

**REGULAR SESSION**

**THURSDAY**

**OCTOER 6, 2011**

The Board of Huron County Commissioners met this date in Regular Session. Roll being called found the following members present: Gary W. Bauer, Joe Hintz, Larry J. Silcox absent.

11-326

**IN THE MATTER OF AUTHORIZING APPROPRIATION ADJUSTMENTS WITHIN THE GENERAL FUND #017**

Joe Hintz moved the following resolution:

**WHEREAS**, the is a need for an appropriation adjustment; and

**WHEREAS**, the Board of Huron County Commissioners finds the request to be reasonable; now therefore

**BE IT RESOLVED**, that the Board of Huron County Commissioners hereby approves the following appropriation adjustments:

FROM:	Dept.	Account	Fund	Amount	TO:	Dept.	Account	Fund	Amount
	017	00450	001	\$1,900.00		017	00125	001	\$1,900.00
		Unemployment					Salaries		and further

**BE IT RESOLVED**, that the Huron County Auditor is authorized and instructed to record said appropriation adjustment as approved; and further

**BE IT RESOLVED**, that the Clerk of the Board is instructed to certify a copy of this resolution to the Huron County Auditor and the department requesting said adjustment; and further

**BE IT RESOLVED**, that the foregoing resolution was adopted and all actions and deliberations of the Board of Commissioners of the County of Huron, Ohio relating thereto were conducted in meetings open to the public, in compliance with all applicable legal requirements, including Section 121.22 of the Ohio Revised Code.

Gary W. Bauer seconded the motion. The roll being called upon its adoption, the vote resulted as follows:

Aye – Gary W. Bauer  
Aye – Joe Hintz  
Absent – Larry J. Silcox

**IN THE MATTER OF REQUEST FOR LEAVE**

**Gary Ousley**/Dog Warden/personal time/2:30 p.m. – 4:30 p.m. October 5, 2011.  
**Michael Webb**/Dog Warden/personal time/8:00 a.m. – 4:30 p.m. October 11, 2011.  
**Steve Minor**/Buildings & Grounds/vacation/6:00 a.m. – 2:00 p.m. October 21, 2011.  
**Al Timbs**/Buildings & Grounds/vacation/5:30 a.m. – 2:00 p.m. December 9, 2011.  
**Darwin Pesnell**/Buildings & Grounds/sick/8:00 a.m. – 12:00 noon October 4, 2011/12:30 p.m. – 4:30 p.m. November 29, 201.

**OTHER BUSINESS**

Gary Bauer discussed the email from Susan Hazel in regards to carpet. Mr. Bauer also discussed the email that he received from Mike Bick who owns property next to the park on South Norwalk Road. Mr. Bick stated that he can not get any response from the park board members in regards to this park and people trespassing on his property. Mr. Bick would like to trade parcels of land but this comes down to the park board making this decision. Mr. Bauer also stated that he had received a call from the sheriff yesterday and went out to his office and stated that they had quite a range of conversations. Mr. Bauer stated that he brought up some things that he felt needed to be brought up and he wanted to know where Mr. Bauer stood on some topics. Mr. Bauer stated that he told the sheriff that his mind was open on the various topics that were discussed and also told him that Joe Hintz had wanted to speak with him as well. It was decided that this conversation should take place before they discussed anything further. The specifics is that the sheriff has offered to use the salary from the person that is going to retire for the rest of the year from the time she retires until the end of the year and use that salary against that retirement which is what we asked him to

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do. This would be around \$12,000.00 so he would like to know with the board would pick up the other \$17,000.00 so this is the basic question. Mr. Bauer stated that he told the sheriff that he is willing to listen. Mr. Bauer stated that they also had a discussion in regards to the cruiser getting wrecked and the sheriff stated that he is going to get \$17,000.00 insurance money and the value of one of the vehicles is \$17,000.00 but \$2,500 needs to be taken off that amount so he will get the difference which will come into the county general fund and the sheriff asked that this go back to him to purchase another used cruiser. Mr. Bauer stated that he told the sheriff that he would bring this back to the board and also that he is willing to listen to this and also look to see if the auditor would transfer this money around. The other car that was wrecked in Monroeville is going to be repaired. Mr. Bauer also stated that he had spoken with Joe Kovach, County Engineer this morning and their office are working on preparing the description of the land at Shady Lane.

At 9:30 a.m. Public Comment

Don Frankenfield, Huron County Airport Board member came before the board and asked about replacing Jon Cross on the airport board. Mr. Bauer explained that they have discussed this replacement. The mayor of Norwalk and the Norwalk Economic Development Director have offered to solicit candidates and Mr. Bauer stated that he accepted their offer to do so. Mr. Bauer stated that he is also reviewing this list of candidates from when Mr. Frankenfield was appointed.

At 9:37 a.m. the board recessed.

At 9:48 a.m. regular session resumed.

Joe Hintz moved to approve the July 26, 2011 investment board meeting minutes as submitted and waived the reading. Gary W. Bauer seconded the motion. The roll being called upon the adoption the minutes stood approved. Ms. Schaffer presented and reviewed the bond activity. Ms. Schaffer reviewed the regular reports that are presented at this meeting.

Investment Meeting Agenda October 6, 2011	Investment Board Minutes Tuesday, July 26, 2011
Call to order	The Huron County Investment Board held its organizational Investment Board meeting on Tuesday, July 26 at 9:45 a.m. Huron County Commissioners Gary Bauer, Joe Hintz, and Larry Silcox were present, along with Clerk to the Board Cheryl Nolan, and a reporter from the Sandusky Register. A motion was made by Commissioner Hintz, seconded by Treasurer Schaffer, to waive the reading of the minutes from the April 28, 2011 meeting, and approve them as written.
Motion to waive the reading of the minutes of the July 26, 2011 meeting and approve as written	
Investment activity since July 26, 2011	Investment Activity since the April 28, 2011, meeting
Agency Bonds called or maturing:	<ul style="list-style-type: none"><li>Agency bonds called</li><li>FHLB Stifel-Nicolaus \$500,000.00 3.125% purchased 5/5/2008, matured 6/10/2011</li><li>FNMA Stifel-Nicolaus \$1,000,000.00 1.75% purchased 12/28/2009, called 6/28/2011</li><li>PHLMC Stifel-Nicolaus \$750,000.00 2.25% purchased 12/23/2010, called 6/23/2011</li></ul>
Agency Bonds Purchased:	<ul style="list-style-type: none"><li>Agency bonds purchased</li><li>FNMA Stifel-Nicolaus \$775,000 0.05% purchased 6/17/2011, matures 8/9/2013 non callable</li><li>FFCB Stifel-Nicolaus \$750,000.00 .875% purchased 6/23/2011, matures 6/23/2014 not callable</li><li>FHLB Stifel-Nicolaus \$725,000.00 2.02% purchased 6/29/2011, matures 6/29/2016 1X call on 11/2/29/2011</li></ul>
No investments are in contract	The board reviewed the reports of:
Year to date reports:	<ul style="list-style-type: none"><li>Monies on account</li><li>Checking account interest</li><li>Interest recap all funds</li><li>Landfill</li><li>Sales Tax Collections</li></ul>
<ul style="list-style-type: none"><li>Monies on account as of September 30, 2011</li><li>Bond Interest</li><li>Checking Account interest</li><li>Interest recap all funds</li><li>Landfill statement</li><li>Sales tax collection</li></ul>	The Treasurer informed the Board that second half tax collection was down \$282,365.00 from the second half collection in 2010, but the first half was up \$317,231.00 from 2010. The total collection for 2011 was \$37,558,684.77. The delinquency total is \$3,415,991.80. Interest rates are still flat, and STAR Ohio is at 0.02%. PNC's rate has been consistent at 0.50%.
The next Investment board meeting will be January 2012 at a.m. at the office of the County Commissioners	The next meeting will be on October 6 <sup>th</sup> 2011 at 9:45 a.m. Mr. Hintz made the motion to adjourn, seconded by Ms. Schaffer. The meeting ended at a.m.
Motion to adjourn:	Respectfully Submitted, Kathleen Schaffer Huron County Treasurer

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Huron County Investments as of September 30, 2011

Investment Type	Bank	Current Value	Est. Yield	Purchased	Call date	Maturity
FHLB	Stifel Nicolaus	759,135.00	4.0%	11/1/2006	6/9/2007	2/9/2011
FHLB	Huntington Bank	762,052.50	1.91%	4/15/2009	4/27/2010	4/13/2012
FHLB	Stifel Nicolaus	506,510.00	1.85%	5/29/2009	6/20/2009	6/20/2012
FHLB	Stifel Nicolaus	506,510.00	1.85%	5/29/2009	6/20/2009	6/20/2012
FHLB	Stifel Nicolaus	470,415.40	2.42%	3/26/2009	3/27/2009	3/27/2012
FNMA	Stifel Nicolaus	776,937.50	0.50%	6/17/2011	6/7/2011	8/9/2013
FNMA	Stifel Nicolaus	500,370.00	0.75%	10/25/2010	4/25/2011	10/25/2013
FNMA	Stifel Nicolaus	500,370.00	0.75%	10/25/2010	4/25/2011	10/25/2013
FNMA	Stifel Nicolaus	500,005.00	1.00%	7/3/2011	7/3/2011	6/23/2014
FNMA	Huntington Bank	350,000.00	1.00%	9/26/2011	10/19/2012	10/19/2015
FNMA	Fifth Third	1,001,670.82	0.75%	10/18/2010	7/27/2011	10/27/2015
FNMA	Stifel Nicolaus	728,741.00	2.03%	6/29/2011	12/29/2011	6/29/2016
FNMA	Stifel Nicolaus	350,000.00	1.00%	9/28/2011	9/28/2011	9/28/2016
FNMA	Huntington Bank	350,000.00	1.00%	9/28/2011	9/28/2011	9/28/2016
TOTAL		7,828,679.92				
Bank Accounts as of September 30, 2011						
PNC Bank General Account		10,281,317.74				
PNC Bank Landfill Account		212,648.81				
Citizen's Bank Checking		61,032.08				
STAR Ohio		588,734.89				
STAR Ohio Health Trust		2,209,367.85				
Total All Funds		24,357,604.22				

Interest on Checking Accounts  
2011

PAID IN	BANK ACCOUNT	INTEREST	YTD TOTAL
Jan. 2011	PNC	1,409.26	
	CNB	12.94	
	PNC LANDFILL	12.51	1,434.71
Feb. 2011	PNC	2,590.77	
	CNB	11.69	
	PNC LANDFILL	13.13	4,060.30
Mar. 2011	PNC	1,874.35	
	CNB	12.96	
	NCL LANDFILL	30.12	5,967.72
Apr-11	PNC	1,224.46	
	CNB	12.53	
	PNC LANDFILL	18.34	7,223.05
May-11	PNC	1,337.32	
	CNB	9.78	
	PNC LANDFILL	17.01	8,587.16
Jun. 2011	PNC	1,306.04	
	CNB	7.82	
	PNC LANDFILL	16.00	9,918.72
Jul. 2011	PNC	2,380.70	
	CNB	7.77	
	PNC LANDFILL	20.12	12,327.31
Aug. 2011	PNC	1,631.21	
	CNB	8.89	
	PNC LANDFILL	16.43	13,984.64
Sept. -11	PNC	No Statement received as of 10/5	
	CNB	8.35	
	PNC LANDFILL	No Statement received as of 10/5	
Oct. 2011	PNC		
	CNB		
	PNC LANDFILL		
Nov. 2011	PNC		
	CNB		
	PNC LANDFILL		
Dec. 2011	PNC		
	CNB		
	PNC LANDFILL		

Interest on Bonds 2011

January 3, 2011 Stifel Nicolaus	Interest on called bond	48,062.50	
February 28, 2011 Stifel Nicolaus	bond interest	2,444.44	50,506.94
March 31, 2011 Stifel Nicolaus	bond interest	5,687.50	56,194.44
April 14, 2011 Huntington National Bank		7,312.50	63,506.94
April 28, 2011 Fifth-Third Bank	bond interest	18,493.96	82,000.90
April 29, 2011 Stifel Nicolaus	Interest on matured bond	3,437.50	85,438.40
April 29, 2011 Stifel Nicolaus	Interest on various bonds	12,916.67	98,355.07
June 23, 2011 Huntington National Bank		5,437.50	103,792.57
June 30, 2011 Stifel Nicolaus	matured and called bonds	45,109.11	148,901.68
September 1, 2011 Stifel Nicolaus	called bond	3,059.72	15,196.40
September 26, 2011 Huntington	interest on called bond	2,718.75	154,680.15
September 30, 2011 Stifel Nicolaus	bond interest	5,687.51	160,547.66

INTEREST REC'AP  
ALL FUNDS

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Cash	28,564.56	3%	64,571.80	5%	48,353.72	6%	44,675.97	52%	47,451.05	70%	44,675.97	52%	47,451.05
Bonds	585,301.22	60%	585,301.22	60%	585,301.22	60%	585,301.22	60%	585,301.22	60%	585,301.22	60%	585,301.22
STAR	979,954.35	37%	979,954.35	37%	979,954.35	37%	979,954.35	37%	979,954.35	37%	979,954.35	37%	979,954.35
Totals			1,330,765.58		1,330,765.58		1,330,765.58		1,330,765.58		1,330,765.58		1,330,765.58
Cash	11,052.22	39%	11,052.22	39%	11,052.22	39%	11,052.22	39%	11,052.22	39%	11,052.22	39%	11,052.22
Bonds & CDs	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33
STAR	32,534.00	8%	32,534.00	8%	32,534.00	8%	32,534.00	8%	32,534.00	8%	32,534.00	8%	32,534.00
Totals	405,839.40		405,839.40		405,839.40		405,839.40		405,839.40		405,839.40		405,839.40
STAR INS	12,000.00		12,000.00		12,000.00		12,000.00		12,000.00		12,000.00		12,000.00
STAR PROJ	3,000.00		3,000.00		3,000.00		3,000.00		3,000.00		3,000.00		3,000.00
GRAND TOTAL	427,839.40		427,839.40		427,839.40		427,839.40		427,839.40		427,839.40		427,839.40
Cash	146,885.33	18%	146,885.33	18%	146,885.33	18%	146,885.33	18%	146,885.33	18%	146,885.33	18%	146,885.33
BONDS	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33	25%	297,885.33
TOTAL	444,770.66		444,770.66		444,770.66		444,770.66		444,770.66		444,770.66		444,770.66
STAR INS	7,000.00		7,000.00		7,000.00		7,000.00		7,000.00		7,000.00		7,000.00
STAR PROJ	10,825.41		10,825.41		10,825.41		10,825.41		10,825.41		10,825.41		10,825.41
GRAND TOTAL	832,753.14		832,753.14		832,753.14		832,753.14		832,753.14		832,753.14		832,753.14
Checking Accts	13,841.33		13,841.33		13,841.33		13,841.33		13,841.33		13,841.33		13,841.33
STAR INS	16,000.00		16,000.00		16,000.00		16,000.00		16,000.00		16,000.00		16,000.00
STAR Ohio	944.97		944.97		944.97		944.97		944.97		944.97		944.97
STAR Ohio Ins.	500.76		500.76		500.76		500.76		500.76		500.76		500.76
GRAND TOTAL	175,944.32		175,944.32		175,944.32		175,944.32		175,944.32		175,944.32		175,944.32

mmma PNC interest for Sept.

Huron County Landfill  
2011

Huron County Landfill Report		Kathleen Schaffer, Huron County Treasurer		FUND 001	FUND 002	FUND 003	FUND 004	FUND 005	FUND 006
Statement Date	Ending Balance	Tonnage (CY)	Monthly Interest						
Paid in 2011									
JANUARY	12/31/2010	163,221.44	2,705.19	\$14.70	\$172,994.36				\$167,300.00
FEBRUARY	1/31/2011	163,331.44	4,876.65	\$12.51	\$177,878.61				\$171,300.00
MARCH	3/31/2011	163,331.44	7,081.84	\$10.82	\$184,960.45				\$175,300.00
APRIL	4/30/2011	164,066.21	3,069.42	\$10.32	\$188,129.67				\$179,300.00
MAY	4/30/2011	\$160,617.07	2,952.73	\$10.34	\$181,093.67				\$183,300.00
JUNE	6/30/2011	\$160,617.07	3,070.00	\$10.34	\$184,163.67				\$187,300.00
JULY	6/30/2011	\$172,016.41	3,470.05	\$10.00	\$185,536.46				\$191,300.00
AUG	7/31/2011	\$170,016.41	2,964.39	\$10.12	\$182,980.80				\$188,300.00
SEPTEMBER	9/30/2011	\$162,016.35	3,313.86	\$10.43	\$175,386.60				\$182,300.00
TOTAL				\$20,351.44	\$163.36				\$58,522.88

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The next investment board meeting will be held on January 19, 2012 at 10:00 a.m.

**At 10:17 a.m.** Investment board meeting adjourned.

Sue Bommer, Loss Prevention Coordinator came before the board and stated that CORSA would like to have the items that were found at the fairgrounds during the inspection to be corrected and this includes the items that were not a priority as well. Ms. Bommer stated that if they could get a qualified person to inspect the barn roof that is all that would need to be done but that there are also some small items that need to be fixed as well. Gary Bauer will call a fair board member in this regard.

**At 10:20 a.m.** Alioune Gueye, MBA, CPA, CISA Owner/Director Gueye & Associates, CPA came before the board in regards to the results of the Huron County 2010 audit. Mr. Gueye read from the following letter.

**GUEYE & ASSOCIATES, CPA**

2246 S. Hamilton Rd, Suite 102  
Columbus, Ohio 43232

Tel: 614-483-9398  
www.gueyecpa.com

**Communication with Those Charged with Governance  
at or Near the Conclusion of the Audit**

October 6, 2011

To the County Commissioners  
Huron County

We have 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 Huron County for the year ended 12/31/2010. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and OMB Circular A-133, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our audit report dated August 13, 2011. Professional standards also require that we communicate to you the following information related to our audit.

**Qualitative Aspects of Accounting Practices (Accounting Policies, Estimates, and Disclosures)**

- a) Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Huron County are described in Note B to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2010. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.
- b) Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the Governmental Activities and business-type activities' financial statements were:
  - Management's estimate of the Landfill Closure and Post Closure Cost is based on EPA estimates.
  - Management's estimate of depreciation based on an estimate of the asset's useful life.
  - Management's estimate of health care claims payable based on actuarial estimates.We evaluated the key factors and assumptions used to develop these estimates in determining that they were reasonable in relation to the financial statements taken as a whole.
- c) Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure(s) affecting the financial statements were:
  - The disclosure of long-term debt in Note F to the financial statements (page 38 through 40). This disclosure informs lenders and other parties about the County's various debt and their maturities. It may be used by lenders to compute the County's creditworthiness.
  - The disclosure of the County's cash and investment positions in Note C to the financial statements (page 33 through 35). This disclosure presents the County's cash and investment balances as of December 31, 2010 and informs readers of custodial, interest rate, and credit risk, if any, related to those balances.

**Difficulties Encountered in Performing the Audit**

We encountered no significant difficulties in dealing with management in performing and completing our audit.

**Corrected and Uncorrected Misstatements**

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

**Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

**Management Representations**

We have requested certain representations from management that are included in the management representation letter dated August 15, 2011.

**Management Consultations with Other Independent Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

**Other Audit Findings or Issue**

We did not have any finding or management letter comment in our reports.

**Other Information in Documents Containing Audited Financial Statements(Statistical Section)**

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

This information is intended solely for the use of Huron County Commissioners and management of Huron County and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Alioune  
Gueye

Digitally signed by Alioune Gueye  
DN: cn=Alioune Gueye, o=Gueye  
and Associates CPA, ou,  
email=gueye@gueyepa.com, c=US  
Date: 2011.10.06 15:07:58 -0400

AUDITOR SUMMARY OF HURON COUNTY FINANCIAL STATEMENTS:

The Huron County 2010 CAFR (Comprehensive Annual Financial Report) package is composed of four sections:

1) The first section (page 1 through 9) represents the Auditor's reports on the County's Single Audit as required by OMB Circular A-133 and on the County's Internal Control over Financial Reporting and on Compliance as required by Governmental Auditing Standards. This section also presents the County's Schedule of Expenditure of Federal Awards, which details all federal grant program expenditures made by the County during 2010 and is broken down by program.

We did not have any reportable finding in either our report on the County's compliance with OMB Circular A-133 (Single Audit), or our report on the County's Internal Control over Financial Reporting and on Compliance per Governmental Auditing Standards.

2) The second section is the introductory section (page 1 through X) presented by the County Auditor to provide a narrative introduction, overview and analysis of the financial statements.

3) The third section, which is called the financial section (pages 1 through 153), presents in much details the County's financial information and is divided between the management discussion and analysis, the actual financial statements, the notes to the financial statements and the supplementary financial information.

a) Pages 1 through 2 represent our audit opinion on the financial statements. As stated in the letter, auditing standards generally accepted in the United States and Governmental Auditing Standards require us to plan and perform our audits to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit includes also assessing the accounting principles used and the significant estimates made by management, as well as, evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion the County's financial statements present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit (Airport) of Huron County as of December 31, 2010, and the respective changes in financial position, and cash flows, where applicable therefor, and the respective budgetary comparison of the General Fund, Board of Development Disabilities Fund, Job and Family Services Fund, Motor Vehicle Gas Tax Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

b) The Management Discussion and Analysis (MD&A), on page 3 through 9, provides an overall review of the County's financial performance for the year ended December 31, 2010. The MD&A was subjected to our audit procedures and was reasonably stated in relation to the financial statements.

FINANCIAL HIGHLIGHTS

Government-Wide Financial Highlights

- Total Assets (government wide) were \$69M versus 67M in the prior year due to increase in cash and investments.
- Total Liabilities (government wide) were 20M versus 21 M in the prior year due mainly to decreases in accounts payable and unearned revenues.
- Net Assets (Assets minus Liabilities) were 48M compared to 46M in the prior year due to revenues in excess of expenditures for the County as a whole.
- Total Revenues were 45M compared to 47M in 2009 due to decreases in tangible personal property taxes and funding for the job and family services programs as well as health related programs.
- Total Expenditures were 42M compared to 45M in 2009 due to the direct result of the reduction of some health related programs and decreased funding for Job and family services programs.

Fund Financial Statements Highlights

- The General fund balance increased 28% due to increased revenues from the court and sheriff departments as well as increases resulting from personal property tax reimbursements from the State.
- The Board of Mental Retardation fund balance decreased by 36% due to an increase in expenditures with exceeded revenues resulting from increased number of recipients.
- The fund balance of Job and Family Services decreased \$123,131 or 14% to \$752,474, due to a large decrease in intergovernmental revenues resulting from the winding down of the federal stimulus monies.
- The fund balance of the Motor Vehicle and Gas Tax Fund was consistent from year-to-year, increasing only 0.18%, reflecting an equally proportional reduction in revenues and expenditures.
- The net assets for the Landfill fund were \$51,245 an increase of \$272,013 from the prior year's \$220,768 deficit. The increase was due to reductions in expenditures and to GAAP accruals timing differences.
- The net assets of the Self Insurance Fund increased 35% to \$1,008,276 compared to the prior year due to decreased claim payments made in 2010.
- The Airport's fund balance decreased to \$22,757 from \$24,578, or 7.4% due mainly to decreased operating grant funding received.

AUDITOR SUMMARY OF HURON COUNTY FINANCIAL STATEMENTS:

- c) The financial statements (pages 11 through 25) represent the County's 2010 net assets and changes in net assets for the governmental activities, business type activities, all major funds, the remaining funds, and the component unit (Airport), in accordance with accounting principles generally accepted in the United States of America.
- The financial statements were subjected to our auditing procedures in accordance with generally accepted auditing standards, and Governmental Auditing Standards. Accordingly, our opinion is that the financial statements are fairly stated in all material respects in conformity with accounting principles generally accepted in the United States of America.
- d) The notes to the financial statements (pages 26 through 48) present disclosures required by GAAP. These disclosures are presented to make the financial statements more understandable to the reader. The notes to the financial statements are an integral part of the financial statements.
- e) The supplementary financial information (pages 49 through 152) details the County's individual non-major funds financial information, including budget versus actual comparison. The supplementary financial information provides additional analysis and were derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The supplementary financial information were subjected to the auditing procedures we applied in the financial statements and in our opinion are fairly stated in all material respects in relation to the basic financial statement as a whole.
- 4) The fourth section is the statistical section, which depicts various County measurements and year to year comparison of statistical information relating to the County. We have traced certain information to the audited financial statements. However, we did not audit the statistical section and have not expressed any opinion on it.

At 10:53 a.m. the board recessed.

At 11:15 a.m. regular session resumed.

Public Defender George Ford came before the board to present his 2012 budget request. Mr. Ford stated that this budget is pretty self explanatory. Mr. Bauer referred to the health insurance line in this budget. Mr. Ford stated that this is what his secretary and the auditor came up with at this time for this line so that they can be reimbursed from the state and further stated that there are things in the Public Defender's budget that are not in the rest of the general fund budget because of state reimbursement. Mr. Bauer stated that by the budget letter Mr. Ford is looking at retiring in 2012. Mr. Ford stated yes that there is a certain member of this commission who is not present today pushed that big time. Mr. Bauer stated that he felt retirement is an individual decision. Mr. Ford stated that he understands that but he made an individual decision based on the circumstance and also referred to some health issues as well so he is retiring on January 2, 2011 on his nineteenth anniversary. Mr. Ford stated that he wanted to go to his twentieth year and use a lot of his vacation but it wasn't to be. Mr. Ford stated that they are in the process of searching for his successor. Mr. Ford also discussed moving their 15 per hour week secretary to 30 hours per week. Mr. Ford stated that they are actually at the same number of employees as they were when he became public defender even though the work load has increased.

See attachments for further summary of requests

## Salaries : requesting \$158,378.00

Rate of Pay (hourly):

10-hours-per-pay-period

\* Denotes employees

### Sick and Vacation

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Vacation Leave hours are

Aye – Gary W. Bauer  
Aye – Joe Hintz  
Absent – Larry J. Silcox

Aye – Gary W. Bauer  
Aye – Joe Hintz  
Absent – Larry J. Silcox

**At 1:08 p.m.** regular session resumed.



**REGULAR SESSION****THURSDAY****OCTOBER 6, 2011**

Pete Welch, Maintenance Supervisor reviewed permanent improvement projects for county buildings and reviewed each building separately. A conference call was had with bond counsel Marc T. Kamer and Tom Wilson Peck, Shaffer & Williams LLP. Mr. Kamer stated that the initial resolution authorized the vestibule project and since you are not going forward with that project the proceeds can be used for capital assets as long as there is a useful life at least as long as actual maturity of the bonds which is 12.8 years and we can actually blend that together. Mr. Kamer stated that if you are going to target finance expenditures such as boilers, or building improvements generally that is a 30 year life so there would be no problem with that. What you really need to do is figure out what you are going to do and how you are going to spend the proceeds fairly soon so this can all be straighten out. Mr. Welch asked how soon is soon. Mr. Kamer stated that it was stated that you anticipated spending everything within three years. You generally have three years to spend your proceeds, but the sooner the better as you are paying interest on the bonds right now and is sure that you are not earning anywhere near the yield on the bonds. Mr. Bauer asked what the date is that we need to start the three years from which is December 22, 2010. Mr. Bauer stated now we can use this on any permanent improvement project is excess of 12.8 years on any county owned building. Mr. Kamer stated that what you are using this bond money for has to have a useful life of at least 12 years or in combination with the other assets if you blend it you are over 12 years. You wouldn't be able to spend it on copiers or computers but if you are doing window replacements, boilers or something like that. Mr. Bauer asked a question in regards to the eighty thousand dollar project at jail which is a security system and asked if this is or is not a piece that could be worked into this. Mr. Kamer asked what is exactly entailed in this system. Mr. Bauer stated that there are computers but also much more than that. The previous system lasted fifteen years. We are in the middle of this project and there are computers involved but on the other hand there we are looking at sixty to seventy thousand at one of our other office buildings that will be probably thirty years, and we are looking at possibly windows in the administration building which would be in excess of 12.8 years, we are also looking at a boiler in the administration building which would be thirty years. Mr. Bauer stated that he is hearing Mr. Kamer say that if these would average out to 12.8 years we would be ok. Mr. Kamer stated yes what we need to do is get a total of projects that would equal \$520,000.00 and average out the life for all the assets combined and if on the average we are in excess of 12.8 years we should be fine. We are also looking at a new floor at the courthouse and the life on this should be a life of 30 years. Mr. Welch asked if we could sell the asset and Mr. Kamer stated no that you have to own it. Mr. Kamer suggested that the county send a list of all the projects and the amount of cost and he will go through them to make sure that we have averaged the useful life requirement then we can do an amending resolution. Mr. Bauer stated that he felt this answered the questions and there is no question that we have the projects to use the funds. Mr. Wilson stated that it is important to identify all the projects at once and the faster you spend the money the better. Mr. Bauer asked if estimates would be enough for the projects as the fifth floor at the Huron County Office Building is at the top of the list for completion which is going to be around \$50,000 to \$60,000 would the estimate be a good enough number? Mr. Wilson stated yes but the more precise the better we don't need to have it down to the penny but if you are comfortable with the estimate as being reasonable that would be ok. Mr. Hintz asked about repaving parking lots at county building and asked if this could be included. Mr. Wilson stated that this would be more troublesome. Mr. Wilson stated that the purpose was building improvement and parking lot is a little far off from this. Mr. Kamer stated that we need to put this list together to get the cost and this should be done soon. Mr. Wilson asked if the security had already been paid for. Mr. Bauer stated that it has been bid but not been paid for. Mr. Wilson stated that as long as it hasn't been paid for before the bonds were issued. The question was asked if the county can be reimbursed for a project that has already been paid for. The answer was yes this can be done as long as this money was spent after the bonds were issued. Mr. Wilson stated that if you can come up with \$620,000.00 to \$650,000.00 worth of projects so you don't have to go around looking for more projects and going through this process again. Mr. Kamer stated that what you need to do is develop the list of projects, put the estimates on it and send it to him and they will do an amending resolution and then the next step would be to spend the money for those purposes.

**REGULAR SESSION****THURSDAY****OCTOER 6, 2011**

The board reviewed the projects that Mr. Welch has put together and rated them as follows. 1) Boilers at the jail; 2) security at the jail this would be \$100,000.00 right there. 3) fifth floor at Huron County Office Building; 4) boiler and registers in meeting room “A” at the Administration Building will bring it close to \$200,000.00. 5) Courthouse floor; 6) 22 East Main Street building; 7) adult probation windows 8) windows at Administration Building. Mr. Bauer stated that on this list the first four Mr. Welch has a good start on those and needs to firm those numbers. Mr. Bauer asked Mr. Welch to have an update in two weeks.

**IN THE MATTER OF DOG WARDEN REPORT**

<u>Weekending</u>	<u>Placed</u>	<u>Claimed</u>	<u>Destroyed</u>	<u>Other</u>	<u>Total</u>
January 08, 2011	3	1	1	0	5
January 15, 2011	4	2	5	0	11
January 22, 2011	5	6	1	0	12
January 29, 2011	3	1	2	0	6
February 05, 2011	2	3	1	0	6
February 12, 2011	5	0	0	0	5
February 19, 2011	5	2	1	0	8
February 26, 2011	5	4	2	0	11
March 05, 2011	4	0	2	0	6
March 12, 2011	7	4	2	0	13
March 19, 2011	7	3	4	0	14
March 26, 2011	5	1	1	0	7
April 02, 2011	3	4	1	0	8
April 09, 2011	9	7	5	0	21
April 16, 2011	5	5	5	0	15
April 23, 2011	2	3	3	0	8
April 30, 2011	4	2	3	1	10
May 07, 2011	2	6	4	0	12

**IN THE MATTER OF OPEN SESSION**

The Huron County Commissioners hereby attest that all actions and deliberations of the Board legally required to be public were conducted in an open session on this date and that the foregoing minutes represent the official action of the Board.

**IN THE MATTER OF CERTIFICATION**

The Clerk to the Board does hereby attest that the foregoing is a true and correct record of all actions taken by the Board of Huron County Commissioners on October 6, 2011.

**IN THE MATTER OF ADJOURNING**

The meeting was called to order at 9:00 a.m. With no further business to come before the Board, the meeting was adjourned at 1:45 p.m.

Signatures on File