council:			
Juvenile Justice Delinquency Prevention - Title V	16.548	(1)	105,501
Juvenile Court:			
Title V Reaching Out Project	16.548	(1)	77,753
			<u>183,254</u>

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Passed through Ohio Attorney General Victim			
Witness Assistance Program:			
Notification Advocate	16.579	(1)	28,602
Safe Kids/Safe Street	16.541	(1)	7,620
SCS Information Project	16.575	(1)	2,795
SCS VOCA	16.575	(1)	90,213
VOCA V/W	16.575	(1)	126,243
SVAA Hispanic V/W	16.575	(1)	81,400
VOCA-X Felony Crises	16.575	(1)	39,193
VAWA	16.575	(1)	33,919
			373,763
Passed through Ohio Office of the Governor:			
Criminal Justice Coordinating Council:			
Juvenile Court:			
Byrne Grant C.I.T.E	16.579	(1)	77,591
Juvenile Accountability Incentive Block Grant (1)	16.523	(1)	216,307
Juvenile Accountability Incentive Block Grant (2)	16.523	(1)	193,448
Juvenile Accountability Incentive Block Grant (3)	16.523	(1)	14,134
			423,889
Passed through Ohio Office of Criminal Justice Services:			
Passed through Criminal Justice Coordinating Council:			
Juvenile Accountability Incentive Block Grant	16.523	(1)	466,281
Byrne Memorial Law Enforcement:			
Narcotics Control Block	16.579	(1)	569,939
Passed through Ohio Emergency Management Agency:			
State Domestic Preparedness Equipment Program	16.007	(1)	40,161

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Passed through Ohio Office of Criminal Justice Services:			
Passed through Criminal Justice Coordinating Council:			
Violence Against Women:			
VAWA Block	16.588	(1)	175,497
Directly received:			
Sheriff:			
Violence Against Women	16.588	(1)	33,809
			<u>209,306</u>
Total U.S. Department of Justice			2,380,406
U.S. Department of Labor			
Workforce Investment Act (WIA) Cluster:			
Passed through Ohio Department of Job and Family Services:			
Workforce Investment Act - Adult	17.258	(1)	1,339,357
Workforce Investment Act - Youth	17.259	(1)	3,829,722
Workforce Investment Act - Dislocated Workers	17.260	(1)	1,026,202
Workforce Investment Act - Rapid Response	17.258	(1)	300,622
Workforce Investment Act - One Stop Shop	17.258	(1)	72,865
Workforce Investment Act -Administration	17.258	(1)	1,039,571
Total U.S. Department of Labor			<u>7,608,339</u>
U.S. Department of Health and Human Services			
Passed through Ohio Office of the Governor:			
Criminal Justice Coordinating Council:			
Juvenile Court:			
Family Treatment Drug Court: Expansion and Enhancement	93.243	(1)	2,955
Passed through Ohio Department of Mental Retardation and Development Disabilities:			
Board of Mental Retardation and Developmental Disabilities:			
Social Services Block Grants (Title XX)	93.667	(1)	441,305

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Passed through Ohio Department of Mental Health			
Community Mental Health Services:			
Social Services Block Grants (Title XX)	93.667	(1)	424,288
Medicaid Title XIX	93.778	(1)	11,797,867
Community Mental Health Services Block Grants:			
Child Adolescent/CORE	93.958	(1)	95,576
Community Plan	93.958	(1)	276,244
Program Development	93.958	(1)	4,000
JIF	93.958	(1)	34,517
508R HAP	93.958	(1)	170,000
			580,337
PATH Grant 2002	93.150	(1)	112,085
PATH Administration Grant 2002	93.150	(1)	800
			112,885
Passed through Ohio Department of Alcohol and Drug Addiction Services:			
Alcohol and Drug Addiction Services Board:			
Block Grants for Prevention and Treatment of Substance Abuse:			
Alcohol and Drug Abuse and MH Services	93.959	(1)	2,771,872
TASC/Drug Court 2001 Medical Assistance Program	93.778	(1)	1,016,409
Targeted Capacity Expansion Grant	93.230	(1)	591,872

Lucas County, Ohio

Schedule of Expenditures of Federal Awards (continued)

Federal Grant Pass Through Grantor Program Title	CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
Passed through Ohio Department of Job and Family Services:			
Children Services Board:			
Child Welfare Service Grant - Title IV-B	93.645	(1)	278,914
ESAA Family Preservation	93.645	(1)	282,562
Non-recurring Adoption Expenses	93.645	(1)	92,724
PASSS	93.645	(1)	165,534
Chaffee Federal Allocation	93.674	(1)	90,514
Child Abuse & Neglect	93.669	(1)	2,000
			<u>912,248</u>
Total U.S. Department of Health and Human Services			<u>18,652,038</u>
Total Federal Awards			<u><u>\$ 31,377,322</u></u>

(1) No pass-through entity identifying number is available for this program.

See accompanying notes to schedule of expenditures of federal awards.

Lucas County, Ohio

Notes to the Schedule of Expenditures of Federal Awards

December 31, 2002

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Lucas County and is presented on the modified accrual basis of accounting, which is described in Note A to Lucas County, Ohio's (the County) basic financial statements. The information in this schedule is presented in accordance with requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. Subrecipients

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

Program Title	CFDA Number	Amount Provided to Subrecipient
Drug Free Schools and Communities	84.186	\$ 374,920
Juvenile Justice Delinquency Prevention - Title V Block Grant	16.548	105,501
Juvenile Accountability Incentive Block Grant	16.548	466,281
Narcotics Block Grant	16.579	569,939
Violence Against Women	16.588	175,497
Targeted Capacity Expansion Grant	93.230	523,044
Social Services Block Grants	93.667	424,288
Community Mental Health Services Block Grants	93.958	452,215
Workforce Investment Act Cluster	17.258,17.259,17.260	4,832,481
Medicaid Title XIX	93.778	11,797,867
PATH Grant	93.150	106,305
Victim Witness Assistance Grant	16.575	373,763
Safe Kids/Safe Streets	16.541	7,620
Medical Assistance Program	93.778	1,016,409
Alcohol and Drug Abuse and MH Services	93.959	2,384,087

Lucas County, Ohio

Notes to the Schedule of Expenditures of Federal Awards (continued)

3. Loans Outstanding

The County had the following loan balances outstanding at December 31, 2002. These loan balances outstanding are also included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount Outstanding</u>
Community Development Block Grant - Revolving Loan Fund	14.219	\$ 456,873

Lucas County, Ohio


Schedule of Findings and Questioned Costs (continued)

Part II - Schedule of Financial Statement Findings

None

Part III - Schedule of Federal Award Findings and Questioned Costs

None



Lucas County, Ohio
Comprehensive
Annual Financial Report
for the Year Ended December 31, 2002

Larry A. Kaczala,
Lucas County Auditor

Prepared by the Lucas County Auditor's Office

Thomas E. Nichter
Chief Deputy Auditor

Scott S. Smith, C.P.A.
Chief Accountant

Gina-Marie Kaczala
Director of Internal Audits

David Polek
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Tammy Shelton
Reconciliation Accountant

**LUCAS COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR FISCAL YEAR ENDED DECEMBER 31, 2002**

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Larry A. Kaczala

Lucas County Auditor

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May 9, 2003

Lucas County Board of Commissioners and Citizens of Lucas County,

As Auditor of Lucas County, I am pleased to present the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended December 31, 2002.

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

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

The CAFR is presented in three (3) sections: the **Introductory Section**, the **Financial Section** and the **Statistical Section**. The *Introductory Section* contains a table of contents, this letter of transmittal, a list of elected officials, an organization chart and a copy of the Certificate of Achievement for Excellence in Financial Reporting awarded for the 2001 Lucas County CAFR. The *Financial Section* contains our independent auditor's, Ernst & Young LLP, report of independent auditors, Management's Discussion and Analysis, the basic financial statements,

and relevant supplemental financial statements and schedules for 2002. The *Statistical Section* presents historical, financial, analytical, economic and demographic information that may be useful for further analysis and comparisons.

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

THE COUNTY

The County was formed by an Act of the Ohio General Assembly on June 20, 1835, in honor of Robert Lucas, then Governor of Ohio. The elected three-member Board of County Commissioners function as both the legislative and executive branch of the County. Each Commissioner serves a term of four years. In addition to the County Auditor, who serves as chief fiscal officer, there are seven elected administrative officials, each of whom operate independently as set forth by Ohio law. These officials are: Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Recorder, Sheriff, and Treasurer. All of these officials serve four-year terms. The following judges are elected on a county-wide basis to oversee the County's judicial system: Common Pleas Court Judges, Domestic Relations Court Judges, Juvenile Court Judges, Probate Court Judge, and Court of Appeals Judges. Judges are elected to six-year terms.

REPORTING ENTITY AND SERVICES

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

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

ECONOMIC CONDITION AND OUTLOOK

The County is in the center of a trade area comprised of 14 counties in northwestern Ohio and southeastern Michigan with a total population of approximately 1.25 million people. The County lies in the central portion of a triangle formed by the cities of Chicago, Detroit and Cleveland. The County is in the Toledo Metropolitan Statistical Area (MSA) and approximately one-third of the population of the United States resides within 500 miles of the County.

The County's economy, historically associated with the glass and automotive industries, has become increasingly diversified. While the County remains the home of four of the nation's largest glass companies, DaimlerChrysler AG, General Motors Corporation and Dana Corporation also continue to be major private employers in the County. However, in recent years, private service industries and governmental employers have provided more than three-fourths of the total employment in the Toledo MSA and approximately 70% of total payrolls in the County.

The County's unemployment rate for 2002 was 6.9%, which is 1.2% higher than the statewide rate of 5.7%, and 1.1% higher than the national rate of 5.8%.

Three of the 2002 Fortune 500 corporations have their headquarters in the County. These are Dana Corporation,

Owens-Illinois, Inc., and Owens-Corning Fiberglass Corporation. The County is also one of the larger oil refining centers between Chicago and the eastern seaboard with BP Oil Co. and Sun Refining and Marketing Company, Inc.

BP Oil Co. has constructed an approximately \$235 million upgrade to its Toledo area refinery, which will be one of its two remaining refineries in the United States. The improvements will concentrate on improving BP Oil's ability to process heavy, sour crude oil.

DaimlerChrysler AG completed a \$1.2 billion investment to construct a 1.1 million square-foot Jeep assembly plant on Stickney Avenue in Toledo. Construction began in 1998. The new Jeep Liberty began rolling off the assembly line in 2001. The project will retain nearly 4,900 jobs. Daimler Chrysler AG has also constructed a \$30 million combination crossdock and parts sequencing facility in the County to serve its plants in the Midwest.

MAJOR COUNTY INITIATIVES

Current Year Projects

Lucas County continues to promote economic development throughout the area. Lucas County officials and management continue to work closely with state and local governments, corporations, companies, small businesses, labor unions and charitable organizations to improve and expand business opportunities and the standard of living. The following are highlights of some of the activities Lucas County is concerned with:

- Construction on a new building to house the 6th district court of Appeals began in the spring. At a cost of approximately \$7 million, the structure located at the northwest corner of the Civic Center Mall in Toledo is a partnership between Lucas County and 7 regional counties that lie within the jurisdiction of the 6th District Court of Appeals. Lucas County is responsible for 50% of the project cost. The County has issued bond anticipation notes to cover construction cost and anticipates converting these notes to long-term bonds in fall of 2003.
- Construction of the Lucas County Ballpark was completed. The Ballpark is the home for minor league baseball's Toledo Mud Hens. The team relocated to the new facility in 2002 from their previous facility at the Lucas County Recreation Center. The County issued \$20 million in economic development revenue

bonds and \$6 million in economic development revenue bond anticipation notes in March, 2001. The County retired the notes in March 2002 after receiving revenue for the naming rights (5/3 Field) and the lease of the luxury suites. In April, the Toledo Mud Hens opened in its new home, 5/3rd Field, before a sold out crowd. This new \$39 million ball park constructed by Lucas County through a combination of Public and private funding was rated as the best minor league ballpark in America by Newsweek magazine. The new ballpark is the catalytic for further private development in the City of Toledo's Warehouse District. Attendance at 5/3rd Field was in excess of 400,000.

- Implementation of the first phase of the County's integrated new Human Resources/Payroll Procurement/Accounts Payable, and General Ledger Accounting System began. The Human Resources/Payroll system is expected to go live in early 2003 to be followed by General Ledger/Accounting system in 2004. The county has initiated workflow studies to take advantage of the automated features of the software.
- The County will be constructing and equipping a business continuation center (emergency backup computer system). The cost is estimated to be \$1 million.
- Lucas County joined with the Toledo/Lucas County Port Authority, the Regional Growth Partnership, the City of Toledo and Manitowoc to construct a "High Bay Facility" at the Toledo shipyard. This proposed ship building facility would be used by Manitowoc to construct ships for the US Coast Guard starting in 2004.

Future Projects

The County will continue to provide a variety of services required to meet the needs of its citizens and actively support economic development in the area. We look forward to the following significant activities made possible by the citizens of Lucas County and its government:

- The Board of County Commissioners and the judges of the Common Pleas Court are looking into the needs of the court over the next fifteen years. Alternatives to meeting the anticipated space needs of the court and how best to meet those needs while preserving the historic Lucas County Courthouse will be examined. The County has received a program and planning report with 5 alternatives to meet the space needs of the Common Pleas Court. The alternatives called for

construction ranging from \$30 million to \$50 million.

- The County will implement the first phase of a multi-departmental document-imaging project. Using digital document imaging the county expects to improve the storage and retrieval of public records. The costs of this system will be spread among various internal operating funds.
- The County is developing partnerships with the private sector to open a Career Opportunity Center to implement federal Workforce Investment Act. In this center, community partners will be located to provide career services to assist employers in finding qualified individuals for employment. The center will also assist individuals in obtaining training to meet demand occupation skills.
- The Board of Elections will be working closely with the State of Ohio to implement the federal Help America Vote Act. The new electronic election system will replace and the current lever system. The new system at estimated cost of \$7 million is expected to be in place for the 2004 Presidential Election with significant portion of the cost to come from federal funds. The County has set aside \$1.5 million in the Capital Improvement fund for the County's match.
- A feasibility study for the programming and construction of a new correction center will be initiated. An initial study concluded that a total replacement of the County jail would result in operational savings that would cover the cost of construction.

ACCOUNTING SYSTEM

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

A further discussion of the three methods of accounting (non-GAAP, modified accrual and accrual) and a reconciliation of budget basis to GAAP basis of accounting

may be found in **Note B** and **Note L** , respectively, of the *Notes to the Financial Statements*.

BUDGETARY CONTROLS

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

The County Auditor issues a monthly budget report to the Board of Commissioners and to all departments and agencies showing the monthly and year-to-date expenditures, encumbrances, and the cash balances, as well as the unencumbered balance by fund and account. On a quarterly basis, these reports are made public and are available to the news media.

INTERNAL CONTROL

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

As a recipient of federal and state financial assistance, the County is responsible for ensuring that adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management.

CASH MANAGEMENT

The County Treasurer utilizes cash management and forecasting techniques and procedures to provide for efficient and optimum use of the County's cash resources as permitted by applicable State of Ohio law.

Among the County's many investments, the County participates in the State Treasury Asset Reserve of Ohio (STAR OHIO) Investment pool. The statewide investment pool is administered by the Treasurer of the State of Ohio.

Certain deposits are collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name. The pool of securities so pledged must have a current market value at least equal to 110% of all public monies on deposit with the depository including the amount covered by federal insurance.

Cash resources of all funds with the exception of Water, Sewer, and certain Fiduciary Funds are pooled for investment purposes. Currently, interest income derived from these pooled resources is credited to the County's General Fund with the exception of the equitable share distributed to the Self-Funded Health Insurance fund and the Motor Vehicle and Gas Tax fund.

INVESTMENT HIGHLIGHTS

(Amounts in 000's)

Investments and Earnings	<u>2002</u>	<u>2001</u>
Total investments and		
Deposits at year-end	\$ 268,165	\$ 263,490
Interest revenue	9,339	12,468

RISK MANAGEMENT

The County Risk Manager monitors and directs the entire insurance program of Lucas County. The County is self-insured for a portion of its general business insurance and insurance coverage after \$500 thousand per occurrence.

The County participates in the State of Ohio Retrospective Rated Workers' Compensation program with a maximum liability of \$300 thousand per accident.

Both programs, along with the self-funded health program for dental benefits, provide savings with proper risk management and loss control.

INDEPENDENT AUDIT

Included in this report on pages 14 and 15 is an unqualified report of independent auditors rendered by Ernst & Young LLP with respect to the basic financial statements of the County as of and for the year ended December 31, 2002. As part of the annual preparation of a CAFR, the County subjects all the financial statements to an annual independent audit. This annual audit arrangement serves to strengthen the County's accounting, budgetary and internal control of financial and operational systems.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The County prepared its first CAFR in 1984 in accordance with the program guidelines for the Certificate of Achievement for Excellence in Financial Reporting (Certificate) awarded by the Government Finance Officers Association of the United States and Canada (GFOA). Each annual report must also satisfy generally accepted accounting principles and disclose applicable legal compliance requirements. The County was awarded the Certificate for the fiscal years ended December 31, 1984 - 2001.

The Certificate is valid for a period of one year. We believe that our current report continues to conform to the guidelines and requirements of the program and will be submitted to the GFOA to determine its eligibility for another Certificate.

ACKNOWLEDGMENTS

Lucas County is proud to have been one of the first counties in Ohio, and one of the relatively few nationwide, to prepare a financial report in conformity with GAAP and the precise guidelines recommended by the GFOA. We

are also proud to be one of the first counties to adopt the new reporting model required by GASB No. 34. This report is the result of the continued cooperation, and combined services of the *Elected Officials and management of Lucas County*.

I would especially like to recognize the following members of my staff, all of whom exercised proficiency and dedication throughout this report's publication.

Accounting

Thomas E. Nichter, Scott S. Smith, Gina-Marie Kaczala, Tracy Berry, Dave Polek, and Tammy Shelton

Accounts Payable/Receivable

Pat Heffern, Rita-Hogan Faber, Mary Kwiatkowski, Sue Nofziger, and Karla Hayes

Payroll

Dan Bridge

Special Assessments

Gary Langenderfer

Photography

Chris S. Smith

Sincerely,



Larry A. Kaczala
Lucas County Auditor
Lucas County, Ohio

**LUCAS COUNTY, OHIO
ELECTED OFFICIALS
at DECEMBER 31, 2002**

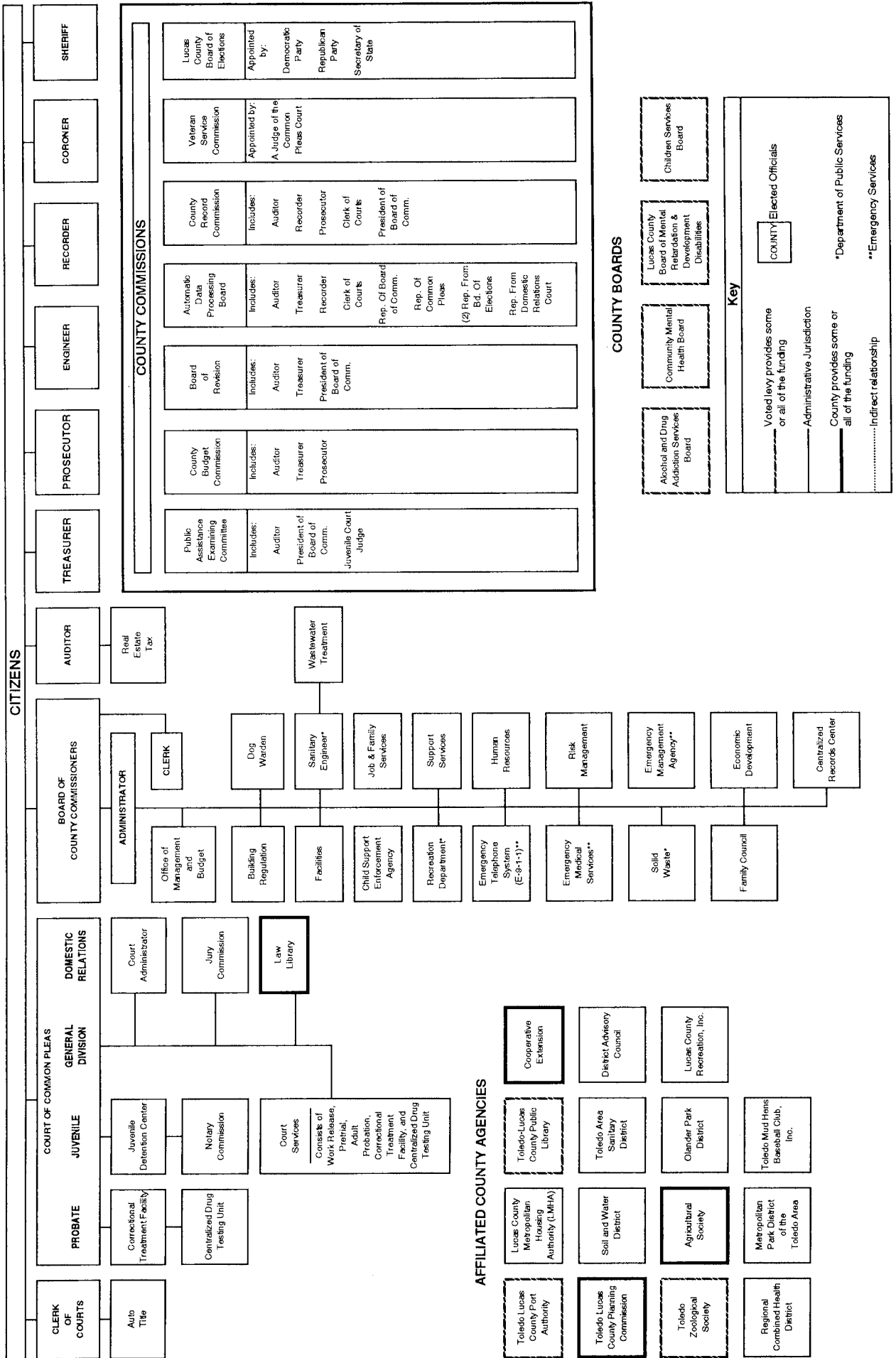
Administrators

<i>Larry A. Kaczala</i>	Auditor
<i>Bernie Quilter</i>	Clerk of Courts
<i>James R. Patrick</i>	Coroner
<i>Tina Skeldon Wozniak</i>	Commissioner
<i>Sandy L. Isenberg</i>	Commissioner (president)
<i>Harry Barlos</i>	Commissioner
<i>Keith Earley</i>	County Engineer
<i>Julia R. Bates</i>	Prosecutor
<i>Sue J. Rioux</i>	Recorder
<i>James A. Telb</i>	Sheriff
<i>Ray T. Kest</i>	Treasurer

Judges

<i>James D. Bates</i>	Common Pleas Court
<i>J. Ronald Bowman</i>	Common Pleas Court
<i>Robert G. Christiansen</i>	Common Pleas Court
<i>Charles J. Doneghy</i>	Common Pleas Court
<i>Ruth Ann Franks</i>	Common Pleas Court
<i>James D. Jensen</i>	Common Pleas Court
<i>Judith A. Lanzinger</i>	Common Pleas Court
<i>Frederick H. McDonald</i>	Common Pleas Court
<i>William J. Skow</i>	Common Pleas Court
<i>Charles S. Wittenberg</i>	Common Pleas Court
<i>David E. Lewandowski</i>	Domestic Relations Court
<i>Norman G. Zimmelman</i>	Domestic Relations Court
<i>Joseph A. Flores</i>	Juvenile Court
<i>James A. Ray</i>	Juvenile Court
<i>Jack R. Puffenberger</i>	Probate Court
<i>Peter M. Handwork</i>	Sixth District Court of Appeals
<i>Richard W. Knepper</i>	Sixth District Court of Appeals
<i>Mark Pietrykowski</i>	Sixth District Court of Appeals
<i>Melvin L. Resnick</i>	Sixth District Court of Appeals
<i>James R. Sherck</i>	Sixth District Court of Appeals

COUNTY ORGANIZATION LUCAS COUNTY



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Lucas County,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2001

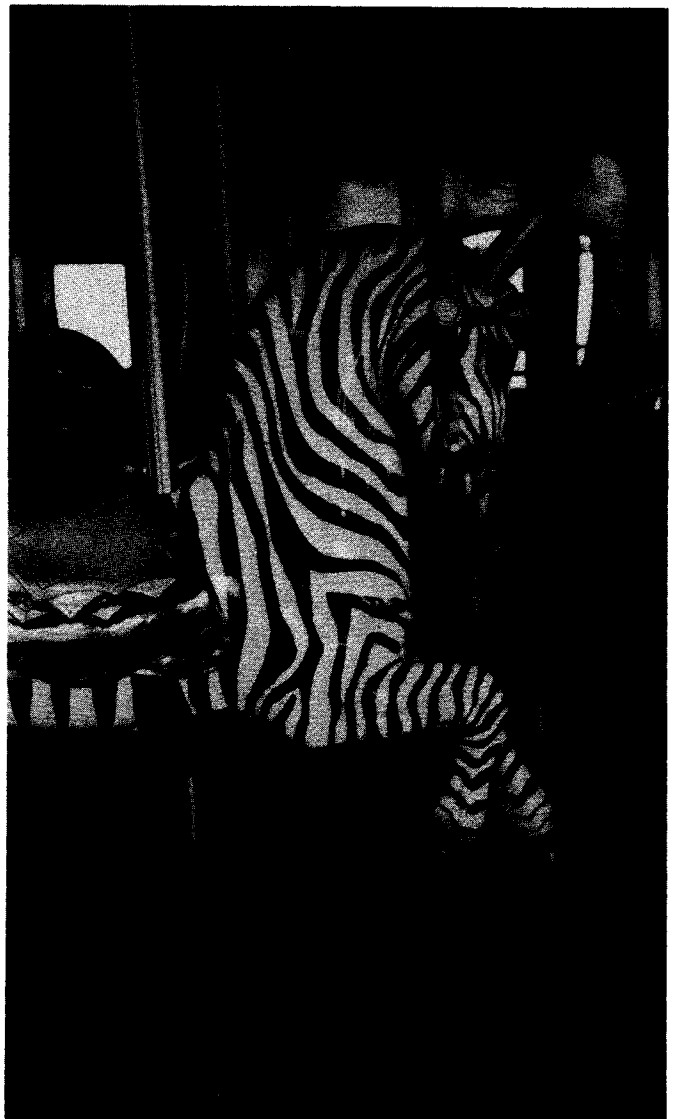
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

Financial Section



Pictured above are two new attractions at the Zoo. 1) Siegfried and Roy's white lions of Timbavati. The three lions which there are fewer than 50 found worldwide celebrated their second birthday April 1st. Wisdom, Courage and Legend are part of a litter of four born at the Cincinnati Zoo. Their coloration is the result of a recessive gene the same type that causes spotted leopards to sometimes produce solid black cubs. They

opened to public viewing in April of 2003. 2) Located in the African Savanna, the world's first and only custom designed African Animal Carousel opened in May 2003. The 42 hand carved, hand painted animals represent 24 species, which took one year to build. Wheelchair accessible the cost will be \$1.50 per ride. The carousel will be part of the "Africa!" display which is scheduled to open in 2004. The Zoo is supported by 2 county-wide property tax levies.

Report of Independent Auditors

Lucas County Board of Commissioners
Toledo, Ohio

We have audited the accompanying basic financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio as of and for the year ended December 31, 2002, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component units. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the discretely presented component units were not audited in accordance with *Government Auditing Standards*. 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 financial statement presentation. We believe that our audit and the reports of other auditors provides a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lucas County, Ohio, as of December 31, 2002, and the respective changes in financial position and the cash flows, where appropriate, thereof and the respective budgetary comparison for the General, Job and Family Services, Board of Mental Retardation, and Children Services Board Funds for the year then ended in conformity with accounting principles generally accepted in the United States.

The management's discussion and analysis on pages 16 through 22 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries to 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 9, 2003 on our consideration of the County's internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have 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 tables and schedules 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.



May 9, 2003

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)

The discussion and analysis of Lucas County's financial performance provides an overall review of the County's financial activities for the year ended December 31, 2002. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the transmittal letter, and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2002 are as follows:

- The assets of the County exceeded its liabilities at the close of the year ended December 31, 2002, by \$559,415 (net assets). Of this amount, \$313,961 may be used to meet the County's ongoing obligations to citizens and creditors.
- The County's total net assets increased by \$43,840, which is 8.5% of the net assets at the beginning of the year 2002.
- At the end of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$156,008, a decrease of \$8.7 million from the prior year. Of this amount, \$117,598 is available for spending (unreserved fund balance) on behalf of its citizens.
- At the end of the current year, unreserved fund balance for the general fund was \$35,985, which represents a 6.7% increase over the prior year, and represents 34% of total general fund expenditures.
- Lucas County's total debt decreased by \$6,380 during the current year. The key factor for this decrease was the retirement of \$6 million in notes for a new baseball stadium.

Overview of the Financial Statements

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

The County's basic financial statements comprise three components: 1) County-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

County - Wide Financial Statements

The County-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

Statement of Net Assets and the Statement of Activities.

The statement of net assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. The statement of activities presents information showing how the County's net assets changed during the current year. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by the private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the County's net assets and the change in those assets. This change in net assets is important because it tells the reader whether, for the County as a whole, the financial position of the County has improved or diminished. However, in evaluating the overall position of the County, nonfinancial information such as changes in the County's tax base and the condition of County capital assets will also need to be evaluated.

In the Statement of Net Assets and the Statement of Activities, the County is divided into three kinds of activities:

- ◆ Governmental Activities-Most of the County's services are reported here including public safety, social services programs, administration, and all departments with the exception of our Water and Sewer funds and Wastewater Treatment.

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)

- ◆ Business-Type Activities- These services have a charge based upon the amount of usage. The County charges fees to recoup the cost of the entire operation of our Water and Sewer and Wastewater Treatment Plants as well as all capital expenses associated with these facilities.
- ◆ Component Units- The County includes financial data of the Toledo MudHens Baseball Club, Inc., Lott Industries, Inc., Preferred Properties, Inc., and Community Living Options, Inc. These component units are described in Note A of the Notes to the Financial Statements. The component units are separate and may buy, sell lease and mortgage property in their own name and can sue or be sued in their own name.

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the County's major funds. Based on restriction on the use of monies, the County has established many funds which account for the multitude of services provided to our residents. However, these fund financial statements focus on the County's most significant funds. In the case of Lucas County, our major funds are the General, Children Services Board, Board of Mental Retardation, Job and Family Services, Capital Projects, Debt Service, Water Supply System, Sewer System, and Wastewater Treatment.

Governmental Funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the Government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such

information may be useful in evaluating government's near-term financing requirements.

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

The County maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 26 - 36 of this report.

The County adopts and annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

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 Water and Sewer and Wastewater Treatment operations. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insurance programs, vehicle maintenance, telephone system, central supplies, and worker's compensation programs. Because these services predominantly benefit governmental rather than business-type functions, they have been included with governmental activities in the County-wide financial statements. The proprietary fund financial statements can

**LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)**

be found on pages 38 - 45 of this report.

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

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the County-wide and fund financial statements. The notes to the financial statements can be found on pages 50 - 77 of this report.

Other Information: In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules which can be found on pages 80 - 173 of this report.

County-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a County's financial position. In the case of the County, assets exceeded liabilities by \$559,415 (\$472,133 in governmental activities and \$87,282 in business type activities) as of December 31, 2002. This is an increase of \$38,913 (9.0%) for governmental activities, and \$4,927 (6.0%) for business type activities. By far, the largest portion of the County's net assets (66%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

**Table 1
Net Assets
Governmental
Activities**

Assets	Governmental Activities		Business-Type Activities		Total	
	2001	2002	2001	2002	2001	2002
Current and other assets	\$362,557	\$375,062	\$14,552	\$17,095	\$377,109	\$392,15
Capital assets, net	<u>265,867</u>	<u>278,844</u>	<u>89,907</u>	<u>91,095</u>	<u>355,774</u>	<u>369,939</u>
Total Assets	<u>628,424</u>	<u>653,906</u>	<u>104,459</u>	<u>108,19</u>	<u>732,883</u>	<u>762,096</u>
Liabilities						
Current and other liabilities	(73,962)	(70,410)	(1,047)	(1,308)	(75,009)	(71,718)
Long-term liabilities due within one year	(12,562)	(12,870)	(715)	(646)	(13,277)	(13,516)
Long-term liabilities due in more than one year	<u>(108,680)</u>	<u>(98,493)</u>	<u>(20,342)</u>	<u>(18,954)</u>	<u>(129,022)</u>	<u>(117,447)</u>
Total liabilities	<u>(195,204)</u>	<u>(181,773)</u>	<u>(22,104)</u>	<u>(20,908)</u>	<u>(217,308)</u>	<u>(202,681)</u>
Net Assets						
Invested in capital assets, net of debt	144,625	160,498	68,850	71,495	213,475	231,993
Restricted:						
Capital projects	19,672	554	-	-	19,672	554
Debt service	10,542	12,907	-	-	10,542	12,907
Other	101	-	-	-	101	-
Unrestricted	<u>258,280</u>	<u>298,174</u>	<u>13,505</u>	<u>15,787</u>	<u>271,785</u>	<u>313,961</u>
Total Net Assets	<u>\$433,220</u>	<u>\$472,133</u>	<u>\$82,355</u>	<u>\$87,282</u>	<u>\$515,575</u>	<u>\$559,415</u>

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)

An additional portion of the County's net assets (2.4%) represents resources that are subject to restrictions on how they can be used. The remaining balance of unrestricted assets (\$313,961) may be used to meet the County's ongoing obligations to citizens and creditors.

As of December 31, 2002, the County is able to report positive balances in both the governmental and business - type activities of \$472,133 and \$87,282 respectively. Table 2 (on following page) provides a summary of the changes in net assets for the year ended December 31, 2002. The County first implemented GASB Statement No.34, *Basic Financial Statements-and Management's Discussion and Analysis - for State and Local Governments*, in 2001. Due to adjustments made in 2001 for deferred revenue items, and the expensing of long-term wages and benefits, the revenue and expenditure line items are not comparative.

Governmental Activities

Human Services accounts for \$111,321 of the \$411,628 total expenses for governmental activities, or 27% of total expenses. The next largest program is health, accounting for \$92,265 which represents 22% of total governmental expenses

Tax revenue accounts for \$199,688 of the \$450,446 total revenue for governmental activity, or 44% of total revenue. Operating grants was the largest program revenue accounting for \$176,357, or 39% of total governmental revenue. The major recipients of intergovernmental revenue were Job and Family Services, receiving \$60,183, and Children Services Board, receiving \$15,577.

The County's direct charges to users of governmental services made up \$25,137 or 5.6% of total governmental revenue. These charges are for fees for real estate transfers, fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licences and permits associated with building inspectors.

Business- type Activities

The net assets for the business - type activities for the County increased by \$4,927 during the year 2002. Major revenue sources were charges for service of \$12,534 and capital contributions of \$1,785 that resulted from assessment on construction projects.

Financial Analysis of the County'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 near-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 the end of the fiscal years.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unreserved fund balance of the general fund was \$35,985, while total fund balance reached \$37,564. This is an increase of 6.7% and 4.3%, respectively. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 34.5 percent to total general fund expenditures, while total fund balance represents 35.9 percent of that same amount.

**LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)**

**Table 2
Changes in Net Assets**

Revenues	Governmental Activities		Business- Type Activities		Total	
	2001	2002	2001	2002	2001	2002
Program Revenues:						
Charges for services	\$ 25,022	\$25,137	\$ 10,183	\$12,534	\$ 35,205	\$37,671
Operating grants and contributions	187,560	176,357	3,014	1,785	190,574	178,142
Capital grants and contributions	5,467	734	-	-	5,467	734
General Revenues:						
Taxes	283,308	199,688	-	-	283,308	199,688
Investment income	12,468	9,339	-	-	12,468	9,339
Change in fair value of investments	1,346	(871)	-	-	1,346	(871)
Grants, contributions and charges not restricted to specific programs	2,012	1,482	5,790	4,728	7,802	6,210
Other	<u>43,382</u>	<u>38,580</u>	-	-	<u>43,382</u>	<u>38,580</u>
<i>Total Revenues</i>	<u>560,565</u>	<u>450,446</u>	<u>18,987</u>	<u>19,047</u>	<u>579,552</u>	<u>469,493</u>
Program Expenses						
General Government:						
Legislative and executive	45,568	40,040	-	-	45,568	40,040
Judicial system	56,599	54,451	-	-	56,599	54,451
Public safety	61,840	57,112	-	-	61,840	57,112
Public works	29,134	27,746	-	-	29,134	27,746
Health	91,586	92,265	-	-	91,586	92,265
Human services	123,391	111,321	-	-	123,391	111,321
Conservation and recreation	7,794	6,052	-	-	7,794	6,052
Miscellaneous	13,858	15,831	-	-	13,858	15,831
Interest and fiscal charges	6,975	6,810	-	-	6,975	6,810
Sanitary engineer	-	-	3,600	3,751	3,600	3,751
Water supply system	-	-	2,565	2,369	2,565	2,369
Wastewater treatment	-	-	3,360	3,869	3,360	3,869
Sewer system	-	-	2,847	2,182	2,847	2,182
Solid waste	-	-	1,551	1,754	1,551	1,754
Parking facilities	-	-	76	100	76	100
<i>Total Expenses</i>	<u>436,745</u>	<u>411,628</u>	<u>13,999</u>	<u>14,025</u>	<u>450,744</u>	<u>425,653</u>
Increase in Net Assets before Transfers . .	123,820	38,818	4,988	5,022	128,808	43,840
Transfers	<u>(47)</u>	<u>95</u>	<u>47</u>	<u>(95)</u>	-	-
Increase in Net Assets	123,773	38,913	5,035	4,927	128,808	43,840
Net Assets-beginning	<u>309,447</u>	<u>433,220</u>	<u>77,320</u>	<u>82,355</u>	<u>386,767</u>	<u>515,575</u>
Net Assets-ending	<u>\$433,220</u>	<u>\$472,133</u>	<u>\$82,355</u>	<u>\$87,282</u>	<u>\$515,575</u>	<u>\$559,415</u>

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)

The fund balance of the County's general fund increased by \$1,552 during the current fiscal year. Key factors in this growth are as follows:

- An increase in the local real-estate tax of \$1.3 million and intergovernmental revenue of \$2.5 million offset the decrease in investment income of \$3 million and a decrease in the change in fair value of investments of \$2.2 million.
- A decrease of \$5.5 million in transfers from the general fund to other funds compensated for an increase in total expenditures of \$5.0 million.

The debt service fund has a total fund balance of \$12.9 million, all of which is reserved for the payment of debt service. The net increase in fund balance during the current year in the debt service fund was \$2.4 million. This is primarily due to additional transfers from the general fund.

The other major governmental funds of the County are: Children Services Board, Board of Mental Retardation and Developmental Disabilities, and Job and Family Services.

The fund balance of the Children Services Board increased \$2,836 to \$32,638. The increase is due to an increase in intergovernmental revenue of \$3,529 primarily from the State of Ohio.

The fund balance of the Board of Mental Retardation increased \$5,198 to \$7,629. The increase is due to a new tax levy that was collected in 2002.

The fund balance of Job and Family Services decreased by \$8,396 to \$9,296. The decrease is due to a reduction in state revenue due to the timing of the grantor agency whose fiscal year does not coincide with the County's calendar year

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

Unrestricted net assets of the Water Supply System at the end of the year amounted to \$2.6 million, those for the Wastewater Treatment Plant amounted to \$4.1 million, and for the Sewer System was \$3.4 million. The total growth in net assets for these were \$0.3 million, \$0.3 million and \$0.6 million respectively. Other factors concerning the finances of these two funds have already

been addressed in the discussion of the County's business-type activities.

General Fund Budgetary Highlights.

Differences between the original budget and the final amended budgets were \$286 thousand. This was due to decrease in operating transfers out to other funds for debt service and capital projects, and miscellaneous expenditures.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business type activities as of December 31, 2002, amounts to \$369.9 million (net of accumulated depreciation). This investment in capital asset includes land, buildings structures and improvements, furniture, fixtures equipment, and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 4.0 percent (a 4.9 percent increase for governmental activities and a 1.3 percent increase for business-type activities.)

Major capital asset events during the current fiscal year included the following:

- Continued construction of a \$7 million Court of Appeals building.
- Completed construction of a new \$44.4 million Baseball stadium.
- Completed \$7.0 million in infrastructure projects, with \$5.2 million remaining in construction in progress
- Invested \$5.1 million in a new Payroll/Human resource system.

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

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$85.8 million. Of this amount, \$53.2 million comprises debt backed by the full faith and credit of the government and \$13.1 million is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remaining \$19.5 million is non-tax revenue bonds. The County also had

LUCAS COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2002
(Amounts in 000's)

outstanding \$21.8 million of Ohio Water Development Authority (OWDA) loans and \$3.0 million Ohio Public Works Commission (OPWC) loans.

The County's total debt decreased by \$11.7 million during the current fiscal year. This was due to required debt service payments and only a relatively minor bond issue of \$1 million for special assessment.

The County currently refunded and redeemed the 1992 General Obligation Bonds for the regional jail. This refunding reduces debt service payments over the next five years by \$141, and the economic gain is \$128.

The County maintains an "A+" rating from Standard & Poor's and Fitch and an "A1" rating from Moody's for general obligation debt. The bonds for the baseball stadium have been rated "A2" by Moody's, "A" by Standard and Poor's, and "A+" by Fitch.

State statutes limit the amount of unvoted general obligation debt the County may issue to one percent of its total assessed valuation. The current debt limitation for Lucas County is \$40.2, which is significantly in excess of the County's outstanding unvoted general obligation debt.

Additional information on the County's long-term debt can be found in Note H.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the County is currently 6.9 percent, which is an increase from the rate of 5.0 percent a year ago. The state average unemployment rate was 5.7, and the national average was 5.8.
- Inflationary trends in the region compare favorably to national indices.

These factors were considered in preparing the County's budget for the 2003 fiscal year.

During the current fiscal year, unreserved fund balance in the general fund increased to \$35,985. The County

has prepared a budget for 2003 appropriating only \$3 million of the unreserved balance. The County prepared a balanced budget for 2003 without an increase in taxes or an increase in rates in the enterprise funds.

Request for Information

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

Larry A. Kaczala, Lucas County Auditor
One Government Center
Suite 600
Toledo, OH 43604-2255

LUCAS COUNTY, OHIO
STATEMENT OF NET ASSETS
DECEMBER 31, 2002
(Amounts in 000's)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Assets:				
Pooled cash and cash equivalents	\$ 27,319	\$ 1,034	\$ 28,353	\$ 4,366
Pooled investments	187,403	11,920	199,323	5,918
Receivables (net of allowance for uncollectables)	140,223	4,134	144,357	4,266
Due from other funds	10	(10)	-	
Due from other governments	19,558		19,558	
Prepaid expenses			-	232
Inventory of materials and supplies	549	17	566	341
Capital assets not being depreciated	32,930	402	33,332	1,141
Capital assets being depreciated (net)	245,914	90,693	336,607	14,383
Total assets	653,906	108,190	762,096	30,647
Liabilities:				
Accounts payable	14,580	630	15,210	3,915
Accrued wages and benefits	30,411	678	31,089	418
Due to other governments	2,601		2,601	
Matured bonds payable	16		16	
Matured interest payable	18		18	
Accrued interest payable	62		62	
Deferred revenue	-		-	1,181
Claims payable	7,022		7,022	
Notes payable	15,700		15,700	36
Long-term liabilities				
Due within one year	12,324	646	12,970	254
Due in more than one year	99,039	18,954	117,993	7,021
Total liabilities	181,773	20,908	202,681	12,825
Net assets:				
Invested in capital assets, net of related debt	160,498	71,495	231,993	
Restricted for:				
Capital projects	554		554	
Debt service	12,907		12,907	
Unrestricted	298,174	15,787	313,961	17,822
Total net assets	\$ 472,133	\$ 87,282	\$ 559,415	\$ 17,822

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government -				
Legislative and executive.....	\$ 40,040	\$ 18,822	\$ 5,547	\$ -
Judicial.....	54,451	3,437	15,053	
Public safety.....	57,112	690	12,977	
Public works.....	27,746	148	14,118	
Health.....	92,265	1,473	45,241	
Human services.....	111,321		83,239	
Conservation and recreation.....	6,052	567	182	734
Miscellaneous.....	15,832			
Interest and fiscal charges.....	6,809			
Total governmental activities.....	<u>411,628</u>	<u>25,137</u>	<u>176,357</u>	<u>734</u>
Business-type activities:				
Sanitary engineer.....	3,751	4,216	62	
Water supply	2,369	930	580	
Wastewater treatment.....	3,869	4,501	-	
Sewer.....	2,182	572	1,143	
Solid waste.....	1,754	1,942	-	
Parking facilities.....	100	373	-	
Total business-type activities.....	<u>14,025</u>	<u>12,534</u>	<u>1,785</u>	<u>-</u>
Total primary government.....	<u>\$ 425,653</u>	<u>\$ 37,671</u>	<u>\$ 178,142</u>	<u>\$ 734</u>
Component Units:				
Lott Industries.....	\$ 6,266	\$ 5,672	\$ 1,213	\$ -
Preferred Properties.....	913	320	576	
Community Living Options.....	3,880	4,539	299	
Toledo Mud Hens.....	9,050	3,854		
Total component units.....	<u>\$ 20,109</u>	<u>\$ 14,385</u>	<u>\$ 2,088</u>	<u>\$ -</u>

General Revenues:

Property Tax.....	
Sales Tax.....	
Other Tax.....	
Charges for services not restricted to specific programs.....	
Intergovernmental revenue not restricted to specific programs.....	
Investment Income.....	
Net change in fair value of investments.....	
Miscellaneous.....	
Capital contributions not restricted to specific programs.....	
Transfers.....	
Total general revenues and transfers.....	
Changes in net assets.....	
Net assets - beginning.....	
Net assets - ending.....	

The Notes to the Financial Statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

Primary Government

Governmental Activities	Business-type Activities	Total	Component Units
\$ (15,671)	\$ -	\$ (15,671)	\$ -
(35,961)		(35,961)	
(43,445)		(43,445)	
(13,480)		(13,480)	
(45,551)		(45,551)	
(28,082)		(28,082)	
(4,569)		(4,569)	
(15,832)		(15,832)	
(6,809)		(6,809)	
<u>(209,400)</u>	<u>-</u>	<u>(209,400)</u>	<u>-</u>

	527	527	
	(859)	(859)	
	632	632	
	(467)	(467)	
	188	188	
	273	273	
<u>-</u>	<u>294</u>	<u>294</u>	<u>-</u>
<u>(209,400)</u>	<u>294</u>	<u>(209,106)</u>	<u>-</u>

			619
			(17)
			958
			<u>(5,196)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,636)</u>

....	106,090		106,090	
.....	75,328		75,328	
.....	18,270		18,270	
.....	228		228	
.....	1,254		1,254	
.....	9,339		9,339	
.....	(871)		(871)	
....	38,580		38,580	6,304
.....	-	4,728	4,728	
.....	95	(95)	-	
.....	<u>248,313</u>	<u>4,633</u>	<u>252,946</u>	<u>6,304</u>
....	38,913	4,927	43,840	2,668
.....	433,220	82,355	515,575	15,154
.....	<u>\$ 472,133</u>	<u>\$ 87,282</u>	<u>\$ 559,415</u>	<u>\$ 17,822</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2002
(Amounts in 000's)**

	General	Children Services Board	Board of Mental Retardation
Assets:			
Pooled cash and cash equivalents	\$ 2,965	\$ 3,510	\$ 2,109
Pooled investments	28,752	30,757	8,053
Receivables (net of allowance for uncollectables)			
Taxes	33,430	19,509	33,200
Accounts	710	62	-
Special assessments	1	-	-
Accrued interest	1,324	-	-
Loans	-	-	-
Due from other governments	4,644	1,341	2,357
Inventory: materials and supplies	-	-	-
Total assets	\$ 71,826	\$ 55,179	\$ 45,719
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	\$ 519	\$ 378	\$ 644
Accrued wages and benefits	5,208	1,326	2,093
Due to other funds	95	19	-
Due to other governments	2,601	-	-
Deferred revenue	25,839	20,818	35,353
Deposits	-	-	-
Matured bonds payable	-	-	-
Matured interest payable	-	-	-
Accrued interest payable	-	-	-
Notes payable	-	-	-
Total liabilities	34,262	22,541	38,090
Fund balances:			
Reserved for:			
Encumbrances	1,579	1,047	2,234
Inventory	-	-	-
Loans receivable	-	-	-
Debt service	-	-	-
Unreserved (deficit), reported in:			
General fund	35,985	-	-
Special revenue funds	-	31,591	5,395
Capital projects funds	-	-	-
Total fund balances	37,564	32,638	7,629
Total liabilities and fund balances	\$ 71,826	\$ 55,179	\$ 45,719

The Notes to the Financial Statements are an integral part of this statement.

Job and Family Services	Capital Improvements	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
\$ 1,129	\$ 2,037	\$ 1,016	\$ 11,733	\$ 24,499
13,024	23,483	11,714	39,110	154,893
-	-	-	29,555	115,694
-	675	-	627	2,074
-	-	20,832	-	20,833
-	-	-	-	1,324
-	-	-	286	286
1,196	737	116	9,167	19,558
-	-	-	432	432
<u>\$ 15,349</u>	<u>\$ 26,932</u>	<u>\$ 33,678</u>	<u>\$ 90,910</u>	<u>\$ 339,593</u>

\$ 4,505	\$ 2,884	\$ -	\$ 5,360	\$ 14,290
1,523	-	-	2,260	12,410
25	-	-	38	177
-	-	-	-	2,601
-	-	20,737	35,564	138,311
-	-	-	-	-
-	-	16	-	16
-	-	18	-	18
-	62	-	-	62
-	15,700	-	-	15,700
<u>6,053</u>	<u>18,646</u>	<u>20,771</u>	<u>43,222</u>	<u>183,585</u>

668	7,931	-	11,326	24,785
-	-	-	432	432
-	-	-	286	286
-	-	12,907	-	12,907
-	-	-	-	35,985
8,628	-	-	35,445	81,059
-	355	-	199	554
<u>9,296</u>	<u>8,286</u>	<u>12,907</u>	<u>47,688</u>	<u>156,008</u>
<u>\$ 15,349</u>	<u>\$ 26,932</u>	<u>\$ 33,678</u>	<u>\$ 90,910</u>	<u>\$ 339,593</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES
DECEMBER 31,2002
(Amounts in 000's)**

Total governmental fund balances	\$ 156,008
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	278,844
Internal service funds are used by management to charge the cost of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. (less 200 net capital assets included above as capital assets used in governmental activities.)	27,780
Long-term assets are not available to pay for current period expenditures and therefore deferred in the funds.	138,311
Long term liabilities, including bonds payable, OWDA loans, OPWC loans, capital leases, compensated absences, and landfill obligation are not due and payable in the current period and therefore are not reported on the funds.	<u>(128,810)</u>
Net assets of governmental activities	<u><u>\$ 472,133</u></u>

The Notes to the Financial Statements are an integral part of this statement.

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LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	General	Children Services Board	Board of Mental Retardation	Job and Family Services
Revenues:				
Taxes	\$ 87,424	\$ 19,094	\$ 32,245	\$ -
Charges for services	12,707	62	-	-
Licenses and permits	37	-	-	-
Fines and forfeits	458	-	-	-
Special assessments	27	-	-	-
Inergovernmental revenue	21,025	15,577	3,931	60,183
Investment income	9,130	-	-	-
Net change in fair value of investments	(871)	-	-	-
Miscellaneous revenue	2,982	3,937	8,308	-
Total revenues	<u>132,919</u>	<u>38,670</u>	<u>44,484</u>	<u>60,183</u>
Expenditures:				
Current:				
General government:				
Legislative and executive	25,442	-	-	-
Judicial.....	38,956	-	-	-
Public safety.....	35,640	-	-	-
Public works.....	255	-	-	-
Health.....	749	-	39,286	-
Human services.....	1,488	35,834	-	71,421
Conservation and recreation.....	1,465	-	-	-
Miscellaneous.....	459	-	-	-
Capital outlay.....	-	-	-	-
Debt service:				
Principal retirement.....	-	-	-	-
Interest and fiscal charges.....	-	-	-	-
Total expenditures.....	<u>104,454</u>	<u>35,834</u>	<u>39,286</u>	<u>71,421</u>
Excess (deficiency) of revenues over (under) expenditures.....	<u>28,465</u>	<u>2,836</u>	<u>5,198</u>	<u>(11,238)</u>
Other Financing Sources (Uses):				
OPWC loan proceeds.....	-	-	-	-
Payment to currently refund bonds.....	-	-	-	-
Proceeds of bonds.....	-	-	-	-
Proceeds of refunding bonds.....	-	-	-	-
Transfers in.....	-	-	-	2,847
Transfers out.....	(26,913)	-	-	(5)
Total other financing sources (uses).....	<u>(26,913)</u>	<u>-</u>	<u>-</u>	<u>2,842</u>
Net change in fund balances.....	1,552	2,836	5,198	(8,396)
Fund balance at beginning of year as restated (Note Q).....	<u>36,012</u>	<u>29,802</u>	<u>2,431</u>	<u>17,692</u>
Fund balance at end of year.....	<u>\$ 37,564</u>	<u>\$ 32,638</u>	<u>\$ 7,629</u>	<u>\$ 9,296</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Capital Improvements</u>	<u>Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 5,259	\$ 31,833	\$ 175,855
-	-	11,958	24,727
-	-	-	37
-	-	143	601
433	1,843	-	2,303
734	-	76,895	178,345
62	-	-	9,192
-	-	-	(871)
2,872	4,390	15,942	38,431
<u>4,101</u>	<u>11,492</u>	<u>136,771</u>	<u>428,620</u>
-	-	10,857	36,299
-	-	14,935	53,891
-	-	22,561	58,201
-	-	13,082	13,337
-	-	52,413	92,448
-	-	3,363	112,106
-	-	4,537	6,002
-	-	15,488	15,947
26,168	-	5,854	32,022
-	11,980	-	11,980
204	6,605	-	6,809
<u>26,372</u>	<u>18,585</u>	<u>143,090</u>	<u>439,042</u>
<u>(22,271)</u>	<u>(7,093)</u>	<u>(6,319)</u>	<u>(10,422)</u>
-	-	920	920
-	(2,015)	-	(2,015)
1,050	-	-	1,050
-	1,790	-	1,790
4,148	9,683	10,857	27,535
(342)	-	(369)	(27,629)
<u>4,856</u>	<u>9,458</u>	<u>11,408</u>	<u>1,651</u>
(17,415)	2,365	5,089	(8,771)
<u>25,701</u>	<u>10,542</u>	<u>42,599</u>	<u>164,779</u>
<u>\$ 8,286</u>	<u>\$ 12,907</u>	<u>\$ 47,688</u>	<u>\$ 156,008</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

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

Net change in fund balances - total governmental funds	\$	(8,771)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeds depreciation in the current period.		12,948
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		21,980
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt.		10,235
Some expenses reported in the statement of activities do not require the use of financial resources and, therefore, are not reported as expenditures in governmental funds.		(653)
The net revenue of certain activities of internal service funds is reported with governmental activities.		<u>3,174</u>
Change in net assets of governmental activities	\$	<u><u>38,913</u></u>

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
GENERAL FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amount</u>			Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes.....	\$ 87,098	\$ 87,098	\$ 88,032	\$ 934
Charges for services.....	12,285	12,285	12,663	378
Licenses and permits.....	52	52	36	(16)
Fines and forfeits.....	565	565	488	(77)
Special assessments.....	22	22	27	5
Intergovernmental revenue.....	19,723	19,723	18,666	(1,057)
Investment income.....	11,595	11,595	10,124	(1,471)
Miscellaneous revenue.....	1,984	1,984	3,046	1,062
Total revenues.....	133,324	133,324	133,082	(242)
Expenditures:				
Current:				
General government:				
Legislative and executive.....	29,462	29,431	27,783	1,648
Judicial.....	40,357	40,095	39,286	809
Public safety.....	35,620	36,556	35,849	707
Public works.....	310	312	262	50
Health.....	1,023	1,099	780	319
Human services.....	1,496	1,642	1,572	70
Conservation and recreation.....	1,867	1,845	1,561	284
Miscellaneous.....	1,792	850	478	372
Total expenditures.....	111,927	111,830	107,571	4,259
Excess of revenues over (under) expenditures	21,397	21,494	25,511	4,017
Other financing sources (uses):				
Operating transfers in.....	1,000	1,000		(1,000)
Operating transfers (out).....	(25,446)	(25,257)	(24,734)	523
Total other financing sources (uses).....	(24,446)	(24,257)	(24,734)	(477)
Excess of revenues and other financing sources over (under) expenditures and other uses (Note N)	(3,049)	(2,763)	777	3,540
Fund balance at beginning of year.....	21,190	21,190	21,190	-
Prior year encumbrances appropriated.....	3,073	3,073	3,073	-
Fund balance at end of year.....	\$ 21,214	\$ 21,500	\$ 25,040	\$ 3,540

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CHILDREN SERVICES BOARD - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget- Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 19,135	\$ 19,135	\$ 19,129	\$ (6)
Intergovernmental revenue.....	14,807	14,807	16,004	1,197
Miscellaneous revenue.....	3,381	3,381	4,011	630
<i>Total revenue.....</i>	<u>37,323</u>	<u>37,323</u>	<u>39,144</u>	<u>1,821</u>
Expenditures:				
Current:				
Human services				
Personal services	20,247	20,247	19,296	951
Materials and supplies	1,193	1,193	988	205
Charges and services	17,206	17,206	16,230	976
Capital outlay and equipment	847	847	263	584
<i>Total expenditures.....</i>	<u>39,493</u>	<u>39,493</u>	<u>36,777</u>	<u>2,716</u>
<i>Excess of revenues over (under) expenditures.....</i>	(2,170)	(2,170)	2,367	4,537
Fund balance at beginning of year.....	28,532	28,532	28,532	-
Prior year encumbrances appropriated.....	1,312	1,312	1,312	-
Fund balance at end of year.....	<u>\$ 27,674</u>	<u>\$ 27,674</u>	<u>\$ 32,211</u>	<u>\$ 4,537</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BOARD OF MENTAL RETARDATION - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 32,395	\$ 32,395	\$ 32,305	\$ (90)
Charges for services.....	65	65	-	(65)
Intergovernmental revenue.....	7,510	7,510	3,696	(3,814)
Miscellaneous revenue.....	6,089	6,089	8,483	2,394
<i>Total revenue.....</i>	<u>46,059</u>	<u>46,059</u>	<u>44,484</u>	<u>(1,575)</u>
Expenditures:				
Current:				
Health				
Personal services	32,732	32,101	31,027	1,074
Materials and supplies	1,086	1,561	1,104	457
Charges and services	13,024	13,180	11,026	2,154
Capital outlay and equipment	1,343	1,343	888	455
<i>Total expenditures.....</i>	<u>48,185</u>	<u>48,185</u>	<u>44,045</u>	<u>4,140</u>
<i>Excess of revenues over (under) expenditures.....</i>	(2,126)	(2,126)	439	2,565
Fund balance at beginning of year.....	1,049	1,049	1,049	-
Prior year encumbrances appropriated.....	4,239	4,239	4,239	-
Fund balance at end of year.....	<u>\$ 3,162</u>	<u>\$ 3,162</u>	<u>\$ 5,727</u>	<u>\$ 2,565</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JOB AND FAMILY SERVICES - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 72,300	\$ 72,300	\$ 58,988	\$ (13,312)
<i>Total revenue.....</i>	72,300	72,300	58,988	(13,312)
Expenditures:				
Current:				
Human services				
Personal services.....	28,481	28,691	25,460	3,231
Materials and supplies.....	474	534	470	64
Charges and services.....	51,303	50,657	46,118	4,539
Capital outlay and equipment.....	858	1,233	861	372
<i>Total expenditures.....</i>	81,116	81,115	72,909	8,206
<i>Excess of revenues over (under) expenditures.....</i>	(8,816)	(8,815)	(13,921)	(5,106)
Other financing sources:				
Operating transfers in.....	3,675	3,675	2,847	(828)
<i>Total other financing sources.....</i>	3,675	3,675	2,847	(828)
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(5,141)	(5,140)	(11,074)	(5,934)
Fund balance at beginning of year.....	23,868	23,868	23,868	-
Prior year encumbrances appropriated.....	597	597	597	-
Fund balance at end of year.....	<u>\$ 19,324</u>	<u>\$ 19,325</u>	<u>\$ 13,391</u>	<u>\$ (5,934)</u>

The Notes to the Financial Statements are an integral part of this statement.

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**LUCAS COUNTY, OHIO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2002
(Amounts in 000's)**

	Business-type Activities - Enterprise		
	Water Supply System	Wastewater Treatment	Sewer System
Assets:			
Current assets:			
Pooled cash and cash equivalents.....	\$ 168	\$ 257	\$ 247
Pooled investments.....	1,935	2,958	2,850
Receivables (net of allowances for uncollectables)	545	1,387	494
Due from other funds.....	-	-	-
Inventory: materials and supplies.....	-	17	-
Total current assets.....	<u>2,648</u>	<u>4,619</u>	<u>3,591</u>
Noncurrent assets - capital assets:			
Land.....	200	39	10
Land improvements.....	55,756	-	59,085
Buildings, structures, and improvements.....	2,839	17,442	-
Furniture, fixtures, and equipment.....	1,641	9,286	-
Less accumulated depreciation.....	(22,464)	(12,954)	(22,622)
Total noncurrent assets.....	<u>37,972</u>	<u>13,813</u>	<u>36,473</u>
Total assets.....	<u>\$ 40,620</u>	<u>\$ 18,432</u>	<u>\$ 40,064</u>
Liabilities:			
Current liabilities:			
Accounts payable.....	\$ 63	\$ 281	\$ 162
Accrued wages and benefits.....	-	184	-
Due to other funds.....	-	-	-
Claims payable - current.....	-	-	-
Current portion of long-term debt.....	120	388	108
Total current liabilities.....	<u>183</u>	<u>853</u>	<u>270</u>
Noncurrent liabilities:			
Obligations under capital leases.....	-	-	-
OWDA loans payable.....	4,721	10,066	2,610
Claims payable - noncurrent.....	-	-	-
OPWC loans payable.....	-	192	31
Total noncurrent liabilities.....	<u>4,721</u>	<u>10,258</u>	<u>2,641</u>
Total liabilities.....	<u>4,904</u>	<u>11,111</u>	<u>2,911</u>
Net Assets:			
Invested in capital assets, net of related debt.....	33,131	3,166	33,725
Unrestricted.....	2,585	4,155	3,428
Total net assets.....	<u>35,716</u>	<u>7,321</u>	<u>37,153</u>
Total liabilities and net assets.....	<u>\$ 40,620</u>	<u>\$ 18,432</u>	<u>\$ 40,064</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Funds</u> Nonmajor Enterprise Funds	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 362	\$ 1,034	\$ 2,820
4,177	11,920	32,510
1,708	4,134	12
-	-	189
-	17	117
<u>6,247</u>	<u>17,105</u>	<u>35,648</u>
153	402	83
-	114,841	-
3,006	23,287	30
2,195	13,122	1,203
<u>(2,517)</u>	<u>(60,557)</u>	<u>(1,116)</u>
<u>2,837</u>	<u>91,095</u>	<u>200</u>
<u>\$ 9,084</u>	<u>\$ 108,200</u>	<u>\$ 35,848</u>
\$ 124	\$ 630	\$ 652
494	678	180
10	10	2
-	-	3,541
30	646	-
<u>658</u>	<u>1,964</u>	<u>4,375</u>
-	-	12
1,334	18,731	-
-	-	3,481
-	223	-
<u>1,334</u>	<u>18,954</u>	<u>3,493</u>
<u>1,992</u>	<u>20,918</u>	<u>7,868</u>
1,473	71,495	187
5,619	15,787	27,793
7,092	87,282	27,980
<u>\$ 9,084</u>	<u>\$ 108,200</u>	<u>\$ 35,848</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Business-type Activities - Enterprise		
	Water Supply System	Wastewater Treatment	Sewer System
Operating revenues:			
Charges for services.....	\$ 930	\$ 4,501	\$ 572
Miscellaneous.....	580	-	1,143
Total operating revenues.....	1,510	4,501	1,715
Operating expenses:			
Personal services.....	-	1,080	-
Contract services.....	262	817	431
Materials and supplies.....	11	319	4
Heat, light and power.....	332	539	83
Depreciation.....	1,452	457	1,460
Miscellaneous.....	-	-	-
Employee medical benefit.....	-	-	-
Total operating expenses.....	2,057	3,212	1,978
Operating income (loss).....	(547)	1,289	(263)
Nonoperating revenues (expenses):			
Interest income.....			
Interest and fiscal charges.....	(312)	(657)	(204)
Total nonoperating revenues (expenses).....	(312)	(657)	(204)
Income (loss) before contributions and operating transfers.....	(859)	632	(467)
Capital contributions.....	2,779	-	1,949
Transfer in.....			
Transfer out.....	(95)	-	-
Change in net assets.....	1,825	632	1,482
Net assets at beginning of year.....	33,891	6,689	35,671
Net assets at end of year.....	\$ 35,716	\$ 7,321	\$ 37,153

The Notes to the Financial Statements are an integral part of this statement.

<u>Funds</u> Nonmajor Enterprise Funds	<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 6,531	\$ 12,534	\$ 31,607
62	1,785	100
6,593	14,319	31,707
3,362	4,442	1,315
1,508	3,018	2,530
344	678	1,071
19	973	-
283	3,652	125
6	6	14
-	-	23,813
5,522	12,769	28,868
1,071	1,550	2,839
-	-	147
(83)	(1,256)	(1)
(83)	(1,256)	146
988	294	2,985
-	4,728	-
-	-	189
-	(95)	-
988	4,927	3,174
6,104	82,355	24,806
<u>\$ 7,092</u>	<u>\$ 87,282</u>	<u>\$ 27,980</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Business-Type Activities - Enterprise Funds		
	Water Supply System	Waste- Water Treatment	Sewer System
Cash flows from operating activities:			
Cash received from customers.....	\$ 1,407	\$ 4,506	\$ 1,775
Cash paid to suppliers.....	(599)	(1,465)	(425)
Cash paid to employees.....	-	(1,079)	-
Net cash provided by operating activities.....	808	1,962	1,350
Cash flows from noncapital financing activities:			
Transfers out.....	(95)	-	-
Net cash provided by (used in) noncapital financing activities.....	(95)	-	-
Cash flows from capital and related financing activities:			
Proceeds of loan.....	-	-	-
Principal payments - OWDA loans.....	(229)	(732)	(392)
Principal payments - OPWC loans.....	-	(14)	(31)
Purchase of capital assets.....	-	(16)	-
Interest paid.....	(312)	(657)	(204)
Principal payments - capital lease.....	-	-	-
Net cash used in capital and related financing activities.....	(541)	(1,419)	(627)
Cash flows from investing activities:			
Proceeds from sales of investments.....	998	1,098	753
Payments for investments.....	(1519)	(2,099)	(1,864)
Interest received.....	-	-	-
Net cash used in investing activities.....	(521)	(1,001)	(1,111)
Net decrease in cash.....	(349)	(458)	(388)
Cash and cash equivalents, January 1.....	517	715	635
Cash and cash equivalents, December 31.....	<u>\$ 168</u>	<u>\$ 257</u>	<u>\$ 247</u>

The Notes to the Financial Statements are an integral part of this statement.

<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Governmental Activities Internal Service Funds</u>
\$ 6,518	\$ 14,206	\$ 32,050
(1,908)	(4,397)	(27,721)
<u>(3,365)</u>	<u>(4,444)</u>	<u>(1,290)</u>
1,245	5,365	3,039
<u>-</u>	<u>(95)</u>	<u>189</u>
<u>-</u>	<u>(95)</u>	<u>189</u>
-	-	-
(59)	(1,412)	-
-	(45)	-
(95)	(111)	(152)
(83)	(1,256)	(1)
<u>-</u>	<u>-</u>	<u>(6)</u>
<u>(237)</u>	<u>(2,824)</u>	<u>(159)</u>
1,184	4,033	16,467
(2,774)	(8,256)	(25,453)
-	-	147
<u>(1,590)</u>	<u>(4,223)</u>	<u>(8,839)</u>
(582)	(1,777)	(5,770)
944	2,811	8,590
<u>\$ 362</u>	<u>\$ 1,034</u>	<u>\$ 2,820</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

**Reconciliation of Operating Income (Loss) to Net Cash Provided
by Operating Activities**

	<u>Business-Type Activities</u>	
	<u>Water Supply System</u>	<u>Waste- Water Treatment</u>
Operating income (loss).....	\$ (547)	\$ 1,289
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation expense.....	1,452	457
(Increase) decrease in operating assets:		
Accounts receivable.....	(103)	5
Due from other funds		
Inventory	-	7
Increase (decrease) in operating liabilities:		
Accounts payable	6	203
Accrued wages and benefits.....	-	1
Due to other funds.....	-	-
Total adjustments.....	<u>1,355</u>	<u>673</u>
Net cash provided by operating activities.....	<u>\$ 808</u>	<u>\$ 1,962</u>

**Noncash capital and related
financing activities:**

Enterprise funds received approximately \$4.7 million of contributed fixed assets, approximately \$2.8 million to the Water Supply System, and \$1.9 million to the Sewer System.

The Notes to the Financial Statements are an integral part of this statement.

<u>- Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
<u>Sewer System</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	
\$ (263)	\$ 1,071	\$ 1,550	\$ 2,839
1,460	283	3,652	125
60	(75)	(113)	(8)
-	-	7	350
93	(38)	264	20
-	(3)	(2)	44
-	7	7	(358)
<u>1,613</u>	<u>174</u>	<u>3,815</u>	<u>27</u>
<u>\$ 1,350</u>	<u>\$ 1,245</u>	<u>\$ 5,365</u>	<u>\$ 200</u>
			<u>\$ 3,039</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
DECEMBER 31, 2002
(Amounts in 000's)**

	Agency Funds
Assets:	
Pooled cash and cash equivalents.....	\$ 24,011
Segregated cash accounts.....	6,729
Due from other governments.....	15,902
Total assets.....	\$ 46,642
 Liabilities:	
Unapportioned monies.....	\$ 26,974
Deposits held due to others.....	7,724
Payroll withholdings.....	4
Accounts payable.....	419
Accrued wages & benefits.....	23
Due to other governments.....	11,498
Total liabilities.....	\$ 46,642

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF NET ASSETS
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2002
(Amounts in 000's)

	Toledo Mud Hens Baseball Club, Inc.	Lott Industries Inc.	Preferred Properties Inc.	Community Livings Options, Inc.	Total
Assets:					
Current assets-					
Pooled cash and cash equivalents.....	\$ 3,718	\$ 428	\$ 148	\$ 72	\$ 4,366
Receivables (net of allowances for uncollectables) accounts.....	0 97	5,697	-	124	5,918
Prepaid expenses.....	755	914	34	2,563	4,266
Inventory: materials and supplies.....	98	78	56	-	232
	242	99	-	-	341
Total current assets.....	<u>4,910</u>	<u>7,216</u>	<u>238</u>	<u>2,759</u>	<u>15,123</u>
Noncurrent assets-					
Property, plant and equipment-					
Land.....	-	188	750	-	938
Buildings, structures and improvements.....	-	8,548	5,781	-	14,329
Furniture, fixtures and equipment.....	1,309	3,933	148	43	5,433
Construction in progress.....	-	-	203	-	203
Less: accumulated depreciation.....	(176)	(4,083)	(1,083)	(37)	(5,379)
Total noncurrent assets.....	<u>1,133</u>	<u>8,586</u>	<u>5,799</u>	<u>6</u>	<u>15,524</u>
Total assets.....	<u>\$ 6,043</u>	<u>\$ 15,802</u>	<u>\$ 6,037</u>	<u>\$ 2,765</u>	<u>\$ 30,647</u>
Liabilities:					
Current liabilities-					
Accounts Payable.....	\$ 3,233	\$ 301	\$ 42	\$ 339	\$ 3,915
Accrued wages and benefits.....	184	184	-	50	418
Deferred revenue.....	1,181	-	-	-	1,181
Current portion of long-term debt.....	-	135	119	-	254
Total current liabilities.....	<u>4,598</u>	<u>620</u>	<u>161</u>	<u>389</u>	<u>5,768</u>
Noncurrent liabilities-					
Notes Payable.....	-	-	36	-	36
Bonds Payable.....	-	4,050	-	-	4,050
Other long term obligations.....	-	-	2,971	-	2,971
Total noncurrent liabilities.....	<u>-</u>	<u>4,050</u>	<u>3,007</u>	<u>-</u>	<u>7,057</u>
Total liabilities.....	<u>4,598</u>	<u>4,670</u>	<u>3,168</u>	<u>389</u>	<u>12,825</u>
Net Assets:					
Unrestricted.....	<u>1,445</u>	<u>11,132</u>	<u>2,869</u>	<u>2,376</u>	<u>17,822</u>
Total net assets.....	<u>\$ 1,445</u>	<u>\$ 11,132</u>	<u>\$ 2,869</u>	<u>\$ 2,376</u>	<u>\$ 17,822</u>

The Notes to the Financial Statements are an integral part of this statement.

**LUCAS COUNTY, OHIO
STATEMENT OF ACTIVITIES
DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Toledo Mud Hens Baseball Club inc.</u>
		<u>Charges for Services</u>	<u>Grants and Contributions</u>	
Toledo Mud Hens Baseball Club				
Recreation	\$ 9,050	\$ 3,854	\$ -	\$ (5,196)
Lott Industries				
Health	6,266	5,672	1,213	-
Preferred Properties Inc.				
Health	913	320	576	-
Community Livings Options, Inc.				
Health	3,880	4,539	299	
Total component units.....	<u>\$ 20,109</u>	<u>\$ 14,385</u>	<u>\$ 2,088</u>	<u>\$ (5,196)</u>

General Revenues:

Miscellaneous	<u>5,496</u>
Total general revenues	<u>5,496</u>
Changes in net assets	300
Net assets - beginning	1,145
Net assets - ending	<u>\$ 1,445</u>

The Notes to the Financial Statements are an integral part of this statement.

**Net (Expense) Revenue and
Changes in Net Assets**

Lott Industries Inc.	Preferred Properties Inc.	Community Livings Options, Inc.	Total
\$ -	\$ -	\$ -	\$ (5,196)
619	-	-	619
-	(17)	-	(17)
		958	958
<u>\$ 619</u>	<u>\$ (17)</u>	<u>\$ 958</u>	<u>\$ (3,636)</u>
420	27	361	6,304
420	27	361	6,304
1,039	10	1,319	2,668
10,093	2,859	1,057	15,154
<u>\$ 11,132</u>	<u>\$ 2,869</u>	<u>\$ 2,376</u>	<u>\$ 17,822</u>

The Notes to the Financial Statements are an integral part of this statement.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002

Note A - Description of Lucas County and Basis of Presentation

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

The accompanying financial statements present the County (Primary Government) and its component units, which are legally separate organizations which the elected officials of the primary government are financially accountable. The financial data of the component units are included in the County's reporting entity because of the significance of their operational or financial relationships with the County. Blended component units, although legally separate entities, are, in substance, part of the government operations.

A discretely presented component unit is an entity that is legally separate from the County but for which the County is financially accountable, or its relationship with the County is such that exclusion would cause the County's financial statements to be misleading or incomplete.

The discretely presented component unit column in the combined financial statements include the County's component units. They are reported in a separate column to emphasize that they are legally separate from the county. A brief description of each component unit, and its relationships to the County follows:

Toledo Mud Hens Baseball Club, Inc. is organized to own, manage, and operate a professional baseball club. Upon dissolution, any remaining net assets become property of the Board of County Commissioners, and new appointments to the board of directors requires

concurrence of the Commissioners. The county receives rent from the Mud Hens to retire non-tax revenue bonds issued to finance the construction of the baseball stadium. The Mud Hens are reported on a fiscal year ending October 31. Complete financial statements of the component unit can be obtained from its administrative office at Fifth Third Field, 406 Washington St., Toledo, OH 43604.

Lott Industries, Inc., is a nonprofit organization affiliated with the Lucas County Board of Mental Retardation and Developmental Disabilities (LCBMR/DD), a special revenue fund of the County. It provides employment for individuals with mental retardation and developmental disabilities by obtaining work competitively from the private and public sectors. A majority of the board of the component unit is appointed by the LCBMR/DD. The LCBMR/DD pays the salaries of the administrative staff, which is a financial obligation of the County, and the component unit exists solely to provide service to the LCBMR/DD. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

Preferred Properties, Inc. and Affiliates is a not-for-profit corporation organized to provide affordable and accessible housing to persons with disabilities. One third of the board of the component unit is appointed by the LCBMR/DD. Funds for the purchase of housing are received from the LCBMR/DD which come from board funds and pass through of funds from Community Assistance Projects administered by the Ohio Department of Mental Retardation and Developmental Disabilities. This imposes a financial obligation on the County, and the component unit is fiscally dependent on the primary government. Preferred Properties, Inc. is reported on a fiscal year ending June 30. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

Community Living Options, Inc. is a non-profit corporation that provides residential assistance and support services to individuals with mental retardation and

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2002

Note A - Description of Lucas County and Basis of Presentation (continued)

developmental disabilities. The board of the component unit is appointed by the LCBMR/DD. The component unit receives the majority of its funding from the State of Ohio, passed through the LCBMR/DD. The LCBMR/DD has agreed to fund any losses of the component unit which imposes a financial obligation on the County. Complete financial statements of the component unit can be obtained from its administrative office at 2001 Collingwood, Toledo, Ohio 43620.

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

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

Government-wide Financial Statements: The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service funds is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities for the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the

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

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

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

Fund Accounting: The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note A- Description of Lucas County and Basis of Presentation (continued)

accounts. There are three categories of funds: governmental, proprietary and fiduciary.

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

- **General Fund:** This fund accounts for the general operating revenues and expenditures of the County not recorded elsewhere. The primary revenue sources are sales and use taxes, property taxes, state and local government fund receipts, investment earnings and charges for services.
- **Children Services Board Special Revenue Fund:** This fund accounts for County-wide property tax levy, state grants and reimbursements used for County child care programs.
- **Board of Mental Retardation Special Revenue Fund:** This fund accounts for a County-wide property tax levy, state grants and reimbursements used for care and services for the mentally handicapped and retarded.
- **Public Assistance Special Revenue Fund:** This fund accounts for various federal and state grants and reimbursements as well as transfers from the General Fund used for human service programs.
- **Capital Improvements Capital Projects Fund:** This fund accounts for renovation and construction of County owned buildings and facilities, and construction of special assessment projects.
- **Debt Service Fund:** This fund accounts for revenues received and used to pay principal and interest on debt.

Proprietary Fund

- Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position

and cash flows. These funds are used to account for operations that provide services which are financed primarily by user charges, or activities where periodic measurement of income is appropriate for capital maintenance, public policy, management control or other purposes. The County reports the following major proprietary funds.

- **Water Supply System Enterprise Fund:** This fund accounts for the distribution of treated water to individuals and commercial users of Lucas County.
- **Sewer System Enterprise Fund:** This fund accounts for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.
- **Wastewater Treatment Enterprise Fund:** This fund accounts for wastewater treatment services provided to the Sanitary Engineer, cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Additionally the County reports which Internal Service Funds account for the goods or services provided by certain County departments to other County funds, departments and other governmental units, on a cost reimbursement basis. The County also reports agency funds that account for and maintain assets held by the County or as an agent for individuals, private organizations, and other governmental units and other funds. These assets include: property and other taxes, as well as other intergovernmental resources that have been collected and which will be distributed to other taxing districts located in Lucas County.

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 operations. The principal operating revenues of the Water Supply System, Wastewater Treatment Plant, and Sewer System, and of the County's internal service funds are charges to customers for sales and services. The County also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note A- Description of Lucas County and Basis of Presentation (continued)

and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non operating revenues and expenses.

Note B - Summary of Significant Accounting Policies

The accompanying financial statements of the County are prepared in conformity with GAAP for local government units as prescribed in statements and interpretations issued by the GASB and other recognized authoritative sources. The County has elected not to apply FASB Statements and interpretations issued after November 30, 1989, to its proprietary activities.

Government-wide Financial Statements: The government-wide financial statements are prepared using the economic resources measurements focus. All assets and liabilities associated with the operation of the County are included on the Statement of Net Assets.

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

Like the governmental-wide statements, all proprietary fund types are accounted for on a flow of economic resources 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 changes in fund 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.

Fiduciary funds are reported using the economic resources measurement focus.

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

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 accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the County, available means expected to be received within thirty days of fiscal year-end.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, entitlement and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note K). Revenue from grants, entitlement and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note B - Summary of Significant Accounting Policies
(continued)

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 modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: delinquent taxes, sales tax, grants, interest, fees and charges for services.

Deferred Revenue: Deferred revenue arises 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, 2002 but which were levied to finance fiscal year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

Budgetary Information: Under Ohio law, the Board of County Commissioners must adopt an appropriations budget by January 1st of a given year, or adopt a temporary appropriation measure with final passage of a permanent budget by April 1st, for all funds except Agency Funds. Budgets are legally required for each organizational unit by object (personal services, materials

and supplies, charges for services, and capital outlays and equipment).

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

The County's budgetary process accounts for certain transactions on a basis other than GAAP. The major difference between the budget basis and the GAAP basis are:

(1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).

(2) Expenditures are recorded when encumbered, or paid in cash (budget), as opposed to when susceptible to accrual (GAAP).

The actual results of operations, compared to the final appropriation, which include amendments to the original appropriation, for each fund type by expenditure function and revenue source are presented in the *Combined Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual (non-GAAP Budgetary Basis)- All Governmental Fund Types*. The difference between the accrual and cash basis statements was not significant. The reserve for encumbrances is carried forward as part of the budgetary authority for the next year and is included in the revised budget amounts shown in the budget to actual comparisons.

Cash Equivalents: Investments of the cash management pool, and investments with original maturities of three months or less at the time they are purchased by the County are considered to be cash equivalents. Investments with an initial maturity of more than three months are considered to be investments.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note B - Summary of Significant Accounting Policies
(continued)

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

Capital Assets: Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed.

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized, as projects are constructed. Interest incurred during the construction phase of proprietary capital assets is included as part of the capitalized value of the assets constructed.

All reported capital assets are depreciated using the straight line method over the following estimated useful lives:

- Furniture, fixtures and equipment 5 - 20 years
- Buildings, structures, improvements 20 - 40 years
- Land improvements (water and sewer lines) 40 years
- Infrastructure 20 - 40 years

Use of Estimates: The preparation of the basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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

Interfund Transactions: During the normal course of operations, the County has numerous transactions between funds. These transactions include charges for services provided by an Internal Service fund to other funds and operating transfers. Transfers represent transfers of resources from a fund receiving revenue to a fund through which those resources will be expended and are recorded as other financing sources (uses) in Governmental Fund Types and as transfers in Proprietary funds.

The Internal Service funds record charges for services to all County funds, departments and other governmental units as operating revenue. Both Governmental and Proprietary funds record these payments to the Internal Service funds as operating expenditures/expenses.

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

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note B - Summary of Significant Accounting Policies
(continued)

using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The non-current portion of the liability is not reported.

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

Self-Funded Insurance: The County is self-funded for dental and health benefits. The dental program is administered by Health Care Payer's Coalition, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in an internal service fund. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide. There have been no significant reductions in coverage from the prior year and settled claims have not exceeded commercial coverage in any of the last three years.

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

Workers' Compensation for administration and payment of claims.

All funds of the County participate in the program and make payments to the Self-funded Workers' Compensation Fund based on their usage of the program to cover actuarial estimates of the amounts needed to pay current-year claims. The claims liability of \$7.0 million reported in the fund at December 31, 2002 is based on the requirements of Governmental Accounting Standard Board Statement 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss can be reasonably estimated. This liability includes an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Liabilities for losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using an expected future investment yield assumption of 5.80%.

Fund Balance Reservations and Designations: The County reserves portions of fund balances that are legally segregated for specific future uses or that do not represent available, spendable resources and, therefore, are not appropriable for expenditures. Designations of fund balances are amounts that have been designated by management for a specific future use, which are not legally segregated. Undesignated fund balances are not reserved nor designated and are appropriable in future periods.

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

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note C - Reconciliation of Government-wide and Fund financial Statements

I. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes a reconciliation between *fund balance - total governmental funds, and net assets - governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and therefore not reported in the funds." Details of this difference are as follows: (Amounts in 000's)

Bonds payable	\$ 85,879
OWDA loans payable	2,401
OPWC loans payable	2,793
Capital leases payable	7,661
Landfill liability payable	12,255
Compensated absences	<u>17,821</u>
<i>Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental funds.</i>	<u>\$128,810</u>

II. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities.

The governmental fund statement of revenues, expenditures, and changes in fund balance includes a reconciliation between net changes in *fund balances - total governmental funds and changes in net assets of governmental activities*. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expenses." The details of the difference are as follows: (Amounts in 000's)

Capital outlay	\$32,022
Fixed asset additions in excess of capital outlay	4,349
Depreciation expense	<u>(23,423)</u>
<i>Net adjustment</i>	<u>\$12,948</u>

Another element of that reconciliation states that "The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets." The details of this difference are as follows: (Amounts in 000's)

Proceeds of loans	\$ 920
Proceeds of bonds	2,840
Principal retirement	<u>(13,995)</u>
<i>Net adjustment</i>	<u>(\$10,235)</u>

Note D - Pooled Cash and Cash Equivalents, Segregated Cash, Investments and Deposits

To improve cash management, cash received by the County is pooled in a central bank account which is managed by the County Treasurer. Amounts for all funds including proprietary funds, are maintained in this account or are temporarily used to purchase short term investments. Individual fund integrity is maintained through the County's records. Each fund's interest in the pooled bank accounts is presented as cash and cash equivalents, and investments on the balance sheet. Investments are limited to STAR Ohio, certificates of deposit, U.S. Treasury Obligations and Mortgage-backed Securities, and a revenue Bond anticipation note. These investments are stated at fair value. Money market investments that mature within one year of acquisition and participating interest-earning investment contracts that mature within one year of acquisition are reported at amortized cost. The County's investments are covered by Custodian Safekeeping Agreements with all securities dealers of County owned purchased securities, whereby such securities are held for the County by a third party custodian.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Investment income is recorded in the General and Self-funded Health funds. Investment income in the General fund includes earnings on all pooled investments. Investment income earned during 2002 totaled approximately \$9.3 million.

The County uses separate bank accounts for resources not deposited with the County Treasurer. These interest bearing depository accounts are presented in the Combined Balance Sheet as "Segregated Cash Accounts."

Legal Provisions: The County Treasurer is permitted by Ohio law to deposit or invest County funds provided that they mature or are redeemable within two years from date of purchase. The Treasurer is permitted to invest or deposit in the following classification of obligations:

1) Obligations of, or backed by the faith of, the United States Government.

2) Obligations issued by any Federal agency.

3) Deposits in institutions eligible under Ohio law. All deposits are collateralized with eligible securities, as described by state statutes, which are pledged to a collateral pool for each individual financial institution, in amounts equal to at least 110% of the carrying value of all public deposits held by each institution.

4) Obligations of the State.

5) Repurchase agreements with institutions eligible under Ohio law not to exceed 30 days, where the institution agrees unconditionally to repurchase any of the securities listed in (1) or (2).

6) Commercial paper issued by any corporation incorporated under the laws of the United States or a state if both of the following conditions apply. Two nationally recognized rating agencies rank the commercial paper in either of their two highest categories; the total amount

invested in commercial paper at any time does not exceed five per cent of the county's total average portfolio, as determined and calculated by the investing authority.

7) Bankers acceptances, if the following conditions are met: The acceptances mature in two hundred seventy days or fewer from the date of settlement; the acceptances are eligible for purchase by the federal reserve system; the total amount invested in bankers acceptances at any time does not exceed ten per cent of the county's total average portfolio, as determined and calculated by the investing authority.

8) The State Treasurer's Investment pool (STAROhio). Investment authority for the State Treasurer's Investment pool is established by the State Legislature and reflected in the Ohio Revised Code.

9) No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.

The Governmental Accounting Standard Board (GASB Statement 3) has established credit risk categories for deposits and investments.

- Category 1 - Investments that are insured or registered, or securities held by the County or its agent in the County's name.

Deposits that are insured or collateralized with securities held by the County or its agent in the County's name.

- Category 2 - Investments that are uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.

- Category 3 - Investments that are uninsured or unregistered, with securities held by the counterparty, or by its trust department or agent but not in the County's name.

Deposits that are uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the County's name.

Based on the above criteria, the County's deposits and investments at December 31, 2002 are classified as follows:

Amount Available for Deposit or Investment	(Amounts in 000's)
Carrying amounts per combined balance sheet:	
Pooled	\$ 251,687
Segregated	6,729
Outstanding Checks	12,688
Other reconciling items (net)	<u>(2,939)</u>
Amount available for deposit and investment (Bank balances of deposits/fair value of investments)	<u>\$ 268,165</u>

Deposits: At year-end the County had the following deposits eligible under Ohio law:	1	Risk Category 2	3	Bank Balance	Fair Value
	(Amounts in 000's)				
FDIC insured deposits	\$ 1,589	\$ -	\$ -	\$ 1,589	
Insured by the financial institutions collateral pool	-	-	16,460	16,460	
Money Market Account	-	-	9,968	9,968	
Certificates of deposit	<u>-</u>	<u>33,192</u>	<u>-</u>	<u>33,192</u>	
Total deposits	<u>\$ 1,589</u>	<u>\$ 33,192</u>	<u>\$ 26,428</u>	<u>\$ 61,209</u>	

Investments: At year-end the County had the following investments:					
	(Amounts in 000's)				
U.S. Treasury Notes	\$ 16,243	\$ -	\$ -		\$ 16,243
U.S. Treasury Bills	901	-	-		901
United States Agency Securities	113,209	-	-		113,209
Investment in the state treasurer's Investment pool (1)	<u>-</u>	<u>-</u>	<u>-</u>		<u>76,603</u>
Total investments	<u>\$ 130,353</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ 206,956</u>

⁽¹⁾ The County's investment in the State Treasurer's investment program is not categorized because they are not evidenced by securities that exist in physical or book entry form. The fair value of the position in the investment pool is the same as the value of the pool shares.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

**Note D - Pooled Cash and Cash Equivalents,
Segregated Cash, Investments and Deposits
(continued)**

Based on the above criteria, the Discretely Presented Component Units of the County have deposits and investments classified as follows:



<u>Amount Available for Deposit or Investment</u>	<u>(Amounts in 000's)</u>				
Carrying amounts per combined balance sheet:					
Pooled	<u>\$10,284</u>				
Amount available for deposit and investment (Bank balances of deposits/fair value of investments)	<u>\$10,284</u>				
Deposits and investments: At year-end the discretely presented component units had the following deposits eligible under Ohio law:	1	Risk Category 2	3	Bank Balance	Fair Value
		<u>(Amounts in 000's)</u>			
FDIC insured deposits	\$372	\$ -	\$ -	\$ 372	
Insured by the financial Institutions collateral pool	-	-	3,994	3,994	
Certificates of deposit	<u>-</u>	<u>1,206</u>	<u>-</u>	<u>1,206</u>	
Total deposits	<u>\$372</u>	<u>\$1,206</u>	<u>\$3,994</u>	<u>\$5,572</u>	
Investments: at year-end the discretely presented component units had the following investments:					
US Treasury Notes	\$ 744	\$ -	\$ -	\$ 744	
United States Agency Securities ...	1,188	-	-	1,188	
Money Market	2,338	-	-	2,338	
Corporate Bonds	398	-	-	398	
Mortgage Backed Securities	<u>44</u>	<u>-</u>	<u>-</u>	<u>44</u>	
Total investments	<u>\$4,712</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$4,712</u>	

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note E - Interfund Receivables, Payables, and Transfers

Due to / Due from other funds balances as of December 31, 2002 follow:

<u>Payable Fund</u>	<u>Receivable Fund</u>	<u>Amounts in (000's)</u>
General	Central Supplies	\$ 11
Internal Service Funds	Central Supplies	1
Children Services Board	Central Supplies	2
Job and Family Services	Central Supplies	2
Nonmajor Governmental Funds	Central Supplies	5
General	Vehicle Maintenance	14
Internal Service Funds	Vehicle Maintenance	1
Children Services Board	Vehicle Maintenance	2
Nonmajor Enterprise Fund	Vehicle Maintenance	3
Nonmajor Governmental Funds	Vehicle Maintenance	18
General	County Telephone	50
Children Services Board	County Telephone	15
Job and Family Services	County Telephone	23
Nonmajor Governmental Funds	County Telephone	15
Nonmajor Enterprise Funds	County Telephone	7
General	Centralized Drug Testing	<u>20</u>
		<u>\$189</u>

Due to / due from balances resulted from the routine lag between the dates interfund goods and services are provided or reimbursable expenditures occur, transactions

are recorded in accounting system, and payments between funds are made.

Transfer From	Transfer To				
	Special Revenue	Debt Service	Capital Projects	Central Supply	Total
General	\$13,704	\$9,061	\$4,148	\$ -	\$26,913
Water Supply System	-	95	-	-	95
Capital Projects	-	153	-	189	342
Nonmajor governmental.	-	374	-	-	374
<i>Total</i>	<u>\$13,704</u>	<u>\$9,683</u>	<u>\$4,148</u>	<u>\$189</u>	<u>\$27,724</u>

Transfers are used to 1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them 2) move receipts restricted to debt service from the funds collecting

the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note F - Capital Assets

Construction-in-progress: The County has active construction projects as of December 31, 2002 of \$5,079 thousand for a payroll / HR system, \$3,645 thousand for the Court of Appeals Building, \$749 thousand for a business continuance center, and \$2,156 thousand in other miscellaneous projects. The estimated cost to complete these projects is \$10.8 million.

Capital asset activity for the County for the year ended December 31, 2002, appears on following page:

Depreciation expense was charged to functions and programs of the County as follows: (Amounts in 000's)

Governmental activities:		
General government	\$ 4,794	
Public Safety	3,613	
Public Works	14,205	
Health	591	
Human Services	260	
Recreation	<u>86</u>	
<i>Total depreciation expense - governmental activities</i>	<u><u>\$23,549</u></u>	
Business-type activities:		
Water	\$ 1,452	
Wastewater Treatment	457	
Sewer	1,459	
Other	<u>284</u>	
<i>Total depreciation expense - business-type activities</i>	<u><u>\$ 3,652</u></u>	

Activity for the discretely presented component units for the year ended December 31, 2002 as follows:

	<u>Beginning Balance</u>	<u>Changes in Assets</u>	<u>Ending Balance</u>
	(Amounts in 000's)		
Capital assets, not being depreciated:			
Land	\$ 923	\$ 15	\$ 938
Construction in progress	<u>163</u>	<u>40</u>	<u>203</u>
<i>Total capital assets, not being depreciated</i>	1,086	55	1,141
Capital assets being depreciated:			
Buildings, structures and improvements	14,040	289	14,329
Furniture, fixtures and equipment	<u>4,283</u>	<u>1,150</u>	<u>5,433</u>
<i>Total, capital assets being depreciated</i>	18,323	1,439	19,762
<i>Total accumulated depreciation</i>	<u>(4,625)</u>	<u>(754)</u>	<u>(5,379)</u>
<i>Total capital assets, being depreciated, net</i>	<u>13,698</u>	<u>685</u>	<u>14,383</u>
<i>Component units capital assets, net</i>	<u><u>\$14,784</u></u>	<u><u>\$ 740</u></u>	<u><u>\$15,524</u></u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

<i>Note F - Capital Assets (continued)</i>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
		(Amounts in 000's)		
Governmental activities:				
<i>Capital assets not being depreciated:</i>				
Land	\$ 17,018	\$4,283	\$ -	\$21,301
Construction in progress	<u>41,270</u>	<u>21,066</u>	<u>50,707</u>	<u>11,629</u>
<i>Total capital assets, not being depreciated</i>	<u>58,288</u>	<u>25,349</u>	<u>50,707</u>	<u>32,930</u>
<i>Capital assets, being depreciated:</i>				
Buildings, structures, and improvements	150,251	46,424	-	196,675
Furniture, fixtures and equipment	27,455	10,624	1,394	36,685
Infrastructure	<u>280,717</u>	<u>5,037</u>	-	<u>285,754</u>
<i>Total capital assets being depreciated</i>	<u>\$458,423</u>	<u>\$62,085</u>	<u>\$1,394</u>	<u>\$519,114</u>
<i>Less accumulated depreciation for:</i>				
Buildings, structures and improvements	\$ 57,951	\$4,382	\$ -	\$62,333
Furniture, fixtures and equipment	20,177	5,443	1,193	24,427
Infrastructure	<u>172,716</u>	<u>13,724</u>	-	<u>186,440</u>
Total accumulated depreciation	<u>250,844</u>	<u>23,549</u>	<u>1,193</u>	<u>273,200</u>
Total capital assets being depreciated, net	<u>207,579</u>	<u>38,536</u>	<u>201</u>	<u>245,914</u>
<i>Governmental activities capital assets, net</i>	<u>\$265,867</u>	<u>\$63,885</u>	<u>\$50,908</u>	<u>\$278,844</u>
Business-type activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 402	\$ -	\$ -	\$ 402
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	<u>402</u>	-	-	<u>402</u>
<i>Capital assets, being depreciated:</i>				
Buildings, structures and improvements	23,287	-	-	23,287
Land improvements	110,112	4,729	-	114,841
Furniture, fixtures and equipment	<u>13,057</u>	<u>111</u>	<u>46</u>	<u>13,122</u>
Total capital assets being depreciated	<u>146,456</u>	<u>4,840</u>	<u>46</u>	<u>151,250</u>
<i>Less accumulated depreciated for:</i>				
Buildings, structures and improvements	\$ 5,064	\$ 582	\$ -	\$ 5,646
Land improvements	39,483	2,840	-	42,323
Furniture, fixtures and equipment	<u>12,404</u>	<u>230</u>	<u>46</u>	<u>12,588</u>
Total accumulated depreciation	<u>56,951</u>	<u>3,652</u>	<u>46</u>	<u>60,557</u>
Total capital assets being depreciated, net	<u>89,505</u>	<u>1,188</u>	-	<u>90,693</u>
<i>Business-type activities capital assets, net</i>	<u>\$89,907</u>	<u>\$1,188</u>	<u>\$ -</u>	<u>\$91,095</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note G - Notes Payable

All notes are backed by the full faith and credit of the County and mature within one year. The notes are issued in anticipation of long-term bonded financing, and the

County intends to refinance the notes until such bonds are issued. All notes are in the capital projects fund. Notes outstanding at December 31, 2002 follow: (Amounts in 000's)

Note Issue	Rate	Beginning Balance	Issued	Redeemed	Ending Balance
Sewer and Waterlines.	3.00	\$1,613	\$ -	\$1,613	\$ -
Sewer and Waterlines.	3.00	3,127	-	3,127	-
Baseball Stadium	5.00	6,000	-	6,000	-
Various purpose improvements. .	1.90	-	<u>15,700</u>	-	<u>15,700</u>
<i>Total capital project notes</i>		<u>\$10,740</u>	<u>\$15,700</u>	<u>\$10,740</u>	<u>\$15,700</u>

Toledo Mud Hens Baseball Club, Inc. had available a \$500,000 line of credit with an interest rate at 2% above the rate paid on certificates of deposit. The line of credit expired on March 31, 2002 and has not been renewed by the club. Preferred Properties, Inc. and Affiliates have a note payable of \$12 thousand with an interest rate of 8.58% due in July 2005, and a note payable of \$23 thousand with an interest rate of 7.5% due in June 2006. They also have various mortgages payable totaling \$3,065 thousand secured by real estate with interest rates varying from 0% to 9.00%. Preferred Properties, Inc. has available a \$250 thousand line of credit with an interest rate at 1.0% over prime (5.75% at June 30, 2002). There were \$115 thousand of outstanding borrowings at June 30.

Note H - Long-term Debt and Other Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are

reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental-type activities. The original amount of

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations
(continued)

general obligation bonds issued in prior years was \$152 million. During the year, general obligation bonds totaling \$1.79 million were issued to currently refund and redeem the 1992 Regional Jail Bonds on December 1, 2002.

Self-supporting bonds are secured by an unvoted property tax levy (special assessments); however, each appropriate bond indenture provides for principal and interest to be paid from user charges.

The County issued \$1.050 million of special assessment bonds in 2002 to provide funds for the construction of various sewers and water lines. These bonds will be repaid from amounts levied against the property owners benefited by this construction. In the event property owners default on their special assessment obligations, the County is obligated to meet the debt service requirements from County funds. At December 31, 2002, the County had \$354 thousand set aside for the retirement of this debt. These funds are included in pooled cash and investments.

Under the Uniform Bond Act of the Ohio Revised Code, and not taking into account the equity in the debt service fund, the County has the capacity to issue approximately \$40.2 million of additional unvoted general obligation debt.

Lott Industries, Inc., a discretely presented component unit of the County has bonds payable of \$4.2 million that mature on August 1, 2021, with a variable interest rate that was 1.55% at December 31, 2002.

Nontax Revenue Bonds: In 2001, the County issued \$20 million of Nontax Revenue Bonds for a new baseball stadium which the County owns and leases to the Toledo Mud Hens Baseball Club, Inc. In 2001, the County also issued \$6 million of Nontax Revenue Notes for that project which were prepaid and retired in April, 2002. The Nontax Revenue Bonds do not represent or constitute a general obligation debt or pledge of the faith or credit or taxing power of the County. The Nontax Revenue Bonds are special obligations of the County payable solely from the

Nontax Revenues. The County has covenanted to appropriate in its annual appropriation measure for each year, and to pay to the Trustee for the Nontax Revenue Bonds by January 15, of such year, Nontax Revenues in an amount sufficient to pay all bond service charges due and payable on the Nontax Revenue Bonds during the then current year.

On September 15, 2002, the County issued \$2,840 thousand in bonds with an average interest rate of 2.5% to retire bond anticipation notes of \$1,050 thousand and currently refund and redeem \$1,790 thousand of outstanding 1992 bonds for the Regional Jail Project with an average interest rate of 5%. The net proceeds of \$1,759,500 (after payment of \$30,500 issuance costs) were used to purchase U.S. government securities. Those securities matured on or before December 1, 2002, and the proceeds were used to redeem all of the outstanding 1992 General Obligation Bonds on December 1, 2002. As a result, the 1992 General Obligation Bonds are no longer outstanding, and the liability for those bonds has been removed from the combined balance sheet.

The County currently refunded and redeemed the 1992 General Obligation Bonds to reduce its total debt service payments over the next five years by \$140,814 and to obtain an economic gain (difference between the present values of the old and new debt service payment) of \$128,152.

Capital Lease Obligations: The County has a lease agreement for a portion of the Government Center. The lease is classified as a capital lease. The portion of the Government Center leased by the County has been recorded as land and building for \$16.9 million.

The County has entered into certain other agreements to lease equipment and other assets. Such agreements are, in substance, lease purchases (capital leases) and are classified as capital lease obligations in the financial statements.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations (continued)

Long-term Debt: Long-term debt and other obligations of the County were as follows: (Amounts in 000's)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002	Amounts Due in One Year
Bonds							
<i>General Obligation Bonds- Unvoted</i>							
1986 County public assistance building.....	8.000%	12/01/11	\$ 2,200	\$ -	\$ 220	\$ 1,980	\$ 220
1986 Convention center land.....	6.500%	12/01/12	3,710	-	335	3,375	335
1988 Family Court Center construction & Courthouse renovation.....	7.375%	08/01/07	5,250	-	875	4,375	875
1992 Regional jail.....	3.400%	6.650%	12/01/07	2,015	-	2,015	-
1994 County building.....	4.000%	5.700%	12/01/04	4,305	-	1,355	2,950
1995 Correctional facilities.....	4.300%	6.800%	12/01/15	1,950	-	95	1,855
1995 Court services building.....	4.300%	6.800%	12/01/15	1,755	-	85	1,670
1996 Refunding.....	4.250%	5.375%	12/01/11	8,030	-	640	7,390
2001 Juvenile Justice Center.....	4.375%	5.000%	12/01/21	17,000	-	565	16,435
2002 Regional jail refunding.....	2.500%	2.750%	12/01/07	-	1,790	-	1,790
<i>General Obligation Bonds- voted</i>							
1996 Library improvement.....	4.300%	6.000%	12/01/05	7,855	-	2,675	5,180
1997 Library improvement.....	3.800%	5.300%	12/01/05	7,700	-	1,500	6,200
<i>Total general obligation bonds voted and unvoted.....</i>			61,770	1,790	10,360	53,200	8,960
<i>Special Assessment- Governmental Commitment (Self-Supporting)</i>							
1964 Sanitary sewer.....	3.500%	12/01/04	\$ 3	\$ -	\$ 1	\$ 2	\$ 1
1974-1977 Sanitary sewer.....	5.125%	7.625%	11/01/14	185	-	13	172
1981-1984 Sanitary sewer.....	9.625%	12.000%	12/01/04	113	-	48	65
1987 Sanitary sewer.....	7.500%	12/01/07	90	-	15	75	15
1988 Sanitary sewer.....	7.500%	12/01/08	210	-	30	180	30

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations (continued)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002	Amounts Due In One Year
Bonds							
<i>Special Assessment-Governmental Commitment (Self-Supporting) (continued)</i>							
1989 Sanitary sewer.....	6.750%						
	7.000%	12/01/09	675	-	65	610	70
1990 Waterline.....	6.800%						
	6.850%	12/01/10	245	-	20	225	20
1992 Briarfield Parkway.....	3.400%						
	6.200%	12/01/02	245	-	245	-	-
1992 Sewers & waterlines.....	3.400%						
	6.650%	12/01/11	320	-	25	295	25
1992 Sewers & waterlines.....	3.400%						
	6.650%	12/01/12	665	-	45	620	45
1994 McCord Road improvements.....	4.000%						
	5.700%	12/01/03	30	-	15	15	15
1994 Sewer & waterlines.....	4.000%						
	6.050%	12/01/13	680	-	40	640	40
1995 Sewers & waterlines.....	4.300%						
	6.800%	12/01/14	525	-	30	495	30
1996 Sewers & waterlines.....	4.250%						
	6.500%	12/01/16	2,125	-	60	2,065	70
1997 Sewers & waterlines.....	4.900%						
	5.450%	12/01/17	1,065	-	50	1,015	50
1998 Sewers & waterlines.....	4.250%						
	5.000%	12/01/18	2,220	-	90	2,130	95
1999 Sewers & waterlines.....	4.000%						
	6.000%	12/01/19	510	-	20	490	20
2000 Sewers & waterlines.....	5.200%						
	5.600%	12/01/20	1,525	-	50	1,475	55
2001 Sewers & waterlines.....	4.100%						
	5.100%	12/01/21	1,585	-	45	1,540	55
2002 Sewers & waterlines.....	2.500%						
	4.600%	12/01/22	-	1,050	-	1,050	30
<i>Total special assessment bonds- governmental commitment-(self-supporting).....</i>			<u>13,016</u>	<u>1,050</u>	<u>907</u>	<u>13,159</u>	<u>709</u>
<i>Non-Tax Revenue Bonds</i>							
2001 Baseball Stadium.....	6.375%						
	6.625%	12/01/21	20,000	-	480	19,520	515
Total bonds.....			<u>\$94,786</u>	<u>\$2,840</u>	<u>\$11,747</u>	<u>\$85,879</u>	<u>\$10,184</u>
Ohio Water Development Authority (OWDA) Loans							
<i>Special Assessment-Governmental Commitment</i>							
1983-1984 Sewers.....	7.380%						
	7.670%	01/01/07	\$ 1,230	\$ -	\$ 211	\$ 1,019	\$ 113
1991 Sewers.....	6.160%						
	7.450%	07/01/11	1,136	-	86	1,050	45
1994 water.....	6.720%						
	6.720%	07/01/19	343	-	11	332	6
<i>Enterprise Funds</i>							
1984 Sewer system.....	6.240%	01/01/07	2,365	-	352	2,013	72

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations (continued)

Years Issued	Interest Rate	Maturity Date through	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002	Amounts Due In One Year
<i>Enterprise Funds (continued)</i>							
1980-	6.250%						
1984 Wastewater treatment.....	11.190%	07/01/13	2,096	-	269	1,827	142
1990 Water supply system.....	7.760%	01/01/10	344	-	33	311	18
1991 Water supply system.....	7.450%						
	7.500%	07/01/11	604	-	48	556	26
1993 Water supply system.....	6.160%	07/01/18	912	-	34	878	17
1994 Sewer system.....	6.720%	07/01/14	728	-	39	689	20
1994 Wastewater.....	5.770%	07/01/15	9,084	-	463	8,621	238
1995 Water supply system.....	6.350%	01/01/21	440	-	12	428	7
1997 Water supply system.....	5.860%	07/01/17	1,538	-	64	1,474	33
1997 Sanitary Engineer.....	5.860%	07/01/17	1,423	-	59	1,364	30
2001 Water supply system.....	5.390%	01/01/21	1,232	-	39	1,193	20
Total OWDA loans.....			<u>\$ 23,475</u>	<u>\$ -</u>	<u>\$1,720</u>	<u>\$21,755</u>	<u>\$787</u>
Ohio Public Works							
Commission Loans							
<i>Governmental Commitment</i>							
1993 Road improvements.....	0.000%	07/01/04	\$ 68	-	\$ 27	\$ 41	\$ 14
1994 Road improvements.....	0.000%	07/01/05	322	-	92	230	57
1995 Road improvements.....	0.000%	07/01/06	171	-	38	133	19
1997 Road improvements.....	0.000%	07/01/07	121	-	22	99	10
1999 Road improvements.....	0.000%	07/01/10	360	-	44	316	22
2000 Road improvements.....	0.000%	07/01/11	843	-	85	758	49
2001 Road improvements.....	0.000%	01/01/11	357	37	42	352	24
2002 Road improvements.....	0.000%	01/01/12	-	883	19	864	43
<i>Enterprise Funds.....</i>							
1994 Wastewater.....	0.000%	01/01/16	213	-	14	199	7
1994 Sewer system.....	0.000%	07/01/04	78	-	31	47	16
Total OPWC loans.....			<u>\$ 2,533</u>	<u>\$ 920</u>	<u>\$ 414</u>	<u>\$ 3,039</u>	<u>\$ 261</u>
Other Obligations							
Capital lease Obligations							
Governmental.....			\$ 9,231	\$ -	\$ 1,570	\$ 7,661	\$ 1,370
Internal Service.....			19	-	7	12	6
			<u>\$ 9,250</u>	<u>\$ -</u>	<u>\$ 1,577</u>	<u>\$ 7,673</u>	<u>\$ 1,376</u>
Accrued wages and benefits- governmental.....			<u>\$ 17,469</u>	<u>\$ 2,529</u>	<u>\$ 2,177</u>	<u>\$ 17,821</u>	<u>\$ 3,000</u>
Landfill obligation.....			<u>\$ 12,255</u>	<u>\$ 362</u>	<u>\$ -</u>	<u>\$ 12,617</u>	<u>\$ 362</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS - (continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations (continued)

A summary of the County's future long-term debt funding requirements as of December 31, 2002 follows: (Amounts in 000's)

Year of Funding	Bonds					
	General Obligation		Special Assessment- Government Commitment		Non-Tax Revenue	
	Principal	Interest	Principal	Interest	Principal	Interest
2003.....	\$ 8,960	\$ 2,869	\$ 709	\$ 722	\$ 515	\$ 1,291
2004.....	8,255	2,379	739	675	550	1,258
2005.....	6,970	1,946	708	634	590	1,223
2006.....	3,435	1,557	833	595	635	1,186
2007.....	3,515	1,365	845	550	680	1,145
2008-2012.....	11,520	4,469	4,280	2,040	4,195	5,013
2013-2017.....	5,820	2,036	3,655	920	5,915	3,439
2018-2022.....	4,725	605	1,390	159	6,440	1,131
Total.....	<u>\$ 53,200</u>	<u>\$ 17,226</u>	<u>\$ 13,159</u>	<u>\$ 6,295</u>	<u>\$ 19,520</u>	<u>\$ 15,686</u>

Year of Funding	Loans			
	OWDA		OPWC	
	Principal	Interest	Principal	Interest
2003.....	\$ 787	\$ 688	\$ 261	\$ -
2004.....	1,656	1,292	472	-
2005.....	1,658	1,184	413	-
2006.....	1,660	1,077	401	-
2007.....	1,606	970	306	-
2008-2012.....	8,308	3,326	1,118	-
2013-2017.....	5,482	928	68	-
2018-2022.....	598	66	-	-
Total.....	<u>\$ 21,755</u>	<u>\$ 9,531</u>	<u>\$ 3,039</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations
(continued)

Operating Leases: At December 31, 2002, the County had 9 operating leases for office space and equipment. Operating lease payments are recorded as expenditures/expenses for the current period.

The County's future minimum lease payments under lease obligations which have been capitalized and operating leases as of December 31, 2002 are as follows (Amounts in 000's):

<u>Year</u>	<u>Government activities Capital Leases</u>	<u>Business type activities Capital Leases</u>	<u>Operating Leases</u>
2003	\$ 1,915	\$ 7	\$ 20
2004	1,915	6	16
2005	1,915	-	4
2006	1,914	-	2
2007	1,884	-	-
2008 - 2009	<u>1,054</u>	<u>-</u>	<u>-</u>
<i>Total minimum lease payments</i>	10,597	\$ 13	<u>\$ 42</u>
Less: amount representing interest	<u>2,936</u>	<u>1</u>	
<i>Present value of future minimum lease payments</i>	<u>\$ 7,661</u>	<u>\$ 12</u>	

Accrued Wages and Benefits: Unpaid vested hours at December 31, 2002 representing this liability for all governmental funds are as follows (Amounts in 000's):

	<u>Hours</u>
Vacation	482
Sick	342
Compensation ...	43

Deferred Compensation: County employees have the option of participating in three state-wide deferred compensation plans, created in accordance with the *Internal Revenue Code Section 457*. Under these plans, employees elect to have a portion of their pay deferred until a future time. According to these plans, the deferred compensation is not available to employees until termination, retirement, death or unforeseeable

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note H - Long-term Debt and Other Obligations
(continued)

emergency. The deferred pay and any income earned thereon is not subject to income tax until actually received by the employee.

All amounts of compensation deferred under these plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are to be held in trust for the exclusive benefit of the participants and their beneficiaries.

Conduit Debt Obligations: From time to time, the County has issued Industrial Revenue Bonds, Hospital Facilities Bonds and Commercial Housing Revenue Bonds to provide financial assistance to private, profit and non-profit sector entities for the acquisition and construction of industrial, hospital and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received 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, 2002 there were 159 series of Industrial, Hospital and Commercial Housing Revenue Bonds outstanding. The aggregate principal amount payable for the 17 series issued after January 1, 1995 was \$301,463,154. The aggregate principal amount payable for the 141 series issued and with bonds outstanding issued prior to January 1, 1995, could not be determined; however, their original issue amounts total \$1,350,587,000.

Note I - Employee Retirement Systems and Pension Plan

All eligible employees of the County, participate in the Public Employees Retirement System of Ohio (PERS), a statewide cost-sharing multiple-employer defined benefit pension plan. County employees are not currently covered under the Federal Social Security Act. The plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by State statute under Chapter 145 of the Ohio Revised Code.

Law enforcement officers in the County Sheriff's department contribute 10.1% of their annual compensation and the County contributes 16.7% of the same base. The County is required to contribute 22.05% of annual compensation for employees of the County engineer based upon a contract with their respective union. All other eligible County employees contribute 8.5% of their annual compensation with the County contributing 13.55% of the same amount. The County's contribution to PERS for the years ending December 31, 2002, 2001, and 2000, were \$19.8 million, \$19.2 million, and \$14.9 million respectively, equal to the requested contribution for each year. All contributions to PERS were made within the required due dates. The Ohio Revised Code provides statutory authority for employee and employer contributions.

In prior years, teachers at the Board of Mental Retardation contributed to STRS. There are no longer any teachers on the staff of the County contributing to STRS.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note J - Other Post-Retirement Obligations

In addition to pension benefits, the County provides post-retirement health care benefits to employees who retire from the County under the PERS plan discussed in Note I.

The Ohio Revised Code provides the statutory authority requiring public employees to fund post-retirement health care through their contributions to PERS. PERS provides post-retirement health coverage to age and service retirees with ten (10) or more years qualifying Ohio service credit. Health care coverage for disability recipients and to primary survivor recipients of such retirees is available. The health care coverage provided by the retirement system is considered an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. For local government employers, the rate was 13.55% of covered payroll and 16.70% for law enforcement employers, with 5.0% used to fund healthcare for regular employees and law enforcement employees.

The following assumptions and calculations were based on PERS' latest actuarial review performed as of December 31, 2001.

An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The differences between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability.

All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach, assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2001 was 8.0%.

An annual increase of 4.0% annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from .50% to 6.3%. Health care costs were assumed to increase 4.0% annually.

OPEBs are advance-funded on an actuarially determined basis. The number of active contributing participants was 402,041. The rates stated above are the actuarially determined contribution requirements for PERS. The employer contributions to fund post-employment benefits in 2002 was \$7.1 million. The portion of employer contributions used to fund post-employment benefits can be determined by multiplying actual employer contributions times .3690 for local government employers and .2994 for law enforcement employers.

The actuarial value of the Retirement System's net assets available for OPEB was \$11.6 billion at December 31, 2001 (the latest information available). The actuarially accrued liability and the unfunded actuarial accrued liability were \$16.4 billion and \$4.8 billion, respectively,

In December 2001, the Board of PERS adopted the Health Care "Choices" Plan in its continuing effort to respond to the rise in the cost of Health Care. The Choices Plan will be offered to all persons newly hired under OPERS after January 1, 2003, with no prior service credit accumulated toward health care coverage. Choices, as the name suggests, will incorporate a cafeteria approach, offering a more broad range of health care options. The Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten- year "cliff" eligibility standard for the present Plan.

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note J - Other Post-Retirement Obligations
(continued)

The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Plan will also offer a spending account feature, enabling the benefit recipient to apply their allowance toward specific medical expenses, much like a Medical Spending Account.

The PERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to:

PUBLIC EMPLOYEES RETIREMENT SYSTEM
 277 EAST TOWN STREET
 COLUMBUS, OHIO 43215-4642
 PHONE: (614) 466-2085

Note K - Property Taxes, Sales Taxes, and Deferred Revenues

Property taxes include amounts levied against real, public utility and tangible personal (business) property. The assessed value by property classification, upon which taxes collected in 2002 were based is as follows:

	<u>(Amounts in 000's)</u>
Real property	\$6,473,136
Public utility and tangible personal property	<u>1,260,266</u>
<i>Total assessed property value . . .</i>	<u><u>\$7,733,402</u></u>

In 2002, real property taxes were levied on January 2, 2002, on the assessed values as of January 1, 2001, the lien date. Assessed values are established by the County Auditor at 35% of appraised market value. A revaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent revaluation was completed in 2001.

Tangible personal property tax is assessed on equipment and inventory held by businesses. Tangible property is assessed at 25% of true value (as defined). In 2002, each business was eligible to receive a \$10 thousand exemption in assessed value which was reimbursed by the State.

Real property taxes are payable annually or semi-annually. In 2002, if paid annually, payment was due by February 15th. If paid semi-annually, the first payment (at least ½ of amount billed) was due February 15th, with the remainder due July 20th.

By July 2002, the final collection date, 95.9% of the total current and delinquent property taxes billed in 2002 were collected.

The County Auditor remits portions of the taxes collected to all taxing districts when completing periodic settlements of Real and Public Utility property taxes in February and August and Tangible Personal Property taxes in June and October for the first and second halves of the year, respectively. The County accrues billed but uncollected property taxes as receivables at their estimated net realizable value.

The delinquent real property taxes outstanding and available to the County within the first 60 days of 2003 were recorded as 2002 revenue, the remaining taxes receivable are offset by a credit to deferred revenue. Although total property taxes levied for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, 2002, and are not available

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note K - Property Taxes, Sales Taxes, and Deferred Revenue (continued)

for appropriation and use until 2003. The deferred revenues are offset by these property tax receivables and special assessment receivables related to future capital service projects.

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

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

Proceeds of the tax are credited entirely to the General Fund. Amounts that have been collected by the State and are to be received within 60 days of year end are accrued as revenue, as measurable and available. Sales tax revenue for 2002 amounted to \$68.8 million.

Ohio law prohibits taxation of property from all taxing authorities in excess of 10.00 mills of assessed value without a vote of the people. Presently, the County levies 2.00 mills of the 10.00

mill limit for the General Fund. An additional 15.45 mills have been levied for voted millage. A summary of voted millage follows:

<u>Purpose</u>	<u>Voter Authorized Rate(a)</u>	<u>Rate Levied for Current Year Collection Agricultural/ Residential/(b)</u>	<u>Commercial/ Industrial</u>	<u>Final Collection Year</u>
Senior services . . . . .	.45	.361919	.406807	2004
Metroparks	1.40	1.123773	1.265621	2008/2 of 2
Community mental health . Board of mental retardation	1.50	1.078881	1.261252	2005/2009
Children services	5.00	3.935632	4.356714	continuous
Port authority	2.65	2.403369	2.530019	2003/2006
Library . . . . .	.40	0.273301	.355579	2004
Zoo improvements	1.70	1.418894	1.604015	2005/2007
Zoo operating . . . . .	.95	.682548	.858814	2005
911 Telephone system . .	.70	.503226	.632811	2007
Total	<u>15.45</u>	<u>12.481543</u>	<u>13.971632</u>	2006

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

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

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note L - Reconciliation of Budget Basis to GAAP Basis

A reconciliation for the major governmental funds at December 31, 2002 from the budget basis to a GAAP basis for excess of revenues and other financing sources over (under) expenditures and other uses follows: (Amounts in 000's).

	General Fund	Children Services Board	Board of Mental Retardation	Job and Family Services
Budget Basis	\$ 777	\$2,367	\$ 439	(\$11,074)
Net adjustments for revenue accruals	(163)	(474)	-	1,195
Net adjustments for expenditure accruals	1,538	(104)	2,525	820
Net adjustment for encumbrances	1,579	1,047	2,234	668
Net adjustments for other financing sources (uses) accruals . . .	(2,179)	-	-	(5)
GAAP Basis	<u>\$1,552</u>	<u>\$2,836</u>	<u>\$5,198</u>	<u>(\$8,396)</u>

**Note M - Amendments to Original Appropriations
Budget**

Amendments beyond the object level must be approved by the Board of County Commissioners. In 2002, the original appropriation measure was increased for the major funds by the Commissioners approximately as follows: Debt Service, \$5.2 million, and Capital Projects, \$5 million.

Note N - Contingencies

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

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note N - Contingencies (continued)

The County engaged a consultant to complete a study regarding the cleanup, monitoring and maintenance of the site. This study will be subject to review by the Ohio Environmental Protection Agency. The study estimates approximately \$12.6 million will be needed to enact the plan, of which approximately \$362 thousand of the costs are to be incurred in the next year. The current liability of \$362 thousand is included in accounts payable in the Capital Projects Fund with the remaining \$12.6 million recorded as a long-term liability due in more than one year. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. Funding is expected to be obtained from the issuance of General Obligation notes or bonds, and from the State Infrastructure Bond Fund. Other potential sources of revenue include indemnification by generators for response costs incurred.

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

The County participates in a number of Federal and State assisted grant programs. The major programs are through: Ohio Department of Alcohol and Drug Addiction; Community Development Block Grant; Ohio Department of Human Services; and Ohio Department of Mental Health. These programs are subject to financial and compliance audits by grantors or their representatives. Audits of certain programs have been completed under guidance of OMB Circular A-133 and are included in a separately issued report. There were no material instances of noncompliance or findings noted within these reports.

Note O - Joint Venture

Lucas County has entered into a contractual agreement with the City of Toledo, Defiance County, Fulton County,

Henry County, and Williams County to form the Corrections Commission of Northwest Ohio to operate a regional jail in northwestern Ohio. Each entity is responsible for a portion of the capital and operating budget as follows:

City of Toledo	35.65%
Lucas County	31.84%
Defiance County	9.35%
Fulton County	8.65%
Williams County	8.65%
Henry County	<u>5.86%</u>
	<u>100.00%</u>

The Corrections Commission of Northwest Ohio is an 18 member board made up of the president of the Board of County Commissioners, Sheriff, presiding judge of the Court of Common Pleas for each County, the Mayor, Chief of Police, and presiding Municipal Court Judge for The City of Toledo. Each participating entity has an equal degree of control over budgeting and financing.

All debt for the construction of the jail was incurred by the participating governmental agencies, and are not liabilities of the Corrections Commission of Northwest Ohio. Lucas County has approximately \$1.8 million of bonds outstanding at year end for construction of the regional jail.

Complete financial statements of the Corrections Commission of Northwest Ohio can be obtained from its administrative office as follows:

CORRECTIONS COMMISSION OF NORTHWEST OHIO
03151 ROAD 24.25 RT. 1, BOX 100-A
STRYKER, OHIO 43557

LUCAS COUNTY, OHIO
NOTES TO THE FINANCIAL STATEMENTS-(continued)
DECEMBER 31, 2002

Note P - Risk Management

Self-Funded Insurance: The County is self-funded for dental and health benefits. The dental program is administered by Health Care Payers Coalition, which provides claims review and processing services. Each County fund is charged for its proportionate share of the cost for covered employees. Payment of these benefits is accounted for in an internal service fund. The County records a liability for incurred but unreported claims at year end based upon an actuarial estimate provided by Benefits Comprehensive, Inc. The County also maintains a Self-Funded Workers' Compensation fund and a Risk Retention fund to manage liability insurance County-wide.

The claims liability of \$7.0 million reported in the internal service funds at December 31, 2002, is based on the requirements of GASB Statement No. 10 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported (see table below). Changes in the funds' claims liability amounts for 2001 and 2002 were:

	Balance at Beginning of Year	Current years Claims	Change in Provision for Workers Compensation Claims	Claim Payments	Balance at End of Year
2001..	\$6,253	\$23,040	\$381	\$22,833	\$6,841
2002..	\$6,841	\$23,303	\$691	\$23,813	\$7,022

Note Q - Reporting Change

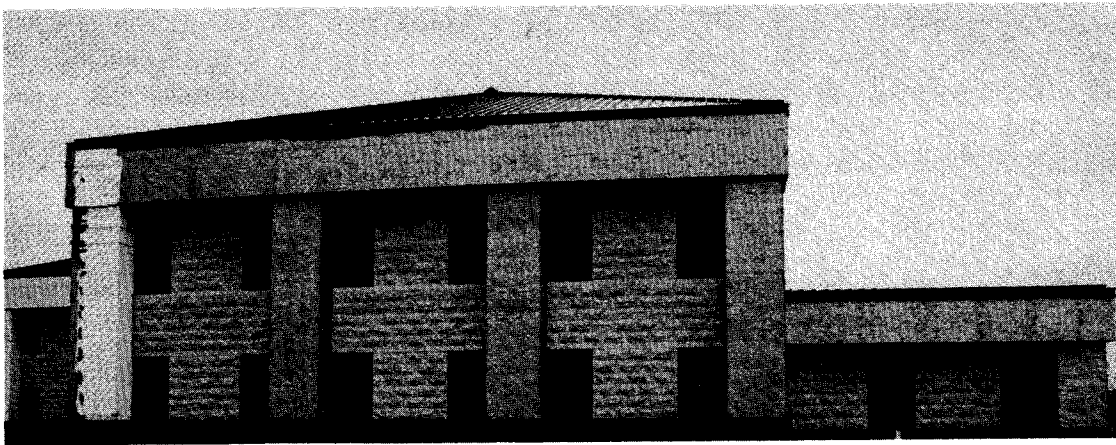
In compliance with an Ohio Auditor of State bulletin, the fund "Family and Children's Council" was reclassified from a special revenue fund to an agency fund. This resulted in a change in the beginning fund balance for the Nonmajor Governmental funds of \$300 thousand.

Nonmajor Governmental Funds as	
previously reported at December 31, 2001	\$42,899
Reclassification of Family and Children Council.	(300)
Nonmajor Governmental funds at December 31, 2001 as restated	<u>\$42,599</u>

Note R - New Accounting Standard

The Governmental Accounting Standards Board (GASB) has issued GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units- An Amendment of GASB Statement 14". This statement amends Statement 14 to provide additional guidance to determine whether certain organizations for which the primary government is not financially accountable should be reported as component units based on the nature and significance of their relationship with the primary government. The provisions of this statement are effective for periods beginning after June 15, 2003. The implementation of Statement 39 will have no significant effect on the County's financial statements.

Combining Financial Statements and Schedules

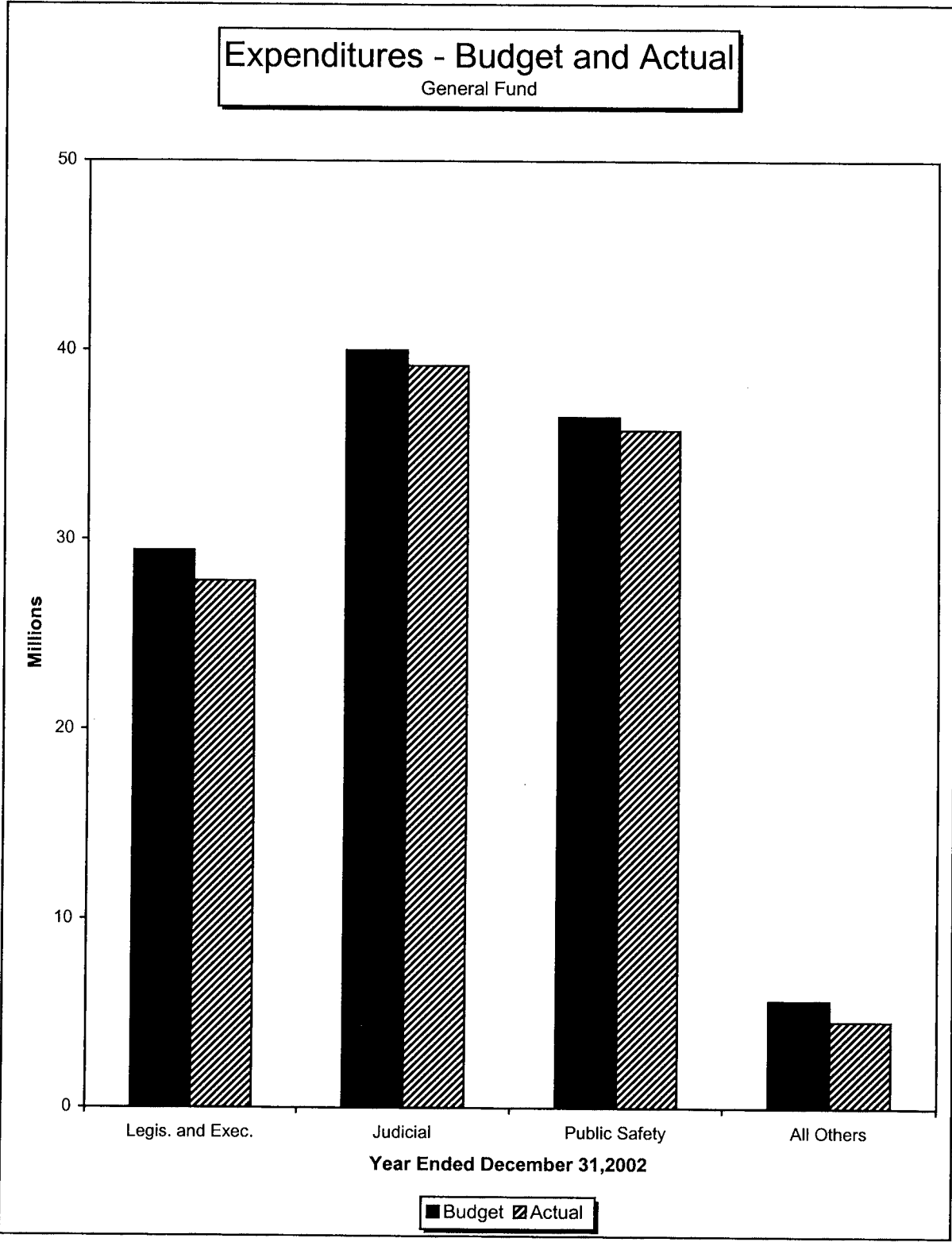


Construction on a new building to house the 6th district Court of Appeals began in the spring of 2002 at a cost of approximately \$7 million dollars. The structure located at the northwest corner of the Civic Center Mall in Toledo, is a partnership between Lucas County and 7 regional counties that lie within the jurisdiction of the 6th District

Court of Appeals. Lucas County is responsible for 50% of the project cost. The County has issued bond anticipation notes to cover construction cost and anticipates converting these notes to long-term bonds in the fall of 2003.

**LUCAS COUNTY, OHIO
GENERAL FUND
December 31, 2002**

General Fund - The General Fund accounts for all financial resources and expenditures except for those to be accounted for in other funds or account groups.



**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
General Government-				
Legislative and executive				
<i>Training & Development</i>				
Personal services.....	\$ 123	\$ 122	\$ 118	\$ 4
Materials and supplies.....	20	20	18	2
Charges and services.....	6	6	6	-
Capital outlay and equipment.....	2	2	1	1
 <i>Department of Personnel-</i>				
Personal services.....	718	713	679	34
Materials and supplies.....	7	8	7	1
Charges and services.....	140	138	125	13
Capital outlay and equipment.....	8	8	6	2
 <i>Commissioners-</i>				
Personal services.....	455	452	445	7
Materials and supplies.....	13	13	8	5
Charges and services.....	60	60	38	22
Capital outlay and equipment.....	3	3	1	2
 <i>Management and Budget-</i>				
Personal services.....	436	431	408	23
Materials and supplies.....	8	7	8	(1)
Charges and services.....	140	127	71	56
Capital outlay and equipment.....	8	7	5	2
 <i>Auditor-</i>				
Personal services.....	1,412	1,408	1,393	15
Materials and supplies.....	91	89	76	13
Charges and services.....	259	274	256	18
Capital outlay and equipment.....	23	24	24	-
 <i>Auditor Personal Property-</i>				
Personal services.....	426	418	412	6
Materials and supplies.....	12	14	11	3
Charges and services.....	16	27	24	3
Capital outlay and equipment.....	3	2	-	2
 <i>Auditor Real Property Evaluation-</i>				
Personal services.....	792	788	770	18
Materials and supplies.....	9	9	8	1
Charges and services.....	15	15	10	5
Capital outlay and equipment.....	5	5	1	4

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance:</u>
	<u>Original</u>	<u>Final</u>		<u>Positive (Negative)</u>
General Government - continued				
<i>Legislative and executive - continued</i>				
<i>Treasurer-</i>				
Personal services.....	1,022	1,029	1,025	4
Materials and supplies.....	25	26	26	-
Charges and services.....	200	191	185	6
Capital outlay and equipment.....	11	11	10	1
<i>Treasurer Personal Property-</i>				
Personal services.....	204	209	205	4
Materials and supplies.....	2	2	2	-
Charges and services.....	10	10	8	2
<i>Budget Commission-</i>				
Personal services.....	88	88	88	-
Materials and supplies.....	-	-	-	-
Charges and services.....	2	2	-	2
<i>Board of Revision-</i>				
Personal services.....	162	161	157	4
Materials and supplies.....	9	10	6	4
Charges and services.....	2	1	-	1
Capital outlay and equipment.....	4	4	2	2
<i>Audit-</i>				
Charges and services.....	185	185	172	13
<i>Planning Commission-</i>				
Charges and services.....	370	370	370	-
<i>Data Processing-</i>				
Personal services.....	1,826	1,901	1,899	2
Materials and supplies.....	29	28	25	3
Charges and services.....	387	633	605	28
Capital outlay and equipment.....	413	292	287	5
<i>Collect CT Costs-</i>				
Personal services.....	-	17	-	17
Materials and supplies.....	-	3	-	3
Charges and services.....	-	8	3	5
Capital outlay and equipment.....	-	-	-	-

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<i>Hotel Motel Administration-</i>				
Personal services.....	51	50	50	0
Materials and supplies.....	2	2	1	1
Charges and services.....	4	4	3	1
Capital outlay and equipment.....	5	5	-	5
<i>County Administrator-</i>				
Personal services.....	582	600	596	4
Materials and supplies.....	8	8	6	2
Charges and services.....	55	34	19	15
Capital outlay and equipment.....	3	3	2	1
<i>Support Services-</i>				
Personal services.....	374	372	360	12
Materials and supplies.....	8	8	7	1
Charges and services.....	7	11	7	4
Capital outlay and equipment.....	4	6	4	2
<i>Board of Elections-</i>				
Personal services.....	1,183	1,373	1,341	32
Materials and supplies.....	116	297	291	6
Charges and services.....	693	1,163	961	202
Capital outlay and equipment.....	13	13	13	-
<i>Capital Improvements-</i>				
Charges and services.....	697	452	144	308
Capital outlay and equipment.....	182	162	161	1
<i>Facilities-</i>				
Personal services.....	4,270	3,491	3,466	25
Materials and supplies.....	295	298	296	2
Charges and services.....	8,094	7,901	7,577	324
Capital outlay and equipment.....	95	79	79	-
<i>Recorder-</i>				
Personal services.....	744	757	706	51
Materials and supplies.....	43	34	30	4
Charges and services.....	49	40	37	3
Capital outlay and equipment.....	5	5	5	-

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Legislative and executive - continued</i>				
<i>Dept. of Public Service-</i>				
Personal services.....	52	49	21	28
Materials and supplies.....	3	3	-	3
Charges and services.....	50	50	6	44
Capital outlay and equipment.....	5	5	4	1
 <i>Centralized Records Center-</i>				
Personal services.....	55	55	55	-
Materials and supplies.....	1	1	1	-
Charges and services.....	2	2	1	1
Capital outlay and equipment.....	8	9	9	-
 <i>Taxes-</i>				
Charges and services.....	300	300	194	106
 <i>Insurance-</i>				
Personal services.....	75	75	32	43
Charges and services.....	951	1,126	1,107	19
 <i>Other-</i>				
Charges and services.....	<u>217</u>	<u>217</u>	<u>187</u>	<u>30</u>
 <i>Total legislative and executive.....</i>	 29,462	 29,431	 27,783	 1,648
 <i>Judicial</i>				
<i>Prosecutor-</i>				
Personal services.....	5,027	5,004	4,959	45
Materials and supplies.....	52	66	64	2
Charges and services.....	132	127	116	11
Capital outlay and equipment.....	10	2	2	-
 <i>Court Rehabilitation & Correction-</i>				
Personal services.....	446	456	455	1
Materials and supplies.....	12	12	10	2
Charges and services.....	49	48	44	4
Capital outlay and equipment.....	7	8	7	1
 <i>Court of Appeals-</i>				
Materials and supplies.....	47	55	39	16
Charges and services.....	175	167	150	17
Capital outlay and equipment.....	11	11	7	4

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

General Government - continued	Budgeted Amounts		Actual	Variance: Positive (Negative)
	Original	Final		
<i>Judicial - continued</i>				
<i>Common Pleas Court-</i>				
Personal services.....	2,805	2,847	2,815	32
Materials and supplies.....	115	96	84	12
Charges and services.....	389	332	244	88
Capital outlay and equipment.....	47	60	57	3
 <i>Work Release-</i>				
Personal services.....	1,809	1,783	1,769	14
Materials and supplies.....	113	109	72	37
Charges and services.....	285	264	235	29
Capital outlay and equipment.....	59	58	40	18
 <i>Jury Commission-</i>				
Personal services.....	78	80	80	-
Materials and supplies.....	21	21	17	4
Charges and services.....	253	224	216	8
Capital outlay and equipment.....	36	47	40	7
 <i>Adult Probation-</i>				
Personal services.....	1,390	1,423	1,383	40
Materials and supplies.....	93	93	92	1
Charges and services.....	36	35	27	8
Capital outlay and equipment.....	2	2	1	1
 <i>Pretrial Presentence Division-</i>				
Personal services.....	1,763	1,701	1,681	20
Materials and supplies.....	113	115	112	3
Charges and services.....	46	37	34	3
Capital outlay and equipment.....	12	14	12	2
 <i>Domestic Relations Court-</i>				
Personal services.....	2,356	2,391	2,391	-
Materials and supplies.....	14	19	18	1
Charges and services.....	170	179	168	11
Capital outlay and equipment.....	30	9	7	2
 <i>Juvenile Court-</i>				
Personal services.....	6,933	6,977	6,972	5
Materials and supplies.....	254	276	274	2
Charges and services.....	637	562	538	24
Capital outlay and equipment.....	123	93	87	6

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Judicial - continued</i>				
<i>Common Pleas Security-</i>				
Personal services.....	895	1,041	1,036	5
Materials and supplies.....	2	3	3	-
Charges and services.....	20	16	15	1
Capital outlay and equipment.....	4	4	3	1
 <i>Detention Home-</i>				
Personal services.....	2,776	2,780	2,758	22
Materials and supplies.....	301	250	224	26
Charges and services.....	381	369	349	20
Capital outlay and equipment.....	24	47	40	7
 <i>Probate Court-</i>				
Personal services.....	1,839	1,891	1,879	12
Materials and supplies.....	32	31	31	-
Charges and services.....	127	96	90	6
Capital outlay and equipment.....		10	10	-
 <i>Integrated Justice System-</i>				
Personal services.....	130	130	117	13
Materials and supplies.....	2	2	2	-
Charges and services.....	298	293	269	24
Capital outlay and equipment.....	48	48	42	6
 <i>Clerk of Courts-</i>				
Personal services.....	1,829	1,814	1,772	42
Materials and supplies.....	233	280	272	8
Charges and services.....	74	85	78	7
Capital outlay and equipment.....	36	28	26	2
 <i>Community Supervision-</i>				
Personal services.....	481	521	513	8
Materials and supplies.....	2	3	2	1
Charges and services.....	113	108	98	10
Capital outlay and equipment.....	2	2	2	-
 <i>Public Defenders</i>				
Charges and services.....	3,514	3,503	3,431	72
 <i>Municipal Courts-</i>				
Personal services.....	633	633	617	16
Charges and services.....	104	100	87	13

LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General Government - continued				
<i>Judicial - continued</i>				
<i>Law Library-</i>				
Personal services.....	129	134	131	3
<i>Other-</i>				
Charges and services.....	<u>378</u>	<u>70</u>	<u>70</u>	<u>0</u>
<i>Total judicial</i>	40,357	40,095	39,286	809
Public safety				
<i>Medical Corrections-</i>				
Personal services.....	838	823	773	50
Materials and supplies.....	62	46	3	43
Charges and services.....	575	560	550	10
Capital outlay and equipment.....	11	27	19	8
<i>Coroner-</i>				
Personal services.....	1,054	1,043	974	\$69
Materials and supplies.....	8	11	7	4
Charges and services.....	170	153	132	21
Capital outlay and equipment.....	1	1	1	-
<i>Sheriff - New Class-</i>				
Charges and services.....	100	50	-	50
<i>Sheriff - Corrections center-</i>				
Personal services.....	14,347	14,999	14,942	57
Materials and supplies.....	235	259	242	17
Charges and services.....	1,298	1,347	1,265	82
Capital outlay and equipment.....	62	58	42	16
<i>Sheriff - Law Enforcement-</i>				
Personal services.....	4,106	4,836	4,809	27
Materials and supplies.....	132	159	154	5
Charges and services.....	523	507	458	49
Capital outlay and equipment.....	8	4	4	-
<i>Sheriff - Administration</i>				
Personal services.....	1,850	1,812	1,780	32
Materials and supplies.....	41	41	33	8
Charges and services.....	397	421	374	47
Capital outlay and equipment.....	9	10	10	-

**LUCAS COUNTY, OHIO
GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public safety - continued				
<i>Sheriff - 911 Call Takers-</i>				
Personal services.....	654	597	579	18
Materials and supplies.....	3	3	-	3
Charges and services.....	10	12	12	
<i>Public Safety Contracts-</i>				
Personal services.....	854	522	478	44
Charges and services.....	11	12	11	1
<i>Public Safety Court Security-</i>				
Personal services.....	4,053	3,720	3,714	6
Charges and services.....	57	66	59	7
<i>Incarceration Facility-</i>				
Charges and services.....	3,551	3,857	3,824	33
<i>Other-</i>				
Charges and services.....	600	600	600	-
<i>Total public safety.....</i>	<u>35,620</u>	<u>36,556</u>	<u>35,849</u>	<u>707</u>
Public works				
<i>Engineer-</i>				
Personal services.....	150	158	158	-
Materials and supplies.....	14	16	16	-
Charges and services.....	70	67	65	2
Capital outlay and equipment.....	5	-	-	-
<i>Ditch Maintenance-</i>				
Personal services.....	6	6	-	6
Charges and services.....	65	65	23	42
<i>Total public works.....</i>	<u>310</u>	<u>312</u>	<u>262</u>	<u>50</u>
Health				
<i>Health Services-</i>				
Charges and services.....	1,014	1,090	780	\$310
<i>Registration of Vital Statistics-</i>				
Charges and services.....	9	9	-	9
<i>Total health.....</i>	<u>1,023</u>	<u>1,099</u>	<u>780</u>	<u>319</u>

GENERAL FUND
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -(continued)
(NON-GAAP BUDGETARY BASIS)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance: Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Human services				
<i>Veterans Service Commission-</i>				
Personal services.....	372	369	356	13
Materials and supplies.....	9	9	8	1
Charges and services.....	1,075	1,075	1,021	54
Capital outlay and equipment.....	15	15	14	1
<i>Veterans Service-</i>				
Charges and services.....	25	25	24	1
<i>Other-</i>				
Charges and services.....	-	149	149	-
<i>Total human services.....</i>	<u>1,496</u>	<u>1,642</u>	<u>1,572</u>	<u>70</u>
Conservation and recreation				
<i>Recreation-</i>				
Personal services.....	659	654	595	59
Materials and supplies.....	140	135	82	53
Charges and services.....	517	500	421	79
Capital outlay and equipment.....	117	117	24	93
<i>Agriculture-</i>				
Charges and services.....	373	378	378	0
<i>Other-</i>				
Charges and services.....	61	61	61	-
<i>Total conservation and recreation.....</i>	<u>1,867</u>	<u>1,845</u>	<u>1,561</u>	<u>284</u>
Miscellaneous				
<i>Contingencies-</i>				
Charges and services.....	988	301	-	301
<i>Maumee Valley Hist. Society</i>				
Charges and services.....	-	15	15	-
<i>Other-</i>				
Charges and services.....	804	534	463	71
<i>Total miscellaneous.....</i>	<u>1,792</u>	<u>850</u>	<u>478</u>	<u>372</u>
<i>Total expenditures.....</i>	<u>\$ 111,927</u>	<u>\$ 111,830</u>	<u>\$ 107,571</u>	<u>\$ 4,259</u>

LUCAS COUNTY, OHIO
NONMAJOR GOVERNMENTAL
December 31, 2002

Special Revenue Funds- *The Special Revenue funds account for all specific financial resources (other than expendable trusts, or major capital projects) that are legally restricted for specified expenditure purposes. The following are the Special Revenue funds which Lucas County operates:*

Community Mental Health- To account for revenues received from a county-wide property tax levy, federal and state grants, and reimbursements used for various county mental health programs.

Real Estate Assessment- To account for state mandated county-wide real estate reappraisals.

Motor Vehicle and Gas Tax- To account for monies received by the County for State gasoline tax and vehicle registration fees used for county road and bridge improvements programs.

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

Emergency Telephone System- To account for a county-wide property tax levy used for emergency telephone assistance

Zoo Operating- To account for a county-wide property tax levy. Monies are distributed directly to the Toledo Zoological Society.

Child Support Enforcement Agency- To account for revenues from: fees, fines, federal and state grants and other similar revenue sources, and to account for legally restricted expenditures used for the collection and protection of support payments made and owed to parents and children.

Capital Projects Funds- Capital Projects funds account for financial resources to be used for the construction of acquisition of major capital facilities (other than those finances by proprietary funds and trust funds). The following are the Capital funds which Lucas County operates:

Other Special Revenue Funds- To account for revenues from: fees, taxes, fines, federal and state grants, licenses and other similar revenue sources, and to account for legally restricted expenditures for specified purposes. Summarized information on the financial activity and balances of the following Special Revenue funds include:

- Dog and Kennel
- Hotel Lodging Tax
- Community Development Grant
- Emergency Management Agency
- Marriage License
- Coroner's Lab Fund
- Law Enforcement Drug Fund
- Delinquent Real Estate Tax and Assessment Collection Fund
- Tax Installment Payment Plan
- Emergency Planning Fund
- Indigent Guardianship
- Drug & Alcohol Services Board
- Community MR/RES Services
- Senior Services
- Economic Development
- Indigent Drivers
- Probation Service
- Motor Vehicle Enforcement and Education
- Building Regulations
- Certificate of Title Administration
- Recorder Equipment
- Juvenile Treatment Center
- Juvenile Felony Care
- Adult Probation Grant
- Correctional Treatment Facility
- Common Pleas Civil Mediation
- Sheriff's Policing
- Workforce Development

When compared to combined Special Revenue fund totals, other special revenue funds comprise less than 10% in each of the following categories: assets, liabilities, revenues and expenditures.

Permanent Zoo Improvements- To account for a County-wide property tax levy used for renovation and construction of buildings, facilities and infrastructure for the Toledo Zoo.

**LUCAS COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2002
(Amounts in 000's)**

	Nonmajor Special Revenue Funds				
	Community Mental Health	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone System
ASSETS					
Pooled cash and cash equivalents	\$ 1,072	\$ 196	\$ 392	\$ 94	\$ 669
Pooled investments	7,832	2,260	4,516	1,089	4,925
Receivables (net of allowance for uncollectables)					
Taxes	9,404	-	-	-	5,516
Accounts	-	3	56	-	-
Loans	-	-	-	-	-
Due from other governments	681	-	5,408	-	279
Inventory: materials and supplies	-	-	432	-	-
Total assets	<u>\$ 18,989</u>	<u>\$ 2,459</u>	<u>\$ 10,804</u>	<u>\$ 1,183</u>	<u>\$ 11,389</u>
LIABILITIES					
Accounts payable	\$ 1,865	\$ 54	\$ 347	\$ 217	\$ 252
Accrued wages and benefits	84	164	416	87	33
Due to other funds	1	3	-	11	1
Deferred revenue	10,015	-	4,037	-	5,894
Total liabilities	<u>11,965</u>	<u>221</u>	<u>4,800</u>	<u>315</u>	<u>6,180</u>
Fund balances:					
Reserved for:					
Encumbrances	1,785	238	2,652	221	584
Inventory	-	-	432	-	-
Loans receivable	-	-	-	-	-
Unreserved undesignated	5,239	2,000	2,920	647	4,625
Total fund balances	<u>7,024</u>	<u>2,238</u>	<u>6,004</u>	<u>868</u>	<u>5,209</u>
Total liabilities and fund balances	<u>\$ 18,989</u>	<u>\$ 2,459</u>	<u>\$ 10,804</u>	<u>\$ 1,183</u>	<u>\$ 11,389</u>

Zoo Operating	Child Support Enforcement Agency	Other Special Revenue Funds	Total	Capital Project	
				Permanent Zoo Improvements	Total Nonmajor Governmental Funds
\$ 245	\$ 244	\$ 8,569	\$ 11,481	\$ 252	\$ 11,733
38	2,816	15,590	39,066	44	39,110
5,517	-	3,056	23,493	6,062	29,555
-	91	477	627	-	627
-	-	286	286	-	286
283	-	2,217	8,868	299	9,167
-	-	-	432	-	432
<u>\$ 6,083</u>	<u>\$ 3,151</u>	<u>\$ 30,195</u>	<u>\$ 84,253</u>	<u>\$ 6,657</u>	<u>\$ 90,910</u>
\$ -	\$ 191	\$ 2,434	\$ 5,360	\$ -	\$ 5,360
-	583	893	2,260	-	2,260
-	11	11	38	-	38
5,898	-	3,262	29,106	6,458	35,564
<u>5,898</u>	<u>785</u>	<u>6,600</u>	<u>36,764</u>	<u>6,458</u>	<u>43,222</u>
-	267	5,579	11,326	-	11,326
-	-	-	432	-	432
-	-	286	286	-	286
185	2,099	17,730	35,445	199	35,644
185	2,366	23,595	47,489	199	47,688
<u>\$ 6,083</u>	<u>\$ 3,151</u>	<u>\$ 30,195</u>	<u>\$ 84,253</u>	<u>\$ 6,657</u>	<u>\$ 90,910</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Nonmajor Special Revenue Funds				
	Community Mental Health	Real Estate Assessment	Motor Vehicle and Gas Tax	Emergency Medical Services	Emergency Telephone System
REVENUES					
Taxes.....	\$ 9,143	\$ -	\$ 88	\$ -	\$ 5,364
Charges for services.....	-	3,635	-	-	-
Fines and forfeits.....	-	-	55	-	-
Inergovernmental revenue	26,238	-	14,546	-	-
Miscellaneous revenue.....	1,051	35	286	136	33
Total revenues.....	<u>36,432</u>	<u>3,670</u>	<u>14,975</u>	<u>136</u>	<u>5,397</u>
EXPENDITURES					
Current:					
General government:					
Legislative and executive.....	-	3,292	-	-	-
Judicial.....	-	-	-	-	42
Public safety.....	-	-	-	9,026	4,348
Public works.....	-	-	13,061	-	-
Health.....	37,678	-	-	-	-
Human services.....	-	-	-	-	-
Conservation and recreation.....	-	-	-	-	-
Miscellaneous.....	-	-	-	-	-
Capital outlay.....	-	-	-	-	-
Total expenditures.....	<u>37,678</u>	<u>3,292</u>	<u>13,061</u>	<u>9,026</u>	<u>4,390</u>
Excess of revenues over (under) expenditures.....	<u>(1,246)</u>	<u>378</u>	<u>1,914</u>	<u>(8,890)</u>	<u>1,007</u>
OTHER FINANCING SOURCES (USES)					
OPWC loan proceeds.....	-	-	920	-	-
Operating transfers in.....	-	-	-	8,709	-
Operating transfers out.....	-	-	(302)	-	-
Total other financing sources (uses).....	<u>-</u>	<u>-</u>	<u>618</u>	<u>8,709</u>	<u>-</u>
Net change in fund balances.....	(1,246)	378	2,532	(181)	1,007
Fund balance at beginning of year.....	8,270	1,860	3,472	1,049	4,202
Fund balance at end of year.....	<u>\$ 7,024</u>	<u>\$ 2,238</u>	<u>\$ 6,004</u>	<u>\$ 868</u>	<u>\$ 5,209</u>

Zoo Operating	Child Support Enforcement Agency	Other Special Revenue Funds	Total	Capital Projects	
				Permanent Zoo Improvements	Total Nonmajor Governmental Funds
\$ 4,406	\$ -	\$ 6,988	\$ 25,989	\$ 5,844	\$ 31,833
-	954	7,369	11,958	-	11,958
-	-	88	143	-	143
-	9,530	26,581	76,895	-	76,895
2	56	14,340	15,939	3	15,942
<u>4,408</u>	<u>10,540</u>	<u>55,366</u>	<u>130,924</u>	<u>5,847</u>	<u>136,771</u>
-	-	7,565	10,857	-	10,857
-	11,606	3,287	14,935	-	14,935
-	-	9,187	22,561	-	22,561
-	-	21	13,082	-	13,082
-	-	14,735	52,413	-	52,413
-	-	3,363	3,363	-	3,363
4,376	-	161	4,537	-	4,537
-	-	15,488	15,488	-	15,488
-	-	-	-	5,854	5,854
<u>4,376</u>	<u>11,606</u>	<u>53,807</u>	<u>137,236</u>	<u>5,854</u>	<u>143,090</u>
32	(1,066)	1,559	(6,312)	(7)	(6,319)
-	-	-	920	-	920
-	-	2,148	10,857	-	10,857
-	-	(67)	(369)	-	(369)
-	-	2,081	11,408	-	11,408
32	(1,066)	3,640	5,096	(7)	5,089
<u>153</u>	<u>3,432</u>	<u>19,955</u>	<u>42,393</u>	<u>206</u>	<u>42,599</u>
<u>\$ 185</u>	<u>\$ 2,366</u>	<u>\$ 23,595</u>	<u>\$ 47,489</u>	<u>\$ 199</u>	<u>\$ 47,688</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY MENTAL HEALTH - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 8,717	\$ 8,717	\$ 9,160	\$ 443
Intergovernmental revenue.....	26,859	26,860	27,494	634
Miscellaneous revenue.....	157	157	1,051	894
<i>Total revenue.....</i>	<u>35,733</u>	<u>35,734</u>	<u>37,705</u>	<u>1,971</u>
Expenditures:				
Current:				
Health				
Personal services.....	1,090	1,084	1,037	47
Materials and supplies.....	26	26	19	7
Charges and services.....	35,176	39,565	39,493	72
Capital outlay and equipment.....	40	39	5	34
<i>Total expenditures.....</i>	<u>36,332</u>	<u>40,714</u>	<u>40,554</u>	<u>160</u>
<i>Excess of revenues over (under) expenditures.....</i>	(599)	(4,980)	(2,849)	2,131
Fund balance at beginning of year.....	5,651	5,651	5,651	-
Prior year encumbrances appropriated.....	2,330	2,330	2,330	-
Fund balance at end of year.....	<u>\$ 7,382</u>	<u>\$ 3,001</u>	<u>\$ 5,132</u>	<u>\$ 2,131</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
REAL ESTATE ASSESSMENT - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 3,475	\$ 3,475	\$ 3,633	\$ 158
Miscellaneous revenue.....	40	40	35	(5)
<i>Total revenue.....</i>	3,515	3,515	3,668	153
Expenditures:				
Current:				
Legislative and executive				
Personal services.....	2,608	2,608	2,339	269
Materials and supplies.....	55	56	43	13
Charges and services.....	1,261	1,207	896	311
Capital outlay and equipment.....	410	462	423	39
<i>Total expenditures.....</i>	4,334	4,333	3,701	632
<i>Excess of revenues over (under) expenditures.....</i>	(819)	(818)	(33)	785
Fund balance at beginning of year.....	1,807	1,807	1,807	-
Prior year encumbrances appropriated.....	436	436	436	-
Fund balance at end of year.....	<u>\$ 1,424</u>	<u>\$ 1,425</u>	<u>\$ 2,210</u>	<u>\$ 785</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MOTOR VEHICLE & GAS TAX - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 75	\$ 75	\$ 88	\$ 13
Fines and forfeits.....	55	55	60	5
Intergovernmental revenue.....	16,590	16,590	14,118	(2,472)
Miscellaneous revenue.....	215	215	245	30
<i>Total revenue.....</i>	<u>16,935</u>	<u>16,935</u>	<u>14,511</u>	<u>(2,424)</u>
Expenditures:				
Current:				
Public works				
Personal services.....	5,933	5,829	5,553	276
Materials and supplies.....	937	1,013	932	81
Charges and services	13,357	13,406	9,845	3,561
Capital outlay and equipment.....	406	385	347	38
<i>Total expenditures.....</i>	<u>20,633</u>	<u>20,633</u>	<u>16,677</u>	<u>3,956</u>
<i>Excess of revenues over (under) expenditures.....</i>	(3,698)	(3,698)	(2,166)	1,532
Fund balance at beginning of year.....	1,906	1,906	1,906	-
Prior year encumbrances appropriated.....	2,199	2,199	2,199	-
Fund balance at end of year.....	<u>\$ 407</u>	<u>\$ 407</u>	<u>\$ 1,939</u>	<u>\$ 1,532</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Miscellaneous revenue.....	\$ 43	\$ 43	\$ 136	\$ 93
<i>Total revenue.....</i>	43	43	136	93
Expenditures:				
Current:				
Public safety				
Personal services	1,330	1,315	1,253	62
Materials and supplies	465	535	470	65
Charges and services	7,790	7,809	7,524	285
Capital outlay and equipment	345	271	157	114
<i>Total expenditures.....</i>	<u>9,930</u>	<u>9,930</u>	<u>9,404</u>	<u>526</u>
<i>Excess of revenues over (under) expenditures.....</i>	(9,887)	(9,887)	(9,268)	619
Other financing sources:				
Operating transfers in.....	<u>8,709</u>	<u>8,709</u>	<u>8,709</u>	<u>-</u>
<i>Total other financing sources.....</i>	<u>8,709</u>	<u>8,709</u>	<u>8,709</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(1,178)	(1,178)	(559)	619
Fund balance at beginning of year.....	615	615	615	-
Prior year encumbrances appropriated.....	732	732	732	-
Fund balance at end of year.....	<u>\$ 169</u>	<u>\$ 169</u>	<u>\$ 788</u>	<u>\$ 619</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY TELEPHONE SYSTEM - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 5,444	\$ 5,444	\$ 5,374	\$ (70)
Miscellaneous revenue.....	-	-	33	33
<i>Total revenue.....</i>	<u>5,444</u>	<u>5,444</u>	<u>5,407</u>	<u>(37)</u>
Expenditures:				
Current:				
Public safety				
Personal services	875	875	508	367
Materials and supplies	27	32	17	15
Charges and services	6,684	6,679	4,360	2,319
Capital outlay and equipment	129	129	112	17
<i>Total expenditures.....</i>	<u>7,715</u>	<u>7,715</u>	<u>4,997</u>	<u>2,718</u>
<i>Excess of revenues over (under) expenditures.....</i>	(2,271)	(2,271)	410	2,681
Other financing sources:				
Operating transfers in.....	-	-	-	-
<i>Total other financing sources.....</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(2,271)	(2,271)	410	2,681
Fund balance at beginning of year.....	2,021	2,021	2,021	-
Prior year encumbrances appropriated.....	2,272	2,272	2,272	-
Fund balance at end of year.....	<u>\$ 2,022</u>	<u>\$ 2,022</u>	<u>\$ 4,703</u>	<u>\$ 2,681</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ZOO OPERATING - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	\$ 4,297	\$ 4,297	\$ 4,382	\$ 85
Miscellaneous revenue.....	50	50	2	(48)
<i>Total revenue.....</i>	4,347	4,347	4,384	37
Expenditures:				
Current:				
Conservation and recreation				
Charges and services	4,290	4,380	4,376	4
<i>Total expenditures.....</i>	4,290	4,380	4,376	4
<i>Excess of revenues over (under) expenditures.....</i>	57	(33)	8	41
Fund balance at beginning of year.....	33	33	33	-
Fund balance at end of year.....	<u>\$ 90</u>	<u>\$ -</u>	<u>\$ 41</u>	<u>\$ 41</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CHILD SUPPORT ENFORCEMENT AGENCY - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ -	\$ -	\$ 944	\$ 944
Intergovernmental revenue.....	11,270	11,270	9,530	(1,740)
Miscellaneous revenue.....	60	60	57	(3)
<i>Total revenue</i>	11,330	11,330	10,531	(799)
Expenditures:				
Current:				
General government				
Judicial				
Personal services.....	10,187	10,187	8,902	1,285
Materials and supplies.....	359	359	220	139
Charges and services	3,172	3,172	2,657	515
Capital outlay and equipment.....	256	256	122	134
<i>Total expenditures</i>	13,974	13,974	11,901	2,073
<i>Excess of revenues over (under) expenditures</i>	(2,644)	(2,644)	(1,370)	1,274
Fund balance at beginning of year.....	3,681	3,681	3,681	-
Prior year encumbrances appropriated.....	301	301	301	
Fund balance at end of year.....	<u>\$ 1,338</u>	<u>\$ 1,338</u>	<u>\$ 2,612</u>	<u>\$ 1,274</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DOG AND KENNEL - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 926	\$ 926	\$ 975	\$ 49
Fines and forfeits.....	65	65	54	(11)
Miscellaneous revenue.....	147	147	126	(21)
<i>Total revenue.....</i>	<u>1,138</u>	<u>1,138</u>	<u>1,155</u>	<u>17</u>
Expenditures:				
Current:				
General government				
Health				
Personal services.....	1,188	1,192	1,146	46
Materials and supplies.....	107	137	129	8
Charges and services	182	176	161	15
Capital outlay and equipment.....	17	9	9	-
<i>Total expenditures.....</i>	<u>1,494</u>	<u>1,514</u>	<u>1,445</u>	<u>69</u>
<i>Excess of revenues over (under) expenditures.....</i>	(356)	(376)	(290)	86
Other financing sources:				
Operating transfers in.....	319	319	319	-
<i>Total other financing sources.....</i>	<u>319</u>	<u>319</u>	<u>319</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(37)	(57)	29	86
Fund balance at beginning of year.....	257	257	257	-
Prior year encumbrances appropriated.....	38	38	38	-
Fund balance at end of year.....	<u>\$ 258</u>	<u>\$ 238</u>	<u>\$ 324</u>	<u>\$ 86</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
HOTEL LODGING TAX - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes.....	4,400	4,400	4,040	(360)
<i>Total revenue.....</i>	4,400	4,400	4,040	(360)
Expenditures:				
Current:				
Miscellaneous				
Charges and services.....	4,000	4,000	3,708	292
<i>Total expenditures.....</i>	4,000	4,000	3,708	292
<i>Excess of revenues over (under) expenditures.....</i>	400	400	332	(68)
Fund balance at beginning of year.....	(332)	(332)	(332)	-
Fund balance at end of year.....	<u>\$ 68</u>	<u>\$ 68</u>	<u>\$ -</u>	<u>\$ (68)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY DEVELOPMENT GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 15,350	\$ 15,350	\$ 3,728	(11,622)
<i>Total revenue</i>	15,350	15,350	3,728	(11,622)
Expenditures:				
Current:				
General government				
Legislative and executive				
Personal services.....	86	265	165	100
Materials and supplies.....	1	1	-	1
Charges and services.....	2,080	2,635	1,501	1,134
Capital outlay and equipment.....	93	208	150	58
<i>Total legislative & executive</i>	2,260	3,109	1,816	1,293
Judicial				
Personal services.....	425	825	473	352
Materials and supplies.....	3	18	8	10
Charges and services.....	619	2,139	1,668	471
Capital outlay and equipment.....	311	1,132	448	684
<i>Total judicial</i>	1,358	4,114	2,597	1,517
Public safety				
Personal services.....	67	270	229	41
Materials and supplies.....	1	2	1	1
Charges and services.....	75	371	346	25
Capital outlay and equipment.....	16	16	12	4
<i>Total public safety</i>	159	659	588	71
Health				
Charges and services.....	8	8	8	-
<i>Total health</i>	8	8	8	-
Conservation & recreation				
Charges and services.....	503	663	253	410
<i>Total conservation & recreation</i>	503	663	253	410

continued

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY DEVELOPMENT GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public Works				
Capital outlay and equipment.....	21	21	20	(1)
<i>Total public works.....</i>	21	21	20	(1)
Miscellaneous				
Charges and services.....	1	9	8	(1)
<i>Total miscellaneous.....</i>	1	9	8	(1)
<i>Total expenditures.....</i>	4,310	8,583	5,290	3,293
<i>Excess of revenues over (under) expenditures.....</i>	11,040	6,767	(1,562)	(8,329)
Other financing (uses):				
Operating transfers in.....	-	-	300	300
Operating transfers out.....	(7,691)	(7,691)	-	7,691
<i>Total other financing sources (uses)</i>	(7,691)	(7,691)	300	7,991
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses.....</i>	3,349	(924)	(1,262)	(338)
Fund balance at beginning of year.....	478	478	478	-
Prior year encumbrances appropriated.....	1,276	1,276	1,276	-
Fund balance at end of year.....	<u>\$ 5,103</u>	<u>\$ 830</u>	<u>\$ 492</u>	<u>\$ (338)</u>

**LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY MANAGEMENT AGENCY - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 210	\$ 210	\$ 206	\$ (4)
Miscellaneous revenue.....	-	-	12	12
<i>Total revenue.....</i>	<u>210</u>	<u>210</u>	<u>218</u>	<u>8</u>
Expenditures:				
Current:				
Public safety				
Personal services.....	275	279	271	8
Materials and supplies.....	8	7	4	3
Charges and services.....	134	262	232	30
Capital outlay and equipment.....	10	25	16	9
<i>Total expenditures.....</i>	<u>427</u>	<u>573</u>	<u>523</u>	<u>50</u>
<i>Excess of revenues over (under) expenditures....</i>	(217)	(363)	(305)	58
Other financing sources:				
Operating transfers in.....	198	198	198	-
<i>Total other financing sources.....</i>	<u>198</u>	<u>198</u>	<u>198</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures.....</i>	(19)	(165)	(107)	58
Fund balance at beginning of year.....	145	145	145	-
Prior year encumbrances appropriated.....	20	20	20	-
Fund balance at end of year.....	<u>\$ 146</u>	<u>\$ -</u>	<u>\$ 58</u>	<u>\$ 58</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CORONER'S LAB FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 300	\$ 300	\$ 443	\$ 143
<i>Total revenue.....</i>	300	300	443	143
Expenditures:				
Current:				
Health				
Materials and supplies.....	99	93	62	31
Charges and services.....	248	255	244	11
Capital outlay and equipment.....	67	67	31	36
<i>Total expenditures.....</i>	414	415	337	78
<i>Excess of revenues over (under) expenditures.....</i>	(114)	(115)	106	221
Fund balance at beginning of year.....	608	608	608	-
Prior year encumbrances appropriated.....	37	37	37	-
Fund balance at end of year.....	<u>\$ 531</u>	<u>\$ 530</u>	<u>\$ 751</u>	<u>\$ 221</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MARRIAGE LICENSE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 200	\$ 200	\$ 170	\$ (30)
<i>Total revenue</i>	200	200	170	(30)
Expenditures:				
Current:				
Health				
Charges and services.....	260	260	190	70
<i>Total expenditures</i>	260	260	190	70
<i>Excess of revenues over (under) expenditures</i>	(60)	(60)	(20)	40
Fund balance at beginning of year.....	94	94	94	-
Fund balance at end of year.....	<u>\$ 34</u>	<u>\$ 34</u>	<u>\$ 74</u>	<u>\$ 40</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT DRUG FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeits.....	\$ 25	\$ 25	\$ -	\$ (25)
<i>Total revenue</i>	25	25	-	(25)
Expenditures:				
Current:				
Public safety				
Charges and services.....	25	25	-	25
<i>Total expenditures</i>	25	25	-	25
<i>Excess of revenues over (under) expenditures....</i>	-	-	-	-
Fund balance at beginning of year.....	18	18	18	-
Fund balance at end of year.....	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ 18</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DELINQUENT REAL ESTATE TAX AND ASSESSMENT
COLLECTION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 850	\$ 850	\$ 1,264	\$ 414
Miscellaneous revenue.....	900	900	341	(559)
<i>Total revenue.....</i>	1,750	1,750	1,605	(145)
Expenditures:				
Current:				
General government				
Legislative and executive				
Personal services.....	1,034	1,133	1,026	107
Materials and supplies.....	58	45	34	11
Charges and services.....	604	598	468	130
Capital outlay and equipment.....	20	23	20	3
<i>Total expenditures.....</i>	1,716	1,799	1,548	251
<i>Excess of revenues over (under) expenditures....</i>	34	(49)	57	106
Fund balance at beginning of year.....	751	751	751	-
Prior year encumbrances appropriated.....	18	18	18	
Fund balance at end of year.....	<u>\$ 803</u>	<u>\$ 720</u>	<u>\$ 826</u>	<u>\$ 106</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
TAX INSTALLMENT PAYMENT PLAN - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 45	\$ 45	\$ 30	\$ (15)
<i>Total revenue.....</i>	45	45	30	(15)
Expenditures:				
Current:				
General government				
Legislative and executive				
Materials and supplies.....	5	7	6	1
Charges and services.....	18	17	13	4
Capital outlay and equipment.....	6	5	2	3
<i>Total expenditures.....</i>	29	29	21	8
<i>Excess of revenues over (under) expenditures.....</i>	16	16	9	(7)
Fund balance at beginning of year.....	205	205	205	-
Fund balance at end of year.....	<u>\$ 221</u>	<u>\$ 221</u>	<u>\$ 214</u>	<u>\$ (7)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
EMERGENCY PLANNING FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 40	\$ 61	\$ 62	\$ 1
Miscellaneous revenue.....	10	1	1	-
<i>Total revenue.....</i>	<u>50</u>	<u>62</u>	<u>63</u>	<u>1</u>
Expenditures:				
Current:				
General government				
Public safety				
Materials and supplies.....	1	3	1	2
Charges and services.....	99	97	48	49
Capital outlay and equipment.....	5	5	3	2
<i>Total expenditures.....</i>	<u>105</u>	<u>105</u>	<u>52</u>	<u>53</u>
<i>Excess of revenues over (under) expenditures.....</i>	(55)	(43)	11	54
Fund balance at beginning of year.....	35	35	35	-
Prior year encumbrances appropriated.....	9	9	9	-
Fund balance at end of year.....	<u>\$ (11)</u>	<u>\$ 1</u>	<u>\$ 55</u>	<u>\$ 54</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
INDIGENT GUARDIANSHIP FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Miscellaneous revenue.....	\$ 85	\$ 85	\$ 82	\$ (3)
<i>Total revenue.....</i>	85	85	82	(3)
Expenditures:				
Current:				
General government				
Judicial				
Charges and services.....	90	90	71	19
<i>Total expenditures.....</i>	90	90	71	19
<i>Excess of revenues over (under) expenditures.....</i>	(5)	(5)	11	16
Fund balance at beginning of year.....	48	48	48	-
Prior year encumbrances appropriated.....	4	4	4	-
Fund balance at end of year.....	<u>\$ 47</u>	<u>\$ 47</u>	<u>\$ 63</u>	<u>\$ 16</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
DRUG & ALCOHOL SERVICES BOARD - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 8,524	\$ 8,524	\$ 8,068	\$ (456)
<i>Total revenue.....</i>	8,524	8,524	8,068	(456)
Expenditures:				
Current:				
Health				
Personal services.....	503	493	493	-
Materials and supplies.....	11	10	10	-
Charges and services.....	9,389	9,419	9,419	-
Capital outlay and equipment.....	31	13	12	1
<i>Total expenditures.....</i>	9,934	9,935	9,934	1
<i>Excess of revenues over (under) expenditures.....</i>	(1,410)	(1,411)	(1,866)	(455)
Fund balance at beginning of year.....	1,078	1,078	1,078	-
Prior year encumbrances appropriated.....	763	763	763	-
Fund balance at end of year.....	<u>\$ 431</u>	<u>\$ 430</u>	<u>\$ (25)</u>	<u>\$ (455)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMUNITY MR/RES SERVICES - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 9,130	\$ 9,130	\$ 4,499	\$ (4,631)
<i>Total revenue</i>	9,130	9,130	4,499	(4,631)
Expenditures:				
Current:				
Health				
Charges and services.....	9,722	9,722	3,949	5,773
<i>Total expenditures</i>	9,722	9,722	3,949	5,773
<i>Excess of revenues over (under) expenditures....</i>	(592)	(592)	550	1,142
Fund balance at beginning of year.....	538	538	538	-
Prior year encumbrances appropriated.....	593	593	593	-
Fund balance at end of year.....	<u>\$ 539</u>	<u>\$ 539</u>	<u>\$ 1,681</u>	<u>\$ 1,142</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SENIOR SERVICES - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Taxes.....	\$ 2,944	\$ 2,944	\$ 2,953	\$ 9
Intergovernmental revenue.....	68	68	1	(67)
<i>Total revenue.....</i>	3,012	3,012	2,954	(58)
Expenditures:				
Current:				
Human services				
Charges and services.....	2,940	2,940	2,608	332
<i>Total expenditures.....</i>	2,940	2,940	2,608	332
<i>Excess of revenues over (under) expenditures....</i>	72	72	346	274
Fund balance at beginning of year.....	21	21	21	-
Fund balance at end of year.....	<u>\$ 93</u>	<u>\$ 93</u>	<u>\$ 367</u>	<u>\$ 274</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 199	\$ 199	\$ 150	\$ (49)
<i>Total revenue.....</i>	199	199	150	(49)
Expenditures:				
Current:				
General government				
Legislative and executive				
Personal services.....	333	442	380	62
Materials and supplies.....	4	7	5	2
Charges and services.....	1,308	2,370	1,722	648
Capital outlays and equipment.....	3	1	-	1
<i>Total expenditures</i>	<u>1,648</u>	<u>2,820</u>	<u>2,107</u>	<u>713</u>
<i>Excess of revenues over (under) expenditures.....</i>	(1,449)	(2,621)	(1,957)	664
Other financing sources:				
Operating transfers in.....	<u>1,331</u>	<u>1,331</u>	<u>1,331</u>	<u>-</u>
<i>Total other financing sources.....</i>	<u>1,331</u>	<u>1,331</u>	<u>1,331</u>	<u>-</u>
<i>Excess of revenues and other financing sources over (under) expenditures and other uses.....</i>	(118)	(1,290)	(626)	664
Fund balance at beginning of year.....	2,005	2,005	2,005	-
Prior year encumbrances appropriated.....	67	67	67	-
Fund balance at end of year.....	<u>\$ 1,954</u>	<u>\$ 782</u>	<u>\$ 1,446</u>	<u>\$ 664</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
INDIGENT DRIVERS FUND - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeits.....	\$ 10	\$ 10	\$ 33	\$ 23
<i>Total revenue</i>	10	10	33	23
Expenditures:				
Current:				
Judicial				
Charges and services.....	10	10	-	10
<i>Total expenditures</i>	10	10	-	10
<i>Excess of revenues over (under) expenditures</i>	-	-	33	33
Fund balance at beginning of year.....	137	137	137	-
Fund balance at end of year.....	<u>\$ 137</u>	<u>\$ 137</u>	<u>\$ 170</u>	<u>\$ 33</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PROBATION SERVICE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 120	\$ 120	\$ 123	\$ 3
<i>Total revenue</i>	120	120	123	3
Expenditures:				
Current:				
Legislative and executive				
Personal services	53	53	19	34
Materials & supplies	16	16	-	16
Charges and services.....	126	126	105	21
Capital outlay and equipment	97	97	8	89
<i>Total expenditures</i>	292	292	132	160
<i>Excess of revenues over (under) expenditures</i>	(172)	(172)	(9)	163
Fund balance at beginning of year.....	302	302	302	-
Prior year encumbrances appropriated.....	53	53	53	-
Fund balance at end of year.....	<u>\$ 183</u>	<u>\$ 183</u>	<u>\$ 346</u>	<u>\$ 163</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
MV ENFORCEMENT AND EDUCATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 20	\$ 20	\$ 11	\$ (9)
<i>Total revenue.....</i>	20	20	11	(9)
Expenditures:				
Current:				
Judicial				
Charges and services.....	20	20	6	14
<i>Total expenditures.....</i>	20	20	6	14
<i>Excess of revenues over (under) expenditures.....</i>	-	-	5	5
Fund balance at beginning of year.....	24	24	24	-
Fund balance at end of year.....	<u>\$ 24</u>	<u>\$ 24</u>	<u>\$ 29</u>	<u>\$ 5</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BUILDING REGULATIONS - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 1,122	\$ 1,222	\$ 1,320	\$ 98
<i>Total revenue</i>	1,122	1,222	1,320	98
Expenditures:				
Current:				
Legislative and executive				
Personal services.....	1,068	1,084	1,063	21
Materials and supplies.....	31	31	27	4
Charges and services.....	250	252	244	8
Capital outlay and equipment.....	34	16	5	11
<i>Total expenditures</i>	1,383	1,383	1,339	44
<i>Excess of revenues over (under) expenditures</i>	(261)	(161)	(19)	142
Fund balance at beginning of year.....	1,180	1,180	1,180	-
Prior year encumbrances appropriated.....	9	9	9	-
Fund balance at end of year.....	<u>\$ 928</u>	<u>\$ 1,028</u>	<u>\$ 1,170</u>	<u>\$ 142</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CERTIFICATE OF TITLE ADMINISTRATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Revenues:				
Charges for services.....	\$ 1,400	\$ 1,400	\$ 1,532	\$ 132
<i>Total revenue</i>	1,400	1,400	1,532	132
Expenditures:				
Current:				
Legislative and executive				
Personal services.....	1,445	1,446	1,353	93
Materials and supplies.....	62	62	28	34
Charges and services.....	401	401	146	255
Capital outlay and equipment.....	31	31	19	12
<i>Total expenditures</i>	1,939	1,940	1,546	394
<i>Excess of revenues over (under) expenditures</i>	(539)	(540)	(14)	526
Fund balance at beginning of year.....	1,321	1,321	1,321	-
Prior year encumbrances appropriated.....	19	19	19	-
Fund balance at end of year.....	<u>\$ 801</u>	<u>\$ 800</u>	<u>\$ 1,326</u>	<u>\$ 526</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
RECORDER EQUIPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services.....	\$ 400	\$ 400	\$ 526	\$ 126
<i>Total revenue</i>	400	400	526	126
Expenditures:				
General government:				
Legislative and executive				
Materials and supplies.....	24	59	52	7
Charges and services.....	100	135	101	34
Capital outlay and equipment.....	535	630	544	86
<i>Total expenditures</i>	659	824	697	127
<i>Excess of revenues over (under) expenditures</i>	(259)	(424)	(171)	253
Fund balance at beginning of year.....	1,021	1,021	1,021	-
Prior year encumbrances appropriated.....	40	40	40	-
Fund balance at end of year.....	<u>\$ 802</u>	<u>\$ 637</u>	<u>\$ 890</u>	<u>\$ 253</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE TREATMENT CENTER - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 1,028	\$ 2,112	\$ 2,068	\$ (44)
<i>Total revenue</i>	1,028	2,112	2,068	(44)
Expenditures:				
Current:				
Public safety				
Personal services.....	1,936	1,863	1,825	38
Materials and supplies.....	123	189	157	32
Charges and services.....	135	131	118	13
Capital outlay and equipment.....	1	11	11	-
<i>Total expenditures</i>	2,195	2,194	2,111	83
<i>Excess of revenues over (under) expenditures</i>	(1,167)	(82)	(43)	39
Other financing sources:				
Operating transfers in.....	-	-	-	-
<i>Total other financing sources</i>	-	-	-	-
<i>Excess of revenues and other financing sources over (under) expenditures</i>	(1,167)	(82)	(43)	39
Fund balance at beginning of year.....	194	194	194	-
Prior year encumbrances appropriated.....	6	6	6	-
Fund balance at end of year.....	<u>\$ (967)</u>	<u>\$ 118</u>	<u>\$ 157</u>	<u>\$ 39</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
JUVENILE FELONY CARE - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 1,391	\$ 1,391	\$ 2,079	\$ 688
<i>Total revenue.....</i>	1,391	1,391	2,079	688
Expenditures:				
Current:				
Public safety				
Personal services.....	466	451	409	42
Materials and supplies.....	2	2	-	2
Charges and services.....	2,019	2,035	1,797	238
Capital outlay and equipment.....	-	-	-	-
<i>Total expenditures.....</i>	2,487	2,488	2,206	282
<i>Excess of revenues over (under) expenditures.....</i>	(1,096)	(1,097)	(127)	970
Fund balance at beginning of year.....	1,375	1,375	1,375	-
Prior year encumbrances appropriated.....	47	47	47	-
Fund balance at end of year.....	<u>\$ 326</u>	<u>\$ 325</u>	<u>\$ 1,295</u>	<u>\$ 970</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
ADULT PROBATION GRANT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 1,071	\$ 1,071	\$ 871	\$ (200)
	-			
<i>Total revenue</i>	1,071	1,071	871	(200)
Expenditures:				
Current				
General government				
Judicial				
Personal services.....	721	714	666	48
Materials and supplies.....	4	6	4	2
Charges and services.....	231	320	312	8
Capital outlay and equipment.....	-	-	-	-
	-	-	-	-
<i>Total expenditures</i>	956	1,040	982	58
<i>Excess of revenues over (under) expenditures</i>	115	31	(111)	(142)
Fund balance at beginning of year.....	42	42	42	-
Prior year encumbrances appropriated.....	79	79	79	-
Fund balance at end of year.....	<u>\$ 236</u>	<u>\$ 152</u>	<u>\$ 10</u>	<u>\$ (142)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CORRECTIONAL TREATMENT FACILITY - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 3,349	\$ 3,350	\$ 3,427	\$ 77
Miscellaneous Revenue.....				\$ -
<i>Total revenue.....</i>	<u>3,349</u>	<u>3,350</u>	<u>3,427</u>	<u>77</u>
Expenditures:				
Current				
Public safety				
Personal services.....	2,605	2,695	2,571	124
Materials and supplies.....	219	320	288	32
Charges and services.....	394	530	454	76
Capital outlay and equipment.....	<u>9</u>	<u>233</u>	<u>232</u>	<u>1</u>
<i>Total expenditures.....</i>	<u>3,227</u>	<u>3,778</u>	<u>3,545</u>	<u>233</u>
<i>Excess of revenues over (under) expenditures.....</i>	122	(428)	(118)	310
Fund balance at beginning of year.....	530	530	530	-
Prior year encumbrances appropriated.....	79	79	79	-
Fund balance at end of year.....	<u>\$ 731</u>	<u>\$ 181</u>	<u>\$ 491</u>	<u>\$ 310</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COMMON PLEAS CIVIL MEDIATION - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 116	\$ 116	\$ 137	\$ 21
<i>Total revenue</i>	116	116	137	21
Expenditures:				
Current				
Public safety				
Personal services.....	88	88	69	19
Materials and supplies.....	2	2	-	2
Charges and services.....	4	4	1	3
Capital outlay and equipment.....	2	2	2	-
<i>Total expenditures</i>	96	96	72	24
<i>Excess of revenues over (under) expenditures</i> ..	20	20	65	45
Fund balance at beginning of year.....	66	66	66	-
Fund balance at end of year.....	<u>\$ 86</u>	<u>\$ 86</u>	<u>\$ 131</u>	<u>\$ 45</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SHERRIF'S POLICING - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 1,020	\$ 1,020	\$ 638	\$ (382)
<i>Total revenue</i>	1,020	1,020	638	(382)
Expenditures:				
Current				
Public safety				
Personal services.....	552	810	719	91
Materials and supplies.....	-	-	-	-
Charges and services.....	175	8	1	7
Capital outlay and equipment.....	107	20	5	15
<i>Total expenditures</i>	834	838	725	113
<i>Excess of revenues over (under) expenditures.</i>	186	182	(87)	(269)
Fund balance at beginning of year.....	(176)	(176)	(176)	-
Prior year encumbrances appropriated.....	14	14	14	-
Fund balance at end of year.....	<u>\$ 24</u>	<u>\$ 20</u>	<u>\$ (249)</u>	<u>\$ (269)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WORKFORCE DEVELOPMENT - OTHER SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental revenue.....	\$ 5,595	\$ 5,594	\$ 745	\$ (4,849)
Miscellaneous Revenue.....	-	-	129	\$ 129
<i>Total revenue</i>	<u>5,595</u>	<u>5,594</u>	<u>874</u>	<u>(4,720)</u>
Expenditures:				
Current				
Public safety				
Personal services.....	334	334	271	63
Materials and supplies.....	11	14	13	1
Charges and services.....	4,918	4,918	710	4,208
Capital outlay and equipment.....	108	105	25	80
<i>Total expenditures</i>	<u>5,371</u>	<u>5,371</u>	<u>1,019</u>	<u>4,352</u>
<i>Excess of revenues over (under) expenditures..</i>	224	223	(145)	(368)
Fund balance at beginning of year.....	(574)	(574)	(574)	-
Prior year encumbrances appropriated.....	351	351	351	-
Fund balance at end of year.....	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (368)</u>	<u>\$ (368)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CAPITAL IMPROVEMENTS - CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual	Variance:
	Original	Final		Favorable (Unfavorable)
Revenues:				
Special assessments.....	\$ -	\$ -	\$ 433	\$ 433
Intergovernmental revenue.....	-	-	-	-
Miscellaneous revenue.....	68,600	68,600	5,843	(62,757)
<i>Total revenues.....</i>	<u>68,600</u>	<u>68,600</u>	<u>6,276</u>	<u>(62,324)</u>
Expenditures:				
Current:				
Capital outlay-	49,776	64,629	37,345	27,284
Debt service				
Principal retirement.....	-	10,740	10,740	-
Interest and fiscal charges.....	-	142	80	62
<i>Total expenditures.....</i>	<u>49,776</u>	<u>75,511</u>	<u>48,165</u>	<u>27,346</u>
<i>Excess of revenues over (under) expenditures..</i>	18,824	(6,911)	(41,889)	(34,978)
Other financing sources (uses):				
Proceeds of notes.....	-	-	15,700	15,700
Proceeds of bonds.....	-	-	1,050	1,050
Operating transfers in.....	-	-	4,149	4,149
Operating transfers (out).....	(16,405)	(1,942)	(252)	1,690
<i>Total other financing sources (uses).....</i>	<u>(16,405)</u>	<u>(1,942)</u>	<u>20,647</u>	<u>22,589</u>
<i>Excess of revenue and other financing sources over (under) expenditures and other uses.....</i>	2,419	(8,853)	(21,242)	(12,389)
Fund balance at beginning of year.....	28,424	28,424	28,424	-
Prior year encumbrances appropriated.....	9,017	9,017	9,017	-
Fund balance at end of year.....	<u>\$ 39,860</u>	<u>\$ 28,588</u>	<u>\$ 16,199</u>	<u>\$ (12,389)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PERMANENT ZOO IMPROVEMENT - CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:				
Taxes.....	\$ 5,820	\$ 5,820	\$ 5,856	\$ 36
Miscellaneous revenue.....	-	-	2	2
<i>Total revenues.....</i>	5,820	5,820	5,858	38
Expenditures:				
Current:				
Capital outlay-	5,820	5,855	5,855	
Construction contracts.....				0
<i>Total expenditures.....</i>	5,820	5,855	5,855	0
<i>Excess revenues over (under) expenditures.....</i>	0	(35)	3	38
Fund balance at beginning of year.....	45	45	45	0
Fund balance (deficit) at end of year.....	<u>\$ 45</u>	<u>\$ 10</u>	<u>\$ 48</u>	<u>\$ 38</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
BOND RETIREMENT-DEBT SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:				
Taxes.....	\$ 5,347	\$ 5,347	\$ 5,259	\$ (88)
Special assessments.....	189	189	1,823	1,634
Miscellaneous revenue.....	3,993	3,993	9,302	5,309
<i>Total revenues.....</i>	<u>9,529</u>	<u>9,529</u>	<u>16,384</u>	<u>6,855</u>
Expenditures:				
Current:				
Debt Service-				
Principal retirement.....	12,274	18,114	12,055	6,059
Interest and fiscal charges.....	5,781	6,157	5,989	168
<i>Total expenditures.....</i>	<u>18,055</u>	<u>24,271</u>	<u>18,044</u>	<u>6,227</u>
<i>Excess revenues over (under) expenditures..</i>	(8,526)	(14,742)	(1,660)	13,082
Other financing sources (uses):				
Proceeds of notes.....	-	-	-	-
Proceeds of bonds.....	-	-	1,790	1,790
Operating transfers in.....	7,790	7,790	7,128	(662)
Operating transfers (out).....	(1,000)	(326)	-	326
<i>Total other financing sources (uses).....</i>	<u>6,790</u>	<u>7,464</u>	<u>8,918</u>	<u>1,454</u>
<i>Excess of revenue and other financing sources over (under) expenditures and other uses....</i>	(1,736)	(7,278)	7,258	14,536
Fund balance at beginning of year.....	5,471	5,471	5,471	-
Prior year encumbrances appropriated.....	-	-	-	-
Fund balance at end of year.....	<u>\$ 3,735</u>	<u>\$ (1,807)</u>	<u>\$ 12,729</u>	<u>\$ 14,536</u>

LUCAS COUNTY, OHIO
ENTERPRISE FUNDS
December 31, 2002

Enterprise Funds- *Enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises. The intent of Lucas County is that the costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. The following are the Enterprise funds which Lucas County operates:*

Sanitary Engineer- To account for the administrative costs of operating the water supply system, wastewater treatment system, and sewer system.

Water Supply System- To account for the distribution of treated water to individuals and commercial users of Lucas County.

Wastewater Treatment- To account for wastewater treatment services provided to the Sanitary Engineer, Cities of Maumee and Sylvania, Village of Waterville, Sylvania Township and other portions of Lucas County and portions of Wood County.

Sewer System- To account for sanitary sewer services provided to individuals and commercial users in Lucas County and portions of Wood County.

Solid Waste- To account for the administration of solid waste disposal county-wide.

Parking Facilities- To account for operation of parking facilities.

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WATER SUPPLY SYSTEM-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 745	\$ 745	\$ 826	\$ 81
Miscellaneous.....	710	710	579	(131)
<i>Total operating revenues.....</i>	1,455	1,455	1,405	(50)
Operating expenses:				
Personal services.....	-	-	-	-
Materials and supplies.....	30	30	11	19
Contract services.....	565	763	686	77
Capital outlay and equipment.....	-	-	-	-
Miscellaneous.....	-	-	-	-
<i>Total operating expenses.....</i>	595	793	697	96
Operating income (loss).....	860	662	708	46
Non-operating revenues (expenses):				
<i>Principal retirement.....</i>	(227)	(245)	(229)	16
<i>Interest and fiscal charges.....</i>	(373)	(345)	(312)	33
<i>Total nonoperating revenues (expense)....</i>	(600)	(590)	(541)	49
<i>Income (loss) before operating transfers...</i>	260	72	167	95
Transfer in.....	-	-	(95)	95
Net income (loss).....	260	72	72	-
Net assets at beginning of year.....	552	552	552	-
Prior year encumbrances appropriated.....	113	113	113	-
Net assets at end of year.....	<u>\$ 925</u>	<u>\$ 737</u>	<u>\$ 737</u>	<u>\$ -</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
WASTEWATER TREATMENT-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operations revenues:				
Charges for services.....	\$ 4,892	\$ 4,092	\$ 4,506	\$ 414
Miscellaneous.....	-	800	-	(800)
<i>Total operating revenues.....</i>	<u>4,892</u>	<u>4,892</u>	<u>4,506</u>	<u>(386)</u>
Operating expenses:				
Personal services.....	1,141	1,141	1,080	61
Materials and supplies.....	429	446	423	23
Contract services.....	1,047	1,876	1,519	357
Capital outlay and equipment.....	85	41	31	10
Miscellaneous.....	-	-	-	-
<i>Total operating expense.....</i>	<u>2,702</u>	<u>3,504</u>	<u>3,053</u>	<u>451</u>
Operating income (loss).....	2,190	1,388	1,453	65
Non-operating revenues (expenses):				
<i>Principal retirement.....</i>	(705)	(750)	(745)	5
<i>Interest and fiscal charges.....</i>	(700)	(660)	(657)	3
<i>Total nonoperating revenues (expense).....</i>	<u>(1,405)</u>	<u>(1,410)</u>	<u>(1,402)</u>	<u>8</u>
<i>Income (loss) before operating transfers.....</i>	785	(22)	51	73
Transfer in.....	-	-	-	-
Net income (loss).....	<u>785</u>	<u>(22)</u>	<u>51</u>	<u>73</u>
Net assets at beginning of year.....	2,498	2,498	2,498	-
Prior year encumbrances appropriated.....	173	173	173	-
Net assets at end of year.....	<u>\$ 3,456</u>	<u>\$ 2,649</u>	<u>\$ 2,722</u>	<u>\$ 73</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SEWER SYSTEM-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 375	\$ 375	\$ 632	\$ 257
Miscellaneous.....	<u>1,131</u>	<u>1,131</u>	<u>1,142</u>	<u>11</u>
<i>Total operating revenues.....</i>	1,506	1,506	1,774	268
Operating expenses:				
Personal services.....	-	-	-	-
Materials and supplies.....	10	10	6	4
Contract services.....	607	702	532	170
Capital outlay and equipment.....	-	-	-	-
Miscellaneous.....	<u>-</u>	<u>3</u>	<u>-</u>	<u>3</u>
<i>Total operating expense.....</i>	<u>617</u>	<u>715</u>	<u>538</u>	<u>177</u>
Operating income (loss).....	889	791	1,236	445
Non-operating revenues (expenses):				
<i>Principal retirement.....</i>	(1,033)	(1,106)	(422)	684
<i>Interest and fiscal charges.....</i>	<u>(248)</u>	<u>(206)</u>	<u>(203)</u>	<u>3</u>
<i>Total nonoperating revenues (expense).....</i>	<u>(1,281)</u>	<u>(1,312)</u>	<u>(625)</u>	<u>687</u>
<i>Income (loss) before operating transfers.....</i>	(392)	(521)	611	1,132
Transfer in.....	-	-	-	-
Net income (loss).....	(392)	(521)	611	1,132
Net assets at beginning of year.....	2,311	2,311	2,311	-
Prior year encumbrances appropriated.....	62	62	62	-
Net assets at end of year.....	<u>\$ 1,981</u>	<u>\$ 1,852</u>	<u>\$ 2,984</u>	<u>\$ 1,132</u>

**LUCAS COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total Other Enterprise Funds</u>
ASSETS				
Current assets:				
Pooled cash and cash equivalents.....	\$ 168	\$ 88	\$ 106	\$ 362
Pooled investments.....	1,939	1,020	1,218	4,177
Receivables (net of allowances for uncollectables)				
Accounts.....	1,555	128	25	1,708
Total current assets.....	<u>3,662</u>	<u>1,236</u>	<u>1,349</u>	<u>6,247</u>
Noncurrent assets-capital assets:				
Land.....	153	-	-	153
Buildings, structures, and improvements.....	3,006	-	-	3,006
Furniture, fixtures, and equipment.....	1,621	574	-	2,195
Less accumulated depreciation.....	<u>(2,194)</u>	<u>(323)</u>	<u>-</u>	<u>(2,517)</u>
Total assets.....	<u>\$ 6,248</u>	<u>\$ 1,487</u>	<u>\$ 1,349</u>	<u>\$ 9,084</u>
LIABILITIES				
Current liabilities:				
Accounts payable.....	44	80	-	124
Accrued wages and benefits.....	437	57	-	494
Due to other funds.....	1	9	-	10
Current portion of long-term debt.....	<u>30</u>	<u>-</u>	<u>-</u>	<u>30</u>
Total current liabilities.....	512	146	-	658
Noncurrent liabilities:				
OWDA loans payable.....	1,334	-	-	1,334
Total noncurrent liabilities.....	<u>1,334</u>	<u>-</u>	<u>-</u>	<u>1,334</u>
Total liabilities.....	<u>1,846</u>	<u>146</u>	<u>-</u>	<u>1,992</u>
NET ASSETS				
Invested in capital assets, net of related debt.....	1,222	251		1,473
Unrestricted.....	<u>3,180</u>	<u>1,090</u>	<u>1,349</u>	<u>5,619</u>
Total net assets.....	4,402	1,341	1,349	7,092
Total liabilities and net assets.....	<u>\$ 6,248</u>	<u>\$ 1,487</u>	<u>\$ 1,349</u>	<u>\$ 9,084</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Operating revenues:				
Charges for services.....	\$ 4,216	\$ 1,942	\$ 373	\$ 6,531
Miscellaneous.....	<u>62</u>	<u>-</u>	<u>-</u>	<u>62</u>
Total operating revenues.....	<u>4,278</u>	<u>1,942</u>	<u>373</u>	<u>6,593</u>
Operating expenses:				
Personal services.....	2,868	494	-	3,362
Contract services.....	265	1,143	100	1,508
Materials and supplies.....	327	17	-	344
Miscellaneous.....	-	6	-	6
Heat, light and power.....	19	-	-	19
Depreciation.....	<u>189</u>	<u>94</u>	<u>-</u>	<u>283</u>
Total operating expenses.....	<u>3,668</u>	<u>1,754</u>	<u>100</u>	<u>5,522</u>
Operating income	<u>610</u>	<u>188</u>	<u>273</u>	<u>1,071</u>
Nonoperating revenues (expenses):				-
Interest and fiscal charges.....	<u>(83)</u>	<u>-</u>	<u>-</u>	<u>(83)</u>
Increase in net assets.....	527	188	273	988
Net assets at beginning of year.....	<u>3,875</u>	<u>1,153</u>	<u>1,076</u>	<u>6,104</u>
Net assets at end of year.....	<u>\$ 4,402</u>	<u>\$ 1,341</u>	<u>\$ 1,349</u>	<u>\$ 7,092</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Cash flows from operating activities:				
Cash received from customers.....	\$ 4,134	\$ 2,036	\$ 348	\$ 6,518
Cash paid to suppliers.....	(617)	(1,156)	(135)	(1,908)
Cash paid to employees.....	(2,861)	(504)	-	(3,365)
Net cash provided by operating activities.....	<u>656</u>	<u>376</u>	<u>213</u>	<u>1,245</u>
Cash flows from capital and related financing activities:				
Principal payments - OWDA loans.....	(59)	-	-	(59)
Purchase of fixed assets.....	(95)	-	-	(95)
Interest paid.....	(83)	-	-	(83)
Net cash used in capital and related financing activities.....	<u>(237)</u>	<u>-</u>	<u>-</u>	<u>(237)</u>
Cash flows from investing activities:				
Proceeds from sales of investments.....	625	90	469	1,184
Payments for investments.....	(1,327)	(574)	(873)	(2,774)
Net cash used in investing activities.....	<u>(702)</u>	<u>(484)</u>	<u>(404)</u>	<u>(1,590)</u>
Net increase in cash.....	(283)	(108)	(191)	(582)
Cash and cash equivalents, January 1.....	451	196	297	944
Cash and cash equivalents, December 31.....	<u>\$ 168</u>	<u>\$ 88</u>	<u>\$ 106</u>	<u>\$ 362</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS (continued)
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

**Reconciliation of Operating Income to Net Cash Provided
by Operating Activities**

	<u>Sanitary Engineer</u>	<u>Solid Waste</u>	<u>Parking Facilities</u>	<u>Total</u>
Operating income	\$ 610	\$ 188	\$ 273	\$ 1,071
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense.....	189	94	-	283
(Increase) decrease in operating assets:				
Accounts receivable.....	(144)	94	(25)	(75)
Increase (decrease) in operating liabilities:				
Accounts payable.....	(6)	3	(35)	(38)
Accrued wages and benefits.....	7	(10)	-	(3)
Due to other funds.....	-	7	-	7
Total adjustments.....	<u>46</u>	<u>188</u>	<u>(60)</u>	<u>174</u>
Net cash provided by operating activities.....	<u>\$ 656</u>	<u>\$ 376</u>	<u>\$ 213</u>	<u>\$ 1,245</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SANITARY ENGINEER-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget-Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 3,320	\$ 3,395	\$ 4,030	\$ 635
Miscellaneous.....	120	45	106	61
<i>Total operating revenues.....</i>	<u>3,440</u>	<u>3,440</u>	<u>4,136</u>	<u>696</u>
Operating expenses:				
Personal services.....	2,737	2,943	2,861	82
Materials and supplies.....	450	472	420	52
Contract services.....	607	476	382	94
Capital outlay and equipment.....	171	131	120	11
Miscellaneous.....	-	-	-	-
<i>Total operating expense.....</i>	<u>3,965</u>	<u>4,022</u>	<u>3,783</u>	<u>239</u>
Operating income (loss).....	(525)	(582)	353	935
Non-operating revenues (expenses):				
Principal retirement.....	(56)	(59)	(59)	-
Interest and fiscal charges.....	(87)	(83)	(83)	-
<i>Total nonoperating revenues (expense)....</i>	<u>(143)</u>	<u>(142)</u>	<u>(142)</u>	<u>-</u>
<i>Income (loss) before operating transfers...</i>	<u>(668)</u>	<u>(724)</u>	<u>211</u>	<u>935</u>
Transfer in.....	-	-	-	-
Net income (loss).....	(668)	(724)	211	935
Net assets at beginning of year.....	1,515	1,515	1,515	-
Prior year encumbrances appropriated.....	172	172	172	-
Net assets at end of year.....	<u>\$ 1,019</u>	<u>\$ 963</u>	<u>\$ 1,898</u>	<u>\$ 935</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SOLID WASTE-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 1,922	\$ 1,922	\$ 2,037	\$ 115
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	1,922	1,922	2,037	115
Operating expenses:				
Personal services.....	609	604	505	99
Materials and supplies.....	23	33	19	14
Contract services.....	1,378	1,352	1,282	70
Capital outlay and equipment.....	162	182	175	7
Miscellaneous.....	-	-	6	(6)
<i>Total operating expense.....</i>	2,172	2,171	1,987	184
Operating income (loss).....	(250)	(249)	50	299
Non-operating revenues (expenses):				
<i>Principal retirement.....</i>	-	-	-	-
<i>Interest and fiscal charges.....</i>	-	-	-	-
<i>Total nonoperating revenues (expense).....</i>	-	-	-	-
<i>Income (loss) before operating transfers.....</i>	(250)	(249)	50	299
Transfer in.....	-	-	-	-
Net income (loss).....	(250)	(249)	50	299
Net assets at beginning of year.....	308	308	308	-
Prior year encumbrances appropriated.....	423	423	423	-
Net assets at end of year.....	<u>\$ 481</u>	<u>\$ 482</u>	<u>\$ 781</u>	<u>\$ 299</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
PARKING FACILITIES-ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operations revenues:				
Charges for services.....	\$ 290	\$ 290	\$ 347	\$ 57
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	<u>290</u>	<u>290</u>	<u>347</u>	<u>57</u>
Operating expenses:				
Personal services.....	-	-	-	-
Materials and supplies.....	10	10	-	10
Contract services.....	255	255	144	111
Capital outlay and equipment.....	10	10	-	10
Miscellaneous.....	-	-	-	-
<i>Total operating expense.....</i>	<u>275</u>	<u>275</u>	<u>144</u>	<u>131</u>
Operating income (loss).....	15	15	203	188
Non-operating revenues (expenses):				
Principal retirement.....	-	-	-	-
Interest and fiscal charges.....	-	-	-	-
<i>Total nonoperating revenues (expense)..</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Income (loss) before operating transfers..</i>	<u>15</u>	<u>15</u>	<u>203</u>	<u>188</u>
Transfer in.....	-	-	-	-
Net income (loss).....	15	15	203	188
Net assets at beginning of year.....	1,107	1,107	1,107	-
Prior year encumbrances appropriated.....	4	4	4	-
Net assets at end of year.....	<u>\$ 1,126</u>	<u>\$ 1,126</u>	<u>\$ 1,314</u>	<u>\$ 188</u>

LUCAS COUNTY, OHIO
INTERNAL SERVICE FUNDS
December 31, 2002

Internal Service Funds- *Internal Service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the governmental unit, or to other governmental units on a cost-reimbursement basis. The following are the Internal Service funds which Lucas County operates:*

Central Supplies- To account for supplies, mailing and copying services provided to various County departments and other governmental units. Users are billed for costs incurred.

Vehicle Maintenance- To account for vehicle maintenance services provided to various County departments and other governmental units. Users are billed for costs incurred.

County-City Telephone- To account for inter-departmental charges for the use of the telephone system. Users are billed for costs incurred.

Self-Funded Health Insurance - To account for claims and administration of the health insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

Self-Funded Dental Insurance- To account for claims and administration of the dental insurance program for covered County employees and eligible dependents. County departments are billed according to the employee's family or marital status.

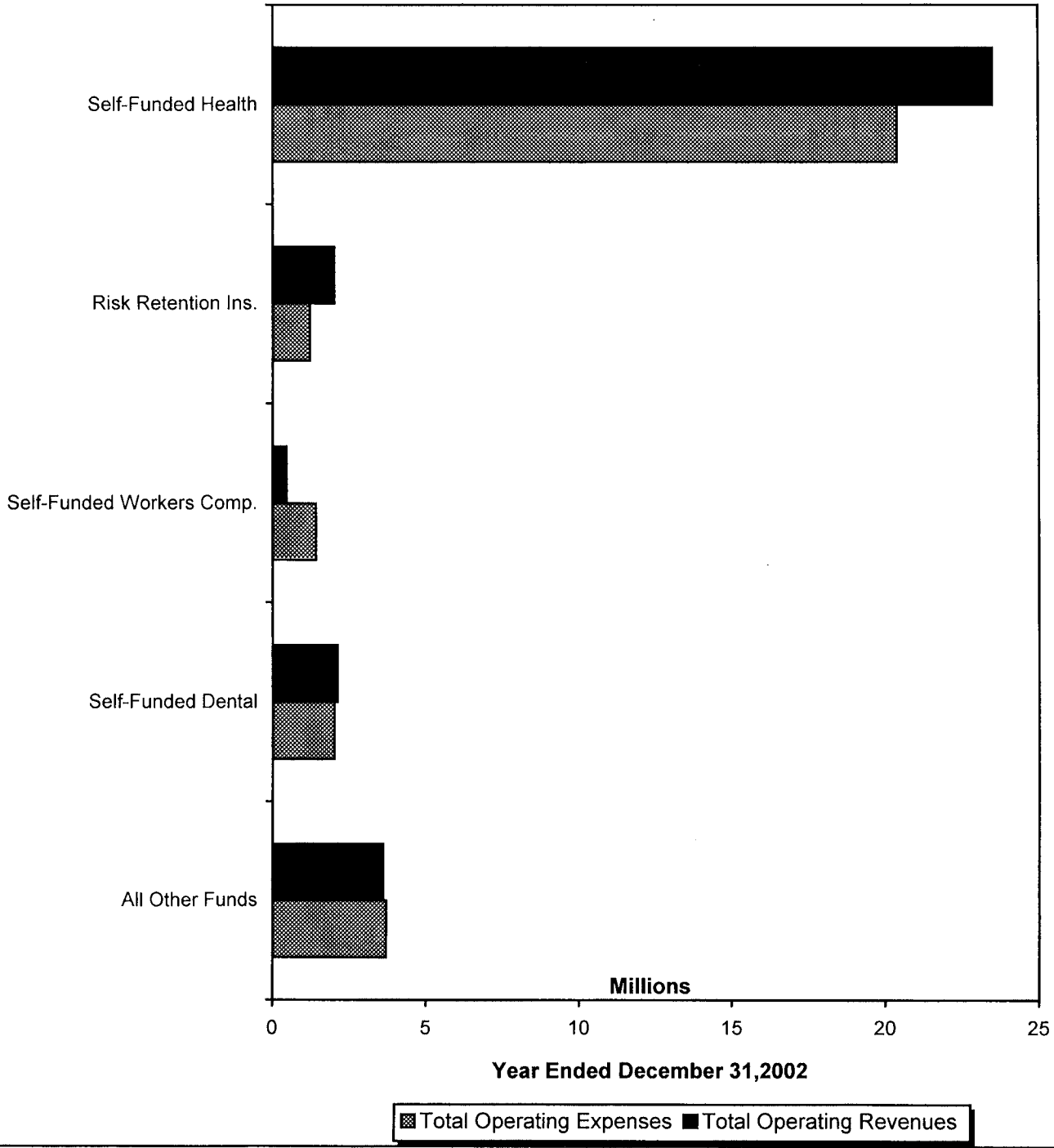
Centralized Drug Testing- To account for drug testing charges incurred by the jail and other criminal justice system departments.

Risk Retention Insurance- To account for claims and administration of liability insurance for county departments. The departments are billed based on the cost of insurance policies.

Self-Funded Workers' Compensation- To account for claims and administration of workers' compensation for county departments. The departments are billed based on their portion of total covered payroll and usage of the program.

Combining Chart of Operating Revenues and Expenses

Internal Service Funds



LUCAS COUNTY, OHIO
COMBINING STATEMENTS OF NET ASSETS
INTERNAL SERVICE FUNDS
DECEMBER 31, 2002
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Assets:				
Current assets:				
Pooled cash and cash equivalents.....	\$ 7	\$ 5	\$ 46	\$ 801
Pooled investments.....	81	53	534	9,235
Accounts receivable.....	1	3	3	5
Due from other funds.....	21	38	110	-
Inventory: materials and supplies.....	96	21	-	-
<i>Total current assets.....</i>	<u>206</u>	<u>120</u>	<u>693</u>	<u>10,041</u>
Noncurrent assets-capital assets				
Land.....	-	83	-	-
Buildings, structures and improvements.....	-	30	-	-
Furniture, fixtures and equipment.....	159	173	839	22
Less: accumulated depreciation.....	(81)	(184)	(824)	(17)
Total noncurrent assets.....	<u>78</u>	<u>102</u>	<u>15</u>	<u>5</u>
<i>Total assets.....</i>	<u>284</u>	<u>222</u>	<u>708</u>	<u>10,046</u>
Liabilities:				
Current liabilities-				
Accounts Payable.....	16	34	245	258
Accrued wages and benefits.....	6	48	20	17
Due to other funds.....	1	-	-	1
Claims payable-current.....	-	-	-	1,175
<i>Total current liabilities.....</i>	<u>23</u>	<u>82</u>	<u>265</u>	<u>1,451</u>
Noncurrent Liabilities:				
Claims payable-noncurrent.....	-	-	-	-
Obligations under capital leases.....	12	-	-	-
<i>Total noncurrent liabilities.....</i>	<u>12</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities.....</i>	<u>35</u>	<u>82</u>	<u>265</u>	<u>1,451</u>
Net Assets:				
Invested in capital assets, net of related debt....	65	102	15	5
Unrestricted.....	184	38	428	8,590
<i>Total net assets.....</i>	<u>\$ 249</u>	<u>\$ 140</u>	<u>\$ 443</u>	<u>\$ 8,595</u>

<u>Centralized Drug Testing</u>	<u>Risk Retention Insurance</u>	<u>Self- Funded Workers' Comp.</u>	<u>Self- Funded Dental Insurance</u>	<u>Total</u>
\$ 11	\$ 685	\$ 1,205	\$ 60	\$ 2,820
126	7,895	13,892	694	32,510
-	-	-	-	12
20	-	-	-	189
-	-	-	-	117
<u>157</u>	<u>8,580</u>	<u>15,097</u>	<u>754</u>	<u>35,648</u>
-	-	-	-	83
-	-	-	-	30
-	-	10	-	1,203
-	-	(10)	-	(1,116)
-	-	-	-	200
<u>157</u>	<u>8,580</u>	<u>15,097</u>	<u>754</u>	<u>35,848</u>
6	42	5	46	652
30	34	25	-	180
-	-	-	-	2
-	-	2,072	294	3,541
<u>36</u>	<u>76</u>	<u>2,102</u>	<u>340</u>	<u>4,375</u>
-	-	3,481	-	3,481
-	-	-	-	12
-	-	3,481	-	3,493
<u>36</u>	<u>76</u>	<u>5,583</u>	<u>340</u>	<u>7,868</u>
-	-	-	-	187
<u>121</u>	<u>8,504</u>	<u>9,514</u>	<u>414</u>	<u>27,793</u>
<u>\$ 121</u>	<u>\$ 8,504</u>	<u>\$ 9,514</u>	<u>\$ 414</u>	<u>\$ 27,980</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Operating revenues:				
Charges for service.....	\$ 829	\$ 592	\$ 1,697	\$ 23,431
Miscellaneous.....	-	18	-	82
Total operating revenues.....	<u>829</u>	<u>610</u>	<u>1,697</u>	<u>23,513</u>
Operating expenses:				
Personal services.....	69	325	136	164
Contract services.....	62	59	1,607	430
Materials and supplies.....	725	213	1	24
Depreciation.....	25	54	42	4
Miscellaneous.....	-	-	7	-
Employee medical benefits.....	-	-	-	19,818
Total operating expenses.....	<u>881</u>	<u>651</u>	<u>1,793</u>	<u>20,440</u>
Operating income (loss).....	<u>(52)</u>	<u>(41)</u>	<u>(96)</u>	<u>3,073</u>
Nonoperating revenues (expenses):				
Interest income.....	-	-	-	147
Interest and fiscal charges.....	(1)	-	-	-
Total nonoperating revenues and (expenses).....	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>147</u>
Change in net assets	(53)	(41)	(96)	3,220
Operating transfers in	<u>189</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets at beginning of year.....	<u>113</u>	<u>181</u>	<u>539</u>	<u>5,375</u>
Net assets at end of year.....	<u>\$249</u>	<u>\$140</u>	<u>\$443</u>	<u>\$8,595</u>

Centralized Drug Testing	Risk Retention Insurance	Self- Funded Workers' Comp.	Self- Funded Dental Insurance	Total
\$ 474	\$ 2,041	\$ 443	\$ 2,100	\$ 31,607
-	-	-	-	100
<u>474</u>	<u>2,041</u>	<u>443</u>	<u>2,100</u>	<u>31,707</u>
263	204	154	-	1,315
23	238	62	49	2,530
99	5	4	-	1,071
-	-	-	-	125
2	5	-	-	14
-	787	1,215	1,993	23,813
<u>387</u>	<u>1,239</u>	<u>1,435</u>	<u>2,042</u>	<u>28,868</u>
<u>87</u>	<u>802</u>	<u>(992)</u>	<u>58</u>	<u>2,839</u>
-	-	-	-	147
-	-	-	-	(1)
-	-	-	-	146
87	802	(992)	58	2,985
-	-	-	-	189
<u>34</u>	<u>7,702</u>	<u>10,506</u>	<u>356</u>	<u>24,806</u>
<u>\$121</u>	<u>\$8,504</u>	<u>\$9,514</u>	<u>\$414</u>	<u>\$27,980</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Cash flows from operating activities:				
Cash received from customers.....	\$ 825	\$ 602	\$ 1,693	\$ 23,508
Cash paid to suppliers.....	(763)	(262)	(1,382)	(20,881)
Cash paid to employees.....	(67)	(332)	(126)	(160)
Net cash provided by (used in) operating activities.....	(5)	8	185	2,467
Cash flows from non capital financing activities:				
Operating transfers in.....	189	-	-	-
Net cash provided by non-capital financing activities.....	189	-	-	-
Cash flows from capital and related financing activities:				
Purchase of capital assets.....	(90)	(55)	(7)	-
Interest and fiscal charges.....	(1)	-	-	-
Proceeds of capital lease transaction.....	(6)	-	-	-
Net cash used in capital and related financing activities.....	(97)	(55)	(7)	-
Cash flows from investing activities:				
Proceeds from sale of investments.....	-	107	75	2,034
Payments for investments.....	(80)	(83)	(315)	(5,832)
Interest received.....	-	-	-	147
Net cash provided by (used in) investing activities.....	(80)	24	(240)	(3,651)
Net increase (decrease) in cash and cash equivalents.....	7	(23)	(62)	(1,184)
Cash and cash equivalents, January 1.....	0	28	108	1,985
Cash and cash equivalents, December 31.....	<u>\$ 7</u>	<u>\$ 5</u>	<u>\$ 46</u>	<u>\$ 801</u>

<u>Centralized Drug Testing</u>	<u>Risk Retention Insurance</u>	<u>Self- Funded Workers' Comp.</u>	<u>Self- Funded Dental Insurance</u>	<u>Total</u>
\$ 478 (194) (269)	\$ 2,041 (1,577) (185)	\$ 443 (591) (151)	\$ 2,460 (2,071) -	\$ 32,050 (27,721) (1,290)
15	279	(299)	389	3,039
-	-	-	-	189
-	-	-	-	189
-	-	-	-	(152)
-	-	-	-	(1)
-	-	-	-	(6)
-	-	-	-	(159)
58 (95) -	4,709 (6,523) -	9,484 (12,098) -	- (427) -	16,467 (25,453) 147
(37)	(1,814)	(2,614)	(427)	(8,839)
(22) 33	(1,535) 2,220	(2,913) 4,118	(38) 98	(5,770) 8,590
<u>\$ 11</u>	<u>\$ 685</u>	<u>\$ 1,205</u>	<u>\$ 60</u>	<u>\$ 2,820</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CASH FLOWS-(continued)
INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

**Reconciliation of Operating Income (Loss) to Net Cash Provided
by (Used in) Operating Activities**

	<u>Central Supplies</u>	<u>Vehicle Mainten- ance</u>	<u>County- City Telephone</u>	<u>Self- Funded Health Insurance</u>
Operating Income (loss).....	\$ (52)	\$ (41)	\$ (96)	\$ 3,073
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation expense.....	25	54	42	4
(Increase) decrease in operating assets:				
Accounts receivable	1	(2)	(2)	(5)
Due from other funds	(4)	(8)	(2)	-
Inventory.....	20	-	-	-
Increase (decrease) in operating liabilities:				
Accounts payable.....	3	11	231	(250)
Due to other funds	1	-	-	(359)
Accrued wages and benefits	1	(6)	12	4
Total adjustments	<u>47</u>	<u>49</u>	<u>281</u>	<u>(606)</u>
Net cash provided by (used in) operating activities	<u>\$ (5)</u>	<u>\$ 8</u>	<u>\$ 185</u>	<u>\$ 2,467</u>

Noncash capital and related financing activities:

Central Supplies fund had a capital lease obligation remaining of \$12 thousand.

<u>Centralized Drug Testing</u>	<u>Risk Retention Insurance</u>	<u>Self- Funded Workers' Comp.</u>	<u>Self- Funded Dental Insurance</u>	<u>Total</u>
\$ 87	\$ 802	\$ (992)	\$ 58	\$ 2,839
-	-	-	-	125
-	-	-	-	(8)
4	-	-	360	350
-	-	-	-	20
(70)	(542)	690	(29)	44
-	-	-	-	(358)
(6)	19	3	-	27
<u>(72)</u>	<u>(523)</u>	<u>693</u>	<u>331</u>	<u>200</u>
<u>\$ 15</u>	<u>\$ 279</u>	<u>\$ (299)</u>	<u>\$ 389</u>	<u>\$ 3,039</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CENTRAL SUPPLIES-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operations revenues:				
Charges for services.....	\$ 792	\$ 792	\$ 826	\$ 34
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	<u>792</u>	<u>792</u>	<u>826</u>	<u>34</u>
Operating expenses:				
Personal services.....	68	70	69	1
Materials and supplies.....	749	770	713	57
Contract services.....	128	111	92	19
Capital outlay and equipment.....	8	2	2	-
Miscellaneous	-	-	-	-
Claim payments.....	-	-	-	-
Employee medical benefits.....	-	-	-	-
<i>Total operating expense.....</i>	<u>953</u>	<u>953</u>	<u>876</u>	<u>77</u>
Operating income (loss).....	(161)	(161)	(50)	111
Non-operating revenues:				
<i>Interest income.....</i>	-	-	-	-
<i>Total nonoperating revenues (expense)....</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Income (loss) before operating transfers...</i>	(161)	(161)	(50)	111
Operating transfer in.....	160	160	100	-
Change in net assets	(1)	(1)	50	51
Net assets at beginning of year	(32)	(32)	(32)	-
Prior year encumbrances appropriated.....	33	33	33	-
Net assets at end of year.....	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 51</u>	<u>\$ 51</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
VEHICLE MAINTENANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operations revenues:				
Charges for services.....	\$ 758	\$ 758	\$ 584	\$ (174)
Miscellaneous.....	8	8	18	10
<i>Total operating revenues.....</i>	766	766	602	(164)
Operating expenses:				
Personal services.....	332	331	321	10
Materials and supplies.....	238	188	179	9
Contract services.....	208	257	226	31
Capital outlay and equipment.....	14	15	15	-
Miscellaneous.....	-	-	-	-
Claim payments.....	-	-	-	-
Employee medical benefits.....	-	-	-	-
<i>Total operating expense.....</i>	792	791	741	50
Operating income (loss).....	(26)	(25)	(139)	(114)
Non-operating revenues:				
<i>Interest income.....</i>	-	-	-	-
<i>Total nonoperating revenues.....</i>	-	-	-	-
<i>Income (loss) before operating transfers..</i>	(26)	(25)	(139)	(114)
Operating transfer in.....	-	-	-	-
Change in net assets.....	(26)	(25)	(139)	(114)
Net assets at beginning of year.....	35	35	35	-
Prior year encumbrances appropriated.....	70	70	70	-
Net assets at end of year.....	<u>\$ 79</u>	<u>\$ 80</u>	<u>\$ (34)</u>	<u>\$ (114)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
COUNTY-CITY TELEPHONE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 1,856	\$ 1,856	\$ 1,693	\$ (163)
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	1,856	1,856	1,693	(163)
Operating expenses:				
Personal services.....	127	127	124	3
Materials and supplies.....	1	1	1	-
Contract services.....	1,812	1,809	1,438	371
Capital outlay and equipment.....	1	4	3	1
Miscellaneous	-	-	-	0
Claim payments.....	-	-	-	-
Employee medical benefits.....	-	-	-	-
<i>Total operating expense.....</i>	1,941	1,941	1,566	375
Operating income (loss).....	(85)	(85)	127	212
Non-operating revenues:				
<i>Interest income.....</i>	-	-	-	-
<i>Total nonoperating revenues.....</i>	-	-	-	-
<i>Income (loss) before operating transfers..</i>	(85)	(85)	127	212
Operating transfer in.....	-	-	-	-
Change in net assets.....	(85)	(85)	127	212
Net assets at beginning of year.....	305	305	305	-
Prior year encumbrances appropriated.....	97	97	97	-
Net assets at end of year	<u>\$ 317</u>	<u>\$ 317</u>	<u>\$ 529</u>	<u>\$ 212</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED HEALTH INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 24,701	\$ 24,701	\$ 23,427	\$ (1,274)
Miscellaneous.....	400	200	83	(117)
<i>Total operating revenues.....</i>	25,101	24,901	23,510	(1,391)
Operating expenses:				
Personal services.....	159	163	160	3
Materials and supplies.....	22	22	20	2
Contract services.....	888	940	894	46
Capital outlay and equipment.....	-	7	7	-
Miscellaneous.....	-	-	-	-
Claim payments.....	-	-	-	-
Employee medical benefit.....	28,661	28,661	28,395	266
<i>Total operating expense.....</i>	29,730	29,793	29,476	317
Operating income (loss).....	(4,629)	(4,892)	(5,966)	(1,074)
Non-operating revenues:				
<i>Interest income.....</i>	-	200	147	(53)
<i>Total nonoperating revenues.....</i>	-	200	147	(53)
<i>Income (loss) before operating transfers..</i>	(4,629)	(4,692)	(5,819)	(1,127)
Operating transfer in.....	-	-	-	-
Change in net assets.....	(4,629)	(4,692)	(5,819)	(1,127)
Net assets at beginning of year.....	2,180	2,180	2,180	-
Prior year encumbrances appropriated.....	5,241	5,241	5,241	-
Net assets at end of year.....	<u>\$ 2,792</u>	<u>\$ 2,729</u>	<u>\$ 1,602</u>	<u>\$ (1,127)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
CENTRALIZED DRUG TESTING-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 509	\$ 509	\$ 477	\$ (32)
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	509	509	477	(32)
Operating expenses:				
Personal services.....	277	277	269	8
Materials and supplies.....	226	220	198	22
Contract services.....	27	32	24	8
Capital outlay and equipment.....	4	4	-	4
Miscellaneous.....	-	-	-	-
Claim payments.....	-	-	-	-
Employee medical benefit.....	-	-	-	-
<i>Total operating expense.....</i>	534	533	491	42
Operating income (loss).....	(25)	(24)	(14)	10
Non-operating revenues:				
<i>Interest income.....</i>	-	-	-	-
<i>Total nonoperating revenues (expense)...</i>	-	-	-	-
<i>Income (loss) before operating transfers..</i>	(25)	(24)	(14)	10
Operating transfer in.....	-	-	-	-
Change in net assets	(25)	(24)	(14)	10
Net assets at beginning of year.....	95	95	95	-
Prior year encumbrances appropriated.....	27	27	27	-
Net assets at end of year.....	<u>\$ 97</u>	<u>\$ 98</u>	<u>\$ 108</u>	<u>\$ 10</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
RISK RETENTION INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
Operations revenues:				
Charges for services.....	\$ 1,900	\$ 1,900	\$ 2,041	\$ 141
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	<u>1,900</u>	<u>1,900</u>	<u>2,041</u>	<u>141</u>
Operating expenses:				
Personal services.....	191	191	185	6
Materials and supplies.....	8	8	6	2
Contract services.....	958	958	844	114
Capital outlay and equipment.....	5	5	-	5
Miscellaneous	-	-	-	-
Claim payments.....	-	-	-	-
Employee medical benefit.....	1,004	1,004	805	199
<i>Total operating expense.....</i>	<u>2,166</u>	<u>2,166</u>	<u>1,840</u>	<u>326</u>
Operating income (loss).....	(266)	(266)	201	467
Non-operating revenues:				
<i>Interest income.....</i>	-	-	-	-
<i>Total nonoperating revenues (expense)...</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Income (loss) before operating transfers..</i>	(266)	(266)	201	467
Operating transfer in.....	-	-	-	-
Change in net assets.....	(266)	(266)	201	467
Net assets at beginning of year.....	8,287	8,287	8,287	-
Prior year encumbrances appropriated.....	13	13	13	-
Net assets at end of year.....	<u>\$ 8,034</u>	<u>\$ 8,034</u>	<u>\$ 8,501</u>	<u>\$ 467</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF FUNDED WORKERS COMP.-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget-Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 2,200	\$ 2,200	\$ 443	\$ (1,757)
Miscellaneous	-	-	-	-
<i>Total operating revenues</i>	<i>2,200</i>	<i>2,200</i>	<i>443</i>	<i>(1,757)</i>
Operating expenses:				
Personal services.....	157	157	150	7
Materials and supplies.....	2	2	1	1
Contract services.....	126	126	67	59
Capital outlay and equipment.....	11	11	5	6
Miscellaneous	-	-	-	-
Claim payment	-	-	-	-
Employee medical benefit	2,200	2,200	524	1,676
<i>Total operating expense.....</i>	<i>2,496</i>	<i>2,496</i>	<i>747</i>	<i>1,749</i>
Operating income (loss).....	(296)	(296)	(304)	(8)
Non-operating revenues:				
<i>Interest income.....</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Total nonoperating revenues.....</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Income (loss) before operating transfers ..</i>	<i>(296)</i>	<i>(296)</i>	<i>(304)</i>	<i>(8)</i>
Operating transfer in.....	-	-	-	-
Change in net assets.....	(296)	(296)	(304)	(8)
Net assets at beginning of year	15,388	15,388	15,388	-
Prior year encumbrances appropriated.....	7	7	7	-
Net assets at end of year.....	<u>\$ 15,099</u>	<u>\$ 15,099</u>	<u>\$ 15,091</u>	<u>\$ (8)</u>

LUCAS COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL-
(NON-GAAP BUDGETARY BASIS)
SELF-FUNDED DENTAL INSURANCE-INTERNAL SERVICE FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations revenues:				
Charges for services.....	\$ 2,235	\$ 2,236	\$ 2,099	\$ (137)
Miscellaneous.....	-	-	-	-
<i>Total operating revenues.....</i>	2,235	2,236	2,099	(137)
Operating expenses:				
Personal services.....	-	-	-	-
Materials and supplies.....	84	84	83	1
Contract services.....	-	-	-	-
Capital outlay and equipment.....	-	-	-	-
Miscellaneous	-	-	-	-
Claim payment	-	-	-	-
Employee medical benefit	2,324	2,324	2,294	30
<i>Total operating expense.....</i>	2,408	2,408	2,377	31
Operating income (loss).....	(173)	(172)	(278)	(106)
Non-operating revenues:				
<i>Interest income.....</i>	-	-	-	-
<i>Total nonoperating revenues (expense)...</i>	-	-	-	-
<i>Income (loss) before operating transfers..</i>	(173)	(172)	(278)	(106)
Operating transfer in.....	-	-	-	-
Change in net assets.....	(173)	(172)	(278)	(106)
Net assets at beginning of year.....	91	91	91	-
Prior year encumbrances appropriated.....	273	273	273	-
Net assets at end of year.....	<u>\$ 191</u>	<u>\$ 192</u>	<u>\$ 86</u>	<u>\$ (106)</u>

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LUCAS COUNTY, OHIO
AGENCY FUNDS
December 31, 2002

Agency Funds- *Agency funds maintain assets held by Lucas County as an agent for individuals, private organizations, other governmental units and/or other funds. The following are the Agency funds which Lucas County maintains:*

Payroll Fund- To maintain and account for the accumulation of payroll withholdings until payment is remitted to third parties.

Real Estate Fund, General Personal Fund, Estate Tax Fund and Hotel Lodging Tax Fund- These various and separate funds maintain and account for the accumulation and disbursement of taxes for: real property, intangible property, estate tax and hotel lodging tax.

Local Government Fund- To maintain and account for the accumulation and disbursement of state revenue sharing monies.

Auto License Fund- To maintain and account for the accumulation and disbursement of automobile license and registration fee collections.

Gasoline Tax Fund- To maintain and account for the accumulation and disbursement of gasoline tax collections.

Trailer Tax Fund- To maintain and account for the accumulation and disbursement of mobile home tax collections.

Clerk of Courts, Common Pleas Court, Common Pleas Court-Probate, Child Support Enforcement Agency, Juvenile Court, Sheriff, Children Services, and Prosecutor: These various and separate funds maintain and account for: court fees, alimonies, child support, restitution, boarding home fees, donations, funds held in escrow and other similar resources and uses. These funds are held outside of the County treasury.

Subdivision Advance Fund- To maintain and account for tax advance distributions to subdivisions within Lucas County.

Undivided Interest Fund- To maintain and account for the accumulation and disbursement of the County investment earnings.

Tax Installment Payment Plan (T.I.P.P.) Fund- To account for real estate taxes paid on an installment basis until they can be applied to a current tax bill.

Family and Children Council - To process the accounting transactions as the administrative agent of the council.

Other Agency Funds- To maintain and account for resources and uses for: taxes, research, deposits, licenses and estate. Other Agency funds include:

- Payment in Lieu of Taxes
- Computer Legal Research
- Grain Tax
- Cigarette Licenses
- Escheated Estates
- Law Library
- Coroner Escrow
- Advance Fund

When compared to combined Agency funds, Other Agency funds comprise less than 10% in assets and liabilities.

**LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	<u>Beginning Balance January 1, 2002</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance December 31, 2002</u>
Payroll Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 301</u>	<u>\$ 180,342</u>	<u>\$ 180,639</u>	<u>\$ 4</u>
Liabilities:				
Payroll withholdings.....	<u>\$ 301</u>	<u>\$ 180,342</u>	<u>\$ 180,639</u>	<u>\$ 4</u>
Real Estate Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 14,520</u>	<u>\$ 392,587</u>	<u>\$ 391,165</u>	<u>\$ 15,942</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 14,520</u>	<u>\$ 392,587</u>	<u>\$ 391,165</u>	<u>\$ 15,942</u>
General Personal Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 1,701</u>	<u>\$ 83,883</u>	<u>\$ 83,712</u>	<u>\$ 1,872</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 1,701</u>	<u>\$ 83,883</u>	<u>\$ 83,712</u>	<u>\$ 1,872</u>
Prosecutor				
Assets:				
Segregated cash.....	<u>\$ 215</u>	<u>\$ 154</u>	<u>\$ 223</u>	<u>\$ 146</u>
Liabilities:				
Deposits.....	<u>\$ 215</u>	<u>\$ 154</u>	<u>\$ 223</u>	<u>\$ 146</u>
Estate Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 3,969</u>	<u>\$ 12,342</u>	<u>\$ 11,451</u>	<u>\$ 4,860</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 3,969</u>	<u>\$ 12,342</u>	<u>\$ 11,451</u>	<u>\$ 4,860</u>
Hotel Lodging Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 599</u>	<u>\$ 3,675</u>	<u>\$ 4,040</u>	<u>\$ 234</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 599</u>	<u>\$ 3,675</u>	<u>\$ 4,040</u>	<u>\$ 234</u>

**LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	Beginning Balance January 1, 2002	Additions	Deductions	Ending Balance December 31, 2002
Local Government Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 38	\$ 37,925	\$ 37,963	\$ -
Due from other governments.....	-	15,582	-	15,582
Total assets.....	<u>\$ 38</u>	<u>\$ 53,507</u>	<u>\$ 37,963</u>	<u>\$ 15,582</u>
Liabilities:				
Due to other governments.....	\$ -	\$ 11,498	\$ -	\$ 11,498
Unapportioned monies.....	38	42,009	37,963	4,084
Total Liabilities.....	<u>\$ 38</u>	<u>\$ 53,507</u>	<u>\$ 37,963</u>	<u>\$ 15,582</u>
Auto License Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ -</u>	<u>\$ 3,542</u>	<u>\$ 3,545</u>	<u>\$ (3)</u>
Liabilities:				
Unapportioned monies.....	<u>\$ -</u>	<u>\$ 3,542</u>	<u>\$ 3,545</u>	<u>\$ (3)</u>
Gasoline Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ -</u>	<u>\$ 552</u>	<u>\$ 541</u>	<u>\$ 11</u>
Liabilities:				
Unapportioned monies.....	<u>\$ -</u>	<u>\$ 552</u>	<u>\$ 541</u>	<u>\$ 11</u>
Trailer Tax Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ 182</u>	<u>\$ 821</u>	<u>\$ 803</u>	<u>\$ 200</u>
Liabilities:				
Unapportioned monies.....	<u>\$ 182</u>	<u>\$ 821</u>	<u>\$ 803</u>	<u>\$ 200</u>
Subdivision Advance Fund				
Assets:				
Pooled cash and cash equivalents.....	<u>\$ (311)</u>	<u>\$ 351,159</u>	<u>\$ 351,165</u>	<u>\$ (317)</u>
Liabilities:				
Unapportioned monies.....	<u>\$ (311)</u>	<u>\$ 351,159</u>	<u>\$ 351,165</u>	<u>\$ (317)</u>

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

	Beginning Balance January 1, 2002	Additions	Deductions	Ending Balance December 31, 2002
Undivided Interest Fund				
Assets:				
Pooled cash and cash equivalents.....	\$ 3	\$ 10,262	\$ 10,260	\$ 5
Liabilities:				
Unapportioned monies.....	\$ 3	\$ 10,262	\$ 10,260	\$ 5
Clerk of Courts				
Assets:				
Segregated cash.....	\$ 4,258	\$ 52,333	\$ 52,011	\$ 4,580
Liabilities:				
Deposits.....	\$ 4,258	\$ 52,333	\$ 52,011	\$ 4,580
Common Pleas Court				
Assets:				
Segregated cash.....	\$ 41	\$ 1,246	\$ 1,245	\$ 42
Liabilities:				
Deposits.....	\$ 41	\$ 1,246	\$ 1,245	\$ 42
Common Pleas Court-Probate Court				
Assets:				
Segregated cash.....	\$ 93	\$ 1,231	\$ 1,149	\$ 175
Liabilities:				
Deposits.....	\$ 93	\$ 1,231	\$ 1,149	\$ 175
Child Support Enforcement Agency				
Assets:				
Segregated cash.....	\$ 63	\$ 2,528	\$ 2,546	\$ 45
Liabilities:				
Deposits.....	\$ 63	\$ 2,528	\$ 2,546	\$ 45
Juvenile Court				
Assets:				
Segregated cash.....	\$ 184	\$ 699	\$ 674	\$ 209
Liabilities:				
Deposits.....	\$ 184	\$ 699	\$ 674	\$ 209

LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

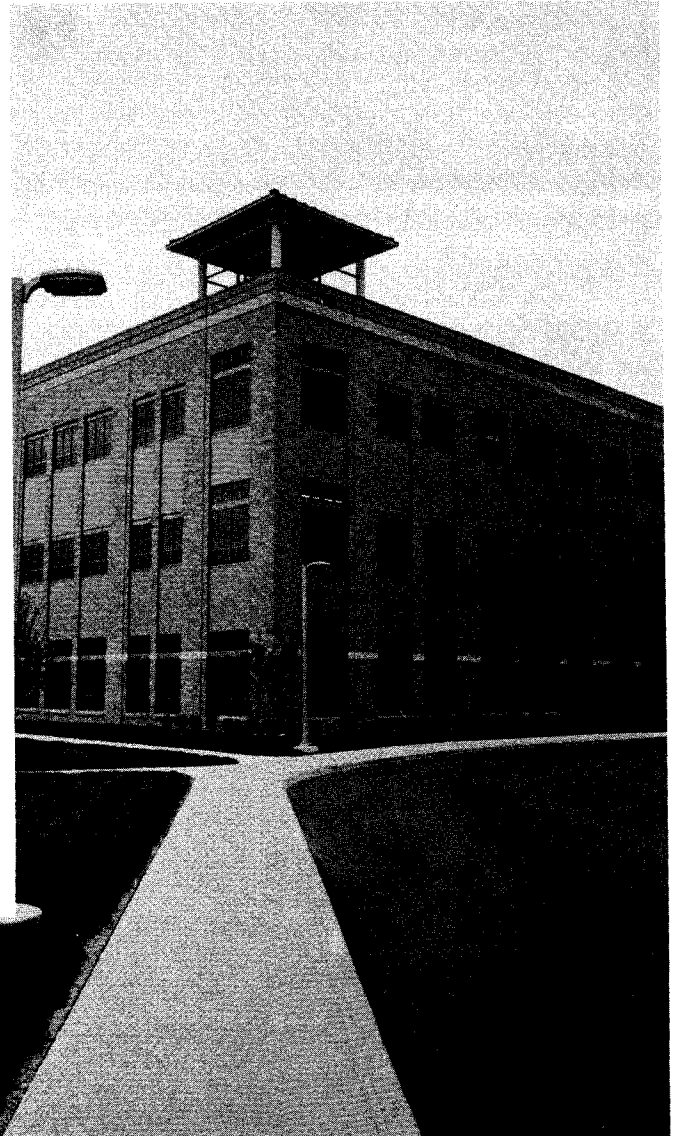
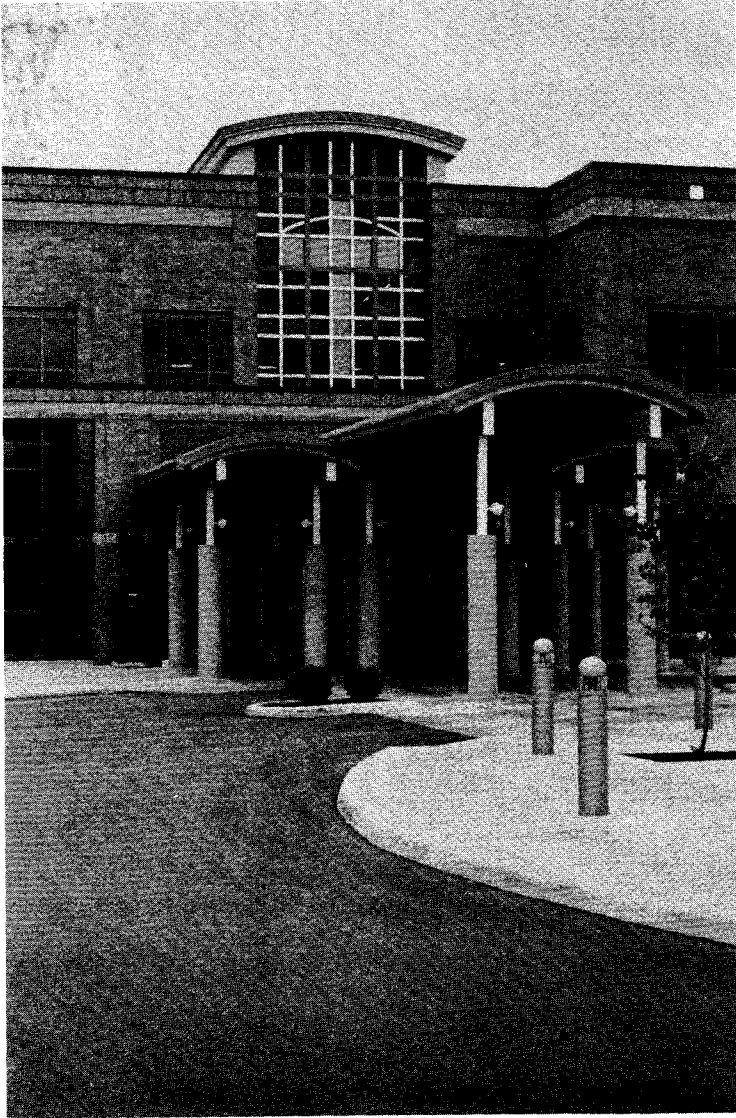
	Beginning Balance January 1, 2002	Additions	Deductions	Ending Balance December 31, 2002
Sheriff				
Assets:				
Segregated cash.....	\$ 454	\$ 8,530	\$ 8,471	\$ 513
Liabilities:				
Deposits.....	\$ 454	\$ 8,530	\$ 8,471	\$ 513
Children Services				
Assets:				
Segregated cash.....	\$ 1,023	\$ 352	\$ 356	\$ 1,019
Liabilities:				
Deposits.....	\$ 1,023	\$ 352	\$ 356	\$ 1,019
T.I.P.P. Program				
Assets:				
Segregated cash.....	\$ 1,820	\$ 6,162	\$ 7,982	\$ -
Liabilities:				
Deposits.....	\$ 1,820	\$ 6,162	\$ 7,982	\$ -
Family & Children Council				
Assets:				
Pooled cash and cash equivalents.....	\$ 370	\$ 5,638	\$ 4,904	\$ 1,104
Due from other governments.....	58	262	-	320
<i>Total Assets</i>	<u>\$ 428</u>	<u>\$ 5,900</u>	<u>\$ 4,904</u>	<u>\$ 1,424</u>
Liabilities:				
Accounts payable.....	\$ 112	\$ 307	\$ -	419
Accrued wages & benefits.....	17	6	-	23
Deposits.....	299	5,587	4,904	982
<i>Total Liabilities</i>	<u>\$ 428</u>	<u>\$ 5,900</u>	<u>\$ 4,904</u>	<u>\$ 1,424</u>
Other Agency Funds				
Assets:				
Pooled cash and cash equivalents.....	\$ 1,309	\$ 1,260	\$ 2,470	\$ 99
Liabilities:				
Deposits held due to others.....	\$ 8	\$ 832	\$ 827	\$ 13
Unapportioned monies.....	\$ 1,301	\$ 428	\$ 1,643	\$ 86
<i>Total Liabilities</i>	<u>\$ 1,309</u>	<u>\$ 1,260</u>	<u>\$ 2,470</u>	<u>\$ 99</u>

**LUCAS COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES
ALL AGENCY FUNDS-(continued)
YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)**

	Beginning Balance January 1, 2002	Additions	Deductions	Ending Balance December 31, 2002
Total				
Assets:				
Pooled cash and cash equivalents.....	\$ 22,681	\$ 1,083,988	\$ 1,082,658	\$ 24,011
Segregated cash.....	8,151	73,235	74,657	6,729
Due from other governments.....	58	15,844	-	15,902
<i>Total Assets</i>	<u>\$ 30,890</u>	<u>\$ 1,173,067</u>	<u>\$ 1,157,315</u>	<u>\$ 46,642</u>
Liabilities:				
Unapportioned monies.....	\$ 22,002	\$ 901,260	\$ 896,288	\$ 26,974
Deposits.....	8,458	79,654	80,388	7,724
Payroll withholding.....	301	180,342	180,639	4
Accounts payable.....	112	307	-	419
Accrued wages & benefits.....	17	6	-	23
Due to other governments.....	-	11,498	-	11,498
<i>Total Liabilities</i>	<u>\$ 30,890</u>	<u>\$ 1,173,067</u>	<u>\$ 1,157,315</u>	<u>\$ 46,642</u>

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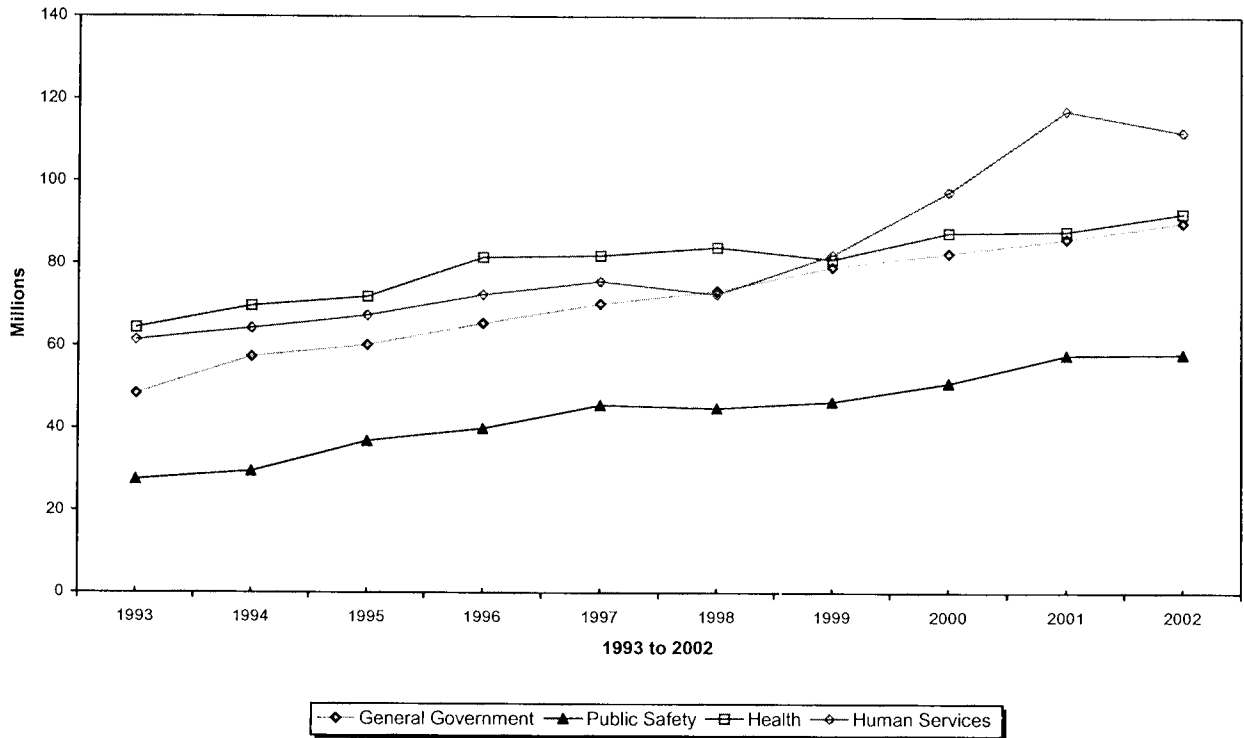
Statistical Section



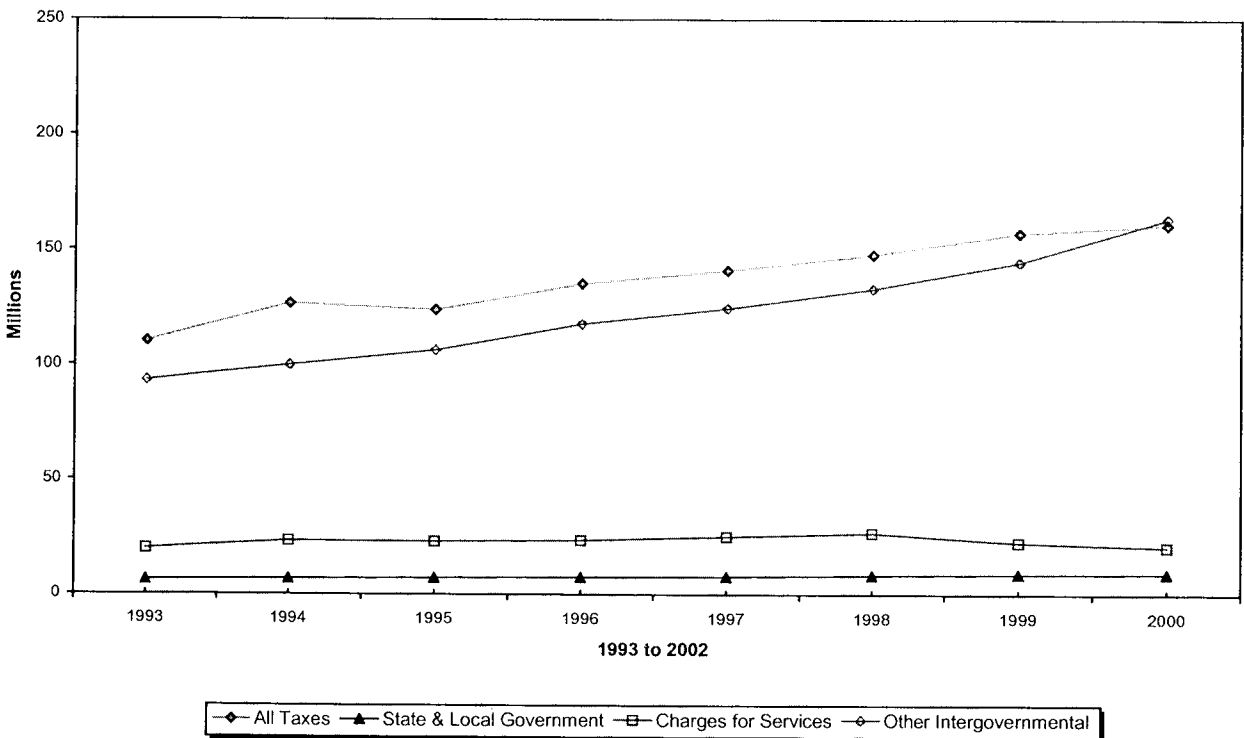
In 2002 Mercy Health Partners opened St. Anne's Hospital, a new \$60 million facility in west Toledo. Mercy Health Partners anticipates the retention of 300 employees previously employed at Riverside Hospital, and 110

additional positions will be created. A list of the hospitals in Lucas County including the number of beds available can be found in statistical table 17 on page 197.

General Governmental Expenditures by Function Last Ten Fiscal Years



General Governmental Revenues by Source Last Ten Fiscal Years



**TABLE 1
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Health</u>	<u>Human Services</u>
1993	\$ 48,406	\$ 27,579	\$ 11,314	\$ 64,479	\$ 61,431
1994	57,490	29,531	10,126	69,735	64,307
1995	60,219	36,927	11,803	72,089	67,414
1996	65,572	39,990	13,233	81,577	72,418
1997	70,359	45,701	14,898	82,081	75,706
1998	73,476	44,937	15,151	84,043	72,653
1999	79,293	46,504	17,153	81,167	82,275
2000	82,611	51,138	15,772	87,651	97,555
2001	86,109	57,947	14,679	88,096	117,364
2002	90,190	58,201	13,337	92,448	112,106

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Refer to: "Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types and Expendable Trust Funds" in the Financial Section.

Source: Lucas County Auditor

**GOVERNMENT - WIDE EXPENSES BY FUNCTION
GOVERNMENTAL ACTIVITIES
(Amounts in 000's)**

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Works</u>	<u>Health</u>	<u>Human Services</u>
2001	\$ 102,167	\$ 61,840	\$ 29,134	\$ 91,586	\$ 123,391
2002	94,491	57,112	27,746	92,265	111,321

Source: Lucas County Auditor

Conservation and Recreation	Miscellaneous	Capital Outlay	Debt Service	Total	Fiscal Year
\$ 4,336	\$ 2,118	\$ 12,847	\$ 8,404	\$ 240,914	1993
4,706	2,451	21,656	9,098	269,100	1994
4,856	3,024	9,530	10,705	276,567	1995
4,828	3,573	13,634	23,115	317,940	1996
4,950	3,694	29,351	14,674	341,414	1997
5,730	4,275	11,050	16,309	327,624	1998
6,131	4,462	12,562	16,090	345,637	1999
6,276	4,599	41,516	15,593	402,711	2000
7,631	13,833	48,311	17,821	451,791	2001
6,002	15,947	32,022	18,789	439,042	2002

Conservation and Recreation	Miscellaneous	Interest and Fiscal Charges	Total	Fiscal Year
\$ 7,794	\$ 13,858	\$ 6,975	\$ 436,745	2001
6,052	15,831	6,810	411,628	2002

**TABLE 2
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL REVENUES BY SOURCE¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

<u>Fiscal Year</u>	<u>All Taxes</u>	<u>Charges for Services</u>	<u>Licenses and Permits</u>	<u>Fines and Forfeits</u>	<u>State and Local Government Receipts</u>
1993	110,250	19,894	60	561	6,322
1994	126,686	23,307	57	649	6,783
1995	123,809	23,068	50	583	7,258
1996	135,206	23,580	51	619	7,487
1997	141,051	25,182	53	693	7,852
1998	147,989	26,750	47	712	8,328
1999	157,224	22,641	44	808	8,815
2000	160,829	20,673	44	687	9,071
2001	164,396	24,608	34	666	9,064
2002	175,855	24,727	37	601	8,613

¹ Includes General, Special Revenue, Debt Service, and Capital Projects Funds. Refer to: "Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental Fund Types and Expendable Trust Funds" in the Financial Section.

**GOVERNMENT - WIDE REVENUES
GOVERNMENTAL ACTIVITIES
(Amounts in 000's)**

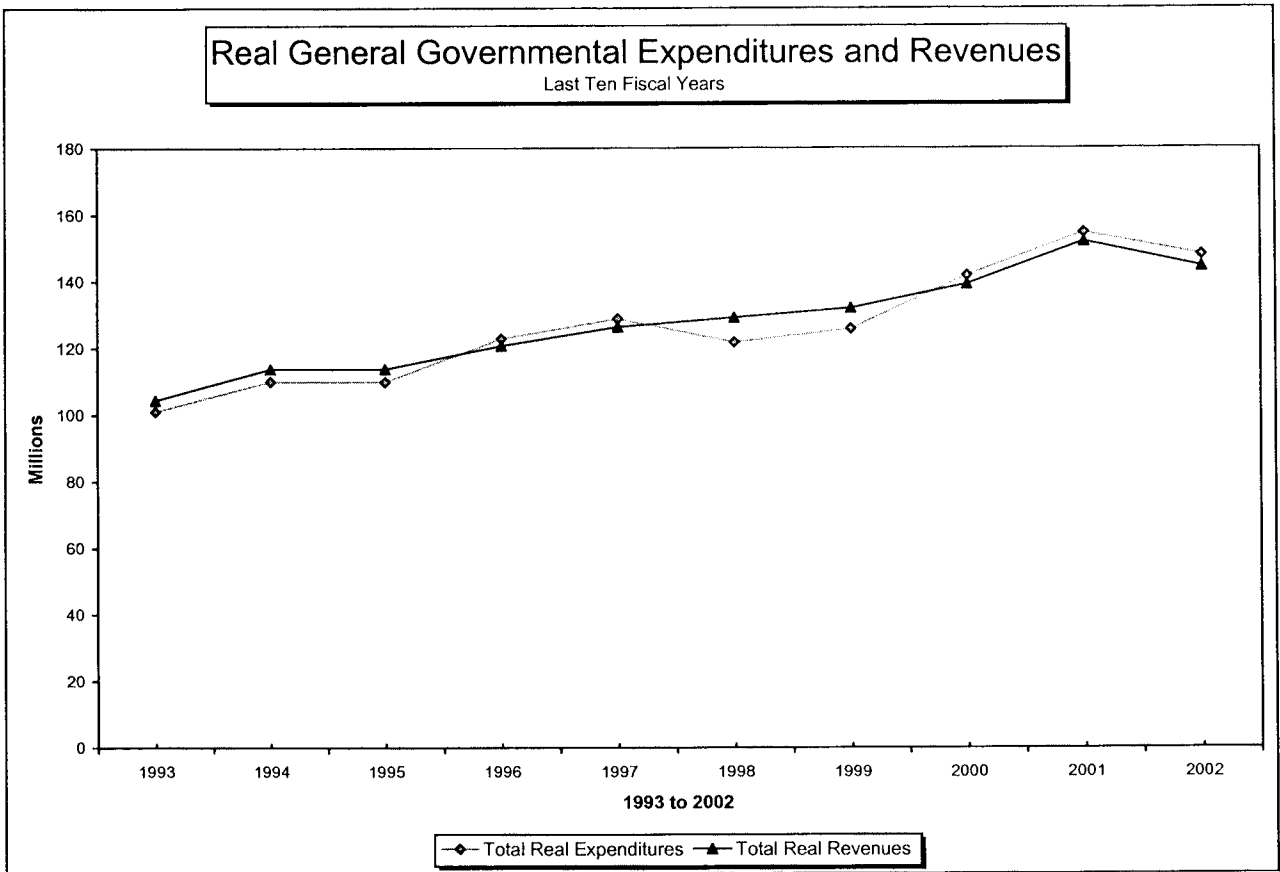
<u>Fiscal Year</u>	<u>Program Revenues</u>				<u>Charges for Services not Restricted to Specific Programs</u>
	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Taxes</u>	
2001	\$25,022	\$187,560	\$5,467	\$283,308	\$286
2002	25,137	176,357	734	199,688	228

Source: Lucas County Auditor

<u>Other Inter-Governmental Receipts</u>	<u>Depository and Investment Earnings</u>	<u>Special Assessments</u>	<u>Miscellaneous</u>	<u>Total</u>	<u>Fiscal Year</u>
93,153	4,265	1,624	12,896	249,025	1993
99,871	5,605	1,739	13,781	278,478	1994
106,201	8,196	1,356	15,749	286,270	1995
117,796	8,320	2,216	17,470	312,745	1996
124,563	9,871	1,801	23,741	334,807	1997
133,125	11,651	2,313	16,482	347,397	1998
144,563	7,527	2,122	18,912	362,656	1999
163,594	17,928	2,344	20,273	395,443	2000
185,689	13,525	2,581	43,382	443,945	2001
169,732	8,321	2,303	38,431	428,620	2002

General Revenue

<u>Intergovernmental Revenue not Restricted to Specific Programs</u>	<u>Investment Earnings</u>	<u>Miscellaneous</u>	<u>Total</u>	<u>Fiscal Year</u>
\$1,726	\$13,814	\$43,382	\$560,565	2001
1,254	8,468	38,586	450,452	2002



**TABLE 3
LUCAS COUNTY, OHIO
GENERAL GOVERNMENTAL EXPENDITURES AND REVENUES
ADJUSTED FOR INFLATION¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

<u>Fiscal Year</u>	<u>Total Nominal Expenditures</u>	<u>Total Nominal Revenues</u>	<u>Average² CPI-U</u>	<u>Total Real Expenditures</u>	<u>Total Real Revenues</u>	<u>Fiscal Year</u>
1993	\$240,914	\$249,025	432.9	\$101,007	\$104,408	1993
1994	269,100	278,478	444.0	110,004	113,837	1994
1995	276,567	286,270	456.5	109,960	113,818	1995
1996	317,940	312,745	469.9	122,805	120,799	1996
1997	341,414	334,807	480.8	128,882	126,388	1997
1998	327,624	347,397	488.3	121,777	129,127	1998
1999	345,637	362,656	499.0	125,718	131,908	1999
2000	402,711	395,443	515.8	141,706	139,148	2000
2001	451,791	443,945	530.4	154,600	151,916	2001
2002	439,042	428,620	538.4	148,005	144,492	2002

¹ Between 1993 and 2002 real expenditures increased by 46.5% or \$47 million, while real revenues increased by 38.4% or \$40.1 million over the same period.

² Average Consumer Price Index for all Urban Consumers. 1977 is the base year when the Average CPI-U was 181.5.

Source: Lucas County Auditor

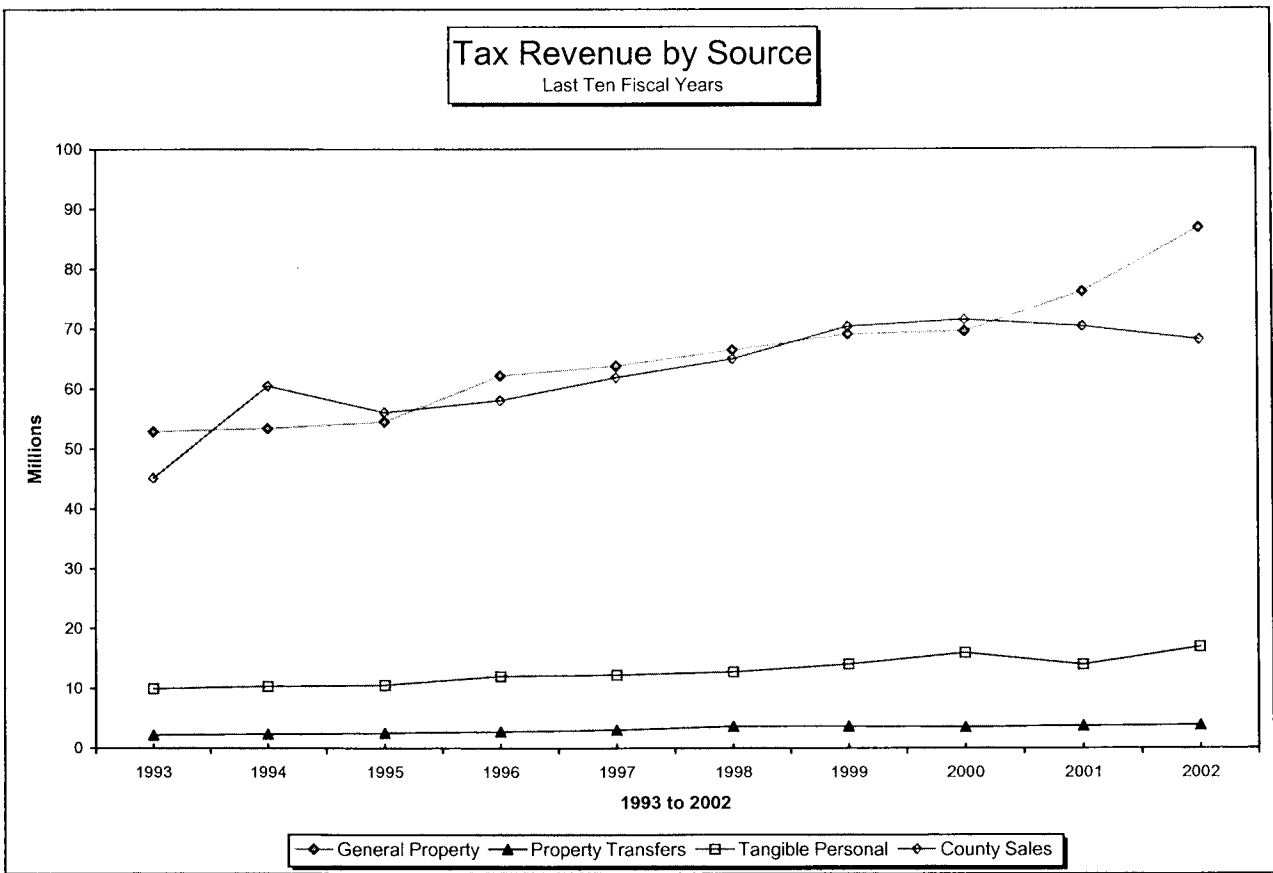


TABLE 4
LUCAS COUNTY, OHIO
TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal Year	General Property Tax	Tangible ¹ Personal Tax	Property Transfer Tax	County ² Sales Tax	Total	Fiscal Year
1993	\$52,926	\$9,915	\$2,272	\$45,137	\$110,250	1993
1994	53,491	10,308	2,341	60,546	126,686	1994
1995	54,563	10,523	2,562	56,161	123,809	1995
1996	62,206	12,034	2,785	58,181	135,206	1996
1997	63,821	12,289	3,006	61,935	141,051	1997
1998	66,516	12,799	3,629	65,045	147,989	1998
1999	69,124	14,021	3,638	70,441	157,224	1999
2000	69,697	15,960	3,598	71,574	160,829	2000
2001	76,203	13,953	3,760	70,480	164,396	2001
2002	86,817	16,948	3,879	68,211	175,855	2002

¹ Tangible Personal Tax includes: personal property tax, mobile home tax and grain tax.

² Includes county sales tax and hotel lodging tax. 1994 sales tax increase includes sales tax accrual attributed to implementation of GASB #22.

Source: Lucas County Auditor

**TABLE 5
LUCAS COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS-REAL AND PUBLIC UTILITY¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

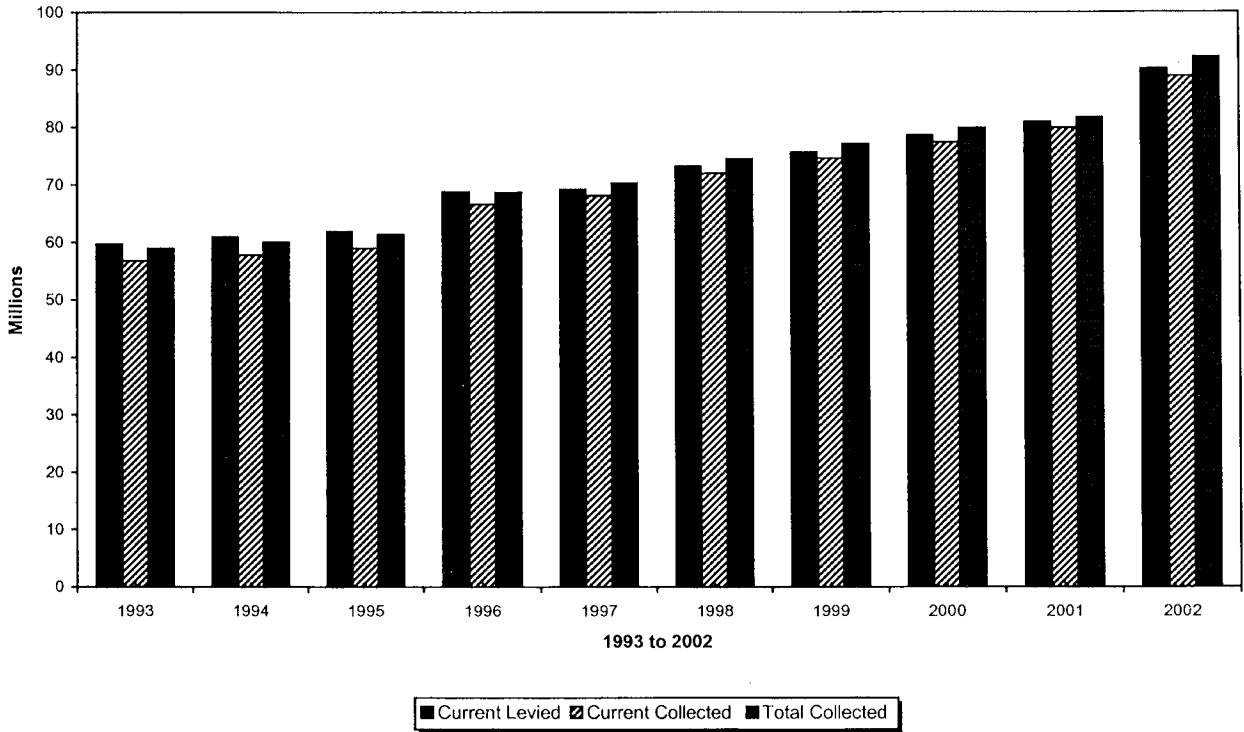
<u>Tax/Levy Collection Year</u>	<u>Current Taxes Levied</u>	<u>Current Taxes Collected</u>	<u>Current Taxes Collected as a Percent of Taxes Levied-Current</u>	<u>Delinquent Taxes Collected</u>
1992/1993	\$59,771	\$56,870	95.15%	\$2,045
1993/1994	60,952	57,852	94.91%	2,182
1994/1995	61,930	59,020	95.30%	2,422
1995/1996	68,897	66,619	96.69%	2,107
1996/1997	69,220	68,126	98.42%	2,268
1997/1998	73,217	72,021	98.37%	2,551
1998/1999	75,699	74,647	98.61%	2,467
1999/2000	78,647	77,499	98.54%	2,436
2000/2001	80,974	79,938	98.72%	1,846
2001/2002	90,273	88,991	98.58%	3,223

¹ Includes all tax rates levied county-wide for: General Fund, Senior Services, Community Mental Health, Board of Mental Retardation, Children Services, Toledo-Lucas County Port Authority, Toledo Zoo, Toledo Lucas County Library and 9-1-1 Emergency Telephone System. Refer to: "Table 8 - Property Tax Rates of All Overlapping Governments" in this section.

Source: Lucas County Auditor

Property Tax Levies and Collections

Last Ten Fiscal Years



<u>Delinquent Taxes Collected as a Percent of Total Taxes Collected</u>	<u>Total Taxes Collected</u>	<u>Total Collections as a Percent of Taxes Levied-Current</u>	<u>Accumulated Delinquencies</u>	<u>Tax/Levy Collection Year</u>
3.47%	\$58,915	98.57%	\$7,107	1992/1993
3.63%	60,034	98.49%	7,100	1993/1994
3.94%	61,442	99.21%	6,227	1994/1995
3.07%	68,726	99.75%	5,972	1995/1996
3.22%	70,394	101.70%	5,977	1996/1997
3.42%	74,572	101.85%	5,796	1997/1998
3.20%	77,114	101.87%	5,760	1998/1999
3.05%	79,935	101.64%	5,012	1999/2000
2.28%	81,784	101.00%	5,872	2000/2001
3.57%	92,214	102.20%	6,321	2001/2002

TABLE 6
LUCAS COUNTY, OHIO
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY¹
LAST TEN FISCAL YEARS
(Amounts in 000's)

Tax/Levy Collection Year	Real Property ²		Personal Property ³	
	Assessed	Estimated Actual	Assessed	Estimated Actual
1992/1993	\$4,110,479	\$11,744,226	\$732,320	\$2,929,280
1993/1994	4,180,059	11,943,026	750,332	3,001,328
1994/1995	4,441,482	12,689,949	764,626	3,058,504
1995/1996	4,481,813	12,805,180	801,851	3,207,404
1996/1997	4,550,925	13,002,643	841,559	3,366,236
1997/1998	5,014,699	14,327,711	862,362	3,449,448
1998/1999	5,100,496	14,572,846	869,274	3,477,096
1999/2000	5,198,999	14,854,283	934,788	3,739,152
2000/2001	6,388,628	18,253,223	935,000	3,740,000
2001/2002	6,466,039	18,474,397	931,139	3,879,746

¹ Exempt properties are not included in the estimated actual values or in assessed valuations.

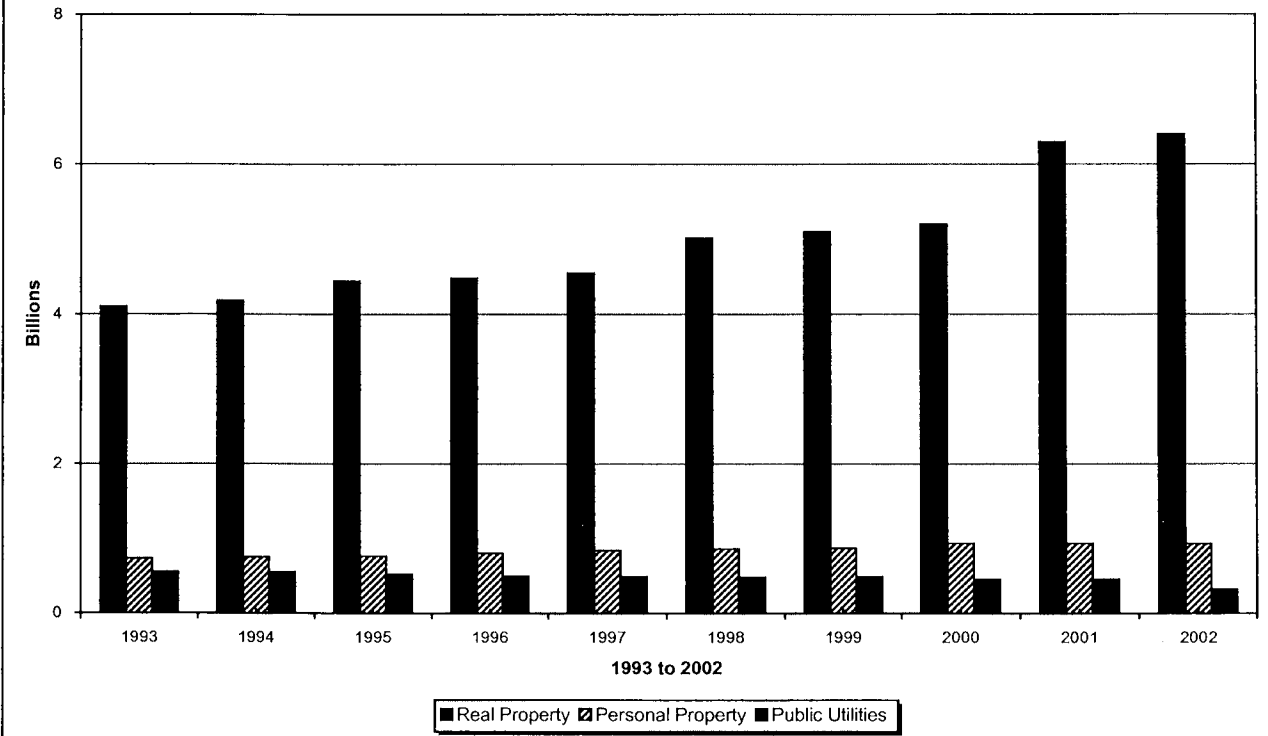
² The estimated actual values for real estate property were derived by 35% of the assessed values of real estate property. Refer to "Note J-Property Tax Revenues" in the Notes to the Financial Statements.

³ The estimated actual values for personal property and public utility were derived from an average rate of the assessed values (the average rate consists of varying rates for manufacturing equipment, inventory and other equipment) for the ten fiscal years presented.

Source: Lucas County Auditor

Assessed Value of Taxable Property

Last Ten Fiscal Years



Public Utility ³				Assessed Value as a Percent of Estimated Actual Value	Tax/Levy Collection Year
Assessed	Estimated Actual	Assessed	Estimated Actual		
\$551,401	\$1,969,289	\$5,394,200	\$16,642,795	32.41%	1992/1993
552,586	1,973,518	5,482,977	16,917,872	32.41%	1993/1994
518,515	1,831,238	5,724,623	17,579,691	32.56%	1994/1995
494,129	1,764,746	5,777,793	17,777,330	32.50%	1995/1996
490,200	1,750,714	5,882,684	18,119,593	32.47%	1996/1997
483,823	1,727,940	6,364,073	19,516,528	32.61%	1997/1998
487,012	1,739,329	6,453,593	19,777,882	32.63%	1998/1999
453,059	1,812,236	6,586,846	20,405,671	32.28%	1999/2000
453,115	1,812,460	7,776,743	23,805,683	32.67%	2000/2001
320,729	1,282,916	7,717,907	23,637,059	32.65%	2001/2002

**TABLE 7
LUCAS COUNTY, OHIO
SPECIAL ASSESSMENT LEVIES AND COLLECTIONS¹
LAST TEN FISCAL YEARS
(Amounts in 000's)**

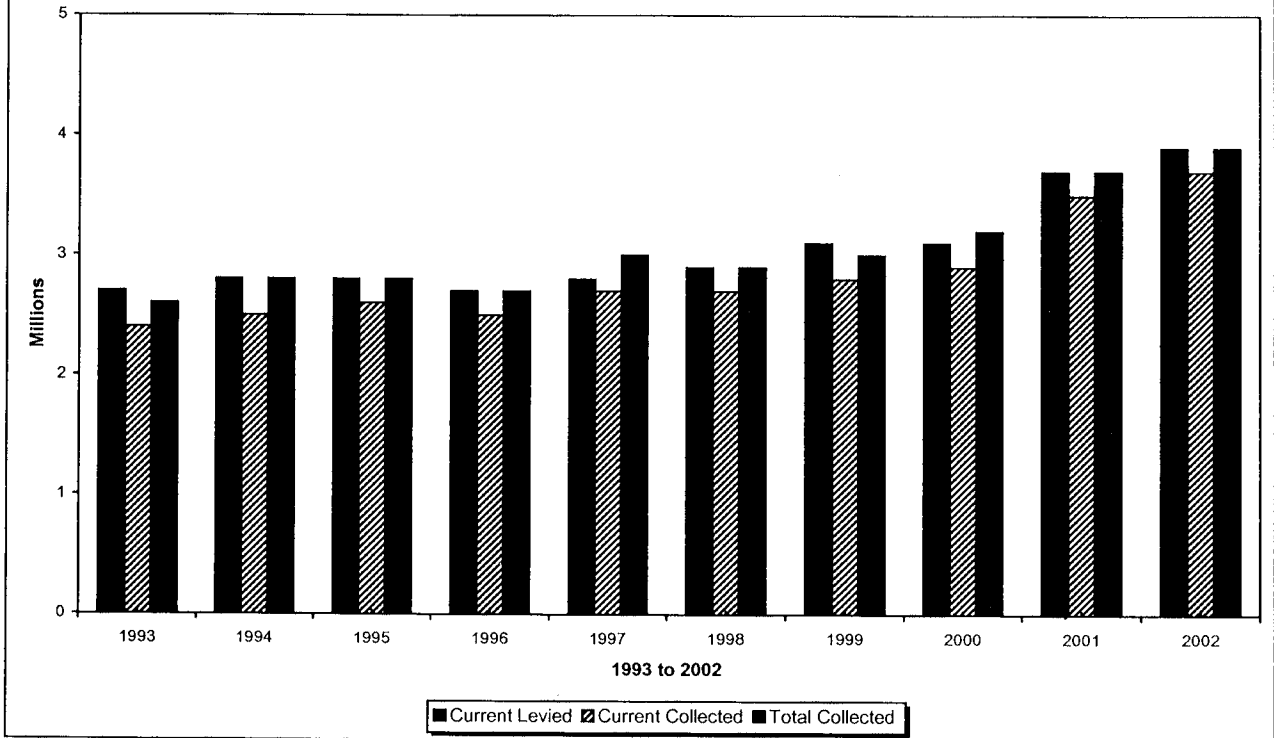
<u>Tax/Levy Collection Year</u>	<u>Current Assessment Levies</u>	<u>Current Assessments Collected</u>	<u>Current Assessments Collected as a Percent of Assessment Levies</u>	<u>Delinquent Assessments Collected</u>
1992/1993	\$2,704	\$2,487	91.97%	\$184
1993/1994	2,809	2,584	91.99%	268
1994/1995	2,810	2,630	93.59%	259
1995/1996	2,755	2,528	91.76%	172
1996/1997	2,864	2,729	95.29%	282
1997/1998	2,914	2,785	95.57%	172
1998/1999	3,125	2,891	92.51%	153
1999/2000	3,168	2,974	93.88%	232
2000/2001	3,762	3,550	94.36%	182
2001/2002	3,944	3,711	94.09%	249

¹ Assessment levies and collections include assessment districts outside the County entity.

Source: Lucas County Auditor

Special Assessment Collections

Last Ten Fiscal Years



Delinquent Assessments Collected as a Percent of Assessment Levies	Total Assessments Collected	Total Collections as a Percent of Current Assessment Levies	Accumulated Delinquencies	Tax/Levy Collection Year
6.80%	\$2,671	98.78%	\$466	1992/1993
9.54%	2,852	101.53%	433	1993/1994
9.22%	2,889	102.81%	362	1994/1995
6.24%	2,700	98.00%	362	1995/1996
9.85%	3,011	105.13%	246	1996/1997
5.90%	2,957	101.48%	209	1997/1998
4.90%	3,045	97.44%	291	1998/1999
7.32%	3,206	101.20%	268	1999/2000
4.84%	3,732	99.20%	316	2000/2001
6.31%	3,960	100.41%	327	2001/2002

TABLE 8
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)

Taxable Year: Collection Year:	1992 <u>1993</u>	1993 <u>1994</u>	1994 <u>1995</u>	1995 <u>1996</u>
Lucas County Entities:				
General Fund.....	\$2.00	\$2.00	\$2.00	\$2.00
Board of Mental Retardation.....	4.50	4.50	4.50	4.50
Children Services Board.....	3.50	3.50	3.50	3.50
Community Mental Health.....	1.50	1.50	1.50	1.50
Emergency Medical Service.....	-	-	-	-
Senior Services.....	0.25	0.25	0.25	0.25
9-1-1 Emergency Telephone System..	0.50	0.50	0.50	0.50
Zoo (improvements).....	0.50	0.50	0.50	1.00
Zoo (operating).....	0.70	0.70	0.70	0.70
<i>Total Lucas County Entities.....</i>	<u>13.45</u>	<u>13.45</u>	<u>13.45</u>	<u>13.95</u>
Other Entities:				
Metroparks.....	1.00	1.00	1.00	1.00
Toledo-Lucas County Port Authority.....	0.35	0.40	0.40	0.40
Toledo-Lucas County Library.....	1.00	1.00	1.00	1.85
Toledo Area Regional Transportation Authority ²	2.50	2.50	2.50	2.50
<i>Total Rates.....</i>	<u>\$18.30</u>	<u>\$18.35</u>	<u>\$18.35</u>	<u>\$19.70</u>

¹ Property tax rates are determined by a combination of the county-wide tax rates and the applicable tax rates for the school district, towns and municipality in which the property is located.

² Tarta is not levied in every county taxing district.

Source: Lucas County Auditor

continued

<u>1996</u> <u>1997</u>	<u>1997</u> <u>1998</u>	<u>1998</u> <u>1999</u>	<u>1999</u> <u>2000</u>	<u>2000</u> <u>2001</u>	<u>2001</u> <u>2002</u>
\$2.00	\$2.00	\$2.00	\$2.00	\$2.00	\$2.00
4.50	4.50	4.50	4.50	4.50	5.00
3.50	3.50	3.50	3.50	3.50	2.65
1.50	1.50	1.50	1.50	1.50	1.50
-	-	-	-	-	-
0.25	0.25	0.25	0.45	0.45	0.45
0.70	0.70	0.70	0.70	0.70	0.70
0.95	0.95	0.95	0.95	0.95	0.95
0.70	0.70	0.70	0.70	0.70	0.70
<u>14.10</u>	<u>14.10</u>	<u>14.10</u>	<u>14.30</u>	<u>14.30</u>	<u>13.95</u>
1.00	1.00	1.40	1.40	1.40	1.40
0.40	0.40	0.40	0.40	0.40	0.40
1.85	1.85	1.85	1.85	1.70	1.70
<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>	<u>2.50</u>
<u>\$19.85</u>	<u>\$19.85</u>	<u>\$20.25</u>	<u>\$20.45</u>	<u>\$20.30</u>	<u>\$19.95</u>

continued

TABLE 8
LUCAS COUNTY, OHIO
PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS¹-(continued)
LAST TEN FISCAL YEARS
(Per \$1,000 of Assessed Valuation)

Taxable Year: Collection Year:	1992 <u>1993</u>	1993 <u>1994</u>	1994 <u>1995</u>	1995 <u>1996</u>
School Districts:				
Anthony Wayne.....	\$62.90	\$62.90	\$62.90	\$66.80
Evergreen.....	39.70	39.70	39.70	42.90
Maumee.....	57.40	57.40	57.40	59.60
Oregon.....	42.30	42.30	45.80	45.80
Otsego.....	52.50	51.80	51.80	52.60
Ottawa Hills.....	97.90	97.90	97.90	104.30
Springfield.....	61.80	60.80	65.20	67.40
Swanton.....	56.20	56.20	56.00	65.16
Sylvania.....	62.30	62.30	62.30	63.90
Toledo.....	58.60	57.80	57.70	57.80
Washington.....	52.10	56.80	56.80	56.80
Joint Vocational School Districts:				
Four County.....	3.20	3.20	3.20	3.20
Penta County.....	2.20	2.20	2.20	2.20
Townships:				
Harding.....	3.30	3.30	3.30	3.30
Jerusalem.....	9.75	9.75	9.75	9.75
Monclova.....	4.90	4.90	5.20	5.20
Providence.....	6.45	6.45	6.45	6.45
Richfield.....	5.30	5.30	5.30	5.30
Spencer.....	6.00	6.00	6.00	6.00
Springfield.....	6.30	6.30	6.30	6.30
Swanton.....	5.40	4.70	4.90	5.20
Sylvania.....	16.40	16.40	16.40	16.40
Washington.....	19.20	19.20	19.20	19.20
Waterville.....	9.30	9.30	9.30	9.30
Municipalities:				
Village of Berkey.....	3.00	3.00	3.00	3.00
Village of Harbor View.....	7.00	7.00	7.00	7.00
Village of Holland.....	2.00	2.00	2.00	0.80
City of Maumee.....	4.40	4.20	4.10	4.00
City of Oregon.....	3.50	3.50	3.50	3.50
Village of Ottawa Hills.....	4.10	4.10	4.10	4.10
Village of Swanton.....	3.00	3.00	3.00	3.00
City of Sylvania.....	5.75	5.75	6.25	6.25
City of Toledo.....	4.40	4.40	4.40	4.40
Village of Waterville.....	3.50	3.50	3.50	3.50
Village of Whitehouse.....	3.50	3.50	3.50	3.50

¹ Property tax rates are determined by a combination of the county-wide tax rates and the applicable tax rates for the school district, township or municipality in which the property is located.

Source: Lucas County Auditor

continued

1996 1997	1997 1998	1998 1999	1999 2000	2000 2001	2001 2002
\$66.80	\$64.50	\$64.50	\$64.50	\$63.70	\$63.70
42.90	39.70	39.70	47.23	47.23	47.23
64.50	62.30	62.30	62.30	62.30	62.30
49.20	49.20	49.20	49.20	49.20	49.20
51.80	57.20	49.11	57.70	56.90	56.90
104.30	107.05	107.05	113.20	113.10	114.50
67.40	64.20	64.20	65.10	64.10	68.10
64.60	62.10	62.05	62.05	68.74	68.11
68.20	66.30	66.30	65.70	65.20	65.20
57.80	57.80	57.80	57.50	63.00	63.00
61.70	61.70	61.70	60.70	65.90	65.90
3.20	3.20	3.20	3.20	3.20	3.20
2.20	2.20	2.20	2.20	2.20	2.20
3.30	3.30	3.30	3.30	4.30	4.30
9.75	9.75	9.75	9.75	9.75	9.75
5.20	5.20	5.20	5.20	5.20	5.20
6.45	4.45	6.95	6.95	6.95	6.95
7.20	7.20	7.20	7.20	7.20	5.80
6.00	6.00	6.00	6.00	6.00	6.00
8.10	8.10	8.10	8.10	8.10	8.10
5.20	5.20	6.10	6.10	6.10	6.10
16.40	16.40	16.40	16.40	16.72	18.42
19.50	19.50	19.50	19.50	19.50	19.50
9.30	9.30	9.30	9.30	10.80	10.80
3.00	3.00	3.00	3.00	3.00	3.00
7.00	7.00	7.00	7.00	7.00	7.00
0.80	0.80	0.80	0.80	0.80	0.80
4.00	4.00	3.85	3.70	3.70	3.70
3.50	3.50	3.50	3.50	3.50	3.50
4.10	4.10	4.10	4.10	4.10	4.10
3.00	3.00	3.00	4.50	4.50	4.50
6.25	6.25	6.40	6.40	6.40	6.30
4.40	4.40	4.40	4.40	4.40	4.40
3.50	3.50	3.50	3.50	3.50	3.50
3.50	3.50	3.50	3.50	3.50	3.50

continued

TABLE 9
LUCAS COUNTY, OHIO
RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(Dollar Amounts in 000's)

Fiscal Year	Total(ii)(iii) Population	Assessed¹ Values	Gross General(i) Bonded Debt	Less Debt (i) Service Fund Balance
1993	467,500	\$5,394,200	\$37,355	\$857
1994	467,500	5,482,977	47,542	914
1995	457,100	5,724,623	49,250	810
1996	452,691	5,777,793	68,325	1,029
1997	452,400	5,882,684	75,500	7,372
1998	448,300	6,364,073	67,900	6,652
1999	447,300	6,453,593	60,060	5,986
2000	455,054	6,586,846	52,590	6,139
2001	454,500	7,776,743	61,770	10,542
2002	453,506	7,717,907	53,200	12,907

¹ Refer to: "Table 6 - Assessed and Estimated Actual Value of Taxable Property" in this section.

Source (i): Lucas County Auditor

Source (ii): Toledo Regional Growth Partnership

Source (iii): Sales Marketing Management 2001

TABLE 10
LUCAS COUNTY, OHIO
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL
BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN FISCAL YEARS
(Amounts in 000's)

Fiscal¹ Year	General Obligation Principal	General Obligation Interest	Total² General Obligation Debt Service	Total¹ General Governmental Expenditures
1993	\$1,870	\$2,724	\$4,594	\$240,914
1994	1,905	2,599	4,504	269,100
1995	2,942	3,288	6,230	276,567
1996	14,845	3,588	18,433	317,940
1997	6,425	3,971	10,396	341,414
1998	7,600	4,203	11,803	327,624
1999	7,840	3,815	11,655	345,637
2000	7,470	3,436	10,906	402,711
2001	7,820	3,538	11,358	451,791
2002	8,345	4,907	13,252	439,042

¹ Refer to: "Table 1 - General Governmental Expenditures by Function" in this section.

² General obligation bonds reported in the Enterprise funds and special assessment debt with governmental commitment have been excluded.

Source: Lucas County Auditor

<u>Net General Bonded Debt</u>	<u>Ratio of Net General Bonded Debt to Assessed Value</u>	<u>Per Capita Net General Bonded Debt</u>	<u>Fiscal Year</u>
\$36,498	0.677%	78.07	1993
46,628	0.850%	99.74	1994
48,440	0.846%	105.97	1995
67,296	1.165%	148.66	1996
68,128	1.158%	150.59	1997
61,248	0.962%	136.62	1998
54,070	0.838%	120.88	1999
46,451	0.705%	102.08	2000
51,228	0.659%	112.71	2001
40,293	0.522%	88.85	2002

<u>Ratio of Total Debt Service to General Governmental Expenditures</u>	<u>Fiscal Year</u>
1.91%	1993
1.67%	1994
2.25%	1995
5.80%	1996
3.04%	1997
3.60%	1998
3.37%	1999
2.71%	2000
2.51%	2001
3.02%	2002

TABLE 11
LUCAS COUNTY, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
FOR FISCAL YEAR ENDED December 31, 2002
(Amounts in 000's)

Direct legal debt limitation¹:		
3.0% of the first \$100,000 assessed valuation.....		\$3,000
1.5% on excess of \$100,000-not in excess of \$300,000.....		3,000
2.5% on the amount in excess of \$300,000 ²		<u>188,537</u>
<i>Total direct legal debt limitation</i>		194,537
<i>Total of all county debt outstanding</i> ³	\$82,059	
Less:		
Special assessment bonds and notes (self-supporting) ³	16,657	
Correctional facilities bonds (4).....	<u>15,832</u>	
<i>Total exempt debt</i>	(32,489)	
<i>Total net indebtedness (voted and unvoted) subject to direct debt limitation</i>		<u>49,570</u>
<i>Direct legal debt margin</i>		<u>\$144,967</u>
Unvoted debt limitation (subject to 1% of County assessed valuation).....	78,415	
Total net indebtedness (unvoted - subject to the 1% legal debt limitation).....	<u>(38,190)</u>	
<i>Total unvoted legal debt margin</i>		<u>\$40,225</u>

¹ Direct legal debt limitation is outlined by the Ohio Revised Code, codifications 133.02 and 133.05, not including available equity in debt service fund.

² Refer to: "Table 6 - Assessed and Estimated Actual Value of Taxable Property" in this section.

³ Excludes Ohio Water Development Authority (OWDA) and Ohio Public Works Commission (OPWC) loans, and non-tax revenue bonds. Refer to: "Note G - Notes Pay and to "Note H - Long-term Debt and Other Obligations" in the Notes to the Financial Statements.

⁴ Excluded by state statute.

Source: Lucas County Auditor

TABLE 12
LUCAS COUNTY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
AS OF DECEMBER 31, 2002
(Amounts in 000's)

	<u>Debt Outstanding</u>	<u>Percent Applicable to County</u>	<u>Amount Applicable to County</u>
Direct debt:			
Lucas County ¹	\$67,110	100.0%	\$67,110
Overlapping debt:			
Municipalities:²			
All cities and villages within			
Lucas County.....	145,070	100.0%	145,070
Swanton Village.....	1,260	6.64%	84
School districts:³			
All school districts			
within Lucas County.....	57,378	100.0%	57,378
Evergreen local.....	13,837	28.5%	3,944
Anthony Wayne local.....	26,974	98.0%	26,435
Swanton local.....	17,672	36.2%	6,397
Overlapping debt.....	<u>262,191</u>	91.3%	<u>239,308</u>
<i>Total direct and overlapping debt...</i>	<u><u>\$329,301</u></u>	93.1%	<u><u>\$306,418</u></u>

¹ Excluding special assessment debt with governmental commitment, revenue bonds, general obligation bonds reported in Enterprise funds and Regional Jail bonds.

² The cities which are wholly located within the legal boundaries of Lucas County are: Maumee, Oregon, Sylvania and Toledo. The villages which are wholly located within the legal boundaries of Lucas County are: Berkey, Harbor View, Holland, Ottawa Hills, Waterville and Whitehouse.

³ The school districts which are wholly located within the legal boundaries of Lucas County are: Maumee (CSD), Ottawa Hills (LSD), Oregon(CSD), Springfield (LSD), Sylvania (CSD), Toledo (CSD) and Washington (LSD).

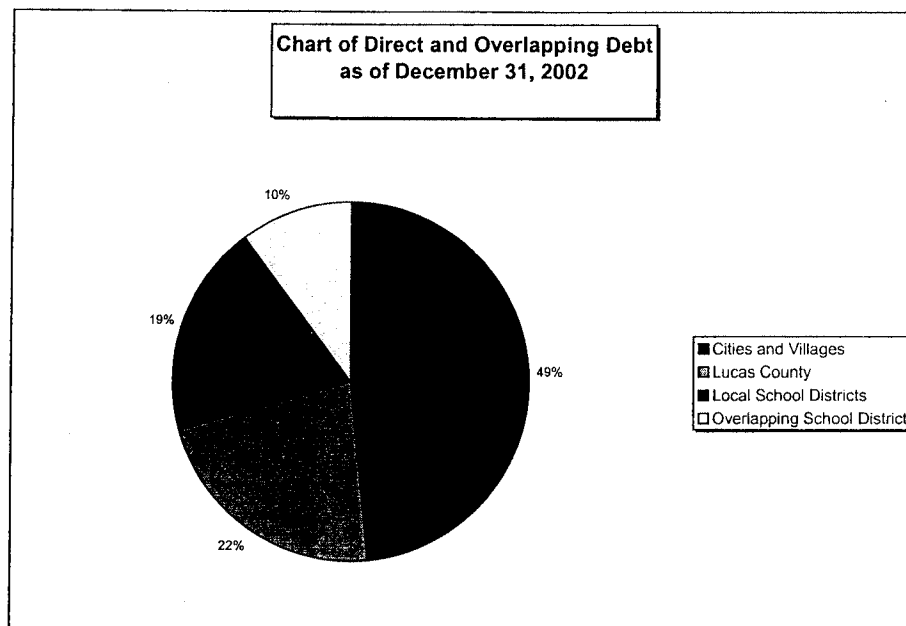


TABLE 13
LUCAS COUNTY, OHIO
PROPERTY VALUES, BANK DEPOSITS AND CONSTRUCTION ACTIVITY
LAST TEN FISCAL YEARS
(Dollar Amounts in 000's)

Fiscal -Year	Assessed Values of¹ Real, Personal and Utility Property(i)	Certified Bank Deposits (ii)	Valuation of² Construction (iii)	Total² Permits Issued (iii)
1993	\$5,432,199	\$3,124,897	\$230,814	10,462
1994	5,482,977	2,768,305	251,899	10,073
1995	5,724,623	3,053,287	265,933	8,790
1996	5,777,793	3,810,869	347,064	11,524
1997	5,882,684	3,037,031	287,618	9,848
1998	6,360,884	5,302,858	163,312	7,484
1999	6,453,593	6,340,350	194,109	7,884
2000	6,586,846	2,413,149	201,872	7,527
2001	7,776,743	785,707	213,273	8,198
2002	7,717,907	167,588	239,518	8,529

¹ Refer to: "Table 6-Assessed and Estimated Actual Value of Taxable Property" in this section.

² Represents all privately owned new construction including residential and nonresidential structures, and residential and nonresidential garage and carport additions, alterations and conversions.

Source (i): Lucas County Auditor

Source (ii): Data Services Department-Federal Reserve Bank of Cleveland.

Source (iii): Lucas County Building Regulation Department, City of Toledo Building Department, City of Oregon Inspection Department, City of Maumee Division of Building and the Village of Whitehouse Building Department.

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TABLE 14
LUCAS COUNTY, OHIO
TOP TEN PRIVATE SECTOR PRINCIPAL TAXPAYERS
FOR FISCAL YEAR ENDED DECEMBER 31, 2002
(Amounts in 000's)

<u>Firm</u>	<u>2002 Assessed Real Estate Values</u>	<u>2002 Assessed Personal Property Values</u>	<u>Total 2002 Assessed Property Values</u>
General Motors Hydra-Matic.....	\$8,535	\$49,631	\$58,166
Sun Refining.....	5,350	38,295	43,645
BP Oil.....	6,798	32,172	38,970
Chrysler/Daimler.....	6,961	27,012	33,973
Block Communications.....	1,377	23,041	24,418
General Mills.....	3,256	21,062	24,318
Owens Illinois.....	19,335	4,609	23,944
Johns Manville.....	3,679	18,820	22,499
Meijer Inc.....	13,734	7,945	21,679
The Andersons.....	13,532	7,488	21,020
<i>Totals.....</i>	<u>\$82,557</u>	<u>\$230,075</u>	<u>\$312,632</u>

* Refer to: "Table 6-Assessed and Estimated Actual Value of Taxable Property" in this section.

Source: Lucas County Auditor

TABLE 15
LUCAS COUNTY, OHIO
TOP FIVE PUBLIC UTILITY TAXPAYERS
FOR FISCAL YEARS ENDED DECEMBER 31, 2002 AND DECEMBER 31, 2001
(Amounts in 000's)

<u>Utility</u>	<u>2002 Assessed Public Utility Values</u>	<u>2001 Assessed Public Utility Values</u>	<u>2002 Percent of Utilities Assessed Value to Total 2002 Assessed Value</u>
Toledo Edison.....	\$123,120	\$123,052	1.59%
Ohio Bell.....	63,345	63,888	0.82%
Columbia Gas.....	22,926	22,500	0.30%
Buckeye Telesystem.....	23,184	11,593	0.30%
American Transmission System.....	30,004	31,657	0.39%
<i>Totals.....</i>	<u>\$262,579</u>	<u>\$252,690</u>	<u>3.40%</u>

Source: Lucas County Auditor

2002 Percent ¹ Firms Assessed Value to Total 2002 Assessed Property Values	Rank of Top Ten Firms by Assessed Property Values	
	2002	2001
0.75%	1	1
0.57%	2	4
0.51%	3	2
0.44%	4	3
0.32%	5	10
0.32%	6	6
0.31%	7	7
0.29%	8	8
0.28%	9	9
0.27%	10	5
<hr/>		
4.06%		

2001 Percent of Utilities Assessed Value to Total 2001 Assessed Value
1.58%
0.82%
0.29%
0.15%
0.41%
<hr/>
3.25%

TABLE 16
LUCAS COUNTY, OHIO
DEMOGRAPHIC STATISTICS
AS OF DECEMBER 31, 2002

POPULATION DENSITY

<u>Census Year</u>	<u>Square Miles</u>	<u>Population in Lucas County</u>	<u>Population Density</u>
1970	343.3	483,551	1,408.5
1980	343.3	471,741	1,383.4
1990	341.0	462,361	1,355.9
2000	341.0	455,054	1,334.5

Source: Bureau of Census-United States Department of Commerce

EMPLOYMENT TRENDS

Ten Year Average Employment

<u>Year</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
1993	212,500	15,600	6.8%	6.5%	6.8%
1994	215,800	13,300	5.8%	5.5%	6.1%
1995	214,400	11,500	5.0%	4.8%	5.6%
1996	215,700	11,500	5.1%	4.9%	5.4%
1997	218,300	11,900	5.2%	4.6%	4.9%
1998	218,000	12,700	5.5%	4.2%	4.5%
1999	222,000	12,100	5.2%	4.2%	4.2%
2000	219,000	11,200	4.9%	4.1%	4.0%
2001	220,500	11,500	5.0%	4.3%	4.8%
2002	215,400	15,900	6.9%	5.7%	5.8%

2002 Monthly Employment

<u>Month</u>	<u>County Employed</u>	<u>County Unemployed</u>	<u>Unemployment Rate</u>		
			<u>County</u>	<u>Ohio</u>	<u>U.S.</u>
Jan.	214,300	17,100	7.4%	6.1%	6.3%
Feb.	214,900	15,600	6.8%	6.2%	6.1%
March	216,200	15,800	6.8%	6.1%	6.1%
April	216,700	15,400	6.6%	5.7%	5.7%
May	218,100	15,100	6.5%	5.6%	5.5%
June	216,300	16,900	7.3%	6.0%	6.0%
July	215,700	20,300	8.6%	5.9%	5.9%
Aug.	217,400	15,000	6.5%	5.3%	5.7%
Sept.	214,700	15,400	6.7%	5.4%	5.4%
Oct.	215,000	15,900	6.9%	5.2%	5.3%
Nov.	213,600	14,300	6.3%	5.2%	5.6%
Dec.	211,900	13,800	6.1%	5.2%	5.7%

Source: Ohio Bureau of Employment Services

**TABLE 17
LUCAS COUNTY, OHIO
MISCELLANEOUS STATISTICS
AS OF DECEMBER 31, 2002**

HOSPITALS

<u>Name</u>	<u>Number of Beds</u>
Toledo Hospital.....	794
St. Vincent Mercy Medical Center.....	573
St. Charles Mercy Hospital.....	390
Medical College of Ohio.....	319
St. Lukes Hospital.....	316
Flower Hospital.....	274
Riverside Mercy Hospital.....	256
St. Anne Mercy Hospital.....	136
Bay Park Community Hospital.....	82

Source: Lucas County Auditor

HIGHER EDUCATION INSTITUTIONS

<u>Name of Institution</u>	<u>2002/2003 Fall/Winter Enrollment</u>
University of Toledo.....	20,401
Lourdes College.....	1,300
Medical College of Ohio.....	1,006
Stautzenberger College of Business and Technology.....	680
University of Toledo-College of Law.....	488
Davis College.....	419
<i>Total enrollment.....</i>	<i>24,294</i>

Source: Lucas County Auditor

continued

**TABLE 17
LUCAS COUNTY
MISCELLANEOUS STATISTICS-(continued)
AS OF DECEMBER 31, 2002
(Dollar Amounts in 000's)**

NATIONAL AND INTERNATIONAL FIRM RANKINGS

Firm	Overall Rank 2002	Overall Rank 2001	Ohio Rank 2002	Gross Sales	2002 Net Assets	Asset Rank
Dana Corporation.....	182	183	10	\$10,283,000	\$9,553,000	275
Owens-Illinois.....	298	301	18	5,760,000	9,850,000	269
Owens-Corning	338	349	22	4,872,000	6,832,000	314

INDUSTRIAL RANKINGS

Firm	2002 Number of Employees	Industry	2002 Rank	2001 Rank
Dana Corporation.....	63,100	Motor Vehicle & Parts	8	9
Owens-Illinois.....	n/a	Building Materials, Glass	n/a	7
Owens-Corning	19,000	Building Materials, Glass	1	1

¹Source: Fortune magazine, "The Largest 500 U.S. Industrial Companies," April 4, 2003 Volume 147, No. 7

continued

**TABLE 17
LUCAS COUNTY, OHIO
MISCELLANEOUS STATISTICS-(continued)
AS OF DECEMBER 31, 2002**

EMPLOYERS

Top Ten Private Employers

<u>Employer</u>	<u>Number of Employees</u>	<u>Primary Type of Product/Service</u>
ProMedica Health Systems**.....	11,000	Medicine and health care
Merch Health Partners*.....	6,825	Medicine and health care
General Motors/Power Train.....	4,092	Automatic transmissions
Daimler-Chrysler/Toledo Jeep.....	3,800	Automatic manufacturing
Foodtown / Pharm	3,635	Retail grocery
Andersons.....	3,500	Grain storage/processing and retail
Medical College of Ohio.....	3,477	Medicine and health care
Kroger.....	2,087	Retail Grocery
UPS.....	2,004	Mail Service
Meijers.....	1,956	Retail Service
<i>Top ten total employed</i>	<u>42,376</u>	
<i>Percent of total work force¹</i>	19.67%	

¹Refer to: "Employment Trends-Ten Year Employment" within Table 16 of this Section.

*1997 Merger of Mercy, Riverside, St. Charles and St. Vincent Mercy Medical Centers.

**1998 Merger of Childrens Medical Center, Flower Hospital, Toledo Hospital, Crestview Club Apt.

Goerlich Center, Caring Home Helath Serv. Lake Park, Golden Haven, Promedica Paramount & Promedica Phy. Support.

Source: Toledo Regional Growth Partnership

Top Five Public Employers

<u>Employer</u>	<u>Number of Employees</u>	<u>Primary Type of Product/Service</u>
Toledo Public Schools.....	5,200	Education (primary-secondary)
University of Toledo.....	5,000	Education (advanced)
Lucas County.....	4,132	Government services (various)
City of Toledo.....	3,000	Government services (various)
State of Ohio.....	2,259	Government services (various)
<i>Total employed</i>	<u>19,591</u>	
<i>Percent of total work force¹</i>	9.01%	

¹Refer to: "Employment Trends-Ten Year Employment" within Table 16 of this Section.

Source: Toledo Regional Growth Partnership

AREIS

Auditor's Real Estate
Information System

Larry A. Kaczala
Auditor

Jerome C. German, ASA, IFAS
Director/Chief Assessor
Real Estate Division

This Appraisal Property Map is
for tax purposes only. It is NOT
intended for conveyances,
nor is it a Legal Survey.

MAP DATE & SCALE
Date of Map: 3/19/2001
Date of Aerial:

Scale: 1:24000
Tax Mapping Dept. 419-213-4448

MAPPING LEGEND

- PARCEL LINE _____
- ROW LINE _____
- HISTORICAL LINE _____
- EASEMENT LINE - - - - -
- TOWNSHIP LINE _____
- DED/VAC ROW _____
- PRIVATE ROAD _____
- SECTION LINE _____
- SUB LOT LINE _____
- BUFFER LOT _____

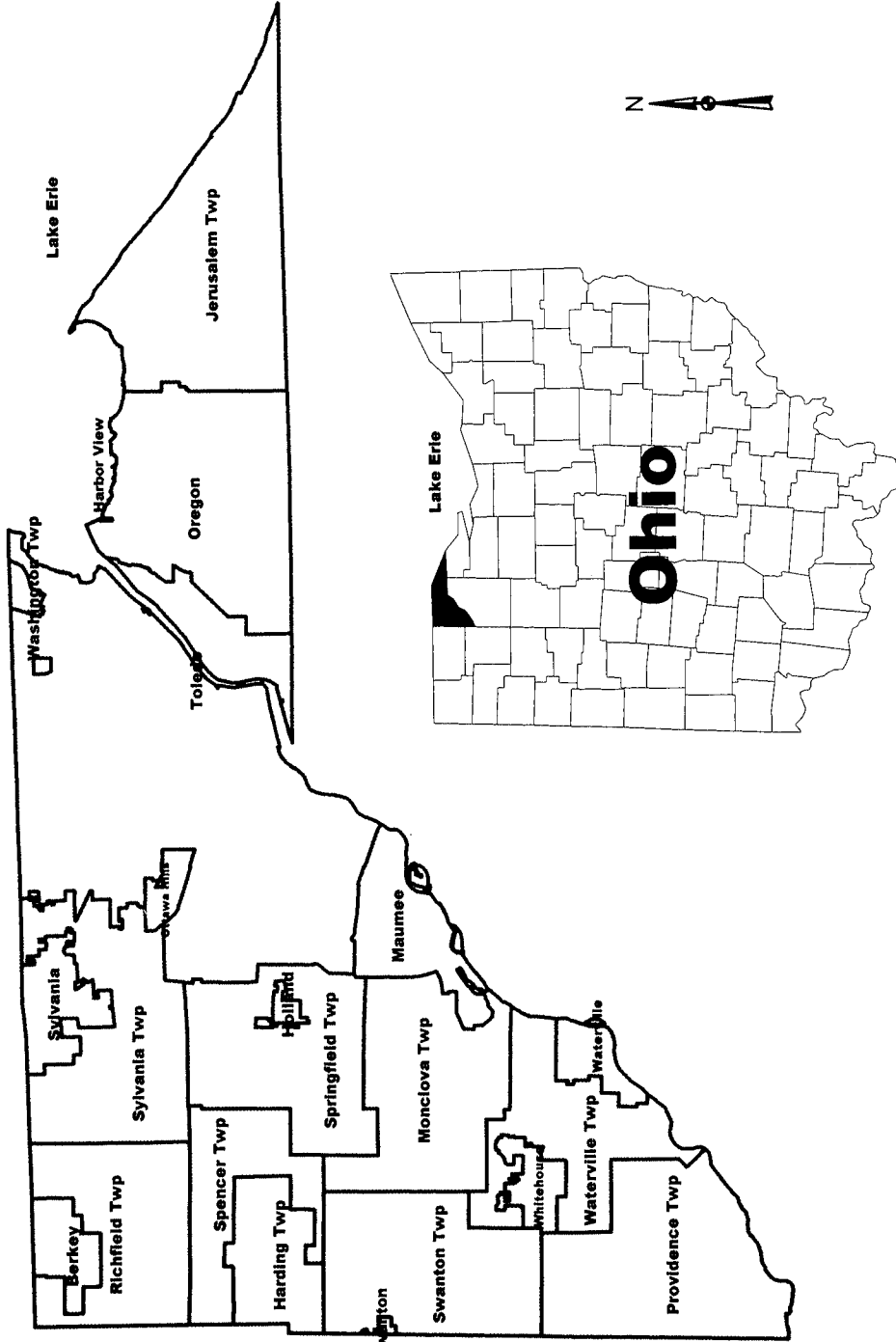
ACREAGE 9.9

ASSESSOR # 999999999

Township Range Section



Lucas County, Ohio





**Auditor of State
Betty Montgomery**

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

FINANCIAL CONDITION

LUCAS COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 29, 2003**