



Dave Yost • Auditor of State

FINANCIAL CONDITION
JEFFERSON COUNTY

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FINANCIAL CONDITION
JEFFERSON COUNTY

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

Federal Grantor/ Pass Through Grantor Program Title	CFDA Number	Pass Through Entity Number	Expenditures
U.S. Department of Agriculture			
Water and Waste Disposal Systems for Rural Communities	10.760		316,289
ARRA Water and Waste Disposal Systems for Rural Communities	10.781		5,000,000
Total Water and Waste Disposal Systems for Rural Communities			<u>5,316,289</u>
<i>Passed through the Ohio Department of Education</i>			
Board of Mental Retardation			
National School Lunch	10.555	FY 12	\$ 26,764
		FY 13	9,186
Total MRDD National School Lunch			<u>35,950</u>
Food Distribution Program - Non Cash Assistance	10.555	FY 12	2,234
Juvenile Detention Department			
National School Lunch	10.555	FY 12	43,798
		FY 13	19,539
Total Juvenile Detention National School Lunch			<u>63,337</u>
Sheriff Department			
National School Lunch	10.555	FY 12	3,655
		FY 13	2,534
Total Sheriff Department National School Lunch			<u>6,189</u>
Total National School Lunch Program			107,710
<i>Passed through Ohio Department of Job and Family Services</i>			
State Administrative Matching Grant for Supplemental Nutrition Assistatance	10.561	G-1213-11-0061	<u>358,010</u>
Total U.S. Department of Agriculture			\$5,782,009
U. S. Department of Housing and Urban Development			
Special Needs Assistance Program	14.235	OH0287B5E071002	281,199
		OH0287B5E071103	130,198
Total Special Needs Assistance Program			<u>411,397</u>
Shelter Plus Care Grant	14.238	OH0201C5E071003	0
		OH0201C5E071104	240,277
		OH16CC707006	118,366
Total Shelter Plus Care Grant			<u>358,643</u>
<i>Passed through the Ohio Development Services Agency:</i>			
Community Development Formula Program	14.228	B-F-11-1BL-1	260,000
Community Housing Improvement Program	14.228	B-C-10-1BL-1	44,745
Water and Sanitary Sewer Program	14.228	B-W-10-1BL-1	517,874
Neighborhood Stabilization Grant	14.228	B-Z-08-038-1	126,064
Home Investment Partnership Program	14.239	B-C-10-1BL-2	<u>244,528</u>
Total U.S. Housing and Urban Development			1,963,251
U.S. Department of Education			
<i>Passed through the Ohio Department of Education:</i>			
Special Education Grants to States	84.027	6B-SF-12	21,211
		6B-SF-13	19,604
Total Title VI B			<u>40,815</u>
Special Education - Preschool Grant	84.173	PG-S1-12	5,203
		PG-S1-13	4,952
Total Preschool Grant			<u>10,155</u>
<i>Passed through the Ohio Department of Health</i>			
Special Education Grants for Infants and Families	84.181	04110021HG0312	48,017
		04110021HG0413	51,001
Total Special Education Grants for Infants and Families			<u>99,018</u>
Total U.S. Department of Education			149,988

FINANCIAL CONDITION
JEFFERSON COUNTY

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

Federal Grantor/ Pass Through Grantor Program Title	CFDA Number	Pass Through Entity Number	Expenditures
Department of Homeland Security			
<i>Passed Through the State Emergency Management Agency</i>			
Disaster Grants - Public Assistance Grant	97.036	4002-DR-081-09C35	205,095
Emergency Management Performance Grant	97.042	EMW-2011-EP-00003-S01 EMW-2012-EP-00004-S01	31,887 12,137
Total Emergency Management Performance Grant			44,024
State Homeland Security Program	97.067	2009-SS-T9-0089	56,379
<i>Passed Through the State of Pennsylvania Port of Pittsburgh Commission</i>			
Port Security Grant	97.056	2010-PU-TO-K008	238,478
Total U.S. Department of Homeland Security			543,976
U. S. Department of Health and Human Services			
<i>Passed Through the Ohio Department of Developmental Disabilities</i>			
Social Services Block Grant - Title XX	93.667	MR-41-12 MR-41-13	23,694 23,224
Total Social Services Block Grant Title XX			46,918
Medicaid Administration Claiming (MAC)	93.778	FY 12	140,531
Total Medicaid Title XIX			140,531
<i>Passed Through Ohio Department of Alcohol and Drug Addiction</i>			
Substance Abuse Prevention and Treatment Block Grant (Womens Set Aside Funds)	93.959	41-7063-WOMEN-T-12-9041 41-7063-WOMEN-T-13-9041	20,885 13,785
Total Substance Abuse Prevention and Treatment Block Grant			34,670
Substance Abuse Prevention and Treatment Block Grant (ADMS Per Capita Block Grant)		FY 12 FY 13	139,248 7,253
Total Substance Abuse Block Grant			146,501
Substance Abuse and Mental Health Services - Strategic Prevention Framework Grant	93.243	2010H SPF-SIG	20,000
<i>Passed Through Ohio Department of Mental Health</i>			
Preventative Treatment Block Grant	93.958	FY 12 FY 13	48,203 0
Total Preventative Treatment Block Grant			48,203
Social Services Block Grant	93.667	FY 12 FY 13	42,197 6,095
Total Social Services Block Grant			48,292
<i>Passed Through Ohio Secretary of State</i>			
Voting Assistance for <i>Individuals with Disabilities</i>	93.617	FY 12	15,143
<i>Passed Through the Ohio Department of Job and Family Services</i>			
Child Support Enforcement Magistrates Program	93.563	FY 11	88,572
Temporary Assistance for Needy Families	93.558	G-1213-11-0061	1,899,955
Child Care Development Block Grant Title IVA	93.575	G-1213-11-0061	148,228
Community Based Child Abuse Prevention	93.590	JFSFCB09	19,960
Social Services Block Grant Title XX	93.667	G-1213-11-0061	230,589
Job and Family Services Medical Assistance Program Title XIX	93.778	G-1213-11-0061	1,013,592

**FINANCIAL CONDITION
JEFFERSON COUNTY**

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

Federal Grantor/ Pass Through Grantor Program Title	CFDA Number	Pass Through Entity Number	Expenditures
Child Support Enforcement Title IV D	93.563	G-1213-11-0061	710,509
Promoting Safe and Stable Families	93.556	G-1213-11-0061	30,049
Child Welfare Services	93.645	G-1213-11-0061	49,878
Adoption Assistance - Administration	93.659	G-1213-11-0061	239,292
Chafee Foster Care Independent Program	93.674	G-1213-11-0061	720
<i>Passed Through the Office for Children and Families</i>			
Foster Care Title IV E	93.658	G-1213-11-0061	665,593
Administration			138,274
Foster Care Placement - Juvenile Court		G-1213-06-0188	344,376
Administrative - Juvenile Court			631,801
Total Title IV E			<u>1,780,044</u>
Total Department of Health and Human Services			6,711,646
U.S. Department of Labor			
<i>Passed Through the Ohio Department of Job and Family Services</i>			
WIA Adult Programs	17.258	2010	401
		2011	52,218
		2012	153,336
Total WIA Adult Programs			<u>205,955</u>
WIA Dislocated Worker Formula Grant	17.278	2010	1,651
		2011	241,564
		2012	128,903
Total Dislocated Worker Grant			<u>372,118</u>
WIA Youth Activities	17.259	2010	28,304
		2011	190,970
Total WIA Youth Activities			<u>219,274</u>
Total WIA Cluster			797,347
National Emergency Grant	17.277	2011	633,557
		2012	332,196
Total National Emergency Grant			<u>965,753</u>
Total U.S. Department of Labor			<u>1,763,100</u>
U.S Deptment of Transportation			
Federal Aviation Administration			
Airport Improvement Program	20.106	AIP3-39-0074-1409	96,322
		AIP3-39-0074-1512	339,186
Total Airport Improvement Program			<u>435,508</u>
<i>Passed Through Ohio Department of Transportation</i>			
Highway Planning and Construction Program (Bridge Project)	20.205	N/A	30,115
Highway Planning and Construction Program (Signage Project)		N/A	29,291
Total Highway Planning and Construction Program			<u>59,406</u>
<i>Passed through Governors Highway Safety Office</i>			
State and Community Highway Safety Grant	20.600	HVEO-2012-41-00-00-00340-03	14,537
Total U.S. Department of Transportation			509,451
U.S. Election Assistance Commission			
<i>Passed Through the Ohio Secretary of State</i>			
Help America Vote Act	90.401	FY 12	8,253
Total U.S. Election Assistance Commission			8,253
U.S. Department of Justice			
<i>Passed through Ohio Attorney General</i>			
Crime Victim Assistance Program	16.575	2012 VAGENE 030	27,822
		2013 VAGENE 030	9,619
		2012 SAGENE 030	922
		2013 SAGENE 030	0
Total Crime Victim Assistance Grant			<u>38,363</u>

FINANCIAL CONDITION
JEFFERSON COUNTY

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

Federal Grantor/ Pass Through Grantor Program Title	CFDA Number	Pass Through Entity Number	Expenditure
<i>Passed through the Office of Criminal Justice Services</i> Violence Against Women Formula Grants	16.588	2011-WF-VA2-8249	38,969
Total U.S. Department of Justice			77,332
U. S. Environmental Protection Agency			
Brownfields Grant	66.818	BF-00E92401	289,638
Total U.S. Environmental Protection Agency			289,638
Total Federal Awards Expenditures			\$ 17,798,644

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

**FINANCIAL CONDITION
JEFFERSON COUNTY**

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

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Expenditures Schedule (the "Schedule") summarizes activity of the County's federal award programs. The Schedule has been prepared on the cash basis of accounting.

NOTE B - FOOD DISTRIBUTION

Non monetary assistance, such as food received from the U.S. Department of Agriculture, is reported on the Schedule at the fair value of the commodities received and consumed. At December 31, 2012, the County had no significant food commodities in inventory.

NOTE C - OHIO DEPARTMENT OF DEVELOPMENTAL DISABILITIES ADJUSTMENTS

During the calendar year, the County Board of Developmental Disabilities received a deferred payment from the Ohio Department of Developmental Disabilities (DODD) for the Medicaid Program (CFDA #93.778) in the amount of \$58,513. The deferred payment was for Medicaid Administrative Claiming (MAC) and Waiver Administrative Claiming (WAC) expenses the County incurred in prior reporting periods due to an increase of federal funding received by DODD to reimburse these expenses and also due to changes in the County's Medicaid Eligibility Rate (MER) for certain activity codes within MAC/WAC. This revenue is not listed on the County's Schedule of Federal Awards since the underlying expense occurred in prior reporting periods.

Also, during the calendar year, the County Board of Developmental Disabilities received a refund for eFMAP (ARRA) funds for the Medicaid Program (CFDA #93.778) in the amount of \$3,083 from the Ohio Department of Developmental Disabilities. This refund was a correction to eFMAP percentage for a prior period. This revenue is not listed on the County's Federal Awards Expenditures Schedule since the underlying expenses occurred in prior reporting periods.

NOTE D - SUBRECIPIENTS

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

As a sub recipient, the government has certain compliance responsibilities, such as monitoring its sub recipients to help assure they use these sub awards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that sub recipients achieve the award's performance goals.

NOTE E - CHILD NUTRITION CLUSTER

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

NOTE F - MATCHING REQUIREMENTS

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

**FINANCIAL CONDITION
JEFFERSON COUNTY**

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

NOTE G - TRANSFERS BETWEEN FEDERAL PROGRAMS

During fiscal year 2012, the County made allowable transfers of \$168,527 from the Social Services Block Grant (SSBG) (93.667) program to the Temporary Assistance for Needy Families (TANF) (93.558) program. The Schedule shows the County spent approximately \$230,588 on the SSBG program.

The amount reported for the SSBG program on the Schedule excludes the amount transferred to the TANF program. The amount transferred to the TANF program is included as TANF expenditures when disbursed. The following table shows the gross amount drawn for the SSBG program during fiscal year 2012 and the amount transferred to the Temporary Assistance for Needy Families program.

Social Services Block Grant	\$ 399,115
Transfer to Temporary Assistance for Needy Families	<u>(168,526)</u>
Total Social Services Block Grant	<u>\$ 230,589</u>

NOTE H – MEDICAID – OHIO DEPARTMENT OF DEVELOPMENTAL DISABILITIES

The County's 2011 federal schedule erroneously reported expenditures for Medicaid Intermediate Care Facilities (ICF). These expenditures are not reported on the 2012 federal schedule.



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

Jefferson County
301 Market Street
Steubenville, Ohio 43952

To the Board of Commissioners:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Jefferson County, Ohio (the County) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 26, 2013. Our report refers to other auditors who audited the financial statements of the Jeffco Workshop, as described in our report on the County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that those auditors separately reported.

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 Government'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 and 2012-02.

Entity's Response to Findings

The County's responses to the findings identified in our audit are 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.

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Dave Yost
Auditor of State

Columbus, Ohio

June 26, 2013



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Jefferson County
301 Market Street
Steubenville, Ohio 43952

To the Board of Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Jefferson 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 Jefferson 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.

Basis for Qualified Opinion on Community Development Block Grant (Formula and Sanitary Sewer), Community Housing Improvement Program, Neighborhood Stabilization Program, and Water and Waste Disposal Systems for Rural Communities

As described in Findings 2012-03, 2012-04 and 2012-05 in the accompanying schedule of findings, the County did not comply with requirements regarding the following:

Financial Condition

Jefferson County

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance In Accordance With OMB Circular A-133

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Finding #	CFDA #	Program (or Cluster) Name	Compliance Requirement
2012-03	14.228	Community Development Block Grant (Formula and Sanitary Sewer), Community Housing Improvement Program, Neighborhood Stabilization Program	Cash Management
2012-04	14.228	Community Housing Improvement Program, Neighborhood Stabilization Program	Reporting
2012-05	10.760 10.781	Water and Waste Disposal Systems for Rural Communities ARRA Water and Waste Disposal Systems for Rural Communities	Special Tests and Provisions

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

Qualified Opinion on Community Development Block Grant (Formula and Sanitary Sewer), Community Housing Improvement Program, Neighborhood Stabilization Program and Water and Waste Disposal Systems for Rural Communities

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on Community Development Block Grant (Formula and Sanitary Sewer), Community Housing Improvement Program, Neighborhood Stabilization Program, and Water and Waste Disposal Systems for Rural Communities* paragraph, Jefferson County complied, in all material respects, with the requirements referred to above that could directly and materially affect its *Community Development Block Grant (Formula and Water & Sanitary Sewer), Community Housing Improvement Program, Neighborhood Stabilization Program and Water and Waste Disposal Systems for Rural Communities* for the year ended December 31, 2012.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, Jefferson 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

Subsequent to issuing our June 26, 2013 report, we became aware the Federal Awards Expenditures Schedule omitted the Water and Waste Disposal Systems for Rural Communities (CFDA # 10.760) and ARRA Water and Waste Disposal Systems for Rural Communities (CFDA # 10.781) programs. These programs were subsequently audited as major programs, and resulted in revisions to the compliance opinion and the addition of finding number 2012-05 to the Schedule of Findings. This report replaces our report dated June 26, 2013.

The County's responses to our noncompliance 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.

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.

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 2012-03, 2012-04, and 2012-05 to be material weaknesses.

The County's responses to our internal control 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 Jefferson 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 June 26, 2013, wherein we noted other auditor's audited Jeffco Workshop. We conducted our audit to opine on the County's basic financial statements. The accompanying federal awards expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements.

Financial Condition

Jefferson County

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance In Accordance With OMB Circular A-133

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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.

A handwritten signature in black ink, appearing to read "Dave Yost". The signature is fluid and cursive, with the first name "Dave" and last name "Yost" clearly distinguishable.

Dave Yost

Auditor of State

Columbus, Ohio

June 26, 2013 except for the Water and Waste Disposal Systems for Rural Communities (CFDA # 10.760) and ARRA Water and Waste Disposal Systems for Rural Communities (CFDA # 10.781) programs as to which the date is October 29, 2013.

**FINANCIAL CONDITION
JEFFERSON COUNTY**

SCHEDULE OF FINDINGS

**OMB CIRCULAR A -133 § .505
DECEMBER 31, 2012**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	Yes
(d)(1)(iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Qualified –Community Development Block Grant (Formula and Water & Sanitary Sewer), Community Housing Improvement Program, Neighborhood Stabilization Program, Water and Waste Disposal Systems for Rural Communities, ARRA Water and Waste Disposal Systems for Rural Communities Unmodified –Medicaid, Temporary Assistance for Needy Families, National Emergency Grant, Airport Improvement Program, WIA, Special Needs Assistance
(d)(1)(vi)	Are there any reportable findings under § .510?	Yes

(d)(1)(vii)	Major Programs (list):	CFDA #93.778 Medicaid CFDA #93.558 Temporary Assistance for Needy Families CFDA #17.227 National Emergency Grant CFDA #14.228 Community Development Block Grant (Formula & Sanitary Sewer), Community Housing Improvement Program, and Neighborhood Stabilization Grant CFDA #17.258, 17.278 17.259 WIA Cluster CFDA #14.235 Special Needs Assistance CFDA# 20.106 Airport Improvement Grant CFDA #10.760 and 10.781 (ARRA) Water and Waste Disposal Systems for Rural Communities
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 533,959 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

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

Finding Number	2012-01
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Non Compliance Citation

Ohio Revised Code Section 5705.10 (I) provides that money paid into any fund shall be used for the purpose for which it was established. At December 31, 2012, the Permissive Sheriff Fund, Jail Operating Levy Fund and the Self Insurance - Health Fund had deficit balances of \$15,369, \$2,097,190 and \$2,997,901 respectively.

These deficit balances indicate that money from other funds have been used to pay the obligations of the aforementioned funds. The County should review the deficit balances and formulate plans for the elimination of the deficit balances.

Official's response:

The deficit fund balances in the Jail Operating Levy Fund and the Self Insurance-Health Fund have existed for a number of years. Both of these deficit balances have declined over the past several years.

The Board of County Commissioners has, on two separate occasions, attempted to have voters approve additional operating levies for the justice facility which would help eliminate the existing deficit balance. Since these attempts were unsuccessful, the Board continues to explore various options concerning the deficit in the Jail Operating Levy and will continue to examine all options until a formal plan can be devised to eliminate this deficit.

FINDING NUMBER - 2012-01
(Continued)

The County currently has a plan in place which will eliminate the deficit balance in the Self Insurance-Health Fund. This deficit has been greatly reduced since the implementation of this plan.

The deficit fund balance in the Permissive Sheriff Fund was the result of a delay in a reimbursement payment that did not arrive until after the end of the fiscal year. This issue will be remedied in 2013.

Finding Number	2012-02
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Non Compliance Citation

Ohio Revised Code Section 5705.39 prohibits a political subdivision from making a fund appropriation in excess of the total estimated revenue available for expenditure from that fund as certified by the budget commission on the Amended Official Certificates of Estimated Resources. Appropriations exceeded the amount certified as available by the budget commission in the Jail Operating Levy Fund and the Health Insurance Fund by \$2,097,191 and \$2,997,901, respectively. Failure to limit appropriations to the amount certified by the budget commission could result in overspending and negative cash balances.

The County should compare appropriations to estimated resources and if adequate resources are available for additional appropriations, the County should submit an amended certificate of estimated resources to the budget commission for certification. If the resources are not available to cover the appropriations, an amendment to the appropriation resolution should be passed by Board of County Commissioners to reduce the appropriations.

Official's Response:

The County has established policies, procedures, and internal controls pertaining to budgetary procedures that we believe are adequate to ensure compliance with applicable statutes. However, due to the deficit fund balances in the Jail Operating Levy Fund and the Self Insurance-Health Fund complete compliance with all applicable budgetary requirements could not be achieved.

While appropriations in these funds were within current year estimated revenues as certified to the budget commission, the deficit fund balances caused appropriations to exceed total estimated resources in those funds. Once the deficit fund balances have been eliminated in these funds, the County should be able to adequately monitor budgetary compliance to ensure that appropriations do not exceed total estimated resources available for expenditure.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

Noncompliance/ Material Weakness

Finding Number	2012-03
CFDA Title and Number	Neighborhood Stabilization Grant, Community Development Block Grant CHIP, Community Development Block Grant Formula, Community Development Sanitary Sewer Grant Grant CFDA # 14.228
Federal Award Number / Year	B-Z-08-038-1/ 2008 B-C-10-1BL-1 / 2010 B-F-11-1BL-1 / 2011 B-W-10-1BL-1/ 2010
Federal Agency	U. S. Department of Housing and Urban Development
Pass-Through Agency	Ohio Development Services Agency

24 Code of Federal Regulations Subpart C Section 85.20(b)(7) provides in part that the financial management systems of other grantees and subgrantees must meet standards regarding cash management. Procedures for minimizing the time elapsing between the transfer of funds from the U.S. Treasury and disbursement by the grantees and sub grantees must be followed whenever advance payment procedures are used. Grantees must establish reasonable procedures to ensure the receipt of report on subgrantees' cash balances and cash disbursements in sufficient time to enable them to prepare complete and accurate cash transaction reports to the awarding agency. When advances are made by letter-of-credit or electronic transfer of funds methods, the grantee must make drawdowns as close as possible to the time of making disbursements. Further, the Office of Housing and Community Partnerships Management Rules and Regulations Section (A)(3)(f) states that grantees receiving federal funds must develop a cash management system to ensure compliance with the 15-day rule relating to prompt disbursement of funds. This rule states that funds drawn down should be limited to amounts that will enable the grantee to disburse the funds on hand to a balance of less than \$5,000 within 15 days of receipt of any funds.

The County did not always disburse funds drawn on the Neighborhood Stabilization Grant, Community Development Block Grant Formula, Community Development Sanitary Sewer Grant, and Community Development Block Grant CHIP within 15 days of receipt. In some cases, funds were held for several months prior to being disbursed.

Cash management procedures for the Neighborhood Stabilization Program (NSP) and Community Development Block Grant CHIP were not operating in a manner that effectively minimized the amount of time between funds being drawn and disbursed. There was a breakdown in communication between the consulting firm (CT Consultants) administering the grant on behalf of the County and the County Auditor's office. Information regarding the disbursement of funds drawn was not provided to the County Auditor's office in a manner that permitted timely disbursement of funds.

Also, cash management procedures for the Community Development Block Grant Formula and Community Development Sanitary Sewer were not operating in a manner that effectively minimized the amount of time between funds being drawn and disbursed. There was a breakdown in communication between the Jefferson County Regional Planning Commission, the agency administering the grant on behalf of the County and the County Auditor's office.

**FINDING NUMBER - 2012-03
(Continued)**

Information regarding the disbursement of funds drawn was not provided to the County Auditor's office in a manner that permitted timely disbursement of funds.

Draw requests were prepared by Jefferson County Regional Planning Commission or CT Consultants and forwarded to the County for approval by the County Commissioners and then submitted to the Ohio Development Services Agency. Draws were not accompanied by invoices to be paid with funds drawn. Invoices were not always submitted to the Commissioners for payment in a timely manner. This resulted in funds being drawn and held for an extended period of time before invoices were submitted and subsequently paid. In one instance, funds were drawn in June 2012 and were not disbursed as of December 31, 2012.

Program	Number of Draws	Number of Draws in Violation of 15 Day Rule	% of Draws in Violation of the 15 Day Rule
CDBG - Formula	2	1	50%
CDBG - CHIP	3	2	67%
NSP - Region 19	3	2	67%
NSP - Jefferson County	2	1	50%
CDBG - Sanitary Sewer	4	1	25%
Total for Cluster:	14	7	50%

The County should review the process for drawing and disbursing Neighborhood Stabilization Program, Community Development Block Grant Formula Program, Community Development Block Grant Sanitary Sewer Grant and Community Development Block Grant CHIP Program grant funds. Steps should be taken to minimize the time elapsing between the receipt and disbursement of funds. This could include but not be limited to, having the grant administrator (Jefferson County Regional Planning Commission or CT Consultants) submit the invoices for which draws are being made at the same time the draw requests are sent for approval and submission. This would ensure that funds could be disbursed soon after they are received by the County.

Officials Response:

NSP

From the onset of the NSP grant, which was being changed monthly, and the number of sub-recipients Jefferson County was dealing with, there was evidently confusion about each community's budget, in regard to administration, soft costs, and hard costs. The Consultant kept record of each community's expenditures, but evidently was not made clear to the County. It took several months to match up the expenditures to the respective sub-recipients. This was accomplished by the joint efforts of the Planning Commission, the Auditor's Office, and the Consultant. The outcome was that the entire grant amount was spent, and was reconciled by all parties involved.

FINDING NUMBER - 2012-03
(Continued)

GENERAL

Annually, the Pass-thru Agency notifies grantees in April-May to draw down enough funds in May of the current year, which the grantees estimate they will need for 2-3 months, which is difficult to do. This annual procedure is essentially the cause of not complying with the 15 day rule. Because of that practice, the Pass-thru Agency realizes that non-compliance may happen, and usually does. Because receipt of funds from the Pass-thru Agency can take 4-5 weeks sometimes, it is suggested that the grantee anticipate the funds needed to pay a vendor. In some cases, the vendor has not completed work as anticipated, which delays the payment.

POTTERY ADDITION WATER AND SEWER

In the planning stages of the project a door to door survey was conducted and approximately (50) residences qualified for assistance. Throughout the process the county decided to absorb the cost of the tap-ins for those who were LMI qualified which left the grant to pay for the lateral. Because of the procedure followed by the county for payment it would take approximately 4 weeks for the contractor to get paid. In order to avoid any further delay the monies was drawn down in a lump sum. The connections were shorter than anticipated and the contractor was paid per foot and this made the total cost cheaper than was originally thought to be.

Reporting Noncompliance/Material Weakness

Finding Number	2012-04
CFDA Title and Number	Neighborhood Stabilization Grant, Community Housing Improvement Program - CFDA #14.228
Federal Award Number / Year	B-Z-08-038-1/ 2008 B-C-10-1BL-2/ 2010
Federal Agency	U. S. Department of Housing and Urban Development
Pass-Through Agency	Ohio Development Services Agency

The County participates in the Community Development Block Grant (CFDA #14.288), which included grants for the Neighborhood Stabilization Program (NSP) and Community Housing Improvement Program (CHIIP). The grant agreement for each of these programs requires status reports be submitted to the Ohio Development Services Agency (ODSA) every six months after the beginning of the grant. In addition, a final performance report is due at the end the grant period.

The reports submitted to ODSA for the NSP and CHIP programs did not report accurate expenditures. The table below summarizes the errors.

Grant	Report Type	Reported Expenditures	Actual Expenditures	Variance
CHIP (B-C-10-1BL-1)	Status	\$81,290	\$87,723	\$(6,433)
CHIP (B-C-10-1BL-1)	Final Performance	\$130,046	\$132,175	\$(2,129)
NSP (B-Z-08-1BL-1)	Status	\$1,227,768	\$1,196,356	\$31,412
NSP (B-Z-08-1BL-1)	Status	\$1,279,897	\$1,258,404	\$21,493

FINDING NUMBER - 2012-04
(Continued)

These programs are administered on behalf of the County by CT Consultants. As part of the contract, CT Consultants is responsible for completing the status and final performance reports. CT Consultants prepares reports based on project information that they maintain. They do not reconcile their records with the County ledgers. This has resulted in the variances noted above.

The County should implement procedures to reconcile their ledgers with the records maintained by the grant administrator. The reports that are prepared by the administrator should be reviewed and reconciled to the County ledgers prior to being submitted to the ODSA.

Officials Response:

STATUS REPORTS

The Consultant prepares the status reports for the CHIP and NSP grants. The Pass-thru Agency uses the Status Reports as a measure of performance, not necessarily requiring the dollars expended to match exactly. The Final Performance Report is usually reconciled with the Auditor's Office prior to submittal to the Pass-thru Agency.

ACTIONS TO BE TAKEN

The County can't change the Pass-thru Agency's practice of asking the grantees to request a draw in May. So, as not to lose contractors because of time required for payment, the County will continue to estimate funds needed for 2-3 months.

The Consultant will reconcile the expenditures with the Auditor's Office prior to submitting the Status Reports to the Pass-thru Agency. This can be accomplished.

Noncompliance/Material Weakness

Finding Number	2012-05
CFDA Title and Number	Water and Waste Disposal Systems for Rural Communities - CFDA #10.760 ARRA Water and Waste Disposal Systems for Rural Communities CFDA # 10.781
Federal Award Number / Year	2012
Federal Agency	U.S. Department of Agriculture
Pass-Through Agency	None

2 Code of Federal Regulations Section 176.210 requires recipients of funds authorized under the American Recovery and Reinvestment Act of 2009 to separately identify the expenditures for Federal awards under the Recovery Act on the Schedule of Expenditures of Federal Awards (SEFA) and the Data Collection Form (SF-SAC) required by OMB Circular A-133.

Loan proceed expenditures for the ARRA Water and Waste Water Disposal American Recovery and Reinvestment Act C.F.D.A. 10.781 totaling \$5,000,000 and loan proceed expenditures for the Water and Waste Water Disposal C.F.D.A. 10.760 totaling \$316,290 were not reported on the Federal Awards Expenditures Schedule and the Data Collection Form required by OMB Circular A-133.

FINDING NUMBER - 2012-05
(Continued)

The County Auditor should implement procedures to report all expenditures of Federal awards on the Federal Awards Expenditures Schedule and the Data Collection Form. This may help ensure proper reporting of federal funds expended by the County.

Officials Response:

The County was unaware that loan proceeds from federal awards were required to be reported on the Federal Awards Expenditures Schedule. In the future the County will take the necessary steps to ensure that all loan proceeds from federal awards are reported on the Federal Awards Expenditures Schedule.

**FINANCIAL CONDITION
JEFFERSON COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2012**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2011-01	Ohio Revised Code Section 5705.10(H) Several funds had deficit balances	No	Cited as 2012-01
2011-02	Ohio Revised Code Section 5705.41(D) The county did not certify against appropriation accounts for all expenditures	No	Cited in management letter
2011-03	Ohio Revised Code Section 5705.39 Appropriations exceeded the amount certified as available by the budget commission in some funds	No	Cited as 2012-02
2011-04	24 Code of Federal Regulations Part 85(b)(7) – Cash management	No	Cited as 2012-03
2011-05	40 Code of Federal Regulations Subpart C Section 31.41 (b) - Reports not filed timely	Yes	

**FINANCIAL CONDITION
JEFFERSON COUNTY**

**CORRECTIVE ACTION PLAN
OMB CIRCULAR A -133 § .315 (c)**

DECEMBER 31, 2012

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2012-03	The Pass-thru Agency realized that non-compliance with the 15-day rule may happen. We will follow their suggestions for drawdowns.	July 25, 2013	Domenic Mucci
2012-04	The consultant will reconcile the expenditures with the Auditor's Office prior to submitting the status reports to the Pass-thru Agency.	July 25, 2013	Domenic Mucci
2012-05	In the future the County will take the necessary steps to ensure that all loan proceeds from federal awards are reported on the Federal Awards Expenditures Schedule.	October 30, 2013	Mike Warren

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Jefferson County, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2012

Prepared by the Jefferson County Auditor's Office:

Patrick J. Marshall
Jefferson County Auditor

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Introductory Section

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Jefferson County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2012
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OFFICE OF THE AUDITOR JEFFERSON COUNTY, OHIO

301 Market Street
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Steubenville, Ohio 43952

Patrick J. Marshall
County Auditor

Phone - (740) 283-8511
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June 26, 2013

To the Honorable Board of County Commissioners
and Citizens of Jefferson County,

As Auditor of Jefferson County, it gives me great pleasure to present the County's Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2012. This report has been carefully prepared in accordance with Generally Accepted Accounting Principles (GAAP) and provides a full and complete disclosure of the financial position and operations of the County.

The information contained in this report will assist County officials in making management decisions and will provide the taxpayers of Jefferson County with comprehensive financial data in a format that enables them to gain a true understanding of the County's financial affairs. The general public, as well as investors, will be able to compare the financial position of Jefferson County and the results of its operations with other governmental entities.

This is the sixteenth (16th) consecutive Comprehensive Annual Financial Report issued by the Auditor's office. The report is prepared in accordance with Generally Accepted Accounting Principles, as set forth by the Government Accounting Standards Board (GASB) and other authoritative sources, and the guidelines set by the Government Finance Officers Association (GFOA).

Legal Requirements

State law requires every general purpose local government to file with the Auditor of State and publish notice of the availability of the financial statements. The completion of this Comprehensive Annual Financial Report (CAFR), the filing of this report with the Auditor of State, and the published notice of the availability of the financial report will allow the County to comply with these requirements, as well as the requirements of the Single Audit Act.

Assumption of Responsibility

Responsibility for the accuracy, completeness, and fairness of the presentation, including all disclosures, lies with the management of Jefferson County and, in particular, the Jefferson County Auditor's Office. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities and status are included herein.

Fund Accounting

Jefferson County's accounting system is organized on a "fund basis". Each fund is a self-balancing set of accounts.

Internal Control Structure

In developing the County's accounting system, consideration was given to the adequacy of internal accounting controls. Such controls are designed to provide reasonable, but not absolute, assurance regarding both the safeguarding of assets against loss and misuse, and assurance regarding the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal controls should not exceed the benefits expected to be derived from their implementation.

The County utilizes a fully automated in-house accounting system as well as an automated in-house system for payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensure that the financial information generated is both accurate and reliable.

Independent Audit

Included in this report is an unmodified audit opinion rendered on the County's financial statements as of December 31, 2012, by our independent auditor, the Auditor of the State of Ohio. Their audit was conducted in accordance with generally accepted auditing standards and Governmental Auditing Standards, issued by the Comptroller General of the United States. In addition, the audit was designed to meet the requirements of the Federal Single Audit Act of 1984, as amended in 1996, and related OMB Circular A-133.

County management plans to continue to subject the County's financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. An annual audit also serves to maintain and strengthen the County's accounting and budgetary controls.

Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes a table of contents, this transmittal letter, the 2011 Certificate of Achievement for Excellence in Financial Reporting, a list of elected officials, and the County's organizational chart. The financial section includes the Independent Auditor's Report, Management's Discussion and Analysis (MD & A), the Basic Financial Statements and Notes that provide an overview of the County's financial position and operating results, the Combining Statements for non-major funds and other schedules that provide detailed information relative to the Basic Financial Statements. The statistical section includes financial and demographic information which is generally presented on a multi-year basis.

A more detailed assessment of the County's finances for 2012 can be found in Management's Discussion and Analysis beginning on page 4.

THE PROFILE OF THE GOVERNMENT

The County

Created in 1797, Jefferson County is located in east central Ohio along the west bank of the Ohio River. Its 410 square mile area is bordered on the north by Columbiana County, on the south by Belmont County, on the west by Carroll and Harrison Counties, and on the east by the State of West Virginia. The County encompasses 14 townships and 19 cities and villages, the largest of which is the City of Steubenville, the County Seat. The County's 2012 population of 68,389 placed it as the thirty-seventh most populous of the State's 88 Counties. The County is in the Steubenville-Weirton, Ohio-West Virginia Metropolitan Statistical Area, which is comprised of the County and Brooke and Hancock Counties of West Virginia. The Steubenville-Weirton, Ohio-West Virginia Metropolitan Statistical Area is the 317th largest of the 381 combined consolidated metropolitan statistical areas and metropolitan statistical areas in the United States.

The County is served by diversified transportation facilities. Approximately 20 motor freight carriers and local haulers serve the Jefferson County area. Major railroads serving the County include the Columbus and Ohio River Railroad Company, Norfolk Southern Combined Railroad, the Wheeling Lake Erie Railway, and the Ohi-Rail Corporation. Nationwide bus transportation service to the area is provided by Greyhound. Local bus transportation service is provided by the Steel Valley Transit Authority and the Eastern Ohio Regional Transit Authority. Airline transportation services to the County are provided by the Jefferson County Airport located in Cross Creek Township and by the Pittsburgh International Airport, located approximately 22 miles east of the County.

The County provides immediate access to ten State highways and two U.S. highways (including U.S. Route 22 which directly links the County to the City of Pittsburgh and the Pittsburgh International Airport). The County also provides immediate access to nearby interstate highways I-70 and I-77.

Primary educational services are provided by 7 school districts and 3 joint vocational school districts. Secondary and post secondary educational services are provided by a number of public and private colleges and universities located within the County or within commuting distance of the County. The Franciscan University of Steubenville and Eastern Gateway Community College (formerly Jefferson Community College) are both located in Steubenville. A Kent State University Branch, located in East Liverpool, Youngstown State University, located in Youngstown, Ohio University Eastern located in St. Clairsville, West Virginia Northern Community College, Bethany College, West Liberty University, and Wheeling Jesuit College located near Wheeling, West Virginia, and the University of Pittsburgh, Duquesne University, Robert Morris College, and Carnegie-Mellon University, located near Pittsburgh, Pennsylvania are all located within commuting distance of the County.

The County is served by a number of commercial banks and savings and loan associations with headquarters outside the County.

Three daily newspapers serve the County. The County is within the broadcast area of five local television stations and forty AM and FM radio stations. Multi-channel cable television service, including educational, governmental, and public access channels is provided by the County's two cable television franchises.

The County is directly served by two branches of Trinity Health Care located in Steubenville, Ohio. Within a 25 mile commuting distance of the County are East Liverpool City Hospital, located in East Liverpool, Ohio and Weirton Medical Center, located in Weirton, West Virginia. Life flight services are provided to the Pittsburgh, Pennsylvania area hospitals.

Cultural and recreational offerings are made available to County area residents by the Jefferson County Historical Museum, the Steubenville Art Association, the Tri-State Symphonette, the Steubenville Players, the Steubenville Community Concerts Association, the Historic Fort Steuben Concert Series, 280 acres of public park land which includes golf, tennis, swimming, skating, baseball, and basketball facilities, Fernwood Forest (a State owned 1,400 acre park), Jefferson Lake (covering 93 acres), Friendship Park (covering 1,000 acres), and Austin Lake (privately owned covering 1,750 acres).

The cities, villages, and townships, together with 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 administration of justice, road and bridge maintenance, health care, sanitation, public welfare, social services, and public assistance.

Component Units

For financial purposes, the County includes all funds, agencies, boards, and commissions making up Jefferson County (the Primary Government) and its Component Unit in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity." The County's primary government comprises all entities not legally separate from the County, and includes the financial activities of the Jefferson County Board of Developmental Disabilities, the Prevention and Recovery Board, the Department of Job and Family Services, the Veteran's Service Commission, the Law Library Resources Board, the Regional Airport Authority, the Jefferson County Water and Sewer District, and all departments and activities that are directly operated by the County elected officials.

Component units are legally separate organizations which are fiscally dependent on the County or for which the County is financially responsible. The Jeffco Sheltered Workshop of Jefferson County has been included as a discretely presented component unit.

The County serves as fiscal officer and custodian of funds, but is not financially accountable, for the Jefferson County Health Department, the Soil and Water Conservation District, and the Local Emergency Planning Commission, whose activities are included in this report as agency funds.

The County participates in the Jefferson County Regional Planning Commission which is a joint venture. The Jefferson County Cluster, the Eastern Ohio Correction Center, the Brooke-Hancock-Jefferson Metropolitan Planning Commission (BHJ), the Oakview Juvenile Residential Center, the Area Office on Aging, the Ohio Mid-Eastern Governments Association (OMEGA), the Jefferson-Belmont Joint Solid Waste Authority, the Jefferson County Family and Children First Council, the Belmont, Carroll, Harrison and Jefferson Counties Council of Government, and the Jefferson County Port Authority are jointly governed organizations. The Jefferson Metropolitan Housing Authority, Eastern Gateway Community College, and the Friendship Park District are related organizations. The County participates in the County Risk Sharing Authority, a risk sharing pool, and the Ohio Mid-Eastern Regional Education Service Agency (OME-RESA) Self Insurance Plan, a public entity risk sharing claims servicing and insurance purchasing pool.

A complete discussion of the County's reporting entity is provided in Note 1 to the Basic Financial Statements.

Form of Government

The County has only those powers, and powers incidental thereto, conferred upon it by the State constitution and statutes. A three-member Board of County Commissioners (the "Board") is the primary legislative and executive body of the County. The Board is elected at-large in even numbered years for four-year overlapping terms. The Board is responsible for providing and managing the funds used to support the various County activities. The Board exercises its legislative powers in budgeting, appropriating monies, levying taxes, issuing bonds and notes, and letting contracts for public works and services to provide this financial management. The Board has certain responsibilities for the management of most County facilities, including various courts, correctional and administrative facilities, public assistance and social services facilities, and general County facilities.

In addition to the Board, citizens elect eight other County administrative officials, each of whom is independent within the limits of State Statutes affecting the particular office. These officials, elected to four year terms, are the County Auditor, County Treasurer, County Prosecuting Attorney, County Engineer, County Coroner, County Clerk of Courts, County Recorder, and County Sheriff. Six Common Pleas Court Judges, including the Juvenile/Probate Court Judge and County Court Judges are elected on a County-wide basis and serve six year terms.

The County Auditor serves as the chief fiscal officer for the County. As chief fiscal officer, no contract or obligation involving the County can be made without the Auditor's certification that appropriations are sufficient and that funds are available, or are in the process of collection, to ensure that the contract or obligation can be paid. The Auditor is also the central disbursing agent of the County, who, by issuance of County warrants, distributes funds to creditors in payment of liabilities incurred by the County and its departments. The Auditor is responsible for the preparation of the County payroll and also has statutory accounting responsibilities. The County Auditor also serves as tax assessor for all political subdivisions within the County. As tax assessor, the Auditor is responsible for establishing the tax rates for real estate, personal property, and manufactured homes. Once these taxes are collected, the Auditor is responsible for distributing those collections to the other governmental entities in accordance with legally adopted rates. In addition to these duties, by law, the Auditor serves as the secretary of the County Board of Revision and the Budget Commission. The Auditor also serves as the administrator of the County Data Processing Board and a member of the County Records Commission.

The County Treasurer is the custodian of all County funds. The Treasurer is responsible for the investment of idle County funds, as specified by Ohio law. The Treasurer is also responsible for collecting all tax monies and applying those payments to the appropriate tax accounts. Daily reconciliations of total County fund receipts and expenditures for the Auditor and Treasurer are performed by the two offices. Reconciliations, by fund, are performed monthly. The County Budget Commission is comprised of the County Treasurer, County Auditor, and County Prosecuting Attorney. The Budget Commission plays an important function in the financial administration of the County government and all other local governments located within the County.

The County Engineer, required by Ohio law to be a registered professional engineer and surveyor, serves as the civil engineer for the County and its officials. His primary responsibilities relate to the construction, maintenance and repair of County roads and bridges, and related roadside drainage facilities and storm sewer runoff systems. The Board of County Commissioners takes bids on and awards contracts for the projects recommended and approved by the County Engineer. The County Engineer also prepares tax maps for the County Auditor.

As part of its justice system, the County maintains the Court of Common Pleas, which includes a Domestic Relations Division, a Juvenile Division, and a Probate Division. The County also maintains three County Court Districts. The County Prosecuting Attorney's Office and the County Justice Facility are also maintained by the County. In addition to the responsibilities as a prosecutor of criminal cases, the County Prosecuting Attorney is designated by Ohio law as the chief legal counsel for all County officers, boards, and agencies, including the Board of County Commissioners, the County Auditor, the County Treasurer, and all townships and local school districts. The County Prosecuting Attorney is also a member of the County Budget Commission.

The Clerk of Courts keeps all official records of the Common Pleas Court. The office of the Clerk of Courts operates on a system of fees charged for services and is essentially self-supporting.

The County Sheriff is the chief law enforcement officer of the County. His primary duty is to enforce the law in unincorporated areas of the County. The County Sheriff's Department does provide certain specialized services and will assist local law enforcement officers upon their request. The Sheriff also operates the Jefferson County Justice Facility and is responsible for its inmates, including persons detained for trial or transfer to other institutions. As an officer of the courts, the Sheriff is in charge of the service of court documents.

Budgetary Controls

By statute, the Board of County Commissioners adopts a temporary appropriation measure for the County on or about the first day of January. The Board of County Commissioners adopts a permanent appropriation measure by the first day of April. All disbursements and transfers of cash between funds require appropriation authority from the Board of County Commissioners. Budgets are controlled at the major account level within a department and fund. Purchase orders are submitted to the County Auditor's office by department heads and are encumbered prior to their release to vendors. Those purchase orders which exceed the available appropriations are rejected until additional appropriations are secured.

A computerized certification system allows the County Auditor's office to ascertain the status of the department's appropriations before authorizing additional purchases from a particular account. Additional information regarding the County's budgetary accounting can be found in the Notes to the Basic Financial Statements.

LOCAL ECONOMY

Historically, the County's main industry and source of jobs has always been the area steel mills. However, over the past several years, local steel producers faced uncertain times as the Country, as well as the local area, continued to deal with the downturn in the nation's economy. The economic downturn was especially difficult on the area steel mills. Due to reduced demand for locally produced steel products, Severstal idled all local operations. In 2011, Severstal sold a number of its North American operations to RG Steel, a subsidiary of the Renco Group. It was the hope of the local officials and community that the Renco Group would reopen the area plants. That was not the case however, as the area plants remained idled. In 2012, the Renco Group sold its local operations to Esmark. Once again, it was the hope of the local officials and community that Esmark would reopen the area plants. Again, this was not the case as Esmark chose to permanently close the local plants.

Just as it looked like the local economy would continue to struggle due to the plant closings, a new and extremely positive economic change has occurred. Vast deposits of gas and oil have been discovered in the Marcellus and Utica shale formations located in Western Pennsylvania, West Virginia, and Eastern Ohio (the Appalachia area), including Jefferson County. The discovery of the supply of gas has spurred significant interest in gas drilling in Jefferson County. A number of companies have already procured substantial amounts of property mineral rights over the past year. Drilling is in the very early stages, but is expected to intensify greatly over the next few years. Experts believe that, once fully developed, Appalachia's Marcellus shale figures to be the second largest natural gas field in the world. Experts, gas company officials, and local officials believe that the gas drilling will have a major affect on the local economy.

A substantial number of gas drilling and directly related jobs are expected to be created. To date, gas related companies Express Energy, Hess Energy, Environmental Management Specialists, Premier Pump, Heavy Duty Industrial Services, and Strauss Industries have opened operations in the County. These companies have invested over \$30 million into the local economy. In addition, a substantial number of trickledown effect jobs are expected to be created in other areas. These trickledown jobs include the potential for new hotels, new restaurants, and new retail businesses, as well as expanded services for existing businesses.

An additional boost to the local economy is expected to come from the Connect Appalachia project. This estimated \$100 million project is designed to provide high speed fiber optic internet access to rural areas of the Appalachian region. This project involves 34 counties covering 17,000 square miles and is intended to provide broadband internet access to the covered area. The \$100 million project to install 800 miles of fiber optic computer lines is being completed by Horizon Telecom, a Ross County, Ohio company. The project has been funded by a \$70 million grant from the National Telecommunications Infrastructure Administration with the \$30 million local match provided by Horizon Telecom. Horizon Telecom has already installed a network backbone in part of the region.

The Jefferson County portion of the project will cost approximately \$5 million and provide over 100 miles of high speed fiber optic lines throughout the County. Local officials believe that this expanded access to high speed internet access will help attract new business to the area.

In recent years, the County has seen the opening of a number of new businesses including a Wal Mart food distribution center. Since its opening, the 880,000 square foot \$75 million project has created over 700 new jobs, and services Wal-Mart stores within a 100 mile radius. Other new businesses that have opened in recent years include a Wal-Mart Supercenter, Lowes, Office Max, Bulldog Rack, Kroger, Riesbecks, Applebee's, Capital Recovery Systems, CVS Pharmacy, Walgreens Pharmacy, Nelson Fine Art & Gifts, Texas Roadhouse, Express Energy, Hess Energy, Environmental Management Specialists, H&H Screening, National Colloid Company, Premier Pump, Strauss Industries, and a state of the art YMCA at the former St. John's Arena. In addition, the key components of the recent modernization project at the Fort Steuben Mall included new anchor stores for Macy's, Sears and JC Penney.

A 93 acre industrial park is a key component in the County's economic development strategy. The County-owned park is located just over 1 mile from the four-lane U.S. Route 22, and is part of an area which, overall, has more than 1,000 acres available for development. The industrial park is currently the home of QPI Tools, A-2-C Communications, Signs Limited, the R-Way Transport facility, and National Colloid Company. The National Colloid Company is the most recent tenant to locate in the industrial park. The company purchased an existing facility formerly occupied by Bulldog Rack and has invested more than \$2.5 million into the local economy. In addition, the County recently agreed to transfer five acres in the industrial park that will become the headquarters of Riley Petroleum. Construction on the new facility is expected to begin in 2013.

Over the past several years, the County began to develop the County airport. Over \$8 million in upgrades and improvements have been made to the facility. These upgrades include enlarging the facility, lengthening the runway, constructing new hangers, and the construction of a new terminal and lounge building. Construction was completed in mid 2012 on the replacement of two hangers that were damaged in a storm in 2010. In addition, the County is currently in the design stages of a project to lengthen the runway an additional 400 feet. This \$2 million project would allow even larger sized private jets to land at the Airport. Once completed, the lengthened runway will make the Airpark facility eligible for additional federal and state funding for further expansion. It is anticipated that these improvements at the airport will help attract new business to the County.

The Laurels and Sienna Woods, extended care facilities, recently opened to provide care for the aging population within the area. In addition, a major expansion project was recently completed at the Villa Royale, another area extended care facility.

American Electric Power's Cardinal Power Plant, located in the Wells Township portion of the County, has made over \$300 million in improvements in recent years. The facility upgrades helped reduce nitrogen oxide emissions by 90 percent. In addition, construction was recently completed on the installation of \$1.5 billion flue gas desulfurization (FGD) systems on all 3 units at the plant. FGD systems, commonly called scrubbers, reduce sulfur dioxide emissions by up to 98 percent.

Construction was recently completed on the installation of a \$1.1 billion flue gas desulfurization (FGD) system at FirstEnergy Corporation's W.H. Sammis plant in northern Jefferson County

Timet, titanium metals processor located in Toronto, continues to make capital investments in new machinery and equipment. Since 1995, the company has invested over \$55 million in modernization and expansions.

Trinity Medical Center has seen the completion of a number of expansion projects over the past few years. These projects include the original construction of the \$3.5 million Tony Teramana Cancer Center, a \$7 million 79,000 square foot patient care unit addition to Trinity's west campus, a \$6 million office facility at the west campus, and a \$7 million expansion project at the Tony Teramana Cancer Center. A number of future upgrades and expansion projects are currently in the planning stages.

Lifeline, a new long term acute care hospital, recently opened in the Village of Wintersville. This \$11 million facility was open and fully operational in early 2010. To date, the facility has created approximately 100 new jobs. Expanded services at the facility are in the early planning stages.

Both Eastern Gateway Community College and the Franciscan University of Steubenville, two post secondary educational institutions located within the County, continue to expand services and facilities. As enrollment steadily increases, both institutions have purchased surrounding property and facilities in order to expand services and handle the increase in student enrollment. Eastern Gateway Community College recently expanded services into nearby Columbiana, Mahoning, and Trumbull counties as part of a State plan to expand community college services throughout the State. A \$1.9 million grant through the U.S. Department of Labor helped create a virtual community college in eastern Ohio and expand community college service into previously unserved areas. While the main campus will remain in Steubenville, current plans call for a second permanent location in Mahoning County and instructors and classrooms to be available in career centers and rented space in the other two counties.

LONG TERM FINANCIAL PLANNING

The rise in the local unemployment rate over the past few years has caused reason for concern regarding the County's long term financial planning. Any significant unfavorable change in the unemployment rate usually leads to lower sales tax collections. Fortunately, the County's sales tax revenues have remained fairly consistent in recent years. However, in order to avoid any potential revenue shortfalls should sales tax collections decline significantly, the County has taken a very conservative approach with current spending. Budget restraints have been implemented in order to conserve spending and help maintain a sufficient spending reserve as a hedge against future revenue shortfalls.

The County has also been faced with developing a plan to overcome the accelerated loss of both public utility personal property and tangible personal property tax replacement revenues. The State's implementation of Senate Bill 3 (S.B. 3) reduced the assessed valuation of public utilities, while House Bill 66 (H.B. 66) phased out personal property taxes on businesses. In both cases, the State implemented measures to reimburse local entities for the lost tax revenues for a certain period of time. Under the original phase out plans, both of these tax revenue replacement subsidies would now be entering phase-out periods where the reimbursements would begin to phase out until they were eliminated in approximately five years. The County's original intent was to have a plan in place prior to the elimination of the current tax revenue replacement subsidies provided by the State. However, the State's recent budget contained revisions to the S.B. 3 and H.B. 66 phase out plans that essentially eliminated those replacement revenue reimbursements beginning in 2012. The County has implemented a plan to account for the accelerated loss of those revenues.

The increase in the cost of gasoline and gasoline related items has caused a major concern for the County Engineer's Office. These price increases have caused the cost of road repair projects to increase dramatically. Consequently, the Engineer's Office has revised its long-term road projects plans and has implemented a revised plan that will keep all County roads in a condition that meets or exceeds required safety standards, while allowing the department to stay within budget. One early positive from the Marcellus shale drilling that has been a significant boost to the County Engineer's office and its long-term road project plans has been the road improvements made by Chesapeake Energy. During 2012, through a road use and maintenance agreement with the County Engineer's Office, Chesapeake Energy replaced or improved 23.30 lane miles of County roads at a cost of over \$3.3 million. It is expected that additional road replacements or repairs will occur in the future.

RELEVANT FINANCIAL POLICIES

In prior years, the County's Self Insurance Hospitalization Fund reflected a deficit net position. In 2004, the Board of County Commissioners joined the Ohio Mid Eastern Regional Education Service Agency's insurance consortium. At that time, significant changes were made to the County's insurance plan to help control costs. The Board of County Commissioners also adopted a debt repayment plan to eliminate the existing deficit balance in the County's existing Self Insurance Hospitalization Fund. Currently, the County continues to maintain a sufficient balance with the third party administrator to pay current and future claims, while the debt repayment plan is proceeding as intended to eliminate the previous existing deficit balance. Additional changes have since been made to the County's insurance plan to further help control costs.

The County recently completed the implementation of a Geographic Information System (GIS). To fund the implementation and operation of this system, the Board of County Commissioners has dedicated one mill of the four mill permissive conveyance fee to the GIS Fund. The County is now in the process of enhancing and expanding the capabilities of the GIS system.

Since 1993, the County has participated in the Bureau of Workers Compensation's retrospective rating program to provide workers compensation insurance coverage to employees. In the past, the cost of workers compensation premiums have been allocated to the various County funds based on the County's workers compensation rate and the various funds' payrolls. Beginning in 2006, the Board of County Commissioners adopted a cost allocation method to allocate workers compensation insurance premiums based on a combination of a fund's payroll as well as a 30 percent allocation of claims costs directly attributable to the fund. This cost allocation method was adopted to make the various County Departments and funds more accountable for workers compensation claim costs.

MAJOR INITIATIVES

The County has a number of projects underway to help government run more efficiently and help the County compete for future job growth.

Industrial Park

The industrial park, located just off of the U.S. Route 22 bypass, is a key component in the County's economic development strategy. The County-owned Park is located just over 1 mile from the four-lane U.S. Route 22 highway, and is part of an area which, overall, has more than 1,000 acres available for development. The location has excellent highway access and is near a skilled, plentiful workforce. Construction was completed on the State Route 43 widening project, which has helped provide even easier access to the industrial park from U.S. Route 22. Local officials believe that this widening project will serve as a useful tool to help entice additional business into the industrial park.

Airport

The County recently completed a multi phase airport expansion project. Over \$8 million in upgrades and improvements have been made to enlarge the facility, lengthen the runway, construct new hangers, and construct a new terminal and lounge building. The facility now has the capability to allow larger sized private jets to land at the Airport. The airport has recently undertaken a new improvement program, as the airport is currently in the early stages of a project to lengthen the runway to 5,000 feet. This \$2 million expansion project will allow even larger sized planes and private jets to land at the airport. Local officials believe that the expanded services available at the airport will help attract new businesses to the County.

In early 2010, two buildings at the Airport were destroyed by high winds. Through insurance proceeds, the County has replaced both of these buildings. Construction on the replacement of these buildings was completed mid 2012.

Geographic Information System

The County recently completed the implementation of a Geographic Information System (GIS). This project has been a joint effort, being completed with the cooperation of the Commissioner's Office, the County Engineer's Office, the County Auditor's Office, the Water and Sewer Department, the Emergency 911 Department, the Data Processing Department, the Board of Elections, the Regional Planning Commission, Progress Alliance, and the Brooke-Hancock-Jefferson Planning Commission.

This project now provides a vast array of information to each of these departments and agencies. The data provided by this GIS system will aid each of these departments and agencies in the completion of their day-to-day operations by providing continually updated information that is specifically tailored to each department and agency. The Geographic Information System (GIS) also allows Jefferson County to deliver services to a diverse customer base. Information is available to help provide the following services: neighborhood indicators and asset mapping, social services master plan development, benchmarking, regional and community planning, policy and program coordination, data collection, data analysis, and promotion of economic development plans. In addition, the project also provides accurate and up-to-date information that will benefit the citizens who depend on County departments.

Economic development agencies now have important and valuable information readily available to provide to potential developers. This information can be used as an important tool to help persuade developers to invest in Jefferson County.

In order to ensure that the County's Geographic Information System (GIS) system is kept current and up to date, continual updates and upgrades are necessary. To this extent, the County recently completed a street centerline project which allows for up to date and accurate information regarding street locations. This information was tied into the County 911 system. Recently, the County had oblique imagery photography completed. This oblique imagery photography now allows for a three dimensional view of structures within Geographic Information System (GIS). Previously, only aerial views were available.

As this project expands and progresses even further, it is anticipated that a number of other departments and agencies will become involved in this project in the near future. These include the Department of Developmental Disabilities, Children Services, the Prosecuting Attorney's Office, and the Jefferson-Belmont Joint Solid Waste Authority.

Road and Bridge Improvement

In late 2000, the County, through the County Engineer's Office, completed a \$5.3 million accelerated road and bridge improvement program throughout the County. This project brought all County roads and bridges to levels that meet required safety standards. Since that time, the County Engineer implemented an ongoing maintenance and improvement program for roads and bridges. This plan was designed to allow the County Engineer to not only maintain County roads and bridges, but to make additional improvements that will allow all County roads and bridges to exceed required safety standards.

However, as previously noted, the increase in the cost of gasoline and gasoline related items has caused a major concern for the County Engineer's Office. These price increases have caused the cost of road repair projects to increase dramatically. Consequently, the Engineer's Office has revised its long-term road projects plans and has implemented a revised plan that will keep all County roads in a condition that meets or exceeds required safety standards, while allowing the Department to stay within budget.

One early positive from the Marcellus shale drilling that been a significant boost to the County Engineer's office and its long-term road project plans has been the road improvements made by Chesapeake Energy. During 2012, Chesapeake Energy replaced or improved 23.30 lane miles of County road at a cost of over \$3.3 million. It is expected that additional road replacements or repairs will occur in the future.

Water and Sewer

Jefferson County's Water and Sewer Department has adopted a long range plan to perform a number of water improvement projects and sanitary sewer projects. These scheduled projects will allow the County to meet all current EPA mandated system improvements. Additionally, the County will be able to provide water and sanitary sewer service to a number of new areas throughout the County. The projects currently underway include three major projects, the Crestview-Belvedere Sanitary Sewer Project, Area A & G-1 Waterline Booster Station Project, and the Bradley Road Waterline Extension Project, as well as a number of other smaller projects. Each of these projects will be completed through a combination of grants, loans, and local contributions. The Crestview-Belvedere Sanitary Sewer project is expected to be completed in mid 2013. Construction on the Area A & G-1 Waterline Booster Station Project is currently underway and is expected to be completed in late 2013, while the Bradley Road Waterline Extension Project is currently in the planning stages. In addition to the above construction projects, in early 2013 the County assumed ownership and operating control of the Village of Smithfield water system. The County is currently in the process of making necessary system upgrades.

Towers Building

The County recently purchased the towers building, an eight story office building in downtown Steubenville. This building currently houses a number of County Departments and Agencies as well as a number of private organizations. As current rental leases expire in other facilities, the County intends to relocate additional County Agencies into this facility. In addition, the County hopes to attract additional governmental and/or private organizations to the site.

Fiber Optics

Jefferson County is part of the ongoing Connect Appalachia project. This estimated \$100 million project is designed to provide high speed fiber optic internet access to rural areas of the Appalachian region. This project involves 34 counties covering 17,000 square miles and is intended to provide broadband internet access to the covered area. The \$100 million project to install 800 miles of fiber optic computer lines is being completed by Horizon Telecom, a Ross County Ohio, company. The project has been funded by a \$70 million grant from the National Telecommunications Infrastructure Administration with the \$30 million local match provided from Horizon Telecom. Horizon Telecom has already installed a network backbone in part of the region.

The Jefferson County portion of the project will provide an eighteen mile fiber optic backbone to connect the County offices in downtown Steubenville with the service complex building on State Route 43, the County industrial park on County Road 43, and the County Airport area off of Fernwood Road. Once completed, this high speed fiber optic line will provide a foundation for the future that will help drive economic development efforts.

In-House Computer Software Systems

The County Auditor's Information Technologies Department has developed in-house software for the County's real estate and manufactured home tax systems. The in-house software encompasses all aspects of the tax assessment, billing, collection, distribution, and reporting of real estate and manufactured home taxes. The real estate in-house software system was in use in 2011. The manufactured home in-house software system began use in 2012. The development and implementation of these systems has provided a substantial cost savings to the County. Without the development and implementation of these in-house software systems, the County was facing an \$800 thousand software upgrade charge from its outside vendor as well as a \$75 thousand annual support charge. In addition, the in-house software allows the County to make any state mandated system upgrades as well as any upgrades and enhancements the County deems necessary or beneficial.

County Port Authority

In April of 2012, the County, in conjunction with the City of Steubenville, established a county-wide port authority. The nine member board will have four representatives appointed by Jefferson County, four members appointed by the City of Steubenville, and one member appointed by the Regional Planning Commission. It is the hope of area officials that the county-wide port authority will be yet another economic development tool to help attract new business to Jefferson County. See Note 20 for additional information.

CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Jefferson County for its comprehensive annual financial report for the fiscal year ended December 31, 2011. This was the fifteenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

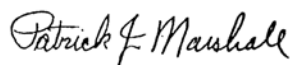
ACKNOWLEDGMENTS

The publication of this CAFR represents an important achievement in the ability of Jefferson County to provide significantly enhanced financial information and accountability to the citizens of Jefferson County, its elected officials, County management, and investors. This report continues the aggressive program of the County Auditor's office to improve the County's overall financial accounting, management, and reporting capabilities.

I would like to acknowledge the efforts of the entire staff of the Jefferson County Auditor's office and Data Processing Department for their contributions to this report. Special thanks are extended to Michael S. Warren, Deputy Auditor, for his effort and dedication to this project. My appreciation is also extended to the Local Government Services Division of the Auditor of State's Office for their guidance and assistance.

I would also like to thank all of the elected officials, department heads, and their staffs for their assistance and cooperation with the preparation of this CAFR. I ask for their continued support of this project and of my efforts toward continuing the sound financial management for Jefferson County.

Sincerely,



Patrick J. Marshall
Jefferson County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Jefferson County
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2011.

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



Christopher P. Moynell

President

Jeffrey R. Enen

Executive Director

**Jefferson County, Ohio
Elected and Appointed Officials**

Elected Officials

Patrick J. Marshall, Auditor

Dr. Thomas E. Graham, Commissioner
David Maple, Commissioner
Thomas Gentile, Commissioner

Raymond M. Agresta, Treasurer

John A. Corrigan, Clerk of Courts

Dr. Michael Scarpone, Coroner

James F. Branagan, Engineer

Jane M. Hanlin, Prosecutor

Paul R. McKeegan, Recorder

Fred J. Abdalla, Sheriff

David Henderson, Common Pleas Court Judge
Joseph J. Bruzzese, Jr., Common Pleas Court Judge
Samuel W. Kerr, Juvenile/Probate Court Judge
Michael C. Bednar, County Court Judge
Joseph M. Corabi, County Court Judge
David J. Scarpone, County Court Judge

Appointed Officials

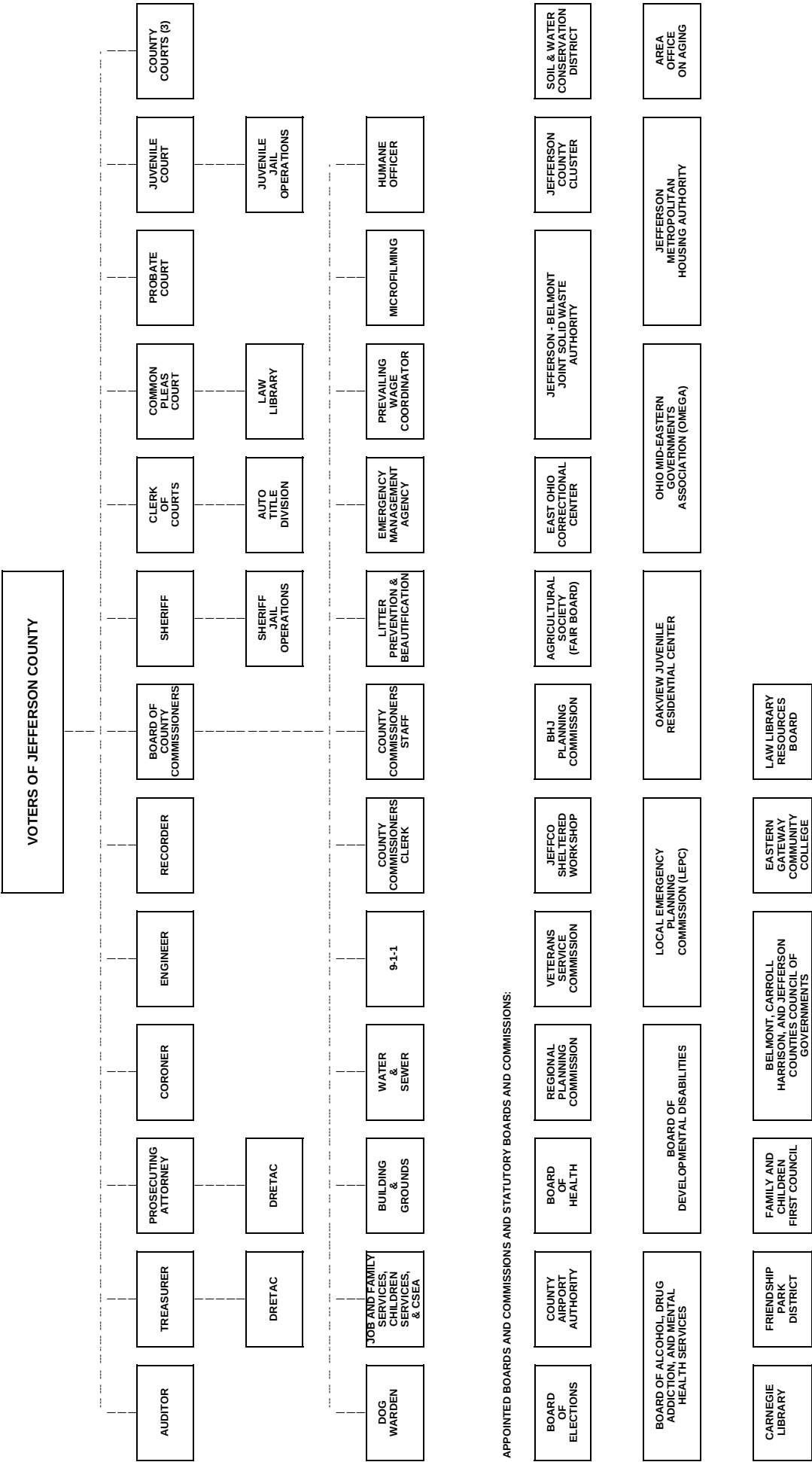
Betty Ferron, Director
Department of Job and Family Services and Children Services

Michael Mehalik, Superintendent
Board of Developmental Disabilities

Pamela M. Petrilla, Director
Prevention and Recovery Board

Shannan Gosbin
Sanitary Engineer

JEFFERSON COUNTY GOVERNMENT ORGANIZATIONAL CHART



APPOINTED BOARDS AND COMMISSIONS AND STATUTORY BOARDS AND COMMISSIONS:

BOARDS AND COMMISSIONS COMPOSED OF ELECTED OFFICIALS:

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Financial Section

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Jefferson County
301 Market Street
Steubenville, Ohio 43952

To the Board of County Commissioners:

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We did not audit the financial statements of the Jeffco Workshop, which represent 100 percent, 100 percent, and 100 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. 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 Jeffco Workshop, 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. The other auditors audited the financial statements of Jeffco Workshop in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*.

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

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

Opinion

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 Jefferson 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 and Public Assistance, Motor Vehicle and Gasoline Tax, Mental Health, Department of Developmental Disabilities and the Jail Operating funds thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted to opine on the County's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 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, reading "Dave Yost". The signature is fluid and cursive, with the first name "Dave" and last name "Yost" clearly legible.

Dave Yost
Auditor of State

Columbus, Ohio

June 26, 2013

Jefferson County, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2012
Unaudited

The discussion and analysis of Jefferson County's financial performance provides an overview of the County's financial activities for the year ended December 31, 2012. The intent of this discussion and analysis is to look at the County's financial performance as a whole. Readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the County's financial performance.

Financial Highlights

Key financial highlights for 2012 are as follows:

The County's total net position increased \$3,916,519 during 2012. This represents a 2.69 percent increase from 2011.

At the end of the current year, the County reported unrestricted net position for governmental activities of \$4,815,772. This represents a decrease of \$919,240 or 16.03 percent from the prior year. The primary reason for the decrease in unrestricted net position was the decrease in net position of the Internal Service funds due to increased healthcare costs and rising claims.

At the end of the current year, the County's governmental funds reported a combined ending fund balance of \$30,561,037, an increase of \$3,064,249 from the prior year. Of this amount, \$27,291,165 is restricted, \$1,054,839 is non-spendable, \$77,773 is assigned for encumbrances, and \$2,137,260 is unassigned and available for spending on behalf of its citizens, as defined in Government Accounting Standards Board Statement (GASB) No.54.

Using This Annual Financial Report

This annual report consists of a series of financial statements. These statements are organized so the reader can understand the County as a financial whole or as an entire operating entity.

The *Statement of Net Position* and the *Statement of Activities* provide information about the activities of the whole County, presenting an aggregate view of the County's finances as well as a longer-term view of those assets

Fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the County's most significant funds. Non-major funds are presented separately from major funds in total and in one column.

County-Wide Financial Statements

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

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Statement of Net Position

While this document contains information about the funds used by the County to provide services to our citizens, 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 answer this question.

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

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

In the statement of net position and the statement of activities, the County is divided into three kinds of activities:

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

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all or most of the cost of the services provided. The County's Water and Sewer systems are reported here.

Component Unit - The County's financial statements include financial data of the Jeffco Sheltered Workshop. This component unit is described in the notes to the financial statements. The component unit is separate and may buy, sell, lease, or mortgage property in their own name and can sue or be sued in their own name.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objects. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the County's major funds. Based on the restriction on the use of moneys, the County has established many funds that account for the multitude of services provided to our residents. The County's major governmental funds are the General Fund, Job and Family Services (Public Assistance), Motor Vehicle and Gasoline Tax, Prevention and Recovery Board (Mental Health), Developmental Disabilities, and Jail Operating Levy Special Revenue Funds.

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Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities on the government-wide financial statements. Most of the County's basic services are reported in these funds that focus on how money flows into and out of the funds and the year end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services being provided, along with the financial resources available.

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

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

Proprietary Funds - The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities on the government-wide financial statements. The County uses enterprise funds to account for the Water Fund operations and Sewer Fund operations. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's other programs and activities. The Self-Insurance Funds account for the claims and liabilities relating to the County's self-insured hospitalization program and also account for the claims and liabilities relating to the County's retrospectively rated self-insured workers' compensation program.

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

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

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

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Government-Wide Financial Analysis

Table 1 provides a summary of the County's net position for 2012 compared to 2011:

Table 1
Net Position

	Governmental Activities		Business-Type Activities		Totals	
	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>	<u>2012</u>	<u>2011</u>
Assets						
Current and Other Assets	\$55,696,863	\$53,589,403	\$6,724,039	\$5,597,295	\$62,420,902	\$59,186,698
Capital Assets, Net	102,180,402	98,674,640	45,199,370	37,287,547	147,379,772	135,962,187
Total Assets	<u>157,877,265</u>	<u>152,264,043</u>	<u>51,923,409</u>	<u>42,884,842</u>	<u>209,800,674</u>	<u>195,148,885</u>
Deferred Outflows of Resources						
Deferred Charge on Refunding	346,200	0	257,514	0	603,714	0
Liabilities						
Current and Other Liabilities	4,304,891	4,054,810	2,123,147	316,575	6,428,038	4,371,385
Long-Term Liabilities	26,402,610	23,471,189	18,114,532	12,385,510	44,517,142	35,856,699
Total Liabilities	<u>30,707,501</u>	<u>27,525,999</u>	<u>20,237,679</u>	<u>12,702,085</u>	<u>50,945,180</u>	<u>40,228,084</u>
Deferred Inflows of Resources						
Property Taxes Not Levied to Finance Current Year Operations	9,992,097	9,370,209	0	0	9,992,097	9,370,209
Net Position						
Net Investment in Capital Assets	82,122,263	78,756,997	26,770,076	25,136,041	108,892,339	103,893,038
Restricted	30,585,832	30,875,826	169,872	136,029	30,755,704	31,011,855
Unrestricted	4,815,772	5,735,012	5,003,296	4,910,687	9,819,068	10,645,699
Total Net Position	<u>\$117,523,867</u>	<u>\$115,367,835</u>	<u>\$31,943,244</u>	<u>\$30,182,757</u>	<u>\$149,467,111</u>	<u>\$145,550,592</u>

As noted earlier, the County's net position, when reviewed over time, may serve as a useful indicator of the County's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$149,467,111 (\$117,523,867 in governmental activities and \$31,943,244 in business-type activities) as of December 31, 2012. By far, the largest portion of the County's net position (72.85 percent) reflects its investment in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure), less any related debt, used to acquire those assets, that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position, \$30,755,704 or 20.58 percent, represents resources that are subject to restrictions on how they can be used. The remaining portion of the County's net position, \$9,819,068 or 6.57 percent, are unrestricted and are to be used to meet the County's ongoing obligations to citizens and creditors. During 2012, the County's unrestricted portion of its' net position decreased \$826,631 or 7.76 percent.

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Table 2 shows the changes in net position for 2012 compared to 2011.

Table 2
Changes in Net Position

	Governmental Activities		Business-Type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Revenues						
Program Revenues:						
Charges for Services	\$9,697,245	\$7,628,428	\$5,979,915	\$5,931,053	\$15,677,160	\$13,559,481
Operating Grants and Contributions	30,216,944	33,043,294	0	0	30,216,944	33,043,294
Capital Grants and Contributions	3,538,866	4,751,921	1,849,240	808,455	5,388,106	5,560,376
Total Program Revenues	43,453,055	45,423,643	7,829,155	6,739,508	51,282,210	52,163,151
General Revenues:						
Property Taxes	9,501,556	9,276,634	0	0	9,501,556	9,276,634
Permissive Sales Taxes	10,605,209	9,975,734	270,441	255,232	10,875,650	10,230,966
Intergovernmental	1,918,673	1,941,770	0	0	1,918,673	1,941,770
Interest	192,381	198,403	0	0	192,381	198,403
Miscellaneous	484,827	723,619	53,437	28,387	538,264	752,006
Total General Revenues	22,702,646	22,116,160	323,878	283,619	23,026,524	22,399,779
Total Revenues	66,155,701	67,539,803	8,153,033	7,023,127	74,308,734	74,562,930
Program Expenses						
General Government						
Legislative and Executive	6,773,527	6,785,618	0	0	6,773,527	6,785,618
Judicial	4,304,040	3,813,796	0	0	4,304,040	3,813,796
Public Safety	11,071,269	9,934,028	0	0	11,071,269	9,934,028
Public Works	8,228,727	7,247,033	0	0	8,228,727	7,247,033
Health	17,056,388	17,956,816	0	0	17,056,388	17,956,816
Human Services	13,223,085	13,297,112	0	0	13,223,085	13,297,112
Conservation and Recreation	0	69,160	0	0	0	69,160
Economic Development	2,040,631	1,659,847	0	0	2,040,631	1,659,847
Interest and Fiscal Charges	1,042,002	1,009,555	0	0	1,042,002	1,009,555
Sewer	0	0	1,443,617	1,481,831	1,443,617	1,481,831
Water	0	0	5,208,929	4,953,016	5,208,929	4,953,016
Total Expenses	63,739,669	61,772,965	6,652,546	6,434,847	70,392,215	68,207,812
Increase in net position before transfers	2,416,032	5,766,838	1,500,487	588,280	3,916,519	6,355,118
Transfers	(260,000)	0	260,000	0	0	0
Increase in net position	2,156,032	5,766,838	1,760,487	588,280	3,916,519	6,355,118
Beginning Net Position	115,367,835	109,600,997	30,182,757	29,594,477	145,550,592	139,195,474
Ending Net Position	\$117,523,867	\$115,367,835	\$31,943,244	\$30,182,757	\$149,467,111	\$145,550,592

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Governmental Activities

The net position in governmental activities increased \$2,156,032 during 2012. The main reasons for this increase were an unexpected increase in permissive sales tax revenues as well as property taxes during 2012.

Operating grants and contributions were the largest program revenues, accounting for \$30,216,944 or 45.68 percent of total governmental revenues. This represents a decrease of \$2,826,350 from the prior year. The major recipients of intergovernmental program revenues were the Department of Job and Family Services (Public Assistance), Motor Vehicle and Gasoline Tax, Prevention and Recovery Board (Mental Health), and Developmental Disabilities governmental activities. The Prevention and Recovery Board (Mental Health) realized the most significant decrease in operating grants and contributions as compared to the prior year.

Permissive sales tax revenues account for \$10,605,209 or 16.03 percent of total governmental revenues. Permissive sales tax revenues experienced an increase of \$629,475 from the prior year due to increased sales in the County.

The County's direct charges to users of governmental services made up \$9,697,245 or 14.66 percent of total governmental revenues. These charges are for fees associated with the collection of property taxes, fines and forfeitures related to judicial activity, and licenses and permits. Charges for services increased \$2,068,817 from the prior year. The most significant increases were fees charged for Public Safety and the transfer and conveyance fees associated with Real Property, resulting from a significant increase in property mineral right purchases made by the gas and oil companies.

Another major component of general governmental revenues was property tax revenues, which accounted for \$9,501,556 or 14.36 percent of total governmental revenues. Property tax revenues experienced an increase of \$224,922 from the prior year, due primarily to an increase in overall local tax collections.

Health programs accounted for \$17,056,388, or 26.76 percent of total expenses for governmental activities. This represents a decrease of \$900,428 from the prior year. This decrease is the result of decreased federal and state funding for health services programs.

Human Services programs accounted for \$13,223,085, or 20.75 percent of total expenses for governmental activities. This represents a decrease of \$74,027 from the prior year. This decrease is the result of continued decreases in federal and state funding for human services programs.

Other major program expenses for governmental activities include public safety programs, which accounted for \$11,071,269, or 17.37 percent of total expenses, public works programs, which accounted for \$8,228,727, or 12.91 percent of total expenses, legislative and executive general government programs which accounted for \$6,773,527, or 10.63 percent of total expenses, judicial general government programs which accounted for \$4,304,040, or 6.75 percent of total expenses, and economic development programs which accounted for \$2,040,631 or 3.20 percent of total expenses.

Economic development and public safety related program expenses increased significantly, while judicial related program expenses increased slightly from the prior year due to increased spending for these types of services.

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Business-Type Activities

The net position in business-type activities increased \$1,760,487 during 2012. Charges for services were the largest program revenue, accounting for \$5,979,915, or 73.34 percent of total business type revenues. Charges for services increased \$48,862 from the prior year. This slight increase is due to an increased number of County sanitary sewer customers.

Capital grants and contributions account for \$1,849,240, or 22.68 percent of total business type revenues. Capital grants and contributions increased \$1,040,785 from the prior year. This was due primarily to increased grant funding for the Pottery Addition and the Crestview Sanitary Sewer Projects which were well underway during 2012.

Table 3, for governmental activities, indicates the total cost of services and the net cost of services. The statement of activities reflects the cost of program services and the charges for services, and sales, grants, and contributions offsetting those services. The net cost of services identifies the cost of those services supported by tax revenues and unrestricted intergovernmental revenues.

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2012	2011	2012	2011
General Government				
Legislative and Executive	\$6,773,527	\$6,785,618	\$3,098,235	\$3,974,059
Judicial	4,304,040	3,813,796	2,258,390	2,252,817
Public Safety	11,071,269	9,934,028	7,068,565	6,640,767
Public Works	8,228,727	7,247,033	392,845	(2,712,799)
Health	17,056,388	17,956,816	3,670,450	3,741,739
Human Services	13,223,085	13,297,112	2,767,449	2,857,829
Conservation and Recreation	0	69,160	0	57,456
Economic Development and Assistance	2,040,631	1,659,847	(11,322)	(1,472,101)
Interest and Fiscal Charges	1,042,002	1,009,555	1,042,002	1,009,555
Total Expenses	\$63,739,669	\$61,772,965	\$20,286,614	\$16,349,322

Charges for services, operating grants, and capital grants of \$43,453,055, or 68.17 percent of the total costs of services, are received and used to fund the governmental activities expenses of the County. The remaining \$20,286,614 in governmental activities expenses is funded by property taxes, permissive sales taxes, non-restricted intergovernmental revenues, interest, and miscellaneous revenues, which were sufficient to cover these remaining expenses.

The \$7,068,565 in net costs of services for Public Safety indicates the general fund, permissive sales tax, and property tax levy support provided for the operation of the Sheriff's Department and the Detention Center. Management is extremely concerned with the fact that there are insufficient program revenues to operate the Justice and Detention Center. The County is exploring various options to help reduce the tax burden associated with the operation of the Justice and Detention Center. In the meantime, the Justice Center has been operated at a slightly reduced capacity to help reduce costs.

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The \$3,670,450 in net cost of services for Health demonstrates the costs of services that are not supported from state and federal resources. As such, the taxpayers have approved property tax levies for several programs including the Prevention and Recovery Board (Mental Health) and Developmental Disabilities.

The \$2,767,449 in net cost of services for Human Services demonstrates the costs of services that are not supported from state and federal resources. As such, the taxpayers have approved a property tax levy for the Children Services programs.

Financial Analysis of County Funds

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

Governmental Funds - The focus of the County's governmental funds is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. (GASB) Statement No. 54 established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed on the use of resources reported in governmental funds. 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 December 31, 2012, the County's governmental funds reported a total ending fund balance of \$30,561,037, an increase of \$3,064,249 in comparison with the prior year. Of that total ending fund balance, \$27,291,165 is restricted, \$1,054,839 is non-spendable, \$77,773 is assigned, and \$2,137,260 is unassigned, as defined in (GASB) Statement No.54. Of the amounts restricted, \$6,943,929 is restricted for developmental disabilities purposes, \$3,840,599 is restricted for capital outlay, \$3,558,896 is restricted for debt service, \$2,468,834 is restricted for corrections and public safety purposes, \$2,437,150 is restricted for mental health purposes, \$2,180,753 is restricted for motor vehicle and gasoline tax purposes, \$1,869,404 is restricted for children services purposes, \$1,620,442 is restricted for other purposes, \$1,112,607 is restricted for tuberculosis/crippled children purposes, \$983,510 is restricted for the children's home, \$257,254 is restricted for community development, and \$17,787 is restricted for public assistance.

The General Fund is the primary operating fund of the County. At the end of 2012, the unassigned fund balance was \$4,323,091, while total fund balance was \$4,903,708. As a measure of the General Fund's liquidity, it may be useful to compare both the unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 42.04 percent to total General Fund expenditures, while total fund balance represents 47.69 percent of that same amount. The County's General Fund balance increased \$320,700 during 2012. The key factors that contributed to this increase were an increase in permissive sales tax revenues and an increase in charges for services revenues.

The Mental Health Fund balance at the end of 2012 is \$2,439,782. This represents a decrease of \$571,053 from the prior year. This decrease was due to a reduction in federal and state funding for mental health related programs. The Motor Vehicle and Gas Tax Fund balance at the end of 2012 is \$2,534,966. This represents an increase of \$342,290 from the prior year. This increase was due to a decrease in the number of capital projects completed by the County Engineer's Office during 2012. The Developmental Disabilities Fund balance at the end of 2012 is \$6,975,692. This represents an increase of \$69,878 from the prior year due primarily to spending remaining at or below revenues. The Public Assistance Fund balance at the end of 2012 is \$73,196. This represents a decrease of \$167,811 from the prior year. This decrease was due to a reduction in federal and state funding for public assistance related

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programs. The Jail Operating Levy Fund deficit at the end of 2012 is (\$2,184,256). This represents an increase in the deficit of \$19,827 from the prior year. This increased deficit was due to a reduction in charges for services revenues during 2012. As discussed previously, this remains an ongoing concern with County officials.

Proprietary Funds - The County maintains two different types of proprietary funds. Enterprise funds are used to report functions presented as business-type activities on the government-wide financial statements. The County uses enterprise funds to account for Water Fund operations and Sewer Fund operations. Internal Service funds are an accounting device used to accumulate and allocate costs internally among the County's other programs and activities. The County uses two internal service funds to account for the self-insurance programs. One Self-Insurance Fund accounts for the claims and liabilities relating to the County's self-insured hospitalization program. The other Self Insurance Fund accounts for the claims and liabilities relating to the County's retrospectively rated self-insured worker's compensation program.

As of December 31, 2012, net position for the County's enterprise funds was \$31,943,244. Of that total, \$5,003,296 represents unrestricted net position that is available for spending for enterprise operations at the County's discretion.

As of December 31, 2012, unrestricted net position in the self-insurance programs were \$1,347,879. This represents a decrease in unrestricted net position of \$1,402,110 from the prior year. Two main factors contributed to this decrease in net position. One factor was the result of an increase in program expenses (health insurance claims). The County has since increased both employee and employer health insurance premiums to cover the increase in health insurance costs. The other factor was the result of a 100 percent premium moratorium/reduction awarded by the Board of County Commissioners for the County's workers compensation retrospective rating program. The County has a substantial balance in the net position in the Self Insurance Fund accounts for the claims and liabilities relating to the County's retrospectively rated self-insured worker's compensation program. Consequently, the Board of County Commissioners awarded all County funds a 100 percent reduction in workers compensation premiums for 2012, which had a direct effect on net position in the Self Insurance Fund accounts for the claims and liabilities relating to the County's retrospectively rated self-insured worker's compensation program.

Budgetary Highlights

The County's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. By State statute, the Board of County Commissioners adopts a temporary operating budget (temporary appropriations) for the County prior to the first day of January. The Board of County Commissioners adopts a permanent annual operating budget (permanent appropriations) for the County prior to the first day of April.

For the General Fund, changes from the original budget to the final budget have been primarily due to increases in charges for services and sales tax revenue as well as conservative spending. Fluctuations in growth and diversity have typically not occurred in Jefferson County, allowing department managers the ability to consistently predict revenues and expenditures.

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Capital Assets and Debt Administration

Capital Assets - The County's investment in capital assets for governmental and business-type activities as of December 31, 2012, was \$147,379,772 (net of accumulated depreciation). This includes land and improvements, buildings and improvements, machinery and equipment, vehicles, infrastructure, and construction in progress

For governmental activities, significant capital asset additions during 2012 included energy conservation upgrades at various County buildings at a total cost of \$1,587,764, the completion of construction of two new hangers at the County Airpark at a total cost of \$1,742,364, the purchase of a 911 mobile command vehicle at a cost of \$322,545, the replacement or significant upgrade of 6 bridges at a cost of \$424,582, and 56.99 miles of road resurfacing and road base improvements at a cost of \$3,929,105. Of the road resurfacing and road base improvements, 23.30 miles at a cost of \$3,348,866 was completed and financed by Chesapeake Energy as part of a road maintenance agreement with the County Engineer's Office.

For business-type activities, capital asset additions during 2012 included the completion of the Pottery Addition sanitary sewer project at a cost of \$2,029,723 as well as ongoing work on various water and sanitary sewer projects expected to be completed in the near future.

Note 10 (Capital Assets) provides capital asset activity during 2012.

Long Term Debt - As of December 31, 2012, the County had total general obligation bonded debt outstanding of \$23,990,180. The majority of this debt (\$19,684,494) is expected to be repaid through governmental activities. The remaining portion (\$4,305,686) is expected to be repaid through a combination of business type activities and assessments. The County's long term general obligation bonded debt increased by \$2,261,796 (10.41 percent) during 2012. Other outstanding long-term debt included revenue bonds in the amount of \$5,884,000, O.A.Q.D.A. loans in the amount of \$1,347,103, O.W.D.A. loans in the amount of \$967,070, O.P.W.C. loans in the amount of \$392,197, O.E.P.A. loans in the amount of \$6,491,580, long term notes payable in the amount of \$1,881,439, and capital leases payable in the amount of \$40,227.

Moody's Investors Services, Inc. has assigned an underlying rating of "A2" to the outstanding general obligation debt of the County as of February 7, 2012, when the rating was reviewed in conjunction with the County's bond refunding issuance.

In addition to the bonded debt, the County's long-term obligations include compensated absences and workers compensation retrospective liabilities. Additional information on the County's long-term debt can be found in Note 17 of this report.

On November 3, 2011, the County entered into a loan agreement with the Ohio Environmental Protection Agency and the Ohio Water Development Authority in the amount of \$1,396,196, with \$817,736 principal forgiveness. Proceeds from this loan were used to finance the Pottery Addition Sanitary Sewer Project. The loan was issued with a 0% interest rate.

On March 1, 2012, the County issued \$7,525,000 in general obligation bonds. These bonds were issued to partially refund the 2004 Various Purpose Bonds. The purpose of this refunding was to take advantage of the lower market interest rates and provide future savings to the County in terms of debt service interest payments. All of the bonds were issued with a fixed interest rate.

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On April 2, 2012, the County issued \$5,884,000 in revenue bonds. Proceeds from this bond issue were used to finance the Crestview Belvedere Sanitary Sewer Project. All of the bonds were issued with a fixed interest rate.

On June 28, 2012, the County entered into a loan agreement with the Ohio Air Quality Development Authority in the amount of \$1,379,295. This loan was used to finance energy conservation measures for various departments within the County. The loan was issued with a fixed interest rate.

On December 19, 2012, the County issued \$3,525,000 in general obligation bonds. These bonds were issued to pay the cost of system upgrades for the 911 system. All of the bonds were issued with a fixed interest rate.

On May 7, 2013, the County issued \$1,500,000 in general obligation bonds. These bonds were issued to finance the purchase an office building, repair the roof on the Job and Family Services Building, and provide the County share of a runway extension project at the County Airpark. All of the bonds were issued with a fixed interest rate. See Subsequent Event Note.

Note 17 and Note 25 provide information regarding debt.

Economic Factors

The unemployment rate for the County is currently 10.6 percent, which is an increase from 9.9 percent a year ago. This rate exceeds the State's current rate of 6.6 percent and the current national rate of 7.6 percent. The increase was the result of the permanent closing of the County's local steel mill.

The County's \$1.152 billion tax base has decreased approximately 2.61 percent over the last five years. This decrease is attributed to the State of Ohio's elimination of tangible personal property tax values during that period. Real property tax values within the County have remained fairly steady over the past several years, while public utility personal property tax values within the County have risen steadily over the past several years.

The County's general fund balance has managed to remain steady in recent years. This is attributed to conservative budgeting and spending by the County as well as steady or increased property taxes and permissive sales tax revenues.

The various economic factors were considered in the preparation of the County's 2012 budget, and will be considered in the preparation of future budgets. Appropriate measures will be taken to ensure spending is within available resources.

A further discussion of the County and the economic factors which affect the County and its operations can be found in the transmittal letter of this report.

Requests for Information

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 requests for additional information should be addressed to Patrick J. Marshall, Jefferson County Auditor, 301 Market Street, P.O. Box 159, Steubenville, Ohio 43952.

Jefferson County, Ohio
Statement of Net Position
December 31, 2012

	Primary Government			
	Governmental Activities	Business Type Activities	Total	Component Unit
Assets				
Equity in Pooled Cash and Cash Equivalents	\$26,242,615	\$4,267,356	\$30,509,971	\$0
Cash and Cash Equivalents in Segregated Accounts	226,893	0	226,893	726,199
Accounts Receivable	1,468,498	706,661	2,175,159	38,113
Internal Balances	4,513	(4,513)	0	0
Accrued Interest Receivable	25,353	0	25,353	0
Intergovernmental Receivable	8,053,437	873,846	8,927,283	0
Permissive Sales Taxes Receivable	2,797,663	71,720	2,869,383	0
Cash and Cash Equivalents with Fiscal Agents	3,439,750	567,710	4,007,460	0
Investments	140,000	58,560	198,560	0
Investments in Segregated Accounts	25,000	0	25,000	1,231,635
Prepaid Items	146,861	11,271	158,132	513
Materials and Supplies Inventory	503,706	4,764	508,470	2,932
Property Taxes Receivable	11,641,917	0	11,641,917	0
Investments with Fiscal Agents	944,468	0	944,468	0
Loans Receivable	5,906	0	5,906	0
Special Assessments Receivable	0	144,330	144,330	0
Unamortized Bond Insurance Premiums	30,283	22,334	52,617	0
Non-Depreciable Capital Assets	5,248,487	10,482,541	15,731,028	0
Depreciable Capital Assets, Net	96,931,915	34,716,829	131,648,744	154,715
Total Assets	157,877,265	51,923,409	209,800,674	2,154,107
Deferred Outflows of Resources				
Deferred Charge on Refunding	346,200	257,514	603,714	0
Liabilities				
Accounts Payable	963,963	77,132	1,041,095	2,470
Accrued Wages and Benefits	511,623	19,539	531,162	44,134
Intergovernmental Payable	1,481,623	186,176	1,667,799	0
Matured Severance Payable	92,972	0	92,972	0
Accrued Interest Payable	106,780	50,102	156,882	0
Contracts Payable	98,816	1,467,306	1,566,122	0
Retainage Payable	0	322,892	322,892	0
Unearned Revenue	3,439	0	3,439	0
Claims Payable - Health	1,045,675	0	1,045,675	0
Long-Term Liabilities:				
Due Within One Year	4,191,811	1,479,810	5,671,621	0
Due In More Than One Year	22,210,799	16,634,722	38,845,521	0
Total Liabilities	30,707,501	20,237,679	50,945,180	46,604
Deferred Inflows of Resources				
Property Taxes not Levied to Finance Current Year Operations	9,992,097	0	9,992,097	0
Net Position				
Net Investment in Capital Assets	82,122,263	26,770,076	108,892,339	154,715
Restricted for:				
Debt Service	3,805,079	169,872	3,974,951	0
Capital Outlay	1,318,702	0	1,318,702	0
Children's Home	983,510	0	983,510	0
Community Development	316,124	0	316,124	0
Motor Vehicle and Gasoline Tax	4,232,435	0	4,232,435	0
Mental Health	3,049,184	0	3,049,184	0
Developmental Disabilities	7,994,731	0	7,994,731	0
Tuberculosis/Crippled Child Levy	1,112,607	0	1,112,607	0
Children Services	2,422,550	0	2,422,550	0
Court Corrections and Public Safety	2,450,496	0	2,450,496	0
Other Purposes	2,900,414	0	2,900,414	1,045
Unrestricted	4,815,772	5,003,296	9,819,068	1,951,743
Total Net Position	\$117,523,867	\$31,943,244	\$149,467,111	\$2,107,503

See accompanying notes to the basic financial statements

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

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government:				
Legislative and Executive	\$6,773,527	\$3,456,899	\$218,393	\$0
Judicial	4,304,040	2,022,789	22,861	0
Public Safety	11,071,269	1,932,101	2,049,017	21,586
Public Works	8,228,727	124,127	4,194,475	3,517,280
Health	17,056,388	858,984	12,526,954	0
Human Services	13,223,085	240,707	10,214,929	0
Economic Development and Assistance	2,040,631	1,061,638	990,315	0
Interest and Fiscal Charges	1,042,002	0	0	0
<i>Total Governmental Activities</i>	<u>63,739,669</u>	<u>9,697,245</u>	<u>30,216,944</u>	<u>3,538,866</u>
Business Type Activities				
Sewer	1,443,617	1,375,670	0	1,710,045
Water	5,208,929	4,604,245	0	139,195
<i>Total Business Type Activities</i>	<u>6,652,546</u>	<u>5,979,915</u>	<u>0</u>	<u>1,849,240</u>
<i>Total Primary Government</i>	<u>\$70,392,215</u>	<u>\$15,677,160</u>	<u>\$30,216,944</u>	<u>\$5,388,106</u>
Component Unit				
JeffCo. Workshop	<u>\$81,119</u>	<u>\$168,030</u>	<u>\$0</u>	<u>\$0</u>

General Revenues

Property Taxes Levied for General Purposes

Property Taxes Levied for:

Mental Health

Developmental Disabilities

Jail Operating

Emergency 911

Children Services

Senior Citizens

Debt Service

Permissive Sales Taxes Levied for General Purposes

Permissive Sales Taxes Levied for:

Road and Bridge Improvements

Public Safety

Jail Operating

Debt Service

Sewer

Water

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenue

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue
and Changes in Net Position
Primary Government

Governmental Activities	Business Type Activities	Total	Component Unit
(\$3,098,235)	\$0	(\$3,098,235)	\$0
(2,258,390)	0	(2,258,390)	0
(7,068,565)	0	(7,068,565)	0
(392,845)	0	(392,845)	0
(3,670,450)	0	(3,670,450)	0
(2,767,449)	0	(2,767,449)	0
11,322	0	11,322	0
(1,042,002)	0	(1,042,002)	0
(20,286,614)	0	(20,286,614)	0
0	1,642,098	1,642,098	0
0	(465,489)	(465,489)	0
0	1,176,609	1,176,609	0
(20,286,614)	1,176,609	(19,110,005)	0
0	0	0	86,911
1,893,932	0	1,893,932	0
271,093	0	271,093	0
2,373,354	0	2,373,354	0
1,039,192	0	1,039,192	0
1,184,758	0	1,184,758	0
665,057	0	665,057	0
948,684	0	948,684	0
1,125,486	0	1,125,486	0
4,919,221	0	4,919,221	0
2,937,651	0	2,937,651	0
1,429,292	0	1,429,292	0
250,000	0	250,000	0
1,069,045	0	1,069,045	0
0	67,610	67,610	0
0	202,831	202,831	0
1,918,673	0	1,918,673	0
192,381	0	192,381	20,619
484,827	53,437	538,264	31,421
22,702,646	323,878	23,026,524	52,040
(260,000)	260,000	0	0
22,442,646	583,878	23,026,524	52,040
2,156,032	1,760,487	3,916,519	138,951
115,367,835	30,182,757	145,550,592	1,968,552
<u>\$117,523,867</u>	<u>\$31,943,244</u>	<u>\$149,467,111</u>	<u>\$2,107,503</u>

Jefferson County, Ohio
Balance Sheet
Governmental Funds
December 31, 2012

	General	Public Assistance	Motor Vehicle Gasoline Tax	Mental Health	Developmental Disabilities
Assets					
Equity in Pooled Cash and Cash Equivalents	\$999,336	\$344,685	\$1,325,873	\$2,088,284	\$6,360,340
Cash and Cash Equivalents in Segregated Accounts	72,780	0	0	11,727	0
Investments	0	0	0	140,000	0
Investments in Segregated Accounts	25,000	0	0	0	0
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	404,272	0	0	0	0
Investments with Fiscal Agents	0	0	0	0	0
Materials and Supplies Inventory	54,076	26,641	338,632	312	12,867
Receivables:					
Property Taxes	2,208,684	0	0	335,515	2,855,787
Permissive Sales Taxes	1,275,615	0	817,931	0	0
Accounts	338,165	523,267	170,205	0	0
Intergovernmental	989,304	327,677	2,032,980	1,057,329	2,050,349
Interfund	2,419,664	0	4,513	0	0
Accrued Interest	25,353	0	0	0	0
Loans	0	0	0	0	0
Prepaid Items	44,496	28,768	15,581	2,320	18,896
<i>Total Assets</i>	<u>\$8,856,745</u>	<u>\$1,251,038</u>	<u>\$4,705,715</u>	<u>\$3,635,487</u>	<u>\$11,298,239</u>
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$92,133	\$210,072	\$79,511	\$222,299	\$52,763
Contracts Payable	0	0	65,482	0	0
Accrued Wages and Benefits	78,852	69,014	54,069	7,101	146,151
Matured Severance Payable	15,606	5,967	13,384	0	47,208
Interfund Payable	0	0	0	0	0
Intergovernmental Payable	91,001	565,112	31,126	4,401	117,263
Unearned Revenue	0	0	0	0	0
<i>Total Liabilities</i>	<u>277,592</u>	<u>850,165</u>	<u>243,572</u>	<u>233,801</u>	<u>363,385</u>
Deferred Inflows of Resources					
Property Taxes not Levied to Finance Current Year Operations	1,953,273	0	0	266,485	2,372,575
Unavailable Revenue	1,722,172	327,677	1,927,177	695,419	1,586,587
<i>Total Deferred Inflows of Resources</i>	<u>3,675,445</u>	<u>327,677</u>	<u>1,927,177</u>	<u>961,904</u>	<u>3,959,162</u>
Fund Balances (Deficit)					
Nonspendable:					
Materials and Supplies Inventory	54,076	26,641	338,632	312	12,867
Prepaid Items	44,496	28,768	15,581	2,320	18,896
Unclaimed Monies	404,272	0	0	0	0
Restricted for:					
Debt Service	0	0	0	0	0
Capital Outlay	0	0	0	0	0
Children's Home	0	0	0	0	0
Community Development	0	0	0	0	0
Motor Vehicle and Gasoline Tax	0	0	2,180,753	0	0
Mental Health	0	0	0	2,437,150	0
Developmental Disabilities	0	0	0	0	6,943,929
Tuberculosis/Crippled Child Levy	0	0	0	0	0
Children Services	0	0	0	0	0
Corrections and Public Safety	0	0	0	0	0
Public Assistance	0	17,787	0	0	0
Other Purposes	0	0	0	0	0
Assigned for Encumbrances	77,773	0	0	0	0
Unassigned	4,323,091	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>4,903,708</u>	<u>73,196</u>	<u>2,534,966</u>	<u>2,439,782</u>	<u>6,975,692</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$8,856,745</u>	<u>\$1,251,038</u>	<u>\$4,705,715</u>	<u>\$3,635,487</u>	<u>\$11,298,239</u>

See accompanying notes to the basic financial statements

Jail Operating Levy	Other Governmental Funds	Total Governmental Funds
\$44,208	\$14,609,350	\$25,772,076
0	142,386	226,893
0	0	140,000
0	0	25,000
0	66,267	470,539
0	944,468	944,468
1,575	69,603	503,706
1,247,003	4,994,928	11,641,917
0	704,117	2,797,663
0	343,940	1,375,577
198,934	1,396,864	8,053,437
0	0	2,424,177
0	0	25,353
0	5,906	5,906
0	36,800	146,861
<u>\$1,491,720</u>	<u>\$23,314,629</u>	<u>\$54,553,573</u>
\$76,470	\$230,715	\$963,963
0	33,334	98,816
52,695	103,741	511,623
10,734	73	92,972
2,097,191	98,133	2,195,324
33,983	379,177	1,222,063
0	3,439	3,439
<u>2,271,073</u>	<u>848,612</u>	<u>5,088,200</u>
1,039,913	4,359,851	9,992,097
364,990	2,288,217	8,912,239
<u>1,404,903</u>	<u>6,648,068</u>	<u>18,904,336</u>
1,575	69,603	503,706
0	36,800	146,861
0	0	404,272
0	3,558,896	3,558,896
0	3,840,599	3,840,599
0	983,510	983,510
0	257,254	257,254
0	0	2,180,753
0	0	2,437,150
0	0	6,943,929
0	1,112,607	1,112,607
0	1,869,404	1,869,404
0	2,468,834	2,468,834
0	0	17,787
0	1,620,442	1,620,442
0	0	77,773
(2,185,831)	0	2,137,260
<u>(2,184,256)</u>	<u>15,817,949</u>	<u>30,561,037</u>
<u>\$1,491,720</u>	<u>\$23,314,629</u>	<u>\$54,553,573</u>

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

Total Governmental Fund Balances	\$30,561,037
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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	102,180,402
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Other long-term assets are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds:

Property Taxes	1,649,820
Permissive Sales Taxes	1,081,338
Intergovernmental	5,312,842
Fines and Forfeitures	848,778
Interest	17,034
Rent	2,427

Total	8,912,239
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Internal service funds are used by management to charge the costs of health insurance and workers' compensation to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position

1,347,879

Unamortized bond insurance premiums do not provide current financial resources and, therefore, are not reported in the funds.

30,283

The unamortized portion of the difference on refunding represents deferred charges on refunding, which are not reported in the funds.

346,200

In the statement of activities, interest is accrued on outstanding bonds and notes, whereas in governmental funds, an interest expenditure is reported when due.

(106,780)

Long-term liabilities are not due and payable in the current and therefore are not reported in the funds:

General Obligation Bonds	19,680,000
Bond Premium	29,213
Bond Discount	(24,719)
Long-Term Notes Payable	1,881,439
OAQDA Loans	1,347,103
OPWC Loans Payable	3,256
Capital Leases	40,227
Compensated Absences	2,790,874

Total	(25,747,393)
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Net Position of Governmental Activities	\$117,523,867
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See accompanying notes to the basic financial statements

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

	General	Public Assistance	Motor Vehicle Gasoline Tax	Mental Health	Developmental Disabilities
Revenues					
Property Taxes	\$1,870,110	\$0	\$0	\$264,654	\$2,328,284
Permissive Sales Taxes	4,930,829	0	2,942,674	0	0
Charges for Services	3,284,862	0	150,278	3,221	635,546
Licenses and Permits	499,188	0	0	0	0
Fines and Forfeitures	648,346	0	30,016	0	0
Intergovernmental	2,062,574	6,281,867	4,139,737	5,055,620	7,384,075
Investment Income	85,476	0	123	0	0
Rent	0	0	0	51,600	0
Other	18,363	274,828	39,146	25,716	14,024
<i>Total Revenues</i>	<u>13,399,748</u>	<u>6,556,695</u>	<u>7,301,974</u>	<u>5,400,811</u>	<u>10,361,929</u>
Expenditures					
Current:					
General Government:					
Legislative and Executive	4,697,239	0	0	0	0
Judicial	3,698,196	0	0	0	0
Public Safety	197,102	0	0	0	0
Public Works	0	0	6,549,844	0	0
Health	202,567	0	0	5,971,864	9,942,051
Human Services	866,804	6,724,506	0	0	0
Conservation and Recreation	75,000	0	0	0	0
Economic Development and Assistance	75,000	0	0	0	0
Other	460,754	0	0	0	0
Capital Outlay	0	0	0	0	0
Debt Service:					
Principal Retirement	9,067	0	0	0	0
Interest and Fiscal Charges	1,125	0	0	0	0
Issuance Costs	0	0	0	0	0
<i>Total Expenditures</i>	<u>10,282,854</u>	<u>6,724,506</u>	<u>6,549,844</u>	<u>5,971,864</u>	<u>9,942,051</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,116,894</u>	<u>(167,811)</u>	<u>752,130</u>	<u>(571,053)</u>	<u>419,878</u>
Other Financing Sources (Uses):					
Transfers In	0	0	190,000	0	0
General Obligation Bonds Issued	0	0	0	0	0
Refunding Bonds Issued	0	0	0	0	0
Proceeds of Loans	0	0	0	0	0
Discount on Debt Issued	0	0	0	0	0
Inception of Capital Lease	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0
Transfers Out	(2,796,194)	0	(599,840)	0	(350,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(2,796,194)</u>	<u>0</u>	<u>(409,840)</u>	<u>0</u>	<u>(350,000)</u>
<i>Net Change in Fund Balances</i>	<u>320,700</u>	<u>(167,811)</u>	<u>342,290</u>	<u>(571,053)</u>	<u>69,878</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>4,583,008</u>	<u>241,007</u>	<u>2,192,676</u>	<u>3,010,835</u>	<u>6,905,814</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$4,903,708</u></u>	<u><u>\$73,196</u></u>	<u><u>\$2,534,966</u></u>	<u><u>\$2,439,782</u></u>	<u><u>\$6,975,692</u></u>

See accompanying notes to the basic financial statements

Jail Operating Levy	Other Governmental Funds	Total Governmental Funds
\$1,019,877	\$3,864,753	\$9,347,678
250,000	2,446,063	10,569,566
809,479	2,919,567	7,802,953
0	99,887	599,075
0	210,662	889,024
238,002	7,779,803	32,941,678
0	67,301	152,900
0	101,387	152,987
0	112,750	484,827
<u>2,317,358</u>	<u>17,602,173</u>	<u>62,940,688</u>
0	922,763	5,620,002
0	328,630	4,026,826
3,844,368	6,175,254	10,216,724
0	0	6,549,844
0	328,732	16,445,214
0	5,262,918	12,854,228
0	0	75,000
0	2,277,996	2,352,996
0	0	460,754
0	2,668,395	2,668,395
0	2,430,698	2,439,765
0	831,679	832,804
0	99,857	99,857
<u>3,844,368</u>	<u>21,326,922</u>	<u>64,642,409</u>
<u>(1,527,010)</u>	<u>(3,724,749)</u>	<u>(1,701,721)</u>
1,507,183	2,195,727	3,892,910
0	3,525,000	3,525,000
0	4,355,000	4,355,000
0	1,379,295	1,379,295
0	(25,843)	(25,843)
0	21,818	21,818
0	(4,229,300)	(4,229,300)
0	(406,876)	(4,152,910)
<u>1,507,183</u>	<u>6,814,821</u>	<u>4,765,970</u>
(19,827)	3,090,072	3,064,249
<u>(2,164,429)</u>	<u>12,727,877</u>	<u>27,496,788</u>
<u><u>(\$2,184,256)</u></u>	<u><u>\$15,817,949</u></u>	<u><u>\$30,561,037</u></u>

Jefferson 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

Net Change in Fund Balances - Governmental Funds \$3,064,249

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

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 exceeded depreciation in the current period

Capital Asset Additions	5,637,953	
Current Year Depreciation	(5,262,721)	
Total		375,232

Governmental funds only report the disposal of assets of the extent proceeds are received from the sale.

In the statement of activities, a gain or loss is reported for each disposal. (218,336)

Capital Contributions of assets that are not reported in the funds, but are additions to capital assets on the entity-wide statements 3,348,866

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

Property Taxes	153,878	
Permissive Sales Tax	35,643	
Intergovernmental	(616,061)	
Interest	10,338	
Fines and Forfeitures	276,930	
Charges for Services	(26,151)	
Rent	2,427	
Total		(162,996)

Issuance of Debt is reported as other financing sources in the governmental funds, but the issuance increases long term liabilities on the statement of net position.

General Obligation Bonds	(3,525,000)	
Refunding Bonds	(4,355,000)	
OAQDA Loans	(1,379,295)	
Inception of Capital Lease	(21,818)	
Total		(9,281,113)

Bond Discounts are reported as other financing uses in the governmental funds, but are allocated as an expense over the life of the bonds

Discount on Bonds Issued	25,843	
Current Year Amortization	(1,124)	

Payment to the refunded bond escrow agent is an other financing use in governmental funds, but the payment reduces long-term liabilities on the statement of net position. 4,229,300

The refunding difference is allocated as a reduction of expenses in the statement of activities over the life of the bonds. (72,276)

Bond insurance premiums are debt service expenditures in governmental funds when paid, but are reported as unamortized bond insurance premiums on the statement of net position and are allocated as an expense over the life of the outstanding debt on the statement of activities

Bond Insurance Paid	31,659	
Current Year Amortization	(154,972)	

In the statement of activities, interest is accrued on outstanding debt, whereas in the governmental funds, interest expenditures are reported when due. 12,914

Bond premiums are reported as other financing sources in the governmental funds, but are allocated as an expense over the life of the bonds of the statement of activities. 6,260

Repayments of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities:

General Obligation Bonds	1,950,000	
Long-Term Notes Payable	429,541	
OAQDA Loans Payable	32,192	
OPWC Loans Payable	6,502	
Capital Leases	21,530	
Total		2,439,765

Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds. (85,129)

Internal service funds used by management to charge the costs of health insurance and workers' compensation to individual funds are not reported in the statement of activities. Governmental fund expenditures and the related internal service funds' revenues are eliminated. The net revenues of the internal service funds are allocated among governmental activities. (1,402,110)

Change in Net Position of Governmental Activities \$2,156,032

See accompanying notes to the basic financial statements

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final Budget	Actual	
<u>Revenues:</u>				
Property Taxes	\$1,796,958	\$1,848,211	\$1,848,211	\$0
Permissive Sales Taxes	4,525,000	4,935,182	4,935,182	0
Charges for Services	2,485,979	3,278,196	3,278,196	0
Licenses and Permits	342,010	491,144	491,144	0
Fines and Forfeitures	428,854	651,027	651,027	0
Intergovernmental	1,824,210	2,020,651	2,020,651	0
Interest	110,400	76,418	76,418	0
Other	0	18,363	18,363	0
Total Revenues	11,513,411	13,319,192	13,319,192	0
<u>Expenditures:</u>				
Current:				
General Government -				
Legislative and Executive	5,480,176	4,867,769	4,865,849	1,920
Judicial	4,085,312	3,670,111	3,670,111	0
Public Safety	185,991	198,809	198,809	0
Conservation and Recreation	75,000	75,000	75,000	0
Health	202,400	202,329	202,329	0
Human Services	852,507	864,737	864,737	0
Economic Development and Assistance	75,000	75,000	75,000	0
Other	440,255	466,721	466,721	0
Total Expenditures	11,396,641	10,420,476	10,418,556	1,920
Excess of Revenues Over Expenditures	116,770	2,898,716	2,900,636	1,920
<u>Other Financing Uses:</u>				
Transfers Out	(2,661,995)	(2,796,194)	(2,796,194)	0
Net Change in Fund Balance	(2,545,225)	102,522	104,442	1,920
Fund Balance Beginning of Year	3,342,662	3,342,662	3,342,662	0
Prior Year Encumbrances Appropriated	40,874	40,874	40,874	0
Fund Balance End of Year	<u>\$838,311</u>	<u>\$3,486,058</u>	<u>\$3,487,978</u>	<u>\$1,920</u>

See accompanying notes to the basic financial statements

Jefferson County, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget
	<u>Budget</u>	<u>Budget</u>		Positive
				(Negative)
<u>Revenues:</u>				
Intergovernmental	\$9,781,707	\$6,153,009	\$6,153,009	\$0
Other	815,612	274,828	274,828	0
Total Revenues	10,597,319	6,427,837	6,427,837	0
<u>Expenditures:</u>				
Current:				
Human Services	10,597,319	6,864,295	6,864,295	0
Net Change in Fund Balance	0	(436,458)	(436,458)	0
Fund Balance Beginning of Year	781,143	781,143	781,143	0
Fund Balance End of Year	<u>\$781,143</u>	<u>\$344,685</u>	<u>\$344,685</u>	<u>\$0</u>

See accompanying notes to the basic financial statements

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

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<u>Revenues:</u>				
Permissive Sales Taxes	\$2,440,000	\$2,946,996	\$2,946,996	\$0
Charges for Services	30,000	149,000	149,000	0
Fines and Forfeitures	30,000	30,016	30,016	0
Intergovernmental	3,698,952	4,361,675	4,361,675	0
Interest	6,280	123	123	0
Other	55,000	39,146	39,146	0
Total Revenues	6,260,232	7,526,956	7,526,956	0
<u>Expenditures:</u>				
Current:				
Public Works	6,072,682	6,811,869	6,757,992	53,877
Excess of Revenues Over Expenditures	187,550	715,087	768,964	53,877
<u>Other Financing Sources (Uses):</u>				
Transfers In	214,994	214,994	214,994	0
Transfers Out	(599,840)	(599,840)	(599,840)	0
Total Other Financing Sources (Uses)	(384,846)	(384,846)	(384,846)	0
Net Change in Fund Balance	(197,296)	330,241	384,118	53,877
Fund Balance Beginning of Year	567,347	567,347	567,347	0
Prior Year Encumbrances Appropriated	197,713	197,713	197,713	0
Fund Balance End of Year	<u>\$567,764</u>	<u>\$1,095,301</u>	<u>\$1,149,178</u>	<u>\$53,877</u>

See accompanying notes to the basic financial statements

Jefferson County, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health Fund
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	Original	Final		Final Budget
	Budget	Budget	Actual	Positive
				(Negative)
<u>Revenues:</u>				
Property Taxes	\$266,564	\$263,196	\$263,196	\$0
Charges for Services	0	7,034	7,034	0
Intergovernmental	7,598,438	5,494,249	5,494,249	0
Rent	59,400	51,600	51,600	0
Other	12,000	25,716	25,716	0
Total Revenues	7,936,402	5,841,795	5,841,795	0
<u>Expenditures:</u>				
Current:				
Health	7,936,362	6,258,499	6,258,480	19
Net Change in Fund Balance	40	(416,704)	(416,685)	19
Fund Balance Beginning of Year	2,637,132	2,637,132	2,637,132	0
Fund Balance End of Year	<u>\$2,637,172</u>	<u>\$2,220,428</u>	<u>\$2,220,447</u>	<u>\$19</u>

See accompanying notes to the basic financial statements

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

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
	<u>Budget</u>	<u>Budget</u>		<u>Positive</u>
				<u>(Negative)</u>
<u>Revenues:</u>				
Property Taxes	\$2,361,611	\$2,309,864	\$2,309,864	\$0
Charges for Services	532,000	635,546	635,546	0
Intergovernmental	7,231,131	7,375,370	7,375,370	0
Other	0	14,024	14,024	0
Total Revenues	10,124,742	10,334,804	10,334,804	0
<u>Expenditures:</u>				
Current:				
Health	10,035,499	9,931,265	9,931,265	0
Excess of Revenues Over Expenditures	89,243	403,539	403,539	0
<u>Other Financing Uses:</u>				
Transfers Out	(135,000)	(350,000)	(350,000)	0
Net Change in Fund Balance	(45,757)	53,539	53,539	0
Fund Balance Beginning of Year	6,207,778	6,207,778	6,207,778	0
Fund Balance End of Year	<u>\$6,162,021</u>	<u>\$6,261,317</u>	<u>\$6,261,317</u>	<u>\$0</u>

See accompanying notes to the basic financial statements

Jefferson County, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Jail Operating Levy Fund
For the Year Ended December 31, 2012

	<u>Budgeted Amounts</u>			Variance with
	Original	Final	Actual	Final Budget
	Budget	Budget		Positive
				(Negative)
<u>Revenues:</u>				
Property Taxes	\$1,114,092	\$1,011,654	\$1,011,654	\$0
Permissive Sales Taxes	250,000	250,000	250,000	0
Charges for Services	973,200	943,112	943,112	0
Intergovernmental	239,115	244,175	244,175	0
Total Revenues	2,576,407	2,448,941	2,448,941	0
<u>Expenditures:</u>				
Current:				
Public Safety	3,838,797	3,840,080	3,840,080	0
Excess of Revenues Under Expenditures	(1,262,390)	(1,391,139)	(1,391,139)	0
<u>Other Financing Sources:</u>				
Transfers In	1,257,183	1,507,183	1,507,183	0
Net Change in Fund Balance	(5,207)	116,044	116,044	0
Fund Balance (Deficit) Beginning of Year	(2,213,235)	(2,213,235)	(2,213,235)	0
Fund Balance (Deficit) End of Year	<u>(\$2,218,442)</u>	<u>(\$2,097,191)</u>	<u>(\$2,097,191)</u>	<u>\$0</u>

See accompanying notes to the basic financial statements

Jefferson County, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2012

	Business Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Sewer	Water	Total	
Assets				
Current Assets:				
Equity in Pooled Cash and Cash Equivalents	\$714,640	\$3,059,952	\$3,774,592	\$0
Cash and Cash Equivalents with Fiscal Agents	0	0	0	3,439,750
Investments	0	58,560	58,560	0
Materials and Supplies Inventory	1,139	3,625	4,764	0
Receivables:				
Permissive Sales Taxes	17,930	53,790	71,720	0
Intergovernmental	873,846	0	873,846	0
Accounts	264,601	442,060	706,661	92,921
Interfund	0	0	0	5,229,606
Prepaid Items	0	11,271	11,271	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	492,764	0	492,764	0
Cash and Cash Equivalents with Fiscal Agents	567,710	0	567,710	0
Total Current Assets	2,932,630	3,629,258	6,561,888	8,762,277
Noncurrent Assets:				
Restricted Assets:				
Special Assessments Receivable	144,330	0	144,330	0
Unamortized Bond Insurance Premiums	11,350	10,984	22,334	0
Non Depreciable Capital Assets	9,773,793	708,748	10,482,541	0
Depreciable Capital Assets, Net	12,165,847	22,550,982	34,716,829	0
Total Noncurrent Assets	22,095,320	23,270,714	45,366,034	0
Total Assets	25,027,950	26,899,972	51,927,922	8,762,277
Deferred Outflows of Resources				
Deferred Charge on Refunding	130,447	127,067	257,514	0
Liabilities				
Current Liabilities:				
Accounts Payable	39,753	37,379	77,132	0
Contracts Payable	1,440,407	26,899	1,467,306	0
Accrued Wages and Benefits Payable	4,395	15,144	19,539	0
Interfund Payable	0	4,513	4,513	5,453,946
Intergovernmental Payable	22,596	163,580	186,176	259,560
Claims Payable - Health Benefits	0	0	0	1,045,675
Claims Payable - Workers Comp	0	0	0	252,514
Accrued Interest Payable	46,654	3,448	50,102	0
Retainage Payable	322,892	0	322,892	0
Current Portion of Compensated Absences Payable	9,604	44,258	53,862	0
Current Portion of General Obligation Bonds Payable	85,000	80,000	165,000	0
Current Portion of OPWC Loans Payable	11,766	61,375	73,141	0
Current Portion of OWDA Loans Payable	440,641	346,543	787,184	0
Current Portion of Ohio EPA Loan Payable	28,923	371,700	400,623	0
Total Current Liabilities	2,452,631	1,154,839	3,607,470	7,011,695
Long-Term Liabilities (Net of Current Portion):				
Compensated Absences Payable	12,579	10,814	23,393	0
Claims Payable - Workers Compensation	0	0	0	402,703
General Obligation Bonds Payable	2,588,528	1,552,158	4,140,686	0
Revenue Bonds Payable	5,884,000	0	5,884,000	0
OPWC Loans Payable	176,482	139,318	315,800	0
OWDA Loans Payable	0	179,886	179,886	0
Ohio EPA Loan Payable	549,537	5,541,420	6,090,957	0
Total Long-Term Liabilities	9,211,126	7,423,596	16,634,722	402,703
Total Liabilities	11,663,757	8,578,435	20,242,192	7,414,398
Net Position				
Net Investment in Capital Assets	11,671,594	15,098,482	26,770,076	0
Restricted for:				
Debt Service	169,872	0	169,872	0
Unrestricted	1,653,174	3,350,122	5,003,296	1,347,879
Total Net Position	\$13,494,640	\$18,448,604	\$31,943,244	\$1,347,879

See accompanying notes to the basic financial statements

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

	Business Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Sewer	Water	Total	
Operating Revenues				
Charges for Services	\$1,375,670	\$4,604,245	\$5,979,915	\$0
Charges for Services - Health	0	0	0	6,665,211
Charges for Services - Workers' Compensation	0	0	0	68,206
Other	12,783	18,854	31,637	592,109
<i>Total Operating Revenues</i>	<u>1,388,453</u>	<u>4,623,099</u>	<u>6,011,552</u>	<u>7,325,526</u>
Operating Expenses				
Personal Services	254,329	1,101,943	1,356,272	0
Contractual Services	303,558	2,170,483	2,474,041	0
Contractual Services - Health	0	0	0	341,359
Contractual Services - Workers Compensation	0	0	0	259,560
Materials and Supplies	12,573	202,624	215,197	0
Claims - Health Benefits	0	0	0	7,955,056
Claims - Workers Compensation	0	0	0	201,322
Depreciation	659,260	1,298,167	1,957,427	0
Other	0	106,010	106,010	0
<i>Total Operating Expenses</i>	<u>1,229,720</u>	<u>4,879,227</u>	<u>6,108,947</u>	<u>8,757,297</u>
<i>Operating Income (Loss)</i>	<u>158,733</u>	<u>(256,128)</u>	<u>(97,395)</u>	<u>(1,431,771)</u>
Non-Operating Revenues (Expenses)				
Permissive Sales Taxes	67,610	202,831	270,441	0
Interest	0	0	0	29,143
Interest and Fiscal Charges	(188,209)	(298,958)	(487,167)	0
Other Non-Operating Revenues	0	21,800	21,800	518
Loss on Disposal of Capital Assets	0	(5,691)	(5,691)	0
Bond Issuance Costs	(25,688)	(25,053)	(50,741)	0
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(146,287)</u>	<u>(105,071)</u>	<u>(251,358)</u>	<u>29,661</u>
<i>Income (Loss) Before Contributions and Transfers</i>	<u>12,446</u>	<u>(361,199)</u>	<u>(348,753)</u>	<u>(1,402,110)</u>
Capital Contributions	<u>1,710,045</u>	<u>139,195</u>	<u>1,849,240</u>	<u>0</u>
<i>Income (Loss) Before Transfers</i>	<u>1,722,491</u>	<u>(222,004)</u>	<u>1,500,487</u>	<u>(1,402,110)</u>
Transfers In	<u>260,000</u>	<u>0</u>	<u>260,000</u>	<u>0</u>
<i>Change in Net Position</i>	<u>1,982,491</u>	<u>(222,004)</u>	<u>1,760,487</u>	<u>(1,402,110)</u>
<i>Net Position Beginning of Year</i>	<u>11,512,149</u>	<u>18,670,608</u>	<u>30,182,757</u>	<u>2,749,989</u>
<i>Net Position End of Year</i>	<u><u>\$13,494,640</u></u>	<u><u>\$18,448,604</u></u>	<u><u>\$31,943,244</u></u>	<u><u>\$1,347,879</u></u>

See accompanying notes to the basic financial statements

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

	Business Type Activities - Enterprise Funds			Governmental Activities- Internal Service Funds
	Sewer	Water	Total	
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash Received from Customers	\$1,349,666	\$4,569,793	\$5,919,459	\$0
Cash Received from Interfund Services - Health Benefits	0	0	0	6,665,211
Cash Received from Interfund Services - Workers' Compensation	0	0	0	586,461
Cash Payments for Employee Services and Benefits	(235,712)	(950,287)	(1,185,999)	0
Cash Payments for Goods and Services	(322,934)	(2,510,555)	(2,833,489)	(580,919)
Cash Payments for Claims - Health Benefits	0	0	0	(9,934,006)
Cash Payments for Claims - Workers' Compensation	0	0	0	(354,575)
Other Operating Revenues	12,783	18,854	31,637	3,503,720
Other Operating Expenses	0	(106,010)	(106,010)	0
Other Non-Operating Revenues	0	21,800	21,800	518
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>803,803</u>	<u>1,043,595</u>	<u>1,847,398</u>	<u>(113,590)</u>
Cash Flows from Noncapital Financing Activities				
Interfund Loan	0	0	0	252,402
Permissive Sales Taxes	67,831	203,494	271,325	0
<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>67,831</u>	<u>203,494</u>	<u>271,325</u>	<u>252,402</u>
Cash Flows from Capital and Related Financing Activities				
Payments for Capital Acquisitions	(7,683,514)	(356,302)	(8,039,816)	0
Revenue Bonds Issued	5,884,000	0	5,884,000	0
Refunding Bonds Issued	1,620,000	1,550,000	3,170,000	0
OWDA Loans Issued	16,905	0	16,905	0
EPA Loans Issued	1,396,196	0	1,396,196	0
Premium on Debt Issued	1,434	2,285	3,719	0
Discount on Debt Issued	(8,150)	0	(8,150)	0
Bond Issuance Costs	(37,613)	(36,683)	(74,296)	0
Tap-In Fees	1,445	70,035	71,480	0
Capital Grants	1,421,442	5,627	1,427,069	0
Transfers In	260,000	0	260,000	0
Special Assessments	37,652	0	37,652	0
Principal Paid on Debt:				
General Obligation Bonds	(95,000)	(90,000)	(185,000)	0
Payment to Refunded Bond Escrow Agent	(1,575,671)	(1,515,601)	(3,091,272)	0
OWDA Loans	(181,855)	(321,200)	(503,055)	0
OPWC Loans	(11,766)	(61,379)	(73,145)	0
Ohio EPA Loans	(817,736)	(350,468)	(1,168,204)	0
Interest and Fiscal Charges Paid on Debt	(78,013)	(279,980)	(357,993)	0
<i>Net Cash Provided by (Used for) Capital and Related Financing Activities</i>	<u>149,756</u>	<u>(1,383,666)</u>	<u>(1,233,910)</u>	<u>0</u>
Cash Flows from Investing Activities				
Interest	0	0	0	29,143
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>1,021,390</u>	<u>(136,577)</u>	<u>884,813</u>	<u>167,955</u>
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>753,724</u>	<u>3,255,089</u>	<u>4,008,813</u>	<u>3,271,795</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$1,775,114</u></u>	<u><u>\$3,118,512</u></u>	<u><u>\$4,893,626</u></u>	<u><u>\$3,439,750</u></u>

(Continued)

Jefferson County, Ohio
Statement of Cash Flows
Proprietary Funds (Continued)
For the Year Ended December 31, 2012

	<u>Business Type Activities - Enterprise Funds</u>			<u>Governmental Activities- Internal Service Fund</u>
	<u>Sewer</u>	<u>Water</u>	<u>Total</u>	
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities				
Operating Income (Loss)	\$158,733	(\$256,128)	(\$97,395)	(\$1,431,771)
Adjustments:				
Depreciation	659,260	1,298,167	1,957,427	0
Non-Operating Revenues	0	21,800	21,800	518
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(26,004)	(34,452)	(60,456)	494,485
Decrease in Prepaid Items	0	332	332	0
Decrease in Interfund Receivable	0	0	0	518,255
Increase in Accounts Payable	22,314	3,640	25,954	0
Increase in Accrued Wages and Benefits Payable	1,336	4,525	5,861	0
Increase in Compensated Absences Payable	34	2,692	2,726	0
Decrease in Interfund Payable	(3,155)	(10,314)	(13,469)	0
Increase in Claims Payable - Health Benefits	0	0	0	438,176
Decrease in Claims Payable - Workers' Compensation	0	0	0	(153,253)
Increase (Decrease) in Intergovernmental Payable	(8,715)	13,333	4,618	20,000
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>\$803,803</u>	<u>\$1,043,595</u>	<u>\$1,847,398</u>	<u>(\$113,590)</u>

Noncash Activities:

There was a \$873,846 capital grant receivable recorded in the sewer fund at December 31, 2012.

There was \$207,733 construction in progress placed in service in the sewer fund during 2012.

During 2012, the County received capital contributions in the amount of \$13,312 for the airport sewer line, contributed by Governmental Activities.

See accompanying notes to the basic financial statements

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

Assets

Equity in Pooled Cash and Cash Equivalents	\$3,478,233
Cash and Cash Equivalents in Segregated Accounts	682,706
Receivables:	
Property Taxes	45,286,103
Accounts	1,341,912
Special Assessments	358,805
Intergovernmental	3,137,585

<i>Total Assets</i>	<u><u>\$54,285,344</u></u>
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Liabilities

Intergovernmental Payable	\$50,124,405
Undistributed Monies	4,160,939

<i>Total Liabilities</i>	<u><u>\$54,285,344</u></u>
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See accompanying notes to the basic financial statements

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

NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION

Jefferson County, Ohio (The County), was created July 29, 1797. The County is comprised of fourteen townships and nineteen municipalities. The County is governed by a board of three commissioners elected by the voters. Other elected officials that manage various segments of the County's operations are the County Auditor, County Treasurer, Recorder, Clerk of Courts, Coroner, Engineer, Prosecuting Attorney, Sheriff, two Common Pleas Court Judges, a Probate and Juvenile Court Judge and three County Court Judges.

Although the elected officials manage the internal operations of their respective departments, the County Commissioners authorize expenditures as well as serve as the budget and taxing authority, contracting body and the chief administrator of public services for the County, including each of these departments.

Reporting Entity:

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

The primary government consists of all funds, departments, boards and agencies that are not legally separate from the County. For Jefferson County, this includes the Board of Developmental Disabilities, the Department of Job and Family Services, the Prevention and Recovery Board, the Veteran's Service Commission, the Law Library Resources Board, the Regional Airport Authority, the Jefferson County Water and Sewer Districts, 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 for which the County approves the budget, the issuance of debt or the levying of taxes or organizations whose exclusion would cause the report to be incomplete.

The component unit column in the combined financial statements identifies the financial data of the County's component unit, JeffCo Workshop. It is discretely reported in a separate column to emphasize that it is legally separate from the County.

JeffCo. Workshop (JeffCo) is a legally separate, not-for-profit corporation, served by a self-appointing board of trustees. The workshop, under a contractual agreement with the Jefferson County Board of Developmental Disabilities provides sheltered employment for developmentally disabled adults in Jefferson County. The Jefferson County Department of Developmental Disabilities provides the workshop with staff salaries, transportation, and equipment (except that used directly in the production of goods or rendering services), staff to administer and supervise training programs, and other funds as necessary for the operation of the workshop. Based on the significant services and resources provided by the County to JeffCo and JeffCo's sole purpose of providing assistance to the retarded and handicapped adults of Jefferson County, it was determined that to exclude the workshop from the County's report would make the report incomplete. JeffCo Workshop operates on a fiscal year ending December 31. Separately issued financial statements can be obtained from JeffCo Workshop, Steubenville, Ohio.

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

The following potential component units have been excluded from the County's financial statements because the County is not financially accountable for these organizations nor are these entities for which the County approves the budget, issues debt, or levies taxes.

Jefferson County Agricultural Society
Jefferson County Educational Service Center
Jefferson County Community Action Council
Jefferson County Historical Society
Jefferson County Joint Vocational School District
Jefferson County Taxpayers Association
Jefferson County Land Office
Public Library of Steubenville and Jefferson County
Prime Time Office on Aging
Jefferson County Community Improvement Corporation (See Subsequent Event Note 25)
Progress Alliance (See Subsequent Event Note 25)

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

Jefferson Soil and Water Conservation District is statutorily created as a separate and distinct political subdivision of the State. The five supervisors of the Soil and Water Conservation District are elected officials authorized to contract and sue on behalf of the District. The Supervisors adopt their own budget, authorize District expenditures, hire and fire staff, and do not rely on the County to finance deficits.

Jefferson County General Health District is governed by the Board of Health which oversees the operation of the health district and is elected by a regional advisory council comprised of township trustees and mayors of participating municipalities. The Board adopts its own budget, which is approved by the County Budget Commission as a ministerial function, hires and fires its own staff, and operates autonomously from the County. Funding is based on a rate per taxable valuation, along with state and federal grants applied for by the District.

Local Emergency Planning Commission (LEPC) is statutorily created as a separate and distinct political subdivision of the State. Its members are appointed by the Emergency Response Commission. The Commission adopts its own budget, authorizes expenditures, hires and fires staff, and operates autonomously from the County. The activity of the LEPC is reported to the Emergency Response Commission.

The following operation has been identified as a joint venture of Jefferson County.

Jefferson County Regional Planning Commission

The County participates in the Jefferson County Regional Planning Commission which is a statutorily created political subdivision of the State. The commission is jointly governed among Jefferson County and municipalities and townships within the County. Each member's control over the operation of the commission is limited to its representation on the board. The Commission makes studies, maps, plans, recommendations and reports concerning the physical, environment, social, economic and governmental functions and services of the County as well as applies for certain grants on behalf of the member governments. The continued existence of the Commission is dependent upon the County's continued participation; however, the County does not have an equity interest in the Commission. Since Jefferson County serves as the fiscal agent for the Board, the financial activity of the District is presented as an agency fund. Additional information on the joint venture is presented in Note 19.

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

The County is involved with the following organizations which are defined as jointly governed organizations. Additional financial information concerning the jointly governed organizations is presented in Note 20.

Jefferson County Cluster
Eastern Ohio Correction Center
Brooke, Hancock, Jefferson Regional Planning Commission (BHJ)
Oakview Juvenile Residential Center
Area Office on Aging
Ohio Mid-Eastern Governments Association (OMEGA)
Jefferson-Belmont Joint Solid Waste Authority
Jefferson County Family and Children First Council
Belmont, Carroll, Harrison, and Jefferson Counties Council of Governments
Jefferson County Port Authority

The County is associated with the following organizations which are defined as related organizations. Additional information concerning the related organizations is presented in Note 21.

Jefferson Metropolitan Housing Authority
Eastern Gateway Community College
Friendship Park District

The County is associated with the following organizations which are public entity pools. Additional information concerning these pools is presented in Note 22.

County Risk Sharing Authority (CORSA)
Ohio Mid-Eastern Regional Educational Service Agency Self Insurance Plan (OME-RESA)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. 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 fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the County that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities 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. The policy of the County is to

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

not allocate indirect expenses to functions in the statement of activities. 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. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

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

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

General Fund The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Ohio.

Public Assistance Fund The public assistance fund accounts for various Federal and State grants as well as transfers from the general fund used to provide public assistance to general relief recipients and to pay their providers of medical assistance and certain public social services.

Motor Vehicle and Gasoline Tax (MVGT) Fund The MVGT fund accounts for revenue derived from motor vehicle licenses, gasoline taxes, grants, permissive sales taxes, and interest. Expenditures in this fund are restricted by State law to County road and bridge repair/improvements programs.

Mental Health Fund The mental health fund accounts for Federal and State grants and a county-wide property tax levy that are expended primarily to pay the cost of contracts with local mental health agencies that provide services to the public.

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

Developmental Disabilities Fund To account for the operation of a school and the costs of administering a sheltered workshop for the mentally retarded and developmentally disabled residents of the County. Revenue sources are Federal and State grant monies and a county-wide property tax levy.

Jail Operating Levy Fund To account for a county-wide property tax levy used for the administration and operation of the county justice 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 a description of the County's enterprise funds:

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

Water Fund To account for water services provided to County individual and commercial users. The costs of providing these services are financed primarily through user charges.

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 Internal Service Funds are used to account for the operation of the County's self insurance program for employee health benefits and prescription drugs and the County's workers' compensation program through a retrospective rating plan.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the County under a trust agreement for individuals, private organizations, or other governments and are 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 all classified as agency funds. The agency funds 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.

C. Measurement Focus

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

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

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund 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 fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the County finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the statements presented for proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, in 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 sixty days of year-end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include sales taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the year for which the taxes are levied (see Note 7.) Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On a modified accrual basis, revenue from 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 8), interest, federal and state grants and subsidies, state-levied locally shared taxes (including motor vehicle license fees and gasoline taxes), fees and rentals.

Unearned revenue represents amounts under the accrual and modified accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned.

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

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the County, deferred outflows of resources include a deferred charge on refunding 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 2013 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the County unavailable revenue includes delinquent property taxes, sales tax revenue, interest revenue, fees, rentals, state-levied and locally shared taxes, and 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.

E. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the County Commissioners may appropriate. The appropriations resolution is the County Commissioners' authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the County Commissioners. The legal level of control has been established by County Commissioners at the fund, program, department, and object level.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the County Auditor. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts when the original appropriations were adopted. These appropriations were made before the end of the prior year and before the actual year end fund balances were known. This resulted in differences being reported for beginning of year fund balances for the original and final budgeted amounts. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during 2012 upon which the final appropriations were based.

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

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

F. Cash, Cash Equivalents, and Investments

Cash balances of the County's funds, except cash and investments held by a trustee or fiscal agent or held in segregated accounts, are pooled and invested in short-term investments in order to provide improved cash management. During 2012, investments were limited to money market mutual funds, Federal Home Loan Bank securities, Federal Farm Credit Bank securities, Federal Home Loan Mortgage Association securities, Federal National Mortgage Association securities, STAROhio, and certificates of deposit. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost. Under existing Ohio statutes, all investment earnings accrue to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during 2012 amounted to \$85,476 which includes \$14,277 assigned from other funds.

Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the County are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months are reported as investments. The County reports the change in fair value of investments. The calculation of realized gains/losses is independent of the calculation of the change in the fair value of investments. The realized gains/losses of the current period include unrealized amounts from prior periods.

The County has invested funds in the State Treasurer's Asset Reserve of Ohio (STAROhio) during 2012. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on December 31, 2012.

The Jail Operating Levy and Permissive Sheriff Special Revenue Funds and the Self Insurance - Health Internal Service Fund made disbursements in excess of their equity interest in the cash management pool. The amounts of these excesses are reported as an interfund payable to the General and the Self Insurance - Workers' Compensation Internal Service Fund.

G. Restricted Assets

Special assessments receivable have been presented as restricted assets as their use is limited by the authorizing statute. Restricted assets have also been reported cash held by the County as well as, for monies held by a fiscal agent that are held in trust for the benefit of the County Children's Home, unclaimed monies, monies restricted for community development, amounts withheld on construction contracts, and amounts required to be set aside for debt service through bond covenants.

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

H. Receivables and Payables

Receivables and payables are recorded on the County's financial statements to the extent that the amounts are determined 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, collectibility. Using these criteria, the County has elected to not record child support arrearages. 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.

I. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used.

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

K. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net 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 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 backtrending (i.e., estimating 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 ten thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest costs incurred during the construction of capital assets utilized by the enterprise funds are also capitalized. All infrastructure of the County has been reported, including infrastructure acquired or constructed prior to 1980. All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

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

Description	Governmental Activities Estimated Lives	Business Type Activities Estimated Lives
Buildings and Improvements	20-40 Years	40 Years
Machinery and Equipment	5-20 Years	3-20 Years
Infrastructure	4-100 Years	40-50 Years
Vehicles	5-15 Years	5 Years

L. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

M. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the County has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year end taking into consideration any limits specified in the County's termination policy. The County records a liability for sick leave for employees with ten or more years of service at varying rates depending on County policy.

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

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Severance Payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

N. 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

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

current year. Bonds, capital leases, and long-term loans are recognized as a liability in the governmental fund financial statements when due.

O. Unamortized Bond Insurance Premiums, Bond Discounts, Bond Premiums, and Bond Issuance Costs

On the government wide financial statements, bond insurance premiums, bond premiums and bond discounts are amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. On the governmental fund financial statements bond insurance premiums, bond premiums, bond discounts and bond issuance costs are recognized in the period in which the bonds are issued.

Bond issuance costs are expensed in in the funds in the period the bonds are issued.

P. 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 difference 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.

Q. Fund Balance

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

Nonspendable: The nonspendable 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” includes items that are not expected to be converted to cash.

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 or enabling legislation (County resolutions).

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

Committed: The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the County Commissioners. Those committed amounts cannot be used for any other purpose unless the Commission removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by

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

the County Commissioners, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned: Amounts in the assigned 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 Commissioners. In the general fund, assigned amounts represent intended uses established by the County Commissioners or a County official delegated that authority by resolution or by State Statute. State Statute authorizes the County Auditor to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

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

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.

R. Net Position

Net Position represents the difference between all other elements in a statement of financial position. Net investments 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 either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes are primarily for net position of the Miscellaneous Local and Senior Citizens Levy special revenue funds. Of the restricted net position, none has resulted from enabling legislation.

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

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the County, these revenues are charges for services for wastewater treatment, sale of water, and self-insurance programs. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

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

T. Capital Contributions

Contributions of capital arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

U. Internal Activity

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

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

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in 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.

V. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the County and that are either unusual in nature or infrequent in occurrence. During 2012, the County reported no extraordinary or special items.

W. Estimates

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

NOTE 3 - CHANGES 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. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements," Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position," Statement No. 64, "Derivative Instruments: Application of Hedge Accounting Termination Provisions – an amendment of GASB Statement No. 53" Statement No. 65, "Items Previously Reported as Assets and Liabilities," and Statement No. 66, "Technical Corrections—2012—an amendment of GASB Statements No. 10 and No. 62"

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 change in the County's financial statements.

Jefferson County, Ohio
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For the Year Ended December 31, 2012

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

GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in 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

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual for the general and major special revenue funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
4. Unrecorded cash and unrecorded interest are reported on the balance sheet (GAAP basis), but not on the budgetary basis. The reconciled difference between the beginning and end of the year is reflected in the following tables as unrecorded cash.
5. Cash that is held by the agency funds on behalf of County funds on a budget basis are allocated and reported on the balance sheet (GAAP basis) in the appropriate County fund.

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

6. Transfers in and transfers out are balance sheet transactions (GAAP basis) as opposed to operating transactions (budget basis).
7. The investment market value adjustment is the amount recorded to bring investments to market value on the balance sheet (GAAP basis) that is not recorded on the budgetary (Cash basis)

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

Net Change in Fund Balances General and Major Special Revenue Funds						
	General	Public Assistance	MVGT	Mental Health	Developmental Disabilities	Jail Operating Levy
GAAP Basis	\$320,700	(\$167,811)	\$342,290	(\$571,053)	\$69,878	(\$19,827)
Net Adjustment for Revenue Accruals	186,280	(128,858)	224,982	460,548	71,898	175,791
Unrecorded Cash	(97,780)	0	0	(11,727)	0	0
Agency Fund Cash Allocation	(155,154)	0	0	(7,837)	(99,023)	(44,208)
Net Adjustment for Expenditure Accruals	(52,228)	(139,789)	(31,453)	(286,616)	10,786	4,288
Investment Market Value Adjustment	(13,902)	0	0	0	0	0
Transfers In	0	0	24,994	0	0	0
Encumbrances	(83,474)	0	(176,695)	0	0	0
Budget Basis	\$104,442	(\$436,458)	\$384,118	(\$416,685)	\$53,539	\$116,044

NOTE 5 - ACCOUNTABILITY AND COMPLIANCE

A. Fund Deficits

The following funds had a deficit fund balance or deficit net position as of December 31, 2012:

	Deficit Fund Balance	Deficit Net Position
<u>Special Revenue Funds:</u>		
Jail Operating Levy	(\$2,184,256)	
<u>Internal Service Fund:</u>		
Self Insurance - Health		(\$3,950,655)

The deficits in the Jail Operating Levy special revenue fund and the Self Insurance - Health internal service fund are due to actual cash deficits in the funds, accrued liabilities, as well as a failure to adequately fund these programs. The cash deficits are reported as payables to other funds. In order to alleviate the deficit in the Self Insurance – Health internal service fund, the County Commissioners have authorized a fifteen year repayment plan which includes increased monthly premium charges and changes to the plan guidelines.

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

B. Legal Compliance:

The Jail Operating Levy Special Revenue Fund and the Self Insurance – Health Internal Service Fund had appropriations in excess of estimated revenue contrary to Section 5705.39, Revised Code, in the amounts of \$2,097,191, and \$2,997,901 respectively. The County will monitor estimated revenue levels in the future to ensure that appropriations are not in excess of the amount available.

The Jail Operating Levy and Permissive Sheriff Special Revenue Funds and the Self Insurance - Health Internal Service Fund had deficit cash balances contrary to Section 5705.10 (H), Revised Code, in the amounts of \$2,097,191, \$15,369, and \$2,997,901, respectively, which provides that money paid into any fund shall be used for the purpose for which the funds were established.

NOTE 6 - DEPOSITS AND INVESTMENTS

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

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, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bond 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;

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

5. Time certificates of deposits 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 (STAROhio);
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 rated at the time of purchase, which are rated in the highest qualification established by two nationally recognized standard rating services, which do not exceed ten percent of the value of the outstanding commercial paper of the issuing corporation and which mature within 270 days after purchase;
 - b. bankers 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 funds rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency or instrumentality, and/or highly rated commercial paper.
12. One percent of the County's average portfolio in debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

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

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

At December 31, 2012, the County's Sewer fund had a cash balance of \$567,710 held by U.S. Department of Agriculture (USDA) relating to the revenue bonds issued by Jefferson County during 2012. The money is held by USDA in a pooled account which is representative of numerous entities and therefore cannot be classified by risk under GASB Statement 40.

At December 31, 2012, the County's Self Insurance – Health internal service fund had a \$2,456,045 balance with OME-RESA, a risk sharing, claims servicing, and insurance purchasing pool (See Note 22). The money is held by the public entity risk pool in a pooled account which is representative of numerous entities and therefore cannot be included in the risk disclosures reported by the County. Disclosures for the OME-RESA Self-Insurance Plan as a whole may be obtained from the Plan's fiscal agent, the Jefferson County Educational Service Center. To obtain financial information, write to the Ohio Mid-Eastern Regional Educational Service Agency, Self-Insurance Plan, Attention: Treasurer, Steubenville, Ohio 43952.

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, \$24,276,762 of the County's bank balance of \$31,630,156 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all 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.

Investments

As of December 31, 2012, investments were limited to money market mutual funds, Federal Home Loan Bank securities, Federal Farm Credit Bank securities, Federal Home Loan Mortgage Association securities, Federal National Mortgage Association securities, Star Ohio, and certificates of deposit:

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	Fair Value	Maturity	Percent of Total Investments	Rating	Rating Agency
FNMA Note	\$452,336	8/27/15	7.85%	AA+	S&P
FNMA Note	498,455	12/20/18	8.66%	AA+	S&P
FNMA Note	201,690	9/20/16	3.50%	AA+	S&P
FNMA Note	250,307	9/8/15	4.35%	AA+	S&P
FNMA Note	201,796	6/6/16	3.50%	AA+	S&P
FNMA Note	398,984	12/13/16	6.93%	AA+	S&P
FNMA Note	251,645	8/20/13	4.37%	AA+	S&P
FHLMC Note	100,956	11/29/16	1.75%	AA+	S&P
FHLMC Note	501,360	9/20/17	8.71%	AA+	S&P
FHLMC Note	252,272	2/24/17	4.38%	AA+	S&P
FHLMC Note	501,680	6/28/17	8.71%	AA+	S&P
FFCB Note	501,030	6/4/15	8.70%	AA+	S&P
FHLB Note	501,770	6/12/15	8.71%	AA+	S&P
Money Market					
Mutual Funds	944,468	**	16.40%	AAAm	S&P
STAROhio	200,291	55.4 Days	3.48%	AAAm	S&P
Totals	<u>\$5,759,040</u>		<u>100.00%</u>		

** Maturity not available to the County at December 31, 2012.

The money market mutual funds are investments held, by a fiscal agent, that were donated to the County, not purchased by the County. The STAROhio investment is part of the internal investment pool.

Interest Rate Risk. The County's investment policy addresses interest rate risk to the extent that it requires, to the extent possible, investments will match anticipated cash flow requirements.

Credit Risk. The credit ratings for the County's securities are listed above. Ohio Law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The County has no investment policy that would further limit its investment choices.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County has no investment policy dealing with investment custodial risk beyond the requirement in state statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Concentration of Credit Risk The County places no limit on the amount that may be invested in any one issuer. The percentage of total investments is listed in the table above.

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

NOTE 7 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible personal 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 the 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 statute permits later payment dates to be established.

Public utility tangible personal property currently is assessed at varying percentages of true collected value; public utility real property is assessed at 25 percent of true value. 2012 public utility property taxes 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 11.95 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2012 property tax receipts were based are as follows:

Real Property	\$906,685,425
Public Utility Personal Property	245,842,810
Total Assessed Property Value	<u>\$1,152,528,235</u>

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

NOTE 8 - PERMISSIVE SALES AND USE TAX

On June 16, 1977, the County Commissioners adopted a resolution which imposed a one half of one percent permissive sales tax and use tax (Piggy Back tax) as set forth in Section 5739.021 of the Ohio Revised Code. The tax became effective July 1, 1977 as a continuing tax.

On April 9, 1987, the County Commissioners imposed a one half of one percent increase in the permissive sales tax (Piggy Back Tax) in Jefferson County. The tax became effective August 1, 1987 for a five year period. On November 5, 1991 an additional one-half of one percent was approved by the voters of Jefferson County as a continuing tax.

On September, 30 1994 the County Commissioners adopted resolution 1994-28 imposing two additional one-fourth of one percent permissive sales and use taxes (Piggy Back taxes) as set forth by Sections 5739.026(A)(3) and 5741.023 of the Ohio Revised Code. The tax was imposed as a continuing tax.

Jefferson County, Ohio
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For the Year Ended December 31, 2012

The revenue distributions are as follows: \$700,000 or thirty-five percent (which ever is greater) debt reduction. Of the remaining collections: 61.54 percent for road and bridge improvements, 11.54 percent for Water and Sewer improvements, 7.69 percent for building improvements associated with the General Fund, 7.69 percent for emergency associated with the General Fund, 7.69 percent for recreational improvements, 3.85 percent for computerization and geographical information systems.

NOTE 9 - RECEIVABLES

Receivables at December 31, 2012, consisted of taxes, interest, special assessments, accounts (billings for user charged services, including unbilled utility services), loans and intergovernmental receivables arising from grants, entitlements, shared revenues and loan repayment reimbursements. Management believes all receivables are fully collectible. Delinquent accounts receivable may be certified and collected as a special assessment, subject to foreclosure for nonpayment. Except as noted below, all other receivables are expected to be collected within one year.

Delinquent property taxes deemed collectible by the County Auditor and recorded as a receivable in the amount of \$1,649,820 may not be collected within one year.

In prior years, special assessments were assessed for the partial repayment of business-type activities debt. These special assessments relating to the payment of debt are not expected to be fully collected within one year. The amount not scheduled for collection during the subsequent year is \$102,631. The County has \$4,177 in delinquent special assessments at December 31, 2012.

During 2010, the County issued a revolving loan receivable to an eligible business, as the County's local match, under the Federal Community Development Block Grant Program. The loan was issued in the amount of \$10,000 for a five year period, at a four percent interest rate. Principal in the amount of \$2,088 was repaid during 2012. Loans receivable in the amount of \$5,906, will not be fully collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities	
Jail Operating Levy - Detention	\$134,927
Indigent Fee Reimbursement	49,128
Homestead/Rollback, SB 3 and HB 66 Reimbursement	1,083,836
Local Government Funding	470,625
Motor Vehicle License and Gas Tax	1,925,826
Casino Tax Revenue	349,521
Airport Improvement Program Grants	32,427
Child Support Enforcement Agency Grants	508,853
Federal Emergency Management Agency Grants	107,154
Mental Health Fund Grants	996,416
Court/Corrections Fund Grants	196,126
Permissive Sheriff Fund Grants	34,469
Children Services Fund Grants	505,676
Developmental Disabilities Fund Grants	1,592,896
CDBG Fund Grants	65,557
Total	<u><u>\$8,053,437</u></u>

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

NOTE 10 - CAPITAL ASSETS

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

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<u>Governmental Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$3,623,235	\$13,561	\$0	\$3,636,796
Construction in Progress	1,916,479	1,413,325	(1,718,113)	1,611,691
Total Non Depreciable Capital Assets	5,539,714	1,426,886	(1,718,113)	5,248,487
Depreciable Capital Assets:				
Land Improvements	150,328	0	0	150,328
Buildings and Improvements	47,552,140	3,393,590	0	50,945,730
Machinery and Equipment	16,612,461	372,891	(136,992)	16,848,360
Infrastructure	85,948,236	4,919,805	(1,004,994)	89,863,047
Vehicles	2,878,614	591,760	(35,706)	3,434,668
Total Depreciable Capital Assets	153,141,779	9,278,046	(1,177,692)	161,242,133
Accumulated Depreciation:				
Land Improvements	(43,470)	(7,516)		(50,986)
Buildings and Improvements	(18,705,851)	(1,258,391)		(19,964,242)
Machinery and Equipment	(11,448,481)	(855,839)	99,640	(12,204,680)
Infrastructure	(27,876,588)	(2,970,188)	824,010	(30,022,766)
Vehicles	(1,932,463)	(170,787)	35,706	(2,067,544)
Total Accumulated Depreciation	(60,006,853)	(5,262,721)	959,356	(64,310,218)
Total Depreciable Capital Assets, Net	93,134,926	4,015,325	(218,336)	96,931,915
Governmental Capital Assets, Net	\$98,674,640	\$5,442,211	(\$1,936,449)	\$102,180,402

Depreciation expense was charged to governmental activities as follows:

<u>Governmental Activities:</u>	
General Government:	
Legislative and Executive	\$243,685
Judicial	147,679
Public Safety	1,078,939
Public Works	3,106,919
Health	281,428
Human Services	159,519
Economic Development and Assistance	235,590
Conservation and Recreation	8,962
Total Depreciation Expense	<u>\$5,262,721</u>

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2012

	Balance 12/31/2011	Additions	Reductions	Balance 12/31/2012
<u>Business Type Activities:</u>				
Non Depreciable Capital Assets:				
Land	\$279,700	\$0	\$0	\$279,700
Construction in Progress	2,738,983	7,671,591	(207,733)	10,202,841
Total Non Depreciable Capital Assets	3,018,683	7,671,591	(207,733)	10,482,541
Depreciable Capital Assets:				
Buildings and Improvements	763,583	64,189	0	827,772
Machinery and Equipment	1,336,185	15,950	0	1,352,135
Infrastructure	71,437,273	2,218,976	(12,647)	73,643,602
Vehicles	219,281	111,968	0	331,249
Total Depreciable Capital Assets	73,756,322	2,411,083	(12,647)	76,154,758
Accumulated Depreciation:				
Buildings and Improvements	(468,814)	(20,782)	0	(489,596)
Machinery and Equipment	(1,054,310)	(41,784)	0	(1,096,094)
Infrastructure	(37,789,824)	(1,866,533)	6,956	(39,649,401)
Vehicles	(174,510)	(28,328)	0	(202,838)
Total Accumulated Depreciation	(39,487,458)	(1,957,427)	6,956	(41,437,929)
Total Depreciable Capital Assets, Net	34,268,864	453,656	(5,691)	34,716,829
Business Type Capital Assets, Net	\$37,287,547	\$8,125,247	(\$213,424)	\$45,199,370

NOTE 11 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; employee injuries, and natural disasters. By contracting with the County Risk Sharing Authority (CORSAs) for liability, property, and crime insurance, the County has addressed these various types of risk.

CORSA, a non-profit corporation sponsored by the County Commissioners Association of Ohio, was created to provide affordable liability, property, casualty and crime insurance coverage for its members. CORSA was established May 12, 1987, and has grown to sixty member counties.

Under the CORSA program, the County has the following coverage:

Jefferson County, Ohio
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<u>Type of Coverage</u>	<u>Amount</u>	
Liability:		
General:		
Bodily Injury, Property Damage, etc.	\$1,000,000	Each Occurrence
Medical Payments Limit	5,000/50,000	Each Person/Each Accident
Foster Parents	6,000,000	
Attorney Disciplinary Proceedings	25,000	Each Occurrence/Annual Aggregate
Law Enforcement:		
Bodily Injury, Property Damage, etc.	1,000,000	Each Occurrence
Auto:		
Bodily Injury, Property Damage, etc.	1,000,000	Each Occurrence
Medical Payments Limit	5,000/50,000	Each Person/Each Accident
Errors and Omissions:		
Wrongful Acts Limit	1,000,000	Each Occurrence/Annual Aggregate
Back Wages Limit	50,000	Each Occurrence
Errors and Omissions	1,000,000	Annual Aggregate
Excess:		
Excess Liability Limit	5,000,000	Each Occurrence/Annual Aggregate
Property:		
Direct Physical Loss or Damage:		
Real and Personal Property	163,865,763	Replacement Cost Value
Contractor's Equipment	Actual Cash Value	
Electronic Data Processing Equip.		
Media	100,000	Each Occurrence
Extra Expense	25,000	Each Occurrence
Fine Arts	Covered Value	
Property in Transit	100,000	Each Occurrence
Extra Expense/Business Income	1,000,000	Each Occurrence
Flood Damage	100,000,000	Each Occurrence
Earthquake Damage	100,000,000	Each Occurrence
Valuable Papers	1,000,000	Each Occurrence
Auto Physical Damage	Actual Cash Value	
Automatic Acquisitions	5,000,000	
Unintentional Omissions	250,000	Each Occurrence
Equipment Breakdown:		
Equipment Breakdown	100,000,000	Each Accident
Sublimits:		
Demolition & Increased Cost of Constr.	5,000,000	Each Accident
Perishable Goods	500,000	Each Accident
Expediting Goods	500,000	Each Accident
EDP Extra Response	25,000	Each Accident
Data Restoration	100,000	Each Accident
Hazardous Substances	250,000	Each Accident
Crime:		
Employee Dishonesty	1,000,000	Each Occurrence
Money and Securities (Inside & Outside)	1,000,000	Each Occurrence
Money Orders & Counterfeit Paper	1,000,000	Each Occurrence
Depositor's Forgery	1,000,000	Each Occurrence
Fund Transfer Fraud	500,000	Each Occurrence
Computer Fraud	500,000	Each Occurrence
Individual Public Official Bond Excess	250,000	Each Occurrence
Deductible on Above Coverages	2,500	Each Occurrence

Jefferson County, Ohio
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The amount of settlements have not exceeded coverage in any of the past three years. Also, the limits have not been lowered significantly in the past year.

The County participates in the State Workers' Compensation retrospective rating and payment program. Under the retrospective rating program, the County accumulates workers' compensation premiums in the self insurance internal service fund based upon rates determined by their third party administrator as if they were not participants in the retrospective plan. A portion of the premiums are paid to the State of Ohio to cover administrative fees, while the remaining premiums are maintained in the fund and used to pay claims as they are billed by the State. Claims are billed to the County one year in arrears. Participation in the Plan is approved on a yearly basis and is limited to Counties that can meet the Plan's selection criteria. The County contracts with the Health Plan to provide administrative, cost controls and actuarial services for the Plan.

The County provides health, dental, and vision insurance to its employees through a self-insurance plan. The County pays \$1,185 per month for every eligible employee regardless of what coverage the employee has chosen (\$1,115 for the premium and \$70 for debt reduction), with the employees paying \$100 per month for single coverage, and \$140 per month for family coverage. The County participated in the OME-RESA self-insurance consortium during 2012, and employees have the choice between two third-party administrators within the consortium, Self-Funded Plans, Inc. or the Health Plan. OME-RESA administers the health, dental, and vision insurance plan.

The claims liabilities of \$1,045,675, for health insurance and \$655,217, for workers' compensation reported in the self insurance – health and self-insurance – workers' compensation internal service funds, respectively at December 31, 2012 are based on the requirements of Governmental Accounting Standards Board Statement Number 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The claims liability is based on an estimate supplied by the County's third party administrators. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustments expenses. A summary of the fund's claims liability during the past two years is as follows:

<u>Program</u>	<u>Beginning Balance</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
Self Insurance - Health				
2011	\$498,377	\$6,989,049	\$6,879,927	\$607,499
2012	607,499	7,460,571 (1)	7,022,395 (2)	1,045,675
Self Insurance - Workers' Compensation				
2011	631,644	385,408	208,582	808,470
2012	808,470	201,322	354,575	655,217
(1) Claims Expense		\$7,955,056		
- Net Decrease in Stop Loss Receivable		(494,485)		
Current Year Claims		<u>\$7,460,571</u>		
(2) Cash Payments for Claims			\$9,934,006	
- Stop Loss Received for 2012 Claims			(2,911,611)	
Claims Payments			<u>\$7,022,395</u>	

Jefferson County, Ohio
Notes to the Basic Financial Statements
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NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System:

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

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

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units and 18.1 percent of covered payroll for law enforcement and public safety employer units. Member contribution rates, as set forth in the Ohio Revised Code, are not to exceed 10 percent of covered payroll for members in State and local divisions 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 18.10 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 \$2,946,957, \$2,943,768, and \$2,092,962, respectively. For 2012, 91.85 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed

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for 2011 and 2010. Contributions to the Member-Directed Plan for 2012 were \$5,676 made by the County and \$4,055 made by plan members.

B. State Teachers Retirement System (STRS):

Plan Description – The Certified teachers, employed by the school for Department of Developmental Disabilities, 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.

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.

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. For the fiscal year ended June 30, 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 DB Plan for the fiscal years ended June 30, 2012, 2011, and 2010 were \$102,611, \$99,743, and \$96,212 respectively; 100 percent has been contributed for the fiscal years 2012, 2011, and 2010. No contributions were made for the defined benefit portion of the Combined Plan.

Jefferson County, Ohio
Notes to the Basic Financial Statements
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No contributions were made to STRS Ohio for the DC Plan for fiscal year 2012 by the County or by the plan members. No member contributions were made for fiscal year 2012 for the defined contribution portion of the Combined Plan.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by a State Retirement System have an option to choose social security or the appropriate state system. The County's liability is 6.2 percent of wages paid. Five employees have elected social security.

NOTE 13 - POST-EMPLOYMENT BENEFITS

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

Funding Policy – The post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). The Ohio Revised Code provides the statutory authority requiring public employers 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 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code.

Jefferson County, Ohio
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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 \$924,325, \$866,581, and \$1,154,007, respectively. For 2012, 91.85 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.

B. 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 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 fiscal year 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 fiscal years ended June 30, 2012, 2011, and 2010 were \$7,545, \$7,401, and \$6,849 respectively; 100 percent has been contributed for fiscal years 2012, 2011, and 2010.

Jefferson County, Ohio
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NOTE 14 - OTHER EMPLOYEE BENEFITS

A. Compensated Absences

County employees earn vacation and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has acquired at least one year of service with the County. Accumulated, unused sick leave and compensatory time is paid upon retirement at varying rates depending on length of service and department policy.

B. Life Insurance

The County also pays the premiums for employee life insurance, which is contracted through American United Life / One America.

NOTE 15 - CAPITAL LEASES - LESSEE DISCLOSURE

During 2012, and in prior years, the County has entered into capitalized leases for office equipment and vehicles. Capital lease payments are reflected as debt service expenditures in the basic financial statements for the governmental funds.

Equipment acquired by lease has been capitalized in government wide statements governmental activities in the amount of \$103,787, which is equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the government wide statements governmental activities. Governmental activities capitalized leased assets are reflected net of accumulated depreciation in the amount of \$30,790 for machinery and equipment and \$20,000 for vehicles. Principal payments towards capital leases during 2012 totaled \$21,530 for governmental activities.

Future minimum lease payments through 2015 are as follows:

Year	Governmental Activities	
	Principal	Interest
2013	\$25,354	\$2,051
2014	10,952	551
2015	3,921	71
Total	<u>\$40,227</u>	<u>\$2,673</u>

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

NOTE 16 - COMMITMENTS

A. Construction Commitments

As of December 31, 2012, the County had the following contractual purchase commitments:

Project	Fund	Purchase Commitment	Amounts Paid as of 12/31/2012	Amounts Remaining on Contracts
<u>Capital:</u>				
A&G1 Booster Station	Water	\$3,000,000	\$427,268	\$2,572,732
Crestview-Belvedere				
Sanitary Sewer	Sewer	11,481,000	9,297,115	2,183,885
Friendship Park Sanitary Sewer	Sewer	473,630	457,080	16,550
Barbers Hollow Waste Water Waste Water Treatment Plant	Sewer	6,200,000	64,072	6,135,928
Airpark Apron Rehab	Miscellaneous Local	443,820	430,161	13,659
County Road 74 Bridge	MVGT	2,030,929	192,479	1,838,450
Prevention and Recovery Board Building Improvement	Permanent Improvement	155,428	10,000	145,428
Garage Facility	Emergency 911	77,964	35,624	42,340
Radio Systems Upgrade	Emergency 911	3,525,000	904,288	2,620,712
Total Construction Commitments		<u>\$27,387,771</u>	<u>\$11,818,087</u>	<u>\$15,569,684</u>

B. 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 fiscal year were as follows:

Major Funds:	
General	\$83,474
Motor Vehicle Gas Tax	176,695
Sewer	4,175,901
Water	634,078
Other Non-Major Governmental Funds	<u>228,960</u>
Total	<u><u>\$5,299,108</u></u>

Jefferson County, Ohio
Notes to the Basic Financial Statements
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NOTE 17 - LONG-TERM LIABILITIES

Changes in the County's long-term liabilities during 2012 consist of the following:

	Outstanding 12/31/2011	Additions	Reductions	Outstanding 12/31/2012	Due Within One Year
<u>Governmental Activities:</u>					
<i>Jail Construction Refunding - 1998, \$10,657,219</i>					
Serial/Term - \$10,020,000 @ 3.75%-5.75%	\$7,420,000	\$0	\$765,000	\$6,655,000	\$800,000
<i>Various Purpose/Refunding - 1998, \$17,760,000</i>					
Human Services Refunding - \$2,515,000					
Serial/Term @ 3.75%-5.70%	340,000	0	170,000	170,000	170,000
Jail Construction Additional - \$7,180,000					
Serial/Term @ 3.75%-5.70%	935,000	0	455,000	480,000	480,000
Engineer Road Projects - \$5,475,000					
Serial/Term @ 3.75%-5.70%	700,000	0	340,000	360,000	360,000
<i>Various Purpose - 2004, \$8,010,000</i>					
Jail Construction - 2004, \$4,335,000					
Serial/Term @ 2.0%-5.375%	4,015,000	0	3,810,000	205,000	100,000
Premium - \$131,512	100,824	0	100,824	0	0
<i>Various Purpose/Refunding - 2010, \$5,130,000</i>					
Human Services Refunding - \$180,000					
Serial/Term @ 1.30%-1.50%	180,000	0	0	180,000	5,000
Jail Construction Refunding - \$2,245,000					
Serial/Term @ 1.30%-2.75%	2,220,000	0	20,000	2,200,000	25,000
Premium \$25,071	20,295	0	3,582	16,713	0
Engineer Road Projects Refunding - \$1,670,000					
Serial/Term @ 1.30%-2.75%	1,650,000	0	15,000	1,635,000	15,000
Premium \$18,749	15,178	0	2,678	12,500	0
<i>911 Radio System Upgrade - 2012</i>					
Term @ 1.95% - \$3,525,000	0	3,525,000	0	3,525,000	323,000
<i>Various Purpose Refunding - 2012, \$7,525,000</i>					
Jail Construction Refunding - \$4,355,000					
Serial/Term @ 1.00%-3.625%	0	4,355,000	85,000	4,270,000	55,000
Discount \$25,843	0	(25,843)	(1,124)	(24,719)	0
Total General Obligation Bonds	17,596,297	7,854,157	5,765,960	19,684,494	2,333,000
<i>Long Term Notes Payable</i>					
Courthouse Renovation, 2007 - \$950,000 @ 4.49%	618,707	0	92,221	526,486	96,362
Telephone System, 2007 - \$144,842 @ 4.88%	31,825	0	31,825	0	0
Airpark Jet Fuel Tank - 2006, \$145,200 @ 4.50%	22,906	0	22,906	0	0
Garage & Salt Fac. - 2008, \$1,300,000 @ 4.14%	963,697	0	121,527	842,170	126,531
911 Building - 2005, \$1,500,000 @ 4.34%	673,845	0	161,062	512,783	165,897
Total Long Term Notes Payable	2,310,980	0	429,541	1,881,439	388,790
<i>OAQDA Loan - 2012, \$1,379,295 @ 2.47% - 4.4%</i>	0	1,379,295	32,192	1,347,103	76,541
<i>OPWC Road Resurfacing Loan - 1992, \$130,046 @ 0%</i>	9,758	0	6,502	3,256	3,256
<i>Capital Leases</i>	39,939	21,818	21,530	40,227	25,354
<i>Workers' Compensation Claims Payable</i>	808,470	213,086	366,339	655,217	252,514
<i>Compensated Absences</i>	2,705,745	1,882,879	1,797,750	2,790,874	1,112,356
Total Governmental Activities	\$23,471,189	\$11,351,235	\$8,419,814	\$26,402,610	\$4,191,811

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For the Year Ended December 31, 2012

	Outstanding 12/31/2011	Additions	Reductions	Outstanding 12/31/2012	Due Within One Year
Business Type Activities:					
General Obligation Bonds					
<i>Various Purpose - 2004, \$8,010,000</i>					
Water Projects - \$1,855,000					
Serial/Term @ 2.0%-5.375%	1,495,000	0	1,380,000	115,000	55,000
"Net" Premium - \$77,967	56,134	0	56,134	0	0
Sewer Projects - \$1,470,000					
Serial/Term @ 2.0%-5.375%	1,270,000	0	1,205,000	65,000	30,000
"Net" Premium - \$42,082	32,261	0	32,261	0	0
Tidd-Dale/Hazelwood Sewer Projects - \$350,000					
Serial/Term @ 2.0%-5.375%	250,000	0	220,000	30,000	15,000
"Net" Premium - \$21,063	13,692	0	13,692	0	0
<i>Various Purpose - 2010, \$5,130,000</i>					
Sewer Projects - \$1,035,000					
Serial/Term @ 1.30%-4.50%	1,015,000	0	20,000	995,000	20,000
<i>Various Purpose Refunding - 2012, \$7,525,000</i>					
Water Projects - \$1,550,000					
Serial/Term @ 1.0%-3.25%	0	1,550,000	35,000	1,515,000	25,000
Premium - \$2,285	0	2,285	127	2,158	0
Sewer Projects - \$1,380,000					
Serial/Term @ 1.0%-3.625%	0	1,380,000	25,000	1,355,000	15,000
Discount \$8,150	0	(8,150)	(354)	(7,796)	0
Tidd-Dale/Hazelwood Sewer Projects - \$240,000					
Serial/Term @ 1.0%-2.75%	0	240,000	5,000	235,000	5,000
Premium - \$1,434	0	1,434	110	1,324	0
Total General Obligation Bonds	4,132,087	3,165,569	2,991,970	4,305,686	165,000
Revenue Bonds					
<i>Wastewater Treatment Bonds - 2012, \$5,884,000</i>					
Crestview - Series A Serial \$5,000,000 @ 2.75%	0	5,000,000	0	5,000,000	0
Crestview - Series B Serial \$884,000 @ 2.75%	0	884,000	0	884,000	0
Total Revenue Bonds	0	5,884,000	0	5,884,000	0
OWDA Loans					
Water - 1989, \$4,181,879 @ 7.0%	847,629	0	321,200	526,429	346,543
George's Run Sewer - 1986, \$709,116 @ 2.0%	70,522	0	34,910	35,612	35,612
Crestview Belvedere Project Planning 2010, \$600,000 @ 4.33%	418,124	16,905	30,000	405,029	405,029
Pottery Addition Project Planning 2010, \$170,000 @ 4.33%	116,945	0	116,945	0	0
Total OWDA Loans	1,453,220	16,905	503,055	967,070	787,184

(Continued)

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

	Outstanding 12/31/2011	Additions	Reductions	Outstanding 12/31/2012	Amounts Due Within One Year
<u>Business Type Activities (Continued):</u>					
<i>OPWC Loans</i>					
Airpark Water - 1993, \$178,000 @ 0%	22,250	0	8,900	13,350	8,900
Water Rehabilitation - 1995, \$329,744 @ 0%	65,948	0	21,983	43,965	21,983
Piney Fork Waterline - 1998, \$195,000 @ 0%	92,625	0	9,750	82,875	9,750
Norton Hill, Empire - 1998, \$113,589 @ 0%	51,119	0	5,679	45,440	5,679
Barbers Hollow Treatment Plant Improvement - 2006, \$300,000 @ 0%	200,014	0	11,766	188,248	11,766
Water Rehabilitation - 1997, \$226,000 @ 0%	30,130	0	15,067	15,063	15,063
Total OPWC Loans	462,086	0	73,145	388,941	73,141
<i>Ohio EPA Loans Payable</i>					
Pottery Addition Sanitary Sewer - WPCL 2012 - \$1,396,196 @ 0%	0	1,396,196	817,736	578,460	28,923
Rush Run Waterline - Disadvantaged Loan 2008 - \$500,000 @ 0%	449,999	0	16,667	433,332	16,667
Rush Run Waterline - WSRLA Loan 2008 - \$769,012 @ 2.0%	388,445	0	9,994	378,451	20,288
Toronto Waterline Connector Project 2004, \$7,888,745 @ 3.35%	5,425,144	0	323,807	5,101,337	334,745
Total EPA Loans	6,263,588	1,396,196	1,168,204	6,491,580	400,623
<i>Compensated Absences</i>	74,529	73,128	70,402	77,255	53,862
Total Business Type Activities	\$12,385,510	\$10,535,798	\$4,806,776	\$18,114,532	\$1,479,810

Governmental Activities:

1998 Jail Construction Refunding Bonds – On March 13, 1998 Jefferson County issued \$10,657,219 of general obligation bonds which included serial, term and capital appreciation (deep discount) bonds in the amount of \$3,365,000, \$6,655,000, and \$637,219, respectively. These bonds are not subject to prior optional redemption. These refunding bonds were issued along with additional various purpose improvement and refunding bonds of \$17,760,000 which are described below. The jail construction refunding bonds replaced the 1995 \$10,660,000 term bonds. All of the 1995 jail term bonds that had been defeased through this refunding were fully called and repaid during 2006. The 1998 jail construction refunding bonds are being retired from the debt service fund from the proceeds of a bond issue tax levy.

The term bonds mature in the year 2019 and are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, in each of the years 2013 through 2018 (with the balance of \$1,115,000 to be paid at stated maturity on December 1, 2019) at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date, according to the following schedule:

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<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2013	\$800,000
2014	850,000
2015	895,000
2016	940,000
2017	1,000,000
2018	1,055,000
	<u>\$5,540,000</u>

The capital appreciation bonds were sold at a discount of \$2,997,781, which was accreted annually until the point of maturity of the capital appreciation bonds, which was 2006 through 2010. At December 31, 2012, the capital appreciation bonds were fully repaid.

Principal and interest requirements to retire the 1998 Jail Construction Refunding Bonds outstanding at December 31, 2012 are as follows:

<u>Year Ending December 31</u>	<u>Serial and Term Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2013	\$800,000	\$382,663
2014	850,000	336,663
2015	895,000	287,788
2016	940,000	236,325
2017	1,000,000	182,275
2018-2019	2,170,000	188,888
Totals	<u>\$6,655,000</u>	<u>\$1,614,602</u>

1998 Various Purpose Improvement and Refunding Bonds – On March 13, 1998 Jefferson County issued \$17,760,000 of general obligation bonds which included serial and term bonds in the amount of \$10,885,000 and \$6,875,000, respectively. These various purpose improvement and refunding bonds were issued along with the jail construction refunding bonds \$10,657,219 which were described above. During 2010, the County made the scheduled debt service payments of \$900,000 on these bonds, as well as refunded \$3,970,000 of the term bonds. The refunded bonds were called and fully repaid during 2010, and were removed from the financial statements of the County. A breakdown of this portion of the total bond issue is as follows:

\$2,515,000 of these general obligation bonds were issued to refund \$2,275,000 of outstanding 1991 human services complex bonds. During 2010, \$170,000 of these bonds were refunded. The remaining outstanding bonds are being retired through the debt service fund from rental income from the Department of Human Services. All of the 1991 human service complex bonds that had been defeased through this refunding were fully called and repaid during 2006.

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\$7,180,000 of these general obligation bonds were issued for additional jail construction purposes. During 2010, \$2,180,000 of these bonds were refunded. The remaining outstanding bonds are being retired through the debt service fund from tax levy proceeds.

\$2,590,000 of these general obligation bonds were issued for emergency 911 equipment. These bonds were fully retired through the debt service fund from tax levy proceeds during 2007.

\$5,475,000 of these general obligation bonds were issued for engineer road improvements. During 2010, \$1,620,000 of these bonds were refunded. The remaining outstanding bonds are being retired through the debt service fund from tax levy proceeds.

The term bonds that mature in the year 2013 are not subject to prior redemption, and remained outstanding after the partial refunding that occurred in 2010. These bonds are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption occurred on December 1, in each of the years 2011 through 2012 (with the balance of \$1,010,000 to be paid at stated maturity on December 1, 2013) at a redemption price equal to 100 percent of the principal amount redeemed, plus accrued interest to the redemption date, according to the following schedule:

<u>Date</u>	<u>Principal Amount to be Redeemed</u>
2011	\$930,000
2012	965,000
	<u>\$1,895,000</u>

Principal and interest requirements to retire the remaining outstanding 1998 Various Purpose Improvement and Refunding Bonds outstanding at December 31, 2012 are as follows:

<u>Year Ending December 31</u>	<u>Term Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2013	<u>\$1,010,000</u>	<u>\$57,570</u>

2004 Various Purpose Bonds – On November 9, 2004 Jefferson County issued \$8,010,000 of general obligation bonds which included serial and term bonds in the amount of \$1,595,000 and \$6,415,000, respectively. These various purpose bonds were issued to permanently finance outstanding bond anticipation notes and pay the costs of issuance of these bonds for governmental and business type activities in the amounts of \$4,335,000 (\$625,000 serial bonds and \$3,710,000 term bonds) and \$3,675,000 (\$970,000 serial bonds and \$2,705,000 term bonds), respectively. During 2012, the County made the scheduled debt service payments of \$200,000 for governmental and business type activities in the amounts of \$100,000 and \$100,000, respectively, as well as partially refunded the remaining 2004 serial and term bonds in the amount of \$6,415,000 for governmental and business type activities in the amounts of \$3,710,000 and \$2,705,000, respectively. The proceeds of the refunding bonds were placed in an irrevocable escrow trust account, and the refunded bonds are considered legally defeased, and were removed from the financial statements of the County. The remaining outstanding bonds were originally issued to repay the jail construction bond anticipation note for additional repairs to the county jail facility.

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The remaining outstanding bonds are being retired through the debt service fund from permissive sales and use tax revenues. A breakdown of the business-type portion of this bond issue is addressed below in the business type activity portion of this note.

Principal and interest requirements to retire the governmental activities portion of the 2004 Various Purpose Bonds outstanding at December 31, 2012 are as follows:

Year Ending December 31	Serial Bonds	
	Principal	Interest
2013	\$100,000	\$6,997
2014	105,000	3,623
Totals	<u>\$205,000</u>	<u>\$10,620</u>

2010 Various Purpose/Refunding Bonds – On September 8, 2010 Jefferson County issued \$5,130,000 of general obligation bonds which included serial and term bonds in the amount of \$4,065,000 and \$1,065,000, respectively. These various purpose bonds were issued to partially refund the 1998 Various Purpose and Refunding Bonds, as well as permanently finance an outstanding bond anticipation note for sewer projects, as well as pay the costs of issuance of these bonds for governmental and business type activities in the amounts of \$4,095,000 (\$3,970,000 serial bonds and \$125,000 term bonds) and \$1,035,000 (\$95,000 serial bonds and \$940,000 term bonds), respectively. These various purpose bonds were issued with a premium of \$43,820 for governmental activities, which is reported as an increase to bonds payable. This amount is being amortized to interest expense over the life of the bonds using the straight-line method. The amortization of the premium for 2012 was \$6,260 for governmental activities. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$203,120. The issuance resulted in an economic gain of \$205,357.

A breakdown of the governmental activities portion of the total bond issue is as follows:

\$180,000 of these general obligation bonds were issued to refund \$170,000 of outstanding 1998 human services complex bonds. These bonds are being retired through the debt service fund from rental income from the Department of Human Services. All of the 1998 human service complex bonds that were refunded with this bond issue were fully called and repaid during 2010.

\$2,245,000 of these general obligation bonds were issued to refund \$2,180,000 of outstanding 1998 jail construction bonds. These bonds are being retired through the debt service fund from tax levy proceeds. All of the 1998 jail construction bonds that were refunded with this bond issue were fully called and repaid during 2010.

\$1,670,000 of these general obligation bonds were issued to refund \$1,620,000 of outstanding engineer road improvement bonds. These bonds are being retired through the debt service fund from tax levy proceeds. All of the 1998 engineer road improvement bonds that were refunded with this bond issue were fully called and repaid during 2010.

A breakdown of the business-type portion of this bond issue is addressed below in the business type activity portion of this note.

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The Term Bonds maturing on December 1, 2013 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount Subject to Mandatory Redemption</u>
2010	\$10,000
2011	55,000
2012	55,000
2013 *	65,000
	<u>\$185,000</u>
* Maturity	

The Term Bonds maturing on December 1, 2025 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount Subject to Mandatory Redemption</u>
2018	\$25,000
2019	25,000
2020	25,000
2021	25,000
2022	30,000
2023	30,000
2024	30,000
2025 *	30,000
	<u>\$220,000</u>
* Maturity	

The Term Bonds maturing on December 1, 2030 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

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<u>Date</u>	<u>Principal Amount Subject to Mandatory Redemption</u>
2026	\$30,000
2027	35,000
2028	35,000
2029	35,000
2030 *	40,000
	<u>\$175,000</u>

* Maturity

The Term Bonds maturing on December 1, 2040 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Subject to Mandatory Redemption</u>
2031	\$40,000
2032	40,000
2033	45,000
2034	45,000
2035	45,000
2036	50,000
2037	50,000
2038	55,000
2039	55,000
2040 *	60,000
	<u>\$485,000</u>

* Maturity

The bonds maturing on or after December 1, 2018 are subject to redemption at the option of the County, either in whole or in part, in such order as the County shall determine, on any date on or after December 1, 2017 at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Principal and interest requirements to retire the governmental activities portion of the 2010 Various Purpose/Refunding Bonds outstanding at December 31, 2012 are as follows:

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Year Ending December 31	Serial and Term Bonds	
	Principal	Interest
2013	\$45,000	\$88,997
2014	1,095,000	88,413
2015	935,000	71,988
2016	960,000	50,950
2017	980,000	26,950
Totals	<u>\$4,015,000</u>	<u>\$327,298</u>

2012 (911) Emergency Response System Bonds – One December 19, 2012 Jefferson County issued \$3,525,000 of general obligation term bonds. The bonds were issued to pay the costs of system upgrades for the 911 system. The bonds were issued at par value with an interest rate of 1.95%. The bonds will be repaid through the debt service fund from tax revenues. The bonds are not subject to redemption prior to maturity.

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

Date	Principal Amount to be Redeemed
2013	\$323,000
2014	329,000
2015	335,000
2016	342,000
2017	349,000
2018	355,000
2019	362,000
2020	369,000
2021	377,000
2022 *	384,000
	<u>\$3,525,000</u>

* Maturity

Principal and interest requirements to retire the 2012 Emergency Response System Bonds outstanding at December 31, 2012 are as follows:

Jefferson County, Ohio
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Year Ending December 31	Serial and Term Bonds	
	Principal	Interest
2013	\$323,000	\$65,301
2014	329,000	62,439
2015	335,000	56,024
2016	342,000	49,491
2017	349,000	42,822
2018-2022	1,847,000	109,474
Totals	<u>\$3,525,000</u>	<u>\$385,551</u>

2012 Various Purpose Refunding Bonds – On March 1, 2012 Jefferson County issued \$7,525,000 of general obligation bonds which included serial and term bonds in the amount of \$4,670,000 and \$2,855,000, respectively. These various purpose bonds were issued to partially refund the 2004 Various Purpose Bonds, as well as pay the costs of issuance of these bonds for governmental and business type activities in the amounts of \$4,355,000 (\$2,430,000 serial bonds and \$1,925,000 term bonds) and \$3,170,000 (\$2,240,000 serial bonds and \$930,000 term bonds), respectively. These various purpose bonds were issued at a discount for governmental activities of \$25,843, and \$8,150 for business type activities, which is reported as a decrease to bonds payable and being amortized over the life of the bonds using the straight-line method. The amortization of the discount for 2012 was \$1,124 for governmental activities and \$354 for business type activities. The bonds were issued at a premium of \$3,719 for business type activities, which is reported as an increase to bonds payable. This amount is being amortized to interest expense over the life of the bonds using the straight-line method. The amortization of the premium for 2012 was \$237 for business type activities. The bonds are insured, and the cost of the bond insurance is reported as Unamortized Bond Insurance Premiums and will be amortized over the life of the bonds. The value of the insurance was \$55,214 (\$31,659 governmental activities and \$23,555 business type activities), and the current year amortization is \$1,376 governmental activities and \$1,221 business type activities. The refunding resulted in a difference between the net carrying amount of the debt and the acquisition price of \$418,476 for governmental activities and \$284,185 for business type activities which is reported as a deferred charge on refunding, and amortized over the remaining life of the refunded bonds. The 2012 amortization of this was \$72,276 for governmental activities and \$26,671 for business type activities. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$520,178 (\$291,116 for governmental activities and \$229,062 for business type activities). The issuance resulted in an economic gain of \$385,018 (\$208,700 for governmental activities and \$176,318 for business type activities).

A breakdown of the business-type portion of this bond issue is addressed below in the business type activity portion of this note.

The Term Bonds maturing on December 1, 2026 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

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<u>Date</u>		<u>Principal Amount Subject to Mandatory Redemption</u>
2025		\$375,000
2026	*	380,000
		<u>\$755,000</u>
	* Maturity	

The Term Bonds maturing on December 1, 2030 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>		<u>Principal Amount Subject to Mandatory Redemption</u>
2029		\$425,000
2030	*	315,000
		<u>\$740,000</u>
	* Maturity	

The Term Bonds maturing on December 1, 2032 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>		<u>Principal Amount Subject to Mandatory Redemption</u>
2031		\$320,000
2032	*	335,000
		<u>\$655,000</u>
	* Maturity	

The Term Bonds maturing on December 1, 2034 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

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<u>Date</u>	<u>Subject to Mandatory Redemption</u>
2033	\$350,000
2034 *	<u>355,000</u>
	<u><u>\$705,000</u></u>
* Maturity	

The bonds maturing on or after December 1, 2019 are subject to redemption at the option of the County, either in whole or in part, in such order as the County shall determine, on any date on or after June 1, 2019 at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Principal and interest requirements to retire the governmental activities portion of the 2012 Various Purpose Refunding Bonds outstanding at December 31, 2012 are as follows:

<u>Year Ending December 31</u>	<u>Serial and Term Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2013	\$55,000	\$118,630
2014	55,000	118,080
2015	165,000	117,255
2016	165,000	114,780
2017	170,000	111,480
2018-2022	905,000	503,857
2023-2027	1,025,000	385,315
2028-2032	1,195,000	218,570
2033-2034	<u>535,000</u>	<u>29,182</u>
Totals	<u><u>\$4,270,000</u></u>	<u><u>\$1,717,149</u></u>

Long Term Notes Payable - The County has issued several long term notes payable, all of which are backed by the full faith and credit of the County. The County had five notes during 2012, three of which remain outstanding that were issued for; a new 911 facility which has an outstanding balance of \$512,783 at December 31, 2012; airport jet fuel tank that was fully retired during 2012; courthouse renovations which has an outstanding balance of \$526,486 at December 31, 2012; a new telephone system which was fully retired during 2012; and for the construction of a garage for the engineer's department and two salt storage facilities which has an outstanding balance of \$842,170 at December 31, 2012. The courthouse renovations, 911 facility, and garage/salt storage facilities outstanding notes are being repaid through the debt service fund from county general revenues. All of the notes were issued with a fixed interest rate.

Ohio Air Quality Development Authority Loan – On June 28, 2012, the County entered into a loan agreement with the Ohio Air Quality Development Authority in the amount of \$1,379,295 for energy conservation measures for various departments within Jefferson County. As part of the loan program, the County issued a portion of the loan, Series A, as tax exempt in the amount of \$721,255, and a portion of

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the loan, Series B, as taxable in the amount of \$658,040, which qualified Jefferson County to receive a federal interest subsidy that will total \$254,895. As of December 31, 2012, the County had not received an interest subsidy payment.

Principal and interest requirements to retire the OAQDA Loan is as follows:

Year Ending December 31	Series A		Series B			
	Tax Exempt		Taxable			
	Principal	Interest	Principal	Interest	Interest Subsidy	Net Interest
2013	\$76,541	\$17,020	\$0	\$28,954	(\$20,268)	\$8,686
2014	78,431	15,129	0	28,954	(20,268)	8,686
2015	80,368	13,192	0	28,954	(20,268)	8,686
2016	82,354	11,207	0	28,954	(20,268)	8,686
2017	84,388	9,173	0	28,954	(20,268)	8,686
2018-2022	286,981	15,326	166,444	141,605	(99,123)	42,482
2023-2027	0	0	491,596	65,458	(45,818)	19,640
Totals	\$689,063	\$81,047	\$658,040	\$351,833	(\$246,279)	\$105,554

OPWC Road Resurfacing Loans – The outstanding \$3,256 OPWC road resurfacing loan was issued in 1992 for road repairs and will be repaid through county taxes. The OPWC loan is interest free.

Principal and interest requirements to retire the long term notes payable and the OPWC Road Resurfacing Loan outstanding at December 31, 2012 are as follows:

Year Ending December 31	Notes Payable		OPWC Loans
	Principal	Interest	Principal
2013	\$388,790	\$72,560	\$3,256
2014	403,335	58,015	0
2015	418,441	42,908	0
2016	252,838	28,560	0
2017	263,115	17,706	0
2018	154,920	6,478	0
Totals	\$1,881,439	\$226,227	\$3,256

Capital Leases – The County has issued capital leases for office equipment and vehicles. These leases will be repaid through the General and Court Corrections/Public Safety funds from County revenues.

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Workers' Compensation Claims Payable – The County has a liability for workers' compensation as part of the State Workers Compensation retrospective rating and payment program. The County will pay the claims payable from the General fund, Miscellaneous Local, Public Assistance, Motor Vehicle and Gasoline Tax, Mental Health, Court/Corrections, Permissive Sheriff, Children Services, Department of Developmental Disabilities and Jail Operating Levy special revenue funds, and the Sewer and Water enterprise funds using payments made to the internal service fund.

Compensated Absences – The County will pay compensated absences from the General fund, Miscellaneous Local, Public Assistance, Motor Vehicle and Gasoline Tax, Mental Health, Court/Corrections, Permissive Sheriff, Children Services, Department of Developmental Disabilities and Jail Operating Levy special revenue funds, and the Sewer and Water enterprise funds.

Business Type Activities:

2004 Various Purpose Bonds – On November 9, 2004 Jefferson County issued \$8,010,000 of general obligation bonds which included serial and term bonds in the amount of \$1,595,000 and \$6,415,000, respectively. These various purpose bonds were issued to permanently finance outstanding bond anticipation notes and pay the costs of issuance of these bonds for governmental and business type activities in the amounts of \$4,335,000 (\$625,000 serial bonds and \$3,710,000 term bonds) and \$3,675,000 (\$970,000 serial bonds and \$2,705,000 term bonds), respectively. During 2012, the County made the scheduled debt service payments of \$200,000 for governmental and business type activities in the amounts of \$100,000 and \$100,000, respectively, as well as partially refunded the remaining 2004 serial and term bonds in the amount of \$6,415,000 for governmental business type activities in the amounts of \$3,710,000 and \$2,705,000, respectively. The proceeds of the refunding bonds were placed in an irrevocable escrow trust account, and the refunded bonds are considered legally defeased, and were removed from the financial statements of the County.

A breakdown of the business-type portion of this bond issue is as follows:

\$1,855,000 of these general obligation bonds were issued to permanently finance bond anticipation notes that were previously issued for various water projects. These bonds are being retired through the water fund from revenues derived from the operation of the water system. After the 2012 refunding, \$115,000 of the original bonds remained outstanding.

\$1,470,000 of these general obligation bonds were issued to permanently finance bond anticipation notes that were previously issued for various sewer projects. These bonds are being retired through the sewer fund from revenues derived from the operation of the sewer system. After the 2012 refunding, \$65,000 of the original bonds remained outstanding.

\$350,000 of these general obligation bonds were issued to permanently finance bond anticipation notes that were previously issued for Tidd-Dale and Hazelwood sewer expansion. These bonds are being retired through the sewer fund, and are intended to be partially repaid through special assessments as well as from revenues derived from the operation of the sewer system. In the event of default of the property owners, the sewer fund will make the required debt payments through operating revenues. After the 2012 refunding, \$30,000 of the original bonds remained outstanding.

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Principal and interest requirements to retire the business type activities portion of the 2004 Various Purpose Bonds outstanding at December 31, 2012 are as follows:

Year Ending December 31	Water Projects Serial and Term Bonds		Sewer Projects Serial and Term Bonds		Tidd-Dale Hazelwood Sewer Projects Serial and Term Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$55,000	\$3,926	\$30,000	\$2,220	\$15,000	\$1,024
2014	60,000	2,070	35,000	1,208	15,000	517
Totals	<u>\$115,000</u>	<u>\$5,996</u>	<u>\$65,000</u>	<u>\$3,428</u>	<u>\$30,000</u>	<u>\$1,541</u>

2010 Various Purpose Bonds – On September 8, 2010 Jefferson County issued \$5,130,000 of general obligation bonds which included serial and term bonds in the amount of \$4,065,000 and \$1,065,000, respectively. These various purpose bonds were issued to partially refund the 1998 Various Purpose and Refunding Bonds, as well as permanently finance an outstanding bond anticipation note for sewer projects, as well as pay the costs of issuance of these bonds for governmental and business type activities in the amounts of \$4,095,000 (\$3,970,000 serial bonds and \$125,000 term bonds) and \$1,035,000 (\$95,000 serial bonds and \$940,000 term bonds), respectively. The bonds were issued at par value for Business Type Activity. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$203,120. The issuance resulted in an economic gain of \$205,357.

The business type activities portion of this bond issue is intended to be repaid through sewer user charges.

The Term Bonds maturing on December 1, 2013 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 of the years and in the respective principal amounts as follows:

Date	Principal Amount Subject to Mandatory Redemption
2010	\$10,000
2011	55,000
2012	55,000
2013 *	65,000
	<u>\$185,000</u>
* Maturity	

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The Term Bonds maturing on December 1, 2025 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 of the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount Subject to Mandatory Redemption</u>
2018	\$25,000
2019	25,000
2020	25,000
2021	25,000
2022	30,000
2023	30,000
2024	30,000
2025 *	30,000
	<u>\$220,000</u>

* Maturity

The Term Bonds maturing on December 1, 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 December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>	<u>Principal Amount Subject to Mandatory Redemption</u>
2026	\$30,000
2027	35,000
2028	35,000
2029	35,000
2030 *	40,000
	<u>\$175,000</u>

* Maturity

The Term Bonds maturing on December 1, 2040 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 of the years and in the respective principal amounts as follows:

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<u>Date</u>	<u>Subject to Mandatory Redemption</u>
2031	\$40,000
2032	40,000
2033	45,000
2034	45,000
2035	45,000
2036	50,000
2037	50,000
2038	55,000
2039	55,000
2040 *	60,000
	\$485,000
	\$485,000

* Maturity

The bonds maturing on or after December 1, 2018 are subject to redemption at the option of the County, either in whole or in part, in such order as the County shall determine, on any date on or after December 1, 2017 at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Principal and interest requirements to retire the business type activities portion of the 2010 Various Purpose/Refunding Bonds outstanding at December 31, 2012 are as follows:

<u>December 31</u>	<u>Principal</u>	<u>Interest</u>
2013	\$20,000	\$39,355
2014	20,000	39,095
2015	25,000	38,795
2016	25,000	38,233
2017	25,000	37,608
2018-2022	130,000	175,600
2023-2027	155,000	150,250
2028-2032	190,000	116,550
2033-2037	235,000	70,650
2038-2040	170,000	15,525
Totals	\$995,000	\$721,661

2012 Various Purpose Refunding Bonds – On March 1, 2012 Jefferson County issued \$7,525,000 of general obligation bonds which included serial and term bonds in the amount of \$4,670,000 and \$2,855,000, respectively. These various purpose bonds were issued to partially refund the 2004 Various Purpose Bonds, as well as pay the costs of issuance of these bonds for governmental and business type activities in the amounts of \$4,355,000 (\$2,430,000 serial bonds and \$1,925,000 term bonds) and

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\$3,170,000 (\$2,240,000 serial bonds and \$930,000 term bonds), respectively. These various purpose bonds were issued at a discount for governmental activities of \$25,843, and \$8,150 for business type activities, which is reported as a decrease to bonds payable and being amortized over the life of the bonds using the straight-line method. The amortization of the discount for 2012 was \$1,124 for governmental activities and \$354 for business type activities. The bonds were issued at a premium of \$3,719 for business type activities, which is reported as an increase to bonds payable. This amount is being amortized to interest expense over the life of the bonds using the straight-line method. The amortization of the premium for 2012 was \$237 for business type activities. The bonds are insured, and the cost of the bond insurance is reported as Unamortized Bond Insurance Premiums and will be amortized over the life of the bonds. The value of the insurance was \$55,214 (\$31,659 governmental activities and \$23,555 business type activities), and the current year amortization is \$1,376 governmental activities and \$1,221 business type activities. The refunding resulted in a difference between the net carrying amount of the debt and the acquisition price of \$418,476 for governmental activities and \$284,185 for business type activities which is reported as a deferred charge on refunding, and amortized over the remaining life of the refunded bonds. The 2012 amortization of this was \$72,276 for governmental activities and \$26,671 for business type activities. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$520,178 (\$291,116 for governmental activities and \$229,062 for business type activities). The issuance resulted in an economic gain of \$385,018 (\$208,700 for governmental activities and \$176,318 for business type activities).

A breakdown of the business-type portion of this bond issue is as follows:

\$1,550,000 of these general obligation bonds were issued to refund 2004 bonds that had been issued for various water projects. These bonds are being retired through the water fund from revenues derived from the operation of the water system.

\$1,380,000 of these general obligation bonds were issued to refund 2004 bonds that had been issued for various sewer projects. These bonds are being retired through the sewer fund from revenues derived from the operation of the sewer system.

\$240,000 of these general obligation bonds were issued to refund 2004 bonds that had been issued for Tidd-Dale and Hazelwood sewer expansion. These bonds are being retired through the sewer fund, and are intended to be partially repaid through special assessments as well as from revenues derived from the operation of the sewer system. In the event of default of the property owners, the sewer fund will make the required debt payments through operating revenues.

The Term Bonds maturing on December 1, 2026 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

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<u>Date</u>		<u>Principal Amount Subject to Mandatory Redemption</u>
2025		\$375,000
2026	*	380,000
		<u>\$755,000</u>
	* Maturity	

The Term Bonds maturing on December 1, 2030 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>		<u>Principal Amount Subject to Mandatory Redemption</u>
2029		\$425,000
2030	*	315,000
		<u>\$740,000</u>
	* Maturity	

The Term Bonds maturing on December 1, 2032 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

<u>Date</u>		<u>Principal Amount Subject to Mandatory Redemption</u>
2031		\$320,000
2032	*	335,000
		<u>\$655,000</u>
	* Maturity	

The Term Bonds maturing on December 1, 2034 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

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<u>Date</u>	<u>Subject to Mandatory Redemption</u>
2033	\$350,000
2034 *	<u>355,000</u>
	<u><u>\$705,000</u></u>
* Maturity	

The bonds maturing on or after December 1, 2019 are subject to redemption at the option of the County, either in whole or in part, in such order as the County shall determine, on any date on or after June 1, 2019 at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Principal and interest requirements to retire the business type activities portion of the 2012 Various Purpose Refunding Bonds outstanding at December 31, 2012 are as follows:

Year Ending December 31	<u>Water Projects</u>		<u>Sewer Projects</u>		<u>Tidd-Dale Hazelwood Sewer Projects</u>	
	<u>Serial and Term Bonds</u>		<u>Serial and Term Bonds</u>		<u>Serial and Term Bonds</u>	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$25,000	\$37,690	\$15,000	\$37,643	\$5,000	\$5,100
2014	25,000	37,440	15,000	37,492	5,000	5,050
2015	85,000	37,065	55,000	37,268	20,000	4,975
2016	85,000	35,790	50,000	36,443	20,000	4,675
2017	85,000	34,090	55,000	35,442	25,000	4,275
2018-2022	470,000	143,056	290,000	159,951	110,000	14,350
2023-2027	515,000	82,305	330,000	121,641	50,000	2,037
2028-2032	225,000	10,885	375,000	68,796	0	0
2033-2034	0	0	170,000	9,244	0	0
Totals	<u>\$1,515,000</u>	<u>\$418,321</u>	<u>\$1,355,000</u>	<u>\$543,920</u>	<u>\$235,000</u>	<u>\$40,462</u>

Revenue Bonds – On April 2, 2012, Jefferson County issued \$5,884,000 of Wastewater Treatment Collection System Revenue Bonds. Through the issuance, Jefferson County has irrevocably pledged future sewer customer revenues, net of specified operating expenses, to repay the revenue bonds. The bonds were issued as Series A \$5,000,000, and Series B \$884,000, with all bonds being taxable. Proceeds from the bonds provided financing for the Crestview/Belvedere Sewer project. The bonds are payable solely from sewer customer net revenues and are payable through 2052. For fiscal year 2013, annual principal and interest payments on the bonds are expected to require less than 6 percent of net revenues. The total principal and interest remaining to be paid on the bonds is \$9,917,717. Principal and interest paid for the current year and total customer net revenues were \$0 and \$817,993, respectively. An estimated schedule of debt service requirements to maturity follows:

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Year Ending December 31	Principal	Interest
2013	\$0	\$49,885
2014	0	161,810
2015	89,000	166,422
2016	92,000	163,422
2017	94,000	161,422
2018-2022	514,000	763,108
2023-2027	590,000	687,108
2028-2032	674,000	603,108
2033-2037	772,000	505,108
2038-2042	884,000	393,108
2043-2047	1,014,000	263,108
2048-2052	1,161,000	116,108
Totals	<u>\$5,884,000</u>	<u>\$4,033,717</u>

OWDA Loans – The County has entered into OWDA Loans for various water and sewer projects. These loans will be repaid from charges for services revenue in the enterprise funds, with the exception of the George’s Run Sewer OWDA Loan that will be repaid from special assessments, and upon default of the property owners, sewer fund operating revenues will repay the debt. During 2012, the outstanding balance of the Pottery Addition OWDA loan was rolled into long-term financing through the Ohio EPA Water Pollution Control Loan.

OPWC Loans – The County has entered into OPWC Loans for various water and sewer projects. These loans will be repaid from charges for services revenue in the enterprise funds. The OPWC Loans are interest free.

The OWDA and OPWC loan debt service requirements to maturity are as follows:

Year Ending December 31	OWDA Loans		OPWC Loans
	Principal	Interest	Principal
2013	\$787,184	\$37,553	\$73,141
2014	179,886	12,553	53,628
2015	0	0	27,195
2016	0	0	27,195
2017	0	0	27,195
2018-2022	0	0	109,991
2023-2027	0	0	58,828
2028	0	0	11,768
Totals	<u>\$967,070</u>	<u>\$50,106</u>	<u>\$388,941</u>

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Ohio EPA Loans Payable – The County entered into a loan agreement on November 2, 2004 with the Ohio Water Development Authority for a \$7,888,745 Ohio EPA Loan from the Water Supply Revolving Loan Account at 3.35 percent for a twenty year period. The loan was issued for the completion of Toronto waterline connector project that allows the County to purchase water from the City of Toronto. During 2008, the County entered into loan agreements with the Ohio Water Development Authority for two additional Ohio EPA loans for the completion of the Rush Run Waterline Extension project, which included a Disadvantaged loan in the amount of \$500,000 at zero percent interest, and a WSRLA loan in the amount of \$455,685 at 2.0 percent interest. During 2012, the County entered into a loan agreement with the Ohio Water Development Authority for an additional Ohio EPA loan from the Water Pollution Control Fund in the amount of \$1,396,196 at zero percent interest, which included the provision for fifty percent non ARRA principal forgiveness. The loans are backed by the full faith and credit of the County and are intended to be repaid with user charges. The debt service requirements to maturity for these EPA loans are as follows:

Year Ending December 31	Principal	Interest
2013	\$400,623	\$175,583
2014	412,339	163,867
2015	424,445	151,761
2016	436,954	139,252
2017	449,880	126,326
2018-2022	2,458,878	422,152
2023-2027	1,553,169	70,711
2028-2032	255,294	411
2033-2037	83,333	0
2038	16,665	0
Totals	<u>\$6,491,580</u>	<u>\$1,250,063</u>

Bond Insurance and Ratings:

1998 Various Purpose Improvement and Refunding Bonds and 2012 Various Purpose Refunding Bonds – On November 25, 2008, Financial Security Assurance, Inc. (FSA) was downgraded by Moody's Investor Services from Aaa to Aa3. On July 1, 2009, FSA, the original bond insurer for the 1998 bond issue, was acquired by Assured Guaranty Corp. On March 5, 2010, Assured Guaranty Corp. was issued a credit opinion, and was issued a rating of Aa3 with a negative outlook. On January 23, 2013, Assured Guaranty, Corp. was issued a credit rating of A3 with a stable outlook. See Subsequent Event Note 25 for additional details.

2004 Various Purpose Bonds – On July 29, 2009, Ambac Assurance Corporation, the bond insurer for the 2004 bond issue, was downgraded by Moody's Investor Services from Ba3 to Caa2. Based on Moody's modified approach to rating structured finance securities by financial guarantors, effective September 1, 2009, this will cause the rating to be effectively withdrawn, as the rating has fallen below Baa3. On December 3, 2010, Ambac Assurance Corporation was issued a credit opinion, and was issued a rating of Caa2. On April 7, 2011, Moody's Investor Services issued a Rating Action for Ambac Assurance Corporation to withdraw the rating that had been previously issued at Caa2.

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2012 Various Purpose Refunding Bonds – The County’s 2012 refunding bonds are insured by Assured Guaranty, Corp. On January 23, 2013, Assured Guaranty, Corp. was issued a credit rating of A3 with a stable outlook. See Subsequent Event Note 25 for additional details.

The downgrade of a bond insurer may not, in and by itself, create an immediate default under the bond indentures or other bond documents or cause any reallocation of rights or responsibilities among parties; however, it will likely have an adverse effect on the value of the bonds as they are traded in the secondary market.

2010 Various Purpose Bonds – On August 5, 2010, Jefferson County received a credit rating of A2 from Moody’s Investor Services for the bond issue as well as on all outstanding obligations of the County.

Debt Margins:

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 \$6,000,000 plus two and one-half percent of the amount of the tax valuation in excess of \$300,000,000

The effects of the debt limitations described above at December 31, 2012 are a margin on unvoted debt of \$6,474,909, and an overall debt margin of \$22,262,833.

Conduit Debt:

Pursuant to State Statute, various industrial revenue bonds have been issued for private industry within Jefferson County. The proceeds of the industrial revenue bonds are used by the various private industries for new construction or improvements. The bonds are to be repaid by the recipients of the proceeds and do not represent an obligation of the County. As of December 31, 2012, there were \$140,465,000 in industrial revenue bonds that have been issued and have not been completely repaid, of which \$41,085,000 remain outstanding.

NOTE 18 - INTERNAL BALANCES

Interfund balances at December 31, 2012 consist of the following individual interfund receivables and payables:

	Interfund Receivable			
	Major Funds		Self Insurance - Workers' Compensation	Total
	General	MVGT		
<u>Interfund Payable</u>				
Major Funds:				
Jail Operating Levy	\$0	\$0	\$2,097,191	\$2,097,191
Water	0	4,513	0	4,513
Other Nonmajor Governmental	82,764	0	15,369	98,133
Self Insurance - Health	2,336,900	0	3,117,046	5,453,946
Total All Funds	\$2,419,664	\$4,513	\$5,229,606	\$7,653,783

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Actual cash deficit balances in the Jail Operating Levy and Permissive Sheriff Special Revenue Funds and the Self Insurance – Health Fund were covered by cash from the general fund, and the Self Insurance – Workers’ Compensation Internal Service Fund.

The remaining interfund receivables/payables are due to lags between the dates interfund goods and services are provided, transactions recorded in the accounting system, and payments between funds were made.

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

	Transfers to				
	Major Funds			Other Nonmajor Governmental	Totals
<u>Transfer from</u>	MVGT	Sewer	Jail Operating Levy		
Major Funds:					
General	\$0	\$260,000	\$1,507,183	\$1,029,011	\$2,796,194
MVGT	0	0	0	599,840	599,840
Developmental Disabilities	0	0	0	350,000	350,000
Other Nonmajor Governmental	190,000	0	0	216,876	406,876
Total All Funds	\$190,000	\$260,000	\$1,507,183	\$2,195,727	\$4,152,910

The above mentioned Transfers From/To were used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; to move receipts restricted for debt service payments to the debt service fund as debt service payments come due, including the transfers from the Motor Vehicle Gas Tax and Other Nonmajor Governmental Funds; to move receipts for capital projects from the Developmental Disabilities Fund to the Other Nonmajor Governmental Funds; and use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 19 - JOINT VENTURE

Jefferson County Regional Planning Commission:

The County participates in the Jefferson County Regional Planning Commission which is a statutorily created (ORC section 713) political subdivision of the State. The Commission is jointly governed among Jefferson County and municipalities and townships within the County. The Commission includes the three Jefferson County Commissioners, fourteen municipality mayors, fourteen township trustees, and six non-governmental representatives appointed by the member governments. Each member’s control over the operation of the commission is limited to its representation on the board. The Commission makes studies, maps, plans, recommendations and reports concerning the physical, environment, social, economic and governmental functions and services of the County as well as applies for Community Development Block Grants for the member governments. The Board exercises total control of the budgeting, appropriation, contracting and management. The County’s contribution was \$85,000 for their annual subsidy (approximately 45 percent of the annual revenues of the Commission). The remaining member governments contribute an annual fee that totals \$4,150 per year. The Commission applies for Community Development Block Grants on behalf of member governments and receives approximately

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\$94,176 per year in administrative fees. Continued existence of the Commission is dependent upon the County's continued participation; however, the County does not have an equity interest in the Commission. The Commission is not accumulating significant financial resources and is not experiencing fiscal distress that may cause an additional financial benefit to or burden on the County. The financial activity of the Commission is presented as an agency fund due to the County serving as fiscal agent. Complete financial statements can be obtained from the Jefferson County Regional Planning Commission, Steubenville, Ohio.

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

A. Jefferson County Cluster:

Jefferson County Cluster provides services to multi-need youth in Jefferson County. Members of the Cluster include the Jefferson County Alcohol, Drug Addiction, and Mental Health Services Board, the Jefferson Drug and Alcohol Councils, student services, Jefferson Juvenile District, the superintendent of public instruction, and the directors of youth services, human services, and department of developmental disabilities. The operation of the Cluster is controlled by an advisory committee which consists of a representative from each agency. The Cluster is not dependent upon Jefferson County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Cluster. The County did not contribute to the Cluster in 2012.

B. Eastern Ohio Correction Center:

The Eastern Ohio Correction Center operates under the direction of a Judicial Advisory Board of Directors comprised of a Common Pleas judge from Carroll, Guernsey and Harrison Counties, and two judges from Belmont, Columbiana, and Jefferson Counties. The Center is governed by a Facility Governance Board comprised of nine members, six of which are appointed by the Judicial Advisory Board, one appointed by the Columbiana County Board of Commissioners and one appointed by the Jefferson County Board of Commissioners, with the remaining member being appointed by the remaining Counties in alphabetical order. Each member's control over the operation of the commission is limited to its representation on the board. The continued existence of the Center is not dependent on Jefferson County, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Center. Jefferson County serves as the fiscal agent for the Center, and the activity of the Center is presented on the financial statements as an agency fund. The County did not contribute financially to the center in 2012.

C. Brooke, Hancock, Jefferson Regional Planning Commission (BHJ):

BHJ is a separate and distinct political subdivision created pursuant to Ohio Revised Code section 713.30 and West Virginia Revised Code articles 8-25 and 8-26 to provide planning and administrative services to all local governments in a three county region comprised of Jefferson County and two counties in West Virginia. The governing board is comprised of 69 members which include 50 elected officials from the counties and municipalities as well as 19 appointed members from an array of private, public, and quasi-public entities. The Commission is not dependent upon Jefferson County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Council. The County contributed \$45,699 to BHJ in 2012.

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D. Oakview Juvenile Residential Center:

The Oakview Juvenile Residential Center is a jointly governed organization among Belmont, Harrison, Guernsey, Monroe, Jefferson, and Noble Counties. The Center was formed to operate a regional juvenile rehabilitation facility for the use of member counties, and to house and treat adjudicated non-violent felony offenders. The facility is operated and managed by Oakview Juvenile Residential Center. The participating entities created a Judicial Rehabilitation Board the members of which are made-up of the juvenile judges of each participating county who determine the policy.

A Board of Trustees has been created whose members are appointed by the Judicial Rehabilitation Board of which Belmont and Jefferson Counties have three appointees, Guernsey County has two appointees, and Harrison, Monroe and Noble counties each have one appointee. The facility is located on property now owned by Belmont County. Policies, procedures and the operating budget are approved by the Judicial Rehabilitation Board. The Board is not dependent upon Jefferson County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Board.

E. Area Office on Aging:

The Area Office on Aging is a regional council of governments that assists nine counties, including Jefferson County, in providing services to senior citizens in the Council's service area. The Council is governed by a board of directors comprised of one representative appointed by each participating county. The board has total control over budgetary, personnel and all other financial matters. The Area Office on Aging receives Title III monies to be used for programs within the member counties. The continued existence of the Council is not dependent on the County's continued participation and the County has no equity interest in or financial responsibility for the Council. The Council has no outstanding debt. The County did not contribute financially to the office in 2012.

F. Ohio Mid-Eastern Governments Association (OMEGA):

OMEGA is a ten-county regional council of governments comprised of Belmont, Carroll, Coshocton, Columbiana, Guernsey, Harrison, Holmes, Jefferson, Muskingum, and Tuscarawas Counties. OMEGA was formed to aid and assist the participating counties and political subdivisions within the counties in the application of Appalachian Regional Commission and Economic Development grant monies. OMEGA is governed by a sixteen member executive board comprised of members appointed from each participating county and the cities within each county. City membership is voluntary.

The board has total control over budgeting, personnel, and financial matters. Each member currently pays a per capita membership fee based upon the most recent United States census. The continued existence of OMEGA is not dependent on the County's continued participation and the County does not have an equity interest in or financial responsibility for OMEGA. OMEGA has no outstanding debt. The County contributed \$6,894 to OMEGA in 2012.

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G. *Jefferson-Belmont Joint Solid Waste Authority:*

The Jefferson-Belmont Joint Solid Waste Authority is a jointly governed organization between Jefferson and Belmont counties. The Authority, formed to provide solid waste services to the two participating counties, is governed by a fourteen member board of directors of which one commissioner from Jefferson County is a member. The Authority is not dependent on Jefferson County for its continued existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Authority. The County does not make any monetary contributions to the Authority.

H. *Jefferson County Family and Children First Council:*

The Jefferson County Family and Children First Council is a jointly governed organization created under the Ohio Revised Code Section 121.37. The Council is comprised of the following members: Director of the Board of Mental Health, Alcohol and Drug Addiction, Health Commissioner of the City of Steubenville, Health Commissioner of Jefferson County, Director of the Jefferson County Department of Job and Family Services, Director of Children Services, Superintendent of Jefferson County Board of Department of Developmental Disabilities, Juvenile Court Judge, Superintendent of the Steubenville City Board of Education, Superintendent of the Jefferson County Educational Service Center, Superintendent of Edison Local School District, Mayor of Steubenville, Chairman of the Board of County Commissioners, Director of the regional office of the Department of Youth Services, Director of the Community Action Council, a representative of Jefferson County Early Intervention Collaborative, a representative of the Jefferson County Behavioral Health System, a representative from the Jefferson County United Way, and a representative from the Family Services Association, three individuals representing the interests of families in Jefferson County, a representative from any public or private organization which formally attests to its support for the mission of the Council. The Council is governed currently by a 24 member Board. During 2012, the County made no contributions to the Council. Continued existence of the Council is not dependent on the County's continued participation, no equity interest exists, and no debt is outstanding.

I. *Belmont, Carroll, Harrison, and Jefferson Counties Council of Governments:*

The Belmont, Carroll, Harrison, and Jefferson Counties Council of Government was created to establish the operating and administrative procedures and to direct funding within the Workforce Investment Area as required by the Workforce Investment Act of 1998. The Council of Governments is comprised of four voting members, one designated from each County, each of whom shall be a duly elected County Commissioner, and may include ex-officio members, representatives from the Department of Job and Family Services of the member counties, and the Chairperson of the Workforce Investment Board. During 2012, the County made no contributions to the Board.

J. *Jefferson County Port Authority:*

The Jefferson County Port Authority is a jointly governed organization between Jefferson County, the City of Steubenville, and the Jefferson County Regional Planning Commission. The Authority, formed to provide economic development opportunities and is governed by a five member board of directors. The County Commissioners and the City of Steubenville each appoint two members, with one member being appointed by the Jefferson County Regional Planning Commission. The Authority is not dependent on Jefferson County for its continued

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existence, no debt exists, and the County does not have an equity interest in or a financial responsibility for the Authority. The Authority was established during 2012, and had no significant financial activity. See Subsequent Event Note 25 for further details.

NOTE 21 - RELATED ORGANIZATIONS

A. Jefferson Metropolitan Housing Authority:

The Jefferson Metropolitan Housing Authority was established to provide adequate public housing for low income individuals and was created pursuant to Ohio Revised Code Section 3735.27. The Authority is operated by a five member board. Two members are appointed by the mayor of the largest city in the County, one member is appointed by the probate court judge, one member is appointed by the common pleas court judge, and one member is appointed by the County commissioners. The Authority receives funding from the Federal Department of Housing and Urban Development. The board sets its own budget and selects its own management, and the County is not involved in the management or operation. The County is not financially accountable for the Authority. The County did not contribute financially to the authority in 2012.

B. Eastern Gateway Community College:

Eastern Gateway Community College was established to provide educational programming and opportunities for individual growth and development that best serves the citizens and was created pursuant to Ohio Revised Code Section 3354. The College is operated by a nine member board. Six members are appointed by the County commissioners and three members are appointed by the Governor. The College receives funding from State appropriation, Federal grants and programs, student fees and other private sources. The board sets its own budget and selects its own management, and the County is not involved in the management or operation. The County is not financially accountable for the College. The County did not contribute to the College in 2012.

C. Friendship Park District:

The Friendship Park District was established for the preservation of good order within and adjacent to parks and reservations of land, and for the protection and preservation of the parks, parkways, and other reservations of land under its jurisdiction and control and of property and natural wildlife therein. The District was created pursuant to Ohio Revised Code Section 1545. The Commission is currently operated by a three member board, but has recently taken appropriate action to expand to a five member board, but as of the date of these financial statements, the additional members have not taken office. All members are appointed by the Probate Judge of the Common Pleas Court of Jefferson County. The Park District receives funding from State and Federal grants and programs, fees and other private sources. The board sets its own budget and selects its own management, and the County is not involved in the management or operation. The County is not financially accountable for the Park District. The County contributed \$75,000 to the Park District in 2012.

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NOTE 22 - PUBLIC ENTITY POOLS

A. *Risk Sharing Pool:*

County Risk Sharing Authority (CORSA)

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

Each member County has one vote on all matters requiring a vote, to be cast by a designated representative. The affairs of the Corporation are managed by an elected board of not more than nine trustees. Only county commissioners of member Counties are eligible to serve on the board. No county may have more than one representative on the board at any time. Each member County's control over the budgeting and financing of CORSA is limited to its voting authority and any representation it may have on the board of trustees. CORSA has issued certificates of participation in order to provide adequate cash reserves. The certificates are secured by the member Counties' obligations to make coverage payments to CORSA. The participating counties have no responsibility for the payment of certificates. The County does not have an equity interest in or a financial responsibility for CORSA. Any additional premium or contribution amounts and estimates of losses are not reasonably determinable. The County's payment for insurance to CORSA in 2012 was \$384,904.

B. *Risk Sharing, Claims Servicing, and Insurance Purchasing Pool:*

Ohio Mid-Eastern Educational Service Agency Self Insurance Plan (OME-RESA)

The County participates in the Ohio Mid-Eastern Educational Service Agency Self Insurance Plan, a risk-sharing, claims servicing, and insurance purchasing pool comprised of eighty-nine members, including two insurance consortiums. Each participant appoints a member of the insurance plans' assembly. The Plans' business and affairs are conducted by a nine member Board of Directors elected from the assembly. The plan offers medical, dental and prescription drug coverage to the members on a self-insured basis, as well as the opportunity to participate in the group purchasing of life insurance coverage. The medical coverage plan provides each plan participant the opportunity to choose a self-insurance deductible limit which can range from \$35,000 to \$100,000 under which the individual member is responsible for all claims through the claims servicing pool. Plan participants also participate in a shared risk internal pool for individual claims between the self-insurance deductible limit and \$400,000, and all claims between the deductible and the \$400,000 are paid from the internal shared risk pool. The internal pool is not owned by the plan participants. All participants pay a premium rate that is actuarially calculated based on the participants' actual claims experience which are utilized for the payment of claims within the claims servicing pool up to the self-insurance deductible limit; and for this portion of the plan, all plan participants retain their own risk. All participants pay an additional fee for participation in the internal pool that is based on the claims of the internal pool in aggregate and is not based on individual claims experience. In the event of a deficiency in the

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

internal pool, participants would be charged a higher rate for participation, and in the event of a surplus, the internal pool pays dividends to the participants. For all individual claims exceeding \$400,000, stop loss coverage is purchased, as well as for an annual total plan aggregate claims amount. All plan participants also pay a monthly administrative fee for fiscal services and third party administrative services.

NOTE 23 - FOOD STAMPS

The County's Department of Human Services (Welfare) distributes, through a contracting issuance center, federal food stamps to entitled recipients within Jefferson County. The receipt and issuance of the stamps have the characteristics of a federal grant. However, the Department of Human Services merely acts in an intermediary capacity. Therefore, the inventory value of these stamps is not reflected in the accompanying financial statements, as the only economic interest related to these stamps rests with the ultimate recipient.

NOTE 24 – CONTINGENCIES

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 Commissioners believe such disallowances, if any, will be immaterial.

Litigation - The County is currently party to pending litigation. It is not possible at this time to make a judgment as to whether there is a reasonable possibility of an unfavorable outcome which could result in a material judgment against the County.

NOTE 25 - SUBSEQUENT EVENTS

Smithfield Water System – On April 1, 2013 the County acquired the Village of Smithfield Water System. The County will assume the customer base of 410, as well as the assets in the amount of \$714,416 as capital contributions.

2013 Various Purpose Bonds – On May 7, 2013, the County issued \$1,550,000 Various Purpose Bonds in order to finance the purchase of an office building, roof repairs, and to fund upgrades at the airpark. The bonds were issued as taxable at par value with an interest rate of 2.80 percent and are scheduled for repayment through 2022.

Bond Insurance 1998 Various Purpose Improvement and Refunding Bonds – On January 23, 2013, Moody's Investor Services issued a Credit Opinion of A3 for Assured Guaranty Corp.

Bond Insurance 2012 Various Purpose Refunding Bonds - As part of the refunding, the County received an A2 rating from Moody's, and an Aa3 rating on the final bond issuance as bond insurance was purchased through Assured Guaranty Corporation. On January 23, 2013, Moody's Investor Services issued a Credit Opinion of A3 for Assured Guaranty Corp.

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

Jointly Governed Organization – On April 26, 2012, the County Commissioners resolved to participate in the Jefferson County Port Authority (a newly created authority), which is defined as a jointly governed organization, see note 20. The Jefferson County Community Improvement Corporation and Progress Alliance ceased operation during 2013. All economic development is currently being handled by the Port Authority.

NOTE 26 - RELATED PARTY TRANSACTIONS

During 2012, Jefferson County provided facilities, certain equipment, transportation and salaries for administration, implementation and supervision of its programs to JeffCo Workshop, a discretely presented component unit of Jefferson County. The Workshop reported \$27,500 for such contributions. JeffCo Workshop recorded operating revenues and operating expenses at cost or fair value as applicable, to the extent the contribution is related to the vocational purpose of JeffCo Workshop.

NOTE 27 – COMPONENT UNIT JEFFCO WORKSHOP, INC.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Jeffco Workshop, Inc. was established as a nonprofit entity designed to provide a working atmosphere to handicapped adults in Jefferson County, Ohio. The workshop contracts with local companies and the general public to provide goods and services. This is the only program that the Jeffco Workshop, Inc. operates.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Under FASB ASC No. 958-205, the Organization is required to report information regarding its financial position and activities according to three classes of net position: unrestricted net position, temporarily restricted net position, and permanently restricted net position. Unrestricted net position is not subject to donor or grantor imposed stipulations. The Organization's temporarily restricted net position consists of donations made to the Organization for with donor restrictions as to the use of the funds.

Cash and Cash Equivalents

Cash and cash equivalents consist of all cash on hand and cash in banks – checking, savings and money markets. Time deposits with maturity dates within one year of the statement of financial position date are also included in cash and cash equivalents.

Investments

Debt securities are carried on the books at original cost. All investments are purchased with the intent of being held to maturity. No debt securities are classified as available for sale or trading. Equity securities are carried at market value, any unrealized gains or losses in equity securities are included in unrestricted net position as accumulated other income.

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

Inventory

The inventory is stated at historical cost.

Plant and Equipment

Capital assets acquired by Jeffco Workshop, Inc. are considered owned by Jeffco Workshop, Inc. However, state funding sources and the Jefferson County Commissioners may maintain equitable interest in the property purchased with grant monies or county monies, as well as, the right to determine the use of any proceeds from the sale of these assets.

Jeffco Workshop, Inc. follows the practice of capitalizing, at cost, all expenditures for capital assets in excess of \$500. Portion of assets paid for by outside funding sources are not capitalized. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Equipment and Furniture	5 – 7 years
Vehicles	5 years

The net capital asset balance has been recorded as a separate component in unrestricted net position.

Functional Expenses

The costs of providing the program and activities have been summarized on a functional basis in the statement of activities and statement of functional expenses.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

Jeffco Workshop, Inc. is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provisions for federal income taxes in the accompanying financial statements. In addition, Jeffco Workshop, Inc. has been determined by the Internal Revenue Service not to be a “private foundation” within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for 2012 or 2011 and Form 990 has been filed for the years ended December 31, 2012 and 2011.

In-kind Contribution

In-kind contributions of services and facilities were valued at \$27,500 and \$27,500 for the years ended December 31, 2012 and 2011, respectively. In-kind contributions were valued by using the worksheet developed by the Ohio Department of Developmental Disabilities. In-kind contributions to Jeffco Workshop, Inc. were the salaries paid to employees of Jeffco Workshop, Inc. by the Jefferson County Board of Developmental Disabilities, as well as, the use of the county board’s workshop and training center facilities at no charge. These in-kind contributions are recorded both as a revenue and expense.

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

B. CASH ON HAND AND IN BANK

Cash on hand and in bank as of December 31, 2012 and 2011 consists of the following:

	December 31,			
	2012		2011	
	<u>Bank</u>	<u>Book</u>	<u>Bank</u>	<u>Book</u>
Huntington National Bank – regular checking	\$339,268	\$338,985	\$482,791	\$482,528
Huntington National Bank – consumer payroll	-	(650)	-	(559)
Huntington National Bank – attendance incentive	-	(4,175)	-	(7,925)
Huntington National Bank – special fund checking	19,764	19,764	19,523	19,523
Huntington National Bank – Starr Ohio savings	128,114	129,114	129,077	129,077
PNC – incentive account	191,567	191,596	191,486	191,486
PNC – special fund money market	50,759	50,759	50,682	50,682
Edward Jones – money market fund				
and investment cash	<u>6,973</u>	<u>6,973</u>	<u>18,172</u>	<u>18,172</u>
Total cash in bank	736,445	732,366	891,731	882,984
Petty cash	<u>-</u>	<u>806</u>	<u>-</u>	<u>379</u>
Total cash on hand	<u>-</u>	<u>806</u>	<u>-</u>	<u>379</u>
Total cash on hand and in bank	<u>\$736,445</u>	<u>\$733,172</u>	<u>\$891,731</u>	<u>\$883,363</u>

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

C. INVESTMENTS

Following is a summary of the investments account at December 31, 2012 and 2011:

	<u>Rate</u>	<u>Maturity</u>	<u>December 31,</u> <u>2012</u>	<u>2011</u>
Available for sale:				
Mutual Funds				
Smith Barney	Varies	-	\$ 62,289	\$ 54,462
Edward Jones	Varies	-	272,116	105,403
First Trust Build America Series 49	Varies	-	7,389	-
Held to maturity:				
Certificates of Deposit:				
Huntington National Bank	0.35%	05-16-13	54,784	54,566
Huntington National Bank	0.10%	05-06-12	-	70,847
Huntington National Bank	0.10%	05-06-12	-	45,644
Huntington National Bank	0.10%	05-06-12	-	113,977
Huntington National Bank	3.00%	05-16-13	50,650	49,172
PNC Bank	0.59%	08-10-13	83,241	82,913
PNC Bank	5.00%	05-12-13	125,208	122,711
First National Bank of PA	0.30%	05-03-13	55,950	55,950
Wesbanco	0.10%	05-28-13	55,950	55,394
Huntington National Bank	0.38%	06-30-13	70,929	-
Huntington National Bank	0.38%	06-30-13	45,697	-
Huntington National Bank	0.38%	06-30-13	114,107	-
Discover Bank	1.30%	03-17-14	25,000	-
First Niagara Bank	0.30%	02-28-13	25,000	-
Goldman Sachs	0.40%	09-05-13	25,000	-
Goldman Sachs	0.90%	03-05-13	25,000	-
Bonds:				
Goldman Sachs	4.20%	12-15-17	10,000	10,000
Wal-Mart, Inc.	3.25%	10-25-20	9,493	9,493
Pepsico, Inc.	3.13%	11-01-20	9,468	9,468
FFCB	5.00%	04-24-23	21,205	21,205
FHLB	5.55%	06-19-23	16,247	16,247
Ohio State University	5.00%	06-01-28	5,000	5,154
Marshall University	4.50%	05-01-30	10,179	10,179
JP Morgan Chase	6.15%	11-15-37	19,967	19,967
General Electric	6.00%	11-15-38	10,290	10,290
American Municipal Power	6.55%	02-15-39	4,742	4,742
Johnson & Johnson, Inc.	4.50%	09-01-40	9,761	9,761
			<u>1,224,662</u>	<u>937,545</u>
Less: current portion			<u>1,090,365</u>	<u>707,301</u>
			<u>\$ 134,297</u>	<u>\$ 230,244</u>

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

An analysis of unrealized gain (loss) at December 31, 2012 and 2011 is as follows:

Investment	December 31, 2012		
	Cost	Market	Unrealized Gain (Loss)
Federated Total Return Bond A	\$ 30,644	\$ 29,191	\$(1,453)
Federated Strategic Income A	41,330	40,101	(1,229)
Federated Ohio Municipal Income Fund A	20,189	19,500	(689)
Federated International Strategic Value Fund A	30,425	29,902	(523)
Federated Bond Fund CL A	40,671	39,500	(1,171)
American Balanced Fund	22,109	28,349	6,240
Blackrock Intermediate Government Bond	35,541	38,365	2,824
Capital Income Builder Fund	24,259	26,921	2,662
Washington Mutual	12,090	13,838	1,748
Invesco Invest Grade Income Uni Trust	6,950	7,046	96
PIMCO Emerging Markets Bond A	3,966	4,243	277
IVY Mid Cap Growth A	2,876	3,153	277
Artisan Midcap Value Investment	1,811	1,885	74
Thornburg International Value A	2,122	2,291	169
Invesco Premier PTF Institute	1,194	1,194	-
EV Income Fund of Boston	4,161	4,248	87
AMCAP Fund Class F1	6,277	7,497	1,220
Baron Growth Fund	2,049	2,495	446
Blackrock Equity Dividend Fund	2,666	3,353	687
William Blair International Growth Fund	2,140	2,399	259
Davis NY Venture DF Inc.	3,491	3,278	(213)
Europacific Growth Fund	2,102	2,312	210
Growth Fund of America	6,645	7,543	898
Lazard Emerging Markets Equity	7,629	8,258	629
Metropolitan West Total Bond Fund	647	1,202	555
T Rowe Price Equity Income Fund	3,368	3,274	(94)
T Rowe Price International Bond Fund	637	598	(39)
Royce Micro-CAP Fund Inv Class	1,239	1,269	30
Western Asset Core Plus Bond	2,373	1,199	(1,174)
Total	<u>\$321,601</u>	<u>\$334,404</u>	<u>\$12,803</u>

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

	<u>December 31, 2011</u>		
<u>Investment</u>	<u>Cost</u>	<u>Market</u>	<u>Unrealized Gain (Loss)</u>
American Balanced Fund	\$ 21,587	\$ 24,825	\$3,238
Blackrock Intermediate Government Bond	35,000	37,442	2,442
Capital Income Builder Fund	23,166	24,078	912
Washington Mutual	11,775	12,301	526
Invesco Invest Grade Income Uni Trust	6,950	6,757	(193)
Alliance Bernstein International Value Fund	768	696	(72)
AMCAP Fund Class F1	6,760	6,976	216
Baron Growth Fund	1,365	1,719	354
Blackrock Equity Dividend Fund	2,928	3,318	390
William Blair International Growth Fund	681	736	55
Davis NY Venture DF Inc.	3,637	3,207	(430)
Europacific Growth Fund	688	712	24
Growth Fund of America	7,272	6,912	(360)
Lazard Emerging Markets Equity	8,069	7,480	(589)
Western Reserve Money Market	1,965	1,965	-
Metropolitan West Total Bond Fund	6,389	6,618	229
T Rowe Price Equity Income Fund	3,728	3,198	(530)
T Rowe Price International Bond Fund	3,237	3,133	(104)
Royce Micro-CAP Fund Inv Class	1,109	1,118	9
Western Asset Core Plus Bond	6,264	6,674	410
Total	<u>\$153,338</u>	<u>\$159,865</u>	<u>\$6,527</u>

Management periodically evaluates the severity and duration of impairment for its investment securities portfolio unless the Organization has the ability to hold the security to maturity without incurring a loss. Generally, impairment is considered other than temporary when an investment security has sustained a decline of 10 percent or more for 6 months. There are 10 positions that are temporarily impaired at December 31, 2012. Of these, 3 positions have been temporarily impaired for duration of greater than 12 months.

D. RELATED PARTY

The Organization is governed by the Jefferson County 169 Board, also known as the Jefferson County Board of Developmental Disabilities. Jeffco Workshop, Inc. is a separate nonprofit corporation established by the county to conduct those functions that the 169 Board is not entitled to conduct, primarily the overseeing of the subcontract bidding process, payment of wages to clients, and purchasing of supplies and equipment associated with the work programs. Jeffco Workshop, Inc. has a separate Board of Directors and has its own constitution and by-laws.

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

E. LINE OF CREDIT

The Organization has available to it a line of credit which it can draw upon. The line of credit is collateralized by a portion of its investments in debt securities. The amount available can change based on the value of the investments and is approximately \$127,000 at December 31, 2012. The interest rate is 6.00%. The Organization has no outstanding amount on the line as of December 31, 2012.

F. BUSINESS AND CREDIT CONCENTRATIONS

The workshop's customers are located in the Upper Ohio Valley Area. 5 customers accounted for approximately \$439,459 (84%) of the gross revenues in 2012 and 7 customers accounted for approximately \$426,229 (87%) of the gross revenues in 2011. The organization also grants credit to their larger customers in the area and the credit risk depends upon the economic conditions in the local area. At December 31, 2012, the workshop had cash and time deposits in the banks that were in excess of FDIC insurance by \$554,540.

G. SUBSEQUENT EVENTS

The workshop assessed events occurring subsequent to December 31, 2012, through May 5, 2013, for potential recognition and disclosure in the financial statements. No events have occurred that would require adjustment to or disclosure in the financial statements which were issued on May 5, 2013.

H. FAIR VALUE MEASUREMENTS

The FASB issued provisions related to Fair Value Measurements, which provide consistency and comparability in determining fair value measurements and to provide for expanded disclosures about fair value measurements. The definition of fair value maintains the exchange price notion in earlier definitions of fair value but focuses on the exit price of the asset or liability. The exit price is the price that would be received to sell the asset or paid to transfer the liability adjusted for certain inherent risks and restrictions. Expanded disclosures are also required about the use of fair value to measure assets and liabilities.

As required by U.S. GAAP, each financial asset and liability must be identified as having been valued according to specified level of input, 1, 2 or 3. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date. Fair values determined by Level 2 inputs utilize inputs other than quoted prices included in Level 1 that are observable for the asset, either directly or indirectly. Level 2 inputs include quoted prices for similar assets in active markets, and inputs other than quoted prices that are observable for the asset or liability. Level 3 inputs are unobservable inputs for the asset, and include situations where there is little, if any, market activity for the asset or liability. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy, within which the fair value measurement in its entirety falls, has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Organization's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the asset.

The measurement of fair value should be consistent with one of the following valuation techniques: market approach, income approach, and/or cost approach. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities. As of December 31, 2012 and 2011, all of the financial assets measured at fair value utilized the market approach.

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

The following table presents the assets and liabilities reported on the statement of financial position at their fair value as of December 31, 2012 and 2011, by level within the fair value hierarchy. As required by U.S. GAAP, financial assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

	Level I	December 31, 2012	December 31, 2011
Assets:			
Mutual Funds	\$342,349	\$342,349	\$0
Mutual Funds	\$342,349	\$0	\$342,349

Combining Statements And Individual Fund Schedules

Jefferson County, Ohio
Fund Descriptions –
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 expenditures for specified purposes other than debt service or capital projects. The following is a description of the County's nonmajor special revenue funds:

Miscellaneous Local Fund – To account for monies received by the County for fees, licenses and permits, fines and forfeitures, and federal and state sources which are used to support various local programs.

Court/Corrections and Public Safety Fund – To account for monies received through court fees and intergovernmental revenue by the County which are used for court expenditures, enforcing laws, housing and rehabilitation of offenders and other judicial and public safety programs and issues.

Emergency 911 Fund – To account for revenue derived from a County tax levy used for the implementation and operation of a 911 system.

Permissive Sheriff Fund – To account for permissive sales tax monies as well as transfers from the General Fund used for the operation of the Sheriff's department.

Tuberculosis/Crippled Child Levy Fund – To account for the balance of a previous county-wide property tax levy. The remaining balance may be expended for educational programs concerning the danger of tuberculosis and also for the needs of handicapped and crippled children.

Children Services Fund – To account for monies received from a county-wide property tax levy, Federal and State grants, support collections, Social Security, and an expendable trust account to support the Children's Home. Major expenditures are for foster homes, emergency shelters, medical care, school supplies, counseling and parental training.

Community Development Block Grant Fund – To account for Federal grant monies used for the administration of a community development block grant program.

Federal Emergency Management Assistance Fund – To account for Federal grant monies used to assist local governments in disaster assistance.

Senior Citizens Levy Fund – To account for revenue derived from a County tax levy used to help senior citizens throughout the County.

Nonmajor Debt Service Fund:

The Debt Service Fund is used to account for and report financial resources, and the accumulation of resources, that are restricted, committed, or assigned to expenditure for principal and interest on general obligation debt.

Nonmajor Capital Projects Fund:

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlay, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The following is a description of the County's capital projects funds:

Permanent Improvement Fund – To account for note and bond proceeds, charges for services, and transfers expended for the construction and repair/improvements of various County properties and facilities.

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$7,414,822	\$3,353,929	\$3,840,599	\$14,609,350
Cash and Cash Equivalents in Segregated Accounts	142,386	0	0	142,386
Restricted Assets:				
Equity in pooled Cash and Cash Equivalents	66,267	0	0	66,267
Investments with Fiscal Agents	944,468	0	0	944,468
Materials and Supplies Inventory	69,603	0	0	69,603
Receivables:				
Property Taxes	3,681,656	1,313,272	0	4,994,928
Permissive Sales Taxes	369,422	334,695	0	704,117
Accounts	343,940	0	0	343,940
Intergovernmental	1,325,496	71,368	0	1,396,864
Loans	5,906	0	0	5,906
Prepaid Items	36,800	0	0	36,800
<i>Total Assets</i>	<u>\$14,400,766</u>	<u>\$5,073,264</u>	<u>\$3,840,599</u>	<u>\$23,314,629</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$230,715	\$0	\$0	\$230,715
Contracts Payable	33,334	0	0	33,334
Accrued Wages and Benefits	103,741	0	0	103,741
Matured Severance Payable	73	0	0	73
Interfund Payable	98,133	0	0	98,133
Intergovernmental Payable	379,177	0	0	379,177
Unearned Revenue	3,439	0	0	3,439
<i>Total Liabilities</i>	<u>848,612</u>	<u>0</u>	<u>0</u>	<u>848,612</u>
Deferred Inflows of Resources				
Property Taxes not Levied to Finance Current Year Operations	3,198,446	1,161,405	0	4,359,851
Unavailable Revenue	1,935,254	352,963	0	2,288,217
<i>Total Deferred Inflows of Resources</i>	<u>5,133,700</u>	<u>1,514,368</u>	<u>0</u>	<u>6,648,068</u>
Fund Balances (Deficit)				
Nonspendable:				
Materials and Supplies Inventory	69,603	0	0	69,603
Prepaid Items	36,800	0	0	36,800
Restricted for:				
Debt Service	0	3,558,896	0	3,558,896
Capital Outlay	0	0	3,840,599	3,840,599
Children's Home	983,510	0	0	983,510
Community Development	257,254	0	0	257,254
Tuberculosis/Crippled Child Levy	1,112,607	0	0	1,112,607
Children Services	1,869,404	0	0	1,869,404
Corrections and Public Safety	2,468,834	0	0	2,468,834
Other Purposes	1,620,442	0	0	1,620,442
<i>Total Fund Balances</i>	<u>8,418,454</u>	<u>3,558,896</u>	<u>3,840,599</u>	<u>15,817,949</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$14,400,766</u>	<u>\$5,073,264</u>	<u>\$3,840,599</u>	<u>\$23,314,629</u>

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

	Miscellaneous Local	Court/Corrections and Public Safety	Emergency 911	Permissive Sheriff
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,744,917	\$1,738,514	\$467,989	\$0
Cash and Cash Equivalents in Segregated Accounts	0	0	0	142,386
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	0	0	0	0
Investments with Fiscal Agents	0	0	0	0
Materials and Supplies Inventory	56,829	0	2,265	6,703
Receivables:				
Property Taxes	0	0	1,774,457	0
Permissive Sales Taxes	0	0	0	369,422
Accounts	343,940	0	0	0
Intergovernmental	213,603	196,126	96,319	34,469
Loans	0	0	0	0
Prepaid Items	7,450	0	4,972	24,200
<i>Total Assets</i>	<u>\$2,366,739</u>	<u>\$1,934,640</u>	<u>\$2,346,002</u>	<u>\$577,180</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$57,488	\$22,922	\$37,115	\$2,340
Contracts Payable	33,334	0	0	0
Accrued Wages and Benefits	18,553	15,910	20,616	44,516
Matured Severance Payable	0	73	0	0
Interfund Payable	82,764	0	0	15,369
Intergovernmental Payable	16,736	12,745	8,641	34,999
Unearned Revenue	3,439	0	0	0
<i>Total Liabilities</i>	<u>212,314</u>	<u>51,650</u>	<u>66,372</u>	<u>97,224</u>
Deferred Inflows of Resources				
Property Taxes not Levied to Finance Current Year Operations	0	0	1,567,367	0
Unavailable Revenue	524,011	106,724	303,409	158,102
<i>Total Deferred Inflows of Resources</i>	<u>524,011</u>	<u>106,724</u>	<u>1,870,776</u>	<u>158,102</u>
Fund Balances				
Nonspendable:				
Materials and Supplies Inventory	56,829	0	2,265	6,703
Prepaid Items	7,450	0	4,972	24,200
Restricted for:				
Children's Home	0	0	0	0
Community Development	0	0	0	0
Tuberculosis/Crippled Child Levy	0	0	0	0
Children Services	0	0	0	0
Corrections and Public Safety	0	1,776,266	401,617	290,951
Other Purposes	1,566,135	0	0	0
<i>Total Fund Balances</i>	<u>1,630,414</u>	<u>1,776,266</u>	<u>408,854</u>	<u>321,854</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,366,739</u>	<u>\$1,934,640</u>	<u>\$2,346,002</u>	<u>\$577,180</u>

Tuberculosis/ Crippled Child Levy	Children Services	Community Development Block Grant	Senior Citizens Levy	Total Nonmajor Special Revenue Funds
\$1,112,607	\$2,070,865	\$225,623	\$54,307	\$7,414,822
0	0	0	0	142,386
0	39,042	27,225	0	66,267
0	944,468	0	0	944,468
0	3,806	0	0	69,603
0	802,250	0	1,104,949	3,681,656
0	0	0	0	369,422
0	0	0	0	343,940
0	635,239	65,557	84,183	1,325,496
0	0	5,906	0	5,906
0	178	0	0	36,800
<u>\$1,112,607</u>	<u>\$4,495,848</u>	<u>\$324,311</u>	<u>\$1,243,439</u>	<u>\$14,400,766</u>
\$0	\$102,663	\$8,187	\$0	\$230,715
0	0	0	0	33,334
0	4,146	0	0	103,741
0	0	0	0	73
0	0	0	0	98,133
0	306,056	0	0	379,177
0	0	0	0	3,439
0	412,865	8,187	0	848,612
0	664,190	0	966,889	3,198,446
0	561,895	58,870	222,243	1,935,254
0	1,226,085	58,870	1,189,132	5,133,700
0	3,806	0	0	69,603
0	178	0	0	36,800
0	983,510	0	0	983,510
0	0	257,254	0	257,254
1,112,607	0	0	0	1,112,607
0	1,869,404	0	0	1,869,404
0	0	0	0	2,468,834
0	0	0	54,307	1,620,442
<u>1,112,607</u>	<u>2,856,898</u>	<u>257,254</u>	<u>54,307</u>	<u>8,418,454</u>
<u>\$1,112,607</u>	<u>\$4,495,848</u>	<u>\$324,311</u>	<u>\$1,243,439</u>	<u>\$14,400,766</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$2,753,432	\$1,111,321	\$0	\$3,864,753
Permissive Sales Taxes	1,431,794	1,014,269	0	2,446,063
Charges for Services	2,919,567	0	0	2,919,567
Licenses and Permits	99,887	0	0	99,887
Fines and Forfeitures	210,662	0	0	210,662
Intergovernmental	7,598,396	181,407	0	7,779,803
Investment Income	67,301	0	0	67,301
Rent	51,527	49,860	0	101,387
Other	67,375	0	45,375	112,750
<i>Total Revenues</i>	<u>15,199,941</u>	<u>2,356,857</u>	<u>45,375</u>	<u>17,602,173</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	922,763	0	0	922,763
Judicial	328,630	0	0	328,630
Public Safety	6,175,254	0	0	6,175,254
Health	328,732	0	0	328,732
Human Services	5,262,918	0	0	5,262,918
Economic Development and Assistance	2,277,996	0	0	2,277,996
Capital Outlay	21,818	0	2,646,577	2,668,395
Debt Service:				
Principal Retirement	12,463	2,418,235	0	2,430,698
Interest and Fiscal Charges	2,094	829,585	0	831,679
Issuance Costs	0	99,857	0	99,857
<i>Total Expenditures</i>	<u>15,332,668</u>	<u>3,347,677</u>	<u>2,646,577</u>	<u>21,326,922</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(132,727)</u>	<u>(990,820)</u>	<u>(2,601,202)</u>	<u>(3,724,749)</u>
Other Financing Sources (Uses):				
Transfers In	965,231	880,496	350,000	2,195,727
General Obligation Bonds Issued	0	0	3,525,000	3,525,000
Refunding Bonds Issued	0	4,355,000	0	4,355,000
Proceeds of Loans	0	0	1,379,295	1,379,295
Discount on Debt Issued	0	(25,843)	0	(25,843)
Inception of Capital Lease	21,818	0	0	21,818
Payment to Refunded Bond Escrow Agent	0	(4,229,300)	0	(4,229,300)
Transfers Out	(406,876)	0	0	(406,876)
<i>Total Other Financing Sources (Uses)</i>	<u>580,173</u>	<u>980,353</u>	<u>5,254,295</u>	<u>6,814,821</u>
<i>Net Change in Fund Balances</i>	<u>447,446</u>	<u>(10,467)</u>	<u>2,653,093</u>	<u>3,090,072</u>
<i>Fund Balances Beginning of Year</i>	<u>7,971,008</u>	<u>3,569,363</u>	<u>1,187,506</u>	<u>12,727,877</u>
<i>Fund Balances End of Year</i>	<u><u>\$8,418,454</u></u>	<u><u>\$3,558,896</u></u>	<u><u>\$3,840,599</u></u>	<u><u>\$15,817,949</u></u>

Jefferson County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012

	Miscellaneous Local	Court/Corrections and Public Safety	Emergency 911	Permissive Sheriff
Revenues				
Property Taxes	\$0	\$0	\$1,165,443	\$0
Permissive Sales Taxes	0	0	0	1,431,794
Charges for Services	1,837,828	322,606	0	741,771
Licenses and Permits	45,899	53,988	0	0
Fines and Forfeitures	8,030	202,632	0	0
Intergovernmental	1,968,563	1,121,240	578,539	74,231
Investment Income	0	0	0	0
Rent	19,286	0	32,241	0
Other	28,430	2,320	0	30,343
<i>Total Revenues</i>	<u>3,908,036</u>	<u>1,702,786</u>	<u>1,776,223</u>	<u>2,278,139</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	922,763	0	0	0
Judicial	872	327,758	0	0
Public Safety	0	1,516,445	1,802,666	2,856,143
Health	161,199	0	0	0
Human Services	1,122,698	0	0	0
Economic Development and Assistance	1,030,030	0	0	0
Capital Outlay	0	21,818	0	0
Debt Service:				
Principal Retirement	0	12,463	0	0
Interest and Fiscal Charges	0	2,094	0	0
<i>Total Expenditures</i>	<u>3,237,562</u>	<u>1,880,578</u>	<u>1,802,666</u>	<u>2,856,143</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>670,474</u>	<u>(177,792)</u>	<u>(26,443)</u>	<u>(578,004)</u>
Other Financing Sources (Uses):				
Transfers In	218,664	25,899	0	720,668
Inception of Capital Lease	0	21,818	0	0
Transfers Out	(23,935)	0	(179,951)	(12,990)
<i>Total Other Financing Sources (Uses)</i>	<u>194,729</u>	<u>47,717</u>	<u>(179,951)</u>	<u>707,678</u>
<i>Net Change in Fund Balances</i>	<u>865,203</u>	<u>(130,075)</u>	<u>(206,394)</u>	<u>129,674</u>
<i>Fund Balances Beginning of Year</i>	<u>765,211</u>	<u>1,906,341</u>	<u>615,248</u>	<u>192,180</u>
<i>Fund Balances End of Year</i>	<u>\$1,630,414</u>	<u>\$1,776,266</u>	<u>\$408,854</u>	<u>\$321,854</u>

Tuberculosis/ Crippled Child Levy	Children Services	Community Development Block Grant	Federal Emergency Management Agency	Senior Citizens Levy	Total Nonmajor Special Revenue Funds
\$0	\$652,181	\$0	\$0	\$935,808	\$2,753,432
0	0	0	0	0	1,431,794
0	17,362	0	0	0	2,919,567
0	0	0	0	0	99,887
0	0	0	0	0	210,662
0	2,102,795	1,371,383	190,000	191,645	7,598,396
0	67,017	284	0	0	67,301
0	0	0	0	0	51,527
0	0	6,282	0	0	67,375
0	2,839,355	1,377,949	190,000	1,127,453	15,199,941
0	0	0	0	0	922,763
0	0	0	0	0	328,630
0	0	0	0	0	6,175,254
167,533	0	0	0	0	328,732
0	3,022,869	0	0	1,117,351	5,262,918
0	0	1,247,966	0	0	2,277,996
0	0	0	0	0	21,818
0	0	0	0	0	12,463
0	0	0	0	0	2,094
167,533	3,022,869	1,247,966	0	1,117,351	15,332,668
(167,533)	(183,514)	129,983	190,000	10,102	(132,727)
0	0	0	0	0	965,231
0	0	0	0	0	21,818
0	0	0	(190,000)	0	(406,876)
0	0	0	(190,000)	0	580,173
(167,533)	(183,514)	129,983	0	10,102	447,446
1,280,140	3,040,412	127,271	0	44,205	7,971,008
\$1,112,607	\$2,856,898	\$257,254	\$0	\$54,307	\$8,418,454

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Jefferson County, Ohio
Fund Descriptions –
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 following is a description of the County's Internal Service funds:

Self Insurance - Health Fund – To account for the operation of the County's self insurance program for employee health benefits and prescription drugs.

Self Insurance – Workers' Compensation Fund – To account for the County's workers' compensation program through a retrospective rating plan.

Jefferson County, Ohio
Combining Statement of Fund Net Position
Internal Service Funds
December 31, 2012

	Self Insurance Health	Self Insurance Workers' Compensation	Total Internal Service Funds
Assets			
Current Assets:			
Cash and Cash Equivalents with Fiscal Agents	\$2,456,045	\$983,705	\$3,439,750
Receivables:			
Accounts	92,921	0	92,921
Interfund	0	5,229,606	5,229,606
	<u>0</u>	<u>5,229,606</u>	<u>5,229,606</u>
<i>Total Assets</i>	<u>2,548,966</u>	<u>6,213,311</u>	<u>8,762,277</u>
Liabilities			
Current Liabilities:			
Interfund Payable	5,453,946	0	5,453,946
Intergovernmental Payable	0	259,560	259,560
Claims Payable - Health Benefits	1,045,675	0	1,045,675
Claims Payable - Workers' Compensation	0	252,514	252,514
	<u>0</u>	<u>252,514</u>	<u>252,514</u>
<i>Total Current Liabilities</i>	6,499,621	512,074	7,011,695
Long-Term Liabilities (Net of Current Portion):			
Claims Payable - Workers' Compensation	0	402,703	402,703
	<u>0</u>	<u>402,703</u>	<u>402,703</u>
<i>Total Liabilities</i>	<u>6,499,621</u>	<u>914,777</u>	<u>7,414,398</u>
Net Position			
Unrestricted (Deficit)	(3,950,655)	5,298,534	1,347,879
	<u>(3,950,655)</u>	<u>5,298,534</u>	<u>1,347,879</u>
<i>Total Net Position (Deficit)</i>	<u><u>(\$3,950,655)</u></u>	<u><u>\$5,298,534</u></u>	<u><u>\$1,347,879</u></u>

Jefferson County, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2012

	Self Insurance Health	Self Insurance Workers' Compensation	Total Internal Service Funds
Operating Revenues			
Charges for Services	\$6,665,211	\$68,206	\$6,733,417
Other	587,406	4,703	592,109
<i>Total Operating Revenues</i>	<u>7,252,617</u>	<u>72,909</u>	<u>7,325,526</u>
Operating Expenses			
Contractual Services	341,359	259,560	600,919
Claims	7,955,056	201,322	8,156,378
<i>Total Operating Expenses</i>	<u>8,296,415</u>	<u>460,882</u>	<u>8,757,297</u>
<i>Operating Loss</i>	<u>(1,043,798)</u>	<u>(387,973)</u>	<u>(1,431,771)</u>
Non-Operating Revenues			
Interest	29,143	0	29,143
Other Non-Operating Revenues	0	518	518
<i>Total Non-Operating Revenues</i>	<u>29,143</u>	<u>518</u>	<u>29,661</u>
<i>Change in Net Position</i>	(1,014,655)	(387,455)	(1,402,110)
<i>Net Position (Deficit) Beginning of Year</i>	<u>(2,936,000)</u>	5,685,989	<u>2,749,989</u>
<i>Net Position (Deficit) End of Year</i>	<u><u>(\$3,950,655)</u></u>	<u><u>\$5,298,534</u></u>	<u><u>\$1,347,879</u></u>

Jefferson County, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2012

	Self Insurance Health	Self Insurance Workers' Compensation	Total
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	\$6,665,211	\$586,461	\$7,251,672
Cash Payments for Goods and Services	(341,359)	(239,560)	(580,919)
Cash Payments for Claims	(9,934,006)	(354,575)	(10,288,581)
Other Operating Revenues	3,499,017	4,703	3,503,720
Other Non-Operating Revenues	0	518	518
<i>Net Cash Used for Operating Activities</i>	(111,137)	(2,453)	(113,590)
Cash Flows from Noncapital Financing Activities			
Interfund Loan	(733,756)	986,158	252,402
Cash Flows from Investing Activities			
Interest	29,143	0	29,143
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(815,750)	983,705	167,955
<i>Cash and Cash Equivalents Beginning of Year</i>	3,271,795	0	3,271,795
<i>Cash and Cash Equivalents End of Year</i>	<u>\$2,456,045</u>	<u>\$983,705</u>	<u>\$3,439,750</u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities			
Operating Loss	(\$1,043,798)	(\$387,973)	(\$1,431,771)
Adjustments:			
Non-Operating Revenues	0	518	518
Changes in Assets and Liabilities:			
Decrease in Accounts Receivable	494,485	0	494,485
Decrease in Interfund Receivable	0	518,255	518,255
Increase (Decrease) in Claims Payable	438,176	(153,253)	284,923
Increase in Intergovernmental Payable	0	20,000	20,000
<i>Net Cash Used for Operating Activities</i>	<u>(\$111,137)</u>	<u>(\$2,453)</u>	<u>(\$113,590)</u>

Jefferson County, Ohio
Fund Descriptions –
Agency Funds

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

Board of Health Fund – To account for Federal and State grants, licenses and fees expended for the operation of the County's Board of Health.

Eastern Ohio Correction Center Fund – To account for Federal and State grants to be expended for establishing, equipping, furnishing, operating, and maintaining a multi-county minimum security correctional center.

Taxes Agency Fund – To account for the collection and distribution of various taxes.

Undivided State Monies - To account for the collection and distribution of local government, local government assistance, and motor vehicle license monies.

Corporation/Subdivision Fund – To account for tax settlement distributions to subdivisions within Jefferson County.

Miscellaneous Court/Safety Fund – To account for various fees and contributions to be used in connection with various court and public safety uses.

Family and Children First Council Fund – To account for State grant revenues and expenditures of the Jefferson County Family and Children First Council.

Other Agency Fund – To account for assets held by the County in a trustee capacity, or as an agent for individuals, private organizations, other governments, and/or other funds. The following funds are included:

- Ohio Election Commission Fund
- Soil and Water Conservation Fund
- Housing and Trust Fund
- Regional Planning Commission Fund
- Ohio Port Assistance Program Fund
- Local Emergency Planning Commission Fund
- Emergency Management Agency Fund
- North Ohio Valley Air Authority Fund
- Jefferson / Belmont Joint Solid Waste Authority
- Friendship Park District
- Carnegie Library Fund
- State of Ohio Fund
- Law Library Fund
- Payroll Clearing Fund

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

	Balance 12/31/11	Additions	Reductions	Balance 12/31/12
<i>Board of Health:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$268,991	\$1,600,191	\$1,770,082	\$99,100
Total Assets	\$268,991	\$1,600,191	\$1,770,082	\$99,100
<u>Liabilities:</u>				
Undistributed Monies	\$268,991	\$1,600,191	\$1,770,082	\$99,100
Total Liabilities	\$268,991	\$1,600,191	\$1,770,082	\$99,100
 <i>Eastern Ohio Correction Center (EOCC):</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$165,493	\$2,951,726	\$2,947,363	\$169,856
Total Assets	\$165,493	\$2,951,726	\$2,947,363	\$169,856
<u>Liabilities:</u>				
Undistributed Monies	\$165,493	\$2,951,726	\$2,947,363	\$169,856
Total Liabilities	\$165,493	\$2,951,726	\$2,947,363	\$169,856

(Continued)

Jefferson County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2012

	Balance 12/31/11	Additions	Reductions	Balance 12/31/12
<i>Taxes Agency:</i>				
<u><i>Assets:</i></u>				
Cash and				
Cash Equivalents	\$1,569,918	\$61,592,519	\$61,149,373	\$2,013,064
Receivables:				
Property Taxes	44,359,380	45,286,103	44,359,380	45,286,103
Accounts	612,448	548,827	612,448	548,827
Special Assessments	229,162	358,805	229,162	358,805
Intergovernmental	1,244,608	1,145,477	1,244,608	1,145,477
Total Assets	<u>\$48,015,516</u>	<u>\$108,931,731</u>	<u>\$107,594,971</u>	<u>\$49,352,276</u>
<u><i>Liabilities:</i></u>				
Intergovernmental Payable	\$46,445,598	\$47,339,212	\$46,445,598	\$47,339,212
Undistributed Monies	1,569,918	61,592,519	61,149,373	2,013,064
Total Liabilities	<u>\$48,015,516</u>	<u>\$108,931,731</u>	<u>\$107,594,971</u>	<u>\$49,352,276</u>
 <i>Undivided State Monies:</i>				
<u><i>Assets:</i></u>				
Cash and				
Cash Equivalents	\$0	\$3,319,317	\$3,319,317	\$0
Receivables:				
Intergovernmental	1,063,314	861,774	1,063,314	861,774
Total Assets	<u>\$1,063,314</u>	<u>\$4,181,091</u>	<u>\$4,382,631</u>	<u>\$861,774</u>
<u><i>Liabilities:</i></u>				
Intergovernmental Payable	\$1,063,314	\$861,774	\$1,063,314	\$861,774
Undistributed Monies	0	3,319,317	3,319,317	0
Total Liabilities	<u>\$1,063,314</u>	<u>\$4,181,091</u>	<u>\$4,382,631</u>	<u>\$861,774</u>
 <i>Corporation/Subdivision:</i>				
<u><i>Assets:</i></u>				
Cash and				
Cash Equivalents	\$0	\$36,106,325	\$36,106,325	\$0
Total Assets	<u>\$0</u>	<u>\$36,106,325</u>	<u>\$36,106,325</u>	<u>\$0</u>
<u><i>Liabilities:</i></u>				
Undistributed Monies	\$0	\$36,106,325	\$36,106,325	\$0
Total Liabilities	<u>\$0</u>	<u>\$36,106,325</u>	<u>\$36,106,325</u>	<u>\$0</u>

(Continued)

Jefferson County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2012

	Balance 12/31/11	Additions	Reductions	Balance 12/31/12
<i>Miscellaneous Court/Safety:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$5,087	\$14,647	\$14,572	\$5,162
Cash Equivalents in				
Segregated Accounts	383,340	10,897,890	10,598,524	682,706
Accounts Receivable	740,853	793,085	740,853	793,085
Total Assets	<u>\$1,129,280</u>	<u>\$11,705,622</u>	<u>\$11,353,949</u>	<u>\$1,480,953</u>
<u>Liabilities:</u>				
Intergovernmental Payable	\$740,853	\$793,085	\$740,853	\$793,085
Undistributed Monies	388,427	10,912,537	10,613,096	687,868
Total Liabilities	<u>\$1,129,280</u>	<u>\$11,705,622</u>	<u>\$11,353,949</u>	<u>\$1,480,953</u>
 <i>Family and Children First Council:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$173,461	\$299,937	\$319,320	\$154,078
Total Assets	<u>\$173,461</u>	<u>\$299,937</u>	<u>\$319,320</u>	<u>\$154,078</u>
<u>Liabilities:</u>				
Undistributed Monies	\$173,461	\$299,937	\$319,320	\$154,078
Total Liabilities	<u>\$173,461</u>	<u>\$299,937</u>	<u>\$319,320</u>	<u>\$154,078</u>
 <i>Other Agency:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$951,212	\$5,163,535	\$5,077,774	\$1,036,973
Cash Equivalents in				
Segregated Accounts	3,004	0	3,004	0
Receivables:				
Intergovernmental	1,101,395	1,130,334	1,101,395	1,130,334
Total Assets	<u>\$2,055,611</u>	<u>\$6,293,869</u>	<u>\$6,182,173</u>	<u>\$2,167,307</u>
<u>Liabilities:</u>				
Intergovernmental Payable	\$1,101,395	\$1,130,334	\$1,101,395	\$1,130,334
Undistributed Monies	954,216	5,163,535	5,080,778	1,036,973
Total Liabilities	<u>\$2,055,611</u>	<u>\$6,293,869</u>	<u>\$6,182,173</u>	<u>\$2,167,307</u>

(Continued)

Jefferson County, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (Continued)
For the Year Ended December 31, 2012

	<u>Balance 12/31/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/12</u>
<i>Total - All Agency Funds:</i>				
<u>Assets:</u>				
Cash and				
Cash Equivalents	\$3,134,162	\$111,048,197	\$110,704,126	\$3,478,233
Cash and				
Cash Equivalents in Segregated Accounts	386,344	10,897,890	10,601,528	682,706
Receivables:				
Property Taxes	44,359,380	45,286,103	44,359,380	45,286,103
Accounts	1,353,301	1,341,912	1,353,301	1,341,912
Special Assessments	229,162	358,805	229,162	358,805
Intergovernmental	3,409,317	3,137,585	3,409,317	3,137,585
Total Assets	<u>\$52,871,666</u>	<u>\$172,070,492</u>	<u>\$170,656,814</u>	<u>\$54,285,344</u>
 <u>Liabilities:</u>				
Intergovernmental Payable	\$49,351,160	\$50,124,405	\$49,351,160	\$50,124,405
Undistributed Monies	3,520,506	121,946,087	121,305,654	4,160,939
Total Liabilities	<u>\$52,871,666</u>	<u>\$172,070,492</u>	<u>\$170,656,814</u>	<u>\$54,285,344</u>

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

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

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$1,848,211	\$1,848,211	\$0
Permissive Sales Taxes	4,935,182	4,935,182	0
Charges for Services	3,278,196	3,278,196	0
Licenses and Permits	491,144	491,144	0
Fines and Forfeitures	651,027	651,027	0
Intergovernmental	2,020,651	2,020,651	0
Interest	76,418	76,418	0
Other	18,363	18,363	0
Total Revenues	13,319,192	13,319,192	0
<u>Expenditures:</u>			
Current:			
General Government -			
Legislative and Executive			
Commissioners			
Salary and Wages	222,133	222,133	0
Fringe Benefits	75,297	75,297	0
Materials and Supplies	1,161	1,161	0
Other	6,618	6,618	0
Total Commissioners	305,209	305,209	0
Auditor			
Salary and Wages	292,623	292,623	0
Fringe Benefits	138,237	138,237	0
Materials and Supplies	7,000	7,000	0
Contractual Services	1,841	1,841	0
Other	1,734	1,734	0
Total Auditor	441,435	441,435	0
Permissive Sales Tax			
Capital Outlay	85,072	85,072	0
Other	298,811	298,811	0
Total Permissive Sales Tax	383,883	383,883	0
Treasurer			
Salary and Wages	155,533	155,533	0
Fringe Benefits	50,964	50,964	0
Materials and Supplies	11,234	10,970	264
Contractual Services	6,393	6,393	0
Other	1,309	1,309	0
Total Treasurer	225,433	225,169	264

(Continued)

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

	Final Budget	Actual	Variance Positive (Negative)
Prosecuting Attorney			
Salary and Wages	\$653,170	\$653,170	\$0
Fringe Benefits	182,065	182,065	0
Materials and Supplies	645	645	0
Contractual Services	69,807	69,807	0
Capital Outlay	610	610	0
Other	35,466	35,466	0
Total Prosecuting Attorney	941,763	941,763	0
Budget Commission			
Other	218	218	0
Bureau of Inspection			
Contractual Services	134,262	134,262	0
County Planning Commission			
Contractual Services	85,000	85,000	0
Other	52,594	52,593	1
Total County Planning Commission	137,594	137,593	1
Data Processing			
Salary and Wages	141,320	141,320	0
Fringe Benefits	62,484	62,484	0
Total Data Processing	203,804	203,804	0
Data Processing Central Purchasing			
Other	34,842	33,187	1,655
Board of Elections			
Salary and Wages	280,088	280,088	0
Fringe Benefits	147,269	147,269	0
Materials and Supplies	87,109	87,109	0
Contractual Services	177,619	177,619	0
Capital Outlay	10,808	10,808	0
Other	5,623	5,623	0
Total Board of Elections	708,516	708,516	0
Recorder			
Salary and Wages	180,455	180,455	0
Fringe Benefits	77,637	77,637	0
Materials and Supplies	310	310	0
Total Recorder	258,402	258,402	0

(Continued)

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

	Final Budget	Actual	Variance Positive (Negative)
Buildings and Grounds			
Salary and Wages	\$134,533	\$134,533	\$0
Fringe Benefits	73,700	73,700	0
Contractual Services	321,052	321,052	0
Other	107,160	107,160	0
	<u>636,445</u>	<u>636,445</u>	<u>0</u>
Total Buildings and Grounds			
	<u>636,445</u>	<u>636,445</u>	<u>0</u>
Certified Auto Title Administration			
Salary and Wages	141,717	141,717	0
Fringe Benefits	89,383	89,383	0
Materials and Supplies	14,857	14,857	0
Contractual Services	4,835	4,835	0
Capital Outlay	4,802	4,802	0
Other	20,097	20,097	0
	<u>275,691</u>	<u>275,691</u>	<u>0</u>
Total Certified Auto Title Administration			
	<u>275,691</u>	<u>275,691</u>	<u>0</u>
Equipment Records Supply			
Materials and Supplies	10,955	10,955	0
Contractual Services	62,273	62,273	0
Capital Outlay	24,294	24,294	0
	<u>97,522</u>	<u>97,522</u>	<u>0</u>
Total Equipment Records Supply			
	<u>97,522</u>	<u>97,522</u>	<u>0</u>
Insurance			
Contractual Service	82,750	82,750	0
	<u>82,750</u>	<u>82,750</u>	<u>0</u>
Total General Government - Legislative and Executive	<u>4,867,769</u>	<u>4,865,849</u>	<u>1,920</u>
General Government - Judicial			
Court of Appeals			
Other	56,292	56,292	0
	<u>56,292</u>	<u>56,292</u>	<u>0</u>
Common Pleas Court			
Salary and Wages	206,632	206,632	0
Fringe Benefits	85,366	85,366	0
Materials and Supplies	19,934	19,934	0
Contractual Services	267,812	267,812	0
Other	5,533	5,533	0
	<u>585,277</u>	<u>585,277</u>	<u>0</u>
Total Common Pleas			
	<u>585,277</u>	<u>585,277</u>	<u>0</u>
Adult Probation			
Salary and Wages	133,252	133,252	0
Fringe Benefits	57,485	57,485	0
Contractual Services	143	143	0
	<u>190,880</u>	<u>190,880</u>	<u>0</u>
Total Adult Probation			
	<u>190,880</u>	<u>190,880</u>	<u>0</u>

(Continued)

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

	Final Budget	Actual	Variance Positive (Negative)
Capital Felony			
Contractual Services	\$3,563	\$3,563	\$0
Juvenile Court			
Salary and Wages	405,908	405,908	0
Fringe Benefits	183,668	183,668	0
Materials and Supplies	24,233	24,233	0
Contractual Services	480,258	480,258	0
Other	66,049	66,049	0
Total Juvenile Court	1,160,116	1,160,116	0
County Court #2			
Salary and Wages	115,863	115,863	0
Fringe Benefits	57,640	57,640	0
Materials and Supplies	2,500	2,500	0
Contractual Services	43,449	43,449	0
Total County Court #2	219,452	219,452	0
County Court #3			
Salary and Wages	126,730	126,730	0
Fringe Benefits	46,305	46,305	0
Materials and Supplies	2,495	2,495	0
Contractual Services	45,152	45,152	0
Total County Court #3	220,682	220,682	0
Probate Court			
Salary and Wages	188,095	188,095	0
Fringe Benefits	57,983	57,983	0
Contractual Services	3,100	3,100	0
Total Probate Court	249,178	249,178	0
Clerk of Courts			
Salary and Wages	250,564	250,564	0
Fringe Benefits	145,987	145,987	0
Total Clerk of Courts	396,551	396,551	0
County Court			
Salary and Wages	125,347	125,347	0
Fringe Benefits	59,376	59,376	0
Materials and Supplies	2,952	2,952	0
Contractual Services	53,575	53,575	0
Total County Court	241,250	241,250	0

(Continued)

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

	Final Budget	Actual	Variance Positive (Negative)
Municipal Court			
Salary and Wages	\$79,005	\$79,005	\$0
Fringe Benefits	12,664	12,664	0
Contractual Services	61,406	61,406	0
Total Municipal Court	153,075	153,075	0
Court Magistrate			
Salary and Wages	126,600	126,600	0
Fringe Benefits	58,941	58,941	0
Materials and Supplies	1,950	1,950	0
Contractual Services	4,079	4,079	0
Other	2,225	2,225	0
Total Court Magistrate	193,795	193,795	0
Total General Government - Judicial	3,670,111	3,670,111	0
Public Safety			
Coroner			
Salary and Wages	79,646	79,646	0
Fringe Benefits	39,114	39,114	0
Materials and Supplies	99	99	0
Contractual Services	14,446	14,446	0
Other	2,513	2,513	0
Total Coroner	135,818	135,818	0
Disaster Services			
Contractual Services	62,991	62,991	0
Total Public Safety	198,809	198,809	0
Conservation and Recreation			
Park Recreation			
Other	75,000	75,000	0
Total Conservation and Recreation	75,000	75,000	0
Health			
Humane Society			
Other	300	300	0
Agriculture			
Contractual Service	200,357	200,357	0
Vital Statistics			
Contractual Service	1,672	1,672	0
Total Health	202,329	202,329	0

(Continued)

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

	Final Budget	Actual	Variance Positive (Negative)
Human Services			
Veteran's Services			
Salary and Wages	\$233,834	\$233,834	\$0
Fringe Benefits	83,045	83,045	0
Materials and Supplies	3,692	3,692	0
Contractual Services	5,508	5,508	0
Other	190,141	190,141	0
Total Veteran's Services	516,220	516,220	0
Public Assistance			
Contractual Services	348,517	348,517	0
Total Human Services	864,737	864,737	0
Economic Development & Assistance			
Progress Alliance			
Contractual Services	75,000	75,000	0
Total Economic Development & Assistance	75,000	75,000	0
Other			
County Shared Utilities			
Contractual Services	142,874	142,874	0
Delinq. Land Sale-Unclaimed			
Other	134,413	134,413	0
Unclaimed Monies			
Salary and Wages	4,949	4,949	0
Other	174	174	0
Total Unclaimed Monies	5,123	5,123	0
Other			
Other	180,742	180,742	0
Indigent Application Fees			
Contractual Services	3,569	3,569	0
Total Other	466,721	466,721	0
Total Expenditures	10,420,476	10,418,556	1,920

(Continued)

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

	Final Budget	Actual	Variance Positive (Negative)
Excess of Revenues Over Expenditures	\$2,898,716	\$2,900,636	\$1,920
<u>Other Financing Uses:</u>			
Transfers Out	<u>(2,796,194)</u>	<u>(2,796,194)</u>	<u>0</u>
Net Change in Fund Balance	102,522	104,442	1,920
Fund Balance Beginning of Year	3,342,662	3,342,662	0
Prior Year Encumbrances Appropriated	<u>40,874</u>	<u>40,874</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$3,486,058</u></u>	<u><u>\$3,487,978</u></u>	<u><u>\$1,920</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Assistance Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Intergovernmental	\$6,153,009	\$6,153,009	\$0
Other	274,828	274,828	0
Total Revenues	<u>6,427,837</u>	<u>6,427,837</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Human Services			
Public Assistance			
Salary and Wages	3,005,781	3,005,781	0
Fringe Benefits	1,422,387	1,422,387	0
Materials and Supplies	82,124	82,124	0
Contractual Services	453,776	453,776	0
Capital Outlay	137,127	137,127	0
Total Public Assistance	<u>5,101,195</u>	<u>5,101,195</u>	<u>0</u>
Workforce Investment Act			
Contractual Services	<u>1,763,100</u>	<u>1,763,100</u>	<u>0</u>
Total Expenditures	<u>6,864,295</u>	<u>6,864,295</u>	<u>0</u>
Net Change in Fund Balance	(436,458)	(436,458)	0
Fund Balance Beginning of Year	<u>781,143</u>	<u>781,143</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$344,685</u></u>	<u><u>\$344,685</u></u>	<u><u>\$0</u></u>

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Permissive Sales Taxes	\$2,946,996	\$2,946,996	\$0
Charges for Services	149,000	149,000	0
Fines and Forfeitures	30,016	30,016	0
Intergovernmental	4,361,675	4,361,675	0
Interest	123	123	0
Other	39,146	39,146	0
Total Revenues	<u>7,526,956</u>	<u>7,526,956</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Public Works			
Motor Vehicle and Gasoline Tax			
Salary and Wages	1,911,099	1,911,099	0
Fringe Benefits	909,986	909,986	0
Materials and Supplies	1,105,470	1,102,521	2,949
Contractual Services	1,191,884	1,215,540	(23,656)
Capital Outlay	1,058,135	983,577	74,558
Other	635,295	635,269	26
Total Expenditures	<u>6,811,869</u>	<u>6,757,992</u>	<u>53,877</u>
Excess of Revenues Over Expenditures	715,087	768,964	53,877
<u>Other Financing Sources (Uses):</u>			
Transfers In	214,994	214,994	0
Transfers Out	(599,840)	(599,840)	0
Total Other Financing Sources (Uses)	<u>(384,846)</u>	<u>(384,846)</u>	<u>0</u>
Net Change in Fund Balance	330,241	384,118	53,877
Fund Balance Beginning of Year	567,347	567,347	0
Prior Year Encumbrances Appropriated	<u>197,713</u>	<u>197,713</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$1,095,301</u></u>	<u><u>\$1,149,178</u></u>	<u><u>\$53,877</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mental Health Fund
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$263,196	\$263,196	\$0
Charges for Services	7,034	7,034	0
Intergovernmental	5,494,249	5,494,249	0
Rent	51,600	51,600	0
Other	25,716	25,716	0
Total Revenues	5,841,795	5,841,795	0
<u>Expenditures:</u>			
Current:			
Health			
Mental Health			
Salary and Wages	539,782	539,782	0
Fringe Benefits	97,475	97,475	0
Materials and Supplies	50,813	50,794	19
Contractual Services	5,396,129	5,396,129	0
Capital Outlay	20,821	20,821	0
Other	153,479	153,479	0
Total Expenditures	6,258,499	6,258,480	19
Net Change in Fund Balance	(416,704)	(416,685)	19
Fund Balance Beginning of Year	2,637,132	2,637,132	0
Fund Balance End of Year	<u>\$2,220,428</u>	<u>\$2,220,447</u>	<u>\$19</u>

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Property Taxes	\$2,309,864	\$2,309,864	\$0
Charges for Services	635,546	635,546	0
Intergovernmental	7,375,370	7,375,370	0
Other	14,024	14,024	0
Total Revenues	<u>10,334,804</u>	<u>10,334,804</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Health			
Developmental Disabilities			
Salary and Wages	5,192,964	5,192,964	0
Fringe Benefits	2,657,648	2,657,648	0
Materials and Supplies	552,134	552,134	0
Contractual Services	1,032,692	1,032,692	0
Capital Outlay	19,274	19,274	0
Other	476,553	476,553	0
Total Expenditures	<u>9,931,265</u>	<u>9,931,265</u>	<u>0</u>
Excess of Revenues Over Expenditures	403,539	403,539	0
<u>Other Financing Uses:</u>			
Transfers Out	<u>(350,000)</u>	<u>(350,000)</u>	<u>0</u>
Net Change in Fund Balance	53,539	53,539	0
Fund Balance Beginning of Year	<u>6,207,778</u>	<u>6,207,778</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$6,261,317</u></u>	<u><u>\$6,261,317</u></u>	<u><u>\$0</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Jail Operating Levy Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Property Taxes	\$1,011,654	\$1,011,654	\$0
Permissive Sales Taxes	250,000	250,000	0
Charges for Services	943,112	943,112	0
Intergovernmental	244,175	244,175	0
Total Revenues	<u>2,448,941</u>	<u>2,448,941</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Public Safety			
Jail Operating Levy			
Salary and Wages	1,943,313	1,943,313	0
Fringe Benefits	979,678	979,678	0
Materials and Supplies	213,066	213,066	0
Contractual Services	503,217	503,217	0
Capital Outlay	188,846	188,846	0
Other	11,960	11,960	0
Total Expenditures	<u>3,840,080</u>	<u>3,840,080</u>	<u>0</u>
Excess of Revenues Under Expenditures	(1,391,139)	(1,391,139)	0
<u>Other Financing Sources:</u>			
Transfers In	1,507,183	1,507,183	0
Net Change in Fund Balance	116,044	116,044	0
Fund Balance (Deficit) Beginning of Year	<u>(2,213,235)</u>	<u>(2,213,235)</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u><u>(\$2,097,191)</u></u>	<u><u>(\$2,097,191)</u></u>	<u><u>\$0</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Special Assessments	\$37,652	\$37,652	\$0
Charges for Services	1,349,666	1,349,666	0
Tap-In Fees	1,445	1,445	0
Capital Grants	1,421,442	1,421,442	0
Permissive Sales Taxes	67,831	67,831	0
Other	12,783	12,783	0
Bond Premium	1,434	1,434	0
Refunding Bonds Issued	1,620,000	1,620,000	0
Revenue Bonds Issued	5,316,290	5,316,290	0
OEPA Loans Issued	1,396,196	1,396,196	0
OWDA Loans Issued	16,905	16,905	0
Total Revenues	<u>11,241,644</u>	<u>11,241,644</u>	<u>0</u>
<u>Expenses:</u>			
Personal Services	235,712	235,712	0
Contractual Services	4,461,499	350,144	4,111,355
Materials and Supplies	13,844	13,598	246
Capital Outlay	7,906,555	11,818,607	(3,912,052)
Payment to Refunded Bond Escrow Agent	1,575,671	1,575,671	0
Discount on Refunding Debt	8,150	8,150	0
Debt Service:			
Principal Retirement	1,106,357	1,106,357	0
Interest and Fiscal Charges	78,013	78,013	0
Issuance Costs	37,613	37,613	0
Total Expenses	<u>15,423,414</u>	<u>15,223,865</u>	<u>199,549</u>
Excess of Revenues Under Expenses	(4,181,770)	(3,982,221)	199,549
Transfers In	<u>260,000</u>	<u>260,000</u>	<u>0</u>
Net Change in Fund Equity	(3,921,770)	(3,722,221)	199,549
Fund Equity Beginning of Year	508,900	508,900	0
Prior Year Encumbrances Appropriated	<u>244,824</u>	<u>244,824</u>	<u>0</u>
Fund Equity (Deficit) End of Year	<u><u>(\$3,168,046)</u></u>	<u><u>(\$2,968,497)</u></u>	<u><u>\$199,549</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Charges for Services	\$4,569,793	\$4,569,793	\$0
Tap-In Fees	70,035	70,035	0
Capital Grants	5,627	5,627	0
Permissive Sales Taxes	203,494	203,494	0
Other Operating Revenue	18,854	18,854	0
Other Non-Operating Revenue	21,800	21,800	0
Bond Premium	2,285	2,285	
Refunding Bonds Issued	1,550,000	1,550,000	0
	<u>6,441,888</u>	<u>6,441,888</u>	<u>0</u>
Total Revenues			
<u>Expenses:</u>			
Personal Services	950,292	950,287	5
Contractual Services	2,884,742	2,855,226	29,516
Materials and Supplies	223,895	223,288	607
Other Operating Expenses	127,074	121,228	5,846
Payment to Refunded Bond Escrow Agent	1,515,601	1,515,601	0
Capital Outlay	411,822	407,203	4,619
Debt Service:			
Principal Retirement	823,047	823,047	0
Interest and Fiscal Charges	279,980	279,980	0
Issuance Costs	36,683	36,683	0
	<u>7,253,136</u>	<u>7,212,543</u>	<u>40,593</u>
Total Expenses			
Net Change in Fund Equity	(811,248)	(770,655)	40,593
Fund Equity Beginning of Year	2,923,659	2,923,659	0
Prior Year Encumbrances Appropriated	331,430	331,430	0
Fund Equity End of Year	<u>\$2,443,841</u>	<u>\$2,484,434</u>	<u>\$40,593</u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Local Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Charges for Services	\$1,837,279	\$1,837,279	\$0
Licenses and Permits	45,899	45,899	0
Fines and Forfeitures	8,030	8,030	0
Intergovernmental	1,971,417	1,971,417	0
Rent	23,739	23,739	0
Other	28,430	28,430	0
Total Revenues	<u>3,914,794</u>	<u>3,914,794</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
General Government -			
Legislative and Executive			
Real Estate Assessment			
Salary and Wages	313,017	313,017	0
Fringe Benefits	105,290	103,698	1,592
Materials and Supplies	2,945	2,945	0
Contractual Services	335,121	335,089	32
Other	5,961	5,961	0
Total Real Estate Assessment	<u>762,334</u>	<u>760,710</u>	<u>1,624</u>
Delinquent Real/Assessment Collection			
Salary and Wages	10,000	10,000	0
Fringe Benefits	12,095	12,095	0
Materials and Supplies	4,887	4,887	0
Contractual Services	12,000	12,000	0
Total Delinquent Real/Assessment Collection	<u>38,982</u>	<u>38,982</u>	<u>0</u>
Geographic Information System			
Materials and Supplies	8,433	8,379	54
Contractual Services	41,563	41,370	193
Total Geographic Information System	<u>49,996</u>	<u>49,749</u>	<u>247</u>

(Continued)

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Local Fund (Continued)
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
Law Library Resource			
Salary and Wages	\$30,578	\$30,578	\$0
Fringe Benefits	18,443	18,443	0
Materials and Supplies	761	761	0
Contractual Services	44,356	44,355	1
Other	974	974	0
Total Law Library Resource	95,112	95,111	1
Total General Government - Legislative and Executive	946,424	944,552	1,872
Economic Development and Assistance			
Airport Gas Resale			
Salary and Wages	3,222	3,222	0
Fringe Benefits	497	497	0
Materials and Supplies	211,074	211,074	0
Other	5,676	5,676	0
Total Airport Gas Resale	220,469	220,469	0
Airport			
Salary and Wages	55,261	55,261	0
Fringe Benefits	41,932	41,932	0
Materials and Supplies	237,916	233,475	4,441
Contractual Services	5,618	5,618	0
Capital Outlay	94,367	94,367	0
Other	524,184	524,184	0
Total Airport	959,278	954,837	4,441
Total Economic Development and Assistance	1,179,747	1,175,306	4,441

(Continued)

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Local Fund (Continued)
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Health			
Dog and Kennel			
Salary and Wages	\$77,942	\$77,942	\$0
Fringe Benefits	53,381	53,381	0
Materials and Supplies	18,869	18,869	0
Other	10,835	10,835	0
Total Health	161,027	161,027	0
Human Services			
Child Support Enforcement Agency			
Salary and Wages	289,249	289,249	0
Fringe Benefits	152,812	152,812	0
Materials and Supplies	6,802	6,802	0
Contractual Services	413,166	413,166	0
Other	261,039	261,039	0
Total Human Services	1,123,068	1,123,068	0
Total Expenditures	3,410,266	3,403,953	6,313
Excess of Revenues Over Expenditures	504,528	510,841	6,313
<u>Other Financing Sources (Uses):</u>			
Transfers In	218,664	218,664	0
Transfers Out	(23,935)	(23,935)	0
Total Other Financing Sources (Uses)	194,729	194,729	0
Net Change in Fund Balance	699,257	705,570	6,313
Fund Balance Beginning of Year	915,285	915,285	0
Prior Year Encumbrances Appropriated	29,580	29,580	0
Fund Balance End of Year	<u>\$1,644,122</u>	<u>\$1,650,435</u>	<u>\$6,313</u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Court/Corrections and Public Safety Fund
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Charges for Services	\$322,606	\$322,606	\$0
Licenses and Permits	53,988	53,988	0
Fines and Forfeitures	205,177	205,177	0
Intergovernmental	1,139,922	1,139,922	0
Other	2,320	2,320	0
Total Revenues	<u>1,724,013</u>	<u>1,724,013</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
General Government - Judicial			
County Probation Services			
Materials and Supplies	8,461	8,461	0
Contractual Services	8,282	7,882	400
Total County Probation Services	<u>16,743</u>	<u>16,343</u>	<u>400</u>
Conduct of Business			
Other	3,673	3,673	0
Court Computer			
Contractual Services	114,188	114,188	0
Indigent Guardianship			
Contractual Services	11,882	11,882	0
Juvenile Computer			
Contractual Service	2,000	2,000	0
Juvenile Computer Equipment			
Contractual Service	4,839	4,839	0
Common Pleas Computer			
Contractual Services	16,473	16,473	0
Probate Court Computer			
Contractual Services	6,371	6,371	0
Probate Computer Equipment			
Materials and Supplies	6,688	6,688	0
Contractual Services	9,785	9,785	0
Total Probate Computer Equipment	<u>16,473</u>	<u>16,473</u>	<u>0</u>

(Continued)

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Court/Corrections and Public Safety Fund (Continued)
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
Clerk of Courts			
Contractual Services	\$25,721	\$25,721	\$0
Foreclosure Special Project			
Materials and Supplies	16,454	16,454	0
Contractual Services	32,263	32,263	0
Capital Outlay	75,635	75,635	
Total Foreclosure Special Project	124,352	124,352	0
Total General Government - Judicial	342,715	342,315	400
Public Safety			
Juvenile Probation Fees			
Other	1,826	1,826	0
Dispute Resolution			
Contractual Services	7,602	7,602	0
Concealed Handgun			
Materials and Supplies	10,770	10,770	0
Contractual Services	32,112	32,112	0
Capital Outlay	7,904	7,904	0
Total Concealed Handgun	50,786	50,786	0
Juvenile Probation Services Enhancement			
Salary and Wages	374,227	374,227	0
Fringe Benefits	165,091	165,091	0
Contractual Services	68,305	68,305	0
Other	24,178	24,178	0
Total Juvenile Probation Services Enhancement	631,801	631,801	0
Probation Improvement Grant			
Salary and Wages	1,369	1,369	0
Fringe Benefits	20	20	0
Contractual Services	13,073	13,073	0
Other	191	191	0
Total Probation Improvement Grant	14,653	14,653	0
Mediation Juvenile Program			
Contractual Services	19,313	19,313	0
Felony Delinquent Care and Custody			
Salary and Wages	150,841	150,841	0
Fringe Benefits	226,401	226,401	0
Materials and Supplies	1,333	1,333	0
Contractual Services	71,564	71,564	0
Other	12,346	12,346	0
Total Felony Delinquent Care and Custody	462,485	462,485	0

(Continued)

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Court/Corrections and Public Safety Fund (Continued)
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
Crime Victims Assistance Office			
Salary and Wages	\$40,600	\$40,600	\$0
Fringe Benefits	6,951	6,951	0
Materials and Supplies	703	703	0
Contractual Services	275	275	0
Other	4,025	4,025	0
Total Crime Victims Assistance Office	52,554	52,554	0
Mediation II Program			
Materials and Supplies	1,391	1,391	0
Other	6,217	6,217	0
Total Mediation II Program	7,608	7,608	0
Law Enforcement Trust			
Contractual Service	162,410	162,039	371
Community Corrections Act			
Salary and Wages	21,879	21,879	0
Fringe Benefits	44,297	44,297	0
Total Community Corrections Act	66,176	66,176	0
Prisoner Incentive			
Capital Outlay	6,805	6,805	0
Domestic Violence Investigator			
Salary and Wages	31,710	31,710	0
Fringe Benefits	18,737	18,737	0
Total Domestic Violence Investigator	50,447	50,447	0
Indigent Drivers Alcohol Treatment			
Contractual Services	19,084	19,084	0
Total Public Safety	1,553,550	1,553,179	371
Total Expenditures	1,896,265	1,895,494	771
Excess of Revenues Under Expenditures	(172,252)	(171,481)	771
<u>Other Financing Sources:</u>			
Transfers In	25,899	25,899	0
Net Change in Fund Balance	(146,353)	(145,582)	771
Fund Balance Beginning of Year	1,867,060	1,867,060	0
Prior Year Encumbrances Appropriated	5,285	5,285	0
Fund Balance End of Year	<u>\$1,725,992</u>	<u>\$1,726,763</u>	<u>\$771</u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency 911 Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Property Taxes	\$1,120,897	\$1,120,897	\$0
Intergovernmental	578,539	578,539	0
Rent	32,241	32,241	0
Total Revenues	<u>1,731,677</u>	<u>1,731,677</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Public Safety			
Emergency 911			
Salary and Wages	549,483	549,483	0
Fringe Benefits	246,546	246,546	0
Materials and Supplies	12,632	12,632	0
Contractual Services	274,228	274,228	0
Capital Outlay	654,197	654,197	0
Other	125,100	125,100	0
Total Expenditures	<u>1,862,186</u>	<u>1,862,186</u>	<u>0</u>
Excess of Revenues Under Expenditures	(130,509)	(130,509)	0
<u>Other Financing Uses:</u>			
Transfers Out	<u>(179,951)</u>	<u>(179,951)</u>	<u>0</u>
Net Change in Fund Balance	(310,460)	(310,460)	0
Fund Balance Beginning of Year	<u>628,857</u>	<u>628,857</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$318,397</u></u>	<u><u>\$318,397</u></u>	<u><u>\$0</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permissive Sheriff Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Permissive Sales Taxes	\$1,433,926	\$1,433,926	\$0
Charges for Services	739,188	739,188	0
Intergovernmental	64,355	64,355	0
Other	30,343	30,343	0
Total Revenues	<u>2,267,812</u>	<u>2,267,812</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Public Safety			
Permissive Sheriff			
Salary and Wages	1,767,589	1,767,589	0
Fringe Benefits	924,674	924,674	0
Materials and Supplies	131,832	131,832	0
Capital Outlay	87,510	87,510	0
Other	15,020	15,020	0
Total Expenditures	<u>2,926,625</u>	<u>2,926,625</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(658,813)</u>	<u>(658,813)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Transfers In	720,668	720,668	0
Transfers Out	(12,990)	(12,990)	0
Total Other Financing Sources (Uses)	<u>707,678</u>	<u>707,678</u>	<u>0</u>
Net Change in Fund Balance	48,865	48,865	0
Fund Balance (Deficit) Beginning of Year	<u>(64,234)</u>	<u>(64,234)</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u><u>(\$15,369)</u></u>	<u><u>(\$15,369)</u></u>	<u><u>\$0</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Tuberculosis/Crippled Child Levy Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Total Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current:			
Health			
Tuberculosis Levy			
Materials and Supplies	3,229	3,229	0
Contractual Services	77,067	77,067	0
Other	<u>93,944</u>	<u>93,944</u>	<u>0</u>
Total Expenditures	<u>174,240</u>	<u>174,240</u>	<u>0</u>
Net Change in Fund Balance	(174,240)	(174,240)	0
Fund Balance Beginning of Year	<u>1,286,847</u>	<u>1,286,847</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$1,112,607</u></u>	<u><u>\$1,112,607</u></u>	<u><u>\$0</u></u>

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Property Taxes	\$647,116	\$647,116	\$0
Charges for Services	17,362	17,362	0
Intergovernmental	2,203,599	2,203,599	0
Interest	5,040	5,040	0
	<u>2,873,117</u>	<u>2,873,117</u>	<u>0</u>
Total Revenues	<u>2,873,117</u>	<u>2,873,117</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Human Services			
Children Services Levy			
Salary and Wages	192,514	192,514	0
Fringe Benefits	127,945	127,945	0
Contractual Services	2,393,122	2,393,122	0
Capital Outlay	661	661	0
Other	44,040	44,040	0
	<u>2,758,282</u>	<u>2,758,282</u>	<u>0</u>
Total Expenditures	<u>2,758,282</u>	<u>2,758,282</u>	<u>0</u>
Net Change in Fund Balance	114,835	114,835	0
Fund Balance Beginning of Year	<u>1,967,844</u>	<u>1,967,844</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$2,082,679</u></u>	<u><u>\$2,082,679</u></u>	<u><u>\$0</u></u>

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Charges for Services	\$2,088	\$2,088	\$0
Intergovernmental	1,364,696	1,364,696	0
Interest	284	284	0
Other	6,282	6,282	0
	<u>1,373,350</u>	<u>1,373,350</u>	<u>0</u>
Total Revenues	<u>1,373,350</u>	<u>1,373,350</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Economic Development and Assistance			
Community Development Block Grant			
Salaries and Wages	53,646	53,646	0
Materials and Supplies	62,519	62,519	0
Contractual Services	1,187,358	1,187,358	0
Other	399	399	0
	<u>1,303,922</u>	<u>1,303,922</u>	<u>0</u>
Total Expenditures	<u>1,303,922</u>	<u>1,303,922</u>	<u>0</u>
Net Change in Fund Balance	69,428	69,428	0
Fund Balance Beginning of Year	<u>119,277</u>	<u>119,277</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$188,705</u></u>	<u><u>\$188,705</u></u>	<u><u>\$0</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Emergency Management Agency Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Intergovernmental	\$214,994	\$214,994	\$0
<u>Expenditures:</u>			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	214,994	214,994	0
<u>Other Financing Uses:</u>			
Transfers Out	<u>(214,994)</u>	<u>(214,994)</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Jefferson County, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Senior Citizens Levy Fund
For the Year Ended December 31, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Property Taxes	\$925,706	\$925,706	\$0
Intergovernmental	<u>191,645</u>	<u>191,645</u>	<u>0</u>
Total Revenues	1,117,351	1,117,351	0
<u>Expenditures:</u>			
Current:			
Senior Citizens Levy			
Contractual Services	<u>1,197,160</u>	<u>1,197,160</u>	<u>0</u>
Net Change in Fund Balance	(79,809)	(79,809)	0
Fund Balance Beginning of Year	<u>79,809</u>	<u>79,809</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

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

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$1,098,300	\$1,098,300	\$0
Permissive Sales Taxes	1,016,187	1,016,187	0
Intergovernmental	181,407	181,407	0
Rent	49,860	49,860	0
Total Revenues	<u>2,345,754</u>	<u>2,345,754</u>	<u>0</u>
Debt Service:			
Principal Retirement	2,418,235	2,418,235	0
Interest and Fiscal Charges	829,585	829,585	0
Issuance Costs	99,857	99,857	0
Total Expenditures	<u>3,347,677</u>	<u>3,347,677</u>	<u>0</u>
Excess of Revenues Under Expenditures	(1,001,923)	(1,001,923)	0
<u>Other Financing Sources (Uses):</u>			
Refunding Bonds Issued	4,355,000	4,355,000	0
Discount on Bonds Issued	(25,843)	(25,843)	0
Payment to Refunded Bond Escrow Agent	(4,229,300)	(4,229,300)	0
Transfers In	880,496	880,496	0
Net Change in Fund Balance	(21,570)	(21,570)	0
Fund Balance Beginning of Year	<u>3,308,153</u>	<u>3,308,153</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$3,286,583</u></u>	<u><u>\$3,286,583</u></u>	<u><u>\$0</u></u>

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<u>Revenues:</u>			
Other	\$45,375	\$45,375	\$0
<u>Expenditures:</u>			
Capital Outlay			
Mental Retardation	370,124	370,124	0
Mental Health	1,379,295	1,379,295	0
911 Equipment	904,287	904,287	0
Total Expenditures	2,653,706	2,653,706	0
Excess of Revenues Under Expenditures	(2,608,331)	(2,608,331)	0
<u>Other Financing Sources:</u>			
General Obligation Bonds Issued	3,525,000	3,525,000	0
OAQDA Loan Issued	1,379,295	1,379,295	0
Transfers In	350,000	350,000	0
Net Change in Fund Balance	2,645,964	2,645,964	0
Fund Balance Beginning of Year	1,194,635	1,194,635	0
Fund Balance End of Year	<u>\$3,840,599</u>	<u>\$3,840,599</u>	<u>\$0</u>

Jefferson County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Self Insurance - Health Fund
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Charges for Services	\$6,271,951	\$6,271,951	\$0
Charges for Services Debt Reduction	393,260	393,260	0
Interest	29,143	29,143	0
Other Operating Revenue	3,499,017	3,499,017	0
Total Revenues	10,193,371	10,193,371	0
<u>Expenses:</u>			
Contractual Services	341,359	341,359	0
Claims	9,934,006	9,934,006	0
Total Expenses	10,275,365	10,275,365	0
Net Change in Fund Equity	(81,994)	(81,994)	0
Fund Equity (Deficit) Beginning of Year	(3,622,357)	(3,622,357)	0
Fund Equity (Deficit) End of Year	(\$3,704,351)	(\$3,704,351)	\$0

Jefferson County, Ohio
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Self Insurance - Workers' Compensation Fund
For the Year Ended December 31, 2012

	Final Budget	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Charges for Services	\$586,461	\$586,461	\$0
Other Operating Revenue	4,703	4,703	0
Other Non-Operating Revenue	518	518	0
Total Revenues	<u>591,682</u>	<u>591,682</u>	<u>0</u>
<u>Expenses:</u>			
Contractual Services	239,560	239,560	0
Claims	354,575	354,575	0
Total Expenses	<u>594,135</u>	<u>594,135</u>	<u>0</u>
Net Change in Fund Equity	(2,453)	(2,453)	0
Fund Equity Beginning of Year	<u>6,215,764</u>	<u>6,215,764</u>	<u>0</u>
Fund Equity End of Year	<u><u>\$6,213,311</u></u>	<u><u>\$6,213,311</u></u>	<u><u>\$0</u></u>

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Statistical Section

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the county's financial position has changed over time.	S2-S11
Revenue Capacity	
These schedules contain information to help the reader understand and assess the factors affecting the county's ability to generate its most significant local revenue sources, the property tax and the sales tax.	S12-S33
Debt Capacity	
These schedules present information to help the reader assess the affordability of the county's current levels of outstanding debt and the county's ability to issue additional debt in the future.	S34-S41
Economic and Demographic Information	
These schedules offer economic and demographic indicators to help the reader understand the environment within which the county's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S42-S43
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the county's financial report relates to the services the county provides and the activities it performs.	S44-S49

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

Jefferson County, Ohio
Net Position by Component
Last Ten Years
(Accrual Basis of Accounting)

	2012	2011	2010	2009
Governmental Activities				
Net Investment in Capital Assets	\$82,122,263	\$78,756,997	\$70,075,743	\$70,513,506
Restricted for:				
Debt Service	3,805,079	3,687,096	3,702,059	3,617,034
Capital Outlay	1,318,702	1,402,595	1,362,564	2,164,582
Children's Home	983,510	921,533	952,229	898,008
Community Development	316,124	567,209	47,936	57,456
Public Assistance	0	0	0	0
Motor Vehicle Gasoline Tax	4,232,435	3,900,154	4,359,587	4,267,432
Mental Health	3,049,184	3,437,112	4,567,599	3,915,985
Developmental Disabilities	7,994,731	7,963,485	7,496,462	6,583,499
Tuberculosis/Crippled Child Levy	1,112,607	1,280,140	1,410,360	1,550,546
Children Services	2,422,550	2,567,304	2,425,885	2,114,479
Court Corrections and Public Safety	2,450,496	2,782,821	0	0
Other Purposes	2,900,414	2,366,377	6,879,046	4,700,913
Unrestricted (Deficit)	4,815,772	5,735,012	6,321,527	3,784,310
Restatements	0	0	0	0
<i>Total Governmental Activities Net Position</i>	<u>117,523,867</u>	<u>115,367,835</u>	<u>109,600,997</u>	<u>104,167,750</u>
Business-type Activities				
Net Investment in Capital Assets	26,770,076	25,136,041	25,453,931	25,572,129
Restricted for:				
Debt Service	169,872	136,029	171,232	205,172
Other Purposes	0	0	0	0
Unrestricted	5,003,296	4,910,687	3,969,314	3,960,503
Restatements	0	0	0	0
<i>Total Business-type Activities Net Position</i>	<u>31,943,244</u>	<u>30,182,757</u>	<u>29,594,477</u>	<u>29,737,804</u>
Primary Government				
Net Investment in Capital Assets	108,892,339	103,893,038	95,529,674	96,085,635
Restricted	30,755,704	31,011,855	33,374,959	30,075,106
Unrestricted (Deficit)	9,819,068	10,645,699	10,290,841	7,744,813
Restatements	0	0	0	0
<i>Total Primary Government Net Position</i>	<u>\$149,467,111</u>	<u>\$145,550,592</u>	<u>\$139,195,474</u>	<u>\$133,905,554</u>

(1) Governmental Activities - Restricted Net Position for Other Purposes were not reported at a detailed level for specified purposes.

2008	2007	2006	2005	2004 (1)	2003 (1)
\$68,275,198	\$67,394,515	\$66,576,876	\$63,347,036	\$62,117,147	\$61,306,492
3,277,460	2,764,544	2,229,122	1,972,200	1,770,126	1,137,310
1,097,445	839,525	419,267	1,576,494	613,300	72,641
820,591	986,660	954,732	880,141	844,116	0
57,313	56,701	0	0	0	0
0	0	508,258	704,219	0	0
3,543,959	4,636,004	3,341,121	3,270,837	0	0
4,221,569	3,638,704	4,239,968	4,140,973	0	0
5,441,453	4,979,233	4,649,028	4,646,619	0	0
1,743,805	1,914,197	2,057,112	2,171,493	0	0
1,800,597	1,665,479	578,448	1,438,407	0	0
0	0	0	0	0	0
5,591,283	4,745,531	5,329,158	5,329,731	18,357,115	15,230,400
3,561,349	3,312,925	149,640	(3,526,265)	(6,691,302)	(5,604,083)
0	0	0	0	0	1,259,284
99,432,022	96,934,018	91,032,730	85,951,885	77,010,502	73,402,044
25,879,180	25,266,597	25,914,607	24,312,154	25,563,399	23,283,102
276,393	273,937	346,811	387,964	432,321	590,220
0	0	0	0	46,641	43,734
3,478,346	3,421,210	2,805,909	3,762,529	1,384,808	3,678,696
0	0	0	(77,693)	0	(433,238)
29,633,919	28,961,744	29,067,327	28,384,954	27,427,169	27,162,514
94,154,378	92,661,112	92,491,483	87,659,190	87,680,546	84,589,594
27,871,868	26,500,515	24,653,025	26,519,078	22,063,619	17,074,305
7,039,695	6,734,135	2,955,549	236,264	(5,306,494)	(1,925,387)
0	0	0	(77,693)	0	826,046
\$129,065,941	\$125,895,762	\$120,100,057	\$114,336,839	\$104,437,671	\$100,564,558

Jefferson County, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	2012	2011	2010	2009
Program Revenues				
Governmental Activities:				
Charges for Services and Sales				
General Government:				
Legislative and Executive	\$3,456,899	\$2,730,378	\$3,142,457	\$2,269,763
Judicial	2,022,789	1,549,376	1,443,302	1,630,250
Public Safety	1,932,101	1,555,786	1,948,289	1,738,684
Public Works	124,127	214,152	147,984	142,102
Health	858,984	783,836	708,289	504,248
Human Services	240,707	715,991	349,538	177,028
Economic Development and Assistance	1,061,638	78,909	237,678	377,396
Total Charges for Services and Sales	9,697,245	7,628,428	7,977,537	6,839,471
Operating Grants and Contributions	30,216,944	33,043,294	35,004,090	35,996,359
Capital Grants and Contributions	3,538,866	4,751,921	2,424,839	1,210,912
<i>Total Governmental Activities Program Revenues</i>	<i>43,453,055</i>	<i>45,423,643</i>	<i>45,406,466</i>	<i>44,046,742</i>
Business-type Activities:				
Charges for Services and Sales				
Sewer	1,375,670	1,275,066	1,229,153	1,288,958
Water	4,604,245	4,655,987	4,477,179	4,810,527
Total Charges for Services and Sales	5,979,915	5,931,053	5,706,332	6,099,485
Capital Grants and Contributions	1,849,240	808,455	244,901	82,709
<i>Total Business Type Activities Program Revenues</i>	<i>7,829,155</i>	<i>6,739,508</i>	<i>5,951,233</i>	<i>6,182,194</i>
<i>Total Primary Government Program Revenues</i>	<i>51,282,210</i>	<i>52,163,151</i>	<i>51,357,699</i>	<i>50,228,936</i>

2008	2007	2006	2005	2004 (1)	2003 (1)
\$2,493,186	\$2,459,700	\$2,709,336	\$3,061,257	\$2,468,399	\$2,482,308
1,588,393	1,616,199	1,546,537	1,094,694	1,456,100	1,364,590
2,001,148	2,014,989	2,585,720	2,351,219	2,604,598	3,034,800
199,404	113,369	339,725	435,870	347,737	414,109
495,622	417,061	414,851	366,058	661,547	381,663
25,366	55,660	1,702,390	910,528	651,911	964,322
586,229	461,648	94,802	24,382	0	0
7,389,348	7,138,626	9,393,361	8,244,008	8,190,292	8,641,792
37,255,781	35,664,301	37,859,912	41,118,887	34,714,896	36,293,210
991,722	1,949,606	239,643	772,694	155,921	96,212
45,636,851	44,752,533	47,492,916	50,135,589	43,061,109	45,031,214
1,037,418	919,066	1,072,189	988,706	880,155	881,449
4,988,400	4,976,951	4,741,234	4,945,259	4,768,592	4,198,098
6,025,818	5,896,017	5,813,423	5,933,965	5,648,747	5,079,547
732,810	34,778	457,678	430,275	137,211	621,403
6,758,628	5,930,795	6,271,101	6,364,240	5,785,958	5,700,950
52,395,479	50,683,328	53,764,017	56,499,829	48,847,067	50,732,164
					(Continued)

Jefferson County, Ohio
Changes in Net Position (Continued)
Last Ten Years
(Accrual Basis of Accounting)

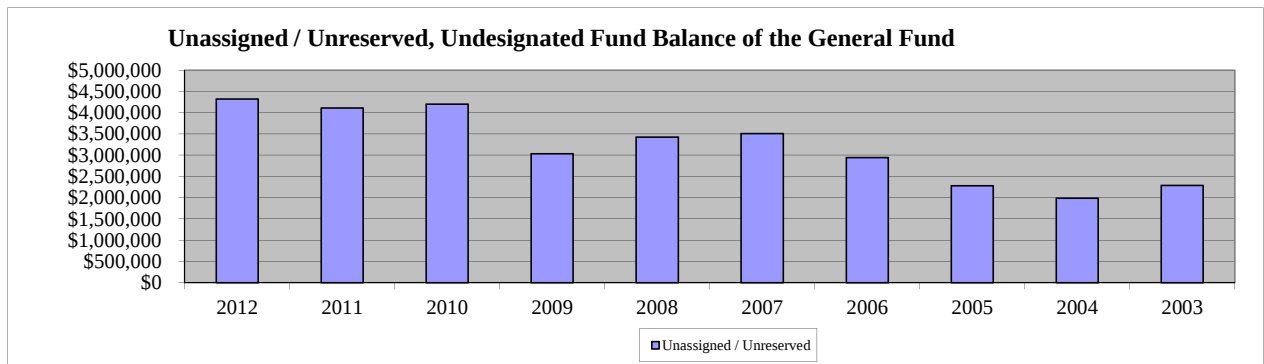
Expenses	2012	2011	2010	2009	2008
Governmental Activities:					
General Government:					
Legislative and Executive	\$6,773,527	\$6,785,618	\$6,189,441	\$5,521,036	\$6,320,478
Judicial	4,304,040	3,813,796	3,573,245	4,126,611	4,100,622
Public Safety	11,071,269	9,934,028	9,476,851	10,576,605	10,090,775
Public Works	8,228,727	7,247,033	7,273,883	6,278,249	7,376,639
Health	17,056,388	17,956,816	18,755,114	17,739,785	17,475,774
Human Services	13,223,085	13,297,112	14,174,160	16,793,595	18,869,407
Conservation and Recreation	0	69,160	11,400	13,316	195,710
Economic Development and Assistance	2,040,631	1,659,847	1,540,861	1,157,602	1,254,309
Intergovernmental	0	0	0	0	0
Other	0	0	0	0	0
Interest and Fiscal Charges	1,042,002	1,009,555	1,308,309	1,482,021	1,615,933
<i>Total Governmental Activities</i>	<u>63,739,669</u>	<u>61,772,965</u>	<u>62,303,264</u>	<u>63,688,820</u>	<u>67,299,647</u>
Business-Type Activities:					
Sewer	1,443,617	1,481,831	1,370,465	1,353,589	1,361,696
Water	5,208,929	4,953,016	4,996,563	5,006,379	5,011,716
<i>Total Business-type Activities</i>	<u>6,652,546</u>	<u>6,434,847</u>	<u>6,367,028</u>	<u>6,359,968</u>	<u>6,373,412</u>
<i>Total Primary Government Program</i>	<u>70,392,215</u>	<u>68,207,812</u>	<u>68,670,292</u>	<u>70,048,788</u>	<u>73,673,059</u>
Net (Expense)/Revenue					
Governmental Activities	(20,286,614)	(16,349,322)	(16,896,798)	(19,642,078)	(21,662,796)
Business-type Activities	1,176,609	304,661	(415,795)	(177,774)	385,216
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(19,110,005)</u>	<u>(16,044,661)</u>	<u>(17,312,593)</u>	<u>(19,819,852)</u>	<u>(21,277,580)</u>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes Levied for General Purposes	1,893,932	1,848,153	1,854,029	1,885,361	1,875,312
Property Taxes Levied for:					
Mental Health	271,093	265,468	270,636	269,781	275,751
Developmental Disabilities	2,373,354	2,324,326	2,362,308	2,349,114	2,387,162
Jail Operating	1,039,192	1,017,932	1,034,077	1,022,521	1,044,328
Emergency 911	1,184,758	1,141,366	1,158,994	1,150,741	1,166,069
Tuberculosis/Crippled Child Levy	0	0	0	0	0
Children Services	665,057	651,212	662,128	658,547	669,474
Senior Citizens	948,684	927,911	940,757	932,367	941,542
Permanent Improvement	0	0	0	1,261,859	231,694
Debt Service	1,125,486	1,100,266	1,114,095	1,123,803	1,135,551
Permissive Sales Tax Levied for General Purposes	4,919,221	4,639,671	4,479,585	4,703,858	4,753,491
Permissive Sales Tax Levied for:					
Road and Bridge Improvements	2,937,651	2,775,287	2,682,052	2,887,955	2,844,899
Public Safety	1,429,292	1,377,676	1,271,854	1,365,123	1,379,810
Jail Operating	250,000	150,000	0	0	0
Debt Service	1,069,045	1,033,100	1,101,253	1,216,980	1,224,203
Grants and Entitlements not					
Restricted to Specific Programs	1,918,673	1,941,770	2,562,048	2,636,843	2,767,827
Investment Earnings	192,381	198,403	327,912	383,414	506,058
Miscellaneous	484,827	723,619	508,317	529,539	957,629
Transfers	(260,000)	0	0	0	0
<i>Total Governmental Activities</i>	<u>22,442,646</u>	<u>22,116,160</u>	<u>22,330,045</u>	<u>24,377,806</u>	<u>24,160,800</u>
Business-type Activities:					
Permissive Sales Tax Levied for:					
Sewer	67,610	63,808	61,621	65,195	65,582
Water	202,831	191,424	184,861	195,585	196,749
Investment Earnings	0	0	0	0	0
Miscellaneous	53,437	28,387	25,986	20,879	24,628
Transfers	260,000	0	0	0	0
<i>Total Business-type Activities</i>	<u>583,878</u>	<u>283,619</u>	<u>272,468</u>	<u>281,659</u>	<u>286,959</u>
<i>Total Primary Government</i>	<u>23,026,524</u>	<u>22,399,779</u>	<u>22,602,513</u>	<u>24,659,465</u>	<u>24,447,759</u>
Restatements					
Governmental Activities	0	0	0	0	0
Business-type Activities	0	0	0	0	0
Extraordinary Item	0	0	0	0	0
Change in Net Position					
Governmental Activities	2,156,032	5,766,838	5,433,247	4,735,728	2,498,004
Business-type Activities	1,760,487	588,280	(143,327)	103,885	672,175
<i>Total Primary Government Change in Net Position</i>	<u>\$3,916,519</u>	<u>\$6,355,118</u>	<u>\$5,289,920</u>	<u>\$4,839,613</u>	<u>\$3,170,179</u>

(1) Permissive sales tax was reported in total, rather than specified for the purposes imposed.

2007	2006	2005	2004 (1)	2003 (1)
\$6,431,459	\$5,853,638	\$5,174,809	\$6,282,825	\$6,682,596
3,849,824	3,465,112	3,101,127	3,806,554	3,955,549
10,061,215	9,640,492	9,831,505	10,045,476	11,341,063
6,774,567	7,710,983	10,367,211	7,675,448	8,234,383
18,096,434	16,649,240	15,679,298	15,554,606	17,141,185
16,354,389	20,598,279	18,193,754	16,499,448	18,056,755
542,482	13,168	165,819	18,880	20,367
1,124,228	1,343,160	652,632	1,380,489	1,737,358
0	116,436	82,500	63,304	293,695
0	0	0	0	0
1,695,667	1,798,202	1,726,050	1,633,070	1,711,286
64,930,265	67,188,710	64,974,705	62,960,100	69,174,237
1,421,126	1,742,699	1,390,462	1,515,858	1,339,831
4,896,836	4,111,594	4,244,726	4,272,018	3,942,691
6,317,962	5,854,293	5,635,188	5,787,876	5,282,522
71,248,227	73,043,003	70,609,893	68,747,976	74,456,759
(20,177,732)	(19,695,794)	(14,839,116)	(19,898,991)	(24,143,023)
(387,167)	416,808	729,052	(1,918)	418,428
(20,564,899)	(19,278,986)	(14,110,064)	(19,900,909)	(23,724,595)
1,996,065	1,905,987	1,867,766	1,794,245	1,746,042
295,733	322,275	325,000	321,386	321,411
2,536,714	2,634,019	2,591,296	2,555,198	2,544,047
1,108,728	1,151,228	1,132,081	1,116,396	1,110,788
1,233,576	1,281,099	1,259,365	1,239,180	1,263,163
0	657	1,052	2,793	30
758,760	785,975	789,038	717,433	714,730
990,192	1,110,357	1,243,042	39,270	0
0	0	0	0	0
1,189,823	1,143,873	1,112,208	1,095,444	1,038,742
4,751,827	4,422,764	4,287,327	4,299,136	4,031,020
2,832,993	2,658,121	2,575,836	2,539,027	2,532,938
1,369,469	1,283,400	1,244,595	1,648,536	1,665,129
0	0	0	270,432	200,000
1,222,832	1,145,131	1,107,087	488,021	349,960
2,676,002	2,873,786	2,604,999	4,753,685	4,959,388
1,329,289	947,993	539,569	229,005	239,436
1,021,171	1,109,974	1,100,238	398,262	402,091
0	0	0	0	0
25,313,174	24,776,639	23,780,499	23,507,449	23,118,915
65,510	61,346	59,308	62,960	56,248
196,526	184,039	177,924	188,881	168,743
0	0	7,814	4,110	6,117
19,548	20,180	61,380	10,622	14,942
0	0	0	0	0
281,584	265,565	306,426	266,573	246,050
25,594,758	25,042,204	24,086,925	23,774,022	23,364,965
0	0	0	0	1,259,284
0	0	(77,693)	0	(433,238)
765,846	0	0	0	0
5,901,288	5,080,845	8,941,383	3,608,458	235,176
(105,583)	682,373	957,785	264,655	231,240
\$5,795,705	\$5,763,218	\$9,899,168	\$3,873,113	\$466,416

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

	2012 (1)	2011 (1)	2010 (1)	2009 (1)	2008
General Fund					
Reserved	\$0	\$0	\$0	\$0	\$541,715
Unreserved, Designated for Equipment	0	0	0	0	53,659
Unreserved, Undesignated	0	0	0	0	3,426,475
Restatements	0	0	0	0	738,393
Nonspendable:					
Materials and Supplies Inventory	54,076	64,486	49,011	57,351	0
Prepaid Items	44,496	46,574	43,851	42,505	0
Unclaimed Monies	404,272	317,249	0	0	0
Restricted for Claimants	0	0	312,759	343,542	0
Assigned	77,773	40,874	49,360	28,498	0
Unassigned	4,323,091	4,113,825	4,206,883	3,038,234	0
Total General Fund	4,903,708	4,583,008	4,661,864	3,510,130	4,760,242
All Other Governmental Funds					
Reserved	0	0	0	0	1,033,983
Unreserved, Undesignated (Deficit) Reported in:					
Special Revenue Funds	0	0	0	0	11,928,840
Debt Service Funds	0	0	0	0	3,329,883
Capital Projects Funds	0	0	0	0	898,259
Restatements	0	0	0	0	(738,393)
Nonspendable:					
Materials and Supplies Inventory	449,630	474,792	430,641	291,376	0
Prepaid Items	102,365	107,506	144,025	107,974	0
Restricted for:					
Debt Service	3,558,896	3,569,363	3,600,988	3,512,671	0
Capital Outlay	3,840,599	1,187,506	1,362,564	2,164,582	0
Children's Home	983,510	921,533	952,229	898,008	0
Community Development	257,254	127,271	47,936	57,456	0
Motor Vehicle and Gasoline Tax	2,180,753	1,814,724	2,370,925	1,830,539	0
Mental Health	2,437,150	3,008,002	3,475,034	2,923,676	0
Developmental Disabilities	6,943,929	6,876,411	6,172,815	5,251,078	0
Tuberculosis/Crippled Child Levy	1,112,607	1,280,140	1,383,338	1,523,524	0
Children Services	1,869,404	2,112,086	1,810,857	1,409,134	0
Corrections and Public Safety	2,468,834	2,668,302	3,330,910	2,607,178	0
Public Assistance	17,787	191,658	83,111	0	0
Other Purposes	1,620,442	739,876	639,879	676,096	0
Unassigned (Deficit)	(2,185,831)	(2,165,390)	(2,425,127)	(2,612,907)	0
Total All Other Governmental Funds	25,657,329	22,913,780	23,380,125	20,640,385	16,452,572
Total Governmental Funds	\$30,561,037	\$27,496,788	\$28,041,989	\$24,150,515	\$21,212,814



(1) The change in fund balance accounts has occurred due to implementation of GASB 54 beginning in 2009.

[illegible]

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

	2012	2011	2010	2009
Revenues				
Property Taxes	\$9,347,678	\$9,369,001	\$9,429,779	\$10,792,146
Permissive Sales Taxes	10,569,566	9,818,075	9,620,057	9,200,567
Charges for Services	7,802,953	6,389,195	6,785,075	5,440,384
Licenses and Permits	599,075	542,479	559,501	477,254
Fines and Forfeitures	889,024	423,876	387,077	430,890
Intergovernmental	32,941,678	35,741,257	39,023,292	40,322,429
Investment Income	152,900	102,017	199,775	205,409
Rent	152,987	170,653	374,656	429,187
Other	484,827	723,619	508,317	529,539
Total Revenues	62,940,688	63,280,172	66,887,529	67,827,805
Expenditures				
Current:				
General Government:				
Legislative and Executive	5,620,002	5,979,890	5,644,041	5,920,216
Judicial	4,026,826	3,667,692	3,451,216	3,926,377
Public Safety	10,216,724	9,755,510	9,120,236	9,510,657
Public Works	6,549,844	7,965,152	6,564,896	6,650,817
Health	16,445,214	17,559,309	17,671,299	17,185,357
Human Services	12,854,228	13,075,888	14,104,357	16,296,798
Conservation and Recreation	75,000	68,790	0	0
Economic Development and Assistance	2,352,996	3,083,580	1,408,675	1,058,982
Other	460,754	420,928	375,707	331,779
Capital Outlay	2,668,395	500,244	1,180,197	466,063
Intergovernmental	0	0	0	0
Debt Service:				
Principal Retirement	2,439,765	2,405,611	1,752,079	1,703,486
Interest and Fiscal Charges	832,804	1,022,364	1,133,125	1,288,573
Issuance Costs	99,857	0	85,009	0
Interest on Capital Appreciation Bonds	0	0	636,108	620,165
Total Expenditures	64,642,409	65,504,958	63,126,945	64,959,270
Excess of Revenues Over (Under) Expenditures	(1,701,721)	(2,224,786)	3,760,584	2,868,535
Other Financing Sources (Uses):				
Transfers In	3,892,910	3,628,302	3,321,668	3,846,877
General Obligation Bonds Issued	3,525,000	0	0	0
Refunding Bonds Issued	4,355,000	0	4,095,000	0
Premium on General Obligation Bonds Issued	0	0	43,820	0
Notes Issued	0	0	0	0
Proceeds of Loans	1,379,295	0	0	0
Sale of Capital Assets	0	0	45,881	0
Discount on Debt Issued	(25,843)			
Inception of Capital Lease	21,818	0	0	69,166
Insurance Recoveries	0	1,679,585	0	0
Payment to Refunded Bond Escrow Agent	(4,229,300)	0	(4,053,811)	0
Transfers Out	(4,152,910)	(3,628,302)	(3,321,668)	(3,846,877)
Total Other Financing Sources (Uses)	4,765,970	1,679,585	130,890	69,166
Extraordinary Item	0	0	0	0
Increase (Decrease) in Reserve for Inventory	0	0	0	0
Restatements	0	0	0	0
Net Change in Fund Balances	\$3,064,249	(\$545,201)	\$3,891,474	\$2,937,701
Debt Service as a Percentage of Noncapital Expenditures	5.7%	5.8%	6.1%	6.0%

2008	2007	2006	2005	2004	2003
\$9,523,004	\$10,041,265	\$10,309,508	\$10,332,740	\$8,929,575	\$8,666,617
10,202,403	10,177,121	9,509,416	9,214,845	9,245,152	8,779,047
6,006,982	5,660,900	7,816,192	6,752,019	6,329,676	6,784,643
423,056	425,052	370,725	366,066	390,045	365,430
423,527	507,409	809,180	701,740	469,565	485,280
40,005,595	41,975,221	42,942,084	42,244,624	37,196,037	40,675,096
364,754	1,020,367	742,094	469,229	224,646	240,594
474,273	448,369	414,400	438,617	453,391	452,269
1,076,440	1,021,171	1,109,974	1,100,238	1,861,045	1,429,546
68,500,034	71,276,875	74,023,573	71,620,118	65,099,132	67,878,522
5,787,424	6,307,052	5,821,172	6,319,387	5,959,119	5,774,973
3,947,886	3,829,496	3,832,535	3,356,664	4,069,414	3,659,596
9,357,303	9,599,853	10,148,699	10,262,366	9,814,349	9,971,821
8,051,985	7,158,477	7,518,752	9,432,182	7,507,786	5,961,808
17,231,314	18,632,127	17,226,039	16,137,815	16,065,876	16,624,321
18,786,988	16,449,298	21,117,193	18,924,067	17,149,812	17,479,547
182,542	413,607	0	0	0	0
1,353,564	1,373,294	1,180,764	1,032,238	2,663,978	1,615,646
318,745	414,987	410,380	250,398	357,299	611,041
1,793,035	1,810,989	2,305,515	1,630,299	42,513	1,543,423
0	0	116,436	82,500	63,304	293,695
1,637,191	1,723,758	2,134,861	2,076,203	2,072,482	2,011,626
1,302,846	1,314,906	1,378,468	1,387,642	1,337,342	1,478,910
0	0	0	0	111,777	0
605,506	579,173	556,829	0	0	0
70,356,329	69,607,017	73,747,643	70,891,761	67,215,051	67,026,407
(1,856,295)	1,669,858	275,930	728,357	(2,115,919)	852,115
3,644,080	4,035,485	3,647,784	2,980,473	2,912,564	2,820,449
0	0	0	0	4,335,000	0
0	0	0	0	0	0
0	0	0	0	131,512	0
1,300,000	1,094,842	331,589	1,702,000	0	0
0	318,782	0	0	0	263,695
0	413,606	0	0	0	15,847
177,360	32,627	584,065	141,282	19,018	62,020
0	0	0	0	0	0
0	0	0	0	0	0
(3,644,080)	(4,035,485)	(3,647,784)	(2,980,473)	(2,912,564)	(2,820,449)
1,477,360	1,859,857	915,654	1,843,282	4,485,530	341,562
0	765,846	0	0	0	0
0	0	0	0	0	0
0	0	0	0	1,259,284	685,301
(\$378,935)	\$4,295,561	\$1,191,584	\$2,571,639	\$3,628,895	\$1,878,978
5.4%	5.6%	6.0%	5.3%	5.5%	5.3%

Jefferson 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	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2012	\$704,776,335	\$201,909,090	\$2,590,529,786	\$245,842,810	\$702,408,029
2011	702,105,850	200,480,870	2,578,819,200	249,840,070	713,828,771
2010	702,045,720	195,922,790	2,565,624,314	256,976,910	734,219,743
2009	726,099,770	194,199,130	2,629,425,429	255,865,260	731,043,600
2008	722,582,300	191,675,960	2,612,166,457	231,203,202	651,763,343
2007	719,195,320	186,382,910	2,587,366,371	228,117,170	651,763,343
2006	618,885,530	174,259,160	2,266,127,686	221,851,440	633,861,310
2005	611,101,090	174,170,290	2,243,632,514	218,676,990	624,791,400
2004	606,057,200	168,414,910	2,212,777,457	207,241,430	592,118,371
2003	561,336,380	154,798,370	2,046,099,286	207,383,520	592,524,343

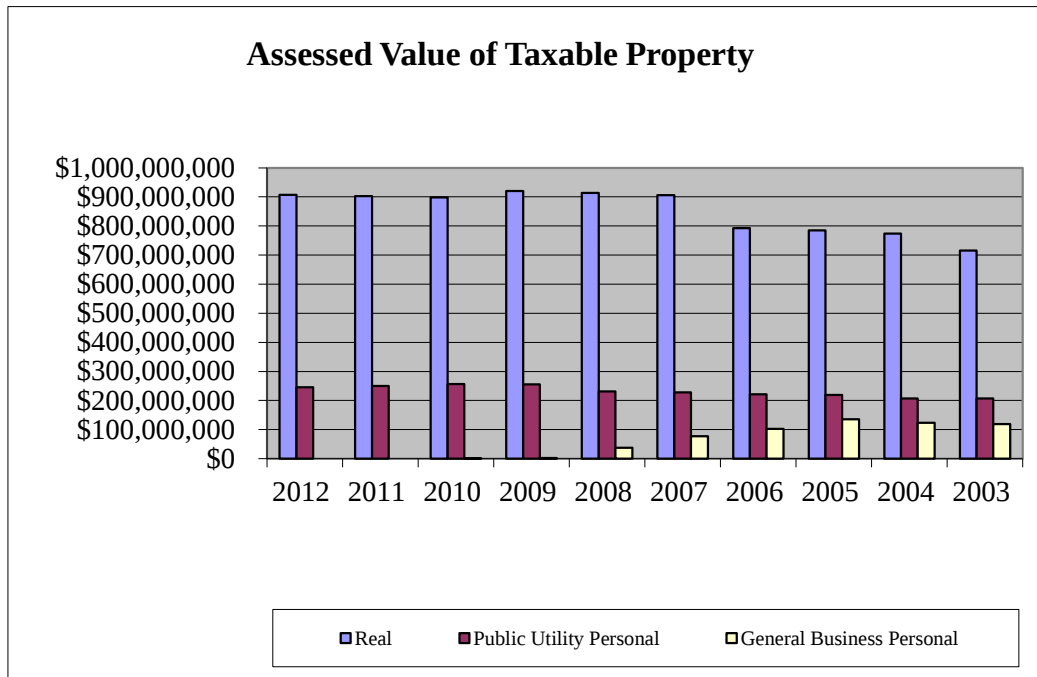
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

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 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 2006. Both types of general business tangible personal property were assessed at 12.5 percent 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 the tangible personal property tax on local and inter-exchange telephone companies, at 5 percent for 2010. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010).

The tangible personal property values associated with each year were the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Source : *Jefferson County Auditor, 2008-2012*
Ohio Department of Taxation, 2003-2007

Tangible Personal Property					Weighted Average Tax Rate
General Business		Total			
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	
\$0	\$0	\$1,152,528,235	\$3,292,937,814	35.00%	\$9.10
0	0	1,152,426,790	3,292,647,971	35.00%	9.11
1,188,770	23,775,400	1,156,134,190	3,323,619,457	34.79%	9.13
2,416,610	38,665,760	1,178,580,770	3,399,134,789	34.67%	10.30
37,926,500	606,824,000	1,183,387,962	3,870,753,800	30.57%	9.03
77,446,023	619,568,184	1,211,141,423	3,858,697,898	31.39%	8.94
102,147,765	544,788,080	1,117,143,895	3,444,777,076	32.43%	9.76
135,899,620	543,598,480	1,139,847,990	3,412,022,394	33.41%	9.84
123,007,697	492,030,788	1,104,721,237	3,296,926,616	33.51%	8.79
118,801,812	475,207,248	1,042,320,082	3,113,830,877	33.47%	9.07



Jefferson County, Ohio
Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

	2012	2011	2010	2009	2008
Unvoted Millage					
Operating	1.850000	1.850000	1.850000	1.850000	1.850000
Voted Millage - by levy					
1976 Mental Health					
Residential/Agricultural Real	0.129163	0.129231	0.129277	0.124595	0.124641
Commercial/Industrial and Public Utility Real	0.367572	0.367818	0.367789	0.369309	0.368617
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000	0.500000
1985 Mental Retardation Development Disability					
Residential/Agricultural Real	0.807006	0.807429	0.807721	0.778465	0.778753
Commercial/Industrial and Public Utility Real	1.439992	1.440959	1.440840	1.446796	1.444087
General Business and Public Utility Personal	1.800000	1.800000	1.800000	1.800000	1.800000
1987 Tuberculosis Hospital					
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000
1988 Children Services					
Residential/Agricultural Real	0.448770	0.449006	0.449169	0.432900	0.433061
Commercial/Industrial and Public Utility Real	0.801849	0.802386	0.802322	0.805638	0.804130
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
1992 Bond / Jail (\$15,000,000)					
Residential/Agricultural Real	1.100000	1.100000	1.100000	1.100000	1.100000
Commercial/Industrial and Public Utility Real	1.100000	1.100000	1.100000	1.100000	1.100000
General Business and Public Utility Personal	1.100000	1.100000	1.100000	1.100000	1.100000
1992 Mental Retardation Development Disability					
Residential/Agricultural Real	0.825096	0.825530	0.825829	0.795917	0.796213
Commercial/Industrial and Public Utility Real	1.419173	1.420125	1.420010	1.425880	1.423211
General Business and Public Utility Personal	1.700000	1.700000	1.700000	1.700000	1.700000
1992 9-1-1 System					
Residential/Agricultural Real	0.315478	0.315643	0.315758	0.304321	0.304434
Commercial/Industrial and Public Utility Real	0.542625	0.542989	0.542945	0.545189	0.544168
General Business and Public Utility Personal	0.650000	0.650000	0.650000	0.650000	0.650000
1993 Jail Operating and Equipment					
Residential/Agricultural Real	0.728661	0.729043	0.729307	0.702892	0.703153
Commercial/Industrial and Public Utility Real	1.252212	1.253052	1.252950	1.258129	1.255774
General Business and Public Utility Personal	1.500000	1.500000	1.500000	1.500000	1.500000
1997 9-1-1 System					
Residential/Agricultural Real	0.208814	0.208924	0.208999	0.201429	0.201504
Commercial/Industrial and Public Utility Real	0.292182	0.292378	0.292355	0.293563	0.293014
General Business and Public Utility Personal	0.350000	0.350000	0.350000	0.350000	0.350000
2002 9-1-1 System					
Residential/Agricultural Real	0.416507	0.416726	0.416877	0.401778	0.401928
Commercial/Industrial and Public Utility Real	0.438723	0.439018	0.438982	0.440796	0.439971
General Business and Public Utility Personal	0.500000	0.500000	0.500000	0.500000	0.500000
2004 Senior Citizens					
Residential/Agricultural Real	0.895092	0.895563	0.895888	0.863439	0.863760
Commercial/Industrial and Public Utility Real	0.931282	0.931908	0.931830	0.935682	0.933930
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
2008 Dog Pound					
Residential/Agricultural Real	0.000000	0.000000	0.000000	1.299516	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	1.300000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	1.300000	0.000000
Total voted millage by type of property					
Residential/Agricultural Real	5.874587	5.877095	5.878825	7.005252	5.707447
Commercial/Industrial and Public Utility Real	8.585610	8.590633	8.590023	9.920982	8.606902
General Business and Public Utility Personal	10.100000	10.100000	10.100000	11.400000	10.100000
Total millage by type of property					
Residential/Agricultural Real	7.724587	7.727095	7.728825	8.855252	7.557447
Commercial/Industrial and Public Utility Real	10.435610	10.440633	10.440023	11.770982	10.456902
General Business and Public Utility Personal	11.950000	11.950000	11.950000	13.250000	11.950000

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.

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

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each reappraisal.

Source : Jefferson County Auditor

2007	2006	2005	2004	2003
1.850000	1.850000	1.850000	1.850000	1.850000
0.124641	0.144091	0.144221	0.144299	0.154978
0.370847	0.394652	0.394695	0.394072	0.418910
0.500000	0.500000	0.500000	0.500000	0.500000
0.778757	0.900279	0.901090	0.901582	0.968306
1.452823	1.546081	1.546248	1.543807	1.641115
1.800000	1.800000	1.800000	1.800000	1.800000
0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000
0.433063	0.500641	0.501092	0.501366	0.538471
0.808994	0.860924	0.861017	0.859658	0.913843
1.000000	1.000000	1.000000	1.000000	1.000000
1.100000	1.100000	1.100000	1.100000	1.100000
1.100000	1.100000	1.100000	1.100000	1.100000
1.100000	1.100000	1.100000	1.100000	1.100000
0.796217	0.920463	0.921292	0.921796	0.990017
1.431819	1.523728	1.523893	1.521488	1.617388
1.700000	1.700000	1.700000	1.700000	1.700000
0.304435	0.351941	0.352259	0.352451	0.378535
0.547460	0.582602	0.582665	0.581745	0.618413
0.650000	0.650000	0.650000	0.650000	0.650000
0.703156	0.812881	0.813613	0.814057	0.874303
0.126337	1.344466	1.344612	1.342489	1.427107
1.500000	1.500000	1.500000	1.500000	1.500000
0.201505	0.232950	0.233160	0.233287	0.250552
0.294786	0.313708	0.313742	0.313247	0.332991
0.350000	0.350000	0.350000	0.350000	0.350000
0.401930	0.464650	0.465069	0.465323	0.499761
0.442633	0.471045	0.471096	0.470353	0.500000
0.500000	0.500000	0.500000	0.500000	0.500000
0.863765	0.998553	0.999453	0.000000	0.000000
0.939579	0.999891	1.000000	0.000000	0.000000
1.000000	1.000000	1.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000
5.707469	6.426449	6.431249	5.434161	5.754923
7.515278	9.137097	9.137968	8.126859	8.569767
10.100000	10.100000	10.100000	9.100000	9.100000
7.557469	8.276449	8.281249	7.284161	7.604923
9.365278	10.987097	10.987968	9.976859	10.419767
11.950000	11.950000	11.950000	10.950000	10.950000

Jefferson County, Ohio
Property Tax Rates of Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Years

	2012	2011	2010	2009
Cities:				
Steubenville				
Residential/Agricultural Real	5.035400	5.035360	5.035500	4.961340
Commercial/Industrial and Public Utility Real	6.584500	6.583855	6.582720	6.618920
General Business and Public Utility Personal	8.200000	8.200000	8.200000	8.200000
Toronto				
Residential/Agricultural Real	3.041300	3.041297	3.041292	3.035647
Commercial/Industrial and Public Utility Real	3.203082	3.203093	3.203202	3.204936
General Business and Public Utility Personal	3.400000	3.400000	3.400000	3.400000
Villages:				
Adena				
Residential/Agricultural Real	18.679424	18.593070	18.595379	18.190206
Commercial/Industrial and Public Utility Real	23.182986	23.144069	23.144069	23.144069
General Business and Public Utility Personal	30.000000	30.000000	30.000000	30.000000
Amsterdam				
Residential/Agricultural Real	10.991364	10.981791	10.981791	10.651564
Commercial/Industrial and Public Utility Real	15.740381	15.740381	15.740381	15.740381
General Business and Public Utility Personal	19.400000	19.400000	19.400000	19.400000
Bergholz				
Residential/Agricultural Real	6.198789	4.198035	4.200200	4.125212
Commercial/Industrial and Public Utility Real	5.693472	3.693472	3.693472	3.693472
General Business and Public Utility Personal	10.200000	8.200000	8.200000	8.200000
Bloomingdale				
Residential/Agricultural Real	1.985713	1.985205	1.985101	1.962296
Commercial/Industrial and Public Utility Real	1.935030	1.935030	1.935030	1.935030
General Business and Public Utility Personal	3.400000	3.400000	3.400000	3.400000
Dillonville				
Residential/Agricultural Real	9.830211	9.829595	9.823943	6.541424
Commercial/Industrial and Public Utility Real	14.205212	13.968418	13.968418	13.968418
General Business and Public Utility Personal	18.900000	18.900000	18.900000	18.900000
Empire				
Residential/Agricultural Real	6.208840	6.208840	6.208840	6.051210
Commercial/Industrial and Public Utility Real	6.981070	6.981080	6.981050	6.981885
General Business and Public Utility Personal	12.200000	12.200000	12.200000	12.200000
Irondale				
Residential/Agricultural Real	8.224883	8.223262	8.223262	7.988603
Commercial/Industrial and Public Utility Real	8.855045	8.855045	8.855045	8.855045
General Business and Public Utility Personal	11.000000	11.000000	11.000000	11.000000

2008	2007	2006	2005	2004	2003
4.961140	4.962320	5.225315	5.225395	5.225215	5.253690
6.597000	6.653355	6.874145	6.870630	6.871230	7.235710
8.200000	8.200000	8.200000	8.200000	8.200000	8.200000
3.035645	3.035630	3.063855	5.064957	5.065048	5.171714
3.204936	3.204935	3.228647	5.185425	5.185425	5.352398
3.400000	3.400000	3.400000	5.500000	5.500000	5.500000
13.431338	13.461859	14.889954	15.421890	15.420980	14.495084
18.144069	17.994334	19.101823	19.053330	19.053330	19.460439
25.000000	25.000000	25.000000	25.000000	25.000000	25.000000
10.650894	10.650894	11.982292	11.982240	11.982240	12.459121
15.740381	15.740381	15.382494	15.382494	15.382494	16.539008
19.400000	19.400000	19.400000	19.400000	19.400000	19.400000
4.125212	4.124631	4.462889	4.463635	4.465983	4.575800
3.693472	3.693472	3.774557	3.769513	3.769513	3.823445
8.200000	8.200000	8.200000	8.200000	8.200000	8.200000
1.962571	1.962571	2.113807	2.113807	5.009427	5.143875
1.935030	1.935030	1.945071	1.945071	5.040271	5.401128
3.400000	3.400000	3.400000	3.400000	8.400000	8.400000
9.544230	9.544230	10.754622	10.755172	10.745045	9.112789
13.968418	13.968418	14.212777	14.213371	13.919691	12.995329
18.900000	18.900000	18.900000	18.900000	18.900000	16.900000
6.051210	6.051210	7.003240	7.008870	7.008870	7.268340
6.981885	6.981885	7.301085	7.301085	7.301085	7.748915
12.200000	12.200000	12.200000	12.200000	12.200000	12.200000
7.987858	7.989098	9.078500	6.536964	6.498977	6.740835
8.855045	8.855045	8.766495	6.979691	6.979691	7.826420
11.000000	11.000000	11.000000	11.000000	11.000000	11.000000

(Continued)

Jefferson County, Ohio
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2012	2011	2010	2009
Mingo Junction				
Residential/Agricultural Real	5.967294	5.967424	5.967120	5.838692
Commercial/Industrial and Public Utility Real	8.071408	8.072410	8.070222	8.066706
General Business and Public Utility Personal	8.800000	8.800000	8.800000	8.800000
Mt. Pleasant				
Residential/Agricultural Real	13.461778	13.461778	13.416778	13.038917
Commercial/Industrial and Public Utility Real	16.962017	16.962017	16.962017	16.962017
General Business and Public Utility Personal	26.900000	26.900000	26.900000	26.900000
New Alexandria				
Residential/Agricultural Real	6.512180	6.562295	6.562295	6.412490
Commercial/Industrial and Public Utility Real	6.258915	6.258915	6.258915	6.258915
General Business and Public Utility Personal	7.400000	7.400000	7.400000	7.400000
Rayland				
Residential/Agricultural Real	5.847184	5.847184	5.846688	5.700184
Commercial/Industrial and Public Utility Real	5.971104	5.971104	5.971104	5.971104
General Business and Public Utility Personal	6.200000	6.200000	6.200000	6.200000
Richmond				
Residential/Agricultural Real	5.342293	5.341941	5.341941	5.189910
Commercial/Industrial and Public Utility Real	5.026723	5.026557	5.026557	5.024195
General Business and Public Utility Personal	14.400000	14.400000	14.400000	14.400000
Smithfield				
Residential/Agricultural Real	15.783646	15.775012	15.775800	15.230586
Commercial/Industrial and Public Utility Real	18.296735	18.296735	17.667289	17.667289
General Business and Public Utility Personal	22.500000	22.500000	22.500000	22.500000
Stratton				
Residential/Agricultural Real	4.996425	4.999857	4.647562	5.098565
Commercial/Industrial and Public Utility Real	5.000000	5.000000	4.997705	5.978986
General Business and Public Utility Personal	5.000000	5.000000	5.000000	6.000000
Tiltonsville				
Residential/Agricultural Real	11.953358	11.953358	11.953335	11.602284
Commercial/Industrial and Public Utility Real	13.038305	13.038662	13.038670	13.036611
General Business and Public Utility Personal	14.700000	14.700000	14.700000	14.700000
Wintersville				
Residential/Agricultural Real	7.109396	7.108209	7.108735	6.984968
Commercial/Industrial and Public Utility Real	7.637158	7.658366	7.670925	7.668887
General Business and Public Utility Personal	9.800000	9.800000	9.800000	9.800000
Yorkville				
Residential/Agricultural Real	6.471688	6.471689	6.471689	6.392742
Commercial/Industrial and Public Utility Real	7.035170	7.034991	7.035354	6.850250
General Business and Public Utility Personal	9.850000	9.850000	9.850000	9.850000

2008	2007	2006	2005	2004	2003
5.839254	5.838690	6.233114	6.235980	6.236490	6.411566
8.064476	8.064476	8.358302	8.358970	8.358970	8.567732
8.800000	8.800000	8.800000	8.800000	8.800000	8.800000
13.038917	13.038917	15.387891	15.389516	15.389516	16.031947
16.962017	16.962017	17.510090	17.510090	17.510090	18.822738
26.900000	26.900000	26.900000	26.900000	26.900000	26.900000
6.397850	6.397850	7.160095	7.162935	7.162390	2.400000
6.258915	6.258915	7.154395	7.154395	7.154395	2.400000
7.400000	7.400000	7.400000	7.400000	7.400000	2.400000
5.699904	5.699904	3.746785	3.746785	3.746785	3.819289
5.971104	5.971104	3.466336	3.466336	3.466336	3.536989
6.200000	6.200000	5.200000	5.200000	5.200000	5.200000
5.189814	5.191879	5.720948	5.718374	5.719495	5.930221
5.024195	5.076197	5.962734	5.962734	5.962734	6.346817
14.400000	14.400000	14.400000	14.400000	14.400000	14.400000
15.227244	15.226880	17.829969	17.821652	15.795133	16.475275
17.713133	17.713133	20.524535	20.524535	18.885697	20.311059
22.500000	22.500000	24.500000	24.500000	25.300000	25.300000
5.098975	5.096836	5.655471	3.155471	3.155471	3.195994
5.978986	5.978986	5.982182	3.482182	3.482182	3.482410
6.000000	6.000000	6.000000	3.500000	3.500000	3.500000
11.602302	11.602302	12.988499	12.988063	9.488063	9.787924
13.036611	13.099170	13.782340	13.782340	10.282340	10.716365
14.700000	14.700000	14.700000	14.700000	11.200000	11.200000
6.984635	5.985038	6.417374	6.419772	4.422363	4.506932
7.660606	6.665473	7.164285	7.172581	5.182093	5.392737
9.800000	8.800000	8.800000	8.800000	6.800000	6.800000
6.392742	6.392538	6.903454	5.877091	5.877091	5.993771
6.844554	6.844554	7.999468	6.900035	6.900035	6.952037
9.850000	9.850000	9.850000	8.950000	8.950000	8.950000

(Continued)

Jefferson County, Ohio
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2012	2011	2010	2009
<i>Townships:</i>				
Brush Creek				
Residential/Agricultural Real	3.229304	3.229785	3.230442	3.219562
Commercial/Industrial and Public Utility Real	3.951475	3.942070	3.938728	3.938728
General Business and Public Utility Personal	4.200000	4.200000	4.200000	4.200000
Cross Creek				
Residential/Agricultural Real	6.456423	6.455133	6.454568	6.328234
Commercial/Industrial and Public Utility Real	8.064363	8.067129	8.078652	8.071382
General Business and Public Utility Personal	10.900000	10.900000	10.900000	10.900000
Island Creek				
Residential/Agricultural Real	4.857738	4.862638	4.862369	4.788864
Commercial/Industrial and Public Utility Real	6.380813	6.391697	6.352318	6.353484
General Business and Public Utility Personal	8.700000	8.700000	8.700000	8.700000
Knox				
Residential/Agricultural Real	5.571826	5.578106	5.578320	5.483871
Commercial/Industrial and Public Utility Real	7.612812	7.617355	7.852073	7.969960
General Business and Public Utility Personal	8.200000	8.200000	8.200000	8.200000
Mt. Pleasant				
Residential/Agricultural Real	7.478421	7.394549	4.504536	4.474295
Commercial/Industrial and Public Utility Real	7.551318	7.772375	4.609785	4.584278
General Business and Public Utility Personal	9.100000	9.100000	6.100000	6.100000
Ross				
Residential/Agricultural Real	5.300651	5.295042	3.303871	3.288783
Commercial/Industrial and Public Utility Real	4.092594	4.092309	3.523244	3.492393
General Business and Public Utility Personal	5.700000	5.700000	3.700000	3.700000
Salem				
Residential/Agricultural Real	3.796093	3.796231	3.796253	3.754196
Commercial/Industrial and Public Utility Real	4.140037	4.140012	4.155356	4.154831
General Business and Public Utility Personal	6.500000	6.500000	6.500000	6.500000
Saline				
Residential/Agricultural Real	3.735592	3.736573	3.742196	3.694475
Commercial/Industrial and Public Utility Real	4.666925	4.666925	4.667785	4.667785
General Business and Public Utility Personal	4.800000	4.800000	4.800000	4.800000
Smithfield				
Residential/Agricultural Real	4.014819	4.014993	4.014987	4.002625
Commercial/Industrial and Public Utility Real	4.528728	4.529080	4.546099	4.546099
General Business and Public Utility Personal	5.100000	5.100000	5.100000	5.100000
Springfield				
Residential/Agricultural Real	6.669636	6.678801	4.692035	4.622072
Commercial/Industrial and Public Utility Real	7.507849	7.573456	5.800025	5.798347
General Business and Public Utility Personal	10.200000	10.200000	8.200000	8.200000
Steubenville				
Residential/Agricultural Real	4.918274	4.920680	4.923612	4.821122
Commercial/Industrial and Public Utility Real	5.524470	5.526156	5.525028	5.524994
General Business and Public Utility Personal	6.100000	6.100000	6.100000	6.100000

2008	2007	2006	2005	2004	2003
3.219643	3.219682	3.294129	3.296706	3.297334	3.371411
3.938728	3.996615	4.035713	4.059333	4.059333	4.069554
4.200000	4.200000	4.200000	4.200000	4.200000	4.200000
6.328933	6.321874	6.774817	6.776910	4.779309	5.005493
8.081527	8.058114	8.868018	8.877464	6.888994	7.247393
10.900000	10.900000	10.900000	10.900000	8.900000	8.900000
4.789641	4.788975	5.110159	5.112483	5.112604	5.404175
6.354381	6.353720	6.711707	6.724561	6.533672	7.446972
8.700000	8.700000	8.700000	8.700000	8.700000	8.700000
5.486669	5.489628	5.905708	5.910314	5.911451	6.288104
7.884776	7.885169	8.171213	8.200000	8.200000	7.882930
8.200000	8.200000	8.200000	8.200000	8.200000	8.200000
4.478179	4.478803	4.645247	4.648252	4.648950	4.771848
4.584278	4.584278	5.156097	5.157344	5.157344	5.224603
6.100000	6.100000	6.100000	6.100000	6.100000	6.100000
3.289066	3.288918	3.381879	3.383692	3.386271	3.472671
3.514326	3.614560	3.636526	3.636526	3.636526	3.651399
3.700000	3.700000	3.700000	3.700000	3.700000	3.700000
3.754710	3.754996	3.925344	3.927140	3.928168	4.089510
4.154831	4.162831	4.507670	4.507670	4.509539	4.629716
6.500000	6.500000	6.500000	6.500000	6.500000	6.500000
3.696551	3.697282	3.975624	3.984338	2.985337	3.070164
4.667798	4.667798	4.682339	4.682186	3.682186	3.686139
4.800000	4.800000	4.800000	4.800000	3.800000	3.800000
4.002907	4.002574	4.087057	4.088041	4.088881	4.145514
4.384392	4.384392	4.274095	4.279371	4.279371	4.301617
5.100000	5.100000	5.100000	5.100000	5.100000	5.100000
4.624056	4.624717	5.044502	5.063216	5.070804	5.411124
5.803699	5.809123	6.837329	6.837329	6.837329	7.133797
8.200000	8.200000	8.200000	8.200000	8.200000	8.200000
4.822480	4.822552	3.208546	3.208816	3.208816	3.336068
5.524994	5.524994	3.873100	3.873100	3.873100	3.979538
6.100000	6.100000	4.100000	4.100000	4.100000	4.100000

(Continued)

Jefferson County, Ohio
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2012	2011	2010	2009
Warren				
Residential/Agricultural Real	3.921871	3.921928	3.922428	3.900543
Commercial/Industrial and Public Utility Real	4.169791	4.169791	4.169793	4.169775
General Business and Public Utility Personal	4.800000	4.800000	4.800000	4.800000
Wayne				
Residential/Agricultural Real	8.900157	8.902971	8.913125	8.754235
Commercial/Industrial and Public Utility Real	9.545798	9.553067	9.542316	9.563854
General Business and Public Utility Personal	14.400000	14.400000	14.400000	14.400000
Wells				
Residential/Agricultural Real	6.087476	6.362248	6.093809	5.996515
Commercial/Industrial and Public Utility Real	7.631692	7.630718	7.598529	7.598327
General Business and Public Utility Personal	7.750000	7.750000	7.750000	7.750000
Colleges:				
Eastern Gateway Community College				
Residential/Agricultural Real	0.596340	0.596653	0.596869	0.575251
Commercial/Industrial and Public Utility Real	0.834808	0.835368	0.835300	0.838753
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000
Special Districts:				
Eastern Ohio Regional Transit Authority				
Residential/Agricultural Real	2.000000	1.776458	1.775334	1.764706
Commercial/Industrial and Public Utility Real	2.000000	1.938354	1.925126	1.831152
General Business and Public Utility Personal	2.000000	2.000000	2.000000	2.000000
Steel Valley Regional Transit Authority				
Residential/Agricultural Real	1.363344	1.363330	1.363393	1.308274
Commercial/Industrial and Public Utility Real	1.385236	1.385046	1.384512	1.398058
General Business and Public Utility Personal	1.500000	1.500000	1.500000	1.500000
TEMS Ambulance				
Residential/Agricultural Real	1.219689	1.220661	1.220668	1.174999
Commercial/Industrial and Public Utility Real	1.443067	1.443114	1.445959	1.449331
General Business and Public Utility Personal	1.500000	1.500000	1.500000	1.500000
Warren Township Park				
Residential/Agricultural Real	0.512830	0.512855	0.513080	0.495334
Commercial/Industrial and Public Utility Real	0.559530	0.559404	0.559662	0.539997
General Business and Public Utility Personal	1.000000	1.000000	1.000000	1.000000
Belvedere Fire				
Residential/Agricultural Real	3.166151	3.165991	3.170428	3.051559
Commercial/Industrial and Public Utility Real	2.358514	2.358514	2.358514	2.429888
General Business and Public Utility Personal	7.500000	7.500000	7.500000	7.500000
Puskarich Public Library				
Residential/Agricultural Real	0.999112	0.998795	0.999648	0.000000
Commercial/Industrial and Public Utility Real	0.999368	1.000000	1.000000	0.000000
General Business and Public Utility Personal	1.000000	1.000000	1.000000	0.000000
Public Library of Steubenville and Jefferson County				
Residential/Agricultural Real	0.999112	0.999637	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.999368	0.999996	0.000000	0.000000
General Business and Public Utility Personal	1.000000	1.000000	0.000000	0.000000

2008	2007	2006	2005	2004	2003
3.901042	3.901230	4.000834	4.001967	4.001794	4.076952
4.167694	4.168833	4.232493	4.232754	4.232754	4.279737
4.800000	4.800000	4.800000	4.800000	4.800000	4.800000
8.759185	7.946638	8.867249	8.874290	6.405223	6.822453
10.459432	9.775501	11.560773	11.560773	9.060773	9.386038
14.400000	14.400000	14.400000	14.400000	11.900000	11.900000
5.999990	6.000970	5.967897	5.970366	4.721941	5.564905
7.598884	7.598884	7.155077	7.155526	5.905526	6.878123
7.750000	7.750000	7.250000	7.250000	6.000000	7.000000
0.575465	0.575468	0.665268	0.665867	0.666231	0.715538
0.837183	0.842247	0.896311	0.896408	0.894993	0.951405
1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
1.763142	1.760646	2.000000	1.045354	1.044463	1.112020
1.829106	1.825834	2.000000	1.137210	1.135063	1.170577
2.000000	2.000000	2.000000	1.500000	1.500000	1.500000
1.308195	1.308877	1.499730	0.704166	0.704134	0.718446
1.389802	1.410829	1.500000	0.880523	0.880654	0.962919
1.500000	1.500000	1.500000	1.000000	1.000000	1.000000
1.175413	1.175752	1.396120	1.396893	1.397104	1.498830
1.448419	1.448421	1.479997	1.480188	1.480173	1.499893
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000
1.289595	1.289796	1.504479	1.505718	1.505518	0.624098
1.318160	1.319497	1.646936	1.647010	1.647010	0.692154
2.000000	2.000000	2.000000	2.000000	2.000000	1.000000
3.051492	3.052043	3.455670	3.456206	3.466618	3.874396
2.457213	2.457213	3.129662	3.129662	3.129662	3.462573
7.500000	7.500000	7.500000	7.500000	7.500000	7.500000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000

(Continued)

Jefferson County, Ohio
Property Tax Rates of Overlapping Governments (Continued)
(per \$1,000 of assessed value)
Last Ten Years

	2012	2011	2010	2009
Joint Vocational School Districts:				
Jefferson County JVS				
Residential/Agricultural Real	1.457385	1.457424	1.457446	1.455259
Commercial/Industrial and Public Utility Real	1.479997	1.480050	1.480047	1.480192
General Business and Public Utility Personal	1.500000	1.500000	1.500000	1.500000
Belmont-Harrison Career Center				
Residential/Agricultural Real	1.450000	1.450000	1.450000	1.450000
Commercial/Industrial and Public Utility Real	1.450000	1.450000	1.450000	1.450000
General Business and Public Utility Personal	1.450000	1.450000	1.450000	1.450000
Columbiana County JVS				
Residential/Agricultural Real	2.015924	2.012304	2.000614	2.000000
Commercial/Industrial and Public Utility Real	2.007154	1.999998	2.035499	2.034116
General Business and Public Utility Personal	2.800000	2.800000	2.800000	2.800000
School Districts:				
Buckeye Local				
Residential/Agricultural Real	20.453525	20.875887	20.982744	22.500021
Commercial/Industrial and Public Utility Real	21.695660	22.087515	22.110838	23.896924
General Business and Public Utility Personal	27.500000	27.900000	28.000000	30.000000
Edison Local				
Residential/Agricultural Real	22.529272	22.550976	22.463753	22.300003
Commercial/Industrial and Public Utility Real	22.347450	22.364065	22.312825	22.622934
General Business and Public Utility Personal	29.700000	29.700000	29.600000	29.900000
Harrison Hills City				
Residential/Agricultural Real	21.441422	21.493940	21.495232	21.495761
Commercial/Industrial and Public Utility Real	26.620170	25.191162	25.236440	24.558894
General Business and Public Utility Personal	37.750000	37.750000	37.750000	37.750000
Indian Creek Local				
Residential/Agricultural Real	24.882280	24.882602	24.887687	24.298669
Commercial/Industrial and Public Utility Real	31.040671	31.080825	31.072639	31.304887
General Business and Public Utility Personal	42.650000	42.650000	42.650000	42.650000
Southern Local				
Residential/Agricultural Real	23.489852	23.467685	23.486785	23.468733
Commercial/Industrial and Public Utility Real	31.301042	31.262073	31.383360	30.386962
General Business and Public Utility Personal	39.440000	39.440000	39.440000	39.440000
Steubenville City				
Residential/Agricultural Real	27.218964	27.218029	27.215987	26.534730
Commercial/Industrial and Public Utility Real	28.731587	28.726847	28.740023	28.782572
General Business and Public Utility Personal	35.350000	35.350000	35.350000	35.350000
Toronto City				
Residential/Agricultural Real	27.632545	27.634212	20.609181	20.000198
Commercial/Industrial and Public Utility Real	37.869389	37.873614	31.056930	31.200891
General Business and Public Utility Personal	44.100000	44.100000	37.650000	37.650000

The rates presented in this Table represent the effective rates.

Source : *Jefferson County Auditor*

2008	2007	2006	2005	2004	2003
1.455345	1.500000	1.500000	1.500000	1.500000	1.500000
1.480038	1.500000	1.500000	1.500000	1.500000	1.500000
1.500000	1.500000	1.500000	1.500000	1.500000	1.500000
1.450000	1.450000	1.500000	1.450000	1.450000	1.450000
1.450000	1.450000	1.500000	1.450000	1.450000	1.450000
1.450000	1.450000	1.500000	1.450000	1.450000	1.450000
2.000000	2.000000	2.000000	2.000000	2.005752	2.003400
2.027348	2.027958	2.017806	2.000000	2.019917	2.018797
2.800000	2.800000	2.800000	2.800000	2.800000	2.800000
22.900013	22.900006	22.900011	22.900011	22.900005	23.100009
24.270558	24.274476	25.821503	25.833183	25.808799	26.359866
30.400000	30.400000	30.400000	30.400000	30.400000	30.600000
22.300016	22.300005	22.300014	22.800018	22.800009	22.833207
22.617100	22.640508	23.242354	23.752560	23.753387	24.000480
29.900000	29.900000	29.900000	30.400000	30.400000	30.400000
21.703506	21.692654	21.694215	21.993375	21.999375	22.004996
24.951337	24.955001	24.942389	26.379508	26.378926	26.453550
37.750000	37.750000	37.750000	37.750000	37.750000	37.750000
20.751509	20.748701	20.401021	20.407569	20.422097	21.551426
27.657428	27.641370	28.920588	28.944273	28.845864	31.088357
39.100000	39.100000	39.100000	39.100000	39.100000	39.100000
23.468975	23.902246	23.903669	24.114378	24.255830	24.255000
30.285989	30.685721	30.631804	30.802116	30.758355	30.761010
39.440000	39.840000	39.840000	40.050000	40.050000	40.050000
26.532170	26.532222	26.594707	26.595198	26.591728	27.288540
28.783831	29.286370	30.160021	30.130346	30.135427	32.627012
35.350000	35.350000	35.350000	35.350000	35.350000	35.950000
20.000006	20.000018	21.265708	20.000018	20.000024	20.001710
31.200891	31.200621	33.176080	32.356545	32.356545	34.282570
37.650000	37.650000	37.650000	37.650000	37.650000	37.650000

Jefferson County, Ohio
Property Tax Levies and Collections (1)
Real and Public Utilities Taxes
Last Ten Years

Collection Year	Current Tax Levy (3)	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2012	\$52,044,581	\$50,205,886	96.47%	\$2,416,866	\$52,622,752	101.11%
2011	52,935,768	50,821,048	96.01%	2,419,752	53,240,800	100.58%
2010	50,864,117	48,803,761	95.95%	1,991,906	50,795,667	99.87%
2009	53,306,429	51,201,336	96.05%	1,779,513	52,980,849	99.39%
2008	49,182,708	47,476,952	96.53%	1,890,595	49,367,547	100.38%
2007	48,607,336	46,957,674	96.61%	1,796,956	48,754,630	100.30%
2006	44,979,938	43,347,396	96.37%	1,755,978	45,103,374	100.27%
2005	44,167,378	42,631,364	96.52%	1,621,967	44,253,331	100.19%
2004	41,859,781	40,532,707	96.83%	1,958,302	42,491,009	101.51%
2003	40,165,455	38,832,118	96.68%	1,591,492	40,423,610	100.64%

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

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

(3) Includes all property taxes levied throughout the county.

Source: *Jefferson County Auditor*

Jefferson County, Ohio
Property Tax Levies and Collections
Tangible Personal Property Taxes
Last Ten Years

Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (1)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2012	\$0	\$0	N/A	\$97,057	\$97,057	N/A
2011	0	0	N/A	2,017	2,017	N/A
2010	70,276	70,272	99.99%	283,704	353,976	503.69%
2009	199,309	192,630	96.65%	80,685	273,315	137.13%
2008	2,339,599	2,301,109	98.35%	41,418	2,342,527	100.13%
2007	5,019,004	4,731,681	94.28%	277,480	5,009,161	99.80%
2006	6,467,055	6,376,911	98.61%	98,926	6,475,837	100.14%
2005	8,138,456	7,871,861	96.72%	34,936	7,906,797	97.15%
2004	7,231,448	7,071,014	97.78%	70,469	7,141,483	98.76%
2003	8,072,306	7,957,062	98.57%	110,825	8,067,887	99.95%

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

Source: *Jefferson County Auditor*

Note: The general business tangible personal property tax including inventory was phased out beginning in 2006. The assessment percentage is 18.75 percent for 2006, 12.5 percent 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 the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax was 2010).

Jefferson County, Ohio*Principal Taxpayers**Real Estate Tax**2012 and 2004 (1)*

Name of Taxpayer	2012	
	Assessed Value	Percent of Real Property Assessed Value
Ohio Edison Company	\$25,988,620	2.87%
Buckeye Power	15,089,410	1.66%
Fort Steuben Improvements LLC	12,847,660	1.42%
Wheeling Pittsburgh Steel Corp.	7,280,350	0.80%
Ohio Power Company	4,904,515	0.54%
WalMart Store East LLP	4,735,850	0.52%
Hollywood Center Inc.	3,783,150	0.42%
LTAH Real Estate Holdings	3,472,840	0.38%
Cal-Steuben Limited	2,325,925	0.26%
Anthony Mining Company	2,053,345	0.23%
Totals	<u>\$82,481,665</u>	<u>9.10%</u>
Total Assessed Valuation	<u>\$906,685,425</u>	

Name of Taxpayer	2004 (2)	
	Assessed Value	Percent of Real Property Assessed Value
Fort Steuben Mall, Inc.	\$9,927,280	1.28%
WalMart Store East LLP	9,026,570	1.17%
Wheeling Pittsburgh Steel	7,578,980	0.98%
Tri-State Plaza Partnership	3,008,010	0.39%
Hollywood Center Inc.	2,675,470	0.35%
L Steubenville LLC	2,143,650	0.28%
Anothony Mining Company Inc.	2,111,040	0.27%
Totals	<u>\$36,471,000</u>	<u>4.72%</u>
Total Assessed Valuation	<u>\$774,472,110</u>	

(1) The amounts presented represent the assessed values upon which 2012 and 2004 collections were based. Information prior to 2004 not available.

(2) Only seven of the top taxpayers for 2004 were available.

Source : *Jefferson County Auditor*

Jefferson County, Ohio
Principal Taxpayers
General Business Tangible Personal Property Tax
2012 and 2004 (1)

No Current Tangible Personal Property Tax Levied for 2012

Name of Taxpayer	2004	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Wheeling Pittsburgh Steel	\$36,918,750	30.01%
Titanium Metals Corporation	23,441,220	19.06%
Midwest Electical Supply	9,421,460	7.66%
Boeing Company	2,325,770	1.89%
Lowes Home Centers	1,549,250	1.26%
Shelley & Sands	1,354,920	1.10%
Bulldog Distributing	1,321,160	1.07%
Walmart Stores East LLP	1,279,370	1.04%
Denoon	1,213,880	0.99%
Valley Paper Converting	1,155,720	0.94%
Total	<u>\$79,981,500</u>	<u>65.02%</u>
Total Assessed Valuation	<u>\$123,007,697</u>	

(1) The amounts presented represent the assessed values upon which 2012 and 2004 collections were based. Information prior to 2004 is not available.

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 the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax was 2010).

Source: *Jefferson County Auditor*

Jefferson County, Ohio
Principal Taxpayers
Public Utilities Tangible Personal Property Tax
2012 and 2004 (1)

Name of Taxpayer	2012	
	Assessed Value	Percent of Public Utility Assessed Value
Ohio Power Company	\$88,779,730	36.11%
First Energy Generation Corp.	80,770,770	32.85%
Buckeye Power Inc.	58,515,790	23.80%
American Transmission Systems Inc.	6,233,550	2.54%
Columbia Gas of Ohio Inc.	4,426,050	1.80%
Ohio Edison Company	3,536,700	1.44%
Columbia Gas Transmission Corp.	1,557,230	0.63%
Carroll Electric Cooperative Inc.	1,350,000	0.55%
Dominion Transmission Inc.	320,570	0.13%
AEP Ohio Transmission Company	176,070	0.07%
Total	<u>\$245,666,460</u>	<u>99.92%</u>
Total Assessed Valuation	<u>\$245,842,810</u>	

Name of Taxpayer	2004	
	Assessed Value	Percent of Public Utility Assessed Value
Ohio Edison Company	\$60,471,780	29.18%
Ohio Power Company	53,327,180	25.73%
Buckeye Power Inc.	45,151,310	21.79%
Cleveland Electric	10,471,970	5.05%
First Energy Generation Corp.	7,451,880	3.60%
Ohio Bell Telephone Company	6,535,080	3.15%
American Transmission Systems Inc.	5,733,400	2.77%
Pennsylvania Power Company	4,299,540	2.07%
Verizon North Inc.	3,652,720	1.76%
Norfolk Southern Combined Railroad	3,219,490	1.55%
Total	<u>\$200,314,350</u>	<u>96.65%</u>
Total Assessed Valuation	<u>\$207,241,430</u>	

(1) The amount presented represent the assessed values upon which 2012 and 2004 collections were based. Information prior to 2004 is not available.

Source : *Jefferson County Auditor*

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Jefferson County, Ohio
Taxable Sales By Industry (Category)
Last Seven Years (1)

Industry (Category)	December 31, 2012 (1)		December 31, 2011 (1)		December 31, 2010 (1)	
	Percent Share of Collections	Collections by Industry	Percent Share of Collections	Collections by Industry	Percent Share of Collections	Collections by Industry
Agriculture, Forestry, and Fishing	0.01%	\$771	0.01%	\$271	0.01%	\$550
Mining	0.87%	94,350	0.44%	44,688	0.00%	0
Utilities (excluding telecommunications)	0.50%	54,376	0.73%	73,615	0.96%	94,229
Construction	0.52%	56,353	0.26%	26,495	0.22%	21,658
Manufacturing	3.70%	401,308	4.62%	464,820	4.59%	452,436
Wholesale Trade	1.40%	152,079	1.39%	140,151	1.26%	124,742
Motor Vehicle and Parts Dealers	19.70%	2,136,304	19.33%	1,946,182	18.40%	1,815,783
Furniture and Home Furnishings Stores	0.88%	95,083	0.90%	90,610	0.93%	92,130
Electronic and Appliance Stores	1.18%	127,439	0.96%	96,998	0.74%	72,755
Building Material and Garden Equipment & Supplies	9.52%	1,031,411	8.64%	869,861	8.92%	880,515
Food and Beverage Stores	4.29%	465,047	4.57%	460,261	4.63%	456,607
Health and Personal Care Stores	1.80%	195,430	1.84%	184,895	1.87%	184,871
Gasoline Stations	2.41%	261,496	2.33%	234,729	2.37%	233,970
Clothing and Clothing Accessories Stores	1.39%	151,001	1.48%	149,278	1.57%	154,613
Sporting Goods, Hobby, Book, and Music Stores	1.76%	190,297	1.90%	191,283	1.80%	177,906
General Merchandise Stores	14.96%	1,620,776	16.28%	1,638,928	17.58%	1,734,628
Miscellaneous Store Retailers	8.00%	866,597	7.21%	726,329	8.14%	803,438
Nonstore Retailers	2.63%	284,534	2.63%	264,521	2.38%	234,608
Transportation and Warehousing	0.05%	5,137	0.05%	5,173	0.05%	4,595
Information (including telecommunications)	5.84%	633,313	6.21%	625,626	6.68%	658,891
Finance and Insurance	6.98%	756,728	6.05%	609,063	4.91%	484,553
Real Estate, and Rental & Leasing of Property	2.57%	278,927	2.84%	285,473	2.58%	254,705
Professional, Scientific and Technical Services	0.52%	55,944	0.45%	45,706	0.47%	46,251
Management of Companies (Holding Companies)	0.00%	0	0.13%	13,417	0.05%	4,801
Administrative & Support Services, and Waste Management & Remediation Services	1.17%	126,629	1.13%	114,197	1.16%	114,776
Education, Health Care and Social Assistance	0.12%	13,031	0.07%	7,155	0.05%	4,724
Arts, Entertainment, and Recreation	0.12%	13,021	0.12%	11,768	0.11%	11,153
Accommodation and Food Services	4.53%	490,490	4.72%	475,562	4.60%	453,491
Other Services	2.17%	234,780	2.31%	232,225	2.27%	223,945
Unclassified	0.41%	44,454	0.40%	40,602	0.70%	69,322
Total	100.00%	\$10,837,106	100.00%	\$10,069,882	100.00%	\$9,866,646
Sales Tax Rate	1.50%		1.50%		1.50%	

The rate may be imposed by the Commissioners subject to referendum or approved by a majority of the voters within the County.

(1) NOTE: Only seven years of information was available from the Department of Taxation and number of taxpayers by industry is not available.

Source: State Department of Taxation

December 31, 2009 (1)		December 31, 2008 (1)		December 31, 2007 (1)		December 31, 2006 (1)	
Percent Share of Collections	Collections by Industry	Percent Share of Collections	Collections by Industry	Percent Share of Collections	Collections by Industry	Percent Share of Collections	Collections by Industry
0.01%	\$964	0.00%	\$0	0.00%	\$0	0.00%	\$0
0.00%	0	0.00%	0	0.00%	0	0.00%	0
1.27%	120,194	1.23%	128,916	1.12%	116,341	1.13%	109,363
0.23%	21,331	0.42%	43,762	0.64%	65,950	0.32%	30,581
4.09%	386,080	4.93%	514,871	3.64%	377,546	3.59%	348,467
1.28%	120,369	2.24%	233,769	1.65%	170,489	1.66%	161,551
16.96%	1,600,761	18.07%	1,887,859	18.62%	1,930,932	19.70%	1,915,162
1.06%	100,310	1.06%	110,973	1.18%	122,472	1.26%	122,386
1.25%	117,970	1.79%	186,591	1.98%	205,530	2.04%	198,654
9.38%	885,579	9.27%	968,429	10.03%	1,039,954	10.09%	981,190
4.91%	463,134	4.23%	441,388	4.05%	419,993	4.29%	417,189
2.42%	228,340	1.82%	190,247	1.88%	194,443	2.14%	208,353
2.48%	234,124	2.09%	218,041	2.11%	218,929	2.19%	213,251
1.47%	138,475	1.71%	178,504	1.87%	194,257	1.77%	171,534
2.00%	188,941	1.75%	182,703	1.84%	190,983	2.61%	253,458
17.72%	1,671,899	16.64%	1,738,338	17.13%	1,776,045	18.59%	1,806,892
10.58%	998,496	11.57%	1,208,546	10.51%	1,089,461	9.24%	899,215
2.53%	238,351	2.94%	307,178	2.91%	302,013	2.68%	260,728
0.06%	5,541	0.08%	8,401	0.07%	7,041	0.08%	7,934
6.68%	630,586	6.11%	638,747	5.57%	577,575	5.19%	504,647
1.30%	122,686	0.13%	13,792	0.15%	15,501	0.11%	11,550
2.51%	236,811	2.77%	289,859	3.01%	313,015	2.12%	205,706
0.69%	65,042	0.52%	54,149	0.36%	37,590	0.17%	16,725
0.00%	0	0.00%	0	0.00%	0	0.00%	0
1.10%	104,284	1.19%	124,321	1.09%	113,493	1.24%	120,184
0.02%	2,153	0.01%	1,175	0.02%	1,729	0.02%	1,733
0.10%	8,998	0.07%	7,140	0.06%	5,974	0.07%	7,230
4.93%	465,619	4.66%	487,219	4.76%	494,094	5.00%	486,326
2.20%	208,330	1.76%	184,009	1.80%	186,596	1.93%	187,407
0.76%	72,369	0.94%	96,838	1.95%	201,829	0.77%	74,661
100.00%	\$9,437,737	100.00%	\$10,445,765	100.00%	\$10,369,775	100.00%	\$9,722,077
1.50%		1.50%		1.50%		1.50%	

Jefferson County, Ohio
Ratios of Outstanding Debt
Last Ten Years

Year	Governmental Activities						Business Type Activities	
	General Obligation Bonds	Long-Term Notes Payable	State Infrastructure Bank Loan	OAQDA Loans	OPWC Loans	Capital Leases	Revenue Bonds	General Obligation Bonds
2012	\$19,684,494	\$1,881,439	\$0	\$1,347,103	\$3,256	\$40,227	\$5,884,000	\$4,305,686
2011	17,596,297	2,310,980	0	0	9,758	39,939	0	4,132,087
2010	19,391,941	2,765,288	0	0	95,957	120,043	0	4,257,662
2009	20,847,709	3,196,508	0	0	182,154	260,813	0	3,323,237
2008	22,330,547	3,609,724	0	0	268,351	330,885	0	3,423,812
2007	23,631,414	2,603,775	55,603	0	354,548	375,371	0	3,524,387
2006	25,155,086	1,688,920	108,915	0	42,268	530,874	0	3,624,962
2005	26,590,257	1,992,466	160,033	0	48,770	100,744	0	3,720,537
2004	27,959,541	508,595	209,045	0	55,272	47,022	61,000	3,816,112
2003	24,881,495	783,160	256,039	0	61,774	87,425	132,000	0

(1) Personal Income not available for 2012 and used 2011 income.

Source: *Jefferson County Auditor's Office*
Bureau of Economic Analysis
US Census Bureau

Business Type Activities								
OWDA Loans Payable	OPWC Loans Payable	Ohio EPA Loans Payable	Long-Term Notes Payable	Capital Leases	Total Primary Government	Ratio of Net Debt to Estimated Actual Value	Percentage of Personal Income (1)	Per Capita
\$967,070	\$388,941	\$6,491,580	\$0	\$0	\$40,993,796	1.24%	1.88%	\$599
1,453,220	462,086	6,263,588	0	0	32,267,955	0.98%	1.48%	\$469
1,778,359	535,231	6,596,848	0	0	35,541,329	1.07%	1.69%	510
1,916,328	608,376	6,948,760	0	0	37,283,885	1.10%	1.78%	551
2,544,471	685,521	7,036,418	0	0	40,229,729	1.04%	1.86%	590
3,136,906	754,900	6,617,964	0	0	41,054,868	1.06%	2.03%	599
3,695,803	823,979	6,856,377	0	0	42,527,184	1.23%	2.22%	614
4,223,192	658,046	6,766,433	0	0	44,260,478	1.30%	2.41%	632
4,720,975	727,425	105,882	750,000	0	38,960,869	1.18%	2.11%	550
5,190,932	753,104	0	750,000	0	32,895,929	1.06%	1.84%	461

Jefferson County, Ohio
Ratio of General Bonded Debt (1)
to Assessed Value and Debt per Capita
Last Ten Years

Year	Population	Estimated Actual Value of Taxable Property	General Bonded Debt		
			General Bonded Debt Outstanding	Ratio of Net Bonded Debt to Estimated Actual Value (2)	Net Bonded Debt per Capita (2)
2012	68,389	\$3,292,937,814	\$23,990,180	0.73%	\$351
2011	68,828	\$3,292,647,971	\$21,728,384	0.66%	\$316
2010	69,709	3,323,619,457	23,649,603	0.71%	339
2009	67,691	3,399,134,789	24,170,946	0.71%	357
2008	68,242	3,870,753,800	25,754,359	0.67%	377
2007	68,550	3,858,697,898	27,155,801	0.70%	396
2006	69,264	3,444,777,076	28,780,048	0.84%	416
2005	70,064	3,412,022,394	30,310,794	0.89%	433
2004	70,820	3,296,926,616	31,775,653	0.96%	449
2003	71,381	3,113,830,877	24,881,495	0.80%	349

(1) Governmental General Obligation Bonds only.

(2) No amounts restricted for principal only.

Sources: Jefferson County Auditor's Office
US Census Bureau

Jefferson County, Ohio
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2012*

Political Subdivision	Debt Outstanding	Percentage Applicable to County (1)	Amount of Direct and Overlapping Debt
Jefferson County	\$22,956,519	100.00%	\$22,956,519
Overlapping:			
Municipalities Wholly Within County	6,117,051	100.00%	6,117,051
School Districts Wholly Within County	23,381,523	100.00%	23,381,523
Jefferson County Joint Vocational School District	943,882	97.06%	916,132
Southern Local School District	<u>2,049,998</u>	1.35%	<u>27,675</u>
Total Overlapping Debt	<u>32,492,454</u>		<u>30,442,381</u>
Total Applicable to Jefferson County	<u><u>\$55,448,973</u></u>		<u><u>\$53,398,900</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 subdivision. The valuations used were for the 2011 collection year.

Source: *Jefferson County Auditors Office*

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

	2012	2011	2010	2009
Tax Valuation	<u>\$1,152,528,235</u>	<u>\$1,152,426,790</u>	<u>\$1,156,134,190</u>	<u>\$1,178,580,770</u>
Debt Limit (1)	<u>27,313,206</u>	<u>27,310,670</u>	<u>27,403,355</u>	<u>27,964,519</u>
Total Outstanding Debt:				
General Obligation Bonds	23,990,000	21,490,000	23,395,000	23,423,892
Revenue Bond	5,884,000	0	0	0
OWDA Loans	967,070	1,453,220	1,778,359	1,916,328
OPWC Loans	392,197	471,844	631,188	790,530
OEPA Loans	6,491,580	6,263,588	6,596,848	6,948,760
OAQDA Loans	1,347,103	0	0	0
Notes and SIB Loan	<u>1,881,439</u>	<u>2,310,980</u>	<u>2,765,288</u>	<u>4,152,508</u>
Total	<u>40,953,389</u>	<u>31,989,632</u>	<u>35,166,683</u>	<u>37,232,018</u>
Exemptions:				
General Obligation Bonds	16,420,000	17,460,000	19,245,000	20,213,892
Revenue Bond	5,884,000	0	0	0
OWDA Loans	967,070	1,453,220	1,778,359	1,916,328
OPWC Loans	392,197	471,844	631,188	790,530
OEPA Loans	6,491,580	6,263,588	6,596,848	6,948,760
OAQDA Loans	1,347,103	0	0	0
Notes	842,170	963,697	1,080,392	2,148,423
Amount Available in Debt Service Fund	<u>3,558,896</u>	<u>3,569,363</u>	<u>3,600,988</u>	<u>3,512,671</u>
Total	<u>35,903,016</u>	<u>30,181,712</u>	<u>32,932,775</u>	<u>35,530,604</u>
Amount of Debt Subject to Limit	<u>5,050,373</u>	<u>1,807,920</u>	<u>2,233,908</u>	<u>1,701,414</u>
Legal Debt Margin	<u>\$22,262,833</u>	<u>\$25,502,750</u>	<u>\$25,169,447</u>	<u>\$26,263,105</u>
Legal Debt Margin as a Percentage of the Debt Limit	81.51%	93.38%	91.85%	93.92%
Unvoted Debt Limit (2)	\$11,525,282	\$11,524,268	\$11,561,342	\$11,785,808
Less:				
Amount of Debt Subject to Limit	<u>5,050,373</u>	<u>1,807,920</u>	<u>2,233,908</u>	<u>1,701,414</u>
Unvoted Legal Debt Margin	<u>\$6,474,909</u>	<u>\$9,716,348</u>	<u>\$9,327,434</u>	<u>\$10,084,394</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	56.18%	84.31%	80.68%	85.56%

(1) Ohio Bond Law sets a limit calculated as follows:
\$6,000,000 plus two and one-half percent of the amount of the tax valuation in excess of \$300,000,000

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

Source: Jefferson County Auditor

2008	2007	2006	2005	2004	2003
<u>\$1,183,387,962</u>	<u>\$1,211,141,423</u>	<u>\$1,117,143,895</u>	<u>\$1,139,847,990</u>	<u>\$1,104,721,237</u>	<u>\$1,042,320,082</u>
<u>28,084,699</u>	<u>28,778,536</u>	<u>26,428,597</u>	<u>26,996,200</u>	<u>26,118,031</u>	<u>24,558,002</u>
24,583,727	25,658,221	27,049,048	28,427,219	30,232,219	23,907,219
0	0	0	0	61,000	132,000
2,544,471	3,136,906	3,695,803	4,223,192	4,720,975	5,190,932
983,872	1,109,448	866,247	706,816	782,697	814,878
7,036,418	6,617,964	6,856,377	6,766,433	105,882	0
0	0	0	0	0	0
<u>4,531,724</u>	<u>3,549,378</u>	<u>2,547,835</u>	<u>3,496,841</u>	<u>1,467,640</u>	<u>11,301,657</u>
<u>39,680,212</u>	<u>40,071,917</u>	<u>41,015,310</u>	<u>43,620,501</u>	<u>37,370,413</u>	<u>41,346,686</u>
21,278,727	22,258,221	23,229,048	24,207,219	29,312,219	22,702,219
0	0	0	0	61,000	132,000
2,544,471	3,136,906	3,675,803	4,223,192	4,720,975	5,190,932
983,872	1,109,448	866,247	706,816	782,697	814,878
7,036,418	6,617,964	6,856,377	6,766,433	105,882	0
0	0	0	0	0	0
2,222,000	890,000	750,000	844,342	750,000	10,262,458
<u>3,329,883</u>	<u>2,800,246</u>	<u>2,271,789</u>	<u>2,021,574</u>	<u>1,811,204</u>	<u>2,017,073</u>
<u>37,395,371</u>	<u>36,812,785</u>	<u>37,649,264</u>	<u>38,769,576</u>	<u>37,543,977</u>	<u>41,119,560</u>
<u>2,284,841</u>	<u>3,259,132</u>	<u>3,366,046</u>	<u>4,850,925</u>	<u>(173,564)</u>	<u>227,126</u>
<u>\$25,799,858</u>	<u>\$25,519,404</u>	<u>\$23,062,551</u>	<u>\$22,145,275</u>	<u>\$26,291,595</u>	<u>\$24,330,876</u>
91.86%	88.68%	87.26%	82.03%	100.66%	99.08%
<u>\$11,833,880</u>	<u>\$12,111,414</u>	<u>\$11,171,439</u>	<u>\$11,398,480</u>	<u>\$11,047,212</u>	<u>\$10,423,201</u>
<u>2,284,841</u>	<u>3,259,132</u>	<u>3,366,046</u>	<u>4,850,925</u>	<u>(173,564)</u>	<u>227,126</u>
<u>\$9,549,039</u>	<u>\$8,852,282</u>	<u>\$7,805,393</u>	<u>\$6,547,555</u>	<u>\$11,220,776</u>	<u>\$10,196,075</u>
80.69%	73.09%	69.87%	57.44%	101.57%	97.82%

Jefferson County, Ohio
Pledged Revenue Coverage - Water Fund
Last Ten Years

Mortgage Revenue Bonds Water						
Year	Water Service Charges (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service (3)		Coverage
				Principal	Interest	
2012 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2011 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2010 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2009 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2008 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2007 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2006 (4)	N/A	N/A	N/A	N/A	N/A	N/A
2005	\$5,001,874	\$2,866,924	\$2,134,950	\$61,000	\$1,281	34.28
2004	4,773,778	3,101,615	1,672,163	71,000	4,053	22.28
2003	4,198,098	2,752,511	1,445,587	69,000	6,993	19.02

(1) Total Revenue (including interest) exclusive of tap fees, capital grants, and permissive taxes

(2) Total operating expenses exclusive of depreciation

(3) Includes principal and interest of revenue bonds only

(4) Bonds were fully repaid during fiscal year 2005.

Jefferson County, Ohio
Pledged Revenue Coverage - Sewer Fund

Last Ten Years

Mortgage Revenue Bonds Sewer						
Year	Sewer Service Charges (1)	Less: Operating Expenses (2)	Net Available Revenue	Debt Service (3)		Coverage
				Principal	Interest	
2012	\$1,388,453	\$570,460	\$817,993	\$0	\$0	N/A (4)
2011	N/A	N/A	N/A	N/A	N/A	N/A
2010	N/A	N/A	N/A	N/A	N/A	N/A
2009	N/A	N/A	N/A	N/A	N/A	N/A
2008	N/A	N/A	N/A	N/A	N/A	N/A
2007	N/A	N/A	N/A	N/A	N/A	N/A
2006	N/A	N/A	N/A	N/A	N/A	N/A
2005	N/A	N/A	N/A	N/A	N/A	N/A
2004	N/A	N/A	N/A	N/A	N/A	N/A
2003	N/A	N/A	N/A	N/A	N/A	N/A

(1) Total Revenue (including interest) exclusive of tap fees, capital grants, transfers, and permissive taxes

(2) Total operating expenses exclusive of depreciation

(3) Includes principal and interest of revenue bonds only

(4) Debt repayments scheduled to begin in 2013

Jefferson County, Ohio
Demographic and Economic Statistics
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2) (4)</u>	<u>Per Capita Personal Income (4)</u>	<u>Unemployment Rate (3)</u>
2012	68,389	\$2,184,722,000	\$31,946	10.60%
2011	68,828	\$2,184,722,000	31,742	9.90%
2010	69,709	2,098,913,000	30,110	12.40%
2009	67,691	2,099,613,000	31,018	14.10%
2008	68,242	2,165,786,000	31,737	8.80%
2007	68,550	2,021,864,000	29,495	6.50%
2006	69,264	1,916,964,000	27,676	6.60%
2005	70,064	1,834,953,000	26,190	7.80%
2004	70,820	1,849,545,000	26,116	8.40%
2003	71,381	1,788,398,000	25,054	7.50%

Sources: (1) *U.S. Census Bureau*
(2) *Bureau of Economic Analysis*
(3) *Ohio Job and Family Services website*
(4) *Personal Income not available for 2012. Used 2011 income.*

Jefferson County, Ohio
Principal Employers
Current Year and Nine Years Ago

Employer	Nature of Business	2012	
		Number of Employees	Percentage of Total Employment
Trinity	Acute Care Hospital	1,825	6.61%
Arcelor Mittal Steel	Steel	1,017	3.68%
Wal-Mart Distribution Center	Retail Food Sales Distribution	774	2.80%
Jefferson County	Government	668	2.42%
Titanium Metals Corporation	Titanium Mill Production	560	2.03%
Fransican University	Education	460	1.67%
First Energy	Utility	450	1.63%
Buckeye Local School District	Education	441	1.60%
Steubenville City School District	Education	403	1.46%
Eastern Gateway Community College	Education	373	1.35%
Total		6,971	25.25%
Total Employment within the County		27,600	

Employer	Nature of Business	2003	
		Number of Employees	Percentage of Total Employment
Weirton Steel	Steel	3,307	10.99%
Wheeling-Pittsburgh Steel Corporation	Steel	2,480	8.24%
Trinity Health System	Acute Care Hospital	1,800	5.98%
Jefferson County	Government	810	2.69%
Wal-Mart Distribution Center	Retail Product Distribution	548	1.82%
Titanium Metals Corporation	Titanium Mill Production	500	1.66%
Wal-Mart	Retail Sales	448	1.49%
First Energy	Utility	400	1.33%
Franciscan University of Steubenville	Higher Education	375	1.25%
American Electric Power	Utility	250	0.83%
Total		10,918	36.28%
Total Employment within the County		30,100	

Sources: *Jefferson County Auditor*

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

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Government										
Legislative and Executive										
Commissioners	4	4	4	5	5	5	5	5	5	7
Auditor	10	10	10	10	10	10	10	10	7	9
Treasurer	3	3	3	5	5	5	5	4	4	5
Prosecuting Attorney	14	14	12	14	13	15	14	16	19	16
Board of Elections	9	9	10	10	10	10	9	9	10	10
Recorder	4	4	4	5	5	5	5	5	5	5
Buildings and Grounds	5	5	5	6	7	7	7	7	7	7
Data Processing	5	5	6	6	6	7	6	6	6	6
Certificate Auto Title	5	6	5	6	5	5	5	5	7	7
Real Estate Assessment	4	5	5	7	7	7	6	5	7	3
DRETAC	3	3	4	2	3	3	5	3	3	3
Judicial										
Jury Commission	0	0	0	0	0	0	0	0	0	0
Common Pleas Court	7	7	7	7	10	8	8	9	8	9
Adult Probate Court	51	50	50	47	51	56	55	57	61	59
Probate Court	5	5	5	5	5	6	6	6	7	5
County Court #1	6	4	5	4	4	4	4	3	3	3
County Court #2	5	4	4	4	4	4	4	4	4	4
County Court #3	7	4	4	4	4	4	4	4	3	3
Juvenile Court	9	9	11	12	13	15	16	16	26	25
Municipal Court	5	5	6	5	5	5	5	5	5	5
Clerk of Courts	8	8	8	8	8	8	8	8	8	10
Court Magistrate	3	3	3	3	3	3	3	3	3	3
Law Library	1	1	1	1	0	1	1	1	1	1
Public Safety										
Jail Operating Levy	54	52	49	58	57	62	64	64	65	80
911 Emergency	15	16	17	17	15	18	14	14	12	14
Permissive Sheriff	38	35	34	39	42	39	44	48	38	37
Court Corrections	16	15	14	12	11	11	10	11	6	10
Coroner	4	4	5	5	6	6	6	5	5	5
Public Works										
MVGT	41	39	43	42	45	42	45	47	47	52
Beautification	4	5	5	5	6	6	9	13	12	14
Health										
Dog and Kennel	4	5	3	3	4	4	4	4	5	4
Board of Health	19	23	27	29	30	29	25	16	17	11
Mental Health	4	4	5	5	5	5	5	5	5	5
Department of Developmental Disabilities	167	172	170	158	152	163	167	156	158	158
Human Services										
Family and Child	1	1	1	1	1	1	1	1	1	0
Public Assistance	73	75	97	100	103	107	109	107	79	86
Children's Services	6	6	6	7	6	6	7	9	47	66
Child Support Enforcement Agency	8	8	11	12	13	14	15	14	14	16
Veteran Services	13	5	7	7	9	9	9	9	4	9
Conservation and Recreation										
Soil and Water	5	5	6	5	5	5	5	10	10	13
Community and Economic Development										
Airport	4	3	3	3	5	5	5	3	5	5
Sewer District	3	3	3	3	3	3	3	4	5	5
Water District	16	14	13	14	15	14	14	14	14	15
Total	<u>668</u>	<u>658</u>	<u>691</u>	<u>701</u>	<u>716</u>	<u>742</u>	<u>752</u>	<u>745</u>	<u>758</u>	<u>810</u>

Jefferson County, Ohio
Capital Asset Statistics by Function/Activity
Last Seven Years (1)

	2012	2011	2010	2009	2008	2007	2006
General Government							
Legislative and Executive							
Commissioners							
Number of vehicles	3	2	2	3	5	5	5
Auditor							
Number of vehicles	1	1	1	1	1	1	1
Prosecuting Attorney							
Number of vehicles	0	0	0	0	2	2	2
Judicial							
Adult Probation							
Number of vehicles	2	2	2	2	2	2	2
Juvenile Court							
Number of vehicles	5	5	5	5	5	3	3
Total number of courtrooms	7	7	7	7	7	7	7
Public Safety							
Sheriff							
Number of Adult Cells - single	80	80	80	80	80	80	80
Number of Juvenile Cells - double	20	20	20	20	20	20	20
Cruisers	19	16	15	15	15	12	10
Number of vehicles	2	2	1	1	1	1	1
Juvenile Court - Detention							
Number of vehicles	1	1	1	1	1	1	1
911 Emergency							
Number of vehicles	2	1	1	1	2	2	2
Public Works							
Engineer							
Number of vehicles	23	22	21	24	23	24	22
Pieces of heavy equipment	49	50	53	53	49	48	46
Number of bridges and culverts	311	311	311	310	310	310	310
Lane miles of roads	526	526	526	526	526	526	526
Lineal feet of guardrail	444,043	444,043	444,043	444,043	444,043	425,347	425,347
Health							
Department of Developmental Disabilities							
Number of vehicles	7	7	9	9	11	11	11
Number of buses	15	15	15	15	20	20	20
Mental Health							
Number of vehicles	1	1	1	1	1	1	1
Human Services							
Job and Family Services							
Number of vehicles	8	8	8	8	8	8	8
Children Services							
Number of vehicles	1	1	1	1	2	2	2
Number of rooms - childrens home	9	9	9	9	9	9	9
Conservation and Recreation							
Parks							
Number of vehicles	2	2	2	2	2	2	2
Community and Economic Development							
Airpark							
Length of runway in feet	4,400	4,400	4,400	4,400	4,400	4,400	4,400
Number of hangers	6	4	4	6	6	6	6
Number of airplane rental spaces	57	34	34	33	33	33	33
Number of miscellaneous rental spaces	0	0	0	68	68	68	68
Industrial Park							
Undeveloped acreage	48	48	48	48	48	48	75
Sewer District							
Number of tanks, lifts, and booster stations	23	23	23	23	23	23	23
Water District							
Number of vehicles	10	10	10	12	10	7	7
Number of tanks, lifts, and booster stations	48	48	48	48	48	48	48

(1) Information prior to 2006 not available
Source: Jefferson County Auditor's Office

Jefferson County, Ohio
Operating Indicators by Function/Activity
Last Ten Years

	2012	2011	2010	2009
General Government				
Legislative and Executive				
Auditor				
Number of Non-Exempt Conveyances	1,163	919	1,248	1,134
Number of Exempt Conveyances	1,643	1,420	998	862
Homestead and Rollback:				
Number of Exemptions Granted	7,165	7,074	7,013	7,069
Total Reduction in Taxes	\$5,566,167	\$5,589,224	\$5,352,952	\$5,616,439
Number of Individual Dog Tags Sold	4,880	4,628	4,570	5,538
Total Number of Dog Tags Sold	5,254	4,813	4,795	6,072
Board of Elections				
Number of Registered Voters	49,729	47,896	51,116	50,208
Number of Ballots Cast	33,177	22,754	25,238	21,047
Judicial				
Common Pleas Court				
Number of New Cases Filed	3,460	3,236	3,115	3,280
Probate Court				
Number of New Cases Filed	1,142	1,062	1,137	1,027
Juvenile Court				
Number of New Cases Filed	2,182	2,237	2,303	2,424
County Court #1				
Number of New Cases Filed	2,950	3,026	2,874	3,202
County Court #2				
Number of New Cases Filed	1,728	2,058	1,309	1,916
County Court #3				
Number of New Cases Filed	2,200	2,100	1,881	2,011
Clerk of Courts				
Titles	31,731	30,740	31,789	33,890
Duplicates	1,686	1,653	1,640	1,708
Replacements	2,915	2,570	2,617	2,573
Salvage	183	138	169	368
Public Safety				
Sheriff				
Calls Received	61,836	63,624	76,893	75,018
Investigated Complaints	2,988	2,780	2,743	2,963
Arrests	394	336	327	336
Warrants Served	573	541	348	353
Mileage Traveled	340,150	339,413	418,720	412,580
Sheriff Sales	230	185	141	121
Jail Operation				
Prisoners released	2,208	1,929	1,880	755
Meals Served	157,807	148,752	147,850	143,552

2008	2007	2006	2005	2004	2003
1,123	1,364	1,343	1,382	1,459	1,282
1,473	1,440	1,382	1,468	1,644	1,645
7,003	6,843	2,770	2,883	2,923	3,011
\$5,230,274	\$3,869,713	\$3,517,334	\$4,324,120	\$4,178,455	\$3,994,111
4,750	4,768	4,864	4,765	5,467	5,658
5,293	5,307	5,321	5,258	5,888	6,140
50,156	47,105	48,639	47,894	49,651	46,073
36,579	19,193	26,666	22,742	37,176	20,667
3,138	2,874	2,964	2,867	2,820	2,869
1,192	679	653	694	778	733
2,661	2,874	2,814	2,807	3,223	3,528
3,574	3,389	2,956	3,126	3,758	5,179
2,466	2,890	2,235	1,929	2,108	2,902
2,462	2,251	2,010	1,764	2,083	3,206
37,887	38,888	38,365	39,320	41,957	39,569
1,806	1,876	1,851	1,869	1,912	1,973
2,493	2,557	2,397	2,369	2,752	2,653
182	214	237	290	337	350
77,122	100,500	100,000	65,000	66,000	66,000
2,201	2,341	2,642	2,965	3,285	3,461
285	504	500	541	531	579
319	524	599	547	499	546
423,500	423,245	423,245	414,612	370,632	357,463
138	166	182	128	141	109
1,802	2,824	2,836	2,866	3,239	3,630
241,661	254,119	241,661	227,634	273,491	260,512

(Continued)

Jefferson County, Ohio
Operating Indicators by Function/Activity (Continued)
Last Ten Years

	2012	2011	2010	2009
Juvenile Detention				
Number of Admissions	561	655	648	626
Average Daily Population	23.45	27.33	22.60	24.30
Revenue (Juveniles outside County)	\$667,069	\$695,599	\$746,909	\$528,777
911 service				
Logged calls per year	42,599	42,668	41,536	42,281
Public Works				
Engineer				
Miles of roads resurfaced (hot/cold mix)	23.30	21.40	6.38	4.62
Miles of roads resurfaced (chip/sealed)	33.69	33.32	9.01	42.95
Number of culverts built/replaced/improved	942	729	730	1,730
Number of Bridges repaired /replaced	6	8	4	4
Number of slips repaired	4	4	5	0
Health				
Department of Developmental Disabilities				
Number of Adults Served	181	217	224	234
Number of Children Served	133	145	139	144
Prevention and Recovery Board				
Total Number Served	3,010	3,436	2,580	2,500
Health Department				
Number of Births	2	2	2	2
Number of Deaths	322	305	237	215
Number of Participants in WIC Program	19,176	18,600	20,986	21,400
Number of Immunizations	1,936	2,346	4,798	5,274
Human Services				
Jobs and Family Services				
Child Support Collections	\$10,947,600	\$11,230,017	\$11,061,204	\$11,399,849
Average Client Count - Food Stamps	14,045	12,635	11,779	10,531
Average Ohio Works First Recipients	1,332	747	1,684	1,691
Average Disability Recipients	100	109	113	150
Average Medicaid Recipients	16,718	14,933	15,423	18,284
Nursing Home Vendor Cost	\$21,379,783	\$21,379,783	\$20,904,827	\$19,140,186

N/A = information not available.

Source: *Jefferson County Auditor*

2008	2007	2006	2005	2004	2003
600	619	621	592	734	897
25.59	26.36	24.39	26.04	29.33	33.50
\$399,131	\$461,167	\$367,232	\$370,430	\$474,263	\$629,035
43,011	39,564	38,957	39,847	41,953	42,213
10.60	8.80	13.91	6.08	9.63	5.02
35.98	10.53	7.10	29.44	34.71	46.57
1,480	1,555	2,605	3,054	5,566	1,457
3	5	3	3	4	6
1	6	6	34	17	9
212	210	208	213	211	223
80	80	80	80	80	80
3,507	3,648	3,632	3,654	3,546	3,239
2	1	1	6	2	6
250	225	199	213	178	234
20,842	20,781	21,940	20,706	18,531	19,990
3,388	2,587	5,306	5,219	5,149	2,898
\$11,652,273	\$11,748,473	\$11,561,654	\$11,470,350	\$11,216,314	\$10,902,487
9,028	8,870	9,051	8,885	8,682	8,175
1,564	1,792	1,962	2,033	2,154	2,024
175	180	176	156	166	182
13,882	14,541	14,893	14,757	14,520	13,608
\$18,193,980	\$15,253,817	\$18,835,105	\$19,060,034	\$20,384,246	\$20,301,890

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Dave Yost • Auditor of State

JEFFERSON COUNTY FINANCIAL CONDITION

JEFFERSON 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
DECEMBER 10, 2013