



Dave Yost • Auditor of State



**Cuyahoga County, Ohio**

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**CUYAHOGA COUNTY, OHIO**  
**FEDERAL AWARDS EXPENDITURES SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title                                 | Federal CFDA Number | Pass-Through Grantor Number | Grant Expenditures       |
|--|---------------------|-----------------------------|--------------------------|
| <b>U.S. DEPARTMENT OF AGRICULTURE</b>  |                     |                             |                          |
| <i>Passed Through the Ohio Department of Education:</i>                            |                     |                             |                          |
| Child Nutrition Cluster:   |                     |                             |                          |
| Non-Cash Assistance (Food Distribution):   |                     |                             |                          |
| National School Lunch Program  | 10.555              | N/A                         | \$ 6,128                 |
| Non-Cash Assistance Subtotal   |                     |                             | <u>6,128</u>             |
| Cash Assistance:   |                     |                             |                          |
| National School Lunch Program  | 10.555              | N/A                         | 506,170                  |
| School Breakfast Program   | 10.553              | N/A                         | 295,046                  |
| Cash Assistance Subtotal   |                     |                             | <u>801,216</u>           |
| Total Child Nutrition Cluster  |                     |                             | <u>807,344</u>           |
| <i>Passed Through the Ohio Department of Job and Family Services:</i>              |                     |                             |                          |
| State Administrative Matching Grants for Supplemental Nutrition Assistance Program | 10.561              | G-1213-11-0026              | 14,420,114               |
| <b>Total U.S. Department of Agriculture</b>  |                     |                             | <u><b>15,227,458</b></u> |
| <b>U.S. DEPARTMENT OF EDUCATION</b>  |                     |                             |                          |
| <i>Passed Through the Ohio Department of Education:</i>                            |                     |                             |                          |
| Special Education Cluster (IDEA):  |                     |                             |                          |
| Special Education--Grants to States (IDEA, Part B):                                |                     |                             |                          |
| CCBDD FY 2012 TITLE VI-B School Age Grant  | 84.027              | 066563-6BSF-12              | 288,360                  |
| CCBDD FY 2013 TITLE VI-B School Age Grant  | 84.027              | 066563-6BSF-13              | 166,311                  |
| ARRA - Special Education - Preschool Grants (IDEA Preschool), Recovery Act:        |                     |                             |                          |
| ARRA - CCBDD FY 2010 William B Day Early Child Ctr., Recovery Act                  | 84.392              | ARRA-066563-CC-2011         | 955                      |
| ARRA - FY 2011 Early Childhood Special Education, Recovery Act                     | 84.392              | ARRA-066563-PGS1-2011       | 164                      |
| Total Special Education Cluster  |                     |                             | <u>455,790</u>           |
| <i>Passed Through the Ohio Department of Rehabilitation Services</i>               |                     |                             |                          |
| Rehabilitation Services - Vocational Rehabilitation Grants to States:              |                     |                             |                          |
| Pathways II Cooperative Project  | 84.126              | NA                          | 1,202,634                |
| <i>Passed Through the Ohio Department of Health:</i>                               |                     |                             |                          |
| Special Education - Grants for Infants and Families:                               |                     |                             |                          |
| Help Me Grow   | 84.181              | NA                          | 1,108,835                |
| <b>Total U.S. Department of Education</b>  |                     |                             | <u><b>2,767,259</b></u>  |
| <b>U.S. DEPARTMENT OF ENERGY</b>   |                     |                             |                          |
| <i>Passed Through the Ohio Department of Development:</i>                          |                     |                             |                          |
| Weatherization Assistance for Low-Income Persons:                                  |                     |                             |                          |
| Home Weatherization Assistance Program 2011  | 81.042              | H-11-110                    | 1,160,147                |
| Home Weatherization Assistance Program 2012  | 81.042              | H-12-109                    | 198,999                  |
| ARRA - Weatherization Assistance for Low-Income Persons 2009-2010, Recovery Act    | 81.042              | ARRA-10-109                 | 1,356,122                |
| Total CFDA # 81.042  |                     |                             | <u>2,715,268</u>         |
| Energy Efficiency and Conservation Block Grant Program:                            |                     |                             |                          |
| Fairgrounds Wind Turbine Project   | 81.128              | 09EE004049                  | 1,143,416                |
| Fairgrounds Wind Turbine Project   | 81.128              | 09EE004049                  | 391,486                  |
| ARRA-EECBG Block Grant, Recovery Act   | 81.128              | DE-EE0000708                | 1,252,668                |
| Total CFDA # 81.128  |                     |                             | <u>2,787,570</u>         |
| <b>Total U.S. Department of Energy</b>   |                     |                             | <u><b>5,502,838</b></u>  |
| <b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>  |                     |                             |                          |
| <i>Direct Programs:</i>  |                     |                             |                          |
| Great Lakes Program:   |                     |                             |                          |
| Great Lakes Restoration  | 66.469              | EPA-R5-GL-2010-1            | 436,156                  |
| Brownfields Assessment and Cleanup Cooperative Agreements:                         |                     |                             |                          |
| US EPA 2008 BROWNFIELD RLF   | 66.818              | BF-00E64101-01-0            | 1,231                    |
| 2009 EPA Coalition assessment Grant  | 66.818              | BF-00E95801-0               | 174,169                  |
| ARRA - US EPA 2010 ARRA Supplemental, Recovery Act                                 | 66.818              | 2B-0097301-0                | 344,092                  |
| Total CFDA # 66.818  |                     |                             | <u>519,492</u>           |
| <b>Total U.S. Environmental Protection Agency</b>                                  |                     |                             | <u><b>955,648</b></u>    |

See the accompanying notes to this schedule.

**CUYAHOGA COUNTY, OHIO  
FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title   | Federal CFDA Number | Pass-Through Grantor Number     | Grant Expenditures |
|--|---------------------|---------------------------------|--------------------|
| <b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>  |                     |                                 |                    |
| <i>Direct Programs:</i>  |                     |                                 |                    |
| Healthy Marriage Promotion and Responsible Fatherhood Grants:<br>National Fatherhood Initiative                          | 93.086              | 90FE00520-01                    | \$ 3,548           |
| Substance Abuse and Mental Health Services - Projects of Regional<br>and National Significance:<br>CPC Felony Drug Court | 93.243              | 1H79TI023086-01                 | 197,754            |
| Low-Income Home Energy Assistance:<br>HWAP — HHS Administration 2007   | 93.568              | H-05-109                        | 190                |
| Home Weatherization Assistance Program 2011  | 93.568              | H-11-110                        | 4,669              |
| Home Weatherization Assistance Program 2012  | 93.568              | H-12-109                        | 68,734             |
| ARRA - HWAP ARRA 2009-2010, Recovery Act   | 93.568              | ARRA-10-109                     | 186,381            |
| Total CFDA # 93.568  |                     |                                 | 259,974            |
| HIV Emergency Relief Project Grants:<br>HIV Emergency Relief P.C. Support 10/11  | 93.914              | 2H89HA00045-15-00               | 874                |
| HIV Emergency Relief P.C. Support 11/12  | 93.914              | 2H89HA00045-16-00               | 1,905,713          |
| Total CFDA # 93.914  |                     |                                 | 1,906,587          |
| <i>Passed Through the Ohio Secretary of State:</i>   |                     |                                 |                    |
| Help America Vote Act Requirements Payments:<br>Polling Place Accessibility-HAVA Title II                                | 90.401              | NA                              | 33,591             |
| U.S. Election Assistance Commission Research Grants:<br>US HHS HAVA Grant  | 90.403              | NA                              | 50,000             |
| Voting Access For Individuals with Disabilities - Grants For Protection and Advocacy Systems:<br>US HHS HAVA Grant       | 93.617              | NA                              | 59,255             |
| Polling Place Accessibility  | 93.617              | NA                              | 34,356             |
| Total CFDA # 93.617  |                     |                                 | 93,611             |
| <i>Passed Through the Ohio Department of Job and Family Services:</i>  |                     |                                 |                    |
| Adoption Opportunities Grant   | 93.652              | 90CO103401                      | 361,156            |
| Promoting Safe and Stable Families   | 93.556              | G-1213-11-0026                  | 1,349,581          |
| Temporary Assistance for Needy Families (TANF) (Title IV-A)  | 93.558              | G-1213-11-0026                  | 27,942,137         |
| Child Support Enforcement (Title IV-D):<br>Program Funding   | 93.563              | G-1213-11-0026                  | 15,885,000         |
| Child Support Performance Incentives   | 93.563              | G-1213-11-0026                  | 2,402,948          |
| Total CFDA # 93.563  |                     |                                 | 18,287,948         |
| Refugee and Entrant Assistance - State Administered Programs   | 93.566              | G-1213-11-0026                  | 288,520            |
| Child Welfare Services - State Grants (Title IV-B):<br>Title IV-B Allocation   | 93.645              | G-1213-11-0026                  | 535,197            |
| Regional Training Centers  | 93.645              | G-1213-11-0026                  | 86,228             |
| Total CFDA # 93.645  |                     |                                 | 621,425            |
| Child Care and Development Fund (CCDF) Cluster:<br>Child Care Development Block Grant                                    | 93.575              | G-1213-11-0026                  | 4,947,083          |
| Child Care Mandatory and Matching Funds of the Child Care and Development Fund   | 93.596              | G-1213-11-0026                  | (1,834,556)        |
| Total CCDF Cluster   |                     |                                 | 3,112,527          |
| Foster Care (Title IV-E) Administrative and Training   | 93.658              | G-1213-11-0026                  | 3,582,798          |
| Foster Care (Title IV-E) Foster Care Maintenance (FCM) and Purchased Administration                                      | 93.658              | G-1213-11-0026                  | 19,179,956         |
| Foster Care (Title IV-E) Regional Training Centers   | 93.658              | G-1213-11-0026                  | 202,282            |
| Foster Care (Title IV-E) Direct Contract Costs   | 93.658              | G-1213-11-0026                  | 852,491            |
| Total CFDA # 93.658  |                     |                                 | 23,817,527         |
| Adoption Assistance (Title IV-E): Administrative and Training  | 93.659              | G-1213-11-0026                  | 17,576,514         |
| Adoption Assistance (Title IV-E): Regional Training Centers  | 93.659              | G-1213-11-0026                  | 69,556             |
| Adoption Assistance (Title IV-E): Direct Contract Costs  | 93.659              | G-1011-11-5026 / G-1213-11-0026 | 852,491            |
| Adoption Assistance (Title IV-E): Non-Recurring Adoption   | 93.659              | G-1011-11-5026 / G-1213-11-0026 | 36,050             |
| Total CFDA # 93.659  |                     |                                 | 18,534,611         |
| Social Services Block Grant (Title XX)   | 93.667              | G-1213-11-0026                  | 27,001,281         |

See the accompanying notes to this schedule.

(Continued)

**CUYAHOGA COUNTY, OHIO**  
**FEDERAL AWARDS EXPENDITURES SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title  | Federal CFDA Number | Pass-Through Grantor Number | Grant Expenditures        |
|---|---------------------|-----------------------------|---------------------------|
| <b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)</b>                               |                     |                             |                           |
| <i>Passed Through the Ohio Department of Job and Family Services: (Continued)</i>             |                     |                             |                           |
| Chafee Foster Care Independence Program   | 93.674              | G-1213-11-0026              | \$ 1,398,723              |
| Child Support Enforcement Research  | 93.564              | G-1213-11-0026              | 15,589                    |
| Children's Justice Grants to States   | 93.643              | G-1213-11-0026              | 6,562                     |
| Medical Assistance Program - Medicaid   | 93.778              | G-1213-11-0026              | 7,449,610                 |
| Medical Assistance Program (Child Welfare Related)- Medicaid                                  | 93.778              | G-1213-11-0026              | 318,119                   |
| Total CFDA # 93.778   |                     |                             | <u>7,767,729</u>          |
| Foster Care (Title IV-E) - Administration Juvenile Court                                      | 93.658              | 75-5-1545                   | 431,123                   |
| <i>Passed Through Ohio Department of Mental Health Services:</i>                              |                     |                             |                           |
| Social Services Block Grant (Title XX)  | 93.667              | MH12                        | 1,124,491                 |
| Medical Assistance Program — Title XIX  | 93.778              |                             | 61,916,790                |
| Block Grants for Community Mental Health Services   | 93.958              | MH12                        | 842,359                   |
| <i>Passed Through the Ohio Department of Mental Retardation and Development Disabilities:</i> |                     |                             |                           |
| Medical Assistance Program — Waiver Administration  | 93.778              | N/A                         | 1,749,276                 |
| Medical Assistance Program - Home Care Waiver Program   | 93.778              | N/A                         | 83,034                    |
| Total CFDA # 93.778   |                     |                             | <u>1,832,310</u>          |
| Social Services Block Grant (Title XX)  | 93.667              | MR-18-01                    | 950,788                   |
| <i>Passed Through the Ohio Department of Alcohol and Drug Addiction Services:</i>             |                     |                             |                           |
| Substance Abuse and Mental Health Services - Access To Recovery                               | 93.275              | 99-E66F-ATR-T-09-0836       | 5,000                     |
| Block Grants For Prevention and Treatment of Substance Abuse:                                 |                     |                             |                           |
| Health Block Grant (Per Capita)   | 93.959              | N/A                         | 5,659,367                 |
| UMADOP  | 93.959              | N/A                         | 346,810                   |
| Women's 15%   | 93.959              | N/A                         | 1,266,373                 |
| Yment   | 93.959              | N/A                         | 134,035                   |
| TASC  | 93.959              | N/A                         | 664,561                   |
| Community Prevention  | 93.959              | N/A                         | 112,599                   |
| Drug Free Community Coalition   | 93.959              | N/A                         | 55,301                    |
| Youth Services DYS Aftercare  | 93.959              | N/A                         | 232,360                   |
| Youth-Led Prevention  | 93.959              | N/A                         | 12,491                    |
| TASC FY 12  | 93.959              | 18-10342-TASC-O-11-9196     | 308,182                   |
| TASC FY 13  | 93.959              | 18-10342-TASC-O-11-9196     | 256,932                   |
| Total   |                     |                             | <u>9,049,011</u>          |
| Medical Assistance Program — Title XIX  | 93.778              | N/A                         | 7,527,713                 |
| <b>Total U.S. Department of Health and Human Services</b>                                     |                     |                             | <u><b>216,729,966</b></u> |
| <b>SOCIAL SECURITY ADMINISTRATION</b>   |                     |                             |                           |
| Social Security State Grants for Work Incentives Assistance to Disabled Beneficiaries:        |                     |                             |                           |
| Ticket to Work Program  | 96.009              | N/A                         | 6,422                     |
| <i>Passed Through the Ohio Department of Job and Family Services:</i>                         |                     |                             |                           |
| Social Security - Disability Insurance (DI)   | 96.001              |                             | 55,504                    |
| Social Security - Retirement Insurance  | 96.002              |                             | 142,488                   |
| <b>Total Social Security Administration</b>   |                     |                             | <u><b>204,414</b></u>     |
| <b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>   |                     |                             |                           |
| <i>Direct Programs:</i>   |                     |                             |                           |
| Port Security Grant Program FY 08/09  | 97.056              | 2008-GB-T8-K107             | 633,203                   |
| Port Security Grant Program FY 09/10  | 97.056              | 2008-GB-T8-K107             | 473,322                   |
| Port Security Grant Program FY 10/13  | 97.056              | 2010-PU-T0-K018             | 468,951                   |
| Total CFDA # 97.056   |                     |                             | <u>1,575,476</u>          |

See the accompanying notes to this schedule.

(Continued)

**CUYAHOGA COUNTY, OHIO**  
**FEDERAL AWARDS EXPENDITURES SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title                            | Federal CFDA Number | Pass-Through Grantor Number | Grant Expenditures       |
|---|---------------------|-----------------------------|--------------------------|
| <b>U.S. DEPARTMENT OF HOMELAND SECURITY (CONTINUED)</b>                       |                     |                             |                          |
| <i>Passed Through the Ohio Department of Public Safety:</i>                   |                     |                             |                          |
| Emergency Management Performance Grants:                                      |                     |                             |                          |
| Emergency Management  | 97.042              | 34-6000.817                 | \$ 312,561               |
| Port Security Grant Program:  |                     |                             |                          |
| Port Wide WMD Maritime Exercise   | 97.056              | FY2009-PORT-IJ8             | 34,336                   |
| Port Security FY2010-Medical Examiner 13                                      | 97.056              | 2010-PU-T0-K018             | 14,215                   |
| Total CFDA # 97.056   |                     |                             | <u>48,551</u>            |
| <i>Passed Through the Ohio Department of Emergency Management Assistance:</i> |                     |                             |                          |
| Interoperable Emergency Communications FY 2009                                | 97.055              | 2009-IP-T9-0016             | 25,510                   |
| Interoperable Emergency Communications FY 2009                                | 97.055              | 2010-IP-T0-0007             | 32,480                   |
| Total CFDA # 97.055   |                     |                             | <u>57,990</u>            |
| Homeland Security Grant Program:  |                     |                             |                          |
| Structural Collapse Training - FY09 SHSP                                      | 97.067              | 2009-SS-T9-0089             | 15,000                   |
| State SHSP-Law Enforcement (SHSPLE) 2008                                      | 97.067              | 2008-GE-T8-0025             | 188                      |
| State SHSP-Law Enforcement (SHSPLE) 2009                                      | 97.067              | 2009-SS-T9-0089             | 771,954                  |
| State SHSP-Law Enforcement (SHSPLE) 2009                                      | 97.067              | 2010-SS-TO-0012             | 156,624                  |
| NEORFC-FY09 Urban Area Security Initiative                                    | 97.067              | EMW-2011-SS-00070           | 82,709                   |
| NEORFC-FY09 (SHSPLE)  | 97.067              | 2010-SS-TO-0012             | 99,136                   |
| Urban Area Security Initiative (URSI)   | 97.067              | 2008-GE-T8-0030             | 1,499,417                |
| Urban Area Security Initiative (URSI)   | 97.067              | 2009-SS-T9-0089             | 4,055,931                |
| Urban Area Security Initiative (URSI)   | 97.067              | 2010-SS-TO-0012             | 1,351,191                |
| Community Emergency Response Team Grant                                       | 97.067              | 2009-SS-T9-0089             | 724,905                  |
| Community Emergency Response Team Grant                                       | 97.067              | 2010-SS-TO-0012             | 135,549                  |
| Regional Collaboration Prj  | 97.067              | 2009-SS-T9-0089             | 228,168                  |
| Regional Collaboration Prj  | 97.067              | 2009-SS-T9-0089             | 79,503                   |
| Total CFDA # 97.067   |                     |                             | <u>9,200,275</u>         |
| <b>Total U.S. Department of Homeland Security</b>                             |                     |                             | <u><b>11,194,853</b></u> |
| <b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>                       |                     |                             |                          |
| <i>Direct Programs:</i>   |                     |                             |                          |
| CDBG - Entitlement Grants Cluster:  |                     |                             |                          |
| CDBG Rehab Operations FY 08   | 14.218              | B-08-UC-39-0001             | 100,000                  |
| 2008 Neighborhood Stabilization Program                                       | 14.218              | B-08-UC-39-0002             | 1,432,782                |
| 2011 NSP 3 Admin  | 14.218              | B-11-UN-39-0002             | 801,733                  |
| CDBG YR 35 2009   | 14.218              | B-09-UC-39-0001             | 33,171                   |
| CDBG YR 36 2010   | 14.218              | B-10-UC-39-0001             | 612,021                  |
| CDBG YR 37 2011   | 14.218              | B-11-UC-39-0001             | 3,248,032                |
| CDBG YR 38 2012   | 14.218              | B-12-UC-39-0001             | 893,143                  |
| CDBG Program Loans (FY 2012 Beg Bal Loan Rec)                                 | 14.218              |                             | 15,076,778               |
| ARRA - 2009 CDBG ARRA Entitlement Grants (CDBG-R), Recovery Act Funded        | 14.253              | B-09-UY-39-0001             | 1,365                    |
| Total CDBG - Entitlement Grants Cluster                                       |                     |                             | <u>22,199,025</u>        |
| CDBG / State's Program and Non-Entitlement Grants:                            |                     |                             |                          |
| 2009 STATE NSP PROJECT PLAN   | 14.228              | B-Z-08-246-1                | 45,036                   |
| Emergency Solutions Grant Program:  |                     |                             |                          |
| Emergency Shelter Grants Program (ESG) 2011                                   | 14.231              | S-11-UC-39-0001             | 173,975                  |
| Housing Stability 2011  | 14.231              | B-K-11-1DD-1                | 226,220                  |
| Total CFDA # 14.231   |                     |                             | <u>400,195</u>           |
| Supportive Housing Program:   |                     |                             |                          |
| SHP-10 DOMESTIC VIOLENCE CENTER   | 14.235              | OH16B70-2030                | 75,697                   |
| SHP-11 DOMESTIC VIOLENCE CENTER   | 14.235              | OH16B70-2030                | 12,858                   |
| SHP -10 SA Pass Transitional  | 14.235              | OH0053B5E020801             | 527,499                  |
| SHP-11 SA Pass Transitional   | 14.235              | OH0053B5E020801             | 55,855                   |
| SHP-10 SA ZELMA GEORGE  | 14.235              | OH0073B5E020802             | 28,700                   |
| SHP-11 SA ZELMA GEORGE  | 14.235              | OH0073B5E020802             | 147,490                  |
| SHP-10 HEP  | 14.235              | OH0070B5E021003             | 138,090                  |
| SHP-11 HEP  | 14.235              | OH0070B5E021003             | 130,411                  |
| SHP -10 PASS Supportive   | 14.235              | OH0052B5E020801             | 265,549                  |
| SHP -11 PASS Supportive   | 14.235              | OH0052B5E020801             | 79,745                   |
| Total CFDA # 14.235   |                     |                             | <u>1,461,894</u>         |

See the accompanying notes to this schedule.

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**CUYAHOGA COUNTY, OHIO**  
**FEDERAL AWARDS EXPENDITURES SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title                                   | Federal<br>CFDA<br>Number | Pass-Through<br>Grantor Number | Grant<br>Expenditures    |
|--|---------------------------|--------------------------------|--------------------------|
| <b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (CONTINUED)</b>                  |                           |                                |                          |
| <i>Direct Programs: (Continued)</i>  |                           |                                |                          |
| Shelter Plus Care 2005 — SRA   | 14.238                    | OH16C50-2001                   | \$ 45,320                |
| Shelter Plus Care 2006 - SRA   | 14.238                    | OH16C60-2001                   | 201,374                  |
| Shelter Plus Care '09 Renewal -SRA   | 14.238                    | OH0278C5E020901                | 7,254                    |
| Shelter Plus Care '10 Renewal -SRA   | 14.238                    | OH0278C5E021001                | 550,167                  |
| Shelter Plus Care '10 Renewal -SRA   | 14.238                    | OH0278C5E021101                | 430,064                  |
| Shelter Plus Care '11 Renewal -SRA   | 14.238                    | OH0278C5E021101                | 597,415                  |
| Shelter Plus Care '07 - SRA  | 14.238                    | OH16C70-2001                   | 362,877                  |
| Shelter Plus Care '08 - SRA  | 14.238                    | OH0035C5E020800                | 397,974                  |
| Shelter & Care '09 - SRA (6yr)   | 14.238                    | OH0310C5E020900                | 272,948                  |
| Shelter & Care '10 renewal - TRA   | 14.238                    | OH0060C5E020802                | 2,522,193                |
| Shelter & Care '11 renewal - TRA   | 14.238                    | OH0060C5E020802                | 6,170,806                |
| Shelter Plus Care '10 Renewal -TRA-7 Unit  | 14.238                    |                                | 7,697                    |
| Total CFDA # 14.238  |                           |                                | <u>11,566,089</u>        |
| <br>Home Investment Partnerships Program (HOME):                                     |                           |                                |                          |
| Home 1996  | 14.239                    | M-96-DC-39-0216                |                          |
| Home 2000  | 14.239                    | M-00-DC-39-0216                | 24,934                   |
| Home 2004  | 14.239                    | M-04-DC-39-0216                | 25,000                   |
| Home ADM Operations 2006   | 14.239                    | M-03-DC-39-0216                | 164,202                  |
| Home 2007  | 14.239                    | M-07-DC-39-0216                | 158,924                  |
| Home 2008  | 14.239                    | M-08-DC-39-0216                | 186,837                  |
| Home 2009  | 14.239                    | M-09-DC-39-0216                | 361,515                  |
| Home 2010  | 14.239                    | M-10-DC-39-0216                | 598,978                  |
| Home 2011  | 14.239                    | M-11-DC-39-0216                | 1,121,712                |
| Home 2012  | 14.239                    | M-12-DC-39-0216                | 24,056                   |
| Home Program Loans (FY 2012 Beg Bal Loans Receivable)                                | 14.239                    |                                | 11,985,845               |
| Total CFDA # 14.239  |                           |                                | <u>14,652,003</u>        |
| <br>CDBG / Brownfields Economic Development Initiative:                              |                           |                                |                          |
| HUD Section 108  | 14.246                    | B-94-UC-39-0001                | <u>1,458,227</u>         |
| <br>ARRA - Neighborhood Stabilization Program, Recovery Act Funded (NSP 2):          |                           |                                |                          |
| 2010 NSP2 admin  | 14.256                    | B-09-CN-OH-0032                | <u>2,039,761</u>         |
| <br>ARRA - Homelessness Prevention and Rapid Re-Housing Program, Recovery Act Funded |                           |                                |                          |
|  | 14.257                    | S-09-UY-39-0001                | <u>383,235</u>           |
| <br><i>Passed Through the Ohio Department of Development:</i>                        |                           |                                |                          |
| ARRA - Homelessness Prevention and Rapid Re-Housing Program, Recovery Act Funded     | 14.257                    | B-A-09-246-1                   | <u>334,329</u>           |
| <br><i>Passed Through the City of Cleveland:</i>                                     |                           |                                |                          |
| ARRA - Homelessness Prevention and Rapid Re-Housing Program, Recovery Act Funded     | 14.257                    | S-09-MY-39-0004                | <u>1,592,345</u>         |
| <br><i>Passed Through the City of Cleveland Heights:</i>                             |                           |                                |                          |
| ARRA - Homelessness Prevention and Rapid Re-Housing Program, Recovery Act Funded     | 14.257                    | S-09-MY-39-0005                | <u>62,517</u>            |
| <br><i>Passed through the Cuyahoga County Board of Health:</i>                       |                           |                                |                          |
| Healthy Homes Demonstration Grants:  |                           |                                |                          |
| 2011 Healthy Homes Initiative Grants   | 14.901                    | OHLHD0218-10                   | <u>27,642</u>            |
| 2011 Lead Hazard Reduction Demonstration Grant                                       | 14.905                    | OHLHD0218-10                   | 984,200                  |
| <b>Total U.S. Department of Housing and Urban Development</b>                        |                           |                                | <u><b>57,206,498</b></u> |
| <br><b>U.S. DEPARTMENT OF JUSTICE:</b>   |                           |                                |                          |
| <i>Direct Programs:</i>  |                           |                                |                          |
| Violence Against Women Act Court Training and Improvements Grants:                   |                           |                                |                          |
| Victim Safety Enhancement  | 16.013                    | 2011-WC-AX-K019                | <u>24,231</u>            |
| <br>Congressionally Recommended Awards:  |                           |                                |                          |
| Prisoner Reentry Program   | 16.753                    | 2010-DDBX-0426                 | <u>26,360</u>            |

See the accompanying notes to this schedule.

(Continued)

**CUYAHOGA COUNTY, OHIO  
FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title                                   | Federal<br>CFDA<br>Number | Pass-Through<br>Grantor Number | Grant<br>Expenditures |
|--|---------------------------|--------------------------------|-----------------------|
| <b>U.S. DEPARTMENT OF JUSTICE: (Continued)</b>                                       |                           |                                |                       |
| <i>Direct Programs: (Continued)</i>  |                           |                                |                       |
| Drug Court Discretionary Grant Program:  |                           |                                |                       |
| DOJ/BJA Adult Drug Court Opiate FY12-14  | 16.585                    | 2011-DX-BX-0119                | \$ 40,601.00          |
| DOJ/BJA Adult Drug Court Opiate 9/30/11-9/29/12                                      | 16.585                    | 1H79TI023875-01                | <u>59,367</u>         |
| Total CFDA # 16.585  |                           |                                | <u>99,968</u>         |
| ARRA - Public Safety Partnership and Community Policing Grants, Recovery Act Funded: |                           |                                |                       |
| Child Sexual Predator Grant Program  | 16.710                    | 2010-CSWX-0007                 | <u>239,058</u>        |
| Reduction and Prevention of Children's Exposure to Violence:                         |                           |                                |                       |
| Child Exposed to Violence Demo PHSI  | 16.730                    | 2010-MU-MUK-001                | <u>293,062</u>        |
| Supervised Visitation, Safe Havens for Children:                                     |                           |                                |                       |
| Safe Havens: Visitation & Exchange prg   | 16.527                    | 2011-CW-AX-K004                | <u>1,051</u>          |
| Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program:    |                           |                                |                       |
| Family Justice Center Project - 09/2011  | 16.590                    | 2009-WE-AX-0043                | <u>172,541</u>        |
| DNA Backlog Reduction Program  | 16.741                    | 2010-DN-BX-K073                | 69,615                |
| DNA Backlog Reduction Program  | 16.741                    | 2010-DN-BX-K073                | <u>84,265</u>         |
| Total CFDA # 16.741  |                           |                                | <u>153,880</u>        |
| Paul Coverdell Forensic Sciences Improvement Grant Program                           | 16.742                    | 2011-PC-NFS-7807               | <u>67,473</u>         |
| Missing Children's Assistance:   |                           |                                |                       |
| Internet Crimes Against Children FY 09   | 16.543                    | 2009-MC-CX-K032                | 432,437               |
| Internet Crimes Against Children FY 11-12  | 16.543                    | 2011-MC-CX-K026                | <u>96,757</u>         |
| Total CFDA # 16.543  |                           |                                | <u>529,194</u>        |
| State Criminal Alien Assistance Program (SCAAP)                                      | 16.606                    | N/A                            | <u>50,471</u>         |
| Edward Byrne Memorial Justice Assistance Grant Program:                              |                           |                                |                       |
| JAG Asst Justice 08  | 16.738                    | 2008-DJ-BX-0287                | 7,862                 |
| JAG Asst Justice 09-13   | 16.738                    | 2010-DJ-BX-0251                | <u>180,924</u>        |
| Total CFDA # 16.738  |                           |                                | <u>188,786</u>        |
| Second Chance Act Prisoner Reentry Initiative:                                       |                           |                                |                       |
| Second Chance Act Adult Offender Reentry   | 16.812                    | 2011-CZ-BX-0027                | 396,884               |
| Modified Therapeutic & Intensive Case Management                                     | 16.812                    | 2010-RW-BX-0010                | 64,610                |
| Project Restore Program 2010/2011  | 16.812                    | 2010-CZ-BX-0113                | <u>334,453</u>        |
| Total CFDA # 16.812  |                           |                                | <u>795,947</u>        |
| <i>Passed Through Ohio Office of Justice Assistance:</i>                             |                           |                                |                       |
| <i>Crime Victim Assistance:</i>  |                           |                                |                       |
| Voca Children Who Witness Violence 2012  | 16.575                    | 2012-ADSCE471                  | <u>53,572</u>         |
| <i>Passed Through the Ohio Department of Public Safety:</i>                          |                           |                                |                       |
| <i>Violence Against Women Formula Grants:</i>  |                           |                                |                       |
| FY 2011 VAWA Block Grant   | 16.588                    | 2010-WF-RPU-0769               | 88,229                |
| FY 2012 VAWA Block Grant   | 16.588                    | 2011-WF-RPU-0769               | 356,350               |
| FY 2011 VAWA Administration  | 16.588                    | 2010-WF-ADM-8668               | 3,403                 |
| FY 2012 VAWA Administration  | 16.588                    | 2011-WF-ADM-8668               | <u>6,403</u>          |
| Total CFDA # 16.588  |                           |                                | <u>454,385</u>        |
| Edward Byrne Memorial Justice Assistance Grant Program:                              |                           |                                |                       |
| OCJS JAG / PSI GRANT   | 16.738                    | 2011-JG-C01-6924               | <u>96,688</u>         |
| <i>Passed Through the Ohio Department of Youth Services:</i>                         |                           |                                |                       |
| <i>Juvenile Accountability Block Grants:</i>   |                           |                                |                       |
| ODYS Step Down   | 16.523                    | 2007-JB-01-B068                | 5,535                 |
| 2010 JAIBG Block Grant   | 16.523                    | 2009-JB-RPU-0700               | 2,528                 |
| 2011 JAIBG Block Grant   | 16.523                    | 2010-JB-RPU-0700               | 66,857                |
| 2012 JAIBG Block Grant   | 16.523                    | 2011-JB-RPU-0700               | <u>109,492</u>        |
| Total CFDA # 16.523  |                           |                                | <u>184,412</u>        |

See the accompanying notes to this schedule.

(Continued)

**CUYAHOGA COUNTY, OHIO**  
**FEDERAL AWARDS EXPENDITURES SCHEDULE**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title  | Federal<br>CFDA<br>Number | Pass-Through<br>Grantor Number | Grant<br>Expenditures |
|---|---------------------------|--------------------------------|-----------------------|
| <b>U.S. DEPARTMENT OF JUSTICE: (Continued)</b>  |                           |                                |                       |
| <i>Passed Through the Ohio Department of Youth Services: (Continued)</i>                  |                           |                                |                       |
| Juvenile Justice and Delinquency Prevention Allocation to States:                         |                           |                                |                       |
| JJDP Block Grant FY 2010  | 16.540                    | 2009-JJ-RPU-0795               | \$ 28,584             |
| JJDP Block Grant FY2011   | 16.540                    | 2010-JJ-RPU-0795               | 92,408                |
| JJDP Block Grant FY2012   | 16.540                    | 2011-JJ-RPU-0795               | 68,245                |
| 2011 Cuyahoga JJ Administration   | 16.540                    | 2010-JJ-ADM-0320               | 59                    |
| Total CFDA # 16.540   |                           |                                | 189,296               |
| <i>Passed Through the City of Cleveland:</i>  |                           |                                |                       |
| ARRA - Edward Byrne Memorial Justice Assistance Grant (JAG) Program, Recovery Act Funded: |                           |                                |                       |
| ARRA - Recovery Act-Justice Reform 2009/2013  | 16.804                    | 2009-SC-B9-0367                | 158,898               |
| <b>Total U.S. Department of Justice</b>   |                           |                                | <b>3,779,273</b>      |
| <b>U.S. DEPARTMENT OF LABOR:</b>  |                           |                                |                       |
| <i>Passed Through the Ohio Department of Job and Family Services:</i>                     |                           |                                |                       |
| <i>WIA Cluster:</i>   |                           |                                |                       |
| WIA-Adult Programs (SFY 12) (1/12 - 6/12)   | 17.258                    | JFSFAP12                       | 1,251,620             |
| WIA-Adult Programs (SFY 12)-Admin (1/12 - 6/12)   | 17.258                    | JFSFAP12                       | 45,877                |
| WIA-Adult Programs (SFY 13) (7/12 - 12/12)  | 17.258                    | JFSFAP13                       | 1,317,283             |
| WIA-Adult Programs (SFY 13)-Admin (7/12 - 12/12)  | 17.258                    | JFSFAP13                       | 69,266                |
| WIA-Disability Employment Initiative  | 17.258                    | JFSFAP13                       | 21,706                |
| Total WIA-Adult   |                           |                                | 2,705,752             |
| WIA-Youth Activities (SFY 12) (1/12 - 6/12)   | 17.259                    | JFSFAP12                       | 1,811,576             |
| WIA Youth Activities (SFY 12)-Admin (1/12 - 6/12)   | 17.259                    | JFSFAP12                       | 66,402                |
| WIA-Youth Activities (SFY 13) (7/12 - 12/12)  | 17.259                    | JFSFAP13                       | 1,135,232             |
| WIA-Youth Activities (SFY 13)-Admin (7/12 - 12/12)  | 17.259                    | JFSFAP13                       | 59,693                |
| Total WIA-Youth Activities  |                           |                                | 3,072,903             |
| WIA-Dislocated Worker (SFY 12) (1/12 - 6/12)  | 17.278                    | JFSFAP12                       | 944,634               |
| WIA-Dislocated Worker (SFY 12)-Admin (1/12 - 6/12)  | 17.278                    | JFSFAP12                       | 69,445                |
| WIA-Dislocated Worker (SFY 13) (7/12 - 12/12)   | 17.278                    | JFSFAP13                       | 708,154               |
| WIA-Dislocated Worker (SFY 13)-Admin (7/12 - 12/12)                                       | 17.278                    | JFSFAP13                       | 37,236                |
| WIA-Adult Under Dislocated Worker   | 17.278                    | JFSFAP12,13                    | 1,054,531             |
| WIA-Rapid Response  | 17.278                    | JFSFAP12,13                    | 587,143               |
| Total WIA - Dislocated Workers  |                           |                                | 3,401,143             |
| <b>Total U.S. Department of Labor</b>   |                           |                                | <b>9,179,798</b>      |
| <b>U.S. DEPARTMENT OF TRANSPORTATION:</b>   |                           |                                |                       |
| <i>Passed Through the Ohio Department of Transportation:</i>                              |                           |                                |                       |
| Highway Planning and Construction:  |                           |                                |                       |
| ODOT — LPA/Bagley Road  | 20.205                    | E080 (859)                     | 123,073               |
| ODOT — ARRA - LPA/Bainbridge Road-Stimulus Dollar, Recovery Act Funded                    | 20.205                    | E080 (298)                     | 1,195,013             |
| ODOT---- LPA/COLUMBUS ROAD LIFT BRIDGE  | 20.205                    | FAP No: E100412                | 3,166,326             |
| ODOT — LPA/Eastland Rd and East Land Bridge No. 27  | 20.205                    | FAN-E050493                    | 897,684               |
| ODOT-- LPA/CEAO BRIDGE ENGINEERING  | 20.205                    | FAN DOT1E120 000262            | 79,987                |
| ODOT — LPA/Fitch Road Grade Separation  | 20.205                    | E041 (150)                     | 1,743,595             |
| ODOT — LPA/Fitch Road Right of Way  | 20.205                    | E041 (150)                     | 179,823               |
| ODOT — LPA/Old Royalton Road Bridge 107   | 20.205                    | E80 (140)                      | 330,836               |
| ODOT — LPA/ Rockside Road -Broadway to Aurora Rd.   | 20.205                    | E090(778)                      | 41,774                |
| ODOT-----SNOW/ROCKSIDE ROAD   | 20.205                    | FAP No: E050352                | 937,714               |
| ODOT — LPA/St. Clair Ave- East 72 st to East 140 st                                       | 20.205                    | E80 (724)                      | 6,329                 |
| ODOT — LPA/Stearns Road Project   | 20.205                    | E036 (675)                     | 225,314               |
| ODOT — LPA/Sprague Road-York road to State road   | 20.205                    | E091 (079)                     | 1,213,225             |
| ODOT — LPA/Tiedman Road-Brookpark to Memphis  | 20.205                    | E091 (078)                     | 360,968               |
| ODOT — LPA/Towpath Trail Project  | 20.205                    | E060(392)                      | 177,667               |
| Total Highway Planning and Construction Cluster   |                           |                                | 10,679,328            |
| Airport Improvement Program:  |                           |                                |                       |
| 2011 FAA Recons, Rehab Apron A1& B, C& D1   | 20.106                    | N/A                            | 483,476               |
| 2010 FAA Rehabilitation Taxiway B,A6,U,W & Apron K  | 20.106                    | N/A                            | 41,462                |
| Total CFDA # 20.106   |                           |                                | 524,938               |
| Alcohol Impaired Driving Countermeasures Incentive Grants I:                              |                           |                                |                       |
| High visibility Enforcement OT 2012   | 20.601                    | HVE0-2012-18-00-00-00348       | 61,089                |
| Interagency Hazardous Materials Public Sector Training and Planning Grants:               |                           |                                |                       |
| Hazardous Materials Emergency Preparation Training  | 20.703                    | HMEOH8016060                   | 50,823                |
| <b>Total U.S. Department of Transportation</b>  |                           |                                | <b>11,316,178</b>     |

See the accompanying notes to this schedule.

(Continued)

**CUYAHOGA COUNTY, OHIO  
FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012**

| Federal Grantor/Pass-Through Grantor/Program Title                    | Federal<br>CFDA<br>Number | Pass-Through<br>Grantor Number | Grant<br>Expenditures        |
|---|---------------------------|--------------------------------|------------------------------|
| <b>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</b>                 |                           |                                |                              |
| <i>Passed Through the Ohio Department of Job and Family Services:</i> |                           |                                |                              |
| Training and Technical Assistance - Foster Care                       | 94.009                    |                                | \$ 52,980                    |
| <b>Total Corporation for National and Community Service</b>           |                           |                                | <b><u>52,980</u></b>         |
| <br><b>FEDERAL DEPARTMENT OF ARMY U.S. ARMY CORPS OF ENGINEERS</b>    |                           |                                |                              |
| <i>Direct Program:</i>  |                           |                                |                              |
| Cuyahoga River Environment Restoration                                | 12.XXX                    | NA                             | 2,980                        |
| <b>Total Federal Department of Army U.S. Army Corps of Engineers</b>  |                           |                                | <b><u>2,980</u></b>          |
| <br><b>FEDERAL DEPARTMENT OF COMMERCE</b>                             |                           |                                |                              |
| <i>Direct Program:</i>  |                           |                                |                              |
| Investments for Public Works and Economic Development Facilities:     |                           |                                |                              |
| 2009 Lakefront Connector Bridge                                       | 11.309                    | 06-01-05392                    | 8,832                        |
| <b>Total Federal Department of Commerce</b>                           |                           |                                | <b><u>8,832</u></b>          |
| <br><b>FEDERAL DEPARTMENT OF INTERNATIONAL DEVELOPMENT</b>            |                           |                                |                              |
| <i>Direct Program:</i>  |                           |                                |                              |
| USAID Foreign Assistance for Programs Overseas:                       |                           |                                |                              |
| Development of DNA Database for Convicted Offenders in Pakistan       | 98.001                    | PGA-P280515                    | 60,000                       |
| <b>Total Federal Department of International Development</b>          |                           |                                | <b><u>60,000</u></b>         |
| <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>                           |                           |                                | <b><u>\$ 334,188,975</u></b> |
| <i>See the accompanying notes to this schedule.</i>                   |                           |                                | <i>( Concluded )</i>         |

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

**1. BASIS OF PRESENTATION**

The accompanying Federal Awards Expenditures Schedule (the "Schedule") reflects the expenditures of the primary government of Cuyahoga County, Ohio, (the County) under programs financed by the U.S. government for the year ended December 31, 2012. The Schedule has been prepared using the cash basis of accounting. For purposes of the Schedule, federal awards include the following:

- Direct federal awards
- Pass-through funds received from nonfederal organizations made under federally sponsored programs conducted by those organizations.

The information presented in the Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Catalog of Federal Domestic Assistance (CFDA) Numbers or Primary Grant Numbers are presented for those programs for which such numbers are available.

The County's basic financial statements include the operations of MetroHealth System, a discretely presented component unit, which expended \$7,545,530 in federal awards during the year ended December 31, 2012. These expenditures are not included in the accompanying Schedule for the year ended December 31, 2012, because MetroHealth System had a separate audit performed by other auditors in accordance with OMB Circular A-133.

**2. LOANS RECEIVABLE**

As shown in the table below, the County had loans receivable outstanding at December 31, 2012, under the Community Development Block Grant (CDBG) Entitlement and Home Investment Partnership programs. All of the loans outstanding at December 31, 2012, pertained to federal awards received by the County, or program income associated with these awards, and provided as loans to eligible recipients in prior years. The loan balances detailed below were included in federal expenditures presented in the accompanying Schedule. The loans outstanding at December 31, 2012, under federal grant programs were as follows:

| <u>Program Title</u>  | <u>Federal<br/>CFDA No.</u> | <u>Loan Amounts<br/>Outstanding at<br/>December 31,<br/>2012</u> |
|---|-----------------------------|--|
| CDBG — Entitlement and (HUD-Administered)<br>Small Cities Cluster | 14.218                      | \$ 15,302,612  |
| CDBG Home Investment Partnership Program                          | 14.239                      | <u>11,766,943</u>  |
| Total   |                             | <u><u>\$ 27,069,555</u></u>                                      |

**3. SUBRECIPIENTS**

Certain funds are passed through to subgrantee organizations by the County. Expenditures incurred by the subgrantees and reimbursed by the County are included in the accompanying Schedule. The County records expenditures of Federal awards to subrecipients when paid in cash on the Schedule.

The subrecipient agencies have certain compliance responsibilities related to administering these Federal programs. Under OMB Circular A-133, the County is responsible for monitoring subrecipients to help assure that Federal awards are used for authorized purposes in compliance with laws, regulations and the provisions of contracts or grant agreements, and that performance goals are achieved.

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

**4. MATCHING REQUIREMENTS**

Certain Federal programs require that the County contribute non-Federal funds (matching funds) to support the federally funded programs. The expenditures of non-Federal matching funds are not included on the Schedule.

**5. DISCRETELY PRESENTED COMPONENT UNITS**

The accompanying Schedule does not include Federal assistance, if any, provided to the County's discretely presented component units.

**6. COST REPORT SETTLEMENTS**

During the calendar year, the County Board of Developmental Disabilities received two settlements. One of the settlements relates to the ARRA reconciliation and the other relates to the 2007 Cost Report from the Ohio Department of Developmental Disabilities for the Medicaid Program (CFDA #93.778) in the amounts of \$17,410 and \$14,878 respectively. Both amounts relate to the settlement of the differences between the statewide payment rate and the rate calculated based upon actual expenditures for Medicaid Services. The revenue is not listed on the County's Schedule since the underlying expenses occurred in prior reporting periods.

**7. NEGATIVE AMOUNTS**

Negative amounts represent adjustments or credits made to amounts reported as expenditures in the current fiscal year or to amounts reported as expenditures in prior years.



# Dave Yost • Auditor of State

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

Cuyahoga County  
1219 Ontario Street  
Cleveland, Ohio 44113-1657

To the Members of Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Cuyahoga County (the County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 31, 2013, wherein we noted the County adopted GASB Statement Nos. 61, 63 and 65.

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

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

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

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

***Compliance and Other Matters***

As part of reasonably assuring whether the County's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance or other matters we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2012-01 to 2012-04.

***County's Response to Findings***

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

***Purpose of this Report***

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



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

December 31, 2013





# Dave Yost • Auditor of State

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

Cuyahoga County  
1219 Ontario Street  
Cleveland, Ohio 44113-1657

To the Members of Council:

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

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

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

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

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

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

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

The County's basic financial statements include the operations of the MetroHealth System, which expended \$7,545,530 in federal awards which is not included in the County's Federal Awards Expenditure Schedule for the year ended December 31, 2012. Our audit of Federal awards, described below, did not include the operations of the MetroHealth System because the component unit engaged another auditor to audit its Federal award programs in accordance with OMB Circular A-133.

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***Basis for Qualified Opinion on Temporary Assistance for Needy Families (TANF), Block Grants for Community Mental Health Services, Foster Care, Adoption Assistance, Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to Local Government and the Violence Against Women Formula Grant Programs***

As described in Findings 2012-05, 2012-07 and 2012-08 in the accompanying schedule of findings, the County did not comply with requirements regarding the following:

| Finding # | CFDA #                               | Program (or Cluster) Name  | Compliance Requirement                         |
|-----------|--------------------------------------|--|--|
| 2012-05   | 93.958<br>93.658<br>93.659<br>93.558 | Block Grants for Community Mental Health Services<br>Foster Care (Title IV-E)<br>Adoption Assistance<br>Temporary Assistance for Needy Families (TANF) | Procurement and<br>Suspension and<br>Debarment |
| 2012-07   | 16.804                               | Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to Local Government, (Recovery Act Funded)                                       | Cash Management                                |
| 2012-08   | 16.558                               | Violence Against Women Formula Grant   | Reporting                                      |

Compliance with these requirements is necessary, in our opinion, for the County to comply with the requirements applicable to these programs.

***Qualified Opinion on Temporary Assistance for Needy Families (TANF), Block Grants for Community Mental Health Services, Foster Care, Adoption Assistance, Edward Byrne Memorial Justice Assistance Grant Program and the Violence Against Women Formula Grant Programs***

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion on Temporary Assistance for Needy Families (TANF), Block Grants for Community Mental Health Services, Foster Care, Adoption Assistance, Edward Byrne Memorial Justice Assistance Grant Program and the Violence Against Women Formula Grant Programs paragraph, Cuyahoga County complied, in all material respects, with the requirements referred to above that could directly and materially affect its Temporary Assistance for Needy Families (TANF), Block Grants for Community Mental Health Services, Foster Care, Adoption Assistance, Edward Byrne Memorial Justice Assistance Grant Program and the Violence Against Women Formula Grant Programs for the year ended December 31, 2012.

***Unmodified Opinion on Each of the Other Major Federal Programs***

In our opinion, Cuyahoga County complied in all material respects with the requirements referred to above that could directly and materially affect each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings for the year ended December 31, 2012.

***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance which OMB Circular A-133 requires us to report, described in the accompanying schedule of findings as item 2012-10. This finding did not require us to modify our compliance opinion on each major federal program.

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

### ***Report on Internal Control Over Compliance***

The County's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the County's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Therefore, we cannot assure we have identified all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and deficiencies we consider to be significant deficiencies.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program's compliance requirement will not be prevented, or timely detected and corrected. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings as items 2012-05, 2012-7 and 2012-08 to be material weaknesses.

*A significant deficiency in internal control over compliance* is a deficiency or a combination of deficiencies in internal control over compliance with a federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings as items 2012-06 and 2012-09 to be significant deficiencies.

The County's responses to our internal control over compliance findings are described in the accompanying schedule of findings. We did not audit the County's responses and, accordingly, we express no opinion on them.

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

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

We have also audited the financial statements of the governmental activities, the business-type activities, the discretely-presented component unit, each major fund and the aggregate remaining fund information of Cuyahoga County (the County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements. We issued our unmodified report thereon dated December 31, 2013. We conducted our audit to opine on the County's basic financial statements. We have not performed any procedures to the audited financial statements subsequent to December 31, 2013. The accompanying federal awards expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



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

January 24, 2014

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012**

| <b>1. SUMMARY OF AUDITOR'S RESULTS</b> |   |  |
|--|---|--|
| <b>(d)(1)(i)</b>                       | <b>Type of Financial Statement Opinion</b>  | Unqualified  |
| <b>(d)(1)(ii)</b>                      | <b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>                        | No   |
| <b>(d)(1)(ii)</b>                      | <b>Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b> | No   |
| <b>(d)(1)(iii)</b>                     | <b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>                              | Yes  |
| <b>(d)(1)(iv)</b>                      | <b>Were there any material internal control weaknesses reported for major federal programs?</b>                             | Yes  |
| <b>(d)(1)(iv)</b>                      | <b>Were there any other significant deficiencies in internal control reported for major federal programs?</b>               | Yes  |
| <b>(d)(1)(v)</b>                       | <b>Type of Major Programs' Compliance Opinion</b>   | Unqualified for all major programs except for the Temporary Assistance for Needy Families (TANF), Block Grants for Community Mental Health Services, Foster Care, Adoption Assistance, Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to Local Government (Recovery Act Funded) and the Violence Against Women Formula Grant federal programs which were qualified  |
| <b>(d)(1)(vi)</b>                      | <b>Are there any reportable findings under § .510?</b>  | Yes  |
| <b>(d)(1)(vii)</b>                     | <b>Major Program(list):</b>   | <p>State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (SNAP), CFDA# 10.561</p> <p>HOME Investments Partnership Program, CFDA# 14.239</p> <p>Homelessness Prevention and Rapid Re-Housing Program (HPRP) (Recovery Act Funded), CFDA# 14.257</p> <p>Lead Hazard Reduction Demonstration Grant Program, CFDA# 14.905</p> <p>Violence Against Women Formula Grant, CFDA# 16.588</p> <p>Edward Byrne Memorial Justice Assistance Grant, CFDA# 16.738</p> |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

| <b>1. SUMMARY OF AUDITOR'S RESULTS</b> |  |   |
|--|--|---|
|  |  | <p>Edward Byrne Memorial Justice Assistance Grant (JAG) Program/Grants to Local Government, (Recovery Act Funded) CFDA# 16.804</p> <p>Weatherization Assistance for Low-Income Persons, CFDA# 81.042</p> <p>Energy Efficiency and Conservation Block Grant Program, CFDA# 81.128</p> <p>Temporary Assistance For Needy Families (TANF), CFDA# 93.558</p> <p>Foster Care (Title IV-E), CFDA# 93.658</p> <p>Adoption Assistance, CFDA# 93.659</p> <p>Social Services Block Grant (SSBG), CFDA# 93.667</p> <p>Medical Assistance Program (Medicaid Title XIX), CFDA# 93.778</p> <p>Block Grants for Community Mental Health Services, CFDA# 93.958</p> <p>Block Grants for Prevention and Treatment of Substance Abuse, (SAPT), CFDA# 93.959</p> |
| <i>(d)(1)(viii)</i>                    | <b>Dollar Threshold: Type A/B Programs</b> | Type A: > \$ 3,000,000<br>Type B: all others  |
| <i>(d)(1)(ix)</i>                      | <b>Low Risk Auditee?</b>                   | No  |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-01</b> |
|-----------------------|----------------|

**Material Noncompliance Finding – Negative Cash Fund Balances**

Ohio Rev. Code § 5705.10(H) provides that money paid into a fund must be used only for the purposes for which such fund has been established. A fund with a negative fund balance signifies that monies from other funds were used to meet their obligations.

As of December 31, 2012, the following funds had negative cash fund balances:

| <u>Fund</u>                                  | <u>Amount</u> |
|--|---------------|
| Special Revenue Fund:                        |               |
| Treatment Alternatives for Safer Communities | (\$79,631)    |
| Capital Projects Funds:                      |               |
| Capital Projects                             | (13,289,415)  |
| Road Capital Projects                        | (2,222,589)   |
| Internal Service Fund:                       |               |
| Printing                                     | (230,210)     |

A fund with a negative cash fund balance indicates that money from another fund was used to pay the expenditures of that fund.

We recommend the County monitor fund balances to ensure that expenditures are made within appropriated levels of available funds and if negative fund balances are anticipated, the County should make an approved transfer or advance of funds to cover the necessary expenditure.

**County's Response**

We agree with the auditor's comments. Cash balances will be more closely monitored to ensure negative cash balances do not occur and internal service funds will be reimbursed on a timely basis. The County will also begin issuing short-term debt notes to finance capital projects until the projects are completed and long-term debt can be issued.

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-02</b> |
|-----------------------|----------------|

**Material Noncompliance Finding – Appropriations Exceeded Total Estimated Resources**

Ohio Rev. Code § 5705.39 states that the total appropriations from each fund shall not exceed the total of the estimated revenue available for expenditure therefrom, as certified by the budget commission, or in case of appeal, by the board of tax appeals. No appropriation measure shall become effective until the county auditor files with the appropriating authority a certificate that the total appropriations from each fund, taken together with all other outstanding appropriations, do not exceed such official estimate or amended official estimate. When the appropriation does not exceed such official estimate, the county auditor shall give such certificate forthwith upon receiving from the appropriating authority a certified copy of the appropriation measure. Appropriations shall be made from each fund only for the purposes for which such fund is established.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-02</b> |
|-----------------------|----------------|

(Continued)

The following funds had original appropriations in excess of original estimated resources plus carryover balances as reported on the Official Certificate of Estimated Resources as of December 31, 2012:

| Fund                         | Original Estimated<br>Resources Plus<br>Available Balances | Original<br>Appropriations | Excess         |
|------------------------------|--|----------------------------|----------------|
| Human Services               | \$204,733,064  | \$243,365,319              | (\$38,632,255) |
| Children Services            | 100,628,037  | 106,441,142                | (5,813,105)    |
| Cuyahoga Support Enforcement | 32,031,474   | 35,110,748                 | (3,079,274)    |
| Community Development        | 1,306,547  | 36,941,790                 | (35,635,243)   |
| Other Health and Safety      | 14,843,573   | 24,460,217                 | (9,616,644)    |
| Other Public Works           | 1,002,766  | 3,011,176                  | (2,008,410)    |
| Other Social Services        | 8,173,411  | 9,927,753                  | (1,754,342)    |
| Capital Projects             | (73,099,821)   | 13,544,230                 | (86,644,051)   |
| Road Capital Projects        | 2,406,094  | 58,016,449                 | (55,610,355)   |
| Information Systems          | 2,291,603  | 2,743,801                  | (452,198)      |
| Central Custodial Services   | 46,473,685   | 49,324,368                 | (2,850,683)    |
| Maintenance                  | 1,331,777  | 1,842,114                  | (510,337)      |
| Data Processing              | 18,985,721   | 19,306,632                 | (320,911)      |
| Printing                     | 3,765,575  | 4,916,638                  | (1,151,063)    |
| Health Insurance             | 94,043,068   | 99,444,322                 | (5,401,254)    |

The following funds had final appropriations in excess of original estimated resources plus carryover balances as reported on the Official Certificate of Estimated Resources as of December 31, 2012:

| Fund  | Final Estimated<br>Resources Plus<br>Available Balances | Final<br>Appropriations | Excess        |
|---|---|-------------------------|---------------|
| Human Services                                  | \$238,761,797   | \$245,939,231           | (\$7,177,434) |
| Children Services                               | 102,795,017   | 104,876,817             | (2,081,800)   |
| Cuyahoga Support Enforcement                    | 29,702,771  | 35,133,748              | (5,430,977)   |
| County Land Reutilization                       | 7,030,071   | 7,053,973               | (23,902)      |
| Community Development                           | 41,495,740  | 88,601,954              | (47,106,214)  |
| Treatment Alternatives for<br>Safer Communities | 1,308,900   | 1,939,970               | (631,070)     |
| Victims Assistance                              | 3,047,378   | 3,271,807               | (224,429)     |
| Other Health and Safety                         | 19,333,017  | 30,826,489              | (11,493,472)  |
| Other Public Works                              | 1,427,766   | 3,436,176               | (2,008,410)   |
| Other Social Services                           | 8,844,146   | 10,213,510              | (1,369,364)   |
| Road Capital Projects                           | 2,406,094   | 64,072,358              | (61,666,264)  |
| Information Systems                             | 2,400,917   | 2,743,801               | (342,884)     |
| Printing  | 4,817,231   | 5,766,638               | (949,407)     |



**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-02</b> |
|-----------------------|----------------|

(Continued)

These weaknesses may result in the County spending more than their available resources.

We recommend the County establish procedures to ensure total appropriations do not exceed total estimated resources.

**County's Response**

We agree with the auditor's comments. The County is working towards modifying budgetary practices to ensure appropriations do not exceed estimated resources.

**Material Noncompliance Finding – Proper Certification of Funds**

Ohio Revised Code § 5705.41(D)(1) prohibits a subdivision or taxing entity from making any contract or ordering any expenditure of money unless a certificate signed by the fiscal officer is attached thereto. The fiscal officer must certify the amount required to meet any such contract or expenditure has been lawfully appropriated and is in the treasury, or is in the process of collection to the credit of an appropriate fund free from any previous encumbrance. Further, contracts and orders for expenditures lacking prior certification shall be null and void.

There are several exceptions to the standard requirement stated above that a fiscal officer's certificate must be obtained prior to a subdivision or taxing authority entering into a contract or order involving the expenditure of money. The main exceptions are: "then and now" certificates, blanket certificates, and super blanket certificates, which are provided for in sections 5705.41(D)(1) and 5705.41(D)(3), respectively, of the Ohio Revised Code.

The fiscal officer did not certify there were sufficient funds to meet any obligation during 2012

This weakness is resulting in obligations being entered without the certification of funds being performed.

We recommend the fiscal officer certify the availability of funds for all transactions prior to entering into the obligation. In order to maximize efficiencies, the County and the independent Boards should consider following standardized procedures when processing expenditures.

**County's Response**

We agree with the auditor's comments. The Fiscal Officer began certifying contracts during 2013.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

**Material Noncompliance Finding – Expenditures Plus Encumbrances in Excess of Appropriations**

Ohio Rev. Code § 5705.41(B) prohibits a subdivision from making an expenditure unless it has been appropriated as provided in Chapter 5705 of the Revised Code.

As of December 31, 2012, the following funds had expenditures plus encumbrances in excess of appropriations:

| Fund  | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---|---|--------------------------------------|-------------|
| <i>General Fund</i>                             |   |                                      |             |
| General Government -                            |   |                                      |             |
| Legislative and Executive                       |   |                                      |             |
| Auditor:  |   |                                      |             |
| Other   | \$0   | \$1,320                              | (\$1,320)   |
| Real Estate Services:                           |   |                                      |             |
| Other   | 0   | 2,664                                | (2,664)     |
| Charter Council Redistrict Review:              |   |                                      |             |
| Other   | 0   | 34,400                               | (34,400)    |
| Property Management:                            |   |                                      |             |
| Personal Services                               | 508,992   | 516,868                              | (7,876)     |
| County Executive:                               |   |                                      |             |
| Other   | 664,955   | 797,175                              | (132,220)   |
| Administration-Fiscal Services:                 |   |                                      |             |
| Other   | 66,700  | 308,346                              | (241,646)   |
| Treasury Management:                            |   |                                      |             |
| Personal Services                               | 1,411,708   | 1,442,481                            | (30,773)    |
| Human Resources Commission:                     |   |                                      |             |
| Personal Services                               | 185,872   | 201,822                              | (15,950)    |
| Human Resources Administration:                 |   |                                      |             |
| Other   | 801,450   | 1,316,367                            | (514,917)   |
| Internal Audit:                                 |   |                                      |             |
| Capital Outlay                                  | 602   | 5,420                                | (4,818)     |
| Treasurer - Administration:                     |   |                                      |             |
| Other   | 55,736  | 56,009                               | (273)       |
| Recorders Housing Trust - Records and Licenses: |   |                                      |             |
| Other   | 0   | 868,770                              | (868,770)   |
| Recorders Housing Trust - General Office:       |   |                                      |             |
| Other   | 0   | 3,199,409                            | (3,199,409) |
| Recorders Housing Trust - Records and Licenses: |   |                                      |             |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

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

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

| Fund                            | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---------------------------------|---|--------------------------------------|-------------|
| Judicial:                       |   |                                      |             |
| Board and Care of Prisoners:    |   |                                      |             |
| Other                           | \$1,475,310                                       | \$1,671,004                          | (\$195,694) |
| Judicial General:               |   |                                      |             |
| Personal Services               | 7,003,207   | 7,538,226                            | (535,019)   |
| Capital Outlay                  | 643,136   | 653,389                              | (10,253)    |
| Arbitration:                    |   |                                      |             |
| Personal Services               | 991,364   | 991,388                              | (24)        |
| Probation:                      |   |                                      |             |
| Personal Services               | 9,441,732   | 9,529,017                            | (87,285)    |
| Regional Forensic Science Lab:  |   |                                      |             |
| Other                           | 0   | 1,079                                | (1,079)     |
| Domestic Relations:             |   |                                      |             |
| Other                           | 1,010,153   | 1,236,475                            | (226,322)   |
| Capital Outlay                  | 36,902  | 38,092                               | (1,190)     |
| Bureau of Support:              |   |                                      |             |
| Personal Services               | 2,936,508   | 2,942,570                            | (6,062)     |
| Other                           | 699,007   | 863,232                              | (164,225)   |
| Capital Outlay                  | 29,328  | 36,551                               | (7,223)     |
| Justice Affairs Administration: |   |                                      |             |
| Other                           | 744,960   | 1,021,813                            | (276,853)   |
| Juvenile Court Administration:  |   |                                      |             |
| Other                           | 5,360,660   | 8,768,570                            | (3,407,910) |
| Juvenile Court Legal:           |   |                                      |             |
| Other                           | 3,688,029   | 5,026,791                            | (1,338,762) |
| Juvenile Court Detention Home:  |   |                                      |             |
| Other                           | 2,953,085   | 3,141,268                            | (188,183)   |
| Probate Court:                  |   |                                      |             |
| Personal Services               | 4,549,508   | 4,613,127                            | (63,619)    |
| Public Defender:                |   |                                      |             |
| Other                           | 1,476,687   | 1,873,877                            | (397,190)   |
| General Office:                 |   |                                      |             |
| Personal Services               | 17,006,188  | 17,322,033                           | (315,845)   |
| Law Enforcement Sheriff:        |   |                                      |             |
| Other                           | 997,063   | 1,017,822                            | (20,759)    |
| Jail Operations - Sheriff:      |   |                                      |             |
| Personal Services               | 44,987,962  | 45,037,769                           | (49,807)    |
| Other                           | 14,967,353  | 15,382,998                           | (415,645)   |
| Capital Outlay                  | 63,322  | 73,693                               | (10,371)    |
| Sheriff Operations:             |   |                                      |             |
| Other                           | 1,377,964   | 1,821,033                            | (443,069)   |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

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

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

| Fund  | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess    |
|---|---|--------------------------------------|-----------|
| Impact Unit Community Policing:                           |   |                                      |           |
| Personal Services   | \$648,284   | \$652,472                            | (\$4,188) |
| Other   | 60,865  | 62,351                               | (1,486)   |
| Other:  |   |                                      |           |
| Soldiers and Sailors Monument:                            |   |                                      |           |
| Other   | 50,180  | 60,121                               | (9,941)   |
| Debt Service:   |   |                                      |           |
| Gateway:  |   |                                      |           |
| Principal Retirement                                      | 0   | 500,000                              | (500,000) |
| <i>Human Services</i>                                     |   |                                      |           |
| Social Services:  |   |                                      |           |
| Office of the Director - Children and Family<br>Services: |   |                                      |           |
| Other   | 11,336,541  | 11,968,180                           | (631,639) |
| Capital Outlay  | 287,049   | 317,928                              | (30,879)  |
| Information Services:                                     |   |                                      |           |
| Personal Services   | 2,505,041   | 2,516,570                            | (11,529)  |
| Foster Homes:   |   |                                      |           |
| Personal Services   | 3,361,730   | 3,397,050                            | (35,320)  |
| Permanent Custody Adoptions:                              |   |                                      |           |
| Personal Services   | 4,351,103   | 4,352,679                            | (1,576)   |
| Human Resources:  |   |                                      |           |
| Personal Services   | 712,901   | 732,206                              | (19,305)  |
| Tapestry System of Care – Human Services:                 |   |                                      |           |
| Other   | 0   | 92,907                               | (92,907)  |
| Information Services:                                     |   |                                      |           |
| Personal Services   | 2,038,396   | 2,066,112                            | (27,716)  |
| Southgate:  |   |                                      |           |
| Personal Services   | 3,780,259   | 3,883,408                            | (103,149) |
| Ohio City:  |   |                                      |           |
| Personal Services   | 3,879,749   | 3,881,278                            | (1,529)   |
| Quincy Place:   |   |                                      |           |
| Personal Services   | 4,027,114   | 4,098,364                            | (71,250)  |
| Client Support Services:                                  |   |                                      |           |
| Personal Services   | 5,973,935   | 5,987,669                            | (13,734)  |
| Office of the Director:                                   |   |                                      |           |
| Personal Services   | 711,017   | 711,752                              | (735)     |
| Community Programs:                                       |   |                                      |           |
| Other   | 1,318,184   | 1,348,392                            | (30,208)  |
| Home Care Skill Services:                                 |   |                                      |           |
| Other   | 78,203  | 92,204                               | (14,001)  |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

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

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

| Fund                                  | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---------------------------------------|---|--------------------------------------|-------------|
| Home Based Services:                  |   |                                      |             |
| Other                                 | \$125,178   | \$138,843                            | (\$13,665)  |
| Quality Child Care:                   | 11,389,058  | 11,488,807                           | (99,749)    |
| Other                                 |   |                                      |             |
| Workforce Investment Act Stimulus:    |   |                                      |             |
| Other                                 | 159,910   | 2,305,644                            | (2,145,734) |
| <i>Health and Human Services Levy</i> |   |                                      |             |
| General Government -                  |   |                                      |             |
| Judicial:                             |   |                                      |             |
| Community Social Services:            |   |                                      |             |
| Other                                 | 5,146,247   | 5,271,398                            | (125,151)   |
| Detention Home:                       |   |                                      |             |
| Personal Services                     | 523,719   | 571,483                              | (47,764)    |
| Family Justice Center:                |   |                                      |             |
| Other                                 | 0   | 23                                   | (23)        |
| Social Services:                      |   |                                      |             |
| Homeless Services:                    |   |                                      |             |
| Other                                 | 6,683,949   | 6,699,635                            | (15,686)    |
| <i>Motor Vehicle Gas Tax</i>          |   |                                      |             |
| Public Works:                         |   |                                      |             |
| Construction Engineer and Test Lab:   |   |                                      |             |
| Personal Services                     | 5,172,153   | 5,184,059                            | (11,906)    |
| Maintenance Engineer:                 |   |                                      |             |
| Capital Outlay                        | 408,188   | 415,454                              | (7,266)     |
| <i>Real Estate Assessment</i>         |   |                                      |             |
| General Government -                  |   |                                      |             |
| Legislative and Executive:            |   |                                      |             |
| Board of Revision:                    |   |                                      |             |
| Other                                 | 881,686   | 1,343,614                            | (461,928)   |
| <i>Court</i>                          |   |                                      |             |
| General Government -                  |   |                                      |             |
| Judicial:                             |   |                                      |             |
| Sheriff:                              |   |                                      |             |
| Personal Services                     | 164,247   | 171,374                              | (7,127)     |
| <i>Community Development</i>          |   |                                      |             |
| Community Development:                |   |                                      |             |
| 2008 Neighborhood Stabilization:      |   |                                      |             |
| Other                                 | 1,543,029   | 1,544,061                            | (1,032)     |
| Home Weatherization Assistance:       |   |                                      |             |
| Other                                 | 1,044,164   | 1,044,193                            | (29)        |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

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|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

| Fund  | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess    |
|---|---|--------------------------------------|-----------|
| 2009 State Neighborhood Stabilization:              |   |                                      |           |
| Other   | \$161,408   | \$162,173                            | (\$765)   |
| Housing Stability 2011:                             |   |                                      |           |
| Other   | 360,900   | 363,900                              | (3,000)   |
| CDBG Year 38 2012:                                  |   |                                      |           |
| Other   | 1,946,678   | 2,069,453                            | (122,775) |
| EPA Coalition Assessment:                           |   |                                      |           |
| Other   | 165,169   | 174,169                              | (9,000)   |
| Shelter and Care 2005:                              |   |                                      |           |
| Other   | 122,652   | 167,972                              | (45,320)  |
| Shelter and Care 2006:                              |   |                                      |           |
| Other   | 277,989   | 280,989                              | (3,000)   |
| Clean Ohio Program:                                 |   |                                      |           |
| Other   | 2,917,305   | 2,917,315                            | (10)      |
| 2010 Neighborhood Stabilization:                    |   |                                      |           |
| Other   | 1,949,941   | 2,033,134                            | (83,193)  |
| Home Weatherization Prog ARRA 2009-2010:            |   |                                      |           |
| Other   | 1,542,038   | 1,548,382                            | (6,344)   |
| ARRA HUD Home Repair Program:                       |   |                                      |           |
| Other   | 1,917,845   | 2,009,619                            | (91,774)  |
| <i>Treatment Alternatives for Safer Communities</i> |   |                                      |           |
| General Government -                                |   |                                      |           |
| Judicial:   |   |                                      |           |
| Medicaid Fund:                                      |   |                                      |           |
| Personal Services                                   | 5,537   | 6,061                                | (524)     |
| Health and Human Services:                          |   |                                      |           |
| Other   | 289,735   | 600,480                              | (310,745) |
| <i>Victim Assistance</i>                            |   |                                      |           |
| General Government -                                |   |                                      |           |
| Judicial:   |   |                                      |           |
| Violence Against Women Act Adm. Grant:              |   |                                      |           |
| Personal Services                                   | 8,716   | 12,536                               | (3,820)   |
| <i>Youth Services</i>                               |   |                                      |           |
| General Government -                                |   |                                      |           |
| Judicial:   |   |                                      |           |
| Youth Services Subsidy:                             |   |                                      |           |
| Other   | 3,632,880   | 3,864,577                            | (231,697) |
| <i>Other Judicial</i>                               |   |                                      |           |
| General Government -                                |   |                                      |           |
| Judicial:   |   |                                      |           |
| Law Library Board:                                  |   |                                      |           |
| Personal Services                                   | 227,633   | 227,773                              | (140)     |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

| Fund  | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---|---|--------------------------------------|-------------|
| High Visibility Enforcement:                |   |                                      |             |
| Other                                       | \$2,109   | \$2,451                              | (\$342)     |
| Family Justice Center Program:              |   |                                      |             |
| Other                                       | 365,084   | 380,446                              | (15,362)    |
| Child Sexual Predator Grant Program:        |   |                                      |             |
| Other                                       | (6,475)   | 66,567                               | (73,042)    |
| Capital Outlay                              | 130,108   | 138,708                              | (8,600)     |
| Northern Border Maritime Awareness:         |   |                                      |             |
| Capital Outlay                              | 99,866  | 122,117                              | (22,251)    |
| Prisoner Reentry Program:                   |   |                                      |             |
| Other                                       | 10,856  | 26,360                               | (15,504)    |
| Avon Empowerment Self-Sufficiency Program:  |   |                                      |             |
| Other                                       | 28,719  | 31,293                               | (2,574)     |
| Internet Crimes Against Children:           |   |                                      |             |
| Other                                       | 153,761   | 160,773                              | (7,012)     |
| JAIBG Block Grant:                          |   |                                      |             |
| Other                                       | 229,579   | 232,159                              | (2,580)     |
| <i>Other Legislative and Executive</i>      |   |                                      |             |
| General Government -                        |   |                                      |             |
| Legislative and Executive:                  |   |                                      |             |
| Mortgage Foreclosure Prevention:            |   |                                      |             |
| Other                                       | 24,073  | 30,073                               | (6,000)     |
| <i>Other Health and Safety</i>              |   |                                      |             |
| Health and Safety:                          |   |                                      |             |
| Emergency Management:                       |   |                                      |             |
| Other                                       | 391,568   | 401,912                              | (10,344)    |
| Ryan White, Title I HIV/AIDS:               |   |                                      |             |
| Other                                       | 3,355,218   | 3,388,520                            | (33,302)    |
| Dick Goddard Best Friend Fund:              |   |                                      |             |
| Other                                       | 59,212  | 60,625                               | (1,413)     |
| State Homeland Security:                    |   |                                      |             |
| Personal Services                           | 36,699  | 51,505                               | (14,806)    |
| Other                                       | 254,243   | 383,868                              | (129,625)   |
| <i>Other Social Services</i>                |   |                                      |             |
| Social Services:                            |   |                                      |             |
| Invest in Children Administrative Services: |   |                                      |             |
| Other                                       | 0   | 1,991,177                            | (1,991,177) |
| Pathways II Cooperative Project:            |   |                                      |             |
| Other                                       | 2,489,469   | 2,492,800                            | (3,331)     |
| Adoption Opportunities Grant:               |   |                                      |             |
| Other                                       | 751,626   | 777,901                              | (26,275)    |

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

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

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

| Fund  | Appropriations<br>Plus Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---|---|--------------------------------------|-------------|
| ARRA Justice Reform Initiative:                     |   |                                      |             |
| Other   | \$0   | \$13,004                             | (\$13,004)  |
| <i>Litter Prevention and Recycling</i>              |   |                                      |             |
| Public Works:                                       |   |                                      |             |
| Recycling Market Development:                       |   |                                      |             |
| Other   | 69,895  | 250,893                              | (180,998)   |
| <i>Alcohol, Drug and Mental Health Board Grants</i> |   |                                      |             |
| Health and Safety:                                  |   |                                      |             |
| Supportive Employee:                                |   |                                      |             |
| Other   | (265,148)   | 1,013,562                            | (1,278,710) |
| Call Center Program:                                |   |                                      |             |
| Other   | (123,847)   | 569,422                              | (693,269)   |
| Peer Support Specialist Employment:                 |   |                                      |             |
| Other   | (214,836)   | 6                                    | (214,842)   |
| Statewide Pathways:                                 |   |                                      |             |
| Other   | (2,665,055)                                       | 1,154,161                            | (3,819,216) |
| <i>Capital Projects</i>                             |   |                                      |             |
| Capital Outlay:                                     |   |                                      |             |
| Office of Budget Management -                       |   |                                      |             |
| County Council:                                     |   |                                      |             |
| Personal Services                                   | (140,000)   | 0                                    | (140,000)   |
| Other   | 1,149,955   | 1,530,749                            | (380,794)   |
| Capital Outlay                                      | 14,594,730  | 17,263,540                           | (2,668,810) |
| <i>Road Capital Projects</i>                        |   |                                      |             |
| Capital Outlay:                                     |   |                                      |             |
| Ohio Department of Public Works Integrating:        |   |                                      |             |
| Capital Outlay                                      | 9,407,847   | 10,143,935                           | (736,088)   |
| Ohio Department of Transportation – Local:          |   |                                      |             |
| Public Agencies:                                    |   |                                      |             |
| Capital Outlay                                      | 53,332,026  | 53,829,935                           | (497,909)   |
| <i>County Airport</i>                               |   |                                      |             |
| Other   | 929,221   | 1,182,942                            | (253,721)   |
| <i>Central Custodial Services</i>                   |   |                                      |             |
| Other   | 21,613,994  | 22,126,357                           | (512,363)   |
| Capital Outlay                                      | 97,678  | 238,825                              | (141,147)   |
| <i>Data Processing</i>                              |   |                                      |             |
| Other   | 11,334,117  | 16,020,511                           | (4,686,394) |
| <i>Postage</i>                                      |   |                                      |             |
| Other   | 1,301,836   | 1,376,880                            | (75,044)    |
| <i>Health Insurance</i>                             |   |                                      |             |
| Other   | 69,786,891  | 72,363,415                           | (2,576,524) |



**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-04</b> |
|-----------------------|----------------|

(Continued)

This weakness may result in the County spending more than their available resources.

We recommend the County compare appropriations with expenditures plus encumbrances on a regular basis to ensure appropriations are not exceeded.

**County's Response**

We agree with the auditor's comments. The County is working towards modifying budgetary practices to ensure expenditures plus encumbrances to not exceed appropriations plus prior year encumbrances.

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
|---------------------------------------|

|                                    |  |
|------------------------------------|--|
| <b>Finding Number</b>              | 2012-05  |
| <b>CFDA Title and Number</b>       | Block Grants for Community Mental Health Services, CFDA# 93.958<br>Foster Care (Title IV-E) Program, CFDA# 93.658<br>Adoption Assistance, CFDA# 93.659<br>Temporary Assistance for Needy Families (TANF), CFDA# 93.558 |
| <b>Federal Award Number / Year</b> | 2012   |
| <b>Federal Agency</b>              | U.S. Department of Health and Human Services   |
| <b>Pass-Through Agency</b>         | Ohio Department of Mental Health Services<br>Ohio Department of Job and Family Services  |

**Material Weakness, Material Noncompliance, Procurement and Suspension and Debarment Finding**

2 CFR 180.305 states that Non-Federal entities are generally prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other specified criteria. 2 CFR section 180.220 of the government-wide nonprocurement debarment and suspension guidance contains those additional limited circumstances. All nonprocurement transactions (i.e., subawards to subrecipients), irrespective of award amount, are considered covered transactions.

When a non-Federal entity enters into a covered transaction with an entity at a lower tier, the non-Federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transactions with that entity.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
|---------------------------------------|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-05</b> |
|-----------------------|----------------|

(Continued)

The following was noted in regards to documentation verifying the vendors paid more than \$25,000 were not suspended or debarred:

- The Alcohol, Drug and Mental Health (ADAMHS) Board administers the Block Grants for Community Mental Health Services, CFDA# 93.958, federal program. The only expenditure over \$25,000 did not include the verification.
- The Family to Family Neighborhood Collaborative contracts were funded equally with monies from the Foster Care (Title IV-E) Program, CFDA# 93.658, and the Adoption Assistance Program, CFDA# 93.659, federal programs. Fifteen contracts did not include the verification.
- Board and Care contracts are funded with Foster Care Program, CFDA# 93.658, program monies. Five contracts did not include the verification.

For the Temporary Assistance for Needy Families (TANF) (Title IV-A), CFDA# 93.558, federal program, the contract included a clause/ to the covered transactions with that entity. However, the language in Section XXXVIII of the contracts states

“For contracts valued at greater than \$100,000, the Agency may not contract with Providers on the non-procurement portion of the General Services Administration’s List of Parties Excluded from Federal Procurement or Non-procurement Programs”.

Since the provision applies to contacts greater than \$100,000 those contracts between \$25,000 and \$100,000 are not covered by the certification. We tested five contracts between \$25,000 and \$100,000 which would not have required certification on suspension and debarment.

These weaknesses indicate controls were not in place, at the time the contracts were awarded and expenditures were made, to ensure that contractors suspended or debarred did not receive federal program monies.

We recommend that procedures be developed for the above federal programs to ensure that prior to contracting with vendors that will be paid with federal funds they verify the vendor is not suspended or debarred by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the vendor, or adding a clause or condition to the covered transaction with the vendor. For the TANF, we recommend the contractual language for the suspension and debarment requirement be changed to \$25,000.

**County’s Response**

We agree with the auditor’s comments. Contracts selected for testing were executed prior to procedures being implemented by the Inspector General in 2012 to ensure all contractors are not suspended or debarred. All agencies will ensure documentation is retained indicating the verification was performed. Contract language will also be updated to comply with the federal requirements.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
|---------------------------------------|

|                                    |  |
|------------------------------------|--|
| <b>Finding Number</b>              | 2012-06  |
| <b>CFDA Title and Number</b>       | Temporary Assistance for Needy Families (TANF), CFDA# 93.558 |
| <b>Federal Award Number / Year</b> | 2012   |
| <b>Federal Agency</b>              | U.S. Department of Health and Human Services                 |
| <b>Pass-Through Agency</b>         | Ohio Department of Job and Family Services                   |

**Significant Deficiency, Eligibility - Maintenance of Records Finding**

Maintenance of Eligibility Records – TANF Prevention, Retention, and Contingency (PRC) Program:

45 CFR 206.10, *Application, determination of eligibility and furnishing of assistance, (a) State plan requirements.* A State plan under title I, IV-A, X, XIV, or XVI (AABD), of that Social Security Act shall provide, in part, (8) each decision regarding eligibility or ineligibility will be supported by facts in the applicant’s or recipient’s case record. The Ohio Department of Job and Family Services passes through TANF (IV-A) assistance to the Cuyahoga County Department of Job and Family Services (CCDJFS) to provide TANF Prevention, Retention, and Contingency (PRC) program benefits.

The CCDJFS is responsible for maintaining case files and all pertinent support documentation to provide evidence that control procedures have been performed by the County over the TANF PRC Program, to provide back-up documentation regarding eligibility and other case activity, and to substantiate the CCDJFS is complying with federal rules and regulations.

During a test of 40 case files, we noted the following:

- One instance (2.5%) in which the PRC application containing the supervisory approvals/ sign- offs was not maintained in the electronic case files.
- One instance (2.5%) in which the “Notice of Decision of Your Application For PRC Benefits” was not maintained in the electronic case files.
- One instance (2.5%) in which an applicant was approved for Prevention, Retention & Contingency payments totaling \$1,616 when the amount they were eligible for was \$1,500. This resulted in the applicant receiving \$116 more than they were entitled to.

These weaknesses may result in applicants receiving federal monies when they are not eligible or monies they are entitled to.

We recommend that all required forms be maintained in the electronic file and that controls be established to ensure applicants don’t receive more monies than they are entitled to. The PRC applications should also be reviewed and checked for eligibility prior to signing the application for approval.

**County’s Response**

We agree with the auditor’s comments. The Department of Job and Family Services will make sure all required forms are maintained in electronic format. Appropriate training and monitoring procedures will be implemented to ensure applicants are approved for the proper amount.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
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|                                    |  |
|------------------------------------|--|
| <b>Finding Number</b>              | 2012-07  |
| <b>CFDA Title and Number</b>       | Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to Local Government, (Recovery Act Funded), CFDA# 16.804 |
| <b>Federal Award Number / Year</b> | 2012   |
| <b>Federal Agency</b>              | U.S. Department of Justice   |
| <b>Pass-Through Agency</b>         | City of Cleveland  |

**Material Weakness, Material Noncompliance, Cash Management Finding**

31 CFR part 205 requires in part:

" Except for interest earned on advances of funds exempt under the Intergovernmental Cooperation Act (31 USC 6501 et seq.) and the Indian Self-Determination Act (23 USC 450), interest earned by local government and Indian tribal government grantees and subgrantees on advances is required to be submitted promptly, but at least quarterly, to the Federal agency. Up to \$100 per year may be kept for administrative expenses"

On February 8th, 2009, the County entered into an agreement with the City of Cleveland, the pass through entity, to receive Ed Byrne Memorial Justice Assistance Federal Grant Funds in the amount of \$920,000. Based on the agreement, these funds were advanced to the County within 30 days after the signing of the agreement.

As of December 31, 2012, the County earned \$38,978 in interest related to the federal grant, but provided no evidence that it had attempted or actually remitted the interest earned to the pass through/federal agency on a quarterly basis. The interest must be remitted to the Department of Justice through the City of Cleveland according to the grant agreement. By not remitting the funds to the proper agency the County is not in compliance with federal requirements regarding Cash Management and it could also lead to questioned cost or findings for recovery for improperly expending funds.

We recommend that the County monitor available cash balances to ensure advanced grant monies are spent timely. We also recommend the County contact the City of Cleveland so that they can review the calculation of interest and remit the additional \$38,978 of interest earned on the Edward Byrne Memorial Justice Assistance Grant to the Department of Justice.

**County's Response**

We agree with the auditor's comments. The current staff is new to this agency and once made aware of the situation made arrangements to return the interest earned on the grant to the City of Cleveland. They will also monitor any future grants to ensure interest earned on advances is returned to the granting agency.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
|---------------------------------------|

|                                    |  |
|------------------------------------|--|
| <b>Finding Number</b>              | 2012-08  |
| <b>CFDA Title and Number</b>       | Violence Against Women Formula Grant, CFDA #16.588 |
| <b>Federal Award Number / Year</b> | 2012   |
| <b>Federal Agency</b>              | U.S. Department of Justice                         |
| <b>Pass-Through Agency</b>         | Office of Criminal Justice Services                |

**Material Weakness, Material Noncompliance, Reporting Finding**

Title 28 CFR 70.52 states that recipients should use the standard financial reporting forms or such other forms as may be authorized by OMB. Each recipient must report the status of funds for all non-construction projects or programs on a cash or accrual basis, as prescribed by the Federal awarding agency. The Federal agency specified the frequency of the reports.

The Office of Criminal Justice Services (OCJS), as grantor agency, has the authority to interpret federal regulations and develop grant procedures for local entities receiving federal grants passed-thru from OCJS. OCJS states that a non-Federal entity may charge only costs resulting from obligations incurred during the funding period and any pre-award costs authorized by the Federal awarding agency. In Ohio, programs included in OCJS's Consolidated Application have a project period starting with the application substantially approved date through December 31. From this date forward, legal obligations can be incurred for expenses as long the budgets submitted by the County meet the budget requirements for the use of funds. Obligations must be liquidated prior to submitting the Final Expenditure Report, which must be filed no later than 90 days after the end of the project period.

According to the Office of Criminal Justice Services (OCJS) Standard Federal Subgrant Conditions Handbook, all OCJS projects are required to submit Quarterly Subgrant Reports. These reports must show actual subgrant receipts and expenditures, as well as provide an update on the project's objectives. A report must be submitted every quarter, even when there have been zero expenditures or when a payment is not being requested.

In addition, OCJS may withhold drawdowns to a Subgrantee if the Subgrantee is unable to submit reliable and/or timely reports as required. The Subgrantee may be required to finance its operations with its own working funds until such time the Subgrantee is in compliance with its award.

We noted the initial reports the Department of Public Safety and Justice Services filed with the OCJS could not be provided. Correspondence with the State agency monitoring the federal program disclosed numerous errors in the reports filed. As a result, OCJS allowed the County to submit a cumulative report, including expenditures, for the period January 1, 2012 through September 30, 2012. This was done in order to allow the County to be reimbursed for the program expenditures incurred, which the County was not able to do for the first 9 months of the year.

These weaknesses resulted in inaccurate reporting of financial information and jeopardized federal funding of the program.

We recommend procedures be developed on the steps necessary to prepare the financial reports filed with OCJS. The procedures should include how the reports are to be maintained, attaching support for the amounts, and those individuals responsible for reviewing and signing-off on the reports prior to filing them with OCJS.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
|---------------------------------------|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-08</b> |
|-----------------------|----------------|

(Continued)

**County's Response**

We agree with the auditor's comments. While numerous staff turnovers led to noncompliance with the requirement, procedures have since been developed to ensure accuracy and consistency in reporting.

|                                    |  |
|------------------------------------|--|
| <b>Finding Number</b>              | 2012-09  |
| <b>CFDA Title and Number</b>       | Adoption Assistance, CFDA# 93.659<br>Foster Care (Title IV-E), CFDA# 93.658<br>Medical Assistance Program (Medicaid Title XIX),<br>CFDA# 93.778<br>State Administrative Matching Grants for the Supplemental<br>Nutrition Assistance Program (SNAP), CFDA# 10.561<br>Temporary Assistance for Needy Families (TANF),<br>CFDA# 93.558<br>Social Services Block Grant (SSBG), CFDA# 93.667 |
| <b>Federal Award Number / Year</b> | 2012   |
| <b>Federal Agency</b>              | U.S. Department of Health and Human Services   |
| <b>Pass-Through Agency</b>         | Ohio Department of Job and Family Services<br>Ohio Department of Mental Health Services  |

**Significant Deficiency - Activities Allowed or Unallowed**

The County uses a form for individual travel reimbursement and a voucher processing form for regular vendor expenditures. These forms are used to support the expenditure and document their review and approval.

Certain County expenditures are charged to the Social Services (SS) and Income Maintenance (IM) cost pools. The SS cost pool includes the Adoption Assistance (CFDA # 93.659) and Foster Care (CFDA# 93.658) major federal programs. The IM cost pool includes the Medicaid (CFDA# 93.778), SNAP (CFDA# 10.561), TANF (CFDA# 93.558) and SSBG (CFDA# 93.667) major federal programs.

We also noted the IM pool includes the Child Care and Development Fund (CCDF) Cluster (CFDA# 93.575 and 93.596) nonmajor federal program.

A test of 45 federal expenditures from the cost pools disclosed two travel reimbursement forms were not signed-off and approved by the individual's respective supervisor. We also identified four voucher processing forms that were not signed-off by an appropriate supervisor. While we determined the expenditures were proper the internal controls were not working as designed. This may result in expenditures being incurred which are not in compliance with the federal program requirements.

We recommend all travel reimbursement and voucher processing forms are reviewed and signed-off by the appropriate supervisor.

**County's Response**

We agree with the auditor's comments. The Division of Children and Family Services will ensure travel reimbursement forms have all proper approvals prior to submitting them for payment.

**CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A - §133 - §505  
FOR THE YEAR ENDED DECEMBER 31, 2012  
(CONTINUED)**

|                                       |
|---------------------------------------|
| <b>3. FINDINGS FOR FEDERAL AWARDS</b> |
|---------------------------------------|

|                       |                |
|-----------------------|----------------|
| <b>Finding Number</b> | <b>2012-10</b> |
|-----------------------|----------------|

**Other Federal Noncompliance**

OMB Circular A-133, Subpart C, Section .320(a) requires the County to submit the data collection form described in Section .320(b) and the reporting package described in Section .320(c) within the earlier of 30 days after receipt of the auditor’s report(s), or nine months after the end of the audit period, unless a longer period is agreed to in advance by the cognizant or oversight agency for audit.

OMB Compliance Supplement, Appendix 7 states “II. Granting of Extensions Eliminated - The single audit is a key tool used to drive accountability for Federal awards under ARRA. Due to the importance of single audits and the reliance of Federal agencies on the audit results to monitor accountability for all Federal programs, OMB has advised Federal agencies in Updated Guidance on the American Recovery and Reinvestment Act, dated March 22, 2010 (M-10-14), that they should not grant any extension requests to grantees for fiscal years 2009 through 2011. Federal agencies have either already adopted or are in the process of adopting this policy.”

The County did not submit its 2011 and its 2010 Single Audit reports prior to the deadline noted above. The 2011 Single Audit Report was submitted on August 15, 2013 and the 2010 Report was submitted on December 14, 2012. The failure to submit timely reports precludes the County from being a low-risk-auditee as described in Section .530, which makes the County ineligible for reduced audit coverage when determining major federal programs.

We recommend the County submit its data collection form and reporting package timely in order to be considered a low-risk-auditee and eligible for reduced audit coverage when determining major programs.

**County’s Response**

We agree with the auditor’s comments. Great strides have been made to have the County audit completed in a timely manner. It is anticipated the fiscal year 2013 audit will be completed prior to the September 30, 2014 deadline.

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**CUYAHOGA COUNTY**  
**SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS**  
**OMB CIRCULAR A -133 § .315 (b)**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| Finding Number | Finding Summary  | Fully Corrected? | Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b>Explain</b> |
|----------------|--|------------------|---|
| 2011-01        | The County did not file the 2011 annual financial report timely and did not publish the required notice, contrary to Ohio Rev. Code §§117.38 and 319.11.   | Yes              |   |
| 2011-02        | Several funds had negative cash fund balances, contrary to Ohio Rev. Code § 5705.10(H).  | No               | Not Corrected, see finding 2012-01  |
| 2011-03        | Seven funds had appropriations in excess of total estimated resources, contrary to ORC § 5705.39.  | No               | Not Corrected, see finding 2012-02  |
| 2011-04        | The fiscal officer did not certify the availability of funds prior to entering into an obligation, contrary to Ohio Rev. Code § 5705.41(D)(1).   | No               | Not Corrected, see finding 2012-03  |
| 2011-05        | Fourteen contractors were paid in excess of \$25,000 in Adoption Assistance federal program monies and they did not verify they were not suspended or debarred, contrary to 2 CFR 180.300.   | No               | Not Corrected, see finding 2012-05  |
| 2011-06        | A test of 40 case files from the Temporary Assistance for Needy Families (TANF) federal program disclosed three instances (7.5%) in which the PRC applications were not maintained in the electronic case files, and four instances (10%) in which the "Notice of Decision of Your Application For PRC Benefits" were not maintained in the electronic case files, contrary to 45 CFR 206.10.  | No               | Not Corrected, see finding 2012-06  |
| 2011-07        | A test of 40 cases from the Temporary Assistance for Needy Families (TANF) federal program disclosed an instance (2.5%) in which the Income Eligibility Support was not maintained and scanned into the electronic database. A review of the Cash Issuance History Screen disclosed \$443 in grant funds were used in this instance, contrary to 45 CFR § 260.31(a). This projects to a questioned cost in excess of \$10,000.   | No               | Not Corrected, see finding 2012-06  |
| 2011-08        | We noted the County does not have any written policies and procedures to ensure the completeness and accuracy of the amounts reported on the Schedule. We also noted the County did not follow the required guidance maintained in the Auditor of State's website pertaining to reporting Job and Family Services (JFS) program expenditures on the Schedule. As a result, there were several significant adjustments to the Schedule, contrary to Circular A-133.300. | No               | Partially Corrected, see comment in Management Letter.  |

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# CUYAHOGA COUNTY

Ohio

**Comprehensive Annual Financial Report  
For the Year Ended December 31, 2012**

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## About the Cover

Pictured on the cover is the historic Ameritrust Rotunda, formerly known as the Cleveland Trust Rotunda. The rotunda building is part of the Ameritrust complex located in Downtown Cleveland. The Ameritrust complex represents a key piece of the county's property consolidation efforts.

When County Executive Ed FitzGerald took office in 2011, one of his top priorities was the inventory of all county property. The subsequent Real Estate Consolidation Project revealed 44 owned properties and 22 leased properties totaling over seven million square feet. Recommendations further revealed a potential savings of \$56 million over the first 10 years by consolidating operations into a new headquarters and acquiring dedicated storage facilities.

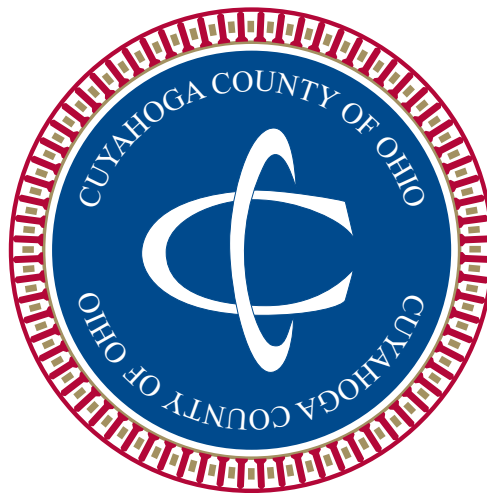
In 2012, the county selected a bid from Geis Companies to purchase the Ameritrust complex. Geis has committed to redeveloping the entire block-long complex into a mixture of apartments, offices, and retail. Furthermore, Geis is constructing a new Cuyahoga County Administration Headquarters on the northeast corner of Prospect Road and East 9th Street. The Ameritrust complex, including the historic rotunda, has been returned to the private sector and is now a key piece of revitalizing a long-dormant area of downtown Cleveland.

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# Cuyahoga County, Ohio

## Comprehensive Annual Financial Report

For the Year Ended December 31, 2012



**Mark A. Parks, Jr., CPA, MBA**

**Cuyahoga County Acting Fiscal Officer**

Prepared by The Cuyahoga County Fiscal Office:

Amy Baughman, CPA

Controller

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# Introductory Section

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**Cuyahoga County, Ohio**  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2012*  
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**CUYAHOGA COUNTY**  
**OFFICE OF THE FISCAL OFFICER**  
**Mark A. Parks, Jr. CPA, MBA – Acting Fiscal Officer**

December 31, 2013

To the Honorable Cuyahoga County Executive, Council Members,  
And the Citizens of Cuyahoga County:

I am pleased to present the Cuyahoga County Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2012. This report enables the County to comply with Ohio Administrative Code Section 117-2-03(B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires the counties reporting on a GAAP basis to file an annual report with the Auditor of State. This report contains the financial statements and other financial and statistical data which ensure complete and full disclosure of all material financial aspects of Cuyahoga County for 2012. The County Fiscal Office, and in particular, the Financial Services Department, is responsible for the completeness, accuracy and fairness of this report.

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

Ohio law requires independent audits to be performed on all financial operations of the County either by the Auditor of the State of Ohio or an independent public accounting firm, if permitted by the Auditor of State. The Auditor of State rendered an opinion on the County's financial statements as of December 31, 2012, and the Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

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

## **PROFILE OF CUYAHOGA COUNTY**

### ***General Information***

The County is located on the southern shore of Lake Erie in northeastern Ohio. It covers an area of 458.3 square miles and contains 2 townships and 57 cities and villages, the largest of which is the City of Cleveland, the County seat. The State established the County on February 8, 1808, and the first meeting of the Cuyahoga County Board of County Commissioners was held in June of 1810. The County is substantially fully developed and, according to the 2010 census, had a population of 1,280,122, making it the most populous county in the State and the 29th most populous county in the United States.

As described below, cities, villages and townships in the County, together with the various special districts and other governmental entities operating in the County, are responsible for many local governmental services and make significant expenditures to provide such services to County residents. The County, nonetheless, has significant responsibilities in the areas of general government, administration of justice, road and bridge maintenance, health care, sanitation, and public assistance and social services. The County also operates wastewater collection and treatment facilities, water lines, parking facilities, an airport and a computer information system for law enforcement agencies in the County.

Cities and villages in the County provide various services pursuant to statutory authorizations and to the constitutional “home rule” grant of “all powers of local self government.” Among the services provided and powers generally exercised by cities and villages within the State are the following: public safety, including police and fire functions; construction, maintenance and repair of streets and sidewalks; certain sanitation and health activities; recreation, including parks, playgrounds and swimming pools; certain public service enterprises such as collection, recycling and disposal of solid wastes and operation of sewer and water systems, airports and hospitals; and certain planning and zoning functions. Some of these services and powers may also be provided and exercised by counties, regional water and sewer districts and solid waste management districts.

In addition to the services provided by municipalities (and to some extent, townships) and the educational services provided by the various school districts within the County and State, there are other special districts and governmental entities currently performing various public service functions in the County. These include, among others, the Cleveland Metropolitan Park District (park and recreation facilities and programs), the Greater Cleveland Regional Transit Authority (mass transit), the Cleveland-Cuyahoga County Port Authority (lake port facilities and economic development activities), the Cuyahoga Community College District (two-year community college), the Cuyahoga County Library District (library facilities), the Cuyahoga County Solid Waste Management District (solid waste management), the Cuyahoga Metropolitan Housing Authority (low-income housing), the Northeast Ohio Regional Sewer District (wastewater collection and treatment) and the Cuyahoga Arts & Culture (support for the arts).

## **COUNTY GOVERNMENT STRUCTURE**

### ***Government Structure Prior to January 1, 2011***

Prior to January 1, 2011, a three-member Board of County Commissioners (the Board), elected at large in even-numbered years for four-year overlapping terms, was the primary legislative and executive body of the County. In addition to the County Commissioners, there were eight other elected administrative officials of the County, each of whom was independent within the limits provided by the State statutes affecting the particular office. Those officials, elected to four-year terms, included the County Auditor, County Treasurer, Clerk of Courts, County Recorder, County Engineer, Sheriff, Prosecuting Attorney and Coroner.

### ***Government Structure Effective January 1, 2011***

Under the State Constitution, the electors of a county have authority to adopt a charter that provides an organization for their county government that differs from that under State statutes and, under certain circumstances, for the county government to exercise powers in addition to those vested in counties by statute.

On November 6, 2009, the voters of the County adopted a County Charter that changed the form of County government. The Charter eliminated the elected positions of County Commissioners, County Auditor, County Treasurer, County Recorder, Clerk of Courts, County Coroner, County Engineer and Sheriff. In place of the previously elected officers, the Charter provides for an elected County Executive,

an elected 11-member County Council (Council) and an elected Prosecuting Attorney. The County Executive and the Prosecuting Attorney are elected by all the voters of the County, and each member of Council is elected by voters in one of 11 districts established by the Charter. Consistent with the authority and requirements provided in the Constitution for charter counties, the Charter provides for the County to exercise all powers vested in and perform all duties imposed upon counties and county officers from time to time by the Constitution and laws of the State, but also powers specifically conferred by the Charter or incidental to those specific powers and all other powers that counties are not prohibited to exercise by the Constitution or laws, including powers that may be concurrently exercised by the County and municipalities.

At an election in November 2010, Ed FitzGerald was elected as the first County Executive for a four-year term commencing January 1, 2011. At that same election, eleven members of the new Council were elected, six members to serve four-year terms and five members to serve two-year terms, all also commencing on January 1, 2011. Beginning with the five members to be elected in 2012 to serve terms commencing January 1, 2013, all members of the Council will be elected to four-year terms.

The County Executive has powers and duties of an executive and administrative nature, including, but not limited to, overseeing most personnel and collective bargaining matters, executing contracts, conveyances and indebtedness on behalf of the County, introducing ordinances and resolutions for Council's consideration and submitting tax and operating budgets, capital improvement plans, a five year financial forecast for County operating funds and a related written message annually. The County Executive also has veto power over Council's actions.

The Council holds the legislative power and is the taxing authority of the County. The Council elects a President, has a Clerk and other assistants, and has authority to establish procedures governing the making and administration of County contracts and public improvements. Council also has authority to adopt the annual tax budget and the County's operating and capital budgets, to make appropriations to provide for the acquisition, construction and maintenance of property and to establish a procedure for the levying of special assessments. The Council may override a veto of the County Executive if at least eight members of Council vote to approve the vetoed measure. The Council may investigate any financial transaction relating to any matter upon which it is authorized to act, and has investigative as well as legislative powers.

The County Executive, with the approval of the Council, appoints the following: a Fiscal Officer who has the duties of an elected county auditor, an elected county recorder and an elected Clerk of Courts (other than those duties related to the operations of the County Courts) under State law; a Medical Examiner who performs the duties of an elected county coroner under State law; a Clerk of Courts to carry out the duties of an elected clerk of courts related to the operations of the Courts under State law; a Director of Public Works who performs the duties of an elected county engineer and a sanitary engineer under State law; a Director of Law who serves as the legal advisor to the County Executive and Council; a Treasurer who performs the duties of an elected county treasurer under State law; a Sheriff who performs the duties of an elected county sheriff under State law; a Director of Health and Human Services who manages the administration of the County's various human service agencies, programs and activities; and a Director of Development who is responsible for economic development within the County.

Within County government are many boards and commissions which perform various functions. A few of the boards and commissions include, the County Budget Commission which exercises all powers and performs all duties performed by a county budget commission under State law; the Economic Development Commission that is required to present a five year economic development plan in June of each year; the County Audit Committee which provides internal auditing and reviews County programs for efficiency and effectiveness; and County employment practices and the classification of employee positions are monitored by a County Human Resource Commission.



## **ECONOMIC OUTLOOK AND CONDITIONS**

### ***General Market Demographics***

The County is served by diversified transportation facilities including six U.S. highways and seven interstate highways, CSX, Norfolk Southern and Amtrak railroads, three airports and the Port of Cleveland. Public mass transit for the area is provided by the Greater Cleveland Regional Transit Authority. The County is the headquarters for the Fourth District Federal Reserve Bank, which serves Ohio, the western portion of Pennsylvania and portions of Kentucky and West Virginia. Within the Cleveland metropolitan area are several public and private two-year and four-year colleges and universities, including, among others, Baldwin Wallace University, Case Western Reserve University, Cleveland State University, Cuyahoga Community College, John Carroll University, Lake Erie College, Lorain County Community College, Notre Dame College, Oberlin College, and Ursuline College.

The County is also noted as the site of many cultural institutions and attractions, including, among others, Severance Hall (winter home of The Cleveland Orchestra), The Cleveland Museum of Art, Playhouse Square Center (the largest theater district in the United States outside of New York City and home of the Great Lakes Theater Festival, the Cleveland Play House and Dance Cleveland), The Cleveland Museum of Natural History, the Rock and Roll Hall of Fame and Museum, the Great Lakes Science Center, the Western Reserve Historical Society (including the History Museum, the Frederick C. Crawford Auto-Aviation Museum and the Library), and The Children's Museum of Cleveland. Other performing and visual arts offerings include the Beck Center, Karamu House, the Cleveland Public Theatre, the Museum of Contemporary Art, and Spaces Art Gallery.

The Cleveland metropolitan area is also served by various recreational facilities. The County's location on Lake Erie and the Cuyahoga River provides a setting for many water recreation facilities and offerings, including power and sail boat marinas and fishing piers and offshore reefs. The County's North Coast Harbor is the site of the William G. Mather Museum, the Rock and Roll Hall of Fame and Museum, the Great Lakes Science Center and First Energy Stadium, the home of the Cleveland Browns. Also available to area residents is Cleveland Metroparks, a 22,000 plus acre, 18 reservation system called the "Emerald Necklace" because it surrounds the County, and the Cuyahoga Valley National Park, a 32,860 acre national park in the County and adjacent Summit County. Cleveland Metroparks also operates the Cleveland Metroparks Zoo, which features multiple wildlife and educational exhibits. The County features the Gateway complex, consisting of Progressive Field, the home of the Cleveland Indians, Quicken Loans Arena, the home of the Cleveland Cavaliers and Lake Erie Monsters, and related facilities.

### ***Regional Economic Conditions***

The Cleveland-Elyria-Mentor metropolitan area, on the coast of Lake Erie in northeast Ohio, includes Cuyahoga, Geauga, Lake, Lorain, and Medina Counties. As of January 1, 2013, the estimated population of the metropolitan area was 2.06 million, representing an average annual decrease of 6,275, or 0.2 percent, since April 1, 2010. The metropolitan area is moving from a manufacturing hub to a center for education and health services. According to Moody's Analytics, Inc., the largest employers are the Cleveland Clinic Health System and University Hospitals, with 30,600 and 13,334 employees, respectively. In 2010 (the most recent data available), Cleveland Clinic reported an economic impact of \$10.4 billion in the northeast Ohio region, directly or indirectly supporting 81,000 jobs. There are 18 hospitals which employ 59,086 full-time-equivalent employees and have a total capacity of 6,828 staffed beds in the County.

Economic conditions in the Cleveland-Elyria-Mentor metropolitan area are improving and began to stabilize after nonfarm payrolls declined from 2007 through 2010. During 2012, nonfarm payrolls increased by 4,300 jobs, or 0.4 percent, to 997,000 jobs compared with the increase of 1,600 jobs, or 0.2 percent, recorded during 2011. The education and health services and the wholesale and retail trade sectors led employment growth by adding 3,500 and 3,400 jobs, 1.9 and 2.3 percent increases,

respectively. During 2012, the manufacturing sector added 2,900 jobs, an increase of 2.5 percent. The recent gains in the manufacturing sector, however, did not fully offset losses from 2007 through 2010, a period when nonfarm payrolls in the manufacturing sector decreased by 31,000 jobs, or 21 percent, accounting for 37 percent of the job losses in the metropolitan area. During 2012, the most significant declines were in the government and the leisure and hospitality sectors, which lost 4,200 and 1,800 jobs, or 3.1 and 2.1 percent, respectively. The annual average unemployment rate decreased to 6.6 percent during 2012 from 8.0 percent during 2011. According to IHS Inc., the Horseshoe Casino, Cleveland, a \$400 million project, opened in May 2012, adding 750 employees.

Like most of the Counties in Ohio and across the United States, the County continues to feel the effects of the economic recession. According to the United States Department, Bureau of Labor Statistics, the unemployment rate in 2012 was 6.6 percent down from 8.0 percent in 2011.

After years of economic contraction and population declines, sales housing market conditions in the Cleveland-Elyria-Mentor metropolitan area are soft. Based on data from Hanley Wood, LLC, during the 12 months ending October 2012 (the most recent data available), new and existing single-family home sales totaled 19,900, up 2,100, or 12 percent, from the previous 12 months. Single-family home sales, which include townhome sales, declined 8 percent compared with the average annual rate of 21,700 homes sold from 2008 through 2010. During the 12 months ending October 2012, the average sales price for new and existing single-family homes was \$154,700, relatively unchanged from a year earlier and less than 1 percent more than the average price of \$154,000 recorded from 2008 through 2010. During the 12 months ending October 2012, new and existing condominium sales, which represented 9 percent of all home sales in the metropolitan area, totaled 1,925, a 16.9 percent increase compared with the 1,600 sales recorded during the previous 12 months and a 4 percent increase from an average annual rate of 1,850 sales from 2008 through 2010. The average condominium sales price decreased 1 percent, to \$116,800, from the previous 12 months and was down 11.8 percent compared with the average sales price of \$130,600 recorded from 2008 through 2010. According to LPS Applied Analytics, as of December 2012, 9.9 percent of total home loans in the metropolitan area were 90 or more days delinquent, in foreclosure, or transitioned into REO (Real Estate Owned), down slightly from 10.0 percent a year earlier. As of December 2012, the rate for Cuyahoga County, which includes the City of Cleveland, was 11.7 percent, more than 2 percentage points greater than the rate for any other county in the metropolitan area and compared with the 8.2 percent Statewide rate in Ohio.

## **LONG-TERM FINANCIAL PLAN**

With the implementation of the new government and the new administration, Cuyahoga County now has a three part approach to long-term financial planning. The first part is a five year economic development plan in accordance with the County Charter Section 7.05 that was codified in Ordinance number O2012-0018. For the first time in its history, Cuyahoga County established a five year economic development plan that defined development priorities and strategies. The plan set forth a new model and charge for making strategic investments across Cuyahoga County that will foster strong, economically sound communities, drive business growth and create jobs and opportunity for residents.

The second part of the long-term financial plan is the capital improvement plan. The plan typically includes five categories: maintenance, rehabilitation/reconstruction, expansion/new construction, health and safety equipment, and energy management. The office of Budget and Management confirms project estimates from departments and produces a five year plan model with the identified funding sources.

The third part of the long-term financial plan is the creation of a five year financial forecast. The fiscal health of the region over the past several years makes the process of completing a financial forecast challenging.

## **RELEVANT FINANCIAL POLICIES**

### ***Accounting System and Budgetary Control***

The County utilizes an automated accounting system, which provides the capability to prepare financial information based on accounting principles generally accepted in the United States of America (GAAP) for governments. Financial Accounting and Management Information System, known by the acronym FAMIS, is the enabling technology used for the County's accounting and budgetary controls. All operations of the County use FAMIS. Adequate internal accounting controls are an integral part of this system and are designed to achieve the fundamental objectives of safeguarding assets and providing reasonable assurance that financial transactions are properly recorded.

The County's day-to-day accounting and budgetary records are maintained on a basis other than GAAP. For financial reporting purposes, the accounting records are converted to the modified accrual basis for all Governmental funds for the governmental fund financial statements and the accrual basis for the government-wide financial statements and the Proprietary and Fiduciary funds. A further discussion of the two bases of accounting and their reconciliation can be found in Note 2 and 7 of the notes to the financial statements.

### ***Cash Management***

The Investment Advisory Committee comprised of the County Executive, a County Council Representative, and the County Treasurer, establishes investment policies and monitors all investment activity. Public Financial Management, Inc. (PFM) provides investment advisory services. Amendments to Ohio Revised Code Section 135 restrict the type and length of investments and require ongoing investment training for County Treasurers.

### ***Casino Revenue Investment Plan***

As a County hosting one of four casinos in Ohio, Cuyahoga County receives a portion of annual State casino tax revenue. In his 2012 State of the County address, County Executive FitzGerald proposed that 100 percent of the County's initial share be dedicated to investments in and around downtown Cleveland. The plan seeks to maintain the momentum building in the County's urban core through recent seminal developments, including the new Horseshoe Casino, the Global Center for Health Innovation and Cleveland Convention Center, and the rising tide of businesses and residents settling in the area. In October 2012, the County Council agreed to transfer all general fund casino revenue to downtown development in the community development fund through at least June 2016.

### ***Internal Audit***

The Department of Internal Audit was established by the citizens of Cuyahoga County in order that financial and performance audits of County offices, departments, and agencies might be conducted in keeping with federal and generally accepted auditing procedures. Section 11 of the County Charter places the department under jurisdiction of the County Audit Committee, comprised of the County Fiscal Officer, County Executive, President of the County Council, and two residents of Cuyahoga County. Valerie Harry was confirmed as the first Director of Internal Audit in March 2012, following a long career as an employee in the State Auditor's office and Chief Financial Officer for the City of Cleveland Department of Port Control. Director Harry commenced with drafting the required departmental charter, audit assessment procedures, operating policies, and assembling a full staff while simultaneously initiating the department's first two audits.

## **MAJOR INITIATIVES**

### ***Integrity***

The voters of Cuyahoga County chartered a new government embodying long sought reforms after a federal investigation revealed the corruption and mismanagement enabled by the old commissioner system. Accordingly, the County Executive's first priority upon taking office was to restore integrity. The following initiatives were put in place: (1) instated comprehensive Ethics and Personnel Policies to govern employees; (2) created an Inspector General to investigate ethics violations; (3) created standing boards to publicly vet all contracts and purchases; (4) began posting all contracts online for public scrutiny; and (5) required all County hiring to be competitive and public.

### ***Efficiency***

Create a nimble and responsive administration by unifying the scattered agencies of the old system, rationalizing operations, and saving money. For example: (1) centralizing Human Resources allowed the County to review every position in the county and reduce the workforce nearly 500 full-time employees in just two years; (2) the consolidated Fiscal Department conducted the six-year property reappraisal for \$10 million less than in 2006; (3) the unified Department of Information Technology saved \$2.3 million annually by revisiting contracts and improving print management; and (4) the comprehensive real estate property inventory conducted by the Department of Public Works culminated in a centralized county headquarters that will save \$139 million over 25 years.

### ***Investment***

Resources freed up by reforms were redirected into the improvement and expansion of County services. This enabled the County to improve the accessibility of County government by streamlining the tax appeal process and mailing absentee ballot applications to all citizens while making transformational investments in Cuyahoga County's future. For example: (1) increasing preventative maintenance on County-managed infrastructure including roads, bridges, buildings, and sewers; (2) creating the \$100 million Western Reserve funding within the community development fund to widen and deepen the local economic base, without raising taxes; (3) developing an unprecedented College Savings Account Program for every incoming kindergartner in Cuyahoga County; and (4) spearheading the adoption of modern and emerging technology in every area, from data processing and routine operations to law enforcement to cloud computing to Next Generation 9-1-1.

### ***Regional Collaboration***

County resources are also helping local governments cope as unprecedented State and federal budget cuts exacerbate the financial impact of the Great Recession. Every County department is working with the new Department of Regional Collaboration to identify opportunities where our resources and efficiencies of scale can help avert cuts to local services and promote shared services, such as sewer maintenance, web development, pooled health benefits, and the Community Policing Impact Unit. The County also united all 59 communities in the County behind the Business Attraction and Anti-Poaching Protocol, an unprecedented effort to improve responsiveness to business and halt mutually destructive poaching.

### ***Other Initiatives***

In January 2011, the ground was broken for the construction of the Medical Mart and Convention Center, which is now called the Global Center for Health Innovation (GCHI) and Convention Center. The convention center portion of the County's \$465 million taxpayer financed project opened in July 2013. GCHI, designed to bring doctors and hospital administrators to Cleveland, to see new medical technology and take continuing-education classes, will open to the public in February 2014. GCHI is the only project of its kind in the country. Representatives from Cleveland's Group Plan Commission charged with

improving public spaces downtown and the Greater Cleveland Sports Commission secured the National Senior Games as the first event for the convention center. The Convention Center currently has 32 meetings/events scheduled for next year and many more for 2015.

In late 2012 the County selected a bid to construct a new facility at the northeast corner of Prospect Avenue and East 9th Street in downtown Cleveland. The new complex will consolidate nearly 750 employees from the Executive Office, County Council, Fiscal Office, Human Resources, Development, Inspector General, Planning Commission, Internal Audit, Information Technology, Human Resource Commission, Public Works, and Public Safety and Justice Services. The new building is designed to be a conveniently centralized location for the public to conduct business and will achieve a Silver LEED (Leadership in Energy & Environmental Design) certification, with a rooftop garden and numerous improvements to gain energy efficiencies.

The bid also presented an opportunity to simultaneously return the Ameritrust Complex to the private sector and restore a long dormant corner of downtown Cleveland to life. The developer has committed to redeveloping the entire block-long complex: the iconic rotunda has plans to house a Heinen's grocery store; the Swetland building will include a mixture of apartments, office, and retail; and the Ameritrust tower will be renovated into a hotel and luxury apartments.

Vacating the old administration building will free up land for the construction of a 650-plus room Convention Center Hotel – a necessity for the Cleveland Convention Center to play host to a national political convention or an event on the scale of the Great Lakes Expo. As all the results of this move reach fruition in 2014-2016, Cuyahoga County will have been able to transform its straightforward need for a modern space into another step in the rebirth of Greater Cleveland

The County Treasurer, through a change in State statute contracted for the sale of delinquent property tax receivables. A delinquent sale in November 2012 of \$14.5 million resulted in an additional \$7.7 million of delinquent tax collection. In addition, there was an increase in collections of prior tax delinquencies because taxpayers wished to settle past due taxes with the County rather than with a private owner of the receivable.

## **AWARDS AND ACKNOWLEDGMENTS**

### ***Awards***

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for a Comprehensive Annual Financial Report. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

We believe the current report conforms to the Certificate of Achievement requirements and we are submitting it to GFOA for consideration.

### *Acknowledgements*

Preparation of this report could not have been accomplished without the dedicated work of the County Controller, Amy Baughman, and the entire financial reporting staff of the County Fiscal Office. I would like to express appreciation to each member of the financial reporting staff, the staffs of the Budget Commission, the County Treasurer, the Information Technology Center and the Office of Budget and Management. I would also like to thank the County's other elected officials and managers for their assistance in this project.

Finally, I wish to thank the citizens of Cuyahoga County for this opportunity to continue to serve and improve the professionalism of financial reporting for the County.

Sincerely,

Mark A. Parks, Jr., CPA, MBA  
Acting Fiscal Officer, Cuyahoga County

# Cuyahoga County, Ohio

*Principal Officials*

*December 31, 2012*

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## Elected Officials

### *County Council*

President, District 9..... Ellen Connally  
Vice-President, District 3..... Dan Brady  
District 1 ..... Dave Greenspan  
District 2 ..... Dale Miller  
District 4 ..... Chuck Germana  
District 5 ..... Michael J. Gallagher  
District 6 ..... Jack Schron  
District 7 ..... Yvonne M. Conwell  
District 8 ..... Pernel Jones, Jr.  
District 10 ..... Julian Rogers  
District 11 ..... Sunny M. Simon

### *Other Elected Officials*

County Executive..... Edward FitzGerald  
County Prosecutor..... Timothy McGinty

### *Court Elected Officials*

Eighth District Court of Appeals ..... Patricia Ann Blackmon, Administrative Judge  
Judge Mary J. Boyle Judge Frank D. Celebrezze, Jr.  
Judge Colleen Conway Cooney (1) Judge Eileen A. Gallagher  
Judge Sean C. Gallagher Judge Larry A. Jones, Sr.  
Judge Kathleen Ann Keough Judge Mary Eileen Kilbane  
Judge Kenneth A. Rocco Judge Melody J. Stewart  
Judge James J. Sweeney (2)

Court of Common Pleas..... Nancy A. Fuerst, Administrative and Presiding Judge  
Judge Dick Ambrose Judge Michael Astrab  
Judge Pamela Barker Judge Janet R. Burnside  
Judge Deena Calabrese Judge Maureen E. Clancy  
Judge Brian J. Corrigan Judge Peter Corrigan  
Judge Michael Donnelly Judge Carolyn B. Friedland  
Judge Stuart A. Friedman Judge Steven E. Gall  
Judge Eileen T. Gallagher (3) Judge Hollie L. Gallagher  
Judge Daniel Gaul Judge Robert McClelland  
Judge Timothy P. McCormick Judge Nancy McDonnell  
Judge Richard McMonagle Judge Lance T. Mason  
Judge David T. Matia Judge John P. O'Donnell  
Judge John J. Russo Judge Joseph D. Russo  
Judge Michael Russo Judge Nancy M. Russo  
Judge Shirley S. Saffold Judge Brendon Sheehan  
Judge Ronald Suster (4) Judge John D. Sutula  
Judge Kathleen Ann Sutula Judge Joan Synenberg (5)  
Judge Jose A. Villanueva

# Cuyahoga County, Ohio

*Principal Officials*

*December 31, 2012*

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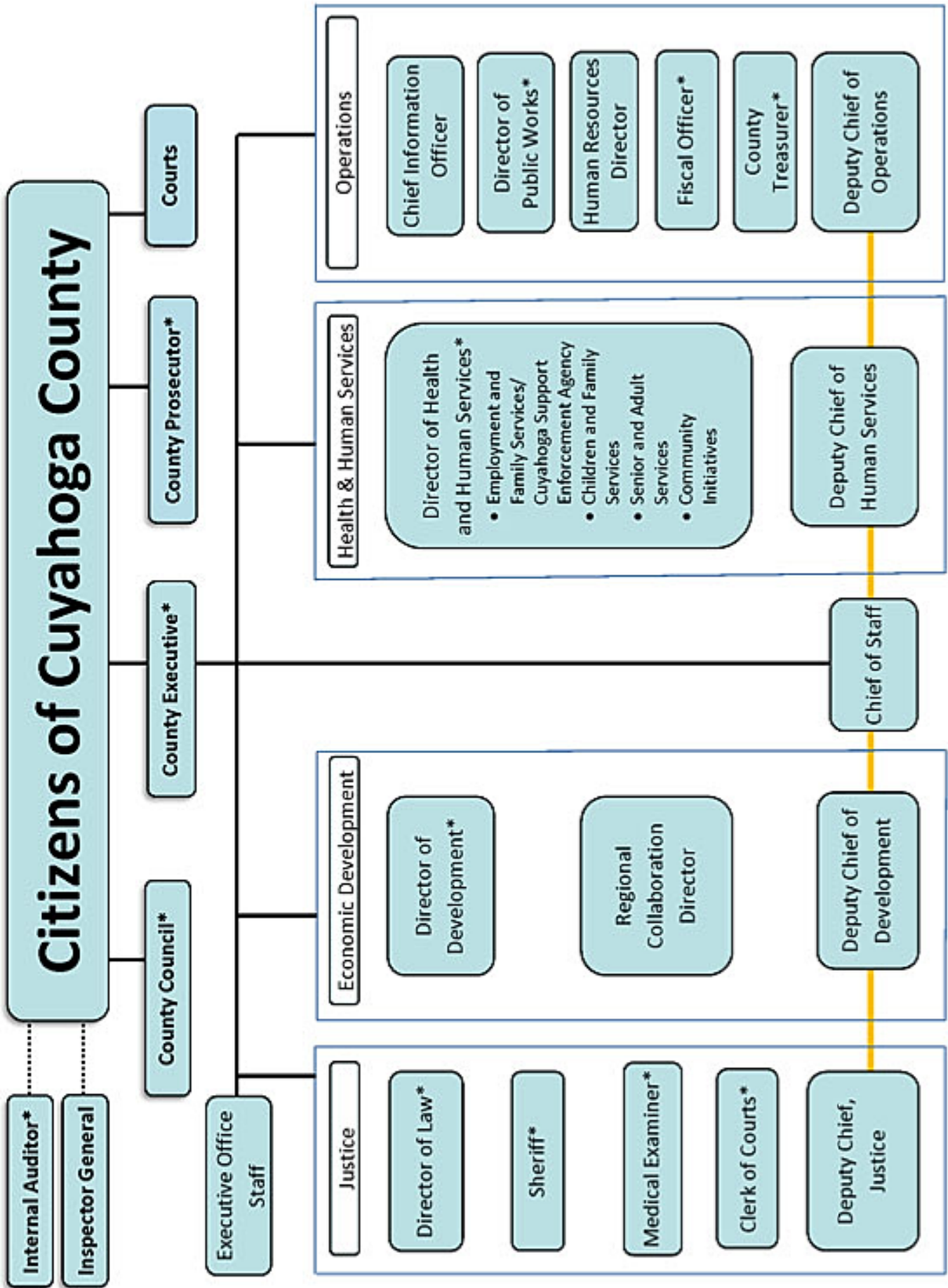
|  |  |
|--|--|
| Domestic Relations .....               | Diane M. Palos, Administrative Judge     |
| Judge Leslie Ann Celebrezze            | Judge Rosemary Grdina Gold               |
| Judge Cheryl S. Karner                 | Judge Janet Rath Colaluca                |
| Probate Court .....                    | Anthony J. Russo, Presiding Judge        |
|  | Judge Laura J. Gallagher                 |
| Juvenile Court .....                   | Thomas F. O'Malley, Administrative Judge |
| Judge Anjanette C. Arabian Whitman (6) | Judge Patrick F. Corrigan                |
| Judge Alison Nelson Floyd              | Judge Michael J. Ryan                    |
|  | Judge Kristen W. Sweeney                 |

## **Appointed Charter Officials**

|   |                             |
|---|-----------------------------|
| Clerk of Courts.....                        | Andrea Rocco                |
| County Treasurer .....                      | Mark A. Parks, Jr., CPA (7) |
| Director of Development .....               | Larry Benders               |
| Director of Internal Audit .....            | Valerie Harry               |
| Director of Law.....                        | Majeed Makhlof              |
| Director of Health and Human Services ..... | Rick Werner                 |
| Director of Public Works .....              | Bonnie Teeuwen              |
| Fiscal Officer .....                        | Wade Steen, CPA (8)         |
| Medical Examiner.....                       | Dr. Thomas Gilson           |
| Sheriff .....                               | Bob Reid (9)                |

- (1) Replaced by Judge Tim McCormack in January 2013
- (2) Replaced by Judge Eileen T. Gallagher in January 2013
- (3) Replaced by Judge Joan Synenberg in March 2013
- (4) Replaced by Judge Michael Jackson in January 2013
- (5) Replaced by Judge Cassandra Collier-Williams in January 2013
- (6) Replaced by Judge Denise N. Rini in January 2013
- (7) Replaced by Interim County Treasurer Jeannet Wright in October 2013
- (8) Replaced by Acting Fiscal Officer Mark A. Parks, Jr., CPA in September 2013
- (9) Replaced by Frank Bova in February 2013





\* Charter Officials

15/05/2012

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# Financial Section

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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Cuyahoga County  
1219 Ontario Street  
Cleveland, Ohio 44113-1657

To the Members of Council:

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Cuyahoga County (the County), Ohio, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

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

Our responsibility is to opine on these financial statements based on our audit. We did not audit the financial statements of the discretely presented component unit, the MetroHealth System, which is both a major fund and 88 percent, 80 percent, and 98 percent, respectively, of the assets, net position, and revenues of the business-type activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amount included for business-type activities, is based solely on the report of other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

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

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

### **Opinions**

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Cuyahoga County, Ohio, as of December 31, 2012, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund, Human Services Fund, Health and Human Services Levy Fund, County Board of Developmental Disabilities Fund and Alcohol, Drug and Mental Health Board Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### **Emphasis of Matter**

As described in Note 3 to the financial statements, during 2012, the County adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34*, Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### *Required Supplementary Information*

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

#### *Supplementary and Other Information*

Our audit was conducted to opine on the County's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2013, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive, flowing style.

**Dave Yost**  
Auditor of State

Columbus, Ohio

December 31, 2013

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**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2012*  
*(Unaudited)*

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As management of Cuyahoga County, we offer the readers of Cuyahoga County's financial statements the following discussion and analysis of the financial performance as well as an overall review of the County's financial activities for the fiscal year ended December 31, 2012. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the financial statements and notes to those respective statements to enhance their understanding of the County's financial performance.

**Financial Highlights**

Key Financial Highlights for 2012 are as follows:

- For 2012, the County implemented Governmental Accounting Standard Board (GASB) Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position" and Statement No. 65, "Items Previously Reported as Assets and Liabilities," which provides guidance for reporting these new categories on the statement of financial position.
- Construction continued on the County's new convention facility. The facility, known as the Global Center for Health Innovation (GCHI—formerly known as the Medical Mart), is designed to bring buyers and sellers together. GCHI is the world's only facility targeted specifically to the medical and health care industries.
- Reductions in the State 2012-2013 biennium budget led to significant reductions in Medicaid, Flex funding and local government revenues to the County.
- Overall, expenses decreased as management continues to diligently plan expenses staying carefully within the County's revenues. The County actively seeks grants in order to maintain and improve the services the County residents expect while still controlling the costs of those services.

**Using this Financial Report**

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole County, presenting both an aggregate view of the County's financial condition and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the County's most significant funds with all other non-major funds presented in total in one column.

**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2012*  
*(Unaudited)*

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## **Reporting on the County as a Whole**

### **Statement of Net Position and the Statement of Activities**

While these documents include the various funds used by the County to provide programs and activities, the view of the County as a whole looks at all financial transactions and asks the question, "How did we do financially during 2012?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all non-fiduciary *assets and deferred outflows of resources and liabilities and deferred inflows of resources* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

***Business-Type Activities*** – These services are provided on a charge for goods or services basis intended to recover all of the expenses or costs of the goods or services provided.

***Component Unit*** – The County includes financial data of the MetroHealth System (the "System"). The System is a legally separate, non-profit organization, which provides health care and hospitalization to the general public and care for the County's indigents. Under Ohio Revised Code 339.06, the County appoints the majority of the Hospital's Board of Trustees who has certain powers and duties. The component unit is separate and may buy, sell, lease and mortgage property in their own name and can sue or be sued in their own name.

## **Reporting the County's Most Significant Funds**

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities. The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements and designates funds into the following three categories: governmental funds, proprietary funds and fiduciary funds.

**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2012*  
*(Unaudited)*

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Fund financial statements provide a summary of the County's financial position and activity and focus on short-term flow of financial resources. The statements focus on the following significant governmental funds: the general fund, human services, health and human services levy fund, County Board of Developmental Disabilities and Alcohol, Drug and Mental Health Board special revenue funds and Global Center for Health Innovation (GCHI) capital projects funds.

***Governmental Funds*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources, as well as on balances of expendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The County maintains a multitude of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation.

***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 several enterprise funds to account for various operations. The County's major enterprise fund is the sanitary engineer fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions.

***Fiduciary Funds*** Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County's fiduciary funds are agency.

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

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*For the Year Ended December 31, 2012*  
*(Unaudited)*

**The County as a Whole**

You may recall that the *Statement of Net Position* provides the perspective of the County as a whole. Table 1 provides a summary of the County's net position for 2012 compared to 2011:

(Table 1)  
*Net Position*  
*(in thousands)*

|                                       | Governmental Activities |                    | Business-Type Activities |                 | Total              |                    |
|---------------------------------------|-------------------------|--------------------|--------------------------|-----------------|--------------------|--------------------|
|                                       | 2012                    | 2011               | 2012                     | 2011            | 2012               | 2011               |
| <b>Assets</b>                         |                         |                    |                          |                 |                    |                    |
| Current and Other Assets              | \$1,641,913             | \$1,575,347        | \$58,067                 | \$59,647        | \$1,699,980        | \$1,634,994        |
| Capital Assets, Net                   | 1,065,818               | 862,829            | 53,813                   | 56,263          | 1,119,631          | 919,092            |
| <i>Total Assets</i>                   | <u>2,707,731</u>        | <u>2,438,176</u>   | <u>111,880</u>           | <u>115,910</u>  | <u>2,819,611</u>   | <u>2,554,086</u>   |
| <b>Deferred Outflows of Resources</b> | 520                     | 0                  | 0                        | 0               | 520                | 0                  |
| <b>Liabilities</b>                    |                         |                    |                          |                 |                    |                    |
| Current Liabilities                   | 108,502                 | 134,898            | 3,775                    | 1,672           | 112,277            | 136,570            |
| Long-term Liabilities                 |                         |                    |                          |                 |                    |                    |
| Due within one Year                   | 74,065                  | 80,946             | 643                      | 903             | 74,708             | 81,849             |
| Due in More than one Year             | 1,088,977               | 866,276            | 17,241                   | 17,046          | 1,106,218          | 883,322            |
| <i>Total Liabilities</i>              | <u>1,271,544</u>        | <u>1,082,120</u>   | <u>21,659</u>            | <u>19,621</u>   | <u>1,293,203</u>   | <u>1,101,741</u>   |
| <b>Deferred Inflows of Resources</b>  | 306,672                 | 307,122            | 0                        | 0               | 306,672            | 307,122            |
| <b>Net Position</b>                   |                         |                    |                          |                 |                    |                    |
| Net Investment in                     |                         |                    |                          |                 |                    |                    |
| Capital Assets                        | 400,597                 | 434,719            | 36,431                   | 39,027          | 437,028            | 473,746            |
| Restricted                            | 554,641                 | 525,285            | 0                        | 0               | 554,641            | 525,285            |
| Unrestricted                          | 174,797                 | 88,930             | 53,790                   | 57,262          | 228,587            | 146,192            |
| <i>Total Net Position</i>             | <u>\$1,130,035</u>      | <u>\$1,048,934</u> | <u>\$90,221</u>          | <u>\$96,289</u> | <u>\$1,220,256</u> | <u>\$1,145,223</u> |

As one can see from the increase in overall net position, the County was able to provide critical services to County residents while diligently streamlining services and facilities to maximize efficiency for taxpayers. The major increase in capital assets and long-term liabilities is directly related to the County's commitment to undertake major capital projects so that residents can continue to receive high-quality services while positioning the County for future economic growth and prosperity.

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for 2012 and 2011:

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*Management's Discussion and Analysis*  
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(Unaudited)

(Table 2)  
Changes in Net Position  
(In Thousands)

|   | Governmental Activities |                    | Business-Type   |                 | Total              |                    |
|---|-------------------------|--------------------|-----------------|-----------------|--------------------|--------------------|
|   | 2012                    | 2011               | 2012            | 2011            | 2012               | 2011               |
| <b>Program Revenues</b>                                     |                         |                    |                 |                 |                    |                    |
| Charges for Services and                                    |                         |                    |                 |                 |                    |                    |
| Operating Assessments                                       | \$132,190               | \$109,476          | \$19,355        | \$29,031        | \$151,545          | \$138,507          |
| Operating Grants, Contributions                             |                         |                    |                 |                 |                    |                    |
| and Interest  | 519,348                 | 574,708            | 0               | 0               | 519,348            | 574,708            |
| Capital Grants and Contributions                            | 41,394                  | 59,350             | 257             | 144             | 41,651             | 59,494             |
| <i>Total Program Revenues</i>                               | <u>692,932</u>          | <u>743,534</u>     | <u>19,612</u>   | <u>29,175</u>   | <u>712,544</u>     | <u>772,709</u>     |
| <b>General Revenues</b>                                     |                         |                    |                 |                 |                    |                    |
| Property Taxes  | 334,195                 | 403,913            | 0               | 0               | 334,195            | 403,913            |
| Sales Taxes   | 228,306                 | 242,077            | 0               | 0               | 228,306            | 242,077            |
| Hotel/Lodging Taxes   | 7,954                   | 12,391             | 0               | 0               | 7,954              | 12,391             |
| Payments in Lieu of Taxes                                   | 4,609                   | 4,988              | 0               | 0               | 4,609              | 4,988              |
| Grants and Entitlements                                     | 42,469                  | 65,890             | 0               | 0               | 42,469             | 65,890             |
| Unrestricted Contributions                                  | 648                     | 0                  | 0               | 0               | 648                | 0                  |
| Interest  | 4,938                   | 12,812             | 67              | 15              | 5,005              | 12,827             |
| Other   | 20,027                  | 27,405             | 104             | 235             | 20,131             | 27,640             |
| <i>Total General Revenues</i>                               | <u>643,146</u>          | <u>769,476</u>     | <u>171</u>      | <u>250</u>      | <u>643,317</u>     | <u>769,726</u>     |
| <i>Total Revenues</i>                                       | <u>1,336,078</u>        | <u>1,513,010</u>   | <u>19,783</u>   | <u>29,425</u>   | <u>1,355,861</u>   | <u>1,542,435</u>   |
| <b>Program Expenses</b>                                     |                         |                    |                 |                 |                    |                    |
| General Government:   |                         |                    |                 |                 |                    |                    |
| Legislative and Executive                                   | 97,163                  | 91,463             | 0               | 0               | 97,163             | 91,463             |
| Judicial  | 335,832                 | 323,452            | 0               | 0               | 335,832            | 323,452            |
| Public Works  | 31,405                  | 35,665             | 0               | 0               | 31,405             | 35,665             |
| Health and Safety   | 174,875                 | 230,989            | 0               | 0               | 174,875            | 230,989            |
| Social Services   | 484,785                 | 482,462            | 0               | 0               | 484,785            | 482,462            |
| Community Development                                       | 64,866                  | 48,418             | 0               | 0               | 64,866             | 48,418             |
| Other   | 9,904                   | 0                  | 0               | 0               | 9,904              | 0                  |
| Interest and Fiscal Charges                                 | 55,001                  | 59,301             | 0               | 0               | 55,001             | 59,301             |
| Sanitary Engineer   | 0                       | 0                  | 19,864          | 20,950          | 19,864             | 20,950             |
| Airport   | 0                       | 0                  | 1,922           | 1,759           | 1,922              | 1,759              |
| Parking Garage  | 0                       | 0                  | 3,542           | 3,592           | 3,542              | 3,592              |
| Information Systems   | 0                       | 0                  | 1,669           | 1,749           | 1,669              | 1,749              |
| <i>Total Program Expenses</i>                               | <u>1,253,831</u>        | <u>1,271,750</u>   | <u>26,997</u>   | <u>28,050</u>   | <u>1,280,828</u>   | <u>1,299,800</u>   |
| <i>Increase (Decrease) in Net Position before Transfers</i> | 82,247                  | 241,260            | (7,214)         | 1,375           | 75,033             | 242,635            |
| Transfers   | (1,146)                 | (252)              | 1,146           | 252             | 0                  | 0                  |
| <i>Change in Net Position</i>                               | 81,101                  | 241,008            | (6,068)         | 1,627           | 75,033             | 242,635            |
| Net Position Beginning of Year - Restated                   | 1,048,934               | 807,926            | 96,289          | 94,662          | 1,145,223          | 902,588            |
| Net Position End of Year                                    | <u>\$1,130,035</u>      | <u>\$1,048,934</u> | <u>\$90,221</u> | <u>\$96,289</u> | <u>\$1,220,256</u> | <u>\$1,145,223</u> |

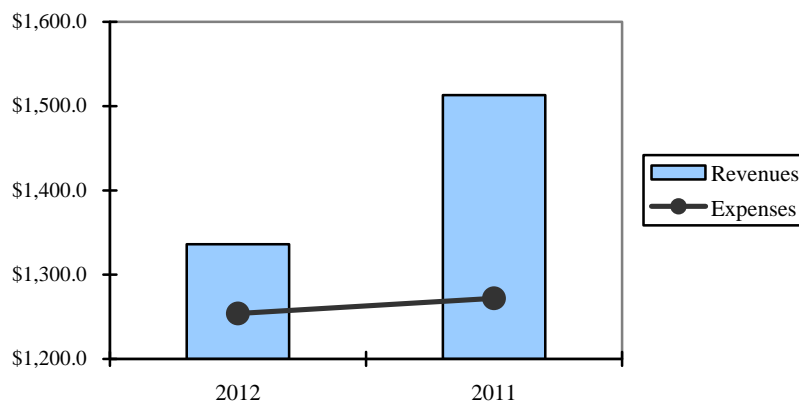
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Reductions in Federal Medicaid and Flex funding from the Ohio Department of Mental Health led to a restructuring and significant reduction in health and safety expenditures from 2011 at the Alcohol, Drug and Mental Health (ADAMHS) Board. In addition to reduction in funding to the ADAMHS Board, the County saw a 30 percent reduction in local government funding from the State.

While 2012 saw an 11 percent reduction in governmental revenues there was an 8 percent increase in net position. The increase in net position is due to staff diligently planning and watching expenses, staying carefully within the County's revenues.

**Graph 1**  
 Governmental Revenues and Expenses  
 (In Millions)

|          | 2012      | 2011      |
|----------|-----------|-----------|
| Revenues | \$1,336.1 | \$1,513.0 |
| Expenses | 1,253.8   | 1,271.8   |



**Component Unit – MetroHealth System**

The MetroHealth System is the public health care system for the County. It is organized and operated by its Board of County Hospital Trustees pursuant to Chapter 339 of the Ohio Revised Code. Financial and operating highlights for 2012:

- Outpatient visits increased 3.6 percent,
- Hospital patient days decreased 0.3 percent,
- Inpatient and outpatient surgical volumes increased 6.2 percent,
- Total net position increased by \$13.9 million for the year,
- Emergency room visits decreased 1.0 percent from the prior year to 104,558 annual visits, and
- The MetroHealth Rehabilitation Institute was relocated to the former Old Brooklyn Nursing Facility in late 2012, after renovations.

**Financial Analysis of the County's Funds**

As noted earlier, the County uses fund accounting to demonstrate fiscal accountability and assume financial resources were raised and expended in compliance with budgetary and other legal provisions.

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

As of the end of the current year, the County's governmental funds reported combined ending fund balances of \$1,040,012,790. \$197,370,722 of this total amount constitutes unassigned fund balance, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of the fund balance is non-spendable, restricted, committed or assigned to indicate that it is not available for new spending.

The general fund revenues exceeded expenditures primarily due to reductions in operating expenditures from staff reductions.

The human services fund had an increase in fund balance as the County continues to obtain grant funds to provide residents with dynamic services in an ever changing world.

Fund balance in the health and human services levy fund decreased due to additional property tax revenue being allocated to the human services fund than in the prior year.

The Board of Developmental Disabilities had a slight decline in revenue; however, they were able to proportionally reduce expenditures to meet this challenge and maintain a positive net change in fund balance.

Medicaid and Flex funding reductions led to a significant reduction in revenue and resulted in staffing and program reductions in the ADAMHS Board fund. The dedicated efforts of the ADAMHS Board led to an increase in fund balance.

The GCHI fund had a decrease in fund balance as the construction on the facility continued. The convention center portion of the project opened in July 2013.

**Proprietary Funds** Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The decrease in the Sanitary Engineer Fund can be attributed to the decrease in charges for services revenue which is a result of a decrease in the amount of outstanding receivables.

### **General Fund Budgeting Highlights**

Provisions for budgeting are prescribed by Ohio Revised Code 5705. Essentially, the budget is the County's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the Revised Code. During 2012, the County amended its general fund budget as necessary to allow for increases and decreases in contractual agreements, reductions in staff, changes in the anticipated uses of approved funding, etc. Actual revenues received were \$11,355,014 higher than certification primarily due to continuing growth in revenue from sales taxes, charges for services and other revenue. Actual expenditures were \$1,948,225 less than appropriations due mainly to staff reductions and the diligence of management to control expenses.

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**Capital Assets and Debt Administration**

**Capital Assets**

Table 3 shows 2012 values compared to 2011.

(Table 3)  
*Capital Assets at December 31*  
*(Net of Accumulated Depreciation)*  
*(in thousands)*

|   | Governmental Activities |                  | Business-Type Activities |                 | Total              |                  |
|---|-------------------------|------------------|--------------------------|-----------------|--------------------|------------------|
|   | 2012                    | 2011             | 2012                     | 2011            | 2012               | 2011             |
| Land                                      | \$93,246                | \$93,222         | \$12,266                 | \$12,266        | \$105,512          | \$105,488        |
| Construction in Progress                  | 614,375                 | 387,906          | 0                        | 120             | 614,375            | 388,026          |
| Land Improvements                         | 6,413                   | 6,964            | 1,423                    | 1,623           | 7,836              | 8,587            |
| Utility Plant                             | 0                       | 0                | 29,977                   | 31,012          | 29,977             | 31,012           |
| Buildings, Structures<br>and Improvements | 246,326                 | 264,370          | 8,397                    | 9,272           | 254,723            | 273,642          |
| Furniture, Fixtures and Equipment         | 13,044                  | 16,536           | 459                      | 414             | 13,503             | 16,950           |
| Vehicles                                  | 2,522                   | 3,159            | 1,291                    | 1,556           | 3,813              | 4,715            |
| Right to Use Community Center             | 1,963                   | 0                | 0                        | 0               | 1,963              | 0                |
| Infrastructure                            | 87,929                  | 90,672           | 0                        | 0               | 87,929             | 90,672           |
| <b>Total Capital Assets</b>               | <b>\$1,065,818</b>      | <b>\$862,829</b> | <b>\$53,813</b>          | <b>\$56,263</b> | <b>\$1,119,631</b> | <b>\$919,092</b> |

The governmental activities increase of \$203 million was the result of the continued construction on the Global Center for Health Innovation building construction amounting to \$217 million. The business-type activities decreased by \$2.5 million as depreciation outpaced capital asset additions. Additional information on Cuyahoga County's capital assets can be found in Note 13 of this report.

**Debt**

Table 4 below summarizes the County's long-term obligations outstanding.

(Table 4)  
*Outstanding Long-term Obligations at Year End*  
*(in thousands)*

|                              | Governmental Activities |                  | Business Type Activities |                 | Total              |                  |
|------------------------------|-------------------------|------------------|--------------------------|-----------------|--------------------|------------------|
|                              | 2012                    | 2011             | 2012                     | 2011            | 2012               | 2011             |
| General Obligation Bonds     | \$360,322               | \$308,739        | \$0                      | \$0             | \$360,322          | \$308,739        |
| Self-Supported Bonds         | 0                       | 0                | 3,765                    | 4,195           | 3,765              | 4,195            |
| Revenue Bonds                | 441,559                 | 464,267          | 0                        | 0               | 441,559            | 464,267          |
| ODOD Loans                   | 2,000                   | 2,500            | 0                        | 0               | 2,000              | 2,500            |
| OPWC Loans                   | 907                     | 938              | 477                      | 581             | 1,384              | 1,519            |
| ODOT Loans                   | 4,363                   | 4,962            | 0                        | 0               | 4,363              | 4,962            |
| OWDA Loans                   | 0                       | 0                | 13,140                   | 12,467          | 13,140             | 12,467           |
| Bond Anticipation Notes      | 7,200                   | 9,300            | 0                        | 0               | 7,200              | 9,300            |
| Capital Leases               | 318,365                 | 120,082          | 0                        | 0               | 318,365            | 120,082          |
| Compensated Absences         | 28,198                  | 26,830           | 502                      | 651             | 28,700             | 27,481           |
| Special Termination Benefits | 128                     | 9,604            | 0                        | 56              | 128                | 9,660            |
| <b>Total</b>                 | <b>\$1,163,042</b>      | <b>\$947,222</b> | <b>\$17,884</b>          | <b>\$17,950</b> | <b>\$1,180,926</b> | <b>\$965,172</b> |



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Capital leases increased due to construction moving forward on the Global Center for Health Innovation. See Note 20 for more information.

Cuyahoga County received a "AA+" rating from Standard & Poor's, "AA+" from Fitch Ratings and an "Aa1" rating from Moody's Investors Service for its general obligation debt. Moody's and Standard & Poor's have rated the revenue bonds "Aa2 and "AA", respectively. Fitch Ratings, Moody's and Standard & Poor's completed a review of the County's bond ratings in 2012 and all three ratings were affirmed with a stable outlook. As of the date of this report Standard & Poor's completed a review in October 2013 utilizing their new rating process. The County's rating for its general obligation debt was downgraded from a "AA+" to "AA" and the rating on its revenue bonds was also downgraded from "AA" to "AA-." These rating changes are a direct result of Standard & Poor's increased emphasis on economic factors that are not wholly within the County's control.

The County's overall legal debt margin was \$524.7 million at December 31, 2012. This is the additional amount of debt the County could issue. The County continues to monitor its outstanding debt. Information relative to debt is identified in Note 19 to the basic financial statements.

### **Federal Investigation**

On July 28, 2008, agents of the Federal Bureau of Investigation and the Internal Revenue Service executed search warrants at certain County government offices, the homes of certain County officials, and the business offices of certain private contractors in connection with what has been characterized as a "government corruption investigation" (the "Investigation"). Additional search warrants were executed on September 23, 2008 at the offices of two County Judges. In addition, pursuant to the investigation, several Federal Grand Jury subpoenas for the production of documents were issued to the government offices of a County Commissioner, the County Auditor, the County Engineer and the County Information Services Office. The County has complied with the search warrants and continues to cooperate with the Investigation. Since the initial searches, multiple criminal charges have been filed in the United States District Court for the Northern District of Ohio charging former County employees, public officials and other individuals with soliciting and receiving bribes. Several former County employees and public officials including the former County Auditor have pleaded guilty to such charges and have been sentenced or are awaiting sentencing on such charges. A former County Commissioner and two former judges were convicted and sentenced. Additional criminal cases are pending.

In response to the Investigation, the County retained the services of a law firm to assist the County in its internal investigation of County contracting procedures and awards and other matters related to the Investigation. On October 28, 2009, the law firm issued a report regarding the internal review and investigation. The Board of County Commissioners accepted the report on October 29, 2009, and its conclusions were endorsed and adopted by the Board. The report was updated by means of supplemental reports submitted in December 2009 and October 2011, which took into account subsequent public corruption charges filed against other individuals.

The report concluded that in spite of the conduct of the individuals named in charges resulting from the Investigation, it is highly unlikely that such outcome will materially affect the fair presentation of the County's basic financial statements. In addition, the report concluded that given the amount of funds involved, the possibility that the County's overall financial position or operations would be materially impacted by any of the activities uncovered in the federal public corruption investigation is remote.

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The federal public corruption investigation is still ongoing; however, based upon the County's own internal investigation, the County believes the likelihood of the Investigation resulting in any material potential loss or liability, including the possibility of significant disallowance findings related to Federal and State assisted grant programs, is remote; and that any adverse outcome from these charges would pertain to the County officials and former employees subject to the investigation rather than the County itself.

**Current Issues**

The County has continued to maintain the highest standards of services to our communities while diligently managing expenses, to stay within the County's revenues. As with all counties in the State of Ohio, State funding issues are constantly monitored to determine the impact on the County. As the preceding information shows, Cuyahoga County, like most counties in Ohio, is heavily reliant on sales tax and local property taxpayers. Additional revenues must not be treated as a windfall to expand programs but as an opportunity to extend the time horizon of the life of the various social and health and human services levies and provide future flexibility for the general fund. All of the County's financial abilities will be needed to meet the challenges of the future.

In conclusion, Cuyahoga County is in a period posing both significant challenges and opportunities. Management is committed to working with all stakeholders to craft solutions that will most effectively use the available resources to continue to provide excellent services to the residents of the County.

**Contacting the County's Financial Management**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Office of Fiscal Officer, Cuyahoga County, 1219 Ontario Street, 2<sup>nd</sup> Floor, Cleveland, Ohio 44113.

## Cuyahoga County, Ohio

### Statement of Net Position

December 31, 2012

|  | Primary Government         |                             |                        | Component Unit            |
|--|----------------------------|-----------------------------|------------------------|---------------------------|
|  | Governmental<br>Activities | Business-Type<br>Activities | Total                  | MetroHealth<br>System (1) |
| <b>Assets</b>                              |                            |                             |                        |                           |
| Equity in Pooled Cash and Cash Equivalents | \$608,977,616              | \$36,314,307                | \$645,291,923          | \$6,000,000               |
| Cash and Cash Equivalents:                 |                            |                             |                        |                           |
| In Segregated Accounts                     | 10,784,435                 | 0                           | 10,784,435             | 0                         |
| With Fiscal Agents                         | 111,146,562                | 0                           | 111,146,562            | 0                         |
| Investments                                | 0                          | 0                           | 0                      | 381,590,000               |
| Materials and Supplies Inventory           | 0                          | 39,986                      | 39,986                 | 9,662,000                 |
| Accrued Interest Receivable                | 2,230,299                  | 0                           | 2,230,299              | 0                         |
| Accounts Receivable                        | 4,197,162                  | 312,377                     | 4,509,539              | 83,367,000                |
| Other Receivable                           | 0                          | 0                           | 0                      | 52,517,000                |
| Internal Balances                          | (553,805)                  | 553,805                     | 0                      | 0                         |
| Intergovernmental Receivable               | 98,074,204                 | 22,120                      | 98,096,324             | 0                         |
| Prepaid Items                              | 0                          | 0                           | 0                      | 2,639,000                 |
| Sales Taxes Receivable                     | 60,895,239                 | 0                           | 60,895,239             | 0                         |
| Property Taxes Receivable                  | 395,470,400                | 0                           | 395,470,400            | 0                         |
| Special Assessments Receivable             | 0                          | 20,824,098                  | 20,824,098             | 0                         |
| Loans Receivable                           | 350,691,235                | 0                           | 350,691,235            | 0                         |
| Other Assets                               | 0                          | 0                           | 0                      | 14,482,000                |
| Nondepreciable Capital Assets              | 707,621,606                | 12,265,954                  | 719,887,560            | 21,361,000                |
| Depreciable Capital Assets, Net            | 358,196,148                | 41,546,882                  | 399,743,030            | 243,924,000               |
| <i>Total Assets</i>                        | <i>2,707,731,101</i>       | <i>111,879,529</i>          | <i>2,819,610,630</i>   | <i>815,542,000</i>        |
| <b>Deferred Outflows of Resources</b>      |                            |                             |                        |                           |
| Deferred Amount on Refunding               | 520,493                    | 0                           | 520,493                | 0                         |
| <b>Liabilities</b>                         |                            |                             |                        |                           |
| Accounts Payable                           | 51,835,413                 | 3,424,620                   | 55,260,033             | 37,342,000                |
| Accrued Wages                              | 15,877,855                 | 292,498                     | 16,170,353             | 21,426,000                |
| Contracts Payable                          | 14,810,141                 | 0                           | 14,810,141             | 0                         |
| Other Liabilities                          | 0                          | 0                           | 0                      | 14,273,000                |
| Intergovernmental Payable                  | 8,303,675                  | 44,676                      | 8,348,351              | 5,130,000                 |
| Retainage Payable                          | 68,443                     | 0                           | 68,443                 | 0                         |
| Accrued Interest Payable                   | 3,122,305                  | 13,152                      | 3,135,457              | 3,617,000                 |
| Claims Payable                             | 14,484,044                 | 0                           | 14,484,044             | 0                         |
| Long-Term Liabilities:                     |                            |                             |                        |                           |
| Due Within One Year                        | 74,064,834                 | 642,800                     | 74,707,634             | 34,730,000                |
| Due In More Than One Year                  | 1,088,977,574              | 17,241,045                  | 1,106,218,619          | 327,785,000               |
| <i>Total Liabilities</i>                   | <i>1,271,544,284</i>       | <i>21,658,791</i>           | <i>1,293,203,075</i>   | <i>444,303,000</i>        |
| <b>Deferred Inflows of Resources</b>       |                            |                             |                        |                           |
| Property Taxes                             | 306,672,077                | 0                           | 306,672,077            | 0                         |
| <b>Net Position</b>                        |                            |                             |                        |                           |
| Net Investment in Capital Assets           | 400,596,740                | 36,430,874                  | 437,027,614            | 64,477,000                |
| Restricted for:                            |                            |                             |                        |                           |
| Capital Projects                           | 77,231,951                 | 0                           | 77,231,951             | 0                         |
| Health and Human Services                  | 71,929,825                 | 0                           | 71,929,825             | 0                         |
| Motor Vehicle                              | 61,408,838                 | 0                           | 61,408,838             | 0                         |
| Developmental Disabilities                 | 156,223,090                | 0                           | 156,223,090            | 0                         |
| Community Development Programs             | 61,057,944                 | 0                           | 61,057,944             | 0                         |
| Children's Services                        | 49,299,918                 | 0                           | 49,299,918             | 0                         |
| Alcohol and Drug Preventative Services     | 16,701,806                 | 0                           | 16,701,806             | 0                         |
| Health and Safety Services                 | 13,783,701                 | 0                           | 13,783,701             | 0                         |
| Other Purposes                             | 47,004,410                 | 0                           | 47,004,410             | 0                         |
| MetroHealth System                         |                            |                             |                        |                           |
| Expendable                                 | 0                          | 0                           | 0                      | 44,972,000                |
| Nonexpendable                              | 0                          | 0                           | 0                      | 9,756,000                 |
| Unrestricted                               | 174,797,010                | 53,789,864                  | 228,586,874            | 252,034,000               |
| <i>Total Net Position</i>                  | <i>\$1,130,035,233</i>     | <i>\$90,220,738</i>         | <i>\$1,220,255,971</i> | <i>\$371,239,000</i>      |

(1) Dollars rounded to the nearest thousands

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**  
*Statement of Activities*  
For the Year Ended December 31, 2012

|                                       | Program Revenues       |   |                                       |                                     |
|---------------------------------------|------------------------|---|---------------------------------------|-------------------------------------|
|                                       | Expenses               | Charges<br>for Services<br>and Operating<br>Assessments | Operating Grants<br>and Contributions | Capital Grants<br>and Contributions |
| <b>Primary Government</b>             |                        |   |                                       |                                     |
| <b>Governmental Activities:</b>       |                        |   |                                       |                                     |
| General Government:                   |                        |   |                                       |                                     |
| Legislative and Executive             | \$97,162,850           | \$42,723,302  | \$1,609,639                           | \$2,022,522                         |
| Judicial                              | 335,831,744            | 75,207,833  | 53,877,672                            | 0                                   |
| Public Works                          | 31,405,346             | 2,605,169   | 31,280,251                            | 18,619,993                          |
| Health and Safety                     | 174,875,093            | 2,333,912   | 118,667,689                           | 0                                   |
| Social Services                       | 484,785,593            | 5,551,526   | 263,075,375                           | 0                                   |
| Community Development                 | 64,866,231             | 3,768,678   | 50,837,207                            | 20,751,822                          |
| Other                                 | 9,903,889              | 0   | 0                                     | 0                                   |
| Interest and Fiscal Charges           | 55,001,073             | 0   | 0                                     | 0                                   |
| <i>Total Governmental Activities</i>  | <u>1,253,831,819</u>   | <u>132,190,420</u>                                      | <u>519,347,833</u>                    | <u>41,394,337</u>                   |
| <b>Business-Type Activities:</b>      |                        |   |                                       |                                     |
| Sanitary Engineer                     | 19,863,604             | 11,936,751  | 0                                     | 257,362                             |
| Airport                               | 1,922,598              | 932,291   | 0                                     | 0                                   |
| Parking Garage                        | 3,541,875              | 4,925,431   | 0                                     | 0                                   |
| Information Systems                   | 1,669,099              | 1,560,083   | 0                                     | 0                                   |
| <i>Total Business-Type Activities</i> | <u>26,997,176</u>      | <u>19,354,556</u>                                       | <u>0</u>                              | <u>257,362</u>                      |
| <i>Total - Primary Government</i>     | <u>\$1,280,828,995</u> | <u>\$151,544,976</u>                                    | <u>\$519,347,833</u>                  | <u>\$41,651,699</u>                 |
| <b>Component Unit</b>                 |                        |   |                                       |                                     |
| MetroHealth System (1)                | <u>\$783,211,000</u>   | <u>\$683,263,000</u>                                    | <u>\$45,190,000</u>                   | <u>\$51,000</u>                     |

**General Revenues**

Property Taxes Levied for:  
General Purposes  
General Obligation Bond Retirement  
Health and Human Services  
Children's Services  
Developmental Disabilities  
Sales Taxes Levied for General Purposes  
Hotel/Lodging Taxes  
Payments in Lieu of Taxes  
Grants and Entitlements not Restricted to Specific Programs  
Unrestricted Contributions  
Interest  
Other

*Total General Revenues*

Transfers

*Total General Revenues and Transfers*

Change in Net Position

*Net Position Beginning of Year - Restated (See Note 3)*

*Net Position End of Year*

(1) Dollars rounded to the nearest thousands

See accompanying notes to the basic financial statements

| Net (Expense) Revenue and Changes in Net Position |                             |                        |                      |
|---|-----------------------------|------------------------|----------------------|
| Primary Government                                |                             |                        |                      |
| Governmental<br>Activities                        | Business-Type<br>Activities | Total                  | Component<br>Unit    |
| (\$50,807,387)                                    | \$0                         | (\$50,807,387)         | \$0                  |
| (206,746,239)                                     | 0                           | (206,746,239)          | 0                    |
| 21,100,067  | 0                           | 21,100,067             | 0                    |
| (53,873,492)                                      | 0                           | (53,873,492)           | 0                    |
| (216,158,692)                                     | 0                           | (216,158,692)          | 0                    |
| 10,491,476  | 0                           | 10,491,476             | 0                    |
| (9,903,889)                                       | 0                           | (9,903,889)            | 0                    |
| (55,001,073)                                      | 0                           | (55,001,073)           | 0                    |
| (560,899,229)                                     | 0                           | (560,899,229)          | 0                    |
| 0   | (7,669,491)                 | (7,669,491)            | 0                    |
| 0   | (990,307)                   | (990,307)              | 0                    |
| 0   | 1,383,556                   | 1,383,556              | 0                    |
| 0   | (109,016)                   | (109,016)              | 0                    |
| 0   | (7,385,258)                 | (7,385,258)            | 0                    |
| (560,899,229)                                     | (7,385,258)                 | (568,284,487)          | 0                    |
| 0   | 0                           | 0                      | (54,707,000)         |
| 15,196,538  | 0                           | 15,196,538             | 0                    |
| 24,854,487  | 0                           | 24,854,487             | 0                    |
| 162,099,791                                       | 0                           | 162,099,791            | 0                    |
| 36,839,333  | 0                           | 36,839,333             | 0                    |
| 95,204,864  | 0                           | 95,204,864             | 0                    |
| 228,305,905                                       | 0                           | 228,305,905            | 0                    |
| 7,954,045   | 0                           | 7,954,045              | 0                    |
| 4,608,770   | 0                           | 4,608,770              | 0                    |
| 42,469,462  | 0                           | 42,469,462             | 0                    |
| 648,478   | 0                           | 648,478                | 0                    |
| 4,937,745   | 66,868                      | 5,004,613              | 7,894,000            |
| 20,027,272  | 104,295                     | 20,131,567             | 63,590,000           |
| 643,146,690                                       | 171,163                     | 643,317,853            | 71,484,000           |
| (1,145,835)                                       | 1,145,835                   | 0                      | 0                    |
| 642,000,855                                       | 1,316,998                   | 643,317,853            | 71,484,000           |
| 81,101,626  | (6,068,260)                 | 75,033,366             | 16,777,000           |
| 1,048,933,607                                     | 96,288,998                  | 1,145,222,605          | 354,462,000          |
| <u>\$1,130,035,233</u>                            | <u>\$90,220,738</u>         | <u>\$1,220,255,971</u> | <u>\$371,239,000</u> |

**Cuyahoga County, Ohio**

*Balance Sheet*

*Governmental Funds*

*December 31, 2012*

|   | General              | Human<br>Services    | Health<br>and Human<br>Services Levy | County<br>Board of<br>Developmental<br>Disabilities |
|---|----------------------|----------------------|--------------------------------------|---|
| <b>Assets</b>   |                      |                      |                                      |   |
| Equity in Pooled Cash and<br>Cash Equivalents                                 | \$170,605,379        | \$3,961,219          | \$43,490,666                         | \$130,613,102                                       |
| Cash and Cash Equivalents<br>In Segregated Accounts                           | 3,611,515            | 0                    | 0                                    | 12,670  |
| Accrued Interest Receivable   | 1,544,462            | 0                    | 0                                    | 0   |
| Accounts Receivable   | 2,639,687            | 291,618              | 0                                    | 0   |
| Interfund Receivable  | 15,821,845           | 0                    | 0                                    | 0   |
| Intergovernmental Receivable  | 14,011,583           | 23,107,334           | 3,936,638                            | 10,422,263  |
| Sales Taxes Receivable  | 60,895,239           | 0                    | 0                                    | 0   |
| Property Taxes Receivable   | 18,093,682           | 80,672,287           | 67,701,078                           | 115,776,530   |
| Loans Receivable  | 1,000,000            | 0                    | 0                                    | 0   |
| Restricted Assets:  |                      |                      |                                      |   |
| Equity in Pooled Cash and<br>Cash Equivalents                                 | 8,867,166            | 0                    | 0                                    | 0   |
| Equity in Pooled Cash and<br>Cash Equivalents with Fiscal Agent               | 0                    | 0                    | 0                                    | 0   |
| <b>Total Assets</b>   | <b>\$297,090,558</b> | <b>\$108,032,458</b> | <b>\$115,128,382</b>                 | <b>\$256,824,565</b>                                |
| <b>Liabilities</b>  |                      |                      |                                      |   |
| Accounts Payable  | \$6,821,354          | \$6,354,145          | \$2,002,680                          | \$2,696,104   |
| Accrued Wages   | 6,252,045            | 3,315,953            | 246,722                              | 3,191,767   |
| Contracts Payable   | 0                    | 0                    | 0                                    | 0   |
| Retainage Payable   | 0                    | 0                    | 0                                    | 0   |
| Intergovernmental Payable   | 971,697              | 624,851              | 37,685                               | 911,061   |
| Interfund Payable   | 1,828,095            | 834,953              | 67,256                               | 407,494   |
| <b>Total Liabilities</b>  | <b>15,873,191</b>    | <b>11,129,902</b>    | <b>2,354,343</b>                     | <b>7,206,426</b>                                    |
| <b>Deferred Inflows of Resources</b>  |                      |                      |                                      |   |
| Property Taxes  | 14,001,862           | 62,523,371           | 52,470,305                           | 89,958,608  |
| Unavailable Revenue   | 36,332,591           | 28,477,494           | 18,710,255                           | 31,814,897  |
| <b>Total Deferred Inflows of Resources</b>                                    | <b>50,334,453</b>    | <b>91,000,865</b>    | <b>71,180,560</b>                    | <b>121,773,505</b>                                  |
| <b>Fund Balances</b>  |                      |                      |                                      |   |
| Nonspendable  | 9,617,166            | 0                    | 0                                    | 0   |
| Restricted  | 0                    | 5,901,691            | 41,593,479                           | 127,844,634   |
| Assigned  | 9,012,927            | 0                    | 0                                    | 0   |
| Unassigned (Deficit)  | 212,252,821          | 0                    | 0                                    | 0   |
| <b>Total Fund Balances</b>  | <b>230,882,914</b>   | <b>5,901,691</b>     | <b>41,593,479</b>                    | <b>127,844,634</b>                                  |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <b>\$297,090,558</b> | <b>\$108,032,458</b> | <b>\$115,128,382</b>                 | <b>\$256,824,565</b>                                |

See accompanying notes to the basic financial statements

| Alcohol, Drug<br>and Mental<br>Health Board | Global<br>Center for<br>Health<br>Innovation | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|--|--------------------------------|--------------------------------|
| \$9,801,827                                 | \$0  | \$189,487,647                  | \$547,959,840                  |
| 0   | 0  | 7,160,250                      | 10,784,435                     |
| 0   | 0  | 685,837                        | 2,230,299                      |
| 66,714                                      | 0  | 1,189,710                      | 4,187,729                      |
| 0   | 0  | 0                              | 15,821,845                     |
| 5,616,966                                   | 0  | 37,815,561                     | 94,910,345                     |
| 0   | 0  | 0                              | 60,895,239                     |
| 37,271,469                                  | 0  | 75,955,354                     | 395,470,400                    |
| 0   | 302,254,690                                  | 47,436,545                     | 350,691,235                    |
| 0   | 0  | 0                              | 8,867,166                      |
| 0   | 108,485,375                                  | 2,661,187                      | 111,146,562                    |
| <u>\$52,756,976</u>                         | <u>\$410,740,065</u>                         | <u>\$362,392,091</u>           | <u>\$1,602,965,095</u>         |
| \$6,681,446                                 | \$0  | \$23,464,962                   | \$48,020,691                   |
| 114,893                                     | 0  | 1,750,018                      | 14,871,398                     |
| 0   | 12,134,359                                   | 2,675,782                      | 14,810,141                     |
| 0   | 0  | 68,443                         | 68,443                         |
| 17,549                                      | 0  | 318,157                        | 2,881,000                      |
| 63,385                                      | 0  | 16,036,605                     | 19,237,788                     |
| <u>6,877,273</u>                            | <u>12,134,359</u>                            | <u>44,313,967</u>              | <u>99,889,461</u>              |
| 28,886,474                                  | 0  | 58,831,457                     | 306,672,077                    |
| 10,243,314                                  | 0  | 30,812,216                     | 156,390,767                    |
| <u>39,129,788</u>                           | <u>0</u>                                     | <u>89,643,673</u>              | <u>463,062,844</u>             |
| 0   | 0  | 0                              | 9,617,166                      |
| 6,749,915                                   | 398,605,706                                  | 243,316,550                    | 824,011,975                    |
| 0   | 0  | 0                              | 9,012,927                      |
| 0   | 0  | (14,882,099)                   | 197,370,722                    |
| <u>6,749,915</u>                            | <u>398,605,706</u>                           | <u>228,434,451</u>             | <u>1,040,012,790</u>           |
| <u>\$52,756,976</u>                         | <u>\$410,740,065</u>                         | <u>\$362,392,091</u>           | <u>\$1,602,965,095</u>         |

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

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|   |                        |
|---|------------------------|
| <b>Total Governmental Fund Balances</b> | <b>\$1,040,012,790</b> |
|---|------------------------|

*Amounts reported for governmental activities in the  
 statement of net position are different because*

|   |               |
|---|---------------|
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 1,065,817,754 |
|---|---------------|

|   |             |             |
|---|-------------|-------------|
| Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds: |             |             |
| Delinquent Property Taxes   | 88,798,323  |             |
| Sales Taxes   | 23,938,375  |             |
| Intergovernmental   | 43,654,069  |             |
| Total   | 156,390,767 | 156,390,767 |

|   |             |            |
|---|-------------|------------|
| Internal service funds are used by management to charge costs to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. |             |            |
| Net Position  | 37,816,921  |            |
| Internal Balances   | (630,881)   |            |
| Capital Assets  | (5,613,194) |            |
| Compensated Absences  | 1,885,296   |            |
| Total   | 33,458,142  | 33,458,142 |

|  |             |
|--|-------------|
| In the statement of activities, interest is accrued on outstanding bonds and notes, whereas in governmental funds, an interest expenditure is reported when due. | (3,122,305) |
|--|-------------|

|   |         |
|---|---------|
| Deferred outflows of resources represent deferred amount on refundings which are not reported in funds. | 520,493 |
|---|---------|

|  |                 |                 |
|--|-----------------|-----------------|
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds: |                 |                 |
| Voted General Obligation Bonds   | (6,108,957)     |                 |
| Unvoted General Obligation Bonds   | (354,212,828)   |                 |
| Revenue Bonds  | (441,559,586)   |                 |
| Loans Payable  | (7,269,902)     |                 |
| Capital Lease Payable  | (318,365,278)   |                 |
| Notes Payable  | (7,200,000)     |                 |
| Special Termination Benefits   | (127,615)       |                 |
| Compensated Absences   | (28,198,242)    |                 |
| Total  | (1,163,042,408) | (1,163,042,408) |

|  |                               |
|--|-------------------------------|
| <i>Net Position of Governmental Activities</i> | <u><u>\$1,130,035,233</u></u> |
|--|-------------------------------|

See accompanying notes to the basic financial statements



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

|   | General              | Human<br>Services  | Health<br>and Human<br>Services Levy | County<br>Board of<br>Developmental<br>Disabilities |
|---|----------------------|--------------------|--------------------------------------|---|
| <b>Revenues</b>                                     |                      |                    |                                      |   |
| Property Taxes                                      | \$14,818,423         | \$67,620,144       | \$49,656,158                         | \$93,492,726  |
| Sales Tax   | 227,706,506          | 0                  | 0                                    | 0   |
| Hotel/Lodging Taxes                                 | 3,234,851            | 0                  | 0                                    | 0   |
| Payment in Lieu of Taxes                            | 0                    | 0                  | 0                                    | 0   |
| Charges for Services                                | 67,399,637           | 483,727            | 42                                   | 3,094,520   |
| Licenses and Permits                                | 70,138               | 0                  | 0                                    | 0   |
| Fines and Forfeitures                               | 11,846,263           | 0                  | 0                                    | 0   |
| Intergovernmental                                   | 37,660,808           | 141,903,234        | 12,851,924                           | 93,267,879  |
| Interest  | 3,463,917            | 0                  | 0                                    | 178   |
| Contributions and Donations                         | 66,377               | 166,870            | 0                                    | 650,286   |
| Other   | 7,527,687            | 3,617,160          | 159,712                              | 3,763,567   |
| <i>Total Revenues</i>                               | <u>373,794,607</u>   | <u>213,791,135</u> | <u>62,667,836</u>                    | <u>194,269,156</u>                                  |
| <b>Expenditures</b>                                 |                      |                    |                                      |   |
| Current:  |                      |                    |                                      |   |
| General Government:                                 |                      |                    |                                      |   |
| Legislative and Executive                           | 57,492,905           | 0                  | 0                                    | 0   |
| Judicial  | 233,698,997          | 0                  | 21,176,014                           | 0   |
| Public Works  | 0                    | 0                  | 0                                    | 0   |
| Health and Safety                                   | 790,002              | 0                  | 36,126,000                           | 0   |
| Social Services                                     | 6,852,432            | 197,053,063        | 6,468,488                            | 190,270,504   |
| Community Development                               | 5,777,582            | 0                  | 0                                    | 0   |
| Other   | 9,903,889            | 0                  | 0                                    | 0   |
| Capital Outlay                                      | 0                    | 0                  | 0                                    | 0   |
| Debt Service:                                       |                      |                    |                                      |   |
| Principal Retirement                                | 500,000              | 2,737,905          | 0                                    | 0   |
| Interest and Fiscal Charges                         | 0                    | 2,243,545          | 0                                    | 0   |
| Capital Appreciation Bonds Interest                 | 0                    | 0                  | 0                                    | 0   |
| Issuance Costs                                      | 0                    | 0                  | 0                                    | 0   |
| <i>Total Expenditures</i>                           | <u>315,015,807</u>   | <u>202,034,513</u> | <u>63,770,502</u>                    | <u>190,270,504</u>                                  |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>58,778,800</u>    | <u>11,756,622</u>  | <u>(1,102,666)</u>                   | <u>3,998,652</u>                                    |
| <b>Other Financing Sources (Uses)</b>               |                      |                    |                                      |   |
| General Obligation Bonds Issued                     | 0                    | 0                  | 0                                    | 0   |
| Premium on General Obligation Bonds                 | 0                    | 0                  | 0                                    | 0   |
| General Obligation Refunding Bonds Issued           | 0                    | 0                  | 0                                    | 0   |
| Payment to Refunded Bond Escrow Agent               | 0                    | 0                  | 0                                    | 0   |
| Premium on General Obligation Refunding Bonds       | 0                    | 0                  | 0                                    | 0   |
| Inception of Capital Lease                          | 0                    | 2,599,715          | 0                                    | 0   |
| Transfers In  | 0                    | 175,000            | 98                                   | 0   |
| Transfers Out                                       | (59,439,460)         | (37,500)           | (1,730,109)                          | 0   |
| <i>Total Other Financing Sources (Uses)</i>         | <u>(59,439,460)</u>  | <u>2,737,215</u>   | <u>(1,730,011)</u>                   | <u>0</u>  |
| <i>Net Change in Fund Balances</i>                  | (660,660)            | 14,493,837         | (2,832,677)                          | 3,998,652   |
| <i>Fund Balances (Deficit) Beginning of Year</i>    | <u>231,543,574</u>   | <u>(8,592,146)</u> | <u>44,426,156</u>                    | <u>123,845,982</u>                                  |
| <i>Fund Balances End of Year</i>                    | <u>\$230,882,914</u> | <u>\$5,901,691</u> | <u>\$41,593,479</u>                  | <u>\$127,844,634</u>                                |

See accompanying notes to the basic financial statements

| Alcohol, Drug<br>and Mental<br>Health Board | Global<br>Center for<br>Health<br>Innovation | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|---|--|--------------------------------|--------------------------------|
| \$30,643,688                                | \$0  | \$72,936,658                   | \$329,167,797                  |
| 0   | 0  | 0                              | 227,706,506                    |
| 0   | 0  | 4,719,194                      | 7,954,045                      |
| 0   | 0  | 4,608,770                      | 4,608,770                      |
| 621,759                                     | 0  | 34,809,236                     | 106,408,921                    |
| 0   | 0  | 1,581,660                      | 1,651,798                      |
| 0   | 0  | 2,700,035                      | 14,546,298                     |
| 93,702,605                                  | 0  | 214,797,675                    | 594,184,125                    |
| 0   | 17,125,826                                   | 1,473,650                      | 22,063,571                     |
| 404,323                                     | 0  | 1,117,218                      | 2,405,074                      |
| 106,138                                     | 0  | 5,488,567                      | 20,662,831                     |
| <u>125,478,513</u>                          | <u>17,125,826</u>                            | <u>344,232,663</u>             | <u>1,331,359,736</u>           |
| 0   | 0  | 35,352,323                     | 92,845,228                     |
| 0   | 0  | 68,184,458                     | 323,059,469                    |
| 0   | 0  | 20,316,415                     | 20,316,415                     |
| 116,659,033                                 | 0  | 16,044,729                     | 169,619,764                    |
| 0   | 0  | 75,157,537                     | 475,802,024                    |
| 0   | 0  | 59,180,732                     | 64,958,314                     |
| 0   | 0  | 0                              | 9,903,889                      |
| 0   | 215,922,063                                  | 26,623,881                     | 242,545,944                    |
| 0   | 19,010,763                                   | 42,998,841                     | 65,247,509                     |
| 0   | 16,989,237                                   | 31,312,178                     | 50,544,960                     |
| 0   | 0  | 5,201,803                      | 5,201,803                      |
| 0   | 0  | 830,264                        | 830,264                        |
| <u>116,659,033</u>                          | <u>251,922,063</u>                           | <u>381,203,161</u>             | <u>1,520,875,583</u>           |
| <u>8,819,480</u>                            | <u>(234,796,237)</u>                         | <u>(36,970,498)</u>            | <u>(189,515,847)</u>           |
| 0   | 0  | 65,728,000                     | 65,728,000                     |
| 0   | 0  | 8,197,892                      | 8,197,892                      |
| 0   | 0  | 45,577,000                     | 45,577,000                     |
| 0   | 0  | (52,178,789)                   | (52,178,789)                   |
| 0   | 0  | 6,945,422                      | 6,945,422                      |
| 0   | 217,431,885                                  | 0                              | 220,031,600                    |
| 37,500                                      | 46,669,673                                   | 48,450,918                     | 95,333,189                     |
| 0   | (30,600,884)                                 | (5,407,138)                    | (97,215,091)                   |
| <u>37,500</u>                               | <u>233,500,674</u>                           | <u>117,313,305</u>             | <u>292,419,223</u>             |
| 8,856,980                                   | (1,295,563)                                  | 80,342,807                     | 102,903,376                    |
| <u>(2,107,065)</u>                          | <u>399,901,269</u>                           | <u>148,091,644</u>             | <u>937,109,414</u>             |
| <u>\$6,749,915</u>                          | <u>\$398,605,706</u>                         | <u>\$228,434,451</u>           | <u>\$1,040,012,790</u>         |

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

|  |                      |
|--|----------------------|
| <b>Net Change in Fund Balances - Total Governmental Funds</b>  | <b>\$102,903,376</b> |
| <i>Amounts reported for governmental activities in the statement of activities are different because:</i>  |                      |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeds depreciation in the current period:  |                      |
| Capital Asset Additions:   |                      |
| Capital Outlay   | 229,911,261          |
| Capital Contribution   | 3,625,996            |
| Depreciation   | (29,468,182)         |
| Total  | 204,069,075          |
| Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.   | (1,080,409)          |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds:  |                      |
| as revenue in the funds:   |                      |
| Delinquent Property Taxes  | 5,027,216            |
| Sales Taxes  | 599,399              |
| Intergovernmental  | (14,474,935)         |
| Charges for Services   | (13,435)             |
| Other  | (766,667)            |
| Total  | (9,628,422)          |
| Repayment of long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.  |                      |
| Principal Retirement   | 65,247,509           |
| Capital Appreciation Bonds Interest  | 5,201,803            |
| Payment to Refunded Bond Escrow Agent - Other Financing Use  | 52,178,789           |
| Internal Service - Payment on Capital Leases   | 41,753               |
| Total  | 122,669,854          |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.  |                      |
| Accrued Interest on Bonds  | (4,900,670)          |
| Amortization of Premium  | 1,690,510            |
| Accretion on Capital Appreciation Bonds  | (1,245,953)          |
| Total  | (4,456,113)          |
| Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.  |                      |
| Compensated Absences   | (1,368,561)          |
| Special Termination Benefits   | 9,476,014            |
| Total  | 8,107,453            |
| Internal service funds used to charge costs to individual funds are not reported in the County-wide statement of activities. Governmental fund expenditures and related internal service funds revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental and business-type activities. |                      |
| Change in Net Position   | 3,736,288            |
| Change in Internal Balance   | (11,703)             |
| Change in Capital Assets   | 1,366,281            |
| Change in Special Termination Benefits   | (940,785)            |
| Change in Compensated Absences   | 888,398              |
| Principal Retirement on Capital Leases   | (41,753)             |
| Total  | 4,996,726            |
| Other financing sources in the governmental funds increase long-term liabilities in the statement of net position.   |                      |
| General Obligation Bonds Issued  | (65,728,000)         |
| Premium on General Obligation Bonds  | (8,197,892)          |
| General Obligation Refunding Bonds Issued  | (45,577,000)         |
| Premium on General Obligation Refunding Bonds  | (6,945,422)          |
| Inception of Capital Lease   | (220,031,600)        |
| Total  | (346,479,914)        |
| <i>Change in Net Position of Governmental Activities</i>   | <b>\$81,101,626</b>  |

See accompanying notes to the basic financial statements

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

|   | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|----------------------|----------------------|----------------------|---|
| <b>Revenues</b>                             |                      |                      |                      |   |
| Property Taxes                              | \$14,422,548         | \$14,540,225         | \$14,818,423         | \$278,198   |
| Sales Tax                                   | 220,728,458          | 222,529,430          | 226,787,081          | 4,257,651   |
| Hotel/Lodging Taxes                         | 3,148,432            | 3,174,121            | 3,234,851            | 60,730  |
| Charges for Services                        | 63,796,623           | 64,113,151           | 65,356,932           | 1,243,781   |
| Licenses and Permits                        | 53,784               | 54,223               | 55,260               | 1,037   |
| Fines and Forfeitures                       | 10,877,516           | 10,966,268           | 11,176,085           | 209,817   |
| Intergovernmental                           | 37,890,057           | 38,195,008           | 38,915,939           | 720,931   |
| Interest                                    | 6,460,650            | 6,513,364            | 6,637,984            | 124,620   |
| Contributions and Donations                 | 66,377               | 66,377               | 66,377               | 0   |
| Other                                       | 3,341,145            | 3,390,417            | 7,848,666            | 4,458,249   |
| <i>Total Revenues</i>                       | <u>360,785,590</u>   | <u>363,542,584</u>   | <u>374,897,598</u>   | <u>11,355,014</u>                                       |
| <b>Expenditures</b>                         |                      |                      |                      |   |
| Current:                                    |                      |                      |                      |   |
| General Government:                         |                      |                      |                      |   |
| Legislative and Executive                   | 65,374,097           | 65,927,066           | 57,632,722           | 8,294,344   |
| Judicial                                    | 235,424,029          | 237,231,344          | 240,012,265          | (2,780,921)   |
| Health and Safety                           | 1,298,404            | 1,298,404            | 798,442              | 499,962   |
| Social Services                             | 8,126,674            | 8,126,674            | 7,225,602            | 901,072   |
| Community Development                       | 6,891,324            | 6,925,454            | 5,901,827            | 1,023,627   |
| Other                                       | 19,230,379           | 19,620,379           | 25,110,238           | (5,489,859)   |
| Debt Service:                               |                      |                      |                      |   |
| Principal Retirement                        | 0                    | 0                    | 500,000              | (500,000)   |
| <i>Total Expenditures</i>                   | <u>336,344,907</u>   | <u>339,129,321</u>   | <u>337,181,096</u>   | <u>1,948,225</u>  |
| <i>Excess of Revenues Over Expenditures</i> | <u>24,440,683</u>    | <u>24,413,263</u>    | <u>37,716,502</u>    | <u>13,303,239</u>                                       |
| <b>Other Financing Sources (Uses)</b>       |                      |                      |                      |   |
| Transfers In                                | 1,215,503            | 1,225,420            | 0                    | (1,225,420)   |
| Transfers Out                               | (44,215,566)         | (45,844,351)         | (43,370,671)         | 2,473,680   |
| <i>Total Other Financing Sources (Uses)</i> | <u>(43,000,063)</u>  | <u>(44,618,931)</u>  | <u>(43,370,671)</u>  | <u>1,248,260</u>  |
| <i>Net Change in Fund Balance</i>           | (18,559,380)         | (20,205,668)         | (5,654,169)          | 14,551,499  |
| Fund Balances Beginning of Year             | 177,776,562          | 177,776,562          | 177,776,562          | 0   |
| Prior Year Encumbrances Appropriated        | 17,336,992           | 17,336,992           | 17,336,992           | 0   |
| <i>Fund Balances End of Year</i>            | <u>\$176,554,174</u> | <u>\$174,907,886</u> | <u>\$189,459,385</u> | <u>\$14,551,499</u>                                     |

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Human Services  
Budget Basis  
For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|----------------|---|
| <b>Revenues</b>                              |                    |                 |                |   |
| Property Taxes                               | \$67,620,144       | \$67,620,144    | \$67,620,144   | \$0   |
| Charges for Services                         | 486,812            | 568,420         | 483,727        | (84,693)  |
| Intergovernmental                            | 130,341,738        | 149,773,362     | 129,607,052    | (20,166,310)  |
| Contributions and Donations                  | 166,870            | 166,870         | 166,870        | 0   |
| Other  | 3,705,693          | 5,119,726       | 3,652,230      | (1,467,496)   |
| <i>Total Revenues</i>                        | 202,321,257        | 223,248,522     | 201,530,023    | (21,718,499)  |
| <b>Expenditures</b>                          |                    |                 |                |   |
| Current:                                     |                    |                 |                |   |
| Social Services                              | 243,365,319        | 245,901,731     | 234,391,515    | 11,510,216  |
| <i>Excess of Revenues Under Expenditures</i> | (41,044,062)       | (22,653,209)    | (32,861,492)   | (10,208,283)  |
| <b>Other Financing Sources</b>               |                    |                 |                |   |
| Transfers In                                 | 670,350            | 13,771,818      | 175,000        | (13,596,818)  |
| Transfers Out                                | 0                  | (37,500)        | (37,500)       | 0   |
| <i>Total Other Financing Sources (Uses)</i>  | 670,350            | 13,734,318      | 137,500        | (13,596,818)  |
| <i>Net Change in Fund Balance</i>            | (40,373,712)       | (8,918,891)     | (32,723,992)   | (23,805,101)  |
| Fund Deficit Beginning of Year               | (36,833,774)       | (36,833,774)    | (36,833,774)   | 0   |
| Prior Year Encumbrances Appropriated         | 38,575,231         | 38,575,231      | 38,575,231     | 0   |
| <i>Fund Deficit End of Year</i>              | (\$38,632,255)     | (\$7,177,434)   | (\$30,982,535) | (\$23,805,101)  |

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Health and Human Services Levy  
Budget Basis  
For the Year Ended December 31, 2012*

|  | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| <b>Revenues</b>                              |                     |                     |                     |   |
| Property Taxes                               | \$50,597,778        | \$50,142,836        | \$49,656,158        | (\$486,678)   |
| Charges for Services                         | 42                  | 42                  | 42                  | 0   |
| Intergovernmental                            | 12,576,843          | 12,497,976          | 12,413,607          | (84,369)  |
| Other  | 238,376             | 237,801             | 237,188             | (613)   |
| <i>Total Revenues</i>                        | <u>63,413,039</u>   | <u>62,878,655</u>   | <u>62,306,995</u>   | <u>(571,660)</u>  |
| <b>Expenditures</b>                          |                     |                     |                     |   |
| Current:                                     |                     |                     |                     |   |
| General Government:                          |                     |                     |                     |   |
| Judicial                                     | 28,330,459          | 27,320,791          | 25,830,924          | 1,489,867   |
| Health and Safety                            | 36,080,000          | 36,126,000          | 36,126,000          | 0   |
| Social Services                              | 8,400,560           | 8,904,060           | 8,916,928           | (12,868)  |
| Community Development                        | 218,248             | 0                   | 0                   | 0   |
| <i>Total Expenditures</i>                    | <u>73,029,267</u>   | <u>72,350,851</u>   | <u>70,873,852</u>   | <u>1,476,999</u>  |
| <i>Excess of Revenues Under Expenditures</i> | <u>(9,616,228)</u>  | <u>(9,472,196)</u>  | <u>(8,566,857)</u>  | <u>905,339</u>  |
| <b>Other Financing Sources (Uses)</b>        |                     |                     |                     |   |
| Transfers In                                 | 137,880             | 71,311              | 98                  | (71,213)  |
| Transfers Out                                | (3,016,811)         | (6,525,658)         | (1,730,109)         | 4,795,549   |
| <i>Total Other Financing Sources (Uses)</i>  | <u>(2,878,931)</u>  | <u>(6,454,347)</u>  | <u>(1,730,011)</u>  | <u>4,724,336</u>  |
| <i>Net Change in Fund Balance</i>            | (12,495,159)        | (15,926,543)        | (10,296,868)        | 5,629,675   |
| Fund Balances Beginning of Year              | 38,492,599          | 38,492,599          | 38,492,599          | 0   |
| Prior Year Encumbrances Appropriated         | 8,318,159           | 8,318,159           | 8,318,159           | 0   |
| <i>Fund Balances End of Year</i>             | <u>\$34,315,599</u> | <u>\$30,884,215</u> | <u>\$36,513,890</u> | <u>\$5,629,675</u>                                      |

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual*  
County Board of Developmental Disabilities  
Budget Basis  
For the Year Ended December 31, 2012

|                                      | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------------------|----------------------|----------------------|---|
| <b>Revenues</b>                      |                      |                      |                      |   |
| Property Taxes                       | \$88,981,113         | \$92,063,721         | \$93,492,726         | \$1,429,005   |
| Charges for Services                 | 3,031,955            | 3,136,992            | 3,185,684            | 48,692  |
| Intergovernmental                    | 88,275,768           | 91,262,033           | 92,646,377           | 1,384,344   |
| Interest                             | 169                  | 175                  | 178                  | 3   |
| Contributions and Donations          | 650,286              | 650,286              | 650,286              | 0   |
| Other                                | 3,450,409            | 3,664,377            | 3,763,567            | 99,190  |
| <i>Total Revenues</i>                | 184,389,700          | 190,777,584          | 193,738,818          | 2,961,234   |
| <b>Expenditures</b>                  |                      |                      |                      |   |
| Current:                             |                      |                      |                      |   |
| Social Services                      | 209,025,212          | 209,025,212          | 197,484,795          | 11,540,417  |
| <i>Net Change in Fund Balance</i>    | (24,635,512)         | (18,247,628)         | (3,745,977)          | 14,501,651  |
| Fund Balances Beginning of Year      | 118,701,266          | 118,701,266          | 118,701,266          | 0   |
| Prior Year Encumbrances Appropriated | 8,374,004            | 8,374,004            | 8,374,004            | 0   |
| <i>Fund Balances End of Year</i>     | <u>\$102,439,758</u> | <u>\$108,827,642</u> | <u>\$123,329,293</u> | <u>\$14,501,651</u>                                     |

See accompanying notes to the basic financial statements



**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenditures and  
Changes in Fund Balance - Budget and Actual  
Alcohol, Drug and Mental Health Board  
Budget Basis  
For the Period July 1, 2011 through December 31, 2012*

|                                   | Original<br>Budget | Final<br>Budget    | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|--------------------|--------------------|---------------------|---|
| <b>Revenues</b>                   |                    |                    |                     |   |
| Property Taxes                    | \$51,920,486       | \$51,920,486       | \$51,920,484        | (\$2)   |
| Intergovernmental                 | 127,867,522        | 127,867,522        | 159,317,153         | 31,449,631  |
| Other                             | 4,916,646          | 4,916,646          | 4,743,268           | (173,378)   |
| <i>Total Revenues</i>             | 184,704,654        | 184,704,654        | 215,980,905         | 31,276,251  |
| <b>Expenditures</b>               |                    |                    |                     |   |
| Current:                          |                    |                    |                     |   |
| Health and Safety                 | 190,617,024        | 190,617,024        | 211,063,863         | (20,446,839)  |
| <i>Net Change in Fund Balance</i> | (5,912,370)        | (5,912,370)        | 4,917,042           | 10,829,412  |
| Fund Balances Beginning of Year   | 8,373,448          | 8,373,448          | 8,373,448           | 0   |
| <i>Fund Balances End of Year</i>  | <u>\$2,461,078</u> | <u>\$2,461,078</u> | <u>\$13,290,490</u> | <u>\$10,829,412</u>                                     |

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**

*Statement of Fund Net Position*

*Proprietary Funds*

*December 31, 2012*

|  | Enterprise Funds    |                            |                    | Internal Service    |
|--|---------------------|----------------------------|--------------------|---------------------|
|  | Sanitary Engineer   | All Other Enterprise Funds | Total              |                     |
| <b>Assets</b>  |                     |                            |                    |                     |
| <i>Current Assets:</i>                                 |                     |                            |                    |                     |
| Equity in Pooled Cash and Cash Equivalents             | \$33,138,500        | \$3,175,807                | \$36,314,307       | \$52,150,610        |
| Materials and Supplies Inventory                       | 0                   | 39,986                     | 39,986             | 0                   |
| Intergovernmental Receivable                           | 0                   | 22,120                     | 22,120             | 3,163,859           |
| Accounts Receivable                                    | 0                   | 312,377                    | 312,377            | 9,433               |
| Special Assessments Receivable                         | 20,824,098          | 0                          | 20,824,098         | 0                   |
| Interfund Receivable                                   | 0                   | 91,470                     | 91,470             | 4,165,349           |
| <i>Total Current Assets</i>                            | <u>53,962,598</u>   | <u>3,641,760</u>           | <u>57,604,358</u>  | <u>59,489,251</u>   |
| <i>Noncurrent Assets:</i>                              |                     |                            |                    |                     |
| Capital Assets:  |                     |                            |                    |                     |
| Nondepreciable Capital Assets                          | 447,617             | 11,818,337                 | 12,265,954         | 0                   |
| Depreciable Capital Assets, Net                        | 32,626,295          | 8,920,587                  | 41,546,882         | 5,613,194           |
| <i>Total Noncurrent Assets</i>                         | <u>33,073,912</u>   | <u>20,738,924</u>          | <u>53,812,836</u>  | <u>5,613,194</u>    |
| <i>Total Assets</i>                                    | <u>87,036,510</u>   | <u>24,380,684</u>          | <u>111,417,194</u> | <u>65,102,445</u>   |
| <b>Liabilities</b>                                     |                     |                            |                    |                     |
| <i>Current Liabilities:</i>                            |                     |                            |                    |                     |
| Accounts Payable                                       | 2,536,722           | 887,898                    | 3,424,620          | 3,814,722           |
| Accrued Wages  | 224,962             | 67,536                     | 292,498            | 1,006,457           |
| Intergovernmental Payable                              | 34,361              | 10,315                     | 44,676             | 5,422,675           |
| Interfund Payable                                      | 149,857             | 18,689                     | 168,546            | 672,330             |
| Compensated Absences Payable                           | 11,628              | 5,597                      | 17,225             | 64,701              |
| Accrued Interest Payable                               | 13,152              | 0                          | 13,152             | 0                   |
| General Obligation Bonds Payable                       | 250,000             | 0                          | 250,000            | 0                   |
| OWDA Loans Payable                                     | 297,195             | 0                          | 297,195            | 0                   |
| OPWC Loans Payable                                     | 78,380              | 0                          | 78,380             | 0                   |
| Claims Payable   | 0                   | 0                          | 0                  | 14,484,044          |
| <i>Total Current Liabilities</i>                       | <u>3,596,257</u>    | <u>990,035</u>             | <u>4,586,292</u>   | <u>25,464,929</u>   |
| <i>Long-Term Liabilities (net of current portion):</i> |                     |                            |                    |                     |
| Compensated Absences Payable                           | 327,174             | 157,484                    | 484,658            | 1,820,595           |
| General Obligation Bonds Payable                       | 3,515,000           | 0                          | 3,515,000          | 0                   |
| OWDA Loans Payable                                     | 12,843,136          | 0                          | 12,843,136         | 0                   |
| OPWC Loans Payable                                     | 398,251             | 0                          | 398,251            | 0                   |
| <i>Total Long-Term Liabilities</i>                     | <u>17,083,561</u>   | <u>157,484</u>             | <u>17,241,045</u>  | <u>1,820,595</u>    |
| <i>Total Liabilities</i>                               | <u>20,679,818</u>   | <u>1,147,519</u>           | <u>21,827,337</u>  | <u>27,285,524</u>   |
| <b>Net Position</b>                                    |                     |                            |                    |                     |
| Net Investment in Capital Assets                       | 15,691,950          | 20,738,924                 | 36,430,874         | 5,613,194           |
| Unrestricted   | 50,664,742          | 2,494,241                  | 53,158,983         | 32,203,727          |
| <i>Total Net Position</i>                              | <u>\$66,356,692</u> | <u>\$23,233,165</u>        | <u>89,589,857</u>  | <u>\$37,816,921</u> |

Net position reported for business-type activities in the statement of net position are different because they include accumulated overpayments to the internal service funds:

630,881

Net position of business-type activities

\$90,220,738

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**  
*Statement of Revenues,  
Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended December 31, 2012*

|   | Enterprise Funds     |                                  |                    | Internal<br>Service |
|---|----------------------|----------------------------------|--------------------|---------------------|
|   | Sanitary<br>Engineer | All Other<br>Enterprise<br>Funds | Total              |                     |
| <b>Operating Revenues</b>   |                      |                                  |                    |                     |
| Charges for Services  | \$11,295,528         | \$7,417,805                      | \$18,713,333       | \$166,227,287       |
| Tap-In Fees   | 641,223              | 0                                | 641,223            | 0                   |
| Other   | 88,371               | 15,924                           | 104,295            | 131,108             |
| <i>Total Operating Revenues</i>                                     | <u>12,025,122</u>    | <u>7,433,729</u>                 | <u>19,458,851</u>  | <u>166,358,395</u>  |
| <b>Operating Expenses</b>   |                      |                                  |                    |                     |
| Personal Services   | 8,162,116            | 2,405,585                        | 10,567,701         | 36,368,161          |
| Materials and Supplies  | 572,383              | 146,913                          | 719,296            | 15,427,796          |
| Contractual Services  | 7,677,625            | 2,128,148                        | 9,805,773          | 73,546,851          |
| Claims  | 0                    | 0                                | 0                  | 28,117,011          |
| Depreciation  | 2,025,968            | 870,307                          | 2,896,275          | 1,464,697           |
| Other   | 950,974              | 1,735,504                        | 2,686,478          | 9,427,682           |
| <i>Total Operating Expenses</i>                                     | <u>19,389,066</u>    | <u>7,286,457</u>                 | <u>26,675,523</u>  | <u>164,352,198</u>  |
| <i>Operating Income (Loss)</i>                                      | <u>(7,363,944)</u>   | <u>147,272</u>                   | <u>(7,216,672)</u> | <u>2,006,197</u>    |
| <b>Non-Operating Revenues (Expenses)</b>                            |                      |                                  |                    |                     |
| Interest  | 16                   | 66,852                           | 66,868             | 0                   |
| Intergovernmental   | 0                    | 0                                | 0                  | 411,923             |
| Contributions and Donations   | 0                    | 0                                | 0                  | 582,101             |
| Interest and Fiscal Charges   | (333,356)            | 0                                | (333,356)          | 0                   |
| <i>Total Non-Operating Revenues (Expenses)</i>                      | <u>(333,340)</u>     | <u>66,852</u>                    | <u>(266,488)</u>   | <u>994,024</u>      |
| <i>Income (Loss) before Transfers and<br/>Capital Contributions</i> | <u>(7,697,284)</u>   | <u>214,124</u>                   | <u>(7,483,160)</u> | <u>3,000,221</u>    |
| Capital Contributions   | 257,362              | 0                                | 257,362            | 0                   |
| Transfers In  | 0                    | 1,332,965                        | 1,332,965          | 736,067             |
| Transfers Out   | 0                    | (187,130)                        | (187,130)          | 0                   |
| <i>Change in Net Position</i>                                       | <u>(7,439,922)</u>   | <u>1,359,959</u>                 | <u>(6,079,963)</u> | <u>3,736,288</u>    |
| <i>Net Position Beginning of Year</i>                               | <u>73,796,614</u>    | <u>21,873,206</u>                |                    | <u>34,080,633</u>   |
| <i>Net Position End of Year</i>                                     | <u>\$66,356,692</u>  | <u>\$23,233,165</u>              |                    | <u>\$37,816,921</u> |

Some amounts reported for business-type activities in the statement of activities are different because a portion of the net expense of the internal service funds is reported with business-type activities.

11,703

Change in net position of business-type activities

(\$6,068,260)

See accompanying notes to the basic financial statements

**Cuyahoga County, Ohio**  
*Statement of Cash Flows*  
*Proprietary Funds*  
For the Year Ended December 31, 2012

|  | Enterprise Funds    |                            |                     | Internal Service    |
|--|---------------------|----------------------------|---------------------|---------------------|
|  | Sanitary Engineer   | All Other Enterprise Funds | Total               |                     |
| <b>Increases (Decreases) in Cash and Cash Equivalents</b>            |                     |                            |                     |                     |
| <b>Cash Flows from Operating Activities</b>                          |                     |                            |                     |                     |
| Cash Received from Customers   | \$21,342,580        | \$7,291,668                | \$28,634,248        | \$0                 |
| Cash Received from Interfund Transactions                            | 0                   | 0                          | 0                   | 164,620,316         |
| Other Cash Receipts  | 88,371              | 15,924                     | 104,295             | 131,108             |
| Cash Payments to Employees for Services                              | (8,220,343)         | (2,467,683)                | (10,688,026)        | (36,389,958)        |
| Cash Payments for Goods and Services                                 | (7,566,871)         | (2,301,537)                | (9,868,408)         | (90,387,102)        |
| Cash Payments for Claims   | 0                   | 0                          | 0                   | (33,266,055)        |
| Other Cash Payments  | (182,227)           | (1,028,131)                | (1,210,358)         | (9,298,668)         |
| <i>Net Cash Provided by (Used in) Operating Activities</i>           | <u>5,461,510</u>    | <u>1,510,241</u>           | <u>6,971,751</u>    | <u>(4,590,359)</u>  |
| <b>Cash Flows from Noncapital Financing Activities</b>               |                     |                            |                     |                     |
| Intergovernmental  | 0                   | 0                          | 0                   | 411,923             |
| Contributions and Donations  | 0                   | 0                          | 0                   | 582,101             |
| Advances In  | 0                   | 0                          | 0                   | 230,210             |
| Advances Out   | 0                   | (312,373)                  | (312,373)           | (1,469,746)         |
| Transfers In   | 0                   | 1,332,965                  | 1,332,965           | 736,067             |
| Transfers Out  | 0                   | (187,130)                  | (187,130)           | 0                   |
| <i>Net Cash Provided by Noncapital Financing Activities</i>          | <u>0</u>            | <u>833,462</u>             | <u>833,462</u>      | <u>490,555</u>      |
| <b>Cash Flows from Capital and Related Financing Activities</b>      |                     |                            |                     |                     |
| Capital Grants   | 257,362             | 0                          | 257,362             | 0                   |
| Proceeds from OWDA Loans   | 979,573             | 0                          | 979,573             | 0                   |
| Principal Paid on General Obligation Bonds                           | (430,000)           | 0                          | (430,000)           | 0                   |
| Interest Paid on General Obligation Bonds                            | (174,035)           | 0                          | (174,035)           | 0                   |
| Principal Paid on OPWC Loans   | (103,926)           | 0                          | (103,926)           | 0                   |
| Principal Paid on OWDA Loans   | (306,658)           | 0                          | (306,658)           | 0                   |
| Interest Paid on OWDA Loans  | (154,407)           | 0                          | (154,407)           | 0                   |
| Payments for Capital Acquisitions                                    | (446,406)           | 0                          | (446,406)           | (98,416)            |
| <i>Net Cash Provided by Capital and Related Financing Activities</i> | <u>(378,497)</u>    | <u>0</u>                   | <u>(378,497)</u>    | <u>(98,416)</u>     |
| <b>Cash Flows from Investing Activities</b>                          |                     |                            |                     |                     |
| Interest on Investments  | 16                  | 66,852                     | 66,868              | 0                   |
| <i>Net Increase (Decrease) in Cash and Cash Equivalents</i>          | 5,083,029           | 2,410,555                  | 7,493,584           | (4,198,220)         |
| <i>Cash and Cash Equivalents Beginning of Year</i>                   | 28,055,471          | 765,252                    | 28,820,723          | 56,348,830          |
| <i>Cash and Cash Equivalents End of Year</i>                         | <u>\$33,138,500</u> | <u>\$3,175,807</u>         | <u>\$36,314,307</u> | <u>\$52,150,610</u> |

(continued)

**Cuyahoga County, Ohio**  
*Statement of Cash Flows*  
*Proprietary Funds (continued)*  
For the Year Ended December 31, 2012

|   | Enterprise Funds     |                                  |                    | Internal<br>Service  |
|---|----------------------|----------------------------------|--------------------|----------------------|
|   | Sanitary<br>Engineer | All Other<br>Enterprise<br>Funds | Total              |                      |
| <b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b> |                      |                                  |                    |                      |
| Operating Income (Loss)   | (\$7,363,944)        | \$147,272                        | (\$7,216,672)      | \$2,006,197          |
| Adjustments:  |                      |                                  |                    |                      |
| Depreciation  | 2,025,968            | 870,307                          | 2,896,275          | 1,464,697            |
| <i>(Increase) Decrease in Assets:</i>   |                      |                                  |                    |                      |
| Materials and Supplies Inventory  | 0                    | (24,808)                         | (24,808)           | 57,420               |
| Intergovernmental Receivable  | 0                    | 56,483                           | 56,483             | (1,918,612)          |
| Accounts Receivable   | 9,405,829            | (17,933)                         | 9,387,896          | (9,433)              |
| Interfund Receivable  | 0                    | (76,220)                         | (76,220)           | 321,074              |
| <i>Increase (Decrease) in Liabilities:</i>  |                      |                                  |                    |                      |
| Accounts Payable  | 2,066,281            | 704,372                          | 2,770,653          | (397,229)            |
| Accrued Wages   | 25,493               | 9,873                            | 35,366             | 53,952               |
| Contracts Payable   | (518,745)            | 0                                | (518,745)          | 0                    |
| Intergovernmental Payable   | 3,883                | 1,504                            | 5,387              | (947,703)            |
| Retainage Payable   | (92,322)             | 0                                | (92,322)           | 0                    |
| Interfund Payable   | 44,378               | 2,718                            | 47,096             | (19,291)             |
| Unearned Revenue  | 0                    | (93,935)                         | (93,935)           | 0                    |
| Compensated Absences Payable  | (135,311)            | (13,510)                         | (148,821)          | 888,398              |
| Special Termination Benefits  | 0                    | (55,882)                         | (55,882)           | (940,785)            |
| Claims Payable  | 0                    | 0                                | 0                  | (5,149,044)          |
| <i>Total Adjustments</i>  | <u>12,825,454</u>    | <u>1,362,969</u>                 | <u>14,188,423</u>  | <u>(6,596,556)</u>   |
| <i>Net Cash Provided by (Used in) Operating Activities</i>  | <u>\$5,461,510</u>   | <u>\$1,510,241</u>               | <u>\$6,971,751</u> | <u>(\$4,590,359)</u> |

See accompanying notes to the basic financial statements

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

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| <b>Assets</b>                                    |                               |
|--|-------------------------------|
| Equity in Pooled Cash and Cash Equivalents       | \$177,860,669                 |
| Cash and Cash Equivalents in Segregated Accounts | 47,217,971                    |
| Property Taxes Receivable                        | 2,725,484,482                 |
| Special Assessments Receivable                   | <u>94,030,956</u>             |
| <i>Total Assets</i>                              | <u><u>\$3,044,594,078</u></u> |
| <br>   |                               |
| <b>Liabilities</b>                               |                               |
| Undistributed Monies                             | \$2,991,235,250               |
| Deposits Held and Due to Others                  | <u>53,358,828</u>             |
| <i>Total Liabilities</i>                         | <u><u>\$3,044,594,078</u></u> |

See accompanying notes to the basic financial statements

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

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**Note 1 - Description of Cuyahoga County and Reporting Entity**

Cuyahoga County (the County) operates as a political subdivision of the State of Ohio. The County was formed by an act of the Ohio General Assembly in 1810. On November 3, 2009, the voters of the County-at-large adopted a Charter form of government. The new Charter replaced the Commissioners with an elected County Executive and eleven-member Council. The elected offices of Auditor, Treasurer, Recorder, Clerk of Courts, Engineer, Sheriff and Coroner were replaced by non-elected appointees of the County Executive with approval by Council. The charter provided for the separation of administrative and legislative powers. The effective date of the charter was January 1, 2010. In addition, the new County Executive has created the Office of Inspector General which is responsible for investigation of any allegations of wrongdoing. To read the entire charter, please refer to <http://council.cuyahogacounty.us/en-US/charter-cuyahogacounty.aspx>.

The Prosecutor and the County Judges will remain elected positions. There are thirty-four Common Pleas Court Judges, five Domestic Relations Court Judges, six Juvenile Court Judges, two Probate Court Judges and twelve Court of Appeals Judges elected on a County-wide basis to oversee the County's justice system. Although these elected officials manage the internal operations of their respective departments, the County Council authorizes expenditures as well as serves as the budget and taxing authority, contracting body, and the chief administrators of public services for the County, including each of these departments.

***Reporting Entity***

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Cuyahoga County, this includes the Children's Services Board, the Board of Developmental Disabilities, the Board of Mental Health and Recovery Services and all departments and activities that are directly operated by the elected County officials.

Component units are legally separate organizations for which the County is financially accountable. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to significantly influence the programs or services performed or provided by the organization; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to, the organization; or the County is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the County in that the County approves the budget, the issuance of debt, or the levying of taxes, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County.

The component unit column in the financial statements identifies the financial data of the County's discretely presented component unit, MetroHealth System. It is reported separately to emphasize that it is legally separate from the County.

***MetroHealth System (the Hospital)*** – MetroHealth System is a legally separate, non-profit organization, which provides health care and hospitalization to the general public and care for the County's indigents. The County appoints the majority of the Hospital's Board of Trustees. The Hospital is included in the County's reporting entity because of its financial benefit/burden relation with the County. MetroHealth Systems operates on a year ending December 31. Furthermore, the MetroHealth Foundation (the foundation) and the MHS Holdings LLC (LLC), which are component units of the Hospital, are included in the Hospital's financial statements. The Foundation is a not-for-profit organization supporting the Hospital that acts primarily as a fundraising organization to

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

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supplement the resources that are available to the Hospital in support of its programs. Although the Hospital does not control the timing or the amount of receipts from the Foundation, the majority of resources, or incomes thereon, which they hold and invest, are restricted to support the activities of the Hospital. Separately issued financial statements can be obtained from the MetroHealth System, 2500 MetroHealth Drive, Cleveland, Ohio, 44109.

The County participates in the following related organizations and jointly governed organizations. These organizations are presented in Notes 23 and 24 to the Basic Financial Statements and are excluded from the accompanying financial statements.

| Related Organizations   | Jointly Governed Organizations  |
|---|---|
| <p>Cuyahoga County Public Library<br/>           Cleveland Metropolitan Park District<br/>           Cuyahoga County Arts and Culture District<br/>           Cuyahoga County Land Bank<br/>           Cuyahoga Community College</p> | <p>Northeast Ohio Areawide Coordinating Agency<br/>           North East Ohio Network<br/>           Gateway Economic Development Corporation<br/>               of Greater Cleveland<br/>           Western Reserve Area Agency on Aging<br/>           Cleveland-Cuyahoga County Port Authority<br/>           Greater Cleveland Regional Transit Authority<br/>           Northeast Ohio Regional Sewer District</p> |

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

- Cuyahoga County Health District
- Cuyahoga County Soil and Water Conservation District

Information in the following notes to the basic financial statements is applicable to the primary government. Information for the component unit is presented in Note 28.

**Note 2 - Summary of Significant Accounting Policies**

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

***Basis of Presentation***

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

***Government-wide Financial Statements*** The statement of net position and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service funds is eliminated to avoid



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

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“doubling up” revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the County at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County’s governmental activities and 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 of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest 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.

***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. The internal service funds 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 a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

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

***General*** This fund accounts for and reports all financial resources except those required to be accounted for and reported in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the charter of Cuyahoga County and/or the general laws of Ohio.

***Human Services*** This fund accounts for and reports property taxes from human services levies as well as revenue from Federal, State and County governments restricted to provide entitlement services, senior and adult programs, children and family services and employment services to eligible County residents.

***Health and Human Services Levy*** This fund accounts for and reports restricted property taxes from health and human services levies to provide public assistance to general relief recipients and certain public social services

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

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**County Board of Developmental Disabilities** This fund accounts for and reports State grants and property taxes from the special developmental disability levy restricted for the developmentally disabled.

**Alcohol, Drug and Mental Health Board** This fund accounts for and reports a Countywide property tax levy as well as grants from Federal, State and County governments restricted for various mental health programs and aid to individuals seeking alcohol and drug services through effective oversight, coordination and planning activities.

**Global Center for Health Innovation (GCHI)** This fund accounts for and reports debt proceeds restricted for the construction of the GCHI facility.

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

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

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

**Sanitary Engineer** This fund is used to account for the operations of County sewer lines. The office also enforces compliance of County sanitary regulations.

**Internal Service Funds** Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service funds report on central custodial services, maintenance garage, data processing, general printing reproduction and supplies, postage and on self-insurance programs for employee medical benefits and workers' compensation.

**Fiduciary Fund Types** Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the County's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The County's fiduciary funds are agency funds. Agency funds are used to account for assets held by the County as agent for the Board of Health and other districts and entities and for various taxes, assessments, and State shared resources collected on behalf of and distributed to other local governments.

**Measurement Focus**

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

**Fund Financial Statements** All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of

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

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

***Basis of Accounting***

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows/inflows of resources, 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 year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within ninety days of year-end for all revenues except for property taxes which have an available period of sixty days. Nonexchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the sale occurred. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 9). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: sales tax (see Note 11), interest, federal and state grants and subsidies, state-levied locally shared taxes (including motor vehicle license fees and gasoline taxes), fees and rentals.

***Deferred Outflows/Inflows of Resources*** In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the County, deferred outflows of resources

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

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include the deferred charges on refunding's reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the County, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2012, but which were levied to finance year 2013 operations. The amounts have been recorded as deferred inflow on both the government-wide statement of net position and the government fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the County, unavailable revenue includes delinquent property taxes, sales taxes, grants and entitlements. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

***Cash and Cash Equivalents***

To improve cash management, cash received by the County is pooled in a central bank account. Monies for all 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. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

The County utilizes a financial institution to service bonded debt as principal and interest payments come due. The balances in these accounts are presented on the statement of fund net position as "Cash and Cash Equivalents with Fiscal Agents."

Various departments within the County have segregated bank accounts for monies held separate from the County's central bank account. These accounts are presented as "cash and cash equivalents in segregated accounts" since they are not required to be deposited with the County Treasurer.

During 2012, investments were limited to the federal agriculture mortgage bonds, federal farm credit banks bonds, federal home loan bank bonds, federal home loan mortgage corporation bonds, federal national mortgage association bonds, Garfield Heights notes, State of Israel notes, Shaker Heights notes, repurchase agreements and STAR Ohio. Investments are reported at fair value which is based on quoted market prices, with the exception of certificates of deposit, which are reported at cost.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's net asset value per share which is the price the investment could be sold at December 31, 2012.

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

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Investment procedures are restricted by the provisions of the Ohio Revised Code. County policy requires interest earned on investments to be credited to the general fund except where there is a legal requirement or there are bond proceeds for capital improvements. Interest revenue credited to the general fund during 2012 amounted to \$3,463,917 which includes \$1,926,567 assigned from other County funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents.

***Inventory***

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption.

***Restricted Assets***

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provisions. Restricted assets in the general fund represent money set aside for unclaimed monies. Restricted assets in the community development special revenue fund and bond retirement debt service fund represent money set aside for bond principal and interest payments. Restricted assets in the GCHI capital projects fund represent money set aside for the construction of the Global Center for Health Innovation facility and for bond principal and interest payments.

***Capital Assets***

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The County was able to estimate the historical cost for the initial reporting of infrastructure by back-trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received. The County maintains a capitalization threshold of nine thousand with the exception of land as land is listed regardless of cost. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

All capital assets are depreciated or amortized except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation and amortization is computed using the straight-line method over the following useful lives:

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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| Description                            | Governmental<br>Activities<br>Estimated Lives | Business Type<br>Activities<br>Estimated Lives |
|--|---|--|
| Land Improvements                      | 5 - 20 Years                                  | 5 - 20 Years                                   |
| Utility Plant                          | N/A   | 20 - 50 Years                                  |
| Buildings, Structures and Improvements | 5 - 40 Years                                  | 5 - 40 Years                                   |
| Furniture, Fixtures and Equipment      | 3 - 22 Years                                  | 3 - 22 Years                                   |
| Vehicles                               | 4 - 9 Years                                   | 4 - 9 Years                                    |
| Infrastructure                         | 20 - 69 Years                                 | N/A  |

The County's infrastructure consists of roads and bridges and includes infrastructure acquired prior to 1980.

During 2012, the County acquired an intangible asset through the agreement with the Village of Highland Hills for the right to use the Community Learning Center with a value of \$1,975,312. At December 31, 2012, the amount of the asset is \$1,962,730. Amortization is computed using the straight-line method over the term of the agreement, which has 13 years remaining.

***Compensated Absences***

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

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the County's past experience of making termination payments.

***Bond Premiums***

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight line method. The straight-line method of amortization is not materially different from the effective-interest method. Bond premiums are presented as an increase of the face amount of the general obligation bonds payable. On governmental fund financial statements, bond premiums are receipted in the year the bonds are issued.

***Deferred Charge on Refunding***

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on the refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the statement of net position.

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

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

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

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

***Fund Balance***

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

***Nonspendable*** The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, unless the use of the proceeds from the collection of those receivables is restricted, committed, or assigned.

***Restricted*** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

***Committed*** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution or ordinance as both are equally binding) of County Council. Those committed amounts cannot be used for any other purpose unless County Council removes or changes the specified use by taking the same type of action (resolution or ordinance) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

***Assigned*** Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by the County Council. In the general fund, assigned amounts represent intended uses established by County Council or a County official delegated that authority by County Charter or ordinance, or by State Statute. State statute authorizes the County Fiscal Officer to assign fund balance for purchases on order provided amounts have been lawfully appropriated. County Council assigned fund balance to cover a gap between estimated revenue and appropriations in year 2013’s appropriated budget.

***Unassigned*** Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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The County applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

***Interfund Balances***

On the fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “interfund receivables/payables”. Interfund balance amounts are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

***Estimates***

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

***Internal Activity***

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the government wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

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

***Budgetary Process***

All funds, except agency funds are legally required to be budgeted and appropriated. For reporting purposes, various agency funds, utilized for internal control purposes, have been combined with the general fund and community development special revenue fund. These agency funds are not required to be budgeted and appropriated and therefore are not included in the Accountability and Compliance note (Note 4). Prior to 2012, the Alcohol, Drug and Mental Health (ADAMH) Board special revenue fund was budgeted on a fiscal year ending on June 30. During 2012, the ADAMH Board budgeted from July 1, 2011 through December 31, 2012 in order to align with the County’s year end. Budgetary information for GCHI capital projects fund is not reported because it is not included in the entity for which the “appropriated budget” is adopted. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a



**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the County may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control is at the personnel, capital purchases and other object level within a department and fund. Any budgetary modifications at this level may only be made by resolution of County Council.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Fiscal Officer. The amounts reported as the original and final budgeted amounts on the budgetary statements reflect the amounts on the original and final amended certificate of estimated resources in place when original and final appropriations were passed by Council.

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

***Net Position***

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include the judicial services, legislative and executive operations, County Bureau of Support and Care and custody of delinquent juveniles.

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

***Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for the sanitary engineer, the County airport, the County parking garage, the County information systems, central custodial services, the maintenance garage, data processing, printing, reproduction and supplies, postage, workers' compensation and health insurance. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. Any revenues and expenses not meeting the definitions of operating are reported as non-operating.

***Contributions of Capital***

Contributions of capital in proprietary fund financial statements arise from contributions of capital assets from the capital projects governmental fund and from outside contributions of resources restricted to capital acquisition and construction.

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

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**Note 3 - Changes in Accounting Principles and Restatement of Prior Year's Net Position**

***Change in Accounting Principles***

For 2012, the County has implemented Governmental Accounting Standard Board (GASB) Statement No. 60, "Accounting and Financial Reporting for Service Concession Arrangements," Statement No. 61, "The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34," Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position," Statement No. 64, Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53," Statement No. 65, "Items Previously Reported as Assets and Liabilities," and Statement No. 66 "Technical Corrections—2012—an amendment of GASB Statements No. 10 and No. 62."

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

GASB Statement No. 61 modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity, the display of component units' presentation and certain disclosure requirements. These changes were incorporated in the County's 2012 financial statements; however, there was no effect on beginning net position/fund balance.

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

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

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

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

***Restatement of Prior Year's Net Position***

During 2012, it was determined that property taxes receivable were understated and capital assets were overstated for governmental activities. This restatement increased net position of governmental activities by \$24,936,244 from \$1,023,997,363 to \$1,048,933,607.

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

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**Note 4 – Accountability and Compliance**

***Accountability***

The following funds had deficit fund balances as of December 31, 2012:

|  |            |
|--|------------|
| <b><i>Special Revenue Fund</i></b>           |            |
| Treatment Alternatives for Safer Communities | \$148,404  |
| <b><i>Capital Projects Funds</i></b>         |            |
| Capital Projects                             | 13,704,706 |
| Road Capital Projects                        | 1,028,989  |

The special revenue and the capital projects funds have deficits caused by the recognition of expenditures on a modified accrual basis of accounting which are substantially greater than the expenditures recognized on a cash basis. The general fund is liable for any deficit in the funds and provides transfers when cash is required, not when accruals occur.

***Compliance***

The County had negative cash fund balances indicating that revenue from other sources were used to pay obligations of these funds contrary to Ohio Revised Code Section 5705.10(H).

|  |            |
|--|------------|
| <b><i>Special Revenue Fund</i></b>           |            |
| Treatment Alternatives for Safer Communities | \$79,631   |
| <b><i>Capital Projects Funds</i></b>         |            |
| Capital Projects                             | 13,289,415 |
| Road Capital Projects                        | 2,222,589  |
| <b><i>Internal Service Fund</i></b>          |            |
| Printing                                     | 230,210    |

Management has indicated that cash will be closely monitored in the special revenue and internal service funds to prevent future violations.

The capital projects funds' deficits are the result of the County financing various capital projects utilizing general fund cash balance. Once the project nears completion, bonds are issued and the deficits will be eliminated.

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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The following accounts had expenditures plus encumbrances in excess of appropriations, contrary to Ohio Revised Code Section 5705.41.

| Fund  | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---|---|--------------------------------------|-------------|
| <b>General Fund</b>                             |   |                                      |             |
| General Government -                            |   |                                      |             |
| Legislative and Executive                       |   |                                      |             |
| Auditor:  |   |                                      |             |
| Other   | \$0   | \$1,320                              | (\$1,320)   |
| Real Estate Services:                           |   |                                      |             |
| Other   | 0   | 2,664                                | (2,664)     |
| Charter Council Redistrict Review:              |   |                                      |             |
| Other   | 0   | 34,400                               | (34,400)    |
| Property Management:                            |   |                                      |             |
| Personal Services                               | 508,992   | 516,868                              | (7,876)     |
| County Executive:                               |   |                                      |             |
| Other   | 664,955   | 797,175                              | (132,220)   |
| Administration-Fiscal Services:                 |   |                                      |             |
| Other   | 66,700  | 308,346                              | (241,646)   |
| Treasury Management:                            |   |                                      |             |
| Personal Services                               | 1,411,708   | 1,442,481                            | (30,773)    |
| Human Resources Commission:                     |   |                                      |             |
| Personal Services                               | 185,872   | 201,822                              | (15,950)    |
| Human Resources Administration:                 |   |                                      |             |
| Other   | 801,450   | 1,316,367                            | (514,917)   |
| Internal Audit:                                 |   |                                      |             |
| Capital Outlay                                  | 602   | 5,420                                | (4,818)     |
| Treasurer - Administration:                     |   |                                      |             |
| Other   | 55,736  | 56,009                               | (273)       |
| Recorders Housing Trust - Records and Licenses: |   |                                      |             |
| Other   | 0   | 868,770                              | (868,770)   |
| Recorders Housing Trust - General Office:       |   |                                      |             |
| Other   | 0   | 3,199,409                            | (3,199,409) |
| Judicial:                                       |   |                                      |             |
| Board and Care of Prisoners:                    |   |                                      |             |
| Other   | 1,475,310   | 1,671,004                            | (195,694)   |
| Judicial General:                               |   |                                      |             |
| Personal Services                               | 7,003,207   | 7,538,226                            | (535,019)   |
| Capital Outlay                                  | 643,136   | 653,389                              | (10,253)    |

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

| Fund   | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|--|---|--------------------------------------|-------------|
| Arbitration:                                   |   |                                      |             |
| Personal Services                              | \$991,364   | \$991,388                            | (\$24)      |
| Probation:                                     |   |                                      |             |
| Personal Services                              | 9,441,732   | 9,529,017                            | (87,285)    |
| Cuyahoga County Regional Forensic Science Lab: |   |                                      |             |
| Other  | 0   | 1,079                                | (1,079)     |
| Domestic Relations:                            |   |                                      |             |
| Other  | 1,010,153   | 1,236,475                            | (226,322)   |
| Capital Outlay                                 | 36,902  | 38,092                               | (1,190)     |
| Bureau of Support:                             |   |                                      |             |
| Personal Services                              | 2,936,508   | 2,942,570                            | (6,062)     |
| Other  | 699,007   | 863,232                              | (164,225)   |
| Capital Outlay                                 | 29,328  | 36,551                               | (7,223)     |
| Justice Affairs Administration:                |   |                                      |             |
| Other  | 744,960   | 1,021,813                            | (276,853)   |
| Juvenile Court Administration:                 |   |                                      |             |
| Other  | 5,360,660   | 8,768,570                            | (3,407,910) |
| Juvenile Court Legal:                          |   |                                      |             |
| Other  | 3,688,029   | 5,026,791                            | (1,338,762) |
| Juvenile Court Detention Home:                 |   |                                      |             |
| Other  | 2,953,085   | 3,141,268                            | (188,183)   |
| Probate Court:                                 |   |                                      |             |
| Personal Services                              | 4,549,508   | 4,613,127                            | (63,619)    |
| Public Defender:                               |   |                                      |             |
| Other  | 1,476,687   | 1,873,877                            | (397,190)   |
| General Office:                                |   |                                      |             |
| Personal Services                              | 17,006,188  | 17,322,033                           | (315,845)   |
| Law Enforcement Sheriff:                       |   |                                      |             |
| Other  | 997,063   | 1,017,822                            | (20,759)    |
| Jail Operations - Sheriff:                     |   |                                      |             |
| Personal Services                              | 44,987,962  | 45,037,769                           | (49,807)    |
| Other  | 14,967,353  | 15,382,998                           | (415,645)   |
| Capital Outlay                                 | 63,322  | 73,693                               | (10,371)    |
| Sheriff Operations:                            |   |                                      |             |
| Other  | 1,377,964   | 1,821,033                            | (443,069)   |

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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| Fund   | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess    |
|--|---|--------------------------------------|-----------|
| Impact Unit Community Policing:                        |   |                                      |           |
| Personal Services                                      | \$648,284   | \$652,472                            | (\$4,188) |
| Other  | 60,865  | 62,351                               | (1,486)   |
| Other:   |   |                                      |           |
| Soldiers and Sailors Monument:                         |   |                                      |           |
| Other  | 50,180  | 60,121                               | (9,941)   |
| Debt Service:  |   |                                      |           |
| Gateway:   |   |                                      |           |
| Principal Retirement                                   | 0   | 500,000                              | (500,000) |
| <b>Human Services</b>                                  |   |                                      |           |
| Social Services:                                       |   |                                      |           |
| Office of the Director - Children and Family Services: |   |                                      |           |
| Other  | 11,336,541  | 11,968,180                           | (631,639) |
| Capital Outlay   | 287,049   | 317,928                              | (30,879)  |
| Information Services:                                  |   |                                      |           |
| Personal Services                                      | 2,505,041   | 2,516,570                            | (11,529)  |
| Foster Homes:  |   |                                      |           |
| Personal Services                                      | 3,361,730   | 3,397,050                            | (35,320)  |
| Permanent Custody Adoptions:                           |   |                                      |           |
| Personal Services                                      | 4,351,103   | 4,352,679                            | (1,576)   |
| Human Resources:                                       |   |                                      |           |
| Personal Services                                      | 712,901   | 732,206                              | (19,305)  |
| Tapestry System of Care - Human Services:              |   |                                      |           |
| Other  | 0   | 92,907                               | (92,907)  |
| Information Services:                                  |   |                                      |           |
| Personal Services                                      | 2,038,396   | 2,066,112                            | (27,716)  |
| Southgate:   |   |                                      |           |
| Personal Services                                      | 3,780,259   | 3,883,408                            | (103,149) |
| Ohio City:   |   |                                      |           |
| Personal Services                                      | 3,879,749   | 3,881,278                            | (1,529)   |
| Quincy Place:  |   |                                      |           |
| Personal Services                                      | 4,027,114   | 4,098,364                            | (71,250)  |
| Client Support Services:                               |   |                                      |           |
| Personal Services                                      | 5,973,935   | 5,987,669                            | (13,734)  |
| Office of the Director:                                |   |                                      |           |
| Personal Services                                      | 711,017   | 711,752                              | (735)     |
| Community Programs:                                    |   |                                      |           |
| Other  | 1,318,184   | 1,348,392                            | (30,208)  |

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

| Fund   | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|--|---|--------------------------------------|-------------|
| Home Care Skill Services:                    |   |                                      |             |
| Other  | \$78,203  | \$92,204                             | (\$14,001)  |
| Home Based Services:                         |   |                                      |             |
| Other  | 125,178   | 138,843                              | (13,665)    |
| Quality Child Care:                          | 11,389,058  | 11,488,807                           | (99,749)    |
| Other  |   |                                      |             |
| Workforce Investment Act Stimulus:           |   |                                      |             |
| Other  | 159,910   | 2,305,644                            | (2,145,734) |
| <b><i>Health and Human Services Levy</i></b> |   |                                      |             |
| General Government -                         |   |                                      |             |
| Judicial:                                    |   |                                      |             |
| Community Social Services:                   |   |                                      |             |
| Other  | 5,146,247   | 5,271,398                            | (125,151)   |
| Detention Home:                              |   |                                      |             |
| Personal Services                            | 523,719   | 571,483                              | (47,764)    |
| Family Justice Center:                       |   |                                      |             |
| Other  | 0   | 23                                   | (23)        |
| Social Services:                             |   |                                      |             |
| Homeless Services:                           |   |                                      |             |
| Other  | 6,683,949   | 6,699,635                            | (15,686)    |
| <b><i>Motor Vehicle Gas Tax</i></b>          |   |                                      |             |
| Public Works:                                |   |                                      |             |
| Costruction Engineer and Test Lab:           |   |                                      |             |
| Personal Services                            | 5,172,153   | 5,184,059                            | (11,906)    |
| Maintenance Engineer:                        |   |                                      |             |
| Capital Outlay                               | 408,188   | 415,454                              | (7,266)     |
| <b><i>Real Estate Assessment</i></b>         |   |                                      |             |
| General Government -                         |   |                                      |             |
| Legislative and Executive:                   |   |                                      |             |
| Board of Revision:                           |   |                                      |             |
| Other  | 881,686   | 1,343,614                            | (461,928)   |
| <b><i>Court</i></b>                          |   |                                      |             |
| General Government -                         |   |                                      |             |
| Judicial:                                    |   |                                      |             |
| Sheriff:                                     |   |                                      |             |
| Personal Services                            | 164,247   | 171,374                              | (7,127)     |

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

| Fund   | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess    |
|--|---|--------------------------------------|-----------|
| <b><i>Community Development</i></b>                        |   |                                      |           |
| Community Development:                                     |   |                                      |           |
| 2008 Neighborhood Stabilization:                           |   |                                      |           |
| Other  | \$1,543,029                                       | \$1,544,061                          | (\$1,032) |
| Home Weatherization Assistance:                            |   |                                      |           |
| Other  | 1,044,164   | 1,044,193                            | (29)      |
| 2009 State Neighborhood Stabilization:                     |   |                                      |           |
| Other  | 161,408   | 162,173                              | (765)     |
| Housing Stability 2011:                                    |   |                                      |           |
| Other  | 360,900   | 363,900                              | (3,000)   |
| CDBG Year 38 2012:   |   |                                      |           |
| Other  | 1,946,678   | 2,069,453                            | (122,775) |
| EPA Coalition Assessment:                                  |   |                                      |           |
| Other  | 165,169   | 174,169                              | (9,000)   |
| Shelter and Care 2005:                                     |   |                                      |           |
| Other  | 122,652   | 167,972                              | (45,320)  |
| Shelter and Care 2006:                                     |   |                                      |           |
| Other  | 277,989   | 280,989                              | (3,000)   |
| Clean Ohio Program:  |   |                                      |           |
| Other  | 2,917,305   | 2,917,315                            | (10)      |
| 2010 Neighborhood Stabilization:                           |   |                                      |           |
| Other  | 1,949,941   | 2,033,134                            | (83,193)  |
| Home Weatherization Program ARRA 2009 - 2010:              |   |                                      |           |
| Other  | 1,542,038   | 1,548,382                            | (6,344)   |
| ARRA HUD Home Repair Program:                              |   |                                      |           |
| Other  | 1,917,845   | 2,009,619                            | (91,774)  |
| <b><i>Treatment Alternatives for Safer Communities</i></b> |   |                                      |           |
| General Government -                                       |   |                                      |           |
| Judicial:  |   |                                      |           |
| Medicaid Fund:   |   |                                      |           |
| Personal Services  | 5,537   | 6,061                                | (524)     |
| Health and Human Services:                                 |   |                                      |           |
| Other  | 289,735   | 600,480                              | (310,745) |
| <b><i>Victim Assistance</i></b>                            |   |                                      |           |
| General Government -                                       |   |                                      |           |
| Judicial:  |   |                                      |           |
| Violence Against Women Act Administration Grant:           |   |                                      |           |
| Personal Services  | 8,716   | 12,536                               | (3,820)   |



**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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| Fund  | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|---|---|--------------------------------------|-------------|
| <b><i>Youth Services</i></b>                  |   |                                      |             |
| General Government -                          |   |                                      |             |
| Judicial:                                     |   |                                      |             |
| Youth Services Subsidy:                       |   |                                      |             |
| Other   | \$3,632,880                                       | \$3,864,577                          | (\$231,697) |
| <b><i>Other Judicial</i></b>                  |   |                                      |             |
| General Government -                          |   |                                      |             |
| Judicial:                                     |   |                                      |             |
| Law Library Board:                            |   |                                      |             |
| Personal Services                             | 227,633   | 227,773                              | (140)       |
| High Visibility Enforcement:                  |   |                                      |             |
| Other   | 2,109   | 2,451                                | (342)       |
| Family Justice Center Program:                |   |                                      |             |
| Other   | 365,084   | 380,446                              | (15,362)    |
| Child Sexual Predator Grant Program:          |   |                                      |             |
| Other   | (6,475)   | 66,567                               | (73,042)    |
| Capital Outlay                                | 130,108   | 138,708                              | (8,600)     |
| Northern Border Maritime Awareness:           |   |                                      |             |
| Capital Outlay                                | 99,866  | 122,117                              | (22,251)    |
| Prisoner Reentry Program:                     |   |                                      |             |
| Other   | 10,856  | 26,360                               | (15,504)    |
| Avon Empowerment Self-Sufficiency Program:    |   |                                      |             |
| Other   | 28,719  | 31,293                               | (2,574)     |
| Internet Crimes Against Children:             |   |                                      |             |
| Other   | 153,761   | 160,773                              | (7,012)     |
| JAIBG Block Grant:                            |   |                                      |             |
| Other   | 229,579   | 232,159                              | (2,580)     |
| <b><i>Other Legislative and Executive</i></b> |   |                                      |             |
| General Government -                          |   |                                      |             |
| Legislative and Executive:                    |   |                                      |             |
| Mortgage Foreclosure Prevention:              |   |                                      |             |
| Other   | 24,073  | 30,073                               | (6,000)     |
| <b><i>Other Health and Safety</i></b>         |   |                                      |             |
| Health and Safety:                            |   |                                      |             |
| Emergency Management:                         |   |                                      |             |
| Other   | 391,568   | 401,912                              | (10,344)    |
| Ryan White, Title I HIV/AIDS:                 |   |                                      |             |
| Other   | 3,355,218   | 3,388,520                            | (33,302)    |

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

| Fund   | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|--|---|--------------------------------------|-------------|
| Dick Goddard Best Friend Fund:                             |   |                                      |             |
| Other  | \$59,212  | \$60,625                             | (\$1,413)   |
| State Homeland Security:                                   |   |                                      |             |
| Personal Services  | 36,699  | 51,505                               | (14,806)    |
| Other  | 254,243   | 383,868                              | (129,625)   |
| <b><i>Other Social Services</i></b>                        |   |                                      |             |
| Social Services:   |   |                                      |             |
| Invest in Children Administrative Services:                |   |                                      |             |
| Other  | 0   | 1,991,177                            | (1,991,177) |
| Pathways II Cooperative Project:                           |   |                                      |             |
| Other  | 2,489,469   | 2,492,800                            | (3,331)     |
| Adoption Opportunities Grant:                              |   |                                      |             |
| Other  | 751,626   | 777,901                              | (26,275)    |
| ARRA Justice Reform Initiative:                            |   |                                      |             |
| Other  | 0   | 13,004                               | (13,004)    |
| <b><i>Litter Prevention and Recycling</i></b>              |   |                                      |             |
| Public Works:  |   |                                      |             |
| Recycling Market Development:                              |   |                                      |             |
| Other  | 69,895  | 250,893                              | (180,998)   |
| <b><i>Alcohol, Drug and Mental Health Board Grants</i></b> |   |                                      |             |
| Health and Safety:   |   |                                      |             |
| Supportive Employee:                                       |   |                                      |             |
| Other  | (265,148)   | 1,013,562                            | (1,278,710) |
| Call Center Program:                                       |   |                                      |             |
| Other  | (123,847)   | 569,422                              | (693,269)   |
| Peer Support Specialist Employment:                        |   |                                      |             |
| Other  | (214,836)   | 6                                    | (214,842)   |
| Statewide Pathways:  |   |                                      |             |
| Other  | (2,665,055)                                       | 1,154,161                            | (3,819,216) |
| <b><i>Capital Projects</i></b>                             |   |                                      |             |
| Capital Outlay:  |   |                                      |             |
| Office of Budget Management -                              |   |                                      |             |
| County Council:  |   |                                      |             |
| Personal Services  | (140,000)   | 0                                    | (140,000)   |
| Other  | 1,149,955   | 1,530,749                            | (380,794)   |
| Capital Outlay   | 14,594,730  | 17,263,540                           | (2,668,810) |

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

| Fund   | Appropriations Plus<br>Prior Year<br>Encumbrances | Expenditures<br>Plus<br>Encumbrances | Excess      |
|--|---|--------------------------------------|-------------|
| <b><i>Road Capital Projects</i></b>          |   |                                      |             |
| Capital Outlay:                              |   |                                      |             |
| Ohio Department of Public Works Integrating: |   |                                      |             |
| Capital Outlay                               | \$9,407,847                                       | \$10,143,935                         | (\$736,088) |
| Ohio Department of Transportation - Local    |   |                                      |             |
| Public Agencies:                             |   |                                      |             |
| Capital Outlay                               | 53,332,026  | 53,829,935                           | (497,909)   |
| <b><i>County Airport</i></b>                 |   |                                      |             |
| Other  | 929,221   | 1,182,942                            | (253,721)   |
| <b><i>Central Custodial Services</i></b>     |   |                                      |             |
| Other  | 21,613,994  | 22,126,357                           | (512,363)   |
| Capital Outlay                               | 97,678  | 238,825                              | (141,147)   |
| <b><i>Data Processing</i></b>                |   |                                      |             |
| Other  | 11,334,117  | 16,020,511                           | (4,686,394) |
| <b><i>Postage</i></b>                        |   |                                      |             |
| Other  | 1,301,836   | 1,376,880                            | (75,044)    |
| <b><i>Health Insurance</i></b>               |   |                                      |             |
| Other  | 69,786,891  | 72,363,415                           | (2,576,524) |

The following funds had original appropriations in excess of original estimated resources plus carryover balances as reported on the Official Certificate of Estimated Resources at December 31, 2012.

| Fund                         | Original Estimated<br>Resources Plus<br>Available Balances | Original<br>Appropriations | Excess         |
|------------------------------|--|----------------------------|----------------|
| Human Services               | \$204,733,064  | \$243,365,319              | (\$38,632,255) |
| Children Services            | 100,628,037  | 106,441,142                | (5,813,105)    |
| Cuyahoga Support Enforcement | 32,031,474   | 35,110,748                 | (3,079,274)    |
| Community Development        | 1,306,547  | 36,941,790                 | (35,635,243)   |
| Other Health and Safety      | 14,843,573   | 24,460,217                 | (9,616,644)    |
| Other Public Works           | 1,002,766  | 3,011,176                  | (2,008,410)    |
| Other Social Services        | 8,173,411  | 9,927,753                  | (1,754,342)    |
| Capital Projects             | (73,099,821)   | 13,544,230                 | (86,644,051)   |
| Road Capital Projects        | 2,406,094  | 58,016,449                 | (55,610,355)   |
| Information Systems          | 2,291,603  | 2,743,801                  | (452,198)      |
| Central Custodial Services   | 46,473,685   | 49,324,368                 | (2,850,683)    |
| Maintenance                  | 1,331,777  | 1,842,114                  | (510,337)      |
| Data Processing              | 18,985,721   | 19,306,632                 | (320,911)      |
| Printing                     | 3,765,575  | 4,916,638                  | (1,151,063)    |
| Health Insurance             | 94,043,068   | 99,444,322                 | (5,401,254)    |

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

The following funds had final appropriations in excess of final estimated resources plus carryover balances as reported on the Official Certificate of Estimated Resources at December 31, 2012.

| Fund   | Final Estimated<br>Resources Plus Available<br>Balances | Final<br>Appropriations | Excess        |
|--|---|-------------------------|---------------|
| Human Services   | \$238,761,797   | \$245,939,231           | (\$7,177,434) |
| Children Services  | 102,795,017   | 104,876,817             | (2,081,800)   |
| Cuyahoga Support Enforcement   | 29,702,771  | 35,133,748              | (5,430,977)   |
| County Land Reutilization  | 7,030,071   | 7,053,973               | (23,902)      |
| Community Development<br>Treatment Alternatives for<br>Safer Communities | 41,495,740  | 88,601,954              | (47,106,214)  |
| Victims Assistance   | 1,308,900   | 1,939,970               | (631,070)     |
| Other Health and Safety  | 3,047,378   | 3,271,807               | (224,429)     |
| Other Public Works   | 19,333,017  | 30,826,489              | (11,493,472)  |
| Other Social Services  | 1,427,766   | 3,436,176               | (2,008,410)   |
| Road Capital Projects  | 8,844,146   | 10,213,510              | (1,369,364)   |
| Information Systems  | 2,406,094   | 64,072,358              | (61,666,264)  |
| Printing   | 2,400,917   | 2,743,801               | (342,884)     |
|  | 4,817,231   | 5,766,638               | (949,407)     |

Management has indicated that appropriations will be closely monitored and amended timely to minimize future violations.

**Note 5 – Global Center for Health Innovation**

During 2009, the County entered into an agreement with Merchandise Mart Properties, Inc. (MMPI), MMPI Cleveland Development LLC (Developer) and Cleveland MMCC LLC (Operator) for the development and operation of the Global Center for Health Innovation (Facility). Global Center for Health Innovation is an integrated facility for a permanent exhibition hall for medical devices and equipment as well as a temporary exhibition, tradeshow and conference facility and back of house functions.

During 2010 the County purchased land for the GCHI site. The County subsequently leased the purchased land to the Developer for \$1 annually. This lease meets the definition of an operating lease under GASB 62 “Codification of Accounting and Financial Report Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.” At December 31, 2012, the carrying value of the land is \$37,912,642.

The County entered into a project funding agreement with the Developer to provide funds, through a loan from the County, for the planning, designing, financing and constructing the Facility. The total project budget of \$465,000,000 includes sources of \$343,350,000 in Economic Development Revenue Bond proceeds and a contribution of non-bond proceeds from the County. Under the terms of this agreement, the County will reimburse, advance or directly pay the construction costs of the Facility. The Developer will make monthly payments of \$3,000,000 through 2027. As of December 31, 2012, the Developer has drawn down \$339,498,668 of the available funds. As of December 31, 2012, the Developer repaid \$37,243,978 leaving an outstanding balance of \$302,254,690.

**Cuyahoga County, Ohio**  
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The County entered into a lease agreement with the Developer for the Facility. This lease meets the definition of a capital lease under GASB 62. The County will make monthly lease payments of \$3,333,333 through 2027. As of December 31, 2012, the book value of the capitalized leased assets was \$339,498,668 which is reported as construction in progress.

Although the Facility remains under construction, the County subleased the Facility to the Operator in exchange for the Operator maintaining the asset in lieu of rental payments. The Operator is to operate the Facility solely as a convention center and medical merchandise showroom, including setting the rates. This operating lease expires in 2027.

**Note 6 - Fund Balances**

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

| Fund Balances                      | General                     | Human<br>Services         | Health and<br>Human<br>Services<br>Levy | County Board of<br>Developmental<br>Disabilities |
|------------------------------------|-----------------------------|---------------------------|---|--|
| <b><i>Nonspendable</i></b>         |                             |                           |   |  |
| Unclaimed Monies                   | \$8,867,166                 | \$0                       | \$0                                     | \$0  |
| Loans Receivable                   | 750,000                     | 0                         | 0                                       | 0  |
| <b><i>Total Nonspendable</i></b>   | <b><u>9,617,166</u></b>     | <b><u>0</u></b>           | <b><u>0</u></b>                         | <b><u>0</u></b>                                  |
| <b><i>Restricted for</i></b>       |                             |                           |   |  |
| Developmental Disabilities         | 0                           | 0                         | 0                                       | 127,844,634                                      |
| Health and Human Services          | 0                           | 5,901,691                 | 41,593,479                              | 0  |
| Community Development              | 0                           | 0                         | 0                                       | 0  |
| Real Estate Assessment             | 0                           | 0                         | 0                                       | 0  |
| Children Services                  | 0                           | 0                         | 0                                       | 0  |
| Judicial                           | 0                           | 0                         | 0                                       | 0  |
| Solid Waste                        | 0                           | 0                         | 0                                       | 0  |
| Health and Safety                  | 0                           | 0                         | 0                                       | 0  |
| Social Services                    | 0                           | 0                         | 0                                       | 0  |
| Public Works                       | 0                           | 0                         | 0                                       | 0  |
| Other Purposes                     | 0                           | 0                         | 0                                       | 0  |
| Debt Service                       | 0                           | 0                         | 0                                       | 0  |
| Capital Projects                   | 0                           | 0                         | 0                                       | 0  |
| <b><i>Total Restricted</i></b>     | <b><u>0</u></b>             | <b><u>5,901,691</u></b>   | <b><u>41,593,479</u></b>                | <b><u>127,844,634</u></b>                        |
| <b><i>Assigned to</i></b>          |                             |                           |   |  |
| Coroner's Lab                      | 708,465                     | 0                         | 0                                       | 0  |
| Purchases on Order                 | 4,495,592                   | 0                         | 0                                       | 0  |
| Year 2013 Appropriations           | 3,808,870                   | 0                         | 0                                       | 0  |
| <b><i>Total Assigned</i></b>       | <b><u>9,012,927</u></b>     | <b><u>0</u></b>           | <b><u>0</u></b>                         | <b><u>0</u></b>                                  |
| <b><i>Unassigned (Deficit)</i></b> | <b><u>212,252,821</u></b>   | <b><u>0</u></b>           | <b><u>0</u></b>                         | <b><u>0</u></b>                                  |
| <b><i>Total Fund Balances</i></b>  | <b><u>\$230,882,914</u></b> | <b><u>\$5,901,691</u></b> | <b><u>\$41,593,479</u></b>              | <b><u>\$127,844,634</u></b>                      |

**Cuyahoga County, Ohio**  
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| Fund Balances                      | Alcohol, Drug<br>and Mental<br>Health Board | Global Center<br>for Health<br>Innovation | Other<br>Governmental<br>Funds | Total                  |
|------------------------------------|---|---|--------------------------------|------------------------|
| <b><i>Nonspendable</i></b>         |   |   |                                |                        |
| Unclaimed Monies                   | \$0   | \$0                                       | \$0                            | \$8,867,166            |
| Loans Receivable                   | 0   | 0   | 0                              | 750,000                |
| <b><i>Total Nonspendable</i></b>   | <b>0</b>                                    | <b>0</b>                                  | <b>0</b>                       | <b>9,617,166</b>       |
| <b><i>Restricted for</i></b>       |   |   |                                |                        |
| Developmental Disabilities         | 0   | 0   | 0                              | 127,844,634            |
| Health and Human Services          | 6,749,915                                   | 0   | 0                              | 54,245,085             |
| Community Development              | 0   | 0   | 61,127,533                     | 61,127,533             |
| Real Estate Assessment             | 0   | 0   | 9,812,925                      | 9,812,925              |
| Children Services                  | 0   | 0   | 37,257,391                     | 37,257,391             |
| Judicial                           | 0   | 0   | 24,676,400                     | 24,676,400             |
| Solid Waste                        | 0   | 0   | 3,218,444                      | 3,218,444              |
| Health and Safety                  | 0   | 0   | 13,867,836                     | 13,867,836             |
| Social Services                    | 0   | 0   | 1,788,953                      | 1,788,953              |
| Public Works                       | 0   | 0   | 58,126,084                     | 58,126,084             |
| Other Purposes                     | 0   | 0   | 7,017,183                      | 7,017,183              |
| Debt Service                       | 0   | 0   | 26,423,801                     | 26,423,801             |
| Capital Projects                   | 0   | 398,605,706                               | 0                              | 398,605,706            |
| <b><i>Total Restricted</i></b>     | <b>6,749,915</b>                            | <b>398,605,706</b>                        | <b>243,316,550</b>             | <b>824,011,975</b>     |
| <b><i>Assigned to</i></b>          |   |   |                                |                        |
| Coroner's Lab                      | 0   | 0   | 0                              | 708,465                |
| Purchases on Order                 | 0   | 0   | 0                              | 4,495,592              |
| Year 2013 Appropriations           | 0   | 0   | 0                              | 3,808,870              |
| <b><i>Total Assigned</i></b>       | <b>0</b>                                    | <b>0</b>                                  | <b>0</b>                       | <b>9,012,927</b>       |
| <b><i>Unassigned (Deficit)</i></b> | <b>0</b>                                    | <b>0</b>                                  | <b>(14,882,099)</b>            | <b>197,370,722</b>     |
| <b><i>Total Fund Balances</i></b>  | <b>\$6,749,915</b>                          | <b>\$398,605,706</b>                      | <b>\$228,434,451</b>           | <b>\$1,040,012,790</b> |

**Note 7 - Budgetary Basis of Accounting**

While the County's reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual are presented in the basic financial statements for the general fund and major special revenue funds. The major differences 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 paid in cash (budget) as opposed to when the liability is incurred (GAAP).

**Cuyahoga County, Ohio**  
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3. Encumbrances are treated as expenditures for all funds (budget) rather than restricted, committed, or assigned fund balance (GAAP).
4. Unrecorded cash represents amounts received but not reported by the County on the operating statements (budget), but which is reported on the GAAP basis operating statements.
5. Investments are reported at cost (budget) rather than at fair value (GAAP).
6. Budgetary revenues and expenditures for the ADAMH Board grants are classified to the ADAMH Board special revenue fund for GAAP reporting.
7. Timing differences in the ADAMH Board special revenue fund resulted from the ADAMH Board adopting a budget covering eighteen months (Budget) rather than twelve months (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general and major special revenue funds:

|                            | Net Change in Fund Balances |                       |                                      |  |   |
|----------------------------|-----------------------------|-----------------------|--------------------------------------|--|---|
|                            | General                     | Human<br>Services     | Health and<br>Human<br>Services Levy | County Board<br>of Developmental<br>Disabilities | Alcohol, Drug<br>and Mental<br>Health Board |
| GAAP Basis                 | (\$660,660)                 | \$14,493,837          | (\$2,832,677)                        | \$3,998,652                                      | \$8,856,980                                 |
| Net Adjustment for         |                             |                       |                                      |  |   |
| Revenue Accruals           | (3,620,286)                 | (12,261,112)          | (360,841)                            | (530,338)  | 1,551,887                                   |
| Beginning Fair Value       |                             |                       |                                      |  |   |
| Adjustment for Investments | (1,041,943)                 | 0                     | 0                                    | 0  | 0   |
| Ending Fair Value          |                             |                       |                                      |  |   |
| Adjustment for Investments | 4,961,982                   | 0                     | 0                                    | 0  | 0   |
| Beginning Unrecorded Cash  | 142,609                     | 0                     | 0                                    | 0  | 331,447                                     |
| Ending Unrecorded Cash     | 660,629                     | 0                     | 0                                    | 0  | 0   |
| Timing Difference          | 0                           | 0                     | 0                                    | 0  | 4,079,489                                   |
| Perspective Difference:    |                             |                       |                                      |  |   |
| ADAMH Board Grant Fund     | 0                           | 0                     | 0                                    | 0  | (922,273)                                   |
| Net Adjustment for         |                             |                       |                                      |  |   |
| Expenditure Accruals       | 5,361,116                   | (12,963)              | (126,574)                            | 69,518   | (8,980,488)                                 |
| Encumbrances               | (11,457,616)                | (34,943,754)          | (6,976,776)                          | (7,283,809)                                      | 0   |
| Budget Basis               | <u>(\$5,654,169)</u>        | <u>(\$32,723,992)</u> | <u>(\$10,296,868)</u>                | <u>(\$3,745,977)</u>                             | <u>\$4,917,042</u>                          |

**Note 8 - Deposits and Investments**

Monies held by the County are classified by State Statute two categories, active and inactive. Active monies are public commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

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

1. United States Treasury Bills, Notes, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States; or any book entry, zero-coupon United States treasury security that is a direct obligation of the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or its political subdivisions, provided that such political subdivisions are located wholly or partly within the County;
5. Time certificates of deposit or savings or deposit accounts, including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) above and repurchase agreements secured by such obligations, provided that these investments are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Securities lending agreements in which the County lends securities and the eligible institution agrees to simultaneously exchange similar securities or cash, equal value for equal value;
9. Up to twenty-five percent of the County's average portfolio in either of the following:
  - a. Commercial paper notes in entities incorporated under the laws of Ohio, or any other State, that have assets exceeding five hundred million dollars, which are rated in the highest classification established by two nationally recognized standard rating services, which do not exceed ten percent of the value of the outstanding commercial paper of the issuing corporation and which mature within 270 days after purchase;



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- b. Banker's acceptances eligible for purchase by the Federal Reserve System and which mature within 180 days after purchase;
- 10. Fifteen percent of the County's average portfolio in notes issued by U.S. corporations or by depository institutions that are doing business under authority granted by the U.S. provided that the notes are rated in the second highest or higher category by at least two nationally recognized standard rating services at the time of purchase and the notes mature within two years from the date of purchase;
- 11. No-load money market mutual fund rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency of instrumentality, and/or highly rate commercial paper;
- 12. One percent of the County's average portfolio in debt interest rated at the time of purchase in the three categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

Reverse repurchase agreements, investments in derivatives, and investments in stripped principal or interest obligations that are not issued or guaranteed by the United States are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Other than corporate notes, commercial paper, and bankers acceptances, an investment must mature within five years from the date of settlement unless matched to a specific obligation or debt of the County. Investments must be purchased with the expectation that they will be held to maturity. Investments may only be made through specified dealers and institutions. Payments for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

### **Deposits**

Custodial credit risk for deposits is the risk that in the event of bank failure, the County will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year-end, \$148,267,489 of the County's bank balance of \$149,517,489 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department in the County's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the County to a successful claim by the FDIC.

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

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**Investments**

Investments are reported at fair value. As of December 31, 2012, the County had the following investments:

|  | Fair Value           | Maturity            | Moody<br>Rating | Percent of Total<br>Investments |
|--|----------------------|---------------------|-----------------|---------------------------------|
| Federal Agriculture Mortgage Bonds                   | \$10,443,000         | More than One Year  | Aa1             | N/A                             |
| Federal Farm Credit Bank Bonds                       | 70,603,000           | More than One Year  | Aaa             | 10.96%                          |
| Federal Farm Credit Bank Bonds                       | 10,270,000           | Less than One Year  | Aaa             | N/A                             |
| Federal Home Loan Bank Bonds                         | 50,085,000           | More than Two Years | Aaa             | 7.78%                           |
| Federal Home Loan Bank Bonds                         | 40,872,000           | More than One Year  | Aaa             | 6.35%                           |
| Federal Home Loan Bank Bonds                         | 85,525,000           | Less than One Year  | Aaa             | 13.28%                          |
| Federal Home Loan Mortgage<br>Corporation Bank Bonds | 30,108,000           | More than Two Years | Aaa             | N/A                             |
| Federal Home Loan Mortgage<br>Corporation Bank Bonds | 90,495,000           | More than One Year  | Aaa             | 14.05%                          |
| Federal National Mortgage<br>Association Bonds       | 30,036,000           | More than Two Years | Aaa             | N/A                             |
| Federal National Mortgage<br>Association Bonds       | 50,381,000           | More than One Year  | Aaa             | 7.82%                           |
| Federal National Mortgage<br>Association Bonds       | 116,856,500          | Less than One Year  | Aaa             | 18.14%                          |
| City of Garfield Heights Notes                       | 1,232,000            | More than One Year  | N/A             | N/A                             |
| State of Israel Notes                                | 5,000,000            | More than One Year  | N/A             | N/A                             |
| City of Shaker Heights Notes                         | 150,000              | Less than One Year  | N/A             | N/A                             |
| Repurchase Agreement                                 | 25,000,000           | Daily               | N/A             | N/A                             |
| STAR Ohio  | 27,101,245           | Average 55.4 Days   | N/A             | N/A                             |
| Total Portfolio                                      | <u>\$644,157,745</u> |                     |                 |                                 |

**Interest Rate Risk** As a means of limiting its exposure to fair value losses caused by rising interest rates, the County's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the County's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. The purchase of any security with a maturity of greater than 5 years must be approved in advance by the Investment Advisory Committee.

**Credit Risk** The Moody's ratings of the County's investments are listed in the table above. The repurchase agreement had an underlying security of a U.S. Treasury note at December 31, 2013. The City of Garfield Heights Notes, State of Israel Notes and City of Shaker Heights Notes are unrated. STAR Ohio carries a rating of AAAM by Standard and Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The County has no investment policy that addresses credit risk.

**Concentration of Credit Risk** The County's policy specifies that the portfolio be structured to diversify investments to reduce the risk of loss resulting from over-concentration of assets in a specific maturity, a specific issuer or a specific type of investment. Each investment type is limited to a maximum percentage of the total average portfolio.

**Foreign Currency Risk** Foreign Currency Risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The County's investment policy states foreign notes must be rated at the time of purchase in one of the three highest categories by two nationally recognized standard

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rating services. All interest and principal shall be denominated and payable in United States dollars. The notes must be backed by the full faith and credit of the foreign nation and there can be no prior history of default. The maturity of foreign notes cannot exceed five years from purchase and in total, they cannot exceed one percent of the County's total average portfolio. The County's exposure to foreign currency risk is as follows:

| Investment            | Currency           | Maturity | Fair Value<br>(in US dollars) |
|-----------------------|--------------------|----------|-------------------------------|
| State of Israel Notes | Israeli New Sheqel | 4/1/2014 | \$5,000,000                   |

**Note 9 - Property Taxes**

Property taxes include amounts levied against all real and public utility property located in the County. Property tax revenue received during 2012 for real and public utility property taxes represents collections of 2011 taxes.

2012 real property taxes are levied after October 1, 2012, on the assessed value as of January 1, 2012, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2012 real property taxes are collected in and intended to finance 2013.

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

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2012 public utility property taxes which became a lien December 31, 2011, are levied after October 1, 2012, and are collected in 2013 with real property taxes.

The full tax rate for all County operations for the year ended December 31, 2012, was \$13.22 per \$1,000 of assessed value. The assessed values of real and public utility tangible property upon which 2012 property tax receipts were based are as follows:

|                                  |                  |
|----------------------------------|------------------|
| Real Property                    | \$29,098,596,030 |
| Public Utility Personal Property | 698,069,260      |
| Total Assessed Value             | \$29,796,665,290 |

The County Fiscal Officer collects property tax on behalf of all taxing districts in the County. The County Fiscal Officer periodically remits to the taxing districts their portions of the taxes collected. The collection and distribution of taxes for all subdivisions within the County, excluding the County itself, is accounted for through agency funds. The amount of the County's tax collections is accounted for within the applicable funds. Property taxes receivable represents real and public utility taxes and outstanding delinquencies which are measurable as of December 31, 2012, and for which there is an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2012 is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

**Cuyahoga County, Ohio**  
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**Note 10 - Receivables**

Receivables at December 31, 2012 consisted of taxes, accounts (billings for user charged services, including unbilled utility services), special assessments, accrued interest, loans (community development block grant monies loaned to local businesses), interfund, sales tax, and intergovernmental receivables arising from grants and entitlements. All receivables are considered fully collectible, including accounts receivable which, if delinquent may be certified and collected as a special assessment, subject to foreclosure for nonpayment. All receivables except for loans, debt service intergovernmental receivable, sanitary engineer accounts receivable and delinquent property taxes are expected to be collected within one year.

During 1997, the County entered into a project funding agreement with the City of Cleveland (the City) and the Gateway Economic Development Corporation of Greater Cleveland (Gateway), to provide funds, through a loan from the Ohio Department of Development, for the construction of a sports facility. The City agreed to provide to the County a payment equal to 50 percent of the annual loan payment. Loans expected to be collected in more than one year amount to \$750,000 in the general fund. At December 31, 2012 there were no delinquent loans.

The loans receivable at December 31, 2012, reported in other governmental funds, represent revolving loans made to private enterprises under the United States Department of Housing and Urban Development Community Development Block Grant Program, Section 17 and Home Affordability Act programs. The notes are due on various dates with a large portion not due until the related property is sold or the debtor becomes deceased. Generally the loans are collateralized by the property that is improved with the proceeds of the notes; however, the County's security interest is usually subordinate to that of another creditor. Many notes are non-interest bearing while other notes bear interest at various rates. Loans expected to be collected in more than one year amount to \$36,340,069 in the community development special revenue fund. At December 31, 2012 there were no delinquent loans.

The County entered into a project funding agreement with MMPI Cleveland Development LLC (Developer) to provide funds, through a loan from the County, for the planning, designing, financing and constructing the Global Center for Health Innovation facility. As of December 31, 2012, the Developer has drawn down \$339,498,668 of the available funds. As of December 31, 2012, the Developer repaid \$37,243,978 leaving an outstanding balance of \$302,254,690. Loans expected to be collected in more than one year amount to \$282,433,220 in the GCHI capital projects fund. At December 31, 2012 there were no delinquent loans. See Note 5 for additional information.

The County entered into a cooperative agreement with the Village of Highland Hills (the Village) to provide funds, through a loan from the County, for the defeasance of Village bonds. The Village agreed to repay the County in each year from 2013 through 2025 or until the County Bonds (or any bonds issued by the County to refund the County Bonds) are fully paid, whichever shall come first, an amount equal to debt charges due on the County Bonds in that calendar year. Intergovernmental receivables expected to be collected in more than one year amount to \$1,605,000 in the bond retirement debt service fund. At December 31, 2012 there were no delinquent receivables. See Note 25 for additional information.

Accounts receivables expected to be collected in more than one year amount to \$9,435,485 in the sanitary engineer enterprise fund.

Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

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A summary of the principal items of intergovernmental receivables follows:

|  | Amount              |
|--|---------------------|
| <b>General Fund</b>                          |                     |
| Local Government and Revenue Assistance      | \$8,815,913         |
| Casino Tax Revenue                           | 3,229,448           |
| Miscellaneous                                | 1,080,417           |
| Property Tax Rollbacks and Exemptions        | 885,805             |
| Total General Fund                           | 14,011,583          |
| <b>Special Revenue Funds</b>                 |                     |
| Human Services                               | 23,107,334          |
| Health and Human Services Levy               | 3,936,638           |
| County Board of Developmental Disabilities   | 10,422,263          |
| Alcohol, Drug and Mental Health Board        | 5,616,966           |
| Motor Vehicle Gas Tax                        | 10,082,209          |
| Children Services                            | 2,285,476           |
| Cuyahoga Support Enforcement                 | 215,506             |
| Community Development                        | 8,750,614           |
| Other Community Development                  | 10,921              |
| Treatment Alternatives for Safer Communities | 31,857              |
| Victim Assistance                            | 44,704              |
| Other Judicial                               | 2,397,767           |
| Other Health and Safety                      | 1,464,209           |
| Other Public Works                           | 1,033,179           |
| Other Social Services                        | 192,292             |
| Total Special Revenue Funds                  | 69,591,935          |
| <b>Debt Service Fund</b>                     |                     |
| Debt Service                                 | 3,510,293           |
| <b>Capital Projects Funds</b>                |                     |
| Capital Projects                             | 292,211             |
| Road Capital Projects                        | 7,504,323           |
| Total Capital Projects Funds                 | 7,796,534           |
| <i>Total Governmental Activities</i>         | <i>\$94,910,345</i> |
| <b>Enterprise Fund</b>                       |                     |
| Cuyahoga County Information Systems          | \$22,120            |
| <b>Internal Service Funds</b>                |                     |
| Central Custodial Services                   | \$3,108,860         |
| Data Processing                              | 54,999              |
| Total Internal Service Funds                 | \$3,163,859         |

Receivables and payables are recorded to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

Using this criteria, the County has elected not to record child support arrearages within the special revenue and agency fund types. These amounts, while potentially significant, are not considered measurable, and because collections are often significantly in arrears, the County is unable to determine a reasonable value.

**Cuyahoga County, Ohio**  
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**Note 11 - Permissive Sales and Use Tax**

In 1969, the County Commissioners by resolution imposed a one-half percent tax on all retail sales made in the County and on the storage, use, or consumption in the County of tangible personal property, including automobiles, not subject to the sales tax for a continuing period of time. In 1987, the County Commissioners by resolution imposed an additional one-half percent tax for a continuing period of time. In 2007, the County Commissioners by resolution imposed an additional one-quarter percent tax for twenty years.

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 State Tax Commissioner's certification must be made within forty-five days after the end of the month. The Office of Budget and Management then has five days in which to draw a warrant payable to the County.

Proceeds of the tax are credited to the general fund. A receivable is recognized at year-end for amounts that will be received from sales which occurred during the prior year. On a full accrual basis, the full amount of the receivable is recognized as revenue. On a modified accrual basis, the amount of the receivable that will be received outside of the available period is unavailable revenue.

**Note 12 - Contingent Liabilities**

***Grants***

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

***Litigation***

The County is party to various legal proceedings seeking damages or injunctive or other relief and generally incidental to its operations. These proceedings are unrelated to any outstanding County debt or the security for any outstanding County debt. The ultimate disposition of these proceedings is not now determinable, but will not, in the opinion of the County Prosecuting Attorney, have a material adverse effect on any outstanding County debt or the security for any outstanding County debt or the operating revenues of the County.

Since 2008, seventeen former County officials and employees have been charged in United States District Court with violations of federal law, including bribery. The charges have stemmed from an FBI investigation into public corruption within the County. Of those charged, twelve, including the former County Auditor, have pleaded guilty. In addition, five (Greco, Dimora, Gabor, Judge Terry, Judge McCafferty) former government officials, including a former County Commissioner and one former employee have been convicted of public corruption charges after trials. Finally, two former County employees have been charged and have pleaded guilty in the State criminal justice system. One former County employee has pleaded not guilty and is awaiting trial.

In connection with the foregoing charges, the County received a total of \$3.8 million in restitution payments made directly to the County by individuals convicted in such cases.

In 2009, the County engaged independent counsel to investigate the effect of the investigation and the criminal charges on the County's financial position. That independent counsel issued an initial report in 2009 and an updated report in 2011. Based on the findings of independent counsel set forth in those reports

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and a review by representatives of the County Prosecutors office, as of the date of this report, the County does not believe that the investigation, or any criminal charges or convictions resulting from the investigation, will have a material effect on the future financial position of the County

**Note 13 - Capital Assets**

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

|  | Balance<br>12/31/11  | Additions            | Reductions           | Balance<br>12/31/12    |
|--|----------------------|----------------------|----------------------|------------------------|
| <b>Government Activities:</b>                          |                      |                      |                      |                        |
| <i>Nondepreciable Capital Assets</i>                   |                      |                      |                      |                        |
| Land   | \$93,222,259         | \$24,100             | \$0                  | \$93,246,359           |
| Construction in Progress                               | 387,906,386          | 229,423,163          | (2,954,302)          | 614,375,247            |
| <i>Total Nondepreciable Capital Assets</i>             | <u>481,128,645</u>   | <u>229,447,263</u>   | <u>(2,954,302)</u>   | <u>707,621,606</u>     |
| <i>Depreciable Capital Assets</i>                      |                      |                      |                      |                        |
| Land Improvements                                      | 11,751,000           | 0                    | 0                    | 11,751,000             |
| Buildings, Structures and Improvements                 | 623,671,478          | 142,920              | (418,815)            | 623,395,583            |
| Furniture, Fixtures and Equipment                      | 58,391,501           | 1,096,873            | (2,071,375)          | 57,416,999             |
| Vehicles   | 13,831,794           | 874,889              | (366,207)            | 14,340,476             |
| Right to Use Community Center                          | 0                    | 1,975,312            | 0                    | 1,975,312              |
| Infrastructure   | 178,357,160          | 2,954,302            | 0                    | 181,311,462            |
| <i>Total Depreciable Capital Assets</i>                | <u>886,002,933</u>   | <u>7,044,296</u>     | <u>(2,856,397)</u>   | <u>890,190,832</u>     |
| <i>Less Accumulated Depreciation and Amortization</i>  |                      |                      |                      |                        |
| Land Improvements                                      | (4,786,323)          | (551,974)            | 0                    | (5,338,297)            |
| Buildings, Structures and Improvements                 | (359,301,370)        | (18,008,759)         | 239,911              | (377,070,218)          |
| Furniture, Fixtures and Equipment                      | (41,856,143)         | (3,934,675)          | 1,417,538            | (44,373,280)           |
| Vehicles   | (10,672,701)         | (1,264,492)          | 118,539              | (11,818,654)           |
| Right to Use Community Center                          | 0                    | (12,582)             | 0                    | (12,582)               |
| Infrastructure   | (87,685,953)         | (5,695,700)          | 0                    | (93,381,653)           |
| <i>Total Accumulated Depreciation and Amortization</i> | <u>(504,302,490)</u> | <u>(29,468,182)</u>  | <u>1,775,988</u>     | <u>(531,994,684)</u>   |
| <i>Total Depreciable Capital Assets, Net</i>           | <u>381,700,443</u>   | <u>(22,423,886)</u>  | <u>(1,080,409)</u>   | <u>358,196,148</u>     |
| <i>Governmental Activities Capital Assets, Net</i>     | <u>\$862,829,088</u> | <u>\$207,023,377</u> | <u>(\$4,034,711)</u> | <u>\$1,065,817,754</u> |

Depreciation and amortization expense was charged to governmental activities as follows:

|                           |                     |
|---------------------------|---------------------|
| General Government:       |                     |
| Legislative and Executive | \$4,594,107         |
| Judicial                  | 7,327,679           |
| Public Works              | 6,882,748           |
| Health and Safety         | 4,617,557           |
| Social Services           | 6,044,819           |
| Community Development     | 1,272               |
| Total                     | <u>\$29,468,182</u> |

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\$3,625,996 of in-kind contribution was donated to the County by the developers of the Global Center for Health Innovation. The County has recorded this amount as a capital contribution.

During 2012, the County issued general obligation bonds in order to provide Highland Hills Village the proceeds to refinance outstanding Village debt. The Village in turn agreed to pay the County the principal and interest on the County's bonds and provide the use of the Village's Community Center for County uses. The value of the intangible asset is be the amount that was provided to the Village to be placed in escrow.

The amortization schedule is as follows:

|           | Governmental<br>Activities |
|-----------|----------------------------|
| 2013      | \$150,979                  |
| 2014      | 150,979                    |
| 2015      | 150,979                    |
| 2016      | 150,979                    |
| 2017      | 150,979                    |
| 2018-2022 | 754,895                    |
| 2023-2025 | 452,940                    |
|           | \$1,962,730                |

For additional information see Note 25.

|   | Balance<br>12/31/11 | Additions     | Reductions  | Balance<br>12/31/12 |
|---|---------------------|---------------|-------------|---------------------|
| <b>Business Type Activities:</b>                    |                     |               |             |                     |
| <i>Nondepreciable Capital Assets</i>                |                     |               |             |                     |
| Land  | \$12,265,954        | \$0           | \$0         | \$12,265,954        |
| Construction in Progress                            | 119,878             | 0             | (119,878)   | 0                   |
| <i>Total Nondepreciable Capital Assets</i>          | 12,385,832          | 0             | (119,878)   | 12,265,954          |
| <i>Depreciable Capital Assets</i>                   |                     |               |             |                     |
| Land Improvements                                   | 11,630,067          | 0             | 0           | 11,630,067          |
| Utility Plant                                       | 64,988,592          | 119,878       | 0           | 65,108,470          |
| Buildings, Structures and Improvements              | 22,539,856          | 0             | 0           | 22,539,856          |
| Furniture, Fixtures and Equipment                   | 1,739,888           | 121,583       | 0           | 1,861,471           |
| Vehicles  | 7,477,434           | 324,823       | 0           | 7,802,257           |
| <i>Total Depreciable Capital Assets</i>             | 108,375,837         | 566,284       | 0           | 108,942,121         |
| <i>Less Accumulated Depreciation</i>                |                     |               |             |                     |
| Land Improvements                                   | (10,006,957)        | (200,408)     | 0           | (10,207,365)        |
| Utility Plant                                       | (33,977,377)        | (1,154,842)   | 0           | (35,132,219)        |
| Buildings, Structures and Improvements              | (13,267,960)        | (875,278)     | 0           | (14,143,238)        |
| Furniture, Fixtures and Equipment                   | (1,326,162)         | (75,541)      | 0           | (1,401,703)         |
| Vehicles  | (5,920,508)         | (590,206)     | 0           | (6,510,714)         |
| <i>Total Accumulated Depreciation</i>               | (64,498,964)        | (2,896,275)   | 0           | (67,395,239)        |
| <i>Total Depreciable Capital Assets, Net</i>        | 43,876,873          | (2,329,991)   | 0           | 41,546,882          |
| <i>Business Type Activities Capital Assets, Net</i> | \$56,262,705        | (\$2,329,991) | (\$119,878) | \$53,812,836        |



**Cuyahoga County, Ohio**  
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Depreciation expense was charged to business-type activities as follows:

|                                     |             |
|-------------------------------------|-------------|
| Sanitary Engineer                   | \$2,025,968 |
| County Airport                      | 260,239     |
| County Parking Garage               | 606,989     |
| Cuyahoga County Information Systems | 3,079       |
| Total                               | \$2,896,275 |

**Note 14 - Interfund Transfers and Balances**

***Interfund Transfers***

Interfund transfers for the year ended December 31, 2012, consisted of the following:

| Transfers To                          | Transfers From |                |                                |                                     |
|---------------------------------------|----------------|----------------|--------------------------------|-------------------------------------|
|                                       | General        | Human Services | Health and Human Services Levy | Global Center for Health Innovation |
| Human Services                        | \$0            | \$0            | \$0                            | \$0                                 |
| Health and Human Services Levy        | 0              | 0              | 0                              | 0                                   |
| Alcohol, Drug and Mental Health Board | 0              | 37,500         | 0                              | 0                                   |
| Global Center for Health Innovation   | 46,669,673     | 0              | 0                              | 0                                   |
| Other Governmental Funds              | 11,526,822     | 0              | 1,730,109                      | 30,600,884                          |
| Other Enterprise Funds                | 869,053        | 0              | 0                              | 0                                   |
| Internal Service Funds                | 373,912        | 0              | 0                              | 0                                   |
| <i>Total Transfers</i>                | \$59,439,460   | \$37,500       | \$1,730,109                    | \$30,600,884                        |

| Transfers To                          | Transfers From           |                        |              |
|---------------------------------------|--------------------------|------------------------|--------------|
|                                       | Other Governmental Funds | Other Enterprise Funds | Totals       |
| Human Services                        | \$175,000                | \$0                    | \$175,000    |
| Health and Human Services Levy        | 98                       | 0                      | 98           |
| Alcohol, Drug and Mental Health Board | 0                        | 0                      | 37,500       |
| Global Center for Health Innovation   | 0                        | 0                      | 46,669,673   |
| Other Governmental Funds              | 4,405,973                | 187,130                | 48,450,918   |
| Other Enterprise Funds                | 90,000                   | 0                      | 1,332,965    |
| Internal Service Funds                | 736,067                  | 0                      | 736,067      |
| <i>Total Transfers</i>                | \$5,407,138              | \$187,130              | \$97,402,221 |

The general fund transfer to the Global Center for Health Innovation was made to account for the County's portion of construction costs. The remaining transfers were made to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; to move unrestricted balances to finance various programs accounted for in other funds in accordance with budgetary authorizations; to provide additional resources for current operations or debt service; to segregate money for anticipated capital projects; and to return money to the fund from which it was originally provided once a project is completed.

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***Interfund Balances***

Interfund balances at December 31, 2012, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting records, and (3) payments between funds are made. All are expected to be paid within one year.

| Interfund Payable                          | Interfund Receivable |                        |                        | Totals              |
|--|----------------------|------------------------|------------------------|---------------------|
|  | General              | Other Enterprise Funds | Internal Service Funds |                     |
| General                                    | \$0                  | \$41,032               | \$1,787,063            | \$1,828,095         |
| Human Services                             | 0                    | 0                      | 834,953                | 834,953             |
| Health and Human Services Levy             | 0                    | 0                      | 67,256                 | 67,256              |
| County Board of Developmental Disabilities | 0                    | 0                      | 407,494                | 407,494             |
| Alcohol, Drug and Mental Health Board      | 0                    | 0                      | 63,385                 | 63,385              |
| Other Governmental Funds                   | 15,591,635           | 21,243                 | 423,727                | 16,036,605          |
| Sanitary Engineer                          | 0                    | 0                      | 149,857                | 149,857             |
| Other Enterprise Funds                     | 0                    | 78                     | 18,611                 | 18,689              |
| Internal Service Funds                     | 230,210              | 29,117                 | 413,003                | 672,330             |
| <b>Total</b>                               | <b>\$15,821,845</b>  | <b>\$91,470</b>        | <b>\$4,165,349</b>     | <b>\$20,078,664</b> |

**Note 15 - Employee Retirement Systems**

***Ohio Public Employees Retirement System (OPERS)***

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

OPERS provides retirement, disability, survivor and death benefits, and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units and 18.1 percent of covered payroll for law and public safety

**Cuyahoga County, Ohio**  
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employer units. Member contribution rates, as set in the Ohio Revised Code, are not to exceed 10 percent of covered payroll for members in State and local divisions and 12 percent for law enforcement and public safety members. For the year ended December 31, 2012, members in state and local divisions contributed 10 percent of covered payroll while public safety and law enforcement members contributed 11.5 percent and 12.1 percent, respectively. Effective January 1, 2013, the member contribution rates for public safety and law enforcement increased to 12 percent and 12.6 percent, respectively. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan. For 2012, member and employer contribution rates were consistent across all three plans.

The County's 2012 contribution rate was 14.0 percent, except for those plan members in law enforcement or public safety, for whom the County's contribution was 18.1 percent of covered payroll. The portion of employer contributions used to fund pension benefits is net of post-employment health care benefits. The portion of employer contribution allocated to health care for members in the Traditional Plan was 4.00 percent for 2012. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05 percent for 2012. Employer contribution rates are actuarially determined.

The County's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2012, 2011 and 2010 were \$35,615,072, \$38,497,041 and \$52,257,193, respectively. For 2012, 97.23 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2011 and 2010. Contributions to the Member-Directed Plan for 2012 were \$881,611 made by the County and \$629,724 made by plan members.

***State Teachers Retirement System (STRS)***

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

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

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

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Funding Policy - Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The statutory maximum employee contribution rate will be increased one percent each year beginning July 1, 2013 until it reaches 14 percent on July 1, 2016. For the year ended December 31, 2012, plan members were required to contribute 10 percent of their annual covered salary. The County was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

The County's required contributions to STRS Ohio for the years ended December 31, 2012, 2011 and 2010 were \$1,227,072, \$1,332,865 and \$1,425,180, respectively. The full amount has been contributed for 2012, 2011 and 2010. Contributions made to STRS Ohio for the DC and the defined contribution portion of the combined Plans for 2012 were \$76,350 made by the County and \$54,536 made by the plan members.

## **Note 16 - Postemployment Benefits**

### ***Ohio Public Employees Retirement System (OPERS)***

Plan Description – Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan—a cost sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan—a defined contribution plan; and the Combined Plan—a cost sharing, multiple employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

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

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

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

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2012, state and local employers contributed at a rate of 14.0 percent of covered payroll, and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code.

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Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0 percent for 2012. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05 percent for 2012. Effective January 1, 2013, the portion of employer contributions allocated to healthcare was lowered to 1 percent for both plans, as recommended by the OPERS Actuary.

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

The County's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2012, 2011 and 2010 were \$14,079,756, \$15,234,982 and \$18,892,874, respectively. For 2012, 97.23 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2011 and 2010.

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

***State Teachers Retirement System (STRS)***

**Plan Description** – The County participates in the cost-sharing multiple-employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

**Funding Policy** – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2012, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to post-employment health care. The County's contributions for health care for the years ended December 31, 2012, 2011 and 2010 were \$94,390, \$102,528 and \$101,799, respectively. The full amount has been contributed for 2012, 2011 and 2010.

**Note 17 - Other Employee Benefits**

***Compensated Absences***

County employees become eligible to receive one-fourth of their accumulated unpaid sick leave up to a maximum of thirty days upon retirement with a minimum of ten years of service. Certain agencies may have policies that vary with regard to payment of accrued sick leave upon retirement.

Employees with a minimum of one year of service become vested in accumulated unpaid vacation time. Vacation time may not be accumulated for more than three years. Unused vacation time is payable upon termination of employment.

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Compensatory time (Comp time) and exchange time are accrued for actual time worked. Comp time is granted to non-exempt employees and exchange time is granted to exempt employees. Comp time is earned at 1.5 hours for every hour worked. Exchange time is earned on an hour-for-hour basis. Comp time must be used within 180 days or it will be paid out. Exchange time must be used within six months or it expires. Exchange time is not paid out.

All sick, vacation, compensatory and overtime payments are made at the employee's current wage rate. Balances for compensated absences are kept at various department levels, therefore, the data is only combined annually for reporting purposes.

***Retirement Incentive***

In May 2008, the Board of County Commissioners authorized the purchase of additional service credit equal to 20 percent of accumulated service time up to a maximum of 3 years under Ohio Public Employee Retirement System for certain employees close to retirement as an incentive to retire early. The Early Retirement Incentive Program was approved for participating departments and agencies of the County by agreement with the previous County Commissioners for a period of 1 year commencing January 15, 2009. As of December 31, 2012, there were 918 employees participating at a cost of \$55.3 million paid over a 3 year period at a rate of 8 percent.

***Health Care Benefits***

Some County departments provide life and accidental death insurance to their employees through various life insurance companies. During 2012, the County contracted with several insurance companies for employee medical, prescription dental and vision benefits as follows:

| Company                         | Benefit Provided               |
|---------------------------------|--------------------------------|
| Kaiser Permanente               | Medical and Prescription Drugs |
| United Healthcare               | Medical                        |
| Medical Mutual of Ohio          | Medical                        |
| MetroHealth                     | Medical and Prescription Drugs |
| CVS Caremark                    | Prescription Drugs             |
| Guardian Life Insurance Company | Dental                         |
| Union Eye Care                  | Vision                         |
| Northwest Group Services        | Flexible Spending Accounts     |
| Mangrove Employer Services      | COBRA Services                 |

**Note 18 - Conduit Debt Obligations**

Periodically, the County has issued Industrial Development, Hospital Revenue, and Mortgage Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial, commercial, and hospital facilities deemed to be in the public interest. These bonds are secured by the property financed and are payable solely from payment received on the underlying mortgage loans. The bonds do not constitute a debt or pledge of the full faith and credit of the County, and, therefore, are not reported in the financial statements. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond insurance.

As of December 31, 2012, the aggregate principal amounts outstanding for Industrial Development, Hospital Revenue, and Mortgage Revenue Bonds were approximately \$523 million, \$2 billion, and \$209 million respectively.

**Cuyahoga County, Ohio**  
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**Note 19 - Long-Term Debt**

The original issue date, interest rate and original issuance amount for each of the County's bonds are as follows:

| Debt Issue   | Original<br>Issue<br>Date | Interest Rate | Original<br>Issue | Year of<br>Maturity |
|--|---------------------------|---------------|-------------------|---------------------|
| <b>Governmental Activities</b>                           |                           |               |                   |                     |
| <i>General Obligation Bonds - Voted:</i>                 |                           |               |                   |                     |
| 1993 Jail Facilities and Various Purpose Refunding Bonds | 1993                      | 2.20 - 5.25 % | \$48,960,000      | 2013                |
| <i>General Obligation Bonds - Unvoted:</i>               |                           |               |                   |                     |
| 1993B Various Purpose Refunding Bonds                    | 1993                      | 2.20 - 5.25   | 75,395,000        | 2012                |
| 1993 Rock and Roll Hall of Fame Bonds                    | 1993                      | 2.75 - 5.65   | 12,000,000        | 2018                |
| 2004 Capital Improvement Bonds                           | 2004                      | 2.50 - 5.25   | 84,490,000        | 2024                |
| 2005 General Obligation Refunding Bonds                  | 2005                      | 3.00 - 5.00   | 73,970,000        | 2020                |
| 2009 Capital Improvements Bonds                          | 2009                      | 1.62 - 6.03   | 163,825,000       | 2034                |
| 2012 Various Purpose Bonds                               | 2012                      | 1.50 - 5.00   | 65,728,000        | 2037                |
| 2012 Various Purpose Refunding Bonds                     | 2012                      | 1.50 - 5.00   | 45,577,000        | 2024                |
| <i>Revenue Bonds</i>                                     |                           |               |                   |                     |
| 1992 Gateway Economic Development                        | 1992                      | 8.63          | 35,000,000        | 2022                |
| 2004 Brownfield Redevelopment Refunding Bonds            | 2004                      | 1.50 - 5.10   | 12,880,000        | 2018                |
| 2010 Brownfield Redevelopment Bonds                      | 2010                      | 1.04 - 5.93   | 17,160,000        | 2030                |
| 2010 Commercial Redevelopment Bonds                      | 2010                      | 1.04 - 5.93   | 11,105,000        | 2030                |
| 2010 Gateway Arena Refunding Bonds                       | 2010                      | 1.04 - 5.03   | 42,070,000        | 2030                |
| 2010 Shaker Square Refunding Bonds                       | 2010                      | 1.00 - 4.12   | 2,800,000         | 2030                |
| 2010 Economic Development - GCHI                         | 2010                      | 1.55 - 6.20   | 343,350,000       | 2027                |
| <i>Loans Payable</i>                                     |                           |               |                   |                     |
| 1997 Ohio Department of Development - Gateway            | 1997                      | 0.00          | 10,000,000        | 2016                |
| 2006 Ohio Public Works Commission - Schaaf Bridge        | 2006                      | 0.00          | 1,251,250         | 2027                |
| 2009 Ohio Department of Transportation - Crocker         | 2009                      | 3.00          | 5,257,016         | 2019                |
| <i>Bond Anticipation Notes</i>                           |                           |               |                   |                     |
| 2011 Rock and Roll                                       | 2011                      | 1.94          | 10,320,000        | 2015                |
| <b>Business-Type Activities</b>                          |                           |               |                   |                     |
| <i>Self-Supporting Bonds Payable</i>                     |                           |               |                   |                     |
| 2000 Sewer Improvement                                   | 2000                      | 4.55 - 5.55   | 1,040,000         | 2020                |
| 2003 Sewer Improvement                                   | 2003                      | 2.00 - 3.55   | 1,500,000         | 2012                |
| 2005 Sewer Improvement                                   | 2005                      | 2.00 - 3.55   | 4,445,000         | 2025                |
| <i>OWDA Loans</i>  |                           |               |                   |                     |
| Cuyahoga County Lab                                      | 2002                      | 4.18          | 1,487,338         | 2016                |
| Interceptor Sewer Construction                           | 2002                      | 4.18          | 270,471           | 2016                |
| Trunk Sewer Construction                                 | 1999                      | 4.04          | 1,935,141         | 2019                |
| Scottish Highlands Sewer                                 | 1998                      | 4.04          | 1,225,007         | 2018                |

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| Debt Issue  | Original<br>Issue<br>Date | Interest Rate | Original<br>Issue | Year of<br>Maturity |
|---|---------------------------|---------------|-------------------|---------------------|
| <b>Business-Type Activities (continued)</b>       |                           |               |                   |                     |
| <i>OWDA Loans (continued)</i>                     |                           |               |                   |                     |
| CSO Improvements                                  | 2006                      | 3.35 %        | \$333,668         | 2025                |
| Suffolk Estates Pump Station                      | 2007                      | 3.25          | 231,368           | 2026                |
| Woods Pump Station                                | 2008                      | 3.25          | 612,192           | 2027                |
| CSO Improvements/East 38th 40th Street            | 2008                      | 3.25          | 807,805           | 2027                |
| Fitch Road Sanitary Sewer                         | 2008                      | 3.25          | 1,558,386         | 2027                |
| Echo Hills Wastewater Treatment Plant Elimination | 2009                      | 3.36          | 1,937,877         | 2028                |
| Stearns and Cook Roads Sanitary Sewer             | 2010                      | 3.53          | 513,754           | 2030                |
| Cook Mackenzie Sanitary Sewer                     | 2010                      | 3.52          | 683,099           | 2029                |
| Thornapple Pump Station                           | 2010                      | 3.70          | 956,072           | 2029                |
| Sewer Repairs                                     | 2011                      | 3.25          | 2,144,266         | 2032                |
| Fernhill Sewer Replacement                        | 2011                      | 2.66          | 1,562,868         | 2032                |
| North Granger Sewer Replacement                   | 2011                      | 2.62          | 486,347           | 2031                |
| Dewey Road Pump Station                           | 2011                      | 3.28          | 2,642,665         | 2032                |
| <i>OPWC Loans</i>                                 |                           |               |                   |                     |
| Sanitary Sewer Improvement                        | 1992                      | 0.00          | 1,023,209         | 2012                |
| Sanitary Sewerage Facilities Rehabilitation       | 1995                      | 0.00          | 746,824           | 2015                |
| North County Trunk Sewer Improvement              | 1999                      | 0.00          | 453,919           | 2019                |
| MetroHealth Sanitary Sewer                        | 1997                      | 0.00          | 130,654           | 2018                |
| Sanitary Sewer System Improvement                 | 2010                      | 0.00          | 236,210           | 2031                |

Changes in the County's long-term obligations during the year ended December 31, 2012, consist of the following:

|  | Outstanding<br>12/31/11 | Additions          | Reductions         | Outstanding<br>12/31/12 | Amounts<br>Due in<br>One Year |
|--|-------------------------|--------------------|--------------------|-------------------------|-------------------------------|
| <b>Governmental Activities</b>                     |                         |                    |                    |                         |                               |
| <b>General Obligation Bonds - Voted:</b>           |                         |                    |                    |                         |                               |
| 1993 Jail Facilities and Various Purpose Refunding |                         |                    |                    |                         |                               |
| Term Bonds   | \$2,265,000             | \$0                | \$1,105,000        | \$1,160,000             | \$1,160,000                   |
| Capital Appreciation Bonds                         | 583,843                 | 0                  | 313,197            | 270,646                 | 270,646                       |
| Accretion on Capital Appreciation Bonds            | 8,634,161               | 1,245,953          | 5,201,803          | 4,678,311               | 4,678,311                     |
| <b>Total General Obligation Bonds - Voted</b>      | <b>\$11,483,004</b>     | <b>\$1,245,953</b> | <b>\$6,620,000</b> | <b>\$6,108,957</b>      | <b>\$6,108,957</b>            |



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|  | Outstanding<br>12/31/11 | Additions          | Reductions          | Outstanding<br>12/31/12 | Amounts<br>Due in<br>One Year |
|--|-------------------------|--------------------|---------------------|-------------------------|-------------------------------|
| <b>Governmental Activities (continued)</b>           |                         |                    |                     |                         |                               |
| <i>General Obligation Bonds - Unvoted:</i>           |                         |                    |                     |                         |                               |
| 1993B Various Purpose Refunding Term Bonds           | \$705,000               | \$0                | \$705,000           | \$0                     | \$0                           |
| 1993 Rock and Roll Hall of Fame Serial Bonds         | 5,050,000               | 0                  | 610,000             | 4,440,000               | 645,000                       |
| 2004 Capital Improvement Serial Bonds                | 59,340,000              | 0                  | 51,915,000          | 7,425,000               | 3,620,000                     |
| Unamortized Premium                                  | 4,370,754               | 0                  | 4,370,754           | 0                       | 0                             |
| 2005 General Obligation Refunding Bonds              | 61,155,000              | 0                  | 6,760,000           | 54,395,000              | 7,070,000                     |
| Unamortized Premium                                  | 5,002,630               | 0                  | 552,985             | 4,449,645               | 0                             |
| 2009 Capital Improvement Bonds                       |                         |                    |                     |                         |                               |
| Serial Bonds   | 33,180,000              | 0                  | 4,305,000           | 28,875,000              | 4,390,000                     |
| Term Bonds   | 35,740,000              | 0                  | 0                   | 35,740,000              | 0                             |
| Building America Bonds - Serial                      | 8,180,000               | 0                  | 50,000              | 8,130,000               | 50,000                        |
| Building America Bonds - Term                        | 35,740,000              | 0                  | 0                   | 35,740,000              | 0                             |
| Recovery Zone Economic<br>Development Bonds - Serial | 7,935,000               | 0                  | 50,000              | 7,885,000               | 50,000                        |
| Recovery Zone Economic<br>Development Bonds - Term   | 34,740,000              | 0                  | 0                   | 34,740,000              | 0                             |
| Unamortized Premium                                  | 6,118,168               | 0                  | 173,299             | 5,944,869               | 0                             |
| 2012A Various Purpose Bonds                          |                         |                    |                     |                         |                               |
| Serial Bonds   | 0                       | 48,263,000         | 0                   | 48,263,000              | 1,892,000                     |
| Term Bonds   | 0                       | 17,465,000         | 0                   | 17,465,000              | 0                             |
| Unamortized Premium                                  | 0                       | 8,197,892          | 0                   | 8,197,892               | 0                             |
| 2012B Various Purpose Refunding Bonds                |                         |                    |                     |                         |                               |
| Serial Bonds   | 0                       | 45,577,000         | 0                   | 45,577,000              | 228,000                       |
| Unamortized Premium                                  | 0                       | 6,945,422          | 0                   | 6,945,422               | 0                             |
| <i>Total General Obligation Bonds - Unvoted</i>      | <u>297,256,552</u>      | <u>126,448,314</u> | <u>69,492,038</u>   | <u>354,212,828</u>      | <u>17,945,000</u>             |
| <b>Revenue Bonds</b>                                 |                         |                    |                     |                         |                               |
| 1992 Gateway Economic Development                    | 35,000,000              | 0                  | 0                   | 35,000,000              | 3,500,000                     |
| 2004 Brownfield Redevelopment Refunding Bonds        | 7,370,000               | 0                  | 910,000             | 6,460,000               | 950,000                       |
| 2010 Brownfield Redevelopment Bonds                  |                         |                    |                     |                         |                               |
| Serial Bonds   | 10,565,000              | 0                  | 600,000             | 9,965,000               | 610,000                       |
| Term Bonds   | 6,000,000               | 0                  | 0                   | 6,000,000               | 0                             |
| 2010 Commercial Redevelopment Bonds                  |                         |                    |                     |                         |                               |
| Serial Bonds   | 6,865,000               | 0                  | 390,000             | 6,475,000               | 400,000                       |
| Term Bonds   | 3,855,000               | 0                  | 0                   | 3,855,000               | 0                             |
| 2010 Gateway Arena Refunding Bonds                   | 39,025,000              | 0                  | 4,475,000           | 34,550,000              | 1,745,000                     |
| 2010 Shaker Square Refunding Bonds                   |                         |                    |                     |                         |                               |
| Serial Bonds   | 865,000                 | 0                  | 65,000              | 800,000                 | 65,000                        |
| Term Bonds   | 1,810,000               | 0                  | 0                   | 1,810,000               | 0                             |
| Unamortized Premium                                  | 120,142                 | 0                  | 2,919               | 117,223                 | 0                             |
| 2010 Economic Development - GCHI                     |                         |                    |                     |                         |                               |
| Taxable GCHI Revenue Bonds                           |                         |                    |                     |                         |                               |
| Serial Bonds   | 86,745,000              | 0                  | 15,620,000          | 71,125,000              | 15,915,000                    |
| Term Bonds   | 31,845,000              | 0                  | 0                   | 31,845,000              | 0                             |
| Tax Exempt GCHI Revenue Bonds                        |                         |                    |                     |                         |                               |
| Recovery Zone Economic<br>Development Bonds - Serial | 20,000,000              | 0                  | 0                   | 20,000,000              | 0                             |
| Recovery Zone Facility Bonds - Serial                | 174,235,000             | 0                  | 0                   | 174,235,000             | 0                             |
| Recovery Zone Facility Bonds - Term                  | 26,000,000              | 0                  | 0                   | 26,000,000              | 0                             |
| Unamortized Premium                                  | 13,966,212              | 0                  | 643,849             | 13,322,363              | 0                             |
| <i>Total Revenue Bonds</i>                           | <u>\$464,266,354</u>    | <u>\$0</u>         | <u>\$22,706,768</u> | <u>\$441,559,586</u>    | <u>\$23,185,000</u>           |

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

|  | Outstanding<br>12/31/11 | Additions            | Reductions           | Outstanding<br>12/31/12 | Amounts<br>Due in<br>One Year |
|--|-------------------------|----------------------|----------------------|-------------------------|-------------------------------|
| <b>Governmental Activities (continued)</b>   |                         |                      |                      |                         |                               |
| <i>Loans Payable</i>                         |                         |                      |                      |                         |                               |
| Ohio Department of Development - Gateway     | \$2,500,000             | \$0                  | \$500,000            | \$2,000,000             | \$500,000                     |
| Ohio Public Works Commission - Schaaf Bridge | 938,438                 | 0                    | 31,281               | 907,157                 | 62,562                        |
| Ohio Department of Transportation - Crocker  | 4,962,108               | 0                    | 599,363              | 4,362,745               | 617,478                       |
| <i>Total Loans Payable</i>                   | <u>8,400,546</u>        | <u>0</u>             | <u>1,130,644</u>     | <u>7,269,902</u>        | <u>1,180,040</u>              |
| <b>Other Long-Term Obligations:</b>          |                         |                      |                      |                         |                               |
| Bond Anticipation Notes - 2011 Rock and Roll | 9,300,000               | 0                    | 2,100,000            | 7,200,000               | 2,100,000                     |
| Compensated Absences                         | 26,829,681              | 3,505,421            | 2,136,860            | 28,198,242              | 967,743                       |
| Capital Lease                                | 120,082,346             | 220,031,600          | 21,748,668           | 318,365,278             | 22,450,479                    |
| Special Termination Benefits                 | 9,603,629               | 0                    | 9,476,014            | 127,615                 | 127,615                       |
| <i>Total Other Long-Term Obligations</i>     | <u>165,815,656</u>      | <u>223,537,021</u>   | <u>35,461,542</u>    | <u>353,891,135</u>      | <u>25,645,837</u>             |
| <i>Total Governmental Activities</i>         | <u>\$947,222,112</u>    | <u>\$351,231,288</u> | <u>\$135,410,992</u> | <u>\$1,163,042,408</u>  | <u>\$74,064,834</u>           |

|  | Outstanding<br>12/31/11 | Additions        | Reductions       | Outstanding<br>12/31/12 | Amounts<br>Due in<br>One Year |
|--|-------------------------|------------------|------------------|-------------------------|-------------------------------|
| <b>Business Type Activities</b>                      |                         |                  |                  |                         |                               |
| <b>Self-Supported Bonds Payable</b>                  |                         |                  |                  |                         |                               |
| 2000 Sewer Improvement - Spec. Assessments           | \$595,000               | \$0              | \$55,000         | \$540,000               | \$55,000                      |
| 2003 Sewer Improvement Refunding - Serial            | 185,000                 | 0                | 185,000          | 0                       | 0                             |
| 2005 Sewer Improvement                               | 3,415,000               | 0                | 190,000          | 3,225,000               | 195,000                       |
| <i>Total Self-Supported Bonds Payable</i>            | <u>4,195,000</u>        | <u>0</u>         | <u>430,000</u>   | <u>3,765,000</u>        | <u>250,000</u>                |
| <b>OWDA Loans</b>                                    |                         |                  |                  |                         |                               |
| Cuyahoga County Lab                                  | 403,040                 | 0                | 46,809           | 356,231                 | 96,573                        |
| Interceptor Sewer Construction                       | 81,528                  | 0                | 8,331            | 73,197                  | 17,185                        |
| Trunk Sewer Construction                             | 858,200                 | 0                | 53,653           | 804,547                 | 110,580                       |
| Scottish Highlands Sewer                             | 474,656                 | 0                | 35,350           | 439,306                 | 72,857                        |
| CSO Improvements                                     | 220,629                 | 0                | 7,352            | 213,277                 | 0                             |
| Suffolk Estates Pump Station                         | 149,612                 | 0                | 4,957            | 144,655                 | 0                             |
| Woods Pump Station                                   | 469,353                 | 0                | 12,701           | 456,652                 | 0                             |
| CSO Improvements/East 38th 40th Street               | 625,716                 | 0                | 16,759           | 608,957                 | 0                             |
| Fitch Road Sanitary Sewer                            | 1,262,976               | 0                | 32,331           | 1,230,645               | 0                             |
| Echo Hills Wastewater Treatment<br>Plant Elimination | 1,421,063               | 0                | 38,621           | 1,382,442               | 0                             |
| Stearns and Cook Roads Sanitary Sewer                | 463,112                 | 0                | 9,430            | 453,682                 | 0                             |
| Cook Mackenzie Sanitary Sewer                        | 548,711                 | 0                | 12,995           | 535,716                 | 0                             |
| Thornapple Pump Station                              | 767,097                 | 0                | 17,919           | 749,178                 | 0                             |
| Sewer Repairs  | 1,837,550               | 171,673          | 0                | 2,009,223               | 0                             |
| Fernhill Sewer Replacement                           | 1,266,869               | 51,286           | 0                | 1,318,155               | 0                             |
| North Granger Sewer Replacement                      | 337,610                 | 0                | 9,450            | 328,160                 | 0                             |
| Dewey Road Pump Station                              | 1,279,694               | 756,614          | 0                | 2,036,308               | 0                             |
| <i>Total OWDA Loans</i>                              | <u>\$12,467,416</u>     | <u>\$979,573</u> | <u>\$306,658</u> | <u>\$13,140,331</u>     | <u>\$297,195</u>              |

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

|   | Outstanding<br>12/31/11 | Additions          | Reductions         | Outstanding<br>12/31/12 | Amounts<br>Due in<br>One Year |
|---|-------------------------|--------------------|--------------------|-------------------------|-------------------------------|
| <b>Business Type Activities (continued)</b> |                         |                    |                    |                         |                               |
| <b>OPWC Loans</b>                           |                         |                    |                    |                         |                               |
| Sanitary Sewer Improvement                  | \$25,546                | \$0                | \$25,546           | \$0                     | \$0                           |
| Sanitary Sewerage Facilities Rehabilitation | 112,024                 | 0                  | 37,342             | 74,682                  | 37,342                        |
| North County Trunk Sewer Improvement        | 170,219                 | 0                  | 22,696             | 147,523                 | 22,696                        |
| MetroHealth Sanitary Sewer                  | 42,463                  | 0                  | 6,532              | 35,931                  | 6,532                         |
| Sanitary Sewer System Improvement           | 230,305                 | 0                  | 11,810             | 218,495                 | 11,810                        |
| <i>Total OPWC Loans</i>                     | <u>580,557</u>          | <u>0</u>           | <u>103,926</u>     | <u>476,631</u>          | <u>78,380</u>                 |
| <b>Other Long-Term Obligations</b>          |                         |                    |                    |                         |                               |
| Special Termination Benefits                | 55,882                  | 0                  | 55,882             | 0                       | 0                             |
| Compensated Absences                        | 650,704                 | 22,418             | 171,239            | 501,883                 | 17,225                        |
| <i>Total Other Long-Term Obligations</i>    | <u>706,586</u>          | <u>22,418</u>      | <u>227,121</u>     | <u>501,883</u>          | <u>17,225</u>                 |
| <i>Total Business-Type Activities</i>       | <u>\$17,949,559</u>     | <u>\$1,001,991</u> | <u>\$1,067,705</u> | <u>\$17,883,845</u>     | <u>\$642,800</u>              |

The self-supported bonds payable will be paid from charges for services revenue in the enterprise funds. The business-type activities' OWDA and OPWC loans will be paid from charges for services revenue in the enterprise funds. During 2012, the County elected to pay the principal due January 2013 in 2013, thereby, only making the July 2012 principal payment as of December 31, 2012. Self-supporting bonds are secured by an unvoted property tax levy; however, each bond indenture provides for principal and interest to also be paid from user charges.

The general obligation and revenue bonds will be paid with property taxes in the debt service fund. The Gateway Ohio Department of Development loan will be paid with non-tax revenue in the general fund. The OPWC loan for Schaaf Bridge will be paid with property taxes in the debt service fund. The Ohio Department of Transportation loans will be paid with motor vehicle license tax in the debt service fund. The Rock and Roll bond anticipation notes will be paid with 1.50 percent lodging tax in the debt service fund.

Compensated absences and special termination benefits will be paid from the fund from which the employee is paid. These funds include the general, alcohol, drug and mental health, community development, County board of developmental disabilities, court, human services, motor vehicle and gas tax, real estate assessment, delinquent real estate assessment, Cuyahoga County support enforcement, victim assistance, other health and safety, other legislative and executive, other judicial, County airport, Cuyahoga County information systems, sanitary engineer, County parking garage, maintenance garage, printing, reproduction and supplies, central custodial services, data processing, workers' compensation and health insurance funds. The County will make the final payment on the special termination benefit in 2013. Capital Leases will be paid from the human services, GCHI and postage funds.

In May 2003, the County Commissioners authorized by resolution a loan in the amount of \$10 million from the Ohio Department of Transportation (ODOT) of which a total of \$3.7 million was borrowed for Crocker Road. In March 2006, the County Commissioners authorized by resolution a second loan in the amount of \$8.25 million from ODOT of which \$3.6 million was borrowed in 2009, and another \$1.6 million was borrowed in 2010. The loans are provided through the State Infrastructure Bank fund, which are federal funds, to be used for road and bridge improvements. Both loans carry a 0 percent interest rate for the first 12 months and a 3 percent rate thereafter, for 10 years. In August 2005, the County Commissioners by resolution accepted a grant/loan from the Ohio Public Works Commission (Issue I) in the amount of \$2.5 million split evenly between a grant and a loan. This loan carries a 0 percent interest rate for 20 years. The

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

County pledged its motor vehicle license tax as the source of repayment for all loans. In the event that the motor vehicle license tax would fail to pay the loans, payment would be made by any general tax revenues collected in the general fund.

During 2009, the County issued \$163,825,000 in Capital Improvement Bonds. The issue consisted of tax exempt serial bonds, Build America Bonds (BABs) and Recovery Zone Economic Development Bonds (RZEDBs). As part of the American Recovery and Reinvestment Act of 2009, Congress added Sections 54AA and 6431 to the Code, which permit state or local governments to obtain certain tax advantages when they issue BABs and RZEDBs. Under Section 6431 of the Code, the County may elect to receive payments directly from the Secretary of the United States Treasury equal to 35 percent of the corresponding interest payable on this issue.

The term bonds maturing on December 1, 2034 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption as follows:

| Year                   | 2009 Capital Improvement Bonds |                  |
|------------------------|--------------------------------|------------------|
|                        | \$35,740,000                   | \$34,740,000     |
| 2027                   | \$3,930,000                    | \$3,825,000      |
| 2028                   | 4,075,000                      | 3,960,000        |
| 2029                   | 4,220,000                      | 4,105,000        |
| 2030                   | 4,380,000                      | 4,250,000        |
| 2031                   | 4,535,000                      | 4,405,000        |
| 2032                   | 4,695,000                      | 4,565,000        |
| 2033                   | 4,865,000                      | 4,730,000        |
| 2034                   | 5,040,000                      | 4,900,000        |
| Total                  | \$35,740,000                   | \$34,740,000     |
| <i>Stated Maturity</i> | <i>12/1/2034</i>               | <i>12/1/2034</i> |

In May 2010, the County issued \$10,150,000 in one year limited tax general obligation bond anticipation notes with an interest rate of 1.5 percent due May 2011. The notes were issued for use by the Rock and Roll Hall of Fame for its Library and Archives project. The notes were to be repaid from the existing 1.5 percent bed tax once the 1993 County Rock and Roll Hall of Fame bonds had been reimbursed from the same tax. In May 2011, the net proceeds from the Rock and Roll Hall of Fame and Museum Project notes, Series 2011 were used to redeem the Series 2010 notes. The new notes were issued amounting to \$10,320,000 at an interest rate of 1.94 percent with maturity on December 1, 2015. The notes will be repaid from the debt service fund.

In September 2010, the County issued \$73,135,000 in revenue bonds. This bond issuance is comprised of Brownfield and Commercial Redevelopment loan funds amounting to \$17,160,000 and \$11,105,000, respectively, both taxable at the true interest cost of 5.2 percent. The second issuance was to refund outstanding debt for the Gateway Arena and Shaker Square projects at \$42,070,000 taxable and \$2,800,000 tax-exempt, at a true interest cost of 4.4 percent and 3.9 percent, respectively. The bonds are being repaid in the community development special revenue and debt service funds.

The term bonds maturing on June 1, 2025 and 2030 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on June 1 in the years and in the respective principal amounts as follows:

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

| Year                   | Brownfield<br>Redevelopment<br>Bonds<br>\$6,000,000 | Commercial<br>Redevelopment<br>Bonds<br>\$3,855,000 | Shaker Square Refunding Bonds<br>\$1,310,000 | \$500,000        |
|------------------------|---|---|--|------------------|
| 2021                   | \$0   | \$0   | \$240,000                                    | \$0              |
| 2022                   | 0   | 0   | 245,000                                      | 0                |
| 2023                   | 0   | 0   | 260,000                                      | 0                |
| 2024                   | 0   | 0   | 275,000                                      | 0                |
| 2026                   | 1,070,000   | 680,000   | 0  | 90,000           |
| 2027                   | 1,130,000   | 725,000   | 0  | 100,000          |
| 2028                   | 1,195,000   | 770,000   | 0  | 95,000           |
| 2029                   | 1,265,000   | 815,000   | 0  | 110,000          |
| Total                  | <u>\$4,660,000</u>                                  | <u>\$2,990,000</u>                                  | <u>\$1,020,000</u>                           | <u>\$395,000</u> |
| <i>Stated Maturity</i> | <i>6/1/2030</i>                                     | <i>6/1/2030</i>                                     | <i>6/1/2025</i>                              | <i>6/1/2030</i>  |

The remaining principal amount of the term bonds (\$1,340,000, \$865,000, \$290,000, and \$105,000) will mature at the stated maturity.

In December 2010, the County issued Series 2010 (Global Center for Health Innovation/Convention Center Project) Bonds in three series as follows: \$20,000,000 Recovery Zone Economic Development Revenue Bond Series 2010E, \$200,235,000 Tax-Exempt Recovery Zone Facility Economic Development Revenue Bonds, Series 2010F and \$123,115,000 Taxable Economic Development Revenue Bonds, Series 2010G. The bonds are being repaid in the GCHI capital projects fund.

The 2010 Economic Development – GCHI Taxable Revenue term bonds maturing on December 1, 2019 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

| Year                   | \$31,845,000        |
|------------------------|---------------------|
| 2017                   | \$15,145,000        |
| 2018                   | 15,905,000          |
| Total                  | <u>\$31,050,000</u> |
| <i>Stated Maturity</i> | <i>12/1/2019</i>    |

The remaining principal amount of the term bonds (\$795,000) will mature at the stated maturity. The 2010 Economic Development – GCHI bonds are not subject to optional redemption prior to maturity.

*Optional Redemption* The \$20,000,000 2010 Economic Development – GCHI Revenue Bonds Recovery Zone Economic Development Bonds are subject to redemption, by and at the option of the County, either in whole or in part on any date, on and after December 1, 2020, in the amount of \$5,000 or any integral multiple thereof at par, plus interest accrued to the redemption date.

*Extraordinary Optional Redemption* The 2010 Economic Development – GCHI Revenue Bonds Recovery Zone Economic Development Bonds are subject extraordinary optional redemption prior to maturity, by and at the sole option of the County, in whole or in part on any date, in the amount of \$5,000 or any integral multiple thereof, at par (plus accrued interest to the redemption date) in the event that the government of the

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

United States of America evidences in the sole judgment of the County Administrator by action or failure to act that it will not provide for Direct Payments to be made to the County in an amount greater than or equal to 45 percent of the interest payable on those Bonds on any interest payment date.

The 2010 Economic Development – GCHI Recovery Zone Facility term bonds maturing on December 1, 2027 shall be subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount redeemed plus accrued interest to the redemption date on December 1, 2026 in the amount of \$15,900,000. The remaining \$10,100,000 principal amount of Series 2010F Bonds maturing on December 1, 2027 will be retired at their maturity (if not previously purchased for cancellation or otherwise redeemed).

*Optional Redemption* The 2010 Economic Development – GCHI Recovery Zone Facility bonds maturing on and after December 1, 2021 are subject to redemption by and at the option of the County, either in whole or in part on any date, on and after December 1, 2020, in the amount of \$5,000 or any integral multiple thereof at par, plus interest accrued to the redemption date

In November 2012, the County issued general obligation bonds, in the amount of \$65,728,000 for constructing County buildings, equipment purchases, updating the County Airport’s runway and for the right to use the Village of Highland Hills Community Center. The bonds were issued with interest rates varying from 1.5 to 5 percent. The bonds were issued for a twenty five year period with final maturity during 2037. The bonds will be retired through the general obligation bond retirement fund.

In November 2012, the County issued general obligation bonds, in the amount of \$45,577,000, to refund bonds previously issued in fiscal year 2004 for various purposes. The bonds were issued with interest rates varying from 1.5 to 5 percent. The bonds were issued for a twenty five year period with final maturity during 2037. The bonds will be retired through the general obligation bond retirement fund.

**2004 Capital Improvement Bonds**

|   |                           |
|---|---------------------------|
| Outstanding at December 31, 2011          | \$59,340,000              |
| Amount Refunded                           | (47,605,000)              |
| Principal Payment on Non-Refunded Portion | <u>(4,310,000)</u>        |
| Outstanding at December 31, 2012          | <u><u>\$7,425,000</u></u> |

Net proceeds of \$52,178,789 (including a \$6,945,422 premium and after payment of \$343,633 in issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2004 various purpose bonds. As a result, \$47,605,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the County’s financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the County’s financial statements.

**2004 Capital Improvement Bonds:**

|   |                           |
|---|---------------------------|
| Serial Bonds  | \$55,030,000              |
| Premium on Bonds  | <u>4,053,296</u>          |
| Total 2004 Capital Improvement Bonds                        | 59,083,296                |
| Non-refunded Portion of Bonds                               | (7,425,000)               |
| Payment to Refunded Bond Escrow Agent - Other Financing Use | <u>(52,178,789)</u>       |
| 2012 Capital Improvement Refunding Accounting Loss          | <u><u>(\$520,493)</u></u> |

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

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Although the refunding will result in the recognition of an accounting loss of \$520,493, the County in effect decreased its aggregated debt service payments by \$6,705,750 over the next ten years and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$6,001,881.

The County has entered into a contractual agreement for construction loans from the Ohio Water Development Authority (OWDA). Under the terms of this agreement, OWDA will reimburse, advance or directly pay the construction costs of the approved projects. OWDA will capitalize administrative costs and construction interest and then add them to the total amounts of the final loans. These loans will not have an accurate repayment schedule until the loans are finalized and, therefore, are not included in the schedule of future annual debt service requirements. The County is currently making payments based upon estimates. The balances of the loans are as follows:

|   | Outstanding<br>12/31/12 |
|---|-------------------------|
| CSO Improvements                                  | \$213,277               |
| Suffolk Estates Pump Station                      | 144,655                 |
| Woods Pump Station                                | 456,652                 |
| CSO Improvements/East 38th 40th Street            | 608,957                 |
| Fitch Road Sanitary Sewer                         | 1,230,645               |
| Echo Hills Wastewater Treatment Plant Elimination | 1,382,442               |
| Stearns and Cook Roads Sanitary Sewer             | 453,682                 |
| Cook Mackenzie Sanitary Sewer                     | 535,716                 |
| Thornapple Pump Station                           | 749,178                 |
| Sewer Repairs                                     | 2,009,223               |
| Fernhill Sewer Replacement                        | 1,318,155               |
| North Granger Sewer Replacement                   | 328,160                 |
| Dewey Road Pump Station                           | 2,036,308               |
| <i>Totals</i>                                     | \$11,467,050            |

The Ohio Revised Code provides that the net general obligation debt of the County, exclusive of certain exempt debt, issued without a vote of the electors shall never exceed one percent of the total assessed valuation of the County. The Code further provides that the total voted and unvoted net debt of the County less the same exempt debt shall never exceed a sum equal to 3 percent of the first \$100,000,000 of the assessed valuation, plus 1 1/2 percent of such valuation in excess of \$100,000,000 and not in excess of \$300,000,000, plus 2 1/2 percent of such valuation in excess of \$300,000,000.

The effects of the debt limitations described above at December 31, 2012, are an overall debt margin of \$524,699,531; and an unvoted debt margin of \$79,249,552.

Principal and interest requirements to retire the County's long-term obligations outstanding at December 31, 2012 are as follows:

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

**Governmental Activities**

|              | General Obligation Bonds |                     |                            |                    | Revenue Bonds        |                     |
|--------------|--------------------------|---------------------|----------------------------|--------------------|----------------------|---------------------|
|              | Serial and Term          |                     | Capital Appreciation Bonds |                    | Serial and Term      |                     |
|              | Principal                | Interest            | Principal                  | Interest           | Principal            | Interest            |
| 2013         | \$19,005,000             | \$10,429,666        | \$270,646                  | \$5,249,354        | \$23,185,000         | \$9,952,963         |
| 2014         | 17,570,000               | 9,798,875           | 0                          | 0                  | 25,150,000           | 9,156,924           |
| 2015         | 18,065,000               | 9,073,542           | 0                          | 0                  | 25,860,000           | 8,156,261           |
| 2016         | 17,710,000               | 8,375,294           | 0                          | 0                  | 26,910,000           | 7,033,409           |
| 2017         | 18,505,000               | 7,584,384           | 0                          | 0                  | 23,445,000           | 5,771,756           |
| 2018 - 2022  | 86,600,000               | 24,977,865          | 0                          | 0                  | 61,080,000           | 13,972,685          |
| 2023 - 2027  | 33,930,000               | 9,277,416           | 0                          | 0                  | 15,695,000           | 3,419,053           |
| 2028 - 2032  | 14,490,000               | 5,120,700           | 0                          | 0                  | 6,560,000            | 592,953             |
| 2032 - 2037  | 17,465,000               | 2,151,400           | 0                          | 0                  | 0                    | 0                   |
| <b>Total</b> | <b>\$243,340,000</b>     | <b>\$86,789,142</b> | <b>\$270,646</b>           | <b>\$5,249,354</b> | <b>\$207,885,000</b> | <b>\$58,056,004</b> |

|              | Recovery Zone Facility Bonds |                      | Loans              |                  | Notes              |                  |
|--------------|------------------------------|----------------------|--------------------|------------------|--------------------|------------------|
|              | Serial and Term              |                      | Principal          | Interest         | Principal          | Interest         |
|              | Principal                    | Interest             | Principal          | Interest         | Principal          | Interest         |
| 2013         | \$0                          | 9,999,156            | \$1,180,040        | \$126,286        | \$2,100,000        | \$139,680        |
| 2014         | 0                            | 9,999,156            | 1,198,706          | 107,622          | 3,100,000          | 98,940           |
| 2015         | 0                            | 9,999,156            | 1,217,931          | 88,395           | 2,000,000          | 38,800           |
| 2016         | 0                            | 9,999,156            | 1,237,741          | 68,586           | 0                  | 0                |
| 2017         | 0                            | 9,999,156            | 758,147            | 48,180           | 0                  | 0                |
| 2018 - 2022  | 83,325,000                   | 44,348,280           | 1,395,805          | 32,651           | 0                  | 0                |
| 2023 - 2027  | 116,910,000                  | 16,087,124           | 281,532            | 0                | 0                  | 0                |
| <b>Total</b> | <b>\$200,235,000</b>         | <b>\$110,431,184</b> | <b>\$7,269,902</b> | <b>\$471,720</b> | <b>\$7,200,000</b> | <b>\$277,420</b> |

|              | Recovery Zone Economic Development Bonds (RZEDBs) |                     | Build America Bonds (BABs) |                     | Subsidy               | Total                |
|--------------|---|---------------------|----------------------------|---------------------|-----------------------|----------------------|
|              | Serial and Term                                   |                     | Serial and Term            |                     |                       |                      |
|              | Principal   | Interest            | Principal                  | Interest            |                       |                      |
| 2013         | \$50,000  | 3,795,172           | \$50,000                   | \$2,555,172         | (\$2,598,460)         | \$3,851,884          |
| 2014         | 50,000  | 3,793,982           | 50,000                     | 2,553,982           | (2,597,507)           | 3,850,457            |
| 2015         | 50,000  | 3,792,415           | 50,000                     | 2,552,415           | (2,596,254)           | 3,848,576            |
| 2016         | 50,000  | 3,790,774           | 50,000                     | 2,550,774           | (2,594,940)           | 3,846,608            |
| 2017         | 50,000  | 3,788,863           | 50,000                     | 2,548,863           | (6,205,104)           | 232,622              |
| 2018 - 2022  | 250,000   | 18,909,284          | 265,000                    | 12,709,284          | (12,939,096)          | 19,194,472           |
| 2023 - 2027  | 31,210,000  | 18,253,807          | 11,545,000                 | 12,053,807          | (12,415,797)          | 60,646,817           |
| 2028 - 2032  | 21,285,000  | 6,948,452           | 21,905,000                 | 6,948,452           | (5,548,865)           | 51,538,039           |
| 2033 - 2034  | 9,630,000   | 889,261             | 9,905,000                  | 889,261             | (710,157)             | 20,603,365           |
| <b>Total</b> | <b>\$62,625,000</b>                               | <b>\$63,962,010</b> | <b>\$43,870,000</b>        | <b>\$45,362,010</b> | <b>(\$48,206,180)</b> | <b>\$167,612,840</b> |



**Cuyahoga County, Ohio**  
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***Business-Type Activities***

|             | General Obligation Bonds |                    | OWDA Loans         |                  | OPWC             |
|-------------|--------------------------|--------------------|--------------------|------------------|------------------|
|             | Principal                | Interest           | Principal          | Interest         | Loan             |
| 2013        | \$250,000                | \$157,820          | \$297,195          | \$65,177         | \$78,380         |
| 2014        | 265,000                  | 147,998            | 309,482            | 52,890           | 78,380           |
| 2015        | 270,000                  | 136,528            | 322,278            | 40,095           | 41,040           |
| 2016        | 285,000                  | 124,858            | 280,369            | 26,771           | 41,039           |
| 2017        | 295,000                  | 112,450            | 215,263            | 16,591           | 41,040           |
| 2018 - 2022 | 1,505,000                | 361,808            | 179,111            | 7,806            | 96,361           |
| 2023 - 2027 | 895,000                  | 72,600             | 69,583             | 1,406            | 59,053           |
| 2028 - 2031 | 0                        | 0                  | 0                  | 0                | 41,338           |
| Total       | <u>\$3,765,000</u>       | <u>\$1,114,062</u> | <u>\$1,673,281</u> | <u>\$210,736</u> | <u>\$476,631</u> |

**Note 20 - Leases**

***Operating Leases***

The County is the lessee in 52 operating lease agreements for various purposes. The aggregate annual rental payments under those agreements for 2012 totaled \$5,909,625. The terms of all of these agreements are for ten years or less.

The following is a schedule by years of minimum future rentals on the operating leases as of December 31, 2012:

| Year Ending December 31,     | Governmental<br>Funds | Internal<br>Service<br>Funds |
|------------------------------|-----------------------|------------------------------|
| 2013                         | \$4,730,520           | \$54,288                     |
| 2014                         | 3,871,257             | 49,764                       |
| 2015                         | 1,888,815             | 0                            |
| 2016                         | 1,220,195             | 0                            |
| 2017                         | 1,017,180             | 0                            |
| 2018 - 2020                  | <u>2,333,204</u>      | <u>0</u>                     |
| Total minimum lease payments | <u>\$15,061,171</u>   | <u>\$104,052</u>             |

***Capital Leases***

The County has entered into several lease agreements for various purposes. These lease obligations meet the criteria of a capital lease and have been recorded on the government-wide statements. The leases have been capitalized in the amount of \$54,435,053, the present value of the minimum lease payments at the inception of the lease in governmental activities.

**Cuyahoga County, Ohio**  
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The assets acquired through capital leases are as follows:

|  | Governmental<br>Funds |
|--|-----------------------|
| Land                                     | \$6,990,338           |
| Building                                 | 47,444,715            |
| Total Original Cost                      | 54,435,053            |
| Less: Accumulated Depreciation           | (16,717,144)          |
| Total Book Value as of December 31, 2012 | \$37,717,909          |

The following is a schedule of the future long-term minimum lease payments required under the capital lease and present value of the minimum lease payments is as follows:

| Year Ending December 31,                    | Governmental<br>Funds |
|---|-----------------------|
| 2013  | \$4,583,521           |
| 2014  | 4,319,813             |
| 2015  | 4,142,711             |
| 2016  | 4,160,266             |
| 2017  | 3,966,684             |
| 2018 - 2022                                 | 993,819               |
| 2023 - 2027                                 | 64,625                |
| 2028 - 2030                                 | 34,000                |
| Total                                       | 22,265,439            |
| Less: Amount Representing Interest          | (6,154,851)           |
| Present Value of Net Minimum Lease Payments | \$16,110,588          |

The County has entered into a contractual agreement for the construction of the Global Center for Health Innovation facility with MMPI Cleveland Development LLC (Developer). As this asset is still under construction, it is not included in the assets acquired through capital leases. Construction in progress for this building was \$359,814,512 at December 31, 2012. This lease will not have an accurate repayment schedule until the lease is finalized and, therefore, is not included in the schedule of future annual debt service requirements. The County paid \$19,010,763 on the lease during 2012 leaving a remaining balance of \$302,254,690 as December 31, 2012. See Note 5 for additional information on the Global Center for Health Innovation.

Capital lease payments have been reclassified and are reflected as debt service in the fund financial statements for the human services special revenue fund and the GCHI capital projects fund. These expenditures are reflected as program expenditures on a budgetary basis.

## **Note 21 - Risk Management**

### ***Health Insurance***

The County has elected to provide medical benefits (with respect to three of its medical plans) and its prescription drug plan through a self insured program. The maintenance of these benefits is accounted for in the self-funded hospitalization internal service fund. The County purchased excess coverage insurance (stop loss) policy with Sun Life Assurance Company of Canada. Incurred but not reported claims of \$4,820,283

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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have been accrued as a liability based on a review of January 2013 billings provided by the County Fiscal Officer's Office. The claims liability is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claims adjustment expenses. Management's expectation is the claims liability will be paid within one year. Changes in the fund's claims liability amounts for 2011 and 2012 were:

|      | Balance at<br>Beginning<br>of Year | Current Year<br>Claims | Claim<br>Payments | Balance at<br>End of Year |
|------|------------------------------------|------------------------|-------------------|---------------------------|
| 2011 | \$6,019,908                        | \$66,350,750           | \$61,411,697      | \$10,958,961              |
| 2012 | 10,958,961                         | 23,023,130             | 29,161,808        | 4,820,283                 |

***Property and Liability***

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2012, the County contracted with several insurance companies for insurance coverage as follows:

| Company/Type of Insurance  | Coverage      |
|--|---------------|
| FMGlobal/Factory Mutual Insurance Company<br>Property Insurance  | \$500,000,000 |
| Travelers Casualty & Surety Company of America<br>Crime and Dishonesty   | 1,000,000     |
| Travelers Indemnity Insurance Company<br>Excess Property Insurance   | 250,000       |
| US Liberty Insurance Company<br>Workforce Investment Board<br>Directors and Officer  | 1,000,000     |
| Lloyd's London<br>Force-Placed Builder's Risk<br>Liability   | 1,000,000     |
|  | 100,000       |
| Darwin Select Insurance Company<br>Community Based Correctional Facility Governing Board<br>E&O/EPL Professional Liability | 1,000,000     |

Settled claims have not exceeded coverage in any of the last three years and there was no significant reduction in coverage from the prior year.

***Workers' Compensation***

The County participates in the State Workers' Compensation retrospective rating and payment system. Once the County receives notice of the 2012 claims paid by the Bureau of Workers' Compensation, the County will reimburse the State for claims paid on the County's behalf. The payable is reclassified from claims payable to intergovernmental payable. This plan involves the payment of a minimum premium for administrative services and stop-loss coverage in addition to the actual claim costs for employees injured in 2012. The maintenance of these benefits is accounted for in the Workers' Compensation internal service fund.

**Cuyahoga County, Ohio**  
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Incurred but not reported claims and premium of \$9,663,761 have been accrued as a liability at December 31, 2012, based on an estimate by the County Fiscal Officer's Office and the Bureau of Workers' Compensation. The claims liability reported in the workers' compensation internal service fund at December 31, 2012, is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claims adjustment expenses. Management's expectation is the claims liability will be paid within one year. Changes in the fund's intergovernmental and claims liability amounts for 2011 and 2012 were:

|      | Balance at<br>Beginning<br>of Year | Current Year<br>Claims | Claim<br>Payments | Balance at<br>End of Year |
|------|------------------------------------|------------------------|-------------------|---------------------------|
| 2011 | \$9,788,937                        | \$1,609,523            | \$2,724,333       | \$8,674,127               |
| 2012 | 8,674,127                          | 5,093,881              | 4,104,247         | 9,663,761                 |

**Note 22 – Significant Commitments**

*Contractual Commitments*

At December 31, 2012, the County's significant contractual commitments consisted of the following:

| Project                               | Contract<br>Amount  | Amount<br>Paid      | Remaining<br>on Contract |
|---------------------------------------|---------------------|---------------------|--------------------------|
| <b>Road and Bridge Projects</b>       |                     |                     |                          |
| Columbus Lift Bridge                  | \$30,323,619        | \$4,141,887         | \$26,181,732             |
| East 105th and MLK Boulevard          | 6,957,015           | 167,731             | 6,789,284                |
| Barrett Road                          | 2,321,157           | 658,231             | 1,662,926                |
| Snow and Rockside Road                | 3,212,023           | 2,086,292           | 1,125,731                |
| Stumph Road                           | 6,696,971           | 5,840,813           | 856,158                  |
| Fitch Road                            | 4,954,904           | 4,402,922           | 551,982                  |
| Noble Road                            | 1,314,468           | 949,693             | 364,775                  |
| Prospect Culvert                      | 806,848             | 483,434             | 323,414                  |
| Eastland Road                         | 18,000,000          | 17,906,142          | 93,858                   |
| <b>Total Road and Bridge Projects</b> | <b>74,587,005</b>   | <b>36,637,145</b>   | <b>37,949,860</b>        |
| <b>Sanitary Sewer Projects</b>        |                     |                     |                          |
| Sewer and Lateral Repairs             | 4,519,439           | 3,028,237           | 1,491,202                |
| Dewey Road Pump Station               | 2,308,050           | 2,103,909           | 204,141                  |
| Jefferson Lining                      | 360,460             | 237,735             | 122,725                  |
| Grannis Thraves                       | 378,993             | 340,428             | 38,565                   |
| Sewer Lining and Rehabilitation       | 2,342,158           | 2,325,865           | 16,293                   |
| Pump Station Rehabilitation           | 462,440             | 415,463             | 46,977                   |
| <b>Total Sanitary Sewer Projects</b>  | <b>10,371,540</b>   | <b>8,451,637</b>    | <b>1,919,903</b>         |
| <b>Total Contractual Commitments</b>  | <b>\$84,958,545</b> | <b>\$45,088,782</b> | <b>\$39,869,763</b>      |

Remaining commitment amounts were encumbered at year end.

**Cuyahoga County, Ohio**  
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***Encumbrances***

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

|  |                             |
|--|-----------------------------|
| Governmental Funds                         |                             |
| General                                    | \$11,457,616                |
| Human Services                             | 34,943,754                  |
| Health and Human Services Levy             | 6,976,776                   |
| County Board of Developmental Disabilities | 7,283,809                   |
| Other Governmental Funds                   | <u>156,441,579</u>          |
| Total Governmental Funds                   | <u>217,103,534</u>          |
| Proprietary Funds                          |                             |
| Sanitary Sewer                             | 7,354,300                   |
| Other Enterprise Funds                     | 830,256                     |
| Internal Service Funds                     | <u>23,150,819</u>           |
| Total Proprietary Funds                    | <u>31,335,375</u>           |
| Total                                      | <u><u>\$248,438,909</u></u> |

**Note 23 - Related Organizations**

***Cuyahoga County Public Library (the Library)***

The Cuyahoga County Executive and the Common Pleas Judges appoints the seven member Board of Trustees for the Library. Appointments are for seven year terms and members serve without compensation. The Library determines and operates its own budget. Control and management of the Library is governed by sections 3375.33 to 3375.39 of the Ohio Revised Code. The Library provides no financial benefit to or burden on the County.

***Cleveland Metropolitan Park District (the District)***

The County Probate Court appoints the three member Board of Park Commissioners for the District. Appointments are for three year terms. The District is dedicated to the conservation of natural resources and wildlife, while providing various recreational facilities and services. These activities are directly controlled by the Board of Park Commissioners through the budgetary process. The District provides no financial benefit to or burden on the County.

***Cuyahoga County Arts and Culture District (the District)***

The District receives its funding from a voted thirty-cent tax upon a pack of cigarettes. The tax was approved in November 2006 and was effective February 2007 for period of ten years. The District is responsible for granting the tax proceeds to support the operating or capital expenses of arts or cultural organizations. The District is a legally separate organization that began operating in 2007. The County does appoint the voting majority of the Board of the District but is not able to impose its will. The District provides no financial benefit to or burden on the County.

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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***Cuyahoga County Land Bank (the Land Bank)***

The Land Bank receives its funding from interest and penalty on current delinquent property taxes which is used for its operations and to pay for principal and interest on debt issued by the Land Bank. The Land Bank also receives grant monies to operate. The Land Bank was created to demolish condemned structures and maintain the property on abandoned parcels. The land is held until it can be used for productive purposes. The Land Bank is a legally separate nonprofit corporation that began operating in 2009. While the County can appoint a voting majority of the Board, certain members are subject to approval of the majority of the chief executive officers of all municipal corporations. The County is therefore not able to impose its will, and the Land Bank provides no financial benefit to or burden on the County.

***Cuyahoga Community College (the College)***

The Cuyahoga County Executive appoints the majority of the nine member Board (six Trustees with the remaining three being appointed by the Governor). The College is an institution of higher education and is legally separate and fiscally independent of other State and local governments. The College has no financial benefit/burden relationship with the County.

**Note 24 - Jointly Governed Organizations**

***Northeast Ohio Areawide Coordinating Agency***

Northeast Ohio Areawide Coordinating Agency (NOACA) was created by the County Commissioners of Cuyahoga, Lake, Lorain and Medina Counties and is responsible for transportation and environmental planning in the five county region. NOACA is controlled by 44 members including the following four members from Cuyahoga County - the County Executive, the Director of Public Works, a County Executive Appointee, and a County Council Member. The board exercises total control over the operation of the corporation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the board. In 2012, the County contributed \$174,259, which represents 25 percent of total contributions.

***North East Ohio Network (N.E.O.N.)***

N.E.O.N. is a council of governments formed to provide a regional effort in administering, managing and operating programs for certain individuals with developmental disabilities. Participating counties include Cuyahoga, Ashland, Columbiana, Geauga, Lorain, Lake, Mahoning, Medina, Portage, Richland, Stark, Summit, Trumbull and Wayne Counties. N.E.O.N.'s operation is controlled by their board, which is comprised of the superintendents of the Board of Developmental Disabilities of each participating county. Each participant's degree of control is limited to its representation on the Board. N.E.O.N. adopts its own budget, authorized expenditures and hires and fires its own staff. During 2012, N.E.O.N. received funds from various sources and generates additional revenue from providing services such as MUI investigative services, monitoring consumer's personal funds, provider compliance reviews, independent provider training, satisfaction survey mailings, and family support program administration. The board exercises total control over the operation of the corporation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the board. In 2012, the County did not make a contribution.

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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***Gateway Economic Development Corporation of Greater Cleveland (Gateway)***

In 1990, the County, the City of Cleveland and Gateway Economic Development Corporation of Greater Cleveland (Gateway) entered into a three party agreement which authorized Gateway to construct, own and provide for the operation of a sports facility which included a baseball stadium, an arena and a joint development site. Gateway was incorporated on May 31, 1990 and is a not-for-profit corporation legally separate from any other entity. The five-member board consists of two members appointed by the City, two members appointed by the County Executive and one by the President of the County Council with concurrence of the Mayor of the City of Cleveland. Each participant's degree of control is limited to its representation on the Board. Gateway adopts its own budget, authorized expenditures and hires and fires its own staff.

The County and Gateway also entered into a revolving loan agreement whereby the County agreed to issue bonds and loan the bond proceeds to Gateway to pay arena construction costs. As part of this agreement, the County issued taxable Economic Development Revenue Bonds of \$75 million on September 24, 1992 and \$45 million on February 1, 1994. In February 2004, the County refinanced the 1992 variable rate Gateway Economic Development Bonds. In 2010, the County refinanced the 1994 Gateway Economic Development Bonds and the variable rate 2004B Gateway Arena Project Series Refunding Bonds.

The County, Gateway and Positively Cleveland (formerly the Convention and Visitors Bureau of Greater Cleveland) entered into a cooperative agreement on September 15, 1992, which included a provision that allowed a credit to be given to Gateway for the incremental amount Positively Cleveland receives from the County Transient Occupancy Tax to use as payment to the County for the bonds issued. This agreement was amended on December 22, 1998 to redefine the annual incremental credit and to provide for the deposit by Positively Cleveland for the years 1994 through 1998. The County received \$1 million from this agreement during the year ended December 31, 1999. The County received \$.2 million during each subsequent year, until 2008 when it increased to \$1.4 million, subject to certain adjustments.

The County currently guarantees the repayment of \$12.2 million of bonded debt of Gateway. This amount represents the outstanding par amount of Stadium Revenue Bonds, the original outstanding amount of which was \$31 million. As of December 31, 2012, the outstanding balance on this Gateway bond guarantee, including future interest payments, was \$10 million (payable through September 15, 2014). The County has not been required to make any payments on behalf of the Gateway bonds. In September 2004, Gateway refinanced the Stadium Revenue Bonds.

Although the County believes that the revenue sources that secure the repayment of the revenue bonds the County has guaranteed will be adequate to provide for the future debt service requirements under the bonds, if Gateway was to become insolvent, the impact on the County's future financial condition and operations cannot presently be determined because of uncertainties regarding the amount of Gateway's future operational cash needs and the extent (if any) of the County's funding of such needs.

***Western Reserve Area Agency on Aging (Area Agency)***

Area Agency is responsible for planning, coordinating and administering state and federal funded programs and services for older adults. It is one of twelve regional area agencies on aging designated by the Ohio Department of Aging as authorized by the federal Older Americans Act. The eighteen-member board consists of four members appointed by Cuyahoga County, one member apiece appointed by the Counties of Geauga, Medina, Lake and Lorain and ten at large appointees. The board exercises total control over the operation of the corporation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the board.

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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***Cleveland-Cuyahoga County Port Authority (Port Authority)***

The Port Authority was created under the Ohio Revised Code. The Port Authority conducts port operations and economic development activities. The nine-member Board of Directors consists of three appointed by the Cuyahoga County Executive and six appointed by the City of Cleveland. The board exercises total control over the operation of the corporation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the board.

***Greater Cleveland Regional Transit Authority (Authority)***

The Authority is an independent, special purpose political subdivision of the State of Ohio with powers derived from Sections 306.30 through 306.71 of the Ohio Revised Code. The Authority has territorial boundaries and jurisdiction coextensive with the territorial boundaries of Cuyahoga County. The Authority was created on December 30, 1974, by ordinance of the Council of the City of Cleveland and by resolution of the Board of County Commissioners of Cuyahoga County, and became operational on September 5, 1975. Under Ohio law, the Authority is authorized to levy a sales and use tax for transit purposes, including both capital improvement and operating expenses upon approval by a majority of the electorate residing within the territorial boundaries of the Authority. On July 22, 1975, the voters of the County approved a 1 percent sales and use tax with no limit on its duration. The Authority is managed by a ten-member Board of Trustees and provides directly, or under contract, virtually all mass transportation within the County. Of its ten member board, four of the members are appointed by the Mayor of the City of Cleveland with the consent of City Council; three members, one of whom must reside in the City of Cleveland, are appointed by the County Executive; the remaining three members are elected by an association of suburban mayors, city managers, and township trustees. None of the participating governments appoints a majority of the Authority's board and none has an ongoing financial interest or responsibility. None of the participating governments provided any significant financial transactions with the Authority during 2012. Each participant's degree of control is limited to its representation on the board. The board exercises total control over the operation of the corporation including budgeting, appropriating, contracting and designating management.

***Northeast Ohio Regional Sewer District (District)***

The District, a political subdivision of the State of Ohio, was created by Order of the Cuyahoga County Court of Common Pleas and commenced operations on July 18, 1972, under statutory provisions of the Ohio Revised Code. The District provides wastewater treatment and interceptor sewer facilities for the region comprised of the City of Cleveland and 61 suburban communities. The District is governed by its Board of Trustees. The Board consists of seven members - each of whom serves a five-year term - who are appointed as follows: (i) two by the Mayor of the City of Cleveland; (ii) two by council of governments (the "Suburban Council") comprised of representatives of all the suburban communities served by the system; (iii) one by the Cuyahoga County Executive; (iv) one by the appointing authority of the sub-district with the greatest sewage flow (currently the Mayor of the City of Cleveland); (v) and one by the appointing authority of the sub-district with the greatest population (currently the Suburban Council). Accordingly, the Mayor of the City of Cleveland and Suburban Council each currently appoint three members of the Board. The annual budget is submitted to Cuyahoga County for informational purposes only and does not require its approval. Each participant's degree of control is limited to its representation on the board. The board exercises total control over the operation of the corporation including budgeting, appropriating, contracting and designating management.



**Cuyahoga County, Ohio**  
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**Note 25 – Community Learning Center**

On December 1, 2012, the County entered into a cooperative agreement for the use of the Community Learning Center (the Center) with the Village of Highland Hills (the Village). The initial term of this agreement commenced on the date of the agreement and terminates on December 31, 2025. The Village will have priority use of the Center. The County will have use of the Center at such times to meet the governmental and civic needs of the County. In each calendar year during the term of this Agreement, the County shall have the right of use of the Community Center as follows: (i) County Council Meeting (as the site of one regular or special meeting of the County Council), (ii) County Council District 9 Meetings (as the site of not more than four public meeting of County Council District 9), (iii) Local Permit and License Sales (for the purpose of the local sale of County permits and licenses, on not more than two calendar days), and (iv) County Community Events

The Village is and shall remain the record owner of the Center. The County will report its right to use the Center as an intangible asset.

On December 1, 2012, the County issued \$1,725,000 in general obligations bonds as part of 2012A Various Purpose Bonds (County Bonds) to provide for the defeasance of the Village Bonds and, as its contribution to the cooperative venture between the County and the Village with respect to the Community Center. The Village covenants to contribute and transfer to the County in each year from 2013 through 2025 or until the County Bonds (or any bonds issued by the County to refund the County Bonds) are fully paid, whichever shall come first, an amount equal to debt charges due on the County Bonds in that calendar year.

**Note 26 - Related Party Transactions**

During 2012, Cuyahoga County provided \$36,080,000 for the general operations of The MetroHealth System, a discretely presented component unit of Cuyahoga County.

**Note 27 – Subsequent Events**

***Property Tax Levy***

On November 5, 2013, the County passed a 3.9 mill operating levy, designated for health and human services. The levy is for five years.

***Bond Rating***

In October 2013, Standard & Poor's completed a review of the County's bond rating utilizing Standard & Poor's new rating process. The County's rating for its general obligation debt was downgraded from "AA+" to "AA" and the rating on its revenue bonds was also downgraded from "AA" to "AA-."

***Loan Issuances***

On July 9, 2013, Resolution #2013-0090, a resolution authorizing a loan in the amount not to exceed \$1,500,000.00 to 1717 East 9th LLC for acquisition, renovation, construction and conversion of the East Ohio Gas Building and parking garage to a mixed-use residential complex; authorizing the Deputy Chief of Staff of Development or Director of Development to execute all documents consistent with said loan and this Resolution; and declaring the necessity that this Resolution become immediately effective.

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On July 9, 2013, Resolution #2013-0091, a Resolution authorizing a loan in the amount not to exceed \$1,500,000.00 to Flats East Development, LLC for construction of residential and retail components of the Flats East Bank Neighborhood Project – Phase II; authorizing the Deputy Chief of Staff of Development or Director of Development to execute all documents consistent with said loan and this Resolution; and declaring the necessity that this Resolution become immediately effective

***County Debt Issuances***

On July 9, 2013, Resolution #2013-0093, a resolution authorizing the issuance and sale of County of Cuyahoga, Ohio Taxable Economic Development Revenue Bonds, Series 2013 (Flats East Development, LLC Project) in a principal amount not to exceed \$17,000,000 for the purpose of assisting in financing the costs of a “Project” within the meaning of Chapter 165, Ohio Revised Code, paying capitalized interest, funding a debt service reserve fund and paying costs of issuance; providing for a guaranty for the payment of such bonds; authorizing the execution of various documents required in connection with said bond issuance and authorizing and approving related matters; and declaring that this Resolution become immediately effective.

**Note 28 - The MetroHealth System (Dollars in Thousands)**

The component unit financial data report in the financial statements includes MetroHealth System and all of its component units. Certain of the following MetroHealth System note disclosures do not include the MetroHealth System’s component unit information.

***Significant Accounting Policies***

***Reporting Entity*** The MetroHealth System (the System) is the public health care system for Cuyahoga County, Ohio (the County). The financial statements include the MetroHealth Medical Center, a short-term acute care and long-term rehabilitation facility; Broadway Medical Offices, Buckeye Health Center and MetroHealth outpatient community health facilities; MetroHealth Centers for Skilled Nursing Care, consisting of the Old Brooklyn Nursing Facility and the Elisabeth Severance Prentiss Center for Skilled Nursing Care; and several urban and suburban primary care health sites. All significant inter-entity transactions have been eliminated in the financial statements.

The Old Brooklyn Nursing Facility (144 beds) was closed effective December 14, 2011. In 2012, the System sold 91 bed licenses for \$1,247 and the remaining 53 licenses were sold in early 2013 for \$668. The building has been converted for use as a rehabilitation facility.

The System is organized and operated by its board of county hospital trustees (the Board) pursuant to Chapter 339 of the Ohio Revised Code. Until 2010, members of the Board were jointly appointed by the Board of County Commissioners of the County, and the senior judges of the probate and Common Pleas Courts of the County. Effective January 2011, the County voters have established a new form of government by charter (the Charter). Under the Charter, future members of the Board are appointed by the County Executive together with the senior judges of the Probate and Common Pleas Courts of the County, subject to confirmation by the County Council.

***Discretely Presented Component Unit*** The component unit column in the entity-wide financial statements identifies the financial data of the System’s component unit, the Metrohealth Foundation, Inc. (Foundation).

***Metrohealth Foundation, Inc.*** The Metrohealth Foundation, Inc. (the “Foundation”) is a legally separate entity. The Foundation is a not-for-profit organization supporting the System. The Foundation acts primarily as a fundraising organization to supplement the resources that are

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available to the System in support of its programs. Although the System does not control the timing or the amount of receipts from the Foundation, the majority of resources, or income thereon, which the Foundation holds and invests, is restricted to support the System. Because these restricted resources held by the Foundation can only be used by, or for the benefit of the System, it is considered a component unit of the System. Complete financial statements of the Foundation can be obtained by writing to the MetroHealth Foundation, 2500 MetroHealth Drive, Cleveland, Ohio 44109.

In addition, MHS Holdings LLC and MHS Purchasing LLC are presented as a blended entity component unit whose financial activity is included with the activities of the System.

***Basis of Accounting*** The System is accounted for as a proprietary fund (enterprise fund) using the flow of economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and all liabilities associated with the operation of the System are included on the statement of net position. Revenue is recognized in the period in which it is earned and expenses are recognized in the period in which incurred.

***Use of Estimates*** The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenue and expenses during the reporting period. Actual results could differ from those estimates.

***Net Patient Service Revenue*** Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors, estimated allowances for uncollectible accounts and uncompensated care allowances. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods, as final settlements are determined. Net patient service revenue is reported net of contractual and retroactive adjustments of \$1,099,993 and provisions for uncollectible accounts of \$89,965 in 2012.

The System has agreements with third-party payors that provide for payment at amounts different from established charge rates. A summary of the basis of payment by major third-party payors follows:

***Medicare and Medicaid*** Inpatient acute care services rendered to Medicare and Medicaid program beneficiaries and Medicare capital costs are paid at prospectively determined rates-per-discharge. These rates vary according to a patient classification system that is based on clinical, diagnostic, and other factors. As an academic medical center, medical education payments in addition to disproportionate share entitlements are received from Medicare and Medicaid. Medicare utilizes a prospective payment system for inpatient rehabilitation services and psychiatric services. Effective October 1, 2010, the System no longer participates in the Medicare Periodic Interim Payment (PIP) system.

Medicare outpatient claims are reimbursed under the Ambulatory Payment Classification based prospective payment system. The payments are based on patient assessment date classifying patients into one of the Medicare Ambulatory Payment Classifications. Inpatient rehabilitation and psychiatric and services are reimbursed at a prospectively determined per diem rate. Certain outpatient services related to Medicare beneficiaries and capital costs for Medicaid beneficiaries are reimbursed based on a cost-based methodology subject to certain limitations. The System is reimbursed for cost reimbursable items at tentative rates with final settlement determined after submission of annual cost reports by the System and audits thereof by the Medicare and Medicaid fiscal intermediaries. The System's classification of patients under the Medicare and Medicaid programs and the appropriateness of their admission are subject to an independent review.

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Differences between the estimated amounts accrued at interim and final settlements are reported in the statement of activities in the year of settlement. The System recorded a favorable adjustment of \$9,975 in 2012 due to prior year retroactive adjustments to amounts previously estimated and changes in estimates. The 2012 amount recorded for retroactive adjustments includes a change in estimate of \$4,000 related to a nationwide settlement with the Centers for Medicare and Medicaid Services (CMS) resulting from an error in the Rural Budget Neutrality adjustment factor used in 1998.

Net revenue from the Medicare and Medicaid programs accounted for approximately 27 percent and 27 percent, respectively, of the System's net patient service revenue for the year ended December 31, 2012. Laws and regulations governing the Medicare and Medicaid programs are complex and subject to interpretation. Compliance with such laws and regulations can be subject to future government review and interpretation as well as significant regulatory action including fines, penalties and exclusion from the Medicare and Medicaid programs. As a result, there is at least a reasonable possibility that recorded estimates could change by a material amount in the near term. Management believes that adequate provision has been made in the financial statements for any adjustments that may result from final settlements.

***Centers for Medicare and Medicaid Services Recovery Audit Contractor Program*** Congress passed the Medicare Modernization Act in 2003, which among other things established a three-year demonstration of the Medicare Recovery Audit Contractor (RAC) program. The RAC's identified and corrected a significant amount of improper overpayments to providers. In 2006, Congress passed the Tax Relief and Health Care Act of 2006 which authorized the expansion of the RAC program to all 50 states by 2010. The Centers for Medicare and Medicaid Services (CMS) is in the process of rolling out this program nationally.

***Other payors*** The System has also entered into payment agreements with certain commercial insurance carriers, health maintenance organizations and preferred provider organizations. The basis for payment under these agreements includes prospectively-determined rates-per-discharge, discounts from established charges and prospectively-determine per diem rates.

***Upper payment limit*** In September 2001, the State of Ohio Supplemental Upper Payment Limit program for Public Systems (UPL) was approved by the CMS. This program provides access to available federal funding up to 100 percent of the Medicare upper payment limits for inpatient hospital services rendered by Ohio Public Hospitals to Ohio Medicaid consumers. The State of Ohio fiscal year 2010/2011 budget also included an expansion of the UPL program to outpatient services for the first time. The System received \$2,367 in outpatient UPL payments in 2012. At December 31, 2012, \$8,351 was due to the System and recorded on the statement of net position in other receivables. The net amount recorded in net patient service revenue for UPL by the System was \$31,334 in 2012. The State of Ohio discontinued the Program's required contributing match for participants as of June 30, 2009. Effective July 1, 2009, the State began assessing a franchise fee to hospitals to fund healthcare programs, including the UPL program. The System incurred a franchise fee expense of \$10,161 in 2012 and recorded the amounts as operating expenses in the statement of activities. The System's franchise fee liability payable to the State of Ohio at December 31, 2012 was \$5,403 and is recorded on the statement of net position in other liabilities.

***Disproportionate share*** As a public health care provider, the System renders services to residents of the County and others regardless of ability to pay. The System is classified as a disproportionate share provider by the Medicare and Medicaid programs due to the volume of low-income patients it serves. Accordingly, the System receives additional payments from these programs as a result of this status totaling \$45,656 in 2012 (including Hospital Care Assurance (HCAP) of \$33,399) which are included in net patient service revenue. HCAP amounts are presented net of amounts received and assessments paid by the System. The System received \$33,424 and paid \$3,486 in 2012. The System also provides major trauma services to the region. The ability to continue these levels of service and programs is contingent upon the various continued funding sources.

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**Charity Care** Throughout the admission, billing and collection processes, certain patients are identified by the System as qualifying for charity care. The System provides care to these patients without charge or at amounts less than its established rates. The charges foregone for charity care provided by the System, totaling \$267,840, which represents 12.9 percent of gross charges in 2012, are not reported as revenue. The System accepts certain indigent Ohio residents and all residents from the County regardless of their ability to pay.

**Medicare and Medicaid Electronic Health Records (EHR) Incentive Programs** The American Recovery and Reinvestment Act of 2009 provides for Medicare and Medicaid Incentive Programs beginning in Federal fiscal year 2011 for eligible acute care hospitals that are meaningful users of certified EHR technology, as defined by the Federal Register. The System has implemented certified EHR technology that has enabled it to demonstrate its meaningful use and to qualify for the incentive programs. The initial incentive payments received for both the Medicare and Medicaid EHR incentive programs are estimates based upon data from prior year's cost reports. The final settlements will be determined after the submission of the current annual cost reports and subsequent audits by the fiscal intermediary. The EHR Incentive Programs are expected to continue through September 30, 2014, and the incentive payments will be calculated annually. After that date, hospitals that are not meaningful users or certified users of EHR technology will be subjected to a potential decrease in their Medicare and Medicaid payments. The System accounts for EHR Incentive funds using the grant accounting model. EHR Incentive funds are included in other revenue in the accompanying Statements of Revenues, Expenses and Changes in Net Position and related receivables are included in other receivables in the accompanying Statements of Net Position. The System successfully registered for the hospital Ohio Medicaid EHR Incentive Program and completed the attestation process in July, 2011. As of December 31, 2012, the System has recorded \$2,622 for Medicaid EHR incentive. At December 31, 2012, the related receivables are \$0.

The System successfully registered for the hospital Medicare EHR Incentive Program in July, 2011. The System completed the attestation process on September 6, 2012 after demonstrating the ninety days of continuous use as a meaningful user. During the year ended December 31, 2012, the System recorded Medicare EHR revenue of \$2,170, and had a related receivable of \$0.

The System successfully registered the hospital physicians, on an individual basis, for the Ohio Medicaid and Medicare EHR Incentive Program and completed the attestation process at various points during 2011 and 2012. As of December 31, 2012, the System has recorded \$3,672 for Medicaid EHR incentive. During the year ended December 31, 2012, the System recorded Medicare EHR revenue and receivable of \$518. At December 31, 2012, the related receivables for Medicaid EHR and Medicare EHR are \$332 and \$518, respectively.

**Grants** The System receives financial assistance from federal and state agencies in the United States in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Other such audits could be undertaken by federal and state granting agencies and result in the disallowance of claims and expenditures; however, in the opinion of management, any such disallowed claims or expenditures will not have a material effect on the overall financial position of the System.

**Pooled Cash and Cash Equivalents** The System only considers cash in its commercial checking accounts as "equity in pooled cash and cash equivalents." Funds in the System's savings/money market accounts are considered "investments." Cash and cash equivalents are stated at cost which is equivalent to fair value.

**Supplies** Medical supplies are stated at the lower of cost or market value on a first-in first-out basis. Pharmaceutical supplies are stated at the lower of cost or market on a first-in first-out basis.

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**Investments** Unrealized gains and losses on investments are included in net investment income in the statement of activities.

The System pools certain of its investments for investment purposes. Investment income for these pooled investments is allocated to the proper investment classification based on each investment's fair value to the total fair value of all pooled investments.

The net realized (loss) gain on investments of (\$469) in 2012 is the difference between the proceeds received and the amortized cost of investments sold and is included in net investment income (loss) in the statement of activities.

**Restricted Assets** Restricted assets are cash and cash equivalents and investments whose use is limited by legal requirements. Investments under bond indenture agreements represent amounts required by debt instruments to pay bond principal and interest and approved projects. Restricted cash and cash equivalents and special purpose investments represent monies received from donors or grantors to be used for specific purposes, primarily research. The System has elected to use restricted assets before unrestricted assets when an expense is incurred for a purpose for which both resources are available.

**Fundraising Revenues** Gifts, grants and program income result from fundraising activities of the Foundation. Though donations are solicited for the Foundation, donors occasionally make their gifts directly to the System.

**Contributions** The Foundation recognizes contributions as revenue in the period in which the pledge (promise to give) is received. The Foundation recognizes donated services as contributions if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation.

**Annuity Payment Obligations** The Foundation has entered into gift annuity agreements which include provisions requiring the Foundation to pay periodic fixed payments to beneficiaries during their lifetimes. Charitable gift annuities differ from other charitable giving options in that the annuity is a general obligation of the Foundation. Accordingly, if the assets of the gift are exhausted as a result of required payments to beneficiaries, unrestricted assets of the Foundation will be utilized to fund future payments.

**Income Taxes** The Foundation is an Ohio nonprofit corporation and was granted tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and is exempt from income tax on related income pursuant to Section 501(a) of the Code. The Foundation is required to pay taxes on unrelated business income earned by the Foundation.

**Capital Assets** Capital assets are stated at cost and contributed capital assets are stated at their fair value at the date of contribution. Expenditures for equipment must exceed \$1 per unit and expenditures for renovations must exceed \$10 in order from them to be capitalized. Expenditures that substantially increase the useful lives of existing assets are capitalized. Routine maintenance and repairs are expensed as incurred. Depreciation and amortization of assets recorded under capital lease (straight-line method) are provided in amounts sufficient to amortize the cost of the related assets over their estimated useful lives. The following are the most commonly used estimated useful lives:

|                       |               |
|-----------------------|---------------|
| Buildings             | 25 - 40 Years |
| Building Improvements | 5 - 20 Years  |
| Equipment             | 3 - 15 Years  |
| Land Improvements     | 5 - 15 Years  |
| Vehicles              | 4 Years       |

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The asset and accumulated depreciation are removed from the related accounts when the asset is disposed. Any income or loss resulting from this disposal is recorded in the statement of activities.

**Net Position** The System classifies its net position into three categories as follows:

*Net Investment in Capital Assets* – consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds and other debt that are attributable to the acquisition, construction or improvement of those assets.

*Restricted Net Position* – result when constraints placed on the net position use are either externally imposed by creditors, grantors, contributors and the like, or imposed by law through constitutional provisions or enabling legislation.

*Unrestricted Net Position* – consist of all other assets that do not meet the criteria above.

**Bond Discounts and Bond Issuance Costs** Deferred financing costs represent debt issuance expenditures on long-term debt obligations and are amortized over the period the bonds are outstanding on a straight-line basis. The amortization for deferred bond financing costs was \$163 in 2012. Amortization expense related to bond discounts was \$17 in 2012. These amounts are included in interest expense in the statement of activities. Accounting guidance requires amounts to be amortized utilizing the effective interest method. The difference between the two amortization methods is immaterial to the financial statements.

**Cost of Borrowing** Interest costs incurred on debt during the construction or acquisition of assets capitalized as a component of the cost of acquiring those assets. Capitalized interest of \$170 was recorded in construction in progress as opposed to interest expense for 2012. Construction in progress is transferred to capital assets when assets are substantially completed and amortization of capitalized interest is accounted for in the same manner as other components of assets cost and included in depreciation expense. The System has entered into various interest-rate swap agreements. The interest-rate swap agreements are carried at fair value in the balance sheets. These derivative instruments are not effective hedging instruments; therefore, gains and losses are recognized in the statement of activities during the period of change as adjustments to investment income on the related debt.

**Concentrations of Credit Risk** Financial instruments that potentially subject the System to concentrations of credit risk consist principally of cash and cash equivalents, patient accounts receivable and investments.

The system places its cash and cash equivalents with high credit quality financial institutions. The System's investments include money market funds, U.S. Treasury bills and notes, U.S. agency obligations, commercial paper and corporate bonds.

Concentration of credit risk relating to patient accounts receivable is limited to some extent by the diversity and number of the System's patients and payors. Patient accounts receivable consist of amounts due from government programs, commercial insurance companies, private pay patients and other group insurance programs. Excluding governmental programs, no payor source represents more than 10 percent of the System's patient accounts receivable. The System maintains an allowance for losses based on the expected collectability of patient accounts receivable.

***Deposits and Investments***

**Deposits** All monies deposited to the System's banks or trust companies designated by the Board of Trustees. Funds not needed for immediate expenditure may be deposited in interest bearing or non-interest bearing accounts.

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*Custodial Credit Risk* Custodial credit risk is the risk that, in the event of bank failure, the System’s deposits might not be recovered. The FDIC increased insurance through December 31, 2013 for funds held in interest bearing accounts from \$100 to \$250 per depositor per category of legal ownership. The System’s investment policy does not address custodial credit risk.

The System’s bank deposits at December 31, 2012 totaled \$19,672 and were subject to the following categories of custodial credit risk:

|  |          |
|--|----------|
| Uncollateralized   | \$19,373 |
| Collateralized with securities held by the pledging institution's trust department, but not in the System's name | 49       |
| Total amount subject to custodial risk   | 19,422   |
| Amount insured   | 250      |
| Total bank balances  | \$19,672 |

**Investments** The System’s investment policy authorizes the System to invest in the following investments:

- Securities and obligations of the US Treasury and other federal agencies or instrumentalities.
- Time certificates of deposit or savings accounts and deposit accounts.
- Municipal and state bonds
- No-loan money market mutual funds investing in items listed above.
- Commercial paper that constitutes unsecured short-term debt on an entity defined in Division (D) of Section 1705.01 of the Ohio Revised Code and matures no later than 270 days from purchase date, the aggregate value of the commercial paper does not exceed ten percent of the aggregate value of the outstanding paper of the entity, the paper is rated by at least two nationally recognized standard rating services (NRSRS) and is rated in the highest classification and the entity has assets exceeding five hundred million dollars.
- Bankers acceptances that mature no later than 180 days from purchase, the obligations are eligible for purchase by the Federal Reserve System, the issuer has a minimum “AA” long-term debt rating by a majority of NRSRS agencies and any single obligation will not exceed five percent of the System’s total average portfolio.
- Notes issued by corporations incorporated in the United States and operating in the United States and the notes are rated in the second highest or higher category by at least two NRSRS at the time of purchase, mature in two years or less from the date of purchase and cannot exceed 15 percent of the System’s total average portfolio.
- No loan money market mutual funds rated in the highest category at the time of purchase by at least one NRSRS and consisting exclusively of obligations in the US Treasury and other federal agencies or instrumentalities and commercial paper listed above.

*Derivative instruments* In previous periods, the System entered into two separate and distinct interest rate swap agreements (“Swaps”) with two counter-parties. The Swaps have notional amounts, maturity schedules and other features that match the System’s two series of underlying variable rate demand bonds. The Swaps obligate the System to make fixed rate payments to the counter-parties and obligate the counter-parties to make variable-rate payments to the System. The Swaps are accounted for as “investments” on the System’s



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financial statements pursuant to GASB 53. However, the Swaps were intended, and in fact function, as risk management instruments for current obligations of the System. Consequently, the System does not consider them to be subject to the requirements of the System's investment policy.

As of December 31, 2012, the fair values of the System's investments and their ratings by Standard & Poor's were as follows:

|   | 2012             | Investment Maturities |                  | Rating |
|---|------------------|-----------------------|------------------|--------|
|   |                  | Less than<br>1 year   | 1 - 5 years      |        |
| U. S. Government Agencies   | \$270,865        | \$50,722              | \$220,143        | AAA    |
| Federal National Mortgage Association and Federal<br>Home Loan Mortgage Corporation (Federal Pools) | 65               | 0                     | 65               | AAA    |
| Commercial Paper  | 53,744           | 53,744                | 0                | A1     |
| Corporate Bonds   | 10,134           | 10,134                | 0                | AAA    |
| Totals  | <u>\$334,808</u> | <u>\$114,600</u>      | <u>\$220,208</u> |        |

Deposits totaling \$16,596 are included in investments on the statement of net position at December 31, 2012.

The System's carrying amounts of deposits and investments at December 31, 2012 were \$19,746 and \$334,808; respectively. The difference between the bank balances and financial statement carrying amounts represent outstanding checks payable and normal reconciling items.

*Interest Rate Risk* The System's investment policies limit investment portfolios to maturities of five years or less.

*Credit Risk* The collateralized mortgage obligations and federal mortgage pools are investments that were made according to policy at the time. In the wake of the financial crisis, the nature of these investments changed and no longer conforms to policy. However, these investments are currently illiquid and cannot be exited at this time.

*Custodial Credit Risk* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the System will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The System's investment policy does not address custodial credit risk.

*Concentration of Credit Risk* Concentration of credit risk is the risk of loss attributable to the magnitude of investments in any single issuer. The System holds 5.0 percent of its portfolio in Bank of Tokyo commercial paper.

*The Foundation* As of December 31, 2012, the fair values of the Foundation's investments were as follows:

|                              |                 |
|------------------------------|-----------------|
| Mutual Funds                 | \$27,598        |
| Common Stock                 | 25              |
| Limited Partnership Interest | <u>2,563</u>    |
| Totals                       | <u>\$30,186</u> |

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**Capital Assets**

|  | Balance<br>12/31/11 | Additions       | Reductions        | Balance<br>12/31/12 |
|--|---------------------|-----------------|-------------------|---------------------|
| <b>Nondepreciable Capital Assets</b>         |                     |                 |                   |                     |
| Land   | \$9,314             | \$0             | \$0               | \$9,314             |
| Construction in Progress                     | 7,087               | 33,027          | (28,067)          | 12,047              |
| <b>Total Nondepreciable Capital Assets</b>   | <b>16,401</b>       | <b>33,027</b>   | <b>(28,067)</b>   | <b>21,361</b>       |
| <b>Depreciable Capital Assets</b>            |                     |                 |                   |                     |
| Land Improvements                            | 11,619              | 30              | 0                 | 11,649              |
| Buildings and Fixed Equipment                | 536,007             | 9,286           | (662)             | 544,631             |
| Equipment                                    | 299,919             | 22,765          | (5,147)           | 317,537             |
| <b>Total Depreciable Capital Assets</b>      | <b>847,545</b>      | <b>32,081</b>   | <b>(5,809)</b>    | <b>873,817</b>      |
| <b>Less Accumulated Depreciation</b>         |                     |                 |                   |                     |
| Land Improvements                            | (7,342)             | (423)           | 0                 | (7,765)             |
| Buildings and Fixed Equipment                | (360,608)           | (15,964)        | 239               | (376,333)           |
| Equipment                                    | (234,334)           | (15,015)        | 3,533             | (245,816)           |
| <b>Total Accumulated Depreciation</b>        | <b>(602,284)</b>    | <b>(31,402)</b> | <b>3,772</b>      | <b>(629,914)</b>    |
| <b>Total Depreciable Capital Assets, Net</b> | <b>245,261</b>      | <b>679</b>      | <b>(2,037)</b>    | <b>243,903</b>      |
| <b>Capital Assets, Net</b>                   | <b>\$261,662</b>    | <b>\$33,706</b> | <b>(\$30,104)</b> | <b>\$265,264</b>    |

**Long-term Debt**

Original issue amounts and interest rates of the County's debt issues were as follows:

| Debt Issue  | Original<br>Issue | Interest Rate | Year of<br>Maturity |
|---|-------------------|---------------|---------------------|
| 1997 Hospital Improvement and Refunding Revenue Bonds | \$70,000          | 4.6 - 5.6 %   | 2027                |
| 1997A Hospital Refunding Revenue Bonds                | 77,525            | 4.1 - 5.5     | 2019                |
| 2003 Hospital Improvement Revenue Bonds               | 30,545            | Variable      | 2033                |
| 2005 Hospital Improvement and Revenue Bonds           | 74,535            | Variable      | 2035                |
| 2009A Hospital Facilities Revenue Bonds               | 8,466             | 3.9           | 2014                |
| 2009B Hospital Facilities Revenue Bonds               | 75,000            | 8.2           | 2040                |
| 2011 Hospital Refunding Revenue Bonds                 | 67,455            | 3.2           | 2019                |

Changes in the System's long-term obligations during the year ended December 31, 2012, consist of the following:

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|  | Outstanding<br>12/31/11 | Additions       | Reductions      | Outstanding<br>12/31/12 | Amounts<br>Due in<br>One Year |
|--|-------------------------|-----------------|-----------------|-------------------------|-------------------------------|
| <b>Revenue Bonds</b>                       |                         |                 |                 |                         |                               |
| 1997 Hospital Improvement and Refunding    | \$17,600                | \$0             | \$0             | \$17,600                | \$0                           |
| 1997A Hospital Refunding                   | 5,730                   | 0               | 5,730           | 0                       | 0                             |
| 2003 Hospital Improvement                  | 25,460                  | 0               | 25,460          | 0                       | 0                             |
| 2005 Hospital Improvement                  | 72,505                  | 0               | 390             | 72,115                  | 410                           |
| 2009B Hospital Facilities                  | 75,000                  | 0               | 0               | 75,000                  | 0                             |
| 2011 Hospital Refunding                    | 67,455                  | 0               | 8,635           | 58,820                  | 7,630                         |
| 2012 Hospital Refunding                    | 0                       | 24,710          | 0               | 24,710                  | 785                           |
| Unamortized discount and loss on refunding | (9,139)                 | (256)           | (960)           | (8,435)                 | 0                             |
| <i>Total Revenue Bonds</i>                 | <u>254,611</u>          | <u>24,454</u>   | <u>39,255</u>   | <u>239,810</u>          | <u>8,825</u>                  |
| <b>Other Long-Term Obligations</b>         |                         |                 |                 |                         |                               |
| Loan Obligation - Cuyahoga County          |                         |                 |                 |                         |                               |
| Sanitary Engineering                       | 40                      | 0               | 6               | 34                      | 5                             |
| Capital Lease                              | 629                     | 4,178           | 510             | 4,297                   | 845                           |
| <i>Total Other Long-Term Obligations</i>   | <u>669</u>              | <u>4,178</u>    | <u>516</u>      | <u>4,331</u>            | <u>850</u>                    |
| <i>Total</i>                               | <u>\$255,280</u>        | <u>\$28,632</u> | <u>\$39,771</u> | <u>\$244,141</u>        | <u>\$9,675</u>                |

Effective February 1, 1997, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$70,000 of System Improvement and Refunding Revenue Bonds Series 1997 (The MetroHealth System Project) (Series 1997). The proceeds of the Series 1997 Bonds were used to refund \$20,900 of Series 1989 Bonds; to finance the construction of various improvements and additions to The MetroHealth Medical Center; and to pay costs of issuance of the Series 1997 Bonds. On November 22, 2011, the entire principal amounts of the Series 1997 Bonds maturing in years 2012 through 2019 were refunded with proceeds from the County's Series 2011 Hospital Refunding Revenue Bonds. The refunding totaled \$11,440.

Effective November 1, 1997, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$77,525 of Hospital Refunding Revenue Bonds, Series 1997A (The MetroHealth System Project) (Series 1997A). On February 15, 1998, the proceeds of the Series 1997A Bonds were used to refund the entire \$73,725 remaining outstanding balance of the Series 1989 Bonds. The 1997 refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$9,753. The difference was fully amortized as of December 31, 2012 and is included as additional interest expense through the year 2012. On November 22, 2011, all outstanding Series 1997A principal amounts maturing on and after February 15, 2012 were refunded or advance refunded using proceeds from the County's Series 2011 Hospital Refunding Revenue Bonds. The Bond refunding totaled \$55,170 of which \$49,440 was immediately refunded and \$5,730 was advance refunded for February 2012.

Effective March 13, 2003, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$30,545 of Hospital Improvement Variable Rate Demand Revenue Bonds, Series 2003 (The MetroHealth System Project) (Series 2003 Bonds). The proceeds of the Series 2003 Bonds were used to pay costs of constructing and equipping the Critical Care Pavilion and an administrative building. The bonds bear interest at a variable rate (not to exceed 10.0 percent) determined weekly as established by the Remarketing Agent based on current market values for similar bond offerings and are due at various dates until 2033. On December 20, 2012, all outstanding Series 2003 Bonds were refunded using proceeds from the County's Series 2012 Hospital Refunding Revenue Bonds issuance. The Bond refunding totaled \$24,710.

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

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In connection with the issuance of the Series 2003 Bonds, the System entered into a Reimbursement Agreement with a bank. Under the terms of the Reimbursement Agreement, the System entered into an Irrevocable Letter of Credit issued by a local bank that expired on March 22, 2010. Effective March 1, 2010, the System entered into a new letter of credit reimbursement agreement ("2003 Letter of Credit") that expires on March 16, 2013.

Commencing June 16, 2010, the System was required to pay the Bank a letter of credit fee payable in quarterly installments at variable rates ranging from 95 basis points to 175 basis points depending on the debt rating in effect as of the date the rating report is released. In addition, the System paid to the Bank a closing fee of 20 basis points and to the Remarketing Agent an advisory fee of 7.5 basis points. As of December 31, 2011 the letter of credit fee was 95 basis points. There were no amounts outstanding on the letters of credit as of December 31, 2011.

The 2003 Letter of Credit was extinguished in conjunction with the refunding of the Series 2003 Bonds and issue of the Series 2012 Bonds on December 20, 2012.

Effective July 1, 2005, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$74,535 of Hospital Improvement and Refunding Variable Rate Demand Revenue Bonds, Series 2005 (The MetroHealth System Project) (Series 2005 Bonds). Proceeds from the 2005 Series Bonds were used to advance refund \$56,995 of the outstanding Series 1999 Bonds to pay costs of constructing, renovating, furnishing, equipping, and improving the Old Brooklyn Campus long-term care and skilled nursing facility; and to pay certain costs of issuance of the Series 2005 Bonds. The bonds bear interest at a variable rate (not to exceed 10.0 percent) determined weekly as established by the Remarketing Agent based on current market values for similar bond offerings and are due at various dates until 2035. The interest rate at December 31, 2012 was 0.11 percent.

In connection with the issuance of the Series 2005 Bonds, the System entered into a Reimbursement Agreement with a bank. Under the terms of the Reimbursement Agreement, the System entered into an Irrevocable Letter of Credit issued by a local bank that expired on July 16, 2010. Effective June 1, 2010, the System entered into a new letter of credit reimbursement agreement ("2005 Letter of Credit") that was due to expire on July 16, 2013 with PNC bank (as Administrative Agent) and JPMorgan Chase Bank (collectively referred to as the "Banks"), and PNC Capital Markets as Lead Arranger and Book Runner. Effective December 20, 2012, this agreement was extended and JPMorgan Chase Bank was effectively replaced by Fifth Third Bank. This extension is scheduled to expire on December 16, 2015.

In the event there is a remarketing drawing on the letter of credit and the tendered bonds have not been remarketed by the 367th day from the Remarketing Drawing, the System has the option to convert the obligation to a term loan in the amount of the unpaid portion of the remarketing drawing. The term loan is payable in twelve equal quarterly installments accruing interest at the base rate plus 2 percent. The base rate is defined as the highest of the Prime Rate, the sum of the Federal Funds Open rate plus .50 percent, the sum of the daily Libor Rate plus 1 percent, or 5 percent per annum. In the event of default, the term loan will be due immediately upon demand by the Banks.

Commencing with the extension dated December 20, 2012, the System is required to pay the Banks a letter of credit fee payable in quarterly installments at variable rates ranging from 70 basis points to 140 basis points depending on the debt rating in effect as of the date the rating report is released. In addition, the System paid to the Lead Arranger an arrangement fee of 7.5 basis points (and an additional \$10 administration fee to the Agent Bank). As of December 31, 2012, the letter of credit fee was 95 basis points. There were no amounts outstanding on the letters of credit as of December 31, 2012.

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

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The 2005 Letter of Credit is subject to various financial covenants for debt service coverage, long-term debt to capitalization, cash to debt and short-term debt to earnings before interest, taxes, depreciation and amortization.

The July 28, 2005, bond refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$5,179. The unamortized difference (\$3,544 at December 31, 2012), reported in the accompanying financial statements, as a reduction from long-term debt, is being amortized as an increase to interest expense through the year 2029.

Effective December 1, 2009, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$8,466 of Hospital Facilities Revenue Bonds, Series 2009A. The proceeds of the Series 2009A Bonds were used to purchase the Valentine parking garage on the System's main campus. The Bonds carried an interest rate of 3.9 percent and were to mature through 2014. On November 22, 2011, all outstanding Series 2009A Bonds totaling \$7,076 were refunded from proceeds of the County's Series 2011 Hospital Refunding Revenue Bonds.

Effective January 28, 2010, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$75,000 of Hospital Revenue Bonds, Taxable Series 2009B, (The MetroHealth System), (Build America Bonds – Direct Payment). Proceeds from the Series 2009B will be used to pay for costs of hospital facilities, including three medical helicopters, the acquisition, construction and equipping of additional multi-specialty ambulatory centers in strategic locations, and additional scheduled equipment purchases and facilities renovations; funding the Bond Reserve Fund for the Series 2009B Bonds; and certain bond issuance costs. The Bonds bear interest at a fixed rate of 8.223 percent per annum and mature at various dates through 2040. As a qualified Build America Bond Issue, per terms of the federal government's American Recovery and Reinvestment Act of 2009, the System will apply to receive direct payments semiannually from the Secretary of the United States Treasury in the amount of 35 percent of the corresponding bond interest paid. Payments received from the Treasury are recorded in other non-operating revenue.

Effective November 8, 2011, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$67,455 of Hospital Refunding Revenue Bonds, Series 2011, (The MetroHealth System), (Taxable Bonds). Proceeds from the Series 2011 Bonds were used to currently refund the entire principal amount of the Series 1997 Bonds maturing on February 15, 2012 through February 15, 2019; currently refund the outstanding principal amount of the Series 1997A Bonds maturing on and after February 15, 2013; advance refund the principal amount of the Series 1997A Bonds maturing February 15, 2012; currently refund all the outstanding Series 2009A Bonds; and pay certain costs of issuance of the Series 2011 Bonds. The Bonds bear interest at a fixed rate of 3.16 percent per annum and mature at various dates through 2019.

The November 8, 2011 bond refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$5,187. The unamortized difference (\$4,382 at December 31, 2012) is reported in the accompanying financial statements as a reduction from long-term debt and is being amortized as an increase to interest expense through the year 2019.

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

Effective December 20, 2012, Cuyahoga County, acting by and through the Board of Trustees of The MetroHealth System, issued \$24,710 of Hospital Refunding Revenue Bonds, Series 2012, (The MetroHealth System), (Series 2012 Bonds). Proceeds from the Series 2012 Bonds were used to refund the entire principal amount of the Series 2003 Bonds maturing on March 1, 2013 through March 1, 2033. The debt service payments required for the Series 2012 do not differ from the debt service payments that were required under the Series 2003 Bonds. The Bonds bear variable rate interest and mature at various dates through 2033. The interest rate at December 31, 2012 was 1.08 percent.

The December 20, 2012 bond refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$256. The unamortized difference (\$255 at December 31, 2012) is reported in the accompanying financial statements as a reduction from long-term debt, and is being amortized as an increase to interest expense through the year 2033.

The Series 1997, 1997A, 1999, 2003, 2005, 2009A, 2009B and 2011 Bonds were issued pursuant to a master trust bond indenture agreement between the County, acting by and through the System's Board of Trustees, and the bond trustee. The Series 1997, 1997A, 1999, 2003, 2005, 2009B and 2011 Bonds are special obligations issued by the County payable solely from the revenue derived from the operation of the System and other monies available to the System's Board of Trustees. Accordingly, the bond proceeds and indebtedness have been recorded as assets and liabilities of the System.

The terms of the master trust bond indenture agreement provide for the establishment of a depreciation reserve fund and maintenance of certain special funds, which are maintained under the control of the bond trustee, and are used for payment of principal and interest on the bonds when due.

The revenue bonds and lease obligation payment requirements for fiscal years subsequent to December 31, 2012, are as follows:

|           | Capital Lease & Loan |              | Revenue Bonds    |                  |
|-----------|----------------------|--------------|------------------|------------------|
|           | Principal            | Interest     | Principal        | Interest         |
| 2013      | \$850                | \$118        | \$8,825          | \$11,852         |
| 2014      | 648                  | 95           | 9,115            | 11,574           |
| 2015      | 592                  | 77           | 9,415            | 11,276           |
| 2016      | 610                  | 59           | 9,725            | 10,968           |
| 2017      | 628                  | 41           | 10,055           | 10,649           |
| 2018-2022 | 1,003                | 25           | 43,945           | 48,399           |
| 2023-2027 | 0                    | 0            | 45,280           | 40,647           |
| 2028-2032 | 0                    | 0            | 38,190           | 32,257           |
| 2033-2037 | 0                    | 0            | 42,495           | 21,113           |
| 2038-2041 | 0                    | 0            | 31,200           | 3,939            |
| Total     | <u>\$4,331</u>       | <u>\$415</u> | <u>\$248,245</u> | <u>\$202,674</u> |

The cost value of Hospital Revenue Bonds was \$247,992 at December 31, 2012.

There are no amounts remaining to be paid to bond holders related to defeased debt at December 31, 2012.

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

**Other Long-Term Liabilities**

Other long-term liabilities consist of the following at December 31, 2012:

|                                     | Balance at<br>12/31/11 | Additions       | Deletions         | Balance at<br>12/31/12 | Due within<br>One Year |
|-------------------------------------|------------------------|-----------------|-------------------|------------------------|------------------------|
| Amounts due to third-party payors   | \$8,868                | \$1,915         | (\$2,480)         | \$8,303                | \$4,206                |
| Accrued vacation and sick leave     | 40,438                 | 45,078          | (42,072)          | 43,444                 | 7,229                  |
| Derivative instruments - rate swaps | 15,353                 | 0               | (389)             | 14,964                 | 0                      |
| Totals                              | <u>\$64,659</u>        | <u>\$46,993</u> | <u>(\$44,941)</u> | <u>\$66,711</u>        | <u>\$11,435</u>        |

**Amounts Due to Third-Party Payors** The System has agreements with third-party payors that provide for payment of amounts different from established rates. Retroactive adjustments are considered in the recognition of revenue on an estimated basis in the period the related services are rendered and are adjusted in future periods, as final settlements are determined. See net patient service revenue for additional information.

**Accrued Vacation and Sick Leave** System employees earn vacation and sick leave at varying rates depending on job classification and years of service. Employees can accumulate up to three years of their earned vacation leave. All accumulated, unused vacation time is paid upon separation if the employee has at least one year of service with the System. There is no limit on the amount of sick time earned. Upon retirement, employees with a minimum of 10 years of service have sick leave balances paid out at 50 percent of eligible hours at their current rate of pay. The maximum payout is 800 hours.

**Derivative Instruments** The System's objectives of its derivative instruments include managing the risk of increased debt service resulting from rising market interest rates, the risk of decreased surplus returns resulting from falling interest rates, and the management of the risk of an increase in the fair value of outstanding fixed rate obligations resulting from declining market interest rates. Consistent with its interest rate risk management objectives, the System entered into various interest rate swap agreements with a total outstanding notional amount of \$96,825 at December 31, 2012.

The System's swap agreements do not meet the criteria for hedging and are reported as investment derivative instruments. The fair value of the swap agreements based on current settlement prices at December 31, 2012 was (\$14,964). The amounts due to the counterparties are included within long-term liabilities. The fair value increase of \$389 in 2012 is included in net investment income (loss) in the statement of activities. As a result of the agreements, net settlements increased the System's interest expense by \$2,606 in 2012.

The following table describes the terms of the System's two interest rate swap agreements:

|                          | July 28, 2005<br>Swap Agreement | March 13, 2003<br>Swap Agreement |
|--------------------------|---------------------------------|----------------------------------|
| Notional Amount          | \$72,115                        | \$24,710                         |
| Effective Date           | July 28, 2005                   | March 13, 2003                   |
| Termination Date         | February 1, 2035                | March 1, 2033                    |
| Early Termination Option | the System                      | the System                       |
| The System Pays          | Fixed 3.3%                      | Fixed 3.5%                       |
| Counterparty Pays*       | 64.2%                           | 68.9%                            |

\* of ISDA 5 Year Swap Rate

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

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On July 28, 2005, the System entered into a swap agreement (the Original Agreement) with an initial amortizing notional amount of \$74,535. The notional amount is based on the Series 2005 Bond principal repayment schedule that ends in 2035. Per the terms of an amended agreement effective June 1, 2006, the System pays a fixed rate of 3.3 percent and the counterparty pays 64.2 percent of the International Swaps and Derivatives Association, Inc. (ISDA) USD five-year swap rate. The original agreement previously required the counterparty to pay 70 percent of the 3-month USD LIBOR. In 2012, ISDA five-year interest rates ranged between 0.7 percent and 1.4 percent. The net amount is exchanged monthly between the two parties. The System has an early termination option.

On March 13, 2003, the System entered into a swap agreement (the Original Agreement) with an amortizing notional amount of \$30,545. The amortizing notional amount is based on the Series 2003 Bond principal repayment schedule ending on March 1, 2033. Per terms of an amended agreement effective June 1, 2006, the System pays a fixed rate of 3.5 percent and the counterparty pays 68.9 percent of the ISDA USD five-year swap rate. The original agreement required the counterparty to pay 75 percent of the 3-month USD LIBOR rate. Net settlement amounts are exchanged monthly. The System has an early termination option.

*Interest Rate Risk* The System is exposed to interest rate risk on its interest rate swaps. On the pay-fixed receive variable swaps, as the ISDA Swap index decreases, the System's net payment on the swaps increase.

*Risk Management* The System is exposed to various risks of loss related to torts; theft of or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The System is self-insured for employee health insurance, workers' compensation and medical malpractice but maintains commercial insurance policies for property and casualty, automobile, aircraft (helicopter and fixed wing) as well as excess coverage for medical malpractice claims. Settled claims for workers' compensation and medical malpractice have not exceeded insurance coverage in any of the past three years.

During the normal course of its operations, the System has become a defendant in various legal actions. In the opinion of legal counsel and the System administration, the disposition of the pending cases will not have a material adverse effect of the financial condition or operations of the System. However, depending on the amount and timing of such resolution, an unfavorable resolution of some or all of these matters could materially affect the System's future results of operations or cash flows in a particular year.

The System is self-insured for employee health insurance, medical malpractice and workers' compensation claims. For the professional and patient care liability, professional actuarial insurance consultants have been retained to determine funding requirements. Amounts funded for professional and patient care have been placed in an irrevocable self-insurance trust account, which is being administered by a trustee. For the employee health insurance, a historical analysis has been performed of incurred but not reported claims to determine the liability at December 31, 2012.

Losses from asserted claims and from unasserted claims identified under the System's incident reporting systems are accrued based on estimates that incorporate the Systems' past experience as well as other considerations including the nature of each claim or incident and relevant trend factors. The liability for estimated self-insured claims includes estimates of the ultimate costs for both reported claims and claims incurred but not report for 2012 and 2011 as follows:



**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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*Workers' Compensation*

|      | Beginning<br>Balance | Claims<br>Incurred | Claims<br>Paid | Ending<br>Balance | Due Within<br>One Year |
|------|----------------------|--------------------|----------------|-------------------|------------------------|
| 2011 | \$8,724              | \$2,823            | (\$2,671)      | \$8,876           | \$3,055                |
| 2012 | 8,876                | 2,719              | (2,300)        | 9,295             | 2,874                  |

*Self-Insurance*

|      | Beginning<br>Balance | Claims<br>Incurred | Claims<br>Paid | Ending<br>Balance | Due Within<br>One Year |
|------|----------------------|--------------------|----------------|-------------------|------------------------|
| 2011 | \$28,596             | \$15,488           | (\$5,705)      | \$38,379          | \$12,200               |
| 2012 | 38,379               | 16,377             | (12,388)       | 42,368            | 10,746                 |

*Employee Health Insurance*

|      | Beginning<br>Balance | Claims<br>Incurred | Claims<br>Paid | Ending<br>Balance | Due Within<br>One Year |
|------|----------------------|--------------------|----------------|-------------------|------------------------|
| 2011 | \$1,517              | \$17,484           | (\$17,465)     | \$1,536           | \$1,536                |
| 2012 | 1,536                | 17,959             | (17,661)       | 1,834             | 1,834                  |

The current portion of employee health insurance liabilities is included in other current liabilities.

The liabilities recorded for workers' compensation and self-insurance at December 31, 2012 are discounted liabilities. The discount rate used was 1.5 percent. The undiscounted liabilities are approximately \$735 and \$2,127 higher for workers' compensation and self-insurance, respectively.

***Operating Leases***

The System has entered into operating lease agreements for medical and office space which expires through 2020. Contract terms range between one and fifteen years and contain rent escalation clauses and renewal options for additional periods ranging from one to five years. Rent expense totaled \$2,428 in 2012. Minimum rental commitments under operating leases extending beyond one year at December 31, 2012 are as follows:

|             |                       |
|-------------|-----------------------|
| 2013        | \$2,180               |
| 2014        | 1,439                 |
| 2015        | 1,125                 |
| 2016        | 1,062                 |
| 2017        | 740                   |
| 2018 - 2020 | 1,250                 |
| Total       | <u><u>\$7,796</u></u> |

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

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***Benefit Plans***

***Pension*** Like the primary government, the System participates in the Ohio Public Employees Retirement System (OPERS). See Note 14 for additional information on OPERS.

The System's required contributions to OPERS for the years ended December 31, 2012, 2011, and 2010 were \$54,202, \$52,482 and \$49,988, respectively, equal to the required contributions for each year.

***Postemployment Benefits*** The System's required contributions to OPERS for 2012, 2011 and 2010 used to fund postemployment healthcare benefits were \$15,485, \$14,994 and \$18,149, respectively, which are included in the System's contractually required contribution of \$54,202, \$52,482 and \$49,988 for the years ended December 31, 2012, 2011, and 2010. See Note 15 for additional information on OPERS postemployment benefits.

***Restricted Net Position, Expendable and Nonexpendable***

The System has expendable restricted net position which have been restricted by the master trust bond indenture and donors to a specific purpose. The Foundation has expendable restricted net position which have been restricted by the donors or grantors to a specific time or purpose. These net position are designated for the following purposes at December 31:

|   | System   | Foundation | Total    |
|---|----------|------------|----------|
| Debt service payment and reserve funds            | \$20,150 | \$0        | \$20,150 |
| Programmatic activities of The MetroHealth System | 0        | 18,945     | 18,945   |
| Time restrictions                                 | 5,556    | 321        | 5,877    |
| Total   | \$25,706 | \$19,266   | \$44,972 |

The Foundation has restricted net position, nonexpendable, of \$9,756 at December 31, 2012, that is restricted in perpetuity, the income from which is expendable to support the programmatic activities of The MetroHealth System.

***Related Transactions***

The System received support from the Foundation in the amount of \$3,067 in 2012 which is recorded as grant revenue on the System's statement of activities. The outstanding receivable from the Foundation was \$1,200. The System provided the Foundation in-kind support totaling \$1,321. This support covered the direct expenses of the Development Department and indirect expenses for the use of space and support departments such as information services and environmental services.

The System has established restricted funds to differentiate resources, the use of which is restricted by donors or grantors, from resources of general funds on which donors place no restrictions or that arise as a result of the operations of the System. A review of these restricted funds is performed annually to determine that funds, related to completed clinical trials and certain donated money, should be transferred to the Foundation. There were no transfers in 2012.

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

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***Investment in Blended Component Unit***

MHS Holdings LLC (LLC) was formed to acquire and own interests in certain health care businesses. The System is the 99 percent member of the LLC. During 2011, the System's 40 percent equity interest in CCF/MHS Renal Care Company, LTD., joint venture with The Cleveland Clinic Foundation, which provides renal care (dialysis), was transferred to the LLC. Because the LLC is considered to be a blended equity component unit of the System, its financial activity is reflected within the financial activity of the System on these financial statements. In 2012, the System has reflected \$10,065 in other assets on the statement of net position and \$3,432 in other income on statement of activities related to the activity of the LLC, which essentially represents the LLC's interest in CCF/MHS Renal Care Company, LTD.

MHS Purchasing LLC (MHS) was formed during 2012 to own an interest in Premier Purchasing Partners, L.P. (Premier). Premier is a group purchasing organization that provides the group greater bargaining power for cost of materials. Because MHS is considered to be a blended component unit of the System, its financial activity is reflected within the financial activity of the System on these financial statements. Prior to 2012, this ownership interest was held by the Foundation. At December 31, 2012, MHS had a balance of \$643 that is included in other assets in the System's Statements of Net Position, which essentially represents MHS's interest in Premier. In 2012, MHS recorded other income of \$643 that is included in the System's Statements of Revenue, Expenses and Changes in Net Position related to the activity of MHS and the transfer of the investment from the Foundation. MHS holds no other assets, liabilities, equity, revenue or expenses at December 31, 2012.

***Conditional Promises to Give***

The Foundation received a conditional pledge of \$10,000 commencing in 2005 payable over the next ten years at \$1,000 per year. The outstanding balance of \$2,415 at December 31, 2012 is not included in these financial statements in accordance with the Accounting Standards Codifications (ASC) 958, "Not for Profit Entities" due to the fact that the conditions of the grant have not been met.

***Commitments and Contingencies***

As of December 31, 2012, the System had contractual commitments for the construction of various projects totaling approximately \$33,762. Projects with large contractual commitments include \$15,887 for the Middleburg Heights Family Health Center, \$6,675 for hospital enterprise software licensing and implementation, \$2,422 for the Imaging Center expansion, \$760 for elevator modernization, and \$522 for obstetric fetal monitor equipment. These projects are being funded with operating funds and bond project funds.

***Regulatory environment including fraud and abuse matters*** The health care industry is subject to numerous laws and regulations of federal, state and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government health care program participation requirements, reimbursements for patient services and Medicare and Medicaid fraud and abuse. Government activity continues with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as significant repayments for patient services previously billed. Management believes that the System is in compliance with fraud and abuse, as well as other applicable government laws and regulations. While no regulatory inquiries have been made compliance with such laws and regulations can be subject to future government review and interpretation, as well as regulatory actions unknown or asserted at this time.

**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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***Patient Protection and Affordable Care Reconciliation Act*** On March 23, 2010, the most sweeping health care legislation since the advent of Medicare was signed into law. The law promises to expand insurance coverage to an additional 32 million Americans, reduce the growth of Medicare expenditures, dramatically reform insurance markets, and continue the trend toward value-based payment. The Reconciliation Act amends various provisions of the Patient Protection and Affordable Care Reconciliation Act and adds some new provisions that were not included originally. Several legal challenges have been made against the legislation since it was enacted, and uncertainty exists as to the ultimate impact of the legislation on the health care delivery system. On June 28, 2012, The United States Supreme Court upheld the constitutionality of components of the Affordable Care Act, allowing the historic overhaul of the health care system to continue. Potential impacts of health care reform include uncertainty and volatility in Medicare and Medicaid reimbursement, fundamental changes in payment systems, increased regulation, and significant required investments in health care information technology.

**Combining and Individual Fund  
Statements and Schedules**

## Combining Statements – Nonmajor Governmental Funds

### *Nonmajor Special Revenue Funds*

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

***Motor Vehicle Gas Tax*** - To account for and report revenue derived from the motor vehicle gasoline taxes. Expenditures in this special revenue fund are restricted by State law to County road and bridge repair/improvement programs.

***Real Estate Assessment*** - To account for and report State mandated County-wide real estate reappraisals funded by charges to the political subdivisions located within the County.

***Children Services*** - To account for and report a County-wide property tax levy and State grants restricted to the support and placement of children.

***Cuyahoga Support Enforcement*** - To account for and report restricted Federal, State, and local revenues restricted to administering the County Bureau of Support.

***Delinquent Real Estate Assessment*** - To account for and report five percent of all certified delinquent real estate taxes and assessments restricted to collecting on delinquent accounts.

***County Land Reutilization*** – To account for and report delinquent property tax penalties received under Ohio Revised Code Section 321.263 restricted to purchasing and revitalizing abandoned and condemned homes.

***Court*** – To account for and report court costs restricted to special court projects, specific supplies as stated within the revised code and to rehabilitate juvenile convicted offenders.

***Solid Waste*** – To account for and report user fees restricted to financial operations of the County's solid waste removal activities within the County.

***Community Development*** - To account for and report federal grant revenue restricted to administrative costs of the community development grant program. To account for initial loans made by the County to local businesses and the subsequent repayment of these loans.

***Other Community Development*** – To account for and report smaller projects operated by the County restricted for community improvement purposes and subsidized in part by Local, State and Federal monies as well as miscellaneous sources.

***Treatment Alternatives for Safer Communities*** – To account for and report restricted grant monies received to be used for adult treatment services.

***Victim Assistance*** – To account for and report restricted grant monies received to be used to assist victims of crimes and awareness of help available to these families.

***Youth Services*** – To account for and report restricted grant monies received from the State Department of Youth Services and used for placement of children, a juvenile delinquency diversion program, juvenile delinquency prevention and other related activities.

***Other Judicial*** - To account for and report grant monies restricted to various judicial services.

(continued)

## **Combining Statements – Nonmajor Governmental Funds (continued)**

### ***Nonmajor Special Revenue Funds – continued***

***Other Legislative and Executive*** – To account for and report grant monies restricted for various legislative and executive services.

***Other Health and Safety*** – To account for and report grant monies restricted for various health and safety programs.

***Other Public Works*** - To account for and report grant monies restricted for various public works.

***Other Social Services*** - To account for and report grant monies restricted for various social service programs.

***Litter Prevention and Recycling*** - To account for and report grant monies restricted for the County-wide Litter Control and Recycling Program prescribed by the State of Ohio Department of Natural Resources

***Alcohol, Drug and Mental Health Board Grants*** This fund accounts for and reports grants from Federal and State governments restricted for various mental health programs and aid to individuals seeking alcohol and drug services through effective oversight, coordination and planning activities. This fund is combined with the Alcohol, Drug and Mental Health Board special revenue fund for GAAP reporting purposes.

### ***Nonmajor Debt Service Fund***

***Debt Service*** – account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

### ***Nonmajor Capital Projects Funds***

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary funds. Following is a description of the County's nonmajor capital projects funds:

***Capital Projects*** - To account for and report revenue restricted for major capital improvement expenditures.

***Road Capital Projects*** - To account for and report revenue restricted to constructing or improving County roads and bridges.

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

|   | Nonmajor<br>Special<br>Revenue<br>Funds | Debt<br>Service<br>Fund | Nonmajor<br>Capital<br>Projects<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|---|---|-------------------------|--|--|
| <b>Assets</b>   |   |                         |  |  |
| Equity in Pooled Cash and<br>Cash Equivalents                                 | \$167,901,285                           | \$21,586,362            | \$0                                      | \$189,487,647                              |
| Cash and Cash Equivalents<br>In Segregated Accounts                           | 7,160,250                               | 0                       | 0  | 7,160,250                                  |
| Accrued Interest Receivable   | 201,939                                 | 474,953                 | 8,945                                    | 685,837                                    |
| Accounts Receivable   | 789,038                                 | 400,672                 | 0  | 1,189,710                                  |
| Intergovernmental Receivable  | 26,508,734                              | 3,510,293               | 7,796,534                                | 37,815,561                                 |
| Property Taxes Receivable   | 45,196,099                              | 30,759,255              | 0  | 75,955,354                                 |
| Loans Receivable  | 47,436,545                              | 0                       | 0  | 47,436,545                                 |
| Restricted Assets:  |   |                         |  |  |
| Equity in Pooled Cash and<br>Cash Equivalents with Fiscal Agent               | 424,373                                 | 2,236,814               | 0  | 2,661,187                                  |
| <b>Total Assets</b>   | <b>\$295,618,263</b>                    | <b>\$58,968,349</b>     | <b>\$7,805,479</b>                       | <b>\$362,392,091</b>                       |
| <b>Liabilities</b>  |   |                         |  |  |
| Accounts Payable  | \$23,230,255                            | \$0                     | \$234,707                                | \$23,464,962                               |
| Accrued Wages   | 1,750,018                               | 0                       | 0  | 1,750,018                                  |
| Contracts Payable   | 0                                       | 0                       | 2,675,782                                | 2,675,782                                  |
| Retainage Payable   | 0                                       | 0                       | 68,443                                   | 68,443                                     |
| Intergovernmental Payable   | 318,157                                 | 0                       | 0  | 318,157                                    |
| Interfund Payable   | 524,601                                 | 0                       | 15,512,004                               | 16,036,605                                 |
| <b>Total Liabilities</b>  | <b>25,823,031</b>                       | <b>0</b>                | <b>18,490,936</b>                        | <b>44,313,967</b>                          |
| <b>Deferred Inflows of Resources</b>  |   |                         |  |  |
| Property Taxes  | 35,028,293                              | 23,803,164              | 0  | 58,831,457                                 |
| Unavailable Revenue   | 18,022,594                              | 8,741,384               | 4,048,238                                | 30,812,216                                 |
| <b>Total Deferred Inflows of Resources</b>                                    | <b>53,050,887</b>                       | <b>32,544,548</b>       | <b>4,048,238</b>                         | <b>89,643,673</b>                          |
| <b>Fund Balances</b>  |   |                         |  |  |
| Restricted  | 216,892,749                             | 26,423,801              | 0  | 243,316,550                                |
| Unassigned (Deficit)  | (148,404)                               | 0                       | (14,733,695)                             | (14,882,099)                               |
| <b>Total Fund Balances</b>  | <b>216,744,345</b>                      | <b>26,423,801</b>       | <b>(14,733,695)</b>                      | <b>228,434,451</b>                         |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <b>\$295,618,263</b>                    | <b>\$58,968,349</b>     | <b>\$7,805,479</b>                       | <b>\$362,392,091</b>                       |



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

|   | Nonmajor<br>Special<br>Revenue<br>Funds | Debt<br>Service<br>Fund | Nonmajor<br>Capital<br>Projects<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|---|---|-------------------------|--|--|
| <b>Revenues</b>   |   |                         |  |  |
| Property Taxes  | \$47,739,703                            | \$25,196,955            | \$0                                      | \$72,936,658                               |
| Hotel/Lodging Taxes                                     | 0                                       | 4,719,194               | 0  | 4,719,194                                  |
| Payment in Lieu of Taxes                                | 0                                       | 4,608,770               | 0  | 4,608,770                                  |
| Charges for Services                                    | 34,320,813                              | 488,423                 | 0  | 34,809,236                                 |
| Licenses and Permits                                    | 1,581,660                               | 0                       | 0  | 1,581,660                                  |
| Fines and Forfeitures                                   | 2,700,035                               | 0                       | 0  | 2,700,035                                  |
| Intergovernmental                                       | 189,716,572                             | 7,333,287               | 17,747,816                               | 214,797,675                                |
| Interest  | 396,320                                 | 1,058,416               | 18,914                                   | 1,473,650                                  |
| Contributions and Donations                             | 1,117,218                               | 0                       | 0  | 1,117,218                                  |
| Other   | 5,118,395                               | 0                       | 370,172                                  | 5,488,567                                  |
| <i>Total Revenues</i>                                   | <u>282,690,716</u>                      | <u>43,405,045</u>       | <u>18,136,902</u>                        | <u>344,232,663</u>                         |
| <b>Expenditures</b>                                     |   |                         |  |  |
| Current:  |   |                         |  |  |
| General Government:                                     |   |                         |  |  |
| Legislative and Executive                               | 27,965,791                              | 7,386,532               | 0  | 35,352,323                                 |
| Judicial  | 68,184,458                              | 0                       | 0  | 68,184,458                                 |
| Public Works  | 19,820,849                              | 0                       | 495,566                                  | 20,316,415                                 |
| Health and Safety                                       | 16,044,729                              | 0                       | 0  | 16,044,729                                 |
| Social Services   | 75,157,537                              | 0                       | 0  | 75,157,537                                 |
| Community Development                                   | 59,180,732                              | 0                       | 0  | 59,180,732                                 |
| Capital Outlay  | 0                                       | 0                       | 26,623,881                               | 26,623,881                                 |
| Debt Service:   |   |                         |  |  |
| Principal Retirement                                    | 910,000                                 | 42,088,841              | 0  | 42,998,841                                 |
| Interest and Fiscal Charges                             | 338,950                                 | 30,973,228              | 0  | 31,312,178                                 |
| Capital Appreciation Bonds Interest                     | 0                                       | 5,201,803               | 0  | 5,201,803                                  |
| Issuance Costs  | 0                                       | 830,264                 | 0  | 830,264                                    |
| <i>Total Expenditures</i>                               | <u>267,603,046</u>                      | <u>86,480,668</u>       | <u>27,119,447</u>                        | <u>381,203,161</u>                         |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | <u>15,087,670</u>                       | <u>(43,075,623)</u>     | <u>(8,982,545)</u>                       | <u>(36,970,498)</u>                        |
| <b>Other Financing Sources (Uses)</b>                   |   |                         |  |  |
| General Obligation Bonds Issued                         | 0                                       | 1,725,000               | 64,003,000                               | 65,728,000                                 |
| Premium on General Obligation Bonds                     | 0                                       | 8,197,892               | 0  | 8,197,892                                  |
| General Obligation Refunding Bonds Issued               | 0                                       | 45,577,000              | 0  | 45,577,000                                 |
| Payment to Refunded Bond Escrow Agent                   | 0                                       | (52,178,789)            | 0  | (52,178,789)                               |
| Premium on General Obligation Refunding Bonds           | 0                                       | 6,945,422               | 0  | 6,945,422                                  |
| Transfers In  | 6,143,398                               | 37,402,630              | 4,904,890                                | 48,450,918                                 |
| Transfers Out   | (5,407,138)                             | 0                       | 0  | (5,407,138)                                |
| <i>Total Other Financing Sources (Uses)</i>             | <u>736,260</u>                          | <u>47,669,155</u>       | <u>68,907,890</u>                        | <u>117,313,305</u>                         |
| <i>Net Change in Fund Balances</i>                      | 15,823,930                              | 4,593,532               | 59,925,345                               | 80,342,807                                 |
| <i>Fund Balances Beginning of Year</i>                  | <u>200,920,415</u>                      | <u>21,830,269</u>       | <u>(74,659,040)</u>                      | <u>148,091,644</u>                         |
| <i>Fund Balances End of Year</i>                        | <u>\$216,744,345</u>                    | <u>\$26,423,801</u>     | <u>(\$14,733,695)</u>                    | <u>\$228,434,451</u>                       |

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

|   | Motor Vehicle<br>Gas Tax | Real Estate<br>Assessment | Children<br>Services | Cuyahoga<br>Support<br>Enforcement |
|---|--------------------------|---------------------------|----------------------|------------------------------------|
| <b>Assets</b>   |                          |                           |                      |                                    |
| Equity in Pooled Cash and<br>Cash Equivalents                                 | \$54,478,692             | \$10,287,257              | \$42,405,404         | \$757,264                          |
| Cash and Cash Equivalents   |                          |                           |                      |                                    |
| In Segregated Accounts  | 0                        | 0                         | 0                    | 0                                  |
| Accrued Interest Receivable   | 163,701                  | 0                         | 0                    | 0                                  |
| Accounts Receivable   | 0                        | 0                         | 0                    | 637,823                            |
| Intergovernmental Receivable  | 10,082,209               | 0                         | 2,285,476            | 215,506                            |
| Property Taxes Receivable   | 0                        | 0                         | 43,779,532           | 0                                  |
| Loans Receivable  | 0                        | 0                         | 0                    | 0                                  |
| Restricted Assets:  |                          |                           |                      |                                    |
| Equity in Pooled Cash and<br>Cash Equivalents with Fiscal Agent               | 0                        | 0                         | 0                    | 0                                  |
| <i>Total Assets</i>   | <u>\$64,724,602</u>      | <u>\$10,287,257</u>       | <u>\$88,470,412</u>  | <u>\$1,610,593</u>                 |
| <b>Liabilities</b>  |                          |                           |                      |                                    |
| Accounts Payable  | \$1,637,639              | \$4,538,785               | \$5,240,082          | \$1,021,916                        |
| Accrued Wages   | 378,385                  | 214,244                   | 0                    | 0                                  |
| Intergovernmental Payable   | 57,796                   | 32,724                    | 0                    | 0                                  |
| Interfund Payable   | 153,575                  | 44,666                    | 0                    | 129,789                            |
| <i>Total Liabilities</i>  | <u>2,227,395</u>         | <u>4,830,419</u>          | <u>5,240,082</u>     | <u>1,151,705</u>                   |
| <b>Deferred Inflows of Resources</b>  |                          |                           |                      |                                    |
| Property Taxes  | 0                        | 0                         | 33,930,412           | 0                                  |
| Unavailable Revenue   | 5,417,144                | 0                         | 12,042,527           | 155,745                            |
| <i>Total Deferred Inflows of Resources</i>                                    | <u>5,417,144</u>         | <u>0</u>                  | <u>45,972,939</u>    | <u>155,745</u>                     |
| <b>Fund Balances</b>  |                          |                           |                      |                                    |
| Restricted  | 57,080,063               | 5,456,838                 | 37,257,391           | 303,143                            |
| Unassigned (Deficit)  | 0                        | 0                         | 0                    | 0                                  |
| <i>Total Fund Balances (Deficit)</i>  | <u>57,080,063</u>        | <u>5,456,838</u>          | <u>37,257,391</u>    | <u>303,143</u>                     |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</i> | <u>\$64,724,602</u>      | <u>\$10,287,257</u>       | <u>\$88,470,412</u>  | <u>\$1,610,593</u>                 |

| <u>Delinquent<br/>Real Estate<br/>Assessment</u> | <u>County<br/>Land<br/>Reutilization</u> | <u>Court</u>       | <u>Solid<br/>Waste</u> | <u>Community<br/>Development</u> | <u>Other<br/>Community<br/>Development</u> |
|--|--|--------------------|------------------------|----------------------------------|--|
| \$4,631,412                                      | \$595,660                                | \$9,720,681        | \$3,339,650            | \$2,922,636                      | \$1,199,497                                |
| 0  | 0  | 0                  | 0                      | 7,160,250                        | 0  |
| 0  | 0  | 0                  | 0                      | 2,964                            | 0  |
| 0  | 0  | 63,723             | 0                      | 0                                | 0  |
| 0  | 0  | 0                  | 0                      | 8,750,614                        | 10,921                                     |
| 0  | 0  | 0                  | 0                      | 0                                | 0  |
| 0  | 0  | 0                  | 0                      | 47,436,545                       | 0  |
| 0  | 0  | 0                  | 0                      | 424,373                          | 0  |
| <u>\$4,631,412</u>                               | <u>\$595,660</u>                         | <u>\$9,784,404</u> | <u>\$3,339,650</u>     | <u>\$66,697,382</u>              | <u>\$1,210,418</u>                         |
| \$186,117  | \$0                                      | \$135,221          | \$115,834              | \$6,613,408                      | \$99,255                                   |
| 67,242   | 0  | 72,256             | 0                      | 46,547                           | 1,362                                      |
| 10,271   | 0  | 11,036             | 0                      | 7,110                            | 208  |
| 11,695   | 0  | 7,587              | 5,372                  | 12,306                           | 71   |
| <u>275,325</u>                                   | <u>0</u>                                 | <u>226,100</u>     | <u>121,206</u>         | <u>6,679,371</u>                 | <u>100,896</u>                             |
| 0  | 0  | 0                  | 0                      | 0                                | 0  |
| 0  | 0  | 0                  | 0                      | 0                                | 0  |
| 0  | 0  | 0                  | 0                      | 0                                | 0  |
| 4,356,087  | 595,660                                  | 9,558,304          | 3,218,444              | 60,018,011                       | 1,109,522                                  |
| 0  | 0  | 0                  | 0                      | 0                                | 0  |
| <u>4,356,087</u>                                 | <u>595,660</u>                           | <u>9,558,304</u>   | <u>3,218,444</u>       | <u>60,018,011</u>                | <u>1,109,522</u>                           |
| <u>\$4,631,412</u>                               | <u>\$595,660</u>                         | <u>\$9,784,404</u> | <u>\$3,339,650</u>     | <u>\$66,697,382</u>              | <u>\$1,210,418</u>                         |

(continued)

**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*December 31, 2012*

|   | Treatment<br>Alternatives<br>for Safer<br>Communities | Victim<br>Assistance | Youth<br>Services  | Other<br>Judicial   |
|---|---|----------------------|--------------------|---------------------|
| <b>Assets</b>   |   |                      |                    |                     |
| Equity in Pooled Cash and<br>Cash Equivalents                                 | \$0   | \$200,260            | \$4,455,735        | \$10,026,191        |
| Cash and Cash Equivalents   |   |                      |                    |                     |
| In Segregated Accounts  | 0   | 0                    | 0                  | 0                   |
| Accrued Interest Receivable   | 0   | 0                    | 0                  | 967                 |
| Accounts Receivable   | 0   | 0                    | 0                  | 81,236              |
| Intergovernmental Receivable  | 31,857  | 44,704               | 0                  | 2,397,767           |
| Property Taxes Receivable   | 371,112   | 0                    | 0                  | 0                   |
| Loans Receivable  | 0   | 0                    | 0                  | 0                   |
| Restricted Assets:  |   |                      |                    |                     |
| Equity in Pooled Cash and<br>Cash Equivalents with Fiscal Agent               | 0   | 0                    | 0                  | 0                   |
| <i>Total Assets</i>   | <u>\$402,969</u>                                      | <u>\$244,964</u>     | <u>\$4,455,735</u> | <u>\$12,506,161</u> |
| <b>Liabilities</b>  |   |                      |                    |                     |
| Accounts Payable  | \$0   | \$40,623             | \$402,951          | \$1,644,791         |
| Accrued Wages   | 55,560  | 29,889               | 90,605             | 114,141             |
| Intergovernmental Payable   | 8,486   | 4,565                | 13,839             | 17,434              |
| Interfund Payable   | 84,358  | 483                  | 15,931             | 16,655              |
| <i>Total Liabilities</i>  | <u>148,404</u>  | <u>75,560</u>        | <u>523,326</u>     | <u>1,793,021</u>    |
| <b>Deferred Inflows of Resources</b>  |   |                      |                    |                     |
| Property Taxes  | 287,623   | 0                    | 0                  | 0                   |
| Unavailable Revenue   | 115,346   | 0                    | 0                  | 0                   |
| <i>Total Deferred Inflows of Resources</i>                                    | <u>402,969</u>  | <u>0</u>             | <u>0</u>           | <u>0</u>            |
| <b>Fund Balances</b>  |   |                      |                    |                     |
| Restricted  | 0   | 169,404              | 3,932,409          | 10,713,140          |
| Unassigned (Deficit)  | (148,404)   | 0                    | 0                  | 0                   |
| <i>Total Fund Balances (Deficit)</i>  | <u>(148,404)</u>                                      | <u>169,404</u>       | <u>3,932,409</u>   | <u>10,713,140</u>   |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</i> | <u>\$402,969</u>                                      | <u>\$244,964</u>     | <u>\$4,455,735</u> | <u>\$12,506,161</u> |

| <u>Other<br/>Legislative<br/>and Executive</u> | <u>Other<br/>Health and<br/>Safety</u> | <u>Other<br/>Public<br/>Works</u> | <u>Other<br/>Social<br/>Services</u> | <u>Litter<br/>Prevention and<br/>Recycling</u> | <u>Total<br/>Nonmajor<br/>Special<br/>Revenue Funds</u> |
|--|--|-----------------------------------|--------------------------------------|--|---|
| \$7,107,744                                    | \$12,784,160                           | \$789,234                         | \$2,188,158                          | \$11,650                                       | \$167,901,285   |
| 0  | 0                                      | 0                                 | 0                                    | 0  | 7,160,250   |
| 32,428   | 0                                      | 1,879                             | 0                                    | 0  | 201,939   |
| 0  | 0                                      | 0                                 | 6,256                                | 0  | 789,038   |
| 0  | 1,464,209                              | 1,033,179                         | 192,292                              | 0  | 26,508,734  |
| 0  | 0                                      | 0                                 | 1,045,455                            | 0  | 45,196,099  |
| 0  | 0                                      | 0                                 | 0                                    | 0  | 47,436,545  |
| <u>0</u>                                       | <u>0</u>                               | <u>0</u>                          | <u>0</u>                             | <u>0</u>                                       | <u>424,373</u>  |
| <u>\$7,140,172</u>                             | <u>\$14,248,369</u>                    | <u>\$1,824,292</u>                | <u>\$3,432,161</u>                   | <u>\$11,650</u>                                | <u>\$295,618,263</u>                                    |
| \$0  | \$223,345                              | \$789,921                         | \$540,367                            | \$0  | \$23,230,255  |
| 622,345  | 57,442                                 | 0                                 | 0                                    | 0  | 1,750,018   |
| 95,059   | 59,629                                 | 0                                 | 0                                    | 0  | 318,157   |
| 1,245  | 40,117                                 | 0                                 | 751                                  | 0  | 524,601   |
| <u>718,649</u>                                 | <u>380,533</u>                         | <u>789,921</u>                    | <u>541,118</u>                       | <u>0</u>                                       | <u>25,823,031</u>                                       |
| 0  | 0                                      | 0                                 | 810,258                              | 0  | 35,028,293  |
| <u>0</u>                                       | <u>0</u>                               | <u>0</u>                          | <u>291,832</u>                       | <u>0</u>                                       | <u>18,022,594</u>                                       |
| <u>0</u>                                       | <u>0</u>                               | <u>0</u>                          | <u>1,102,090</u>                     | <u>0</u>                                       | <u>53,050,887</u>                                       |
| 6,421,523                                      | 13,867,836                             | 1,034,371                         | 1,788,953                            | 11,650   | 216,892,749   |
| <u>0</u>                                       | <u>0</u>                               | <u>0</u>                          | <u>0</u>                             | <u>0</u>                                       | <u>(148,404)</u>  |
| <u>6,421,523</u>                               | <u>13,867,836</u>                      | <u>1,034,371</u>                  | <u>1,788,953</u>                     | <u>11,650</u>                                  | <u>216,744,345</u>                                      |
| <u>\$7,140,172</u>                             | <u>\$14,248,369</u>                    | <u>\$1,824,292</u>                | <u>\$3,432,161</u>                   | <u>\$11,650</u>                                | <u>\$295,618,263</u>                                    |

## Cuyahoga County, Ohio

*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*

*Nonmajor Special Revenue Funds*

*For the Year Ended December 31, 2012*

|   | Motor Vehicle<br>Gas Tax | Real Estate<br>Assessment | Children<br>Services | Cuyahoga<br>Support<br>Enforcement |
|---|--------------------------|---------------------------|----------------------|------------------------------------|
| <b>Revenues</b>   |                          |                           |                      |                                    |
| Property Taxes  | \$0                      | \$0                       | \$36,032,898         | \$2,975,305                        |
| Charges for Services                                    | 267,982                  | 13,984,331                | 0                    | 4,088,796                          |
| Licenses and Permits                                    | 0                        | 0                         | 0                    | 0                                  |
| Fines and Forfeitures                                   | 325,032                  | 0                         | 0                    | 0                                  |
| Intergovernmental                                       | 30,336,702               | 1,454,398                 | 34,430,686           | 23,001,630                         |
| Interest  | 309,976                  | 0                         | 0                    | 0                                  |
| Contributions and Donations                             | 0                        | 0                         | 0                    | 0                                  |
| Other   | 435,594                  | 45,499                    | 167,739              | 22,197                             |
| <i>Total Revenues</i>                                   | <u>31,675,286</u>        | <u>15,484,228</u>         | <u>70,631,323</u>    | <u>30,087,928</u>                  |
| <b>Expenditures</b>                                     |                          |                           |                      |                                    |
| Current:  |                          |                           |                      |                                    |
| General Government:                                     |                          |                           |                      |                                    |
| Legislative and Executive                               | 0                        | 18,013,507                | 0                    | 0                                  |
| Judicial  | 0                        | 0                         | 0                    | 27,501,798                         |
| Public Works  | 16,670,135               | 0                         | 0                    | 0                                  |
| Health and Safety                                       | 0                        | 0                         | 0                    | 0                                  |
| Social Services   | 0                        | 0                         | 66,487,718           | 549,532                            |
| Community Development                                   | 0                        | 0                         | 0                    | 0                                  |
| Debt Service:   |                          |                           |                      |                                    |
| Principal Retirement                                    | 0                        | 0                         | 0                    | 0                                  |
| Interest and Fiscal Charges                             | 0                        | 0                         | 0                    | 0                                  |
| <i>Total Expenditures</i>                               | <u>16,670,135</u>        | <u>18,013,507</u>         | <u>66,487,718</u>    | <u>28,051,330</u>                  |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | <u>15,005,151</u>        | <u>(2,529,279)</u>        | <u>4,143,605</u>     | <u>2,036,598</u>                   |
| <b>Other Financing Sources (Uses)</b>                   |                          |                           |                      |                                    |
| Transfers In  | 690,787                  | 0                         | 0                    | 12,800                             |
| Transfers Out   | (4,204,690)              | (736,067)                 | 0                    | 0                                  |
| <i>Total Other Financing Sources (Uses)</i>             | <u>(3,513,903)</u>       | <u>(736,067)</u>          | <u>0</u>             | <u>12,800</u>                      |
| <i>Net Change in Fund Balances</i>                      | 11,491,248               | (3,265,346)               | 4,143,605            | 2,049,398                          |
| <i>Fund Balances Beginning of Year</i>                  | <u>45,588,815</u>        | <u>8,722,184</u>          | <u>33,113,786</u>    | <u>(1,746,255)</u>                 |
| <i>Fund Balances End of Year</i>                        | <u>\$57,080,063</u>      | <u>\$5,456,838</u>        | <u>\$37,257,391</u>  | <u>\$303,143</u>                   |

| Delinquent<br>Real Estate<br>Assessment | County<br>Land<br>Reutilization | Court              | Solid<br>Waste     | Community<br>Development | Other<br>Community<br>Development |
|---|---------------------------------|--------------------|--------------------|--------------------------|-----------------------------------|
| \$0                                     | \$7,565,589                     | \$0                | \$0                | \$0                      | \$0                               |
| 6,750,529                               | 0                               | 1,441,408          | 2,012,155          | 2,323,809                | 0                                 |
| 0                                       | 0                               | 0                  | 0                  | 0                        | 0                                 |
| 0                                       | 0                               | 1,698,710          | 0                  | 0                        | 0                                 |
| 0                                       | 0                               | 2,243              | 0                  | 50,795,860               | 36,997                            |
| 0                                       | 0                               | 0                  | 0                  | 0                        | 0                                 |
| 0                                       | 0                               | 0                  | 0                  | 0                        | 13,125                            |
| 861                                     | 33,973                          | 39                 | 17,880             | 2,551,901                | 0                                 |
| <u>6,751,390</u>                        | <u>7,599,562</u>                | <u>3,142,400</u>   | <u>2,030,035</u>   | <u>55,671,570</u>        | <u>50,122</u>                     |
| 1,480,790                               | 7,033,973                       | 0                  | 0                  | 0                        | 0                                 |
| 7,891,883                               | 0                               | 2,921,684          | 0                  | 0                        | 0                                 |
| 0                                       | 0                               | 0                  | 1,818,281          | 0                        | 0                                 |
| 0                                       | 0                               | 0                  | 0                  | 0                        | 0                                 |
| 0                                       | 0                               | 0                  | 0                  | 0                        | 0                                 |
| 0                                       | 0                               | 0                  | 0                  | 59,012,025               | 168,707                           |
| 0                                       | 0                               | 0                  | 0                  | 910,000                  | 0                                 |
| 0                                       | 0                               | 0                  | 0                  | 338,950                  | 0                                 |
| <u>9,372,673</u>                        | <u>7,033,973</u>                | <u>2,921,684</u>   | <u>1,818,281</u>   | <u>60,260,975</u>        | <u>168,707</u>                    |
| <u>(2,621,283)</u>                      | <u>565,589</u>                  | <u>220,716</u>     | <u>211,754</u>     | <u>(4,589,405)</u>       | <u>(118,585)</u>                  |
| 0                                       | 0                               | 0                  | 0                  | 0                        | 0                                 |
| <u>(100,000)</u>                        | <u>0</u>                        | <u>0</u>           | <u>0</u>           | <u>(41,383)</u>          | <u>0</u>                          |
| <u>(100,000)</u>                        | <u>0</u>                        | <u>0</u>           | <u>0</u>           | <u>(41,383)</u>          | <u>0</u>                          |
| <u>(2,721,283)</u>                      | <u>565,589</u>                  | <u>220,716</u>     | <u>211,754</u>     | <u>(4,630,788)</u>       | <u>(118,585)</u>                  |
| <u>7,077,370</u>                        | <u>30,071</u>                   | <u>9,337,588</u>   | <u>3,006,690</u>   | <u>64,648,799</u>        | <u>1,228,107</u>                  |
| <u>\$4,356,087</u>                      | <u>\$595,660</u>                | <u>\$9,558,304</u> | <u>\$3,218,444</u> | <u>\$60,018,011</u>      | <u>\$1,109,522</u>                |

(continued)

**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Year Ended December 31, 2012*

|   | Treatment<br>Alternatives<br>For Safer<br>Communities | Victim<br>Assistance    | Youth<br>Services         | Other<br>Judicial          |
|---|---|-------------------------|---------------------------|----------------------------|
| <b>Revenues</b>   |   |                         |                           |                            |
| Property Taxes  | \$305,445   | \$0                     | \$0                       | \$0                        |
| Charges for Services                                    | 0   | 0                       | 0                         | 1,820,585                  |
| Licenses and Permits                                    | 0   | 0                       | 0                         | 0                          |
| Fines and Forfeitures                                   | 0   | 0                       | 0                         | 567,741                    |
| Intergovernmental                                       | 1,028,197   | 640,001                 | 4,875,780                 | 20,332,989                 |
| Interest  | 0   | 0                       | 0                         | 6,459                      |
| Contributions and Donations                             | 0   | 0                       | 0                         | 0                          |
| Other   | 162,023   | 129                     | 11,060                    | 468,221                    |
| <i>Total Revenues</i>                                   | <u>1,495,665</u>                                      | <u>640,130</u>          | <u>4,886,840</u>          | <u>23,195,995</u>          |
| <b>Expenditures</b>                                     |   |                         |                           |                            |
| Current:  |   |                         |                           |                            |
| General Government:                                     |   |                         |                           |                            |
| Legislative and Executive                               | 0   | 0                       | 0                         | 0                          |
| Judicial  | 2,067,117   | 2,081,614               | 3,418,345                 | 22,302,017                 |
| Public Works  | 0   | 0                       | 0                         | 0                          |
| Health and Safety                                       | 0   | 0                       | 0                         | 0                          |
| Social Services   | 41,382  | 0                       | 0                         | 0                          |
| Community Development                                   | 0   | 0                       | 0                         | 0                          |
| Debt Service:   |   |                         |                           |                            |
| Principal Retirement                                    | 0   | 0                       | 0                         | 0                          |
| Interest and Fiscal Charges                             | 0   | 0                       | 0                         | 0                          |
| <i>Total Expenditures</i>                               | <u>2,108,499</u>                                      | <u>2,081,614</u>        | <u>3,418,345</u>          | <u>22,302,017</u>          |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | <u>(612,834)</u>                                      | <u>(1,441,484)</u>      | <u>1,468,495</u>          | <u>893,978</u>             |
| <b>Other Financing Sources (Uses)</b>                   |   |                         |                           |                            |
| Transfers In  | 0   | 1,735,331               | 0                         | 3,248,122                  |
| Transfers Out   | 0   | (47,100)                | (98)                      | (187,800)                  |
| <i>Total Other Financing Sources (Uses)</i>             | <u>0</u>  | <u>1,688,231</u>        | <u>(98)</u>               | <u>3,060,322</u>           |
| <i>Net Change in Fund Balances</i>                      | (612,834)   | 246,747                 | 1,468,397                 | 3,954,300                  |
| <i>Fund Balances Beginning of Year</i>                  | <u>464,430</u>  | <u>(77,343)</u>         | <u>2,464,012</u>          | <u>6,758,840</u>           |
| <i>Fund Balances End of Year</i>                        | <u><u>(\$148,404)</u></u>                             | <u><u>\$169,404</u></u> | <u><u>\$3,932,409</u></u> | <u><u>\$10,713,140</u></u> |



| Other<br>Legislative and<br>Executive | Other<br>Health and<br>Safety | Other<br>Public<br>Works | Other<br>Social<br>Services | Litter<br>Prevention and<br>Recycling | Total<br>Nonmajor<br>Special<br>Revenue Funds |
|---------------------------------------|-------------------------------|--------------------------|-----------------------------|---------------------------------------|---|
| \$0                                   | \$0                           | \$0                      | \$860,466                   | \$0                                   | \$47,739,703                                  |
| 1,537,281                             | 93,937                        | 0                        | 0                           | 0                                     | 34,320,813                                    |
| 0                                     | 1,462,677                     | 0                        | 118,983                     | 0                                     | 1,581,660                                     |
| 0                                     | 909                           | 0                        | 107,643                     | 0                                     | 2,700,035                                     |
| 155,241                               | 17,876,471                    | 1,289,922                | 3,334,455                   | 125,000                               | 189,716,572                                   |
| 68,568                                | 0                             | 11,317                   | 0                           | 0                                     | 396,320                                       |
| 0                                     | 45,956                        | 0                        | 1,058,137                   | 0                                     | 1,117,218                                     |
| 94,820                                | 1,102,877                     | 250                      | 3,332                       | 0                                     | 5,118,395                                     |
| <u>1,855,910</u>                      | <u>20,582,827</u>             | <u>1,301,489</u>         | <u>5,483,016</u>            | <u>125,000</u>                        | <u>282,690,716</u>                            |
| 1,437,521                             | 0                             | 0                        | 0                           | 0                                     | 27,965,791                                    |
| 0                                     | 0                             | 0                        | 0                           | 0                                     | 68,184,458                                    |
| 0                                     | 0                             | 1,262,540                | 0                           | 69,893                                | 19,820,849                                    |
| 0                                     | 16,044,729                    | 0                        | 0                           | 0                                     | 16,044,729                                    |
| 0                                     | 0                             | 0                        | 8,078,905                   | 0                                     | 75,157,537                                    |
| 0                                     | 0                             | 0                        | 0                           | 0                                     | 59,180,732                                    |
| 0                                     | 0                             | 0                        | 0                           | 0                                     | 910,000                                       |
| 0                                     | 0                             | 0                        | 0                           | 0                                     | 338,950                                       |
| <u>1,437,521</u>                      | <u>16,044,729</u>             | <u>1,262,540</u>         | <u>8,078,905</u>            | <u>69,893</u>                         | <u>267,603,046</u>                            |
| 418,389                               | 4,538,098                     | 38,949                   | (2,595,889)                 | 55,107                                | 15,087,670                                    |
| 100,000                               | 356,358                       | 0                        | 0                           | 0                                     | 6,143,398                                     |
| 0                                     | (90,000)                      | 0                        | 0                           | 0                                     | (5,407,138)                                   |
| <u>100,000</u>                        | <u>266,358</u>                | <u>0</u>                 | <u>0</u>                    | <u>0</u>                              | <u>736,260</u>                                |
| 518,389                               | 4,804,456                     | 38,949                   | (2,595,889)                 | 55,107                                | 15,823,930                                    |
| 5,903,134                             | 9,063,380                     | 995,422                  | 4,384,842                   | (43,457)                              | 200,920,415                                   |
| <u>\$6,421,523</u>                    | <u>\$13,867,836</u>           | <u>\$1,034,371</u>       | <u>\$1,788,953</u>          | <u>\$11,650</u>                       | <u>\$216,744,345</u>                          |

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

|   | Capital<br>Projects | Road<br>Capital<br>Projects | Total Nonmajor<br>Capital Projects<br>Funds |
|---|---------------------|-----------------------------|---|
| <b>Assets</b>   |                     |                             |   |
| Accrued Interest Receivable   | \$8,945             | \$0                         | \$8,945                                     |
| Intergovernmental Receivable  | 292,211             | 7,504,323                   | 7,796,534                                   |
| <i>Total Assets</i>   | <u>\$301,156</u>    | <u>\$7,504,323</u>          | <u>\$7,805,479</u>                          |
| <b>Liabilities</b>  |                     |                             |   |
| Accounts Payable  | \$234,707           | \$0                         | \$234,707                                   |
| Contracts Payable   | 413,297             | 2,262,485                   | 2,675,782                                   |
| Retainage Payable   | 68,443              | 0                           | 68,443                                      |
| Interfund Payable   | 13,289,415          | 2,222,589                   | 15,512,004                                  |
| <i>Total Liabilities</i>  | <u>14,005,862</u>   | <u>4,485,074</u>            | <u>18,490,936</u>                           |
| <b>Deferred Inflows of Resources</b>  |                     |                             |   |
| Unavailable Revenue   | 0                   | 4,048,238                   | 4,048,238                                   |
| <b>Fund Balances</b>  |                     |                             |   |
| Unassigned (Deficit)  | <u>(13,704,706)</u> | <u>(1,028,989)</u>          | <u>(14,733,695)</u>                         |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</i> | <u>\$301,156</u>    | <u>\$7,504,323</u>          | <u>\$7,805,479</u>                          |

## Cuyahoga County, Ohio

### Combining Statement of Revenues, Expenditures and Changes in Fund Balances

#### Nonmajor Capital Projects Funds

For the Year Ended December 31, 2012

|  | Capital<br>Projects          | Road<br>Capital<br>Projects | Total Nonmajor<br>Capital Projects<br>Funds |
|--|------------------------------|-----------------------------|---|
| <b>Revenues</b>                                  |                              |                             |   |
| Intergovernmental                                | \$2,022,522                  | \$15,725,294                | \$17,747,816                                |
| Interest   | 18,914                       | 0                           | 18,914                                      |
| Other  | 364,422                      | 5,750                       | 370,172                                     |
|  | <u>2,405,858</u>             | <u>15,731,044</u>           | <u>18,136,902</u>                           |
| <b>Expenditures</b>                              |                              |                             |   |
| Current:   |                              |                             |   |
| Public Works                                     | 0                            | 495,566                     | 495,566                                     |
| Capital Outlay                                   | 6,666,857                    | 19,957,024                  | 26,623,881                                  |
|  | <u>6,666,857</u>             | <u>20,452,590</u>           | <u>27,119,447</u>                           |
| <i>Total Expenditures</i>                        | <u>6,666,857</u>             | <u>20,452,590</u>           | <u>27,119,447</u>                           |
| <i>Excess of Revenues Under Expenditures</i>     | <u>(4,260,999)</u>           | <u>(4,721,546)</u>          | <u>(8,982,545)</u>                          |
| <b>Other Financing Sources</b>                   |                              |                             |   |
| General Obligation Bonds Issued                  | 64,003,000                   | 0                           | 64,003,000                                  |
| Transfers In                                     | 700,200                      | 4,204,690                   | 4,904,890                                   |
|  | <u>64,703,200</u>            | <u>4,204,690</u>            | <u>68,907,890</u>                           |
| <i>Total Other Financing Sources</i>             | <u>64,703,200</u>            | <u>4,204,690</u>            | <u>68,907,890</u>                           |
| <i>Net Change in Fund Balances</i>               | 60,442,201                   | (516,856)                   | 59,925,345                                  |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>(74,146,907)</u>          | <u>(512,133)</u>            | <u>(74,659,040)</u>                         |
| <i>Fund Balances (Deficit) End of Year</i>       | <u><u>(\$13,704,706)</u></u> | <u><u>(\$1,028,989)</u></u> | <u><u>(\$14,733,695)</u></u>                |

## **Combining Statements - Nonmajor Enterprise Funds**

Enterprise funds are used to account for the financing of activity for which a fee is charged to external users for goods or services provided by the County.

***County Airport*** – To account for and report revenues and expenses of the County airport.

***County Parking Garage*** – To account for and report revenues and expenses of the County owned parking garage.

***Cuyahoga County Information Systems*** – To account for and report revenues and expenses relating to the County's information systems.

**Cuyahoga County, Ohio**  
*Combining Statement of Fund Net Position*  
*Nonmajor Enterprise Funds*  
*December 31, 2012*

|  | County<br>Airport  | County<br>Parking<br>Garage | Cuyahoga<br>County<br>Information<br>Systems | Total<br>Nonmajor<br>Enterprise<br>Funds |
|--|--------------------|-----------------------------|--|--|
| <b>Assets</b>  |                    |                             |  |  |
| <i>Current Assets:</i>                                 |                    |                             |  |  |
| Equity in Pooled Cash and Cash Equivalents             | \$536,982          | \$1,991,545                 | \$647,280                                    | \$3,175,807                              |
| Materials and Supplies Inventory                       | 39,986             | 0                           | 0  | 39,986                                   |
| Intergovernmental Receivable                           | 0                  | 0                           | 22,120                                       | 22,120                                   |
| Accounts Receivable                                    | 312,377            | 0                           | 0  | 312,377                                  |
| Interfund Receivable                                   | 0                  | 0                           | 91,470                                       | 91,470                                   |
| <i>Total Current Assets</i>                            | <u>889,345</u>     | <u>1,991,545</u>            | <u>760,870</u>                               | <u>3,641,760</u>                         |
| <i>Noncurrent Assets:</i>                              |                    |                             |  |  |
| <i>Capital Assets:</i>                                 |                    |                             |  |  |
| Nondepreciable Capital Assets                          | 6,056,978          | 5,761,359                   | 0  | 11,818,337                               |
| Depreciable Capital Assets, Net                        | 1,698,302          | 7,213,303                   | 8,982  | 8,920,587                                |
| <i>Total Noncurrent Assets</i>                         | <u>7,755,280</u>   | <u>12,974,662</u>           | <u>8,982</u>                                 | <u>20,738,924</u>                        |
| <i>Total Assets</i>                                    | <u>8,644,625</u>   | <u>14,966,207</u>           | <u>769,852</u>                               | <u>24,380,684</u>                        |
| <b>Liabilities</b>                                     |                    |                             |  |  |
| <i>Current Liabilities:</i>                            |                    |                             |  |  |
| Accounts Payable                                       | 168,773            | 633,838                     | 85,287                                       | 887,898                                  |
| Accrued Wages  | 21,068             | 24,404                      | 22,064                                       | 67,536                                   |
| Intergovernmental Payable                              | 3,218              | 3,727                       | 3,370  | 10,315                                   |
| Interfund Payable                                      | 2,487              | 10,174                      | 6,028  | 18,689                                   |
| Compensated Absences Payable                           | 1,849              | 2,022                       | 1,726  | 5,597                                    |
| <i>Total Current Liabilities</i>                       | <u>197,395</u>     | <u>674,165</u>              | <u>118,475</u>                               | <u>990,035</u>                           |
| <i>Long-Term Liabilities (net of current portion):</i> |                    |                             |  |  |
| Compensated Absences Payable                           | 52,024             | 56,886                      | 48,574                                       | 157,484                                  |
| <i>Total Liabilities</i>                               | <u>249,419</u>     | <u>731,051</u>              | <u>167,049</u>                               | <u>1,147,519</u>                         |
| <b>Net Position</b>                                    |                    |                             |  |  |
| Net Investment in Capital Assets                       | 7,755,280          | 12,974,662                  | 8,982  | 20,738,924                               |
| Unrestricted   | 639,926            | 1,260,494                   | 593,821                                      | 2,494,241                                |
| <i>Total Net Position</i>                              | <u>\$8,395,206</u> | <u>\$14,235,156</u>         | <u>\$602,803</u>                             | <u>\$23,233,165</u>                      |

**Cuyahoga County, Ohio**  
*Combining Statement of Revenues,  
Expenses and Changes in Fund Net Position  
Nonmajor Enterprise Funds  
For the Year Ended December 31, 2012*

|                                       | County<br>Airport  | County<br>Parking<br>Garage | Cuyahoga<br>County<br>Information<br>Systems | Total<br>Nonmajor<br>Enterprise<br>Funds |
|---------------------------------------|--------------------|-----------------------------|--|--|
| <b>Operating Revenues</b>             |                    |                             |  |  |
| Charges for Services                  | \$932,291          | \$4,925,431                 | \$1,560,083                                  | \$7,417,805                              |
| Other                                 | 15,924             | 0                           | 0  | 15,924                                   |
| <i>Total Operating Revenues</i>       | <u>948,215</u>     | <u>4,925,431</u>            | <u>1,560,083</u>                             | <u>7,433,729</u>                         |
| <b>Operating Expenses</b>             |                    |                             |  |  |
| Personal Services                     | 684,753            | 760,747                     | 960,085                                      | 2,405,585                                |
| Materials and Supplies                | 135,970            | 10,440                      | 503  | 146,913                                  |
| Contractual Services                  | 537,933            | 862,319                     | 727,896                                      | 2,128,148                                |
| Depreciation                          | 260,239            | 606,989                     | 3,079  | 870,307                                  |
| Other                                 | 309,998            | 1,425,506                   | 0  | 1,735,504                                |
| <i>Total Operating Expenses</i>       | <u>1,928,893</u>   | <u>3,666,001</u>            | <u>1,691,563</u>                             | <u>7,286,457</u>                         |
| <i>Operating Income (Loss)</i>        | (980,678)          | 1,259,430                   | (131,480)                                    | 147,272                                  |
| <b>Non-Operating Revenue</b>          |                    |                             |  |  |
| Interest                              | 0                  | 66,852                      | 0  | 66,852                                   |
| <i>Income (Loss) before Transfers</i> | (980,678)          | 1,326,282                   | (131,480)                                    | 214,124                                  |
| Transfers In                          | 869,053            | 0                           | 463,912                                      | 1,332,965                                |
| Transfers Out                         | 0                  | (187,130)                   | 0  | (187,130)                                |
| <i>Change in Net Position</i>         | (111,625)          | 1,139,152                   | 332,432                                      | 1,359,959                                |
| <i>Net Position Beginning of Year</i> | <u>8,506,831</u>   | <u>13,096,004</u>           | <u>270,371</u>                               | <u>21,873,206</u>                        |
| <i>Net Position End of Year</i>       | <u>\$8,395,206</u> | <u>\$14,235,156</u>         | <u>\$602,803</u>                             | <u>\$23,233,165</u>                      |

**Cuyahoga County, Ohio**  
*Combining Statement of Cash Flows*  
*Nonmajor Enterprise Funds*  
*For the Year Ended December 31, 2012*

|   | County<br>Airport         | County<br>Parking<br>Garage | Cuyahoga<br>County<br>Information<br>Systems | Total<br>Nonmajor<br>Enterprise<br>Funds |
|---|---------------------------|-----------------------------|--|--|
| <b>Increases (Decreases) in Cash and Cash Equivalents</b>   |                           |                             |  |  |
| <b>Cash Flows from Operating Activities</b>   |                           |                             |  |  |
| Cash Received from Customers  | \$820,423                 | \$4,930,899                 | \$1,540,346                                  | \$7,291,668                              |
| Other Cash Receipts   | 15,924                    | 0                           | 0  | 15,924                                   |
| Cash Payments to Employees for Services   | (689,312)                 | (787,975)                   | (990,396)                                    | (2,467,683)                              |
| Cash Payments for Goods and Services  | (713,583)                 | (850,998)                   | (736,956)                                    | (2,301,537)                              |
| Other Cash Payments   | (156,084)                 | (867,730)                   | (4,317)                                      | (1,028,131)                              |
| <i>Net Cash Provided by (Used in) Operating Activities</i>  | <u>(722,632)</u>          | <u>2,424,196</u>            | <u>(191,323)</u>                             | <u>1,510,241</u>                         |
| <b>Cash Flows from Noncapital Financing Activities</b>  |                           |                             |  |  |
| Advances Out  | 0                         | (312,373)                   | 0  | (312,373)                                |
| Transfers In  | 869,053                   | 0                           | 463,912                                      | 1,332,965                                |
| Transfers Out   | 0                         | (187,130)                   | 0  | (187,130)                                |
| <i>Net Cash Provided by (Used in) Noncapital Financing Activities</i>                                   | <u>869,053</u>            | <u>(499,503)</u>            | <u>463,912</u>                               | <u>833,462</u>                           |
| <b>Cash Flows from Investing Activities</b>   |                           |                             |  |  |
| Interest on Investments   | 0                         | 66,852                      | 0  | 66,852                                   |
| <i>Net Increase in Cash and Cash Equivalents</i>  | 146,421                   | 1,991,545                   | 272,589                                      | 2,410,555                                |
| <i>Cash and Cash Equivalents Beginning of Year</i>  | <u>390,561</u>            | <u>0</u>                    | <u>374,691</u>                               | <u>765,252</u>                           |
| <i>Cash and Cash Equivalents End of Year</i>  | <u><u>\$536,982</u></u>   | <u><u>\$1,991,545</u></u>   | <u><u>\$647,280</u></u>                      | <u><u>\$3,175,807</u></u>                |
| <b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b> |                           |                             |  |  |
| Operating Income (Loss)   | <u>(\$980,678)</u>        | <u>\$1,259,430</u>          | <u>(\$131,480)</u>                           | <u>\$147,272</u>                         |
| Adjustments:  |                           |                             |  |  |
| Depreciation  | 260,239                   | 606,989                     | 3,079  | 870,307                                  |
| <i>(Increase) Decrease in Assets:</i>   |                           |                             |  |  |
| Materials and Supplies Inventory  | (24,808)                  | 0                           | 0  | (24,808)                                 |
| Intergovernmental Receivable  | 0                         | 0                           | 56,483                                       | 56,483                                   |
| Accounts Receivable   | (17,933)                  | 0                           | 0  | (17,933)                                 |
| Interfund Receivable  | 0                         | 0                           | (76,220)                                     | (76,220)                                 |
| <i>Increase (Decrease) in Liabilities:</i>  |                           |                             |  |  |
| Accounts Payable  | 138,988                   | 579,171                     | (13,787)                                     | 704,372                                  |
| Accrued Wages   | 1,255                     | 5,813                       | 2,805  | 9,873                                    |
| Intergovernmental Payable   | 190                       | 886                         | 428  | 1,504                                    |
| Interfund Payable   | (1,480)                   | 3,042                       | 1,156  | 2,718                                    |
| Unearned Revenue  | (93,935)                  | 0                           | 0  | (93,935)                                 |
| Compensated Absences Payable  | (4,470)                   | (1,544)                     | (7,496)                                      | (13,510)                                 |
| Special Termination Benefits  | 0                         | (29,591)                    | (26,291)                                     | (55,882)                                 |
| <i>Total Adjustments</i>  | <u>258,046</u>            | <u>1,164,766</u>            | <u>(59,843)</u>                              | <u>1,362,969</u>                         |
| <i>Net Cash Provided by (Used in) Operating Activities</i>  | <u><u>(\$722,632)</u></u> | <u><u>\$2,424,196</u></u>   | <u><u>(\$191,323)</u></u>                    | <u><u>\$1,510,241</u></u>                |

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## **Combining Statements – Internal Service Funds**

Internal service funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis.

***Central Custodial Services*** - To account for and report custodial services provided to various County departments. Users are billed for costs incurred.

***Maintenance*** - To account for and report maintenance services provided to various County departments. Users are billed for costs incurred.

***Data Processing*** - To account for and report data processing services provided to various County departments. Users are billed for costs incurred.

***Printing*** - To account for and report printing services provided to various County departments. Users are billed for costs incurred.

***Postage*** - To account for and report postage purchased for various County departments. Users are billed for costs incurred.

***Health Insurance*** - To account for and report claims and administration of the health care program for covered County employees and eligible dependents and various external districts including municipalities, and the accumulation and allocation of costs associated with health care.

***Workers' Compensation*** - To account for revenues used to provide workers' compensation benefits to employees.

**Cuyahoga County, Ohio**  
*Combining Statement of Fund Net Position*  
*Internal Service Funds*  
*December 31, 2012*

|  | Central<br>Custodial<br>Services | Maintenance | Data<br>Processing | Printing    |
|--|----------------------------------|-------------|--------------------|-------------|
| <b>Assets</b>  |                                  |             |                    |             |
| <i>Current Assets:</i>                                 |                                  |             |                    |             |
| Equity in Pooled Cash and Cash Equivalents             | \$1,498,488                      | \$559,301   | \$4,676,152        | \$0         |
| Intergovernmental Receivable                           | 3,108,860                        | 0           | 54,999             | 0           |
| Accounts Receivable                                    | 9,433                            | 0           | 0                  | 0           |
| Interfund Receivable                                   | 0                                | 158,382     | 159,238            | 133,404     |
| <i>Total Current Assets</i>                            | 4,616,781                        | 717,683     | 4,890,389          | 133,404     |
| <i>Noncurrent Assets:</i>                              |                                  |             |                    |             |
| Depreciable Capital Assets, Net                        | 42,414                           | 158,794     | 5,095,320          | 269,573     |
| <i>Total Assets</i>                                    | 4,659,195                        | 876,477     | 9,985,709          | 402,977     |
| <b>Liabilities</b>                                     |                                  |             |                    |             |
| <i>Current Liabilities:</i>                            |                                  |             |                    |             |
| Accounts Payable                                       | 1,415,389                        | 107,280     | 682,414            | 262,044     |
| Accrued Wages  | 700,196                          | 10,653      | 243,726            | 19,923      |
| Intergovernmental Payable                              | 106,949                          | 1,627       | 37,227             | 3,043       |
| Interfund Payable                                      | 350,484                          | 3,962       | 69,312             | 238,224     |
| Compensated Absences Payable                           | 34,324                           | 791         | 25,800             | 1,582       |
| Claims Payable   | 0                                | 0           | 0                  | 0           |
| <i>Total Current Liabilities</i>                       | 2,607,342                        | 124,313     | 1,058,479          | 524,816     |
| <i>Long-Term Liabilities (net of current portion):</i> |                                  |             |                    |             |
| Compensated Absences Payable                           | 965,807                          | 22,262      | 725,968            | 44,524      |
| <i>Total Liabilities</i>                               | 3,573,149                        | 146,575     | 1,784,447          | 569,340     |
| <b>Net Position</b>                                    |                                  |             |                    |             |
| Net Investment in Capital Assets                       | 42,414                           | 158,794     | 5,095,320          | 269,573     |
| Unrestricted (Deficit)                                 | 1,043,632                        | 571,108     | 3,105,942          | (435,936)   |
| <i>Total Net Position (Deficit)</i>                    | \$1,086,046                      | \$729,902   | \$8,201,262        | (\$166,363) |

| <u>Postage</u>  | <u>Health Insurance</u> | <u>Workers' Compensation</u> | <u>Total</u>        |
|-----------------|-------------------------|------------------------------|---------------------|
| \$58,519        | \$11,083,897            | \$34,274,253                 | \$52,150,610        |
| 0               | 0                       | 0                            | 3,163,859           |
| 0               | 0                       | 0                            | 9,433               |
| 0               | 0                       | 3,714,325                    | 4,165,349           |
| 58,519          | 11,083,897              | 37,988,578                   | 59,489,251          |
| 47,093          | 0                       | 0                            | 5,613,194           |
| 105,612         | 11,083,897              | 37,988,578                   | 65,102,445          |
| 0               | 1,333,012               | 14,583                       | 3,814,722           |
| 15,272          | 12,819                  | 3,868                        | 1,006,457           |
| 2,333           | 1,958                   | 5,269,538                    | 5,422,675           |
| 7,888           | 2,460                   | 0                            | 672,330             |
| 2,202           | 0                       | 2                            | 64,701              |
| 0               | 4,820,283               | 9,663,761                    | 14,484,044          |
| 27,695          | 6,170,532               | 14,951,752                   | 25,464,929          |
| 61,974          | 0                       | 60                           | 1,820,595           |
| 89,669          | 6,170,532               | 14,951,812                   | 27,285,524          |
| 47,093          | 0                       | 0                            | 5,613,194           |
| (31,150)        | 4,913,365               | 23,036,766                   | 32,203,727          |
| <u>\$15,943</u> | <u>\$4,913,365</u>      | <u>\$23,036,766</u>          | <u>\$37,816,921</u> |

**Cuyahoga County, Ohio**  
*Combining Statement of Revenues,  
Expenses and Changes in Fund Net Position  
Internal Service Funds  
For the Year Ended December 31, 2012*

|   | Central<br>Custodial<br>Services | Maintenance             | Data<br>Processing        | Printing                  |
|---|----------------------------------|-------------------------|---------------------------|---------------------------|
| <b>Operating Revenues</b>                       |                                  |                         |                           |                           |
| Charges for Services                            | \$50,315,080                     | \$1,281,188             | \$22,212,336              | \$2,855,915               |
| Other   | 49,356                           | 39,100                  | 3,508                     | 39,144                    |
| <i>Total Operating Revenues</i>                 | <u>50,364,436</u>                | <u>1,320,288</u>        | <u>22,215,844</u>         | <u>2,895,059</u>          |
| <b>Operating Expenses</b>                       |                                  |                         |                           |                           |
| Personal Services                               | 26,649,963                       | 328,557                 | 7,546,591                 | 709,724                   |
| Materials and Supplies                          | 12,766,173                       | 585,906                 | 263,109                   | 1,812,439                 |
| Contractual Services                            | 6,078,675                        | 0                       | 5,101,329                 | 802,830                   |
| Claims  | 0                                | 0                       | 0                         | 0                         |
| Depreciation                                    | 11,292                           | 177,281                 | 1,180,380                 | 77,891                    |
| Other   | 451,606                          | 4,638                   | 8,015,216                 | 6,755                     |
| <i>Total Operating Expenses</i>                 | <u>45,957,709</u>                | <u>1,096,382</u>        | <u>22,106,625</u>         | <u>3,409,639</u>          |
| <i>Operating Income (Loss)</i>                  | <u>4,406,727</u>                 | <u>223,906</u>          | <u>109,219</u>            | <u>(514,580)</u>          |
| <b>Non-Operating Revenues</b>                   |                                  |                         |                           |                           |
| Intergovernmental                               | 0                                | 0                       | 0                         | 0                         |
| Contributions and Donations                     | 0                                | 0                       | 0                         | 0                         |
| <i>Total Non-Operating Revenues (Expenses)</i>  | <u>0</u>                         | <u>0</u>                | <u>0</u>                  | <u>0</u>                  |
| <i>Income (Loss) before Transfers</i>           | 4,406,727                        | 223,906                 | 109,219                   | (514,580)                 |
| Transfers In                                    | 0                                | 0                       | 736,067                   | 0                         |
| <i>Change in Net Position</i>                   | 4,406,727                        | 223,906                 | 845,286                   | (514,580)                 |
| <i>Net Position (Deficit) Beginning of Year</i> | <u>(3,320,681)</u>               | <u>505,996</u>          | <u>7,355,976</u>          | <u>348,217</u>            |
| <i>Net Position (Deficit) End of Year</i>       | <u><u>\$1,086,046</u></u>        | <u><u>\$729,902</u></u> | <u><u>\$8,201,262</u></u> | <u><u>(\$166,363)</u></u> |

| <u>Postage</u>   | <u>Health Insurance</u> | <u>Workers' Compensation</u> | <u>Total</u>        |
|------------------|-------------------------|------------------------------|---------------------|
| \$1,353,540      | \$82,047,223            | \$6,162,005                  | \$166,227,287       |
| 0                | 0                       | 0                            | 131,108             |
| <u>1,353,540</u> | <u>82,047,223</u>       | <u>6,162,005</u>             | <u>166,358,395</u>  |
| 577,929          | 437,894                 | 117,503                      | 36,368,161          |
| 169              | 0                       | 0                            | 15,427,796          |
| 309,878          | 56,602,699              | 4,651,440                    | 73,546,851          |
| 0                | 23,023,130              | 5,093,881                    | 28,117,011          |
| 17,853           | 0                       | 0                            | 1,464,697           |
| 949,467          | 0                       | 0                            | 9,427,682           |
| <u>1,855,296</u> | <u>80,063,723</u>       | <u>9,862,824</u>             | <u>164,352,198</u>  |
| <u>(501,756)</u> | <u>1,983,500</u>        | <u>(3,700,819)</u>           | <u>2,006,197</u>    |
| 0                | 0                       | 411,923                      | 411,923             |
| 0                | 582,101                 | 0                            | 582,101             |
| <u>0</u>         | <u>582,101</u>          | <u>411,923</u>               | <u>994,024</u>      |
| (501,756)        | 2,565,601               | (3,288,896)                  | 3,000,221           |
| 0                | 0                       | 0                            | 736,067             |
| (501,756)        | 2,565,601               | (3,288,896)                  | 3,736,288           |
| 517,699          | 2,347,764               | 26,325,662                   | 34,080,633          |
| <u>\$15,943</u>  | <u>\$4,913,365</u>      | <u>\$23,036,766</u>          | <u>\$37,816,921</u> |

**Cuyahoga County, Ohio**  
*Combining Statement of Cash Flows*  
*Internal Service Funds*  
*For the Year Ended December 31, 2012*

|   | Central<br>Custodial<br>Services | Maintenance      | Data<br>Processing | Printing           |
|---|----------------------------------|------------------|--------------------|--------------------|
| <b>Increases (Decreases) in Cash and Cash Equivalents</b>   |                                  |                  |                    |                    |
| <b>Cash Flows from Operating Activities</b>   |                                  |                  |                    |                    |
| Cash Received from Interfund Transactions   | \$48,419,553                     | \$1,181,512      | \$22,224,049       | \$2,900,520        |
| Other Cash Receipts   | 49,356                           | 39,100           | 3,508              | 39,144             |
| Cash Payments to Employees for Services   | (26,610,259)                     | (325,334)        | (7,598,511)        | (702,158)          |
| Cash Payments for Goods and Services  | (18,452,237)                     | (460,160)        | (5,193,682)        | (2,519,026)        |
| Cash Payments for Claims  | 0                                | 0                | 0                  | 0                  |
| Other Cash Payments   | (415,739)                        | (4,638)          | (7,922,069)        | (6,755)            |
| <i>Net Cash Provided by (Used in) Operating Activities</i>  | <u>2,990,674</u>                 | <u>430,480</u>   | <u>1,513,295</u>   | <u>(288,275)</u>   |
| <b>Cash Flows from Noncapital Financing Activities</b>  |                                  |                  |                    |                    |
| Intergovernmental   | 0                                | 0                | 0                  | 0                  |
| Contributions and Donations   | 0                                | 0                | 0                  | 0                  |
| Advances In   | 0                                | 0                | 0                  | 230,210            |
| Advances Out  | (1,469,746)                      | 0                | 0                  | 0                  |
| Transfers In  | 0                                | 0                | 736,067            | 0                  |
| <i>Net Cash Provided by (Used in) Noncapital Financing Activities</i>                                   | <u>(1,469,746)</u>               | <u>0</u>         | <u>736,067</u>     | <u>230,210</u>     |
| <b>Cash Flows from Capital and Related Financing Activities</b>   |                                  |                  |                    |                    |
| Payments for Capital Acquisitions   | (22,440)                         | 0                | (75,976)           | 0                  |
| <i>Net Increase (Decrease) in Cash and Cash Equivalents</i>   | 1,498,488                        | 430,480          | 2,173,386          | (58,065)           |
| <i>Cash and Cash Equivalents Beginning of Year</i>  | <u>0</u>                         | <u>128,821</u>   | <u>2,502,766</u>   | <u>58,065</u>      |
| <i>Cash and Cash Equivalents End of Year</i>  | <u>\$1,498,488</u>               | <u>\$559,301</u> | <u>\$4,676,152</u> | <u>\$0</u>         |
| <b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities</b> |                                  |                  |                    |                    |
| Operating Income (Loss)   | <u>\$4,406,727</u>               | <u>\$223,906</u> | <u>\$109,219</u>   | <u>(\$514,580)</u> |
| Adjustments:  |                                  |                  |                    |                    |
| Depreciation  | 11,292                           | 177,281          | 1,180,380          | 77,891             |
| <i>(Increase) Decrease in Assets:</i>   |                                  |                  |                    |                    |
| Materials and Supplies Inventory  | 0                                | 50,598           | 0                  | 6,822              |
| Intergovernmental Receivable  | (1,886,094)                      | 0                | (32,518)           | 0                  |
| Accounts Receivable   | (9,433)                          | 0                | 0                  | 0                  |
| Interfund Receivable  | 0                                | (99,676)         | 44,231             | 44,605             |
| <i>Increase (Decrease) in Liabilities:</i>  |                                  |                  |                    |                    |
| Accounts Payable  | 445,047                          | 75,071           | 235,800            | 89,421             |
| Accrued Wages   | 1,413                            | 1,864            | 44,711             | 2,003              |
| Intergovernmental Payable   | 179                              | 285              | 6,817              | 305                |
| Interfund Payable   | (46,683)                         | (266)            | 28,295             | (634)              |
| Compensated Absences Payable  | 738,043                          | 1,417            | 133,169            | 5,892              |
| Special Termination Benefits  | (669,817)                        | 0                | (236,809)          | 0                  |
| Claims Payable  | 0                                | 0                | 0                  | 0                  |
| <i>Total Adjustments</i>  | <u>(1,416,053)</u>               | <u>206,574</u>   | <u>1,404,076</u>   | <u>226,305</u>     |
| <i>Net Cash Provided by (Used in) Operating Activities</i>  | <u>\$2,990,674</u>               | <u>\$430,480</u> | <u>\$1,513,295</u> | <u>(\$288,275)</u> |

| <u>Postage</u>     | <u>Health Insurance</u> | <u>Workers' Compensation</u> | <u>Total</u>         |
|--------------------|-------------------------|------------------------------|----------------------|
| \$1,353,540        | \$82,047,223            | \$6,493,919                  | \$164,620,316        |
| 0                  | 0                       | 0                            | 131,108              |
| (562,663)          | (465,832)               | (125,201)                    | (36,389,958)         |
| (320,778)          | (57,848,469)            | (5,592,750)                  | (90,387,102)         |
| 0                  | (29,161,808)            | (4,104,247)                  | (33,266,055)         |
| <u>(949,467)</u>   | <u>0</u>                | <u>0</u>                     | <u>(9,298,668)</u>   |
| <u>(479,368)</u>   | <u>(5,428,886)</u>      | <u>(3,328,279)</u>           | <u>(4,590,359)</u>   |
| 0                  | 0                       | 411,923                      | 411,923              |
| 0                  | 582,101                 | 0                            | 582,101              |
| 0                  | 0                       | 0                            | 230,210              |
| 0                  | 0                       | 0                            | (1,469,746)          |
| <u>0</u>           | <u>0</u>                | <u>0</u>                     | <u>736,067</u>       |
| <u>0</u>           | <u>582,101</u>          | <u>411,923</u>               | <u>490,555</u>       |
| <u>0</u>           | <u>0</u>                | <u>0</u>                     | <u>(98,416)</u>      |
| (479,368)          | (4,846,785)             | (2,916,356)                  | (4,198,220)          |
| <u>537,887</u>     | <u>15,930,682</u>       | <u>37,190,609</u>            | <u>56,348,830</u>    |
| <u>\$58,519</u>    | <u>\$11,083,897</u>     | <u>\$34,274,253</u>          | <u>\$52,150,610</u>  |
| <u>(\$501,756)</u> | <u>\$1,983,500</u>      | <u>(\$3,700,819)</u>         | <u>\$2,006,197</u>   |
| 17,853             | 0                       | 0                            | 1,464,697            |
| 0                  | 0                       | 0                            | 57,420               |
| 0                  | 0                       | 0                            | (1,918,612)          |
| 0                  | 0                       | 0                            | (9,433)              |
| 0                  | 0                       | 331,914                      | 321,074              |
| (11,178)           | (1,245,973)             | 14,583                       | (397,229)            |
| 2,673              | 738                     | 550                          | 53,952               |
| 408                | 112                     | (955,809)                    | (947,703)            |
| (289)              | 286                     | 0                            | (19,291)             |
| 12,921             | 0                       | (3,044)                      | 888,398              |
| 0                  | (28,871)                | (5,288)                      | (940,785)            |
| <u>0</u>           | <u>(6,138,678)</u>      | <u>989,634</u>               | <u>(5,149,044)</u>   |
| <u>22,388</u>      | <u>(7,412,386)</u>      | <u>372,540</u>               | <u>(6,596,556)</u>   |
| <u>(\$479,368)</u> | <u>(\$5,428,886)</u>    | <u>(\$3,328,279)</u>         | <u>(\$4,590,359)</u> |

## **Combining Statements – Fiduciary Funds**

### ***Fiduciary Funds***

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Agency Funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

### ***Agency Funds***

***Payroll*** - To account for and report the collection of gross payroll for respective funds and disbursements of net pay to employees and withholding to proper vendors.

***Undivided Taxes*** - To account for and report the collection and distribution of various taxes.

***Other Agency*** - To account for and report the revenues and expenditures for the various other agency funds.

***Board of Health*** - To account for and report the revenues and expenditures for the Board of Health for which the County Auditor services as fiscal agent.

***United States Treasury*** - To account for and report interest earned on investments and allocated to the various funds.



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

|   | Beginning<br>Balance<br>12/31/2011 | Additions              | Deletions              | Ending<br>Balance<br>12/31/2012 |
|---|------------------------------------|------------------------|------------------------|---------------------------------|
| <b>Payroll</b>                                      |                                    |                        |                        |                                 |
| <i>Assets</i>                                       |                                    |                        |                        |                                 |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$8,062,386                        | \$546,083,692          | \$545,480,112          | \$8,665,966                     |
| <i>Liabilities</i>                                  |                                    |                        |                        |                                 |
| Undistributed Monies                                | \$8,062,386                        | \$546,083,692          | \$545,480,112          | \$8,665,966                     |
| <br>  |                                    |                        |                        |                                 |
| <b>Undivided Taxes</b>                              |                                    |                        |                        |                                 |
| <i>Assets</i>                                       |                                    |                        |                        |                                 |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$172,796,241                      | \$2,687,744,767        | \$2,697,487,162        | \$163,053,846                   |
| Property Taxes Receivable                           | 1,617,335,837                      | 2,725,484,482          | 1,617,335,837          | 2,725,484,482                   |
| Special Assessments Receivable                      | 93,206,336                         | 94,030,956             | 93,206,336             | 94,030,956                      |
| <i>Total Assets</i>                                 | <u>\$1,883,338,414</u>             | <u>\$5,507,260,205</u> | <u>\$4,408,029,335</u> | <u>\$2,982,569,284</u>          |
| <i>Liabilities</i>                                  |                                    |                        |                        |                                 |
| Undistributed Monies                                | <u>\$1,883,338,414</u>             | <u>\$5,507,260,205</u> | <u>\$4,408,029,335</u> | <u>\$2,982,569,284</u>          |
| <br>  |                                    |                        |                        |                                 |
| <b>Other Agency</b>                                 |                                    |                        |                        |                                 |
| <i>Assets</i>                                       |                                    |                        |                        |                                 |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$1,076,570                        | \$4,117,816            | \$4,047,724            | \$1,146,662                     |
| Cash and Cash Equivalents<br>in Segregated Accounts | 46,334,668                         | 223,213,961            | 222,330,658            | 47,217,971                      |
| <i>Total Assets</i>                                 | <u>\$47,411,238</u>                | <u>\$227,331,777</u>   | <u>\$226,378,382</u>   | <u>\$48,364,633</u>             |
| <i>Liabilities</i>                                  |                                    |                        |                        |                                 |
| Deposits Held and Due to Others                     | <u>\$47,411,238</u>                | <u>\$227,331,777</u>   | <u>\$226,378,382</u>   | <u>\$48,364,633</u>             |
| <br>  |                                    |                        |                        |                                 |
| <b>Board of Health</b>                              |                                    |                        |                        |                                 |
| <i>Assets</i>                                       |                                    |                        |                        |                                 |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$5,519,257                        | \$20,750,937           | \$21,275,999           | \$4,994,195                     |
| <i>Liabilities</i>                                  |                                    |                        |                        |                                 |
| Deposits Held and Due to Others                     | <u>\$5,519,257</u>                 | <u>\$20,750,937</u>    | <u>\$21,275,999</u>    | <u>\$4,994,195</u>              |

(continued)

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

|   | Beginning<br>Balance<br>12/31/2011 | Additions              | Deletions              | Ending<br>Balance<br>12/31/2012 |
|---|------------------------------------|------------------------|------------------------|---------------------------------|
| <b>United States Treasury</b>                       |                                    |                        |                        |                                 |
| <i>Assets</i>                                       |                                    |                        |                        |                                 |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$0                                | \$11,242,352           | \$11,242,352           | \$0                             |
| <i>Liabilities</i>                                  |                                    |                        |                        |                                 |
| Deposits Held and Due to Others                     | \$0                                | \$11,242,352           | \$11,242,352           | \$0                             |
| <br>  |                                    |                        |                        |                                 |
| <b>All Agency Funds</b>                             |                                    |                        |                        |                                 |
| <i>Assets</i>                                       |                                    |                        |                        |                                 |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$187,454,454                      | \$3,269,939,564        | \$3,279,533,349        | \$177,860,669                   |
| Cash and Cash Equivalents<br>In Segregated Accounts | 46,334,668                         | 223,213,961            | 222,330,658            | 47,217,971                      |
| Property Taxes Receivable                           | 1,617,335,837                      | 2,725,484,482          | 1,617,335,837          | 2,725,484,482                   |
| Special Assessments Receivable                      | 93,206,336                         | 94,030,956             | 93,206,336             | 94,030,956                      |
| <i>Total Assets</i>                                 | <u>\$1,944,331,295</u>             | <u>\$6,312,668,963</u> | <u>\$5,212,406,180</u> | <u>\$3,044,594,078</u>          |
| <i>Liabilities</i>                                  |                                    |                        |                        |                                 |
| Undistributed Monies                                | \$1,891,400,800                    | \$6,053,343,897        | \$4,953,509,447        | \$2,991,235,250                 |
| Deposits Held and Due to Others                     | 52,930,495                         | 259,325,066            | 258,896,733            | 53,358,828                      |
| <i>Total Liabilities</i>                            | <u>\$1,944,331,295</u>             | <u>\$6,312,668,963</u> | <u>\$5,212,406,180</u> | <u>\$3,044,594,078</u>          |

**Individual Fund Schedules of Revenues,  
Expenditures/Expenses and Changes in Fund  
Balance/Fund Equity – Budget and Actual**

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

|                             | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>             |                    |                    |                    |   |
| Property Taxes              | \$14,422,548       | \$14,540,225       | \$14,818,423       | \$278,198   |
| Sales Tax                   | 220,728,458        | 222,529,430        | 226,787,081        | 4,257,651   |
| Hotel/Lodging Taxes         | 3,148,432          | 3,174,121          | 3,234,851          | 60,730  |
| Charges for Services        | 63,796,623         | 64,113,151         | 65,356,932         | 1,243,781   |
| Licenses and Permits        | 53,784             | 54,223             | 55,260             | 1,037   |
| Fines and Forfeitures       | 10,877,516         | 10,966,268         | 11,176,085         | 209,817   |
| Intergovernmental           | 37,890,057         | 38,195,008         | 38,915,939         | 720,931   |
| Interest                    | 6,460,650          | 6,513,364          | 6,637,984          | 124,620   |
| Contributions and Donations | 66,377             | 66,377             | 66,377             | 0   |
| Other                       | 3,341,145          | 3,390,417          | 7,848,666          | 4,458,249   |
| <i>Total Revenues</i>       | <u>360,785,590</u> | <u>363,542,584</u> | <u>374,897,598</u> | <u>11,355,014</u>                                       |
| <b>Expenditures</b>         |                    |                    |                    |   |
| Current:                    |                    |                    |                    |   |
| General Government -        |                    |                    |                    |   |
| Legislative and Executive:  |                    |                    |                    |   |
| Vital Statistics:           |                    |                    |                    |   |
| Other                       | 10,976             | 10,976             | 10,478             | 498   |
| Bureau of Inspection:       |                    |                    |                    |   |
| Other                       | 300,043            | 300,043            | 288,966            | 11,077  |
| Auditor:                    |                    |                    |                    |   |
| Other                       | 340,000            | 0                  | 1,320              | (1,320)   |
| Administration:             |                    |                    |                    |   |
| Other                       | 0                  | 0                  | (125)              | 125   |
| General Accounting:         |                    |                    |                    |   |
| Other                       | 241,776            | 52,710             | 8,983              | 43,727  |
| Real Property:              |                    |                    |                    |   |
| Other                       | 9,849              | 9,849              | 0                  | 9,849   |
| Budget Commission:          |                    |                    |                    |   |
| Other                       | 22,147             | 22,147             | 0                  | 22,147  |
| General Services:           |                    |                    |                    |   |
| Other                       | 4,000              | 4,000              | 4,000              | 0   |
| Community Services:         |                    |                    |                    |   |
| Other                       | \$0                | \$0                | (\$37)             | \$37  |

(continued)

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

|                                      | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|-----------------|-----------|---|
| Real Estate Services:                |                    |                 |           |   |
| Other                                | \$0                | \$0             | \$2,664   | (\$2,664)   |
| Administration:                      |                    |                 |           |   |
| Personal Services                    | 6,009,289          | 6,009,289       | 6,009,287 | 2   |
| Other                                | 4,086,890          | 4,033,046       | 3,014,851 | 1,018,195   |
| Capital Outlay                       | 100,001            | 153,845         | 100,914   | 52,931  |
| Total Administration                 | 10,196,180         | 10,196,180      | 9,125,052 | 1,071,128   |
| Primary Election:                    |                    |                 |           |   |
| Personal Services                    | 1,307,767          | 523,767         | 521,257   | 2,510   |
| Other                                | 2,841,780          | 2,333,780       | 2,332,938 | 842   |
| Capital Outlay                       | 2,328              | 28              | 0         | 28  |
| Total Primary Election               | 4,151,875          | 2,857,575       | 2,854,195 | 3,380   |
| General Election:                    |                    |                 |           |   |
| Personal Services                    | 2,415,327          | 2,415,327       | 1,287,211 | 1,128,116   |
| Other                                | 4,908,094          | 4,908,094       | 2,243,097 | 2,664,997   |
| Capital Outlay                       | 4,262              | 4,262           | 0         | 4,262   |
| Total General Election               | 7,327,683          | 7,327,683       | 3,530,308 | 3,797,375   |
| Special Election:                    |                    |                 |           |   |
| Personal Services                    | 13,854             | 13,854          | 0         | 13,854  |
| Other                                | 97,851             | 97,851          | 63,587    | 34,264  |
| Capital Outlay                       | 30                 | 30              | 0         | 30  |
| Total Special Election               | 111,735            | 111,735         | 63,587    | 48,148  |
| Electronic Voting Consultation:      |                    |                 |           |   |
| Other                                | 932,029            | 54,000          | 54,000    | 0   |
| Capital Outlay                       | 246,439            | 1,124,468       | 857,546   | 266,922   |
| Total Electronic Voting Consultation | 1,178,468          | 1,178,468       | 911,546   | 266,922   |
| County Charter:                      |                    |                 |           |   |
| Other                                | \$400,000          | \$400,000       | \$31,731  | \$368,269   |

(continued)

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

|                                     | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------|--------------------|-----------------|-------------|---|
| Board of Revision:                  |                    |                 |             |   |
| Other                               | \$12,062           | \$12,062        | \$0         | \$12,062  |
| Capital Outlay                      | 6,268              | 6,268           | 0           | 6,268   |
| Total Board of Revision             | 18,330             | 18,330          | 0           | 18,330  |
| County Administrator:               |                    |                 |             |   |
| Other                               | 97,394             | 67,739          | 67,739      | 0   |
| Human Resources:                    |                    |                 |             |   |
| Other                               | 374,550            | 133,652         | 133,639     | 13  |
| Capital Outlay                      | 998                | 0               | 0           | 0   |
| Total Human Resources               | 375,548            | 133,652         | 133,639     | 13  |
| Office of Budget and Management:    |                    |                 |             |   |
| Other                               | 28,487             | 28,487          | 660         | 27,827  |
| Clerk of the Board Staff:           |                    |                 |             |   |
| Other                               | 14                 | 14              | 0           | 14  |
| Capital Outlay                      | 18                 | 18              | 0           | 18  |
| Total Clerk of the Board Staff      | 32                 | 32              | 0           | 32  |
| Procurement and Diversity:          |                    |                 |             |   |
| Other                               | 67,746             | 52,898          | 29,981      | 22,917  |
| Charter Council Redistrict Review:  |                    |                 |             |   |
| Other                               | 0                  | 0               | 34,400      | (34,400)  |
| Board of County Commissioners:      |                    |                 |             |   |
| Other                               | 1,545              | 1,545           | 0           | 1,545   |
| Capital Outlay                      | 41                 | 41              | 0           | 41  |
| Total Board of County Commissioners | 1,586              | 1,586           | 0           | 1,586   |
| County Council:                     |                    |                 |             |   |
| Personal Services                   | 1,400,529          | 1,400,529       | 1,333,810   | 66,719  |
| Other                               | 550,352            | 550,352         | 349,110     | 201,242   |
| Capital Outlay                      | 52,700             | 52,700          | 5,811       | 46,889  |
| Total County Council                | \$2,003,581        | \$2,003,581     | \$1,688,731 | \$314,850   |

(continued)

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

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| Property Management:   |                    |                    |                    |   |
| Personal Services  | \$559,718          | \$508,992          | \$516,868          | (\$7,876)   |
| Other  | 3,029,983          | 4,166,006          | 3,868,121          | 297,885   |
| Capital Outlay   | 1,038              | 1,038              | 0                  | 1,038   |
| <b>Total Property Management</b>                                   | <b>3,590,739</b>   | <b>4,676,036</b>   | <b>4,384,989</b>   | <b>291,047</b>  |
| Archives:  |                    |                    |                    |   |
| Personal Services  | 263,124            | 263,124            | 234,043            | 29,081  |
| Other  | 740,599            | 740,599            | 318,703            | 421,896   |
| Capital Outlay   | 3,715              | 3,715              | 0                  | 3,715   |
| <b>Total Archives</b>  | <b>1,007,438</b>   | <b>1,007,438</b>   | <b>552,746</b>     | <b>454,692</b>  |
| County Executive:  |                    |                    |                    |   |
| Personal Services  | 1,199,616          | 1,379,616          | 1,268,827          | 110,789   |
| Other  | 625,300            | 664,955            | 797,175            | (132,220)   |
| Capital Outlay   | 5,252              | 5,252              | 95                 | 5,157   |
| <b>Total County Executive</b>                                      | <b>1,830,168</b>   | <b>2,049,823</b>   | <b>2,066,097</b>   | <b>(16,274)</b>   |
| Administration-Fiscal Services:                                    |                    |                    |                    |   |
| Personal Services  | 700,416            | 722,479            | 665,677            | 56,802  |
| Other  | 0                  | 66,700             | 308,346            | (241,646)   |
| Capital Outlay   | 1,374              | 1,374              | 0                  | 1,374   |
| <b>Total Administration-Fiscal Services</b>                        | <b>701,790</b>     | <b>790,553</b>     | <b>974,023</b>     | <b>(183,470)</b>  |
| Office of Budget and Management -<br>Fiscal Services:              |                    |                    |                    |   |
| Personal Services  | 1,006,125          | 906,125            | 889,504            | 16,621  |
| Other  | 182,844            | 182,844            | 168,340            | 14,504  |
| Capital Outlay   | 1,851              | 1,851              | 0                  | 1,851   |
| <b>Total Office of Budget and Management -<br/>Fiscal Services</b> | <b>1,190,820</b>   | <b>1,090,820</b>   | <b>1,057,844</b>   | <b>32,976</b>   |
| Financial Reporting:   |                    |                    |                    |   |
| Personal Services  | 4,316,519          | 1,778,696          | 1,507,231          | 271,465   |
| Other  | 3,209,243          | 2,459,068          | 1,961,684          | 497,384   |
| Capital Outlay   | 7,182              | 7,182              | 0                  | 7,182   |
| <b>Total Financial Reporting</b>                                   | <b>\$7,532,944</b> | <b>\$4,244,946</b> | <b>\$3,468,915</b> | <b>\$776,031</b>  |

(continued)

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

|  | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| Property Valuations:   |                    |                  |                  |   |
| Personal Services  | \$2,663,806        | \$5,555,125      | \$5,551,978      | \$3,147   |
| Other  | 1,403,498          | 1,701,973        | 1,647,324        | 54,649  |
| Capital Outlay   | 6,204              | 6,204            | 1,822            | 4,382   |
| Total Property Valuations                                      | <u>4,073,508</u>   | <u>7,263,302</u> | <u>7,201,124</u> | <u>62,178</u>   |
| Treasury Management:   |                    |                  |                  |   |
| Personal Services  | 1,426,288          | 1,411,708        | 1,442,481        | (30,773)  |
| Other  | 1,407,755          | 1,631,185        | 1,538,454        | 92,731  |
| Capital Outlay   | 2,862              | 2,862            | 230              | 2,632   |
| Total Treasury Management                                      | <u>2,836,905</u>   | <u>3,045,755</u> | <u>2,981,165</u> | <u>64,590</u>   |
| Office of Procurement and Diversity -<br>Fiscal Services:      |                    |                  |                  |   |
| Personal Services  | 1,260,491          | 1,205,491        | 1,199,544        | 5,947   |
| Other  | 465,024            | 465,024          | 286,556          | 178,468   |
| Capital Outlay   | 2,055              | 2,055            | 310              | 1,745   |
| Total Office of Procurement and Diversity -<br>Fiscal Services | <u>1,727,570</u>   | <u>1,672,570</u> | <u>1,486,410</u> | <u>186,160</u>  |
| Human Resources Commission:                                    |                    |                  |                  |   |
| Personal Services  | 167,872            | 185,872          | 201,822          | (15,950)  |
| Other  | 407,639            | 389,639          | 175,226          | 214,413   |
| Capital Outlay   | 4,979              | 4,979            | 3,958            | 1,021   |
| Total Human Resources Commission                               | <u>580,490</u>     | <u>580,490</u>   | <u>381,006</u>   | <u>199,484</u>  |
| Human Resources Administration:                                |                    |                  |                  |   |
| Personal Services  | 3,211,844          | 3,170,138        | 2,616,580        | 553,558   |
| Other  | 637,828            | 801,450          | 1,316,367        | (514,917)   |
| Capital Outlay   | 6,092              | 6,092            | 1,743            | 4,349   |
| Total Human Resources Administration                           | <u>3,855,764</u>   | <u>3,977,680</u> | <u>3,934,690</u> | <u>42,990</u>   |
| Internal Audit:  |                    |                  |                  |   |
| Personal Services  | 349,790            | 349,790          | 109,808          | 239,982   |
| Other  | 286,940            | 286,940          | 73,984           | 212,956   |
| Capital Outlay   | 602                | 602              | 5,420            | (4,818)   |
| Total Internal Audit   | <u>\$637,332</u>   | <u>\$637,332</u> | <u>\$189,212</u> | <u>\$448,120</u>  |

(continued)



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

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| Inspector General:   |                    |                    |                    |   |
| Personal Services  | \$799,842          | \$799,842          | \$543,539          | \$256,303   |
| Other  | 258,517            | 258,517            | 213,420            | 45,097  |
| Capital Outlay   | 1,565              | 1,565              | 0                  | 1,565   |
| Total Inspector General  | <u>1,059,924</u>   | <u>1,059,924</u>   | <u>756,959</u>     | <u>302,965</u>  |
| Information Technology:  |                    |                    |                    |   |
| Other  | 0                  | 350,000            | 350,000            | 0   |
| Capital Outlay   | 0                  | 1,075,000          | 1,065,369          | 9,631   |
| Total Information Technology   | <u>0</u>           | <u>1,425,000</u>   | <u>1,415,369</u>   | <u>9,631</u>  |
| Automation:  |                    |                    |                    |   |
| Other  | 16,412             | 373                | 0                  | 373   |
| Capital Outlay   | 7,905              | 0                  | 0                  | 0   |
| Total Automation   | <u>24,317</u>      | <u>373</u>         | <u>0</u>           | <u>373</u>  |
| General Office:  |                    |                    |                    |   |
| Other  | 10,246             | 0                  | 0                  | 0   |
| County Microfilming:   |                    |                    |                    |   |
| Other  | 2,494              | 2,494              | 0                  | 2,494   |
| Treasurer - Administration:  |                    |                    |                    |   |
| Other  | 301,612            | 55,736             | 56,009             | (273)   |
| Capital Outlay   | 230                | 0                  | 0                  | 0   |
| Total Treasurer - Administration   | <u>301,842</u>     | <u>55,736</u>      | <u>56,009</u>      | <u>(273)</u>  |
| General Fund Reserve and Contingencies:                                    |                    |                    |                    |   |
| Other  | 3,382,476          | 3,382,476          | 0                  | 3,382,476   |
| Fiscal Certificate of Title Administration -<br>Records and Licenses:      |                    |                    |                    |   |
| Personal Services  | 2,891,728          | 2,891,728          | 2,831,039          | 60,689  |
| Other  | 1,243,360          | 1,275,113          | 1,030,588          | 244,525   |
| Capital Outlay   | 4,806              | 19,806             | 8,540              | 11,266  |
| Total Fiscal Certificate of Title<br>Administration - Records and Licenses | <u>\$4,139,894</u> | <u>\$4,186,647</u> | <u>\$3,870,167</u> | <u>\$316,480</u>  |

(continued)

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

|  | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|-------------|---|
| Recorders Housing Trust -<br>Records and Licenses: |                    |                 |             |   |
| Other  | \$0                | \$0             | \$868,770   | (\$868,770)   |
| Recorders Housing Trust -<br>General Office:       |                    |                 |             |   |
| Other  | 0                  | 0               | 3,199,409   | (3,199,409)   |
| Total Legislative and Executive                    | 65,374,097         | 65,927,066      | 57,632,722  | 8,294,344   |
| Judicial:  |                    |                 |             |   |
| Board and Care of Prisoners:                       |                    |                 |             |   |
| Other  | 994,920            | 1,475,310       | 1,671,004   | (195,694)   |
| Court of Appeals:                                  |                    |                 |             |   |
| Personal Services                                  | 1,194,938          | 78,476          | 75,383      | 3,093   |
| Other  | 838,773            | 838,773         | 718,212     | 120,561   |
| Capital Outlay                                     | 12,379             | 12,379          | 4,678       | 7,701   |
| Total Court of Appeals                             | 2,046,090          | 929,628         | 798,273     | 131,355   |
| Clerk of Courts:                                   |                    |                 |             |   |
| Personal Services                                  | 6,016,647          | 5,866,647       | 5,486,324   | 380,323   |
| Other  | 5,488,779          | 5,638,779       | 5,421,575   | 217,204   |
| Capital Outlay                                     | 10,888             | 10,888          | 1,220       | 9,668   |
| Total Clerk of Courts                              | 11,516,314         | 11,516,314      | 10,909,119  | 607,195   |
| Common Pleas - Legal Research:                     |                    |                 |             |   |
| Other  | 71,434             | 71,434          | 63,780      | 7,654   |
| Judicial General:                                  |                    |                 |             |   |
| Personal Services                                  | 7,003,207          | 7,003,207       | 7,538,226   | (535,019)   |
| Other  | 15,539,824         | 15,197,471      | 14,749,196  | 448,275   |
| Capital Outlay                                     | 443,136            | 643,136         | 653,389     | (10,253)  |
| Total Judicial General                             | 22,986,167         | 22,843,814      | 22,940,811  | (96,997)  |
| Arbitration:                                       |                    |                 |             |   |
| Personal Services                                  | 904,364            | 991,364         | 991,388     | (24)  |
| Other  | 253,302            | 278,302         | 102,074     | 176,228   |
| Capital Outlay                                     | 1,715              | 1,715           | 0           | 1,715   |
| Total Arbitration                                  | \$1,159,381        | \$1,271,381     | \$1,093,462 | \$177,919   |

(continued)

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

|   | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|--------------------|---|
| Central Scheduling:                               |                    |                    |                    |   |
| Personal Services                                 | \$6,681,804        | \$6,681,804        | \$6,291,530        | \$390,274   |
| Other   | 991,660            | 991,660            | 698,565            | 293,095   |
| Capital Outlay                                    | 12,400             | 12,400             | 0                  | 12,400  |
| Total Central Scheduling                          | <u>7,685,864</u>   | <u>7,685,864</u>   | <u>6,990,095</u>   | <u>695,769</u>  |
| Probation:  |                    |                    |                    |   |
| Personal Services                                 | 9,441,732          | 9,441,732          | 9,529,017          | (87,285)  |
| Other   | 733,182            | 733,182            | 589,169            | 144,013   |
| Capital Outlay                                    | 17,300             | 17,300             | 0                  | 17,300  |
| Total Probation                                   | <u>10,192,214</u>  | <u>10,192,214</u>  | <u>10,118,186</u>  | <u>74,028</u>   |
| Medical Examiner Operations:                      |                    |                    |                    |   |
| Personal Services                                 | 4,594,215          | 4,559,215          | 4,317,134          | 242,081   |
| Other   | 3,781,961          | 3,816,961          | 3,264,582          | 552,379   |
| Capital Outlay                                    | 39,988             | 39,988             | 16,978             | 23,010  |
| Total Medical Examiner Operations                 | <u>8,416,164</u>   | <u>8,416,164</u>   | <u>7,598,694</u>   | <u>817,470</u>  |
| Cuyahoga County Regional Forensic<br>Science Lab: |                    |                    |                    |   |
| Other   | 33,330             | 0                  | 1,079              | (1,079)   |
| Domestic Relations:                               |                    |                    |                    |   |
| Personal Services                                 | 2,437,375          | 2,463,101          | 2,448,971          | 14,130  |
| Other   | 974,953            | 1,010,153          | 1,236,475          | (226,322)   |
| Capital Outlay                                    | 3,902              | 36,902             | 38,092             | (1,190)   |
| Total Domestic Relations                          | <u>3,416,230</u>   | <u>3,510,156</u>   | <u>3,723,538</u>   | <u>(213,382)</u>  |
| Bureau of Support:                                |                    |                    |                    |   |
| Personal Services                                 | 2,838,648          | 2,936,508          | 2,942,570          | (6,062)   |
| Other   | 719,507            | 699,007            | 863,232            | (164,225)   |
| Capital Outlay                                    | 39,078             | 29,328             | 36,551             | (7,223)   |
| Total Bureau of Support                           | <u>3,597,233</u>   | <u>3,664,843</u>   | <u>3,842,353</u>   | <u>(177,510)</u>  |
| Justice Affairs Administration:                   |                    |                    |                    |   |
| Personal Services                                 | 556,592            | 678,592            | 585,939            | 92,653  |
| Other   | 729,960            | 744,960            | 1,021,813          | (276,853)   |
| Capital Outlay                                    | 1,387              | 1,387              | 390                | 997   |
| Total Justice Affairs Administration              | <u>\$1,287,939</u> | <u>\$1,424,939</u> | <u>\$1,608,142</u> | <u>(\$183,203)</u>                                      |

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

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| <b>Public Safety Grants Administration:</b>      |                    |                    |                    |   |
| Personal Services                                | \$723,305          | \$601,305          | \$393,018          | \$208,287   |
| Other  | 540,782            | 525,782            | 398,989            | 126,793   |
| Capital Outlay                                   | 1,352              | 1,352              | 800                | 552   |
| <b>Total Public Safety Grants Administration</b> | <b>1,265,439</b>   | <b>1,128,439</b>   | <b>792,807</b>     | <b>335,632</b>  |
| <b>Juvenile Court Administration:</b>            |                    |                    |                    |   |
| Personal Services                                | 1,756,032          | 1,723,032          | 1,644,818          | 78,214  |
| Other  | 5,307,660          | 5,360,660          | 8,768,570          | (3,407,910)   |
| Capital Outlay                                   | 2,790              | 27,790             | 532                | 27,258  |
| <b>Total Juvenile Court Administration</b>       | <b>7,066,482</b>   | <b>7,111,482</b>   | <b>10,413,920</b>  | <b>(3,302,438)</b>                                      |
| <b>Juvenile Court Legal:</b>                     |                    |                    |                    |   |
| Personal Services                                | 7,205,871          | 7,480,871          | 7,148,448          | 332,423   |
| Other  | 3,753,029          | 3,688,029          | 5,026,791          | (1,338,762)   |
| Capital Outlay                                   | 15,029             | 35,029             | 33,675             | 1,354   |
| <b>Total Juvenile Court Legal</b>                | <b>10,973,929</b>  | <b>11,203,929</b>  | <b>12,208,914</b>  | <b>(1,004,985)</b>                                      |
| <b>Juvenile Court Child Support:</b>             |                    |                    |                    |   |
| Personal Services                                | 3,154,768          | 3,089,768          | 3,020,429          | 69,339  |
| Other  | 913,175            | 833,175            | 813,400            | 19,775  |
| Capital Outlay                                   | 5,049              | 5,049              | 2,265              | 2,784   |
| <b>Total Juvenile Court Child Support</b>        | <b>4,072,992</b>   | <b>3,927,992</b>   | <b>3,836,094</b>   | <b>91,898</b>   |
| <b>Juvenile Court Detention Home:</b>            |                    |                    |                    |   |
| Personal Services                                | 8,551,465          | 9,374,465          | 9,089,477          | 284,988   |
| Other  | 3,298,085          | 2,953,085          | 3,141,268          | (188,183)   |
| Capital Outlay                                   | 14,547             | 14,547             | 8,877              | 5,670   |
| <b>Total Juvenile Court Detention Home</b>       | <b>11,864,097</b>  | <b>12,342,097</b>  | <b>12,239,622</b>  | <b>102,475</b>  |
| <b>Justice Systems Management:</b>               |                    |                    |                    |   |
| Other  | 30,000             | 0                  | 0                  | 0   |
| <b>Law Department:</b>                           |                    |                    |                    |   |
| Personal Services                                | 850,153            | 1,035,674          | 978,843            | 56,831  |
| Other  | 300,500            | 292,545            | 261,312            | 31,233  |
| Capital Outlay                                   | 1,621              | 24,576             | 12,850             | 11,726  |
| <b>Total Law Department</b>                      | <b>\$1,152,274</b> | <b>\$1,352,795</b> | <b>\$1,253,005</b> | <b>\$99,790</b>   |

(continued)

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

|                                    | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|------------------------------------|--------------------|--------------------|--------------------|---|
| Municipal Judicial Cost:           |                    |                    |                    |   |
| Personal Services                  | \$405,969          | \$447,975          | \$420,878          | \$27,097  |
| Other                              | 2,580,870          | 2,787,266          | 2,702,946          | 84,320  |
| Total Municipal Judicial Cost      | <u>2,986,839</u>   | <u>3,235,241</u>   | <u>3,123,824</u>   | <u>111,417</u>  |
| Village and Township Costs:        |                    |                    |                    |   |
| Other                              | 0                  | 4,800              | 4,010              | 790   |
| Probate Court:                     |                    |                    |                    |   |
| Personal Services                  | 4,419,508          | 4,549,508          | 4,613,127          | (63,619)  |
| Other                              | 1,307,767          | 1,307,767          | 1,160,216          | 147,551   |
| Capital Outlay                     | 7,395              | 7,395              | 0                  | 7,395   |
| Total Probate Court                | <u>5,734,670</u>   | <u>5,864,670</u>   | <u>5,773,343</u>   | <u>91,327</u>   |
| Public Defender:                   |                    |                    |                    |   |
| Personal Services                  | 6,230,605          | 6,230,605          | 6,038,641          | 191,964   |
| Other                              | 1,476,687          | 1,476,687          | 1,873,877          | (397,190)   |
| Capital Outlay                     | 16,164             | 16,164             | 0                  | 16,164  |
| Total Public Defender              | <u>7,723,456</u>   | <u>7,723,456</u>   | <u>7,912,518</u>   | <u>(189,062)</u>  |
| General Office:                    |                    |                    |                    |   |
| Personal Services                  | 16,186,886         | 17,006,188         | 17,322,033         | (315,845)   |
| Other                              | 4,521,255          | 4,586,625          | 4,445,196          | 141,429   |
| Capital Outlay                     | 150,756            | 150,756            | 135,008            | 15,748  |
| Total General Office               | <u>20,858,897</u>  | <u>21,743,569</u>  | <u>21,902,237</u>  | <u>(158,668)</u>  |
| Child Support:                     |                    |                    |                    |   |
| Personal Services                  | 2,937,069          | 3,065,546          | 2,920,383          | 145,163   |
| Other                              | 387,370            | 387,370            | 386,439            | 931   |
| Capital Outlay                     | 5,597              | 5,597              | 0                  | 5,597   |
| Total Child Support                | <u>3,330,036</u>   | <u>3,458,513</u>   | <u>3,306,822</u>   | <u>151,691</u>  |
| Children and Family Services:      |                    |                    |                    |   |
| Personal Services                  | 2,024,685          | 2,041,503          | 1,984,175          | 57,328  |
| Other                              | 45,707             | 88,382             | 84,044             | 4,338   |
| Capital Outlay                     | 3,661              | 3,661              | 609                | 3,052   |
| Total Children and Family Services | <u>\$2,074,053</u> | <u>\$2,133,546</u> | <u>\$2,068,828</u> | <u>\$64,718</u>   |

(continued)

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

|                                      | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------------------|----------------------|----------------------|---|
| Law Enforcement Sheriff:             |                      |                      |                      |   |
| Personal Services                    | \$15,535,488         | \$13,685,580         | \$13,659,092         | \$26,488  |
| Other                                | 904,799              | 997,063              | 1,017,822            | (20,759)  |
| Capital Outlay                       | 28,649               | 59,349               | 36,124               | 23,225  |
| Total Law Enforcement Sheriff        | <u>16,468,936</u>    | <u>14,741,992</u>    | <u>14,713,038</u>    | <u>28,954</u>   |
| Jail Operations - Sheriff:           |                      |                      |                      |   |
| Personal Services                    | 42,257,142           | 44,987,962           | 45,037,769           | (49,807)  |
| Other                                | 16,290,353           | 14,967,353           | 15,382,998           | (415,645)   |
| Capital Outlay                       | 73,322               | 63,322               | 73,693               | (10,371)  |
| Total Jail Operations - Sheriff      | <u>58,620,817</u>    | <u>60,018,637</u>    | <u>60,494,460</u>    | <u>(475,823)</u>  |
| Sheriff Operations:                  |                      |                      |                      |   |
| Personal Services                    | 4,980,787            | 5,690,787            | 5,621,834            | 68,953  |
| Other                                | 1,402,918            | 1,377,964            | 1,821,033            | (443,069)   |
| Capital Outlay                       | 8,729                | 8,729                | 2,443                | 6,286   |
| Total Sheriff Operations             | <u>6,392,434</u>     | <u>7,077,480</u>     | <u>7,445,310</u>     | <u>(367,830)</u>  |
| Impact Unit Community Policing:      |                      |                      |                      |   |
| Personal Services                    | 846,284              | 648,284              | 652,472              | (4,188)   |
| Other                                | 103,465              | 60,865               | 62,351               | (1,486)   |
| Capital Outlay                       | 317,642              | 360,242              | 318,224              | 42,018  |
| Total Impact Unit Community Policing | <u>1,267,391</u>     | <u>1,069,391</u>     | <u>1,033,047</u>     | <u>36,344</u>   |
| Custody Mediation Subsidy:           |                      |                      |                      |   |
| Other                                | 46,927               | 46,927               | 0                    | 46,927  |
| Certificate of Title Administration: |                      |                      |                      |   |
| Other                                | 91,080               | 44,327               | 29,233               | 15,094  |
| Law Enforcement Trust - Sheriff:     |                      |                      |                      |   |
| Other                                | 0                    | 0                    | 11,376               | (11,376)  |
| Clerk of Courts:                     |                      |                      |                      |   |
| Other                                | 0                    | 0                    | 91,321               | (91,321)  |
| Total Judicial                       | <u>235,424,029</u>   | <u>237,231,344</u>   | <u>240,012,265</u>   | <u>(2,780,921)</u>                                      |
| Total General Government             | <u>\$300,798,126</u> | <u>\$303,158,410</u> | <u>\$297,644,987</u> | <u>\$5,513,423</u>                                      |

(continued)

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

|  | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|-------------|---|
| Health and Safety:                                       |                    |                 |             |   |
| Apiary Extension:  |                    |                 |             |   |
| Personal Services  | \$1,385            | \$1,385         | \$0         | \$1,385   |
| Other  | 403                | 403             | 0           | 403   |
| Total Apiary Extension                                   | 1,788              | 1,788           | 0           | 1,788   |
| Cuyahoga County Emergency<br>Communications System:      |                    |                 |             |   |
| Personal Services  | 102,685            | 94,685          | 69,032      | 25,653  |
| Other  | 243,941            | 251,941         | 208,400     | 43,541  |
| Capital Outlay   | 205                | 205             | 74          | 131   |
| Total Cuyahoga County Emergency<br>Communications System | 346,831            | 346,831         | 277,506     | 69,325  |
| Division of Information Technology:                      |                    |                 |             |   |
| Personal Services  | 844,599            | 844,599         | 415,936     | 428,663   |
| Other  | 105,186            | 105,186         | 105,000     | 186   |
| Total Division of Information Technology                 | 949,785            | 949,785         | 520,936     | 428,849   |
| Total Health and Safety                                  | 1,298,404          | 1,298,404       | 798,442     | 499,962   |
| Social Services:   |                    |                 |             |   |
| OMBudsman Program:                                       |                    |                 |             |   |
| Other  | 500                | 500             | 500         | 0   |
| Veteran's Service Commission:                            |                    |                 |             |   |
| Personal Services  | 2,487,528          | 2,647,528       | 2,610,160   | 37,368  |
| Other  | 5,624,018          | 5,464,018       | 4,614,814   | 849,204   |
| Capital Outlay   | 14,628             | 14,628          | 128         | 14,500  |
| Total Veteran's Service Commission                       | 8,126,174          | 8,126,174       | 7,225,102   | 901,072   |
| Total Social Services                                    | 8,126,674          | 8,126,674       | 7,225,602   | 901,072   |
| Community Development:                                   |                    |                 |             |   |
| Economic Development:                                    |                    |                 |             |   |
| Personal Services  | 1,016,030          | 1,016,030       | 985,543     | 30,487  |
| Other  | 2,474,520          | 3,878,676       | 3,014,370   | 864,306   |
| Capital Outlay   | 1,624              | 1,624           | 298         | 1,326   |
| Total Economic Development                               | \$3,492,174        | \$4,896,330     | \$4,000,211 | \$896,119   |

(continued)

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

|   | Original<br>Budget | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|--------------|---|
| Regional Economic Development:                      |                    |                 |              |   |
| Other   | \$1,404,156        | \$0             | \$0          | \$0   |
| Regional Collaboration:                             |                    |                 |              |   |
| Personal Services                                   | 218,976            | 218,976         | 214,939      | 4,037   |
| Other   | 10,200             | 42,330          | 37,053       | 5,277   |
| Capital Outlay                                      | 419                | 2,419           | 1,278        | 1,141   |
| Total Regional Collaboration                        | 229,595            | 263,725         | 253,270      | 10,455  |
| NOACA:  |                    |                 |              |   |
| Other   | 174,259            | 174,259         | 174,259      | 0   |
| County Planning:                                    |                    |                 |              |   |
| Other   | 9,204              | 9,204           | 0            | 9,204   |
| County Planning Commission Administration:          |                    |                 |              |   |
| Personal Services                                   | 1,277,709          | 1,277,709       | 1,187,814    | 89,895  |
| Other   | 301,868            | 290,868         | 275,552      | 15,316  |
| Capital Outlay                                      | 2,359              | 13,359          | 10,721       | 2,638   |
| Total County Planning<br>Commission Administration: | 1,581,936          | 1,581,936       | 1,474,087    | 107,849   |
| Total Community Development                         | 6,891,324          | 6,925,454       | 5,901,827    | 1,023,627   |
| Other:  |                    |                 |              |   |
| Agricultural Society:                               |                    |                 |              |   |
| Other   | 3,300              | 3,300           | 3,300        | 0   |
| Memorial Day:                                       |                    |                 |              |   |
| Other   | 67,792             | 67,792          | 54,058       | 13,734  |
| Soldiers and Sailors Monument:                      |                    |                 |              |   |
| Personal Services                                   | 144,575            | 144,575         | 141,309      | 3,266   |
| Other   | 53,180             | 50,180          | 60,121       | (9,941)   |
| Capital Outlay                                      | 276                | 3,276           | 2,168        | 1,108   |
| Total Soldiers and Sailors Monument                 | 198,031            | 198,031         | 203,598      | (5,567)   |
| Global Center for Health Innovation:                |                    |                 |              |   |
| Other   | \$17,800,000       | \$17,800,000    | \$17,702,438 | \$97,562  |

(continued)



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

|  | Original<br>Budget | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|--------------|---|
| Self Insurance:                                  |                    |                 |              |   |
| Other  | \$150,000          | \$150,000       | \$28,285     | \$121,715   |
| Miscellaneous:                                   |                    |                 |              |   |
| Personal Services                                | 0                  | 50,000          | 48,575       | 1,425   |
| Other  | 1,011,256          | 1,351,256       | 1,157,366    | 193,890   |
| Total Miscellaneous                              | 1,011,256          | 1,401,256       | 1,205,941    | 195,315   |
| Court Fines Trust and Agency Group:              |                    |                 |              |   |
| Other  | 0                  | 0               | 1,791,204    | (1,791,204)   |
| Temporary EFT Account Trust<br>and Agency Group: |                    |                 |              |   |
| Other  | 0                  | 0               | 722,718      | (722,718)   |
| 2009 Surplus in Trust:                           |                    |                 |              |   |
| Other  | 0                  | 0               | 1,134        | (1,134)   |
| 2010 Surplus in Trust:                           |                    |                 |              |   |
| Other  | 0                  | 0               | 55,884       | (55,884)  |
| 2011 Surplus in Trust:                           |                    |                 |              |   |
| Other  | 0                  | 0               | 1,706,976    | (1,706,976)   |
| Unclaimed Monies:                                |                    |                 |              |   |
| Other  | 0                  | 0               | 1,456,609    | (1,456,609)   |
| Unclaimed Cancelled Aged Warrants:               |                    |                 |              |   |
| Other  | 0                  | 0               | 178,093      | (178,093)   |
| Total Other                                      | 19,230,379         | 19,620,379      | 25,110,238   | (5,489,859)   |
| Debt Service:                                    |                    |                 |              |   |
| Gateway:   |                    |                 |              |   |
| Principal Retirement                             | 0                  | 0               | 500,000      | (500,000)   |
| <i>Total Expenditures</i>                        | 336,344,907        | 339,129,321     | 337,181,096  | 1,948,225   |
| <i>Excess of Revenues Over Expenditures</i>      | \$24,440,683       | \$24,413,263    | \$37,716,502 | \$13,303,239  |

(continued)

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

|   | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|----------------------|----------------------|----------------------|---|
| <b>Other Financing Sources (Uses)</b>       |                      |                      |                      |   |
| Transfers In                                | \$1,215,503          | \$1,225,420          | \$0                  | (\$1,225,420)   |
| Transfers Out                               | <u>(44,215,566)</u>  | <u>(45,844,351)</u>  | <u>(43,370,671)</u>  | <u>2,473,680</u>  |
| <i>Total Other Financing Sources (Uses)</i> | <u>(43,000,063)</u>  | <u>(44,618,931)</u>  | <u>(43,370,671)</u>  | <u>1,248,260</u>  |
| <i>Net Change in Fund Balance</i>           | (18,559,380)         | (20,205,668)         | (5,654,169)          | 14,551,499  |
| Fund Balance Beginning of Year              | 177,776,562          | 177,776,562          | 177,776,562          | 0   |
| Prior Year Encumbrances Appropriated        | <u>17,336,992</u>    | <u>17,336,992</u>    | <u>17,336,992</u>    | <u>0</u>  |
| <i>Fund Balance End of Year</i>             | <u>\$176,554,174</u> | <u>\$174,907,886</u> | <u>\$189,459,385</u> | <u>\$14,551,499</u>                                     |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
**Human Services**  
**Budget Basis**  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>   |                    |                    |                    |   |
| Property Taxes  | \$67,620,144       | \$67,620,144       | \$67,620,144       | \$0   |
| Charges for Services  | 486,812            | 568,420            | 483,727            | (84,693)  |
| Intergovernmental   | 130,341,738        | 149,773,362        | 129,607,052        | (20,166,310)  |
| Contributions and Donations                                     | 166,870            | 166,870            | 166,870            | 0   |
| Other   | 3,705,693          | 5,119,726          | 3,652,230          | (1,467,496)   |
| <i>Total Revenues</i>   | <u>202,321,257</u> | <u>223,248,522</u> | <u>201,530,023</u> | <u>(21,718,499)</u>                                     |
| <b>Expenditures</b>   |                    |                    |                    |   |
| Current:  |                    |                    |                    |   |
| Social Services:  |                    |                    |                    |   |
| Casey Foundation Grant:   |                    |                    |                    |   |
| Personal Services   | 10,000             | 0                  | 0                  | 0   |
| Other   | 19,286             | 0                  | 0                  | 0   |
| Total Casey Foundation Grant                                    | <u>29,286</u>      | <u>0</u>           | <u>0</u>           | <u>0</u>  |
| Gund Foundation:  |                    |                    |                    |   |
| Other   | 42                 | 0                  | 0                  | 0   |
| Office of the Director - Children and<br>Family Services:       |                    |                    |                    |   |
| Personal Services   | 4,303,961          | 4,869,557          | 4,801,477          | 68,080  |
| Other   | 11,422,350         | 11,336,541         | 11,968,180         | (631,639)   |
| Capital Outlay  | 41,393             | 287,049            | 317,928            | (30,879)  |
| Total Office of the Director - Children<br>and Family Services: | <u>15,767,704</u>  | <u>16,493,147</u>  | <u>17,087,585</u>  | <u>(594,438)</u>  |
| Training:   |                    |                    |                    |   |
| Personal Services   | 691,547            | 657,547            | 655,645            | 1,902   |
| Other   | 133,533            | 173,533            | 117,103            | 56,430  |
| Capital Outlay  | 41,265             | 0                  | 0                  | 0   |
| Total Training  | <u>866,345</u>     | <u>831,080</u>     | <u>772,748</u>     | <u>58,332</u>   |
| Information Services:   |                    |                    |                    |   |
| Personal Services   | 2,585,041          | 2,505,041          | 2,516,570          | (11,529)  |
| Other   | 1,345,823          | 1,403,823          | 1,137,568          | 266,255   |
| Capital Outlay  | 4,348              | 4,348              | 0                  | 4,348   |
| Total Information Services                                      | <u>\$3,935,212</u> | <u>\$3,913,212</u> | <u>\$3,654,138</u> | <u>\$259,074</u>  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| Direct Services:                         |                    |                    |                    |   |
| Personal Services                        | \$33,166,455       | \$33,100,455       | \$32,879,173       | \$221,282   |
| Other                                    | 1,619,300          | 1,647,882          | 1,499,804          | 148,078   |
| Capital Outlay                           | 60,029             | 0                  | 0                  | 0   |
| <b>Total Direct Services</b>             | <b>34,845,784</b>  | <b>34,748,337</b>  | <b>34,378,977</b>  | <b>369,360</b>  |
| Supportive Services:                     |                    |                    |                    |   |
| Personal Services                        | 3,126,629          | 3,120,629          | 3,118,692          | 1,937   |
| Other                                    | 4,998,880          | 3,735,945          | 1,916,132          | 1,819,813   |
| Capital Outlay                           | 5,669              | 0                  | 0                  | 0   |
| <b>Total Supportive Services</b>         | <b>8,131,178</b>   | <b>6,856,574</b>   | <b>5,034,824</b>   | <b>1,821,750</b>  |
| Foster and Adoptive Parents:             |                    |                    |                    |   |
| Personal Services                        | 392,709            | 390,209            | 387,228            | 2,981   |
| Other                                    | 232,069            | 272,069            | 262,877            | 9,192   |
| Capital Outlay                           | 689                | 0                  | 0                  | 0   |
| <b>Total Foster and Adoptive Parents</b> | <b>625,467</b>     | <b>662,278</b>     | <b>650,105</b>     | <b>12,173</b>   |
| Visitation:                              |                    |                    |                    |   |
| Personal Services                        | 619,626            | 669,626            | 632,679            | 36,947  |
| Other                                    | 143,156            | 181,156            | 86,204             | 94,952  |
| Capital Outlay                           | 1,019              | 0                  | 0                  | 0   |
| <b>Total Visitation</b>                  | <b>763,801</b>     | <b>850,782</b>     | <b>718,883</b>     | <b>131,899</b>  |
| Contracted Placements:                   |                    |                    |                    |   |
| Personal Services                        | 1,497,846          | 1,507,346          | 1,502,485          | 4,861   |
| Other                                    | 11,230             | 169,030            | 17,984             | 151,046   |
| Capital Outlay                           | 2,676              | 0                  | 0                  | 0   |
| <b>Total Contracted Placements</b>       | <b>1,511,752</b>   | <b>1,676,376</b>   | <b>1,520,469</b>   | <b>155,907</b>  |
| Foster Homes:                            |                    |                    |                    |   |
| Personal Services                        | 3,525,730          | 3,361,730          | 3,397,050          | (35,320)  |
| Other                                    | 92,816             | 92,816             | 64,255             | 28,561  |
| Capital Outlay                           | 6,092              | 0                  | 0                  | 0   |
| <b>Total Foster Homes</b>                | <b>\$3,624,638</b> | <b>\$3,454,546</b> | <b>\$3,461,305</b> | <b>(\$6,759)</b>  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget  | Final<br>Budget     | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|---------------------|---------------------|--------------------|---|
| Permanent Custody Adoptions:  |                     |                     |                    |   |
| Personal Services   | \$4,430,103         | \$4,351,103         | \$4,352,679        | (\$1,576)   |
| Other   | 173,679             | 165,816             | 156,968            | 8,848   |
| Capital Outlay  | 8,108               | 0                   | 0                  | 0   |
| <b>Total Permanent Custody Adoptions</b>                                | <b>4,611,890</b>    | <b>4,516,919</b>    | <b>4,509,647</b>   | <b>7,272</b>  |
| Office of the Director -<br>Senior and Adult Services:                  |                     |                     |                    |   |
| Personal Services   | 1,566,642           | 1,566,642           | 1,389,378          | 177,264   |
| Other   | 2,073,292           | 1,893,292           | 1,813,375          | 79,917  |
| Capital Outlay  | 2,864               | 2,864               | 0                  | 2,864   |
| <b>Total Office of the Director -<br/>Senior and Adult Services</b>     | <b>3,642,798</b>    | <b>3,462,798</b>    | <b>3,202,753</b>   | <b>260,045</b>  |
| Human Resources:  |                     |                     |                    |   |
| Personal Services   | 694,901             | 712,901             | 732,206            | (19,305)  |
| Capital Outlay  | 1,140               | 1,140               | 0                  | 1,140   |
| <b>Total Human Resources</b>  | <b>696,041</b>      | <b>714,041</b>      | <b>732,206</b>     | <b>(18,165)</b>   |
| Tapestry System of Care - Children and<br>Family Services:              |                     |                     |                    |   |
| Personal Services   | 636,500             | 532,904             | 526,679            | 6,225   |
| Other   | 6,358,205           | 8,656,595           | 6,361,250          | 2,295,345   |
| Capital Outlay  | 1,109               | 0                   | 0                  | 0   |
| <b>Total Tapestry System of Care - Children<br/>and Family Services</b> | <b>6,995,814</b>    | <b>9,189,499</b>    | <b>6,887,929</b>   | <b>2,301,570</b>  |
| Tapestry System of Care - Human Services:<br>Other                      | 3,588,229           | 0                   | 92,907             | (92,907)  |
| Administrative Services - General Manager:                              |                     |                     |                    |   |
| Personal Services   | 2,080,485           | 1,892,485           | 1,833,706          | 58,779  |
| Other   | 9,347,025           | 9,347,025           | 7,658,216          | 1,688,809   |
| Capital Outlay  | 3,575               | 3,575               | 0                  | 3,575   |
| <b>Total Administrative Services -<br/>General Manager</b>              | <b>\$11,431,085</b> | <b>\$11,243,085</b> | <b>\$9,491,922</b> | <b>\$1,751,163</b>                                      |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                   | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|---------------------|---------------------|---------------------|---|
| Information Services:             |                     |                     |                     |   |
| Personal Services                 | \$2,136,396         | \$2,038,396         | \$2,066,112         | (\$27,716)  |
| Other                             | 1,065,580           | 1,030,019           | 753,152             | 276,867   |
| Capital Outlay                    | 27,190              | 10,772              | 8,020               | 2,752   |
| Total Information Services        | <u>3,229,166</u>    | <u>3,079,187</u>    | <u>2,827,284</u>    | <u>251,903</u>  |
| Work First Services:              |                     |                     |                     |   |
| Personal Services                 | 1,456,789           | 1,526,789           | 1,511,955           | 14,834  |
| Other                             | 15,260,216          | 18,033,403          | 17,010,253          | 1,023,150   |
| Capital Outlay                    | 2,553               | 2,553               | 0                   | 2,553   |
| Total Work First Services         | <u>16,719,558</u>   | <u>19,562,745</u>   | <u>18,522,208</u>   | <u>1,040,537</u>  |
| Southgate:                        |                     |                     |                     |   |
| Personal Services                 | 3,666,259           | 3,780,259           | 3,883,408           | (103,149)   |
| Other                             | 812,433             | 812,433             | 790,381             | 22,052  |
| Capital Outlay                    | 6,025               | 6,025               | 0                   | 6,025   |
| Total Southgate                   | <u>4,484,717</u>    | <u>4,598,717</u>    | <u>4,673,789</u>    | <u>(75,072)</u>   |
| Ohio City:                        |                     |                     |                     |   |
| Personal Services                 | 3,879,749           | 3,879,749           | 3,881,278           | (1,529)   |
| Other                             | 851,218             | 851,218             | 82,886              | 768,332   |
| Capital Outlay                    | 6,496               | 6,496               | 0                   | 6,496   |
| Total Ohio City                   | <u>4,737,463</u>    | <u>4,737,463</u>    | <u>3,964,164</u>    | <u>773,299</u>  |
| Quincy Place:                     |                     |                     |                     |   |
| Personal Services                 | 3,017,114           | 4,027,114           | 4,098,364           | (71,250)  |
| Other                             | 1,784,148           | 1,784,148           | 1,655,168           | 128,980   |
| Capital Outlay                    | 4,987               | 4,987               | 0                   | 4,987   |
| Total Quincy Place                | <u>4,806,249</u>    | <u>5,816,249</u>    | <u>5,753,532</u>    | <u>62,717</u>   |
| Veteran Employment Building:      |                     |                     |                     |   |
| Personal Services                 | 16,542,692          | 17,117,692          | 17,107,503          | 10,189  |
| Other                             | 2,071,271           | 2,031,271           | 938,059             | 1,093,212   |
| Capital Outlay                    | 30,114              | 46,114              | 1,357               | 44,757  |
| Total Veteran Employment Building | <u>\$18,644,077</u> | <u>\$19,195,077</u> | <u>\$18,046,919</u> | <u>\$1,148,158</u>                                      |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|-------------------|-------------------|---|
| Mount Pleasant:                      |                    |                   |                   |   |
| Personal Services                    | \$2,924,748        | \$1,584,748       | \$1,530,762       | \$53,986  |
| Other                                | 673,749            | 673,749           | 401,755           | 271,994   |
| Capital Outlay                       | 4,448              | 4,448             | 0                 | 4,448   |
| <b>Total Mount Pleasant</b>          | <b>3,602,945</b>   | <b>2,262,945</b>  | <b>1,932,517</b>  | <b>330,428</b>  |
| West Shore:                          |                    |                   |                   |   |
| Personal Services                    | 4,554,056          | 4,364,056         | 4,352,389         | 11,667  |
| Other                                | 1,711,554          | 1,711,554         | 1,580,530         | 131,024   |
| Capital Outlay                       | 7,692              | 7,692             | 0                 | 7,692   |
| <b>Total West Shore</b>              | <b>6,273,302</b>   | <b>6,083,302</b>  | <b>5,932,919</b>  | <b>150,383</b>  |
| Client Support Services:             |                    |                   |                   |   |
| Personal Services                    | 5,926,935          | 5,973,935         | 5,987,669         | (13,734)  |
| Other                                | 6,454,052          | 6,454,052         | 6,190,813         | 263,239   |
| Capital Outlay                       | 9,813              | 9,813             | 0                 | 9,813   |
| <b>Total Client Support Services</b> | <b>12,390,800</b>  | <b>12,437,800</b> | <b>12,178,482</b> | <b>259,318</b>  |
| Children with Medical Handicaps:     |                    |                   |                   |   |
| Other                                | 1,180,513          | 1,605,513         | 1,264,453         | 341,060   |
| Office of the Director:              |                    |                   |                   |   |
| Personal Services                    | 711,017            | 711,017           | 711,752           | (735)   |
| Other                                | 1,940,173          | 2,013,173         | 1,772,080         | 241,093   |
| Capital Outlay                       | 1,233              | 1,233             | 0                 | 1,233   |
| <b>Total Office of the Director</b>  | <b>2,652,423</b>   | <b>2,725,423</b>  | <b>2,483,832</b>  | <b>241,591</b>  |
| Management Services:                 |                    |                   |                   |   |
| Personal Services                    | 1,313,638          | 1,313,638         | 974,663           | 338,975   |
| Other                                | 28,468             | 28,468            | 17,988            | 10,480  |
| Capital Outlay                       | 3,350              | 27,350            | 0                 | 27,350  |
| <b>Total Management Services</b>     | <b>1,345,456</b>   | <b>1,369,456</b>  | <b>992,651</b>    | <b>376,805</b>  |
| Community Programs:                  |                    |                   |                   |   |
| Other                                | \$1,131,343        | \$1,318,184       | \$1,348,392       | (\$30,208)  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| Home Support:                                  |                    |                  |                  |   |
| Personal Services                              | \$1,453,494        | \$1,612,494      | \$1,589,793      | \$22,701  |
| Other  | 244,179            | 244,179          | 149,344          | 94,835  |
| Capital Outlay                                 | 2,415              | 2,415            | 0                | 2,415   |
| <b>Total Home Support</b>                      | <b>1,700,088</b>   | <b>1,859,088</b> | <b>1,739,137</b> | <b>119,951</b>  |
| Protective Services:                           |                    |                  |                  |   |
| Personal Services                              | 2,741,597          | 2,857,597        | 2,809,730        | 47,867  |
| Other  | 670,214            | 670,214          | 646,581          | 23,633  |
| Capital Outlay                                 | 4,780              | 4,780            | 0                | 4,780   |
| <b>Total Protective Services</b>               | <b>3,416,591</b>   | <b>3,532,591</b> | <b>3,456,311</b> | <b>76,280</b>   |
| Information and Outreach Services:             |                    |                  |                  |   |
| Personal Services                              | 461,234            | 461,234          | 275,562          | 185,672   |
| Other  | 10,766             | 10,766           | 10,484           | 282   |
| Capital Outlay                                 | 346                | 346              | 309              | 37  |
| <b>Total Information and Outreach Services</b> | <b>472,346</b>     | <b>472,346</b>   | <b>286,355</b>   | <b>185,991</b>  |
| Home Care Skill Services:                      |                    |                  |                  |   |
| Personal Services                              | 619,542            | 619,542          | 587,549          | 31,993  |
| Other  | 78,203             | 78,203           | 92,204           | (14,001)  |
| Capital Outlay                                 | 1,061              | 1,061            | 0                | 1,061   |
| <b>Total Home Care Skill Services</b>          | <b>698,806</b>     | <b>698,806</b>   | <b>679,753</b>   | <b>19,053</b>   |
| Home Based Services:                           |                    |                  |                  |   |
| Personal Services                              | 2,689,067          | 2,287,067        | 1,801,967        | 485,100   |
| Other  | 125,178            | 125,178          | 138,843          | (13,665)  |
| Capital Outlay                                 | 3,672              | 3,672            | 0                | 3,672   |
| <b>Total Home Based Services</b>               | <b>2,817,917</b>   | <b>2,415,917</b> | <b>1,940,810</b> | <b>475,107</b>  |
| Resource and Training:                         |                    |                  |                  |   |
| Personal Services                              | 577,731            | 577,731          | 519,016          | 58,715  |
| Other  | 24,788             | 24,788           | 23,388           | 1,400   |
| Capital Outlay                                 | 753                | 753              | 156              | 597   |
| <b>Total Resource and Training</b>             | <b>\$603,272</b>   | <b>\$603,272</b> | <b>\$542,560</b> | <b>\$60,712</b>   |

(continued)



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                    | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|------------------------------------|--------------------|------------------|------------------|---|
| Options Program:                   |                    |                  |                  |   |
| Personal Services                  | \$1,365,893        | \$1,492,893      | \$1,460,435      | \$32,458  |
| Other                              | 3,994,526          | 3,734,685        | 3,420,433        | 314,252   |
| Capital Outlay                     | 2,613              | 2,613            | 0                | 2,613   |
| Total Options Program              | <u>5,363,032</u>   | <u>5,230,191</u> | <u>4,880,868</u> | <u>349,323</u>  |
| Medicaid Benefits:                 |                    |                  |                  |   |
| Other                              | 4,400              | 4,400            | 4,400            | 0   |
| Administrative Services:           |                    |                  |                  |   |
| Personal Services                  | 648,601            | 648,601          | 617,336          | 31,265  |
| Other                              | 345,361            | 345,361          | 243,125          | 102,236   |
| Capital Outlay                     | 2,740              | 2,740            | 0                | 2,740   |
| Total Administrative Services      | <u>996,702</u>     | <u>996,702</u>   | <u>860,461</u>   | <u>136,241</u>  |
| Early Start:                       |                    |                  |                  |   |
| Other                              | 7,536,936          | 5,285,218        | 5,285,218        | 0   |
| Health and Safety:                 |                    |                  |                  |   |
| Other                              | 290,661            | 274,637          | 274,637          | 0   |
| Quality Child Care:                |                    |                  |                  |   |
| Other                              | 10,919,613         | 11,389,058       | 11,488,807       | (99,749)  |
| Family and Children First:         |                    |                  |                  |   |
| Personal Services                  | 701,888            | 701,888          | 685,459          | 16,429  |
| Other                              | 7,179,574          | 7,330,441        | 6,485,315        | 845,126   |
| Capital Outlay                     | 1,329              | 11,829           | 11,576           | 253   |
| Total Family and Children First    | <u>7,882,791</u>   | <u>8,044,158</u> | <u>7,182,350</u> | <u>861,808</u>  |
| Workforce Investment Act Stimulus: |                    |                  |                  |   |
| Other                              | \$159,910          | \$159,910        | \$2,305,644      | (\$2,145,734)   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Human Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget    | Final<br>Budget      | Actual                | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------------------|----------------------|-----------------------|---|
| Executive and Financial Operations:          |                       |                      |                       |   |
| Personal Services                            | \$901,208             | \$1,003,699          | \$998,744             | \$4,955   |
| Other  | 17,331,177            | 20,522,212           | 20,344,463            | 177,749   |
| Capital Outlay                               | 4,791                 | 4,791                | 3,457                 | 1,334   |
| Total Executive and Financial Operations     | <u>18,237,176</u>     | <u>21,530,702</u>    | <u>21,346,664</u>     | <u>184,038</u>  |
| <i>Total Expenditures</i>                    | <u>243,365,319</u>    | <u>245,901,731</u>   | <u>234,391,515</u>    | <u>11,510,216</u>                                       |
| <i>Excess of Revenues Under Expenditures</i> | <u>(41,044,062)</u>   | <u>(22,653,209)</u>  | <u>(32,861,492)</u>   | <u>(10,208,283)</u>                                     |
| <b>Other Financing Sources (Uses)</b>        |                       |                      |                       |   |
| Transfers In                                 | 670,350               | 13,771,818           | 175,000               | (13,596,818)  |
| Transfers Out                                | 0                     | (37,500)             | (37,500)              | 0   |
| <i>Total Other Financing Sources (Uses)</i>  | <u>670,350</u>        | <u>13,734,318</u>    | <u>137,500</u>        | <u>(13,596,818)</u>                                     |
| <i>Net Change in Fund Balance</i>            | (40,373,712)          | (8,918,891)          | (32,723,992)          | (23,805,101)  |
| Fund Deficit Beginning of Year               | (36,833,774)          | (36,833,774)         | (36,833,774)          | 0   |
| Prior Year Encumbrances Appropriated         | <u>38,575,231</u>     | <u>38,575,231</u>    | <u>38,575,231</u>     | <u>0</u>  |
| <i>Fund Deficit End of Year</i>              | <u>(\$38,632,255)</u> | <u>(\$7,177,434)</u> | <u>(\$30,982,535)</u> | <u>(\$23,805,101)</u>                                   |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Health and Human Services Levy*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                     | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>                     |                    |                    |                    |   |
| Property Taxes                      | \$50,597,778       | \$50,142,836       | \$49,656,158       | (\$486,678)   |
| Charges for Services                | 42                 | 42                 | 42                 | 0   |
| Intergovernmental                   | 12,576,843         | 12,497,976         | 12,413,607         | (84,369)  |
| Other                               | 238,376            | 237,801            | 237,188            | (613)   |
| <i>Total Revenues</i>               | <u>63,413,039</u>  | <u>62,878,655</u>  | <u>62,306,995</u>  | <u>(571,660)</u>  |
| <b>Expenditures</b>                 |                    |                    |                    |   |
| Current:                            |                    |                    |                    |   |
| General Government -                |                    |                    |                    |   |
| Judicial:                           |                    |                    |                    |   |
| Office of Reentry:                  |                    |                    |                    |   |
| Personal Services                   | 476,048            | 476,048            | 450,557            | 25,491  |
| Other                               | 3,001,398          | 2,858,261          | 2,202,037          | 656,224   |
| Capital Outlay                      | 533                | 533                | 0                  | 533   |
| Total Office of Reentry             | <u>3,477,979</u>   | <u>3,334,842</u>   | <u>2,652,594</u>   | <u>682,248</u>  |
| Health and Human Services Levy 4:   |                    |                    |                    |   |
| Other                               | 167,711            | 167,711            | 0                  | 167,711   |
| Adult Reentry Court:                |                    |                    |                    |   |
| Personal Services                   | 0                  | 65,088             | 51,364             | 13,724  |
| Other                               | 0                  | 1,912              | 1,312              | 600   |
| Total Adult Reentry Court           | <u>0</u>           | <u>67,000</u>      | <u>52,676</u>      | <u>14,324</u>   |
| Public Defender:                    |                    |                    |                    |   |
| Personal Services                   | 434,169            | 434,169            | 401,834            | 32,335  |
| Criminal Justice Intervention:      |                    |                    |                    |   |
| Personal Services                   | 167,711            | 167,711            | 20,569             | 147,142   |
| Other                               | 43                 | 0                  | 0                  | 0   |
| Total Criminal Justice Intervention | <u>167,754</u>     | <u>167,711</u>     | <u>20,569</u>      | <u>147,142</u>  |
| Legal Services:                     |                    |                    |                    |   |
| Personal Services                   | 211,217            | 161,217            | 149,236            | 11,981  |
| Other                               | 2,918,777          | 2,833,777          | 2,769,654          | 64,123  |
| Capital Outlay                      | 379                | 379                | 0                  | 379   |
| Total Legal Services                | <u>\$3,130,373</u> | <u>\$2,995,373</u> | <u>\$2,918,890</u> | <u>\$76,483</u>   |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Health and Human Services Levy (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| Community Social Services:                 |                     |                     |                     |   |
| Personal Services                          | \$5,977,126         | \$5,777,126         | \$5,621,480         | \$155,646   |
| Other                                      | 5,521,247           | 5,146,247           | 5,271,398           | (125,151)   |
| Capital Outlay                             | 9,345               | 9,345               | 137                 | 9,208   |
| <b>Total Community Social Services</b>     | <b>11,507,718</b>   | <b>10,932,718</b>   | <b>10,893,015</b>   | <b>39,703</b>   |
| Detention Home:                            |                     |                     |                     |   |
| Personal Services                          | 523,719             | 523,719             | 571,483             | (47,764)  |
| Other                                      | 2,794,040           | 2,657,290           | 2,611,382           | 45,908  |
| Capital Outlay                             | 876                 | 876                 | 0                   | 876   |
| <b>Total Detention Home</b>                | <b>3,318,635</b>    | <b>3,181,885</b>    | <b>3,182,865</b>    | <b>(980)</b>  |
| Youth and Family:                          |                     |                     |                     |   |
| Personal Services                          | 785,239             | 862,279             | 842,547             | 19,732  |
| Other                                      | 3,664,517           | 3,587,477           | 3,544,156           | 43,321  |
| Capital Outlay                             | 1,336               | 1,336               | 0                   | 1,336   |
| <b>Total Youth and Family</b>              | <b>4,451,092</b>    | <b>4,451,092</b>    | <b>4,386,703</b>    | <b>64,389</b>   |
| Family Justice Center:                     |                     |                     |                     |   |
| Other                                      | 86,738              | 0                   | 23                  | (23)  |
| Common Pleas Subsidy:                      |                     |                     |                     |   |
| Personal Services                          | 46,186              | 46,186              | 0                   | 46,186  |
| Other                                      | 1,542,005           | 1,542,005           | 1,321,755           | 220,250   |
| Capital Outlay                             | 99                  | 99                  | 0                   | 99  |
| <b>Total Common Pleas Subsidy</b>          | <b>1,588,290</b>    | <b>1,588,290</b>    | <b>1,321,755</b>    | <b>266,535</b>  |
| <b>Total General Government - Judicial</b> | <b>28,330,459</b>   | <b>27,320,791</b>   | <b>25,830,924</b>   | <b>1,489,867</b>  |
| Health and Safety:                         |                     |                     |                     |   |
| Hospital Operations - Levy 2:              |                     |                     |                     |   |
| Other                                      | 18,040,000          | 18,063,000          | 18,063,000          | 0   |
| Hospital Operations - Levy 4:              |                     |                     |                     |   |
| Other                                      | 18,040,000          | 18,063,000          | 18,063,000          | 0   |
| <b>Total Health and Safety</b>             | <b>\$36,080,000</b> | <b>\$36,126,000</b> | <b>\$36,126,000</b> | <b>\$0</b>  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Health and Human Services Levy (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|--------------|---|
| Social Services:                             |                    |                 |              |   |
| Educational Assistance:                      |                    |                 |              |   |
| Other  | \$0                | \$500,000       | \$500,000    | \$0   |
| Homeless Services:                           |                    |                 |              |   |
| Personal Services                            | 322,785            | 326,285         | 324,086      | 2,199   |
| Other  | 6,683,949          | 6,683,949       | 6,699,635    | (15,686)  |
| Capital Outlay                               | 619                | 619             | 0            | 619   |
| Total Homeless Services                      | 7,007,353          | 7,010,853       | 7,023,721    | (12,868)  |
| Cooperative Education:                       |                    |                 |              |   |
| Other  | 247,000            | 247,000         | 247,000      | 0   |
| Human Services Other Program:                |                    |                 |              |   |
| Other  | 1,146,207          | 1,146,207       | 1,146,207    | 0   |
| Total Social Services                        | 8,400,560          | 8,904,060       | 8,916,928    | (12,868)  |
| Community Development:                       |                    |                 |              |   |
| Office of Homeless Services:                 |                    |                 |              |   |
| Other  | 218,245            | 0               | 0            | 0   |
| Capital Outlay                               | 3                  | 0               | 0            | 0   |
| Total Community Development                  | 218,248            | 0               | 0            | 0   |
| <i>Total Expenditures</i>                    | 73,029,267         | 72,350,851      | 70,873,852   | 1,476,999   |
| <i>Excess of Revenues Under Expenditures</i> | (9,616,228)        | (9,472,196)     | (8,566,857)  | 905,339   |
| <b>Other Financing Sources (Uses)</b>        |                    |                 |              |   |
| Transfers In                                 | 137,880            | 71,311          | 98           | (71,213)  |
| Transfers Out                                | (3,016,811)        | (6,525,658)     | (1,730,109)  | 4,795,549   |
| <i>Total Other Financing Sources (Uses)</i>  | (2,878,931)        | (6,454,347)     | (1,730,011)  | 4,724,336   |
| <i>Net Change in Fund Balance</i>            | (12,495,159)       | (15,926,543)    | (10,296,868) | 5,629,675   |
| Fund Balance Beginning of Year               | 38,492,599         | 38,492,599      | 38,492,599   | 0   |
| Prior Year Encumbrances Appropriated         | 8,318,159          | 8,318,159       | 8,318,159    | 0   |
| <i>Fund Balance End of Year</i>              | \$34,315,599       | \$30,884,215    | \$36,513,890 | \$5,629,675   |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*County Board of Developmental Disabilities*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------------------|----------------------|----------------------|---|
| <b>Revenues</b>                      |                      |                      |                      |   |
| Property Taxes                       | \$88,981,113         | \$92,063,721         | \$93,492,726         | \$1,429,005   |
| Charges for Services                 | 3,031,955            | 3,136,992            | 3,185,684            | 48,692  |
| Intergovernmental                    | 88,275,768           | 91,262,033           | 92,646,377           | 1,384,344   |
| Interest                             | 169                  | 175                  | 178                  | 3   |
| Contributions and Donations          | 650,286              | 650,286              | 650,286              | 0   |
| Other                                | 3,450,409            | 3,664,377            | 3,763,567            | 99,190  |
| <i>Total Revenues</i>                | <u>184,389,700</u>   | <u>190,777,584</u>   | <u>193,738,818</u>   | <u>2,961,234</u>  |
| <b>Expenditures</b>                  |                      |                      |                      |   |
| Current:                             |                      |                      |                      |   |
| Social Services:                     |                      |                      |                      |   |
| Board of Developmental Disabilities: |                      |                      |                      |   |
| Personal Services                    | 93,211,136           | 93,211,136           | 91,981,075           | 1,230,061   |
| Other                                | 109,242,868          | 109,242,868          | 101,754,122          | 7,488,746   |
| Capital Outlay                       | 6,571,208            | 6,571,208            | 3,749,598            | 2,821,610   |
| <i>Total Expenditures</i>            | <u>209,025,212</u>   | <u>209,025,212</u>   | <u>197,484,795</u>   | <u>11,540,417</u>                                       |
| <i>Net Change in Fund Balance</i>    | (24,635,512)         | (18,247,628)         | (3,745,977)          | 14,501,651  |
| Fund Balance Beginning of Year       | 118,701,266          | 118,701,266          | 118,701,266          | 0   |
| Prior Year Encumbrances Appropriated | 8,374,004            | 8,374,004            | 8,374,004            | 0   |
| <i>Fund Balance End of Year</i>      | <u>\$102,439,758</u> | <u>\$108,827,642</u> | <u>\$123,329,293</u> | <u>\$14,501,651</u>                                     |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Alcohol, Drug and Mental Health Board*  
*Budget Basis*  
*For the Period July 1, 2011 through December 31, 2012*

|                                   | Original<br>Budget        | Final<br>Budget           | Actual                     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|---------------------------|---------------------------|----------------------------|---|
| <b>Revenues</b>                   |                           |                           |                            |   |
| Property Taxes                    | \$51,920,486              | \$51,920,486              | \$51,920,484               | (\$2)   |
| Intergovernmental                 | 127,867,522               | 127,867,522               | 159,317,153                | 31,449,631  |
| Other                             | 4,916,646                 | 4,916,646                 | 4,743,268                  | (173,378)   |
| <i>Total Revenues</i>             | <u>184,704,654</u>        | <u>184,704,654</u>        | <u>215,980,905</u>         | <u>31,276,251</u>                                       |
| <b>Expenditures</b>               |                           |                           |                            |   |
| Current:                          |                           |                           |                            |   |
| Health and Safety:                |                           |                           |                            |   |
| Administrative Expenses:          |                           |                           |                            |   |
| Personal Services                 | 5,971,645                 | 5,971,645                 | 5,556,293                  | 415,352   |
| Other                             | 2,776,007                 | 2,776,007                 | 2,143,745                  | 632,262   |
| Capital Outlay                    | 81,350                    | 81,350                    | 49,714                     | 31,636  |
| Total Administrative Expenses     | 8,829,002                 | 8,829,002                 | 7,749,752                  | 1,079,250   |
| Direct Service Expenses:          |                           |                           |                            |   |
| Other                             | 178,167,551               | 178,167,551               | 202,949,481                | (24,781,930)  |
| Restricted Expenses:              |                           |                           |                            |   |
| Other                             | 3,620,471                 | 3,620,471                 | 364,630                    | 3,255,841   |
| <i>Total Expenditures</i>         | <u>190,617,024</u>        | <u>190,617,024</u>        | <u>211,063,863</u>         | <u>(20,446,839)</u>                                     |
| <i>Net Change in Fund Balance</i> | (5,912,370)               | (5,912,370)               | 4,917,042                  | 10,829,412  |
| Fund Balance Beginning of Year    | <u>8,373,448</u>          | <u>8,373,448</u>          | <u>8,373,448</u>           | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$2,461,078</u></u> | <u><u>\$2,461,078</u></u> | <u><u>\$13,290,490</u></u> | <u><u>\$10,829,412</u></u>                              |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
Sanitary Engineer  
Budget Basis  
For the Year Ended December 31, 2012

|   | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|---------------------|---------------------|---------------------|---|
| <b>Revenues</b>   |                     |                     |                     |   |
| Charges for Services  | \$11,377,149        | \$18,331,177        | \$20,701,357        | \$2,370,180   |
| Interest  | 9                   | 14                  | 16                  | 2   |
| Tap-in Fees   | 351,538             | 567,586             | 641,223             | 73,637  |
| OWDA Loan Proceeds  | 252,153             | 837,313             | 979,573             | 142,260   |
| Other   | 273,984             | 92,906              | 88,371              | (4,535)   |
| Intergovernmental   | 172,399             | 235,765             | 257,362             | 21,597  |
| <i>Total Revenues</i>   | <u>12,427,232</u>   | <u>20,064,761</u>   | <u>22,667,902</u>   | <u>2,603,141</u>  |
| <b>Expenses</b>   |                     |                     |                     |   |
| Personal Services   | 8,506,409           | 8,506,409           | 8,220,343           | 286,066   |
| Other   | 5,189,167           | 27,020,616          | 13,435,801          | 13,584,815  |
| Capital Outlay  | 4,133,082           | 4,149,082           | 2,114,003           | 2,035,079   |
| Principal Retirement  | 840,584             | 840,584             | 840,584             | 0   |
| Interest and Fiscal Charges                                   | 328,442             | 328,442             | 328,442             | 0   |
| <i>Total Expenses</i>   | <u>18,997,684</u>   | <u>40,845,133</u>   | <u>24,939,173</u>   | <u>15,905,960</u>                                       |
| <i>Excess of Revenues Under<br/>Expenses Before Transfers</i> | (6,570,452)         | (20,780,372)        | (2,271,271)         | 18,509,101  |
| Transfers In  | 8,334,255           | 13,456,321          | 0                   | (13,456,321)  |
| <i>Net Change in Fund Equity</i>                              | 1,763,803           | (7,324,051)         | (2,271,271)         | 5,052,780   |
| Fund Equity Beginning of Year                                 | 24,244,058          | 24,244,058          | 24,244,058          | 0   |
| Prior Year Encumbrances Appropriated                          | 3,811,413           | 3,811,413           | 3,811,413           | 0   |
| <i>Fund Equity End of Year</i>                                | <u>\$29,819,274</u> | <u>\$20,731,420</u> | <u>\$25,784,200</u> | <u>\$5,052,780</u>                                      |



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
**Motor Vehicle Gas Tax**  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget      | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|----------------------|--------------------|---|
| <b>Revenues</b>   |                    |                      |                    |   |
| Charges for Services                                    | \$267,982          | \$267,982            | \$267,982          | \$0   |
| Fines and Forfeitures                                   | 356,891            | 319,382              | 325,032            | 5,650   |
| Intergovernmental                                       | 31,942,092         | 28,584,956           | 29,090,662         | 505,706   |
| Interest  | 376,590            | 337,010              | 342,972            | 5,962   |
| Other   | 504,558            | 423,363              | 435,594            | 12,231  |
| <i>Total Revenues</i>                                   | <u>33,448,113</u>  | <u>29,932,693</u>    | <u>30,462,242</u>  | <u>529,549</u>  |
| <b>Expenditures</b>                                     |                    |                      |                    |   |
| Current:  |                    |                      |                    |   |
| Public Works:   |                    |                      |                    |   |
| Costruction Engineer and Test Lab:                      |                    |                      |                    |   |
| Personal Services                                       | 5,172,153          | 5,172,153            | 5,184,059          | (11,906)  |
| Other   | 1,389,135          | 1,389,135            | 397,916            | 991,219   |
| Capital Outlay  | 146,290            | 146,290              | 31,283             | 115,007   |
| Total Costruction Engineer and Test Lab                 | <u>6,707,578</u>   | <u>6,707,578</u>     | <u>5,613,258</u>   | <u>1,094,320</u>  |
| Maintenance Engineer:                                   |                    |                      |                    |   |
| Personal Services                                       | 5,485,992          | 5,485,992            | 4,402,356          | 1,083,636   |
| Other   | 1,554,152          | 1,554,152            | 1,026,038          | 528,114   |
| Capital Outlay  | 408,188            | 408,188              | 415,454            | (7,266)   |
| Total Maintenance Engineer                              | <u>7,448,332</u>   | <u>7,448,332</u>     | <u>5,843,848</u>   | <u>1,604,484</u>  |
| Road Capital Improvements:                              |                    |                      |                    |   |
| Other   | 2,780,000          | 2,780,000            | 0                  | 2,780,000   |
| Capital Outlay  | 5,451,339          | 5,451,339            | 4,080,774          | 1,370,565   |
| Total Road Capital Improvements                         | <u>8,231,339</u>   | <u>8,231,339</u>     | <u>4,080,774</u>   | <u>4,150,565</u>  |
| Road and Bridge Registration Tax:                       |                    |                      |                    |   |
| Other   | 862,562            | 1,862,562            | 775,045            | 1,087,517   |
| Capital Outlay  | 10,995,275         | 11,945,275           | 6,422,593          | 5,522,682   |
| Total Road and Bridge Registration Tax                  | <u>11,857,837</u>  | <u>13,807,837</u>    | <u>7,197,638</u>   | <u>6,610,199</u>  |
| <i>Total Expenditures</i>                               | <u>34,245,086</u>  | <u>36,195,086</u>    | <u>22,735,518</u>  | <u>13,459,568</u>                                       |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | <u>(\$796,973)</u> | <u>(\$6,262,393)</u> | <u>\$7,726,724</u> | <u>\$13,989,117</u>                                     |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Motor Vehicle Gas Tax (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget         | Final<br>Budget            | Actual                     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|----------------------------|----------------------------|----------------------------|---|
| <b>Other Financing Sources (Uses)</b>       |                            |                            |                            |   |
| Transfers In                                | \$758,497                  | \$678,779                  | \$690,787                  | \$12,008  |
| Transfers Out                               | 0                          | (4,204,690)                | (4,204,690)                | 0   |
| <i>Total Other Financing Sources (Uses)</i> | <u>758,497</u>             | <u>(3,525,911)</u>         | <u>(3,513,903)</u>         | <u>12,008</u>   |
| <i>Net Change in Fund Balance</i>           | (38,476)                   | (9,788,304)                | 4,212,821                  | 14,001,125  |
| Fund Balance Beginning of Year              | 39,810,819                 | 39,810,819                 | 39,810,819                 | 0   |
| Prior Year Encumbrances Appropriated        | <u>4,846,924</u>           | <u>4,846,924</u>           | <u>4,846,924</u>           | <u>0</u>  |
| <i>Fund Balance End of Year</i>             | <u><u>\$44,619,267</u></u> | <u><u>\$34,869,439</u></u> | <u><u>\$48,870,564</u></u> | <u><u>\$14,001,125</u></u>                              |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Real Estate Assessment*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-------------------|-------------------|---|
| <b>Revenues</b>                           |                    |                   |                   |   |
| Charges for Services                      | \$13,159,094       | \$14,398,486      | \$13,984,331      | (\$414,155)   |
| Intergovernmental                         | 1,368,572          | 1,497,471         | 1,454,398         | (43,073)  |
| Other                                     | 42,814             | 46,846            | 45,499            | (1,347)   |
| <i>Total Revenues</i>                     | <u>14,570,480</u>  | <u>15,942,803</u> | <u>15,484,228</u> | <u>(458,575)</u>  |
| <b>Expenditures</b>                       |                    |                   |                   |   |
| Current:                                  |                    |                   |                   |   |
| General Government -                      |                    |                   |                   |   |
| Legislative and Executive:                |                    |                   |                   |   |
| Auditor:                                  |                    |                   |                   |   |
| Other                                     | 4,750              | 4,750             | 0                 | 4,750   |
| Real Property:                            |                    |                   |                   |   |
| Other                                     | 33,463             | 33,463            | 0                 | 33,463  |
| Assessment:                               |                    |                   |                   |   |
| Other                                     | 1,329,587          | 1,302,192         | 912,812           | 389,380   |
| Capital Outlay                            | 1,133              | 1,133             | 0                 | 1,133   |
| Total Assessment                          | <u>1,330,720</u>   | <u>1,303,325</u>  | <u>912,812</u>    | <u>390,513</u>  |
| Management Information System:            |                    |                   |                   |   |
| Other                                     | 9,335              | 9,335             | 673               | 8,662   |
| Board of Revision:                        |                    |                   |                   |   |
| Personal Services                         | 3,099,557          | 2,999,557         | 2,987,602         | 11,955  |
| Other                                     | 556,686            | 881,686           | 1,343,614         | (461,928)   |
| Capital Outlay                            | 11,729             | 11,729            | 0                 | 11,729  |
| Total Board of Revision                   | <u>3,667,972</u>   | <u>3,892,972</u>  | <u>4,331,216</u>  | <u>(438,244)</u>  |
| Tax Assessment Contractual Services:      |                    |                   |                   |   |
| Personal Services                         | 6,461,072          | 6,300,229         | 5,529,731         | 770,498   |
| Other                                     | 5,951,959          | 5,726,959         | 3,226,839         | 2,500,120   |
| Capital Outlay                            | 12,650             | 12,650            | 1,358             | 11,292  |
| Total Tax Assessment Contractual Services | <u>12,425,681</u>  | <u>12,039,838</u> | <u>8,757,928</u>  | <u>3,281,910</u>  |
| <i>Total Expenditures</i>                 | <u>17,471,921</u>  | <u>17,283,683</u> | <u>14,002,629</u> | <u>3,281,054</u>  |

(continued)

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

|   | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|--------------------|---|
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | (\$2,901,441)      | (\$1,340,880)      | \$1,481,599        | \$2,822,479   |
| <b>Other Financing Uses</b>                             |                    |                    |                    |   |
| Transfers Out   | 0                  | (736,067)          | (736,067)          | 0   |
| <i>Net Change in Fund Balance</i>                       | (2,901,441)        | (2,076,947)        | 745,532            | 2,822,479   |
| Fund Balance Beginning of Year                          | 7,828,972          | 7,828,972          | 7,828,972          | 0   |
| Prior Year Encumbrances Appropriated                    | 1,378,268          | 1,378,268          | 1,378,268          | 0   |
| <i>Fund Balance End of Year</i>                         | <u>\$6,305,799</u> | <u>\$7,130,293</u> | <u>\$9,952,772</u> | <u>\$2,822,479</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Children Services*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget          | Final<br>Budget             | Actual                 | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-----------------------------|-----------------------------|------------------------|---|
| <b>Revenues</b>                           |                             |                             |                        |   |
| Property Taxes                            | \$34,869,007                | \$36,000,271                | \$36,032,898           | \$32,627  |
| Intergovernmental                         | 31,761,600                  | 32,792,050                  | 32,821,770             | 29,720  |
| Other                                     | 162,321                     | 167,587                     | 167,739                | 152   |
| <i>Total Revenues</i>                     | <u>66,792,928</u>           | <u>68,959,908</u>           | <u>69,022,407</u>      | <u>62,499</u>   |
| <b>Expenditures</b>                       |                             |                             |                        |   |
| Current:                                  |                             |                             |                        |   |
| Social Services:                          |                             |                             |                        |   |
| Client Support Services:                  |                             |                             |                        |   |
| Other                                     | 8,663,844                   | 9,391,936                   | 9,359,329              | 32,607  |
| Foster Care:                              |                             |                             |                        |   |
| Other                                     | 3,279,712                   | 3,179,712                   | 2,779,858              | 399,854   |
| Purchased Congregate and Foster Care:     |                             |                             |                        |   |
| Other                                     | 84,854,206                  | 83,290,644                  | 81,945,643             | 1,345,001   |
| Adoption Services:                        |                             |                             |                        |   |
| Other                                     | 9,643,380                   | 9,014,525                   | 8,707,828              | 306,697   |
| <i>Total Expenditures</i>                 | <u>106,441,142</u>          | <u>104,876,817</u>          | <u>102,792,658</u>     | <u>2,084,159</u>  |
| <i>Net Change in Fund Balance</i>         | (39,648,214)                | (35,916,909)                | (33,770,251)           | 2,146,658   |
| Fund Deficit Beginning of Year            | (2,545,351)                 | (2,545,351)                 | (2,545,351)            | 0   |
| Prior Year Encumbrances Appropriated      | 36,380,460                  | 36,380,460                  | 36,380,460             | 0   |
| <i>Fund Balance (Deficit) End of Year</i> | <u><u>(\$5,813,105)</u></u> | <u><u>(\$2,081,800)</u></u> | <u><u>\$64,858</u></u> | <u><u>\$2,146,658</u></u>                               |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Cuyahoga Support Enforcement*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------------------|----------------------|----------------------|---|
| <b>Revenues</b>                              |                      |                      |                      |   |
| Property Taxes                               | \$2,975,305          | \$2,975,305          | \$2,975,305          | \$0   |
| Charges for Services                         | 4,406,259            | 4,090,025            | 4,086,414            | (3,611)   |
| Intergovernmental                            | 24,760,910           | 23,014,984           | 22,995,048           | (19,936)  |
| Other  | 23,934               | 22,217               | 22,197               | (20)  |
| <i>Total Revenues</i>                        | <u>32,166,408</u>    | <u>30,102,531</u>    | <u>30,078,964</u>    | <u>(23,567)</u>   |
| <b>Expenditures</b>                          |                      |                      |                      |   |
| Current:                                     |                      |                      |                      |   |
| General Government -                         |                      |                      |                      |   |
| Judicial:                                    |                      |                      |                      |   |
| Cuyahoga Support Enforcement Agency:         |                      |                      |                      |   |
| Personal Services                            | 19,587,199           | 19,587,199           | 18,838,252           | 748,947   |
| Other  | 14,506,573           | 14,451,573           | 12,516,353           | 1,935,220   |
| Capital Outlay                               | 38,775               | 93,775               | 8,350                | 85,425  |
| <i>Total General Government - Judicial</i>   | <u>34,132,547</u>    | <u>34,132,547</u>    | <u>31,362,955</u>    | <u>2,769,592</u>  |
| Social Services:                             |                      |                      |                      |   |
| Operations:                                  |                      |                      |                      |   |
| Personal Services                            | 128,201              | 128,201              | 127,204              | 997   |
| Other  | 850,000              | 873,000              | 847,291              | 25,709  |
| <i>Total Social Services</i>                 | <u>978,201</u>       | <u>1,001,201</u>     | <u>974,495</u>       | <u>26,706</u>   |
| <i>Total Expenditures</i>                    | <u>35,110,748</u>    | <u>35,133,748</u>    | <u>32,337,450</u>    | <u>2,796,298</u>  |
| <i>Excess of Revenues Under Expenditures</i> | (2,944,340)          | (5,031,217)          | (2,258,486)          | 2,772,731   |
| <b>Other Financing Sources</b>               |                      |                      |                      |   |
| Transfers In                                 | 280,650              | 15,824               | 12,800               | (3,024)   |
| <i>Net Change in Fund Balance</i>            | (2,663,690)          | (5,015,393)          | (2,245,686)          | 2,769,707   |
| Fund Deficit Beginning of Year               | (3,087,621)          | (3,087,621)          | (3,087,621)          | 0   |
| Prior Year Encumbrances Appropriated         | 2,672,037            | 2,672,037            | 2,672,037            | 0   |
| <i>Fund Deficit End of Year</i>              | <u>(\$3,079,274)</u> | <u>(\$5,430,977)</u> | <u>(\$2,661,270)</u> | <u>\$2,769,707</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Delinquent Real Estate Assessment*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>   |                    |                    |                    |   |
| Charges for Services                                    | \$4,617,246        | \$8,683,525        | \$6,750,529        | (\$1,932,996)   |
| Other   | 826,447            | 346,850            | 861                | (345,989)   |
| <i>Total Revenues</i>                                   | <u>5,443,693</u>   | <u>9,030,375</u>   | <u>6,751,390</u>   | <u>(2,278,985)</u>                                      |
| <b>Expenditures</b>                                     |                    |                    |                    |   |
| Current:  |                    |                    |                    |   |
| General Government -                                    |                    |                    |                    |   |
| Legislative and Executive:                              |                    |                    |                    |   |
| Tax Collections:  |                    |                    |                    |   |
| Personal Services                                       | 982,375            | 1,110,375          | 1,109,125          | 1,250   |
| Other   | 551,222            | 710,229            | 388,113            | 322,116   |
| Capital Outlay  | 2,789              | 2,789              | 0                  | 2,789   |
| Total Tax Collections                                   | <u>1,536,386</u>   | <u>1,823,393</u>   | <u>1,497,238</u>   | <u>326,155</u>  |
| Research Delinquent Taxes:                              |                    |                    |                    |   |
| Other   | 7,007              | 0                  | 0                  | 0   |
| Total Legislative and Executive                         | <u>1,543,393</u>   | <u>1,823,393</u>   | <u>1,497,238</u>   | <u>326,155</u>  |
| Judicial:   |                    |                    |                    |   |
| Delinquent Real Estate Tax Assessment:                  |                    |                    |                    |   |
| Personal Services                                       | 1,969,379          | 1,969,379          | 1,847,775          | 121,604   |
| Other   | 1,612,863          | 6,660,798          | 6,016,059          | 644,739   |
| Capital Outlay  | 3,546              | 12,046             | 0                  | 12,046  |
| Total Judicial  | <u>3,585,788</u>   | <u>8,642,223</u>   | <u>7,863,834</u>   | <u>778,389</u>  |
| <i>Total Expenditures</i>                               | <u>5,129,181</u>   | <u>10,465,616</u>  | <u>9,361,072</u>   | <u>1,104,544</u>  |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | 314,512            | (1,435,241)        | (2,609,682)        | (1,174,441)   |
| <b>Other Financing Uses</b>                             |                    |                    |                    |   |
| Transfers Out   | 0                  | (100,000)          | (100,000)          | 0   |
| <i>Net Change in Fund Balance</i>                       | 314,512            | (1,535,241)        | (2,709,682)        | (1,174,441)   |
| Fund Balance Beginning of Year                          | 7,314,805          | 7,314,805          | 7,314,805          | 0   |
| Prior Year Encumbrances Appropriated                    | 13,729             | 13,729             | 13,729             | 0   |
| <i>Fund Balance End of Year</i>                         | <u>\$7,643,046</u> | <u>\$5,793,293</u> | <u>\$4,618,852</u> | <u>(\$1,174,441)</u>                                    |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*County Land Reutilization*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget   | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-------------------|------------------|---|
| <b>Revenues</b>                           |                    |                   |                  |   |
| Property Taxes                            | \$6,968,707        | \$6,968,707       | \$7,565,589      | \$596,882   |
| Other                                     | 31,293             | 31,293            | 33,973           | 2,680   |
| <i>Total Revenues</i>                     | <u>7,000,000</u>   | <u>7,000,000</u>  | <u>7,599,562</u> | <u>599,562</u>  |
| <b>Expenditures</b>                       |                    |                   |                  |   |
| Current:                                  |                    |                   |                  |   |
| General Government -                      |                    |                   |                  |   |
| Legislative and Executive:                |                    |                   |                  |   |
| County Land Reutilization:                |                    |                   |                  |   |
| Other                                     | 7,020,000          | 7,053,973         | 7,053,973        | 0   |
| <i>Net Change in Fund Balance</i>         | (20,000)           | (53,973)          | 545,589          | 599,562   |
| Fund Balance Beginning of Year            | 10,071             | 10,071            | 10,071           | 0   |
| Prior Year Encumbrances Appropriated      | 20,000             | 20,000            | 20,000           | 0   |
| <i>Fund Balance (Deficit) End of Year</i> | <u>\$10,071</u>    | <u>(\$23,902)</u> | <u>\$575,660</u> | <u>\$599,562</u>  |



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
**Court**  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|------------------|------------------|---|
| <b>Revenues</b>   |                    |                  |                  |   |
| Charges for Services                                      | \$1,756,841        | \$1,523,232      | \$1,440,540      | (\$82,692)  |
| Fines and Forfeitures                                     | 2,239,023          | 1,941,298        | 1,835,910        | (105,388)   |
| Intergovernmental   | 2,735              | 2,372            | 2,243            | (129)   |
| Other   | 49                 | 42               | 39               | (3)   |
| <i>Total Revenues</i>                                     | <u>3,998,648</u>   | <u>3,466,944</u> | <u>3,278,732</u> | <u>(188,212)</u>  |
| <b>Expenditures</b>                                       |                    |                  |                  |   |
| Current:  |                    |                  |                  |   |
| General Government -                                      |                    |                  |                  |   |
| Judicial:   |                    |                  |                  |   |
| Juvenile Court Alternative Dispute<br>Resolution Program: |                    |                  |                  |   |
| Other   | 323,707            | 323,707          | 66,667           | 257,040   |
| Juvenile Court Incentives:                                |                    |                  |                  |   |
| Other   | 514                | 1,764            | 1,167            | 597   |
| Probate Court Computer:                                   |                    |                  |                  |   |
| Other   | 1,032,531          | 1,032,531        | 843,714          | 188,817   |
| Capital Outlay  | 12,641             | 12,641           | 12,641           | 0   |
| Total Probate Court Computer                              | 1,045,172          | 1,045,172        | 856,355          | 188,817   |
| Probate Court Special Projects:                           |                    |                  |                  |   |
| Other   | 0                  | 11,000           | 6,737            | 4,263   |
| Capital Outlay  | 32,000             | 21,000           | 0                | 21,000  |
| Total Probate Court Special Projects                      | 32,000             | 32,000           | 6,737            | 25,263  |
| Probate Court Dispute Resolution Program:                 |                    |                  |                  |   |
| Other   | 50,500             | 50,500           | 2,800            | 47,700  |
| Probate Court Conduct of Business:                        |                    |                  |                  |   |
| Other   | 3,000              | 3,000            | 0                | 3,000   |
| Clerk of Courts Computerization:                          |                    |                  |                  |   |
| Personal Services   | 678                | 678              | 13               | 665   |
| Other   | 461,555            | 463,055          | 434,348          | 28,707  |
| Capital Outlay  | 82,253             | 90,253           | 83,334           | 6,919   |
| Total Clerk of Courts Computerization                     | <u>\$544,486</u>   | <u>\$553,986</u> | <u>\$517,695</u> | <u>\$36,291</u>   |

(continued)

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

|                                      | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|--------------------|--------------------|---|
| Court of Appeals Special Projects:   |                    |                    |                    |   |
| Capital Outlay                       | \$0                | \$10,000           | \$0                | \$10,000  |
| Clerk of Courts:                     |                    |                    |                    |   |
| Personal Services                    | 443,033            | 443,033            | 419,551            | 23,482  |
| Other                                | 4,598              | 4,598              | 0                  | 4,598   |
| Capital Outlay                       | 775                | 775                | 0                  | 775   |
| Total Clerk of Courts                | 448,406            | 448,406            | 419,551            | 28,855  |
| General Judicial:                    |                    |                    |                    |   |
| Personal Services                    | 1,391,808          | 1,391,808          | 1,306,128          | 85,680  |
| Other                                | 66,398             | 341,398            | 213,811            | 127,587   |
| Capital Outlay                       | 2,704              | 2,704              | 0                  | 2,704   |
| Total General Judicial               | 1,460,910          | 1,735,910          | 1,519,939          | 215,971   |
| Sheriff:                             |                    |                    |                    |   |
| Personal Services                    | 164,247            | 164,247            | 171,374            | (7,127)   |
| Capital Outlay                       | 291                | 291                | 0                  | 291   |
| Total Sheriff                        | 164,538            | 164,538            | 171,374            | (6,836)   |
| <i>Total Expenditures</i>            | 4,073,233          | 4,368,983          | 3,562,285          | 806,698   |
| <i>Net Change in Fund Balance</i>    | (74,585)           | (902,039)          | (283,553)          | 618,486   |
| Fund Balance Beginning of Year       | 8,204,124          | 8,204,124          | 8,204,124          | 0   |
| Prior Year Encumbrances Appropriated | 1,139,053          | 1,139,053          | 1,139,053          | 0   |
| <i>Fund Balance End of Year</i>      | <u>\$9,268,592</u> | <u>\$8,441,138</u> | <u>\$9,059,624</u> | <u>\$618,486</u>  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Solid Waste*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>                      |                    |                    |                    |   |
| Charges for Services                 | \$2,164,796        | \$2,725,313        | \$2,012,155        | (\$713,158)   |
| Other                                | 19,237             | 24,218             | 17,880             | (6,338)   |
| <i>Total Revenues</i>                | <u>2,184,033</u>   | <u>2,749,531</u>   | <u>2,030,035</u>   | <u>(719,496)</u>  |
| <b>Expenditures</b>                  |                    |                    |                    |   |
| Current:                             |                    |                    |                    |   |
| Public Works:                        |                    |                    |                    |   |
| District Administration:             |                    |                    |                    |   |
| Personal Services                    | 471,735            | 471,735            | 459,927            | 11,808  |
| Other                                | 415,440            | 415,440            | 368,952            | 46,488  |
| Capital Outlay                       | 10,824             | 10,824             | 4,027              | 6,797   |
| Total District Administration        | <u>897,999</u>     | <u>897,999</u>     | <u>832,906</u>     | <u>65,093</u>   |
| District Board of Health:            |                    |                    |                    |   |
| Other                                | 438,184            | 438,184            | 438,184            | 0   |
| Convenience Center:                  |                    |                    |                    |   |
| Other                                | 1,083,294          | 1,083,294          | 679,397            | 403,897   |
| Capital Outlay                       | 30,175             | 30,175             | 175                | 30,000  |
| Total Convenience Center             | <u>1,113,469</u>   | <u>1,113,469</u>   | <u>679,572</u>     | <u>433,897</u>  |
| Plan Update:                         |                    |                    |                    |   |
| Other                                | 157,631            | 157,631            | 119,402            | 38,229  |
| Municipal Grants:                    |                    |                    |                    |   |
| Other                                | 117,000            | 163,000            | 116,620            | 46,380  |
| <i>Total Expenditures</i>            | <u>2,724,283</u>   | <u>2,770,283</u>   | <u>2,186,684</u>   | <u>583,599</u>  |
| <i>Net Change in Fund Balance</i>    | (540,250)          | (20,752)           | (156,649)          | (135,897)   |
| Fund Balance Beginning of Year       | 2,501,181          | 2,501,181          | 2,501,181          | 0   |
| Prior Year Encumbrances Appropriated | 571,222            | 571,222            | 571,222            | 0   |
| <i>Fund Balance End of Year</i>      | <u>\$2,532,153</u> | <u>\$3,051,651</u> | <u>\$2,915,754</u> | <u>(\$135,897)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                       | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>                       |                    |                    |                    |   |
| Intergovernmental                     | \$612,644          | \$38,952,821       | \$59,306,730       | \$20,353,909  |
| Interest                              | 146                | 9,281              | 14,130             | 4,849   |
| Other                                 | 29,400             | 1,869,281          | 2,846,032          | 976,751   |
| <i>Total Revenues</i>                 | <u>642,190</u>     | <u>40,831,383</u>  | <u>62,166,892</u>  | <u>21,335,509</u>                                       |
| <b>Expenditures</b>                   |                    |                    |                    |   |
| Current:                              |                    |                    |                    |   |
| Community Development:                |                    |                    |                    |   |
| Development Revolving Loan:           |                    |                    |                    |   |
| Other                                 | 3,129,512          | 3,129,512          | 1,891,882          | 1,237,630   |
| Brownfield Revolving Loan:            |                    |                    |                    |   |
| Other                                 | 838,886            | 838,886            | 733,524            | 105,362   |
| Economic Development:                 |                    |                    |                    |   |
| Other                                 | 0                  | 20,000,000         | 267,592            | 19,732,408  |
| 2008 Neighborhood Stabilization:      |                    |                    |                    |   |
| Personal Services                     | 97,921             | 97,921             | 97,921             | 0   |
| Other                                 | 1,543,029          | 1,543,029          | 1,544,061          | (1,032)   |
| Total 2008 Neighborhood Stabilization | <u>1,640,950</u>   | <u>1,640,950</u>   | <u>1,641,982</u>   | <u>(1,032)</u>  |
| Shelter and Care Renewal:             |                    |                    |                    |   |
| Other                                 | 2,572,192          | 12,688,348         | 11,860,276         | 828,072   |
| Lead Hazard Reduction Grant:          |                    |                    |                    |   |
| Personal Services                     | 55,677             | 55,677             | 55,677             | 0   |
| Other                                 | 1,641,221          | 1,641,221          | 1,582,350          | 58,871  |
| Total Lead Hazard Reduction Grant     | <u>1,696,898</u>   | <u>1,696,898</u>   | <u>1,638,027</u>   | <u>58,871</u>   |
| 2011 Neighborhood Stabilization:      |                    |                    |                    |   |
| Personal Services                     | 3,279              | 3,279              | 3,279              | 0   |
| Other                                 | 2,204,021          | 2,204,021          | 2,072,467          | 131,554   |
| 2011 Neighborhood Stabilization:      | <u>\$2,207,300</u> | <u>\$2,207,300</u> | <u>\$2,075,746</u> | <u>\$131,554</u>  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                    | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|------------------------------------|--------------------|-----------------|-----------|---|
| 2011 Healthy Homes Initiative:     |                    |                 |           |   |
| Other                              | \$27,642           | \$27,642        | \$27,642  | \$0   |
| Emergency Shelter Grant 2011:      |                    |                 |           |   |
| Personal Services                  | 375                | 6,717           | 6,716     | 1   |
| Other                              | 76,066             | 170,936         | 170,936   | 0   |
| Total Emergency Shelter Grant 2011 | 76,441             | 177,653         | 177,652   | 1   |
| Home 2011:                         |                    |                 |           |   |
| Personal Services                  | 29,047             | 29,047          | 29,047    | 0   |
| Other                              | 2,022,094          | 2,022,094       | 1,913,161 | 108,933   |
| Total Home 2011                    | 2,051,141          | 2,051,141       | 1,942,208 | 108,933   |
| CDBG Year 37 2011:                 |                    |                 |           |   |
| Personal Services                  | 121,371            | 162,883         | 162,371   | 512   |
| Other                              | 9,396,373          | 9,164,216       | 4,954,297 | 4,209,919   |
| Capital Outlay                     | 1,000              | 0               | 0         | 0   |
| Total CDBG Year 37 2011            | 9,518,744          | 9,327,099       | 5,116,668 | 4,210,431   |
| Pass Transitional:                 |                    |                 |           |   |
| Other                              | 517,257            | 1,054,998       | 1,009,205 | 45,793  |
| Homeless Crisis Response Program:  |                    |                 |           |   |
| Other                              | (775,000)          | 0               | 0         | 0   |
| Home 1996:                         |                    |                 |           |   |
| Other                              | 1,254              | 1,254           | 1,124     | 130   |
| HUD Section 108:                   |                    |                 |           |   |
| Other                              | 875,359            | 1,458,228       | 1,458,227 | 1   |
| Brownfield Fund:                   |                    |                 |           |   |
| Other                              | 11,556             | 11,556          | 11,556    | 0   |
| Shelter and Care Unit:             |                    |                 |           |   |
| Other                              | \$302,400          | \$302,400       | \$301,746 | \$654   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|-----------|---|
| Emergency Solutions Grant:                   |                    |                 |           |   |
| Other  | (\$1,273,537)      | \$0             | \$0       | \$0   |
| Home Weatherization Assistance:              |                    |                 |           |   |
| Personal Services                            | 120,998            | 120,998         | 120,998   | 0   |
| Other  | 1,037,635          | 1,044,164       | 1,044,193 | (29)  |
| Total Home Weatherization Assistance         | 1,158,633          | 1,165,162       | 1,165,191 | (29)  |
| Flats HUD Grant:                             |                    |                 |           |   |
| Other  | 1,847,048          | 1,847,048       | 1,847,048 | 0   |
| Flats HUD 108 Loan:                          |                    |                 |           |   |
| Other  | 2,000,000          | 2,000,000       | 2,000,000 | 0   |
| 2009 State Neighborhood Stabilization:       |                    |                 |           |   |
| Personal Services                            | 19,466             | 4,466           | 4,466     | 0   |
| Other  | 125,355            | 161,408         | 162,173   | (765)   |
| Total 2009 State Neighborhood Stabilization: | 144,821            | 165,874         | 166,639   | (765)   |
| Home Weatherization Assistance 2012:         |                    |                 |           |   |
| Personal Services                            | (112,125)          | 178,690         | 178,690   | 0   |
| Other  | (631,573)          | 56,835          | 47,660    | 9,175   |
| Capital Outlay                               | (1,500)            | 0               | 0         | 0   |
| Total Home Weatherization Assistance 2012    | (745,198)          | 235,525         | 226,350   | 9,175   |
| Shelter and Care 2008 Zelma George:          |                    |                 |           |   |
| Other  | 25,372             | 200,103         | 184,428   | 15,675  |
| Shelter and Care Home Program:               |                    |                 |           |   |
| Other  | 169,967            | 487,076         | 470,155   | 16,921  |
| Shelter and Care 2009:                       |                    |                 |           |   |
| Other  | 1,206,989          | 1,206,989       | 1,181,064 | 25,925  |
| Housing Stability 2011:                      |                    |                 |           |   |
| Other  | \$0                | \$360,900       | \$363,900 | (\$3,000)   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                     | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------|--------------------|-----------------|-------------|---|
| CDBG Year 36 2010:                  |                    |                 |             |   |
| Personal Services                   | \$59,486           | \$59,486        | \$706       | \$58,780  |
| Other                               | 1,105,134          | 1,105,134       | 879,288     | 225,846   |
| Capital Outlay                      | 7,313              | 7,313           | 0           | 7,313   |
| Total CDBG Year 36 2010             | 1,171,933          | 1,171,933       | 879,994     | 291,939   |
| Shelter and Care Renewal:           |                    |                 |             |   |
| Other                               | 630,868            | 2,095,420       | 1,967,088   | 128,332   |
| Shelter and Care Renewal 2010:      |                    |                 |             |   |
| Other                               | 432,600            | 432,600         | 432,599     | 1   |
| CDBG Year 38 2012:                  |                    |                 |             |   |
| Personal Services                   | (249,969)          | 729,322         | 729,322     | 0   |
| Other                               | (4,668,576)        | 1,946,678       | 2,069,453   | (122,775)   |
| Capital Outlay                      | (5,000)            | 0               | 0           | 0   |
| Total CDBG Year 38 2012             | (4,923,545)        | 2,676,000       | 2,798,775   | (122,775)   |
| Emergency Shelter Grant 2010:       |                    |                 |             |   |
| Other                               | 798                | 798             | 798         | 0   |
| Home 2010:                          |                    |                 |             |   |
| Personal Services                   | 118,660            | 118,660         | 118,660     | 0   |
| Other                               | 815,415            | 815,415         | 815,415     | 0   |
| Total Home 2010                     | 934,075            | 934,075         | 934,075     | 0   |
| Home 2012:                          |                    |                 |             |   |
| Personal Services                   | (105,918)          | 23,641          | 23,641      | 0   |
| Other                               | (2,164,092)        | 415             | 415         | 0   |
| Total Home 2012                     | (2,270,010)        | 24,056          | 24,056      | 0   |
| Shelter and Care - Pass Supportive: |                    |                 |             |   |
| Other                               | 260,393            | 531,098         | 509,356     | 21,742  |
| Shelter and Care 2008:              |                    |                 |             |   |
| Other                               | \$1,302,148        | \$1,302,148     | \$1,260,103 | \$42,045  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                     | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------|--------------------|-----------------|-----------|---|
| EPA Coalition Assessment:           |                    |                 |           |   |
| Other                               | \$165,169          | \$165,169       | \$174,169 | (\$9,000)   |
| Shelter and Care 2004:              |                    |                 |           |   |
| Other                               | 712,786            | 712,786         | 712,786   | 0   |
| Shelter and Care 2005:              |                    |                 |           |   |
| Other                               | 122,652            | 122,652         | 167,972   | (45,320)  |
| Shelter and Care 2005:              |                    |                 |           |   |
| Other                               | 26,873             | 26,873          | 26,873    | 0   |
| Shelter and Care 2006:              |                    |                 |           |   |
| Other                               | 277,989            | 277,989         | 280,989   | (3,000)   |
| Domestic Violence Center:           |                    |                 |           |   |
| Other                               | 74,227             | 151,394         | 151,394   | 0   |
| Shelter and Care 2007:              |                    |                 |           |   |
| Other                               | 702,684            | 702,684         | 648,988   | 53,696  |
| EPA 2008 Brownfield Revolving Loan: |                    |                 |           |   |
| Other                               | (592,369)          | 7,631           | 7,631     | 0   |
| CDBG Year 35 2009:                  |                    |                 |           |   |
| Other                               | 160,988            | 160,988         | 36,640    | 124,348   |
| Capital Outlay                      | 1,067              | 1,067           | 1,067     | 0   |
| Total CDBG Year 35 2009             | 162,055            | 162,055         | 37,707    | 124,348   |
| Home 2009:                          |                    |                 |           |   |
| Personal Services                   | 13,178             | 13,178          | 13,178    | 0   |
| Other                               | 598,258            | 598,258         | 598,258   | 0   |
| Total Home 2009                     | 611,436            | 611,436         | 611,436   | 0   |
| CDBG Home Year 2000:                |                    |                 |           |   |
| Other                               | 24,934             | 24,934          | 24,934    | 0   |
| 2008 EPA:                           |                    |                 |           |   |
| Other                               | \$3,562            | \$3,562         | \$3,562   | \$0   |

(continued)



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|-----------------|-----------|---|
| Home 2004:                           |                    |                 |           |   |
| Other                                | \$25,000           | \$25,000        | \$25,000  | \$0   |
| CDBG Year 31 2005:                   |                    |                 |           |   |
| Other                                | 11,680             | 11,680          | 0         | 11,680  |
| Home 2005:                           |                    |                 |           |   |
| Other                                | 5,000              | 5,000           | 5,000     | 0   |
| CDBG Year 32 2006:                   |                    |                 |           |   |
| Other                                | 33,849             | 33,849          | 0         | 33,849  |
| Home 2006:                           |                    |                 |           |   |
| Other                                | 178,159            | 178,159         | 178,159   | 0   |
| CDBG Year 33 2007:                   |                    |                 |           |   |
| Other                                | 1                  | 1               | 0         | 1   |
| Home 2007:                           |                    |                 |           |   |
| Other                                | 173,995            | 173,995         | 173,995   | 0   |
| Home Weatherization Assistance:      |                    |                 |           |   |
| Other                                | 190                | 190             | 190       | 0   |
| Clean Ohio Program:                  |                    |                 |           |   |
| Other                                | 261,033            | 2,917,305       | 2,917,315 | (10)  |
| CDBG 34 2006:                        |                    |                 |           |   |
| Other                                | 175,394            | 175,394         | 169,614   | 5,780   |
| Home 2008:                           |                    |                 |           |   |
| Other                                | 195,006            | 195,006         | 195,006   | 0   |
| Home Weatherization Assistance:      |                    |                 |           |   |
| Capital Outlay                       | 518                | 518             | 518       | 0   |
| Emergency Solutions Grant 2012:      |                    |                 |           |   |
| Personal Services                    | (3,500)            | 0               | 0         | 0   |
| Other                                | (331,981)          | 0               | 0         | 0   |
| Total Emergency Solutions Grant 2012 | (\$335,481)        | \$0             | \$0       | \$0   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|-----------|---|
| EPA 2010 ARRA Supplemental:                           |                    |                 |           |   |
| Other   | \$344,092          | \$344,092       | \$344,092 | \$0   |
| 2011 State Energy Efficiency Apple<br>Rebate Program: |                    |                 |           |   |
| Other   | 59,377             | 59,377          | 59,377    | 0   |
| EECBG Block Grant:                                    |                    |                 |           |   |
| Personal Services                                     | 12,723             | 12,723          | 12,723    | 0   |
| Other   | 2,121,721          | 2,121,721       | 2,101,721 | 20,000  |
| Total EECBG Block Grant                               | 2,134,444          | 2,134,444       | 2,114,444 | 20,000  |
| 2010 Neighborhood Stabilization:                      |                    |                 |           |   |
| Personal Services                                     | 112,971            | 71,056          | 71,056    | 0   |
| Other   | 1,002,379          | 1,949,941       | 2,033,134 | (83,193)  |
| Capital Outlay  | 10,000             | 0               | 0         | 0   |
| Total 2010 Neighborhood Stabilization                 | 1,125,350          | 2,020,997       | 2,104,190 | (83,193)  |
| Home Weatherization Program<br>ARRA 2009 - 2010:      |                    |                 |           |   |
| Personal Services                                     | 1,560              | (5,737)         | (5,737)   | 0   |
| Other   | 1,220,310          | 1,542,038       | 1,548,382 | (6,344)   |
| Total Home Weatherization Program<br>ARRA 2009 - 2010 | 1,221,870          | 1,536,301       | 1,542,645 | (6,344)   |
| ARRA HUD Home Program:                                |                    |                 |           |   |
| Personal Services                                     | 61,247             | 33,247          | 33,247    | 0   |
| Other   | 1,889,845          | 1,917,845       | 2,009,619 | (91,774)  |
| Total ARRA HUD Home Program                           | 1,951,092          | 1,951,092       | 2,042,866 | (91,774)  |
| 2009 CDBG-R ARRA:                                     |                    |                 |           |   |
| Personal Services                                     | 1,365              | 1,365           | 1,365     | 0   |
| Other   | 42,642             | 42,642          | 0         | 42,642  |
| Total 2009 CDBG-R ARRA                                | 44,007             | 44,007          | 1,365     | 42,642  |
| State of Ohio Home Program:                           |                    |                 |           |   |
| Other   | \$279,329          | \$334,329       | \$334,329 | \$0   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|----------------|---|
| Cuyahoga County Community Development:       |                    |                 |                |   |
| Other  | \$0                | \$0             | \$17,641,556   | (\$17,641,556)  |
| <i>Total Expenditures</i>                    | 36,941,790         | 88,560,571      | 79,264,778     | 9,295,793   |
| <i>Excess of Revenues Under Expenditures</i> | (36,299,600)       | (47,729,188)    | (17,097,886)   | 30,631,302  |
| <b>Other Financing Use</b>                   |                    |                 |                |   |
| Transfers Out                                | 0                  | (41,383)        | (41,383)       | 0   |
| <i>Net Change in Fund Balance</i>            | (36,299,600)       | (47,770,571)    | (17,139,269)   | 30,631,302  |
| Fund Deficit Beginning of Year               | (22,899,620)       | (22,899,620)    | (22,899,620)   | 0   |
| Prior Year Encumbrances Appropriated         | 23,563,977         | 23,563,977      | 23,563,977     | 0   |
| <i>Fund Deficit End of Year</i>              | (\$35,635,243)     | (\$47,106,214)  | (\$16,474,912) | \$30,631,302  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Community Development*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|---------------|---|
| <b>Revenues</b>                          |                    |                 |               |   |
| Intergovernmental                        | \$0                | \$161,204       | \$39,450      | (\$121,754)   |
| Contributions and Donations              | 0                  | 13,125          | 13,125        | 0   |
| Other                                    | 0                  | 40,507          | 0             | (40,507)  |
| <i>Total Revenues</i>                    | <u>0</u>           | <u>214,836</u>  | <u>52,575</u> | <u>(162,261)</u>  |
| <b>Expenditures</b>                      |                    |                 |               |   |
| Current:                                 |                    |                 |               |   |
| Community Development:                   |                    |                 |               |   |
| Cuyahoga Valley Initiative:              |                    |                 |               |   |
| Other                                    | 34,363             | 39,363          | 33,431        | 5,932   |
| Geographical Information System:         |                    |                 |               |   |
| Other                                    | 417,241            | 417,241         | 26,676        | 390,565   |
| 2012 Second Change Adult Reentry:        |                    |                 |               |   |
| Personal Services                        | (12,466)           | 0               | 0             | 0   |
| Other                                    | (737,213)          | 0               | 0             | 0   |
| Total 2012 Second Change Adult Reentry   | <u>(749,679)</u>   | <u>0</u>        | <u>0</u>      | <u>0</u>  |
| Senior Transportation Consolutation:     |                    |                 |               |   |
| Other                                    | 6                  | 6               | 6             | 0   |
| 2009 Lakefront Connector Bridge:         |                    |                 |               |   |
| Other                                    | 14,150             | 14,150          | 14,150        | 0   |
| Renewable Energy Task Force:             |                    |                 |               |   |
| Personal Services                        | (10,229)           | 38,271          | 38,271        | 0   |
| Other                                    | 86,269             | 37,769          | 37,769        | 0   |
| Total Renewable Energy Task Force        | <u>76,040</u>      | <u>76,040</u>   | <u>76,040</u> | <u>0</u>  |
| Cuyahoga Valley Initiative Organization: |                    |                 |               |   |
| Other                                    | 2,340              | 2,340           | 2,340         | 0   |
| Cuyahoga River Environmental:            |                    |                 |               |   |
| Other                                    | \$106,634          | \$106,634       | \$106,548     | \$86  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Community Development (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|------------------|------------------|---|
| Cuyahoga Bicentennial Grant:         |                    |                  |                  |   |
| Other                                | \$2,600            | \$2,600          | \$2,600          | \$0   |
| Merger and Shared Services Study:    |                    |                  |                  |   |
| Other                                | 0                  | 100,000          | 100,000          | 0   |
| <i>Total Expenditures</i>            | (96,305)           | 758,374          | 361,791          | 396,583   |
| <i>Net Change in Fund Balance</i>    | 96,305             | (543,538)        | (309,216)        | 234,322   |
| Fund Balance Beginning of Year       | 675,723            | 675,723          | 675,723          | 0   |
| Prior Year Encumbrances Appropriated | 541,520            | 541,520          | 541,520          | 0   |
| <i>Fund Balance End of Year</i>      | <u>\$1,313,548</u> | <u>\$673,705</u> | <u>\$908,027</u> | <u>\$234,322</u>  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Treatment Alternatives for Safer Communities*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues</b>  |                    |                  |                  |   |
| Property Taxes   | \$107,820          | \$171,237        | \$305,445        | \$134,208   |
| Intergovernmental  | 398,374            | 632,692          | 1,128,564        | 495,872   |
| Other  | 57,193             | 90,832           | 162,023          | 71,191  |
| <i>Total Revenues</i>                                    | <u>563,387</u>     | <u>894,761</u>   | <u>1,596,032</u> | <u>701,271</u>  |
| <b>Expenditures</b>                                      |                    |                  |                  |   |
| Current:   |                    |                  |                  |   |
| General Government -                                     |                    |                  |                  |   |
| Judicial:  |                    |                  |                  |   |
| Medicaid Fund:   |                    |                  |                  |   |
| Personal Services  | 5,537              | 5,537            | 6,061            | (524)   |
| Other  | 57,154             | 178,154          | 139,878          | 38,276  |
| Total Medicaid Fund                                      | <u>62,691</u>      | <u>183,691</u>   | <u>145,939</u>   | <u>37,752</u>   |
| Health and Human Services:                               |                    |                  |                  |   |
| Personal Services  | 191,324            | 191,324          | 161,707          | 29,617  |
| Other  | 289,735            | 289,735          | 600,480          | (310,745)   |
| Capital Outlay   | 327                | 327              | 0                | 327   |
| Total Health and Human Services                          | <u>481,386</u>     | <u>481,386</u>   | <u>762,187</u>   | <u>(280,801)</u>  |
| Alcohol, Drug and Mental Health<br>Services Board:       |                    |                  |                  |   |
| Personal Services  | 116,147            | 116,147          | 116,147          | 0   |
| Other  | 973                | 973              | 973              | 0   |
| Total Alcohol, Drug and Mental Health<br>Services Board: | <u>117,120</u>     | <u>117,120</u>   | <u>117,120</u>   | <u>0</u>  |
| Substance Abuse and Mental<br>Health Services:           |                    |                  |                  |   |
| Personal Services  | 71,063             | 71,063           | 71,063           | 0   |
| Treatment Alternative Street C:                          |                    |                  |                  |   |
| Personal Services  | 39,858             | 530,259          | 530,259          | 0   |
| Other  | (33,036)           | 31,227           | 31,160           | 67  |
| Capital Outlay   | 0                  | 3,950            | 3,950            | 0   |
| Total Treatment Alternative Street C                     | <u>\$6,822</u>     | <u>\$565,436</u> | <u>\$565,369</u> | <u>\$67</u>   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Treatment Alternatives for Safer Communities (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| Adult Drug Court Project:                  |                    |                    |                    |   |
| Personal Services                          | \$46,150           | \$125,791          | \$125,791          | \$0   |
| Other                                      | (4,915)            | 1,780              | 1,780              | 0   |
| <b>Total Adult Drug Court Project</b>      | <b>41,235</b>      | <b>127,571</b>     | <b>127,571</b>     | <b>0</b>  |
| Treatment Capacity Expansion:              |                    |                    |                    |   |
| Personal Services                          | 82,140             | 162,787            | 162,787            | 0   |
| Other                                      | 0                  | 0                  | 0                  | 0   |
| Capital Outlay                             | 0                  | 0                  | 0                  | 0   |
| <b>Total Treatment Capacity Expansion</b>  | <b>82,140</b>      | <b>162,787</b>     | <b>162,787</b>     | <b>0</b>  |
| TASC Drug Court:                           |                    |                    |                    |   |
| Personal Services                          | 83,827             | 186,203            | 186,203            | 0   |
| Other                                      | (23,254)           | 3,330              | 3,140              | 190   |
| <b>Total TASC Drug Court</b>               | <b>60,573</b>      | <b>189,533</b>     | <b>189,343</b>     | <b>190</b>  |
| <b>Total General Government - Judicial</b> | <b>923,030</b>     | <b>1,898,587</b>   | <b>2,141,379</b>   | <b>(242,792)</b>  |
| Social Services:                           |                    |                    |                    |   |
| Treatment Services Medicaid:               |                    |                    |                    |   |
| Other                                      | 0                  | 41,383             | 41,382             | 1   |
| <b>Total Expenditures</b>                  | <b>923,030</b>     | <b>1,939,970</b>   | <b>2,182,761</b>   | <b>(242,791)</b>  |
| <b>Net Change in Fund Balance</b>          | <b>(359,643)</b>   | <b>(1,045,209)</b> | <b>(586,729)</b>   | <b>458,480</b>  |
| <b>Fund Balance Beginning of Year</b>      | <b>414,139</b>     | <b>414,139</b>     | <b>414,139</b>     | <b>0</b>  |
| <b>Fund Balance (Deficit) End of Year</b>  | <b>\$54,496</b>    | <b>(\$631,070)</b> | <b>(\$172,590)</b> | <b>\$458,480</b>  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Victim Assistance*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues</b>  |                    |                  |                  |   |
| Intergovernmental  | \$541,958          | \$762,784        | \$595,297        | (\$167,487)   |
| Other  | 117                | 165              | 129              | (36)  |
| <i>Total Revenues</i>  | <u>542,075</u>     | <u>762,949</u>   | <u>595,426</u>   | <u>(167,523)</u>  |
| <b>Expenditures</b>  |                    |                  |                  |   |
| Current:   |                    |                  |                  |   |
| General Government -   |                    |                  |                  |   |
| Judicial:  |                    |                  |                  |   |
| Witness Victim Health and  |                    |                  |                  |   |
| Human Services:  |                    |                  |                  |   |
| Personal Services  | 1,376,025          | 1,376,025        | 998,468          | 377,557   |
| Other  | 759,789            | 825,504          | 693,568          | 131,936   |
| Capital Outlay   | 2,092              | 23,115           | 0                | 23,115  |
| <i>Total Witness Victim Health and<br/>Human Services</i>        | <u>2,137,906</u>   | <u>2,224,644</u> | <u>1,692,036</u> | <u>532,608</u>  |
| Victim Safety Enhancement:                                       |                    |                  |                  |   |
| Personal Services  | (141,133)          | 27,607           | 27,607           | 0   |
| Other  | (132,448)          | (2,488)          | (4,484)          | 1,996   |
| Capital Outlay   | (192)              | 1,108            | 1,108            | 0   |
| <i>Total Office of the Director</i>                              | <u>(273,773)</u>   | <u>26,227</u>    | <u>24,231</u>    | <u>1,996</u>  |
| Violence Against Women Act Block Grant:                          |                    |                  |                  |   |
| Other  | (304,949)          | 633,032          | 633,032          | 0   |
| Violence Against Women Act                                       |                    |                  |                  |   |
| Administration Grant:  |                    |                  |                  |   |
| Personal Services  | (6,470)            | 8,716            | 12,536           | (3,820)   |
| Other  | (1,342)            | 4,359            | 1,545            | 2,814   |
| <i>Total Violence Against Women Act<br/>Administration Grant</i> | <u>(7,812)</u>     | <u>13,075</u>    | <u>14,081</u>    | <u>(1,006)</u>  |
| Juvenile Court Victim Advocate:                                  |                    |                  |                  |   |
| Personal Services  | 0                  | 15,030           | 15,030           | 0   |
| State Victims Assistance Act:                                    |                    |                  |                  |   |
| Other  | \$5,925            | \$11,850         | \$11,850         | \$0   |

(continued)



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Victim Assistance (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| Children Who Witness Violence:<br>Other                        | \$79,833           | \$150,086          | \$150,086          | \$0   |
| Recovery Act Stop Violence Against<br>Women Act 2009:<br>Other | 133,200            | 133,200            | 133,200            | 0   |
| <i>Total Expenditures</i>                                      | <u>1,770,330</u>   | <u>3,207,144</u>   | <u>2,673,546</u>   | <u>533,598</u>  |
| <i>Excess of Revenues Under Expenditures</i>                   | <u>(1,228,255)</u> | <u>(2,444,195)</u> | <u>(2,078,120)</u> | <u>366,075</u>  |
| <b>Other Financing Sources (Uses)</b>                          |                    |                    |                    |   |
| Transfers In   | 1,595,831          | 2,246,070          | 1,735,331          | (510,739)   |
| Transfers Out  | 0                  | (64,663)           | (47,100)           | 17,563  |
| <i>Total Other Financing Sources (Uses)</i>                    | <u>1,595,831</u>   | <u>2,181,407</u>   | <u>1,688,231</u>   | <u>(493,176)</u>  |
| <i>Net Change in Fund Balance</i>                              | 367,576            | (262,788)          | (389,889)          | (127,101)   |
| Fund Deficit Beginning of Year                                 | (251,481)          | (251,481)          | (251,481)          | 0   |
| Prior Year Encumbrances Appropriated                           | 289,840            | 289,840            | 289,840            | 0   |
| <i>Fund Balance (Deficit) End of Year</i>                      | <u>\$405,935</u>   | <u>(\$224,429)</u> | <u>(\$351,530)</u> | <u>(\$127,101)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Youth Services*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>   |                    |                    |                    |   |
| Intergovernmental                                       | \$0                | \$2,944,092        | \$4,875,780        | \$1,931,688   |
| Other   | 0                  | 2,086,440          | 11,060             | (2,075,380)   |
| <i>Total Revenues</i>                                   | <u>0</u>           | <u>5,030,532</u>   | <u>4,886,840</u>   | <u>(143,692)</u>  |
| <b>Expenditures</b>                                     |                    |                    |                    |   |
| Current:  |                    |                    |                    |   |
| General Government -                                    |                    |                    |                    |   |
| Judicial:   |                    |                    |                    |   |
| Youth Services Subsidy:                                 |                    |                    |                    |   |
| Personal Services                                       | (690,002)          | 2,230,318          | 2,185,797          | 44,521  |
| Other   | 233,863            | 3,632,880          | 3,864,577          | (231,697)   |
| Capital Outlay  | (2,826)            | 174                | 174                | 0   |
| Total Youth Services Subsidy                            | (458,965)          | 5,863,372          | 6,050,548          | (187,176)   |
| Community Youth Sanction Program:                       |                    |                    |                    |   |
| Other   | 6,212              | 6,212              | 6,212              | 0   |
| <i>Total Expenditures</i>                               | <u>(452,753)</u>   | <u>5,869,584</u>   | <u>6,056,760</u>   | <u>(187,176)</u>  |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | 452,753            | (839,052)          | (1,169,920)        | (330,868)   |
| <b>Other Financing Uses</b>                             |                    |                    |                    |   |
| Transfers Out   | 0                  | (98)               | (98)               | 0   |
| <i>Net Change in Fund Balance</i>                       | 452,753            | (839,150)          | (1,170,018)        | (330,868)   |
| Fund Balance Beginning of Year                          | 2,719,499          | 2,719,499          | 2,719,499          | 0   |
| Prior Year Encumbrances Appropriated                    | 715,475            | 715,475            | 715,475            | 0   |
| <i>Fund Balance End of Year</i>                         | <u>\$3,887,727</u> | <u>\$2,595,824</u> | <u>\$2,264,956</u> | <u>(\$330,868)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|-------------------|-------------------|---|
| <b>Revenues</b>                      |                    |                   |                   |   |
| Charges for Services                 | \$578,018          | \$2,152,652       | \$1,929,984       | (\$222,668)   |
| Fines and Forfeitures                | 170,035            | 633,243           | 567,741           | (65,502)  |
| Intergovernmental                    | 5,820,726          | 21,677,529        | 19,435,233        | (2,242,296)   |
| Interest                             | 1,245              | 4,638             | 4,158             | (480)   |
| Other                                | 140,229            | 522,240           | 468,221           | (54,019)  |
| <i>Total Revenues</i>                | <u>6,710,253</u>   | <u>24,990,302</u> | <u>22,405,337</u> | <u>(2,584,965)</u>                                      |
| <b>Expenditures</b>                  |                    |                   |                   |   |
| Current:                             |                    |                   |                   |   |
| General Government -                 |                    |                   |                   |   |
| Judicial:                            |                    |                   |                   |   |
| Cold Cases Using DNA:                |                    |                   |                   |   |
| Other                                | 7,013              | 2,461             | 0                 | 2,461   |
| Forensic Science Lab:                |                    |                   |                   |   |
| Personal Services                    | 2,643,079          | 2,563,079         | 2,247,103         | 315,976   |
| Other                                | 372,911            | 453,077           | 404,436           | 48,641  |
| Capital Outlay                       | 0                  | 10,000            | 9,783             | 217   |
| Total Forensic Science Lab           | <u>3,015,990</u>   | <u>3,026,156</u>  | <u>2,661,322</u>  | <u>364,834</u>  |
| Law Library Board:                   |                    |                   |                   |   |
| Personal Services                    | 225,633            | 227,633           | 227,773           | (140)   |
| Other                                | 323,168            | 358,168           | 328,781           | 29,387  |
| Capital Outlay                       | 417                | 1,917             | 1,034             | 883   |
| Total Law Library Board              | <u>549,218</u>     | <u>587,718</u>    | <u>557,588</u>    | <u>30,130</u>   |
| Indigent Guardianship:               |                    |                   |                   |   |
| Other                                | 194,114            | 204,114           | 63,958            | 140,156   |
| Domestic Relations - Legal Research: |                    |                   |                   |   |
| Other                                | 100                | 100               | 0                 | 100   |
| Probation Supervision Fees:          |                    |                   |                   |   |
| Other                                | 408,307            | 433,307           | 163,657           | 269,650   |
| Legal Computerization:               |                    |                   |                   |   |
| Other                                | \$133,013          | \$133,013         | \$18,436          | \$114,577   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|-----------|---|
| Legal Research and Computerization:                 |                    |                 |           |   |
| Other   | \$0                | \$75,000        | \$0       | \$75,000  |
| Computerized Legal Research:                        |                    |                 |           |   |
| Other   | 1,383              | 1,383           | 0         | 1,383   |
| Home Detention Fees:                                |                    |                 |           |   |
| Other   | 243,738            | 253,793         | 77,536    | 176,257   |
| Title IV-E Juvenile Court:                          |                    |                 |           |   |
| Personal Services                                   | 186,738            | 186,738         | 54,080    | 132,658   |
| Other   | 1,236,808          | 2,701,558       | 2,346,541 | 355,017   |
| Capital Outlay                                      | 385                | 385             | 0         | 385   |
| Total Title IV-E Juvenile Court                     | 1,423,931          | 2,888,681       | 2,400,621 | 488,060   |
| Urinalysis Testing:                                 |                    |                 |           |   |
| Other   | 66,197             | 162,197         | 132,083   | 30,114  |
| Operation and Maintenance of<br>Detention Facility: |                    |                 |           |   |
| Other   | 55,792             | 55,792          | 32,752    | 23,040  |
| Public Defender - Cleveland Municipality:           |                    |                 |           |   |
| Personal Services                                   | 1,816,987          | 1,816,987       | 1,690,202 | 126,785   |
| Other   | 276,310            | 276,310         | 166,522   | 109,788   |
| Capital Outlay                                      | 3,438              | 3,438           | 0         | 3,438   |
| Total Public Defender -<br>Cleveland Municipality   | 2,096,735          | 2,096,735       | 1,856,724 | 240,011   |
| Carrying Concealed Weapon Application:              |                    |                 |           |   |
| Personal Services                                   | 100,122            | 100,122         | 94,018    | 6,104   |
| Other   | 58,267             | 161,867         | 135,883   | 25,984  |
| Capital Outlay                                      | 156                | 7,156           | 0         | 7,156   |
| Total Carrying Concealed<br>Weapon Application      | \$158,545          | \$269,145       | \$229,901 | \$39,244  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|----------------|---|
| State Criminal Alien Assistance Program:             |                    |                 |                |   |
| Personal Services                                    | \$54,739           | \$54,739        | \$50,471       | \$4,268   |
| Capital Outlay                                       | 188                | 188             | 0              | 188   |
| <b>Total State Criminal Alien Assistance Program</b> | <b>54,927</b>      | <b>54,927</b>   | <b>50,471</b>  | <b>4,456</b>  |
| Custody Mediation:                                   |                    |                 |                |   |
| Personal Services                                    | 498,260            | 496,260         | 437,950        | 58,310  |
| Other  | 49,985             | 53,000          | 39,555         | 13,445  |
| Capital Outlay                                       | 1,015              | 0               | 0              | 0   |
| <b>Total Custody Mediation</b>                       | <b>549,260</b>     | <b>549,260</b>  | <b>477,505</b> | <b>71,755</b>   |
| High Visibility Enforcement:                         |                    |                 |                |   |
| Personal Services                                    | (16,067)           | 58,639          | 58,638         | 1   |
| Other  | (865)              | 2,109           | 2,451          | (342)   |
| <b>Total High Visibility Enforcement</b>             | <b>(16,932)</b>    | <b>60,748</b>   | <b>61,089</b>  | <b>(341)</b>  |
| Family Justice Center Program:                       |                    |                 |                |   |
| Personal Services                                    | (271,107)          | 73,688          | 73,688         | 0   |
| Other  | (274,603)          | 365,084         | 380,446        | (15,362)  |
| Capital Outlay                                       | (15,000)           | 0               | 0              | 0   |
| <b>Total Family Justice Center Program</b>           | <b>(560,710)</b>   | <b>438,772</b>  | <b>454,134</b> | <b>(15,362)</b>   |
| Child Sexual Predator Grant Program:                 |                    |                 |                |   |
| Personal Services                                    | 0                  | 125,575         | 43,933         | 81,642  |
| Other  | 91,720             | (6,475)         | 66,567         | (73,042)  |
| Capital Outlay                                       | 157,488            | 130,108         | 138,708        | (8,600)   |
| <b>Total Child Sexual Predator Grant Program</b>     | <b>249,208</b>     | <b>249,208</b>  | <b>249,208</b> | <b>0</b>  |
| Felony Drug Court:                                   |                    |                 |                |   |
| Personal Services                                    | (6,500)            | 0               | 0              | 0   |
| Other  | 170,298            | 488,798         | 488,798        | 0   |
| <b>Total Felony Drug Court</b>                       | <b>163,798</b>     | <b>488,798</b>  | <b>488,798</b> | <b>0</b>  |
| Exodus Diversion Program:                            |                    |                 |                |   |
| Personal Services                                    | \$3,843            | \$3,843         | \$3,843        | \$0   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|-----------|---|
| COPS Hiring Program:                          |                    |                 |           |   |
| Personal Services                             | (\$1,603,160)      | \$0             | \$0       | \$0   |
| Northern Border Maritime Awareness:           |                    |                 |           |   |
| Other   | 1,202              | 1,202           | 1,202     | 0   |
| Capital Outlay                                | 99,866             | 99,866          | 122,117   | (22,251)  |
| Total Northern Border Maritime Awareness      | 101,068            | 101,068         | 123,319   | (22,251)  |
| SAMHSA Common Pleas Court Felony:             |                    |                 |           |   |
| Personal Services                             | 38,717             | 38,717          | 38,717    | \$0   |
| 2011 Second Chance Act Adult Offender:        |                    |                 |           |   |
| Personal Services                             | (12,467)           | 0               | 0         | 0   |
| Other   | 678,045            | 665,578         | 659,207   | 6,371   |
| 2011 Second Chance Act<br>Adult Offender      | 665,578            | 665,578         | 659,207   | 6,371   |
| Port Security Grant Program:                  |                    |                 |           |   |
| Personal Services                             | (25,084)           | 1,823           | 1,823     | 0   |
| Other   | (25,044)           | 3,026           | 3,026     | 0   |
| Capital Outlay                                | (62,043)           | 448,806         | 448,806   | 0   |
| Total Port Security Grant Program             | (112,171)          | 453,655         | 453,655   | 0   |
| Adult Drug Court Opiate:                      |                    |                 |           |   |
| Personal Services                             | (13,126)           | 47,274          | 47,274    | 0   |
| Other   | (5,937)            | 258,663         | 258,663   | 0   |
| Total Adult Drug Court Opiate                 | (19,063)           | 305,937         | 305,937   | 0   |
| Prisoner Reentry Program:                     |                    |                 |           |   |
| Other   | 17,114             | 10,856          | 26,360    | (15,504)  |
| Child Exposed to Violence:                    |                    |                 |           |   |
| Other   | (267,107)          | 1,732,893       | 1,692,626 | 40,267  |
| Avon Empowerment Self-Sufficiency<br>Program: |                    |                 |           |   |
| Other   | \$28,719           | \$28,719        | \$31,293  | (\$2,574)   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|----------|---|
| Drug Court Opiate:                        |                    |                 |          |   |
| Personal Services                         | (\$122,083)        | \$40,601        | \$40,601 | \$0   |
| Other                                     | (167,316)          | 0               | 0        | 0   |
| Total Drug Court Opiate                   | (289,399)          | 40,601          | 40,601   | 0   |
| ODYS Stepdown:                            |                    |                 |          |   |
| Other                                     | 6,150              | 6,150           | 6,150    | 0   |
| Prisoner Transportation Program:          |                    |                 |          |   |
| Personal Services                         | 0                  | 43,700          | 43,700   | 0   |
| Deputy Rehire Project:                    |                    |                 |          |   |
| Personal Services                         | (51,943)           | 98,057          | 98,057   | 0   |
| Capital Outlay                            | (31,218)           | 68,782          | 68,782   | 0   |
| Total Deputy Rehire Project               | (83,161)           | 166,839         | 166,839  | 0   |
| Probation Improvement Incentive:          |                    |                 |          |   |
| Personal Services                         | (314,794)          | 246,883         | 246,883  | 0   |
| Other                                     | (71,705)           | 252,634         | 231,431  | 21,203  |
| Total Probation Improvement Incentive     | (386,499)          | 499,517         | 478,314  | 21,203  |
| Project Restore Program:                  |                    |                 |          |   |
| Other                                     | 620,803            | 620,803         | 620,803  | 0   |
| Internet Crimes Against Children:         |                    |                 |          |   |
| Personal Services                         | (133,222)          | 203,328         | 203,328  | 0   |
| Other                                     | 26,375             | 153,761         | 160,773  | (7,012)   |
| Capital Outlay                            | 158,429            | 171,594         | 171,594  | 0   |
| Total Internet Crimes Against Children    | 51,582             | 528,683         | 535,695  | (7,012)   |
| Port Security 2010 Medical Examiner:      |                    |                 |          |   |
| Other                                     | (3,932)            | 0               | 0        | 0   |
| Capital Outlay                            | (45,585)           | 14,215          | 14,215   | 0   |
| Total Port Security 2010 Medical Examiner | (\$49,517)         | \$14,215        | \$14,215 | \$0   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                       | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------|--------------------|-----------------|-----------|---|
| Felony Coordinator Project:           |                    |                 |           |   |
| Personal Services                     | \$14,273           | \$202,672       | \$202,672 | \$0   |
| CCA 408 Jail Misdemeanant:            |                    |                 |           |   |
| Personal Services                     | (55,283)           | 1,449,560       | 1,449,560 | 0   |
| Other                                 | 285,577            | 806,833         | 796,426   | 10,407  |
| Total CCA 408 Jail Misdemeanant       | 230,294            | 2,256,393       | 2,245,986 | 10,407  |
| CCA 407 Felony Program:               |                    |                 |           |   |
| Personal Services                     | (417,910)          | 2,235,449       | 2,235,449 | 0   |
| Other                                 | 511,664            | 1,562,759       | 1,549,581 | 13,178  |
| Total CCA 407 Felony Program          | 93,754             | 3,798,208       | 3,785,030 | 13,178  |
| JAIBG Block Grant:                    |                    |                 |           |   |
| Personal Services                     | (6,049)            | 0               | 0         | 0   |
| Other                                 | 50,477             | 229,579         | 232,159   | (2,580)   |
| Total JAIBG Block Grant               | 44,428             | 229,579         | 232,159   | (2,580)   |
| JJDP Block Grant:                     |                    |                 |           |   |
| Other                                 | 174,627            | 389,181         | 389,181   | 0   |
| Juvenile Justice Administration:      |                    |                 |           |   |
| Personal Services                     | (39,497)           | 0               | 0         | 0   |
| Other                                 | (386)              | 117             | 117       | 0   |
| Total Juvenile Justice Administration | (39,883)           | 117             | 117       | 0   |
| OCJS JAG / PSI Grant:                 |                    |                 |           |   |
| Personal Services                     | (3,312)            | 96,688          | 96,688    | 0   |
| Prosecutor's Office Efficiency Study: |                    |                 |           |   |
| Other                                 | (19,770)           | 130,230         | 130,230   | 0   |
| JAG Assistance Justice:               |                    |                 |           |   |
| Other                                 | 305,603            | 341,603         | 341,603   | 0   |
| Capital Outlay                        | (64,000)           | 0               | 0         | 0   |
| Total JAG Assistance Justice          | \$241,603          | \$341,603       | \$341,603 | \$0   |

(continued)



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|-----------|---|
| DNA Backlog Reduction Program:                              |                    |                 |           |   |
| Personal Services   | \$113,561          | \$106,460       | \$106,460 | \$0   |
| Other   | (87,681)           | 19,420          | 19,420    | 0   |
| Capital Outlay  | 28,000             | 28,000          | 28,000    | 0   |
| Total DNA Backlog Reduction Program                         | 53,880             | 153,880         | 153,880   | 0   |
| Safe Haven Visitation and Exchange:                         |                    |                 |           |   |
| Other   | (348,949)          | 51,051          | 51,051    | 0   |
| Cuyahoga County Mental Health<br>Behavior Board:            |                    |                 |           |   |
| Personal Services   | (64,927)           | 113,173         | 113,173   | 0   |
| Professional Continuing Education<br>Paul Coverdell Grant:  |                    |                 |           |   |
| Other   | (13,802)           | 67,473          | 67,473    | 0   |
| Operation Child Protect Program:                            |                    |                 |           |   |
| Other   | 27                 | 27              | 27        | 0   |
| Community Based Correctional<br>Facility Operating Account: |                    |                 |           |   |
| Other   | (165,000)          | 4,122,000       | 4,122,000 | 0   |
| Development of DNA Database -<br>Conviction Offender:       |                    |                 |           |   |
| Other   | 60,000             | 60,000          | 60,000    | 0   |
| ARRA Early Case Disposition:                                |                    |                 |           |   |
| Personal Services   | (44,499)           | 85,929          | 85,929    | 0   |
| Other   | (25,572)           | 0               | 0         | 0   |
| Total ARRA Early Case Disposition                           | (70,071)           | 85,929          | 85,929    | 0   |
| ARRA Justice Reform Initiative:                             |                    |                 |           |   |
| Personal Services   | (232,294)          | 0               | 0         | 0   |
| Other   | (21,996)           | 13,004          | 0         | 13,004  |
| Capital Outlay  | (119,206)          | 0               | 0         | 0   |
| Total ARRA Justice Reform Initiative                        | (\$373,496)        | \$13,004        | \$0       | \$13,004  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Judicial (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| ARRA JAG Grant:                              |                    |                    |                    |   |
| Other  | \$567,084          | \$567,084          | \$567,084          | \$0   |
| <i>Total Expenditures</i>                    | <u>7,897,884</u>   | <u>29,971,374</u>  | <u>27,861,340</u>  | <u>2,110,034</u>  |
| <i>Excess of Revenues Under Expenditures</i> | <u>(1,187,631)</u> | <u>(4,981,072)</u> | <u>(5,456,003)</u> | <u>(474,931)</u>  |
| <b>Other Financing Sources (Uses)</b>        |                    |                    |                    |   |
| Transfers In                                 | 972,791            | 3,622,867          | 3,248,122          | (374,745)   |
| Transfers Out                                | <u>0</u>           | <u>(187,800)</u>   | <u>(187,800)</u>   | <u>0</u>  |
| <i>Total Other Financing Sources (Uses)</i>  | <u>972,791</u>     | <u>3,435,067</u>   | <u>3,060,322</u>   | <u>(374,745)</u>  |
| <i>Net Change in Fund Balance</i>            | (214,840)          | (1,546,005)        | (2,395,681)        | (849,676)   |
| Fund Balance Beginning of Year               | 2,985,187          | 2,985,187          | 2,985,187          | 0   |
| Prior Year Encumbrances Appropriated         | <u>2,781,743</u>   | <u>2,781,743</u>   | <u>2,781,743</u>   | <u>0</u>  |
| <i>Fund Balance End of Year</i>              | <u>\$5,552,090</u> | <u>\$4,220,925</u> | <u>\$3,371,249</u> | <u>(\$849,676)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Legislative and Executive*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                       | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------|--------------------|------------------|------------------|---|
| <b>Revenues</b>                       |                    |                  |                  |   |
| Charges for Services                  | \$445,396          | \$1,537,364      | \$1,537,281      | (\$83)  |
| Intergovernmental                     | 44,978             | 155,249          | 155,241          | (8)   |
| Interest                              | 40,381             | 139,382          | 139,375          | (7)   |
| Other                                 | 27,472             | 94,825           | 94,820           | (5)   |
| <i>Total Revenues</i>                 | <u>558,227</u>     | <u>1,926,820</u> | <u>1,926,717</u> | <u>(103)</u>  |
| <b>Expenditures</b>                   |                    |                  |                  |   |
| Current:                              |                    |                  |                  |   |
| General Government -                  |                    |                  |                  |   |
| Legislative and Executive:            |                    |                  |                  |   |
| Tax Prepayment Special Interest:      |                    |                  |                  |   |
| Personal Services                     | 192,943            | 292,943          | 193,298          | 99,645  |
| Other                                 | 387,524            | 487,746          | 282,247          | 205,499   |
| Capital Outlay                        | 343                | 343              | 0                | 343   |
| Total Tax Prepayment Special Interest | <u>580,810</u>     | <u>781,032</u>   | <u>475,545</u>   | <u>305,487</u>  |
| Tax Certificate Administration:       |                    |                  |                  |   |
| Personal Services                     | 137,328            | 137,328          | 136,356          | 972   |
| Other                                 | 354,248            | 350,211          | 66,338           | 283,873   |
| Capital Outlay                        | 235                | 235              | 0                | 235   |
| Total Tax Certificate Administration  | <u>491,811</u>     | <u>487,774</u>   | <u>202,694</u>   | <u>285,080</u>  |
| County Wellness Fund:                 |                    |                  |                  |   |
| Other                                 | 20,716             | 20,716           | 8,716            | 12,000  |
| Mortgage Foreclosure Prevention:      |                    |                  |                  |   |
| Other                                 | 24,073             | 24,073           | 30,073           | (6,000)   |
| Polling Place Accessibility:          |                    |                  |                  |   |
| Other                                 | (368)              | 33,992           | 33,992           | 0   |
| Foreclosure Prevention:               |                    |                  |                  |   |
| Personal Services                     | 0                  | 123,843          | 39,539           | 84,304  |
| Other                                 | 7,860              | 9,860            | 2,279            | 7,581   |
| Total Foreclosure Prevention          | <u>\$7,860</u>     | <u>\$133,703</u> | <u>\$41,818</u>  | <u>\$91,885</u>   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Legislative and Executive (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget        | Final<br>Budget           | Actual                    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|---------------------------|---------------------------|---------------------------|---|
| US HHS HAVA Grant:                                      |                           |                           |                           |   |
| Other   | (\$119,885)               | \$0                       | \$0                       | \$0   |
| <i>Total Expenditures</i>                               | <u>1,005,017</u>          | <u>1,481,290</u>          | <u>792,838</u>            | <u>688,452</u>  |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i> | (446,790)                 | 445,530                   | 1,133,879                 | 688,349   |
| <b>Other Financing Sources</b>                          |                           |                           |                           |   |
| Transfers In  | <u>28,973</u>             | <u>100,005</u>            | <u>100,000</u>            | <u>(5)</u>  |
| <i>Net Change in Fund Balance</i>                       | (417,817)                 | 545,535                   | 1,233,879                 | 688,344   |
| Fund Balance Beginning of Year                          | 5,923,918                 | 5,923,918                 | 5,923,918                 | 0   |
| Prior Year Encumbrances Appropriated                    | <u>31,975</u>             | <u>31,975</u>             | <u>31,975</u>             | <u>0</u>  |
| <i>Fund Balance End of Year</i>                         | <u><u>\$5,538,076</u></u> | <u><u>\$6,501,428</u></u> | <u><u>\$7,189,772</u></u> | <u><u>\$688,344</u></u>                                 |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Health and Safety*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues</b>                          |                    |                   |                   |   |
| Charges for Services                     | \$26,403           | \$46,373          | \$93,937          | \$47,564  |
| Licenses and Permits                     | 375,548            | 659,602           | 1,336,154         | 676,552   |
| Fines and Forfeitures                    | 255                | 449               | 909               | 460   |
| Intergovernmental                        | 4,914,950          | 8,632,493         | 17,486,808        | 8,854,315   |
| Contributions and Donations              | 12,917             | 22,687            | 45,956            | 23,269  |
| Other                                    | 702,116            | 1,114,024         | 2,095,093         | 981,069   |
| <i>Total Revenues</i>                    | <u>6,032,189</u>   | <u>10,475,628</u> | <u>21,058,857</u> | <u>10,583,229</u>                                       |
| <b>Expenditures</b>                      |                    |                   |                   |   |
| Current:                                 |                    |                   |                   |   |
| Health and Safety:                       |                    |                   |                   |   |
| Dog and Kennel:                          |                    |                   |                   |   |
| Personal Services                        | 790,066            | 790,066           | 593,704           | 196,362   |
| Other                                    | 912,902            | 912,902           | 860,580           | 52,322  |
| Capital Outlay                           | 37,431             | 37,431            | 7,767             | 29,664  |
| Total Dog and Kennel                     | <u>1,740,399</u>   | <u>1,740,399</u>  | <u>1,462,051</u>  | <u>278,348</u>  |
| Emergency Management:                    |                    |                   |                   |   |
| Personal Services                        | 674,053            | 674,053           | 558,193           | 115,860   |
| Other                                    | 336,068            | 391,568           | 401,912           | (10,344)  |
| Capital Outlay                           | 58,148             | 70,648            | 68,768            | 1,880   |
| Total Emergency Management               | <u>1,068,269</u>   | <u>1,136,269</u>  | <u>1,028,873</u>  | <u>107,396</u>  |
| Wireless 911 Government Assistance:      |                    |                   |                   |   |
| Personal Services                        | 975,126            | 1,150,126         | 1,049,390         | 100,736   |
| Other                                    | 6,165,376          | 6,165,376         | 5,986,070         | 179,306   |
| Capital Outlay                           | 33,839             | 33,839            | 33,556            | 283   |
| Total Wireless 911 Government Assistance | <u>7,174,341</u>   | <u>7,349,341</u>  | <u>7,069,016</u>  | <u>280,325</u>  |
| TB Control Program - Metrohealth:        |                    |                   |                   |   |
| Other                                    | 70,963             | 219,300           | 219,300           | 0   |
| Ohio Fatherhood Initiative Grant:        |                    |                   |                   |   |
| Personal Services                        | 563                | 563               | 563               | 0   |
| Other                                    | 300                | 300               | 300               | 0   |
| Total Ohio Fatherhood Initiative Grant   | <u>\$863</u>       | <u>\$863</u>      | <u>\$863</u>      | <u>\$0</u>  |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Health and Safety (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                       | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------|--------------------|-----------------|-----------|---|
| Search and Rescue Build Out:          |                    |                 |           |   |
| Capital Outlay                        | \$64,974           | \$64,974        | \$64,974  | \$0   |
| Health Care 95:                       |                    |                 |           |   |
| Other                                 | 1                  | 1               | 1         | 0   |
| State Homeland Security Program       |                    |                 |           |   |
| Law Enforcement:                      |                    |                 |           |   |
| Other                                 | 978,039            | 1,216,582       | 1,188,011 | 28,571  |
| Capital Outlay                        | (130,542)          | 72,599          | 72,599    | 0   |
| Total State Homeland Security Program |                    |                 |           |   |
| Law Enforcement                       | 847,497            | 1,289,181       | 1,260,610 | 28,571  |
| State Homeland Security Program       |                    |                 |           |   |
| Exercise 2008:                        |                    |                 |           |   |
| Other                                 | 3,746              | 0               | 0         | 0   |
| Northeast Ohio Regional Fusion Center |                    |                 |           |   |
| Urban Area Security Initiative:       |                    |                 |           |   |
| Personal Services                     | (106,764)          | 68,276          | 68,276    | 0   |
| Other                                 | (52,696)           | 14,433          | 14,433    | 0   |
| Total Northeast Ohio Regional Fusion  |                    |                 |           |   |
| Center Urban Area Security Initiative | (159,460)          | 82,709          | 82,709    | 0   |
| Post Wide Maritime Exercise:          |                    |                 |           |   |
| Other                                 | (191,850)          | 34,496          | 34,496    | 0   |
| Northeast Ohio Regional Fusion        |                    |                 |           |   |
| Center 2009:                          |                    |                 |           |   |
| Personal Services                     | (26,108)           | 61,021          | 61,021    | 0   |
| Other                                 | (140,083)          | 46,069          | 44,946    | 1,123   |
| Capital Outlay                        | 0                  | 5,292           | 5,292     | 0   |
| Total Northeast Ohio Regional Fusion  |                    |                 |           |   |
| Center 2009                           | (\$166,191)        | \$112,382       | \$111,259 | \$1,123   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Health and Safety (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|-----------|---|
| Urban Area Security Initiative:         |                    |                 |           |   |
| Personal Services                       | (\$55,584)         | \$123,938       | \$123,171 | \$767   |
| Other                                   | 5,734,959          | 6,645,486       | 6,607,116 | 38,370  |
| Capital Outlay                          | 456,837            | 2,957,220       | 2,945,066 | 12,154  |
| Total Urban Area Security Initiative    | 6,136,212          | 9,726,644       | 9,675,353 | 51,291  |
| Ryan White, Title I HIV/AIDS:           |                    |                 |           |   |
| Personal Services                       | 85,650             | 85,650          | 85,650    | 0   |
| Other                                   | 3,355,218          | 3,355,218       | 3,388,520 | (33,302)  |
| Capital Outlay                          | 3,668              | 3,668           | 3,668     | 0   |
| Total Ryan White, Title I HIV/AIDS      | 3,444,536          | 3,444,536       | 3,477,838 | (33,302)  |
| Citizens Corps Council Grant:           |                    |                 |           |   |
| Other                                   | 7,000              | 7,000           | 7,000     | 0   |
| Medtapp Grant:                          |                    |                 |           |   |
| Other                                   | 588,055            | 588,055         | 588,055   | 0   |
| Port Security Grant:                    |                    |                 |           |   |
| Personal Services                       | 64,022             | 59,274          | 59,274    | 0   |
| Other                                   | 3,420,967          | 3,425,715       | 3,425,715 | 0   |
| Total Port Security Grant               | 3,484,989          | 3,484,989       | 3,484,989 | 0   |
| Northern Border Initiative:             |                    |                 |           |   |
| Other                                   | 431                | 431             | 431       | 0   |
| Interoperable Emergency Community:      |                    |                 |           |   |
| Personal Services                       | 10,888             | 10,888          | 10,888    | 0   |
| Other                                   | 58,475             | 58,475          | 58,475    | 0   |
| Total Interoperable Emergency Community | 69,363             | 69,363          | 69,363    | 0   |
| Dick Goddard Best Friend Fund:          |                    |                 |           |   |
| Other                                   | (\$24,788)         | \$59,212        | \$60,625  | (\$1,413)   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Health and Safety (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|-------------|---|
| State Homeland Security:                     |                    |                 |             |   |
| Personal Services                            | \$19,950           | \$36,699        | \$51,505    | (\$14,806)  |
| Other  | 229,431            | 254,243         | 383,868     | (129,625)   |
| Capital Outlay                               | 144,462            | 661,187         | 496,992     | 164,195   |
| Total State Homeland Security                | 393,843            | 952,129         | 932,365     | 19,764  |
| Regional Collaboration Project:              |                    |                 |             |   |
| Personal Services                            | (91,229)           | 109,771         | 109,771     | 0   |
| Other  | (59,765)           | 149,240         | 149,240     | 0   |
| Capital Outlay                               | 451                | 57,637          | 57,637      | 0   |
| Total Regional Collaboration Project         | (150,543)          | 316,648         | 316,648     | 0   |
| HIV Planning and Evaluation:                 |                    |                 |             |   |
| Other  | 22,754             | 22,754          | 22,754      | 0   |
| Minority Aids Initiative:                    |                    |                 |             |   |
| Other  | 34,813             | 34,813          | 34,813      | 0   |
| <i>Total Expenditures</i>                    | 24,460,217         | 30,736,489      | 30,004,386  | 732,103   |
| <i>Excess of Revenues Under Expenditures</i> | (18,428,028)       | (20,260,861)    | (8,945,529) | 11,315,332  |
| <b>Other Financing Sources (Uses)</b>        |                    |                 |             |   |
| Transfers In                                 | 9,479              | 55,484          | 356,358     | 300,874   |
| Transfers Out                                | 0                  | (90,000)        | (90,000)    | 0   |
| <i>Total Other Financing Sources (Uses)</i>  | 9,479              | (34,516)        | 266,358     | 300,874   |
| <i>Net Change in Fund Balance</i>            | (18,418,549)       | (20,295,377)    | (8,679,171) | 11,616,206  |
| Fund Deficit Beginning of Year               | (569,677)          | (569,677)       | (569,677)   | 0   |
| Prior Year Encumbrances Appropriated         | 9,371,582          | 9,371,582       | 9,371,582   | 0   |
| <i>Fund Balance (Deficit) End of Year</i>    | (\$9,616,644)      | (\$11,493,472)  | \$122,734   | \$11,616,206  |



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Public Works*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget   | Final<br>Budget      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------------------|----------------------|----------------------|---|
| <b>Revenues</b>                      |                      |                      |                      |   |
| Intergovernmental                    | \$0                  | \$425,000            | \$256,743            | (\$168,257)   |
| Interest                             | 0                    | 0                    | 8,076                | 8,076   |
| Other                                | 0                    | 0                    | 250                  | 250   |
| <i>Total Revenues</i>                | <u>0</u>             | <u>425,000</u>       | <u>265,069</u>       | <u>(159,931)</u>  |
| <b>Expenditures</b>                  |                      |                      |                      |   |
| Current:                             |                      |                      |                      |   |
| Public Works:                        |                      |                      |                      |   |
| Structural Collapse Training:        |                      |                      |                      |   |
| Other                                | 15,000               | 15,000               | 15,000               | 0   |
| Great Lakes Restoration:             |                      |                      |                      |   |
| Capital Outlay                       | 3,361,784            | 3,361,784            | 3,361,784            | 0   |
| River Habitat Restoration:           |                      |                      |                      |   |
| Capital Outlay                       | (183,257)            | 241,743              | 241,743              | 0   |
| Towpath - ODNR:                      |                      |                      |                      |   |
| Capital Outlay                       | (182,351)            | (182,351)            | (182,351)            | 0   |
| <i>Total Expenditures</i>            | <u>3,011,176</u>     | <u>3,436,176</u>     | <u>3,436,176</u>     | <u>0</u>  |
| <i>Net Change in Fund Balance</i>    | (3,011,176)          | (3,011,176)          | (3,171,107)          | (159,931)   |
| Fund Balance Beginning of Year       | 943,374              | 943,374              | 943,374              | 0   |
| Prior Year Encumbrances Appropriated | 59,392               | 59,392               | 59,392               | 0   |
| <i>Fund Deficit End of Year</i>      | <u>(\$2,008,410)</u> | <u>(\$2,008,410)</u> | <u>(\$2,168,341)</u> | <u>(\$159,931)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Social Services*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|------------------|------------------|---|
| <b>Revenues</b>                             |                    |                  |                  |   |
| Property Taxes                              | \$479,024          | \$568,146        | \$860,466        | \$292,320   |
| Licenses and Permits                        | 62,755             | 74,431           | 112,727          | 38,296  |
| Fines and Forfeitures                       | 64,384             | 76,363           | 115,653          | 39,290  |
| Intergovernmental                           | 2,111,326          | 2,504,138        | 3,792,557        | 1,288,419   |
| Contributions and Donations                 | 887,644            | 1,052,790        | 1,591,137        | 538,347   |
| Other                                       | 0                  | 0                | 3,332            | 3,332   |
| <i>Total Revenues</i>                       | <u>3,605,133</u>   | <u>4,275,868</u> | <u>6,475,872</u> | <u>2,200,004</u>  |
| <b>Expenditures</b>                         |                    |                  |                  |   |
| Current:                                    |                    |                  |                  |   |
| Social Services:                            |                    |                  |                  |   |
| Domestic Violence:                          |                    |                  |                  |   |
| Other                                       | 244,118            | 244,118          | 233,349          | 10,769  |
| Invest in Children Administrative Services: |                    |                  |                  |   |
| Other                                       | 0                  | 0                | 1,991,177        | (1,991,177)   |
| Invest in Children Program Administration:  |                    |                  |                  |   |
| Other                                       | 166,786            | 241,786          | 241,786          | 0   |
| Invest in Children Welcome Home:            |                    |                  |                  |   |
| Other                                       | 2,450              | 2,450            | 2,450            | 0   |
| Invest in Children Early Intervention:      |                    |                  |                  |   |
| Other                                       | 4,706,121          | 2,331,087        | 2,331,087        | 0   |
| Invest in Children Mental Health:           |                    |                  |                  |   |
| Other                                       | 1,004,339          | 1,004,339        | 1,004,339        | 0   |
| Health Care Access Programming:             |                    |                  |                  |   |
| Other                                       | 50,000             | 50,000           | 50,000           | 0   |
| Defending Childhood Initiative:             |                    |                  |                  |   |
| Other                                       | (120,111)          | 0                | 0                | 0   |
| True-Mart Fund IIC Home Visit:              |                    |                  |                  |   |
| Other                                       | \$20,834           | \$20,834         | \$20,834         | \$0   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Social Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|-----------|---|
| St. Luke's Foundation Medical Home:                     |                    |                 |           |   |
| Other   | \$1,320            | \$1,320         | \$1,320   | \$0   |
| O'Neil Invest in Children and<br>Mom Initiative:        |                    |                 |           |   |
| Personal Services                                       | 0                  | 15,574          | 15,574    | 0   |
| Other   | 141,071            | 275,497         | 275,497   | 0   |
| Total O'Neil Invest in Children<br>and Mom Initiative:  | 141,071            | 291,071         | 291,071   | 0   |
| Cleveland Foundation Invest in<br>Children UPK Program: |                    |                 |           |   |
| Other   | 664,333            | 664,333         | 664,333   | 0   |
| Invest in Children Spark Program:                       |                    |                 |           |   |
| Other   | 30,000             | 30,000          | 30,000    | 0   |
| United Way of Greater Cleveland:                        |                    |                 |           |   |
| Other   | 290,015            | 290,015         | 290,015   | 0   |
| Bruening Foundation Learning Art Project:               |                    |                 |           |   |
| Other   | 0                  | 34,800          | 34,800    | 0   |
| Title VI-B School Age:                                  |                    |                 |           |   |
| Personal Services                                       | 245,471            | 388,085         | 388,085   | 0   |
| Other   | (94,414)           | 67,586          | 67,586    | 0   |
| Total Title VI-B School Age                             | 151,057            | 455,671         | 455,671   | 0   |
| Pathways II Cooperative Project:                        |                    |                 |           |   |
| Other   | 933,203            | 2,489,469       | 2,492,800 | (3,331)   |
| Cleveland Foundation Born<br>Learning Project:          |                    |                 |           |   |
| Other   | 15,000             | 15,000          | 15,000    | 0   |
| George Gund Foundation Invest<br>in Children:           |                    |                 |           |   |
| Other   | \$654,663          | \$654,663       | \$654,663 | \$0   |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Other Social Services (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget | Final<br>Budget | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|-----------------|---------------|---|
| Mt. Sinai Hospital Care Foundation:             |                    |                 |               |   |
| Other   | \$200,000          | \$200,000       | \$200,000     | \$0   |
| Network for Success Program:                    |                    |                 |               |   |
| Other   | 14,835             | 14,835          | 14,835        | 0   |
| Healthy Marriage Demonstration:                 |                    |                 |               |   |
| Other   | 4,824              | 4,824           | 4,824         | 0   |
| Dole Manufacturing Access to Growth:            |                    |                 |               |   |
| Other   | 331,697            | 331,697         | 331,697       | 0   |
| Annie Casey Grant:                              |                    |                 |               |   |
| Personal Services                               | 1                  | 0               | 0             | 0   |
| Other   | 68,452             | 88,453          | 88,453        | 0   |
| Total Mount Pleasant                            | 68,453             | 88,453          | 88,453        | 0   |
| Adoption Opportunities Grant:                   |                    |                 |               |   |
| Other   | 351,626            | 751,626         | 777,901       | (26,275)  |
| ARRA Justice Reform Initiative:                 |                    |                 |               |   |
| Other   | 0                  | 0               | 13,004        | (13,004)  |
| ARRA Special Education Part B-IDEA:             |                    |                 |               |   |
| Other   | 955                | 955             | 955           | 0   |
| ARRA 2011 Early Childhood<br>Special Education: |                    |                 |               |   |
| Other   | 164                | 164             | 164           | 0   |
| <i>Total Expenditures</i>                       | 9,927,753          | 10,213,510      | 12,236,528    | (2,023,018)   |
| <i>Net Change in Fund Balance</i>               | (6,322,620)        | (5,937,642)     | (5,760,656)   | 176,986   |
| Fund Deficit Beginning of Year                  | (866,292)          | (866,292)       | (866,292)     | 0   |
| Prior Year Encumbrances Appropriated            | 5,434,570          | 5,434,570       | 5,434,570     | 0   |
| <i>Fund Deficit End of Year</i>                 | (\$1,754,342)      | (\$1,369,364)   | (\$1,192,378) | \$176,986   |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Litter Prevention and Recycling*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                      | Original<br>Budget | Final<br>Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|--------------------|-----------------|-----------|---|
| <b>Revenues</b>                      |                    |                 |           |   |
| Intergovernmental                    | \$0                | \$0             | \$125,000 | \$125,000   |
| <b>Expenditures</b>                  |                    |                 |           |   |
| Current:                             |                    |                 |           |   |
| Public Works:                        |                    |                 |           |   |
| Recycle Ohio 95:                     |                    |                 |           |   |
| Other                                | 8,774              | 8,774           | 8,774     | 0   |
| Recycling Market Development:        |                    |                 |           |   |
| Other                                | 69,895             | 69,895          | 250,893   | (180,998)   |
| <i>Total Expenditures</i>            | 78,669             | 78,669          | 259,667   | (180,998)   |
| <i>Net Change in Fund Balance</i>    | (78,669)           | (78,669)        | (134,667) | (55,998)  |
| Fund Balance Beginning of Year       | 59,771             | 59,771          | 59,771    | 0   |
| Prior Year Encumbrances Appropriated | 77,774             | 77,774          | 77,774    | 0   |
| <i>Fund Balance End of Year</i>      | \$58,876           | \$58,876        | \$2,878   | (\$55,998)  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Alcohol, Drug and Mental Health Board Grants*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                     | Original<br>Budget        | Final<br>Budget           | Actual                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------------------|---------------------------|---------------------------|-------------------------|---|
| <b>Revenues</b>                     |                           |                           |                         |   |
| Intergovernmental                   | (\$802,421)               | \$4,594,732               | \$3,841,964             | (\$752,768)   |
| Contributions and Donations         | 0                         | 412,858                   | 404,323                 | (8,535)   |
| <i>Total Revenues</i>               | <u>(802,421)</u>          | <u>5,007,590</u>          | <u>4,246,287</u>        | <u>(761,303)</u>  |
| <b>Expenditures</b>                 |                           |                           |                         |   |
| Current:                            |                           |                           |                         |   |
| Health and Safety:                  |                           |                           |                         |   |
| Supportive Employee:                |                           |                           |                         |   |
| Other                               | (265,148)                 | (265,148)                 | 1,013,562               | (1,278,710)   |
| Call Center Program:                |                           |                           |                         |   |
| Other                               | (123,847)                 | (123,847)                 | 569,422                 | (693,269)   |
| Business Enterprise:                |                           |                           |                         |   |
| Other                               | 87,046                    | 87,046                    | 87,046                  | 0   |
| Peer Support Specialist Employment: |                           |                           |                         |   |
| Other                               | (214,836)                 | (214,836)                 | 6                       | (214,842)   |
| Pathway II Vocational:              |                           |                           |                         |   |
| Other                               | 435,213                   | 435,213                   | 435,213                 | 0   |
| Modified Therapeutic:               |                           |                           |                         |   |
| Other                               | 64,610                    | 64,610                    | 64,610                  | 0   |
| Statewide Pathways:                 |                           |                           |                         |   |
| Other                               | <u>(2,665,055)</u>        | <u>(2,665,055)</u>        | <u>1,154,161</u>        | <u>(3,819,216)</u>                                      |
| <i>Total Expenditures</i>           | <u>(2,682,017)</u>        | <u>(2,682,017)</u>        | <u>3,324,020</u>        | <u>(6,006,037)</u>                                      |
| <i>Net Change in Fund Balance</i>   | 1,879,596                 | 7,689,607                 | 922,267                 | (6,767,340)   |
| Fund Deficit Beginning of Year      | <u>(331,449)</u>          | <u>(331,449)</u>          | <u>(331,449)</u>        | <u>0</u>  |
| <i>Fund Balance End of Year</i>     | <u><u>\$1,548,147</u></u> | <u><u>\$7,358,158</u></u> | <u><u>\$590,818</u></u> | <u><u>(\$6,767,340)</u></u>                             |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and  
Changes in Fund Balances - Budget and Actual*  
*Debt Service*  
*Budget Basis*  
For the Year Ended December 31, 2012

|  | Original<br>Budget    | Final<br>Budget       | Actual                | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------------------|-----------------------|-----------------------|---|
| <b>Revenues</b>                              |                       |                       |                       |   |
| Property Taxes                               | \$22,297,188          | \$24,814,940          | \$25,196,955          | \$382,015   |
| Hotel/Lodging Taxes                          | 4,108,672             | 4,572,615             | 4,643,008             | 70,393  |
| Charges for Services                         | 432,213               | 481,018               | 488,423               | 7,405   |
| Intergovernmental                            | 4,962,863             | 5,523,259             | 5,608,287             | 85,028  |
| Interest                                     | 1,806,390             | 2,010,363             | 2,041,313             | 30,950  |
| <i>Total Revenues</i>                        | <u>33,607,326</u>     | <u>37,402,195</u>     | <u>37,977,986</u>     | <u>575,791</u>  |
| <b>Expenditures</b>                          |                       |                       |                       |   |
| Debt Service:                                |                       |                       |                       |   |
| Principal Retirement:                        |                       |                       |                       |   |
| Bond Retirement - Various General            |                       |                       |                       |   |
| Obligation Bonds                             | 23,470,142            | 23,470,142            | 23,470,142            | 0   |
| Gateway Arena                                | 601,497               | 601,497               | 601,497               | 0   |
| Shaker Square Series 2000A                   | 24,005                | 24,005                | 24,005                | 0   |
| Community Redevelopment                      | 390,000               | 390,000               | 390,000               | 0   |
| Rock-N-Roll Bonds                            | 2,710,000             | 2,710,000             | 2,710,000             | 0   |
| Global Center for Health Innovation          | 15,620,000            | 15,620,000            | 15,620,000            | 0   |
| Total Principal Retirement                   | <u>42,815,644</u>     | <u>42,815,644</u>     | <u>42,815,644</u>     | <u>0</u>  |
| Interest and Fiscal Charges:                 |                       |                       |                       |   |
| Bond Retirement - Various General            |                       |                       |                       |   |
| Obligation Bonds                             | 13,959,155            | 13,959,155            | 13,567,359            | 391,796   |
| Gateway Arena                                | 2,898,503             | 4,490,353             | 4,490,323             | 30  |
| Brownfield Debt Service                      | 1,874,990             | 510,990               | 508,379               | 2,611   |
| Shaker Square Series 2000A                   | 106,270               | 114,076               | 114,075               | 1   |
| Community Redevelopment                      | 500,870               | 493,064               | 484,417               | 8,647   |
| Rock-N-Roll Bonds                            | 448,038               | 448,038               | 448,037               | 1   |
| Global Center for Health Innovation          | 15,538,884            | 15,538,884            | 14,980,884            | 558,000   |
| Total Interest and Fiscal Charges            | <u>35,326,710</u>     | <u>35,554,560</u>     | <u>34,593,474</u>     | <u>961,086</u>  |
| <i>Total Expenditures</i>                    | <u>78,142,354</u>     | <u>78,370,204</u>     | <u>77,409,118</u>     | <u>961,086</u>  |
| <i>Excess of Revenues Under Expenditures</i> | <u>(\$44,535,028)</u> | <u>(\$40,968,009)</u> | <u>(\$39,431,132)</u> | <u>\$1,536,877</u>                                      |

(continued)

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and  
 Changes in Fund Balances - Budget and Actual*  
*Debt Service (continued)*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|  | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| <b>Other Financing Sources</b>             |                     |                     |                     |   |
| Premium on General Obligation Bonds Issued | \$6,603,390         | \$7,347,974         | \$7,460,949         | \$112,975   |
| Transfers In                               | 33,098,185          | 36,835,563          | 37,402,630          | 567,067   |
| <i>Total Other Financing Sources</i>       | <u>39,701,575</u>   | <u>44,183,537</u>   | <u>44,863,579</u>   | <u>680,042</u>  |
| <i>Net Change in Fund Balance</i>          | (4,833,453)         | 3,215,528           | 5,432,447           | 2,216,919   |
| Fund Balances Beginning of Year            | <u>17,665,909</u>   | <u>17,665,909</u>   | <u>17,665,909</u>   | <u>0</u>  |
| <i>Fund Balances End of Year</i>           | <u>\$12,832,456</u> | <u>\$20,881,437</u> | <u>\$23,098,356</u> | <u>\$2,216,919</u>                                      |



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Capital Projects*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|                                       | Original<br>Budget | Final<br>Budget   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------------------|--------------------|-------------------|-------------------|---|
| <b>Revenues</b>                       |                    |                   |                   |   |
| Intergovernmental                     | \$0                | \$0               | \$1,730,311       | \$1,730,311   |
| Interest                              | 0                  | 0                 | 38,444            | 38,444  |
| Other                                 | 0                  | 822,570           | 381,832           | (440,738)   |
| <i>Total Revenues</i>                 | <u>0</u>           | <u>822,570</u>    | <u>2,150,587</u>  | <u>1,328,017</u>  |
| <b>Expenditures</b>                   |                    |                   |                   |   |
| Current:                              |                    |                   |                   |   |
| Capital Outlay:                       |                    |                   |                   |   |
| Forensic Science Lab Capital:         |                    |                   |                   |   |
| Other                                 | 1,455              | 1,455             | 1,455             | 0   |
| Capital Outlay                        | 1,013,829          | 1,013,829         | 1,008,363         | 5,466   |
| Total Forensic Science Lab Capital    | <u>1,015,284</u>   | <u>1,015,284</u>  | <u>1,009,818</u>  | <u>5,466</u>  |
| Orange Village Capital Improvement:   |                    |                   |                   |   |
| Other                                 | 46,909             | 46,909            | 46,909            | 0   |
| 93 Jail 2 Bond Issue Proceeds:        |                    |                   |                   |   |
| Capital Outlay                        | 61,974             | 61,974            | 61,974            | 0   |
| Capital Project Future Debt Service - |                    |                   |                   |   |
| Labor Relations:                      |                    |                   |                   |   |
| Capital Outlay                        | 330                | 330               | 0                 | 330   |
| Office of Budget Management -         |                    |                   |                   |   |
| County Council:                       |                    |                   |                   |   |
| Personal Services                     | (275,000)          | (140,000)         | 0                 | (140,000)   |
| Other                                 | 912,390            | 1,149,955         | 1,530,749         | (380,794)   |
| Capital Outlay                        | 13,678,730         | 14,594,730        | 17,263,540        | (2,668,810)   |
| Total Office of Budget Management -   | <u>14,316,120</u>  | <u>15,604,685</u> | <u>18,794,289</u> | <u>(3,189,604)</u>                                      |
| CBCF Governing Board:                 |                    |                   |                   |   |
| Capital Outlay                        | \$95,952           | \$95,952          | \$95,952          | \$0   |

(continued)

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

|   | Original<br>Budget          | Final<br>Budget            | Actual                      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-----------------------------|----------------------------|-----------------------------|---|
| Office of Budget Management -<br>Fiscal Services:           |                             |                            |                             |   |
| Personal Services   | (\$107,944)                 | \$275,356                  | \$135,356                   | \$140,000   |
| Other   | (1,002,500)                 | 2,855,827                  | 2,321,587                   | 534,240   |
| Capital Outlay  | (1,119,160)                 | 4,772,697                  | 1,995,577                   | 2,777,120   |
| <br>Total Office of Budget Management -<br>Fiscal Services: | <br>(2,229,604)             | <br>7,903,880              | <br>4,452,520               | <br>3,451,360   |
| <br>Cleveland Capital Projects:                             |                             |                            |                             |   |
| Capital Outlay  | 2,842                       | 2,842                      | 2,842                       | 0   |
| <br>Judicial Information Systems:                           |                             |                            |                             |   |
| Other   | 6,465                       | 6,465                      | 6,465                       | 0   |
| Capital Outlay  | 4,231                       | 4,231                      | 4,231                       | 0   |
| <br>Total Visitation  | <br>10,696                  | <br>10,696                 | <br>10,696                  | <br>0   |
| <br>Engineer General Drainage Improvement:                  |                             |                            |                             |   |
| Other   | 24,340                      | 0                          | 0                           | 0   |
| <br>Fairgrounds Wind Turbine Project:                       |                             |                            |                             |   |
| Capital Outlay  | 1,082,901                   | 1,082,901                  | 1,082,900                   | 1   |
| <br>Energy Conservation Measures:                           |                             |                            |                             |   |
| Other   | (883,514)                   | 391,486                    | 391,486                     | 0   |
| <br><i>Total Expenditures</i>                               | <br>13,544,230              | <br>26,216,939             | <br>25,949,386              | <br>267,553   |
| <br><i>Excess of Revenues Under Expenditures</i>            | <br>(13,544,230)            | <br>(25,394,369)           | <br>(23,798,799)            | <br>1,595,570   |
| <br><b>Other Financing Sources</b>                          |                             |                            |                             |   |
| General Obligation Bonds Issued                             | 0                           | 99,555,792                 | 64,003,000                  | (35,552,792)  |
| Transfers In  | 0                           | 1,091,638                  | 700,200                     | (391,438)   |
| <br><i>Total Other Financing Sources</i>                    | <br>0                       | <br>100,647,430            | <br>64,703,200              | <br>(35,944,230)  |
| <br><i>Net Change in Fund Balance</i>                       | <br>(13,544,230)            | <br>75,253,061             | <br>40,904,401              | <br>(34,348,660)  |
| <br>Fund Deficit Beginning of Year                          | (86,657,678)                | (86,657,678)               | (86,657,678)                | 0   |
| Prior Year Encumbrances Appropriated                        | 13,557,857                  | 13,557,857                 | 13,557,857                  | 0   |
| <br><i>Fund Balance (Deficit) End of Year</i>               | <br>( <u>\$86,644,051</u> ) | <br>( <u>\$2,153,240</u> ) | <br>( <u>\$32,195,420</u> ) | <br>( <u>\$34,348,660</u> )                             |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*Changes in Fund Balance - Budget and Actual*  
*Road Capital Projects*  
*Budget Basis*  
*For the Year Ended December 31, 2012*

|   | Original<br>Budget    | Final<br>Budget       | Actual                | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-----------------------|-----------------------|-----------------------|---|
| <b>Revenues</b>   |                       |                       |                       |   |
| Intergovernmental   | \$0                   | \$0                   | \$14,237,790          | \$14,237,790  |
| Other   | 0                     | 0                     | 5,750                 | 5,750   |
| <i>Total Revenues</i>   | <u>0</u>              | <u>0</u>              | <u>14,243,540</u>     | <u>14,243,540</u>                                       |
| <b>Expenditures</b>   |                       |                       |                       |   |
| Current:  |                       |                       |                       |   |
| Capital Outlay:   |                       |                       |                       |   |
| Ohio Department of Public Works Integrating:                    |                       |                       |                       |   |
| Personal Services   | (1,889)               | 74,245                | 74,245                | 0   |
| Capital Outlay  | 12,698,313            | 9,407,847             | 10,143,935            | (736,088)   |
| Total Ohio Department of Public Works Integrating               | <u>12,696,424</u>     | <u>9,482,092</u>      | <u>10,218,180</u>     | <u>(736,088)</u>  |
| State Issue II Capital Projects:                                |                       |                       |                       |   |
| Capital Outlay  | 3,091,789             | 0                     | 0                     | 0   |
| Ohio Department of Transportation - Local Public Agencies:      |                       |                       |                       |   |
| Personal Services   | 218,263               | 1,096,041             | 1,096,041             | 0   |
| Other   | 659,717               | 162,199               | 162,199               | 0   |
| Capital Outlay  | 41,350,256            | 53,332,026            | 53,829,935            | (497,909)   |
| Total Ohio Department of Transportation - Local Public Agencies | <u>42,228,236</u>     | <u>54,590,266</u>     | <u>55,088,175</u>     | <u>(497,909)</u>  |
| <i>Total Expenditures</i>                                       | <u>58,016,449</u>     | <u>64,072,358</u>     | <u>65,306,355</u>     | <u>(1,233,997)</u>                                      |
| <i>Excess of Revenues Under Expenditures</i>                    | (58,016,449)          | (64,072,358)          | (51,062,815)          | 13,009,543  |
| <b>Other Financing Sources</b>                                  |                       |                       |                       |   |
| Transfers In  | 0                     | 0                     | 4,204,690             | 4,204,690   |
| <i>Net Change in Fund Balance</i>                               | (58,016,449)          | (64,072,358)          | (46,858,125)          | 17,214,233  |
| Fund Deficit Beginning of Year                                  | (43,815,214)          | (43,815,214)          | (43,815,214)          | 0   |
| Prior Year Encumbrances Appropriated                            | 46,221,308            | 46,221,308            | 46,221,308            | 0   |
| <i>Fund Deficit End of Year</i>                                 | <u>(\$55,610,355)</u> | <u>(\$61,666,264)</u> | <u>(\$44,452,031)</u> | <u>\$17,214,233</u>                                     |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
County Airport  
Budget Basis  
For the Year Ended December 31, 2012

|   | Original<br>Budget      | Final<br>Budget         | Actual                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-------------------------|-------------------------|-------------------------|---|
| <b>Revenues</b>   |                         |                         |                         |   |
| Charges for Services  | \$745,402               | \$710,120               | \$820,423               | \$110,303   |
| Other   | 14,468                  | 13,784                  | 15,924                  | 2,140   |
| <i>Total Revenues</i>   | <u>759,870</u>          | <u>723,904</u>          | <u>836,347</u>          | <u>112,443</u>  |
| <b>Expenses</b>   |                         |                         |                         |   |
| Personal Services   | 783,162                 | 783,162                 | 689,312                 | 93,850  |
| Other   | 929,221                 | 929,221                 | 1,182,942               | (253,721)   |
| <i>Total Expenses</i>   | <u>1,712,383</u>        | <u>1,712,383</u>        | <u>1,872,254</u>        | <u>(159,871)</u>  |
| <i>Excess of Revenues Under<br/>Expenses Before Transfers</i> | (952,513)               | (988,479)               | (1,035,907)             | (47,428)  |
| Transfers In  | <u>789,586</u>          | <u>752,213</u>          | <u>869,053</u>          | <u>116,840</u>  |
| <i>Net Change in Fund Equity</i>                              | (162,927)               | (236,266)               | (166,854)               | 69,412  |
| Fund Equity Beginning of Year                                 | 227,634                 | 227,634                 | 227,634                 | 0   |
| Prior Year Encumbrances Appropriated                          | <u>162,927</u>          | <u>162,927</u>          | <u>162,927</u>          | <u>0</u>  |
| <i>Fund Equity End of Year</i>                                | <u><u>\$227,634</u></u> | <u><u>\$154,295</u></u> | <u><u>\$223,707</u></u> | <u><u>\$69,412</u></u>                                  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
 Changes in Fund Equity - Budget and Actual*  
**County Parking Garage**  
*Budget Basis*  
 For the Year Ended December 31, 2012

|  | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>  |                    |                    |                    |   |
| Charges for Services   | \$3,724,821        | \$4,368,600        | \$4,920,673        | \$552,073   |
| Interest   | 50,605             | 59,352             | 66,852             | 7,500   |
| <i>Total Revenues</i>  | <u>3,775,426</u>   | <u>4,427,952</u>   | <u>4,987,525</u>   | <u>559,573</u>  |
| <b>Expenses</b>  |                    |                    |                    |   |
| Personal Services  | 854,328            | 787,975            | 787,975            | 0   |
| Other  | 2,361,206          | 1,736,921          | 1,736,921          | 0   |
| Capital Outlay   | 181,404            | 179,575            | 179,575            | 0   |
| <i>Total Expenses</i>  | <u>3,396,938</u>   | <u>2,704,471</u>   | <u>2,704,471</u>   | <u>0</u>  |
| <i>Excess of Revenues Over<br/>Expenses Before Transfers</i> | 378,488            | 1,723,481          | 2,283,054          | 559,573   |
| Transfers Out  | <u>0</u>           | <u>(187,130)</u>   | <u>(187,130)</u>   | <u>0</u>  |
| <i>Net Change in Fund Equity</i>                             | 378,488            | 1,536,351          | 2,095,924          | 559,573   |
| Fund Deficit Beginning of Year                               | (357,324)          | (357,324)          | (357,324)          | 0   |
| Prior Year Encumbrances Appropriated                         | <u>44,951</u>      | <u>44,951</u>      | <u>44,951</u>      | <u>0</u>  |
| <i>Fund Equity End of Year</i>                               | <u>\$66,115</u>    | <u>\$1,223,978</u> | <u>\$1,783,551</u> | <u>\$559,573</u>  |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
Cuyahoga County Information Systems  
Budget Basis  
For the Year Ended December 31, 2012

|   | Original<br>Budget        | Final<br>Budget           | Actual                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|---------------------------|---------------------------|-------------------------|---|
| <b>Revenues</b>   |                           |                           |                         |   |
| Charges for Services  | \$1,473,217               | \$1,557,229               | \$1,540,346             | (\$16,883)  |
| <b>Expenses</b>   |                           |                           |                         |   |
| Personal Services   | 901,914                   | 846,914                   | 777,488                 | 69,426  |
| Other   | 1,803,185                 | 1,791,163                 | 1,273,394               | 517,769   |
| Capital Outlay  | 38,702                    | 105,724                   | 0                       | 105,724   |
| <i>Total Expenses</i>   | <u>2,743,801</u>          | <u>2,743,801</u>          | <u>2,050,882</u>        | <u>692,919</u>  |
| <i>Excess of Revenues Under<br/>Expenses Before Transfers</i> | (1,270,584)               | (1,186,572)               | (510,536)               | 676,036   |
| Transfers In  | <u>443,695</u>            | <u>468,997</u>            | <u>463,912</u>          | <u>(5,085)</u>  |
| <i>Net Change in Fund Equity</i>                              | (826,889)                 | (717,575)                 | (46,624)                | 670,951   |
| Fund Deficit Beginning of Year                                | (201,188)                 | (201,188)                 | (201,188)               | 0   |
| Prior Year Encumbrances Appropriated                          | <u>575,879</u>            | <u>575,879</u>            | <u>575,879</u>          | <u>0</u>  |
| <i>Fund Equity (Deficit) End of Year</i>                      | <u><u>(\$452,198)</u></u> | <u><u>(\$342,884)</u></u> | <u><u>\$328,067</u></u> | <u><u>\$670,951</u></u>                                 |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
**Central Custodial Services**  
*Budget Basis*  
For the Year Ended December 31, 2012

|  | Original<br>Budget   | Final<br>Budget    | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------------------|--------------------|----------------------|---|
| <b>Revenues</b>                          |                      |                    |                      |   |
| Charges for Services                     | \$47,898,837         | \$53,471,482       | \$48,419,553         | (\$5,051,929)   |
| Other                                    | 44,594               | 95,558             | 49,356               | (46,202)  |
| <i>Total Revenues</i>                    | <u>47,943,431</u>    | <u>53,567,040</u>  | <u>48,468,909</u>    | <u>(5,098,131)</u>                                      |
| <b>Expenses</b>                          |                      |                    |                      |   |
| Personal Services                        | 28,651,343           | 28,111,792         | 26,610,259           | 1,501,533   |
| Other                                    | 20,579,373           | 21,613,994         | 22,126,357           | (512,363)   |
| Capital Outlay                           | 93,652               | 97,678             | 238,825              | (141,147)   |
| <i>Total Expenses</i>                    | <u>49,324,368</u>    | <u>49,823,464</u>  | <u>48,975,441</u>    | <u>848,023</u>  |
| <i>Net Change in Fund Equity</i>         | (1,380,937)          | 3,743,576          | (506,532)            | (4,250,108)   |
| Fund Deficit Beginning of Year           | (3,675,171)          | (3,675,171)        | (3,675,171)          | 0   |
| Prior Year Encumbrances Appropriated     | 2,205,425            | 2,205,425          | 2,205,425            | 0   |
| <i>Fund Equity (Deficit) End of Year</i> | <u>(\$2,850,683)</u> | <u>\$2,273,830</u> | <u>(\$1,976,278)</u> | <u>(\$4,250,108)</u>                                    |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
**Maintenance**  
**Budget Basis**  
For the Year Ended December 31, 2012

|  | Original<br>Budget | Final<br>Budget  | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|-------------------|---|
| <b>Revenues</b>                          |                    |                  |                   |   |
| Charges for Services                     | \$1,164,422        | \$1,784,958      | \$1,181,512       | (\$603,446)   |
| Other                                    | 38,534             | 59,070           | 39,100            | (19,970)  |
| <i>Total Revenues</i>                    | <u>1,202,956</u>   | <u>1,844,028</u> | <u>1,220,612</u>  | <u>(623,416)</u>  |
| <b>Expenses</b>                          |                    |                  |                   |   |
| Personal Services                        | 374,354            | 374,354          | 325,334           | 49,020  |
| Other                                    | 1,176,815          | 1,306,815        | 799,849           | 506,966   |
| Capital Outlay                           | 290,945            | 290,945          | 290,162           | 783   |
| <i>Total Expenses</i>                    | <u>1,842,114</u>   | <u>1,972,114</u> | <u>1,415,345</u>  | <u>556,769</u>  |
| <i>Net Change in Fund Equity</i>         | (639,158)          | (128,086)        | (194,733)         | (66,647)  |
| Fund Equity Beginning of Year            | 58,271             | 58,271           | 58,271            | 0   |
| Prior Year Encumbrances Appropriated     | 70,550             | 70,550           | 70,550            | 0   |
| <i>Fund Equity (Deficit) End of Year</i> | <u>(\$510,337)</u> | <u>\$735</u>     | <u>(\$65,912)</u> | <u>(\$66,647)</u>                                       |



**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
 Changes in Fund Equity - Budget and Actual*  
*Data Processing*  
*Budget Basis*  
 For the Year Ended December 31, 2012

|   | Original<br>Budget | Final<br>Budget    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|--------------------|--------------------|--------------------|---|
| <b>Revenues</b>   |                    |                    |                    |   |
| Charges for Services  | \$15,952,099       | \$18,980,268       | \$22,224,049       | \$3,243,781   |
| Other   | 2,518              | 2,996              | 3,508              | 512   |
| <i>Total Revenues</i>   | <u>15,954,617</u>  | <u>18,983,264</u>  | <u>22,227,557</u>  | <u>3,244,293</u>  |
| <b>Expenses</b>   |                    |                    |                    |   |
| Personal Services   | 8,353,615          | 8,079,323          | 7,598,511          | 480,812   |
| Other   | 10,305,442         | 11,334,117         | 16,020,511         | (4,686,394)   |
| Capital Outlay  | 647,575            | 425,314            | 116,389            | 308,925   |
| <i>Total Expenses</i>   | <u>19,306,632</u>  | <u>19,838,754</u>  | <u>23,735,411</u>  | <u>(3,896,657)</u>                                      |
| <i>Excess of Revenues Under<br/>Expenses Before Transfers</i> | (3,352,015)        | (855,490)          | (1,507,854)        | (652,364)   |
| Transfers In  | 528,338            | 628,632            | 736,067            | 107,435   |
| <i>Net Change in Fund Equity</i>                              | (2,823,677)        | (226,858)          | (771,787)          | (544,929)   |
| Fund Deficit Beginning of Year                                | (1,725,858)        | (1,725,858)        | (1,725,858)        | 0   |
| Prior Year Encumbrances Appropriated                          | 4,228,624          | 4,228,624          | 4,228,624          | 0   |
| <i>Fund Equity (Deficit) End of Year</i>                      | <u>(\$320,911)</u> | <u>\$2,275,908</u> | <u>\$1,730,979</u> | <u>(\$544,929)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
**Printing**  
*Budget Basis*  
For the Year Ended December 31, 2012

|                                      | Original<br>Budget   | Final<br>Budget    | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------------------|--------------------|----------------------|---|
| <b>Revenues</b>                      |                      |                    |                      |   |
| Charges for Services                 | \$3,658,143          | \$4,695,795        | \$2,900,520          | (\$1,795,275)   |
| Other                                | 49,367               | 63,371             | 39,144               | (24,227)  |
| <i>Total Revenues</i>                | <u>3,707,510</u>     | <u>4,759,166</u>   | <u>2,939,664</u>     | <u>(1,819,502)</u>                                      |
| <b>Expenses</b>                      |                      |                    |                      |   |
| Personal Services                    | 712,053              | 712,053            | 702,158              | 9,895   |
| Other                                | 4,146,481            | 4,996,481          | 3,866,519            | 1,129,962   |
| Capital Outlay                       | 58,104               | 58,104             | 57,760               | 344   |
| <i>Total Expenses</i>                | <u>4,916,638</u>     | <u>5,766,638</u>   | <u>4,626,437</u>     | <u>1,140,201</u>  |
| <i>Net Change in Fund Equity</i>     | (1,209,128)          | (1,007,472)        | (1,686,773)          | (679,301)   |
| Fund Deficit Beginning of Year       | (1,152,021)          | (1,152,021)        | (1,152,021)          | 0   |
| Prior Year Encumbrances Appropriated | 1,210,086            | 1,210,086          | 1,210,086            | 0   |
| <i>Fund Deficit End of Year</i>      | <u>(\$1,151,063)</u> | <u>(\$949,407)</u> | <u>(\$1,628,708)</u> | <u>(\$679,301)</u>                                      |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
 Changes in Fund Equity - Budget and Actual*  
**Postage**  
*Budget Basis*  
 For the Year Ended December 31, 2012

|  | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|-------------|---|
| <b>Revenues</b>                          |                    |                 |             |   |
| Charges for Services                     | \$1,480,912        | \$1,666,508     | \$1,353,540 | (\$312,968)   |
| <b>Expenses</b>                          |                    |                 |             |   |
| Personal Services                        | 605,716            | 605,716         | 562,663     | 43,053  |
| Other                                    | 911,836            | 1,301,836       | 1,376,880   | (75,044)  |
| Capital Outlay                           | 894                | 894             | 0           | 894   |
| <i>Total Expenses</i>                    | 1,518,446          | 1,908,446       | 1,939,543   | (31,097)  |
| <i>Net Change in Fund Equity</i>         | (37,534)           | (241,938)       | (586,003)   | (344,065)   |
| Fund Equity Beginning of Year            | 465,888            | 465,888         | 465,888     | 0   |
| Prior Year Encumbrances Appropriated     | 71,999             | 71,999          | 71,999      | 0   |
| <i>Fund Equity (Deficit) End of Year</i> | \$500,353          | \$295,949       | (\$48,116)  | (\$344,065)   |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
**Health Insurance**  
*Budget Basis*  
For the Year Ended December 31, 2012

|  | Original<br>Budget   | Final<br>Budget     | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------------------|---------------------|----------------------|---|
| <b>Revenues</b>                          |                      |                     |                      |   |
| Charges for Services                     | \$43,343,460         | \$53,512,458        | \$82,047,223         | \$28,534,765  |
| Contributions and Donations              | 307,509              | 379,655             | 582,101              | 202,446   |
| Other                                    | 34,461,417           | 42,546,563          | 0                    | (42,546,563)  |
| <i>Total Revenues</i>                    | <u>78,112,386</u>    | <u>96,438,676</u>   | <u>82,629,324</u>    | <u>(13,809,352)</u>                                     |
| <b>Expenses</b>                          |                      |                     |                      |   |
| Personal Services                        | 494,832              | 494,832             | 465,832              | 29,000  |
| Other                                    | 69,786,891           | 69,786,891          | 72,363,415           | (2,576,524)   |
| Capital Outlay                           | 791                  | 791                 | 0                    | 791   |
| Claims                                   | 29,161,808           | 29,161,808          | 29,161,808           | 0   |
| <i>Total Expenses</i>                    | <u>99,444,322</u>    | <u>99,444,322</u>   | <u>101,991,055</u>   | <u>(2,546,733)</u>                                      |
| <i>Net Change in Fund Equity</i>         | (21,331,936)         | (3,005,646)         | (19,361,731)         | (16,356,085)  |
| Fund Equity Beginning of Year            | 253,987              | 253,987             | 253,987              | 0   |
| Prior Year Encumbrances Appropriated     | 15,676,695           | 15,676,695          | 15,676,695           | 0   |
| <i>Fund Equity (Deficit) End of Year</i> | <u>(\$5,401,254)</u> | <u>\$12,925,036</u> | <u>(\$3,431,049)</u> | <u>(\$16,356,085)</u>                                   |

**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenses and  
Changes in Fund Equity - Budget and Actual*  
*Workers' Compensation*  
*Budget Basis*  
For the Year Ended December 31, 2012

|                                      | Original<br>Budget  | Final<br>Budget     | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|---------------------|---------------------|---------------------|---|
| <b>Revenues</b>                      |                     |                     |                     |   |
| Charges for Services                 | \$8,734,495         | \$8,676,674         | \$6,493,919         | (\$2,182,755)   |
| Intergovernmental                    | 554,046             | 569,409             | 411,923             | (157,486)   |
| <i>Total Revenues</i>                | <u>9,288,541</u>    | <u>9,246,083</u>    | <u>6,905,842</u>    | <u>(2,340,241)</u>                                      |
| <b>Expenses</b>                      |                     |                     |                     |   |
| Personal Services                    | 129,363             | 129,363             | 125,201             | 4,162   |
| Contractual Services                 | 5,755,549           | 6,523,308           | 5,678,338           | 844,970   |
| Capital Outlay                       | 216                 | 216                 | 0                   | 216   |
| Claims                               | 4,104,247           | 4,104,247           | 4,104,247           | 0   |
| <i>Total Expenses</i>                | <u>9,989,375</u>    | <u>10,757,134</u>   | <u>9,907,786</u>    | <u>849,348</u>  |
| <i>Net Change in Fund Equity</i>     | (700,834)           | (1,511,051)         | (3,001,944)         | (1,490,893)   |
| Fund Equity Beginning of Year        | 37,114,629          | 37,114,629          | 37,114,629          | 0   |
| Prior Year Encumbrances Appropriated | 75,980              | 75,980              | 75,980              | 0   |
| <i>Fund Equity End of Year</i>       | <u>\$36,489,775</u> | <u>\$35,679,558</u> | <u>\$34,188,665</u> | <u>(\$1,490,893)</u>                                    |

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# Statistical Section

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## Statistical Section

This part of the Cuyahoga County, Ohio's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the County's overall financial health.

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| <b>Contents</b>  | <b>Pages(s)</b>    |
|--|--------------------|
| <b>Financial Trends</b> .....  | <b>S-2 – S-11</b>  |
| These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.  |                    |
| <b>Revenue Capacity</b> .....  | <b>S-12 – S-20</b> |
| These schedules contain information to help the reader assess the County's most significant local revenue, the property tax.   |                    |
| <b>Debt Capacity</b> .....   | <b>S-21 – S-26</b> |
| These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.                    |                    |
| <b>Economic and Demographic Information</b> .....  | <b>S-28 – S-29</b> |
| These schedules offer economic and demographic indicators to help the reader understand the environment within which the County's financial activities take place.   |                    |
| <b>Operating Information</b> .....   | <b>S-30 – S-35</b> |
| These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs. |                    |

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Basic Financial Statements for the relevant year.

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

|  | 2012                   | 2011                   | 2010                 | 2009                 |
|--|------------------------|------------------------|----------------------|----------------------|
| <b>Governmental Activities</b>                     |                        |                        |                      |                      |
| Net Investment in Capital Assets                   | \$400,596,740          | \$434,718,805          | \$331,270,000        | \$290,217,000        |
| Restricted for:                                    |                        |                        |                      |                      |
| Capital Projects                                   | 77,231,951             | 63,865,390             | 0                    | 0                    |
| Debt Service                                       | 0                      | 0                      | 56,548,000           | 36,133,000           |
| Health and Human Services                          | 71,929,825             | 78,253,766             | 0                    | 0                    |
| Motor Vehicle                                      | 61,408,838             | 49,807,125             | 0                    | 0                    |
| Developmental Disabilities                         | 156,223,090            | 152,278,099            | 0                    | 0                    |
| Community Development Programs                     | 61,057,944             | 64,551,876             | 0                    | 0                    |
| Children's Services                                | 49,299,918             | 50,598,715             | 0                    | 0                    |
| Alcohol and Drug Preventative Services             | 16,701,806             | 0                      | 0                    | 0                    |
| Health and Safety Services                         | 13,783,701             | 0                      | 0                    | 0                    |
| Other Purposes (1)                                 | 47,004,410             | 65,930,296             | 24,336,000           | 29,488,000           |
| Unrestricted                                       | 174,797,010            | 88,929,535             | 466,517,000          | 382,944,000          |
| <i>Total Governmental Activities Net Position</i>  | <u>1,130,035,233</u>   | <u>1,048,933,607</u>   | <u>878,671,000</u>   | <u>738,782,000</u>   |
|  |                        | 7,039,535              |                      |                      |
| <b>Business-Type Activities</b>                    |                        |                        |                      |                      |
| Net Investment in Capital Assets                   | 36,430,874             | 39,027,092             | 34,298,000           | 34,664,000           |
| Unrestricted                                       | 53,789,864             | 57,261,906             | 58,970,000           | 58,206,000           |
| <i>Total Business-Type Activities Net Position</i> | <u>90,220,738</u>      | <u>96,288,998</u>      | <u>93,268,000</u>    | <u>92,870,000</u>    |
| <b>Primary Government</b>                          |                        |                        |                      |                      |
| Net Investment in Capital Assets                   | 437,027,614            | 473,745,897            | 365,568,000          | 324,881,000          |
| Restricted   | 554,641,483            | 525,285,267            | 80,884,000           | 65,621,000           |
| Unrestricted                                       | 228,586,874            | 146,191,441            | 525,487,000          | 441,150,000          |
| <i>Total Primary Government Net Position</i>       | <u>\$1,220,255,971</u> | <u>\$1,145,222,605</u> | <u>\$971,939,000</u> | <u>\$831,652,000</u> |

(1) Net position restricted for other purposes was shown in total for 2003-2010.

Note: 2010 - 2003 Dollars rounded to the nearest thousands.

| 2008          | 2007          | 2006          | 2005          | 2004          | 2003          |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$410,193,000 | \$408,215,000 | \$402,928,000 | \$386,234,000 | \$350,959,000 | \$409,443,000 |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 26,309,000    | 22,658,000    | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 37,851,111    | 29,841,000    | 40,768,000    | 35,678,000    | 38,995,000    | 34,255,000    |
| 392,944,000   | 358,906,000   | 282,516,000   | 268,514,000   | 205,691,000   | 54,132,000    |
| 867,297,111   | 819,620,000   | 726,212,000   | 690,426,000   | 595,645,000   | 497,830,000   |
| 35,210,000    | 34,075,000    | 39,860,000    | 38,866,000    | 31,236,000    | 30,505,000    |
| 24,212,000    | 25,009,000    | 13,695,000    | 9,836,000     | 11,083,000    | 9,385,000     |
| 59,422,000    | 59,084,000    | 53,555,000    | 48,702,000    | 42,319,000    | 39,890,000    |
| 445,403,000   | 442,290,000   | 442,788,000   | 425,100,000   | 382,195,000   | 439,948,000   |
| 64,160,111    | 52,499,000    | 40,768,000    | 35,678,000    | 38,995,000    | 34,255,000    |
| 417,156,000   | 383,915,000   | 296,211,000   | 278,350,000   | 216,774,000   | 63,517,000    |
| \$926,719,111 | \$878,704,000 | \$779,767,000 | \$739,128,000 | \$637,964,000 | \$537,720,000 |

## Cuyahoga County, Ohio

### Changes in Net Position

#### Last Ten Years

(accrual basis of accounting)

|  | 2012                   | 2011                   | 2010                   | 2009                   |
|--|------------------------|------------------------|------------------------|------------------------|
| <b>Program Revenues</b>                                |                        |                        |                        |                        |
| Governmental Activities:                               |                        |                        |                        |                        |
| Charges for Services:                                  |                        |                        |                        |                        |
| General Government:                                    |                        |                        |                        |                        |
| Legislative and Executive                              | \$42,723,302           | \$33,815,890           | \$40,832,000           | \$43,465,000           |
| Judicial   | 75,207,833             | 64,496,402             | 39,149,000             | 34,719,000             |
| Public Works   | 2,605,169              | 2,308,754              | 2,444,000              | 2,312,000              |
| Health and Safety Services                             | 2,333,912              | 1,809,165              | 1,798,000              | 1,786,000              |
| Social Services  | 5,551,526              | 5,947,689              | 5,439,000              | 6,820,000              |
| Community Development                                  | 3,768,678              | 1,098,295              | 142,000                | 133,000                |
| Operating Grants and Contributions                     | 519,347,833            | 574,708,379            | 523,303,000            | 602,090,000            |
| Capital Grants and Contributions                       | 41,394,337             | 59,349,794             | 36,712,000             | 25,574,000             |
| <i>Total Governmental Activities Program Revenues</i>  | <i>692,932,590</i>     | <i>743,534,368</i>     | <i>649,819,000</i>     | <i>716,899,000</i>     |
| Business-Type Activities:                              |                        |                        |                        |                        |
| Charges for Services                                   |                        |                        |                        |                        |
| Sanitary Engineer                                      | 11,936,751             | 22,809,722             | 18,786,000             | 20,069,000             |
| Airport  | 932,291                | 685,068                | 712,000                | 876,000                |
| Parking Garage   | 4,925,431              | 4,039,055              | 3,544,000              | 3,763,000              |
| Information Systems                                    | 1,560,083              | 1,497,294              | 1,547,000              | 1,663,000              |
| Operating Grants and Contributions                     | 0                      | 0                      | 0                      | 0                      |
| Capital Grants and Contributions                       | 257,362                | 144,048                | 0                      | 189,000                |
| <i>Total Business-Type Activities Program Revenues</i> | <i>19,611,918</i>      | <i>29,175,187</i>      | <i>24,589,000</i>      | <i>26,560,000</i>      |
| <i>Total Primary Government Program Revenues</i>       | <i>712,544,508</i>     | <i>772,709,555</i>     | <i>674,408,000</i>     | <i>743,459,000</i>     |
| <b>Expenses</b>  |                        |                        |                        |                        |
| Governmental Activities:                               |                        |                        |                        |                        |
| General Government:                                    |                        |                        |                        |                        |
| Legislative and Executive                              | 97,162,850             | 91,462,479             | 80,598,000             | 91,649,000             |
| Judicial   | 335,831,744            | 323,452,320            | 322,180,000            | 351,593,000            |
| Public Works   | 31,405,346             | 35,665,079             | 40,461,000             | 46,541,000             |
| Health and Safety Services                             | 174,875,093            | 230,988,876            | 217,531,000            | 223,498,000            |
| Social Services  | 484,785,593            | 482,461,722            | 512,291,000            | 664,149,000            |
| Community Development                                  | 64,866,231             | 48,417,824             | 49,604,000             | 51,011,000             |
| Other  | 9,903,889              | 0                      | 0                      | 0                      |
| Interest and Fiscal Charges                            | 55,001,073             | 59,301,229             | 23,686,000             | 16,724,000             |
| <i>Total Governmental Activities Expenses</i>          | <i>1,253,831,819</i>   | <i>1,271,749,529</i>   | <i>1,246,351,000</i>   | <i>1,445,165,000</i>   |
| Business-Type Activities:                              |                        |                        |                        |                        |
| Sanitary Engineer                                      | 19,863,604             | 20,949,553             | 17,056,000             | 14,637,000             |
| Airport  | 1,922,598              | 1,758,577              | 2,026,000              | 2,126,000              |
| Parking Garage   | 3,541,875              | 3,592,320              | 3,697,000              | 3,557,000              |
| Information Systems                                    | 1,669,099              | 1,749,095              | 1,916,000              | 2,328,000              |
| <i>Total Business-Type Activities Expenses</i>         | <i>26,997,176</i>      | <i>28,049,545</i>      | <i>24,695,000</i>      | <i>22,648,000</i>      |
| <i>Total Primary Government Expenses</i>               | <i>\$1,280,828,995</i> | <i>\$1,299,799,074</i> | <i>\$1,271,046,000</i> | <i>\$1,467,813,000</i> |

| 2008                   | 2007                   | 2006                   | 2005                   | 2004                   | 2003                   |
|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| \$54,920,000           | \$58,119,000           | \$67,948,000           | \$67,738,000           | \$64,865,000           | \$56,734,000           |
| 37,879,000             | 40,401,000             | 23,345,000             | 20,831,000             | 27,400,000             | 27,992,000             |
| 2,686,000              | 2,723,000              | 2,164,000              | 2,216,000              | 2,314,000              | 2,728,000              |
| 1,492,000              | 1,623,000              | 1,394,000              | 1,688,000              | 1,524,000              | 1,150,000              |
| 6,534,000              | 7,204,000              | 8,619,000              | 4,160,000              | 1,884,000              | 1,926,000              |
| 204,000                | 147,000                | 176,000                | 204,000                | 367,000                | 318,000                |
| 613,967,000            | 642,761,000            | 621,751,000            | 622,402,000            | 578,794,000            | 551,540,000            |
| 31,810,000             | 30,382,000             | 32,478,000             | 36,289,000             | 25,305,000             | 27,942,000             |
| <u>749,492,000</u>     | <u>783,360,000</u>     | <u>757,875,000</u>     | <u>755,528,000</u>     | <u>702,453,000</u>     | <u>670,330,000</u>     |
| 15,953,000             | 14,678,000             | 13,207,000             | 12,480,000             | 11,102,000             | 10,298,000             |
| 713,000                | 940,000                | 818,000                | 945,000                | 663,000                | 1,283,000              |
| 3,916,000              | 3,947,000              | 3,742,000              | 2,368,000              | 2,266,000              | 2,309,000              |
| 1,562,000              | 1,106,000              | 1,314,000              | 1,184,000              | 1,437,000              | 1,474,000              |
| 0                      | 0                      | 0                      | 308,000                | 145,000                | 38,000                 |
| 109,000                | 5,618,000              | 2,495,000              | 6,160,000              | 0                      | 0                      |
| <u>22,253,000</u>      | <u>26,289,000</u>      | <u>21,576,000</u>      | <u>23,445,000</u>      | <u>15,613,000</u>      | <u>15,402,000</u>      |
| <u>771,745,000</u>     | <u>809,649,000</u>     | <u>779,451,000</u>     | <u>778,973,000</u>     | <u>718,066,000</u>     | <u>685,732,000</u>     |
| 97,316,000             | 78,421,000             | 86,604,000             | 81,196,000             | 69,154,000             | 59,963,000             |
| 351,738,000            | 352,464,000            | 328,559,000            | 297,292,000            | 292,417,000            | 277,314,000            |
| 54,458,000             | 64,106,000             | 60,346,000             | 64,765,000             | 59,421,000             | 67,025,000             |
| 220,733,000            | 207,536,000            | 234,383,000            | 207,386,000            | 178,342,000            | 152,904,000            |
| 662,870,000            | 651,916,000            | 625,508,000            | 580,962,000            | 570,871,000            | 578,700,000            |
| 39,974,000             | 42,232,000             | 31,210,000             | 31,653,000             | 32,524,000             | 25,332,000             |
| 0                      | 0                      | 0                      | 0                      | 0                      | 0                      |
| 15,589,000             | 15,208,000             | 16,627,000             | 15,932,000             | 18,412,000             | 13,813,000             |
| <u>1,442,678,000</u>   | <u>1,411,883,000</u>   | <u>1,383,237,000</u>   | <u>1,279,186,000</u>   | <u>1,221,141,000</u>   | <u>1,175,051,000</u>   |
| 12,776,000             | 13,100,000             | 11,319,000             | 11,293,000             | 9,604,000              | 10,069,000             |
| 2,004,000              | 1,953,000              | 2,212,000              | 1,697,000              | 1,302,000              | 1,617,000              |
| 5,203,000              | 4,539,000              | 2,997,000              | 2,299,000              | 2,418,000              | 1,753,000              |
| 2,319,000              | 2,507,000              | 1,973,000              | 2,478,000              | 2,773,000              | 2,188,000              |
| <u>22,302,000</u>      | <u>22,099,000</u>      | <u>18,501,000</u>      | <u>17,767,000</u>      | <u>16,097,000</u>      | <u>15,627,000</u>      |
| <u>\$1,464,980,000</u> | <u>\$1,433,982,000</u> | <u>\$1,401,738,000</u> | <u>\$1,296,953,000</u> | <u>\$1,237,238,000</u> | <u>\$1,190,678,000</u> |

(continued)

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

|   | 2012                 | 2011                 | 2010                 | 2009                  |
|---|----------------------|----------------------|----------------------|-----------------------|
| <b>Net (Expense)/Revenue</b>                                |                      |                      |                      |                       |
| Governmental Activities                                     | (\$560,899,229)      | (\$528,215,161)      | (\$596,532,000)      | (\$728,266,000)       |
| Business-Type Activities                                    | (7,385,258)          | 1,125,642            | (106,000)            | 3,912,000             |
| <i>Total Primary Government Net (Expense)/Revenue</i>       | <u>(568,284,487)</u> | <u>(527,089,519)</u> | <u>(596,638,000)</u> | <u>(724,354,000)</u>  |
| <b>General Revenues and Other Changes in Net Position</b>   |                      |                      |                      |                       |
| Governmental Activities:                                    |                      |                      |                      |                       |
| Property Taxes Levied for:(1)                               |                      |                      |                      |                       |
| General Purposes  | 15,196,538           | 17,787,526           | 346,331,000          | 358,218,000           |
| General Obligation Bond Retirement                          | 24,854,487           | 34,936,330           | 0                    | 0                     |
| Health and Human Services                                   | 162,099,791          | 198,634,513          | 0                    | 0                     |
| Children's Services   | 36,839,333           | 37,180,322           | 0                    | 0                     |
| Developmental Disabilities                                  | 95,204,864           | 115,373,742          | 0                    | 0                     |
| Sales Taxes Levied for General Purposes                     | 228,305,905          | 242,076,865          | 206,418,000          | 193,692,000           |
| Hotel/Lodging Taxes   | 7,954,045            | 12,391,398           | 0                    | 0                     |
| Other Local Taxes (2)                                       | 0                    | 0                    | 31,370,000           | 33,385,000            |
| Payments in Lieu of Taxes                                   | 4,608,770            | 4,987,506            | 0                    | 0                     |
| Grants and Entitlements not Restricted to Specific Programs | 42,469,462           | 65,890,384           | 116,900,000          | 111,259,000           |
| Unrestricted Contributions                                  | 648,478              | 0                    | 0                    | 0                     |
| Interest  | 4,937,745            | 12,812,138           | 8,234,000            | 12,198,000            |
| Other   | 20,027,272           | 27,404,518           | 27,619,000           | 2,540,000             |
| Transfers   | (1,145,835)          | (252,071)            | (451,000)            | (1,338,000)           |
| <i>Total Governmental Activities</i>                        | <u>642,000,855</u>   | <u>769,223,171</u>   | <u>736,421,000</u>   | <u>709,954,000</u>    |
| Business-Type Activities:                                   |                      |                      |                      |                       |
| Interest  | 66,868               | 14,729               | 0                    | 1,000                 |
| Other   | 104,295              | 234,593              | 53,000               | 142,000               |
| Transfers   | 1,145,835            | 252,071              | 451,000              | 1,338,000             |
| <i>Total Business-Type Activities</i>                       | <u>1,316,998</u>     | <u>501,393</u>       | <u>504,000</u>       | <u>1,481,000</u>      |
| <i>Total Primary Government</i>                             | <u>643,317,853</u>   | <u>769,724,564</u>   | <u>736,925,000</u>   | <u>711,435,000</u>    |
| <b>Change in Net Position</b>                               |                      |                      |                      |                       |
| Governmental Activities                                     | 81,101,626           | 241,008,010          | 139,889,000          | (18,312,000)          |
| Business-Type Activities                                    | (6,068,260)          | 1,627,035            | 398,000              | 5,393,000             |
| <b>Total Primary Government Change in Net Position</b>      | <u>\$75,033,366</u>  | <u>\$242,635,045</u> | <u>\$140,287,000</u> | <u>(\$12,919,000)</u> |

(1) Property Taxes broken out in 2011-2012

(2) Other Local Taxes detailed in 2011-2012

Note: 2010 - 2003 Dollars rounded to the nearest thousands.

| 2008            | 2007            | 2006            | 2005            | 2004            | 2003            |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| (\$693,186,000) | (\$628,523,000) | (\$625,362,000) | (\$523,658,000) | (\$518,688,000) | (\$504,721,000) |
| (49,000)        | 4,190,000       | 3,075,000       | 5,678,000       | (484,000)       | (225,000)       |
| (693,235,000)   | (624,333,000)   | (622,287,000)   | (517,980,000)   | (519,172,000)   | (504,946,000)   |
| 344,518,000     | 361,148,000     | 337,783,000     | 313,675,000     | 315,172,000     | 257,640,000     |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 209,997,000     | 186,288,000     | 170,509,000     | 167,125,000     | 168,634,000     | 159,029,000     |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 27,955,000      | 28,502,000      | 27,774,000      | 27,362,000      | 28,928,000      | 29,284,000      |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 106,740,000     | 85,214,000      | 80,620,000      | 79,969,000      | 80,241,000      | 73,429,000      |
| 0               | 0               | 0               | 0               | 0               | 0               |
| 41,206,000      | 48,967,000      | 35,534,000      | 17,147,000      | 5,743,000       | 10,615,000      |
| 11,582,000      | 12,211,000      | 10,644,000      | 13,823,000      | 20,596,000      | 11,872,000      |
| (235,000)       | (1,299,000)     | (1,716,000)     | (662,000)       | (2,811,000)     | (940,000)       |
| 741,763,000     | 721,031,000     | 661,148,000     | 618,439,000     | 616,503,000     | 540,929,000     |
| 13,000          | 13,000          | 13,000          | 18,000          | 49,000          | 14,000          |
| 139,000         | 27,000          | 49,000          | 25,000          | 53,000          | 47,000          |
| 235,000         | 1,299,000       | 1,716,000       | 662,000         | 2,811,000       | 940,000         |
| 387,000         | 1,339,000       | 1,778,000       | 705,000         | 2,913,000       | 1,001,000       |
| 742,150,000     | 722,370,000     | 662,926,000     | 619,144,000     | 619,416,000     | 541,930,000     |
| 48,577,000      | 92,508,000      | 35,786,000      | 94,781,000      | 97,815,000      | 36,208,000      |
| 338,000         | 5,529,000       | 4,853,000       | 6,383,000       | 2,429,000       | 776,000         |
| \$48,915,000    | \$98,037,000    | \$40,639,000    | \$101,164,000   | \$100,244,000   | \$36,984,000    |

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

|   | 2012                   | 2011                 | 2010                 | 2009                 |
|---|------------------------|----------------------|----------------------|----------------------|
| <b>General Fund</b>                       |                        |                      |                      |                      |
| Nonspendable                              | \$9,617,166            | \$8,924,464          | \$0                  | \$0                  |
| Assigned                                  | 9,012,927              | 6,929,678            | 0                    | 0                    |
| Unassigned                                | 212,252,821            | 215,689,432          | 0                    | 0                    |
| Reserved                                  | 0                      | 0                    | 83,947,000           | 44,086,000           |
| Unreserved                                | 0                      | 0                    | 122,844,000          | 211,971,000          |
| <i>Total General Fund</i>                 | <u>230,882,914</u>     | <u>231,543,574</u>   | <u>206,791,000</u>   | <u>256,057,000</u>   |
| <b>All Other Governmental Funds</b>       |                        |                      |                      |                      |
| Restricted                                | 824,011,975            | 792,791,146          | 0                    | 0                    |
| Unassigned (Deficit)                      | (14,882,099)           | (87,225,306)         | 0                    | 0                    |
| Reserved                                  | 0                      | 0                    | 238,188,000          | 70,901,000           |
| Unreserved, Undesignated, Reported in:    |                        |                      |                      |                      |
| Special Revenue Funds                     | 0                      | 0                    | 190,776,000          | 251,272,000          |
| Capital Projects Funds (Deficit)          | 0                      | 0                    | 292,164,000          | (31,541,000)         |
| <i>Total All Other Governmental Funds</i> | <u>809,129,876</u>     | <u>705,565,840</u>   | <u>721,128,000</u>   | <u>290,632,000</u>   |
| <i>Total Governmental Funds</i>           | <u>\$1,040,012,790</u> | <u>\$937,109,414</u> | <u>\$927,919,000</u> | <u>\$546,689,000</u> |

**Note:** The County implemented GASB 54 in 2011.

Note: 2010 - 2003 Dollars rounded to the nearest thousands.



| 2008          | 2007          | 2006          | 2005          | 2004          | 2003          |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$0           | \$0           | \$0           | \$0           | \$0           | \$0           |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 52,164,000    | 43,136,000    | 39,237,000    | 36,236,000    | 37,896,000    | 44,643,000    |
| 195,073,000   | 171,324,000   | 123,657,000   | 133,973,000   | 124,834,000   | 141,710,000   |
| 247,237,000   | 214,460,000   | 162,894,000   | 170,209,000   | 162,730,000   | 186,353,000   |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 0             | 0             | 0             | 0             | 0             | 0             |
| 56,270,000    | 40,399,000    | 34,085,000    | 24,682,000    | 27,612,000    | 17,968,000    |
| 232,291,000   | 258,927,000   | 218,333,000   | 216,651,000   | 151,163,000   | 75,856,000    |
| (125,426,000) | (68,444,000)  | (24,422,000)  | (8,242,000)   | 22,633,000    | (53,689,000)  |
| 163,135,000   | 230,882,000   | 227,996,000   | 233,091,000   | 201,408,000   | 40,135,000    |
| \$410,372,000 | \$445,342,000 | \$390,890,000 | \$403,300,000 | \$364,138,000 | \$226,488,000 |

**Cuyahoga County, Ohio**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Years*  
*(Modified Accrual Basis of Accounting)*

|   | 2012                 | 2011                 | 2010                 | 2009                 |
|---|----------------------|----------------------|----------------------|----------------------|
| <b>Revenues</b>                                     |                      |                      |                      |                      |
| Property Taxes                                      | \$329,167,797        | \$338,271,734        | \$343,549,000        | \$358,218,000        |
| Sales Tax   | 227,706,506          | 218,737,889          | 205,212,000          | 194,026,000          |
| Hotel/Lodging Taxes                                 | 7,954,045            | 12,391,398           | 0                    | 0                    |
| Other Local Taxes (1)                               | 0                    | 0                    | 30,502,000           | 33,661,000           |
| Permissive Motor Vehicle License Tax                | 4,608,770            | 4,987,506            | 34,070,000           | 32,422,000           |
| Charges for Services                                | 106,408,921          | 80,549,139           | 74,168,000           | 75,102,000           |
| Licenses and Permits                                | 1,651,798            | 1,832,243            | 1,894,000            | 1,844,000            |
| Fines and Forfeitures                               | 14,546,298           | 13,243,565           | 13,867,000           | 12,388,000           |
| Intergovernmental                                   | 594,184,125          | 628,185,248          | 643,117,000          | 710,280,000          |
| Interest  | 22,063,571           | 30,743,212           | 8,558,000            | 12,288,000           |
| Contributions/Donations                             | 2,405,074            | 2,064,929            | 0                    | 0                    |
| Other   | 20,662,831           | 25,438,525           | 28,531,000           | 22,105,000           |
| <i>Total Revenues</i>                               | <u>1,331,359,736</u> | <u>1,356,445,388</u> | <u>1,383,468,000</u> | <u>1,452,334,000</u> |
| <b>Expenditures</b>                                 |                      |                      |                      |                      |
| General Government:                                 |                      |                      |                      |                      |
| Legislative and Executive                           | 92,845,228           | 82,945,251           | 82,025,000           | 82,661,000           |
| Judicial  | 323,059,469          | 312,244,646          | 317,018,000          | 322,038,000          |
| Public Works  | 20,316,415           | 22,868,635           | 49,489,000           | 48,258,000           |
| Health and Safety                                   | 169,619,764          | 225,659,046          | 219,660,000          | 222,875,000          |
| Social Services                                     | 475,802,024          | 476,089,758          | 518,710,000          | 642,763,000          |
| Community Development                               | 64,958,314           | 48,423,547           | 49,704,000           | 50,676,000           |
| Other   | 9,903,889            | 0                    | 0                    | 0                    |
| Capital Outlay                                      | 242,545,944          | 196,629,037          | 123,286,000          | 76,145,000           |
| Debt Service:                                       |                      |                      |                      |                      |
| Principal Retirement                                | 65,247,509           | 63,797,006           | 26,061,000           | 23,550,000           |
| Interest and Fiscal Charges                         | 50,544,960           | 58,834,277           | 21,897,000           | 16,119,000           |
| Capital Appreciation Bonds Interest                 | 5,201,803            | 5,156,894            | 0                    | 0                    |
| Issuance Costs                                      | 830,264              | 0                    | 0                    | 0                    |
| <i>Total Expenditures</i>                           | <u>1,520,875,583</u> | <u>1,492,648,097</u> | <u>1,407,850,000</u> | <u>1,485,085,000</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(189,515,847)</u> | <u>(136,202,709)</u> | <u>(24,382,000)</u>  | <u>(32,751,000)</u>  |
| <b>Other Financing Sources (Uses)</b>               |                      |                      |                      |                      |
| ODOT Loans Issued                                   | 0                    | 76,865               | 0                    | 0                    |
| General Obligation Bonds Issued                     | 65,728,000           | 0                    | 381,765,000          | 163,825,000          |
| Premium on General Obligation Bonds Issued          | 8,197,892            | 0                    | 14,354,000           | 6,445,000            |
| General Obligation Refunding Bonds Issued           | 45,577,000           | 0                    | 44,870,000           | 0                    |
| Payment to Refunded Bond Escrow Agent               | (52,178,789)         | 0                    | (44,996,000)         | 0                    |
| Premium on General Obligation Refunding Bonds       | 6,945,422            | 0                    | 0                    | 0                    |
| General Obligation Notes Issued                     | 0                    | 10,320,000           | 0                    | 0                    |
| Inception of Capital Lease                          | 220,031,600          | 122,066,783          | 455,000              | 0                    |
| Transfers In  | 95,333,189           | 87,369,530           | 320,212,000          | 234,102,000          |
| Transfers Out                                       | (97,215,091)         | (83,676,839)         | (318,742,000)        | (235,304,000)        |
| <i>Total Other Financing Sources (Uses)</i>         | <u>292,419,223</u>   | <u>136,156,339</u>   | <u>397,918,000</u>   | <u>169,068,000</u>   |
| <i>Net Change in Fund Balances</i>                  | <u>\$102,903,376</u> | <u>(\$46,370)</u>    | <u>\$373,536,000</u> | <u>\$136,317,000</u> |
| Debt Service as a Percentage of                     |                      |                      |                      |                      |
| Noncapital Expenditures                             | 9.37%                | 9.83%                | 3.41%                | 2.67%                |

(1) Other Local Taxes was further detailed in 2011-2012

Note: 2010 - 2003 Dollars rounded to the nearest thousands.

| 2008                  | 2007                 | 2006                  | 2005                 | 2004                 | 2003                 |
|-----------------------|----------------------|-----------------------|----------------------|----------------------|----------------------|
| \$344,518,000         | \$361,148,000        | \$337,783,000         | \$313,675,000        | \$315,172,000        | \$257,640,000        |
| 212,712,000           | 179,932,000          | 169,300,000           | 167,156,000          | 167,871,000          | 158,634,000          |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 28,039,000            | 28,587,000           | 28,615,000            | 28,683,000           | 29,888,000           | 29,000,000           |
| 37,406,000            | 36,942,000           | 38,563,000            | 38,548,000           | 38,518,000           | 38,257,000           |
| 88,504,000            | 94,170,000           | 91,527,000            | 86,912,000           | 90,399,000           | 82,903,000           |
| 1,570,000             | 1,715,000            | 1,500,000             | 1,815,000            | 1,668,000            | 1,357,000            |
| 13,747,000            | 14,427,000           | 10,885,000            | 8,149,000            | 6,286,000            | 6,590,000            |
| 713,885,000           | 720,348,000          | 695,878,000           | 703,236,000          | 645,748,000          | 614,789,000          |
| 41,432,000            | 49,451,000           | 36,236,000            | 17,859,000           | 6,015,000            | 10,771,000           |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 11,527,000            | 20,379,000           | 10,384,000            | 13,849,000           | 21,111,000           | 12,370,000           |
| <u>1,493,340,000</u>  | <u>1,507,099,000</u> | <u>1,420,671,000</u>  | <u>1,379,882,000</u> | <u>1,322,676,000</u> | <u>1,212,311,000</u> |
| 97,160,000            | 71,902,000           | 84,610,000            | 84,122,000           | 67,576,000           | 59,843,000           |
| 348,986,000           | 333,442,000          | 324,794,000           | 293,777,000          | 290,960,000          | 273,222,000          |
| 43,766,000            | 54,572,000           | 58,174,000            | 58,381,000           | 57,910,000           | 56,540,000           |
| 219,532,000           | 214,081,000          | 234,874,000           | 207,379,000          | 178,263,000          | 152,903,000          |
| 670,037,000           | 652,739,000          | 642,445,000           | 587,823,000          | 580,338,000          | 579,203,000          |
| 40,096,000            | 42,300,000           | 32,046,000            | 32,308,000           | 33,208,000           | 26,011,000           |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 75,278,000            | 46,554,000           | 24,262,000            | 38,981,000           | 30,207,000           | 39,317,000           |
| 23,166,000            | 26,041,000           | 22,455,000            | 22,851,000           | 20,870,000           | 36,199,000           |
| 15,086,000            | 13,581,000           | 17,002,000            | 16,475,000           | 16,455,000           | 13,371,000           |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| <u>1,533,107,000</u>  | <u>1,455,212,000</u> | <u>1,440,662,000</u>  | <u>1,342,097,000</u> | <u>1,275,787,000</u> | <u>1,236,609,000</u> |
| <u>(39,767,000)</u>   | <u>51,887,000</u>    | <u>(19,991,000)</u>   | <u>37,785,000</u>    | <u>46,889,000</u>    | <u>(24,298,000)</u>  |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 0                     | 0                    | 0                     | 80,020,000           | 133,439,000          | 0                    |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 0                     | 0                    | 0                     | (80,020,000)         | (43,244,000)         | 0                    |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 0                     | 0                    | 0                     | 0                    | 0                    | 0                    |
| 1,753,000             | 1,825,000            | 7,342,000             | 0                    | 1,857,000            | 13,742,000           |
| 238,347,000           | 209,114,000          | 192,263,000           | 167,903,000          | 184,677,000          | 151,013,000          |
| <u>(235,303,000)</u>  | <u>(208,374,000)</u> | <u>(192,024,000)</u>  | <u>(166,526,000)</u> | <u>(185,968,000)</u> | <u>(149,914,000)</u> |
| <u>4,797,000</u>      | <u>2,565,000</u>     | <u>7,581,000</u>      | <u>1,377,000</u>     | <u>90,761,000</u>    | <u>14,841,000</u>    |
| <u>(\$34,970,000)</u> | <u>\$54,452,000</u>  | <u>(\$12,410,000)</u> | <u>\$39,162,000</u>  | <u>\$137,650,000</u> | <u>(\$9,457,000)</u> |
| 2.50%                 | 2.81%                | 2.79%                 | 3.02%                | 3.00%                | 4.14%                |

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

| Collection Year | Real Property                |                              |                            | Tangible Personal Property |                            |                         |                            |
|-----------------|------------------------------|------------------------------|----------------------------|----------------------------|----------------------------|-------------------------|----------------------------|
|                 | Assessed Value               |                              | Estimated Actual Value (1) | General Business           |                            | Public Utility Property |                            |
|                 | Residential/<br>Agricultural | Commercial/<br>Industrial/PU |                            | Assessed Value             | Estimated Actual Value (1) | Assessed Value          | Estimated Actual Value (1) |
| 2012            | \$20,303,526,670             | \$8,795,069,360              | \$83,138,845,800           | \$0                        | \$0                        | \$698,069,260           | \$793,260,523              |
| 2011            | 20,388,242,460               | 8,764,927,890                | 83,294,772,429             | 0                          | 0                          | 673,170,690             | 764,966,693                |
| 2010            | 20,379,862,990               | 8,599,341,910                | 82,797,728,286             | 0                          | 0                          | 654,490,330             | 743,739,011                |
| 2009            | 22,070,872,480               | 8,427,517,630                | 87,138,257,457             | 383,269,519                | 6,132,312,304              | 615,400,890             | 699,319,193                |
| 2008            | 21,973,357,040               | 8,441,851,130                | 86,900,594,771             | 728,222,334                | 5,825,778,672              | 588,833,160             | 669,128,591                |
| 2007            | 21,868,198,750               | 8,524,013,570                | 86,834,892,343             | 1,923,151,550              | 10,256,808,267             | 842,683,110             | 957,594,443                |
| 2006            | 19,556,454,950               | 7,841,892,830                | 78,280,993,657             | 2,390,326,714              | 9,561,306,856              | 857,330,780             | 974,239,523                |
| 2005            | 19,386,378,350               | 7,931,779,820                | 78,051,880,486             | 2,384,696,811              | 9,538,787,244              | 944,717,180             | 1,073,542,250              |
| 2004            | 19,186,925,480               | 7,652,431,860                | 76,683,878,114             | 2,508,312,759              | 10,033,251,036             | 957,361,430             | 1,087,910,716              |
| 2003            | 17,328,119,000               | 7,471,026,000                | 70,854,700,000             | 2,802,833,000              | 11,211,332,000             | 943,736,000             | 1,072,427,273              |

- (1) Real Property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of a true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in tax year 2007. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax was in 2011 for tax year 2010)

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent, and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

- (2) Information is not available.

- (3) Weighted average tax rate is adjusted to account for overall percentage of total assessed valuation.

Source: Cuyahoga County Fiscal Office

| Totals           |                            | Ratio | Direct Tax Rate              |                              |                            | Weighted Average Tax Rate (3)<br>(per \$1000 of Assessed Value) |
|------------------|----------------------------|-------|------------------------------|------------------------------|----------------------------|---|
| Assessed Value   | Estimated Actual Value (2) |       | Real Property                |                              | Tangible Personal Property |   |
|                  |                            |       | Residential/<br>Agricultural | Commercial/<br>Industrial/PU | General<br>Business/PU     |   |
| \$29,796,665,290 | \$83,932,106,323           | 35.5% | \$13.118225                  | \$12.784542                  | \$13.220000                | \$13.022116   |
| 29,826,341,040   | 84,059,739,122             | 35.5  | 13.186619                    | 12.841251                    | 13.320000                  | 13.088138   |
| 29,633,695,230   | 83,541,467,297             | 35.5  | 11.458886                    | 11.125700                    | 13.320000                  | 11.403304   |
| 31,497,060,519   | 93,969,888,954             | 33.5  | 10.940733                    | 11.095297                    | 13.320000                  | 10.895444   |
| 31,732,263,664   | 93,395,502,034             | 34.0  | 10.148870                    | 10.733559                    | 13.420000                  | 10.132211   |
| 33,158,046,980   | 98,049,295,053             | 33.8  | 10.145486                    | 10.774099                    | 13.420000                  | 9.801870  |
| 30,646,005,274   | 88,816,540,036             | 34.5  | 10.002743                    | 10.856262                    | 13.520000                  | 9.539349  |
| 30,647,572,161   | 88,664,209,980             | 34.6  | 9.255356                     | 10.264634                    | 13.520000                  | 8.927860  |
| 30,305,031,529   | 87,805,039,866             | 34.5  | 9.269860                     | 10.323317                    | 13.520000                  | 8.902882  |
| 28,545,714,000   | 83,138,459,273             | 34.3  | N/A (2)                      | N/A (2)                      | 11.720000                  | N/A (2)   |

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

|  | 2012          |                       | 2011          |                       |
|--|---------------|-----------------------|---------------|-----------------------|
|  | Gross<br>Rate | Effective<br>Rate (2) | Gross<br>Rate | Effective<br>Rate (2) |
| <b>Unvoted Millage</b>                         |               |                       |               |                       |
| Operating                                      | \$0.600000    | \$0.600000            | \$0.580000    | \$0.580000            |
| Bond Retirement                                | 0.850000      | 0.850000              | 0.870000      | 0.870000              |
| <i>Total Unvoted Millage</i>                   | 1.450000      | 1.450000              | 1.450000      | 1.450000              |
| <b>Voted Millage - by levy</b>                 |               |                       |               |                       |
| 1976 - Bond Retirement                         | 0.170000      | 0.170000              | 0.270000      | 0.270000              |
| 2005 - Mental Health                           |               |                       |               |                       |
| Residential/Agricultural Real                  | 3.900000      | 3.841629              | 3.900000      | 3.823502              |
| Commercial/Industrial and Public Utility Real  | 3.900000      | 3.650252              | 3.900000      | 3.626489              |
| Public Utility Tangible Personal Property      | 3.900000      | 3.900000              | 3.900000      | 3.900000              |
| 2006 - Health and Human Services               |               |                       |               |                       |
| Residential/Agricultural Real                  | 2.900000      | 2.856596              | 2.900000      | 2.843117              |
| Commercial/Industrial and Public Utility Real  | 2.900000      | 2.714290              | 2.900000      | 2.696620              |
| Public Utility Tangible Personal Property      | 2.900000      | 2.900000              | 2.900000      | 2.900000              |
| 2008 - Health and Welfare                      |               |                       |               |                       |
| Residential/Agricultural Real                  | 4.800000      | 4.800000              | 4.800000      | 4.800000              |
| Commercial/Industrial and Public Utility Real  | 4.800000      | 4.800000              | 4.800000      | 4.798142              |
| Public Utility Tangible Personal Property      | 4.800000      | 4.800000              | 4.800000      | 4.800000              |
| <b>Total Voted Millage by type of Property</b> |               |                       |               |                       |
| Residential/Agricultural Real                  | \$11.770000   | \$11.668225           | \$11.870000   | \$11.736619           |
| Commercial/Industrial and Public Utility Real  | 11.770000     | 11.334542             | 11.870000     | 11.391251             |
| General Business and Public Utility Personal   | 11.770000     | 11.770000             | 11.870000     | 11.870000             |
| <b>Total Millage by type of Property</b>       |               |                       |               |                       |
| Residential/Agricultural Real                  | \$13.220000   | \$13.118225           | \$13.320000   | \$13.186619           |
| Commercial/Industrial and Public Utility Real  | 13.220000     | 12.784542             | 13.320000     | 12.841251             |
| General Business and Public Utility Personal   | 13.220000     | 13.220000             | 13.320000     | 13.320000             |
| <b>Total Weighted Average Tax Rate</b>         | \$13.022116   |                       | \$13.088138   |                       |

(continued)

## Cuyahoga County, Ohio

*Property Tax Rates - Direct and Overlapping Governments (continued)*

*(Per \$1,000 Assessed Value)*

*Last Two Years (1)*

|   | 2012          |                       | 2011          |                       |
|---|---------------|-----------------------|---------------|-----------------------|
|   | Gross<br>Rate | Effective<br>Rate (2) | Gross<br>Rate | Effective<br>Rate (2) |
| <b>Overlapping Rates by Taxing District</b> |               |                       |               |                       |
| <b>Cities and Villages</b>                  |               |                       |               |                       |
| Bay Village                                 | \$14.900000   | \$14.900000           | \$14.900000   | \$14.900000           |
| Beachwood                                   | 4.000000      | 4.000000              | 4.000000      | 4.000000              |
| Bedford                                     | 21.700000     | 21.700000             | 21.700000     | 21.700000             |
| Bedford Heights                             | 21.900000     | 21.900000             | 21.900000     | 21.900000             |
| Bentleyville                                | 8.900000      | 7.193844              | 8.900000      | 6.915900              |
| Berea                                       | 16.800000     | 12.756954             | 33.400000     | 13.135000             |
| Bratenahl                                   | 16.100000     | 15.203527             | 16.000000     | 15.486400             |
| Brecksville                                 | 8.210000      | 8.210000              | 8.210000      | 8.210000              |
| Broadview Heights                           | 10.400000     | 7.325470              | 10.400000     | 6.316400              |
| Brook Park                                  | 4.750000      | 4.668061              | 4.750000      | 4.668061              |
| Brooklyn                                    | 5.900000      | 5.900000              | 5.900000      | 5.900000              |
| Brooklyn Heights                            | 4.400000      | 4.400000              | 4.400000      | 4.400000              |
| Chagrin Falls                               | 9.500000      | 9.109577              | 11.200000     | 11.184700             |
| Cleveland                                   | 12.700000     | 12.700000             | 12.700000     | 12.700000             |
| Cleveland Heights                           | 13.000000     | 13.000000             | 13.000000     | 12.900000             |
| Cuyahoga Heights                            | 4.400000      | 4.400000              | 4.400000      | 4.400000              |
| East Cleveland                              | 12.700000     | 12.700000             | 12.700000     | 12.700000             |
| Euclid                                      | 13.600000     | 7.259468              | 13.600000     | 6.374900              |
| Fairview Park                               | 11.800000     | 11.609160             | 11.800000     | 11.577000             |
| Garfield Heights                            | 27.000000     | 27.000000             | 24.300000     | 24.300000             |
| Gates Mills                                 | 14.400000     | 12.955452             | 14.400000     | 12.763600             |
| Glenwillow                                  | 3.300000      | 3.300000              | 3.300000      | 3.300000              |
| Highland Hills                              | 20.700000     | 10.977435             | 20.700000     | 11.820500             |
| Highland Heights                            | 4.000000      | 4.000000              | 4.000000      | 4.000000              |
| Hunting Valley                              | 5.100000      | 5.100000              | 5.100000      | 5.100000              |
| Independence                                | 2.200000      | 2.200000              | 2.200000      | 2.200000              |
| Lakewood                                    | 17.400000     | 17.400000             | 17.400000     | 17.400000             |
| Linndale                                    | 2.800000      | 2.800000              | 2.800000      | 2.800000              |
| Lyndhurst                                   | 11.500000     | 11.500000             | 11.500000     | 11.500000             |
| Maple Heights                               | 15.500000     | 15.500000             | 15.500000     | 15.500000             |
| Mayfield                                    | 7.300000      | 4.219093              | 7.300000      | 4.167800              |
| Mayfield Heights                            | 10.000000     | 10.000000             | 10.000000     | 10.000000             |
| Middleburg Heights                          | 5.450000      | 4.706242              | 5.450000      | 4.688100              |
| Moreland Hills                              | 7.300000      | 7.300000              | 7.300000      | 7.300000              |
| Newburg Heights                             | 23.100000     | 21.847377             | 23.100000     | 22.724800             |
| North Olmsted                               | 13.300000     | 13.300000             | 13.300000     | 13.300000             |
| North Randall                               | 4.800000      | 4.457654              | 4.800000      | 4.223000              |
| North Royalton                              | 8.200000      | 6.045118              | 8.200000      | 5.917500              |
| Oakwood                                     | 3.800000      | 3.800000              | 3.800000      | 3.800000              |
| Olmsted Falls                               | 14.450000     | 11.341713             | 14.450000     | 11.158500             |
| Orange                                      | 7.100000      | 7.100000              | 7.100000      | 7.100000              |
| Parma                                       | 7.100000      | 6.781943              | 7.100000      | 6.628700              |

(continued)

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

|   | 2012        |                    | 2011        |                    |
|---|-------------|--------------------|-------------|--------------------|
|   | Gross Rate  | Effective Rate (2) | Gross Rate  | Effective Rate (2) |
| Parma Heights                             | \$10.000000 | \$10.000000        | \$10.000000 | \$10.000000        |
| Pepper Pike                               | 9.500000    | 9.397424           | 9.500000    | 9.493300           |
| Richmond Heights                          | 18.100000   | 15.713005          | 18.100000   | 15.544400          |
| Rocky River                               | 10.900000   | 10.900000          | 10.900000   | 10.900000          |
| Seven Hills                               | 9.700000    | 9.644266           | 9.500000    | 9.206300           |
| Shaker Heights                            | 9.900000    | 9.900000           | 9.900000    | 9.900000           |
| Solon                                     | 3.800000    | 3.670488           | 3.800000    | 3.658000           |
| South Euclid                              | 13.100000   | 13.100000          | 13.100000   | 13.100000          |
| Strongsville                              | 9.900000    | 7.479414           | 9.900000    | 7.408900           |
| University Heights                        | 13.200000   | 13.200000          | 13.200000   | 13.200000          |
| Valleyview                                | 6.700000    | 6.700000           | 6.700000    | 6.700000           |
| Walton Hills                              | 0.300000    | 0.300000           | 0.300000    | 0.300000           |
| Warrensville Heights                      | 9.700000    | 6.419261           | 9.700000    | 5.631400           |
| Westlake                                  | 9.520000    | 9.520000           | 9.600000    | 9.600000           |
| Woodmere                                  | 4.300000    | 4.300000           | 4.300000    | 4.300000           |
| <b>Townships</b>                          |             |                    |             |                    |
| Chagrin Falls Township                    | 0.400000    | 0.400000           | 0.400000    | 0.400000           |
| Olmsted Township                          | 23.500000   | 14.038212          | 23.500000   | 13.823500          |
| <b>School Districts</b>                   |             |                    |             |                    |
| Bay Village City                          | 116.810000  | 55.286249          | 114.850000  | 52.973400          |
| Beachwood City                            | 86.400000   | 41.738640          | 86.400000   | 41.162100          |
| Bedford City                              | 71.300000   | 40.121077          | 71.300000   | 37.582300          |
| Berea City                                | 78.900000   | 44.830151          | 78.900000   | 38.702700          |
| Brecksville-Broadview Heights City        | 77.200000   | 40.065695          | 77.200000   | 39.191100          |
| Brooklyn City                             | 48.700000   | 37.463923          | 47.200000   | 34.355000          |
| Chagrin Falls Exempted Village            | 115.600000  | 54.265225          | 115.600000  | 47.570800          |
| Cleveland Heights-University Heights City | 143.700000  | 74.304939          | 143.700000  | 71.722000          |
| Cleveland Municipal                       | 79.800000   | 52.116544          | 64.800000   | 31.674200          |
| Cuyahoga Heights Local                    | 35.700000   | 29.875333          | 27.800000   | 21.486100          |
| Cuyahoga Valley Joint Vocational          | 2.000000    | 2.000000           | 2.000000    | 2.000000           |
| East Cleveland City                       | 94.100000   | 48.879625          | 93.000000   | 40.193200          |
| Euclid City                               | 98.400000   | 72.259290          | 88.400000   | 53.314800          |
| Fairview Park City                        | 97.700000   | 58.226447          | 97.600000   | 56.825600          |
| Garfield Heights City                     | 74.260000   | 61.651591          | 56.860000   | 42.997700          |
| Independence Local                        | 35.200000   | 33.702823          | 34.900000   | 32.939300          |
| Lakewood City                             | 115.400000  | 58.550776          | 115.400000  | 56.689300          |
| Maple Heights City                        | 78.800000   | 59.539249          | 74.200000   | 49.899700          |
| Mayfield City                             | 84.220000   | 47.521880          | 78.320000   | 40.187500          |
| North Olmsted City                        | 91.400000   | 55.226639          | 91.400000   | 52.597500          |
| North Royalton City                       | 65.700000   | 41.509896          | 65.700000   | 41.027700          |
| Olmsted Falls City                        | 102.200000  | 56.455233          | 101.600000  | 54.189900          |
| Orange City                               | 91.100000   | 47.199004          | 91.100000   | 47.016400          |

(continued)



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

|                                      | 2012        |                    | 2011        |                    |
|--------------------------------------|-------------|--------------------|-------------|--------------------|
|                                      | Gross Rate  | Effective Rate (2) | Gross Rate  | Effective Rate (2) |
| Parma City                           | \$74.100000 | \$53.140341        | \$73.000000 | \$49.383900        |
| Polaris Joint Vocational             | 2.400000    | 2.131439           | 2.400000    | 2.041300           |
| Richmond Heights Local               | 87.900000   | 50.761636          | 82.600000   | 41.503500          |
| Rocky River City                     | 89.450000   | 49.332115          | 84.350000   | 44.129600          |
| Shaker Heights City                  | 180.130000  | 91.800936          | 180.130000  | 86.453600          |
| Solon City                           | 82.200000   | 49.516875          | 82.200000   | 48.334500          |
| South Euclid-Lyndhurst City          | 107.400000  | 63.709511          | 101.500000  | 55.420900          |
| Strongsville City                    | 81.680000   | 41.838769          | 80.980000   | 40.077600          |
| Warrensville Heights City            | 89.100000   | 61.447102          | 89.000000   | 50.783700          |
| Westlake City                        | 70.100000   | 37.258425          | 70.100000   | 36.769100          |
| <b>Special Districts</b>             |             |                    |             |                    |
| Chagrin Falls Township Fire District | 0.800000    | 0.800000           | 0.800000    | 0.800000           |
| Cleveland Heights Library            | 7.800000    | 5.907156           | 7.800000    | 5.710800           |
| Cleveland Library                    | 6.800000    | 6.328350           | 6.800000    | 6.221000           |
| Cleveland Metroparks                 | 1.850000    | 1.791705           | 1.850000    | 1.735400           |
| Cleveland-Cuyahoga Port Authority    | 0.130000    | 0.109828           | 0.130000    | 0.103300           |
| Cuyahoga Community College           | 3.100000    | 3.060605           | 3.100000    | 3.023200           |
| Cuyahoga County Library              | 2.500000    | 2.500000           | 2.500000    | 2.500000           |
| East Cleveland Library               | 7.000000    | 6.864371           | 7.000000    | 6.428300           |
| Euclid Library                       | 4.000000    | 4.000000           | 4.000000    | 4.000000           |
| Lakewood Library                     | 3.500000    | 2.504421           | 3.500000    | 2.375100           |
| Rocky River Library                  | 6.100000    | 5.071419           | 6.100000    | 5.052600           |
| Shaker Heights Library               | 4.000000    | 4.000000           | 4.000000    | 4.000000           |
| Westlake Library                     | 2.800000    | 2.800000           | 2.800000    | 2.800000           |

(1) Information prior to 2011 is not available.

(2) Based on the lower of Residential/Agricultural or Commercial/Industrial effective tax rates.

Note: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. By statute, voted rates applied to real property valuations decrease as assessments increase.

The County's basic property tax rate may be increased only by a majority vote of the County's residents.

Overlapping rates are those of local and county governments that apply to property owners within the County.

Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, the fixed amount is generated.

Sources: Cuyahoga County Fiscal Office

**Cuyahoga County, Ohio**  
*Property Tax Levies and Collections*  
*Last Three Years (1)*  
*Real and Public Utility Taxes*

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| Year | Current Tax<br>Levy (2) | Current Tax<br>Collections | Percent<br>Collected | Delinquent<br>Taxes<br>Collected (3) | Total Tax<br>Collected |
|------|-------------------------|----------------------------|----------------------|--------------------------------------|------------------------|
| 2012 | \$389,234,859           | \$351,405,833              | 90%                  | \$18,625,846                         | \$370,031,679          |
| 2011 | 391,054,735             | 356,161,963                | 91                   | 15,269,151                           | 371,431,114            |
| 2010 | 390,631,875             | 358,543,076                | 92                   | 16,268,732                           | 374,811,808            |

- (1) Information prior to 2010 is not available. Does not include special district levies that are not part of the County entity for reporting purposes.
- (2) Does not include State reimbursements for homestead and rollback exemptions.
- (3) The County does not identify delinquent collections by the year for which the tax was levied.
- (4) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and deletions which are brought on in one lump sum. Penalties and interest are included, since by Ohio Law they become part of the tax obligation.

Note: The County is aware of the requirement to report delinquent tax collections by levy year rather than by collection year. However, the current computer system tracks levy amounts by either current levy or delinquent levy. Once amounts become part of the delinquent levy, the ability to track information by levy year is lost. The County is looking at options to improve the presentation.

Source: Cuyahoga County Budget Commission

| Percent of<br>Total Collections<br>to Current<br>Tax Levy | Outstanding<br>Delinquent<br>Tax (4) | Percent of<br>Outstanding<br>Delinquent<br>Taxes to<br>Current Tax Levy |
|---|--------------------------------------|---|
| 95%   | \$88,798,324                         | 22.8%   |
| 95  | 83,771,107                           | 21.4  |
| 96  | 76,616,374                           | 19.6  |

**Cuyahoga County, Ohio**  
*Principal Real Property Taxpayers*  
 2012 (1)

| Taxpayer                               | 2012                                |  |
|--|-------------------------------------|--|
|  | Real Property<br>Assessed Valuation | Percentage of Real<br>Assessed Valuation |
| City of Cleveland                      | \$127,007,170                       | 0.44%                                    |
| Key Center Properties                  | 83,619,320                          | 0.29                                     |
| Southpark Mall, LLC                    | 65,745,660                          | 0.23                                     |
| Progressive Casualty, Inc.             | 63,628,920                          | 0.22                                     |
| Beachwood Place LTD                    | 57,858,580                          | 0.20                                     |
| Optima 1300, 1375, 55 Public Square    | 52,289,190                          | 0.18                                     |
| National City Center                   | 45,452,780                          | 0.16                                     |
| Legacy Village Investors, LLC          | 39,497,510                          | 0.13                                     |
| Hub North Point Properties             | 39,026,300                          | 0.13                                     |
| Toledo-Lucas County Port Authority     | 38,973,900                          | 0.13                                     |
| Totals                                 | <u>\$613,099,330</u>                | <u>2.11%</u>                             |
| Total Real Property Assessed Valuation | <u>\$29,098,596,030</u>             |  |

(1) Prior information is not available.

(2) County records show The Cleveland Clinic Foundation to have real property assessed valuation of \$408,436,105 and University Hospital to have real property assessed valuation of \$85,220,420. These taxpayers have applied for property tax exemptions relative to a significant portion of the assessed valuation. With the outcome of the exemption applications unknown, and with current tax collections from these taxpayers not reflective of the current assessed valuation, these taxpayers are not shown in the above table.

Source: Cuyahoga County Fiscal Office

## Cuyahoga County, Ohio

*Ratio of General Bonded Debt to Estimated True Values of Taxable Property  
And Bonded Debt Per Capita  
Last Ten Years*

| Year | Population (1) | Estimated True<br>Values of Taxable<br>Property | Gross<br>Bonded<br>Debt (2)(3) | Ratio of Bonded<br>Debt to Estimated<br>True Values | Bonded<br>Debt<br>Per Capita |
|------|----------------|---|--------------------------------|---|------------------------------|
| 2012 | 1,280,122      | \$83,932,106,323                                | \$360,321,785                  | 0.4293%   | \$281.47                     |
| 2011 | 1,280,122      | 84,059,739,122                                  | 308,739,556                    | 0.3673  | 241.18                       |
| 2010 | 1,280,122      | 83,541,467,297                                  | 313,981,182                    | 0.3758  | 245.27                       |
| 2009 | 1,393,978      | 93,969,888,954                                  | 321,458,000                    | 0.3421  | 230.60                       |
| 2008 | 1,393,978      | 93,395,502,034                                  | 173,500,000                    | 0.1858  | 124.46                       |
| 2007 | 1,393,978      | 98,049,295,053                                  | 188,814,000                    | 0.1926  | 135.45                       |
| 2006 | 1,393,978      | 88,816,540,036                                  | 208,194,000                    | 0.2344  | 149.35                       |
| 2005 | 1,393,978      | 88,664,209,980                                  | 224,861,000                    | 0.2536  | 161.31                       |
| 2004 | 1,393,978      | 87,805,039,866                                  | 241,445,000                    | 0.2750  | 173.21                       |
| 2003 | 1,393,978      | 83,138,459,273                                  | 172,250,000                    | 0.2072  | 123.57                       |

(1) 2010-2012 U.S. Bureau of Census, 2010 Census of Population  
2003-2009 U.S. Bureau of Census, 2000 Census of Population

(2) Includes only General Obligation Bonded Debt payable from property tax.

(3) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

Source: Cuyahoga County Fiscal Office

**Cuyahoga County, Ohio**  
*Ratio of Outstanding Debt to  
Total Personal Income and Debt per Capita  
Last Ten Years*

| Year | Governmental Activities        |                  |             |                   |               |                  |
|------|--------------------------------|------------------|-------------|-------------------|---------------|------------------|
|      | General<br>Obligation<br>Bonds | Revenue<br>Bonds | Notes       | Capital<br>Leases | OPWC<br>Loans | Loans<br>Payable |
| 2012 | \$360,321,785                  | \$441,559,586    | \$7,200,000 | \$318,365,278     | \$907,157     | \$6,362,745      |
| 2011 | 308,739,556                    | 464,266,354      | 9,300,000   | 120,082,346       | 938,438       | 7,462,108        |
| 2010 | 313,981,182                    | 475,635,567      | 10,150,000  | 20,850,538        | 1,001,000     | 8,808,359        |
| 2009 | 321,458,000                    | 93,025,000       | 10,000,000  | 24,490,000        | 1,065,000     | 6,740,000        |
| 2008 | 173,500,000                    | 97,575,000       | 70,000,000  | 30,034,000        | 1,127,000     | 4,135,000        |
| 2007 | 188,814,000                    | 101,905,000      | 0           | 33,114,000        | 1,189,000     | 5,595,000        |
| 2006 | 208,194,000                    | 106,016,000      | 0           | 35,512,000        | 1,251,000     | 6,323,000        |
| 2005 | 224,861,000                    | 109,950,000      | 0           | 31,911,000        | 0             | 5,752,000        |
| 2004 | 241,445,000                    | 113,735,000      | 2,440,000   | 35,371,000        | 0             | 3,054,000        |
| 2003 | 172,250,000                    | 115,975,000      | 2,440,000   | 36,966,000        | 0             | 3,332,000        |

(1) Personal income and population are located on S29.

Source: Cuyahoga County Fiscal Office

| Self<br>Supporting<br>Bonds | Business-Type Activities |               |               | Total<br>Primary<br>Government<br>Debt | Debt<br>Percentage of<br>Personal<br>Income (1) | Debt<br>Per<br>Capita (1) |
|-----------------------------|--------------------------|---------------|---------------|--|---|---------------------------|
|                             | Notes                    | OPWC<br>Loans | OWDA<br>Loans |  |   |                           |
| \$3,765,000                 | \$0                      | \$476,631     | \$13,140,331  | \$1,152,098,513                        | 2.15 %  | \$900                     |
| 4,195,000                   | 0                        | 580,557       | 12,467,416    | 928,031,775                            | 1.73  | 725                       |
| 4,610,000                   | 0                        | 685,755       | 8,186,373     | 843,908,774                            | 1.57  | 659                       |
| 5,015,000                   | 0                        | 9,575,000     | 0             | 471,368,000                            | 1.02  | 338                       |
| 5,400,000                   | 0                        | 8,545,000     | 0             | 390,316,000                            | 0.85  | 280                       |
| 5,780,000                   | 0                        | 6,991,000     | 0             | 343,388,000                            | 0.74  | 246                       |
| 6,145,000                   | 0                        | 4,590,000     | 0             | 368,031,000                            | 0.80  | 264                       |
| 6,505,000                   | 0                        | 4,694,000     | 0             | 383,673,000                            | 0.83  | 275                       |
| 2,250,000                   | 5,950,000                | 4,729,000     | 0             | 408,974,000                            | 0.89  | 293                       |
| 2,440,000                   | 6,110,000                | 6,016,000     | 0             | 345,529,000                            | 0.75  | 248                       |

**Cuyahoga County, Ohio**  
*Computation of Legal Debt Margin*  
*Last Three Years (1)*

|  | 2012                    |                                 | 2011                    |                                 |
|--|-------------------------|---------------------------------|-------------------------|---------------------------------|
|  | Total Debt<br>Limit (2) | Total Unvoted<br>Debt Limit (3) | Total Debt<br>Limit (2) | Total Unvoted<br>Debt Limit (3) |
| Assessed Value of County                               | 29,796,665,290          | 29,796,665,290                  | \$29,826,341,040        | \$29,826,341,040                |
| Debt Limitation  | 743,416,632             | 297,966,653                     | 744,158,526             | 298,263,410                     |
| Total Outstanding Debt:                                |                         |                                 |                         |                                 |
| General Obligation Bonds                               | 330,105,646             | 330,105,646                     | 284,613,843             | 284,613,843                     |
| Revenue Bonds  | 428,120,000             | 428,120,000                     | 450,180,000             | 450,180,000                     |
| Bond Anticipation Notes                                | 7,200,000               | 7,200,000                       | 9,300,000               | 9,300,000                       |
| Loans Payable  | 7,269,902               | 7,269,902                       | 8,400,546               | 8,400,546                       |
| Self Supporting Bonds                                  | 3,765,000               | 3,765,000                       | 4,195,000               | 4,195,000                       |
| OPWC Enterprise Loans                                  | 476,631                 | 476,631                         | 580,557                 | 580,557                         |
| OWDA Loans   | 13,140,331              | 13,140,331                      | 12,467,416              | 12,467,416                      |
| Total  | <u>790,077,510</u>      | <u>790,077,510</u>              | <u>769,737,362</u>      | <u>769,737,362</u>              |
| Exemptions:  |                         |                                 |                         |                                 |
| Jail Facilities General Obligation Bonds               | 87,188,646              | 87,188,646                      | 67,513,813              | 67,513,813                      |
| Rock Hall General Obligation Bonds                     | 4,440,000               | 4,440,000                       | 5,050,000               | 5,050,000                       |
| Sewer General Obligation Bonds                         | 606,000                 | 606,000                         | 365,000                 | 365,000                         |
| Revenue Bonds  | 428,120,000             | 428,120,000                     | 450,180,000             | 450,180,000                     |
| Bond Anticipation Notes                                | 7,200,000               | 7,200,000                       | 9,300,000               | 9,300,000                       |
| Self Supporting Bonds                                  | 3,765,000               | 3,765,000                       | 4,195,000               | 4,195,000                       |
| OPWC Enterprise Loans                                  | 476,631                 | 476,631                         | 580,557                 | 580,557                         |
| OWDA Loans   | 13,140,331              | 13,140,331                      | 12,467,416              | 12,467,416                      |
| Debt Service Fund Balance                              | 26,423,801              | 26,423,801                      | 21,830,269              | 21,830,269                      |
| Total  | <u>571,360,409</u>      | <u>571,360,409</u>              | <u>571,482,055</u>      | <u>571,482,055</u>              |
| Net Debt   | <u>218,717,101</u>      | <u>218,717,101</u>              | <u>198,255,307</u>      | <u>198,255,307</u>              |
| Total Legal Debt Margin                                | <u>524,699,531</u>      | <u>79,249,552</u>               | <u>545,903,219</u>      | <u>100,008,103</u>              |
| Legal Debt Margin as a Percentage<br>of the Debt Limit | <u>70.58%</u>           |                                 | <u>73.36%</u>           |                                 |

(1) Information prior to 2010 is not available.

(2) The Debt Limitation is calculated as follows:

|   |                    |                    |
|---|--------------------|--------------------|
| 3% of first \$100,000,000 of assessed value                   | 3,000,000          | 3,000,000          |
| 1 1/2% of next \$200,000,000 of assessed value                | 3,000,000          | 3,000,000          |
| 2 1/2% of amount of assessed value in excess of \$300,000,000 | 737,416,632        | 738,158,526        |
|   | <u>743,416,632</u> | <u>744,158,526</u> |

(3) The Debt Limitation equals 1% of assessed value.

Source: Cuyahoga County Office of Budget and Management



| 2010                    |                                 |
|-------------------------|---------------------------------|
| Total Debt<br>Limit (2) | Total Unvoted<br>Debt Limit (3) |
| \$29,633,695,230        | \$29,633,695,230                |
| 739,342,381             | 296,336,952                     |
| 301,781,949             | 301,781,949                     |
| 461,360,000             | 461,360,000                     |
| 10,150,000              | 10,150,000                      |
| 9,809,359               | 9,809,359                       |
| 4,610,000               | 4,610,000                       |
| 685,755                 | 685,755                         |
| 8,186,373               | 8,186,373                       |
| <u>796,583,436</u>      | <u>796,583,436</u>              |
| 70,244,437              | 70,244,437                      |
| 5,625,000               | 5,625,000                       |
| 540,000                 | 540,000                         |
| 461,360,000             | 461,360,000                     |
| 10,150,000              | 10,150,000                      |
| 4,610,000               | 4,610,000                       |
| 685,755                 | 685,755                         |
| 8,186,373               | 8,186,373                       |
| <u>20,487,187</u>       | <u>20,487,187</u>               |
| <u>581,888,752</u>      | <u>581,888,752</u>              |
| <u>214,694,684</u>      | <u>214,694,684</u>              |
| <u>524,647,697</u>      | <u>81,642,268</u>               |
| <u>70.96%</u>           |                                 |

|                    |
|--------------------|
| 3,000,000          |
| 3,000,000          |
| <u>733,342,381</u> |
| <u>739,342,381</u> |

## Cuyahoga County, Ohio

### *Computation of Direct and Overlapping Governmental Activities Debt*

*December 31, 2012*

| Political Subdivision                            | Governmental<br>Activities<br>Debt | Percent<br>Applicable To<br>County (1) | Amount<br>Applicable To<br>Cuyahoga County |
|--|------------------------------------|--|--|
| <b>The County</b>                                |                                    |  |  |
| General Obligation Bonds                         | \$360,321,785                      | 100.00 %                               | \$360,321,785                              |
| Revenue Bonds                                    | 441,559,586                        | 100.00                                 | 441,559,586                                |
| Loans  | 7,269,902                          | 100.00                                 | 7,269,902                                  |
| Bond Anticipation Notes                          | 7,200,000                          | 100.00                                 | 7,200,000                                  |
| Capital Leases                                   | <u>318,365,278</u>                 | 100.00                                 | <u>318,365,278</u>                         |
| <i>Total County</i>                              | <u>1,134,716,551</u>               |  | <u>1,134,716,551</u>                       |
| <b>Overlapping</b>                               |                                    |  |  |
| All Cities wholly within County                  | 966,400,374                        | 100.00                                 | 966,400,374                                |
| All Villages wholly within County                | 31,470,995                         | 100.00                                 | 31,470,995                                 |
| All Townships wholly within County               | 1,980,000                          | 100.00                                 | 1,980,000                                  |
| All School Districts (S.D.) wholly within County | 794,234,815                        | 100.00                                 | 794,234,815                                |
| Regional Transit Authority (RTA)                 | 129,495,000                        | 100.00                                 | 129,495,000                                |
| Strongsville, City S.D.                          | 5,209,301                          | 99.79                                  | 5,198,361                                  |
| Olmstead Falls City S.D.                         | 17,300,695                         | 96.51                                  | 16,696,901                                 |
| Hunting Valley Village                           | 5,250,000                          | 88.43                                  | 4,642,575                                  |
| Chagrin Falls Exempted Village S.D.              | <u>23,228,188</u>                  | 63.01                                  | <u>14,636,081</u>                          |
| <i>Total Overlapping</i>                         | <u>1,974,569,368</u>               |  | <u>1,964,755,102</u>                       |
| Total Applicable to Cuyahoga County              | <u><u>\$3,109,285,919</u></u>      |  | <u><u>\$3,099,471,653</u></u>              |

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the County by the total assessed valuation of the political subdivision. The valuations used were for the 2012 tax year, 2013 collection.

Source: Cuyahoga County Fiscal Office

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## Cuyahoga County, Ohio

### *Demographic Statistics*

#### *Last Ten Years*

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| <u>Year</u> | <u>Population (2)</u> | <u>Total Personal<br/>Income (3)</u> | <u>Personal<br/>Income<br/>Per Capita</u> | <u>Population<br/>Density<br/>(Persons/Sq Mi.)</u> |
|-------------|-----------------------|--------------------------------------|---|--|
| 2012        | 1,280,122             | \$53,648,632,898                     | \$41,909                                  | 2,793.2  |
| 2011        | 1,280,122             | 53,648,632,898                       | 41,909                                    | 3,168.6  |
| 2010        | 1,280,122             | 53,648,632,898                       | 41,909                                    | 3,168.6  |
| 2009        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |
| 2008        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |
| 2007        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |
| 2006        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |
| 2005        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |
| 2004        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |
| 2003        | 1,393,978             | 46,129,519,976                       | 33,092                                    | 3,450.4  |

(1) Information prior to 2012 is not available.

(2) 2010-2012 U.S. Bureau of Census, 2010 Census of Population  
2003-2009 U.S. Bureau of Census, 2010 Census of Population

(3) Computation of per capita personal income multiplied by population

(5) Ohio Job & Family Services, Office of Workforce Development

Sources: Cuyahoga County Fiscal Office

| Average Unemployment Rates (4) |      |      |
|--------------------------------|------|------|
| Cuyahoga                       | Ohio | US   |
| 6.6%                           | 7.2% | 8.1% |
| 8.0                            | 8.6  | 8.9  |
| 8.6                            | 9.6  | 9.4  |
| 9.0                            | 10.2 | 9.3  |
| 7.1                            | 6.5  | 5.8  |
| 6.1                            | 5.6  | 4.6  |
| 5.5                            | 5.4  | 4.6  |
| 5.9                            | 5.9  | 5.1  |
| 6.3                            | 6.1  | 5.5  |
| 6.2                            | 6.2  | 6.0  |

**Cuyahoga County, Ohio**  
*Ten Largest Employers*  
*Current Year and Seven Years Ago (1)*

| 2012                                |                                  |                     |                   |
|-------------------------------------|----------------------------------|---------------------|-------------------|
| Employer                            | Nature of Business               | Number of Employees | Percent of County |
| Cleveland Clinic Health System      | Health care provider             | 30,600              | 4.98%             |
| University Hospitals Health System  | Health care provider             | 13,334              | 2.17              |
| U.S. Office of Personnel Management | Federal government               | 12,035              | 1.96              |
| Progressive Corp.                   | Insurance and financial products | 7,858               | 1.28              |
| Cuyahoga County                     | County government                | 7,681               | 1.25              |
| City of Cleveland                   | Municipal government             | 7,061               | 1.15              |
| Cleveland Municipal School District | Public school district           | 6,246               | 1.02              |
| KeyCorp                             | Financial services               | 5,241               | 0.85              |
| MetroHealth System                  | Health care provider             | 5,238               | 0.85              |
| Case-Western University             | Higher education                 | 4,636               | 0.75              |
| Total                               |                                  | <u>99,930</u>       | <u>16.26%</u>     |
| Total County Civilian Workforce (2) |                                  | <u>614,700</u>      |                   |

| 2005 (1)                            |                                  |                     |                   |
|-------------------------------------|----------------------------------|---------------------|-------------------|
| Employer                            | Nature of Business               | Number of Employees | Percent of County |
| Cleveland Clinic Health System      | Health care provider             | 27,755              | 4.23%             |
| University Hospitals Health System  | Health care provider             | 16,611              | 2.53              |
| U.S. Office of Personnel Management | Federal government               | 9,916               | 1.51              |
| Cuyahoga County                     | County government                | 9,142               | 1.39              |
| Progressive Corporation             | Insurance and financial products | 9,017               | 1.38              |
| City of Cleveland                   | Municipal government             | 8,136               | 1.24              |
| Cleveland Municipal School District | Public school district           | 7,472               | 1.14              |
| KeyCorp                             | Financial services               | 6,397               | 0.98              |
| National City Corporation           | Financial services               | 6,051               | 0.92              |
| MetroHealth System                  | Health care provider             | 5,503               | 0.85              |
| Total                               |                                  | <u>106,000</u>      | <u>16.17%</u>     |
| Total County Civilian Workforce (2) |                                  | <u>655,600</u>      |                   |

(1) Information Prior to 2005 is not available.

(2) Ohio Job & Family Services, Office of Workforce Development

Source: Crain's Cleveland Business, September 10-16, 2012

**Cuyahoga County, Ohio**  
*County Government Employees*  
*Last Two Years (1)*

|   | 2012  | 2011  |
|---|-------|-------|
| <b>General Government</b>                   |       |       |
| Office of the County Executive              | 13    | 13    |
| Communications Office                       | 0     | 0     |
| Human Resources                             | 34    | 24    |
| County Administrative Divisions             | 0     | 3     |
| Fiscal Office                               | 312   | 321   |
| Information Technology                      | 95    | 89    |
| Public Works Facilities Management          | 268   | 302   |
| County Sheriff                              | 177   | 175   |
| Employee Health and Wellness                | 6     | 6     |
| County Council                              | 19    | 16    |
| Inspector General                           | 6     | 2     |
| Internal Audit                              | 1     | 0     |
| Human Resources Commission                  | 2     | 0     |
| Board of Elections                          | 170   | 125   |
| Board of Revision                           | 40    | 20    |
| <b>Justice and Public Safety</b>            |       |       |
| Law Department                              | 10    | 3     |
| Fiscal Office                               | 2     | 73    |
| County Sheriff                              | 994   | 995   |
| Public Safety and Justice Services          | 40    | 48    |
| Clerk of Courts                             | 143   | 157   |
| County Medical Examiner                     | 74    | 82    |
| Cuyahoga Support Enforcement Agency         | 319   | 341   |
| Health and Human Services Office of Reentry | 6     | 2     |
| County Prosecutor                           | 339   | 328   |
| Court of Common Pleas                       | 461   | 448   |
| Domestic Relations Court                    | 71    | 69    |
| Juvenile Court                              | 485   | 468   |
| Probate Court                               | 74    | 72    |
| 8th District Court of Appeals               | 2     | 6     |
| County Law Library Resource Board           | 3     | 3     |
| Public Defender                             | 97    | 97    |
| <b>Development</b>                          |       |       |
| Development                                 | 9     | 9     |
| Regional Collaboration                      | 2     | 1     |
| Information Technology                      | 3     | 2     |
| Office of Homeless Services                 | 0     | 2     |
| County Planning Commission                  | 16    | 17    |
| Soil and Water Conservation                 | 9     | 8     |
| <b>Social Services</b>                      |       |       |
| Human Resources                             | 11    | 10    |
| Office of Health and Human Services         | 12    | 20    |
| Childran and Family Services                | 788   | 819   |
| Senior and Adult Services                   | 166   | 208   |
| Employment and Family Services              | 735   | 722   |
| Cuyahoga Support Enforcement Agency         | 2     | 0     |
| Early Childhood Invest in Children          | 8     | 8     |
| Family and Children First Council           | 9     | 10    |
| Office of Homeless Services                 | 4     | 2     |
| Workforce Development                       | 14    | 15    |
| County Board of Developmental Disabilities  | 1,210 | 1,242 |
| Veterans Service Commission                 | 31    | 34    |

(continued)

**Cuyahoga County, Ohio**  
*County Government Employees (continued)*  
 2012 and 2011 (1)

|                                    | <u>2012</u>  | <u>2011</u>  |
|------------------------------------|--------------|--------------|
| Health and Safety                  |              |              |
| Public Works Facilities Management | 12           | 13           |
| Public Safety and Justice Services | 43           | 38           |
| Public Works                       |              |              |
| Facilities Management              | 15           | 18           |
| County Road and Bridge             | 141          | 161          |
| Sanitary Engineer                  | 114          | 108          |
| County Airport                     | 10           | 12           |
| Solid Waste Management District    | 6            | 6            |
| Miscellaneous                      |              |              |
| Workers Compensation Retrospective | 2            | 2            |
| Soldiers' and Sailors' Monument    | 3            | 3            |
| <b>TOTALS</b>                      | <u>9,650</u> | <u>9,789</u> |

Note: Employees (full and part-time) are presented at Full-time  
 Equivalency (FTE) as of December 31. 1.0 FTE equals 2,080 hours.

(1) Information prior to 2011 is not available.

Source: Cuyahoga County Office of Budget and Management



**Cuyahoga County, Ohio**  
*Capital Asset Statistics by Function/Program*  
 2012 (1)

|  | 2012      |
|--|-----------|
| <b><i>Government Activities</i></b>    |           |
| General Government                     |           |
| Legislative and Executive              |           |
| Vehicles                               | 7         |
| Square footage utilization             | 494,381   |
| Board of Elections voting machines     | 1,849     |
| Judicial                               |           |
| Vehicles                               | 123       |
| Square footage utilization             | 3,346,047 |
| Public Works                           |           |
| Number of Bridges                      | 194       |
| Miles of Roads                         | 22.03     |
| Vehicles                               | 132       |
| Square footage utilization             | 117,459   |
| Health and Safety                      |           |
| Vehicles                               | 11        |
| Square footage utilization             | 33,247    |
| Social Services                        |           |
| Vehicles                               | 12        |
| Square footage utilization             | 587,283   |
| Community Development                  |           |
| Vehicles                               | 3         |
| Square footage utilization             | 49,127    |
| <b><i>Business-Type Activities</i></b> |           |
| Sanitary Engineer                      |           |
| Miles of sewer line operated           | 1,180     |
| Force main miles operated              | 16        |
| Wastewater treatment plants operated   | 4         |
| Pump stations                          | 47        |
| Vehicles                               | 73        |
| Square footage utilization             | 55,330    |
| County Airport                         |           |
| Vehicles                               | 9         |
| Square footage utilization             | 250,000   |
| Number of Hangars                      | 94        |
| Huntington Garage                      |           |
| Square footage utilization             | 968,000   |

(1) Information prior to 2012 is not available.

Source: Public Works

**Cuyahoga County, Ohio**  
*Operating Indicators by Function/Program*  
*Last Three Years (1)*

|  | 2012         | 2011         | 2010         |
|--|--------------|--------------|--------------|
| <b>Government Activities</b>                       |              |              |              |
| Legislative and Executive                          |              |              |              |
| Fiscal Office                                      |              |              |              |
| Number of Dog License Registrations                | 77,024       | 78,843       | N/A          |
| Number of Tax Foreclosures                         | 1,956        | 2,414        | 2,372        |
| Board of Elections                                 |              |              |              |
| General Election Ballots Cast on Election Day      | 356,093      | 241,632      | 214,994      |
| General Election Absentee Ballots Cast             | 263,829      | 130,413      | 199,945      |
| Judicial   |              |              |              |
| Juvenile Court                                     |              |              |              |
| Number of Youth Supervised                         | 1,550        | 1,716        | 1,856        |
| Average Daily Population in Secure Detention       | 116          | 129          | 125          |
| Clerk of Courts                                    |              |              |              |
| Number of Civil and Domestic Cases Filed           | 30,734       | 32,769       | 35,523       |
| Number of Criminal Cases Filed                     | 12,209       | 13,404       | 14,571       |
| Court of Common Pleas                              |              |              |              |
| Number of Civil Cases Disposed                     | 33,323       | 36,945       | 36,521       |
| Number of Criminal Dispositions                    | 14,856       | 15,435       | 16,486       |
| Medical Examiner                                   |              |              |              |
| Number of Investigations                           | 2,442        | 2,673        | 3,274        |
| Probate Court                                      |              |              |              |
| Number of New Filings                              | 13,161       | 11,302       | 11,340       |
| Public Defender                                    |              |              |              |
| Number of Municipal Intake Cases                   | 37,320       | 43,657       | 46,962       |
| Prosecutor   |              |              |              |
| Number of Dispositions                             | 13,020       | 14,099       | 15,003       |
| Sheriff  |              |              |              |
| Average Daily Population in County Jail            | 2,090        | 2,097        | 2,080        |
| Public Works                                       |              |              |              |
| Solid Waste Management District                    |              |              |              |
| Number of Solid Waste Facility Inspections         | 776          | 1,085        | 1,045        |
| Dog Warden   |              |              |              |
| Number of Animals Adopted                          | 1,294        | 1,275        | 1,205        |
| Health and Safety                                  |              |              |              |
| Dog and Kennel                                     |              |              |              |
| Alcohol Drug Addiction and Mental Health Services  |              |              |              |
| Number of Individuals Served                       | 52,462       | 43,045       | 46,954       |
| Public Safety and Justice Services                 |              |              |              |
| Number of 9-1-1 calls received by CECOMS           | 756,952      | 800,000      | 795,608      |
| Social Services                                    |              |              |              |
| Children and Family Services                       |              |              |              |
| Adoptive Finalizations                             | 141          | 159          | 169          |
| Number of Children in Agency Foster Homes          | 726          | 337          | 380          |
| Number of Adoption Application Submitted           | 108          | 140          | 450          |
| Senior and Adult Services                          |              |              |              |
| Number of Service Unit Hours                       | 277,342      | 264,743      | 281,529      |
| Veterans Service Commission                        |              |              |              |
| Number of Veteran Families Applying for Assistance | 8,816        | 8,643        | 7,543        |
| Number of Approvals for Financial Assistance       | 7,865        | 7,361        | 5,963        |
| Employment and Family Services                     |              |              |              |
| Number of Earned Income Tax Credits Filed          | 7,865        | 7,361        | 5,963        |
| Community Development                              |              |              |              |
| Investment in Economic Development Projects        | \$10,696,000 | \$17,520,106 | \$12,729,300 |

(continued)

**Cuyahoga County, Ohio**  
*Operating Indicators by Function/Program (continued)*  
*Last Three Years (1)*

|   | 2012      | 2011      | 2010      |
|---|-----------|-----------|-----------|
| <b><i>Business-Type Activities</i></b>  |           |           |           |
| Sanitary Engineer                       |           |           |           |
| Number of Feet of Sewer Lines Televised | 1,676,811 | 1,093,915 | 799,000   |
| Number of Feet of Sewer Lines Cleaned   | 1,688,372 | 1,302,340 | 1,745,180 |
| Airport                                 |           |           |           |
| Number of Takeoffs and Landings         | 34,476    | 34,642    | 43,104    |

(1) Information prior to 2010 is not available.

Sources: Various Cuyahoga County Departments

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# Dave Yost • Auditor of State

## CUYAHOGA COUNTY FINANCIAL CONDITION

### CUYAHOGA 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  
FEBRUARY 11, 2014