

Ohio Office of Budget
and Management

State of Ohio
George V. Voinovich
Governor



OHIO

COMPREHENSIVE

A N N U A L

F I N A N C I A L

R E P O R T

FOR THE FISCAL YEAR
ENDED JUNE 30, 1993

ACKNOWLEDGMENTS

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Special appreciation is given to all fiscal
and accounting personnel throughout the
State whose extra efforts to contribute
accurate, timely financial data for their
agencies made this report possible.



State of Ohio • Office of Budget and Management
30 East Broad Street • Columbus, Ohio 43266-0411

December 14, 1993

TO ALL READERS OF THE OHIO COMPREHENSIVE ANNUAL FINANCIAL REPORT, FOR THE FISCAL YEAR ENDED JUNE 30, 1993

We are pleased to make available the **Ohio Comprehensive Annual Financial Report (CAFR)** for the fiscal year ended June 30, 1993. The accompanying CAFR represents a detailed report on the State's financial activities for fiscal year 1993 and was prepared in conformity with generally accepted accounting principles.

The State's general purpose financial statements presented in the CAFR have been audited by the Auditor of State, Thomas E. Ferguson, and his report is presented within the CAFR. For 1993, the Auditor of State issued an unqualified opinion, which means the State's financial position is fairly presented in all material respects.

This year's CAFR contains some format changes due to the State's early implementation of the provisions of Governmental Accounting Standards Board's (GASB) Statement No. 14, "The Financial Reporting Entity." A more detailed discussion on the State's financial reporting entity, after applying the new reporting requirements of GASB Statement No. 14, can be found in NOTE 1 A. to the financial statements.

In early fiscal year 1993, the State was awarded the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for its 1992 CAFR. As more fully explained in my letter in the introductory section, the State's 1992 CAFR was judged as meeting GFOA's rigorous program standards for financial reporting.

We hope you will find Ohio's 1993 CAFR informative.

Sincerely,

A handwritten signature in cursive script that reads "R. Gregory Browning".

R. GREGORY BROWNING
Director

GEORGE V. VOINOVICH
GOVERNOR

R. Gregory Browning
Director
Office of Budget
and Management

Timothy I. Murphy
Deputy Director
Division of
State Accounting

Prepared by Division of
State Accounting



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FOR THE FISCAL YEAR
ENDED JUNE 30, 1993

STATE OF OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 1993

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November 18, 1993

To the Governor, the Honorable Members of the General Assembly, and the Citizens of Ohio:

It is my privilege to issue the Comprehensive Annual Financial Report (CAFR) on the financial condition of the State of Ohio for the fiscal year ended June 30, 1993. The report is prepared in conformity with Generally Accepted Accounting Principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB).

This report was prepared by the Ohio Office of Budget and Management pursuant to Section 126.21 of the Ohio Revised Code, which requires that an official financial report of the State be issued annually. The report includes General Purpose Financial Statements, which provide an overview of the State's financial position and the results of financial operations by fund type.

The Office of Budget and Management is responsible for the accuracy of the data presented and the completeness and fairness of its presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the State of Ohio. All disclosures necessary to enable the reader to gain an understanding of the State's financial activities have been included.

The State's General Purpose Financial Statements include all funds and account groups that comprise the State's legal entity or primary government. The State's reporting entity is also comprised of its component units for which the elected officials of the State's primary government are financially accountable. We followed the newly adopted criteria of GASB Statement No. 14, "The Financial Reporting Entity," to determine the organizations for which the State is financially accountable. NOTE 1 A. to the financial statements explains more fully which financial activities are included in and which are excluded from the State's reporting entity.

The CAFR includes the following: introductory information; financial information that presents the General Purpose Financial Statements, combining financial statements, supporting schedules, and fund descriptions; and a statistical section that presents financial, economic, and demographic data for Ohio.

FINANCIAL PRESENTATION

The data in the financial statements are presented in accordance with a fund classification system prescribed by the GASB. The purpose of this system is to improve the comparability of the financial reports of different governmental units. Funds reported for the State's primary government and its component units are classified into four categories: governmental, proprietary, fiduciary, and college and university. Each category reported for the primary government is divided into several "fund types."

Governmental fund types are those through which State functions are financed. Governmental fund types include the General, special revenue, debt service, and capital projects funds.

Proprietary fund types account for activities that are commercial in nature — similar to those often found in the private sector. Proprietary fund types include the enterprise and internal service funds.

Fiduciary fund types include trust funds, which account for assets held by the primary government in a trustee capacity, and agency funds, which account for assets held by the primary government as an agent for individuals, private organizations, other governments, and/or other funds.

The reporting format for our CAFR is significantly different from the way the State more typically presents its finances on a budgetary basis. The most obvious difference is that the "General Fund" in the CAFR includes more than just the State's General Revenue Fund. The General Fund also includes other funds such as the reimbursement-supported funds used for activities administered by State agencies and departments for which special revenue or proprietary fund classifications were considered to be inappropriate. Furthermore, the majority of budgetary expenditures reported in the General Revenue Fund for the support of higher education have been reclassified on a GAAP basis to "operating transfers to component units," as required by the new reporting requirements of GASB Statement No. 14, which has been early implemented by the State for fiscal year 1993.

INDEPENDENT AUDIT RESULTS

The General Purpose Financial Statements have been audited by the Office of the Auditor of State, Thomas E. Ferguson. The outcome of the audit conducted by the Auditor of State, in accordance with generally accepted auditing standards, was an unqualified auditor's report. Such an opinion indicates there was no limitation on the scope of the auditor's examination and the financial statements were prepared in conformity with GAAP.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The State's management is responsible for establishing and maintaining an internal control structure designed to ensure that the State's assets are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. Internal accounting controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived, and (2) the valuation of costs and benefits requires estimates and judgments by management.

In fiscal year 1992, an executive order initiated the Internal Accounting Control Program (IACP). The IACP establishes written guidelines for state agencies to follow during periodic management reviews of their accounting operations. Under the program, agencies are required to formally establish, maintain, and annually evaluate and report on internal accounting controls.

The State's Central Accounting System (CAS) achieves budgetary control over the various accounts of the State's funds. Ohio's bicameral legislature, the General Assembly, authorizes expenditures by appropriating funds in biennial and supplemental appropriation acts. The Office of Budget and Management uses CAS to control subsequent departmental obligation and expenditure activity to ensure that authorized appropriations are not exceeded.

The State's budgetary financial statements are prepared on a modified cash basis of accounting. This means that revenues are recognized when cash is received and expenditures are recognized when cash is paid. Encumbrances, reservations of appropriation authority, as of June 30, the end of the State fiscal year, are reflected as expenditures on the budgetary basis of accounting.

The State's GAAP financial statements for the governmental and expendable trust funds have been prepared on a modified accrual basis of accounting. This means that revenues are recognized when measurable and available; expenditures are recognized when goods or services are received or liabilities are incurred. The proprietary and pension trust funds are accounted for on the accrual basis of

accounting. This means that revenues are recognized when earned and expenses are recognized when incurred. Additional discussion of the budgetary and GAAP bases of accounting is provided in NOTE 1 to the financial statements.

CAS maintains all budgetary-basis transactions and most GAAP-basis adjustments. In addition to the information obtained from the CAS for financial reporting, selected financial information provided by the State's agencies and departments is compiled to complete the GAAP-basis financial statements.

Differences between the two bases of accounting (GAAP vs. budgetary) include: (1) entity differences — the GAAP reporting entity may include organizations such as financing authorities and other component units that are not included in the State's budget; (2) basis differences — the GAAP basis results in the reporting of accruals while the budgetary basis results in the reporting of cash transactions; and (3) timing differences — for example, GAAP recognizes expenditures for payables for goods and services received, whereas the budgetary basis considers unliquidated encumbrances as expenditures. A reconciliation between the GAAP-basis and budgetary-basis financial statements is presented in NOTE 3 to the financial statements.

CASH MANAGEMENT

In Ohio, with the exception of certain organizations within the State's reporting entity that have independent powers to manage and invest their funds, the Treasurer of State is responsible for investing the State's cash pool. During fiscal year 1993, cash management and investment transactions made by the Treasurer of State's Office, in accordance with the Uniform Depository Act, were limited to checking accounts and certificates of deposit with qualified public depositories, U.S. government and agency obligations, commercial paper, repurchase agreements, and security lending agreements. For fiscal year 1993, investment earnings on the State's cash pool managed by the Treasurer of State, including the portion dedicated to the Ohio Lottery Commission, totaled approximately \$226 million.

Quarterly, the Office of Budget and Management allocates the interest income earned on the undedicated portion of the cash pool to the various funds designated by law to receive the earnings. The allocation is calculated in accordance with a formula based on average daily cash balances invested over the quarter.

GENERAL GOVERNMENTAL FUNCTIONS

The following schedule presents a summary of revenues, recorded on the modified accrual basis, for the governmental fund types (General, special revenue, debt service, and capital projects funds) for the fiscal year ended June 30, 1993, and the amount and percentage increases and decreases in relation to prior-year's restated revenues (in thousands).

Revenues	FY 1993 Amount	Percent of Total	Increase/ (Decrease) from FY 1992	Percentage Increase/(Decrease) from FY 1992
Income Taxes.....	\$ 4,732,247	23.8%	\$ 323,412	7.3%
Sales Taxes.....	4,001,398	20.1	261,822	7.0
Corporate and Public Utility Taxes.....	1,500,475	7.5	106,947	7.7
Motor Vehicle Fuel Taxes.....	1,189,184	6.0	28,779	2.5
Other Taxes.....	750,120	3.8	76,648	11.4
Licenses, Permits and Fees.....	623,980	3.1	(16,016)	(2.5)
Sales, Services and Charges.....	57,831	0.3	13,642	30.9
Federal Government.....	6,376,312	32.1	529,114	9.0
Other.....	649,360	3.3	(7,025)	(1.1)
Total.....	<u>\$19,880,907</u>	<u>100.0%</u>	<u>\$1,317,323</u>	<u>7.1</u>

The increases for the State's *major* revenue sources are explained as follows:

- The 7.3 and 7.7 percent increases in income taxes and corporate and public utility taxes, respectively, resulted mostly from a natural growth in Ohio's economy. A part of the growth in personal income

taxes, however, could be attributed to personal income shifting from 1993 to 1992 in anticipation of higher tax rates resulting from the enactment of the Federal Budget Reconciliation Act.

- The 7.0 percent increase in sales tax revenue was largely due to a recent broadening of the sales tax base to include certain services sold in Ohio and to an elimination of a tax exemption for certain items used in making retail sales. Also, like income and corporate and public utility taxes, growth in the State's economy contributed, in part, to the \$261.8 million increase in fiscal year 1993.
- The 11.4 percent increase in other tax revenue is principally due to the following: an expansion of the cigarette tax base to include other tobacco products, the enactment of an excise tax on soft drinks, and increases in the alcoholic beverage and cigarette tax rates.
- The \$529.1 million or 9.0 percent increase in federal government revenue, which represents 32.1 percent of total governmental revenues, came about primarily because of a significant increase in the Medicaid Program, under which approximately 60 percent of eligible costs paid by the State are reimbursed by the federal government.

Expenditures for governmental fund types, presented on the modified accrual basis, for the fiscal year ended June 30, 1993, and the amount and percentage increases and decreases in relation to prior-year's restated expenditures are shown below for the functions of general government (in thousands).

Expenditures	FY 1993 Amount	Percent of Total	Increase/ (Decrease) from FY 1992	Percentage Increase/(Decrease) from FY 1992
Current:				
Primary, Secondary and Other Education	\$ 4,497,568	22.4%	\$301,648	7.2%
Higher Education Support	316,689	1.5	(11,185)	(3.4)
Public Assistance and Medicaid	6,774,178	33.8	599,345	9.7
Health and Human Services	1,854,715	9.3	130,855	7.6
Justice and Public Protection	1,060,778	5.3	90,125	9.3
Environmental Protection and Natural Resources	223,304	1.1	(2,980)	(1.3)
Transportation	1,293,349	6.5	(79,536)	(5.8)
General Government	335,470	1.7	(576)	(0.2)
Community and Economic Development	284,061	1.4	(17,331)	(5.8)
Intergovernmental	1,983,308	9.9	(94,161)	(4.5)
Capital Outlay	739,463	3.7	14,640	2.0
Debt Service	681,207	3.4	(83,087)	(10.9)
Total	\$20,044,090	100.0%	\$847,757	4.4

The increases and decreases for the State's *major* categories of expenditures are explained as follows:

- Primary, secondary and other education expenditures increased by \$301.6 million or 7.2 percent in fiscal year 1993. This increase largely resulted from increases in spending at the Department of Education for the School Foundation Basic Allowance Program. Increased spending in other programs administered by the Department such as special education, vocational education, auxiliary services, and disadvantaged pupil impact aid also contributed to the increase.
- Public assistance and Medicaid expenditures increased by \$599.3 million or 9.7 percent. Increases in the Medicaid Program comprise the largest portion of the public assistance and Medicaid expenditure increase.
- Health and human services expenditures increased by \$130.9 million or 7.6 percent due to increased spending primarily at the Departments of Mental Health, Mental Retardation and Developmental Disabilities, Health, Aging, and Alcohol and Drug Addiction Services, and the Rehabilitation Services Commission.
- Justice and public protection expenditures grew by \$90.1 million or 9.3 percent. More than half of this increase resulted from increased spending at the Department of Rehabilitation and Correction while the remainder is reflective of overall spending increases at various agencies included in this expenditure function.

- Transportation expenditures shrunk by \$79.5 million or 5.8 percent due to decreased spending for operating costs at the Department of Transportation.

An additional analysis of revenues and expenditures for all governmental funds reported for fiscal year 1993 is shown in the graphic presentation that follows this letter.

GENERAL FUND

Many State programs are accounted for in the General Fund. The General Fund reported an unreserved/undesignated fund balance of \$199.3 million, as of June 30, 1993, compared to \$29.1 million (as restated), as of June 30, 1992. Revenues for the General Fund increased by 7.8 percent to \$13.8 billion in fiscal year 1993 from \$12.8 billion in fiscal year 1992. Expenditures for the General Fund increased by 5.2 percent to \$12.1 billion in fiscal year 1993 from \$11.5 billion in fiscal year 1992.

PROPRIETARY AND FIDUCIARY FUNDS

The State's enterprise funds reported a retained earnings deficit of \$3.22 billion, as of June 30, 1993, as compared to \$3.49 billion (as restated), as of June 30, 1992, a 7.7 percent decrease. These results were caused primarily by the Workers' Compensation Enterprise Fund, which reported a retained earnings deficit of \$3.36 billion, as of June 30, 1993, as compared to \$3.56 billion, as of June 30, 1992, a 5.6 percent decrease. Operating revenues for the enterprise funds increased to \$5.98 billion in fiscal year 1993 from \$5.15 billion in fiscal year 1992. Management at the Bureau of Workers' Compensation believes improvement in the enterprise fund's financial condition can be achieved through programs aimed at controlling indemnity and medical claim costs.

The State's internal service funds reported retained earnings of \$109.1 million, as of June 30, 1993, as compared to \$98.8 million (as restated), as of June 30, 1992, a 10.4 percent increase. Operating revenues for the internal service funds increased to \$255.1 million in fiscal year 1993 from \$252.5 million in fiscal year 1992; operating expenses increased to \$244.9 million in fiscal year 1993 from \$218.8 million in fiscal year 1992.

The fund balance of the expendable trust fund increased by 21.5 percent to \$934.9 million, as of June 30, 1993, from \$769.4 million, as of June 30, 1992. Revenues for the expendable trust fund increased by 23.5 percent to \$1.47 billion in fiscal year 1993 from \$1.19 billion in fiscal year 1992 while expenditures decreased 1.5 percent to \$1.3 billion in fiscal year 1993 from \$1.32 billion in 1992.

The fund balance of the pension trust fund was approximately \$264 million, as of June 30, 1993, as compared to \$239.5 million, as of June 30, 1992, a 10.2 percent increase. Operating revenues for the pension trust fund increased to \$37.1 million in fiscal year 1993 from \$32.3 million in fiscal year 1992; operating expenses increased to \$12.6 million in fiscal year 1993 from \$10.9 million in fiscal year 1992.

DEBT ADMINISTRATION

Ohio's credit ratings by Moody's Investors Service, Inc. (Moody's) and Standard & Poor's Corporation (S&P) for certain State general obligation bonds are Aa and AA, respectively, except that S&P rates the State's Highway Obligations AAA. In October 1993, Moody's raised its rating from A to A1 on those obligations supported by the General Revenue Fund that are issued by the Ohio Building Authority and the Ohio Public Facilities Commission. Unenhanced debt of the two state authorities is generally rated A+ by S&P.

As of June 30, 1993, the State's primary government reported a total of \$4.7 billion in outstanding debt issues in its General Long-Term Obligations Account Group as follows (in thousands):

	Outstanding Balance	Percentage Increase/(Decrease) Since June 30, 1992
General Obligation Bonds.....	\$ 837,417	12.2%
Revenue Bonds	110,320	(13.5)
Special Obligation Bonds.....	3,821,014	8.7
Total	<u>\$4,768,751</u>	8.7

Ohio's primary government also reported \$49.9 million in revenue bonds outstanding (net of unamortized discounts of \$4.1 million), as of June 30, 1993, for the proprietary funds.

RETIREMENT SYSTEMS

State employees may be eligible to participate in the Public Employees Retirement System, the State Teachers Retirement System, or the State Highway Patrol Retirement System. Further information on the State's participation in the retirement systems can be found in NOTE 9 to the financial statements.

RISK MANAGEMENT

As discussed in NOTE 1 O. to the financial statements, the State is self-insured for claims arising from the State's traditional health care plan, workers' compensation, vehicle liability, public fidelity blanket bonds, property losses, and tort liability.

ECONOMIC OVERVIEW AND OUTLOOK

The national economy is in a period of slow and moderate growth that may extend into 1994 and beyond. Real Gross Domestic Product (GDP) grew at a revised annual rate of 1.9 percent in the second quarter of 1993, following a revised 0.8 percent growth rate in the first quarter of the year. For the first six months of 1993, real GDP has grown at a scant 1.4 percent annual rate after a pace of more than 4.6 percent in the second half of 1992. Current economic evidence, however, indicates that the second half of 1993 will be stronger with real GDP growth in the range of 2.5 to 3.0 percent in the third and fourth quarters. The outlook for 1994 is not expected to change significantly. The consensus forecast calls for economic growth to continue close to the 3.0 percent level in 1994 and 1995.

The modest nature of the current economic recovery, which started in 1991, was unprecedented in post-war U.S. history. Growth rates in economic activity that followed the 1990 recession pale in comparison to the pick up that took place during the recovery period following the last major recession. The revised GDP data show that the current recovery has been on a 2.5 percent growth path for the last two years with no signs that it will move into a higher gear in the near future. It appears that the economy is unable to recover with anything like its usual spirit. After every previous recession the economy has bounced back strongly, although sometimes only briefly. However, with many markets forecast to grow in 1994 similar to those in 1993, the current recovery will remain a half-speed, vulnerable expansion relative to post-war standards.

In the short term, corporate restrictions and defense downsizing will continue to be a drag on the economy. The good news in the economic picture is that modest growth will keep inflation and interest rates low, especially with the federal deficit likely to shrink more than earlier expectations.

National economic conditions will have an impact on Ohio's economic growth and fiscal condition. The national recession of 1990 brought heavy job losses and slow income growth to the State. Ohio's heavy industries slid as demand for capital goods declined throughout the nation. However, in previous recessions, the Ohio economy has been hit much harder. This was due mainly to Ohio's dependence upon manufacturing, which usually suffers heavily in an economic downturn. The 1990 recession, however, was different in character. The drop in economic activity was not solely concentrated in the industrial sector but instead the impact was distributed to other sectors of the economy.

Since 1983, Ohio's heavy industry and manufacturing concerns have revitalized plant and equipment, which have contributed to improvement in productivity, production capacity, and competitiveness. These developments have provided Ohio with a more diversified and solid economic base. In addition, Ohio's near-term growth will rely in part on its role as a financial and service center. The finance, insurance, and real estate sector has been one of Ohio's greatest strengths recently, adding more than 16,000 jobs over the last five years.

The Voinovich Administration has consistently resolved budget problems by first reducing spending. Ohio has had four rounds of budget cuts totaling over \$700 million since January 1991. Tax increases during this period have been limited and narrow in focus. The result has been about \$2 in budget cuts for every \$1 in tax increases for fiscal years 1991 through 1993. According to the Fiscal Survey of States, prepared by the National Governors' Association, for fiscal year 1993, Ohio had the largest budget cuts and the third largest tax increases among the 50 states. The tax ranking is directly related to an anemic economy and dramatically escalating costs of unfunded mandates to provide health care for low-income Ohioans.

As a result of slow and moderate economic conditions and budget stability, the General Revenue Fund is projected to end fiscal year 1994 with a modest \$113.7 million unobligated budgetary fund balance.

MAJOR INITIATIVES AND PROJECTS

- In January 1993, the **Job Creation Act** was effected to provide tax credits to businesses for job creation in the areas of research and development, export expansion, and equipment investment. The legislation is now serving as a model for other states as it has been recognized as providing businesses and communities with the flexibility necessary to capitalize upon new markets.
- With the enactment of Am. Sub. House Bill 152 in July 1993, the **Ohio Economic and Tax Structure Study Commission** was created to undertake an in-depth review of Ohio's system of raising tax revenues for government services. The Commission will focus on Ohio's tax structure and its relationship to the State's economy. The study, the first comprehensive effort in this area in 25 years, will also examine ways to make Ohio's tax structure more attractive to businesses.
- **Access Ohio**, the Ohio Department of Transportation's recently completed long-range transportation plan, addresses such concerns as traffic congestion, vehicular capacity, energy consumption and clean air standards. The plan also proposes ways to better integrate Ohio's transportation modes, including roadways, airports, waterways, and public transportation. Access Ohio, a nationally recognized effort, was written after extensive public consultation, including 71 town hall meetings.
- On November 2, 1993, Ohio voters approved **Issue 1**, which authorizes the State of Ohio through constitutional amendment to sell up to \$200 million in general obligation bonds to finance improvements at Ohio's parks and natural areas.

DEPARTMENTAL FOCUS

Each year an agency is selected to be highlighted for its efforts and accomplishments. The **Ohio Tuition Trust Authority (OTTA)** has been selected for 1993.

In November 1989, OTTA began its operations to design, promote, and operate college savings programs that help children, who are Ohio residents, afford higher education. OTTA offers two savings programs — the Prepaid Tuition Program and the College Savings Bond Program.

Under the Prepaid Tuition Program, participants can purchase tuition credits, up to a maximum of 400. Each tuition credit entitles a student to an amount equal to one percent of tuition costs, including mandatory fees, charged for a full-time student during an academic year at the 13 four-year, State universities in Ohio. The price of a tuition credit is recomputed each year to cover OTTA's projected administrative costs and to ensure the program's actuarial soundness and financial stability. The current price of a tuition credit is less than \$50, and various tuition credit purchasing packages are available to assist program participants in reaching their savings goals. Tuition credits can be applied to any accredited college or university.

Under the College Savings Bond Program, OTTA has been authorized by law to work with various state financing authorities, such as the Treasurer of State's Office, to designate the State's tax-exempt bond issuances as College Savings Bonds. While OTTA does not issue any college savings bonds, it promotes their availability from Ohio's financing authorities. Program participants can purchase the zero-coupon or capital appreciation bonds from brokerage firms and banks. At maturity, the principal and tax-free interest paid on the bonds can be used by program participants to pay tuition and other expenses. Typically, Ohio College Savings Bonds have had a face value of \$5,000 at maturity, with maturities ranging from eight to 20 years.

As of June 30, 1993, OTTA has sold approximately 2.3 million tuition credits since its inception, of which 784 thousand credits were sold in fiscal year 1993 alone, and close to \$70 million in College Savings Bonds have been made available for purchase by program participants. During fiscal year 1993, program assets had grown to almost \$93 million, which is an increase of approximately \$40 million or 73 percent over fiscal year 1992.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the State of Ohio for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 1992. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR whose contents conform to program standards. The CAFR 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 our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS

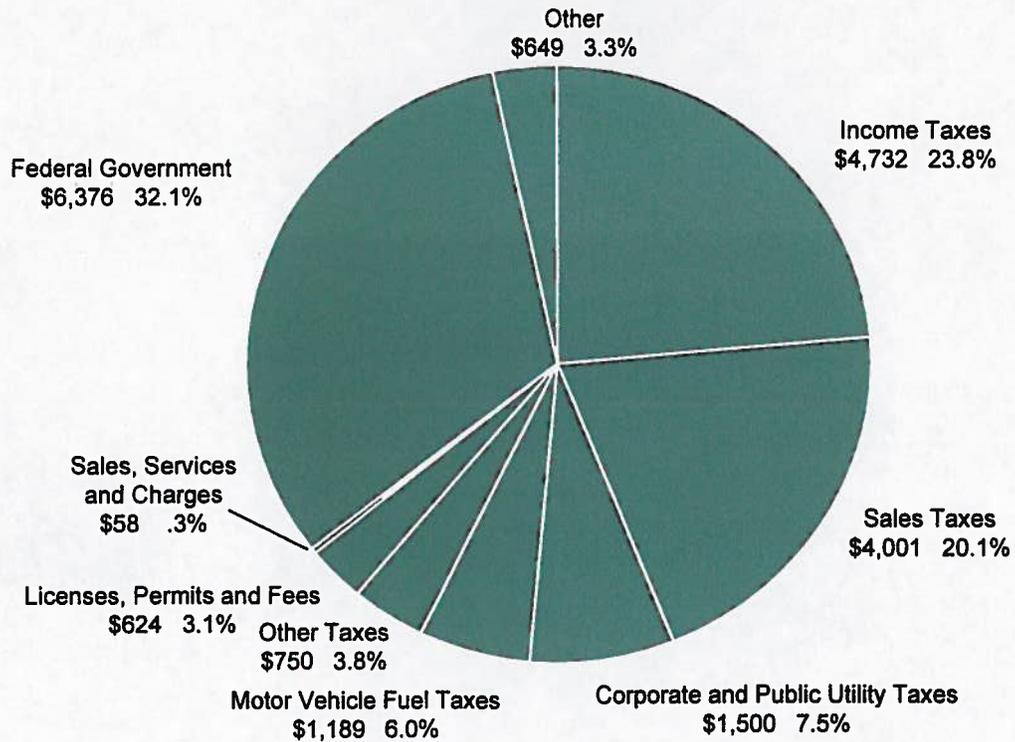
In conclusion, I wish to express my appreciation to the staffs of the various State agencies whose time and dedicated efforts made this report possible.

Sincerely,

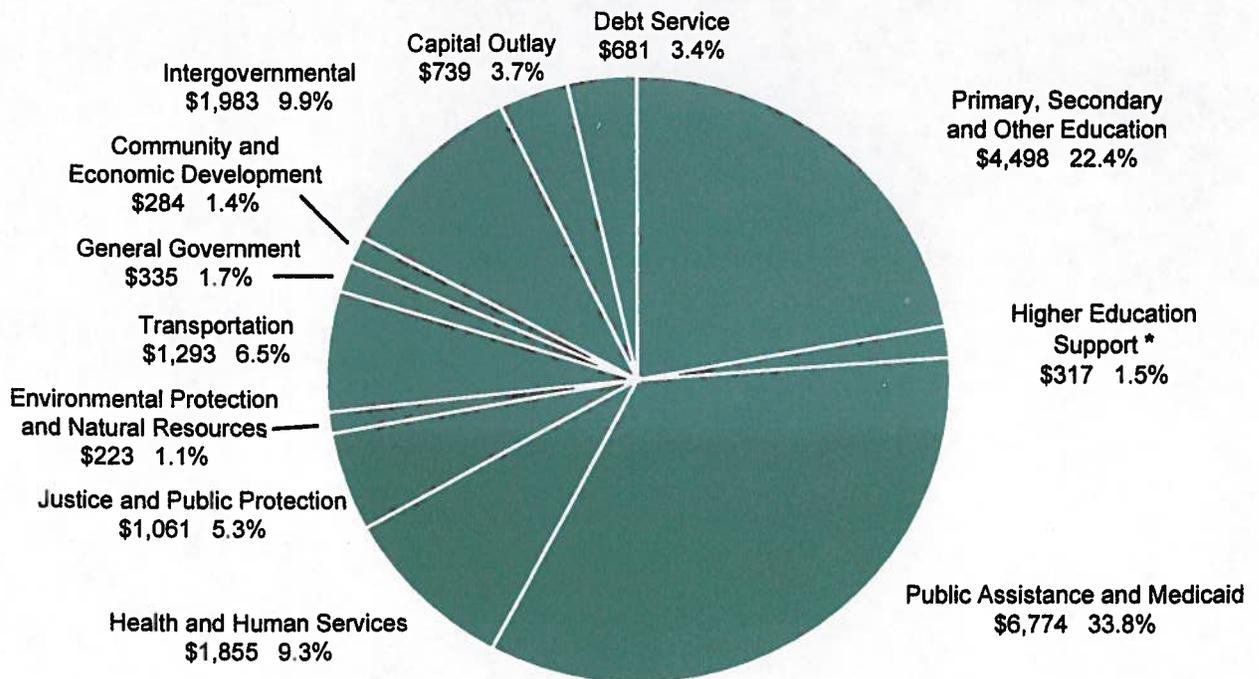


R. GREGORY BROWNING
Director

**Revenues for All Governmental Funds
State Fiscal Year 1993
(millions of dollars)**



**Expenditures for All Governmental Funds
State Fiscal Year 1993
(millions of dollars)**



* Budgetary expenditures for higher education support reported for the governmental funds have been reclassified on a GAAP basis to "operating transfers to component units," as required by the new reporting requirements of GASB Statement No. 14, "The Financial Reporting Entity."

Certificate of Achievement for Excellence in Financial Reporting

Presented to

State of
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1992

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.



Arnold L. Flahoy

President

Jeffrey L. Esser

Executive Director

**STATE OF OHIO
OFFICIALS**

EXECUTIVE

**George V. Voinovich
Governor**

**Michael DeWine
Lieutenant Governor**

**Lee I. Fisher
Attorney General**

**Thomas E. Ferguson
Auditor of State**

**Mary Ellen Withrow
Treasurer of State**

**Robert A. Taft
Secretary of State**

LEGISLATIVE

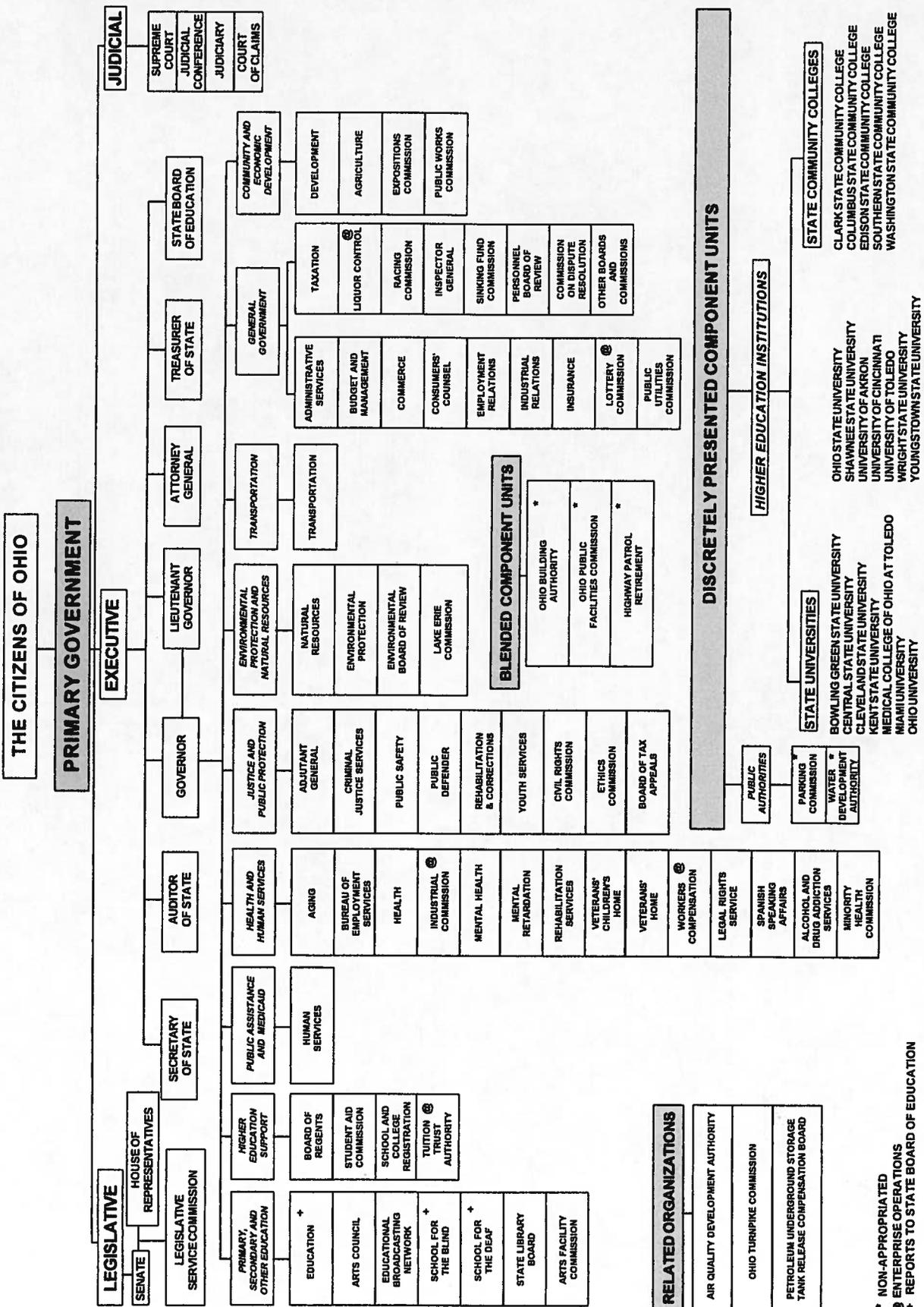
**Stanley J. Aronoff
President of the Senate**

**Vern Riffe
Speaker of the House**

JUDICIAL

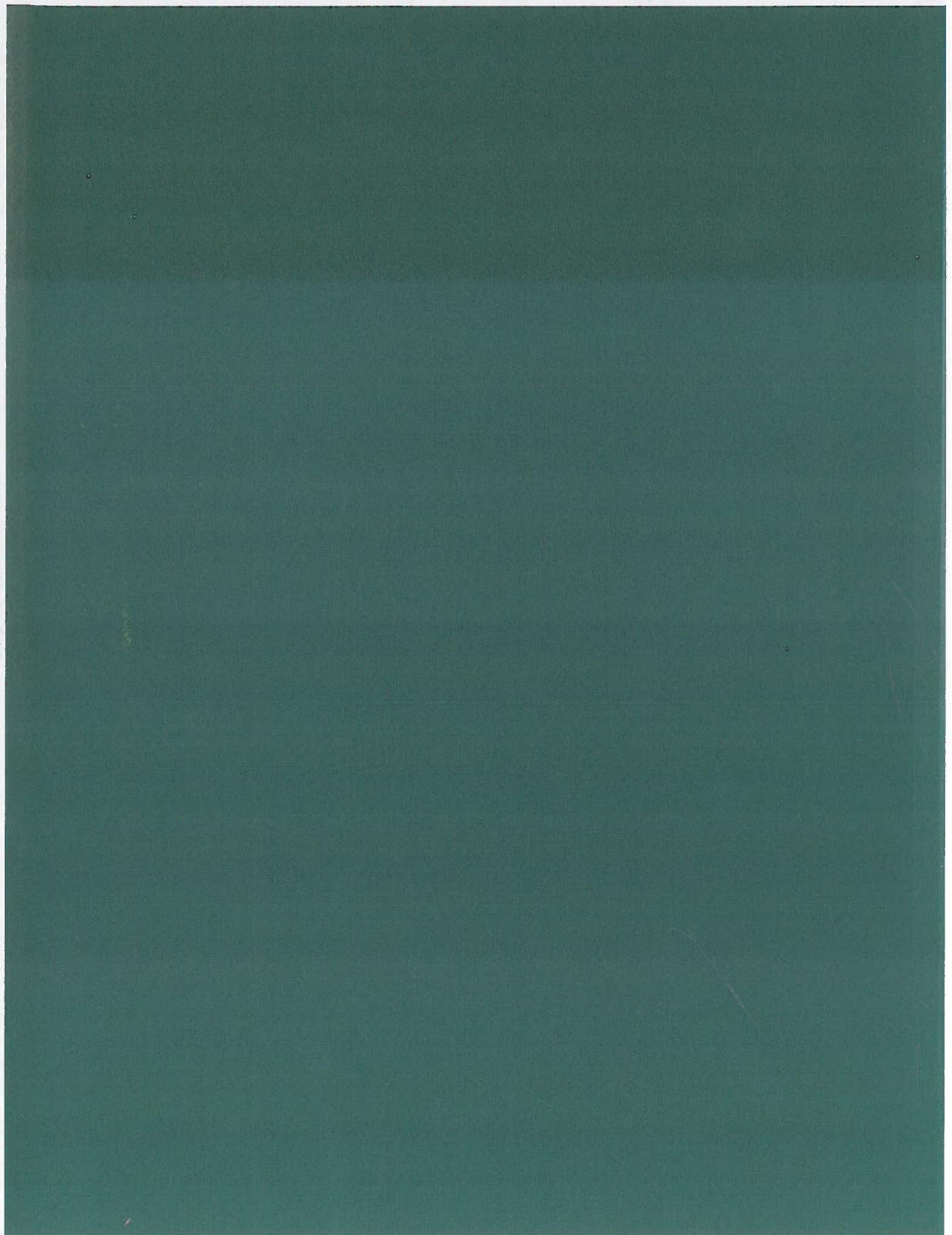
**Thomas J. Moyer
Chief Justice
Supreme Court**

STATE OF OHIO ORGANIZATION CHART



* NON-APPROPRIATED
 @ ENTERPRISE OPERATIONS
 + REPORTS TO STATE BOARD OF EDUCATION

FINANCIAL
SECTION



THOMAS E. FERGUSON, CFE
AUDITOR OF STATE

P.O. BOX 1140 • Columbus, Ohio 43266-0040 • [614] 466-4514

INDEPENDENT AUDITOR'S REPORT

The Honorable George V. Voinovich, Governor
State of Ohio
Columbus, Ohio

We have audited the accompanying general purpose financial statements of the State of Ohio, as of and for the year ended June 30, 1993, as listed in the table of contents. These general purpose financial statements are the responsibility of the State's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the following organizations:

Ohio Housing Finance Agency	Ohio Building Authority
Economic Development Financing Division	Ohio Bureau of Workers' Compensation
Minority Development Financing Commission	and Industrial Commission of Ohio
Ohio Public Facilities Commission	State Highway Patrol Retirement System

Also, we did not audit the following discretely presented component units:

Ohio Water Development Authority	University of Akron
State Parking Commission	University of Cincinnati
Cleveland State University	University of Toledo
Kent State University	Wright State University
Miami University	Youngstown State University
Ohio State University	Medical College of Ohio at Toledo
Ohio University	

In addition, we did not audit the financial statements of the following retirement systems whose assets held by the Treasurer of State are included as part of the State's agency fund type: the Public Employees Retirement System and the Police and Firemen's Disability and Pension Fund System. These statements reflect the following percent of total assets or liabilities and revenues of the indicated fund type, account groups and discretely presented component units:

	Percent of Total Assets/(Liabilities)	Percent of Total Revenues
Special Revenue Fund Type	16%	0%
Debt Service Fund Type	77%	16%
Capital Projects Fund Type	17%	10%
Enterprise Fund Type	90%	59%
Internal Service Fund Type	34%	10%
Trust and Agency Fund Type	48%	2%
General Fixed Assets Account Group	11%	----
General Long-Term Obligations Account Group	(76%)	----
Discretely Presented Component Units	93%	93%

The Honorable George V. Voinovich, Governor

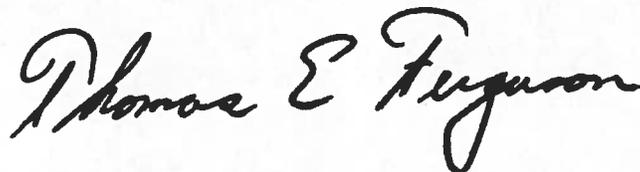
The financial statements of these independently audited organizations and the assets of the retirement systems were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts of these independently audited organizations and funds included in the fund types and account groups comprising the general purpose financial statements is based solely on the reports of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and reports of other auditors, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the State of Ohio at June 30, 1993, and the results of its operations and the cash flows of its enterprise and internal service fund types and its component unit proprietary funds for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the State of Ohio. Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

We did not examine the data included in the statistical section of this report and therefore, express no opinion thereon.



THOMAS E. FERGUSON, CFE
Auditor of State

November 16, 1993

**GENERAL
PURPOSE
FINANCIAL
STATEMENTS**

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE	ACCOUNT GROUPS		TOTAL PRIMARY GOVERNMENT (memorandum only)	COMPONENT UNITS	TOTAL REPORTING ENTITY (memorandum only)
ENTERPRISE	INTERNAL SERVICE	TRUST AND AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS			
\$ 91,537	\$ 30,274	\$ 186,509	\$ —	\$ —	\$ 2,401,959	\$ 112	\$ 2,402,071
4,204	219	94,164	—	—	13,370	2,550	15,920
9,766,058	1,825	61,073,958	—	—	111,317	158,407	269,724
—	—	779,593	—	—	71,446,662	1,698,626	73,145,288
—	—	216,399	—	—	779,593	—	779,593
—	1,328	616	—	—	1,133,784	—	1,133,784
2,299,821	—	—	—	—	581,043	45,032	626,075
168,684	53,223	28,885	—	—	2,299,821	—	2,299,821
104	35,963	3,143	—	—	353,081	1,174,878	1,527,959
23,443	14,923	442,827	—	—	285,709	259,409	545,118
20,330	—	—	—	—	62,607	393,526	456,133
652	771	—	—	—	78,779	45,480	124,259
1,195,286	22,632	—	—	—	442,827	832	443,659
10,626	—	—	—	—	20,330	—	20,330
448,381	127,607	2,541	2,719,199	—	1,423	158,180	159,603
(117,522)	(64,589)	(40)	—	—	22,632	447,142	469,774
107,373	465	4	—	—	1,195,286	—	1,195,286
—	—	316,230	—	—	10,626	—	10,626
—	—	—	—	—	3,297,728	6,193,980	9,491,708
—	—	—	—	—	(182,151)	(5,021)	(187,172)
—	—	—	—	—	113,288	63,291	176,579
—	—	—	—	—	316,230	—	316,230
—	—	—	—	573,858	573,858	—	573,858
—	—	—	—	5,690	5,690	—	5,690
—	—	—	—	—	—	—	—
—	—	—	—	5,007,679	5,007,679	—	5,007,679
\$ 14,018,977	\$ 224,641	\$ 63,180,019	\$ 2,719,199	\$ 5,587,227	\$ 90,373,171	\$ 10,636,424	\$ 101,009,595
\$ 30,828	\$ 12,174	\$ 184	\$ —	\$ —	\$ 342,435	\$ 152,446	\$ 494,881
7,708	34,171	267	—	—	505,691	—	505,691
394	5,110	3,295,983	—	—	152,624	462,767	615,391
1,584	1,144	29,000	—	—	3,789,938	—	3,789,938
385,661	1,201	—	—	—	71,697	393,526	465,223
13,758,684	—	—	—	—	425,109	123,931	549,040
1,020,989	—	58,211,150	—	—	13,758,684	—	13,758,684
1,184,737	500	444,515	—	—	59,690,215	75,678	59,765,893
—	—	—	—	—	444,515	832	445,347
—	—	—	—	—	1,185,237	—	1,185,237
—	49,891	—	—	837,417	837,417	—	837,417
—	—	—	—	110,320	160,211	1,801,748	1,961,959
—	6,514	—	—	3,821,014	3,821,014	—	3,821,014
—	—	—	—	14,265	20,779	22,640	43,419
—	—	—	—	804,211	804,211	—	804,211
16,390,585	110,705	61,981,099	2,719,199	5,587,227	86,009,777	3,033,568	89,043,345
—	—	—	—	—	2,719,199	5,453,049	8,172,248
845,032	4,843	—	—	—	4,843	108	4,951
115,484	—	—	—	—	845,032	—	845,032
(3,332,124)	109,093	—	—	—	115,484	—	115,484
—	—	—	—	—	(3,223,031)	452,397	(2,770,634)
—	—	—	—	—	579,548	—	579,548
—	—	—	—	—	2,134,869	—	2,134,869
—	—	—	—	—	227,907	—	227,907
—	—	263,973	—	—	263,973	—	263,973
—	—	—	—	—	—	1,099,296	1,099,296
—	—	—	—	—	131,712	—	131,712
—	—	—	—	—	—	586,881	586,881
—	—	934,947	—	—	563,858	11,125	574,983
(2,371,608)	113,936	1,198,920	2,719,199	—	4,363,394	7,602,856	11,966,250
\$ 14,018,977	\$ 224,641	\$ 63,180,019	\$ 2,719,199	\$ 5,587,227	\$ 90,373,171	\$ 10,636,424	\$ 101,009,595

STATE OF OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

	GOVERNMENTAL FUND TYPES		
	GENERAL	SPECIAL REVENUE	DEBT SERVICE
REVENUES:			
Income Taxes	\$ 4,270,124	\$ 462,123	\$ —
Sales Taxes	3,810,631	190,767	—
Corporate and Public Utility Taxes	1,419,293	81,182	—
Motor Vehicle Fuel Taxes	—	1,143,051	46,133
Unemployment Taxes	—	—	—
Other Taxes	712,400	37,720	—
Licenses, Permits and Fees	80,629	498,585	44,766
Sales, Services and Charges	32,082	25,749	—
Federal Government	3,276,727	3,099,097	488
Other	189,935	405,475	26,897
TOTAL REVENUES	13,791,821	5,943,749	118,284
EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	3,167,196	1,330,372	—
Higher Education Support	220,792	95,897	—
Public Assistance and Medicaid	5,983,923	790,255	—
Health and Human Services	780,154	1,074,561	—
Justice and Public Protection	770,081	290,697	—
Environmental Protection and Natural Resources	77,838	145,466	—
Transportation	29,849	1,263,500	—
General Government	228,949	106,521	—
Community and Economic Development	69,737	214,272	—
INTERGOVERNMENTAL	741,099	1,242,209	—
CAPITAL OUTLAY	5,524	68,632	—
DEBT SERVICE	2	—	681,030
TOTAL EXPENDITURES	12,075,144	6,622,382	681,030
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,716,677	(678,633)	(562,746)
OTHER FINANCING SOURCES (USES):			
Bond and Certificates of Participation Proceeds	—	—	1,486
Refunding Bond Proceeds	—	—	271,605
Payment to Refunded Bond Escrow Agents	—	—	(277,526)
Operating Transfers-in	89,228	1,400,123	586,431
Operating Transfers-out	(554,393)	(764,161)	(31,163)
Operating Transfers to Component Units	(1,154,002)	—	—
TOTAL OTHER FINANCING SOURCES (USES)	(1,619,167)	635,962	550,833
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	97,510	(42,671)	(11,913)
FUND BALANCES, JULY 1 (as restated)	327,261	1,333,283	585,771
INCREASE (DECREASE) FOR CHANGES IN INVENTORIES	1,429	(2,094)	—
FUND BALANCES, JUNE 30	\$ 426,200	\$ 1,288,518	\$ 573,858

The notes to the financial statements are an integral part of this statement.

<u>CAPITAL PROJECTS</u>	<u>FIDUCIARY FUND TYPE</u>		<u>TOTAL (memorandum only)</u>
	<u>EXPENDABLE TRUST</u>		
\$ —	\$ —	\$	4,732,247
—	—		4,001,398
—	—		1,500,475
—	—		1,189,184
—	1,405,997		1,405,997
—	—		750,120
—	—		623,980
—	—		57,831
—	—		6,376,312
<u>27,053</u>	<u>64,001</u>		<u>713,361</u>
<u>27,053</u>	<u>1,469,998</u>		<u>21,350,905</u>
—	—		4,497,568
—	—		316,689
—	—		6,774,178
—	1,304,460		3,159,175
—	—		1,060,778
—	—		223,304
—	—		1,293,349
—	—		335,470
52	—		284,061
—	—		1,983,308
665,307	—		739,463
175	—		681,207
<u>665,534</u>	<u>1,304,460</u>		<u>21,348,550</u>
<u>(638,481)</u>	<u>165,538</u>		<u>2,355</u>
750,958	—		752,444
—	—		271,605
—	—		(277,526)
231,151	—		2,306,933
(226,596)	—		(1,576,313)
—	—		(1,154,002)
<u>755,513</u>	<u>—</u>		<u>323,141</u>
117,032	165,538		325,496
297,339	769,409		3,313,063
—	—		(665)
<u>\$ 414,371</u>	<u>\$ 934,947</u>	<u>\$</u>	<u>3,637,894</u>

STATE OF OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 1993 (amounts expressed in thousands)

	GENERAL FUND		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Income Taxes	\$ 4,176,500	\$ 4,226,587	\$ 50,087
Sales Taxes	3,819,200	3,773,703	(45,497)
Corporate and Public Utility Taxes	1,439,000	1,416,721	(22,279)
Motor Vehicle Fuel Taxes	—	—	—
Other Taxes	700,900	707,263	6,363
Licenses, Permits and Fees	89,208	87,611	(1,597)
Sales, Services and Charges	46,037	46,389	352
Federal Government	3,228,667	3,286,378	57,711
Other	303,374	300,985	(2,389)
TOTAL REVENUES	13,802,886	13,845,637	42,751
BUDGETARY EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	3,190,386	3,187,839	2,547
Higher Education Support	1,379,241	1,376,400	2,841
Public Assistance and Medicaid	6,056,680	5,957,100	99,580
Health and Human Services	826,063	810,035	16,028
Justice and Public Protection	808,554	793,569	14,985
Environmental Protection and Natural Resources	95,869	92,146	3,723
Transportation	32,571	32,566	5
General Government	342,736	315,119	27,617
Community and Economic Development	86,994	86,321	673
INTERGOVERNMENTAL	772,816	741,845	30,971
CAPITAL OUTLAY	21,611	1,664	19,947
DEBT SERVICE	615,751	540,284	75,467
TOTAL BUDGETARY EXPENDITURES	14,229,272	13,934,888	294,384
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	(426,386)	(89,251)	337,135
OTHER FINANCING SOURCES (USES):			
Bond Proceeds	—	—	—
Operating Transfers-in	81,931	101,093	19,162
Operating Transfers-out	(17,730)	(25,528)	(7,798)
Encumbrance Reversions	—	36,049	36,049
TOTAL OTHER FINANCING SOURCES (USES)	64,201	111,614	47,413
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	(362,185)	22,363	384,548
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JULY 1	160,428	160,428	—
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JUNE 30	\$ (201,757)	\$ 182,791	\$ 384,548

The notes to the financial statements are an integral part of this statement.

SPECIAL REVENUE FUNDS			DEBT SERVICE FUNDS		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ 495,076	\$ 495,076	\$ —	\$ —	\$ —	\$ —
197,038	197,038	—	—	—	—
85,120	85,120	—	—	—	—
1,128,071	1,128,071	—	46,134	46,134	—
37,724	37,724	—	—	—	—
657,637	657,637	—	44,784	44,784	—
17,229	17,229	—	—	—	—
3,302,677	3,302,677	—	—	—	—
508,796	508,796	—	75,168	75,168	—
<u>6,429,368</u>	<u>6,429,368</u>	<u>—</u>	<u>166,086</u>	<u>166,086</u>	<u>—</u>
1,380,366	1,373,778	6,588	—	—	—
30,146	28,859	1,287	—	—	—
1,321,662	1,221,122	100,540	—	—	—
1,199,332	1,095,456	103,876	—	—	—
341,061	299,893	41,168	—	—	—
182,837	152,023	30,814	—	—	—
1,763,519	1,447,660	315,859	—	—	—
122,922	108,033	14,889	—	—	—
418,937	348,979	69,958	—	—	—
1,581,786	1,449,055	132,731	—	—	—
213,023	65,374	147,649	—	—	—
10,100	5,000	5,100	186,945	173,214	13,731
<u>8,565,691</u>	<u>7,595,232</u>	<u>970,459</u>	<u>186,945</u>	<u>173,214</u>	<u>13,731</u>
<u>(2,136,323)</u>	<u>(1,165,864)</u>	<u>970,459</u>	<u>(20,859)</u>	<u>(7,128)</u>	<u>13,731</u>
—	—	—	805	805	—
1,363,674	1,363,674	—	10,462	10,462	—
(720,169)	(720,169)	—	(10,462)	(10,462)	—
166,330	166,330	—	—	—	—
<u>809,835</u>	<u>809,835</u>	<u>—</u>	<u>805</u>	<u>805</u>	<u>—</u>
<u>\$ (1,326,488)</u>	<u>(356,029)</u>	<u>\$ 970,459</u>	<u>\$ (20,054)</u>	<u>(6,323)</u>	<u>\$ 13,731</u>
	<u>(172,926)</u>			<u>133,462</u>	
	<u>\$ (528,955)</u>			<u>\$ 127,139</u>	

STATE OF OHIO

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCES ALL PROPRIETARY FUND TYPES AND PENSION TRUST FUND FOR THE FISCAL YEAR ENDED JUNE 30, 1993 (amounts expressed in thousands)

	PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE
	ENTERPRISE	INTERNAL SERVICE	PENSION TRUST
OPERATING REVENUES:			
Charges for Sales and Services	\$ 2,330,579	\$ 247,864	\$ —
Premium and Assessment Income	2,301,070	—	—
Investment Income	1,300,647	—	19,391
Employer Contributions	—	—	12,312
Employee Contributions	—	—	5,268
Other	45,383	7,232	130
TOTAL OPERATING REVENUES	5,977,679	255,096	37,101
OPERATING EXPENSES:			
Costs of Sales and Services	216,571	102,882	—
Administration	199,406	114,285	937
Bonuses and Commissions	119,457	—	—
Prizes	1,075,877	—	—
Benefits and Claims	3,171,890	—	11,674
Depreciation	18,802	15,833	16
Other	167,970	11,941	—
TOTAL OPERATING EXPENSES	4,969,973	244,941	12,627
OPERATING INCOME	1,007,706	10,155	24,474
NONOPERATING REVENUES (EXPENSES):			
Investment Income	—	1,220	—
Interest Expense	—	(5,107)	—
Federal Grants	—	—	—
Other	114	(706)	—
TOTAL NONOPERATING REVENUES (EXPENSES)	114	(4,593)	—
INCOME BEFORE OPERATING TRANSFERS	1,007,820	5,562	24,474
OPERATING TRANSFERS:			
Operating Transfers-in	—	35,035	—
Operating Transfers-out	(735,054)	(30,353)	—
TOTAL OPERATING TRANSFERS	(735,054)	4,682	—
NET INCOME BEFORE EXTRAORDINARY ITEM	272,766	10,244	24,474
EXTRAORDINARY ITEM - LOSS ON EXTINGUISHMENT OF DEBT	—	—	—
NET INCOME (LOSS)	272,766	10,244	24,474
RETAINED EARNINGS (DEFICITS)/ FUND BALANCES, JULY 1 (as restated)	(3,489,406)	98,849	239,499
RETAINED EARNINGS (DEFICITS)/ FUND BALANCES, JUNE 30	\$ (3,216,640)	\$ 109,093	\$ 263,973

The notes to the financial statements are an integral part of this statement.

TOTAL PRIMARY GOVERNMENT (memorandum only)	PROPRIETARY FUND TYPES COMPONENT UNITS	TOTAL REPORTING ENTITY (memorandum only)
\$ 2,578,443	\$ 77,711	\$ 2,656,154
2,301,070	—	2,301,070
1,320,038	15,205	1,335,243
12,312	—	12,312
5,268	—	5,268
52,745	655	53,400
6,269,876	93,571	6,363,447
319,453	62,946	382,399
314,628	338	314,966
119,457	—	119,457
1,075,877	—	1,075,877
3,183,564	—	3,183,564
34,651	449	35,100
179,911	4,370	184,281
5,227,541	68,103	5,295,644
1,042,335	25,468	1,067,803
1,220	203	1,423
(5,107)	(196)	(5,303)
—	32,165	32,165
(592)	4	(588)
(4,479)	32,176	27,697
1,037,856	57,644	1,095,500
35,035	—	35,035
(765,407)	—	(765,407)
(730,372)	—	(730,372)
307,484	57,644	365,128
—	(80,187)	(80,187)
307,484	(22,543)	284,941
(3,151,058)	474,940	(2,676,118)
\$ (2,843,574)	\$ 452,397	\$ (2,391,177)

STATE OF OHIO
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

CASH FLOWS FROM OPERATING ACTIVITIES:

	ENTERPRISE	INTERNAL SERVICE	TOTAL PRIMARY GOVERNMENT (memorandum only)	COMPONENT UNITS	TOTAL REPORTING ENTITY (memorandum only)
Operating Income	\$ 1,007,706	\$ 10,155	\$ 1,017,861	\$ 25,468	\$ 1,043,329
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Investment Income	(1,300,647)	—	(1,300,647)	(15,205)	(1,315,852)
Depreciation	18,802	15,833	34,635	449	35,084
Provision for Uncollectible Accounts	66,331	—	66,331	—	66,331
Amortization of Premiums and Discounts	72,279	—	72,279	791	73,070
Interest on Bonds and Notes	—	—	—	61,402	61,402
Decrease (Increase) in Assets:					
Intergovernmental Receivables	—	(243)	(243)	—	(243)
Premiums and Assessments Receivable	(378,314)	—	(378,314)	—	(378,314)
Loans, Net	—	—	—	(44,874)	(44,874)
Other Receivables	(94,711)	(979)	(95,690)	71	(95,619)
Due from Other Funds	74	710	784	3,303	4,087
Inventories	2,447	1,304	3,751	—	3,751
Other Assets	(3,503)	50	(3,453)	(3,301)	(6,754)
Restricted Assets	(241)	—	(241)	—	(241)
Increase (Decrease) in Liabilities:					
Accounts Payable	(3,738)	854	(2,884)	1,658	(1,226)
Accrued Liabilities	(351)	521	170	1,424	1,594
Intergovernmental Payable	—	1,296	1,296	—	1,296
Due to Other Funds	289	(456)	(167)	(3,303)	(3,470)
Deferred Revenues	91,422	(186)	91,236	119	91,355
Workers' Compensation Benefits Payable	1,148,040	—	1,148,040	—	1,148,040
Refund and Other Liabilities	108,935	—	108,935	92	109,027
Liabilities Payable from Restricted Assets	19,997	—	19,997	—	19,997
NET CASH FLOWS PROVIDED BY OPERATING ACTIVITIES	754,817	26,859	783,676	28,094	811,770

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Operating Transfers-in	—	35,035	35,035	—	35,035
Operating Transfers-out	(735,054)	(30,353)	(765,407)	—	(765,407)
Federal Grants	—	—	—	39,027	39,027
Proceeds from the Sale of Revenue Bonds	—	—	—	742,636	742,636
Retirement of Revenue Bond Principal	—	—	—	(694,906)	(694,906)
Interest Paid	—	—	—	(45,601)	(45,601)
Other	37	(115)	(78)	(5,559)	(5,537)
NET CASH FLOWS PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(735,017)	4,567	(730,450)	35,597	(694,853)

	ENTERPRISE	INTERNAL SERVICE	TOTAL PRIMARY GOVERNMENT (memorandum only)	COMPONENT UNITS	TOTAL REPORTING ENTITY (memorandum only)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Retirement of Revenue Bond Principal	—	(2,222)	(2,222)	(95)	(2,317)
Interest Paid	—	(4,158)	(4,158)	(199)	(4,357)
Principal Receipts on Capital Leases	—	1,301	1,301	—	1,301
Retirement of Certificates of Participation	—	(13,265)	(13,265)	—	(13,265)
Acquisition and Construction of Capital Assets	(13,505)	(5,720)	(19,225)	(232)	(19,457)
Proceeds from Sales of Fixed Assets	89	22	111	—	111
Principal Payments on Capital Leases	—	(12,366)	(12,366)	—	(12,366)
Other	—	205	205	—	205
NET CASH FLOWS USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(13,416)	(36,203)	(49,619)	(526)	(50,145)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Proceeds from the Sales and Maturities of Investments	15,337,086	9,662	15,346,748	7,483,204	22,829,952
Purchase of Investments	(16,623,547)	—	(16,623,547)	(7,563,332)	(24,186,879)
Investment Income Received	1,302,066	1,264	1,303,330	17,129	1,320,459
Arbitrage Rebate to Federal Government	—	(620)	(620)	—	(620)
NET CASH FLOWS PROVIDED (USED) BY INVESTING ACTIVITIES	15,605	10,306	25,911	(62,999)	(37,088)
NET INCREASE IN CASH AND CASH EQUIVALENTS	21,989	7,529	29,518	166	29,684
CASH AND CASH EQUIVALENTS, JULY 1	94,734	23,735	118,469	2,046	120,515
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 116,723	\$ 31,264	\$ 147,987	\$ 2,212	\$ 150,199
SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Acquisition and Construction of Capital Assets	\$ —	\$ (8,408)	\$ (8,408)	\$ 108	\$ (8,300)
Increase in Capital Leases	—	8,699	8,699	—	8,699
Increase in Contributed Capital	—	(301)	(301)	(108)	(409)
Trade-In Credits	—	10	10	—	10
Issuance of Certificates of Participation	—	9,365	9,365	—	9,365
Refunding of Certificates of Participation	—	(9,250)	(9,250)	—	(9,250)
Bond Issuance Costs	—	(135)	(135)	—	(135)
TOTAL NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES	\$ —	\$ —	\$ —	\$ —	\$ —

The notes to the financial statements are an integral part of this statement.

STATE OF OHIO
COLLEGE AND UNIVERSITY FUNDS
STATEMENT OF CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>TOTAL COMPONENT UNITS</u>
REVENUES AND OTHER ADDITIONS :	
Unrestricted Current Fund Revenues.	\$ 2,581,733
Local Appropriations-Restricted	12,392
Federal Grants and Contracts-Restricted	400,755
Local Grants and Contracts-Restricted	3,350
Private Gifts, Grants, and Contracts-Restricted	218,876
Endowment Income-Restricted	22,924
Investment Income-Restricted	22,622
Realized Gain on Investments-Restricted (net)	32,636
Interest on Loans Receivable	4,123
Investment in Plant-Additions	445,540
Other	55,536
TOTAL REVENUES AND OTHER ADDITIONS	<u>3,800,487</u>
EXPENDITURES AND OTHER DEDUCTIONS :	
Educational and General Expenditures.	2,883,470
Auxiliary Enterprises Expenditures	425,297
Hospital Expenditures.	726,120
Indirect Costs Recovered	64,082
Grant Refunds and Adjustments	1,271
Loan Cancellations and Write-offs	1,887
Administrative and Collection Costs	1,418
Expended for Plant Facilities	211,407
Retirement of Indebtedness	41,782
Interest on Indebtedness.	38,985
Investment in Plant-Deductions	75,799
Other	20,569
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	<u>4,492,087</u>
TRANSFERS:	
Operating Transfers from Primary Government.	1,154,002
NET INCREASE FOR THE YEAR	<u>462,402</u>
FUND BALANCE AND OTHER CREDITS, JULY 1 (as restated)	<u>6,687,949</u>
FUND BALANCE AND OTHER CREDITS, JUNE 30	<u><u>\$ 7,150,351</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF OHIO
COLLEGE AND UNIVERSITY FUNDS
STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES
AND OTHER CHANGES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>TOTAL COMPONENT UNITS</u>
REVENUES :	
Tuition, Fees, and Other Student Charges	\$ 1,099,948
Local Appropriations	42,397
Federal Grants and Contracts	394,180
Local Grants and Contracts	5,073
Private Gifts, Grants, and Contracts	183,835
Endowment Income	33,957
Sales and Services	1,244,117
Temporary Investment Income	44,431
Other Sources	95,219
TOTAL REVENUES	<u>3,143,157</u>
EXPENDITURES AND MANDATORY TRANSFERS :	
EDUCATIONAL AND GENERAL :	
Instruction and Departmental Research	1,304,104
Separately Budgeted Research	299,513
Public Service	141,881
Academic Support	276,628
Student Services	151,371
Institutional Support	248,505
Operation and Maintenance of Plant	213,677
Scholarships and Fellowships	261,537
TOTAL EDUCATIONAL AND GENERAL	<u>2,897,216</u>
AUXILIARY ENTERPRISES	411,833
HOSPITALS	<u>726,120</u>
TOTAL EXPENDITURES	<u>4,035,169</u>
MANDATORY TRANSFERS, NET :	
Principal and Interest	69,984
Renewals and Replacements	3,880
Student Loan Matching Grants	406
Other	163
TOTAL MANDATORY TRANSFERS, NET	<u>74,433</u>
TOTAL EXPENDITURES AND MANDATORY TRANSFERS	<u>4,109,602</u>
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS) :	
Operating Transfers from Primary Government	1,151,776
NONMANDATORY TRANSFERS, NET :	
Capital Improvements	(74,496)
Other	(50,247)
ADDITIONS/(DEDUCTIONS) :	
Excess of Restricted Receipts over Transfers to Revenue	85,489
Indirect Costs Recovered	(64,044)
Other	(5,465)
TOTAL OTHER TRANSFERS AND ADDITIONS/(DEDUCTIONS)	<u>1,043,013</u>
NET INCREASE IN FUND BALANCE	<u>\$ 76,568</u>

The notes to the financial statements are an integral part of this statement.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the State of Ohio present the financial position of the various fund types and account groups, the results of operations of the various fund types, and the cash flows of the proprietary funds. The financial statements are presented, as of June 30, 1993, and for the year then ended, and have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). The State's significant accounting policies are described below.

A. Financial Reporting Entity

For financial reporting purposes, the State of Ohio's primary government includes all funds, account groups, elected officials, departments and agencies, bureaus, boards, commissions, and authorities that make up the State's legal entity. The State's reporting entity also is comprised of its component units, legally separate organizations for which the State's elected officials are financially accountable.

Financial accountability is defined in GASB Statement No. 14, "The Financial Reporting Entity." The criteria for determining financial accountability include the following considerations: 1.) appointment of a voting majority of an organization's governing authority and the ability of the primary government to either impose its will on that organization or the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, or 2.) an organization is fiscally dependent on the primary government. Information for obtaining complete financial statements for the State's component units is available from the Ohio Office of Budget and Management.

1. Blended Component Units

The following legally separate organizations provide services entirely, or almost entirely to the State or otherwise exclusively, or almost exclusively, benefit the State, and therefore, these organizations' balances and transactions are reported as though they were part of the State's primary government using the blending method.

Ohio Building Authority

Ohio Public Facilities Commission

State Highway Patrol Retirement System

2. Discretely Presented Component Units

The component units columns in the combined financial statements include the financial data of the following organizations. They are reported in a separate discrete column that is labeled as "Component Units" to emphasize these organizations' separateness from the State's primary government.

State-Assisted Higher Education Institutions

Bowling Green State University
Central State University
Cleveland State University
Kent State University
Miami University
Ohio State University
Ohio University

Shawnee State University
University of Akron
University of Cincinnati
University of Toledo
Wright State University
Youngstown State University

Clark State Community College
Columbus State Community College
Edison State Community College
Southern State Community College
Washington State Community College
Medical College of Ohio at Toledo

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)*Other Organizations*

Ohio Water Development Authority

State Parking Commission

3. Joint Ventures/Related Organizations

As discussed in more detail in NOTE 22, the State participates in several joint ventures and has related organizations. The financial activities of these organizations are not included in the State's financial statements.

4. Excluded Organizations

The following organizations have been determined not to be part of the reporting entity after applying the criteria of GASB Statement No. 14:

Public Employees Retirement System
School Employees Retirement System
State Teachers Retirement System
Police and Firemen's Disability and Pension Fund
Ohio Public Employees Deferred Compensation Program (OPEDCP)

The retirement systems and OPEDCP are not included in the reporting entity because they are legally separate, the voting majority of their governing boards are not appointed by the State, they are not fiscally dependent on the State's primary government, and exclusion from the financial reporting entity would not render the State of Ohio's financial statements incomplete or misleading.

The retirement systems' assets, which are held in the Treasurer of State's custody, are reported in the agency funds. OPEDCP assets that represent State employee's participation in the deferred compensation plan, as described in NOTE 17, are reported in the Deferred Compensation Agency Fund. Other OPEDCP assets temporarily held in the Treasurer of State's custody are reported in the Other Agency Fund along with the assets of other entities.

B. Basis of Presentation — Fund Accounting

The State of Ohio uses funds and account groups to report on its financial position and results of its operations. Fund accounting is designed to demonstrate legal compliance and aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group is an accounting entity designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect expendable available financial resources. Funds reported for the primary government and its component units are classified into four categories: governmental, proprietary, fiduciary, and college and university.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1. Primary Government

In the primary government's financial statements, each category is divided into separate "fund types," which are described along with the two account groups, as follows:

Governmental Fund Types

General — The General Fund accounts for current financial resources traditionally associated with government, which are not required legally or by sound financial management practices to be accounted for in another fund.

Special Revenue — The special revenue funds account for specific revenues that are legally restricted to expenditure for designated purposes.

Debt Service — The debt service funds account for the accumulation of resources for the payment of general long-term debt principal and interest.

Capital Projects — The capital projects funds account for the acquisition and construction of major capital facilities and for major repairs and replacements other than those financed by proprietary funds and trust funds.

Proprietary Fund Types

Enterprise — The enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises — where the State's intent is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the State has decided that periodic determination of net income is appropriate for accountability purposes. The Ohio Bureau of Workers' Compensation is included in the enterprise funds for its fiscal year ended December 31, 1992.

Internal Service — The internal service funds account for the financing of goods or services provided by a State department or agency to other State agencies and to other government units, on a cost-reimbursement basis.

Fiduciary Fund Types

Trust funds account for assets held by the State in a trustee capacity. Trust funds included in the State's General Purpose Financial Statements are expendable and pension trust. The State Highway Patrol Retirement System is included as a pension trust fund for its fiscal year ended December 31, 1992.

Agency funds account for assets held by the State as an agent for individuals, private organizations, other governments, and/or other funds. Assets of the Public Employees Retirement System and the Police and Firemen's Disability and Pension Fund held by the Treasurer of State are included in the agency funds for their fiscal years ended December 31, 1992.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Account Groups**

General Fixed Assets — The General Fixed Assets Account Group accounts for fixed assets acquired or constructed for use by the State for general governmental purposes. All fixed assets are included except those accounted for in the proprietary and trust funds.

General Long-Term Obligations — The General Long-Term Obligations Account Group accounts for the State's unmatured general obligation bonds and other long-term obligations not required to be accounted for in the proprietary and trust funds.

2. Component Units

Presentation of the underlying fund types of the individual component units reported in the discrete column is available from each respective component unit's separately issued financial statements. The Ohio Water Development Authority and the State Parking Commission are included in the component unit funds for their fiscal years ended December 31, 1992.

A Statement of Current Funds Revenues, Expenditures and Other Changes is presented in the General Purpose Financial Statements, in accordance with Section 2600.111 of the Governmental Accounting Standards Board's Codification of Governmental Accounting and Financial Reporting. The Current Funds, a college and university fund type, accounts for economic resources that are expendable for any purpose in performing the primary objectives of the higher education institutions.

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

Governmental and expendable trust funds are accounted for using a flow of current financial resources measurement focus. Under this measurement focus, only current assets and current liabilities generally are presented on the balance sheet; increases (i.e., revenue and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets are presented in these funds' operating statements.

Proprietary and pension trust funds are accounted for using a flow of economic resources measurement focus. Under this measurement focus, all assets and liabilities associated with the operations of these funds are presented on the balance sheet; fund equity (i.e., net assets) is segregated on the balance sheet into two components, contributed capital and retained earnings/fund balance. Increases (e.g., revenues) and decreases (e.g., expenses) in net assets are presented in these funds' operating statements.

The modified accrual basis of accounting has been applied to all governmental, expendable trust, and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, that is, when they become both measurable and available. "Measurable" means the amount of the transaction can be determined, and "available" means the amount is collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The State considers revenues as available if they are collected within 60 days after year-end.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Expenditures are recorded when the related fund liabilities are incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

Significant revenue sources susceptible to accrual under the modified accrual basis of accounting follow:

- Personal income taxes
- Sales and use taxes
- Motor vehicle fuel taxes
- Unemployment taxes
- Charges for goods and services

Licenses, permits, fees, and certain other miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. The "Other" revenue account is comprised of refunds, reimbursements, recoveries, investment earnings, and other miscellaneous income. In the capital projects funds, "Other" revenue primarily includes investment earnings.

Deferred revenue, as reported on the State's combined balance sheet, represents resources received before the State has a legal claim to them, such as the receipt of federal grant monies prior to the incurrence of qualifying expenditures. When the State has a legal claim to the resources, the revenue is recognized.

The accrual basis of accounting has been applied to the proprietary and pension trust funds. Under this method, revenues are recorded when earned, and expenses are recorded when incurred.

College and university funds are also accounted for on the accrual basis of accounting, with the following exceptions: 1.) depreciation expense related to fixed assets is not recorded, and 2.) revenues and expenditures of an academic term encompassing more than one fiscal year are reported solely in the fiscal year in which the program is predominantly conducted.

D. Budgetary Process

As required by the Ohio Revised Code, the Governor submits biennial operating and capital budgets to the General Assembly. The particular budget, which includes those funds of the State subject to appropriation pursuant to State law, is composed of all proposed expenditures for the State and of estimated revenues and borrowings for a biennium.

The General Assembly enacts the budget through passage of specific departmental line-item appropriations, the legal level of budgetary control. Line-item appropriations are established within funds by program or major object of expenditure. The Governor may veto any item in an appropriation bill, subject to legislative override.

Biennially, the Ohio General Assembly approves operating and capital appropriations. Operating appropriations are provided in annual amounts while capital appropriations are provided in two-year amounts. Because capital projects funds' appropriations are not made on an annual basis, budgetary basis financial statements for these funds are not presented.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Transfers of appropriations between years of a biennium and budget revisions during a year, reflecting program changes or intradepartmental transfers of an administrative nature, may be effected with certain executive and legislative branch approval. Only the General Assembly, however, may transfer or authorize the conditions under which appropriations may be transferred between departments.

All governmental funds are budgeted except the following activities within the fund types:

Special Revenue Fund:

Certain activities within the Community and Economic Development, Employment Services, and Student Aid Commission Special Revenue Funds, as discussed in NOTE 3

Capital Projects Fund:

Ohio Building Authority
Panhandle Rail Line Project

Debt Service Fund:

Economic Development Bond Service
Transportation Certificate Retirement
Vietnam Conflict Compensation Bond Retirement
Ohio Public Facilities Commission
Ohio Building Authority
Salt Fork Bond Retirement
Enterprise Bond Retirement
Expositions Commission Certificate Retirement

For budgeted funds, the State's Central Accounting System controls expenditures by appropriation line-item, so at no time can expenditures exceed appropriations, and financial-related legal compliance is assured. A modified cash basis of accounting is used for budgetary purposes. Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditures are recorded as a reserve of the applicable appropriations, is employed as an extension of formal budgetary integration in the State's accounting system. Encumbrances outstanding in the General, special revenue, and capital projects funds at fiscal year end are reported as reservations of fund balance for expenditure in subsequent years. Operating encumbrances are generally canceled five months after fiscal year end while capital encumbrances are automatically reappropriated. Unencumbered appropriations lapse at the end of the biennium, for which they were appropriated. A more comprehensive accounting of activity on the budgetary basis is provided in the separately published annual Ohio Budgetary Financial Report, which is available from the Ohio Office of Budget and Management upon request, and the "Detailed Appropriation Summary by Fund," which is available for public inspection.

In the Combined Statement of Revenues, Expenditures and Changes in Fund Balances — Budget and Actual (Budgetary Basis), budgeted revenues for the General Fund represent periodically updated revenue budgets. For other budgeted funds, the original budgeted revenues, as submitted by the Governor, do not represent actual forecasts of revenues and are not amended to coincide with any legislative changes to the original expenditure budget. Accordingly, budgeted revenues and other financing sources and uses for budgeted funds other than the General Fund are reported at actual amounts, since the State does not have updated, budgeted revenue and other financing sources and uses amounts for use in the accompanying budgetary basis financial statements. In addition, budgetary expenditures include cash disbursements against fiscal year 1993 appropriations and outstanding encumbrances, as of June 30, 1993, that were committed during fiscal year 1993. Encumbrance reversions represent lapses of prior years' appropriations.

None of the State's trust funds are legally required to adopt a budget. For budgeted proprietary funds, the State is not legally required to report budgetary data and comparisons for such funds. Budgetary data for discretely presented component units are not presented.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Because the State budgets on a modified cash basis of accounting, which differs from GAAP, a reconciliation of the differences between the GAAP-basis and the budgetary-basis of reporting is presented in NOTE 3.

E. Cash Equity with Treasurer/Cash with Custodian

Cash equity with Treasurer is carried at cost, which approximates market. All cash deposited with the Treasurer of State to the credit of appropriated funds, including the cash float, consists of pooled investments primarily composed of demand deposits, and short-term investments. Cash with custodian is comprised of amounts on deposit with financial institutions. Cash equity with Treasurer, cash on hand, and cash with custodian, including the portion reported under "Restricted Assets," are considered to be cash equivalents for purposes of the Statement of Cash Flows.

F. Investments

Investments include long-term investments that may be restricted by law or other legal instruments. Investments are carried at cost or amortized cost (which does not exceed market) except those of the Bureau of Workers' Compensation Enterprise Fund and Deferred Compensation Agency Fund, which are reported at market. No investments are considered to be cash equivalents for purposes of the Statement of Cash Flows. For the colleges and universities, investments received as gifts are reported at the fair market or appraised value at the acquisition date.

G. Intergovernmental Revenues/Receivables

Intergovernmental revenues primarily represent resources from reimbursement-type grants received from the federal government. Intergovernmental receivables and revenues are recorded when the related grant expenditures/expenses are incurred.

H. Inventories

For governmental funds, the costs of material inventories acquired are recorded as expenditures when purchased. At year end, physical counts are taken of significant inventories for the governmental fund types and are generally reported on the balance sheet at moving-average cost. Proprietary and college and university funds' inventories are valued at cost, which approximates market; principal inventory cost methods applied include first-in, first-out, average cost, moving average, and retail.

I. Restricted Assets

Assets restricted for payment of deferred prize awards (Ohio Lotto) and tuition benefits are reported in the enterprise funds for the Ohio Lottery Commission and the Ohio Tuition Trust Authority, respectively.

Assets held by a trustee in connection with the State's certificate of participation financing arrangements are classified in the internal service funds as restricted assets, since their use is limited by applicable lease and trust agreements. (See NOTE 14).

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Additionally, covenants for the Ohio Building Authority's bonds require its pledged receipts also be held and invested in a reserve account placed with a trustee financial institution. These restricted assets are reported in the internal service funds.

Generally, restricted assets reported for the college and university funds are assets held in trust that are legally restricted under bond covenants or other financing arrangements.

J. Fixed Assets

General Fixed Assets — General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the General Fixed Assets Account Group. All purchased fixed assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value at acquisition date. The costs of normal maintenance and repairs that do not add to the asset value or materially extend an asset's useful life are not capitalized. The costs of major improvements are capitalized while interest costs associated with the acquisition of general fixed assets are not capitalized.

Public domain (infrastructure) general fixed assets consisting of among other assets, roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized, since these assets are immovable and of value only to the government.

Assets in the General Fixed Assets Account Group are not depreciated.

Proprietary and Fiduciary Fund Fixed Assets — Fixed assets are stated at cost or, for donated assets, at fair market value at acquisition date. Fixed assets, excluding land, are depreciated on the straight-line method over the following estimated useful lives:

Buildings	20-45 years
Machinery and Equipment	5-20 years
State Vehicles	5 years

Material interest is capitalized on proprietary fund fixed assets acquired through the issuance of debt.

College and University Fund Fixed Assets — All purchased fixed assets are valued at cost. Donated fixed assets are valued at their estimated fair market value at acquisition date. Generally, public domain (infrastructure) assets are not capitalized. Fixed assets of the colleges and universities are not depreciated.

K. Sureties

Sureties include various assets placed by their owners in safekeeping with the Treasurer of State, as required by applicable statutes.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**L. Long-Term Obligations**

A long-term obligation is recognized as a liability of a governmental fund when due. Only that portion expected to be financed from expendable available financial resources is reported as a liability of a governmental fund. The remaining portion of such obligations is reported in the General Long-Term Obligations Account Group. Included among these liabilities are the noncurrent portions of liabilities resulting from debt issuances, certificate of participation financing arrangements, compensated absences, judgments, settlements, and claims, contingencies, leases, and workers' compensation benefits. Long-term liabilities expected to be financed from proprietary fund and college and university fund operations are accounted for in those funds.

As discussed in NOTES 11 and 12, bonds issued by the Ohio Building Authority (OBA) to finance the construction of State-related projects are reported as special obligation bonds in the General Long-Term Obligations Account Group while OBA bonds issued to finance the construction of facilities leased to local government are reported as revenue bonds in the internal service funds.

M. Compensated Absences

Employees of the State's primary government earn vacation leave, sick leave, and personal leave at various rates within limits specified under collective bargaining agreements or under law. Generally, employees accrue vacation leave at a rate of 3.1 hours every two weeks for the first five years of employment, up to a maximum rate of 7.7 hours every two weeks after 20 years of employment. Employees may accrue a maximum of three years vacation leave credit. At termination or retirement, employees are paid at their full rate 100 percent of unused vacation leave, personal leave, and, in certain cases, compensatory time and 50 percent of unused sick leave.

Such leave is liquidated in cash, under certain restrictions, either annually in December, or at the time of termination from employment. For governmental funds, the noncurrent portion of the liability for compensated absences is reported in the General Long-Term Obligations Account Group. For proprietary and college and university funds, the liability for the compensated absences is reported as a current accrued liability.

For the colleges and universities, vacation and sick leave earnings and liquidation policies vary by institution.

In accordance with the provisions of Statement of Financial Accounting Standards No. 43, "Accounting for Compensated Absences," no liability is recorded for nonvesting accumulated rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulated sick leave benefits that is estimated to be taken as "terminal leave" prior to retirement.

N. Reservations/Designations of Fund Equity**Reservations**

Reserves represent those portions of fund equity not appropriate for expenditure/expense or which are legally restricted to a specific future use.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Designations

Designated fund balances represent tentative plans for future use of financial resources.

O. Self-Insurance

In general, the State's primary government is self-insured for claims covered under its traditional health care plan, workers' compensation, vehicle liability, public fidelity blanket bonds, property losses, and tort liability. Estimates for significant incurred but not reported claims are included in accrued liabilities and in the General Long-Term Obligations Account Group.

P. Interfund/Intra-Entity Transactions

The State of Ohio records the following types of transactions within its reporting entity:

Operating Transfers — Legally required transfers are reported when incurred as "Operating Transfers-in" by the receiving fund and as "Operating Transfers-out" by the disbursing fund. Legally required transfers between the primary government and its component units are reported as "Operating Transfers from/to Primary Government" and "Operating Transfers from/to Component Units."

Transfers of Expenditures (Reimbursement) — Reimbursements of expenditures made by one fund for another are recorded as expenditures/expenses in the reimbursing fund and as a reduction of expenditures/expenses in the reimbursed fund.

Residual Equity Transfers — Nonroutine or nonrecurring transfers between funds are reported as additions to or deductions from fund equity.

Quasi-external Transactions — Charges or collections for services rendered by one fund to another are recorded as revenues of the receiving fund and expenditures/expenses of the disbursing fund.

A summary of the interfund receivables and payables and interfund and intra-entity operating transfers, as of June 30, 1993, is presented in NOTE 7.

Q. Reclassifications

Minor reclassifications are made as necessary to comply with current reporting practices.

R. Memorandum Only — Total Columns

Total columns on the general purpose financial statements are captioned, "Memorandum Only," to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with GAAP. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 RESTATEMENTS

Certain restatements of fund equity balances, as of June 30, 1992, as discussed below, have been reflected in the General Purpose Financial Statements.

For the General Fund, fund balance was reduced by \$63.1 million to correct an error in the recording of the intergovernmental payable balance related to local permissive sales tax collections.

For the Special Revenue Fund, the net \$43.1 million reduction in fund balance was recorded to reflect a \$5.1 million correction, which increased the loans receivable balance reported in the Community and Economic Development Special Revenue Fund, and a \$48.2 million reduction due to changes in the reporting entity, as discussed below.

For fiscal year 1993, the State of Ohio has elected to early implement the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity." Consequently, fund equity balances were restated to reflect the changes in the reporting entity as summarized below:

- For the Special Revenue Fund, fund balance was reduced by approximately \$500 thousand in the Community and Economic Development Special Revenue Fund and by \$22.1 million in the Ohio Turnpike Commission Special Revenue Fund due to the exclusions of the Ohio Air Quality Development Authority and Ohio Turnpike Commission, respectively, from the State of Ohio's reporting entity. Fund balance was also reduced by \$25.6 million to reflect the change in the reporting of the Ohio Water Development Authority from the Community and Economic Development Special Revenue Fund to a discretely presented component unit proprietary fund.
- For the Debt Service Fund and Capital Projects Fund, fund balances were reduced by \$3.4 million and \$1.6 million, respectively, to reflect the Ohio Turnpike Commission's exclusion from the State of Ohio's reporting entity.
- For the Enterprise Fund, retained earnings was reduced by \$29.7 million to reflect: 1.) the change in the reporting of the State Parking Commission from an enterprise fund to a discretely presented component unit proprietary fund, and 2.) the exclusion of the Petroleum Underground Storage Tank Release Compensation Board from the State of Ohio's reporting entity.
- For the Internal Service Fund, retained earnings was reduced by \$95.3 million, to reflect the change in the reporting of the Water Pollution Control Loan Fund from an internal service fund to its inclusion as part of the discretely presented Ohio Water Development Authority component unit proprietary fund.
- Within the Component Unit Funds, the \$474.9 million increase in retained earnings for the proprietary funds was due to the inclusion of the State Parking Commission, which had been reported in prior years in the Enterprise Fund, and the Ohio Water Development Authority, the financial activities of which had been reported, in part, in the Special Revenue and Internal Service funds in prior years. The \$6.7 billion increase in fund balance for the college and university funds is attributed to the first-time inclusion of these institutions in the State of Ohio's financial statements.

STATE OF OHIO
 NOTES TO THE FINANCIAL STATEMENTS
 NOTE 2 RESTATEMENTS (Continued)

JUNE 30, 1993

Restatements for these funds are summarized in the following table (in thousands).

	June 30, 1992 Fund Balance/ Retained Earnings (Deficits) as Previously Reported	Increase/ (Decrease) for Restatement	July 1, 1992 Fund Balance/ Retained Earnings (Deficits) as Restated
Primary Government Funds			
General Fund	\$ 390,323	\$ (63,062)	\$ 327,261
Special Revenue Funds:			
Community and Economic Development	\$ 376,844	\$ (20,981)	\$ 355,863
Ohio Turnpike Commission	22,119	(22,119)	—
Other Special Revenue Funds	977,420	—	977,420
Total	\$1,376,383	\$ (43,100)	\$ 1,333,283
Debt Service Funds:			
Ohio Turnpike Commission Bond Service	\$ 3,413	\$ (3,413)	\$ —
Other Debt Service Funds	585,771	—	585,771
Total	\$ 589,184	\$ (3,413)	\$ 585,771
Capital Projects Funds:			
Ohio Turnpike Commission	\$ 1,607	\$ (1,607)	\$ —
Other Capital Projects Funds	297,339	—	297,339
Total	\$ 298,946	\$ (1,607)	\$ 297,339
Enterprise Funds:			
State Parking Commission	\$ 10,497	\$ (10,497)	\$ —
Petroleum Underground Storage Tank	19,241	(19,241)	—
Other Enterprise Funds	(3,489,406)	—	(3,489,406)
Total	\$ (3,459,668)	\$ (29,738)	\$ (3,489,406)
Internal Service Funds:			
Water Pollution Control Loan	\$ 95,337	\$ (95,337)	\$ —
Other Internal Service Funds	98,849	—	98,849
Total	\$ 194,186	\$ (95,337)	\$ 98,849
Component Unit Funds			
Proprietary Funds:			
Ohio Water Development Authority	\$ —	\$ 464,443	\$ 464,443
State Parking Commission	—	10,497	10,497
Total	\$ —	\$ 474,940	\$ 474,940
College and University Funds:			
Ohio State University	\$ —	\$1,976,099	\$ 1,976,099
University of Cincinnati	—	1,289,840	1,289,840
Ohio University	—	410,310	410,310
Miami University	—	402,355	402,355
University of Akron	—	393,393	393,393
Bowling Green State University	—	310,746	310,746
Kent State University	—	317,918	317,918
University of Toledo	—	250,066	250,066
Cleveland State University	—	340,530	340,530
Youngstown State University	—	232,601	232,601
Wright State University	—	258,713	258,713
Central State University	—	85,699	85,699
Shawnee State University	—	44,375	44,375
Medical College of Ohio	—	224,532	224,532
Columbus State Community College	—	76,743	76,743
Clark State Community College	—	30,751	30,751
Edison State Community College	—	16,451	16,451
Southern State Community College	—	10,593	10,593
Washington State Community College	—	16,234	16,234
Total	\$ —	\$6,687,949	\$ 6,687,949

NOTE 3 GAAP vs. BUDGETARY BASIS (Continued)

Reconciliation of GAAP Basis Fund Balances to Budgetary Basis Fund Balances
June 30, 1993
(in thousands)

	General	Special Revenue	Debt Service
Total Fund Balances - GAAP Basis	\$ 426,200	\$1,288,518	\$573,858
Less: Unbudgeted Fund Balances	—	131,991 *	445,021
Total Budgeted Fund Balances - GAAP Basis	426,200	1,156,527	128,837
Less: Reserved Fund Balances	226,939	1,652,632	128,837
Unreserved/Undesignated Fund Balances - GAAP Basis	199,261	(496,105)	—
BASIS DIFFERENCES			
Revenue Accruals/Adjustments:			
Taxes Receivable	(712,645)	(204,740)	—
Intergovernmental Receivable	(346,897)	(196,822)	—
Loans Receivable	(104)	(49,656)	—
Other Receivables	(6,222)	(12,276)	—
Due from Other Funds	(5,670)	(15,522)	—
Deferred Revenues	868	21,648	—
Subtotal	(1,070,670)	(457,368)	—
Expenditure Accruals/Adjustments:			
Accounts Payable	64,081	149,442	—
Medicaid Claims Payable	505,691	—	—
Accrued Liabilities	63,071	41,063	—
Intergovernmental Payable	154,212	291,033	—
Due to Other Funds	27,912	9,392	—
Refund and Other Liabilities	360,370	90,613	—
Subtotal	1,175,337	581,543	—
Other Adjustments:			
Fund Balance Reclassifications:			
From Unreserved (Budgetary Basis) to Reserved for:			
Debt Service	—	—	127,139
Minority Contractors' Bonding Program	—	2,654	—
Loan Commitments	—	3,091	—
Cash and Investments Held Outside of State Treasury	(2,679)	(14,401)	—
Other	—	(1)	—
Subtotal	(2,679)	(8,657)	127,139
Total Basis Differences	101,988	115,518	127,139
TIMING DIFFERENCES			
Encumbrances	(118,458)	(148,368)	—
Unreserved/Undesignated Fund Balances (Deficits) —			
Budgetary Basis	\$ 182,791	\$ (528,955)	\$127,139

*This amount includes certain unbudgeted activities within the Community and Economic Development, Employment Services, and Student Aid Commission Special Revenue Funds.

A. Legal Requirements

The deposit and investment policies of the Treasurer of State and the State Board of Deposit are governed by the Uniform Depository Act, Chapter 135, Ohio Revised Code, which requires that monies held by the State be maintained in one of the following three classifications:

Active Deposits — Those monies required to be kept in a cash or near-cash status to meet current demands. Such monies must be maintained either as cash in the State's treasury or in any of the following:

- A commercial account that is payable or withdrawable, in whole or in part, on demand;
- A negotiable order of withdrawal account;
- A money market deposit account; or
- A designated warrant clearance account.

Inactive Deposits — Those monies not required for use within the current two-year period of designation of depositories. Inactive monies may be deposited or invested only in certificates of deposit maturing not later than the end of the current period of designation of depositories.

Interim Deposits — Those monies not required for immediate use, but needed before the end of the current period of designation of depositories. Interim deposits may be deposited or invested in the following instruments:

- Bonds, notes, or other obligations of or guaranteed by the United States, or those for which the faith of the United States is pledged for the payment of principal and interest;
- Bonds, notes, debentures, or other obligations or securities issued by any federal government agency, or the Export-Import Bank of Washington;
- Repurchase agreements in the securities enumerated above;
- Interim deposits in the eligible institutions applying for interim monies;
- Bonds and other obligations of the State of Ohio;
- The Treasurer of State's investment pool;
- Linked deposits, reduced-rate deposits at financial institutions that provide reduced-rate loans to small businesses, as authorized under Section 135.63, Ohio Revised Code;
- Agricultural linked deposits, reduced-rate deposits at financial institutions placed on or before June 30, 1987, that provide reduced-rate loans to farmers, as authorized under Section 135.74, Ohio Revised Code;

NOTE 4 DEPOSITS AND INVESTMENTS (Continued)

- Reverse repurchase agreements with any eligible financial institution that is a member of the federal reserve system or federal home loan bank, or any recognized U.S. government securities dealer;
- Securities lending agreements with any eligible financial institution that is a member of the federal reserve system or federal home loan bank, or any recognized U.S. government securities dealer;
- Commercial paper maturing in 180 days or less, rated in one of the two highest rating categories by two nationally recognized rating agencies, and not exceeding five percent of the investment portfolio; and
- Bankers' acceptances maturing in 270 days or less and not exceeding 10 percent of the investment portfolio.

The primary government's deposits must be held in insured depositories approved by the State Board of Deposit and must be fully collateralized.

In some cases, deposit and investment policies of certain individual funds and component units are established by Ohio Revised Code provisions other than the Uniform Depository Act and by bond trust agreements. In accordance with applicable statutory authority, the State Highway Patrol Pension Trust Fund, the Workers' Compensation Enterprise Fund, the Retirement Systems Agency Fund, and the State-assisted universities may also invest in common and preferred stocks, domestic and foreign corporate/government bonds and notes, mortgage loans, limited partnerships, real estate, and/or other investments. Short-term securities, which are reported for the retirement systems, principally consist of U.S. government obligations and commercial paper.

B. Deposits**1. Primary Government**

As of June 30, 1993 (or December 31, 1992, for those entities/funds identified in NOTE 1) the carrying amount of deposits was (in thousands) \$346,061, and the bank balance was \$380,394. Of the bank balance, \$22,882 was fully insured or collateralized with securities held by the primary government or its agent in the primary government's name, \$345,455 was collateralized with securities held by the pledging financial institution's trust department or its agent in the primary government's name, and \$12,057, although meeting legal collateralization requirements, was categorized as uninsured and uncollateralized.

2. Component Units

As of June 30, 1993 (or December 31, 1992, for those component units identified in NOTE 1) the carrying amount of deposits was (in thousands) \$294,594, and the bank balance was \$309,327. Of the

STATE OF OHIO

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 1993

NOTE 4 DEPOSITS AND INVESTMENTS (Continued)

bank balance, \$119,267 was fully insured or collateralized with securities held by the respective component units or their agents in the component unit's name, \$50,641 was collateralized with securities held by the pledging financial institution's trust department or its agent in the respective component unit's name, and \$139,419, although meeting legal collateralization requirements, was categorized as uninsured and uncollateralized.

C. Investments

The State categorizes investments to give an indication of the level of credit risk associated with the State's custodial arrangements at year end. Category 1 includes investments that are insured, registered, or held by the State or its agent in the State's name. Category 2 includes uninsured and unregistered investments held by the counterparty's trust department or its agent in the State's name. Category 3 includes uninsured and unregistered investments held by the counterparty, its trust department, or its agent, but not in the State's name.

Certain investments have not been categorized because the securities are not used as evidence of the investment. These uncategorized investments include ownership in real estate, mutual funds, securities under the securities lending program, and the deposits with the federal government and the deferred compensation plan.

The following summaries identify the level of credit risk assumed by the primary government and its component units and the total carrying amount and market value of investments, as of June 30, 1993 (or December 31, 1992, for those entities/funds/component units identified in NOTE 1) (in thousands):

	Primary Government				Market Value
	Carrying Amount			Total	
	Category 1	Category 2	Category 3		
U.S. government and agency obligations.....	\$28,388,440	\$4,079,480	\$1,420,428	\$33,888,348	\$35,208,843
Municipal obligations.....	1,895	—	—	1,895	2,180
Common and preferred stock.....	15,139,488	2,091,463	—	17,230,951	20,117,248
Corporate bonds and notes.....	4,333,080	2,339,581	—	6,672,661	6,841,720
Repurchase agreements.....	52,887	—	2,787	55,674	55,674
Commercial paper.....	691,117	1,164,223	2,772	1,858,112	1,858,104
Bankers' acceptances.....	80,021	—	—	80,021	80,021
Canadian bonds.....	836,088	—	—	836,088	879,287
Short-term securities.....	4,671,223	—	—	4,671,223	4,686,341
Other investments.....	2,000	—	—	2,000	2,000
Total.....	\$54,196,239	\$9,674,747	\$1,425,987	65,296,973	69,731,418
Real estate.....				3,670,355	3,354,179
Mutual funds.....				27,364	27,400
Limited partnerships.....				84,572	89,687
Mortgage loans.....				607,668	656,577
Securities on loan contracts.....				5,513,070	5,622,679
Deposit with federal government.....				779,593	779,593
Deposit with deferred compensation plan.....				442,827	442,827
Total.....				\$76,422,422	\$80,704,360

STATE OF OHIO

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 1993

NOTE 4 DEPOSITS AND INVESTMENTS (Continued)

The Treasurer of State and the retirement systems participate in securities lending programs for securities included in the "Cash Equity with Treasurer" account, the STAROhio program, and the retirement systems' assets. Each lending program is administered by a custodial agent bank, whereby certain securities are transferred to an independent broker/dealer (borrower) in exchange for collateral equal to no less than 102 percent of the market value of the lent securities. The Treasurer and the retirement systems have minimized their exposure to credit risk due to borrower default by requiring the custodial agent bank to determine daily that collateral requirements are met. During fiscal year 1993, the Treasurer and the retirement systems had not experienced any losses due to credit or market risk on securities lending activity. Securities under loan are not required to be categorized according to their level of credit risk.

	Component Units				Market Value
	Carrying Amount				
	Category 1	Category 2	Category 3	Total	
U.S. government and agency obligations.....	\$450,586	\$566,260	\$ 81,653	\$1,098,499	\$1,129,406
Municipal obligations.....	737	—	—	737	732
Common and preferred stock.....	98,095	230,922	18,661	347,678	466,799
Corporate bonds and notes.....	107,593	15,394	30,816	153,803	158,783
Repurchase agreements.....	—	5,419	167,351	172,770	172,770
Commercial paper.....	—	1,300	16,111	17,411	17,411
Canadian bonds.....	9,231	—	—	9,231	9,569
Other investments.....	24,141	10,146	3,483	37,770	41,113
Total.....	\$690,383	\$829,441	\$318,075	1,837,899	1,996,583
Real estate.....				19,196	39,319
Mutual funds.....				103,897	111,758
Limited partnerships.....				2,120	2,120
Mortgage loans.....				10,336	11,363
Deposit with deferred compensation plan.....				832	832
Investment in Treasurer of State Investment Pool (STAROhio).....				194,313	194,313
Total.....				\$2,168,593	\$2,356,288

The total carrying amount of deposits and investments, as of June 30, 1993, reported for the primary government and its component units is \$78.9 billion. The total carrying amount of deposits and investments categorized and/or disclosed in this note is \$79.2 billion. A reconciliation of the difference follows (in thousands):

	Deposits	Investments	Total
Cash equity with Treasurer (unrestricted and restricted).....	\$ 72,952	\$ 2,349,449	\$ 2,422,401
Cash with custodian (unrestricted and restricted).....	379,143	50,184	429,327
Investments.....	4,854	73,140,434	73,145,288
Deposit with federal government.....	—	779,593	779,593
Deposit with deferred compensation plan.....	—	443,659	443,659
Restricted Assets:			
Investments.....	—	469,774	469,774
Dedicated investments.....	—	1,195,286	1,195,286
Carrying amount per combined balance sheet.....	456,949	78,428,379	78,885,328
Outstanding warrants and other open items.....	183,706	162,636	346,342
Total Reporting Entity.....	\$640,655	\$78,591,015	\$79,231,670

STATE OF OHIO
 NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 1993

NOTE 5 TAXES

Taxes receivable, as of June 30, 1993, consisted of the following (in thousands):

	General	Special Revenue	Trust and Agency	Total
Income Taxes.....	\$333,942	\$ 39,592	\$ —	\$ 373,534
Sales Taxes.....	373,342	19,603	—	392,945
Motor Vehicle Fuel Taxes.....	—	132,097	—	132,097
Unemployment Taxes.....	—	—	216,399	216,399
Other Taxes.....	5,361	13,448	—	18,809
Total.....	<u>\$712,645</u>	<u>\$204,740</u>	<u>\$216,399</u>	<u>\$1,133,784</u>

As of June 30, 1993, refund liabilities related to income and corporation franchise taxes, totaling \$395 million, were reported as "Refunds and Other Liabilities," of which \$358 million was recorded in the General Fund and \$37 million was recorded in the Special Revenue Fund.

NOTE 6 LOANS AND OTHER RECEIVABLES

A. Loans Receivable

Loans receivable (net of uncollectible amounts) for the primary government and its component units, as of June 30, 1993 (or December 31, 1992 for the Ohio Water Development Authority), consisted of the following (in thousands):

	Primary Government				Total
	General	Special Revenue	Capital Projects	Trust and Agency	
Community and Economic Development:					
Economic Development.....	\$ —	\$135,200	\$ —	\$ —	\$135,200
Minority Business Development.....	—	11,486	—	—	11,486
Ohio Housing Finance Agency.....	—	33,836	—	—	33,836
Ohio Farm Loans.....	—	35	—	—	35
Subtotal.....	—	<u>180,557</u>	—	—	<u>180,557</u>
Education:					
Bankruptcy and Port Authority.....	—	1,615	—	—	1,615
Public School Building.....	—	63,649	—	—	63,649
Vocational School Assistance.....	—	7,138	—	—	7,138
Vocational Education.....	1,723	486	—	—	2,209
Subtotal.....	<u>1,723</u>	<u>72,888</u>	—	—	<u>74,611</u>
Student Loans.....	—	43,257	—	—	43,257
Natural Resources.....	—	147	—	—	147
Local Infrastructure Improvements.....	—	—	19,319	—	19,319
Unclaimed Funds.....	—	—	—	35,190	35,190
Total.....	<u>\$1,723</u>	<u>\$296,849</u>	<u>\$19,319</u>	<u>\$35,190</u>	<u>\$353,081</u>

	Component Units				Total
	Ohio Water Development Authority	Ohio State University	University of Cincinnati	Other Component Units	
Sewage Treatment Facilities.....	\$ 903,280	\$ —	\$ —	\$ —	\$ 903,280
Water Pollution Control.....	123,596	—	—	—	123,596
Student and Other Loans.....	—	45,382	26,234	76,386	148,002
Total.....	<u>\$1,026,876</u>	<u>\$45,382</u>	<u>\$26,234</u>	<u>\$76,386</u>	<u>\$1,174,878</u>

NOTE 6 LOANS AND OTHER RECEIVABLES (Continued)

B. Other Receivables

Other receivables for the primary government and its component units, as of June 30, 1993 (or December 31, 1992 for those entities/funds identified in NOTE 1), consisted of the following (in thousands):

Primary Government

	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	Total
Unrestricted:								
Accounts Receivable.....	\$1,231	\$ 2,220	\$ —	\$ —	\$147,601	\$ 1,626	\$ —	\$152,678
Interest Receivable.....	4,991	7,309	9,228	1,109	165	76	2,583	25,461
Women, Infants and Children Program Rebate Receivable.....	—	6,901	—	—	—	—	—	6,901
Leases Receivable.....	—	—	—	—	—	49,099	—	49,099
Receivables from Lottery Sales Agents.....	—	—	—	—	20,915	—	—	20,915
Claims and Settlements Receivable.....	—	—	—	—	—	—	26,041	26,041
Unemployment Surcharges Receivable.....	—	7	—	—	—	—	—	7
Miscellaneous Receivables.....	—	1,921	—	—	3	2,422	261	4,607
Total Unrestricted.....	\$6,222	\$18,358	\$9,228	\$1,109	\$168,684	\$53,223	\$28,885	\$285,709
Restricted:	Enterprise							
Accounts Receivable.....	\$ 1,392							
Interest Receivable.....	9,234							
Total Restricted.....	\$10,626							

Component Units

	Ohio State University	University of Cincinnati	Bowling Green State University	Medical College of Ohio	Other Component Units	Total
Unrestricted:						
Accounts Receivable.....	\$89,412	\$71,106	\$ 837	\$17,489	\$37,824	\$216,668
Interest Receivable.....	4,340	5,760	12,290	564	3,083	26,037
Miscellaneous Receivables.....	—	242	6,049	—	10,413	16,704
Total Unrestricted.....	\$93,752	\$77,108	\$19,176	\$18,053	\$51,320	\$259,409

The Ohio Building Authority has entered into long-term lease agreements for office space under direct financing leases with local governments, which are charged a pro-rata share of the buildings' debt service and operating costs based on square footage occupied. A schedule of future lease amounts due the Ohio Building Authority Internal Service Fund, net of executory costs, is as follows (in thousands):

Year Ending June 30,	Lease Amounts Due
1994.....	\$ 8,879
1995.....	6,222
1996.....	6,223
1997.....	6,218
1998.....	6,220
Thereafter.....	59,143
Total minimum amounts due.....	92,905
Less: Amount representing interest.....	43,806
Present value of minimum lease amounts due.....	\$49,099

STATE OF OHIO

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 1993

NOTE 7 INTERFUND RECEIVABLES AND PAYABLES/OPERATING TRANSFERS

Interfund receivables and payables, as of June 30, 1993, and operating transfers among the primary government's funds, for the year ended June 30, 1993, are summarized as follows (in thousands):

Fund Type/Fund	Due from Other Funds	Due to Other Funds	Operating Transfers-in	Operating Transfers-out
General	\$ 5,670	\$ 27,912	\$ 89,228	\$ 554,393
Special Revenue:				
Community and Economic Development.....	2,108	596	32,517	34,365
Education.....	590	1,242	658,662	80
Highway Safety.....	1,271	2,256	122,592	837
Highway Operating.....	2,376	1,227	522,571	130,541
Revenue Distribution.....	8,881	91	587	586,066
Local Transportation Improvements.....	128	164	53,724	—
Other Special Revenue Funds.....	191	4,151	9,470	12,272
Subtotal.....	15,545	9,727	1,400,123	764,161
Debt Service:				
Economic Development Bond Service.....	—	—	18,133	—
Development Bond Retirement.....	—	—	18,913	38
Local Infrastructure Improvements Bond Retirement.....	—	—	33,404	—
Ohio Public Facilities Commission.....	—	—	355,070	—
Ohio Building Authority.....	—	—	124,908	7,182
Enterprise Bond Retirement.....	—	—	20,088	23,662
Other Debt Service Funds.....	436	—	15,915	281
Subtotal.....	436	—	586,431	31,163
Capital Projects:				
Ohio Building Authority.....	—	—	5,197	225,954
Administrative Services Building Improvements.....	54	9	58,565	—
Youth Services Building Improvements.....	33	58	42,263	—
Transportation Building Improvements.....	17	—	16,833	—
Adult Correctional Building Improvements.....	89	301	98,381	—
Other Capital Projects Funds.....	1,553	1,962	9,912	642
Subtotal.....	1,746	2,330	231,151	226,596
Enterprise:				
Liquor Control.....	7	40	—	76,646
Ohio Lottery Commission.....	97	1,536	—	658,408
Other Enterprise Funds.....	—	8	—	—
Subtotal.....	104	1,584	—	735,054
Internal Service:				
Ohio Building Authority.....	—	—	28,241	30,128
Ohio Penal Industries.....	17,852	979	6,794	—
Other Internal Service Funds.....	18,111	165	—	225
Subtotal.....	35,963	1,144	35,035	30,353
Pension Trust:	1,372	—	—	—
Agency:	1,771	29,000	—	—
Subtotal-Trust and Agency.....	3,143	29,000	—	—
Total per Financial Statements--Primary Government ..	62,607	71,697	2,341,968	2,341,720
Reconciliation for Timing Differences for Funds with December 31, 1992 Year-Ends.....	9,926	836	—	248
Reconciled Total for Primary Government.....	72,533	72,533	\$2,341,968	\$2,341,968
Component Units:				
Ohio State University.....	283,453	283,453	—	—
University of Cincinnati.....	81,038	81,038	—	—
Other Component Unit Funds.....	29,035	29,035	—	—
Total per Financial Statements--Component Units	393,526	393,526	—	—
Total Reporting Entity.....	\$466,059	\$466,059	—	—

NOTE 7 INTERFUND RECEIVABLES AND PAYABLES/OPERATING TRANSFERS*(Continued)*

Operating transfers between the primary government and its component units, for the year ended June 30, 1993, are summarized as follows (in thousands):

	Operating Transfers from Primary Government	Operating Transfers to Component Units
Primary Government:		
General Fund		\$1,154,002
Component Units:		
Ohio State University	\$ 319,174	
University of Cincinnati	145,522	
Ohio University	96,585	
Miami University	55,694	
University of Akron	75,877	
Bowling Green State University	62,210	
Kent State University	82,107	
University of Toledo	68,243	
Cleveland State University	57,889	
Wright State University	63,866	
Other Component Units	126,835	
	<u>\$1,154,002</u>	<u>\$1,154,002</u>
Total	<u>\$1,154,002</u>	<u>\$1,154,002</u>

NOTE 8 FIXED ASSETS**A. Primary Government**

A summary of fixed assets by category, as of June 30, 1993 (or December 31, 1992, for those entities/funds identified in NOTE 1), follows (in thousands):

	Enterprise	Internal Service	Pension Trust	General Fixed Assets	Total Primary Government
Land	\$ 22,348	\$ —	\$ —	\$ 147,658	\$ 170,006
Buildings	303,103	6,504	2,467	1,800,331	2,112,405
Land Improvements	—	—	—	124,438	124,438
Machinery and Equipment	120,696	120,625	74	158,003	399,398
State Vehicles	2,234	478	—	187,582	190,294
Construction-in-Progress	—	—	—	301,187	301,187
Subtotal	<u>448,381</u>	<u>127,607</u>	<u>2,541</u>	<u>2,719,199</u>	<u>3,297,728</u>
Less: Accumulated Depreciation	117,522	64,589	40	—	182,151
Total	<u>\$330,859</u>	<u>\$ 63,018</u>	<u>\$2,501</u>	<u>\$2,719,199</u>	<u>\$3,115,577</u>

No projects were under construction, for the year ended June 30, 1993, that resulted in capitalized interest for the proprietary and fiduciary fund types.

STATE OF OHIO
 NOTES TO THE FINANCIAL STATEMENTS

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NOTE 8 FIXED ASSETS (Continued)

Changes in general fixed assets for the year ended June 30, 1993 were as follows (in thousands):

	Balance July 1, 1992	Additions	Deletions/ Net Transfers	Balance June 30, 1993
Land	\$ 154,333	\$ 5,511	\$ (12,186)	\$ 147,658
Buildings.....	1,802,225	9,992	(11,886)	1,800,331
Land Improvements.....	115,467	609	8,362	124,438
Machinery and Equipment.....	176,563	16,923	(35,483)	158,003
State Vehicles	179,051	24,192	(15,661)	187,582
Construction-in-Progress	213,133	335,474	(247,420)	301,187
Total	<u>\$2,640,772</u>	<u>\$392,701</u>	<u>\$(314,274)</u>	<u>\$2,719,199</u>

B. Component Units

A summary of fixed assets by category for the State's component units, as of June 30, 1993 (or December 31, 1992, for those component units identified in NOTE 1), follows (in thousands):

	Ohio State University	University of Cincinnati	Ohio University	Miami University	University of Akron
Land	\$ 27,884	\$ 10,706	\$ 8,724	\$ 2,143	\$ 15,684
Buildings.....	927,871	464,798	226,855	245,805	207,975
Land Improvements.....	108,158	16,172	46,074	21,480	24,223
Machinery and Equipment.....	432,177	427,838	78,412	56,268	74,872
Library Books and Publications...	85,046	64,014	33,637	22,658	34,030
State Vehicles	16,252	—	5,458	3,781	1,167
Construction-in-Progress	129,003	82,544	6,793	14,786	30,827
Subtotal	<u>1,726,391</u>	<u>1,066,072</u>	<u>405,953</u>	<u>366,921</u>	<u>388,778</u>
Less: Accumulated Depreciation	—	—	—	—	—
Total	<u>\$1,726,391</u>	<u>\$1,066,072</u>	<u>\$405,953</u>	<u>\$366,921</u>	<u>\$388,778</u>

	Bowling Green State University	Kent State University	Cleveland State University	Other Component Units	Total Component Units
Land	\$ 2,824	\$ 6,037	\$ 36,347	\$ 37,279	\$ 147,628
Buildings.....	194,715	195,788	219,449	789,224	3,472,480
Land Improvements.....	15,927	16,512	3,122	67,603	319,271
Machinery and Equipment.....	50,133	63,130	41,295	276,203	1,500,328
Library Books and Publications...	19,067	35,275	33,804	44,190	371,721
State Vehicles	—	5,854	—	2,513	35,025
Construction-in-Progress	18,835	5,412	—	59,327	347,527
Subtotal	<u>301,501</u>	<u>328,008</u>	<u>334,017</u>	<u>1,276,339</u>	<u>6,193,980</u>
Less: Accumulated Depreciation	—	—	—	5,021	5,021
Total	<u>\$301,501</u>	<u>\$328,008</u>	<u>\$334,017</u>	<u>\$1,271,318</u>	<u>\$6,188,959</u>

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS

All part-time and full-time employees and elected officials of the State, including its component units, are eligible to be covered by one of the following retirement plans:

- Public Employees Retirement System (PERS)
- State Teachers Retirement System (STRS)
- State Highway Patrol Retirement System (SHPRS)

A. PERS

Pension Benefits

PERS is a cost-sharing, multiple-employer public employee retirement system.

Participants in PERS, who retire at age 60 with five or more years of service credit or at any age with 30 or more years of service credit, are eligible to receive annual retirement benefits. Persons may retire with a reduced benefit as early as age 55 with 25 years of service. Retirement benefits vest after five years of credited service. Law enforcement personnel can retire under the PERS plan at age 52 with 25 years of service credit or as early as age 48 under qualifying circumstances.

PERS benefit payments vary in amount depending on length of public service, final average salary, and plan of payment selection. For non-law enforcement personnel, final salary is determined by taking the average of the three highest years of earnable salary and multiplying by 2.1 percent for every year of service up to 30 years and by 2.5 percent for every year of service exceeding 30 years. For law enforcement officers, the benefit is calculated by multiplying 2.5 percent of final average salary by the actual years of service for the first 20 years of service and 2.1 percent of final average salary for each year of service over 20 years.

PERS also provides survivor and disability benefits. PERS benefits are established under Chapter 145, Ohio Revised Code.

Employer and employee required contributions to PERS are established under the Ohio Revised Code and are based on percentages of covered employees' gross salaries, which are calculated annually by the retirement system's actuaries. Contribution rates for calendar year 1992 were as follows:

	Contribution Rates — Calendar Year 1992	
	Employee Share	Employer Share
Regular Employees.....	8.50%	13.31%
Law Enforcement Employees	9.00	16.00

For law enforcement employees, 10.81 percent of the employer rate is used to fund pension obligations. For regular employees, 9.02 percent of the employer rate is used to fund pension obligations. The difference between the total employer rate and the share used to fund pension obligations is the percentage used to fund the PERS health care program.

For the primary government, the payroll for its employees covered under PERS, for the year ended December 31, 1992, was \$1.79 billion; total payroll for this period was \$1.89 billion. For the State's component units, covered and total payroll, for the year ended June 30, 1993, was \$967.9 million and \$2.03 billion, respectively.

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The contribution requirement for the PERS pension obligation is summarized below (in thousands):

	Actuarially Determined and Actual Contributions			
	Employer		Employee	
	Dollar Amount	Percent of Active Member Payroll	Dollar Amount	Percent of Active Member Payroll
Primary Government:				
(for the year ended December 31, 1992)				
Regular Employees	\$159,247	9.02%	\$150,066	8.50%
Law Enforcement Employees.....	2,337	10.81	1,946	9.00
Total	<u>\$161,584</u>		<u>\$152,012</u>	
Component Units:				
(for the year ended June 30, 1993).....	<u>\$ 87,235</u>	9.02	<u>\$ 82,118</u>	8.50

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to assist financial statement users in assessing a pension plan's funding status on a going-concern basis and progress made in accumulating sufficient assets to pay benefits when due and in making comparisons among public employee retirement systems and employers. The PERS does not make a separate measurement of assets and pension benefit obligation for individual employers.

Therefore, the pension benefit obligation determined through the most recent actuarial valuation, the net assets available for benefits, and the unfunded pension benefit obligation for PERS, as a whole, are presented below (in thousands):

	PERS, as of December 31, 1991
Pension benefit obligation	\$19,801,100
Net assets available for benefits (valued at cost).....	18,501,200
Unfunded pension benefit obligation*	<u>\$ 1,299,900</u>

*Excludes health care benefits

The market value of net assets available for pension benefits was approximately \$20.08 billion at December 31, 1991. Actuarial valuations are calculated annually by the retirement system's actuary.

Occasionally, the General Assembly increases benefit payments to the current PERS retirees. In certain instances, concurrent with the passage of such legislation, a provision for payment of these benefits through State appropriations is made. During the year ended June 30, 1993, the State paid \$2.1 million to PERS for benefit increases. Funding for these benefit increases is on a pay-as-you-go basis by the State.

The primary government and its component units' actuarially determined contributions requirements for PERS represented approximately 27.6 percent and 14.9 percent, respectively, of total PERS actuarially determined contribution requirements during calendar year 1992 for all participating entities.

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Six-year historical trend information showing PERS's progress in accumulating sufficient assets to pay benefits when due is presented in the PERS Comprehensive Annual Financial Report, for the year ended December 31, 1992, the most recent data available.

Other Postemployment Benefits

All age and service retirees with 10 or more years of service credit qualify for health care coverage under PERS. Health care coverage for disability recipients and primary survivor recipients is also available. Chapter 145, Ohio Revised Code, provides the statutory authority for employer contributions. The portion of the employer rate that is used to fund health care is 5.19 percent of covered payroll for law enforcement employees, and 4.29 percent of covered payroll for regular employees for calendar year 1992. Employees do not fund any portion of health care costs.

PERS health care benefits are advance-funded on an actuarially determined basis. An entry-age normal actuarial cost method of valuation is used in determining the present value of benefit liabilities and normal cost. The difference between assumed and actual experience (actuarial gains and losses) becomes part of the unfounded actuarial accrued liability. The investment assumption rate for 1991 was 7.75 percent, while health care premiums were assumed to increase by 5.25 percent annually. An annual increase of 5.25 percent, compounded annually, is the base portion of the individual pay increase assumption. Additionally, annual pay increases over and above the base portion are assumed to range from zero to 5.1 percent.

With regard to asset valuation for the PERS health care plan, equity securities, real estate investments, and short-term securities consisting of commercial paper and U.S. Treasury obligations are carried at cost; fixed income investments are carried at amortized cost, using the effective interest rate method of amortization. All investments are subject to adjustment for market declines judged to be other than temporary. For actuarial valuation purposes, assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets.

The number of active contributing plan participants for the multiple-employer plan was 60,927 for the primary government, as of June 30, 1993. The employer contribution requirement is summarized below (in thousands):

	<u>Actuarially Determined and Actual Contributions</u>
Primary Government:	
(for the year ended December 31, 1992)	
Regular Employees	\$75,739
Law Enforcement Employees	1,122
Total	<u>\$76,861</u>
 Component Units:	
(for the year ended June 30, 1993)	<u>\$41,395</u>

PERS had \$5 billion in net assets available for health care benefits at December 31, 1991. The actuarial accrued liability and the unfounded actuarial accrued liability based on the actuarial cost method used were \$6.4 billion and \$1.5 billion, respectively.

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)**B. STRS****Pension Benefits**

STRS is a cost-sharing, multiple-employer public employee retirement system.

Participants in STRS, may retire after 30 years of credited service regardless of age, or at or after age 55 with 25 years of credited service, or at or after age 60 with five years of credited service. Members retiring before age 65 with less than 30 years of service credit receive a percentage reduction in benefit amounts. Retirees are entitled to a maximum annual retirement benefit, payable in monthly installments for life, equal to the greater of the "formula benefit" or the "money-purchase benefit" calculation.

Under the "formula benefit" calculation, the maximum annual retirement allowance is equal to 2.1 percent of an average of a member's three highest years' salary multiplied by the member's number of years of credited service (up to 30 years and 2.5 percent a year for earned Ohio service over 30 years, up to a maximum allowance of 100 percent of final average salary). Under the "money-purchase benefit" calculation, a member's lifetime contributions, plus interest at specified rates, are matched by an equal amount from contributed employer funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance. Annually, after retirement, STRS benefits are increased three percent if the cost of living, as measured by the Consumer Price Index, has increased at least three percent on a cumulative basis.

A retiree of STRS or any other Ohio public retirement system is eligible for re-employment as a teacher after two months from the date of retirement. Contributions are made by the member and employer during the period of re-employment. Upon termination or the retiree reaches the age of 65, whichever comes later, the retiree is eligible for a money purchase benefit or a lump-sum payment in addition to the original retirement allowance.

STRS also provides death, survivors', disability, health care, and supplemental benefits. STRS benefits are established under Chapter 3307, Ohio Revised Code.

Employer and employee required contributions to STRS are established by the Board and limited under the Ohio Revised Code to employer and employee rates of 14 percent and 10 percent, respectively, and are based on percentages of covered employees' gross salaries, which are calculated annually by the retirement system's actuary. Contribution rates for fiscal year 1993 were 14 percent for employers and 9.25 percent for employees. For STRS, 12 percent of the employer rate is used to fund pension obligations. The difference between the total employer rate and the share used to fund pension obligations is the percentage used to fund the STRS health care program.

For the primary government, the payroll for its employees covered under STRS, for the year ended June 30, 1993, was \$36.7 million; total payroll for this period was \$1.92 billion. For the State's component units, covered and total payroll, for the same period, was \$ 798 million and \$2.03 billion, respectively.

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

The contribution requirement for the STRS pension obligation, for the year ended June 30, 1993 is summarized below (in thousands):

	Actuarially Determined and Actual Contributions			
	Employer		Employee	
	Dollar Amount	Percent of Active Member Payroll	Dollar Amount	Percent of Active Member Payroll
Primary Government.....	<u>\$ 4,408</u>	12.00%	<u>\$ 3,398</u>	9.25%
Component Units	<u>\$95,552</u>	12.00	<u>\$73,752</u>	9.25

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to assist financial statement users in assessing a pension plan's funding status on a going-concern basis and progress made in accumulating sufficient assets to pay benefits when due and in making comparisons among public employee retirement systems and employers. The STRS does not make a separate measurement of assets and pension benefit obligation for individual employers.

Therefore, the pension benefit obligation determined through the most recent actuarial valuation, the net assets available for benefits, and the unfunded pension benefit obligation for STRS, as a whole, are presented below (in thousands):

	STRS, as of July 1, 1992
Pension benefit obligation	\$28,113,954
Net assets available for benefits (valued at cost)	21,785,970
Unfunded pension benefit obligation*	<u>\$ 6,327,984</u>

*Excludes health care benefits

The market value of net assets available for pension benefits for STRS at July 1, 1992 was unavailable. Actuarial valuations are calculated annually by the retirement system's actuary.

During the year ended June 30, 1993, the State paid \$4.1 million to STRS for benefit increases. Funding for benefit increases is on a pay-as-you-go basis by the State.

Information from STRS to determine the State's actuarially determined contribution requirement as a percentage of total STRS actuarially determined contribution requirements of all participating entities for its fiscal year ended June 30, 1993 was not available at the time of publication of this report; during fiscal year 1992, the State's required contribution to STRS represented less than one percent of total STRS contributions of all participating entities while the component units' required contributions to STRS, in the aggregate for fiscal year 1993, represented 12.2 percent of total STRS contributions of all participating entities.

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Ten-year historical trend information for STRS is presented in the STRS Comprehensive Annual Financial Report, as of June 30, 1992, the most recent data available.

Other Postemployment Benefits

The STRS plan provides comprehensive health care benefits to retirees and their dependents. Retirees are required to make health care premium payments at amounts that vary according to each retiree's years of credited service and choice of health care provider. Additional premiums are required to be paid by retirees for covered spouses and dependents. Chapter 3307, Ohio Revised Code, gives the STRS board discretionary authority over how much, if any, of associated health care costs are absorbed by the plan. Currently, employer contributions equal to two percent of covered payroll are allocated to pay for health care benefits.

The employer contribution is advance-funded, but not on an actuarially determined basis. Net health care costs paid by the primary government and its component units, for the year ended June 30, 1993, totaled \$734 thousand, and \$14.7 million, respectively. Eligible benefit recipients for the primary government, for the same period, totaled 1,011. Net assets available to fund future health care benefits totaled \$750 million, as of June 30, 1992.

C. SHPRS

SHPRS was established in 1944 by the General Assembly as a single-employer, defined benefit pension plan. SHPRS is authorized under Chapter 5505, Ohio Revised Code, to provide retirement and disability benefits to retired members and survivor benefits to qualified dependents of deceased members of the Ohio State Highway Patrol.

SHPRS's general administration and management is vested in a seven-member retirement board, which consists of four elected members, one elected retiree, and two statutory members. The board appoints an executive director, actuary, investment advisor, investment monitor, and other employees.

SHPRS's membership consisted of the following, as of December 31, 1992:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.....	715
Current Employees:	
Vested	413
Nonvested	<u>958</u>
Total	<u>2,086</u>

Chapter 5505, Ohio Revised Code, requires contributions by active members and the Ohio State Highway Patrol. The employee contribution rate is established by the General Assembly, and any change in the rate requires legislative action. The employer contribution rate is established by the SHPRS Retirement Board and certified to the State of Ohio every two years. By law, the employer rate may not exceed three times the employee contribution rate. Active members and the Ohio State

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

Highway Patrol are required to contribute 10.5 percent and 24.53 percent, respectively, of active member payroll.

For SHPRS, 19.47 percent of the employer rate is used to fund pension obligations. The 5.06 percent difference between the total employer rate and the share used to fund pension obligations is the percentage used to fund the SHPRS health care program.

Contributions may be refunded to a member who terminates employment with the Ohio State Highway Patrol or to the member's beneficiary following the member's death, if no survivor benefits are payable.

Members are eligible for normal retirement benefits upon reaching age 52 and accumulating at least 20 years of Ohio State Highway Patrol service credit. The benefits are a percentage of the member's final average salary, the average of the member's three highest salaried years. The percentage is determined by multiplying 2.5 percent times the first 20 years of service plus two percent times the next five years plus 1.5 percent for each year in excess of 25 years of service. A member's pension cannot exceed 72 percent of the final average salary. Early retirement with reduced benefits is available upon reaching age 48 with 20 years of service credit. Early retirement with normal benefits is available upon reaching age 48 with 25 years of service credit.

In addition to the retirement benefits, SHPRS also provides for disability, survivors', and health care benefits. Qualified dependents of a deceased member are eligible for monthly survivors' benefits. All members receiving a benefit from SHPRS are eligible to receive medical insurance.

Members with credited service from prior Ohio State Highway Patrol service, military service time prior to employment, military service interrupting Ohio State Highway Patrol service, and full-time police or fire service are eligible to purchase SHPRS service credit accumulated in one or all of the retirement plans related to the above services. Members of the SHPRS with prior participation in Ohio's State Teachers Retirement System, School Employees Retirement System, Public Employees Retirement System, or Cincinnati Retirement System are eligible to purchase service credit for one or all of the related retirement plans.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to assist financial statement users in assessing a pension plan's funding status on a going-concern basis and progress made in accumulating sufficient assets to pay benefits when due and in making comparisons among public employee retirement systems and employers. The measure is independent of the actuarial funding method used to determine contributions to SHPRS.

The pension benefit obligation was determined as part of an actuarial valuation, as of December 31, 1992. Actuarial valuations are calculated annually by SHPRS's actuaries. Significant actuarial assumptions used in the valuation include the following:

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

- Rate of return on the SHPRS investments of 7.75 percent, compounded annually, net of administration expenses;
- Projected salary increases of 5.5 percent, compounded annually, attributable to inflation;
- Additional projected salary increases ranging from zero to four percent a year attributable to seniority and merit;
- Post-retirement mortality life expectancies of members based on the 1971 Group Annuity Mortality Male and Female Tables, projected to 1984;
- Rates of withdrawal from active service before retirement for reasons other than death and rates of disability and expected retirement ages developed on the basis of actual plan experience.

Significant actuarial assumptions used to compute actuarially determined contribution requirements were the same as those used to compute the standardized measure of the pension benefit obligation.

The total unfunded pension benefit obligation at December 31, 1992 was \$72.8 million as follows (in thousands):

Pension Benefit Obligation:	
Retirees and beneficiaries currently receiving benefits and terminated employees not receiving benefits.....	\$120,179
Current employees:	
Accumulated employee contributions, including allocated investment income	40,348
Employer-financed vested	88,689
Employer-financed nonvested	48,090
Total pension benefit obligation	<u>\$297,306</u>
Net Assets Available for Pension Benefits:	
Net assets available for pension benefits at cost (estimated market value is \$281 million).....	<u>224,461</u>
Unfunded pension benefit obligation.....	<u>\$ 72,845</u>

SHPRS's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate assets to pay benefits when due. Level percentage of payroll employer contribution rates are determined using the entry-age normal cost actuarial funding method. SHPRS also uses the level percentage of payroll method to amortize the unfunded liability over a 23-year amortization period.

During calendar year 1992, contributions were made in accordance with actuarially determined contribution requirements determined through actuarial valuations performed at December 31, 1992. Total employer and employee actuarially determined and actual contributions, excluding health care benefits, for the year ended December 31, 1992, consisted of the following (in thousands):

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

	Employer		Employee	
	Dollar Amount	Percent of Active Member Payroll	Dollar Amount	Percent of Active Member Payroll
Normal costs	\$5,841	11.66%	\$5,260	10.50%
Amortization of the unfunded actuarial accrued liability	3,912	7.81	—	—
Total actuarially determined contributions.....	<u>\$9,753</u>	<u>19.47%</u>	<u>\$5,260</u>	<u>10.50%</u>

The payroll for employees of the primary government covered by SHPRS, for the year ended December 31, 1992, was \$50 million; the primary government's total payroll for this period was \$1.89 billion.

Trend information gives an indication of the progress made in accumulating sufficient assets to pay pension benefits when due. Three-year trend information for SHPRS follows:

	1992	1991	1990
Net assets available for benefits as a percentage of pension benefit obligation	75.5%	73.2%	71.9%
Unfunded pension benefit obligation as a percentage of annual covered payroll	145.4	155.2	156.6
Employer contributions* as a percentage of annual covered payroll	19.5	19.7	20.0

*All made in accordance with actuarially determined requirements.

SHPRS maintains its own accounting system separately from the State's and publishes a separate publicly available financial report. The available required 10-year historical trend information showing the fund's progress in accumulating sufficient assets to pay benefits when due is presented in that report, as of December 31, 1992.

Other Postemployment Benefits

In addition to providing pension benefits, SHPRS pays health insurance claims on behalf of all persons receiving a monthly pension or survivor benefit and Medicare Part B basis premiums for those eligible benefit recipients upon proof of coverage. The number of active contributing plan participants, as of December 31, 1992, was 1,368. The cost of retiree health care benefits is recognized as claims are incurred and premiums are paid. The calendar year 1992 expense was \$2.1 million.

Health care benefits are established in Chapter 5505, Ohio Revised Code, and are advance funded by the employer on the same actuarially determined basis (using the same assumptions) as are the SHPRS pension benefits, as previously discussed. In addition, the assumption that projected health care premiums would increase at a rate of 5.5 percent, compounded annually, due to inflation was also used in the valuation. The net assets available for benefits allocated to health care costs at December 31, 1992 was \$37 million, and include investments, which are carried at cost net of amortization and are subject to adjustment for market declines judged to be other than temporary.

NOTE 9 PENSION PLANS AND OTHER POSTEMPLOYMENT BENEFITS (Continued)

As of December 31, 1992, the actuarial accrued liability for health care benefits, the portion of the present value of plan promises to pay benefits in the future that are not covered by future normal cost contributions, was \$66.8 million; the unfunded actuarial accrued liability for health care benefits was \$29.8 million.

Employer contributions are made in accordance with actuarially determined requirements. The employer contribution requirement, for the year ended December 31, 1992, was approximately \$2.5 million or 5.06 percent of active member payroll.

NOTE 10 GENERAL OBLIGATION BONDS

The State has pledged its faith and credit for the payment of principal and interest on general obligation bonds accounted for and included with obligations in the General Long-Term Obligations Account Group.

At various times since 1921, Ohio voters, by 12 constitutional amendments (the last adopted in 1987), have authorized the incurrence of general obligation debt for the construction and improvement of State facilities and highways, research and development of coal technology, and local infrastructure improvements. In practice, general obligation bonds are retired over periods of 10 to 35 years.

As of June 30, 1993, \$2.74 billion in general obligation debt (excluding Highway Obligations and Infrastructure Bonds discussed below) had been authorized by constitutional amendment of which \$2.47 billion had been issued and \$74.4 million was outstanding; the authorization to issue \$232.5 million had expired.

Coal Research and Development bonds may be issued as long as the outstanding principal amount does not exceed \$100 million.

Highway Obligations may be issued as long as the outstanding principal amount does not exceed \$500 million. The aggregate of General Assembly authorizations, as of June 30, 1993, for Highway Obligations, was \$1.66 billion, of which \$1.34 billion had been issued and \$330.6 million was outstanding. Additional Highway Obligations may be issued from time to time, as authorized by the General Assembly, as outstanding Highway Obligations are retired.

A 1987 constitutional amendment authorized the issuance of \$1.2 billion of general obligation bonds for infrastructure improvements (Infrastructure Bonds), of which no more than \$120 million may be issued in any year. As of June 30, 1993, the General Assembly had authorized \$600 million of these bonds to be sold, of which \$480 million had been issued and \$432.5 million was outstanding; the authorization to issue \$120 million had expired.

General obligation bonds outstanding, and bonds authorized but unissued, as of June 30, 1993, were as follows (in thousands):

NOTE 10 GENERAL OBLIGATION BONDS (Continued)

Purpose	Issued	Average Net Interest Rates	Maturing Through	Outstanding Balance	Authorized But Unissued
Highway Obligations	1975-92	4.8-6.8%	1999	\$330,580	\$318,170
Public Improvements.....	1975	6.0	1995	5,500	—
Development	1968-70	4.3-5.9	1995	32,850	—
Coal Research & Development...	1986-92	5.0-6.2	2002	36,000	35,000
Infrastructure Improvements	1989-92	6.6-8.2	2012	432,487	—
Total				<u>\$837,417</u>	<u>\$353,170</u>

Changes in general obligation bonds during the year ended June 30, 1993 are summarized in NOTE 16. Future general obligation debt service requirements, as of June 30, 1993, were as follows (in thousands):

Year Ending June 30,	Principal	Interest
1994	\$124,820	\$ 39,256
1995	128,960	31,297
1996	111,025	26,735
1997	92,260	21,193
1998	70,869	16,783
Thereafter.....	309,483	218,952
Total	<u>\$837,417</u>	<u>\$354,216</u>

In fiscal year 1993, the Treasurer of State issued \$98.7 million in general obligation refunding bonds to advance refund \$98.7 million in Infrastructure Improvement Bonds, Series 1988.

The net proceeds of \$105 million from the refunding issue plus an additional \$2.2 million of existing debt service monies were used to purchase U.S. government securities, which were placed in an irrevocable trust with an agent to provide for all future debt service payments on the refunded principal. As a result, the refunded bonds are no longer considered to be outstanding and the corresponding principal amounts have been removed from the total general obligation bond liability balance in the General Long-Term Obligations Account Group.

The Treasurer of State advance refunded the Infrastructure Improvement bonds to reduce the State's debt service payments over the next 11 years by \$5 million and to obtain an economic gain (the difference between the present values of the debt service payments on the old and new debt) of \$3.7 million.

NOTE 11 SPECIAL OBLIGATION BONDS

Special obligation bonds reported in the General Long-Term Obligations Account Group have been authorized and issued by the Ohio Building Authority (OBA), the Ohio Public Facilities Commission (OPFC), and the Department of Natural Resources (DNR). OBA bonds finance the capital costs of categories of facilities including correctional facilities and office buildings for State departments and agencies and, in some cases, related facilities for local governments. OPFC bonds finance the cost of capital facilities for State-supported and State-assisted institutions of higher education, mental hygiene and retardation, and parks and recreation. DNR bonds finance the costs of improvements at Salt Fork State Park.

NOTE 11 SPECIAL OBLIGATION BONDS (Continued)

OBA bonds issued for State agencies are reflected as special obligation bonds, and OBA bonds issued for related local government facilities are shown as revenue bonds (See NOTE 12).

OBA and OPFC bonds are secured by pledges of lease rental payments from General Fund appropriations, funds held by trustees pursuant to related trust agreements, and other receipts, as required by the respective bond documents.

Special obligation bonds outstanding, and bonds authorized but unissued, as of June 30, 1993, were as follows (in thousands):

Organization	Issued	Average Net Interest Rates	Maturing Through	Outstanding Balance	Authorized But Unissued
Ohio Building Authority.....	1985-93	2.4- 9.8%	2013	\$1,348,989	\$ 595,146
Ohio Public Facilities Commission.....	1970-93	4.7-13.1	2007	2,470,145	916,760
Department of Natural Resources.....	1969	7.0	1997	1,880	—
Total.....				<u>\$3,821,014</u>	<u>\$1,511,906</u>

Changes in special obligation bonds during the year ended June 30, 1993 are summarized in NOTE 16. Future special obligation debt service requirements, as of June 30, 1993, were as follows (in thousands):

Year Ending June 30,	Principal	Interest
1994	\$ 290,492	\$ 239,491
1995	303,603	220,639
1996	317,652	202,560
1997	323,286	181,694
1998	308,727	166,572
Thereafter.....	2,296,881	773,091
Subtotal.....	3,840,641	
Less: Unamortized Discount	19,627	
Total.....	<u>\$3,821,014</u>	<u>\$1,784,047</u>

During fiscal year 1993, the OBA issued approximately \$107 million in special obligation refunding bonds to defease approximately \$101 million of special obligation bonds.

The net proceeds of \$106.7 million from the refunding issues plus an additional \$5.9 million of existing debt service monies were used to purchase U.S. government securities, which were placed in an irrevocable trust with an agent to provide for all future debt service payments on the refunded principal. As a result, the refunded bonds are no longer considered to be outstanding and the corresponding principal amounts have been removed from the total OBA special obligation liability balance in the General Long-Term Obligations Account Group.

The OBA advance refunded the special obligation bonds to reduce its debt service payments over the next 15 years by approximately \$21.9 million and to obtain an economic gain (the difference between the present values of the debt service payments on the old and new debt) of approximately \$5.1 million.

NOTE 11 SPECIAL OBLIGATION BONDS (Continued)

In prior years, OBA and OPFC defeased certain bond issues by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the various trust accounts' assets and the liabilities for the defeased bonds are not included in the State's financial statements. As of June 30, 1993, \$394 million and \$98.5 million of OBA and OPFC bonds outstanding, respectively, are considered defeased.

NOTE 12 REVENUE BONDS AND NOTES

The State Constitution permits State agencies and authorities to issue bonds that are not supported by the faith and credit of the State. These bonds pledge income derived from user fees and rentals on the acquired or constructed assets to pay the debt service. Issuers for the primary government include the Treasurer of State for the Ohio Department of Development's Economic Development Financing Division (EDFD) and the Ohio Building Authority (OBA). Major issuers for the State's component units include the Ohio Water Development Authority (OWDA), the Ohio State University, and the University of Cincinnati.

A. Primary Government

OBA revenue bonds finance the costs of office buildings and related facilities for shared use by local governments. The principal and interest requirements on these bonds are paid from rentals received under the long-term lease agreements discussed in NOTE 6.

Economic development bonds, issued by the Treasurer of State for the EDFD's Direct Loan Program, provide financing for loans and loan guarantees to businesses within the State, which cannot obtain conventional financing for economic development projects that create or retain jobs in the State. The bonds are secured with profits derived from the sale of spirituous liquor by the Ohio Department of Liquor Control and pledged monies and related investment earnings held in reserve under a trust agreement with a financial institution.

Additionally, taxable economic development bonds in the amount of \$7.8 million, issued by the Treasurer of State in connection with the Ohio Enterprise Bond Program, were outstanding, as of June 30, 1993. Proceeds from this bond issuance in fiscal year 1988 were placed in a reserve with trustee and are pledged to secure, in part, the repayment of other economic development bonds issued under this program.

During fiscal year 1993, \$18.5 million of Ohio Enterprise Bonds were issued under the authority of Section 166.09, Ohio Revised Code, to provide private entities with capital financing for economic development projects. The Ohio Enterprise Bonds, which are reported as "no commitment" debt in NOTE 13, are primarily secured by the property financed, and payments by the borrowing entities are used to retire the debt and to service interest payments.

Revenue bonds outstanding for the primary government, as of June 30, 1993, were as follows (in thousands):

NOTE 12 REVENUE BONDS AND NOTES (Continued)

Organization	Issued	Interest Rates	Maturing Through	Outstanding Balance
Internal Service:				
Ohio Building Authority.....	1985	5.5-9.8%	2007	\$ 49,891
General Long-Term Obligations:				
Treasurer of State/ Economic Development	1988-89	7.5-9.7	2000	110,320
Total				<u>\$160,211</u>

Changes in revenue bonds reported in the General Long-Term Obligations Account Group, for the year ended June 30, 1993, are summarized in NOTE 16.

Future bond service requirements for revenue bonds of the primary government, as of June 30, 1993, were as follows (in thousands):

Year Ending June 30,	Internal Service		General Long-Term Obligations Account Group	
	Principal	Interest	Principal	Interest
1994.....	\$ 2,349	\$ 3,881	\$ 13,335	\$ 6,332
1995.....	2,526	3,695	14,255	5,414
1996.....	2,733	3,490	15,240	4,427
1997.....	2,704	3,514	14,817	4,835
1998.....	2,675	3,545	13,869	5,769
Thereafter	41,052	21,387	38,804	12,490
Subtotal	54,039			
Less: Unamortized Discount	4,148			
Total	<u>\$49,891</u>	<u>\$39,512</u>	<u>\$110,320</u>	<u>\$39,267</u>

In July 1989, the Treasurer of State defeased outstanding Economic Development Bonds, Series 1983, issued for the EDFD Direct Loan Program by placing the proceeds of the Liquor Profits Refunding Bonds, Series 1989, in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account's assets and the liabilities for the defeased bonds are not included in the State's financial statements. As of June 30, 1993, \$136.9 million of the Series 1983 bonds are considered defeased.

B. Component Units

OWDA bonds and notes provide financing to local government authorities (LGA) in the State of Ohio for the acquisition, construction, maintenance, repair, and operation of water development projects and solid waste projects, including the construction of sewage and related water treatment facilities. The principal and interest requirements on OWDA obligations are generally paid from investment earnings, federal funds and/or repayments of loan principal and interest thereon from the LGAs.

NOTE 12 REVENUE BONDS AND NOTES (Continued)

A portion of OWDA's outstanding bonds have been issued for the Water Pollution Control Loan Program, which provides low-cost financing to LGAs for the construction of wastewater treatment facilities. In the event pledged program revenues, which consist of interest payments from the LGAs as reimbursement for construction costs, are not sufficient to meet debt service requirements for the bonds, the General Assembly may appropriate monies for the full replenishment of a bond reserve in the event pledged program revenues are not sufficient to meet debt service requirements. As of December 31, 1992, \$35 million in bonds were outstanding for this program. Future bond service requirements for the Water Pollution Control Loan Program revenue bonds, as of December 31, 1992, were as follows (in thousands):

Year Ending December 31,	Principal	Interest
1994	\$ 1,695	\$ 2,039
1995	2,630	1,917
1996	2,625	1,762
1997	2,595	1,608
1998	2,560	1,455
Thereafter.....	23,600	7,031
Subtotal.....	35,705	
Less: Unamortized Discount	496	
Total.....	<u>\$35,209</u>	<u>\$15,812</u>

Generally, bonds and notes issued by the State-assisted universities and State community colleges are payable from the institutions' available receipts, including student fees, rental income, and gifts and donations, as may be provided for in the respective bond proceedings, for the construction of residence and dining halls and auxiliary facilities such as hospitals, parking facilities, bookstores, and athletic facilities.

Except as previously discussed with respect to OWDA's Water Pollution Control Loan Program bonds, the State is not obligated in any manner for the debt of its component units.

Future bond service requirements for revenue bonds and notes of the following major component units, as of June 30, 1993 (December 31, 1992 for OWDA), were as follows (in thousands):

Year Ending June 30,	Ohio Water Development Authority		Ohio State University		University of Cincinnati	
	Principal	Interest	Principal	Interest	Principal	Interest
1994	\$ 52,170	\$ 58,020	\$ 19,294	\$ 14,574	\$ 54,707	\$ 14,929
1995	50,545	52,636	20,060	13,626	10,593	13,162
1996	53,080	49,445	21,113	12,582	11,082	12,595
1997	55,680	45,929	22,089	10,809	11,730	11,977
1998	56,105	42,730	18,776	9,660	12,287	11,305
Thereafter.....	750,499	328,064	161,152	52,123	165,740	74,009
Subtotal.....	1,018,079					
Less: Unamortized Discount	30,599					
Total.....	<u>\$ 987,480</u>	<u>\$576,824</u>	<u>\$262,484</u>	<u>\$113,374</u>	<u>\$266,139</u>	<u>\$137,977</u>

**STATE OF OHIO
NOTES TO THE FINANCIAL STATEMENTS**

JUNE 30, 1993

NOTE 13 NO COMMITMENT DEBT

The State of Ohio by action of the General Assembly created various financing authorities for the expressed purpose of making available to non-profit and, in some cases, for profit private entities lower cost sources of capital financing for facilities and projects found to be for a public purpose. Fees are assessed to recover related processing and application costs incurred. The authorities' debt instruments represent limited obligations payable solely from payments made by the borrowing entities. Most of the bonds are secured by the property financed. Upon repayment of the bonds, ownership of acquired property transfers to the entity served by the bond issuance. This debt is not deemed to constitute debt of the State or pledge of the faith and credit of the State. Accordingly, these bonds are not reflected in the accompanying financial statements.

As of June 30, 1993, revenue bonds and notes outstanding that represent "no commitment" debt for the State were as follows (in thousands):

<u>Organization</u>	<u>Outstanding Amount</u>
Ohio Department of Development:	
Ohio Enterprise Bond Program	\$ 105,730
Hospital Facilities Bonds	318,225
Ohio Housing Finance Agency (net of discount)	2,440,918
Total.....	<u><u>\$2,864,873</u></u>

NOTE 14 CERTIFICATES OF PARTICIPATION

As of June 30, 1993, obligations were payable from the Telecommunications Internal Service Fund for the purchase of a telecommunications system upgrade. The purchase was financed through the sale of certificates of participation.

Additionally, the construction of the Pepsi-Cola/Celeste Center on the Ohio State Fairgrounds by the Ohio Expositions Commission and the acquisition of the Panhandle Rail Line Project by the Ohio Department of Transportation were financed through certificates of participation financing arrangements. The obligations associated with these projects are recorded in the General Long-Term Obligations Account Group.

Under a certificate of participation arrangement, the State is required to make payment subject to biennial appropriations that approximate the interest and principal payments made by a trustee to certificate holders.

Obligations outstanding for the primary government under the certificate of participation financing arrangements, as of June 30, 1993, were as follows (in thousands):

<u>Organization</u>	<u>Outstanding Balance</u>
Internal Service:	
Telecommunications	<u>\$ 7,014</u>
General Long-Term Obligations:	
Ohio Expositions Commission/Pepsi-Cola/Celeste Center	5,800
Ohio Department of Transportation/Panhandle Rail Line Project	8,465
Subtotal.....	<u>14,265</u>
Total.....	<u><u>\$21,279</u></u>

NOTE 14 CERTIFICATES OF PARTICIPATION (Continued)

Future commitments in connection with which certificates of participation have been issued, as of June 30, 1993, were as follows (in thousands):

Year Ending June 30,	Internal Service		General Long-Term Obligations Account Group	
	Principal	Interest	Principal	Interest
1994	\$4,625	\$246	\$ 6,030	\$ 767
1995	2,365	50	240	516
1996	—	—	255	504
1997	—	—	265	492
1998	—	—	280	478
Thereafter	—	—	7,195	4,238
Total	<u>\$6,990</u>	<u>\$296</u>	<u>\$14,265</u>	<u>\$6,995</u>

Certificates of participation obligations are reported in the Internal Service Fund as "Certificates of Participation" in the amount of \$6.5 million and as "Liabilities Payable from Restricted Assets" in the amount of \$500 thousand (including accrued interest of \$24 thousand).

Changes in certificate of participation obligations reported in the General Long-Term Obligations Account Group, for the year ended June 30, 1993, are summarized in NOTE 16.

NOTE 15 OTHER LONG-TERM OBLIGATIONS

As of June 30, 1993, other general long-term obligations of the State reported in the General Long-Term Obligations Account Group were as follows (in thousands):

Compensated Absences (A.)	\$224,111
Lease Agreements (B.)	6,980
Judgments, Settlements, and Claims (C.)	105,252
Litigation Liabilities (C.)	21,102
Workers' Compensation Obligation (D.)	442,166
Required Contribution to the Great Lakes Protection Fund (E.)	4,600
Total Other General Long-Term Obligations	<u>\$804,211</u>

A. Compensated Absences

In order to lessen the impact of terminal leave pay on a given State agency's budget, an accrued leave funding program was instituted by law in 1982. State agencies must contribute a percentage of gross payroll to a common pool of resources from which terminal leave expenditures/expenses are paid. The amount of cash equity with Treasurer and related interest receivable available to satisfy terminal pay claims at June 30, 1993, was approximately \$24.8 million. These and related assets are reported as part of the Payroll Withholding and Fringe Benefits Agency Fund.

The compensated absence liability for the primary government's proprietary funds is reported net of the funds' portion of accrued leave funding and is reflected in accrued liabilities. The compensated absence liability for the primary government's governmental funds is also reported net of the funds' portion of the accrued leave funding and is reported as part of the General Long-Term Obligations Account Group.

NOTE 15 OTHER LONG-TERM OBLIGATIONS (Continued)

For the primary government, the gross compensated absences liability, as of June 30, 1993, was \$271.3 million, of which \$24.6 million is allocable to the proprietary funds and \$246.7 million is allocable to the General Long-Term Obligations Account Group. The net (after reduction of the \$24.8 million) compensated absence liability, as of June 30, 1993, was \$246.5 million, of which \$22.4 million is reported in the proprietary funds and \$224.1 million is reported in the General Long-Term Obligations Account Group.

For the State's component units, the compensated absences liability, as of June 30, 1993, in the amount of \$90.6 million is included in "Accrued Liabilities."

B. Lease Agreements

The State's primary government leases office buildings and office and computer equipment. Although the lease terms vary, most leases are renewable subject to biennial appropriations by the General Assembly. If the likelihood of the exercise of a fiscal funding clause in the lease agreement is, in the management's judgment, remote, then the lease is considered noncancelable for financial reporting purposes and is reported as a fund expenditure/expense for operating leases or in the General Long-Term Obligations Account Group or appropriate proprietary fund types for capital leases.

Assets acquired through capital leasing are valued at the lower of fair market value or the present value of the future minimum lease payments at the lease's inception. The noncurrent portion of capital lease obligations for the proprietary fund types are reported in those funds as long-term obligations. The related assets and depreciation of these assets are included in the proprietary funds. Capital lease obligations for the governmental fund types are reported in the General Long-Term Obligations Account Group and the related assets are reported in the General Fixed Assets Account Group.

Operating leases (leases on assets not recorded in the combined balance sheet) contain various renewal options as well as some purchase options.

Any escalation clauses, sublease rentals, and contingent rents are considered immaterial to the future minimum lease payments and current rental expenditures. Operating lease payments are recorded as expenditures or expenses of the related funds when paid or incurred.

The primary government's total operating lease expenditures/expenses for fiscal year 1993 were approximately \$116.8 million. Future minimum lease commitments for operating leases and capital leases judged to be noncancelable, as of June 30, 1993, were as follows (in thousands):

Year Ending June 30,	OPERATING LEASES	CAPITAL LEASES		
		General Long-Term Obligations	Internal Service Funds	Total
1994	\$ 9,374	\$4,154	\$ 8,992	\$13,146
1995	4,095	2,322	8,153	10,475
1996	836	1,359	6,924	8,283
1997	106	729	3,561	4,290
1998	58	266	1,781	2,047
Thereafter.....	89	—	—	—
Total Minimum Lease Payments	<u>\$14,558</u>	<u>8,830</u>	<u>29,411</u>	<u>38,241</u>
Less: Amount representing interest		1,850	3,615	5,465
Present value of net minimum lease payments		<u>\$6,980</u>	<u>\$25,796</u>	<u>\$32,776</u>

NOTE 15 OTHER LONG-TERM OBLIGATIONS (Continued)

As of June 30, 1993, the primary government had the following fixed assets (net of accumulated depreciation for proprietary funds) under capital leases, which are reported under "Accrued Liabilities" in the proprietary funds (in thousands):

	General Fixed Assets	Internal Service	Total
Equipment.....	\$23,841	\$29,152	\$52,993
Vehicles	37	—	37
Total.....	<u>\$23,878</u>	<u>\$29,152</u>	<u>\$53,030</u>

Amortization expense for the proprietary funds is included with depreciation expense.

C. Judgments, Settlements, and Claims/Litigation Liabilities

The Ohio Department of Education has been involved with several school desegregation court cases filed against the State by various local boards of education. In cases when the judgment went against the State, the courts decided that the State was responsible for sharing in all past and future desegregation costs. As of June 30, 1993, the State was responsible for an estimated \$97.2 million liability for past desegregation costs, which is recorded in the General Long-Term Obligations Account Group until such time that it becomes payable from the General Fund.

Additionally, the State has accrued approximately \$3.3 million in general long-term obligations payable to the federal government for an estimated arbitrage rebate amount calculated for State bond issuances, \$3.6 million for incurred but not reported claims payable under the primary government's employee health benefit plan, and \$1.2 million for claims payable under the General Medical Assistance and Disability Assistance programs administered by the Ohio Department of Human Services.

For information on the State's loss contingencies arising from pending litigation, see NOTE 23.

D. Workers' Compensation Obligation

The State's primary government is permitted to pay its workers' compensation liability on a terminal funding (pay-as-you-go) basis. As a result, the Workers' Compensation Enterprise Fund recognized an unbilled premium receivable for the State's portion of its actuarially determined liability for compensation, which is recorded in the General Long-Term Obligations Account Group in the amount of \$442 million.

E. Required Contribution to the Great Lakes Protection Fund

As described in NOTE 22, the State's primary government is a member of the Great Lakes Protection Fund. Of its total required contribution amount of \$14 million, the primary government owes \$4.6 million to the Fund, as of June 30, 1993. This liability, for which payment is due from the General Fund by June 30, 1995, is recorded in the General Long-Term Obligations Account Group.

NOTE 15 OTHER LONG-TERM OBLIGATIONS (Continued)

As of June 30, 1993, the primary government had the following fixed assets (net of accumulated depreciation for proprietary funds) under capital leases, which are reported under "Accrued Liabilities" in the proprietary funds (in thousands):

	General Fixed Assets	Internal Service	Total
Equipment.....	\$23,841	\$29,152	\$52,993
Vehicles.....	37	—	37
Total.....	<u>\$23,878</u>	<u>\$29,152</u>	<u>\$53,030</u>

Amortization expense for the proprietary funds is included with depreciation expense.

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The Ohio Department of Education has been involved with several school desegregation court cases filed against the State by various local boards of education. In cases when the judgment went against the State, the courts decided that the State was responsible for sharing in all past and future desegregation costs. As of June 30, 1993, the State was responsible for an estimated \$97.2 million liability for past desegregation costs, which is recorded in the General Long-Term Obligations Account Group until such time that it becomes payable from the General Fund.

Additionally, the State has accrued approximately \$3.3 million in general long-term obligations payable to the federal government for an estimated arbitrage rebate amount calculated for State bond issuances, \$3.6 million for incurred but not reported claims payable under the primary government's employee health benefit plan, and \$1.2 million for claims payable under the General Medical Assistance and Disability Assistance programs administered by the Ohio Department of Human Services.

For information on the State's loss contingencies arising from pending litigation, see NOTE 23.

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The State's primary government is permitted to pay its workers' compensation liability on a terminal funding (pay-as-you-go) basis. As a result, the Workers' Compensation Enterprise Fund recognized an unbilled premium receivable for the State's portion of its actuarially determined liability for compensation, which is recorded in the General Long-Term Obligations Account Group in the amount of \$442 million.

E. Required Contribution to the Great Lakes Protection Fund

As described in NOTE 22, the State's primary government is a member of the Great Lakes Protection Fund. Of its total required contribution amount of \$14 million, the primary government owes \$4.6 million to the Fund, as of June 30, 1993. This liability, for which payment is due from the General Fund by June 30, 1995, is recorded in the General Long-Term Obligations Account Group.

NOTE 15 OTHER LONG-TERM OBLIGATIONS (Continued)**F. Liabilities Payable from Restricted Assets****Deferred Prize Awards**

Deferred prize awards payable in installments over future years totaling approximately \$1.1 billion, as of June 30, 1993, are recorded as "Liabilities Payable from Restricted Assets" at present value based upon interest rates the Treasurer of State provides the Ohio Lottery Commission Enterprise Fund. The interest rates represent the expected long-term rate of return on the assets restricted for the payment of deferred prize awards. Once established for a particular deferred prize award, the interest rate does not fluctuate with changes in the expected long-term rate of return. The difference between the present value and gross amount of the obligations is amortized into income over the terms of the obligations using the interest method.

The present value of future payments of unpaid prize awards, as of June 30, 1993, is summarized as follows (in thousands):

Year Ending June 30,	
1994	\$ 123,400
1995	122,540
1996	122,060
1997	121,960
1998	121,745
Thereafter	1,358,186
Subtotal	<u>1,969,891</u>
Less: Unamortized Discount	871,750
Net Prize Liability	<u>\$1,098,141</u>

Prizes can be claimed within six months of the drawing date for on-line games and within six months of the closing date for instant games. After the expiration of the statutory six-month period, the prize liability is reduced for the unclaimed prizes.

Tuition Benefits

The actuarial present value of future tuition benefits payable from the Tuition Trust Authority Enterprise Fund totaling \$86.6 million, as of June 30, 1993, are also recorded as "Liabilities Payable from Restricted Assets." The valuation method reflects the present value of estimated tuition benefits that will be paid in future years and is adjusted for the effects of projected tuition increases at State-assisted universities and colleges and termination of plan participation.

G. Reserve for Compensation

The Workers' Compensation Enterprise Fund provides benefits to employees for losses sustained from job-related injury, disease, or death. The Bureau has computed a reserve for compensation, as of December 31, 1992, of \$13.76 billion. The reserve, which includes estimates for reported claims and claims incurred but not reported, is reported as "Workers' Compensation Benefits Payable."

NOTE 16 CHANGES IN GENERAL LONG-TERM OBLIGATIONS

Changes in general long-term obligations, for the year ended June 30, 1993, are summarized as follows (in thousands):

	General Obligation Bonds (NOTE 10)	Special Obligation Bonds (NOTE 11)	Revenue Bonds (NOTE 12)	Certificates of Participation (NOTE 14)	Other General Long-Term Obligations (NOTE 15)	Total
Balance, as of July 1, 1992 (as restated)	\$746,375	\$3,514,684	\$122,750	\$ 6,105	\$801,901	\$5,191,815
Additions:						
Debt Issues	318,652	699,545	—	8,680	—	1,026,877
Bond Discount Accretions	—	18,054	—	—	—	18,054
Increase in						
Compensated Absences	—	—	—	—	16,050	16,050
Increase in Lease Obligations	—	—	—	—	3,339	3,339
Increase in Judgments, Settlements, and Claims	—	—	—	—	4,815	4,815
Increase in Workers' Compensation Obligation	—	—	—	—	29,552	29,552
Increase in Contingent Liabilities	—	—	—	—	21,102	21,102
Total Additions	318,652	717,599	—	8,680	74,858	1,119,789
Deductions:						
Debt Retirements, Terminations, and Defeasances	227,610	411,269	12,430	520	—	651,829
Decrease in Lease Obligations	—	—	—	—	9,458	9,458
Decrease in Judgments, Settlements, and Claims	—	—	—	—	39,142	39,142
Decrease in Contingent Liabilities	—	—	—	—	23,948	23,948
Total Deductions	227,610	411,269	12,430	520	72,548	724,377
Balance, as of June 30, 1993	\$837,417	\$3,821,014	\$110,320	\$14,265	\$804,211	\$5,587,227

Fiscal year 1993 additions to the general obligation bonds are net of \$6.7 million in premiums while additions to special obligation bonds and certificates of participation include discounts of approximately \$9.3 million and \$269 thousand, respectively. The \$2.3 million and \$1 million increases in lease obligations for the General Fund and the Special Revenue Fund, respectively, are considered to be immaterial, and therefore, are not reflected in the "Other Financing Sources (Uses)" section of each respective fund's operating statement.

NOTE 17 DEFERRED COMPENSATION PLAN

The State of Ohio offers its employees and elected officials a deferred compensation plan created in accordance with Internal Revenue Code Section 457 that is reported in the Deferred Compensation Agency Fund. The plan, available to any public employee, permits participants to defer a portion of

NOTE 17 DEFERRED COMPENSATION PLAN (Continued)

their salary and the related tax liability until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the State (without being restricted to the provisions of benefits under the plan), subject only to the claim of the State's general creditors. Participants' rights under the plan are equal to those of general creditors of the State in an amount equal to the fair market value of the deferred account for each participant. The Plan Agreement states that the State and the Ohio Public Employees Deferred Compensation Board, the plan administrator, have no liability for losses under the plan with exception of fraud or wrongful taking.

The State believes that it is unlikely that the assets will be used to satisfy the claims of general creditors in the future, and no assets have been used in the past to satisfy such claims.

The \$442.8 million and \$832 thousand asset balances reported for the primary government and its component units, respectively, on the Combined Balance Sheet — All Fund Types and Account Groups as "Deposit with Deferred Compensation Plan" represents the State of Ohio's assets actually held by the plan administrator. Plan assets are carried at market value.

NOTE 18 ENTERPRISE FUNDS**A. Segment Information**

The State has four enterprise funds, which provide for the tuition guarantee program, liquor sales, lottery sales, and workers' compensation insurance services.

Segment information, for the fiscal year ended June 30, 1993, unless otherwise noted, was as follows (in thousands):

	Tuition Trust Authority	Liquor Control	Ohio Lottery Commission	Workers' Compensation (12/31/92)	Total Enterprise Funds
Operating revenues.....	\$ 8,122	\$350,835	\$2,117,184	\$3,501,538	\$5,977,679
Depreciation	29	955	3,907	13,911	18,802
Operating income (loss)	(1,789)	75,913	736,382	197,200	1,007,706
Operating transfers-out	—	(76,646)	(658,408)	—	(735,054)
Net income (loss)	(1,754)	(654)	77,974	197,200	272,766
Fixed asset additions	23	873	1,443	11,166	13,505
Fixed asset disposals.....	—	13	—	12,117	12,130
Net working capital.....	8,004	10,427	71,274	2,357,146	2,446,851
Increase (decrease) in cash and cash equivalents.....	59	595	13,187	8,148	21,989
Total assets.....	87,384	36,821	1,269,805	12,624,967	14,018,977
Bonds and other noncurrent liabilities payable from operating revenues	—	—	1,457	13,758,684	13,760,141
Total equity (deficits).....	560	13,120	134,283	(2,519,571)	(2,371,608)

STATE OF OHIO
NOTES TO THE FINANCIAL STATEMENTS
NOTE 18 ENTERPRISE FUNDS (Continued)

JUNE 30, 1993

B. Workers' Compensation Fund

The financial statements of the Ohio Bureau of Workers' Compensation and the Industrial Commission of Ohio (Workers' Compensation Enterprise Fund), as of and for the year ended December 31, 1992, were examined by their independent auditors, who issued a report on their examination on March 30, 1993. As discussed in the audit report, the reserve for compensation is based on historical claims experience data and assumptions and projections as to future events, including in the case of medical claim reserves, inflationary trends. The reserve for compensation adjustment expenses is based, in part, on the reserve for compensation. In addition, new administrative procedures regarding claims adjudication and processing and other factors may result in the reserve for compensation liability varying significantly from the amount reported in the financial statements of the Workers' Compensation Enterprise Fund. Furthermore, the ultimate outcome of pending litigation and other uncertainties was not determinable, so no provision for any liability or adjustments that may result from these matters has been recognized in the financial statements of the Workers' Compensation Enterprise Fund. For additional information, refer to the separate audit report.

NOTE 19 FUND EQUITY — OTHER RESERVES

Details of the "Reserved for Other" account reported for the governmental funds in the primary government's combined balance sheet, as of June 30, 1993, follow (in thousands):

Reserved for Other:

	General	Special Revenue	Capital Projects	Total
Intergovernmental Receivable:				
Advance Payments to Local Government.....	\$21,303	\$ —	\$ —	\$ 21,303
Inventories	5,565	34,848	—	40,413
Other Assets:				
Prepays	1,865	29	—	1,894
Minority Contractors' Bonding Program	—	2,654	—	2,654
Loan Commitments	—	3,091	62,312	65,403
Guaranteed Student Loan Program	—	45	—	45
Total	<u>\$28,733</u>	<u>\$40,667</u>	<u>\$62,312</u>	<u>\$131,712</u>

Reserved retained earnings for the Enterprise Fund, as of June 30, 1993 (December 31, 1992 for the Bureau of Workers' Compensation), are provided for insurance claims payable from the Workers' Compensation Fund in the amount of \$65.8 million and for the payment of deferred lottery prizes from the Ohio Lottery Commission Fund in the amount of \$49.7 million.

NOTE 20 FUND BALANCE/RETAINED EARNINGS DEFICITS

A fund balance deficit of \$2.3 million is reported for the Higher Education Improvements Capital Projects Fund, as of June 30, 1993.

A retained earnings deficit of \$3.36 billion is reported for the Workers' Compensation Enterprise Fund, as of December 31, 1992. This represents a 5.6 percent decrease in the deficit since December 31, 1991. Management believes improvement in the financial condition of the Workers' Compensation Fund can be achieved through current and future programs aimed at controlling indemnity and medical claim costs.

STATE OF OHIO
 NOTES TO THE FINANCIAL STATEMENTS
 NOTE 21 COMPONENT UNIT FUNDS

JUNE 30, 1993

Condensed financial statements for the component unit funds for the fiscal year ended June 30, 1993 (or December 31, 1992 for the Ohio Water Development Authority) are as follows (in thousands):

Condensed Balance Sheet — Component Units

	Ohio Water Development Authority	Ohio State University	University of Cincinnati	Other Component Units	Total Component Units
Assets					
Cash Equity with Treasurer	\$ 112	\$ —	\$ —	\$ —	\$ 112
Cash on Hand	—	539	743	1,268	2,550
Cash with Custodian	13	14,609	16,756	127,029	158,407
Investments	401,321	672,454	152,482	472,369	1,698,626
Receivables	1,035,255	142,137	103,342	198,585	1,479,319
Due from Other Funds	4,031	283,453	81,038	25,004	393,526
Inventories	—	17,565	8,883	19,032	45,480
Deposit with Deferred Compensation Plan	465	—	—	367	832
Restricted Assets	—	64,271	501,342	39,709	605,322
Fixed Assets	332	1,726,391	1,066,072	3,401,185	6,193,980
Less Accumulated Depreciation	139	—	—	4,882	5,021
Other Assets	7,252	25,622	6,368	24,049	63,291
Total Assets	<u>\$1,448,642</u>	<u>\$2,947,041</u>	<u>\$1,937,026</u>	<u>\$4,303,715</u>	<u>\$10,636,424</u>
Liabilities					
Accounts Payable	\$ 7,570	\$ 43,785	\$ 50,714	\$ 50,377	\$ 152,446
Accrued Liabilities	6,976	150,737	116,998	188,056	462,767
Due to Other Funds	4,031	283,453	81,038	25,004	393,526
Deferred Revenues	—	44,275	10,630	69,026	123,931
Refund and Other Liabilities	675	31,867	14,202	28,934	75,678
Liability for Deferred Compensation	465	—	—	367	832
Revenue Bonds and Notes	987,480	262,484	266,139	285,645	1,801,748
Certificates of Participation	—	5,720	7,880	9,040	22,640
Total Liabilities	<u>1,007,197</u>	<u>822,321</u>	<u>547,601</u>	<u>656,449</u>	<u>3,033,568</u>
Fund Equity and Other Credits					
Investment in General Fixed Assets	—	1,507,348	820,813	3,124,888	5,453,049
Contributed Capital	—	—	—	108	108
Total Unreserved Retained Earnings	441,445	—	—	10,952	452,397
Total Fund Balance	—	617,372	568,612	511,318	1,697,302
Total Fund Equity and Other Credits	<u>441,445</u>	<u>2,124,720</u>	<u>1,389,425</u>	<u>3,647,266</u>	<u>7,602,856</u>
Total Liabilities, Fund Equity and Other Credits	<u>\$1,448,642</u>	<u>\$2,947,041</u>	<u>\$1,937,026</u>	<u>\$4,303,715</u>	<u>\$10,636,424</u>

STATE OF OHIO
NOTES TO THE FINANCIAL STATEMENTS
NOTE 21 COMPONENT UNIT FUNDS (Continued)

JUNE 30, 1993

Condensed Statement of Revenues, Expenses and Changes in Retained Earnings — Proprietary

	Ohio Water Development Authority	State Parking Commission	Total Proprietary Component Units
Operating Revenues	\$ 91,562	\$ 2,009	\$ 93,571
Operating Expenses:			
Depreciation	42	407	449
Other	66,496	1,158	67,654
Operating Income	25,024	444	25,468
Operating Grants, Entitlements and Shared Revenues	32,165	—	32,165
Other Nonoperating Revenues/(Expenses) — net	—	11	11
Net Income Before Extraordinary Items	57,189	455	57,644
Extraordinary Item -- Loss on Early Extinguishment of Debt	(80,187)	—	(80,187)
Net Income (Loss)	(22,998)	455	(22,543)
Retained Earnings, Beginning	464,443	10,497	474,940
Retained Earnings, Ending	\$441,445	\$10,952	\$452,397

Condensed Statement of Changes in Fund Balances — Colleges and Universities

	Ohio State University	University of Cincinnati	Other Colleges and Universities	Total College and University Component Units
Total Revenues and Other Additions	\$1,279,389	\$ 787,303	\$1,733,795	\$3,800,487
Total Expenditures and Other Deductions	1,449,942	833,240	2,208,905	4,492,087
Transfers from Primary Government	319,174	145,522	689,306	1,154,002
Net Increase for the Year	148,621	99,585	214,196	462,402
Fund Balance and Other Credits, Beginning	1,976,099	1,289,840	3,422,010	6,687,949
Fund Balance and Other Credits, Ending	\$2,124,720	\$1,389,425	\$3,636,206	\$7,150,351

**Condensed Statement of Current Funds Revenues, Expenditures and Other Changes —
Colleges and Universities**

	Ohio State University	University of Cincinnati	Other Colleges and Universities	Total College and University Component Units
Total Revenues	\$1,052,033	\$658,246	\$1,432,878	\$3,143,157
Expenditures:				
Education and General	825,996	419,768	1,651,452	2,897,216
Auxiliary Enterprises	90,814	40,723	280,296	411,833
Hospitals	344,119	272,061	109,940	726,120
Total Expenditures	1,260,929	732,552	2,041,688	4,035,169
Mandatory Transfers (net)	23,166	22,748	28,519	74,433
Total Expenditures and Mandatory Transfers	1,284,095	755,300	2,070,207	4,109,602
Other Transfers and Additions	313,474	149,088	689,214	1,151,776
Nonmandatory Transfers (net)	(43,039)	(52,670)	(29,034)	(124,743)
Additions (Deductions)	13,559	5,365	(2,944)	15,980
Total Other Transfers and Additions (Deductions)	283,994	101,783	657,236	1,043,013
Net Increase in Fund Balances	\$ 51,932	\$ 4,729	\$ 19,907	\$ 76,568

NOTE 22 JOINT VENTURES AND RELATED ORGANIZATIONS

A. Joint Ventures

Great Lakes Protection Fund (GLPF)

The Great Lakes Protection Fund is an Illinois nonprofit organization that was formed to further federal and state commitments to the restoration and maintenance of the Great Lakes Basin's ecosystem. The governors of the eight states that border on the Great Lakes comprise the GLPF's membership. Under the GLPF's articles of incorporation, each state is required to make a financial contribution. Income earned on the contributions provides grants to projects that advance the goals of the Great Lakes Toxic Substances Control Agreement and the binational Great Lakes Quality Agreement.

Each governor nominates two individuals to the GLPF's board of directors who, after approval by the other governors, serve staggered two-year terms. All budgetary and financial decisions rest with the board except when restricted by the GLPF's articles of incorporation.

Annually, one-third of the GLPF's net earnings is allocated and paid to member states in proportion to their respective cash contributions to the GLPF. The allocation is based on the amount and period of time the states' contributions were invested. GLPF earnings distributions are to be used by the states to finance projects that are compatible with the GLPF's objectives. Ohio has applied its distribution (\$213 thousand for the fiscal year ended December 31, 1992) toward the establishment of its own protection fund modeled after the GLPF.

Required contributions and contributions received from the eight member states, which border the Great Lakes, as of December 31, 1992 (the GLPF's year end), are as follows (in thousands):

	Contribution Required	Contribution Received	Contribution Percentage
Michigan	\$25,000	\$25,000	40.1
Indiana	16,000	—	—
Illinois	15,000	10,000	16.0
Ohio	14,000	9,400	15.1
New York	12,000	8,000	12.8
Wisconsin	12,000	8,000	12.8
Minnesota	1,500	1,000	1.6
Pennsylvania	1,500	1,000	1.6
Total.....	\$97,000	\$62,400	100.0

As discussed in NOTE 15, a liability for the unpaid balance of the State of Ohio's required contribution, in the amount of \$4.6 million, is reported in the General Long-Term Obligations Account Group, as of June 30, 1993.

NOTE 22 JOINT VENTURES AND RELATED ORGANIZATIONS (Continued)

Summary financial information for the GLPF for the fiscal year ended December 31, 1992 is as follows (in thousands):

Cash and Investments.....	\$49,408
Other Assets.....	16,718
Total Other Assets	<u>\$66,126</u>
Total Liabilities.....	\$ 1,619
Total Fund Equity	64,507
Total Liabilities and Fund Equity	<u>\$66,126</u>
Total Revenues and Other Additions	\$14,813
Total Expenditures	4,573
Net Increase in Fund Equity.....	<u>\$10,240</u>

In the event of the Fund's dissolution, the State of Ohio would receive a portion of the Fund's assets equal to the lesser of the amount of such assets multiplied by the ratio of its required contribution to the required contributions of all member states, or the amount of its required contribution.

Local Community and Technical Colleges

The State's primary government has an ongoing financial responsibility for the funding of five local community colleges and thirteen technical colleges. With respect to the local community colleges, State of Ohio officials appoint three members of each college's respective nine-member board of trustees; the remaining six members are appointed by county officials. The governing boards of the technical colleges consist of either seven or nine trustees, of which State officials appoint two and three members, respectively; the remaining members are appointed by the local school boards located in the respective technical college district.

The Ohio General Assembly appropriates monies to these institutions from the General Fund to subsidize operations so that higher education can become more financially accessible to Ohio residents. These expenditures are included in the "Higher Education Support" expenditure function reported in the General Fund. The primary government also provides financing for the construction of these institutions' capital facilities by meeting the debt service requirements for the Higher Education Facilities bonds issued by the Ohio Public Facilities Commission (OPFC) for these purposes. The capital outlay expenditures for the projects financed by the OPFC bond issuances are included in the Higher Education Improvements Capital Projects Fund.

NOTE 22 JOINT VENTURES AND RELATED ORGANIZATIONS (Continued)

During fiscal year 1993, expenditures were recorded in the General Fund and the Higher Education Improvements Capital Projects Fund in support of the local community and technical colleges as follows (in thousands):

	Higher Education Support Expenditures	Capital Outlay Expenditures	Total
Local Community Colleges:			
Cuyahoga Community College	\$ 30,997	\$ 6,738	\$ 37,735
Lakeland Community College	10,041	2,329	12,370
Lorain County Community College	9,961	1,538	11,499
Rio Grande Community College	2,686	2,218	4,904
Sinclair Community College	21,995	5,281	27,276
Subtotal	<u>75,680</u>	<u>18,104</u>	<u>93,784</u>
Technical Colleges:			
Belmont Technical College	3,274	482	3,756
Central Ohio Technical College	2,711	3,107	5,818
Cincinnati Technical College	10,089	2,418	12,507
Hocking Technical College	9,387	90	9,477
Jefferson Technical College	2,922	1,062	3,984
Lima Technical College	4,073	2,270	6,343
Marion Technical College	2,231	1,014	3,245
Muskingum Technical College	3,675	1,774	5,449
North Central Technical College	4,295	770	5,065
Northwest Technical College	2,427	76	2,503
Owens Technical College	12,403	244	12,647
Stark Technical College	6,059	317	6,376
Terra Technical College	5,113	133	5,246
Subtotal	<u>68,659</u>	<u>13,757</u>	<u>82,416</u>
Total	<u>\$144,339</u>	<u>\$31,861</u>	<u>\$176,200</u>

Information for obtaining complete financial statements for each of the primary government's joint ventures is available from the Ohio Office of Budget and Management.

B. Related Organizations

Officials of the State's primary government appoint a voting majority of the governing boards of the Ohio Turnpike Commission, the Petroleum Underground Storage Tank Release Compensation Board, and the Ohio Air Quality Development Authority. However, the primary government's accountability for these organizations does not extend beyond making the appointments.

During fiscal year 1993, the primary government distributed \$2.2 million in motor vehicle fuel excise tax collections from the Special Revenue Fund to the Ohio Turnpike Commission.

During fiscal year 1993, two separate funds, established for the Petroleum Underground Storage Tank Release Compensation Board and the Ohio Air Quality Development Authority, were accounted for on the primary government's Central Accounting System. The primary purpose of these funds is to streamline payroll processing for these organizations. The financial activities of the two funds, which do not receive any funding support from the primary government, have been included in the Other Agency Fund.

NOTE 23 CONTINGENCIES AND COMMITMENTS

A. Contingencies

The State, its units, and employees are parties to numerous legal proceedings, which normally occur in governmental operations. All legal proceedings are not, in the opinion of management after consultation with the Attorney General, likely to have a material adverse effect on the financial position of any of the State's fund types and account groups.

In instances when the unfavorable outcome of pending litigation has been assessed to be likely, liabilities are recorded in the financial statements. As of June 30, 1993, \$21.1 million in liabilities ultimately payable from various governmental funds has been recorded in the General Long-Term Obligations Account Group for this purpose.

The State of Ohio receives significant financial assistance from the federal government in the form of grants and entitlements, including non-cash programs (which are not included in the General Purpose Financial Statements). Receipt of grants is generally conditioned upon compliance with terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of resources for eligible purposes. Substantially all grants are subject to either the Federal Single Audit or to financial compliance audits by the grantor agencies of the federal government or their designees. Disallowances and sanctions as a result of these audits may become liabilities of the applicable funds or the General Long-Term Obligations Account Group.

As a result of the 1992 State of Ohio Single Audit (completed in July 1993), the allowability of approximately \$3.9 billion of federal expenditures is in question due to inadequate grant-specific accounting records at the Departments of Human Services, Health, and Rehabilitation and Correction, and the Rehabilitation Services Commission. This amount will be contested with the federal agencies involved. The amount of expenditures, which may be ultimately disallowed by the grantor, cannot be determined at this time, and consequently, no provision for any liability or adjustments for this matter has been recognized in the State's financial statements for the fiscal year ended June 30, 1993. Management believes the likelihood of a material loss for the State as a result of this matter is remote.

B. Construction Commitments

As of June 30, 1993, the Department of Transportation had contractual commitments of approximately \$895.2 million for highway construction projects. Funding for future expenditures is expected to be provided from federal, primary government, general obligation bonds, and local government sources in the amounts of \$607.6 million, \$154.5 million, \$119.1 million, and \$14 million, respectively.

As of June 30, 1993, major construction (non-highway) commitments for the primary government's budgeted capital projects funds were as follows (in thousands):

Capital Projects Fund	Amount
Higher Education Improvements	\$210,014
Mental Health/Mental Retardation Facilities Improvements	42,006
Parks and Recreation Improvements	1,025
Administrative Services Building Improvements.....	17,041
Youth Services Building Improvements	17,524
Transportation Building Improvements	8,589
Adult Correctional Building Improvements.....	84,161
Total	<u>\$380,360</u>

STATE OF OHIO
NOTES TO THE FINANCIAL STATEMENTS
NOTE 24 SUBSEQUENT EVENTS

JUNE 30, 1993

Subsequent to June 30, 1993, the State issued the following major debt (in thousands):

<u>Organization/Issue</u>	<u>Delivery Date of Issue</u>	<u>Net Interest Cost</u>	<u>Amount</u>	<u>Type of Debt</u>
Commissioners of the Sinking Fund:				
Highway Obligations, Series S	July 1, 1993	4.6%	\$100,000	General Obligation
Coal Development, Series C	July 1, 1993	4.5	15,000	General Obligation
Ohio Building Authority:				
Workers' Compensation Facilities, William Green Building, 1993 Series A	Oct. 26, 1993	3.25-5.1*	214,255	Revenue Bonds
Ohio Public Facilities Commission:				
Higher Education Facilities, Series II-1993A	July 1, 1993	4.9	205,800	Special Obligation
Mental Health Facilities, Series II-1993B	Nov. 10, 1993	4.5	178,335	Special Obligation
Total			<u>\$713,390</u>	

*Nominal interest rates

On July 1, 1993, Senate Bill 381 required the State Parking Commission to discontinue its operations and relinquish the Statehouse underground parking facility to the Capital Square Review and Advisory Board.

On November 2, 1993, Ohio voters approved a constitutional amendment that authorizes the primary government to issue general obligation bonds, of which no more than \$50 million may be issued in any year and no more than \$200 million may be outstanding at any one time, to finance improvements for the State of Ohio's parks, natural areas, and flood and pollution controls.

**COMBINING
FINANCIAL
STATEMENTS
& SCHEDULES**

SPECIAL REVENUE FUNDS

The **Special Revenue Funds** account for specific revenues that are legally restricted to expenditure for designated purposes.

The **Community and Economic Development Fund** accounts for programs administered by the Department of Development, the Ohio Housing Finance Agency, and other various State agencies, which were created to assure the efficient use of resources for the State's economic growth and development.

The **Human Services Fund** accounts for public assistance programs primarily administered by the Department of Human Services, which provides financial assistance, services, and training to those individuals and families who do not have sufficient resources to meet their basic needs.

The **Health Fund** accounts for public health programs primarily administered by the Department of Health, which promotes the prevention and treatment of diseases and illnesses through technical assistance, health education, and research.

The **Mental Health and Retardation Fund** accounts for mental health care and retardation programs administered by the Department of Mental Health and the Department of Mental Retardation and Developmental Disabilities, which provide assistance, services, and medical care to those individuals with mental health and developmental disability problems.

The **Employment Services Fund** accounts for programs administered by the Ohio Bureau of Employment Services, which provides unemployment benefits, job placement services, and training to eligible individuals.

The **Education Fund** accounts for programs administered by the Department of Education, the Ohio Board of Regents, and other various State agencies, which prescribe the State's minimum educational requirements and which provide funding and assistance to local school districts for basic instruction and vocational and technical job training and to the State's colleges and universities for post-secondary education.

The **Student Aid Commission Fund** accounts for the Federal Guaranteed Student Loan Program and other programs administered by the Ohio Student Aid Commission, which provides financial assistance to eligible individuals attending higher education institutions.

The **Highway Safety Fund** accounts for public safety programs administered by the Department of Highway Safety, which enforces traffic-related laws for the purpose of reducing accidents, deaths, injuries, and property damages on Ohio's highways.

SPECIAL REVENUE FUNDS (Continued)

The **Highway Operating Fund** accounts for programs administered by the Department of Transportation, which provides for the planning and design, construction, and maintenance of Ohio's highways and roads.

The **Natural Resources Fund** accounts for environmental programs administered by the Department of Natural Resources, the Environmental Protection Agency, and other various State agencies, which promote, protect, and manage the State's natural resources and environment.

The **Wildlife and Waterway Safety Fund** accounts for programs administered by the Department of Natural Resources' Divisions of Wildlife and Watercraft, which promote, protect, and manage the State's wildlife and waterways and which provide technical assistance and education to the public.

The **Revenue Distribution Fund** accounts for tax relief and aid to local government programs, which derive funding from tax and other revenues levied, collected, and designated by the State for these purposes.

The **Local Transportation Improvements Fund** accounts for the Local Transportation Improvement Program administered by the Ohio Public Works Commission, which provides grants to local governments for highway, road, and bridge construction.

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

	<u>COMMUNITY AND ECONOMIC DEVELOPMENT</u>	<u>HUMAN SERVICES</u>	<u>HEALTH</u>
ASSETS			
Cash Equity with Treasurer	\$ 180,187	\$ 50,760	\$ 24,880
Cash on Hand	13,370	—	—
Cash with Custodian	2,376	60	—
Investments	28,852	—	—
Receivables:			
Taxes	1,427	—	—
Intergovernmental	5,962	74,076	12,746
Loans, Net	180,557	—	—
Other	2,317	44	6,901
Due from Other Funds	2,108	38	1
Inventories	—	—	—
Other Assets	—	—	—
TOTAL ASSETS	<u><u>\$ 417,156</u></u>	<u><u>\$ 124,978</u></u>	<u><u>\$ 44,528</u></u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 47,079	\$ 21,386	\$ 18,800
Accrued Liabilities	4,389	3,002	2,057
Intergovernmental Payable	3,199	18,318	3,623
Due to Other Funds	596	314	710
Deferred Revenues	1,081	12,623	2,720
Refund and Other Liabilities	621	3,792	—
Total Liabilities	<u>56,965</u>	<u>59,435</u>	<u>27,910</u>
Fund Balances:			
Reserved for:			
Encumbrances	159,891	92,727	20,596
Noncurrent Portion of Loans Receivable	146,722	—	—
Other:			
Inventories	—	—	—
Prepays	—	—	—
Minority Contractors' Bonding Program	2,654	—	—
Loan Commitments	3,091	—	—
Guaranteed Student Loan Program	—	—	—
Unreserved/Undesignated (Deficits)	<u>47,833</u>	<u>(27,184)</u>	<u>(3,978)</u>
Total Fund Balances	<u>360,191</u>	<u>65,543</u>	<u>16,618</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 417,156</u></u>	<u><u>\$ 124,978</u></u>	<u><u>\$ 44,528</u></u>

<u>MENTAL HEALTH AND RETARDATION</u>	<u>EMPLOYMENT SERVICES</u>	<u>EDUCATION</u>	<u>STUDENT AID COMMISSION</u>	<u>HIGHWAY SAFETY</u>	<u>HIGHWAY OPERATING</u>
\$ 24,926	\$ 25,401	\$ 79,525	\$ 786	\$ 84,649	\$ 172,887
—	—	—	—	—	—
—	179	—	1,164	—	—
—	27,862	163	30,385	—	—
—	—	—	—	—	43,499
47,861	—	27,338	14,077	923	24,468
—	—	72,888	43,257	—	—
398	747	947	3,734	183	630
26	23	590	—	1,271	2,376
—	836	—	—	—	34,012
—	—	—	3,581	—	—
<u>\$ 73,211</u>	<u>\$ 55,048</u>	<u>\$ 181,451</u>	<u>\$ 96,984</u>	<u>\$ 87,026</u>	<u>\$ 277,872</u>

\$ 19,409	\$ 3,255	\$ 2,418	\$ 132	\$ 3,282	\$ 66,687
814	5,038	1,147	397	6,890	17,025
22,544	—	24,980	35,254	65	358
992	335	1,242	74	2,256	1,227
—	—	262	15,067	—	447
—	40	49,452	3,889	—	—
<u>43,759</u>	<u>8,668</u>	<u>79,501</u>	<u>54,813</u>	<u>12,493</u>	<u>85,744</u>

123,483	7,188	179,064	1,045	17,291	843,293
—	—	23,260	37,216	—	—
—	836	—	—	—	34,012
—	—	—	29	—	—
—	—	—	—	—	—
—	—	—	45	—	—
(94,031)	38,356	(100,374)	3,836	57,242	(685,177)
<u>29,452</u>	<u>46,380</u>	<u>101,950</u>	<u>42,171</u>	<u>74,533</u>	<u>192,128</u>
<u>\$ 73,211</u>	<u>\$ 55,048</u>	<u>\$ 181,451</u>	<u>\$ 96,984</u>	<u>\$ 87,026</u>	<u>\$ 277,872</u>

(continued)

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)
(continued)

	<u>NATURAL RESOURCES</u>	<u>WILDLIFE AND WATERWAY SAFETY</u>	<u>REVENUE DISTRIBUTION</u>
ASSETS			
Cash Equity with Treasurer	\$ 121,917	\$ 27,767	\$ 200,169
Cash on Hand	—	—	—
Cash with Custodian	896	32	—
Investments	—	—	—
Receivables:			
Taxes	2,197	660	156,957
Intergovernmental	2,151	1,297	—
Loans, Net	147	—	—
Other	1,950	64	150
Due from Other Funds	63	40	8,881
Inventories	—	—	—
Other Assets	—	—	—
TOTAL ASSETS	\$ 129,321	\$ 29,860	\$ 366,157
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 4,911	\$ 1,681	\$ —
Accrued Liabilities	4,187	1,297	—
Intergovernmental Payable	281	—	213,682
Due to Other Funds	1,675	51	91
Deferred Revenues	498	—	4,017
Refund and Other Liabilities	—	—	36,813
Total Liabilities	11,552	3,029	254,603
Fund Balances:			
Reserved for:			
Encumbrances	31,104	4,783	—
Noncurrent Portion of Loans Receivable	118	—	—
Other:			
Inventories	—	—	—
Prepays	—	—	—
Minority Contractors' Bonding Program	—	—	—
Loan Commitments	—	—	—
Guaranteed Student Loan Program	—	—	—
Unreserved/Undesignated (Deficits)	86,547	22,048	111,554
Total Fund Balances	117,769	26,831	111,554
TOTAL LIABILITIES AND FUND BALANCES	\$ 129,321	\$ 29,860	\$ 366,157

**LOCAL
TRANSPORTATION
IMPROVEMENTS**

TOTAL

\$ 107,150	\$ 1,101,004
—	13,370
—	4,707
—	87,262
—	204,740
—	210,899
—	296,849
293	18,358
128	15,545
—	34,848
—	3,581
<u>\$ 107,571</u>	<u>\$ 1,991,163</u>

\$ 16	\$ 189,056
10	46,253
3,983	326,287
164	9,727
—	36,715
—	94,607
<u>4,173</u>	<u>702,645</u>

—	1,480,465
—	207,316
—	34,848
—	29
—	2,654
—	3,091
—	45
<u>103,398</u>	<u>(439,930)</u>
<u>103,398</u>	<u>1,288,518</u>
<u>\$ 107,571</u>	<u>\$ 1,991,163</u>

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>COMMUNITY AND ECONOMIC DEVELOPMENT</u>	<u>HUMAN SERVICES</u>	<u>HEALTH</u>
REVENUES:			
Income Taxes	\$ 3,618	\$ —	\$ —
Sales Taxes	11,470	—	—
Corporate and Public Utility Taxes	316	—	—
Motor Vehicle Fuel Taxes	1,175	—	—
Other Taxes	17,361	—	—
Licenses, Permits and Fees	63,779	5,655	12,771
Sales, Services and Charges	13,098	—	108
Federal Government	190,247	870,202	242,719
Other	59,926	164,707	16,478
TOTAL REVENUES	<u>360,990</u>	<u>1,040,564</u>	<u>272,076</u>
EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	—	—	—
Higher Education Support	293	10,097	—
Public Assistance and Medicaid	—	790,224	—
Health and Human Services	105	207,282	281,406
Justice and Public Protection	55,243	9,096	—
Environmental Protection and Natural Resources	156	—	—
Transportation	1,478	—	—
General Government	101,491	100	—
Community and Economic Development	196,048	—	13
INTERGOVERNMENTAL	—	—	—
CAPITAL OUTLAY	—	67	—
TOTAL EXPENDITURES	<u>354,814</u>	<u>1,016,866</u>	<u>281,419</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>6,176</u>	<u>23,698</u>	<u>(9,343)</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers-in	32,517	1,645	6,809
Operating Transfers-out	(34,365)	(3,186)	—
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,848)</u>	<u>(1,541)</u>	<u>6,809</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	4,328	22,157	(2,534)
FUND BALANCES, JULY 1 (as restated)	355,863	43,386	19,152
DECREASE FOR CHANGES IN INVENTORIES	<u>—</u>	<u>—</u>	<u>—</u>
FUND BALANCES, JUNE 30	<u><u>\$ 360,191</u></u>	<u><u>\$ 65,543</u></u>	<u><u>\$ 16,618</u></u>

<u>MENTAL HEALTH AND RETARDATION</u>	<u>EMPLOYMENT SERVICES</u>	<u>EDUCATION</u>	<u>STUDENT AID COMMISSION</u>	<u>HIGHWAY SAFETY</u>	<u>HIGHWAY OPERATING</u>
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	—	—	—	289,422
—	—	—	—	—	—
2	—	51	—	71,645	8,371
—	—	185	5,816	2,584	2,341
264,474	264,502	629,016	85,665	3,753	497,431
33,378	12,545	31,047	773	21,280	30,035
<u>297,854</u>	<u>277,047</u>	<u>660,299</u>	<u>92,254</u>	<u>99,262</u>	<u>827,600</u>
—	—	1,330,372	—	—	—
—	—	6,085	79,422	—	—
31	—	—	—	—	—
301,581	280,054	7	—	4,126	—
—	—	10,199	—	215,552	—
—	—	—	—	—	—
—	—	—	—	—	1,262,022
—	—	2	—	5	—
—	—	—	—	—	4,259
—	—	—	—	—	—
—	—	—	469	3,410	—
<u>301,612</u>	<u>280,054</u>	<u>1,346,665</u>	<u>79,891</u>	<u>223,093</u>	<u>1,266,281</u>
<u>(3,758)</u>	<u>(3,007)</u>	<u>(686,366)</u>	<u>12,363</u>	<u>(123,831)</u>	<u>(438,681)</u>
—	303	658,662	196	122,592	522,571
(1,400)	(1,301)	(80)	—	(837)	(130,541)
<u>(1,400)</u>	<u>(998)</u>	<u>658,582</u>	<u>196</u>	<u>121,755</u>	<u>392,030</u>
(5,158)	(4,005)	(27,784)	12,559	(2,076)	(46,651)
34,610	50,581	129,734	29,612	76,609	240,677
—	(196)	—	—	—	(1,898)
<u>\$ 29,452</u>	<u>\$ 46,380</u>	<u>\$ 101,950</u>	<u>\$ 42,171</u>	<u>\$ 74,533</u>	<u>\$ 192,128</u>

(continued)

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)
(continued)

	<u>NATURAL RESOURCES</u>	<u>WILDLIFE AND WATERWAY SAFETY</u>	<u>REVENUE DISTRIBUTION</u>
REVENUES:			
Income Taxes	\$ —	\$ —	\$ 458,505
Sales Taxes	—	—	179,297
Corporate and Public Utility Taxes	11,011	—	69,855
Motor Vehicle Fuel Taxes	—	5,679	846,775
Other Taxes	9,163	—	11,196
Licenses, Permits and Fees	38,390	26,646	271,275
Sales, Services and Charges	1,145	472	—
Federal Government	43,963	7,125	—
Other	23,597	3,567	2,231
TOTAL REVENUES	<u>127,269</u>	<u>43,489</u>	<u>1,839,134</u>
EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	—	—	—
Higher Education Support	—	—	—
Public Assistance and Medicaid	—	—	—
Health and Human Services	—	—	—
Justice and Public Protection	607	—	—
Environmental Protection and Natural Resources	107,007	38,303	—
Transportation	—	—	—
General Government	4,923	—	—
Community and Economic Development	13,924	—	—
INTERGOVERNMENTAL	—	—	1,242,209
CAPITAL OUTLAY	—	4,145	—
TOTAL EXPENDITURES	<u>126,461</u>	<u>42,448</u>	<u>1,242,209</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>808</u>	<u>1,041</u>	<u>596,925</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers-in	—	517	587
Operating Transfers-out	(6,385)	—	(586,066)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(6,385)</u>	<u>517</u>	<u>(585,479)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(5,577)</u>	<u>1,558</u>	<u>11,446</u>
FUND BALANCES, JULY 1 (as restated)	<u>123,346</u>	<u>25,273</u>	<u>100,108</u>
DECREASE FOR CHANGES IN INVENTORIES	<u>—</u>	<u>—</u>	<u>—</u>
FUND BALANCES, JUNE 30	<u><u>\$ 117,769</u></u>	<u><u>\$ 26,831</u></u>	<u><u>\$ 111,554</u></u>

**LOCAL
TRANSPORTATION
IMPROVEMENTS**

TOTAL

\$	—	\$	462,123
	—		190,767
	—		81,182
	—		1,143,051
	—		37,720
	—		498,585
	—		25,749
	—		3,099,097
	5,911		405,475
	<u>5,911</u>		<u>5,943,749</u>

	—		1,330,372
	—		95,897
	—		790,255
	—		1,074,561
	—		290,697
	—		145,466
	—		1,263,500
	—		106,521
	28		214,272
	—		1,242,209
	60,541		68,632
	<u>60,569</u>		<u>6,622,382</u>

(54,658) (678,633)

	53,724		1,400,123
	—		(764,161)
	<u>53,724</u>		<u>635,962</u>

(934) (42,671)

	104,332		1,333,283
	—		(2,094)
	<u>—</u>		<u>—</u>

\$ 103,398 \$ 1,288,518

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

COMMUNITY AND ECONOMIC DEVELOPMENT

		VARIANCE FAVORABLE (UNFAVORABLE)
BUDGET	ACTUAL	

REVENUES:

	\$ 3,589	\$ 3,589	\$ —
Income Taxes	10,560	10,560	—
Sales Taxes	315	315	—
Corporate and Public Utility Taxes	1,215	1,215	—
Motor Vehicle Fuel Taxes	17,268	17,268	—
Other Taxes	64,709	64,709	—
Licenses, Permits and Fees	8,394	8,394	—
Sales, Services and Charges	199,534	199,534	—
Federal Government	115,134	115,134	—
Other	<u>420,718</u>	<u>420,718</u>	<u>—</u>
TOTAL REVENUES			

BUDGETARY EXPENDITURES:

CURRENT:

	—	—	—
Primary, Secondary and Other Education	15	2	13
Higher Education Support	—	—	—
Public Assistance and Medicaid	—	—	—
Health and Human Services	66,883	58,470	8,413
Justice and Public Protection	145	77	68
Environmental Protection and Natural Resources	4,092	490	3,602
Transportation	116,060	103,093	12,967
General Government	376,966	322,092	54,874
Community and Economic Development	—	—	—
INTERGOVERNMENTAL	—	—	—
CAPITAL OUTLAY	—	—	—
DEBT SERVICE	<u>564,161</u>	<u>484,224</u>	<u>79,937</u>
TOTAL BUDGETARY EXPENDITURES			

EXCESS (DEFICIENCY) OF REVENUES

OVER (UNDER) BUDGETARY EXPENDITURES	<u>(143,443)</u>	<u>(63,506)</u>	<u>79,937</u>
--	------------------	-----------------	---------------

OTHER FINANCING SOURCES (USES):

	3,401	3,401	—
Operating Transfers-in	(10,147)	(10,147)	—
Operating Transfers-out	30,212	30,212	—
Encumbrance Reversions	<u>23,466</u>	<u>23,466</u>	<u>—</u>
TOTAL OTHER FINANCING SOURCES (USES)			

EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES.

	<u>\$ (119,977)</u>	(40,040)	<u>\$ 79,937</u>
--	---------------------	----------	------------------

UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JULY 1

33,612

UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JUNE 30

<u>\$ (6,428)</u>

HUMAN SERVICES			HEALTH		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
5,656	5,656	—	17,433	17,433	—
—	—	—	2,120	2,120	—
874,528	874,528	—	235,705	235,705	—
169,229	169,229	—	41,456	41,456	—
<u>1,049,413</u>	<u>1,049,413</u>	<u>—</u>	<u>296,714</u>	<u>296,714</u>	<u>—</u>
—	—	—	—	—	—
9,523	9,518	5	—	—	—
892,841	844,306	48,535	—	—	—
199,215	195,561	3,654	344,188	312,396	31,792
10,380	8,298	2,082	—	—	—
—	—	—	—	—	—
90	73	17	—	—	—
—	—	—	80	65	15
—	—	—	—	—	—
1,078	127	951	—	—	—
<u>1,113,127</u>	<u>1,057,883</u>	<u>55,244</u>	<u>344,268</u>	<u>312,461</u>	<u>31,807</u>
<u>(63,714)</u>	<u>(8,470)</u>	<u>55,244</u>	<u>(47,554)</u>	<u>(15,747)</u>	<u>31,807</u>
981	981	—	999	999	—
(4,167)	(4,167)	—	(999)	(999)	—
26,289	26,289	—	8,263	8,263	—
<u>23,103</u>	<u>23,103</u>	<u>—</u>	<u>8,263</u>	<u>8,263</u>	<u>—</u>
\$ <u>(40,611)</u>	14,633	\$ <u>55,244</u>	\$ <u>(39,291)</u>	(7,484)	\$ <u>31,807</u>
	(79,198)			3,721	
	\$ <u>(64,565)</u>			\$ <u>(3,763)</u>	

(continued)

STATE OF OHIO

SPECIAL REVENUE FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	<u>MENTAL HEALTH AND RETARDATION</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
REVENUES:			
Income Taxes	\$ —	\$ —	\$ —
Sales Taxes	—	—	—
Corporate and Public Utility Taxes	—	—	—
Motor Vehicle Fuel Taxes	—	—	—
Other Taxes	—	—	—
Licenses, Permits and Fees	2	2	—
Sales, Services and Charges	—	—	—
Federal Government	526,253	526,253	—
Other	33,224	33,224	—
TOTAL REVENUES	<u>559,479</u>	<u>559,479</u>	<u>—</u>
BUDGETARY EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	—	—	—
Higher Education Support	—	—	—
Public Assistance and Medicaid	428,821	376,816	52,005
Health and Human Services	318,622	298,247	20,375
Justice and Public Protection	—	—	—
Environmental Protection and Natural Resources	—	—	—
Transportation	—	—	—
General Government	—	—	—
Community and Economic Development	—	—	—
INTERGOVERNMENTAL	—	—	—
CAPITAL OUTLAY	—	—	—
DEBT SERVICE	—	—	—
TOTAL BUDGETARY EXPENDITURES	<u>747,443</u>	<u>675,063</u>	<u>72,380</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	<u>(187,964)</u>	<u>(115,584)</u>	<u>72,380</u>
OTHER FINANCING SOURCES (USES):			
Operating Transfers-in	—	—	—
Operating Transfers-out	(1,400)	(1,400)	—
Encumbrance Reversions	8,206	8,206	—
TOTAL OTHER FINANCING SOURCES (USES)	<u>6,806</u>	<u>6,806</u>	<u>—</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	<u>\$ (181,158)</u>	<u>(108,778)</u>	<u>\$ 72,380</u>
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JULY 1		(4,938)	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JUNE 30		<u>\$ (113,716)</u>	

EMPLOYMENT SERVICES			EDUCATION		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
4	4	—	51	51	—
7	7	—	185	185	—
261,683	261,683	—	636,510	636,510	—
12,739	12,739	—	37,953	37,953	—
<u>274,433</u>	<u>274,433</u>	<u>—</u>	<u>674,699</u>	<u>674,699</u>	<u>—</u>
—	—	—	1,380,366	1,373,778	6,588
—	—	—	6,837	6,216	621
—	—	—	—	—	—
331,470	283,994	47,476	1,046	592	454
—	—	—	14,236	12,672	1,564
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	31	2	29
—	—	—	—	—	—
—	—	—	—	—	—
3,886	419	3,467	—	—	—
<u>335,356</u>	<u>284,413</u>	<u>50,943</u>	<u>1,402,516</u>	<u>1,393,260</u>	<u>9,256</u>
<u>(60,923)</u>	<u>(9,980)</u>	<u>50,943</u>	<u>(727,817)</u>	<u>(718,561)</u>	<u>9,256</u>
—	—	—	658,413	658,413	—
—	—	—	(80)	(80)	—
936	936	—	18,438	18,438	—
<u>936</u>	<u>936</u>	<u>—</u>	<u>676,771</u>	<u>676,771</u>	<u>—</u>
<u>\$ (59,987)</u>	<u>(9,044)</u>	<u>\$ 50,943</u>	<u>\$ (51,046)</u>	<u>(41,790)</u>	<u>\$ 9,256</u>
	<u>26,132</u>			<u>(61,450)</u>	
	<u>\$ 17,088</u>			<u>\$ (103,240)</u>	

(continued)

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	STUDENT AID COMMISSION		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Income Taxes	\$ —	\$ —	\$ —
Sales Taxes	—	—	—
Corporate and Public Utility Taxes	—	—	—
Motor Vehicle Fuel Taxes	—	—	—
Other Taxes	—	—	—
Licenses, Permits and Fees	12,150	12,150	—
Sales, Services and Charges	2	2	—
Federal Government	—	—	—
Other	62	62	—
TOTAL REVENUES	12,214	12,214	—
BUDGETARY EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	—	—	—
Higher Education Support	13,771	13,123	648
Public Assistance and Medicaid	—	—	—
Health and Human Services	—	—	—
Justice and Public Protection	—	—	—
Environmental Protection and Natural Resources	—	—	—
Transportation	—	—	—
General Government	—	—	—
Community and Economic Development	—	—	—
INTERGOVERNMENTAL	—	—	—
CAPITAL OUTLAY	—	—	—
DEBT SERVICE	—	—	—
TOTAL BUDGETARY EXPENDITURES	13,771	13,123	648
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	(1,557)	(909)	648
OTHER FINANCING SOURCES (USES):			
Operating Transfers-in	196	196	—
Operating Transfers-out	—	—	—
Encumbrance Reversions	292	292	—
TOTAL OTHER FINANCING SOURCES (USES)	488	488	—
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	\$ (1,069)	(421)	\$ 648
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JULY 1		43	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JUNE 30		\$ (378)	

HIGHWAY SAFETY			HIGHWAY OPERATING		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	285,296	285,296	—
—	—	—	—	—	—
78,976	78,976	—	8,308	8,308	—
2,563	2,563	—	2,341	2,341	—
3,903	3,903	—	513,279	513,279	—
22,802	22,802	—	37,770	37,770	—
<u>108,244</u>	<u>108,244</u>	<u>—</u>	<u>846,994</u>	<u>846,994</u>	<u>—</u>
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
4,791	4,666	125	—	—	—
248,616	219,833	28,783	—	—	—
—	—	—	—	—	—
—	—	—	1,759,427	1,447,170	312,257
108	63	45	—	—	—
—	—	—	7,500	7,500	—
—	—	—	—	—	—
4,782	1,653	3,129	—	—	—
100	—	100	10,000	5,000	5,000
<u>258,397</u>	<u>226,215</u>	<u>32,182</u>	<u>1,776,927</u>	<u>1,459,670</u>	<u>317,257</u>
<u>(150,153)</u>	<u>(117,971)</u>	<u>32,182</u>	<u>(929,933)</u>	<u>(612,676)</u>	<u>317,257</u>
122,503	122,503	—	520,562	520,562	—
(800)	(800)	—	(122,290)	(122,290)	—
2,543	2,543	—	67,907	67,907	—
<u>124,246</u>	<u>124,246</u>	<u>—</u>	<u>466,179</u>	<u>466,179</u>	<u>—</u>
<u>\$ (25,907)</u>	<u>6,275</u>	<u>\$ 32,182</u>	<u>\$ (463,754)</u>	<u>(146,497)</u>	<u>\$ 317,257</u>
	<u>56,707</u>			<u>(586,320)</u>	
	<u>\$ 62,982</u>			<u>\$ (732,817)</u>	

(continued)

HIGHWAY SAFETY			HIGHWAY OPERATING		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	285,296	285,296	—
78,976	78,976	—	8,308	8,308	—
2,563	2,563	—	2,341	2,341	—
3,903	3,903	—	513,279	513,279	—
22,802	22,802	—	37,770	37,770	—
<u>108,244</u>	<u>108,244</u>	<u>—</u>	<u>846,994</u>	<u>846,994</u>	<u>—</u>
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
4,791	4,666	125	—	—	—
248,616	219,833	28,783	—	—	—
—	—	—	—	—	—
108	63	45	1,759,427	1,447,170	312,257
—	—	—	7,500	7,500	—
—	—	—	—	—	—
4,782	1,653	3,129	—	—	—
100	—	100	10,000	5,000	5,000
<u>258,397</u>	<u>226,215</u>	<u>32,182</u>	<u>1,776,927</u>	<u>1,459,670</u>	<u>317,257</u>
<u>(150,153)</u>	<u>(117,971)</u>	<u>32,182</u>	<u>(929,933)</u>	<u>(612,676)</u>	<u>317,257</u>
122,503	122,503	—	520,562	520,562	—
(800)	(800)	—	(122,290)	(122,290)	—
2,543	2,543	—	67,907	67,907	—
<u>124,246</u>	<u>124,246</u>	<u>—</u>	<u>466,179</u>	<u>466,179</u>	<u>—</u>
<u>\$ (25,907)</u>	<u>6,275</u>	<u>\$ 32,182</u>	<u>\$ (463,754)</u>	<u>(146,497)</u>	<u>\$ 317,257</u>
	<u>56,707</u>			<u>(586,320)</u>	
	<u>\$ 62,982</u>			<u>\$ (732,817)</u>	

(continued)

STATE OF OHIO

SPECIAL REVENUE FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)

FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

(continued)

	NATURAL RESOURCES		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Income Taxes	\$ —	\$ —	\$ —
Sales Taxes	—	—	—
Corporate and Public Utility Taxes	11,011	11,011	—
Motor Vehicle Fuel Taxes	—	—	—
Other Taxes	9,204	9,204	—
Licenses, Permits and Fees	38,234	38,234	—
Sales, Services and Charges	1,145	1,145	—
Federal Government	43,352	43,352	—
Other	25,586	25,586	—
TOTAL REVENUES	128,532	128,532	—
BUDGETARY EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	—	—	—
Higher Education Support	—	—	—
Public Assistance and Medicaid	—	—	—
Health and Human Services	—	—	—
Justice and Public Protection	946	620	326
Environmental Protection and Natural Resources	138,465	112,469	25,996
Transportation	—	—	—
General Government	6,633	4,802	1,831
Community and Economic Development	34,032	18,970	15,062
INTERGOVERNMENTAL	—	—	—
CAPITAL OUTLAY	—	—	—
DEBT SERVICE	—	—	—
TOTAL BUDGETARY EXPENDITURES	180,076	136,861	43,215
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	(51,544)	(8,329)	43,215
OTHER FINANCING SOURCES (USES):			
Operating Transfers-in	2,306	2,306	—
Operating Transfers-out	(6,000)	(6,000)	—
Encumbrance Reversions	2,742	2,742	—
TOTAL OTHER FINANCING SOURCES (USES)	(952)	(952)	—
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	\$ (52,496)	(9,281)	\$ 43,215
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JULY 1		96,317	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JUNE 30		\$ 87,036	

WILDLIFE AND WATERWAY SAFETY

REVENUE DISTRIBUTION

WILDLIFE AND WATERWAY SAFETY			REVENUE DISTRIBUTION		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ —	\$ —	\$ —	\$ 491,487	\$ 491,487	\$ —
—	—	—	186,478	186,478	—
—	—	—	73,794	73,794	—
5,609	5,609	—	835,951	835,951	—
—	—	—	11,252	11,252	—
26,631	26,631	—	405,483	405,483	—
472	472	—	—	—	—
7,930	7,930	—	—	—	—
4,255	4,255	—	2,278	2,278	—
<u>44,897</u>	<u>44,897</u>	<u>—</u>	<u>2,006,723</u>	<u>2,006,723</u>	<u>—</u>
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
44,227	39,477	4,750	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
23,420	4,243	19,177	1,581,786	1,449,055	132,731
—	—	—	—	—	—
<u>67,647</u>	<u>43,720</u>	<u>23,927</u>	<u>1,581,786</u>	<u>1,449,055</u>	<u>132,731</u>
<u>(22,750)</u>	<u>1,177</u>	<u>23,927</u>	<u>424,937</u>	<u>557,668</u>	<u>132,731</u>
2	2	—	587	587	—
—	—	—	(574,286)	(574,286)	—
501	501	—	—	—	—
<u>503</u>	<u>503</u>	<u>—</u>	<u>(573,699)</u>	<u>(573,699)</u>	<u>—</u>
<u>\$ (22,247)</u>	<u>1,680</u>	<u>\$ 23,927</u>	<u>\$ (148,762)</u>	<u>(16,031)</u>	<u>\$ 132,731</u>
	<u>19,855</u>			<u>216,198</u>	
	<u>\$ 21,535</u>			<u>\$ 200,167</u>	

(continued)

STATE OF OHIO
SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	LOCAL TRANSPORTATION IMPROVEMENTS		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Income Taxes	\$ —	\$ —	\$ —
Sales Taxes	—	—	—
Corporate and Public Utility Taxes	—	—	—
Motor Vehicle Fuel Taxes	—	—	—
Other Taxes	—	—	—
Licenses, Permits and Fees	—	—	—
Sales, Services and Charges	—	—	—
Federal Government	—	—	—
Other	6,308	6,308	—
TOTAL REVENUES	6,308	6,308	—
BUDGETARY EXPENDITURES:			
CURRENT:			
Primary, Secondary and Other Education	—	—	—
Higher Education Support	—	—	—
Public Assistance and Medicaid	—	—	—
Health and Human Services	—	—	—
Justice and Public Protection	—	—	—
Environmental Protection and Natural Resources	—	—	—
Transportation	—	—	—
General Government	—	—	—
Community and Economic Development	359	352	7
INTERGOVERNMENTAL	—	—	—
CAPITAL OUTLAY	179,857	58,932	120,925
DEBT SERVICE	—	—	—
TOTAL BUDGETARY EXPENDITURES	180,216	59,284	120,932
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	(173,908)	(52,976)	120,932
OTHER FINANCING SOURCES (USES):			
Operating Transfers-in	53,724	53,724	—
Operating Transfers-out	—	—	—
Encumbrance Reversions	1	1	—
TOTAL OTHER FINANCING SOURCES (USES)	53,725	53,725	—
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	\$ (120,183)	749	\$ 120,932
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JULY 1		106,395	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES (DEFICITS), JUNE 30		\$ 107,144	

TOTAL SPECIAL REVENUE

BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ 495,076	\$ 495,076	\$ —
197,038	197,038	—
85,120	85,120	—
1,128,071	1,128,071	—
37,724	37,724	—
657,637	657,637	—
17,229	17,229	—
3,302,677	3,302,677	—
<u>508,796</u>	<u>508,796</u>	<u>—</u>
<u>6,429,368</u>	<u>6,429,368</u>	<u>—</u>
1,380,366	1,373,778	6,588
30,146	28,859	1,287
1,321,662	1,221,122	100,540
1,199,332	1,095,456	103,876
341,061	299,893	41,168
182,837	152,023	30,814
1,763,519	1,447,660	315,859
122,922	108,033	14,889
418,937	348,979	69,958
1,581,786	1,449,055	132,731
213,023	65,374	147,649
10,100	5,000	5,100
<u>8,565,691</u>	<u>7,595,232</u>	<u>970,459</u>
<u>(2,136,323)</u>	<u>(1,165,864)</u>	<u>970,459</u>
1,363,674	1,363,674	—
(720,169)	(720,169)	—
<u>166,330</u>	<u>166,330</u>	<u>—</u>
<u>809,835</u>	<u>809,835</u>	<u>—</u>
<u>\$ (1,326,488)</u>	<u>(356,029)</u>	<u>\$ 970,459</u>
	<u>(172,926)</u>	
	<u>\$ (528,955)</u>	

DEBT SERVICE FUNDS

The **Debt Service Funds** account for the accumulation of resources for the payment of general long-term debt principal and interest.

The **Economic Development Bond Service Fund** accounts for the payment of principal and interest on revenue bonds issued to finance loans to individuals, corporations, and agencies within the State, which cannot obtain conventional financing for economic development projects that create or retain jobs in the State.

The **Transportation Certificate Retirement Fund** accounts for the payment of certificate of participation-related obligations that financed the acquisition of the Panhandle Rail Line Project by the Department of Transportation.

The **Coal Research/Development Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 15, Article VIII of the Ohio Constitution, to provide financing for coal research and development projects.

The **Improvements Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2f, Article VIII of the Ohio Constitution, to provide financing for the improvement of higher education facilities, public schools, and natural resources and for other purposes.

The **Highway Improvements Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2g, Article VIII of the Ohio Constitution, to provide financing for the acquisition of rights-of-way and for the construction and reconstruction of the State's highways and urban extensions.

The **Development Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2h, Article VIII of the Ohio Constitution, to provide financing for the construction, improvement, and development of higher education facilities, public schools, and natural resources and for other purposes.

The **Highway Obligations Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2i, Article VIII of the Ohio Constitution, to provide financing for construction of the State's highways.

The **Public Improvements Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2i, Article VIII of the Ohio Constitution, to provide financing for the improvement of higher education facilities, water pollution controls, parks and natural resources, and other projects.

DEBT SERVICE FUNDS (Continued)

The **Vietnam Conflict Compensation Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2j, Article VIII of the Ohio Constitution, to provide compensation to Ohioans that served in the military during the Vietnam Conflict.

The **Local Infrastructure Improvements Bond Retirement Fund** accounts for the payment of principal and interest on general obligation bonds authorized by Section 2k, Article VIII of the Ohio Constitution, to provide financing for the cost of local government's public infrastructure improvement projects.

The **Ohio Public Facilities Commission Fund** accounts for the payment of principal and interest on special obligation bonds issued to finance the construction of mental health, higher education, parks and recreation, and State park facilities.

The **Ohio Building Authority Fund** accounts for the payment of principal and interest on special obligation bonds issued to finance the construction of State office buildings and the costs of capital improvements for the Departments of Administrative Services, Youth Services, Transportation, Rehabilitation and Correction, and Natural Resources, and the Arts Facility Commission.

The **Salt Fork Bond Retirement Fund** accounts for the payment of principal and interest on special obligation bonds issued to finance the cost of improvements at Salt Fork State Park.

The **Enterprise Bond Retirement Fund** accounts for the payment of principal and interest on revenue bonds issued to finance "eligible projects," as defined by Chapter 166.01, Ohio Revised Code, that will create or retain jobs and employment opportunities in the State.

The **Expositions Commission Certificate Retirement Fund** accounts for the payment of certificate of participation-related obligations that financed the construction of the Pepsi-Cola/Celeste Center at the Ohio State Fairgrounds.

STATE OF OHIO
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

	<u>ECONOMIC DEVELOPMENT BOND SERVICE</u>	<u>TRANSPORTATION CERTIFICATE RETIREMENT</u>	<u>COAL RESEARCH/ DEVELOPMENT BOND RETIREMENT</u>
ASSETS			
Cash Equity with Treasurer	\$ —	\$ —	\$ 8
Cash with Custodian	24	—	—
Investments	14	903	—
Receivables:			
Other	—	—	—
Due from Other Funds	—	—	—
TOTAL ASSETS	<u><u>\$ 38</u></u>	<u><u>\$ 903</u></u>	<u><u>\$ 8</u></u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities:</i>			
Accrued Liabilities	\$ —	\$ —	\$ —
Deferred Revenues	—	—	—
Refund and Other Liabilities	—	—	—
Total Liabilities	<u>—</u>	<u>—</u>	<u>—</u>
<i>Fund Balances:</i>			
<i>Reserved for:</i>			
Debt Service	<u>38</u>	<u>903</u>	<u>8</u>
Total Fund Balances	<u><u>38</u></u>	<u><u>903</u></u>	<u><u>8</u></u>
TOTAL LIABILITIES AND FUND BALANCES . .	<u><u>\$ 38</u></u>	<u><u>\$ 903</u></u>	<u><u>\$ 8</u></u>

<u>IMPROVEMENTS BOND RETIREMENT</u>	<u>HIGHWAY IMPROVEMENTS BOND RETIREMENT</u>	<u>DEVELOPMENT BOND RETIREMENT</u>	<u>HIGHWAY OBLIGATIONS BOND RETIREMENT</u>	<u>PUBLIC IMPROVEMENTS BOND RETIREMENT</u>	<u>VIETNAM CONFLICT COMPENSATION BOND RETIREMENT</u>
\$ 184	\$ 2,956	\$ 15	\$ 123,701	\$ 31	\$ —
378	305	607	1,103	1,096	69
—	—	—	—	—	—
1	8	—	335	—	—
—	4	—	432	—	—
<u>\$ 563</u>	<u>\$ 3,273</u>	<u>\$ 622</u>	<u>\$ 125,571</u>	<u>\$ 1,127</u>	<u>\$ 69</u>
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
178	55	382	853	896	65
<u>178</u>	<u>55</u>	<u>382</u>	<u>853</u>	<u>896</u>	<u>65</u>
385	3,218	240	124,718	231	4
<u>385</u>	<u>3,218</u>	<u>240</u>	<u>124,718</u>	<u>231</u>	<u>4</u>
<u>\$ 563</u>	<u>\$ 3,273</u>	<u>\$ 622</u>	<u>\$ 125,571</u>	<u>\$ 1,127</u>	<u>\$ 69</u>

(continued)

STATE OF OHIO
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	<u>LOCAL INFRASTRUCTURE IMPROVEMENTS BOND RETIREMENT</u>	<u>OHIO PUBLIC FACILITIES COMMISSION</u>	<u>OHIO BUILDING AUTHORITY</u>
ASSETS			
Cash Equity with Treasurer	\$ 245	\$ —	\$ —
Cash with Custodian	—	711	294
Investments	—	306,872	107,669
Receivables:			
Other	1	8,379	465
Due from Other Funds	—	—	—
TOTAL ASSETS	<u>\$ 246</u>	<u>\$ 315,962</u>	<u>\$ 108,428</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued Liabilities	\$ 213	\$ —	\$ 914
Deferred Revenues	—	—	664
Refund and Other Liabilities	—	670	—
Total Liabilities	<u>213</u>	<u>670</u>	<u>1,578</u>
Fund Balances:			
Reserved for:			
Debt Service	33	315,292	106,850
Total Fund Balances	<u>33</u>	<u>315,292</u>	<u>106,850</u>
TOTAL LIABILITIES AND FUND BALANCES . .	<u>\$ 246</u>	<u>\$ 315,962</u>	<u>\$ 108,428</u>

<u>SALT FORK BOND RETIREMENT</u>	<u>ENTERPRISE BOND RETIREMENT</u>	<u>EXPOSITIONS COMMISSION CERTIFICATE RETIREMENT</u>	<u>TOTAL</u>
\$ —	\$ —	\$ —	\$ 127,140
—	359	—	4,946
1,354	19,544	642	436,998
6	14	19	9,228
—	—	—	436
<u>\$ 1,360</u>	<u>\$ 19,917</u>	<u>\$ 661</u>	<u>\$ 578,748</u>
\$ —	\$ —	\$ —	\$ 1,127
—	—	—	664
—	—	—	3,099
—	—	—	4,890
<u>1,360</u>	<u>19,917</u>	<u>661</u>	<u>573,858</u>
<u>1,360</u>	<u>19,917</u>	<u>661</u>	<u>573,858</u>
<u>\$ 1,360</u>	<u>\$ 19,917</u>	<u>\$ 661</u>	<u>\$ 578,748</u>

STATE OF OHIO
DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>ECONOMIC DEVELOPMENT BOND SERVICE</u>	<u>TRANSPORTATION CERTIFICATE RETIREMENT</u>	<u>COAL RESEARCH/ DEVELOPMENT BOND RETIREMENT</u>
REVENUES:			
Motor Vehicle Fuel Taxes	\$ —	\$ —	\$ —
Licenses, Permits and Fees	—	—	—
Federal Government	—	—	—
Other	38	819	7
TOTAL REVENUES	<u>38</u>	<u>819</u>	<u>7</u>
EXPENDITURES:			
DEBT SERVICE	<u>18,192</u>	<u>1,413</u>	<u>7,542</u>
TOTAL EXPENDITURES	<u>18,192</u>	<u>1,413</u>	<u>7,542</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(18,154)</u>	<u>(594)</u>	<u>(7,535)</u>
OTHER FINANCING SOURCES (USES):			
Certificates of Participation Proceeds	—	1,486	—
Refunding Bond Proceeds	—	—	—
Payment to Refunded Bond Escrow Agents	—	—	—
Operating Transfers-in	18,133	11	7,559
Operating Transfers-out	—	—	(12)
TOTAL OTHER FINANCING SOURCES (USES)	<u>18,133</u>	<u>1,497</u>	<u>7,547</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(21)</u>	<u>903</u>	<u>12</u>
FUND BALANCES (DEFICITS), JULY 1 (as restated)	<u>59</u>	<u>—</u>	<u>(4)</u>
FUND BALANCES, JUNE 30	<u>\$ 38</u>	<u>\$ 903</u>	<u>\$ 8</u>

<u>IMPROVEMENTS BOND RETIREMENT</u>	<u>HIGHWAY IMPROVEMENTS BOND RETIREMENT</u>	<u>DEVELOPMENT BOND RETIREMENT</u>	<u>HIGHWAY OBLIGATIONS BOND RETIREMENT</u>	<u>PUBLIC IMPROVEMENTS BOND RETIREMENT</u>	<u>VIETNAM CONFLICT COMPENSATION BOND RETIREMENT</u>
\$ —	\$ —	\$ —	\$ 46,133	\$ —	\$ —
—	—	—	44,766	—	—
—	—	—	—	—	—
11	163	44	7,462	16	—
<u>11</u>	<u>163</u>	<u>44</u>	<u>98,361</u>	<u>16</u>	<u>—</u>
—	—	18,913	104,787	7,397	—
—	—	18,913	104,787	7,397	—
11	163	(18,869)	(6,426)	(7,381)	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
25	—	18,913	—	7,414	—
(15)	—	(38)	(216)	(20)	—
<u>10</u>	<u>—</u>	<u>18,875</u>	<u>(216)</u>	<u>7,394</u>	<u>—</u>
21	163	6	(6,642)	13	—
364	3,055	234	131,360	218	4
<u>\$ 385</u>	<u>\$ 3,218</u>	<u>\$ 240</u>	<u>\$ 124,718</u>	<u>\$ 231</u>	<u>\$ 4</u>

(continued)

STATE OF OHIO

DEBT SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

(continued)

	LOCAL INFRASTRUCTURE IMPROVEMENTS BOND RETIREMENT	OHIO PUBLIC FACILITIES COMMISSION	OHIO BUILDING AUTHORITY
REVENUES:			
Motor Vehicle Fuel Taxes	\$ —	\$ —	\$ —
Licenses, Permits and Fees	—	—	—
Federal Government	—	488	—
Other	40	12,153	4,691
TOTAL REVENUES	<u>40</u>	<u>12,641</u>	<u>4,691</u>
EXPENDITURES:			
DEBT SERVICE	33,423	363,848	122,374
TOTAL EXPENDITURES	<u>33,423</u>	<u>363,848</u>	<u>122,374</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(33,383)</u>	<u>(351,207)</u>	<u>(117,683)</u>
OTHER FINANCING SOURCES (USES):			
Certificates of Participation Proceeds	—	—	—
Refunding Bond Proceeds	105,360	59,510	106,735
Payment to Refunded Bond Escrow Agents	(105,360)	(59,510)	(112,656)
Operating Transfers-in	33,404	355,070	124,908
Operating Transfers-out	—	—	(7,182)
TOTAL OTHER FINANCING SOURCES (USES)	<u>33,404</u>	<u>355,070</u>	<u>111,805</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	21	3,863	(5,878)
FUND BALANCES (DEFICITS), JULY 1 (as restated)	<u>12</u>	<u>311,429</u>	<u>112,728</u>
FUND BALANCES, JUNE 30	<u>\$ 33</u>	<u>\$ 315,292</u>	<u>\$ 106,850</u>

<u>SALT FORK BOND RETIREMENT</u>	<u>ENTERPRISE BOND RETIREMENT</u>	<u>EXPOSITIONS COMMISSION CERTIFICATE RETIREMENT</u>	<u>TOTAL</u>
\$ —	\$ —	\$ —	\$ 46,133
—	—	—	44,766
—	—	—	488
<u>76</u>	<u>1,096</u>	<u>281</u>	<u>26,897</u>
<u>76</u>	<u>1,096</u>	<u>281</u>	<u>118,284</u>
<u>661</u>	<u>1,448</u>	<u>1,032</u>	<u>681,030</u>
<u>661</u>	<u>1,448</u>	<u>1,032</u>	<u>681,030</u>
<u>(585)</u>	<u>(352)</u>	<u>(751)</u>	<u>(562,746)</u>
—	—	—	1,486
—	—	—	271,605
—	—	—	(277,526)
413	20,088	493	586,431
—	(23,662)	(18)	(31,163)
<u>413</u>	<u>(3,574)</u>	<u>475</u>	<u>550,833</u>
<u>(172)</u>	<u>(3,926)</u>	<u>(276)</u>	<u>(11,913)</u>
<u>1,532</u>	<u>23,843</u>	<u>937</u>	<u>585,771</u>
<u>\$ 1,360</u>	<u>\$ 19,917</u>	<u>\$ 661</u>	<u>\$ 573,858</u>

STATE OF OHIO

DEBT SERVICE FUNDS

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)**

FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

	COAL RESEARCH / DEVELOPMENT BOND RETIREMENT		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Motor Vehicle Fuel Taxes	\$ —	\$ —	\$ —
Licenses, Permits and Fees	—	—	—
Other	<u>7,566</u>	<u>7,566</u>	<u>—</u>
TOTAL REVENUES	<u>7,566</u>	<u>7,566</u>	<u>—</u>
BUDGETARY EXPENDITURES:			
DEBT SERVICE	<u>10,338</u>	<u>7,585</u>	<u>2,753</u>
TOTAL BUDGETARY EXPENDITURES	<u>10,338</u>	<u>7,585</u>	<u>2,753</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	<u>(2,772)</u>	<u>(19)</u>	<u>2,753</u>
OTHER FINANCING SOURCES (USES):			
Bond Proceeds	—	—	—
Operating Transfers-in	—	—	—
Operating Transfers-out	—	—	—
TOTAL OTHER FINANCING SOURCES (USES)	<u>—</u>	<u>—</u>	<u>—</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	<u>\$ (2,772)</u>	<u>(19)</u>	<u>\$ 2,753</u>
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES, JULY 1		<u>27</u>	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES, JUNE 30		<u><u>\$ 8</u></u>	

IMPROVEMENTS BOND RETIREMENT			HIGHWAY IMPROVEMENTS BOND RETIREMENT		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
<u>35</u>	<u>35</u>	<u>—</u>	<u>164</u>	<u>164</u>	<u>—</u>
<u>35</u>	<u>35</u>	<u>—</u>	<u>164</u>	<u>164</u>	<u>—</u>
—	—	—	—	—	—
<u>15</u>	<u>15</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>15</u>	<u>15</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
—	—	—	—	—	—
<u>20</u>	<u>20</u>	<u>—</u>	<u>164</u>	<u>164</u>	<u>—</u>
—	—	—	—	—	—
—	—	—	—	—	—
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>\$ 20</u>	<u>20</u>	<u>\$ —</u>	<u>\$ 164</u>	<u>164</u>	<u>\$ —</u>
	<u>164</u>			<u>2,792</u>	
	<u>\$ 184</u>			<u>\$ 2,956</u>	

(continued)

STATE OF OHIO

DEBT SERVICE FUNDS

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

(continued)

	DEVELOPMENT BOND RETIREMENT		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES:			
Motor Vehicle Fuel Taxes	\$ —	\$ —	\$ —
Licenses, Permits and Fees	—	—	—
Other	18,957	18,957	—
TOTAL REVENUES	18,957	18,957	—
BUDGETARY EXPENDITURES:			
DEBT SERVICE	18,951	18,951	—
TOTAL BUDGETARY EXPENDITURES	18,951	18,951	—
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	6	6	—
OTHER FINANCING SOURCES (USES):			
Bond Proceeds	—	—	—
Operating Transfers-in	—	—	—
Operating Transfers-out	—	—	—
TOTAL OTHER FINANCING SOURCES (USES)	—	—	—
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	\$ 6	6	\$ —
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES, JULY 1		9	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES, JUNE 30		\$ 15	

HIGHWAY OBLIGATIONS BOND RETIREMENT			PUBLIC IMPROVEMENTS BOND RETIREMENT		
BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ 46,134	\$ 46,134	\$ —	\$ —	\$ —	\$ —
44,784	44,784	—	—	—	—
7,571	7,571	—	7,430	7,430	—
<u>98,489</u>	<u>98,489</u>	<u>—</u>	<u>7,430</u>	<u>7,430</u>	<u>—</u>
105,465	105,425	40	7,417	7,417	—
<u>105,465</u>	<u>105,425</u>	<u>40</u>	<u>7,417</u>	<u>7,417</u>	<u>—</u>
<u>(6,976)</u>	<u>(6,936)</u>	<u>40</u>	<u>13</u>	<u>13</u>	<u>—</u>
422	422	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
<u>422</u>	<u>422</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>\$ (6,554)</u>	<u>(6,514)</u>	<u>\$ 40</u>	<u>\$ 13</u>	<u>13</u>	<u>\$ —</u>
	<u>130,215</u>			<u>17</u>	
	<u>\$ 123,701</u>			<u>\$ 30</u>	

(continued)

STATE OF OHIO

DEBT SERVICE FUNDS

**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 1993**

(amounts expressed in thousands)
(continued)

	LOCAL INFRASTRUCTURE IMPROVEMENTS BOND RETIREMENT		
	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:			
Motor Vehicle Fuel Taxes	\$ —	\$ —	\$ —
Licenses, Permits and Fees	—	—	—
Other	<u>33,445</u>	<u>33,445</u>	<u>—</u>
TOTAL REVENUES	<u>33,445</u>	<u>33,445</u>	<u>—</u>
BUDGETARY EXPENDITURES:			
DEBT SERVICE	<u>44,759</u>	<u>33,821</u>	<u>10,938</u>
TOTAL BUDGETARY EXPENDITURES	<u>44,759</u>	<u>33,821</u>	<u>10,938</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) BUDGETARY EXPENDITURES	<u>(11,314)</u>	<u>(376)</u>	<u>10,938</u>
OTHER FINANCING SOURCES (USES):			
Bond Proceeds	383	383	—
Operating Transfers-in	10,462	10,462	—
Operating Transfers-out	<u>(10,462)</u>	<u>(10,462)</u>	<u>—</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>383</u>	<u>383</u>	<u>—</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) BUDGETARY EXPENDITURES AND OTHER FINANCING USES	<u>\$ (10,931)</u>	<u>7</u>	<u>\$ 10,938</u>
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES, JULY 1		<u>238</u>	
UNRESERVED, UNDESIGNATED BUDGETARY FUND BALANCES, JUNE 30		<u>\$ 245</u>	

TOTAL DEBT SERVICE

BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ 46,134	\$ 46,134	\$ —
44,784	44,784	—
75,168	75,168	—
<u>166,086</u>	<u>166,086</u>	<u>—</u>
<u>186,945</u>	<u>173,214</u>	<u>13,731</u>
<u>186,945</u>	<u>173,214</u>	<u>13,731</u>
<u>(20,859)</u>	<u>(7,128)</u>	<u>13,731</u>
805	805	—
10,462	10,462	—
(10,462)	(10,462)	—
<u>805</u>	<u>805</u>	<u>—</u>
<u>\$ (20,054)</u>	<u>(6,323)</u>	<u>\$ 13,731</u>
	<u>133,462</u>	
	<u>\$ 127,139</u>	

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CAPITAL PROJECTS FUNDS

The **Capital Projects Funds** account for the acquisition and construction of major capital facilities and for major repairs and replacements other than those financed by proprietary funds and trust funds.

The **Arts Facilities Building Improvements Fund** accounts for bond proceeds that finance construction of and improvements to various arts and sciences facilities in the State.

The **Higher Education Improvements Fund** accounts for bond proceeds that finance the construction of facilities for State-assisted higher-education institutions.

The **Highway Obligations Construction Fund** accounts for bond proceeds that finance capital outlay and major repairs and replacements for the State's highways.

The **Mental Health/Mental Retardation Facilities Improvements Fund** accounts for bond proceeds that finance the construction of mental health/mental retardation facilities.

The **Parks and Recreation Improvements Fund** accounts for bond proceeds that finance the capital improvement of park and recreation facilities.

The **Local Infrastructure Improvements Fund** accounts for bond proceeds that finance the cost of local government's public infrastructure improvement projects.

The **Ohio Building Authority Fund** accounts for bond proceeds that finance the construction of State office buildings and rehabilitation and correctional facilities.

The **Administrative Services Building Improvements Fund** accounts for bond proceeds that finance capital improvements for the Department of Administrative Services.

The **Youth Services Building Improvements Fund** accounts for bond proceeds that finance capital improvements for the Department of Youth Services.

The **Transportation Building Improvements Fund** accounts for bond proceeds that finance capital improvements for the Department of Transportation.

The **Adult Correctional Building Improvements Fund** accounts for bond proceeds that finance capital improvements for the Department of Rehabilitation and Correction.

The **Panhandle Rail Line Project Fund** accounts for the proceeds from the certificates of participation financing arrangement entered into by the Department of Transportation for the acquisition of the Panhandle Rail Line.

STATE OF OHIO
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

	<u>ARTS FACILITIES BUILDING IMPROVEMENTS</u>	<u>HIGHER EDUCATION IMPROVEMENTS</u>	<u>HIGHWAY OBLIGATIONS CONSTRUCTION</u>
ASSETS			
Cash Equity with Treasurer	\$ 9,911	\$ 20,375	\$ 11,728
Cash with Custodian	—	—	—
Investments	—	—	—
Receivables:			
Loans, Net	—	—	—
Other	2	73	37
Due from Other Funds	<u>1</u>	<u>32</u>	<u>16</u>
TOTAL ASSETS	<u>\$ 9,914</u>	<u>\$ 20,480</u>	<u>\$ 11,781</u>
LIABILITIES AND FUND BALANCES			
<i>Liabilities:</i>			
Accounts Payable	\$ —	\$ 22,794	\$ 4,366
Accrued Liabilities	—	—	—
intergovernmental Payable	—	—	—
Due to Other Funds	<u>—</u>	<u>—</u>	<u>—</u>
Total Liabilities	<u>—</u>	<u>22,794</u>	<u>4,366</u>
<i>Fund Balances:</i>			
<i>Reserved for:</i>			
Debt Service	—	—	—
Encumbrances	—	188,768	115,109
Noncurrent Portion of Loans Receivable	—	—	—
Other:			
Loan Commitments	—	—	—
Unreserved/Undesignated (Deficits)	<u>9,914</u>	<u>(191,082)</u>	<u>(107,694)</u>
Total Fund Balances (Deficits)	<u>9,914</u>	<u>(2,314)</u>	<u>7,415</u>
TOTAL LIABILITIES AND FUND BALANCES . .	<u>\$ 9,914</u>	<u>\$ 20,480</u>	<u>\$ 11,781</u>

<u>MENTAL HEALTH/ MENTAL RETARDATION FACILITIES IMPROVEMENTS</u>	<u>PARKS AND RECREATION IMPROVEMENTS</u>	<u>LOCAL INFRASTRUCTURE IMPROVEMENTS</u>	<u>OHIO BUILDING AUTHORITY</u>	<u>ADMINISTRATIVE SERVICES BUILDING IMPROVEMENTS</u>	<u>YOUTH SERVICES BUILDING IMPROVEMENTS</u>
\$ 23,473	\$ 9,538	\$ 131,650	\$ —	\$ 45,017	\$ 27,191
—	—	—	640	—	—
—	—	—	80,319	—	—
—	—	19,319	—	—	—
66	26	363	100	124	75
29	11	1,464	—	54	33
<u>\$ 23,568</u>	<u>\$ 9,575</u>	<u>\$ 152,796</u>	<u>\$ 81,059</u>	<u>\$ 45,195</u>	<u>\$ 27,299</u>
\$ 3,334	\$ 13	\$ 120	\$ 2,646	\$ 760	\$ 2,240
—	—	27	—	—	—
—	—	7,952	—	—	—
32	—	1,930	—	9	58
<u>3,366</u>	<u>13</u>	<u>10,029</u>	<u>2,646</u>	<u>769</u>	<u>2,298</u>
—	—	—	—	5,690	—
38,759	1,012	—	—	16,286	15,270
—	—	18,972	—	—	—
—	—	62,312	—	—	—
(18,557)	8,550	61,483	78,413	22,450	9,731
20,202	9,562	142,767	78,413	44,426	25,001
<u>\$ 23,568</u>	<u>\$ 9,575</u>	<u>\$ 152,796</u>	<u>\$ 81,059</u>	<u>\$ 45,195</u>	<u>\$ 27,299</u>

(continued)

STATE OF OHIO
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	<u>TRANSPORTATION BUILDING IMPROVEMENTS</u>	<u>ADULT CORRECTIONAL BUILDING IMPROVEMENTS</u>	<u>TOTAL</u>
ASSETS			
Cash Equity with Treasurer	\$ 14,375	\$ 74,401	\$ 367,659
Cash with Custodian	—	—	640
Investments	—	—	80,319
Receivables:	—	—	19,319
Loans, Net	39	204	1,109
Other	17	89	1,746
Due from Other Funds	<u>14,431</u>	<u>74,694</u>	<u>470,792</u>
TOTAL ASSETS	\$ 14,431	\$ 74,694	\$ 470,792
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 1,051	\$ 8,788	\$ 46,112
Accrued Liabilities	—	—	27
Intergovernmental Payable	—	—	7,952
Due to Other Funds	—	301	2,330
Total Liabilities	<u>1,051</u>	<u>9,089</u>	<u>56,421</u>
Fund Balances:			
Reserved for:			
Debt Service	—	—	5,690
Encumbrances	7,541	75,072	457,817
Noncurrent Portion of Loans Receivable	—	—	18,972
Other:			
Loan Commitments	—	—	62,312
Unreserved/Undesignated (Deficits)	<u>5,839</u>	<u>(9,467)</u>	<u>(130,420)</u>
Total Fund Balances (Deficits)	<u>13,380</u>	<u>65,605</u>	<u>414,371</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,431	\$ 74,694	\$ 470,792

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STATE OF OHIO
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>ARTS FACILITIES BUILDING IMPROVEMENTS</u>	<u>HIGHER EDUCATION IMPROVEMENTS</u>	<u>HIGHWAY OBLIGATIONS CONSTRUCTION</u>
REVENUES:			
Other	\$ 2	\$ 5,627	\$ 2,442
TOTAL REVENUES	<u>2</u>	<u>5,627</u>	<u>2,442</u>
EXPENDITURES:			
CURRENT:			
Community and Economic Development	—	—	—
CAPITAL OUTLAY	—	234,352	95,736
DEBT SERVICE	—	—	—
TOTAL EXPENDITURES	<u>—</u>	<u>234,352</u>	<u>95,736</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER)			
EXPENDITURES	<u>2</u>	<u>(228,725)</u>	<u>(93,294)</u>
OTHER FINANCING SOURCES (USES):			
Bond Proceeds	—	196,234	100,000
Operating Transfers-in	9,912	—	—
Operating Transfers-out	—	—	—
TOTAL OTHER FINANCING SOURCES (USES)	<u>9,912</u>	<u>196,234</u>	<u>100,000</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING			
SOURCES OVER (UNDER) EXPENDITURES AND OTHER			
FINANCING USES	9,914	(32,491)	6,706
FUND BALANCES (DEFICITS), JULY 1 (as restated)	<u>—</u>	<u>30,177</u>	<u>709</u>
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ 9,914</u>	<u>\$ (2,314)</u>	<u>\$ 7,415</u>

<u>MENTAL HEALTH/ MENTAL RETARDATION FACILITIES IMPROVEMENTS</u>	<u>PARKS AND RECREATION IMPROVEMENTS</u>	<u>LOCAL INFRASTRUCTURE IMPROVEMENTS</u>	<u>OHIO BUILDING AUTHORITY</u>	<u>ADMINISTRATIVE SERVICES BUILDING IMPROVEMENTS</u>	<u>YOUTH SERVICES BUILDING IMPROVEMENTS</u>
\$ 1,082	\$ 439	\$ 7,969	\$ 2,709	\$ 1,141	\$ 1,495
<u>1,082</u>	<u>439</u>	<u>7,969</u>	<u>2,709</u>	<u>1,141</u>	<u>1,495</u>
—	—	52	—	—	—
45,955	17,019	120,137	21,819	36,600	20,885
—	—	—	175	—	—
<u>45,955</u>	<u>17,019</u>	<u>120,189</u>	<u>21,994</u>	<u>36,600</u>	<u>20,885</u>
<u>(44,873)</u>	<u>(16,580)</u>	<u>(112,220)</u>	<u>(19,285)</u>	<u>(35,459)</u>	<u>(19,390)</u>
39,403	27,754	119,999	260,643	—	—
—	—	—	5,197	58,565	42,263
—	—	(631)	(225,954)	—	—
<u>39,403</u>	<u>27,754</u>	<u>119,368</u>	<u>39,886</u>	<u>58,565</u>	<u>42,263</u>
(5,470)	11,174	7,148	20,601	23,106	22,873
<u>25,672</u>	<u>(1,612)</u>	<u>135,619</u>	<u>57,812</u>	<u>21,320</u>	<u>2,128</u>
<u>\$ 20,202</u>	<u>\$ 9,562</u>	<u>\$ 142,767</u>	<u>\$ 78,413</u>	<u>\$ 44,426</u>	<u>\$ 25,001</u>

(continued)

STATE OF OHIO
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)
(continued)

	<u>TRANSPORTATION BUILDING IMPROVEMENTS</u>	<u>ADULT CORRECTIONAL BUILDING IMPROVEMENTS</u>	<u>PANHANDLE RAIL LINE PROJECT</u>
REVENUES:			
Other	\$ 865	\$ 2,371	\$ 911
TOTAL REVENUES	<u>865</u>	<u>2,371</u>	<u>911</u>
EXPENDITURES:			
CURRENT:			
Community and Economic Development	—	—	—
CAPITAL OUTLAY	9,618	55,361	7,825
DEBT SERVICE	—	—	—
TOTAL EXPENDITURES	<u>9,618</u>	<u>55,361</u>	<u>7,825</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(8,753)</u>	<u>(52,990)</u>	<u>(6,914)</u>
OTHER FINANCING SOURCES (USES):			
Bond Proceeds	—	—	6,925
Operating Transfers-in	16,833	98,381	—
Operating Transfers-out	—	—	(11)
TOTAL OTHER FINANCING SOURCES (USES)	<u>16,833</u>	<u>98,381</u>	<u>6,914</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	8,080	45,391	—
FUND BALANCES (DEFICITS), JULY 1 (as restated)	<u>5,300</u>	<u>20,214</u>	<u>—</u>
FUND BALANCES (DEFICITS), JUNE 30	<u>\$ 13,380</u>	<u>\$ 65,605</u>	<u>\$ —</u>

TOTAL

\$ 27,053
27,053

52
665,307
175
665,534

(638,481)

750,958
231,151
(226,596)
755,513

117,032
297,339

\$ 414,371

TOTAL

\$ 27,053
27,053

52
665,307
175
665,534

(638,481)

750,958
231,151
(226,596)
755,513

117,032

297,339

\$ 414,371

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ENTERPRISE FUNDS

The **Enterprise Funds** account for operations that are financed and operated in a manner similar to private business enterprises — where the State's intent is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the State has decided that periodic determination of net income is appropriate for accountability purposes.

The **Tuition Trust Authority Fund** accounts for the operations of the Ohio Tuition Trust Authority.

The **Liquor Control Fund** accounts for the operations of the Department of Liquor Control.

The **Ohio Lottery Commission Fund** accounts for the operations of the Ohio Lottery Commission.

The **Workers' Compensation Fund** accounts for the operations of the Ohio Bureau of Workers' Compensation and the Ohio Industrial Commission.

STATE OF OHIO
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

	<u>TUITION TRUST AUTHORITY</u>	<u>LIQUOR CONTROL</u>	<u>OHIO LOTTERY COMMISSION</u>
ASSETS			
Current Assets:			
Cash Equity with Treasurer	\$ 84	\$ 7,898	\$ 53,781
Cash with Custodian	1,296	2,492	416
Investments	6,419	—	26,750
Receivables:			
Premiums and Assessments	—	—	—
Other	433	3	20,915
Due from Other Funds	—	7	97
Inventories	—	23,443	—
Other Assets	—	285	5,239
Total Current Assets	<u>8,232</u>	<u>34,128</u>	<u>107,198</u>
Restricted Assets:			
Cash Equity with Treasurer	—	—	20,330
Cash with Custodian	652	—	—
Dedicated Investments	76,770	—	1,118,516
Other Receivables	1,629	—	8,997
Total Restricted Assets	<u>79,051</u>	<u>—</u>	<u>1,147,843</u>
Noncurrent Assets:			
Investments	—	—	—
Total Noncurrent Assets	<u>—</u>	<u>—</u>	<u>—</u>
Fixed Assets:			
Fixed Assets	166	9,929	53,694
Less Accumulated Depreciation	(65)	(7,236)	(38,930)
Total Fixed Assets	<u>101</u>	<u>2,693</u>	<u>14,764</u>
TOTAL ASSETS	<u>\$ 87,384</u>	<u>\$ 36,821</u>	<u>\$ 1,269,805</u>
LIABILITIES AND FUND EQUITY			
Current Liabilities:			
Accounts Payable	\$ 148	\$ 13,652	\$ 4,618
Accrued Liabilities	72	6,179	—
Intergovernmental Payable	—	394	—
Due to Other Funds	8	40	1,536
Deferred Revenues	—	4	1,107
Refund and Other Liabilities	—	3,432	28,663
Total Current Liabilities	<u>228</u>	<u>23,701</u>	<u>35,924</u>
Liabilities Payable from Restricted Assets:			
Deferred Prize Awards Payable	—	—	1,098,141
Tuition Benefits Payable	86,596	—	—
Total Liabilities Payable from Restricted Assets	<u>86,596</u>	<u>—</u>	<u>1,098,141</u>
Noncurrent Liabilities:			
Accrued Liabilities	—	—	1,457
Workers' Compensation Benefits Payable	—	—	—
Total Noncurrent Liabilities	<u>—</u>	<u>—</u>	<u>1,457</u>
Total Liabilities	<u>86,824</u>	<u>23,701</u>	<u>1,135,522</u>
Fund Equity:			
Net Unrealized Gains on Investments	—	—	—
Retained Earnings:			
Reserved	—	—	49,701
Unreserved (Deficits)	560	13,120	84,582
Total Fund Equity (Deficits)	<u>560</u>	<u>13,120</u>	<u>134,283</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 87,384</u>	<u>\$ 36,821</u>	<u>\$ 1,269,805</u>

<u>WORKERS' COMPENSATION</u>	<u>TOTAL</u>
\$ 29,774	\$ 91,537
—	4,204
1,164,223	1,197,392
2,299,821	2,299,821
147,333	168,684
—	104
—	23,443
101,849	107,373
<u>3,743,000</u>	<u>3,892,558</u>
—	20,330
—	652
—	1,195,286
—	10,626
<u>—</u>	<u>1,226,894</u>
8,568,666	8,568,666
<u>8,568,666</u>	<u>8,568,666</u>
384,592	448,381
(71,291)	(117,522)
<u>313,301</u>	<u>330,859</u>
<u>\$ 12,624,967</u>	<u>\$ 14,018,977</u>

\$ 12,410	\$ 30,828
—	6,251
—	394
—	1,584
384,550	385,661
988,894	1,020,989
<u>1,385,854</u>	<u>1,445,707</u>
—	1,098,141
—	86,596
<u>—</u>	<u>1,184,737</u>
—	1,457
<u>13,758,684</u>	<u>13,758,684</u>
<u>13,758,684</u>	<u>13,760,141</u>
<u>15,144,538</u>	<u>16,390,585</u>
845,032	845,032
65,783	115,484
(3,430,386)	(3,332,124)
<u>(2,519,571)</u>	<u>(2,371,608)</u>
<u>\$ 12,624,967</u>	<u>\$ 14,018,977</u>

STATE OF OHIO
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>TUITION TRUST AUTHORITY</u>	<u>LIQUOR CONTROL</u>	<u>OHIO LOTTERY COMMISSION</u>
OPERATING REVENUES:			
Charges for Sales and Services	\$ 4,396	\$ 349,720	\$ 1,976,463
Premium and Assessment Income	—	—	—
Investment Income	3,726	—	136,192
Other	—	1,115	4,529
TOTAL OPERATING REVENUES	<u>8,122</u>	<u>350,835</u>	<u>2,117,184</u>
OPERATING EXPENSES:			
Costs of Sales and Services	—	216,571	—
Administration	1,426	57,173	98,720
Bonuses and Commissions	—	—	119,457
Prizes	—	—	1,075,877
Benefits and Claims	8,443	—	—
Depreciation	29	955	3,907
Other	13	223	82,841
TOTAL OPERATING EXPENSES	<u>9,911</u>	<u>274,922</u>	<u>1,380,802</u>
OPERATING INCOME (LOSS)	<u>(1,789)</u>	<u>75,913</u>	<u>736,382</u>
NONOPERATING REVENUES (EXPENSES):			
Other	35	79	—
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>35</u>	<u>79</u>	<u>—</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	<u>(1,754)</u>	<u>75,992</u>	<u>736,382</u>
OPERATING TRANSFERS:			
Operating Transfers-out	—	(76,646)	(658,408)
NET INCOME (LOSS)	<u>(1,754)</u>	<u>(654)</u>	<u>77,974</u>
RETAINED EARNINGS (DEFICITS), JULY 1 (as restated)	<u>2,314</u>	<u>13,774</u>	<u>56,309</u>
RETAINED EARNINGS (DEFICITS), JUNE 30	<u>\$ 560</u>	<u>\$ 13,120</u>	<u>\$ 134,283</u>

<u>WORKERS' COMPENSATION</u>	<u>TOTAL</u>
\$ —	\$ 2,330,579
2,301,070	2,301,070
1,160,729	1,300,647
39,739	45,383
<u>3,501,538</u>	<u>5,977,679</u>
—	216,571
42,087	199,406
—	119,457
—	1,075,877
3,163,447	3,171,890
13,911	18,802
84,893	167,970
<u>3,304,338</u>	<u>4,969,973</u>
<u>197,200</u>	<u>1,007,706</u>
—	114
—	114
<u>197,200</u>	<u>1,007,820</u>
—	(735,054)
197,200	272,766
<u>(3,561,803)</u>	<u>(3,489,406)</u>
<u>\$ (3,364,603)</u>	<u>\$ (3,216,640)</u>

STATE OF OHIO

ENTERPRISE FUNDS

COMBINING STATEMENT OF CASH FLOWS FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

CASH FLOWS FROM OPERATING ACTIVITIES:

	TUITION TRUST AUTHORITY	LIQUOR CONTROL	OHIO LOTTERY COMMISSION	WORKERS' COMPENSATION	TOTAL
Operating Income (Loss)	\$ (1,789)	\$ 75,913	\$ 736,382	\$ 197,200	\$ 1,007,706
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Investment Income	(3,726)	—	(136,192)	(1,160,729)	(1,300,647)
Depreciation	29	955	3,907	13,911	18,802
Provisions for Uncollectible Accounts	—	—	—	66,331	66,331
Amortization of Premiums and Discounts	—	—	82,841	(10,562)	72,279
Decrease (Increase) in Assets:					
Premiums and Assessments Receivable	—	—	—	(378,314)	(378,314)
Other Receivables	6	—	(1,939)	(92,778)	(94,711)
Due from Other Funds	—	12	69	(7)	74
Inventories	—	2,447	—	—	2,447
Other Assets	—	50	(3,553)	—	(3,503)
Restricted Assets	(241)	—	—	—	(241)
Increase (Decrease) in Liabilities:					
Accounts Payable	(11)	(1,603)	292	(2,416)	(3,738)
Accrued Liabilities	15	(430)	64	—	(351)
Due to Other Funds	(2)	1	290	—	289
Deferred Revenues	—	(3)	(1,298)	92,723	91,422
Workers' Compensation Benefits Payable	—	—	—	1,148,040	1,148,040
Refund and Other Liabilities	—	683	472	107,780	108,935
Liabilities Payable from Restricted Assets	35,896	—	(15,899)	—	19,997
NET CASH FLOWS PROVIDED (USED) BY OPERATING ACTIVITIES	30,177	78,025	665,436	(18,821)	754,817

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Operating Transfers-out	—	(76,646)	(658,408)	—	(735,054)
Other	37	—	—	—	37
NET CASH FLOWS PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	37	(76,646)	(658,408)	—	(735,017)

	TUITION TRUST AUTHORITY	LIQUOR CONTROL	OHIO LOTTERY COMMISSION	WORKERS' COMPENSATION	TOTAL
--	-------------------------------	-------------------	-------------------------------	--------------------------	-------

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Acquisition and Construction of Capital Assets	(23)	(873)	(1,443)	(11,166)	(13,505)
Proceeds from Sales of Fixed Assets	—	89	—	—	89
NET CASH FLOWS USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(23)	(784)	(1,443)	(11,166)	(13,416)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from the Sales and Maturities of Investments	47,316	—	922,649	14,367,121	15,337,086
Purchase of Investments	(80,325)	—	(1,057,761)	(15,485,461)	(16,623,547)
Investment Income Received	2,877	—	142,714	1,156,475	1,302,066

NET CASH FLOWS PROVIDED (USED) BY INVESTING ACTIVITIES

	(30,132)	—	7,602	38,135	15,605
--	-----------------	----------	--------------	---------------	---------------

NET INCREASE IN CASH AND CASH EQUIVALENTS

	59	595	13,187	8,148	21,989
--	----	-----	--------	-------	--------

CASH AND CASH EQUIVALENTS, JULY 1

	1,973	9,795	61,340	21,626	94,734
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CASH AND CASH EQUIVALENTS, JUNE 30

	\$ 2,032	\$ 10,390	\$ 74,527	\$ 29,774	\$ 116,723
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INTERNAL SERVICE FUNDS

The **Internal Service Funds** account for the financing of goods or services provided by a State department or agency to other agencies and to other government units, on a cost-reimbursement basis.

The **Ohio Building Authority Fund** accounts for the revenues and operating expenses of State office buildings and other government buildings owned by the Ohio Building Authority.

The **Ohio Data Network Fund** accounts for the revenues and expenses associated with electronic data-processing of goods and services provided to user State agencies and to local government.

The **Ohio Penal Industries Fund** accounts for the revenues and expenses associated with the purchase of raw materials and labor costs incurred in the production of manufactured goods and agricultural commodities sold to user State agencies.

The **Support Services Fund** accounts for the revenues and expenses associated with the purchase of food, medical, and other institutional supplies and the costs of services provided to user State agencies.

The **Telecommunications Fund** accounts for the revenues and expenses related to telecommunications services provided to State agencies and to local government.

STATE OF OHIO
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

	<u>OHIO BUILDING AUTHORITY</u>	<u>OHIO DATA NETWORK</u>	<u>OHIO PENAL INDUSTRIES</u>
ASSETS			
Current Assets:			
Cash Equity with Treasurer	\$ —	\$ 12,864	\$ 11,572
Cash with Custodian	219	—	—
Investments	1,825	—	—
Receivables:			
Intergovernmental	—	17	471
Other	5,985	869	431
Due from Other Funds	—	9,834	17,852
Inventories	—	59	7,955
Other Assets	370	—	—
Total Current Assets	8,399	23,643	38,281
Restricted Assets:			
Cash with Custodian	771	—	—
Investments	22,132	—	—
Total Restricted Assets	22,903	—	—
Noncurrent Assets:			
Other Receivables	45,606	—	—
Total Noncurrent Assets	45,606	—	—
Fixed Assets:			
Fixed Assets	—	86,831	6,941
Less Accumulated Depreciation	—	(37,943)	(4,808)
Total Fixed Assets	—	48,888	2,133
TOTAL ASSETS	\$ 76,908	\$ 72,531	\$ 40,414
LIABILITIES AND FUND EQUITY			
Current Liabilities:			
Accounts Payable	\$ 1,562	\$ 1,093	\$ 5,509
Accrued Liabilities	981	9,707	3,685
Intergovernmental Payable	—	4,403	—
Due to Other Funds	—	46	979
Deferred Revenues	1,147	—	54
Revenue Bonds	2,349	—	—
Certificates of Participation	—	—	—
Total Current Liabilities	6,039	15,249	10,227
Liabilities Payable from Restricted Assets:			
Certificates of Participation	—	—	—
Total Liabilities Payable from Restricted Assets	—	—	—
Noncurrent Liabilities:			
Accrued Liabilities	—	18,410	—
Revenue Bonds	47,542	—	—
Certificates of Participation	—	—	—
Total Noncurrent Liabilities	47,542	18,410	—
Total Liabilities	53,581	33,659	10,227
Fund Equity:			
Contributed Capital	—	—	101
Retained Earnings:			
Unreserved	23,327	38,872	30,086
Total Fund Equity	23,327	38,872	30,187
TOTAL LIABILITIES AND FUND EQUITY	\$ 76,908	\$ 72,531	\$ 40,414

<u>SUPPORT SERVICES</u>	<u>TELE-COMMUNICATIONS</u>	<u>TOTAL</u>
\$ 2,131	\$ 3,707	\$ 30,274
—	—	219
—	—	1,825
721	119	1,328
—	332	7,617
2,533	5,744	35,963
6,909	—	14,923
—	95	465
<u>12,294</u>	<u>9,997</u>	<u>92,614</u>
—	—	771
—	500	22,632
—	500	23,403
—	—	45,606
—	—	45,606
9,583	24,252	127,607
(4,578)	(17,260)	(64,589)
5,005	6,992	63,018
<u>\$ 17,299</u>	<u>\$ 17,489</u>	<u>\$ 224,641</u>

\$ 1,966	\$ 2,044	\$ 12,174
825	493	15,691
—	707	5,110
79	40	1,144
—	—	1,201
—	—	2,349
—	4,149	4,149
<u>2,870</u>	<u>7,433</u>	<u>41,818</u>
—	500	500
—	500	500
4	66	18,480
—	—	47,542
—	2,365	2,365
4	2,431	68,387
<u>2,874</u>	<u>10,364</u>	<u>110,705</u>
4,742	—	4,843
9,683	7,125	109,093
14,425	7,125	113,936
<u>\$ 17,299</u>	<u>\$ 17,489</u>	<u>\$ 224,641</u>

STATE OF OHIO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>OHIO BUILDING AUTHORITY</u>	<u>OHIO DATA NETWORK</u>	<u>OHIO PENAL INDUSTRIES</u>
OPERATING REVENUES:			
Charges for Sales and Services	\$ 22,822	\$ 56,001	\$ 80,049
Other	2,960	8	1,793
TOTAL OPERATING REVENUES	<u>25,782</u>	<u>56,009</u>	<u>81,842</u>
OPERATING EXPENSES:			
Costs of Sales and Services	16,423	9	20,111
Administration	3,404	32,967	62,334
Depreciation	—	13,353	484
Other	1,068	7,748	1,408
TOTAL OPERATING EXPENSES	<u>20,895</u>	<u>54,077</u>	<u>84,337</u>
OPERATING INCOME (LOSS)	<u>4,887</u>	<u>1,932</u>	<u>(2,495)</u>
NONOPERATING REVENUES (EXPENSES):			
Investment Income	937	49	—
Interest Expense	(4,086)	(137)	—
Other	205	(211)	(134)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(2,944)</u>	<u>(299)</u>	<u>(134)</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	<u>1,943</u>	<u>1,633</u>	<u>(2,629)</u>
OPERATING TRANSFERS:			
Operating Transfers-in	28,241	—	6,794
Operating Transfers-out	(30,128)	(225)	—
TOTAL OPERATING TRANSFERS	<u>(1,887)</u>	<u>(225)</u>	<u>6,794</u>
NET INCOME (LOSS)	<u>56</u>	<u>1,408</u>	<u>4,165</u>
RETAINED EARNINGS, JULY 1 (as restated)	<u>23,271</u>	<u>37,464</u>	<u>25,921</u>
RETAINED EARNINGS, JUNE 30	<u>\$ 23,327</u>	<u>\$ 38,872</u>	<u>\$ 30,086</u>

<u>SUPPORT SERVICES</u>	<u>TELE-COMMUNICATIONS</u>	<u>TOTAL</u>
\$ 49,385	\$ 39,607	\$ 247,864
2,094	377	7,232
<u>51,479</u>	<u>39,984</u>	<u>255,096</u>
41,018	25,321	102,882
9,756	5,824	114,285
624	1,372	15,833
127	1,590	11,941
<u>51,525</u>	<u>34,107</u>	<u>244,941</u>
<u>(46)</u>	<u>5,877</u>	<u>10,155</u>
—	234	1,220
—	(884)	(5,107)
<u>(51)</u>	<u>(515)</u>	<u>(706)</u>
<u>(51)</u>	<u>(1,165)</u>	<u>(4,593)</u>
<u>(97)</u>	<u>4,712</u>	<u>5,562</u>
—	—	35,035
—	—	(30,353)
<u>—</u>	<u>—</u>	<u>4,682</u>
<u>(97)</u>	<u>4,712</u>	<u>10,244</u>
<u>9,780</u>	<u>2,413</u>	<u>98,849</u>
<u>\$ 9,683</u>	<u>\$ 7,125</u>	<u>\$ 109,093</u>

STATE OF OHIO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	OHIO BUILDING AUTHORITY	OHIO DATA NETWORK	OHIO PENAL INDUSTRIES	SUPPORT SERVICES	TELE- COMMUNICATIONS	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:						
Operating Income (Loss)	\$ 4,887	\$ 1,932	\$ (2,495)	\$ (46)	\$ 5,877	\$ 10,155
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:						
Depreciation	—	13,353	484	624	1,372	15,833
Decrease (Increase) in Assets:						
Intergovernmental Receivables	—	39	(272)	(44)	34	(243)
Other Receivables	(1,136)	(449)	(172)	—	778	(979)
Due from Other Funds	—	3,155	(2,431)	965	(979)	710
Inventories	—	237	908	159	—	1,304
Other Assets	50	—	—	—	—	50
Increase (Decrease) in Liabilities:						
Accounts Payable	(424)	100	1,593	(747)	332	854
Accrued Liabilities	—	69	416	14	22	521
Intergovernmental Payable	—	786	—	—	510	1,296
Due to Other Funds	—	(2)	(456)	3	(1)	(456)
Deferred Revenues	(212)	—	26	—	—	(186)
NET CASH FLOWS PROVIDED (USED) BY OPERATING ACTIVITIES	3,165	19,220	(2,399)	928	7,945	28,859
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Operating Transfers-in	28,241	—	6,794	—	—	35,035
Operating Transfers-out	(30,128)	(225)	—	—	—	(30,353)
Other	11	—	(126)	—	—	(115)
NET CASH FLOWS PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	(1,876)	(225)	6,668	—	—	4,567

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

	OHIO BUILDING AUTHORITY	OHIO DATA NETWORK	OHIO PENAL INDUSTRIES	SUPPORT SERVICES	TELE-COMMUNICATIONS	TOTAL
Retirement of Revenue Bond Principal	(2,222)	—	—	—	—	(2,222)
Interest Paid	(3,043)	(286)	—	—	(829)	(4,158)
Principal Receipts on Capital Leases	1,301	—	—	—	—	1,301
Retirement of Certificates of Participation	—	(4,095)	—	—	(9,170)	(13,265)
Acquisition and Construction of Capital Assets	—	(3,820)	(474)	(212)	(1,214)	(5,720)
Proceeds from Sales of Fixed Assets	—	13	—	9	—	22
Principal Payments on Capital Leases	—	(12,300)	—	—	(66)	(12,366)
Other	205	—	—	—	—	205
NET CASH FLOWS USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(3,759)	(20,488)	(474)	(203)	(11,279)	(36,203)

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from the Sales and Maturities of Investments	2,090	2,355	—	—	5,217	9,662
Investment Income Received	937	58	—	—	269	1,264
Arbitrage Rebate to Federal Government	—	(620)	—	—	—	(620)
NET CASH FLOWS PROVIDED BY INVESTING ACTIVITIES	3,027	1,793	—	—	5,486	10,306

NET INCREASE IN CASH AND CASH EQUIVALENTS

	557	300	3,795	725	2,152	7,529
CASH AND CASH EQUIVALENTS, JULY 1	433	12,564	7,777	1,406	1,555	23,735
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 990	\$ 12,864	\$ 11,572	\$ 2,131	\$ 3,707	\$ 31,264

SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Acquisition and Construction of Capital Assets	\$ —	\$ (8,744)	\$ 101	\$ —	\$ 235	\$ (8,408)
Increase in Capital Leases	—	8,698	—	200	(199)	8,699
Increase in Contributed Capital	—	—	(101)	(200)	—	(301)
Trade-In Credits	—	46	—	—	(36)	10
Issuance of Certificates of Participation	—	—	—	—	9,385	9,385
Refunding of Certificates of Participation	—	—	—	—	(9,250)	(9,250)
Bond Issuance Costs	—	—	—	—	(135)	(135)

TOTAL NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
--	------	------	------	------	------	------

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TRUST AND AGENCY FUNDS

The **Trust Funds** account for assets held by the State in a trustee capacity. The **Agency Funds** account for assets held by the State as an agent for individuals, private organizations, other governments, and/or other funds.

Expendable Trust

The **Employment Services Fund** accounts for unemployment insurance benefit claims.

Pension Trust

The **State Highway Patrol Fund** accounts for the accumulation of resources for pension benefit payments to qualified employees who participate in the State Highway Patrol Retirement System.

Agency

The **Holding and Distribution Fund** accounts for assets held until such time that a determination has been made to refund amounts to the original owners or to distribute amounts to other State funds.

The **Payroll Withholding and Fringe Benefits Fund** primarily accounts for assets held to liquidate the State's payroll withholding obligations.

The **Tax Refunds Fund** accounts for assets held to liquidate the State's tax refund obligations.

The **Unclaimed Funds Fund** accounts for assets held for owners of unclaimed intangible property. Unclaimed property is property for which the owner has not taken some action to indicate ownership interest over a certain period of time specified under Chapter 169, Ohio Revised Code.

The **Star Ohio Fund** accounts for assets held for local government units that participate in the State Treasury Asset Reserve of Ohio (STAROhio), a pooled investment fund managed by the Treasurer of State.

The **Deferred Compensation Fund** accounts for assets held for employees in accordance with the provisions of Internal Revenue Code Section 457.

The **Retirement Systems Fund** accounts for assets held in the custody of the Treasurer of State for the Public Employees Retirement System, Police and Firemen's Disability and Pension Fund, School Employees Retirement System, and State Teachers Retirement System.

The **Other Fund** accounts for assets held for others, which are not accounted for in another agency fund.

STATE OF OHIO
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

	<u>EXPENDABLE TRUST</u>	<u>PENSION TRUST</u>	<u>AGENCY FUNDS</u>
	<u>EMPLOYMENT SERVICES</u>	<u>STATE HIGHWAY PATROL</u>	
ASSETS			
Cash Equity with Treasurer	\$ —	\$ —	\$ 186,509
Cash with Custodian	164	1,965	92,035
Investments	—	256,257	60,817,701
Deposit with Federal Government	779,593	—	—
Receivables:			
Taxes	216,399	—	—
Intergovernmental	616	—	—
Loans, Net	—	—	35,190
Other	—	2,383	26,502
Due from Other Funds	—	1,372	1,771
Deposit with Deferred Compensation Plan	—	—	442,827
Fixed Assets	—	2,541	—
Less Accumulated Depreciation	—	(40)	—
Other Assets	—	4	—
Sureties	4,877	—	311,353
TOTAL ASSETS	<u>\$ 1,001,649</u>	<u>\$ 264,482</u>	<u>\$ 61,913,888</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ —	\$ 184	\$ —
Accrued Liabilities	—	267	—
Intergovernmental Payable	—	—	3,295,983
Due to Other Funds	—	—	29,000
Refund and Other Liabilities	66,702	58	58,144,390
Liability for Deferred Compensation	—	—	444,515
Total Liabilities	<u>66,702</u>	<u>509</u>	<u>61,913,888</u>
Fund Balances:			
Reserved for:			
Pension and Health Care Benefits	—	263,973	—
Unreserved/Undesignated	934,947	—	—
Total Fund Balances	<u>934,947</u>	<u>263,973</u>	<u>—</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,001,649</u>	<u>\$ 264,482</u>	<u>\$ 61,913,888</u>

TOTAL

\$ 186,509
94,164
61,073,958
779,593

216,399
616
35,190
28,885
3,143
442,827
2,541
(40)
4
316,230

\$ 63,180,019

\$ 184
267
3,295,983
29,000
58,211,150
444,515
61,981,099

263,973
934,947

1,198,920

\$ 63,180,019

STATE OF OHIO

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

HOLDING & DISTRIBUTION:

	BALANCE JULY 1, 1992	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1993
ASSETS				
Cash Equity with Treasurer	\$ 15,314	\$ 572,736	\$ 576,070	\$ 11,980
Cash with Custodian	7,295	466,163	466,778	6,680
Other Receivables	708	261	708	261
Due from Other Funds	774	6	780	—
Total Assets	\$ 24,091	\$ 1,039,166	\$ 1,044,336	\$ 18,921
LIABILITIES				
Intergovernmental Payables	\$ —	\$ 36	\$ 35	\$ 1
Due to Other Funds	20,520	565,549	572,293	13,776
Refund and Other Liabilities	3,571	5,317	3,744	5,144
Total Liabilities	\$ 24,091	\$ 570,902	\$ 576,072	\$ 18,921

PAYROLL WITHHOLDING & FRINGE BENEFITS:

ASSETS				
Cash Equity with Treasurer	\$ 129,867	\$ 1,320,977	\$ 1,308,471	\$ 142,373
Cash with Custodian	3,980	81,582	78,073	7,489
Other Receivables	68	126	68	126
Due from Other Funds	108	2,292	2,345	55
Total Assets	\$ 134,023	\$ 1,404,977	\$ 1,388,957	\$ 150,043
LIABILITIES				
Intergovernmental Payable	\$ 1,262	\$ 261,079	\$ 249,624	\$ 12,717
Due to Other Funds	11,543	128,720	125,039	15,224
Refund and Other Liabilities	121,218	789,561	788,677	122,102
Total Liabilities	\$ 134,023	\$ 1,179,360	\$ 1,163,340	\$ 150,043

TAX REFUNDS:

ASSETS				
Cash Equity with Treasurer	\$ 4,777	\$ 629,368	\$ 628,709	\$ 5,436
Total Assets	\$ 4,777	\$ 629,368	\$ 628,709	\$ 5,436
LIABILITIES				
Refund and Other Liabilities	4,777	629,368	628,709	5,436
Total Liabilities	\$ 4,777	\$ 629,368	\$ 628,709	\$ 5,436

UNCLAIMED FUNDS:

ASSETS				
Cash with Custodian	\$ 21,258	\$ 177,562	\$ 171,964	\$ 26,856
Investments	61,154	23,144	18,230	66,068
Loans Receivable, Net	22,298	27,071	14,179	35,190
Other Receivables	26,313	—	272	26,041
Total Assets	\$ 131,023	\$ 227,777	\$ 204,645	\$ 154,155
LIABILITIES				
Refund and Other Liabilities	\$ 131,023	\$ 144,881	\$ 121,749	\$ 154,155
Total Liabilities	\$ 131,023	\$ 144,881	\$ 121,749	\$ 154,155

	<u>BALANCE JULY 1, 1992</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 1993</u>
STAR OHIO:				
ASSETS				
Investments	\$ 3,041,913	\$ 15,333,581	\$ 15,118,650	\$ 3,256,844
Total Assets	\$ 3,041,913	\$ 15,333,581	\$ 15,118,650	\$ 3,256,844
LIABILITIES				
Intergovernmental Payable	\$ 3,041,913	\$ 15,333,581	\$ 15,118,650	\$ 3,256,844
Total Liabilities	\$ 3,041,913	\$ 15,333,581	\$ 15,118,650	\$ 3,256,844
DEFERRED COMPENSATION:				
ASSETS				
Due from Other Funds	\$ 2	\$ 50,228	\$ 48,542	\$ 1,688
Deposit with Deferred Compensation Plan . .	382,215	88,259	27,647	442,827
Total Assets	\$ 382,217	\$ 138,487	\$ 76,189	\$ 444,515
LIABILITIES				
Liability for Deferred Compensation	\$ 382,217	\$ 89,945	\$ 27,647	\$ 444,515
Total Liabilities	\$ 382,217	\$ 89,945	\$ 27,647	\$ 444,515
RETIREMENT SYSTEMS:				
ASSETS				
Investments	\$ 51,677,567	\$ 93,400,974	\$ 87,615,812	\$ 57,462,729
Total Assets	\$ 51,677,567	\$ 93,400,974	\$ 87,615,812	\$ 57,462,729
LIABILITIES				
Refund and Other Liabilities:				
Liability to:				
Public Employees Retirement System . .	\$ 23,227,844	\$ 59,061,217	\$ 56,263,901	\$ 26,025,160
Police and Firemen's Disability and Pension Fund	3,433,517	5,415,016	5,051,183	3,797,350
School Employees Retirement System . .	2,931,854	3,371,686	3,183,083	3,120,457
State Teachers Retirement System	22,084,352	25,553,055	23,117,645	24,519,762
Total Liabilities	\$ 51,677,567	\$ 93,400,974	\$ 87,615,812	\$ 57,462,729
OTHER:				
ASSETS				
Cash Equity with Treasurer	\$ 21,896	\$ 840,833	\$ 836,009	\$ 26,720
Cash with Custodian	41,433	115,032,360	115,022,783	51,010
Investments	5,458	50,558	23,956	32,060
Other Receivables	54	258	238	74
Due from Other Funds	51	636	659	28
Sureties	197,630	192,484	78,761	311,353
Total Assets	\$ 266,522	\$ 116,117,129	\$ 115,962,406	\$ 421,245
LIABILITIES				
Intergovernmental Payable	\$ 21,568	\$ 838,112	\$ 833,259	\$ 26,421
Due to Other Funds	—	2,000	2,000	—
Refund and Other Liabilities	244,954	115,220,977	115,071,107	394,824
Total Liabilities	\$ 266,522	\$ 116,061,089	\$ 115,906,366	\$ 421,245

(continued)

	BALANCE JULY 1, 1992	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 1993
STAR OHIO:				
ASSETS				
Investments	\$ 3,041,913	\$ 15,333,581	\$ 15,118,650	\$ 3,256,844
Total Assets	<u>\$ 3,041,913</u>	<u>\$ 15,333,581</u>	<u>\$ 15,118,650</u>	<u>\$ 3,256,844</u>
LIABILITIES				
Intergovernmental Payable	\$ 3,041,913	\$ 15,333,581	\$ 15,118,650	\$ 3,256,844
Total Liabilities	<u>\$ 3,041,913</u>	<u>\$ 15,333,581</u>	<u>\$ 15,118,650</u>	<u>\$ 3,256,844</u>
DEFERRED COMPENSATION:				
ASSETS				
Due from Other Funds	\$ 2	\$ 50,228	\$ 48,542	\$ 1,688
Deposit with Deferred Compensation Plan	382,215	88,259	27,647	442,827
Total Assets	<u>\$ 382,217</u>	<u>\$ 138,487</u>	<u>\$ 76,189</u>	<u>\$ 444,515</u>
LIABILITIES				
Liability for Deferred Compensation	\$ 382,217	\$ 89,945	\$ 27,647	\$ 444,515
Total Liabilities	<u>\$ 382,217</u>	<u>\$ 89,945</u>	<u>\$ 27,647</u>	<u>\$ 444,515</u>
RETIREMENT SYSTEMS:				
ASSETS				
Investments	\$ 51,677,567	\$ 93,400,974	\$ 87,615,812	\$ 57,462,729
Total Assets	<u>\$ 51,677,567</u>	<u>\$ 93,400,974</u>	<u>\$ 87,615,812</u>	<u>\$ 57,462,729</u>
LIABILITIES				
Refund and Other Liabilities:				
Liability to:				
Public Employees Retirement System	\$ 23,227,844	\$ 59,061,217	\$ 56,263,901	\$ 26,025,160
Police and Firemen's Disability and Pension Fund	3,433,517	5,415,016	5,051,183	3,797,350
School Employees Retirement System	2,931,854	3,371,686	3,183,083	3,120,457
State Teachers Retirement System	22,084,352	25,553,055	23,117,645	24,519,762
Total Liabilities	<u>\$ 51,677,567</u>	<u>\$ 93,400,974</u>	<u>\$ 87,615,812</u>	<u>\$ 57,462,729</u>
OTHER:				
ASSETS				
Cash Equity with Treasurer	\$ 21,896	\$ 840,833	\$ 836,009	\$ 26,720
Cash with Custodian	41,433	115,032,360	115,022,783	51,010
Investments	5,458	50,558	23,956	32,060
Other Receivables	54	258	238	74
Due from Other Funds	51	636	659	28
Sureties	197,630	192,484	78,761	311,353
Total Assets	<u>\$ 266,522</u>	<u>\$ 116,117,129</u>	<u>\$ 115,962,406</u>	<u>\$ 421,245</u>
LIABILITIES				
Intergovernmental Payable	\$ 21,568	\$ 838,112	\$ 833,259	\$ 26,421
Due to Other Funds	—	2,000	2,000	—
Refund and Other Liabilities	244,954	115,220,977	115,071,107	394,824
Total Liabilities	<u>\$ 266,522</u>	<u>\$ 116,061,089</u>	<u>\$ 115,906,366</u>	<u>\$ 421,245</u>

(continued)

STATE OF OHIO

AGENCY FUNDS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

(continued)

	<u>BALANCE</u> <u>JULY 1, 1992</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 1993</u>
TOTAL AGENCY:				
ASSETS				
Cash Equity with Treasurer	\$ 171,854	\$ 3,363,914	\$ 3,349,259	\$ 186,509
Cash with Custodian	73,966	115,757,667	115,739,598	92,035
Investments	54,786,092	108,808,257	102,776,648	60,817,701
Receivables:				
Loans, Net	22,298	27,071	14,179	35,190
Other	27,143	645	1,286	26,502
Due from Other Funds	935	53,162	52,326	1,771
Deposit with Deferred Compensation Plan . .	382,215	88,259	27,647	442,827
Sureties	197,630	192,484	78,761	311,353
Total Assets	\$ 55,662,133	\$ 228,291,459	\$ 222,039,704	\$ 61,913,888
LIABILITIES				
Intergovernmental Payable	\$ 3,064,743	\$ 16,432,808	\$ 16,201,568	\$ 3,295,983
Due to Other Funds	32,063	696,269	699,332	29,000
Refund and Other Liabilities	52,183,110	210,191,078	204,229,798	58,144,390
Liability for Deferred Compensation	382,217	89,945	27,647	444,515
Total Liabilities	\$ 55,662,133	\$ 227,410,100	\$ 221,158,345	\$ 61,913,888

GENERAL FIXED ASSETS ACCOUNT GROUP

The **General Fixed Assets Account Group** accounts for fixed assets acquired or constructed for use by the State for general governmental purposes. These include all fixed assets except those accounted for in the proprietary, trust, and college and university funds.

STATE OF OHIO

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY SOURCE FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

	<u>BALANCE</u> <u>JULY 1, 1992</u>	<u>ADDITIONS</u>	<u>DELETIONS/ NET TRANSFERS</u>	<u>BALANCE</u> <u>JUNE 30, 1993</u>
GENERAL FIXED ASSETS:				
Land	\$ 154,333	\$ 5,511	\$ (12,186)	\$ 147,658
Buildings	1,802,225	9,992	(11,886)	1,800,331
Land Improvements	115,467	609	8,362	124,438
Machinery and Equipment	176,563	16,923	(35,483)	158,003
State Vehicles	179,051	24,192	(15,661)	187,582
Construction-in-Progress	213,133	335,474	(247,420)	301,187
TOTAL GENERAL FIXED ASSETS	<u>\$ 2,640,772</u>	<u>\$ 392,701</u>	<u>\$ (314,274)</u>	<u>\$ 2,719,199</u>
INVESTMENT IN GENERAL FIXED ASSETS:				
ACQUIRED BEFORE JULY 1, 1987	\$ 1,268,564	\$ 3	\$ (45,624)	\$ 1,222,943
ACQUIRED ON OR AFTER JULY 1, 1987:				
Capital Projects Funds:				
Special Obligation Bonds	965,169	333,885	(197,372)	1,101,682
Certificates of Participation	4,044	—	—	4,044
General Fund Revenues	91,254	13,315	381	104,950
Special Revenue Fund Revenues	310,876	44,928	(71,973)	283,831
Donations	865	570	314	1,749
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	<u>\$ 2,640,772</u>	<u>\$ 392,701</u>	<u>\$ (314,274)</u>	<u>\$ 2,719,199</u>

STATE OF OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
 amounts expressed in thousands)

	<u>BALANCE</u> <u>JULY 1, 1992</u>	<u>ADDITIONS</u>	<u>DELETIONS/ NET TRANSFERS</u>	<u>BALANCE</u> <u>JUNE 30, 1993</u>
GENERAL FIXED ASSETS:				
Primary, Secondary and Other Education	\$ 19,888	\$ 355	\$ 36,780	\$ 57,023
Higher Education Support	3,981	996	(68)	4,909
Public Assistance and Medicaid	2,600	67	—	2,667
Health and Human Services	536,591	12,270	11,234	560,095
Justice and Public Protection	668,834	9,007	20,714	698,555
Environmental Protection and Natural Resources . .	297,493	5,849	298	303,640
Transportation	463,469	18,973	(134,515)	347,927
General Government	398,339	9,212	(1,190)	406,361
Community and Economic Development	36,444	498	(107)	36,835
TOTAL GENERAL FIXED ASSETS				
ALLOCATED TO FUNCTIONS	2,427,639	57,227	(66,854)	2,418,012
Construction-in-Progress	213,133	335,474	(247,420)	301,187
TOTAL GENERAL FIXED ASSETS	\$ 2,640,772	\$ 392,701	\$ (314,274)	\$ 2,719,199

STATE OF OHIO

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION

AS OF JUNE 30, 1993

(amounts expressed in thousands)

REPORTING FUNCTION:

	LAND	BUILDINGS	LAND IMPROVEMENTS	MACHINERY and EQUIPMENT	STATE VEHICLES	TOTAL
Primary, Secondary and Other Education	\$ 1,725	\$ 43,120	\$ 2,066	\$ 9,246	\$ 866	\$ 57,023
Higher Education Support	—	—	247	4,640	22	4,909
Public Assistance and Medicaid	—	—	—	2,585	82	2,667
Health and Human Services	7,060	463,643	51,092	30,422	7,878	560,095
Justice and Public Protection	8,369	607,368	35,768	17,002	30,028	698,555
Environmental Protection and Natural Resources	97,808	142,898	26,942	11,750	24,242	303,640
Transportation	15,546	158,206	—	60,415	113,760	347,927
General Government	14,888	355,713	7,164	20,474	8,122	406,361
Community and Economic Development	2,262	29,363	1,159	1,469	2,582	36,835
TOTAL GENERAL FIXED ASSETS ALLOCATED TO FUNCTIONS . .	\$ 147,658	\$ 1,800,331	\$ 124,438	\$ 158,003	\$ 187,582	\$ 2,418,012

Construction-in-Progress

TOTAL GENERAL FIXED ASSETS **\$ 301,187**

TOTAL GENERAL FIXED ASSETS **\$ 2,719,199**

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COMPONENT UNIT FUNDS

The **Component Unit Funds** account for the financial activities of the State of Ohio's component units, organizations that are legally separate from the State's primary government and for which the primary government is financially accountable. The Component Unit Funds are presented in two separate reporting categories, **Proprietary Funds** and **College and University Funds**.

Proprietary Funds

The **Ohio Water Development Authority Fund** accounts for the revenues and expenses associated with the Ohio Water Development Authority's operations and its programs, which provide financial assistance to local governments for the construction of wastewater and sewage facilities.

The **State Parking Commission Fund** accounts for the operations of the State Parking Commission.

College and University Funds

The **Ohio State University Fund** accounts for operations of Ohio State University, its hospitals and clinics, the Ohio Agricultural Research Development Center, the Dormitory Revenue Bond Fund, the Ohio Supercomputer Center, the Ohio State University Research Foundation, the Ohio State University Student Loan Foundation, the Transportation Research Center of Ohio, Inc., and the Hospital Helicopter Consortium of Central Ohio, Inc.

The **University of Cincinnati Fund** accounts for the operations of the University of Cincinnati and its hospital.

The **Ohio University Fund** accounts for the operations of Ohio University located in Athens, Ohio.

The **Miami University Fund** accounts for the operations of Miami University located in Oxford, Ohio.

The **University of Akron Fund** accounts for the operations of the University of Akron.

The **Bowling Green State University Fund** accounts for the operations of Bowling Green State University.

The **Kent State University Fund** accounts for the operations of Kent State University.

The **University of Toledo Fund** accounts for the operations of the University of Toledo.

COMPONENT UNIT FUNDS (Continued)

College and University Funds (Continued)

The **Cleveland State University Fund** accounts for the operations of Cleveland State University.

The **Youngstown State University Fund** accounts for the operations of Youngstown State University.

The **Wright State University Fund** accounts for the operations of Wright State University located in Dayton, Ohio.

The **Central State University Fund** accounts for the operations of Central State University located in Wilberforce, Ohio.

The **Shawnee State University Fund** accounts for the operations of Shawnee State University located in Portsmouth, Ohio.

The **Medical College of Ohio Fund** accounts for the operations of the Medical College of Ohio at Toledo and its hospital.

The **Columbus State Community College Fund** accounts for the operations of Columbus State Community College.

The **Clark State Community College Fund** accounts for the operations of Clark State Community College located in Springfield, Ohio.

The **Edison State Community College Fund** accounts for the operations of Edison State Community College located in Piqua, Ohio.

The **Southern State Community College Fund** accounts for the operations of Southern State Community College located in Hillsboro, Ohio.

The **Washington State Community College Fund** accounts for the operations of Washington State Community College located in Marietta, Ohio.

STATE OF OHIO
COMPONENT UNITS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)

ASSETS

Cash Equity with Treasurer	
Cash on Hand	
Cash with Custodian	
Investments	
Receivables:	
Intergovernmental	
Loans, Net	
Other	
Due from Other Funds	
Inventories	
Deposit with Deferred Compensation Plan	
Restricted Assets:	
Cash with Custodian	
Investments	
Fixed Assets	
Less Accumulated Depreciation	
Other Assets	
TOTAL ASSETS	

LIABILITIES, FUND EQUITY AND OTHER CREDITS

Liabilities:	
Accounts Payable	
Accrued Liabilities	
Due to Other Funds	
Deferred Revenues	
Refund and Other Liabilities	
Liability for Deferred Compensation	
Revenue Bonds and Notes	
Certificates of Participation	
Total Liabilities	
Fund Equity and Other Credits:	
Investment in General Fixed Assets	
Contributed Capital	
Retained Earnings:	
Unreserved	
Fund Balances:	
Reserved for:	
Restricted Fund Balances	
Unreserved/Designated	
Unreserved/Undesignated (Deficits)	
Total Fund Equity and Other Credits	
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	

PROPRIETARY

	OHIO WATER DEVELOPMENT AUTHORITY	STATE PARKING COMMISSION
\$	112	\$ —
	13	2,087
	401,321	2,208
	8,342	—
	1,026,876	—
	37	142
	4,031	—
	465	—
	—	—
	—	—
	332	14,345
	(139)	(4,882)
	7,252	235
\$	1,448,642	\$ 14,135
\$	7,570	\$ 23
	6,976	134
	4,031	—
	—	—
	675	217
	465	—
	987,480	2,701
	1,007,197	3,075
	—	—
	—	108
	441,445	10,952
	—	—
	—	—
	—	—
	441,445	11,060
\$	1,448,642	\$ 14,135

COLLEGES AND UNIVERSITIES

OHIO STATE UNIVERSITY	UNIVERSITY OF CINCINNATI	OHIO UNIVERSITY	MIAMI UNIVERSITY	UNIVERSITY OF AKRON	BOWLING GREEN STATE UNIVERSITY	KENT STATE UNIVERSITY	UNIVERSITY OF TOLEDO
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
539	743	360	40	86	182	129	32
14,609	16,756	2,618	51,957	20,829	3,422	2,836	19,825
672,454	152,482	67,727	63,000	42,592	59,800	62,187	22,070
3,003	—	3,295	—	1,551	38	928	770
45,382	26,234	7,316	7,618	7,831	7,562	15,437	7,686
93,752	77,108	7,708	5,994	4,409	19,176	6,204	6,851
283,453	81,038	1,802	3,282	517	7,060	—	—
17,565	8,883	2,523	2,179	992	2,779	4,634	235
—	—	—	—	—	169	198	—
—	154,229	—	1,611	—	99	—	—
64,271	347,113	7,210	—	—	—	—	—
1,726,391	1,066,072	405,953	366,921	388,778	301,501	9,226	14,837
25,622	6,368	3,524	386	3,119	1,157	328,008	293,267
\$ 2,947,041	\$ 1,937,026	\$ 510,036	\$ 502,988	\$ 470,704	\$ 402,945	\$ 433,793	\$ 370,163
\$ 43,785	\$ 50,714	\$ 5,893	\$ 6,480	\$ 2,602	\$ 2,921	\$ 8,312	\$ 6,276
150,737	116,998	17,690	18,480	12,917	17,600	30,093	15,301
283,453	81,038	1,802	3,282	517	7,060	—	—
44,275	10,630	7,619	5,188	9,370	5,904	9,662	5,676
31,867	14,202	2,435	2,414	1,847	243	1,665	237
262,484	266,139	33,070	32,280	7,759	169	198	—
5,720	7,880	—	2,245	6,795	38,166	38,703	81,450
822,321	547,601	68,509	70,369	41,807	72,063	88,633	108,940
1,507,348	820,813	372,276	344,297	370,811	261,238	291,067	224,110
—	—	—	—	—	—	—	—
458,163	411,813	27,903	37,356	29,861	33,114	30,582	21,775
207,649	156,799	39,857	43,621	23,910	40,832	16,847	4,477
(48,440)	—	1,491	7,345	4,315	(4,302)	6,664	10,861
2,124,720	1,389,425	441,527	432,619	428,897	330,882	345,160	261,223
\$ 2,947,041	\$ 1,937,026	\$ 510,036	\$ 502,988	\$ 470,704	\$ 402,945	\$ 433,793	\$ 370,163

(continued)

STATE OF OHIO
COMPONENT UNITS
COMBINING BALANCE SHEET
JUNE 30, 1993
(amounts expressed in thousands)
(continued)

COLLEGES AND UNIVERSITIES (continued)

ASSETS

Cash Equity with Treasurer	
Cash on Hand	
Cash with Custodian	
Investments	
Receivables:	
Intergovernmental	
Loans, Net	
Other	
Due from Other Funds	
Inventories	
Deposit with Deferred Compensation Plan	
Restricted Assets:	
Cash with Custodian	
Investments	
Fixed Assets	
Less Accumulated Depreciation	
Other Assets	
TOTAL ASSETS	

	CLEVELAND STATE UNIVERSITY	YOUNGSTOWN STATE UNIVERSITY	WRIGHT STATE UNIVERSITY	CENTRAL STATE UNIVERSITY			
\$	—	\$	—	\$	—	\$	—
	23		27		78		—
	925		5,630		10,368		—
	38,114		19,665		35,598		1
	181		—		2,794		10,8
	6,439		2,033		9,982		4
	4,973		1,200		4,621		4,2
	—		504		4,323		5,3
	477		1,315		500		—
	—		831		175		1,0
	—		1,957		1,614		6
	334,017		230,238		252,131		89,6
	—		—		—		—
	790		748		4,398		1
\$	385,939	\$	264,148	\$	326,582	\$	112,3

LIABILITIES, FUND EQUITY AND OTHER CREDITS

Liabilities:	
Accounts Payable	
Accrued Liabilities	
Due to Other Funds	
Deferred Revenues	
Refund and Other Liabilities	
Liability for Deferred Compensation	
Revenue Bonds and Notes	
Certificates of Participation	
Total Liabilities	
Fund Equity and Other Credits:	
Investment in General Fixed Assets	
Contributed Capital	
Retained Earnings:	
Unreserved	
Fund Balances:	
Reserved for:	
Restricted Fund Balances	
Unreserved/Designated	
Unreserved/Undesignated (Deficits)	
Total Fund Equity and Other Credits	
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	

\$	1,795	\$	875	\$	3,131	\$	4,6
	15,056		11,797		19,371		1,8
	—		504		4,323		5,3
	5,132		3,240		7,259		2,7
	1,603		721		5,675		6
	14,140		6,189		17,293		4,9
	—		—		—		—
	37,726		23,326		57,052		20,1
	326,285		224,049		232,549		94,5
	—		—		—		—
	13,720		7,976		18,992		1,8
	7,689		6,786		23,571		—
	519		2,011		(5,582)		(4,1
	348,213		240,822		269,530		92,1
\$	385,939	\$	264,148	\$	326,582	\$	112,3

COLLEGES AND UNIVERSITIES (continued)

SHAWNEE STATE UNIVERSITY	MEDICAL COLLEGE OF OHIO	COLUMBUS STATE COMMUNITY COLLEGE	CLARK STATE COMMUNITY COLLEGE	EDISON STATE COMMUNITY COLLEGE	SOUTHERN STATE COMMUNITY COLLEGE	WASHINGTON STATE COMMUNITY COLLEGE	TOTAL
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 112
2	80	227	1	—	—	1	2,550
832	—	3,811	338	611	84	856	158,407
1,126	28,661	22,301	4,282	2,611	—	290	1,698,626
772	11,656	—	483	—	386	—	45,032
—	3,523	388	29	—	86	—	1,174,878
341	18,053	1,643	472	1,252	556	717	259,409
1,420	—	—	481	165	99	37	393,526
363	1,435	1,013	197	83	86	177	45,480
—	—	—	—	—	—	—	832
76	140	—	—	—	—	—	158,180
252	—	—	—	—	—	—	447,142
50,630	203,528	70,341	31,921	13,799	10,774	15,424	6,193,980
—	—	—	—	—	—	—	(5,021)
442	183	—	166	85	73	37	63,291
\$ 56,256	\$ 267,259	\$ 99,724	\$ 38,370	\$ 18,606	\$ 12,144	\$ 17,539	\$ 10,636,424
\$ 198	\$ 3,915	\$ 2,385	\$ 669	\$ —	\$ 220	\$ 34	\$ 152,446
1,877	22,092	1,833	521	262	883	345	462,767
1,420	—	—	481	165	99	37	393,526
412	937	3,101	533	1,298	481	423	123,931
23	6,958	3,988	174	34	20	27	75,678
—	—	—	—	—	—	—	832
3,187	—	5,730	—	—	—	—	1,801,748
—	—	—	—	—	—	—	22,640
7,117	33,902	17,037	2,378	1,759	1,703	866	3,033,568
48,002	200,681	63,828	31,770	13,799	10,166	15,424	5,453,049
—	—	—	—	—	—	—	108
—	—	—	—	—	—	—	452,397
172	4,941	—	122	727	107	136	1,099,296
306	2,080	5,794	3,874	2,321	168	300	586,881
659	25,655	13,065	226	—	—	813	11,125
49,139	233,357	82,687	35,992	16,847	10,441	16,673	7,602,856
\$ 56,256	\$ 267,259	\$ 99,724	\$ 38,370	\$ 18,606	\$ 12,144	\$ 17,539	\$ 10,636,424

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STATE OF OHIO
PROPRIETARY FUNDS - COMPONENT UNITS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>OHIO WATER DEVELOPMENT AUTHORITY</u>	<u>STATE PARKING COMMISSION</u>	<u>TOTAL</u>
OPERATING REVENUES:			
Charges for Sales and Services	\$ 75,702	\$ 2,009	\$ 77,711
Investment Income	15,205	—	15,205
Other	655	—	655
TOTAL OPERATING REVENUES	<u>91,562</u>	<u>2,009</u>	<u>93,571</u>
OPERATING EXPENSES:			
Costs of Sales and Services	62,157	789	62,946
Administration	—	338	338
Depreciation	42	407	449
Other	4,339	31	4,370
TOTAL OPERATING EXPENSES	<u>66,538</u>	<u>1,565</u>	<u>68,103</u>
OPERATING INCOME	<u>25,024</u>	<u>444</u>	<u>25,468</u>
NONOPERATING REVENUES (EXPENSES):			
Investment Income	—	203	203
Interest Expense	—	(196)	(196)
Federal Grants	32,165	—	32,165
Other	—	4	4
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>32,165</u>	<u>11</u>	<u>32,176</u>
NET INCOME BEFORE EXTRAORDINARY ITEMS	57,189	455	57,644
EXTRAORDINARY ITEM - LOSS ON EXTINGUISHMENT OF DEBT	<u>(80,187)</u>	<u>—</u>	<u>(80,187)</u>
NET INCOME (LOSS)	(22,998)	455	(22,543)
RETAINED EARNINGS, JULY 1 (as restated)	<u>464,443</u>	<u>10,497</u>	<u>474,940</u>
RETAINED EARNINGS, JUNE 30	<u>\$ 441,445</u>	<u>\$ 10,952</u>	<u>\$ 452,397</u>

STATE OF OHIO
PROPRIETARY FUNDS - COMPONENT UNITS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	OHIO WATER DEVELOPMENT AUTHORITY	STATE PARKING COMMISSION	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:			
Operating Income	\$ 25,024	\$ 444	\$ 25,468
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Investment Income	(15,205)	—	(15,205)
Depreciation	42	407	449
Amortization of Premiums and Discounts	754	37	791
Interest on Bonds and Notes	61,402	—	61,402
Decrease (Increase) in Assets:			
Loans, Net	(44,874)	—	(44,874)
Other Receivables	(9)	80	71
Due from Other Funds	3,303	—	3,303
Other Assets	(3,301)	—	(3,301)
Increase (Decrease) in Liabilities:			
Accounts Payable	1,703	(45)	1,658
Accrued Liabilities	1,562	(138)	1,424
Due to Other Funds	(3,303)	—	(3,303)
Deferred Revenues	—	119	119
Refund and Other Liabilities	92	—	92
NET CASH FLOWS PROVIDED BY OPERATING ACTIVITIES	27,190	904	28,094
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Federal Grants	39,027	—	39,027
Proceeds from the Sale of Revenue Bonds	742,636	—	742,636
Retirement of Revenue Bond Principal	(694,906)	—	(694,906)
Interest Paid	(45,601)	—	(45,601)
Other	(5,559)	—	(5,559)
NET CASH FLOWS PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	35,597	—	35,597

	OHIO WATER DEVELOPMENT AUTHORITY	STATE PARKING COMMISSION	TOTAL
--	---	--------------------------------	-------

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Retirement of Revenue Bond Principal	—	(95)	(95)
Interest Paid	—	(199)	(199)
Acquisition and Construction of Capital Assets	(132)	(100)	(232)

NET CASH FLOWS USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(132)	(394)	(526)
--	--------------	--------------	--------------

CASH FLOWS FROM INVESTING ACTIVITIES:

Proceeds from the Sales and Maturities of Investments	7,483,204	—	7,483,204
Purchase of Investments	(7,563,126)	(206)	(7,563,332)
Investment Income Received	16,929	200	17,129

NET CASH FLOWS USED BY INVESTING ACTIVITIES	(62,993)	(6)	(62,999)
--	-----------------	------------	-----------------

NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	(338)	504	166
--	-------	-----	-----

CASH AND CASH EQUIVALENTS, JULY 1

	463	1,583	2,046
--	-----	-------	-------

CASH AND CASH EQUIVALENTS, JUNE 30

	\$ 125	\$ 2,087	\$ 2,212
--	--------	----------	----------

SCHEDULE OF NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Acquisition and Construction of Capital Assets	\$ —	\$ 108	\$ 108
Increase in Contributed Capital	—	(108)	(108)

TOTAL NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

	\$ —	\$ —	\$ —
--	------	------	------

STATE OF OHIO
COLLEGE AND UNIVERSITY FUNDS - COMPONENT UNITS
COMBINING STATEMENT OF CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993
(amounts expressed in thousands)

	<u>OHIO STATE UNIVERSITY</u>	<u>UNIVERSITY OF CINCINNATI</u>	<u>OHIO UNIVERSITY</u>
REVENUES AND OTHER ADDITIONS :			
Unrestricted Current Fund Revenues	\$ 801,630	\$ 556,265	\$ 143,565
Local Appropriations-Restricted	12,392	—	—
Federal Grants and Contracts-Restricted	146,142	81,696	23,320
Local Grants and Contracts-Restricted	548	588	292
Private Gifts, Grants, and Contracts-Restricted	124,692	37,374	7,585
Endowment Income-Restricted	11,527	7,698	375
Investment Income-Restricted	6,242	9,403	830
Realized Gain on Investments-Restricted (net)	14,339	13,532	116
Interest on Loans Receivable	1,631	846	132
Investment in Plant-Additions	132,045	73,217	35,150
Other	28,201	6,684	464
TOTAL REVENUES AND OTHER ADDITIONS	<u>1,279,389</u>	<u>787,303</u>	<u>211,829</u>
EXPENDITURES AND OTHER DEDUCTIONS :			
Educational and General Expenditures	825,997	419,768	220,588
Auxiliary Enterprises Expenditures	90,814	40,724	36,827
Hospital Expenditures	344,119	272,061	—
Indirect Costs Recovered	29,857	20,537	2,661
Grant Refunds and Adjustments	24	157	1,010
Loan Cancellations and Write-offs	231	729	30
Administrative and Collection Costs	590	—	134
Expended for Plant Facilities	99,947	39,535	7,166
Retirement of Indebtedness	16,457	10,181	1,761
Interest on Indebtedness	10,774	12,356	1,980
Investment in Plant-Deductions	21,444	11,772	4,869
Other	9,688	5,420	171
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	<u>1,449,942</u>	<u>833,240</u>	<u>277,197</u>
TRANSFERS:			
Operating Transfers from Primary Government	319,174	145,522	96,585
NET INCREASE (DECREASE) FOR THE YEAR	<u>148,621</u>	<u>99,585</u>	<u>31,217</u>
FUND BALANCE AND OTHER CREDITS, JULY 1 (as restated)	<u>1,976,099</u>	<u>1,289,840</u>	<u>410,310</u>
FUND BALANCE AND OTHER CREDITS, JUNE 30	<u>\$ 2,124,720</u>	<u>\$ 1,389,425</u>	<u>\$ 441,527</u>

<u>MIAMI UNIVERSITY</u>	<u>UNIVERSITY OF AKRON</u>	<u>BOWLING GREEN STATE UNIVERSITY</u>	<u>KENT STATE UNIVERSITY</u>	<u>UNIVERSITY OF TOLEDO</u>	<u>CLEVELAND STATE UNIVERSITY</u>
\$ 150,596	\$ 101,838	\$ 125,337	\$ 154,226	\$ 104,087	\$ 61,982
—	—	—	—	—	—
9,551	17,318	10,484	27,267	15,986	13,781
224	183	72	31	316	228
6,232	11,093	2,831	2,708	7,057	4,020
1,178	753	1,124	—	—	70
604	128	3,499	342	436	65
2,472	141	—	—	2,036	—
194	176	—	419	234	193
24,777	31,547	33,879	19,770	22,270	7,392
1,065	1,652	13,613	826	1,798	97
<u>196,893</u>	<u>164,829</u>	<u>190,839</u>	<u>205,589</u>	<u>154,220</u>	<u>87,828</u>
163,995	174,071	155,997	203,468	161,847	126,794
47,482	21,118	39,168	45,829	19,989	8,420
—	—	—	—	—	—
1,018	1,762	620	1,488	1,224	1,292
4	24	—	6	—	4
45	109	108	214	163	51
79	340	51	25	69	68
3,672	1,657	18,287	3,235	11,918	316
1,085	2,009	3,075	2,469	2,174	277
721	1,144	1,957	2,189	4,980	479
4,222	2,755	13,650	1,530	6,472	333
—	213	—	1	2,470	—
<u>222,323</u>	<u>205,202</u>	<u>232,913</u>	<u>260,454</u>	<u>211,306</u>	<u>138,034</u>
55,694	75,877	62,210	82,107	68,243	57,889
<u>30,264</u>	<u>35,504</u>	<u>20,136</u>	<u>27,242</u>	<u>11,157</u>	<u>7,683</u>
402,355	393,393	310,746	317,918	250,066	340,530
<u>\$ 432,619</u>	<u>\$ 428,897</u>	<u>\$ 330,882</u>	<u>\$ 345,160</u>	<u>\$ 261,223</u>	<u>\$ 348,213</u>

(continued)

STATE OF OHIO

COLLEGE AND UNIVERSITY FUNDS - COMPONENT UNITS COMBINING STATEMENT OF CHANGES IN FUND BALANCES FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	YOUNGSTOWN STATE UNIVERSITY	WRIGHT STATE UNIVERSITY	CENTRAL STATE UNIVERSITY
REVENUES AND OTHER ADDITIONS :			
Unrestricted Current Fund Revenues	\$ 47,231	\$ 80,470	\$ 20,074
Local Appropriations-Restricted	—	—	—
Federal Grants and Contracts-Restricted	7,995	20,433	4,173
Local Grants and Contracts-Restricted	85	546	—
Private Gifts, Grants, and Contracts-Restricted	4,816	6,336	636
Endowment Income-Restricted	54	71	49
Investment Income-Restricted	128	588	18
Realized Gain on Investments-Restricted (net)	—	—	—
Interest on Loans Receivable	39	182	—
Investment in Plant-Additions	5,716	15,441	7,728
Other	597	42	78
TOTAL REVENUES AND OTHER ADDITIONS	<u>66,661</u>	<u>124,109</u>	<u>32,756</u>
EXPENDITURES AND OTHER DEDUCTIONS :			
Educational and General Expenditures	72,489	152,416	31,422
Auxiliary Enterprises Expenditures	24,730	10,628	6,413
Hospital Expenditures	—	—	—
Indirect Costs Recovered	33	3,222	301
Grant Refunds and Adjustments	—	6	—
Loan Cancellations and Write-offs	29	153	3
Administrative and Collection Costs	43	19	—
Expended for Plant Facilities	913	2,335	—
Retirement of Indebtedness	141	1,307	392
Interest on Indebtedness	447	1,307	—
Investment in Plant-Deductions	204	3,672	315
Other	77	2,093	8
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	<u>99,106</u>	<u>177,158</u>	<u>38,854</u>
TRANSFERS:			
Operating Transfers from Primary Government	40,666	63,866	12,596
NET INCREASE (DECREASE) FOR THE YEAR	<u>8,221</u>	<u>10,817</u>	<u>6,498</u>
FUND BALANCE AND OTHER CREDITS, JULY 1 (as restated)	<u>232,601</u>	<u>258,713</u>	<u>85,699</u>
FUND BALANCE AND OTHER CREDITS, JUNE 30	<u>\$ 240,822</u>	<u>\$ 269,530</u>	<u>\$ 92,197</u>

<u>SHAWNEE STATE UNIVERSITY</u>	<u>MEDICAL COLLEGE OF OHIO</u>	<u>COLUMBUS STATE COMMUNITY COLLEGE</u>	<u>CLARK STATE COMMUNITY COLLEGE</u>	<u>EDISON STATE COMMUNITY COLLEGE</u>	<u>SOUTHERN STATE COMMUNITY COLLEGE</u>
\$ 9,432	\$ 175,243	\$ 30,233	\$ 6,713	\$ 4,986	\$ 3,860
—	—	—	—	—	—
4,095	9,683	5,551	185	41	1,582
115	—	—	—	—	122
405	1,987	28	1,048	—	28
—	—	—	—	25	—
13	19	—	307	—	—
—	—	—	—	—	—
—	63	14	—	—	—
4,903	11,646	10,580	8,869	321	79
—	186	—	—	32	201
<u>18,963</u>	<u>198,827</u>	<u>46,406</u>	<u>17,122</u>	<u>5,405</u>	<u>5,872</u>
24,207	71,622	44,434	9,967	7,256	8,881
1,845	24,056	3,874	1,637	780	422
—	109,940	—	—	—	—
67	—	—	—	—	—
36	—	—	—	—	—
—	—	22	—	—	—
—	—	—	—	—	—
114	7,996	9,189	4,828	299	—
131	—	165	158	—	—
227	—	424	—	—	—
—	3,584	800	131	22	24
5	—	—	9	113	301
<u>26,632</u>	<u>217,198</u>	<u>58,908</u>	<u>16,730</u>	<u>8,470</u>	<u>9,628</u>
12,433	27,196	18,446	4,849	3,461	3,604
4,764	8,825	5,944	5,241	396	(152)
44,375	224,532	76,743	30,751	16,451	10,593
<u>\$ 49,139</u>	<u>\$ 233,357</u>	<u>\$ 82,687</u>	<u>\$ 35,992</u>	<u>\$ 16,847</u>	<u>\$ 10,441</u>

(continued)

STATE OF OHIO
COLLEGE AND UNIVERSITY FUNDS - COMPONENT UNITS
COMBINING STATEMENT OF CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)
 (continued)

	<u>WASHINGTON STATE COMMUNITY COLLEGE</u>	<u>TOTAL</u>
REVENUES AND OTHER ADDITIONS :		
Unrestricted Current Fund Revenues	\$ 3,965	\$ 2,581,733
Local Appropriations-Restricted	—	12,392
Federal Grants and Contracts-Restricted	1,472	400,755
Local Grants and Contracts-Restricted	—	3,350
Private Gifts, Grants, and Contracts-Restricted	—	218,876
Endowment Income-Restricted	—	22,924
Investment Income-Restricted	—	22,622
Realized Gain on Investments-Restricted (net)	—	32,636
Interest on Loans Receivable	—	4,123
Investment in Plant-Additions	210	445,540
Other	—	55,536
TOTAL REVENUES AND OTHER ADDITIONS	<u>5,647</u>	<u>3,800,487</u>
EXPENDITURES AND OTHER DEDUCTIONS :		
Educational and General Expenditures	8,251	2,883,470
Auxiliary Enterprises Expenditures	541	425,297
Hospital Expenditures	—	726,120
Indirect Costs Recovered	—	64,082
Grant Refunds and Adjustments	—	1,271
Loan Cancellations and Write-offs	—	1,887
Administrative and Collection Costs	—	1,418
Expended for Plant Facilities	—	211,407
Retirement of Indebtedness	—	41,782
Interest on Indebtedness	—	38,985
Investment in Plant-Deductions	—	75,799
Other	—	20,569
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	<u>8,792</u>	<u>4,492,087</u>
TRANSFERS:		
Operating Transfers from Primary Government	3,584	1,154,002
NET INCREASE (DECREASE) FOR THE YEAR	<u>439</u>	<u>462,402</u>
FUND BALANCE AND OTHER CREDITS, JULY 1 (as restated)	<u>16,234</u>	<u>6,687,949</u>
FUND BALANCE AND OTHER CREDITS, JUNE 30	<u>\$ 16,673</u>	<u>\$ 7,150,351</u>

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STATE OF OHIO

COLLEGE AND UNIVERSITY FUNDS - COMPONENT UNITS COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES FOR THE FISCAL YEAR ENDED JUNE 30, 1993 (amounts expressed in thousands)

	<u>OHIO STATE UNIVERSITY</u>	<u>UNIVERSITY OF CINCINNATI</u>	<u>OHIO UNIVERSITY</u>
REVENUES :			
Tuition, Fees, and Other Student Charges	\$ 232,610	\$ 124,059	\$ 96,977
Local Appropriations	11,862	30,535	—
Federal Grants and Contracts	144,993	80,551	22,781
Local Grants and Contracts	2,470	516	305
Private Gifts, Grants, and Contracts	100,396	28,863	6,975
Endowment Income	16,203	13,846	612
Sales and Services	502,530	335,030	38,658
Temporary Investment Income	7,244	18,774	1,621
Other Sources	33,725	26,072	3,821
TOTAL REVENUES	<u>1,052,033</u>	<u>658,246</u>	<u>171,750</u>
EXPENDITURES AND MANDATORY TRANSFERS :			
EDUCATIONAL AND GENERAL :			
Instruction and Departmental Research	360,495	161,345	104,016
Separately Budgeted Research	157,538	64,472	11,493
Public Service	58,530	31,730	6,659
Academic Support	72,843	38,631	25,472
Student Services	32,045	15,105	11,315
Institutional Support	48,573	33,294	18,907
Operation and Maintenance of Plant	43,755	28,777	16,648
Scholarships and Fellowships	52,217	46,414	26,078
TOTAL EDUCATIONAL AND GENERAL	<u>825,996</u>	<u>419,768</u>	<u>220,588</u>
AUXILIARY ENTERPRISES	90,814	40,723	36,827
HOSPITALS	344,119	272,061	—
TOTAL EXPENDITURES	<u>1,260,929</u>	<u>732,552</u>	<u>257,415</u>
MANDATORY TRANSFERS, NET :			
Principal and Interest	22,430	22,674	3,609
Renewals and Replacements	720	—	—
Student Loan Matching Grants	16	74	47
Other	—	—	—
TOTAL MANDATORY TRANSFERS, NET	<u>23,166</u>	<u>22,748</u>	<u>3,656</u>
TOTAL EXPENDITURES AND MANDATORY TRANSFERS	<u>1,284,095</u>	<u>755,300</u>	<u>261,071</u>
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS) :			
Operating Transfers from Primary Government	313,474	149,088	95,830
NONMANDATORY TRANSFERS, NET :			
Capital Improvements	(45,893)	(8,729)	—
Other	2,854	(43,941)	(2,030)
ADDITIONS/(DEDUCTIONS) :			
Excess of Restricted Receipts over Transfers to Revenue	43,416	26,056	3,434
Indirect Costs Recovered	(29,857)	(20,537)	(2,661)
Other	—	(154)	(1,000)
TOTAL OTHER TRANSFERS AND ADDITIONS/(DEDUCTIONS)	<u>283,994</u>	<u>101,783</u>	<u>93,573</u>
NET INCREASE (DECREASE) IN FUND BALANCES	<u>\$ 51,932</u>	<u>\$ 4,729</u>	<u>\$ 4,252</u>

<u>MIAMI UNIVERSITY</u>	<u>UNIVERSITY OF AKRON</u>	<u>BOWLING GREEN STATE UNIVERSITY</u>	<u>KENT STATE UNIVERSITY</u>	<u>UNIVERSITY OF TOLEDO</u>	<u>CLEVELAND STATE UNIVERSITY</u>
\$ 97,200	\$ 73,053	\$ 77,871	\$ 106,370	\$ 83,255	\$ 51,421
—	—	—	—	—	—
9,718	17,015	9,731	26,937	14,705	13,190
164	202	33	42	286	258
6,271	9,901	2,149	3,196	4,983	3,745
1,113	981	—	6	876	125
47,101	24,773	41,135	39,922	14,522	7,852
3,004	1,911	2,544	2,878	909	1,222
239	77	3,434	2,583	4,877	375
<u>164,810</u>	<u>127,913</u>	<u>136,897</u>	<u>181,934</u>	<u>124,413</u>	<u>78,188</u>
89,936	81,184	72,899	104,235	79,993	56,631
4,006	10,471	2,135	9,587	7,389	8,321
1,836	6,203	7,616	5,624	5,245	2,806
16,554	16,543	18,068	18,012	16,190	14,747
12,013	7,470	11,829	15,162	9,002	8,926
14,650	15,599	13,900	15,287	14,666	13,788
15,332	14,765	10,633	16,886	12,446	12,267
9,668	21,836	18,917	18,675	16,916	9,305
<u>163,995</u>	<u>174,071</u>	<u>155,997</u>	<u>203,468</u>	<u>161,847</u>	<u>126,791</u>
47,481	21,117	39,168	45,829	19,989	8,420
—	—	—	—	—	—
<u>211,476</u>	<u>195,188</u>	<u>195,165</u>	<u>249,297</u>	<u>181,836</u>	<u>135,211</u>
1,805	2,168	3,111	4,292	4,893	639
—	—	2,713	447	—	—
—	43	—	59	41	50
—	—	—	—	—	—
<u>1,805</u>	<u>2,211</u>	<u>5,824</u>	<u>4,798</u>	<u>4,934</u>	<u>689</u>
<u>213,281</u>	<u>197,399</u>	<u>200,989</u>	<u>254,095</u>	<u>186,770</u>	<u>135,900</u>
55,514	76,255	62,210	81,723	68,006	58,013
(3,498)	(819)	(66)	(4,710)	—	(231)
(989)	—	—	6	(3,383)	305
1,941	1,312	1,288	2,157	968	1,340
(1,018)	(1,762)	(620)	(1,488)	(1,224)	(1,292)
(15)	(2,199)	26	(6)	(2,107)	(4)
<u>51,935</u>	<u>72,787</u>	<u>62,838</u>	<u>77,682</u>	<u>62,260</u>	<u>58,131</u>
\$ <u>3,464</u>	\$ <u>3,301</u>	\$ <u>(1,254)</u>	\$ <u>5,521</u>	\$ <u>(97)</u>	\$ <u>419</u>

(continued)

STATE OF OHIO

COLLEGE AND UNIVERSITY FUNDS - COMPONENT UNITS COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)
(continued)

	YOUNGSTOWN STATE UNIVERSITY	WRIGHT STATE UNIVERSITY	CENTRAL STATE UNIVERSITY
REVENUES :			
Tuition, Fees, and Other Student Charges	\$ 37,685	\$ 54,462	\$ 11,017
Local Appropriations	—	—	—
Federal Grants and Contracts	7,970	19,671	4,491
Local Grants and Contracts	65	486	—
Private Gifts, Grants, and Contracts	3,518	5,552	1,027
Endowment Income	73	76	46
Sales and Services	8,263	18,921	7,934
Temporary Investment Income	717	1,026	—
Other Sources	606	2,861	474
TOTAL REVENUES	<u>58,897</u>	<u>103,055</u>	<u>24,989</u>
EXPENDITURES AND MANDATORY TRANSFERS :			
EDUCATIONAL AND GENERAL			
Instruction and Departmental Research	40,776	67,602	8,689
Separately Budgeted Research	113	13,869	1,731
Public Service	2,396	7,185	845
Academic Support	6,475	19,426	1,584
Student Services	5,318	9,153	4,167
Institutional Support	10,537	13,861	6,887
Operation and Maintenance of Plant	8,296	10,677	4,144
Scholarships and Fellowships	12,040	10,643	3,374
TOTAL EDUCATIONAL AND GENERAL	<u>85,951</u>	<u>152,416</u>	<u>31,421</u>
AUXILIARY ENTERPRISES	11,269	10,628	6,413
HOSPITALS	—	—	—
TOTAL EXPENDITURES	<u>97,220</u>	<u>163,044</u>	<u>37,834</u>
MANDATORY TRANSFERS, NET :			
Principal and Interest	540	2,520	924
Renewals and Replacements	—	—	—
Student Loan Matching Grants	—	65	—
Other	—	—	—
TOTAL MANDATORY TRANSFERS, NET	<u>540</u>	<u>2,585</u>	<u>924</u>
TOTAL EXPENDITURES AND MANDATORY TRANSFERS	<u>97,760</u>	<u>165,629</u>	<u>38,758</u>
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS):			
Operating Transfers from Primary Government	41,871	63,628	12,596
NONMANDATORY TRANSFERS, NET :			
Capital Improvements	(1,228)	(1,768)	—
Other	(836)	(602)	—
ADDITIONS/(DEDUCTIONS)			
Excess of Restricted Receipts over Transfers to Revenue	(223)	4,215	—
Indirect Costs Recovered	(32)	(3,221)	(332)
Other	—	(6)	—
TOTAL OTHER TRANSFERS AND ADDITIONS/(DEDUCTIONS)	<u>39,552</u>	<u>62,246</u>	<u>12,264</u>
NET INCREASE (DECREASE) IN FUND BALANCES	<u>\$ 689</u>	<u>\$ (328)</u>	<u>\$ (1,505)</u>

<u>SHAWNEE STATE UNIVERSITY</u>	<u>MEDICAL COLLEGE OF OHIO</u>	<u>COLUMBUS STATE COMMUNITY COLLEGE</u>	<u>CLARK STATE COMMUNITY COLLEGE</u>	<u>EDISON STATE COMMUNITY COLLEGE</u>	<u>SOUTHERN STATE COMMUNITY COLLEGE</u>
\$ 8,020	\$ 6,106	\$ 24,443	\$ 5,232	\$ 3,806	\$ 3,217
—	—	—	—	—	—
4,095	9,500	5,536	186	41	1,597
115	—	—	—	—	131
410	6,347	472	2	—	28
—	—	—	—	—	—
1,153	148,864	4,297	1,083	949	470
40	1,747	765	—	—	—
215	14,440	279	398	263	349
<u>14,048</u>	<u>187,004</u>	<u>35,792</u>	<u>6,901</u>	<u>5,059</u>	<u>5,792</u>
8,587	35,943	19,524	3,620	3,168	2,571
—	8,358	—	—	—	30
1,524	545	121	1,005	889	1,122
1,994	5,015	3,148	293	219	694
1,611	730	3,855	1,173	805	842
2,770	12,055	7,174	2,240	1,759	909
2,081	8,947	5,047	1,435	483	579
5,708	—	5,566	201	12	2,134
<u>24,275</u>	<u>71,593</u>	<u>44,435</u>	<u>9,967</u>	<u>7,335</u>	<u>8,881</u>
1,845	24,056	3,874	1,637	780	422
—	109,940	—	—	—	—
<u>26,120</u>	<u>205,589</u>	<u>48,309</u>	<u>11,604</u>	<u>8,115</u>	<u>9,303</u>
319	—	—	60	—	—
—	—	—	—	—	—
—	11	—	—	—	—
—	—	—	—	—	163
<u>319</u>	<u>11</u>	<u>—</u>	<u>60</u>	<u>—</u>	<u>163</u>
<u>26,439</u>	<u>205,600</u>	<u>48,309</u>	<u>11,664</u>	<u>8,115</u>	<u>9,466</u>
12,433	27,196	18,447	4,843	3,461	3,604
(235)	(6,636)	(377)	—	(306)	—
(2)	128	(600)	—	(1,020)	(137)
(36)	(386)	—	7	—	—
—	—	—	—	—	—
—	—	—	—	—	—
<u>12,160</u>	<u>20,302</u>	<u>17,470</u>	<u>4,850</u>	<u>2,135</u>	<u>3,467</u>
\$ <u>(231)</u>	\$ <u>1,706</u>	\$ <u>4,953</u>	\$ <u>87</u>	\$ <u>(921)</u>	\$ <u>(207)</u>

(continued)

STATE OF OHIO

COLLEGE AND UNIVERSITY FUNDS - COMPONENT UNITS COMBINING STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES

FOR THE FISCAL YEAR ENDED JUNE 30, 1993

(amounts expressed in thousands)

(continued)

	WASHINGTON STATE COMMUNITY COLLEGE	TOTAL
REVENUES :		
Tuition, Fees, and Other Student Charges	\$ 3,144	\$ 1,099,948
Local Appropriations	—	42,397
Federal Grants and Contracts	1,472	394,180
Local Grants and Contracts	—	5,073
Private Gifts, Grants, and Contracts	—	183,835
Endowment Income	—	33,957
Sales and Services	660	1,244,117
Temporary Investment Income	29	44,431
Other Sources	131	95,219
TOTAL REVENUES	<u>5,436</u>	<u>3,143,157</u>
EXPENDITURES AND MANDATORY TRANSFERS :		
EDUCATIONAL AND GENERAL		
Instruction and Departmental Research	2,890	1,304,104
Separately Budgeted Research	—	299,513
Public Service	—	141,881
Academic Support	720	276,628
Student Services	850	151,371
Institutional Support	1,649	248,505
Operation and Maintenance of Plant	479	213,677
Scholarships and Fellowships	1,833	261,537
TOTAL EDUCATIONAL AND GENERAL	<u>8,421</u>	<u>2,897,216</u>
AUXILIARY ENTERPRISES	541	411,833
HOSPITALS	—	726,120
TOTAL EXPENDITURES	<u>8,962</u>	<u>4,035,169</u>
MANDATORY TRANSFERS, NET :		
Principal and Interest	—	69,984
Renewals and Replacements	—	3,880
Student Loan Matching Grants	—	406
Other	—	163
TOTAL MANDATORY TRANSFERS, NET	<u>—</u>	<u>74,433</u>
TOTAL EXPENDITURES AND MANDATORY TRANSFERS	<u>8,962</u>	<u>4,109,602</u>
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS):		
Operating Transfers from Primary Government	3,584	1,151,776
NONMANDATORY TRANSFERS, NET :		
Capital Improvements	—	(74,496)
Other	—	(50,247)
ADDITIONS/(DEDUCTIONS)		
Excess of Restricted Receipts over Transfers to Revenue	—	85,489
Indirect Costs Recovered	—	(64,044)
Other	—	(5,465)
TOTAL OTHER TRANSFERS AND ADDITIONS/(DEDUCTIONS)	<u>3,584</u>	<u>1,043,013</u>
NET INCREASE (DECREASE) IN FUND BALANCES	<u>\$ 58</u>	<u>\$ 76,568</u>

STATISTICAL
SECTION

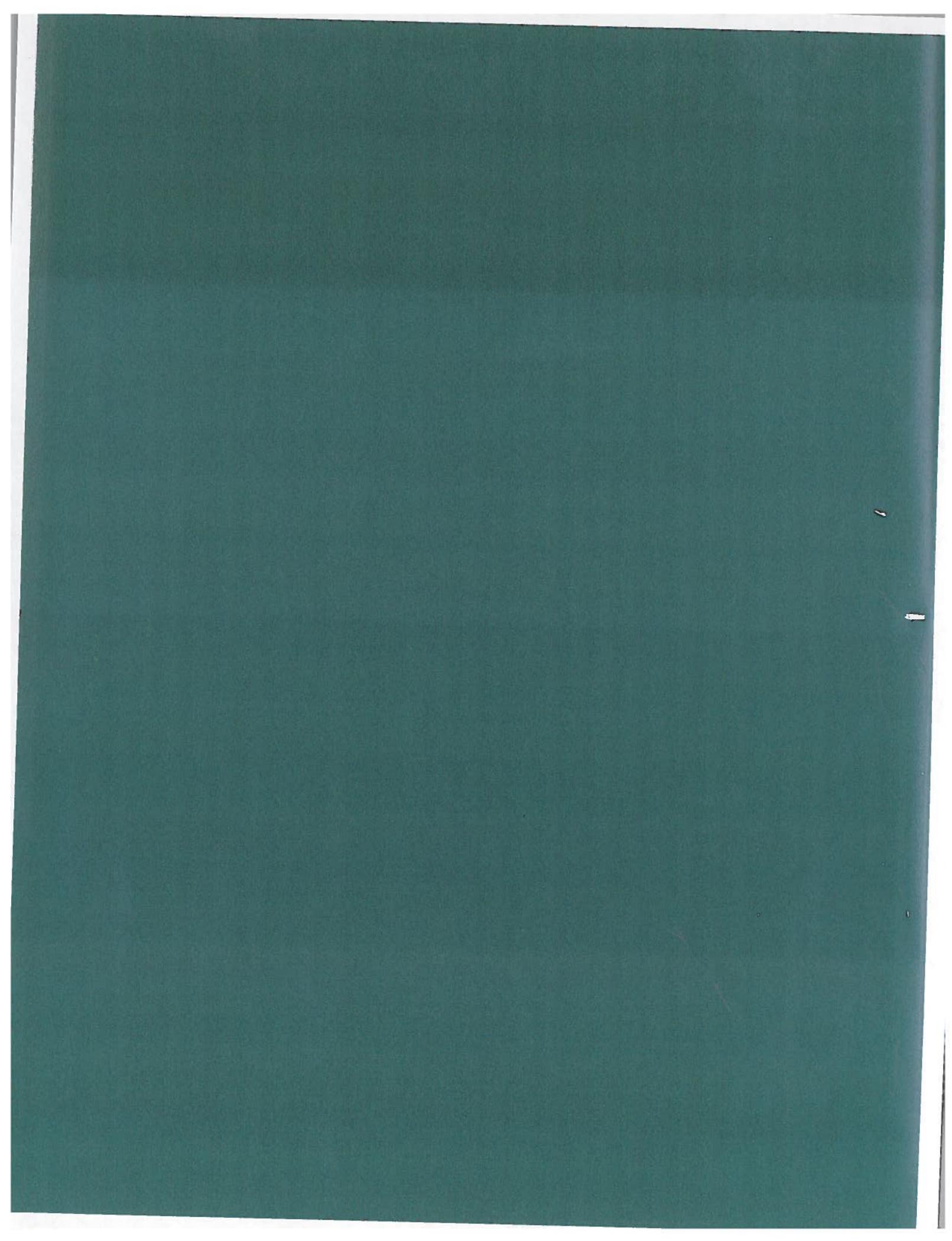


Table 1

STATE OF OHIO

REVENUE BY SOURCE
ALL GOVERNMENTAL FUND TYPES
FOR THE LAST TEN FISCAL YEARS
(amounts expressed in thousands)

SOURCE	1993	1992	1991	1990	1989	1988	1987	1986	1985	1984
Income Taxes	\$4,732,247	\$4,408,835	\$4,241,483	\$4,078,371	\$3,903,008	\$3,362,694	\$3,216,533	\$2,775,568	\$2,778,120	\$2,485,954
Sales Taxes	4,001,398	3,739,576	3,573,995	3,603,922	3,397,204	3,225,852	2,971,258	2,793,415	2,556,520	2,322,683
Corporate and Public Utility Taxes	1,500,475	1,393,528	1,437,142	1,492,646	1,524,635	1,419,351	1,402,726	1,436,512	1,406,597	1,256,379
Motor Vehicle Fuel Taxes	1,189,184	1,160,405	1,052,504	993,612	824,273	811,222	641,771	663,693	622,580	615,996
Other Taxes	750,120	673,472	724,942	706,350	706,746	690,210	621,647	587,944	553,606	649,010
Licenses, Permits and Fees	623,980	639,996	679,447	635,790	584,155	546,786	482,461	457,428	406,237	376,217
Sales, Services and Charges	57,831	44,189	46,873	76,985	67,612	63,015	36,309	69,470	127,004	120,023
Federal Government	6,376,312	5,847,198	5,204,395	4,553,955	4,114,718	3,850,251	3,467,569	3,523,361	3,118,633	2,767,171
Other	649,360	656,385	676,419	708,305	582,194	531,067	795,964	1,105,461	695,585	587,924
Total Revenues by Source	\$19,880,907	\$18,563,584	\$17,637,200	\$16,849,936	\$15,704,545	\$14,500,448	\$13,636,238	\$13,412,852	\$12,264,882	\$11,184,357

Note: This table includes revenues for the General, special revenue, debt service and capital projects funds. Revenue data for fiscal years 1984 to 1987 were obtained from the State of Ohio's centralized accounting system, which reports financial information on a non-GAAP, budgetary basis. Revenue data for fiscal years 1988 through 1993 are reported on a GAAP basis, which also recognizes revenues of organizations outside of the State's Central Accounting System.

For comparative purposes, the revenue data for fiscal year 1992 have been restated for changes in the State of Ohio's reporting entity that resulted from the implementation of GASB Statement No. 14, "The Financial Reporting Entity," for the fiscal year ended June 30, 1993.

STATE OF OHIO
EXPENDITURES BY FUNCTION
ALL GOVERNMENTAL FUND TYPES
FOR THE LAST TEN FISCAL YEARS
 (amounts expressed in thousands)

FUNCTION	1993	1992	1991	1990	1989	1988	1987	1986	1985	1984
Current:										
Primary, Secondary and Other Education	\$ 4,497,568	\$ 4,195,920	\$ 4,158,997	\$ 3,972,048	\$ 3,777,680	\$ 3,573,459	\$ 3,535,737	\$ 3,227,248	\$ 2,959,254	\$ 2,709,335
Higher Education Support	316,589	327,874	1,549,614	1,502,610	1,357,778	1,283,026	1,213,096	1,115,546	963,279	897,858
Public Assistance and Medicaid	6,774,178	6,174,833	5,530,500	4,895,836	4,191,661	3,764,405	3,586,311	3,352,044	2,900,380	2,767,736
Health and Human Services	1,854,715	1,723,860	1,648,319	1,609,917	1,467,552	1,432,124	1,284,666	1,255,400	1,174,755	1,095,750
Justice and Public Protection	1,060,778	970,653	932,001	805,899	742,957	661,102	667,962	586,390	539,301	461,759
Environmental Protection and Natural Resources	223,304	226,284	222,507	212,368	195,193	176,017	185,966	178,665	177,317	163,985
Transportation	1,293,349	1,372,885	1,365,769	1,129,980	1,079,675	1,146,734	977,707	1,013,019	902,639	705,258
General Government (a)	335,470	336,046	325,530	294,985	277,122	252,375	316,597	313,296	331,560	239,339
Community and Economic Development	284,061	301,392	360,215	337,975	325,580	316,646	313,379	309,040	322,345	276,427
Intergovernmental	1,983,308	2,077,469	1,908,442	1,834,230	1,721,921	1,549,713	1,565,702	1,778,601	1,517,946	1,446,373
Capital Outlay	739,463	724,823	678,812	435,462	494,305	559,221	184,389	215,192	260,846	189,142
Debt Service	681,207	764,294	653,309	635,298	621,829	629,615	486,838	447,369	415,892	401,079
Total Expenditures by Function	\$20,044,090	\$19,196,333	\$19,334,015	\$17,666,608	\$16,253,253	\$15,344,437	\$14,318,350	\$13,791,810	\$12,485,514	\$11,354,041

Note: This table includes expenditures for the General, special revenue, debt service, and capital projects funds. Data for fiscal years 1984 through 1987 were obtained from the State's centralized accounting system, which reports financial information on a non-GAAP, budgetary basis. Expenditure data for fiscal years 1988 through 1993 are reported on a GAAP basis.

For comparative purposes, the expenditure data for fiscal year 1992 have been restated for changes in the State of Ohio's reporting entity that resulted from the implementation of GASB Statement No. 14, "The Financial Reporting Entity," for the fiscal year ended June 30, 1993.

(a) Within the General Government Function, the significant decline between fiscal years 1987 and 1988 was primarily a result of the elimination of reimbursement expenditures on a GAAP basis. The elimination of such expenditures was necessary to avoid the double-counting of expenditures and revenues in those funds, which record reimbursements for expenditures incurred by other funds.

Table 3

STATE OF OHIO

RATIO OF ANNUAL DEBT SERVICE FOR GENERAL AND SPECIAL BONDED DEBT (a) TO TOTAL REVENUES AND EXPENDITURES ALL GOVERNMENTAL FUND TYPES FOR THE LAST TEN FISCAL YEARS (amounts expressed in thousands)

For the Year Ended June 30,	Total Debt Service	Revenues	Ratio	Expenditures	Ratio
1984	401,079	11,181,357	3.59%	11,354,041	3.53%
1985	415,892	12,264,882	3.39	12,485,514	3.33
1986	447,369	13,412,852	3.34	13,791,810	3.24
1987	486,838	13,636,238	3.57	14,318,350	3.40
1988	562,506	14,500,448	3.88	15,344,437	3.67
1989	562,195	15,704,545	3.58	16,253,253	3.46
1990	587,070	16,849,936	3.48	17,666,608	3.32
1991	632,230	17,637,200	3.58	19,334,015	3.27
1992	743,468	18,563,584	4.00	19,196,333	3.87
1993	658,945	19,880,907	3.31	20,044,090	3.29

Note: This table includes revenues and expenditures for the General, special revenue, debt service and capital project funds. Data for fiscal years 1984 through 1987 are presented on a non-GAAP budgetary basis while data for fiscal years 1988 through 1993 are shown on a GAAP basis. Amounts paid to the Ohio Building Authority for special obligation debt for fiscal years 1984 to 1987 are recorded on a non-GAAP budgetary basis as lease rental payments. Thus, these amounts are not included above as debt service expenditures.

For comparative purposes, the revenue and expenditure data for fiscal year 1992 have been restated for changes in the State of Ohio's reporting entity that resulted from the implementation of GASB Statement No. 14, "The Financial Reporting Entity," for the fiscal year ended June 30, 1993.

(a) Includes general and special obligation bonds for which debt service payments are made from the following combining funds in the Debt Service Fund.

- Coal Research/Development Bond Retirement
- Improvements Bond Retirement
- Highway Improvements Bond Retirement
- Development Bond Retirement
- Highway Obligations Bond Retirement
- Public Improvements Bond Retirement
- Vietnam Conflict Compensation Bond Retirement
- Local Infrastructure Improvements Bond Retirement
- Ohio Public Facilities Commission
- Ohio Building Authority
- Salt Fork Bond Retirement

Table 4

STATE OF OHIO

NET GENERAL AND SPECIAL BONDED DEBT (a) PER CAPITA
FOR THE LAST TEN FISCAL YEARS

For the Year Ended June 30,	Population (in 000s)	General and Special Obligation Bonds				Net Bonded Debt Per Capita
		Total Outstanding (in 000s)	Less Amount Available in Debt Service Fund (in 000s)	Net Bonded Debt (in 000s)		
1984	10,771	2,743,891	323,183	2,420,708	225	
1985	10,736	3,011,183	360,553	2,650,630	247	
1986	10,732	3,320,101	439,661	2,880,440	268	
1987	10,761	3,580,128	481,726	3,098,402	288	
1988	10,800	3,743,526	548,376	3,195,150	296	
1989	10,830	4,009,894	625,526	3,384,368	312	
1990	10,847	3,974,040	592,116	3,381,924	312	
1991	10,941	4,045,661	624,807	3,420,854	313	
1992	11,016	4,261,059	560,936	3,700,123	336	
1993	11,016 ^(b)	4,658,431	552,339	4,106,092	373	

(a) Includes general and special obligation bonds for which debt service payments are made from the following combining funds in the Debt Service Fund:

- Coal Research/Development Bond Retirement
- Improvements Bond Retirement
- Highway Improvements Bond Retirement
- Development Bond Retirement
- Highway Obligations Bond Retirement
- Public Improvements Bond Retirement
- Vietnam Conflict Compensation Bond Retirement
- Local Infrastructure Improvements Bond Retirement
- Ohio Public Facilities Commission
- Ohio Building Authority
- Salt Fork Bond Retirement

(b) An estimate for 1993 was not available.

Source: Survey of Current Business, U.S. Department of Commerce, Bureau of Economic Analysis

Table 5

STATE OF OHIO

SCHEDULE OF REVENUE BOND COVERAGE FOR THE LAST TEN FISCAL YEARS (amounts expressed in thousands)

Treasurer of State/
Economic Development Financing Division (Liquor Bonds)

Fiscal Year ^(a)	Gross Revenue ^(b)	Direct Operating Expenses ^(c)	Net Revenue Available For Debt Service	Current Fiscal Year's Debt Service Requirements			Coverage
				Principal	Interest	Total	
1984	\$359,879	\$212,721	\$147,158	\$695	\$12,511	\$13,206	11.14
1985	359,518	253,525	105,993	1,510	16,561	18,071	5.87
1986	336,192	278,213	57,979	1,695	16,383	18,078	3.21
1987	361,907	307,095	54,812	1,900	16,184	18,084	3.03
1988	350,376	280,215	70,161	2,130	15,962	18,092	3.88
1989	369,305	301,125	68,180	2,390	15,712	18,102	3.77
1990	347,551	274,771	72,780	12,030	6,073	18,103	4.02
1991	354,560	277,644	76,916	10,325	7,783	18,100	4.25
1992	355,201	281,236	73,965	11,015	7,113	18,128	4.08
1993	350,835	273,967	76,868	11,800	6,392	18,192	4.23

(a) Data for fiscal years 1984 through 1987 are presented on a non-GAAP, budgetary basis while data for fiscal years 1988 through 1993 are shown on a GAAP basis.

(b) Includes only the revenues reported in the Liquor Control Enterprise Fund.

(c) Includes only the expenses, exclusive of depreciation, reported in the Liquor Control Enterprise Fund.

Treasurer of State/
Economic Development Financing Division (Ohio Enterprise Bonds)

Fiscal Year	Gross Revenue ^(d)	Direct Operating Expenditures	Net Revenue Available For Debt Service	Current Fiscal Year's Debt Service Requirements			Coverage
				Principal	Interest	Total	
1989	\$19,964	\$----	\$19,964	\$----	\$1,132	\$1,132	17.64
1990	2,444	----	2,444	475	947	1,422	1.72
1991	7,008	----	7,008	520	899	1,419	4.94
1992	25,892	----	25,892	570	846	1,416	18.29
1993	21,184	----	21,184	630	788	1,418	14.94

(d) Includes only the revenues reported in the Enterprise Bond Retirement Debt Service Fund and operating transfers to the debt service fund from the Community and Economic Development Special Revenue Fund.

(continued)

**Table 5
(continued)**

STATE OF OHIO

**SCHEDULE OF REVENUE BOND COVERAGE
FOR THE LAST TEN FISCAL YEARS
(amounts expressed in thousands)**

Ohio Building Authority

Fiscal Year ^(e)	Gross Revenue ^(f)	Direct Operating Expenses ^(g)	Net Revenue Available For Debt Service	Current Fiscal Year's Debt Service Requirements			Coverage
				Principal	Interest	Total	
1984	\$22,675	\$8,393	\$14,282	\$49,028	\$8,278	\$57,306	0.25
1985	19,585	9,274	10,311	732	5,622	6,354	1.62
1986	23,858	9,555	14,303	60,264	5,052	65,316	0.22
1987	18,596	10,215	8,381	1,462	4,903	6,365	1.32
1988	32,731	11,922	20,809	1,543	5,299	6,842	3.04
1989	39,899	16,881	23,018	1,653	5,056	6,709	3.43
1990	25,879	19,426	6,453	1,761	4,626	6,387	1.01
1991	30,098	22,599	7,499	1,662	4,764	6,426	1.17
1992	35,924	22,345	13,579	1,982	4,200	6,182	2.20
1993	26,924	20,895	6,029	2,222	3,043	5,265	1.15

(e) Data for fiscal years 1984 through 1987 are presented on a non-GAAP, budgetary basis while data for fiscal years 1988 through 1993 are shown on a GAAP basis.

(f) Includes only the revenues reported in the Ohio Building Authority Internal Service Fund.

(g) Includes only the expenses, exclusive of depreciation, reported in the Ohio Building Authority Internal Service Fund.

Table 6

STATE OF OHIO

PERSONAL INCOME
OHIO COMPARED TO THE UNITED STATES
FOR THE LAST TEN CALENDAR YEARS

Calendar Year	Ohio's Total Personal Income (in millions)	Percent Change	Per Capital Personal Income	
			Ohio	United States
1983	\$123,972	+5.3%	\$11,521	\$12,098
1984	134,761	+8.7	12,512	13,114
1985	141,972	+5.4	13,224	13,942
1986	148,975	+4.9	13,882	14,654
1987	157,837	+5.9	14,667	15,638
1988	168,221	+6.6	15,576	16,615
1989	179,035	+6.4	16,532	17,696
1990	189,268	+5.7	17,449	18,668
1991	195,544	+3.3	17,873	19,169
1992	207,769	+6.3	18,860	20,114

Source: Revised Monthly Retail Sales and Inventories, U.S. Department of Commerce

STATE OF OHIO

**PERSONAL INCOME BY INDUSTRY
FOR THE LAST TEN CALENDAR YEARS**
(amounts expressed in millions)

Calendar Year	MANUFACTURING		SERVICES		GOVERNMENT		WHOLESALE & RETAIL TRADE	
	Personal Income	Percent of Total Income	Personal Income	Percent of Total Income	Personal Income	Percent of Total Income	Personal Income	Percent of Total Income
1983	\$30,149	24.3	\$16,923	13.7	\$11,691	9.4	\$13,985	11.3
1984	33,425	24.8	18,820	14.0	12,459	9.2	15,148	11.2
1985	34,774	24.5	20,617	14.5	13,277	9.4	16,277	11.5
1986	35,341	23.7	22,974	15.4	13,933	9.4	17,006	11.4
1987	35,646	22.7	25,374	16.1	14,842	9.4	17,895	11.4
1988	37,871	22.4	28,286	16.8	16,059	9.5	19,429	11.5
1989	39,989	21.6	30,690	17.0	17,010	9.4	20,355	11.3
1990	39,723	21.0	32,274	17.0	18,586	9.8	21,898	11.6
1991	39,857	20.4	33,786	17.3	19,612	10.0	22,627	11.6
1992	41,981	20.2	36,742	17.7	20,749	10.0	23,893	11.5

Calendar Year	CONSTRUCTION		TRANSPORTATION & PUBLIC UTILITIES		FINANCE, INSURANCE & REAL ESTATE		OTHER (a)		Ohio's Total Personal Income
	Personal Income	Percent of Total Income	Personal Income	Percent of Total Income	Personal Income	Percent of Total Income	Personal Income	Percent of Total Income	
1983	\$4,259	3.4	\$5,985	4.8	\$4,201	3.4	\$36,779	29.7	\$123,972
1984	4,863	3.6	6,459	4.8	4,399	3.3	39,188	29.1	134,761
1985	5,020	3.5	6,551	4.6	4,752	3.3	40,704	28.7	141,972
1986	5,368	3.6	6,789	4.6	5,296	3.6	42,268	28.4	148,975
1987	5,955	3.8	6,987	4.4	6,540	4.2	43,922	27.9	157,161(b)
1988	6,592	3.9	7,373	4.4	6,668	4.0	46,478	27.5	168,756(b)
1989	6,919	3.8	7,622	4.2	6,822	3.8	51,790	28.7	180,197(b)
1990	7,188	3.8	7,921	4.2	6,758	3.6	54,920	29.0	189,268
1991	6,709	3.4	7,953	4.1	7,356	3.8	57,644	29.4	195,544
1992	7,085	3.4	8,346	4.0	7,921	3.8	61,052	29.4	207,769

(a) Primarily includes investment and rental income.

(b) For calendar years 1987 through 1989, revised personal income figures by industry were not available from the U. S. Department of Commerce. Therefore, the total personal income figures presented in Table 7 for these years do not agree with the total revised personal income figures presented on Table 6, page 187.

Source: Survey of Current Business, U. S. Department of Commerce, Bureau of Economic Analysis

Table 8

STATE OF OHIO

POPULATION BY AGE GROUP

OHIO

Age Group	1980	Percent	1990	Percent
Under 5 years	787,150	7.3%	785,149	7.2%
5 through 19 years	2,715,784	25.2	2,526,016	23.3
20 through 44 years	3,928,118	36.4	4,036,040	37.2
45 through 64 years	2,197,118	20.3	2,092,949	19.3
65 years and over	1,169,460	10.8	1,406,961	13.0
	<u>10,797,630</u>	<u>100.0%</u>	<u>10,847,115</u>	<u>100.0%</u>

Source: General Population Characteristics – Ohio, 1990 Census of population, U.S. Bureau of Census
(The most recent information available)

UNITED STATES

Age Group	1980	Percent	1990	Percent
Under 5 years	16,348,254	7.2%	18,354,443	7.4%
5 through 19 years	56,110,209	24.8	56,976,857	22.9
20 through 44 years	84,035,253	37.1	95,765,733	38.5
45 through 64 years	44,502,662	19.6	46,371,009	18.6
65 years and over	25,549,427	11.3	31,241,831	12.6
	<u>226,545,805</u>	<u>100.0%</u>	<u>248,709,873</u>	<u>100.0%</u>

Source: General Population Characteristics – United States Summary, 1990 Census of Population, U.S. Bureau of Census
(The most recent information available)

OHIO'S TOTAL POPULATION AS A PERCENTAGE OF U.S. TOTAL POPULATION

1980			1990		
Ohio	U.S.	Percent	Ohio	U.S.	Percent
<u>10,797,630</u>	<u>226,545,805</u>	<u>4.8%</u>	<u>10,847,115</u>	<u>248,709,873</u>	<u>4.4%</u>

Table 9

STATE OF OHIO

AVERAGE MONTHLY UNEMPLOYMENT RATES
LAST TEN CALENDAR YEARS AND FIRST HALF OF CALENDAR 1993

<u>Calendar Year</u>	<u>Ohio</u>	<u>United States</u>
1983	12.2%	9.6%
1984	9.4	7.5
1985	8.9	7.2
1986	8.1	7.1
1987	7.0	6.2
1988	6.0	5.5
1989	5.6	5.3
1990	5.7	5.5
1991	6.4	6.7
1992	7.2	7.4
1993 (First Half) (a)	7.0	7.3

(a) Average subject to revision, not seasonally adjusted

Source: Ohio Bureau of Employment Services

Table 10***STATE OF OHIO*****List of Major Industrial Corporations That Maintain Headquarters in Ohio**

American Greetings Corporation (Cleveland)	M. A. Hanna Company (Cleveland)
A. Schulman Incorporated (Akron)	Mead Corporation (Dayton)
B. F. Goodrich Company (Akron)	NACCO Industries (Mayfield Heights)
Chiquita Brands International (Cincinnati)	Owens-Corning Fiberglas Corporation (Toledo)
Cincinnati Milacron Incorporated (Cincinnati)	Owens-Illinois Incorporated (Toledo)
Cooper Tire & Rubber (Findlay)	Parker-Hannifin Corporation (Cleveland)
Dana Corporation (Toledo)	Proctor & Gamble Company (Cincinnati)
E. W. Scripps (Cincinnati)	Reliance Electric Company (Cleveland)
Eagle-Picher Industries Incorporated (Cincinnati)	Reynolds & Reynolds Company (Dayton)
Eaton Corporation (Cleveland)	Rubbermaid Incorporated (Wooster)
Ferro Corporation (Cleveland)	Sealy Holdings (Cleveland)
Figgie International (Willoughby)	Sherwin-Williams Company (Cleveland)
Gencorp (Fairlawn)	Standard Products Company (Cleveland)
Goodyear Tire (Akron)	Standard Register Company (Dayton)
Huffy (Miamisburg)	TRW Incorporated (Cleveland)
LTV Corporation (Cleveland)	Timken Company (Canton)
Lincoln Electric Company (Cleveland)	Trinova Corporation (Maumee)
Lubrizol Corporation (Wickliffe)	Worthington Industries Incorporated (Columbus)

Source: The Fortune 500 Listing, Fortune Magazine, April 1993

Table 11

STATE OF OHIO

SALES OF RETAIL STORES
FOR THE LAST TEN CALENDAR YEARS
(amounts expressed in millions)

Calendar Year	Retail Sales		Per Capita	
	Ohio's Total	Percent Change	Retail Sales	Percent Change
1983	\$50,438	6.9%	\$4,687	7.1%
1984	55,055	9.2	5,111	9.1
1985	60,515	9.9	5,637	10.3
1986	62,745	3.7	5,847	3.7
1987	64,217	2.3	5,967	2.1
1988	66,751	3.9	6,181	3.6
1989	70,491	5.6	6,509	5.3
1990	72,768	3.2	6,709	3.1
1991	73,275	.7	6,699	(.1)
1992	81,163	10.8	7,368	10.0

Source: Revised Monthly Retail Sales and Inventories, U.S. Department of Commerce

STATE OF OHIO

MISCELLANEOUS STATISTICS AND DATA

STATE AND LOCAL GOVERNMENT:

Form of State Government	Executive, Legislative, Judicial
Number of Counties	88
Number of Incorporated Cities and Villages	943
Number of State Agencies, Boards, Commissions, and Elected Offices	104*
Number of State Employees	60,907
Number of State Representatives	99
Number of State Senators	33

PARKS AND RECREATION:

Number of State Parks	72
Area of State Parks, Natural and Wildlife Lands	239,922.59 acres
Area of State Forest Lands	179,306.51 acres

EDUCATION:

Number of State-Assisted Higher Education Institutions	40
1992-93 Student Enrollment at State-Assisted Higher Education Institutions	442,503
Number of Public School Districts	612
Number of Joint Vocational School Districts	49

MISCELLANEOUS:

State Capital	Columbus
Date of Statehood	March 1, 1803
State Motto	With God, All Things are Possible
Total Land Acreage	26.4 million acres
Total Farm Acreage	15.0 million acres
Ohio's Three Largest Metropolitan Areas	Cleveland, Cincinnati, Columbus
Largest Source of Federal Financial Support	U.S. Department of Health and Human Services

*Limited to those entities that have financial activity recorded on the State of Ohio's Central Accounting System.

Sources: Ohio Department of Natural Resources
Ohio Board of Regents

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