

COUNTY OF LYCOMING, PENNSYLVANIA



COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE YEAR ENDED
DECEMBER 31, 2010

*Prepared by the Offices of County Controller and Fiscal Services
Krista B. Rogers, Controller
Beth A. Johnston, Acting Director of Fiscal Services*

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INTRODUCTORY SECTION

**COUNTY OF LYCOMING, PENNSYLVANIA
EXECUTIVE PLAZA BUILDING
48 WEST THIRD STREET
WILLIAMSPORT, PA. 17701-6536**

Controller's Office
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Department of Fiscal Services
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July 29, 2011

To the Citizens of the County of Lycoming, Pennsylvania:

We are pleased to present the 2010 Comprehensive Annual Financial Report (CAFR) for the County of Lycoming, Pennsylvania. The Comprehensive Annual Financial Report was prepared as a joint effort of the Controller's Office, and the Department of Fiscal Services in conjunction with the independent certified public accounting firm of Thomas B. Keller, whose opinion accompanies the basic financial statements contained in the Financial Section of this report.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rest with the County. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and the results of operations on the various funds of the County in conformity with generally accepted accounting principles (GAAP).

The comprehensive annual financial report is presented in three sections: introductory, financial and statistical. The introductory section includes the transmittal letter, a list of the County's principal officials, the County's organizational chart and the Certificate of Achievement for Excellence in Financial Reporting for the year ended December 31, 2009. The financial section includes the management discussion and analysis, the basic financial statements (county-wide and fund financial statements), required notes to the financial statements and the independent auditor's report.

The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

It is recommended that readers of the financial report in addition to reviewing the basic financial statements also review the County's Management Discussion and Analysis which is intended to provide a narrative overview and analysis of the financial activities of the County for the year ended December 31, 2010.

This report includes all funds and activities of the County and reflects all services provided to the taxpayers of Lycoming County ranging from but not limited to general administration, judicial, public safety, public works, human services and cultural and recreational activities. This report also contains limited information on the various component units of the County.

County of Lycoming, Pennsylvania

Founded in 1795, the County of Lycoming operates under the County Code of Pennsylvania, a compilation of pertinent constitutional and statutory laws passed by the General Assembly of Pennsylvania. It is a fifth class county under the classification set forth in that code. The County estimated 2010 population of 116,111 reflects a slight decrease from the 2000 census count of 120,044. Geographically, Lycoming County is the largest county in the state covering 1,244 square miles.

The County of Lycoming operates under the elected Board of Commissioners form of government. Three commissioners are elected to serve a four-year term with no term limitations. The commissioners serve as managers and administrators of county government awarding contracts, setting salaries, preparing an annual budget and appointing individuals to various boards, commissions and authorities. They also appoint a county administrator (Chief Clerk) to assist them with administrative duties. Also assisting them in carrying out the various functions of county government are a number of elected officials (row offices) and numerous appointed deputies and directors.

Economic Condition and Outlook

Lycoming County was formed from Northumberland County April 13, 1795. At the time it was formed the County was much larger than it is today. It took up most of the land that is now north central Pennsylvania. The following counties have been formed from land that was once part of Lycoming County: Armstrong, Bradford, Centre, Clearfield, Clinton, Indiana, Jefferson, McKean, Potter, Sullivan, Tioga, Venango, Warren, Forest, Elk and Cameron. Lycoming County was originally named Jefferson County in honor of Thomas Jefferson. This name proved to be unsatisfactory. The name change went through several steps. First a change to Lycoming County was rejected, next the name Susquehanna County was struck down as was Muncy County, before the legislature revisited and settled on Lycoming County for Lycoming Creek, the stream that was the center of the pre-revolutionary border dispute.

As of 2010, Lycoming County's population is 116,111 people. Since 2000, it has had a small population decrease of 3.3%. The median age of a county resident is 40.3 years according to the U.S. Census Bureau.

The unemployment trends in Lycoming County have closely followed the trends in Pennsylvania and the nation as a whole. The lowest percentage in 2010 was 7.1% and the year ended at 9.8%.

The median sale price of a single family home in Lycoming County is \$109,900. The median age of Lycoming County real estate is 62 years. Renters make up 26.85% of the population. 10.38% of houses and apartments in Lycoming County are unoccupied.

The income per capita is \$34,016, which includes all adults and children. The median household income is \$41,856.

Compared to the rest of the country, Lycoming County's cost of living is 24.04% lower than the U.S. average.

Lycoming County public schools spend \$10,293 per student. The average school expenditure in the U.S. is \$10,259. There are, on average, about 14 students per teacher in Lycoming County.

With our rich history and culture of Lycoming County's lumber heritage, we have evolved into a vibrant city with three unique colleges. Lycoming College dates back to 1812 and is one of the oldest colleges in the state. Pennsylvania College of Technology enjoys an excellent reputation as one of the finest technical schools in the state and is an affiliate of the Pennsylvania State University. Newport Business Institute prepares students with industry specific specialized training to help them meet the career demands of the 21st century.

Top Employers:

- Susquehanna Health Systems
- Pennsylvania State Government
- Pennsylvania College of Technology
- Williamsport Area School District
- Bro-Dart Company
- Shop-Vac Corporation

The Lycoming County area, located in the heart of Pennsylvania's forest playground, offers a wide range of year-round recreational opportunities. As part of the Pennsylvania Wilds, Lycoming County has every resource available for hikers, bikers or any type of outdoor enthusiast.

- More than 300,000 acres of public interest
- Pennsylvania's Fish Commission stocks three major county streams (totaling 158 miles) with trout and smallmouth bass
- Over 2,000,000 acres in north central Pennsylvania are open to hunters of deer, bear, and small game
- Cross-country skiing is available throughout the region
 - Downhill skiing at Ski Sawmill is 45 minutes away
 - Crystal Lake Ski Center and Lodge is 45 minutes away
 - Pocono Resort area is within 1 to 1 ½ hours
- Golf
 - White Deer Golf Course (Public Course) 36-hole course plus an 18-hole course
 - Williamsport Country Club
- West Branch of the Susquehanna River
 - 14-mile stretch of navigable water for motor boating and water skiing
 - Home to an old-fashioned paddle wheeler the Hiawatha
- USA Today has ranked the Pine Creek Rail Trail as one of the best hiking trails in the world
- Little League
 - Williamsport is the birthplace of Little League Baseball
 - 7 leagues with approximately 84 teams
 - Hosts International headquarters for 7,000 leagues throughout the United States and in 41 countries
 - Peter J. McGovern Little League Museum
 - Howard J. Lamade Memorial Field
 - Hosts the Little League World series during the third week of August

Long Term Financial Capital Financing

The County has developed a five-year capital improvement plan which is reviewed and updated annually. This allows the County the ability to develop a long range financial plan to finance major capital improvements.

Major Initiatives

The County continues to undertake major initiatives to provide a wide range of services to the citizens of Lycoming County.

For the Year

INFORMATION SERVICES

#1: Prison Jail Management System

The County continued work on the implementation of DSI's JailTracker System at the County Prison and Pre-Release Center. This software will replace the legacy system currently running on the County's AS/400 server and will position the County to be able to interface with other justice related systems. DSI's software is used in over 50 other counties in PA.

#2: Register & Recorder's Office Copier Control

EquiTrac software was implemented to control the use of copiers in the Register and Recorder's office. This will replace the current customer honor system and manual method for creating invoices for copies with an automated means to keep track of the number of copies made and generate corresponding invoices.

PLANNING & COMMUNITY DEVELOPMENT

#1: Susquehanna Riverwalk

The Grand Opening Celebration was held in May 2010.

#2: Public Work Projects

A: The Timberend Access Road was completed.

B: Completed the backbone for the Muncy Borough Interconnection, which is a significant component of Phase II of the Muncy – Montoursville Regional Water System.

C: The West Branch Regional Authority consisting of seven sanitary authorities and municipal partners was formally and legally incorporated.

D: A TIGER II Grant of \$10 million was awarded for 6 County rail and highway projects, which include the Airport Access Road and the Loyalsock Creek Railroad Bridge.

E: Acquired \$982,000 from PA Department of Transportation for Phase II of the Pathway to Health project.

F: Submitted 9 requests for grant funding for water and sewer projects throughout the County.

#3: Environmental

A: Chesapeake Bay Tributary Strategy – Development of County-wide plan in process and ongoing.

B: Marcellus Shale Gas Exploration – Development of County-wide strategy in process and created a zoning amendment to address natural gas activity.

PUBLIC SAFETY

#1: Gas Well Exploration Committee

The County continued to play an active role on the Gas Exploration Committee and in emergency responder training. The Department of Public Safety provided multiple training programs for emergency response personnel concerning the Marcellus Shale exploration and drilling activities, and played a role in the development of a statewide emergency responder awareness training program.

#2: Emergency Operation Center/911 Center Expansion

Planning continued for expansion of the center including reviewing new technology and design options.

#3: Exercises

The Department of Public Safety actively participated in several all hazards training exercises.

RESOURCE MANAGEMENT SERVICES

#1: Landfill Expansion Permit

The landfill expansion permit was issued in 2010 for Field 11. Construction bid documents were prepared and went to bid. The Air Quality permit for the landfill expansion received a Plan Approval status allowing for the installation and testing of the landfill gas flare system.

#2: Cogeneration Plant Expansion

The County issued a request for proposals for the expansion and received the bids on December 28, 2010.

#3: Regional Solid Waste Plan Development

The county joined forces with Columbia, Montour, Snyder, and Union counties to plan for the next 10 years of waste disposal and recycling. The plan includes meeting with stakeholder groups from the various counties and gathering their issues and concerns

to then develop an economically feasible plan that will be acceptable to the Department of Environmental Protection.

#4: Access Road Relocation

The County completed the access road relocation contract and the construction of approximately 2,200 linear feet of access roadway including a 225 foot long retaining wall and a new 90 foot electronically controlled entrance gate.

For the Future

INFORMATION SERVICES

#1: Prison Jail Management System

Continue to implement DSI's JailTracker System at the County Prison and Pre-Release Center. This will replace the legacy system currently running on the County's AS/400 server and will position the County to be able to interface with other justice related systems. DSI is used in over 50 other counties in PA.

#2: High Speed Wireless Connection

Install a high speed wireless internet connection between the Department of Public Safety and the Courthouse main server room. This will greatly enhance the replication of the CAD system and also provide a key component for a continuity of operations plan.

#3: Implement VMWare

Implement Virtual Machine Ware which will reduce the number of physical servers resulting in reduced energy and physical space costs as well as provide another key for a continuity of operations plan.

#4: Replace Telephone PBX unit and voicemail

Replace the courthouse telephone PBX unit and the County's voicemail system, both of which are over 13 years old.

#5: Upgrade PCs

Upgrade all County PCs to Windows 7 and Office 2010.

PLANNING & COMMUNITY DEVELOPMENT

#1: Marcellus Shale Gas Exploration

Continue to update Comprehensive Plan in 2011, Amendment to Zoning Ordinance to be adopted.

#2: Susquehanna Health Expansion

Pathway to Health - seeking additional Federal funds in 2011.

#3: I-99

Initiate seven mile section of US 15 North between Trout Run and Fry's Turkey Ranch – Nearing Completion.

#4: Infrastructure

Initiate a county wide growth area focused assessment of critical infrastructure.

#5: Muncy Montoursville Regional Water System

Invest over \$2.8 million in Phases I, II, III, and IV of the system.

#6: Emergency Service Support

Prepare grant application to successfully gain \$400,000 for communication tower replacement.

PUBLIC SAFETY

#1: Gas Well Exploration Committee

Continue playing an active role on the Gas Exploration Committee and in emergency responder training.

#2: Emergency Operation Center/911 Center Expansion

Continue the planning process for expansion of the EOC/911 Center.

#3: New Tower Site Construction

Complete the construction of two new 911 emergency communications tower sites in Lycoming County at the Armstrong and Long Ridge sites. Additionally, complete the Waterville Tower site upgrade project.

#4: Fire Frequency VHF Narrow Band Transition

The Department of Public Safety has obtained licenses from the FCC to complete the required transition to the narrow band width frequencies by December 31, 2011 for the County's fire and Emergency Management Agency assigned frequencies.

RESOURCE MANAGEMENT SERVICES

#1: Landfill Expansion

Field 11 expansion construction should be completed in 2011. The leachate storage tank and landfill gas skid and flares should begin and possibly finish construction in 2011 as well. Also, the protective cover material for the landfill construction has been bid and awarded and 68,000 tons of stone are staged for delivery in 2011.

#2: Leachate Force Main

The County has submitted the Act 537 Sewage Facilities Plan Update for Montgomery Borough, Clinton Township, Muncy Borough, and Muncy Creek Township to the Department of Environmental Protection for approval. Upon approval, the 17,000 feet Leachate Force Main application for permit will be submitted to Water Quality and approval is expected in 2011. Bid documents will be prepared and construction will most likely take place in 2012.

Office of the Controller

Under provisions of the Fifth Class County Code, the Controller is an elected official and is independent of the executive or legislative branches of County government. The Controller's office serves in the capacity of the internal auditor for the County. During the year, the staff conducts financial and compliance audits on various departments and offices.

Internal Control

Management of the County of Lycoming is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of the financial statements in conformity with generally accepted accounting principles. The internal control structure is 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 the costs and benefits require estimates and judgments by management.

Single Audit

As a recipient of Federal and State financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluations by management and internal and external audits performed on the County.

Budgeting Controls

The County maintains budgetary controls whose objectives are to ensure compliance with the legal provisions embodied in the annual appropriated budgets approved by the County Commissioners. Activities of all funds are included in the annual appropriated budget. As indicated in the financial section of this report, the County has complied with such budgetary controls for the year ended December 31, 2010.

Pension and other Postemployment Benefits

The County maintains a single employer contributory defined benefit pension plan with mandatory membership for all full-time County employees. Participants in the plan contribute from 6 to 8 percent of their gross pay, with an optional contribution of an additional 10 percent. Additional information on the County's pension arrangements and post employment benefits can be found under Notes 17 and 18 in the notes to the financial statements.

Cash Management

Cash temporarily idle during the year was held in an interest-bearing demand deposit or invested in certificates of deposit, repurchasing agreements and government fund accounts. The County investment policy is to minimize credit and market risk while maintaining a competitive yield. Accordingly, deposits were either insured by the federal depository insurance or assignment of assets pursuant to Act 72 of the General Assembly of the Commonwealth of Pennsylvania.

Risk Management

The County is exposed to various risks of loss related to torts, theft of, damage to or destruction of assets, error and omissions, injuries to employees and natural disasters which in the past have been covered by a combination of private carriers and County self insurance. In 1998, the County became a member of PCoRP (Pennsylvania Counties Risk Pool) which was created in the mid-1980's by the County Commissioners Association of Pennsylvania. Under this coverage, each member of PCoRP has its own maintenance deductibles; PCoRP self-insures the first \$100,000 before the specific

excess coverages are utilized. The purpose is to self-insure the usual and expected losses while implementing strong risk management controls to contain those losses.

Each year member counties make their payment to PCoRP in June. The two major components of the payment are the insurance cost relating to provisions of the coverage through PCoRP, and a Loss Fund contribution. Loss Fund monies stay with PCoRP and are invested and used to pay claims up to the self-insured retention (SIR) limit of the loss fund which is currently \$100,000. Each member share of the Loss Fund is determined based on their past year's claims history. Payments for amounts of claims above the \$100,000 layer are made by PCoRP's reinsurer. Also the entire Loss Fund for each policy is reinsured for \$1,000,000. As of the latest PCoRP audited financial statement dated May 31, 2010, the County has had no additional assessments to the Loss Fund.

The County has had no environmental claims applied against the landfill.

The County has had no major insurance claims filed as of December 31, 2010.

Independent Audit

The accounting firm of Thomas B. Keller, Certified Public Accountant, was selected to perform an annual audit of the County's basic financial statements and determine the County's compliance with requirements of the Federal Single Audit Act Amendments of 1996, and related OMB Circular A-133. The goal of the audit was to provide reasonable assurances the financial statements of the County for the year ended December 31, 2010, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; and evaluating the overall financial presentation. The auditor concluded there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the year ended December 31, 2010, are fairly presented in conformity with GAAP. The independent auditor's report is presented in the Financial Section of this report. The independent auditor's reports relating specifically to the single audit are presented in a separate report.

Controller's and Director of Fiscal Services Closing Remarks

This report is intended to provide the reader an all-inclusive picture of the financial position of the County. To continue to remain in a strong financial position during the past twelve months, County officials have undertaken a unified effort to improve management, organizational effectiveness, administrative systems, operating systems, and productivity. The county continues to follow prudent fiscal policies and management programs in order to provide vital governmental services to its citizens.

Certificate of Achievement for Excellence in Financial Reporting Award

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Lycoming County for its comprehensive annual financial report for the fiscal year ended December 31, 2009. This was the nineteenth consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

We want to express our sincere appreciation and thanks to the Department of Fiscal Services, Controllers office and the County's independent auditors, Thomas B. Keller, CPA and his staff for all of their dedicated hard work in preparing and presenting this report. Additionally, we would like to thank all county departments and organizations who have provided information to compile the report.

Krista B. Rogers
Controller



Beth A. Johnston
Acting Director Fiscal Services



Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Lycoming
Pennsylvania

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2009

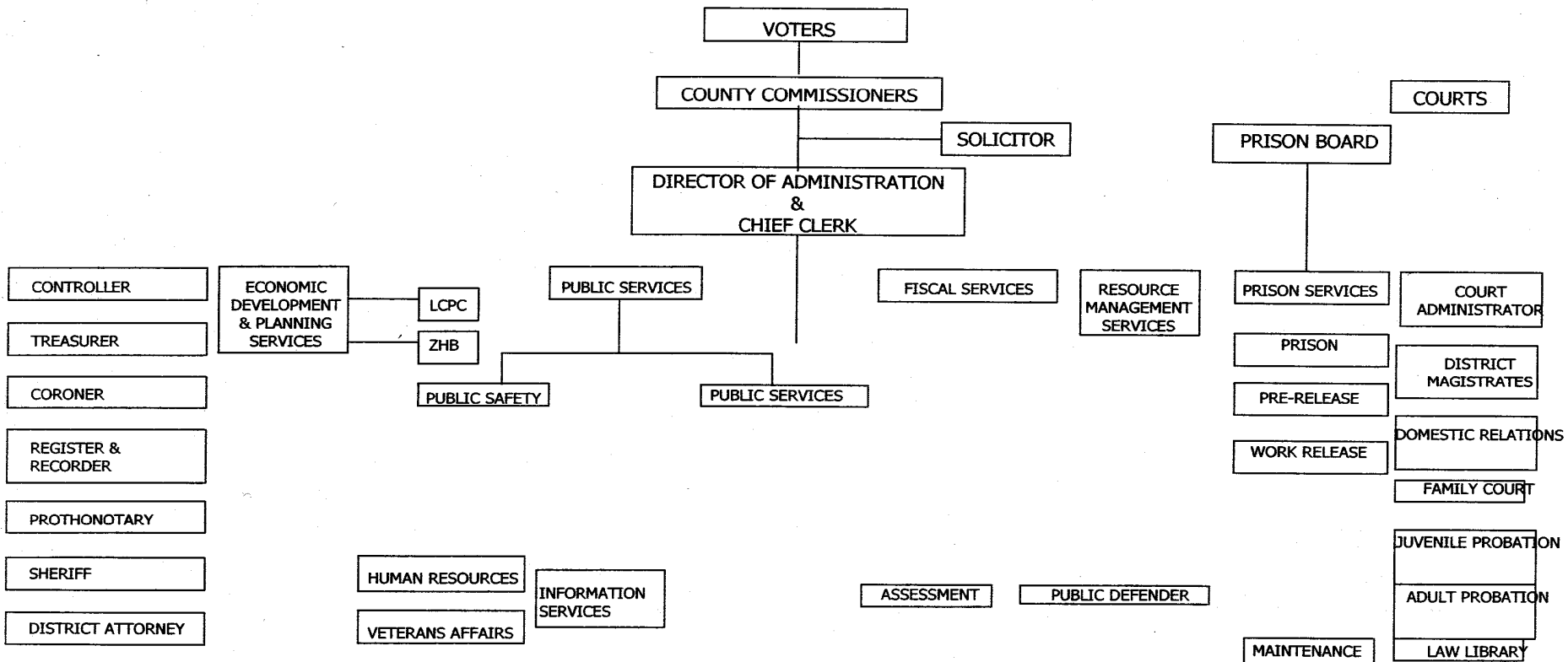
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

LYCOMING COUNTY ORGANIZATION CHART



LEGEND
Support Lines
Coordination

COUNTY OF LYCOMING, PENNSYLVANIA PRINCIPAL OFFICIALS

COMMISSIONERS

Rebecca A. Burke, Chair
Ernest P. Larson
Jeff C. Wheeland

ROW OFFICES

Eric R. Linhardt, District Attorney
Connie L. Rupert, Treasurer
Krista B. Rogers, Controller
Annabel R. Miller, Register & Recorder
William J. Burd, Prothonotary
Mark R. Lusk, Sheriff
Charles Kiessling Jr., Coroner

JUDICIARY

Court of Common Pleas
Honorable Nancy L. Butts, President Judge
Honorable Dudley N. Anderson, Judge
Honorable Richard A. Gray, Judge
Honorable Marc F. Lovecchio, Judge
Honorable Joy Reynolds McCoy Judge

JURY COMMISSIONERS

Jessie Bloom
Frank P. Lupacchino

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FINANCIAL SECTION

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Certified Public Accountant

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Montoursville, PA 17754

Member of American and
Pennsylvania Institutes of
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Board of County Commissioners
County of Lycoming, Pennsylvania

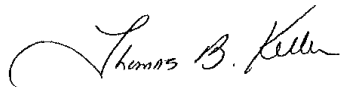
I have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units except as noted below, each major fund, and the aggregate remaining fund information of the County of Lycoming, Pennsylvania, as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. My responsibility is to express opinions on these financial statements based on my audit. I did not audit the component unit financial statements of the Lycoming County Industrial Development Authority, Lycoming County Recreation Authority, Lycoming County Water and Sewer Authority, and the Williamsport Municipal Airport Authority which in total comprise 99% of assets, 98% of liabilities, 99% of net assets, 84% of revenues and 81% of expenses of the aggregate discretely presented component unit information. Those financial statements were audited by other auditors whose reports have been furnished to me, and my opinion on the financial statements, insofar as it relates to the amounts included for these discretely presented component units, is based solely on the reports of the other auditors.

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

In my opinion, based on my audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County of Lycoming, Pennsylvania as of December 31, 2010, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 22 through 37, schedule of funding progress on page 112, and budgetary comparison information on pages 113 and 114, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Lycoming, Pennsylvania's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on them.

Handwritten signature of Thomas B. Kelle in cursive script.

July 29, 2011

County of Lycoming, Pennsylvania **Management Discussion and Analysis**

The Management Discussion and Analysis (MD&A) as presented by the County of Lycoming is intended to provide a narrative overview and analysis of the financial activities of the County for the year ended December 31, 2010. It is recommended that readers consider the information presented here in conjunction with the accompanying basic financial reports, notes to financial statements and the letter of transmittal to obtain a thorough understanding of the County's financial position at December 31, 2010. Unless otherwise noted, component units are not included in this discussion.

Financial Highlights

The overall assets of the County of Lycoming exceeded its liabilities at the close of the most recent fiscal year by \$116.0 million (*net assets*). Of this amount, \$49.7 million (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.

Assets of the governmental activities for the current year exceeded its liabilities by \$51.9 million while providing \$38.2 million in unrestricted net assets. The total net assets decreased by \$1.1 million from the previous year.

Assets of the business type activities for the current year also exceeded its liabilities by \$64.1 million while providing \$11.5 million in unrestricted net assets. The total net assets decreased by \$943 thousand from the previous year.

At the close of the current fiscal year the County of Lycoming governmental funds reported a combined ending fund balance of \$53.5 million, an increase of \$10.9 million from the previous year balance of \$42.6 million with unreserved fund balances of \$44.5 million. The general fund ended the year with a fund balance of \$49.2 million, an increase of \$11.3 million from the previous year balance of \$37.9 million with an unreserved fund balance of \$40.6 million.

Overview of the financial statements

This discussion and analysis is intended to serve as an introduction to the County of Lycoming's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

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

The *statement of net assets* presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in the net assets may serve as an indicator of whether the financial position of the County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their cost through user fees and charges (business-type activities). The governmental activities of the County include general government, judicial, public safety, public works, human services, culture and recreation and conservation and development. The business-type activity of the County is a solid waste disposal and resource recovery facility.

The government-wide financial statements include not only the County itself (known as the primary government), but also legally separate component units for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The government-wide financial statements can be found on pages 40-41 this report.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds

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

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

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

The County maintains 27 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues and expenditures and changes in fund balance. For 2010, major funds include the general fund, and the special revenue county pass-thru grant fund. Data from the other 25 governmental funds are combined into a single, aggregated presentation captioned "Other Governmental Funds". Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for all funds of the County. A budgetary comparison statement has been provided to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 42-47 of this report.

Proprietary funds

The County maintains one proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The County uses the enterprise fund to account for its solid waste and resource recovery operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 48-52 of this report.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs.

The basic fiduciary fund financial statements can be found on pages 53-54 of this report.

Budgetary Highlights-General Fund

The 2010 adopted general fund budget of \$50.7 million reflects an increase of \$1.4 million over the 2009 budget of \$49.3 million. The largest increase in 2010 of \$1.85 million was in the Liquid Fuels Fund for construction expenses associated with County Bridge 110.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 58-111 of this report.

Other information

In addition to the basic financial statements and the accompanying notes, this report also presents certain required supplementary information which is designed to further enhance the reader's understanding of the financial report. Required and other supplementary information can be found on pages 111-176 of this report.

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceed liabilities by \$116.0 million at the close of the most recent fiscal year.

The total net assets of the County decreased by \$2.1 million (about 1.8%), from \$118.1 million to \$116.0 million, in 2010. The decrease in net assets was a result of a decrease of \$1.1 million in net assets of governmental activities and a decrease of \$943 thousand in net assets related to business-type activities.

A large portion of the County's net assets (32.2 percent) reflects its investment in capital assets (i.e., land, buildings and equipment) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to the citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net assets (24.9 percent) represents resources that are subject to external restrictions on how they may be used.

The remaining balance of the unrestricted net assets (42.9 percent) may be used to meet the government's ongoing obligations to citizens and creditors.

The following table presents the County's changes in net assets for the fiscal years ended December 31, 2010 and 2009.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

COUNTY OF LYCOMING - Net Assets
(amounts in thousands)

| | Governmental activities | | Business-type activities | | Total | |
|---|-------------------------|-----------------|--------------------------|-----------------|------------------|------------------|
| | <u>2010</u> | <u>2009</u> | <u>2010</u> | <u>2009</u> | <u>2010</u> | <u>2009</u> |
| Current and other assets | \$62,644 | \$53,422 | \$88,046 | \$84,936 | \$150,690 | \$138,358 |
| Capital assets | 37,917 | 37,035 | 37,299 | 35,791 | 75,216 | 72,826 |
| Total Assets | <u>100,561</u> | <u>90,457</u> | <u>125,345</u> | <u>120,727</u> | <u>225,906</u> | <u>211,184</u> |
| Long term liabilities outstanding | 35,776 | 26,087 | 59,811 | 54,654 | 95,587 | 80,741 |
| Other liabilities | 12,923 | 11,359 | 1,387 | 982 | 14,310 | 12,341 |
| Total Liabilities | <u>48,699</u> | <u>37,446</u> | <u>61,198</u> | <u>55,636</u> | <u>109,897</u> | <u>93,082</u> |
| Net assets: | | | | | | |
| Invested in capital assets, net of related debt | 9,024 | 18,483 | 28,327 | 29,678 | 37,351 | 48,161 |
| Restricted | 4,627 | 4,647 | 24,309 | 16,271 | 28,936 | 20,918 |
| Unrestricted | 38,211 | 29,881 | 11,511 | 19,142 | 49,722 | 49,023 |
| Total net assets | <u>\$51,862</u> | <u>\$53,011</u> | <u>\$64,147</u> | <u>\$65,091</u> | <u>\$116,009</u> | <u>\$118,102</u> |

At the end of the current fiscal year the County is able to report positive balances in all three categories of net assets, both for the governmental as a whole, as well as for its separate governmental and business-type activities.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

The following table presents the County's changes in net assets for the fiscal years ended December 31, 2010 and 2009.

COUNTY OF LYCOMING - Change in Net Assets
(amounts in thousands)

| | Governmental activities | | Business-type activities | | Total | |
|--|-------------------------|------------------|--------------------------|------------------|-------------------|-------------------|
| | 2010 | 2009 | 2010 | 2009 | 2010 | 2009 |
| Revenues: | | | | | | |
| Program revenues | | | | | | |
| Charge for services | \$ 9,848 | \$ 8,952 | \$ 15,150 | \$ 14,039 | \$ 24,998 | \$ 22,991 |
| Operating grants and contributions | 26,280 | 32,436 | 625 | 130 | 26,905 | 32,566 |
| Capital grants and contributions | 1,335 | 659 | - | - | 1,335 | 659 |
| General revenues: | | | | | | |
| Taxes | 26,560 | 26,326 | - | - | 26,560 | 26,326 |
| Unrestricted investment income | 395 | 736 | 1,900 | 2,173 | 2,295 | 2,909 |
| Grants and contributions not restricted to specific programs | 436 | 435 | - | - | 436 | 435 |
| Total revenues | 64,854 | 69,544 | 17,675 | 16,342 | 82,529 | 85,886 |
| Expenses: | | | | | | |
| General governmental | 10,866 | 10,525 | - | - | 10,866 | 10,525 |
| Judicial | 10,311 | 9,785 | - | - | 10,311 | 9,785 |
| Public safety | 19,261 | 18,763 | - | - | 19,261 | 18,763 |
| Public works | 3,480 | 3,421 | 16,464 | 15,022 | 19,944 | 18,443 |
| Human services | 19,634 | 22,150 | - | - | 19,634 | 22,150 |
| Culture & recreation | 1,489 | 5,930 | - | - | 1,489 | 5,930 |
| Conservation & development | 1,457 | 1,253 | - | - | 1,457 | 1,253 |
| Interest on long term debt | 1,660 | 1,738 | - | - | 1,660 | 1,738 |
| Total expenses | 68,158 | 73,565 | 16,464 | 15,022 | 84,622 | 88,587 |
| Increase (decrease) in net assets before transfers | (3,304) | (4,021) | 1,211 | 1,320 | (2,093) | (2,701) |
| Transfers | 2,155 | 2,081 | (2,155) | (2,081) | - | - |
| Increase (decrease) in net assets | (1,149) | (1,940) | (944) | (761) | (2,093) | (2,701) |
| Net assets - beginning | 53,011 | 54,951 | 65,091 | 65,852 | 118,102 | 120,803 |
| Net assets - ending | \$ 51,862 | \$ 53,011 | \$ 64,147 | \$ 65,091 | \$ 116,009 | \$ 118,102 |

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

Governmental Activities Net Assets: In 2010, net assets decreased \$1.1 million compared to a \$1.9 million decrease in 2009 resulting in a year to year decrease in net assets of \$3.0 million.

The decreases (\$4.69 million) in revenues include but are not limited to the following major changes in revenues.

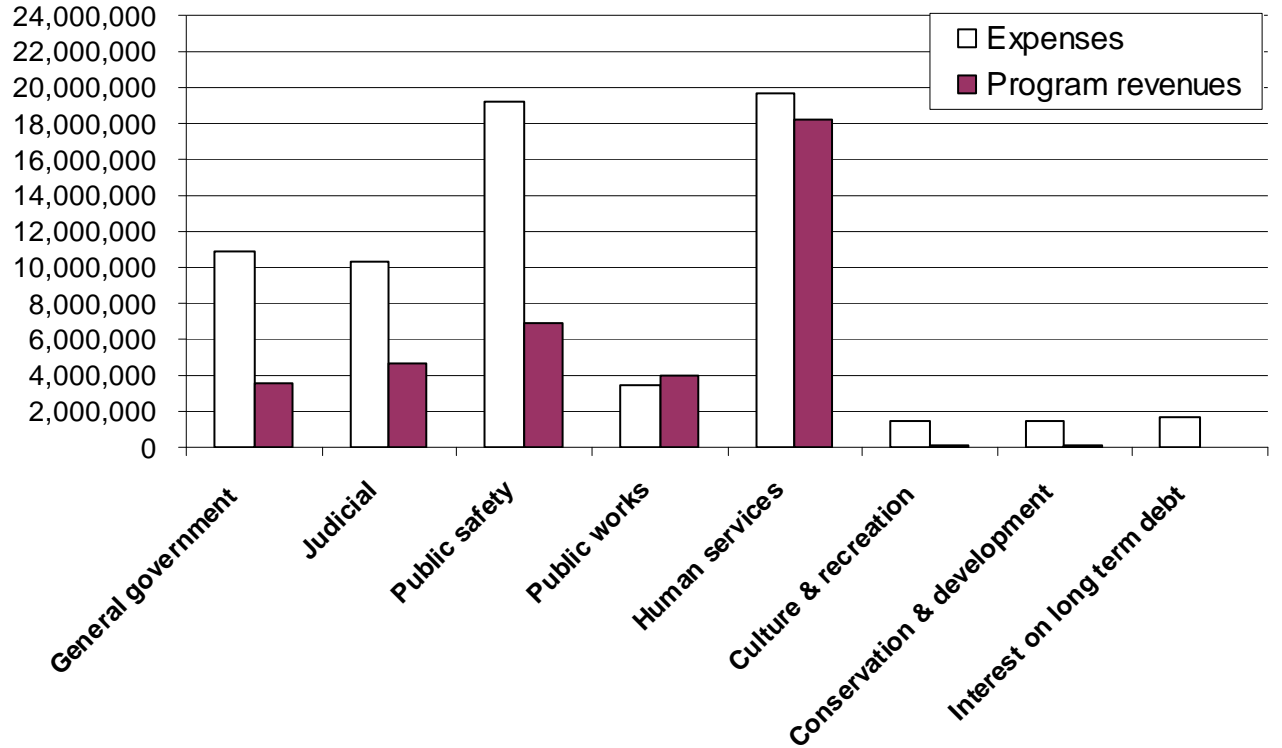
1. Operating Grants decreased \$6.2 million
 - A. Regional Key Grant decreased \$4.1 million due to the grant being transferred to an outside agency.
 - B. Susquehanna Bikeway Grant decreased \$1.7 million due to the project completion in 2010.
 - C. MATP grants increased by \$1.0 million.
 - D. RACP Grants decreased \$2.5 million due to completion in 2010.
2. Investment income decreased \$340 thousand due to lower interest rates and a decrease of funds available for investment.
3. Capital grants increased \$676 thousand.
 - A. Timber End Industrial Park revenues increased by \$400 thousand.
 - B. Bridge Replacement Grants increased by \$702 thousand.
4. Charge for services revenues increased by \$896 thousand.
 - A. Inmate fees increased by \$140 thousand.
 - B. Emergency Management Agency fees increased by \$30 thousand.
 - C. Register & Recorder copy fees increased by \$183 thousand.
 - D. Sheriff permit fees increased by \$44 thousand.
5. Tax revenues increased by \$234 thousand.

The decreases (\$5.41 million) in expenses include but are not limited to the following major changes.

1. Human Services decreased \$2.52 million.
 - A. Regional Key Grant decreased \$4.1 million as it was transferred to an outside agency.
 - B. Federal Daycare Grant decreased \$1.1 million.
 - C. State Daycare Grant increased by \$1.0 million.
 - D. MATP Grants increased by \$1.0 million.
 - E. Mental Health Behavioral Grant increased by \$287 thousand.
 - F. DDT Grant increased by \$383 thousand.
2. Culture & Recreation decreased by \$4.2 million.
 - A. Susquehanna Bikeway Grant decreased \$1.7 million due to the project completion in 2010.
 - B. RACP Grants decreased \$2.5 million due to completion in 2010.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

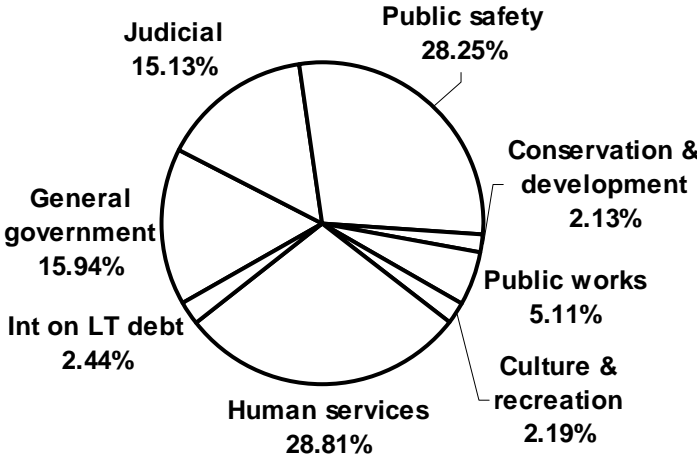
Expenses & Program Revenues - Governmental Activities



County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

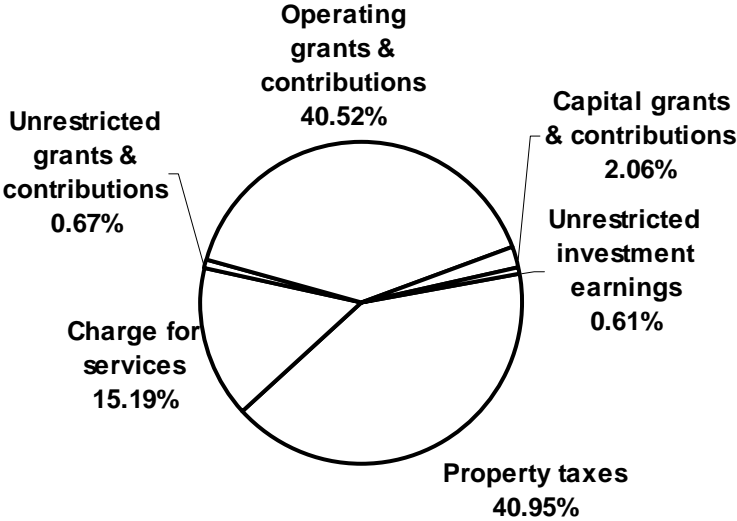
Functional Expenses
Governmental Activities

Total Expenses: \$68,158 million



Source of Revenues
Governmental Activities

Total Revenues: \$64,854 million

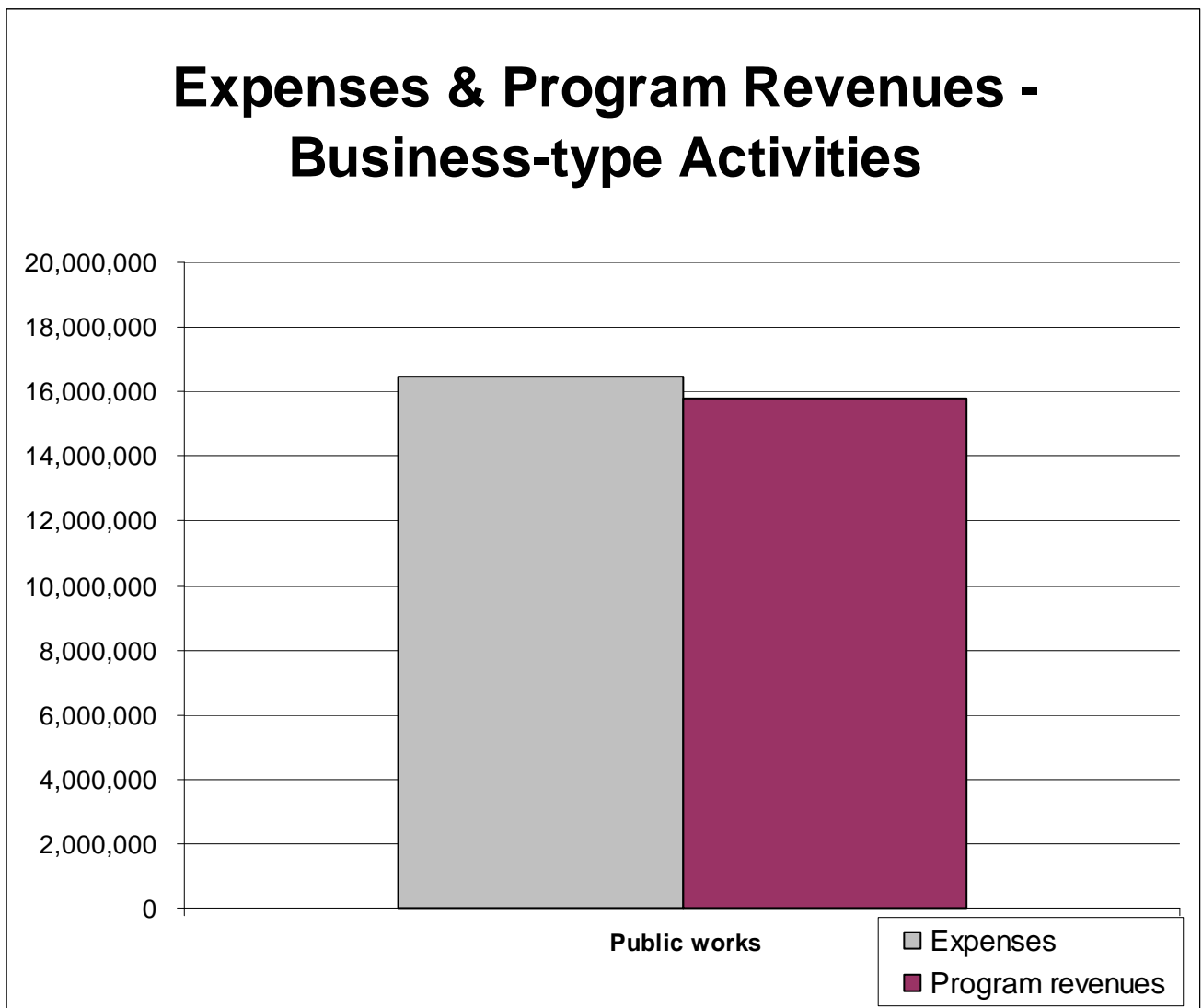


County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

Business-type activities: In 2010, net assets decreased \$943 thousand compared to a \$761 thousand decrease in 2009 resulting in a year to year decrease in net assets of \$1.7 million.

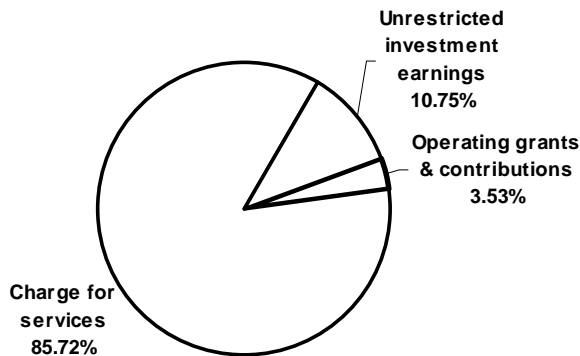
The increases (\$1.3 million) in revenue can be attributed to \$1.1 million more in charge for services as a result of increased tonnage and \$494 thousand in operating grants comprised of State Performance and Recycling grants along with a decrease of \$274 thousand in investment income as a result of lower investment earnings.

Operating expenses increased by \$1.44 million attributable to increases in general operating expenses of \$829 thousand caused by the increases in fuel prices and \$311 thousand in salary and fringe benefits.



County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

**Revenue by Sources -
Business-type Activities**
Total Revenues: \$17,675 million



Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$53.5 million, an increase of \$10.9 million over the prior year. Of the total fund balance, \$44.5 million represents the unreserved fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is reserved to indicate that it is not available to meet current obligations because it has already been committed for:

#1-Non-current loans \$8.4 million

#2-Restricted program expenditures and encumbrances \$425 thousand

#3-Other \$170,337

Governmental fund revenues for the current fiscal period decreased by \$5.2 million or 7.4 percent while expenditures decreased over the same period by \$15.9 million or 19.3 percent. The large decreases in expenditures were a result of lower Human Services, Culture & Recreation, Debt Services and Miscellaneous. For 2010, major funds included the general fund, and the special revenue County pass-thru grant fund.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

Major Funds

Governmental Fund Types – General Fund

The General fund is the chief operating fund of the County. At the end of the current fiscal year, the unreserved fund balance was \$40.6 million, an increase of \$10.8 million over the prior year. The total fund balance increased \$11.3 million from \$37.9 million to \$49.2 million in 2010. As a measure of the general fund liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 91.2 percent of the total general fund expenditures while the total fund balance represents 110.5 percent of the same amount.

General fund revenues decreased \$537 thousand from \$46.1 million to \$45.5 million or 1.1 percent under the prior year. Expenditures increased \$1.3 million from \$43.3 million to \$44.6 million or 2.9 percent.

The decreases (\$537 thousand) in revenue can be attributed to \$561 thousand less in Intergovernmental revenue. There were also modest decreases in miscellaneous income, Court cost & fines, Licenses & permits, and investment earnings. These decreases were offset by increases in Property taxes, Charge for services, and Sale of assets.

The increases (\$1.3 million) in expenses included \$1.3 million more in Capital outlay.

Governmental Fund Types – County Pass-Thru Grants

The County receives various Federal and State grants that it believes can be more effectively administered by local agencies. The County has contracted with these agencies to administer the monies in accordance with the terms of the grant. In 2010, a total of \$12.2 million was received from the various funding sources and disbursed to these agencies.

Proprietary Fund Types – Resource Management Services

The County's proprietary fund (enterprise) provides the same type of information found in the government-wide financial statements.

The unrestricted net assets of the Lycoming County Resource Management Services at year-end amounted to \$11.5 million. The change in net assets for the fund was a decrease of \$943 thousand. Other factors concerning the finances of the fund have already been discussed in the analysis of the County's business type activities.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

General Fund Budgetary Highlights

The difference of \$195,520 between the original budget of \$50.7 million and the final amended budget of \$50.9 million was a result of transfers summarized below. The Enterprise Fund transferred \$12,500 to the Information Services Department in the General Fund to cover fees for a wireless network study. \$53,020 was transferred from the Flood Mitigation Grant Fund to the General Fund to cover updating of GIS servers and mapping capabilities. Funds were transferred from the Industrial Park Fund to the General Fund toward the purchase of a new emergency generator for the courthouse. The Register & Recorder Capital Fund purchased microfilm scanners with funds transferred from the General Fund.

Final budget to actual showed favorable results in expenditures. Revenues reflected a \$0.3 million decrease over the budgeted \$45.9 million coming in at \$45.6 million. An area showing a significant decrease was Intergovernmental revenue of \$1.4 million. These decreases were offset by increases of \$0.6 million in Taxes and \$0.4 million in Charge for services.

Expenditures reflected a \$6.3 million decrease over the budgeted \$50.9 million coming in at \$44.6 million for the year. Areas showing the largest decreases were Public Safety, Human Services, General Government, and Miscellaneous expenditures coming in at \$6.1 million under budget. Judicial and Conservation and development expenditures showed a total increase of \$0.2 million over budget. Additional details are available in the Required Supplemental Information.

| | <u>General Fund</u> |
|--|---------------------|
| <u>Transfer In</u> | |
| From RMS for wireless network study | \$ 12,500 |
| Update GIS servers and mapping abilities | 53,020 |
| Courthouse generator replacement | 150,000 |
| <u>Transfer Out</u> | |
| Register & Recorder Scanners | (20,000) |
| Total Transfers | \$ 195,520 |

Capital Assets and Debt Administration

The County's investment in capital assets for its governmental and business type activities as of December 31, 2010, net of accumulated depreciation amounted to \$75.2 million. This represents an increase of \$2.4 million over the prior year total of \$72.8 million. For the current fiscal year governmental activities investment in capital assets increased 2.38 percent and business-type increased 4.21 percent. Capital assets consist primarily of land and improvements, buildings and improvements, machinery and equipment, construction under progress and infrastructure. The following is a summary of capital assets at December 31, 2010.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

COUNTY OF LYCOMING'S - Capital Assets
(net of depreciation)
(amounts in thousands)

| | Governmental activities | | Business-type activities | | Total | |
|--------------------------|-------------------------|------------------|--------------------------|------------------|------------------|------------------|
| | <u>2010</u> | <u>2009</u> | <u>2010</u> | <u>2009</u> | <u>2010</u> | <u>2009</u> |
| Land | \$3,032 | \$3,032 | \$2,450 | \$2,450 | \$5,482 | \$5,482 |
| Improvements | 1,215 | 1,144 | 12,377 | 9,436 | 13,592 | 10,580 |
| Building & improvements | 19,871 | 20,904 | 9,428 | 10,268 | 29,299 | 31,172 |
| Machinery & equipment | 6,833 | 6,046 | 12,078 | 12,534 | 18,911 | 18,580 |
| Construction in progress | - | - | - | - | - | - |
| Infrastructure | 6,966 | 5,910 | 966 | 1,103 | 7,932 | 7,013 |
| Total Assets | <u>\$ 37,917</u> | <u>\$ 37,036</u> | <u>\$ 37,299</u> | <u>\$ 35,791</u> | <u>\$ 75,216</u> | <u>\$ 72,827</u> |

For 2010 the major additions to capital assets were the construction expense associated with County Bridges in Infrastructure and the County Prison HVAC upgrade in Equipment. Improvements had a minimal increase of \$71 thousand. Proprietary Funds had decreases in all categories except Improvements with a \$2.9 million increase related to construction of Field 11.

More detailed information about the County's capital assets can be found under Note 9 of the notes to the financial statements.

Long-Term Debt

COUNTY OF LYCOMING'S - Outstanding Debt
General Obligation Bonds
(amounts in thousands)

| | Governmental activities | | Business-type activities | | Total | |
|--------------------------|-------------------------|-----------------|--------------------------|----------------|-----------------|-----------------|
| | <u>2010</u> | <u>2009</u> | <u>2010</u> | <u>2009</u> | <u>2010</u> | <u>2009</u> |
| General Obligation Bonds | <u>\$35,148</u> | <u>\$25,483</u> | <u>\$11,050</u> | <u>\$8,339</u> | <u>\$46,198</u> | <u>\$33,822</u> |

At December 31, 2010, the County had \$46.2 million of general obligation bonds outstanding. This was an increase of \$12.4 million or 36.6 percent over the previous year.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

Summary of General Obligation Debt

| | |
|----------------------------|----------------------|
| Beginning balance 12/31/09 | \$ 33,821,562 |
| Debt issued | 13,625,000 |
| Less principal payments | <u>1,248,438</u> |
| Ending balance 12/31/10 | <u>\$ 46,198,124</u> |

The County currently has an A+ Bond Rating

More detailed information about the County's long-term debt can be found under Note 13 of the notes to the financial statements.

Economic Factors and Next Year's Budget and Rates

The County's population slightly decreased from 116,840 to 116,111.

The economy in Lycoming County is expected to remain stable with minimal growth for the next year.

The unemployment trends in Lycoming County have closely followed the trends in Pennsylvania and the nation as a whole. The lowest percentage in 2010 was 7.1% and the year ended at 9.8%.

The adopted 2011 budget has overall expenditures decreasing from the 2010 budget of \$99.6 million to \$96.7 million, a decrease of \$2.9 million or 2.9 percent. The budget for the governmental fund types also decreased \$2.6 million or 3.1 percent from \$83.2 million to \$80.6 million. The 2011 budget for the business-types also decreased \$299 thousand or 1.8 percent to \$16.1 million.

A major budget decrease in the governmental fund types includes the Special Revenue Funds decrease of \$6.0 million. The decrease is due to the completion of construction projects in the Liquid Fuels Fund, and \$5.2 million less in County Pass Thru Grants as a result of losing Regional Key grant funding.

County of Lycoming, Pennsylvania
Management Discussion and Analysis (Continued)

2010 / 2011 Budget Comparisons

| | 2010 Approved <u>Budget</u> | 2011 Approved <u>Budget</u> | Variance Increase <u>(Decrease)</u> | Percentage Increase <u>(Decrease)</u> |
|--------------------------------|-----------------------------------|-----------------------------------|---|---|
| <u>Governmental Fund Types</u> | | | | |
| General Fund | \$ 50,907,386 | \$ 54,477,447 | \$ 3,570,061 | 7.01% |
| Special Revenue Funds | 23,529,073 | 17,509,115 | (6,019,958) | -25.59% |
| Debt Service Funds | 2,315,457 | 2,818,800 | 503,343 | 21.74% |
| Capital Project Funds | <u>6,411,373</u> | <u>5,793,200</u> | <u>(618,173)</u> | <u>-9.64%</u> |
| Total Governmental Funds | 83,163,289 | 80,598,562 | (2,564,727) | -3.08% |
| <u>Business Fund Types</u> | | | | |
| Enterprise Funds | <u>16,441,764</u> | <u>16,142,357</u> | <u>(299,407)</u> | <u>-1.82%</u> |
| Total County Budget | <u>\$ 99,605,053</u> | <u>\$ 96,740,919</u> | <u>\$ (2,864,134)</u> | <u>-2.88%</u> |

In 2005, the County implemented the Fair Tax Review assessment and changed its assessed ratio from 75% to 100%. This reduced the millage from 7.63 mills to 4.75 mills.

The Tax rate for 2010 remains unchanged at 4.75 mills.

Request for information

The financial report is designed to provide a general overview of the County finances for all those with an interest in the government finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to:

Lycoming County Controller's Office
 Or
 Lycoming County Office of Fiscal Services
 County of Lycoming, Pennsylvania
 48 West Third Street
 Williamsport, Pa. 17701

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BASIC FINANCIAL STATEMENTS

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF NET ASSETS
DECEMBER 31, 2010

| | Primary Government | | | Component Units |
|--|------------------------------------|-------------------------------------|-----------------------|----------------------------|
| | Governmental Activities | Business-type Activities | Total | |
| ASSETS | | | | |
| Cash and cash equivalents | \$ 31,586,879 | \$ 17,897,628 | \$ 49,484,507 | \$ 3,045,999 |
| Investments at cost | - | 16,896,437 | 16,896,437 | - |
| Investments at fair value | 9,489,288 | 23,062,764 | 32,552,052 | - |
| Receivables (net of allowances) | | | | |
| Taxes | 3,171,074 | - | 3,171,074 | - |
| Taxes fees and cost | 163,777 | - | 163,777 | - |
| Accounts receivable trade | 95,343 | 2,225,594 | 2,320,937 | 478,078 |
| Bond receivable | - | - | - | 2,598,000 |
| Interest receivable | 2,214,465 | 2,841,029 | 5,055,494 | - |
| Cost & fines | 4,271,988 | - | 4,271,988 | - |
| Internal Balances | (2,756,204) | 2,756,204 | - | - |
| Due from agency funds | 11,500 | - | 11,500 | - |
| Due from other governments | 2,821,714 | 312,120 | 3,133,834 | 2,102,671 |
| Due from component units | 460,856 | - | 460,856 | - |
| Loans | 8,986,184 | 1,019,322 | 10,005,506 | - |
| Inventory | 10,935 | - | 10,935 | 99,671 |
| Prepaid items | 902,891 | - | 902,891 | 61,917 |
| Deferred charges | | | | |
| Issuance cost | 1,213,824 | 315,079 | 1,528,903 | 1,013,335 |
| Interest cost | - | - | - | 2,100,411 |
| Restricted assets | | | | |
| Cash and cash equivalents | - | 3,000,000 | 3,000,000 | 870,857 |
| Investments at cost | - | 12,274,852 | 12,274,852 | - |
| Investments at fair value | - | 5,445,570 | 5,445,570 | - |
| Due from other governments | - | - | - | 661,221 |
| Capital assets (Net of accumulated depreciation) | | | | |
| Land | 3,031,863 | 2,450,020 | 5,481,883 | 2,090,811 |
| Improvements | 1,214,591 | 12,377,125 | 13,591,716 | 815,254 |
| Building & improvements | 19,870,907 | 9,427,771 | 29,298,678 | 9,516,379 |
| Machinery & equipment | 6,832,930 | 12,077,778 | 18,910,708 | 2,639,242 |
| Infrastructure | 6,966,527 | 966,529 | 7,933,056 | 35,442,496 |
| Construction in progress | - | - | - | 8,444,153 |
| Easements | - | - | - | 195,010 |
| Other assets | - | - | - | 180,890 |
| Total assets | 100,561,332 | 125,345,822 | 225,907,154 | 72,356,395 |
| LIABILITIES | | | | |
| Accounts payable | 3,494,123 | 810,905 | 4,305,028 | 2,297,614 |
| Payroll and related payables | 422,774 | 69,793 | 492,567 | 53,536 |
| Accrued interest payable | 621,233 | 131,089 | 752,322 | 432,165 |
| Due to agency funds | 4,309 | - | 4,309 | - |
| Due to primary government | - | - | - | 937,719 |
| Due to other governments | - | 500 | 500 | - |
| Unearned revenues | 383,737 | - | 383,737 | 1,059,255 |
| Escrow funds payable | 365,387 | - | 365,387 | 21,984 |
| Other liabilities | | | | |
| Accrued pension cost | - | - | - | - |
| Long term liabilities | | | | |
| Due within one year | 1,535,245 | 375,545 | 1,910,790 | 1,605,212 |
| Due in more than one year | 34,240,492 | 59,810,647 | 94,051,139 | 26,527,239 |
| Post employment benefits | 7,631,525 | - | 7,631,525 | - |
| Total liabilities | 48,698,825 | 61,198,479 | 109,897,304 | 32,934,724 |
| NET ASSETS | | | | |
| Investments in capital assets (net of related debt) | 9,023,986 | 28,327,055 | 37,351,041 | 35,905,817 |
| Restricted for: | | | | |
| Judicial | 1,843,027 | - | 1,843,027 | - |
| Public safety | 657,516 | - | 657,516 | - |
| Public works | 842,030 | 24,309,139 | 25,151,169 | 239,556 |
| Conservation & development | 1,247,363 | - | 1,247,363 | 389,314 |
| Capital project funds | 37,090 | - | 37,090 | - |
| Debt service & admin. exp. | - | - | - | 323,849 |
| Unrestricted | 38,211,494 | 11,511,149 | 49,722,643 | 2,563,135 |
| Total net assets | \$ 51,862,506 | \$ 64,147,343 | \$ 116,009,849 | \$ 39,421,671 |

See Notes to Financial Statement

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

| Function / Programs | Program Revenues | | | | Net (Expenses) Revenues and Changes in Net Assets | | | |
|---|----------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|-----------------------|----------------------|
| | Expenses | Charge for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Government | | | Component Units |
| | | | | | Governmental Activities | Business-type Activities | Total | |
| Primary government | | | | | | | | |
| Governmental activities | | | | | | | | |
| General government | \$ 10,865,973 | \$ 3,490,385 | \$ 74,814 | \$ - | \$ (7,300,774) | \$ - | \$ (7,300,774) | \$ - |
| Judicial | 10,310,591 | 2,721,862 | 1,886,636 | 33,679 | (5,668,414) | - | (5,668,414) | - |
| Public safety | 19,261,214 | 3,424,581 | 3,455,471 | - | (12,381,162) | - | (12,381,162) | - |
| Public works | 3,479,963 | 137,880 | 2,561,038 | 1,301,407 | 520,362 | - | 520,362 | - |
| Human services | 19,634,287 | - | 18,199,300 | - | (1,434,987) | - | (1,434,987) | - |
| Culture & recreation | 1,489,466 | - | 75,000 | - | (1,414,466) | - | (1,414,466) | - |
| Conservation & development | 1,457,247 | 73,729 | 27,855 | - | (1,355,663) | - | (1,355,663) | - |
| Interest on long-term debt | 1,659,983 | - | - | - | (1,659,983) | - | (1,659,983) | - |
| Total governmental activities | <u>68,158,724</u> | <u>9,848,437</u> | <u>26,280,114</u> | <u>1,335,086</u> | <u>(30,695,087)</u> | <u>-</u> | <u>(30,695,087)</u> | <u>-</u> |
| Business-type activities | | | | | | | | |
| Waste management | 16,463,882 | 15,150,510 | 624,804 | - | - | (688,568) | (688,568) | - |
| Total business-type activities | <u>16,463,882</u> | <u>15,150,510</u> | <u>624,804</u> | <u>-</u> | <u>-</u> | <u>(688,568)</u> | <u>(688,568)</u> | <u>-</u> |
| Total primary government | <u>\$ 84,622,606</u> | <u>\$ 24,998,947</u> | <u>\$ 26,904,918</u> | <u>\$ 1,335,086</u> | <u>(30,695,087)</u> | <u>(688,568)</u> | <u>(31,383,655)</u> | <u>-</u> |
| Component units: | | | | | | | | |
| Governmental activities | \$ 1,334,176 | \$ 496,638 | \$ 231,517 | \$ 625,000 | - | - | - | 18,979 |
| Business-type activities | 9,627,902 | 7,545,797 | 272,940 | 3,128,834 | - | - | - | 1,319,669 |
| Total component units | <u>\$ 10,962,078</u> | <u>\$ 8,042,435</u> | <u>\$ 504,457</u> | <u>\$ 3,753,834</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,338,648</u> |
| General revenues: | | | | | | | | |
| Property taxes | | | | | 26,559,939 | - | 26,559,939 | - |
| Unrestricted investment earnings | | | | | 395,286 | 1,899,940 | 2,295,226 | 15,846 |
| Grants contributions and other revenues | | | | | | | | |
| not restricted to specific programs | | | | | 436,036 | - | 436,036 | 213 |
| Transfers | | | | | 2,154,967 | (2,154,967) | - | - |
| Total general revenues and transfers | | | | | <u>29,546,228</u> | <u>(255,027)</u> | <u>29,291,201</u> | <u>16,059</u> |
| Changes in net assets | | | | | (1,148,859) | (943,595) | (2,092,454) | 1,354,707 |
| Net assets - beginning | | | | | 53,011,365 | 65,090,938 | 118,102,303 | 38,069,441 |
| Prior period adjustment | | | | | | | | (2,477) |
| Net assets - ending | | | | | <u>\$ 51,862,506</u> | <u>\$ 64,147,343</u> | <u>\$ 116,009,849</u> | <u>\$ 39,421,671</u> |

See notes to Financial Statements

**COUNTY OF LYCOMING, PENNSYLVANIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2010**

| | <u>General</u> | <u>County Pass-Thru Grants</u> | <u>Other Governmental Funds</u> | <u>Total</u> |
|--------------------------------------|----------------------|--|---|----------------------|
| ASSETS | | | | |
| Cash & cash equivalents | \$ 25,431,103 | \$ 7,660 | \$ 6,148,116 | \$ 31,586,879 |
| Investments at fair value | 9,489,288 | | - | 9,489,288 |
| Receivables | | | | |
| Taxes | 3,171,074 | - | - | 3,171,074 |
| Accounts | 4,436,954 | - | 94,154 | 4,531,108 |
| Interest | 2,214,465 | - | - | 2,214,465 |
| Due from other funds | 1,270,984 | - | 11,996 | 1,282,980 |
| Due from other governments | 1,603,630 | 22,765 | 1,195,319 | 2,821,714 |
| Due from component units | 460,856 | - | - | 460,856 |
| Loans | | | | |
| Interfund | 11,500 | - | - | 11,500 |
| Non-profit organizations | 3,937,033 | - | - | 3,937,033 |
| Component units | 5,049,151 | - | - | 5,049,151 |
| Inventory | 10,935 | - | - | 10,935 |
| Prepaid items | 159,402 | - | - | 159,402 |
| Total assets | <u>\$ 57,246,375</u> | <u>\$ 30,425</u> | <u>\$ 7,449,585</u> | <u>\$ 64,726,385</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 1,996,296 | \$ 26,602 | \$ 1,471,225 | \$ 3,494,123 |
| Payroll payable | 422,774 | - | - | 422,774 |
| Due to other funds | 2,763,723 | - | 1,279,771 | 4,043,494 |
| Deferred revenues | | | | |
| Taxes | 2,468,895 | - | - | 2,468,895 |
| Intergovernmental | - | 3,823 | 379,914 | 383,737 |
| Other | - | - | - | - |
| Escrow funds | 365,387 | - | - | 365,387 |
| Total liabilities | <u>8,017,075</u> | <u>30,425</u> | <u>3,130,910</u> | <u>11,178,410</u> |

Continued

**COUNTY OF LYCOMING, PENNSYLVANIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2010
(CONTINUED)**

| | <u>General</u> | <u>County Pass-Thru Grants</u> | <u>Other Governmental Funds</u> | <u>Total</u> |
|-------------------------------------|----------------------|--|---|----------------------|
| Fund Balances (Deficits) | | | | |
| Reserved for: | | | | |
| Non-current loans | \$ 8,432,784 | \$ - | \$ - | \$ 8,432,784 |
| Inventory | 10,935 | - | - | 10,935 |
| Prepaid items | 159,402 | - | - | 159,402 |
| Encumbrances | - | - | 424,981 | 424,981 |
| Unreserved, Designated for: | | | | |
| Special revenue funds | - | - | 3,856,604 | 3,856,604 |
| Encumbrances | 3,970,000 | - | - | 3,970,000 |
| Unreserved, Undesignated: | 36,656,179 | - | 37,090 | 36,693,269 |
| Total fund balances | <u>49,229,300</u> | <u>-</u> | <u>4,318,675</u> | <u>53,547,975</u> |
| Total liabilities and fund balances | <u>\$ 57,246,375</u> | <u>\$ 30,425</u> | <u>\$ 7,449,585</u> | <u>\$ 64,726,385</u> |

See Notes to Financial Statements

**COUNTY OF LYCOMING, PENNSYLVANIA
RECONCILIATION OF GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2010**

| | | |
|--|--|-----------------------------|
| Total Fund Balance-Governmental Funds | | \$ 53,547,975 |
| Amounts reported for governmental activities in the statement of net assets are different because: | | |
| Capital assets used in the governmental activities are not financial resources and therefore are not reported as assets in the governmental funds. | | 37,916,818 |
| Prepaid pension obligation used in the governmental activities are not financial resources and therefore are not reported as assets in the governmental funds. | | 743,489 |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds. | | <u>(40,345,776)</u> |
| Net assets of governmental activities | | <u><u>\$ 51,862,506</u></u> |

See Notes to Financial Statements

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

| | <u>General</u> | <u>County Pass-Thru Grants</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|-------------------|--|---|---|
| REVENUES | | | | |
| Property & Occupancy taxes | \$ 26,520,552 | \$ - | \$ - | \$ 26,520,552 |
| Licenses & permits | 42,330 | - | - | 42,330 |
| Intergovernmental revenues | 10,941,165 | 12,170,109 | 4,897,631 | 28,008,905 |
| Charge for services | 4,024,719 | - | 1,947,334 | 5,972,053 |
| Sale of assets | 109,483 | - | - | 109,483 |
| Investment earnings | 395,738 | - | 15,219 | 410,957 |
| Court cost & fines | 1,281,410 | - | 95,526 | 1,376,936 |
| Miscellaneous income | 2,230,387 | - | 86,867 | 2,317,254 |
| | <u>45,545,784</u> | <u>12,170,109</u> | <u>7,042,577</u> | <u>64,758,470</u> |
| Total revenues | | | | |
| EXPENDITURES | | | | |
| Current | | | | |
| General government | 7,601,189 | - | 51,855 | 7,653,044 |
| Judicial | 7,098,905 | - | 305,407 | 7,404,312 |
| Public safety | 11,760,157 | - | 2,407,678 | 14,167,835 |
| Public works | 311,685 | 20,401 | 2,798,282 | 3,130,368 |
| Human services | 7,421,708 | 12,074,708 | - | 19,496,416 |
| Culture & recreation | 1,123,104 | 75,000 | 183,408 | 1,381,512 |
| Conservation & development | 1,043,651 | - | 119,770 | 1,163,421 |
| Miscellaneous | 6,266,489 | - | - | 6,266,489 |
| Debt service | - | - | 2,475,802 | 2,475,802 |
| Capital outlay | 1,933,877 | - | 1,406,765 | 3,340,642 |
| | <u>44,560,765</u> | <u>12,170,109</u> | <u>9,748,967</u> | <u>66,479,841</u> |
| Total expenditures | | | | |
| Excess (deficiency) of revenues over expenditures | <u>985,019</u> | <u>-</u> | <u>(2,706,390)</u> | <u>(1,721,371)</u> |

Continued

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010
(CONTINUED)

| | <u>General</u> | <u>County Pass-Thru Grants</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---|-----------------------------|--|---|---|
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfer in | \$ 2,154,967 | \$ - | \$ 2,832,313 | \$ 4,987,280 |
| Transfer out | (2,340,021) | - | (492,292) | (2,832,313) |
| Bonds issued | 10,645,289 | - | - | 10,645,289 |
| Bond issuance discount | (101,130) | - | - | (101,130) |
| Payment to bond escrow agent | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total other financing sources (uses) | <u>10,359,105</u> | <u>-</u> | <u>2,340,021</u> | <u>12,699,126</u> |
| Net Change in fund balances | 11,344,124 | - | (366,369) | 10,977,755 |
| Fund balances-beginning | <u>37,885,175</u> | <u>-</u> | <u>4,685,044</u> | <u>42,570,219</u> |
| Fund balances-ending | <u><u>\$ 49,229,299</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 4,318,675</u></u> | <u><u>\$ 53,547,974</u></u> |

See Notes to Financial Statements

**COUNTY OF LYCOMING, PENNSYLVANIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010**

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

| | |
|---|----------------|
| Net change in fund balances-total governmental funds (page 44) | \$ 10,977,755 |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlay in the current period. | 824,270 |
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets. | 57,040 |
| Revenues related to real estate taxes in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | 39,386 |
| The issuance of long-term debt (e.g., bonds & leases) provide current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction, however, has any effect on net assets. | (9,688,594) |
| Also, governmental funds report the effect of issuance cost, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. | 197,554 |
| Interest expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds | (144,173) |
| The net effect of the County's funding requirements for its retirement and post employment benefit funding in the statement of activities that do not provide current financial resources and are not reported in the Governmental funds. | (3,412,098) |
| Change in net assets of governmental activities (page 39) | \$ (1,148,859) |

See Notes to Financial Statements

**COUNTY OF LYCOMING, PENNSYLVANIA
ENTERPRISE FUND
STATEMENT OF NET ASSETS
DECEMBER 31, 2010**

| | Resource Management Services |
|---------------------------------|---|
| | |
| ASSETS | |
| Current assets | |
| Cash and cash equivalents | \$ 17,897,628 |
| Investments at cost | 15,455,723 |
| Investments at fair value | 24,503,478 |
| Receivables (net of allowances) | |
| Accounts receivable - trade | 2,225,594 |
| Interest receivable | 2,841,029 |
| Due from other funds | 2,756,204 |
| Due from other governments | 312,120 |
| Total current assets | 65,991,776 |
| Noncurrent assets | |
| Deferred charges | 315,079 |
| Loans component unit | 1,019,322 |
| Restricted assets | |
| Cash and cash equivalents | 3,000,000 |
| Investments at cost | 12,274,852 |
| Investments at fair value | 5,445,570 |
| Total restricted assets | 20,720,422 |
| Capital assets | |
| Land | 2,450,020 |
| Improvements | 12,377,125 |
| Building and improvements | 9,427,771 |
| Machinery and equipment | 12,077,778 |
| Infrastructure | 966,529 |
| Total capital assets | 37,299,223 |
| Total noncurrent assets | 59,354,046 |
| Total assets | \$ 125,345,822 |
| LIABILITIES | |
| Current liabilities | |
| Accounts payable | 810,904 |
| Payroll | 69,793 |
| Due to other governments | 500 |
| Compensated absences payable | 86,515 |
| Current interest payable | 131,089 |
| Long term debt | 289,030 |
| Total current liabilities | 1,387,831 |

(Continued)

COUNTY OF LYCOMING, PENNSYLVANIA
ENTERPRISE FUND
STATEMENT OF FUND NET ASSETS
DECEMBER 31, 2010
(CONTINUED)

| | Resource Management Services |
|--|---|
| Long term liabilities | |
| Compensated absences payable | \$ 52,053 |
| Estimated reclamation cost | |
| for field and final closure | 48,997,332 |
| Long term debt | 10,761,262 |
| Total long term liabilities | 59,810,647 |
| Total liabilities | 61,198,478 |
| NET ASSETS | |
| Investment in property & equipment | |
| net of related debt | 28,327,055 |
| Restricted for: | |
| State-insurance & closure requirements | 24,309,139 |
| Unrestricted | 11,511,149 |
| Total net assets | \$ 64,147,343 |

**COUNTY OF LYCOMING, PENNSYLVANIA
ENTERPRISE FUNDS
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2010**

| | Resource Management Services |
|--|---|
| OPERATING REVENUES | |
| Charge for services | \$ 12,973,561 |
| Sales | 2,241,866 |
| Miscellaneous revenues | 48,106 |
| | <u>15,263,533</u> |
| OPERATING EXPENSES | |
| Salaries and wages | 2,925,410 |
| Material and supplies | 321,027 |
| General operating | 5,790,107 |
| Maintenance and repairs | 1,369,007 |
| Depreciation expense | 4,071,388 |
| Fringe & indirect expense | 1,585,552 |
| Total operating expenses | <u>16,062,491</u> |
| Operating income (loss) | <u>(798,958)</u> |
| NON-OPERATING REVENUES (EXPENSES) | |
| Investment earnings | 1,899,940 |
| Intergovernmental revenues | 624,804 |
| Net proceeds on sale of assets | |
| Net gain (Loss) | (113,023) |
| Issuance cost | (13,240) |
| Interest expense | (388,151) |
| Total non-operating revenues (expenses) | <u>2,010,330</u> |
| Income (loss) before transfers | 1,211,372 |
| Transfer - out | <u>(2,154,967)</u> |
| Change in net assets | (943,595) |
| Total net assets-beginning | 65,090,938 |
| Total net assets-ending | <u>\$ 64,147,343</u> |

See Notes to Financial Statements

**COUNTY OF LYCOMING, PENNSYLVANIA
ENTERPRISE FUNDS
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2010**

| | <u>Resource Management Services</u> |
|---|---|
| Cash Flows From Operating Activities | |
| Receipt from customers | \$ 14,609,608 |
| Payments to suppliers | (5,098,491) |
| Payment to employees | (4,076,505) |
| Other receipts | - |
| Net cash provided by operating activities | <u>5,434,612</u> |
| Cash Flows From Noncapital Financing Activities | |
| Due from other funds | (2,756,204) |
| Subsidies to other funds | (2,154,967) |
| Federal & State operating grants | 349,196 |
| Net cash provided (used) by noncapital financing activities | <u>(4,561,975)</u> |
| Cash Flow From Capital and Related Financing Activities | |
| Proceeds from the issuance of capital debt | 2,899,988 |
| Proceeds from sale of capital assets | 441,760 |
| Acquisition of capital assets | (6,134,286) |
| Principal paid on capital debt | (268,421) |
| Interest paid on capital debt | (352,961) |
| Net cash provided (used) by capital and related financing activities | <u>(3,413,920)</u> |
| Cash Flow From Investing Activities | |
| Interest & Dividends | 1,339,070 |
| Sales of investments | 23,415,683 |
| Purchase of investments | (25,623,246) |
| Net cash provided (used) by investing activities | <u>(868,493)</u> |
| Net increase (decrease) in cash | (3,409,776) |
| Cash and cash equivalents beginning of year | <u>24,307,404</u> |
| Cash and cash equivalents end of year | <u>\$ 20,897,628</u> |

Continued

**COUNTY OF LYCOMING, PENNSYLVANIA
ENTERPRISE FUNDS
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2010
(CONTINUED)**

| | <u>Resource Management Services</u> |
|---|---|
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities | |
| Operating income (loss) | \$ (798,958) |
| Adjustments to reconcile operating loss to net cash provided (used) in operating activities | |
| Depreciation expense | 4,071,388 |
| Changes in assets and liabilities | |
| (Increase) decrease accounts trade receivables | (653,927) |
| Increase (decrease) accounts payable | (23,335) |
| Increase (decrease) payroll | 19,253 |
| Increase (decrease) compensated absences | 18,153 |
| Increase (decrease) escrow accounts | <u>2,802,038</u> |
| Total adjustments | <u>6,233,570</u> |
| Net cash provided (used) by operating activities | <u><u>5,434,612</u></u> |
| Cash and cash equivalents-end of year | |
| Unrestricted | 17,897,628 |
| Restricted | |
| State insurance funds | <u>3,000,000</u> |
| Total cash | <u><u>\$ 20,897,628</u></u> |
| Non-cash investing, capital and financing activities: | |
| Capital asset trade-ins | - |
| Net increase (decrease) in fair value of investments | <u>(114,060)</u> |
| Total non-cash investing, capital and financing activities | <u><u>\$ (114,060)</u></u> |

COUNTY OF LYCOMING
STATEMENT OF FIDUCIARY NET ASSETS
DECEMBER 31, 2010

| | Pension Trust Fund | Agency Funds |
|------------------------------------|-------------------------------|-------------------------|
| ASSETS | | |
| Cash and cash equivalents | 2,406,815 | \$ 3,036,698 |
| Investments at fair value | | |
| U.S. Treasury/Government | 13,983,835 | - |
| Corporate bonds | 9,208,348 | - |
| Municipal bonds | 505,456 | - |
| Common Stocks | 40,901,130 | - |
| International Stocks | 7,999,171 | - |
| Mutual Funds | 175,420 | - |
| Commodities | 344,495 | - |
| Receivables (net of allowance) | - | |
| Accounts receivable | | 1,585 |
| Delinquent Taxes (non-county) | - | 4,283,108 |
| Cost & fines (non-county) | | 10,008,828 |
| Interest receivable | 159,579 | - |
| Due from other funds | - | 4,425 |
| Inventory | - | 1,660 |
| Total assets | 75,684,249 | \$ 17,336,304 |
| LIABILITIES | | |
| Accounts payable | 133,757 | \$ 2,029,646 |
| Due to other funds | - | 116 |
| Due to other governments | - | 1,270,125 |
| Escrow | - | 14,024,917 |
| Interfund loans | - | 11,500 |
| Total liabilities | 133,757 | 17,336,304 |
| NET ASSETS | | |
| Held in trust for pension benefits | 75,550,492 | \$ - |

See Notes to Financial Statements

**COUNTY OF LYCOMING
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
YEAR ENDED DECEMBER 31, 2010**

| | Pension Trust Fund |
|---|-------------------------------|
| ADDITIONS | |
| Contributions | |
| Employees | 1,885,323 |
| Employer | 588,399 |
| Miscellaneous | - |
| Total contributions | 2,473,722 |
| Investment earnings | |
| Net increase in fair value of investments | 6,925,789 |
| Interest & dividends | 1,703,804 |
| | 8,629,593 |
| Less: Investment management fees | 427,759 |
| Total investment income - net | 8,201,834 |
| Total additions | 10,675,556 |
| DEDUCTIONS | |
| Benefit payments | 3,037,370 |
| Refunds of employee contributions | 557,012 |
| Death benefits | - |
| Other | 22,615 |
| Total deductions | 3,616,997 |
| Net increase in plan assets | 7,058,559 |
| Plan net assets at beginning of year | 68,491,934 |
| Plan net assets at end of year | 75,550,492 |

See Notes to Financial Statements

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF NET ASSETS
COMPONENT UNITS
DECEMBER 31, OR JUNE 30, 2010

| | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | | | | <u>Total</u> |
|---------------------------------|---|--|---|--|---|---|----------------------|
| | <u>Soil Conservation 12/31/2010</u> | <u>Industrial Development Authority 12/31/2010</u> | <u>Planning Commission 06/30/2010</u> | <u>Recreation Authority 12/31/2010</u> | <u>Water & Sewer Authority 12/31/2010</u> | <u>Airport Authority 12/31/2010</u> | |
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 366,533 | \$ 13,907 | \$ 99,534 | \$ 14,371 | \$ 2,546,258 | \$ 5,396 | \$ 3,045,999 |
| Investments at fair value | - | - | - | - | - | - | - |
| Receivables (net of allowances) | | | | | | | |
| Accounts receivable | - | - | 246,441 | 1,878 | 135,030 | 94,729 | 478,078 |
| Bond receivables | - | 2,598,000 | - | - | - | - | 2,598,000 |
| Interest receivable | - | - | - | - | - | - | - |
| Due from other governments | 42,484 | 625,000 | - | - | 1,280,184 | 155,003 | 2,102,671 |
| Inventory | - | - | - | 99,671 | - | - | 99,671 |
| Prepaid items | - | - | - | 18,154 | - | 43,763 | 61,917 |
| Deferred Charges | | | | | | | |
| Issuance Cost | - | - | - | 143,789 | 869,546 | - | 1,013,335 |
| Interest cost | - | - | - | - | 2,100,411 | - | 2,100,411 |
| Restricted assets | | | | | | | |
| Cash and cash equivalents | - | - | - | 353,857 | 323,849 | 193,151 | 870,857 |
| Investments at fair value | - | - | - | - | - | - | - |
| Due from other governments | - | - | - | - | - | 661,221 | 661,221 |
| Capital assets: | | | | | | | |
| Land | - | - | - | - | 884,767 | 1,206,044 | 2,090,811 |
| Improvements | - | - | - | - | - | 815,254 | 815,254 |
| Building & improvements | - | - | - | - | 5,125,121 | 4,391,258 | 9,516,379 |
| Machinery & equipment | - | - | - | 631,147 | 1,422,645 | 585,450 | 2,639,242 |
| Infrastructure | - | - | - | - | 20,302,651 | 15,139,845 | 35,442,496 |
| Construction in progress | - | - | - | - | 1,828,620 | 6,615,533 | 8,444,153 |
| Easements | - | - | - | - | 195,010 | - | 195,010 |
| Other Assets | - | - | - | - | 64,804 | 116,086 | 180,890 |
| Total assets | \$ 409,017 | \$ 3,236,907 | \$ 345,975 | \$ 1,262,867 | \$ 37,078,896 | \$ 30,022,733 | \$ 72,356,395 |
| LIABILITIES | | | | | | | |
| Accounts payable | \$ 835 | \$ 625,000 | \$ 106,531 | \$ 83,481 | \$ 557,070 | \$ 924,697 | \$ 2,297,614 |
| Payroll and related payables | - | - | - | 3,056 | 13,666 | 36,814 | 53,536 |
| Accrued interest payable | - | - | - | 367,478 | 64,687 | - | 432,165 |
| Due to primary government | 52,260 | - | 218,434 | 551,538 | - | 115,487 | 937,719 |
| Unearned revenues | 238,839 | - | 30,548 | 319,984 | 124,453 | 345,431 | 1,059,255 |
| Line of Credit | - | - | - | 179,664 | - | - | 179,664 |
| Escrow funds payable | - | - | - | - | - | 21,984 | 21,984 |
| Continued | | | | | | | |

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF NET ASSETS
COMPONENT UNITS
DECEMBER 31, OR JUNE 30, 2010
(CONTINUED)

| | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | | | | <u>Total</u> |
|--|---|--|---|--|---|---|----------------------|
| | <u>Soil Conservation 12/31/2010</u> | <u>Industrial Development Authority 12/31/2010</u> | <u>Planning Commission 06/30/2010</u> | <u>Recreation Authority 12/31/2010</u> | <u>Water & Sewer Authority 12/31/2010</u> | <u>Airport Authority 12/31/2010</u> | |
| Long term liabilities | | | | | | | |
| Due within one year | \$ - | \$ 168,000 | \$ - | \$ 185,000 | \$ 1,072,548 | \$ - | \$ 1,425,548 |
| Due in more than one year | - | 2,430,000 | - | 4,966,201 | 19,111,163 | - | 26,507,364 |
| Compensated Absences | | | | | 19,875 | | 19,875 |
| Total liabilities | <u>291,934</u> | <u>3,223,000</u> | <u>355,513</u> | <u>6,656,402</u> | <u>20,963,462</u> | <u>1,444,413</u> | <u>32,934,724</u> |
| NET ASSETS | | | | | | | |
| Investments in capital assets (net of related debt) | \$ - | \$ - | \$ - | \$ (4,520,054) | \$ 11,976,573 | \$ 28,449,298 | \$ 35,905,817 |
| Restricted for: | | | | | | | |
| Public works | - | - | 59,451 | - | 180,105 | - | 239,556 |
| Conservation & Development | 35,457 | - | - | 353,857 | - | - | 389,314 |
| Debt service & admin. exp. | - | - | - | - | 323,849 | - | 323,849 |
| Unrestricted | <u>81,626</u> | <u>13,907</u> | <u>(68,989)</u> | <u>(1,227,338)</u> | <u>3,634,907</u> | <u>129,022</u> | <u>2,563,135</u> |
| Total net assets | <u>\$ 117,083</u> | <u>\$ 13,907</u> | <u>\$ (9,538)</u> | <u>\$ (5,393,535)</u> | <u>\$ 16,115,434</u> | <u>\$ 28,578,320</u> | <u>\$ 39,421,671</u> |

See Notes to Financial Statements

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF ACTIVITIES
COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, OR JUNE 30, 2010

| Function / Programs | Program Revenues | | | | Net (Expenses) Revenues and Changes in Net Assets | | | | | | |
|----------------------------------|----------------------|---------------------|------------------------------------|----------------------------------|---|----------------------------------|---------------------|----------------------|-------------------------|-------------------|------------------|
| | Expenses | Charge for Services | Operating Grants and Contributions | Capital Grants and Contributions | Soil Conservation | Industrial Development Authority | Planning Commission | Recreation Authority | Water & Sewer Authority | Airport Authority | Total |
| Governmental Activities | | | | | | | | | | | |
| Conservation & development | | | | | | | | | | | |
| Soil Conservation | \$ 276,351 | \$ 63,920 | \$ 231,517 | \$ - | \$ 19,086 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 19,086 |
| Industrial Development Authority | 1,057,825 | 432,718 | - | 625,000 | - | (107) | - | - | - | - | (107) |
| Total governmental activities | <u>1,334,176</u> | <u>496,638</u> | <u>231,517</u> | <u>625,000</u> | <u>19,086</u> | <u>(107)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>18,979</u> |
| Business-type activities | | | | | | | | | | | |
| Planning Commission | \$ 1,764,776 | \$ 1,450,851 | \$ 249,799 | \$ - | \$ - | \$ - | \$ (64,126) | \$ - | \$ - | \$ - | \$ (64,126) |
| Recreation Authority | 2,011,381 | 1,728,830 | - | - | - | - | (282,551) | - | - | - | (282,551) |
| Water & Sewer Authority | 3,684,940 | 3,188,787 | - | 1,592,192 | - | - | - | 1,096,039 | - | - | 1,096,039 |
| Airport Authority | 2,166,805 | 1,177,329 | 23,141 | 1,536,642 | - | - | - | - | - | 570,307 | 570,307 |
| Total business-type activities | <u>9,627,902</u> | <u>7,545,797</u> | <u>272,940</u> | <u>3,128,834</u> | <u>-</u> | <u>-</u> | <u>(64,126)</u> | <u>(282,551)</u> | <u>1,096,039</u> | <u>570,307</u> | <u>1,319,669</u> |
| Total Component Units | <u>\$ 10,962,078</u> | <u>\$ 8,042,435</u> | <u>\$ 504,457</u> | <u>\$ 3,753,834</u> | <u>19,086</u> | <u>(107)</u> | <u>(64,126)</u> | <u>(282,551)</u> | <u>1,096,039</u> | <u>570,307</u> | <u>1,338,648</u> |

| | | | | | | | | | | | |
|--|--|--|--|--|-------------------|------------------|-------------------|-----------------------|----------------------|----------------------|----------------------|
| General revenues: | | | | | | | | | | | |
| Unrestricted investment earnings | | | | | 711 | 33 | 515 | 83 | 14,378 | 126 | 15,846 |
| Grants, contributions and other revenues | | | | | | | | | | | |
| not restricted to specific programs | | | | | 213 | - | - | - | - | - | 213 |
| Total general revenues and transfers | | | | | <u>924</u> | <u>33</u> | <u>515</u> | <u>83</u> | <u>14,378</u> | <u>126</u> | <u>16,059</u> |
| Changes in net assets | | | | | 20,010 | (74) | (63,611) | (282,468) | 1,110,417 | 570,433 | 1,354,707 |
| Net assets - beginning | | | | | 99,550 | 13,981 | 54,073 | (5,111,067) | 15,005,017 | 28,007,887 | 38,069,441 |
| Prior period adjustment | | | | | (2,477) | - | - | - | - | - | (2,477) |
| Net assets - ending | | | | | <u>\$ 117,083</u> | <u>\$ 13,907</u> | <u>\$ (9,538)</u> | <u>\$ (5,393,535)</u> | <u>\$ 16,115,434</u> | <u>\$ 28,578,320</u> | <u>\$ 39,421,671</u> |

See Notes to Financial Statement

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

1. Summary of Significant Accounting Policies

The financial statements of the County of Lycoming, Pennsylvania (the County) have been prepared in conformity with generally accepted accounting principles as applied to governmental entities. The following notes to the combined financial statements are an integral part and are presented to assist the reader in understanding the financial statements.

A. Financial Reporting Entity

Primary Government-The County was organized in 1795 and operates under the Fifth Class County Code adopted by the Commonwealth of Pennsylvania State Legislature in 1970. The County is governed under the Commissioner form of government consisting of a three-member Board of Commissioners who performs the executive and legislative functions of the County. The County provides a wide range of services to its citizens in the areas of public safety, human services, cultural and recreation, and public works including solid waste disposal and resource recovery facilities.

Component Units – Consistent with the guidelines contained in GASB No. 34 “The Financial Reporting Entity”, the County has evaluated all related entities (Authorities, Boards, Councils and etc.) to determine the financial accountability for possible inclusion in the financial report. In determining financial accountability in a given case, the County reviews the following criteria:

The County is financially accountable for:

1. Organizations that make up the legal County Entity.
2. Legally separated organizations if the County officials appoint a voting majority of the organization’s governing body and the County is able to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the County as defined below.

Impose its Will – If the County can significantly influence the programs, projects, or activities of, or the level of service performed or provided by, the organization.

Financial Benefit or Burden – Exists if the County (1) is entitled to the organization’s resources or (2) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide support to, the organization or (3) is obligated in some manner for the debt of the organization.

3. Organizations fiscally dependent on the County. Fiscal dependency is established if the organization is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without the approval of the County.

Based on the preceding criteria, the reporting entity has been defined to include all the fund types for which the County is financially accountable or for which there is a significant relationship. Specific information on the nature of the various potential components units and a

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

description of how the aforementioned criteria has been considered in the determination of whether to include or exclude such units in the County's financial statements are provided in the following paragraphs. Separately published audit reports of the component units and joint ventures are available for inspection in the Controller's office.

Discretely Presented Component Units

Component units which are not blended as part of the primary government are discretely presented, which entails reporting component units financial data in a section / column separate from the financial data of the primary government. The component units presented in this way are the following:

Lycoming County Industrial Development Authority

#1 County officials appoint a voting majority of the organization's governing body

#2 Financial Benefit or Burden

Lycoming County Recreation Authority

#1 County officials appoint a voting majority of the organization's governing body

#2 Impose its Will-The County is obligated in some manner for the debt of the organization.

Lycoming County Airport Authority

#1 County officials appoint a voting majority of the organization's governing body

#2 Financial Benefit or Burden

Lycoming County Planning Commission

#1 County officials appoint a voting majority of the organization's governing body

#2 Financial Benefit or Burden

Lycoming County Soil Conservation

#1 County officials appoint a voting majority of the organization's governing body

#2 Financial Benefit or Burden

Lycoming County Water & Sewer Authority

#1 County officials appoint a voting majority of the organization's governing body

#2 Impose its Will-The County is obligated in some manner for the debt of the organization.

Information on the above entities is contained under Notes to the Basic Financial Statements, Component Units.

Request for financial reports or questions concerning any of the component unit's financial information should be directed to:

Lycoming County Planning Commission
48 West Third Street
Williamsport, Pa. 17701

Lycoming County Recreation Authority
352 Allenwood Camp Lane
Montgomery, Pa. 17752

**County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010**

Lycoming County Water & Sewer Authority
216 Old Cement Road
Montoursville, Pa. 17754

Lycoming County Soil Conservation
2130 County Farm Road
Montoursville, Pa. 17754

Lycoming County Industrial Development Authority
100 West Third Street
Williamsport, Pa. 17701

Williamsport Municipal Airport Authority
Williamsport Regional Airport
Montoursville, Pa. 17754

Related Organizations

The County Commissioners appoint a voting majority of the following organizations' Board of Directors, but accountability does not extend beyond appointment. The related organizations are as follows:

Lycoming County Authority
Lycoming County Housing Authority
Lycoming County Library System Board
Lycoming County Zoning Hearing Board
Agricultural Land Preservation Board

The County Commissioners are also responsible for appointing members to several other boards, but the County's accountability for these organizations does not extend beyond making appointments and the organization's financial activity associated with the County is not significant. These boards include:

Private Industrial Council
SEDA-COG
Local Emergency Planning Committee
Endless Mountains RCED Executive Council
Aging Advisory Board
Children & Youth Advisory Board

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activities has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from the business-type

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

activities, which rely to a significant extent on user fees and charges for support. Likewise, the primary government is reported separately from certain separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual government funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resource measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectable within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, are recorded only when payment is due.

Property taxes, hotel tax, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

The Government reports the following major Governmental Funds:

The General Fund, and the Special Revenue County Pass-thru Grants Fund.

The general fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The County pass-thru grant fund contains Federal and State grants that the County has contracted with various outside agencies to administer the funds in accordance with the terms of the grant.

The Government reports the following major Proprietary Funds:

The Enterprise Fund is the only major Proprietary Fund.

The Enterprise Fund accounts for the activity of the Solid Waste Disposal and Resource Recovery Facility operated by the County.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule, the effects of inter-fund activity have been eliminated from the government-wide financial statements, although inter-fund services provided and used are not eliminated in the process of consolidation. Elimination of these charges prevents the distortion of direct cost and program revenues reported for the various functions concerned. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues. Likewise, general revenues include all taxes.

The County has included indirect costs as part of the program expenses reported for each of the various functional activities.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues for the enterprise fund include the charges to customers for tipping fees and the sale of recyclable items. Operating expenses for the enterprise fund includes the cost of services, administrative expenses and depreciation on capital assets. All

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Fiduciary funds account for assets held by the County as the agent for individuals, private organizations and other government units or other funds. The following is a description of the County's fiduciary funds:

Trust and Agency Funds - Includes the Pension Trust Fund, which accounts for the activity of the Lycoming County Employees' Retirement System, and the Agency Funds, which accounts for funds held by the County on behalf of others. The Pension Trust Fund is presented on the accrual basis of accounting. The Agency Funds are custodial in nature (assets equal liabilities) and are used to account for assets held by elected row officers (the Register and Recorder, Prothonotary, Treasurer, and Sheriff) that are combined in the financial statements. Additionally the County maintains cash on behalf of Prison and Pre-Release Commissary, Delinquent and Municipal Taxes, Cost and Fines, Escheats, Domestic Relations, Lycoming County Health Care Plan, Welfare Burial, Public Relations, and Juvenile Restitution. Additional details can be found in the other supplemental information section under agency funds.

When both restricted and unrestricted resources are available for use, it is the government's policy to use the restricted assets first, then unrestricted resources as needed.

2. Assets, Liabilities and Net Assets or Equity

Cash and Cash Equivalents

For purposes of statement of cash flows, the government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short term investments with original maturities of three months or less from the date of acquisition. The County utilizes a government cash management system to maximize its earnings.

The County maintains investments in long-term certificates of deposit which are recorded at cost, and participating interest earning investment contracts which are recorded at fair value. Premiums and discounts on the Pension Trust Fund bonds and notes are not amortized and are not material except for government mortgage securities, which are amortized. Except for the Pension Trust Fund, all investments are certificates of deposit, or investments in federal or state instruments with financial institutions.

Receivables and Payables

Activity between funds that are representative of lending / borrowing arrangement outstanding at the end of the fiscal year are referred to as either "due to / from other funds" (i.e., the current portion of the inter-fund loan) or, "advances to / from other funds" (i.e., the non current portion of the inter-fund loan). All other outstanding balances between funds are reported as "due to / from other funds".

County of Lycoming, Pennsylvania
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For the Year Ended December 31, 2010

All trade, property tax and cost and fines receivables are shown net of an allowance for uncollectibles.

The Solid Waste and Resource Recovery Facilities provides for an allowance for uncollectible accounts based upon past experience computed using a percentage of sales. Cost and Fines allowance is based upon an estimated collection percentage of 20% to 90% of past due accounts determined by the number of years outstanding.

Property taxes levied each year are based on the assessed value of the property and are divided into three billing periods (current year and two interim billings). The first interim billing is in February and is for properties not billed in the prior year. The second interim billing is in August and captures any new properties not on the current year assessments billed in March.

Inventories and Prepaid Items

All inventories of the County are valued at cost using the first-in / first-out (FIFO) method. Inventories of the governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories of the governmental fund types are equally offset by a fund balance reserve, which indicates that the inventories do not constitute "available, spendable resources" even though they are a component of net current assets.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Inter-fund Transactions

In the course of the County operation there exist a variety of transactions between funds to finance operations. Accordingly, to the extent that certain inter-fund transactions have not been paid or received as of December 31, 2010, the appropriate inter-fund receivables or payables have been established.

Restricted Assets

Restricted assets represent resources set aside for liquidation of specific obligations. The largest shares of restricted assets reside in the enterprise fund and are set aside for closure and insurance requirements established by the state.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of 18 months. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value as of the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets' lives are not capitalized.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

The governmental funds utilize the straight-line method of calculating annual depreciation while the proprietary funds use a combination of straight-line (SL) and units of production (UOP) to calculate annual depreciation.

| | <u>Governmental</u> | <u>Proprietary</u> | |
|---------------------------|---------------------|---------------------|-----|
| Improvements | 15-40 Years | 15-40 Years | SL |
| Improvements to fields | | 1,035,000-8,750,800 | UOP |
| Buildings | 40 years | 40 years | SL |
| Building and improvements | 25 years | 25 years | SL |
| Equipment | 1.5 – 15 years | 1.5 – 15 years | SL |
| Infrastructure | 50-100 years | 50-100 years | SL |

Compensated Absences

County employees under the pooled leave / long term sick policy are allocated based on years of service, pooled and long term sick days each year. At the beginning of each year the employees receive their allocation of long-term sick days while earning pooled leave on a monthly basis. At the end of each year, employees are allowed to carry forward ten pooled leave days with any excess being transferred to long-term sick. Upon termination or retirement, employees with one or more years of service are reimbursed for their remaining pooled leave time. Employees terminated with five or more years of service will also be reimbursed for unused long-term sick time prorated, based on the number of years of service, up to a maximum of \$1,200. Employees who retire will also be reimbursed for unused long-term sick time but at a larger percentage than those who terminate.

| <u>Sick Days</u> | <u>Termination Ratio</u> | <u>Retirement Ratio</u> |
|------------------|--------------------------|-------------------------|
| 0-100 | 14:1 | 12:1 |
| 101-200 | 11:1 | 9:1 |
| 201-261 | 8:1 | 6:1 |

The estimates on current and long-term usage are based on prior years' experience.

Unearned / Deferred Revenues

Deferred revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Deferred revenues also arise when resources are received by the Government before it has a legal claim to them, as when grant monies are received prior to the recognition of qualifying expenditures. In the subsequent period, when all the criteria are met, the liability is removed and the revenue is recognized.

Long-Term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund types statement of net assets. Bond premiums and discounts, as well as issuance cost, are deferred and amortized over the life of the bonds.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

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

Use of Estimates

The preparation of the financial statements in conformity with general accepted accounting principals requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Fund Equity

In the fund financial statements, Unreserved, Designated fund balance represent amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Designation of fund balances represents tentative management plans that are subject to change.

In 2010, the following Special Revenue Unreserved, Designated fund balances were established to restrict the use of the funds in accordance with Federal and State regulations:

Judicial – Unreserved, Designated funds in the amount of \$1,912,498 are to support the operation and improvement of court offices. These include the Domestic Relations Fund, DA Investigative Fund, Register & Recorder Capital Improvement Fund and the Prothonotary Automation Fund.

Public Safety – Unreserved, Designated funds in the amount of \$572,929 are used to support emergency services in the County. These include the Emergency Medical Services, Haz-Mat, 911 Wireline, 911 Wireless and EMA Grant.

Public Works – Of the \$181,698 unreserved, designated funds, \$62,000 is from the Liquid Fuels Fund which is used to support the construction and maintenance of County's roads and bridges.

Culture & Recreation – Unreserved, Designated funds in the amount of \$1,189,479 are used to support the recreation needs of the County and to preserve farm lands from development. These include the Growing Greener Fund and the Farm Easement Fund.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

3. Reconciliation of Government-Wide and Fund Financial Statements

A: Explanation of Certain Differences Between the Total Fund Balance – Governmental Fund Balance Sheet and the Total Net Assets – Governmental Activities and the Government-Wide Statement of Net Assets.

The government fund balance sheet includes reconciliation between fund balance - total governmental funds and net assets – governmental activities as reported in the government-wide statements of net assets. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of this \$40,345,776 difference are as follows:

| | |
|--|-------------------------|
| Bonds payable | \$35,147,832 |
| Less: Deferred charges for issuance cost (to be amortized over life of debt) | (1,213,824) |
| Accrued interest payable | 621,233 |
| Compensated absences | 627,905 |
| Post employment benefits | 7,631,525 |
| Deferred current year taxes | <u>(2,468,895)</u> |
| Net adjustment to reduce fund balance - total governmental funds to arrive at net assets governmental activities | <u>\$40,345,776</u> |

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Change in Net Assets - Government-wide Statement of Activities.

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$824,270 difference are as follows:

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

| | | |
|---|----|-----------------------|
| 2010 capital asset purchases | \$ | 3,319,263 |
| 2010 depreciation expense | | <u>(2,494,993)</u> |
| Net adjustment to increase net change in fund balances-total governmental funds to arrive at changes in net assets of governmental activities | \$ | <u><u>824,270</u></u> |

Another element of that reconciliation states “the issuance of long-term debt (i.e. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any direct effect on net assets. Also, governmental funds report the effect of the issuance cost, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$9,688,594 difference are as follows:

| | | |
|---|----|---------------------------|
| Debt issued or incurred issuance general obligation bonds | \$ | (10,645,290) |
| Principal payments general obligation debt | | 980,017 |
| Long term compensated absences | | <u>(23,321)</u> |
| Net adjustment to decrease net changes in fund balance-total governmental funds to arrive at changes in net assets of governmental activities | \$ | <u><u>(9,688,594)</u></u> |

4. Budget and Budgetary Accounting

In accordance with the provisions of Public Law of the Commonwealth of Pennsylvania the County prepares and adopts an annual budget each year for all its governmental and proprietary funds.

The budget process begins each year around the first week of August when department managers are supplied a budget packet containing materials and information used to update current year projections and request new appropriations. During September, the Office of Fiscal Services compiles a preliminary budget for review by the Commissioners. The Commissioners interview each department to discuss their budget request and determine the appropriate funding. The Office of Fiscal Services then assembles the revised projections of revenues and expenditures and develops a final budget. The budget then goes on public display for twenty (20) days before adoption prior to December 31st.

The County maintains budgetary control on the departmental level. Management with the approval of Fiscal Services may amend their departmental budgets as long as they do not exceed the approved budget for their departments. Transfers between departments or supplemental appropriations require Commissioner’s approval. Expenditures cannot legally

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

exceed the appropriations at the budgetary control level described above. There were no additional supplemental budgetary appropriations for the overall budget for 2010. Appropriations lapse at the end of each year and must be re-appropriated.

The County utilizes encumbrance accounting for all its governmental fund types and proprietary funds. Encumbrances (e.g. purchase orders, contracts) outstanding at year-end are reported as reservation of fund balances and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

Budgets for the County are prepared on the modified accrual basis except for the Enterprise Fund, which is prepared on the accrual basis of accounting.

On occasion, unbudgeted funds may be created to meet special circumstances that have developed during the year. During 2010 no new unbudgeted funds were created.

5. Excess of Expenditures over Appropriations

For the year ended December 31, 2010, expenditures exceeded appropriations for the funds listed below. No remedial action was necessary or planned since fund resources were sufficient to provide for excess expenditures.

| | <u>Budget</u> | <u>Actual</u> |
|-------------------------------------|---------------|---------------|
| Special Revenue Funds | | |
| #1 DA Investigative Fund | \$ 97,650 | \$ 100,997 |
| #2 Register & Recorder Capital Fund | \$ 137,122 | \$ 353,240 |
| #3 Prothonotary Automation Fund | \$ 7,560 | \$ 13,504 |
| #4 Emergency Medical Services | \$ 395,150 | \$ 471,955 |
| #5 Haz-Mat | \$ 42,084 | \$ 62,877 |
| #6 911 Wireline | \$ 501,000 | \$ 540,453 |
| #7 911 Wireless | \$ 677,000 | \$ 1,138,697 |
| #8 Liquid Fuels Act 44 | \$ - | \$ 2,519 |
| #9 Farm Easements | \$ 61,900 | \$ 119,770 |
| #10 Miscellaneous Special Revenue | \$ 70,843 | \$ 76,405 |
| #11 Debt Service Funds | \$ 2,315,457 | \$ 2,475,802 |
| #12 Enterprise Fund | \$ 16,441,764 | \$ 16,463,882 |

6. Cash and Investments

GASB Statement No. 40, "Deposit and Investment Risk Disclosures," requires disclosures related to the following deposit and investment risk: Credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. The following is a description of the County's deposit and investment risk:

County of Lycoming, Pennsylvania
Notes to the Financial Statements
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A. Deposits and Investments

Pennsylvania statutes provide for investment of governmental funds into certain authorized investments including U.S. Treasury Bills, other short-term U.S. and Pennsylvania government obligations, insured or collateralized time deposits, and certificates of deposits. The deposit and investments policy of the County adheres to State statutes. Deposits of the governmental funds is either maintained in demand deposit, certificate of deposit or invested in U.S. Treasury Bills or other U.S. and Pennsylvania government obligations.

Deposit – Custodial Credit Risk – Custodial credit risk is the risk that in the event of a bank failure, the County’s deposit may not be returned. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2010 the County had total deposits of \$50,744,778 with various financial institutions. Of that balance \$335,449 was insured by the Federal Depository Insurance Corporation leaving \$50,409,329 exposed to custodial risk of which \$46,917,374 is collateralized in accordance with Act 72 of the Pennsylvania State Legislature which requires the institution to pool collateral for all governmental deposits and have the collateral held by an approved custodian in the institution’s name. The remaining balance of \$3,491,955 was held in various uninsured money market accounts, however, the funds are held in Federal money markets in the nominee’s name.

Investments

The County maintains a mix of investments in both the General and Proprietary funds to maximize earnings and comply with State statutes for State and County closure of its solid waste facility.

As of December 31, 2010 the Statement of Net Assets had the following investments:

| Cash or Investment Type | Value | Investment Maturities from December 31, 2010 | | | |
|------------------------------------|----------------------|--|----------------------|---------------------|-----------------------|
| | | Less than 1 year | 1-5 Years | 6-10 Years | More than 10 years |
| Investments at Cost | | | | | |
| Long-Term CDs | \$ 24,211,289 | \$ 5,046,988 | \$ 19,164,300 | \$ - | \$ - |
| Guaranteed investment contracts | 4,960,000 | - | - | 4,960,000 | - |
| Total investments at cost | <u>29,171,289</u> | <u>5,046,988</u> | <u>19,164,300</u> | <u>4,960,000</u> | <u>-</u> |
| Investments at fair value | | | | | |
| Participating Interest Earning | | | | | |
| Investment Contracts at fair value | 5,444,780 | 3,518,777 | 1,926,003 | - | - |
| Government and agency debt | <u>32,552,842</u> | <u>11,923,235</u> | <u>15,618,503</u> | <u>5,011,104</u> | <u>-</u> |
| Total investments at fair value | <u>37,997,622</u> | <u>15,442,012</u> | <u>17,544,506</u> | <u>5,011,104</u> | <u>-</u> |
| Total investments | <u>\$ 67,168,911</u> | <u>\$ 20,489,001</u> | <u>\$ 36,708,806</u> | <u>\$ 9,971,104</u> | <u>\$ -</u> |

The following is a description of the County’s Investment risk:

Credit risk – The risk that an issuer or other counterparty to an investment will not fulfill its obligation is called credit risk. The County has no formal investment policy that would limit its

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

investment choices based on credit ratings by nationally recognized statistical rating organizations.

#1 The County currently has \$37,512,842 in U.S. Treasury bills and related agency debt. This includes a carrying amount of \$4,960,000 of the guaranteed investment contracts.

#2 Under the terms of the Guaranteed Investment contract, eligible securities are limited to non-callable obligations of the United States of America, Department of the Treasury.

#3 The County currently has \$29,656,069 in long-term certificates of deposit with local banking institutions. Of that amount, \$4,519,286 is covered by FDIC Insurance with the balance being collateralized in accordance with Act 72 of the Pennsylvania Legislature.

Custodial risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the fund will not be able to recover the value of collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the County of Lycoming, and are held by either the counterparty or the counterparty's trust department or agent but not in the name of the County of Lycoming.

The County of Lycoming has established an Agent/Custodian relationship with C&N Trust and Financial Management Group, an authorized and registered trust department operating under the laws of the Pennsylvania Department of Banking. The Agent/Custodial agreements provides for C&N Trust and Financial Management Group to serve as master custodian bank and to provide custody of the County of Lycoming assets. C&N Trust and Financial Management Group as the master custodian bank may hold County of Lycoming property in the name of its nominee, bearer form, or in book entry form, so long as the Custodian's records clearly indicate that such property is held as part of the County of Lycoming accounts. All underlying securities held as custodian for the County of Lycoming are legal investments and are either federally insured or backed by the full faith and credit of the United States of America Government.

Concentration of Credit Risk – The County places no limit on the amount the County may invest in any one issuer.

Interest Rate Risk – The County has no formal investment policy that limits investment maturities as a means of managing its exposure to the fair value losses arising from increasing interest rates.

Agency Fund Deposits

The County maintains bank accounts for various escrowed funds. As of December 31, 2010, the bank balance was \$5,160,563 with \$537,047 being insured by the Federal Depository Insurance Corporation. The remaining balance \$4,623,516 was exposed to custodial risk , with \$4,470,672 being collateralized in accordance with Act 72 of the Pennsylvania State Legislature which requires the institutions to pool collateral for all governmental deposits and have the collateral held by an approved custodian in the institution's name leaving \$152,844 in uninsured I.O.L.T.A. accounts.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Pension Trust Fund Deposits and Investments

The Pension Trust Fund's investments are held separately from those of other County funds. Assets in the pension trust fund are stated at fair value. Any premiums or discounts are recognized as a gain or loss upon disposition. The Retirement Board has adopted investment policies that summarize the investment philosophy of the Board and set forth investment targets and performance objectives for the Pension Fund.

As of December 31, 2010 the Retirement Board had the following cash and investments in its Pension Trust Fund:

| Type | Fair Value | Investment Maturities from December 31, 2010 | | | |
|--|----------------------|--|------------------|------------------|-----------------------|
| | | Less than 1 Year | 1 to 5 Years | 6 to 10 Years | More than 10 Years |
| Government and agency debt | 9,629,365 | 0 | 3,007,992 | 3,472,009 | 3,149,364 |
| Mortgage debt | 4,354,470 | 0 | 28,761 | 518,493 | 3,807,216 |
| Corporate debt | 9,208,348 | 0 | 2,337,085 | 3,873,707 | 2,997,556 |
| Municipal debt | 505,456 | 0 | 60,131 | 139,436 | 305,889 |
| Total Debt Securities | <u>23,697,639</u> | <u>0</u> | <u>5,433,969</u> | <u>8,003,645</u> | <u>10,260,025</u> |
| Cash & cash equivalents | 2,406,815 | | | | |
| Stocks | <u>49,420,215</u> | | | | |
| Total cash and other investments | <u>51,827,030</u> | | | | |
| Total cash and investment reported on the Pension Trust Fund Statement of Net Assets | <u>\$ 75,524,669</u> | | | | |

The following is a description of the Pension Trust Fund's deposit and investment risks:

Credit risk – The risk that an issuer or other counterparty to an investment will not fulfill its obligations is called credit risk. The Retirement Board has authorized its investment managers to invest the Pension Funds into the following:

#1 Fixed income securities – This includes domestic fixed and variable rate bonds and notes issued by the U.S. Government and its Agencies, U.S. Corporations, debt obligations of publicly traded REITS, Yankee bonds and notes (bonds or notes issued by non-U.S. based corporations and governments but traded in the U.S.), securitized mortgages (e.g. GNMA's FNMA's, FHLMC's, Commercial Mortgage Back Securities), collateralized mortgage obligations, asset backed securities, taxable municipal bonds and preferred stock. Private placement issues are prohibited.

#2 Equity securities – Domestic securities include common stock, real estate securities, and securities convertible into common stock of U.S. based companies. International securities include sponsored and unsponsored American Deposit Receipts (ADR's) or American Depositary Shares (ADS's) or other depository securities of non-U.S. based companies traded in the U.S. and closed-end country funds. All convertible securities purchased must be U.S. dollar denominated securities and should be rated "B" (or its equivalent) at the time of purchase by a nationally recognized statistical rating agency.

County of Lycoming, Pennsylvania
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The investment guidelines require that fixed income securities (except for those listed below) should be rated “BBB-“(or its equivalent) or higher at the time of purchase by a nationally recognized statistical rating agency. The minimum market value-weighted average quality rating of the portfolio is “A”. Asset-backed securities, mortgage-backed securities, and CMOs should be rated “AA” (or its equivalent) at the time of purchase by a nationally recognized statistical rating agency. The Pension Trust Fund’s December 31, 2010 investments in corporate bonds have received the following ratings from Standard and Poor’s:

Credit Quality Distribution for Securities with Credit Exposure as a Percentage of the Total Corporate Bonds

| <u>Investment Type</u> | <u>Standards & Poor's Rating</u> | <u>Percentage of Total Pension Trust Fund Corporate Bonds</u> |
|------------------------|--------------------------------------|---|
| Corporate Bonds | AAA | 45.61% |
| Corporate Bonds | AA+ | 2.00% |
| Corporate Bonds | AA | 1.16% |
| Corporate Bonds | AA- | 1.23% |
| Corporate Bonds | A+ | 2.09% |
| Corporate Bonds | A | 6.72% |
| Corporate Bonds | A- | 3.57% |
| Corporate Bonds | BBB+ | 2.49% |
| Corporate Bonds | BBB | 3.20% |
| Corporate Bonds | BBB- | 1.23% |
| Corporate Bonds | Unrated (by S&P) | 30.69% |
| | | <u>100.00%</u> |

Custodial Credit Risk – Cash and Cash equivalents – For deposits, custodial risk is the risk that in the event of bank failure, the fund’s deposits may not be returned. Cash reserves should be held in the custodian’s money market fund, short-term maturity Treasury securities, or insured instruments of commercial banks and savings and loans.

As of December 31, 2010, the book value of the Pension Trust Fund’s cash and deposits was \$2,406,815 and the Merrill Lynch balance was \$2,577,173. Of the Merrill Lynch balance \$100,000 was covered by SPIC, \$1,900,000 was covered by a Certificate of Protection through First City underwritten by Lloyds of London up to a maximum of \$1,900,000.

Custodial Credit Risk – Investments – For investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside entity except for \$400,000 that would be insured by SPIC. The pension trust fund does not have a formal investment policy to mitigate custodial credit risk. However, to reduce investment risk, the Board’s investment guidelines do set targets and range assets allocations for all investments. The total plan target and range allocation are as follows:

County of Lycoming, Pennsylvania
Notes to the Financial Statements
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| | <u>Target Avg.</u> | <u>Range</u> |
|---|--------------------|--------------|
| Domestic Large / Medium Capitalization Stocks | 48% | 36% - 60% |
| International Stocks | 12% | 9% - 15% |
| Total Equity | 60% | 45% - 75% |
| Domestic Fixed Incomes | 40% | 25% - 55% |
| Cash and Cash Equivalents | 0% | 0% - 15% |
| | 100% | |

Concentration of Risk – The Retirement Board’s investment guidelines do not set total fund diversification guidelines. However, they do attempt to minimize the impact of substantial loss in any specific industry or issue by establishing specific limits for the portfolios of each of the investment managers.

Equity investment managers:

1. To provide for diversification in the portfolio, investments in any one individual equity security should not exceed approximately 8% of the market value of the equity portion of the investment manager’s portfolio.
2. The equity portion of each portfolio should be broadly diversified by market capitalization; however, the market capitalization of any individual equity security should be greater than \$1 billion at the time of purchase.
3. The maximum allocation to any single economic sector in the equity portion of the portfolio should not exceed the greatest of 15% of the market value of the investment manager’s portfolio or twice the economic sector’s weighting in the S&P 500 Stock Index or the investment manager’s primary equity policy index.
4. From time-to-time, the investment manager may invest in U.S. dollar denominated equities of non U.S. companies that otherwise conform to the provisions of this investment policy. In as much as the Plan has retained a separate global equity investment manager, investments in these foreign securities is expected to be limited.
5. Holdings of any single issue in this portfolio should not exceed more than 5% of the total outstanding market capitalization on the common stock of any company.

Fixed income managers:

1. Fixed income securities (except for those listed below) should be rated “BBB-“(or its equivalent) or higher at the time of purchase by a nationally recognized statistical rating agency. The minimum market value-weighted average quality rating of the portfolio is “A”. Asset-backed securities, mortgage-backed securities, and CMOs should be rated “AA” (or its equivalent) at the time of purchase by a nationally recognized statistical rating agency.

County of Lycoming, Pennsylvania
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2. Fixed income securities of a single issuer, issue, or asset pool, with the exception of U.S. Government and Agency securities, are limited to no more than 10% of the market value of the investment manager's portfolio.
3. No more than 30% of the market value of an investment manager's portfolio may be invested in a single sector of the corporate fixed income market, (e.g. Industrials, Financials, and Utilities).
4. The maximum effective maturity of any single fixed income security is 30 years. There is no constraint on the dollar weighted average effective duration of the portfolio.
5. Mortgage backed securities may be purchased on a "when issued" or "TBA" basis (a forward contract transaction for mortgage backed issues that are to be issued in the near term). A short-term investment can back a "when issued" commitment as long as its effective duration does not exceed 180 days. These short-term investments should be considered within the fixed income allocation of the portfolio.
6. Collateralized mortgage obligations are limited to securities that are currently paying interest, receiving principal pay downs and do not contain leverage. Collateralized mortgage backed securities are limited to 10% of the market value of the fixed income portion of the investment manager's portfolio.
7. No more than 20% of the market value of the fixed income portfolio may be invested in zero coupon bonds.
8. Purchases of mortgage securities whose payment represent the coupon payments on the outstanding principal balance of the underlying mortgage-backed security and pay no principal (e.g. interest only securities) are prohibited. Similarly, the purchase of mortgage securities whose payment represents the principal payments on the outstanding principal balance of the underlying mortgage-backed security and pays no interest (e.g. principal only securities) is also prohibited.
9. A purchase of mortgage securities whose payment of interest is determined by an index opposite to the changes in a market index (e.g. inverse floaters) is prohibited.

Interest Rate Risk – The Retirement Board's investment guidelines do not set total fund guidelines that limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Primary benchmark: The performance of the portfolios will be measured verses a passive index as described in the table below. The portfolio is expected to exceed the average return of their respective benchmarks on a risk-adjusted basis over three-to five-year rolling time periods. The volatility of the portfolios, as measured by standard deviation of the quarterly returns, is expected to be similar to the policy index outlined above.

County of Lycoming, Pennsylvania
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For the Year Ended December 31, 2010

Secondary performance target: The real return objective of the portfolio is to earn in excess of inflation + 4.65% (the proxy for inflation shall be the U.S. All-Urban Consumers Price Index or "CPI"). The portfolio is expected to exceed the passive index return and the real return target each measured on a compound annual return basis, after the deduction of investment management fees, and annualized over a three to five year rolling time period, or a full market cycle, whichever comes first.

| <u>Primary Policy Index Standards</u> | | <u>Secondary Performance Target</u> |
|---------------------------------------|---|-------------------------------------|
| <u>Investment Manager</u> | <u>Policy Index</u> | Returns in excess of inflation |
| McDonnell Investment Management, LLC | 100% ML Domestic Master Bond Index | 2.50% |
| C.S. McKee, L.P. | 55% Russell 100 Value Index/45% ML Domestic Master Bond Index | 4.65% |
| Rigel Capital, LLC | 100% Russell 1000 Growth Stock Index | 6% |

C. Restricted deposits and investments

RMS insurance funds

In accordance with DEP regulations requiring all landfills to maintain both liability and environmental insurance, the County has agreed to set aside in separate banks accounts \$1,000,000 for liability and \$2,000,000 for environmental insurance. Interest earned on these funds is used to support landfill operations.

At December 31, 2010, the balances in the related investments were as follows:

| | <u>Liability Insurance</u> | <u>Environmental Insurance</u> |
|----------|----------------------------|--------------------------------|
| Mandated | \$1,000,000 | \$2,000,000 |
| Interest | <u>280,040</u> | <u>624,662</u> |
| | <u>\$1,280,040</u> | <u>\$2,624,662</u> |

Collateral bonds held by the State of Pennsylvania

The Department of Environmental Protection regulation Title 25, Section 2711 requires all landfills to post a bond with the Treasurer of the Commonwealth of Pennsylvania. The purpose of the bond is to insure that there will be money available to close the landfill if the operator does not fulfill closure requirements. In 2010, the County submitted an updated closure calculation that was completed and submitted on June 30, 2010. The updated calculation increased the closure requirements for the landfill from \$15,663,602 to \$20,127,817 or an increase of \$4,464,215 while the transfer station remained at \$8,459. Under the current state regulations the transfer station must be funded at the minimum bonding requirement of

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

\$10,000. The County currently has \$17,536,267 (fair value) on deposit with the state along with a letter of credit for \$3,700,000 for a total of \$21,236,267.

The Department of Environmental Protection also required the County to post a bond with the Treasurer of the Commonwealth of Pennsylvania to cover a wood grinding operation in the amount of \$162,000.

As of December 31, 2010 the total collateral bonds held by the State are as follows:

| <u>Current Funding</u> | <u>Maturity Date</u> | <u>Par Value</u> | <u>Fair Value</u> |
|-------------------------|----------------------|------------------|-------------------|
| <u>Landfill</u> | | | |
| Certificate of Deposit | 1/21/2013 | \$ 9,402,621 | \$ 9,402,621 |
| Certificate of Deposit | 8/29/2011 | \$ 2,675,790 | \$ 2,675,790 |
| Certificate of Deposit | 5/27/2015 | \$ 12,286 | \$ 12,286 |
| US Treasury Note | 11/30/2011 | \$ 2,900,000 | \$ 3,009,533 |
| US Treasury Note | 7/15/2015 | \$ 2,248,760 | \$ 2,436,037 |
| | | \$ 17,239,457 | \$ 17,536,267 |
| <u>Transfer Station</u> | | | |
| Certificate of Deposit | 9/6/2011 | \$ 10,000 | \$ 10,000 |
| <u>Wood Grinding</u> | | | |
| Certificate of Deposit | 3/12/2011 | \$ 174,155 | \$ 174,155 |
| | Total | \$ 17,423,612 | \$ 17,720,422 |

Growing Greener Trust

With the enactment of the Environmental Stewardship and Watershed Protection Act (Act 68) all funds deposited previously into the state closure trust fund now come under new regulations. The County can utilize the trust for funding of the County Conservation District, protecting farmlands, acid mine drainage cleanup, rehabilitation of state parks and forests, improving water quality and waste water treatment. During 2010, the County expended \$21,110 on projects leaving a balance as of December 31, 2010 of \$1,008,387.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

7. Receivables

Receivables as of year-end for the governmental and business-type activities, including the applicable allowance for uncollectible accounts of \$4,597,118 are as follows:

| | Governmental Activities | Business- type Activities | Total |
|-------------------|----------------------------|---------------------------------|----------------------|
| Receivables: | | | |
| Taxes | \$ 3,171,074 | \$ - | \$ 3,171,074 |
| Accounts | 4,531,108 | 2,225,594 | 6,756,702 |
| Interest | 2,214,465 | 2,841,029 | 5,055,494 |
| Component Units | 460,856 | - | 460,856 |
| Intergovernmental | 2,821,714 | 312,120 | 3,133,834 |
| Loans | 8,986,184 | 1,019,322 | 10,005,506 |
| Subtotal | <u>\$22,185,401</u> | <u>\$ 6,398,065</u> | <u>\$ 28,583,466</u> |
| Internal Balances | <u>(2,756,204)</u> | <u>2,756,204</u> | <u>-</u> |
| Total receivables | <u>\$19,429,197</u> | <u>\$ 9,154,269</u> | <u>\$ 28,583,466</u> |

Lycoming County has provided interest and non-interest bearing loans to component unit government and non-profit organizations. As of December 31, 2010 the balances of the loans are as follows:

Loans Receivable

General Fund:

Non-Profit Organizations:

| | |
|--|-----------|
| Tiadaghton Gardens | \$170,600 |
| Mary Slaughter Home | 111,751 |
| Y.M.C.A. | 89,682 |
| Lycoming County Nursing Home Association | 3,565,000 |

Component Units:

| | |
|---|--------------------|
| Recreation Authority | 130,000 |
| Lycoming County Water & Sewer Authority | 4,919,151 |
| | <u>\$8,986,184</u> |

Enterprise Fund:

| | |
|----------------------|--------------------|
| Component Units | |
| Recreation Authority | <u>\$1,019,322</u> |

| | |
|-------------|-----------------------------|
| Total Loans | <u><u>\$ 10,005,506</u></u> |
|-------------|-----------------------------|

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

8. Property Taxes

The County's property tax is levied by resolution of the Board of Commissioners on real property located in the County. Assessed value of real property is generally 100% of the market value as determined by the Lycoming County Bureau of Assessment.

The estimated value of taxable real estate for 2010 was \$6,426,618,120 and the total assessed value was \$6,426,618,120.

The County is permitted by the Fifth Class County Code to levy real estate taxes up to 20 mills on every dollar of adjusted valuation for general County purpose exclusive of the requirement for payment of interest and principal on funded debt. The 2010 real estate millage was set at 4.75 mills, which means a property owner will pay \$4.75 for every \$1,000 of assessed valuation.

Property taxes for 2010 are attached as an enforceable lien on property as of January 1, and are levied on March 1. The County bills these taxes which are collected by the County and elected tax collectors. Taxes are payable as follows: 2% discount March through April 30; face amount May 1 through June 30; and a 10% penalty thereafter. The County also prepares interim billings, one in February and the other in August to collect on new properties assessed during the interim period.

The County also collects delinquent taxes on behalf of itself and other taxing bodies through the Tax Claim Bureau. Tax liens are filed on related property as soon as taxes become delinquent in the subsequent year. In 2010, tax liens exist for 2009, 2008 and 2007 delinquent taxes.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

9. Capital Assets

Capital Assets

Capital assets activity for the year ended December 31, 2010 are as follows:

A. Primary Government

| | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balances</u> |
|--|------------------------------|-------------------|-------------------|----------------------------|
| Governmental activities | | | | |
| Capital assets not being depreciated: | | | | |
| Land | \$ 3,031,863 | \$ - | \$ - | \$ 3,031,863 |
| Total capital assets not being depreciated | 3,031,863 | - | - | 3,031,863 |
| Capital assets being depreciated: | | | | |
| Buildings | 35,780,529 | 59,067 | 8,661 | 35,830,935 |
| Improvements other than buildings | 1,415,102 | 114,000 | | 1,529,102 |
| Machinery & Equipment | 15,955,827 | 1,845,199 | 254,816 | 17,546,210 |
| Infrastructure | 9,398,819 | 1,301,407 | - | 10,700,226 |
| Total capital assets being depreciated | 62,550,277 | 3,319,673 | 263,477 | 65,606,473 |
| Less accumulated depreciation for: | | | | |
| Buildings | 14,876,919 | 1,091,330 | 8,221 | 15,960,028 |
| Improvements other than buildings | 271,279 | 43,232 | | 314,511 |
| Machinery & Equipment | 9,909,429 | 1,045,615 | 241,764 | 10,713,280 |
| Infrastructure | 3,489,005 | 314,818 | 70,124 | 3,733,699 |
| Total accumulated depreciation | 28,546,632 | 2,494,995 | 320,109 | 30,721,518 |
| Total capital assets, being depreciated, (net) | 34,003,645 | 1,498,764 | (56,632) | 34,884,955 |
| Governmental activities capital assets (net) | <u>\$37,035,508</u> | <u>\$ 968,445</u> | <u>\$ 864,147</u> | <u>\$ 37,916,818</u> |

Analysis of the increase in accumulated depreciation for the year.

| | |
|---|---------------------|
| Depreciation for the current year | \$ 2,494,995 |
| Transfer of equipment from business type activities | 0 |
| Total increases in accumulated depreciation | <u>\$ 2,494,995</u> |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

| Business-type activities | <u>Beginning Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending Balances</u> |
|--|------------------------------|---------------------|---------------------|----------------------------|
| Capital assets not being depreciated: | | | | |
| Land | \$ 2,450,020 | \$ - | \$ - | \$ 2,450,020 |
| Total capital assets not being depreciated | 2,450,020 | - | - | 2,450,020 |
| Capital assets being depreciated: | | | | |
| Buildings | 18,478,534 | 63,781 | 241,773 | 18,300,542 |
| Improvements other than buildings | 39,628,874 | 4,279,193 | - | 43,908,067 |
| Machinery & Equipment | 23,221,288 | 2,238,512 | 1,142,455 | 24,317,345 |
| Infrastructure | 1,988,583 | 12,928 | 113,731 | 1,887,780 |
| Total capital assets being depreciated | <u>83,317,279</u> | <u>6,594,414</u> | <u>1,497,959</u> | <u>88,413,734</u> |
| Less accumulated depreciation for: | | | | |
| Buildings | 8,210,959 | 661,812 | - | 8,872,771 |
| Improvements other than buildings | 30,192,390 | 1,338,552 | - | 31,530,942 |
| Machinery & Equipment | 10,687,077 | 2,035,538 | 483,048 | 12,239,567 |
| Infrastructure | <u>885,765</u> | <u>35,486</u> | <u>-</u> | <u>921,251</u> |
| Total accumulated depreciation | 49,976,191 | 4,071,388 | 483,048 | 53,564,531 |
| Total capital assets, being depreciated, (net) | <u>33,341,088</u> | <u>2,523,026</u> | <u>1,014,911</u> | <u>34,849,203</u> |
| Business-type activities capital assets (net) | <u>\$ 35,791,108</u> | <u>\$ 2,523,026</u> | <u>\$ 1,014,911</u> | <u>\$ 37,299,223</u> |

Depreciation expense was charged to functions / programs of the primary government as follows:

| | |
|---|--------------------|
| Governmental activities: | |
| General government | \$908,279 |
| Judicial | 94,488 |
| Public works | 310,995 |
| Public safety | 953,639 |
| Human services | 61,782 |
| Culture & Recreation | 65,613 |
| Conservation & development | <u>100,199</u> |
| Total depreciation expense- governmental activities | <u>\$2,494,995</u> |
| Business-type activities: | |
| Waste disposal | <u>\$4,071,388</u> |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

B. Component Units Capital Assets

Water & Sewer Authority

Property, plant and equipment by category at December 31, 2010 are as follows

| | |
|--------------------------------|-----------------------------|
| | <u>2010</u> |
| Land | \$ 884,767 |
| Land Improvements | 4,746,209 |
| Pump Stations | 1,334,525 |
| Force Mains | 479,191 |
| Interceptor | 664,969 |
| Collection Systems | 9,671,371 |
| Waste Water Treatment Facility | 5,299,382 |
| Processing Equipment | 2,173,864 |
| Other Equipment | 97,941 |
| Office Equipment | 71,086 |
| Laborator Equipment | 49,494 |
| Vehicles | 240,888 |
| Tules Run Facility | 561,958 |
| Armstrong Twp. | 1,128,892 |
| Hall Station Sewer System | 4,182,480 |
| Hall Station Water System | 4,502,024 |
| Easements | 195,010 |
| Village Water System | <u>636,256</u> |
| | <u>\$ 36,920,307</u> |
| Construction in progress | <u>1,828,621</u> |
| | 38,748,928 |
| Less: Accumulated Depreciation | <u>(8,990,114)</u> |
| | <u><u>\$ 29,758,814</u></u> |

Depreciation expense for the year ending December 31, 2010 was \$881,507

Recreation Authority

Property, plant and equipment by category at December 31, 2010 are as follows:

| | |
|--------------------------|--------------------------|
| Leasehold Improvements | \$ 364,214 |
| Equipment | <u>1,728,884</u> |
| Total | 2,093,098 |
| Accumulated Depreciation | <u>(1,461,951)</u> |
| Capital Assets, net | <u><u>\$ 631,147</u></u> |

Depreciation expense for the year ending December 31, 2010 was \$81,934.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

A summary of changes in capital assets is as follows:

| | Balance 12/31/2009 | Additions | Deletions | Balance 12/31/2010 |
|--------------------------|-----------------------|--------------------|-------------|-----------------------|
| Leasehold Improvements | \$ 345,702 | \$ 18,512 | \$ - | \$ 364,214 |
| Equipment | 1,702,250 | 26,634 | - | 1,728,884 |
| Total | 2,047,952 | 45,146 | - | 2,093,098 |
| Accumulated Depreciation | (1,380,017) | (81,934) | - | (1,461,951) |
| Capital Assets, net | <u>\$ 667,935</u> | <u>\$ (36,788)</u> | <u>\$ -</u> | <u>\$ 631,147</u> |

In November, 2006, the Authority transferred ownership of the White Deer Golf Course to the County of Lycoming in consideration of the County contributing \$3,835,000 to the refunding of the Authority's 1998 Revenue Bonds. The transfer included the land, land improvements and the building thereon.

Williamsport Municipal Airport Authority

At December 31, 2010 property plant, equipment and accumulated depreciation consist of the following:

| | Cost | Accumulated Depreciation | Book Value |
|--------------------------------------|----------------------|-----------------------------|----------------------|
| Land & Improvements | \$ 22,740,094 | \$ 5,578,951 | \$ 17,161,143 |
| Building Improvements | 6,080,479 | 1,689,221 | 4,391,258 |
| Furniture, fixtures and equipment | 2,200,646 | 1,615,196 | 585,450 |
| Construction in progress | 6,615,533 | - | 6,615,533 |
| | <u>\$ 37,636,752</u> | <u>\$ 8,883,368</u> | <u>\$ 28,753,384</u> |

Depreciation expense for the year ended December 31, 2010 was \$1,025,604.

Property, plant and equipment by category at December 31, 2010 are as follows:

| | Balance 12/31/2009 | Additions | Transfers / Deletions | Balance 12/31/2010 |
|--------------------------------------|-----------------------|---------------------|--------------------------|-----------------------|
| Land & Improvements | \$ 21,876,864 | \$ 10,884 | \$ 852,346 | \$ 22,740,094 |
| Building Improvements | 6,048,587 | 31,892 | - | 6,080,479 |
| Furniture, fixtures and equipment | 2,152,291 | 48,355 | - | 2,200,646 |
| Construction in progress | 5,951,151 | 1,516,728 | (852,346) | 6,615,533 |
| | <u>\$ 36,028,893</u> | <u>\$ 1,607,859</u> | <u>\$ -</u> | <u>\$ 37,636,752</u> |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

10. Interfund Receivables, Payables and Transfers

Interfund receivables and payables balances as of December 31, 2010 are as follows:

| Due To / From Other Funds Fund | Due From Other Funds | Due To Other Funds |
|-----------------------------------|-------------------------|-----------------------|
| Major Funds: | | |
| General Fund | \$ 1,270,984 | \$ 2,763,723 |
| Non-Major Funds: | | |
| Domestic Relations IV-D | 3,210 | 17,701 |
| E.M.S. | - | 32,892 |
| 911 Phone Tariff | - | 625,000 |
| 911 Wireline | - | 340,615 |
| Highway Safety | - | 16,131 |
| PCCD JAIBG / AFTERCARE | - | 3,145 |
| Liquid Fuels | - | 2,173 |
| Community Development Block Grant | - | 17,278 |
| EDPS Flood Mitigation | - | 26,127 |
| EDPS Environmental Projects | 2,736 | 94,113 |
| EDPS Economic Development Fund | 6,050 | 71,304 |
| Growing Greener | - | 3,162 |
| HAVA | - | 30,129 |
| Trust and Agency Funds | 4,425 | 116 |
| Proprietary Funds: | | |
| RMS | 2,756,204 | |
| Total | <u>\$ 4,043,609</u> | <u>\$ 4,043,609</u> |

| Advances To / From Other Funds Fund | Advances From Other Funds | Advances To Other Funds |
|--|------------------------------|----------------------------|
| Major Funds: | | |
| General Fund | \$ 11,500 | \$ - |
| Non-Major Funds: | | |
| Trust and Agency Funds | - | 11,500 |
| Total | <u>\$ 11,500</u> | <u>\$ 11,500</u> |

| Component Units To / From Other Funds Fund | Due From Other Funds | Due To Other Funds |
|---|-------------------------|-----------------------|
| Primary Government: | | |
| General Fund | \$ 612,628 | \$ - |
| Component Units: | | |
| Recreation Authority | | 297,267 |
| Soil Conservation | | 74,105 |
| Planning Commission | - | 331,288 |
| Williamsport Regional Airport | | 133,329 |
| Total | <u>\$ 612,628</u> | <u>\$ 835,989</u> |

The difference in the Component Units interfund receivables / payables is because of the Planning Commission fiscal year of June 30, 2010.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursement of expenditures occur, (2) transactions are recorded in the accounting system and payment between funds are made.

Interfund Transfer & Other Financing Sources & Uses

| Other Financing Sources / Uses Interfund Transfers | | Transfer In | Transfer Out |
|---|--|----------------------|---------------------|
| Funds | | In | Out |
| Major Funds: | | | |
| General Fund | | \$ 2,154,967 | \$ 2,340,021 |
| Resource Management Services | | - | 2,154,967 |
| Non-Major Funds: | | | |
| 911 Wireline | | - | 125,000 |
| J.A.I.B.G. / Aftercare | | 60,961 | - |
| Flood Mitigation | | 81,718 | - |
| EDPS Environmental Fund | | 103,289 | - |
| EDPS Economic Development Fund | | 38,078 | - |
| Growing Greener | | - | 21,110 |
| Farm Easement Program | | 50,000 | - |
| Debt Service Funds | | 2,475,802 | - |
| Industrial Park | | 22,465 | 346,182 |
| Sub Total | | <u>4,987,280</u> | <u>4,987,280</u> |
| Bond Proceeds | | 10,544,158 | - |
| Total | | <u>\$ 15,531,438</u> | <u>\$ 4,987,280</u> |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

11. Commitments

1: County Operating leases

The County currently leases building space for three of its District Magistrates.

All of these leases are classified as operating leases with expiration dates extending from 2011 through 2014.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

The following is a schedule of future minimum payments for operating leases with initial or remaining terms in excess of one year as of December 31, 2010.

Year Ended December 31, 2010

| | |
|------|---------|
| 2011 | 64,713 |
| 2012 | 59,870 |
| 2013 | 45,343 |
| 2014 | 17,473 |
| 2015 | - |
| | 187,399 |
| | 187,399 |

2: The County has entered into the following additional agreements:

1. With Worth & Company, Inc. for an HVAC upgrade for the Prison with a balance remaining of \$336,912.96 as of 12/31/2010.
2. With Breons, Inc. for a generator replacement for the courthouse in the amount of \$88,500.
3. With LR Kimball for Regional Solid Waste Plan for economical development in the amount of \$128,831.46.
4. With Cleveland Brothers Equipment Company, Inc. for a Caterpillar Generator Set for \$202,267.
5. With Susquehanna Motor Company, Inc. for a 2012 Mack Semi Tractor in the amount of \$112,494.14.
6. With Larson Design Group for construction inspection services on County Bridge 102 in the amount of \$100,442.97.
7. With Contrast Communications for voice and data communications services for the calendar year 2011 in the amount not to exceed \$75,000.

Recreation Authority

On November 2, 2006 the Authority entered into a lease agreement with the County of Lycoming for the lease of the White Deer Golf Course. The lease is 30 years and is payable annually. The lease expense for the current year ending December 31, 2010 was \$243,709.

| | |
|-----------|--------------|
| 2011 | 245,396 |
| 2012 | 242,246 |
| 2013 | 244,097 |
| 2014 | 245,653 |
| 2015 | 242,052 |
| 2016-2020 | 1,215,422 |
| 2021-2025 | 1,209,688 |
| 2026-2030 | 1,212,728 |
| 2031-2035 | 1,215,088 |
| 2036 | 244,987 |
| | \$ 6,317,357 |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

12. LEASES

The County of Lycoming currently receives lease income from seventeen cancelable and non-cancelable leases with varying cancellation clauses, expiration dates and monthly leases. Future minimum rents receivable that have initial or remaining terms in excess of one year are:

Summary of County Leases

| | County Office <u>Buildings</u> | White Deer <u>Golf Course</u> | <u>Total</u> |
|-----------|-----------------------------------|----------------------------------|----------------------|
| 2011 | 1,814,296 | 245,396 | 2,059,692 |
| 2012 | 1,599,363 | 242,246 | 1,841,609 |
| 2013 | 1,487,310 | 244,097 | 1,731,408 |
| 2014 | 502,539 | 245,653 | 748,192 |
| 2015 | 3,192 | 242,053 | 245,245 |
| 2016-2020 | 266 | 1,215,423 | 1,215,689 |
| 2021-2025 | - | 1,209,688 | 1,209,688 |
| 2026-2030 | - | 1,212,728 | 1,212,728 |
| 2031-2035 | - | 1,215,088 | 1,215,088 |
| 2036-2040 | - | 244,988 | 244,988 |
| | \$ 5,406,967 | \$ 6,317,357 | \$ 11,724,324 |

The cost and carrying value of the leased facilities is \$16,109,520 and the depreciation expense is \$478,615.

13. Long-Term Liabilities

A. General Obligation Bonds and Notes

The County issues general obligation bonds and notes to provide for the acquisition and construction of major facilities. General obligation bonds and notes are direct obligations and pledge the full faith and credit of the government.

1. 2003 General Obligation Bond – Proceeds used to refund the 1993 General Obligation Bonds.
2. 2006 General Obligation Bond – Proceeds used to purchase the Land and buildings of the White Deer Golf Course.
3. 2007 General Obligation Bond
 Series A in the amount of \$7,530,000 was used to repay the Washington County Bond Pool.
 Series B in the amount of \$13,840,000 was used to repay the 2006 General Obligation

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Note used to purchase the T&C Plaza.

4. 2009 General Obligation Bond – Proceeds used to do a partial refunding of the 1998 General Obligation Bonds and cover the issuance costs of the Bonds.
5. 2009 General Obligation Revolving Note- On September 22nd the County entered into an agreement with Citizens & Northern Bank for a \$20,000,000 General Obligation Revolving Note maturing on August 15, 2012. This note will be used to provide temporary financing for several County capital projects scheduled over the next few years. There is no outstanding balance on this line of credit as of December 31, 2010.
6. 2009 General Obligation Clean Renewable Energy Bonds, Series of 2009 – Proceeds used for the acquisition and construction of a facility for the production of electricity from gas derived from the biodegradation of municipal solid waste at the County landfill and to cover the issuance costs of the Bonds.
7. 2010 General Obligation Bond – Proceeds will be used to construct 3 telecommunication towers, to purchase auxiliary/ancillary system equipment for the towers, complete the Halls Station water program, complete the TRIP water and sewer project, expand the Emergency Operation Center, complete a leachate force main at the county landfill, complete a gas flare and piping project at the county landfill, and complete a new access road to the Williamsport Area Regional Airport.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

County of Lycoming General Obligation Bonds

| | Interest Rates | Final Maturity | Amount of Original Issue | Outstanding Balance 12/31/2010 |
|--------------------------|-------------------|-------------------|--------------------------------|--------------------------------------|
| Governmental activities | | | | |
| 2003 Bond Issue | 2.65 - 5.00 | 2016 | 6,610,000 | 3,565,000 |
| 2006 Bond Issue | 3.50 - 4.25 | 2036 | 3,955,000 | 3,820,000 |
| 2007 Bond Issue-Series A | 3.50 - 4.60 | 2037 | 1,194,589 | 1,130,356 |
| 2007 Bond Issue-Series B | 5.375 - 6.65 | 2038 | 13,840,000 | 13,305,000 |
| 2009 Bond Issue | 4.50 - 5.00 | 2022 | 2,870,000 | 2,690,000 |
| 2010 Bond Issue | 5.099 - 6.599 | 2040 | 10,645,289 | 10,637,476 |
| | | | <u>\$39,114,878</u> | <u>\$35,147,832</u> |
| Business-type activities | | | | |
| 2007 Bond Issue-Series A | 3.50 - 4.60 | 2037 | 6,335,411 | 5,994,644 |
| 2009 CREB Bond | 2.75 | 2024 | 2,375,000 | 2,078,124 |
| 2010 Bond Issue | 5.099 - 6.599 | 2040 | 2,979,711 | 2,977,524 |
| | | | <u>\$11,690,122</u> | <u>\$11,050,292</u> |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

B. Changes in Long Term Debt

The following summary reflects the changes in the long-term obligations payable for the year ended December 31, 2010.

| | <u>Balance 12/31/2009</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance 12/31/2010</u> | <u>Due Within One Year</u> |
|--|-------------------------------|-----------------------------|----------------------------|-------------------------------|--------------------------------|
| <u>Governmental activities:</u> | | | | | |
| Bonds payable: | | | | | |
| 2003 Bond Issue | 4,065,000 | - | 500,000 | 3,565,000 | 525,000 |
| 2006 Bond Issue | 3,905,000 | - | 85,000 | 3,820,000 | 90,000 |
| 2007 Bond Issue-Series A | 1,152,560 | - | 22,204 | 1,130,356 | 22,997 |
| 2007 Bond Issue-Series B | 13,495,000 | - | 190,000 | 13,305,000 | 200,000 |
| 2009 Bond Issue | 2,865,000 | - | 175,000 | 2,690,000 | 190,000 |
| 2010 Bond Issue | - | 10,645,289 | 7,813 | 10,637,476 | 66,411 |
| Total bonds payable | <u>25,482,560</u> | <u>10,645,289</u> | <u>980,017</u> | <u>35,147,832</u> | <u>1,094,408</u> |
| Post employment benefits | 4,182,239 | 3,449,286 | - | 7,631,525 | - |
| Compensated absences | 604,584 | 2,178,504 | 2,155,183 | 627,905 | 440,837 |
| Governmental activity long-term liabilities | <u><u>\$ 30,269,383</u></u> | <u><u>\$ 16,273,079</u></u> | <u><u>\$ 3,135,200</u></u> | <u><u>\$ 43,407,262</u></u> | <u><u>\$ 1,535,245</u></u> |

| | <u>Balance 12/31/2009</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance 12/31/2010</u> | <u>Due Within One Year</u> |
|---|-------------------------------|------------------|-------------------|-------------------------------|--------------------------------|
| <u>Business-type activities:</u> | | | | | |
| 2007 Bond Issue-Series A | \$ 6,112,440 | \$ - | \$ 117,796 | \$ 5,994,644 | \$ 122,003 |
| 2009 CREB Bond | 2,226,562 | - | 148,438 | 2,078,124 | 148,438 |
| 2010 Bond Issue | - | 2,979,711 | 2,187 | 2,977,524 | 18,589 |
| Total bonds payable | <u>8,339,002</u> | <u>2,979,711</u> | <u>268,421</u> | <u>11,050,292</u> | <u>289,030</u> |
| County Vacation/ Holiday Accrual | 120,416 | 356,782 | 338,630 | 138,568 | 86,515 |
| Long term Post & Field Closure liabilities | <u>46,195,293</u> | <u>2,802,039</u> | <u>-</u> | <u>48,997,332</u> | <u>-</u> |
| Business-type activities | | | | | |

Compensated absences are generally liquidated by the general fund for governmental activities and the enterprise fund for business activities.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

C. Amortization of General Obligation Bonds

The requirements to amortize the County general obligation bonds outstanding as of December 31, 2010, including interest payments for the next five years and for five year periods thereafter are as follows:

| Year Ending December 31 | Governmental Activities | | Business-type Activities | |
|----------------------------|-------------------------|----------------------|--------------------------|---------------------|
| | Principal | Interest | Principal | Interest |
| 2011 | 1,094,408 | 1,724,109 | 289,030 | 423,069 |
| 2012 | 1,139,108 | 1,677,173 | 294,331 | 414,106 |
| 2013 | 1,190,994 | 1,627,704 | 297,444 | 404,960 |
| 2014 | 1,240,694 | 1,575,270 | 302,745 | 395,703 |
| 2015 | 1,294,300 | 1,519,440 | 309,138 | 386,262 |
| 2016-2020 | 4,415,630 | 6,872,971 | 1,636,556 | 1,779,212 |
| 2021-2025 | 4,492,103 | 5,894,563 | 1,871,645 | 1,479,627 |
| 2026-2030 | 5,562,599 | 4,697,003 | 1,702,401 | 1,137,538 |
| 2031-2035 | 7,189,163 | 3,074,088 | 2,090,837 | 749,280 |
| 2036-2040 | 7,528,834 | 984,454 | 2,256,166 | 256,895 |
| | - | - | - | - |
| Total | <u>\$ 35,147,832</u> | <u>\$ 29,646,775</u> | <u>\$ 11,050,292</u> | <u>\$ 7,426,651</u> |

Governmental Activities

| Years | 2003 Bonds Principal | 2006 Bonds Principal | 2007 Bonds Principal | 2009 Bonds Principal | 2010 Bonds Principal |
|-----------|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| 2011 | 525,000 | 90,000 | 222,997 | 190,000 | 66,411 |
| 2012 | 550,000 | 90,000 | 233,790 | 195,000 | 70,318 |
| 2013 | 580,000 | 95,000 | 244,583 | 205,000 | 66,411 |
| 2014 | 605,000 | 100,000 | 260,376 | 205,000 | 70,318 |
| 2015 | 635,000 | 100,000 | 271,169 | 210,000 | 78,131 |
| 2016-2020 | 670,000 | 565,000 | 1,595,912 | 1,155,000 | 429,718 |
| 2021-2025 | - | 680,000 | 2,098,425 | 530,000 | 1,183,678 |
| 2026-2030 | - | 835,000 | 2,793,868 | - | 1,933,731 |
| 2031-2035 | - | 1,030,000 | 3,799,620 | - | 2,359,543 |
| 2036-2040 | - | 235,000 | 2,914,616 | - | 4,379,218 |
| Total | <u>\$ 3,565,000</u> | <u>\$ 3,820,000</u> | <u>\$ 14,435,356</u> | <u>\$ 2,690,000</u> | <u>\$ 10,637,476</u> |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Governmental Activities

| Years | 2003 Bonds Interest | 2006 Bonds Interest | 2007 Bonds Interest | 2009 Bonds Interest | 2010 Bonds Interest |
|--------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| 2011 | 178,250 | 155,396 | 878,923 | 87,319 | 424,221 |
| 2012 | 152,000 | 152,246 | 867,368 | 83,519 | 422,040 |
| 2013 | 124,500 | 149,096 | 855,248 | 79,131 | 419,729 |
| 2014 | 95,500 | 145,653 | 842,563 | 74,006 | 417,548 |
| 2015 | 65,250 | 142,053 | 829,044 | 67,856 | 415,237 |
| 2016-2020 | 33,500 | 650,423 | 3,915,157 | 237,413 | 2,036,478 |
| 2021-2025 | 0 | 529,688 | 3,406,646 | 32,000 | 1,926,229 |
| 2026-2030 | 0 | 377,728 | 2,713,880 | 0 | 1,605,395 |
| 2031-2035 | 0 | 185,088 | 1,711,510 | 0 | 1,177,490 |
| 2036-2040 | 0 | 9,988 | 385,360 | 0 | 589,106 |
| Total | \$ 649,000 | \$ 2,497,359 | \$ 16,405,699 | \$ 661,244 | \$ 9,433,473 |

Business-type activities

| Years | 2007 Bonds Principal | 2009 CREB Bonds Principal | 2010 Bonds Principal | 2007 Bonds Interest | 2009 CREB Bonds Interest | 2010 Bonds Interest |
|-----------|-------------------------|------------------------------|-------------------------|------------------------|-----------------------------|------------------------|
| 2011 | 122,003 | 148,438 | 18,589 | 247,177 | 57,148 | 118,743 |
| 2012 | 126,210 | 148,438 | 19,683 | 242,907 | 53,066 | 118,133 |
| 2013 | 130,417 | 148,438 | 18,589 | 238,490 | 48,984 | 117,486 |
| 2014 | 134,624 | 148,438 | 19,683 | 233,925 | 44,902 | 116,875 |
| 2015 | 138,831 | 148,438 | 21,869 | 229,213 | 40,820 | 116,229 |
| 2016-2020 | 774,088 | 742,186 | 120,282 | 1,066,313 | 142,871 | 570,028 |
| 2021-2025 | 946,575 | 593,748 | 331,322 | 899,638 | 40,820 | 539,169 |
| 2026-2030 | 1,161,132 | - | 541,269 | 688,173 | - | 449,365 |
| 2031-2035 | 1,430,380 | - | 660,457 | 419,690 | - | 329,590 |
| 2036-2040 | 1,030,384 | - | 1,225,782 | 91,999 | - | 164,896 |
| | - | - | - | - | - | - |
| | \$ 5,994,644 | \$ 2,078,124 | \$ 2,977,524 | \$ 4,357,525 | \$ 428,613 | \$ 2,640,514 |

D. Guaranty Agreement

Under a Guaranty Agreement dated November 2006, between the County and the Lycoming County Recreation Authority, the County agreed to guarantee the debt of the Authority, and if necessary, to assist them in their debt obligations on their 2006 refunding issue in the amount of \$4,905,000. The balance as of December 31, 2010 was \$4,260,000.

E. Advance and current refundings

In prior years, the County defeased some of its outstanding bond issues, accordingly, the various trust account assets and defeased bond liabilities are not included in the County's financial statements. The principal balance of defeased bonds outstanding as of December 31, 2010 is as follows:

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

| <u>Refunded Bond Series</u> | <u>Governmental Activities</u> | <u>Business Type Activities</u> |
|-----------------------------|--------------------------------|---------------------------------|
| 2003 Bonds | \$3,565,000 | \$0 |

F. Legal debt limit

The County's legal debt margin at December 31, 2010, computed in accordance with the Commonwealth of Pennsylvania's Local Government Unit Debt Act of 1972, as amended, is approximately \$177,272,093 for general obligation bonds. The County is in compliance with all applicable debt covenants at December 31, 2010.

G. Component unit's debt

Lycoming County Water & Sewer Authority

The following is a summary of changes in long-term debt for the year ended December 31, 2010

| | Balance 12/31/2009 | Additions | Reductions | Balance 12/31/2010 | Due Within One Year |
|---------------------------|-----------------------|-----------|------------|-----------------------|------------------------|
| PennWorks | \$ 1,843,156 | \$ - | \$ 89,864 | \$ 1,753,292 | \$ 91,691 |
| Village Water Co | 33,121 | | 9,273 | 23,848 | 23,848 |
| Guaranteed Sewer | | | | | |
| Revenue Bonds | - | - | - | - | - |
| Series of 2009 | 11,890,000 | - | 720,000 | 11,170,000 | 740,000 |
| Total amortizing | \$ 13,766,277 | \$ - | \$ 819,137 | \$ 12,947,140 | \$ 855,539 |
| Excess Capacity Agreement | | | | | |
| Principal | 3,877,967 | - | - | 3,877,967 | - |
| Interest | 2,012,036 | 88,375 | - | 2,100,411 | - |
| Subtotal | 5,890,003 | 88,375 | - | 5,978,378 | - |
| Due to Primary Government | | | | | |
| 2007 Loan | - | 142,034 | - | 142,034 | - |
| 2009 Loan | - | 207,150 | - | 207,150 | - |
| 2010 Loan | - | 100,000 | - | 100,000 | - |
| 2010 Loan | - | 592,000 | - | 592,000 | - |
| Subtotal | - | 1,041,184 | - | 1,041,184 | - |
| Total non-amortizing | 5,890,003 | 1,129,559 | - | 7,019,562 | - |
| Total | 19,656,280 | 1,129,559 | 819,137 | 19,966,702 | 855,539 |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Excess Capacity Agreement – On June 5, 1997, the County and the Authority entered into a capital contribution and excess capacity agreement whereby the County would make a capital contribution of \$3,690,000 to the construction of the Montoursville Regional Sewer System in order to reserve and purchase capacity for future expansion within the county. On July 23, 1998 this loan was refinanced and a new loan in the amount of \$3,960,000 was established. Upon allocation of the excess capacity the authority shall repay to the County the full amount of its capital contribution plus interest.

The principal balance outstanding for the excess capacity loan as of December 31, 2010 was \$3,877,967 and cumulative interest accrued as a liability for the outstanding loan balance was \$2,100,411.

PennWorks Loan – Halls Station Water Loan – In 2007, the Authority entered into an agreement with the Pennsylvania Water Supply and Wastewater Infrastructure Program (“PennWorks”) with a maximum loan amount available of \$2,269,886. The proceeds of this note were used for the construction of a water supply system for the supply, treatment, storage or distribution of water. The loan is due in monthly payments of \$10,493 including principal and interest at 2.00% per annum through April 1, 2027, secured by a pledge of all Authority revenues and receipts generated from or by this project.

Village Water Company – Note Payable – Component Unit - Village Water has a note payable to the owner/operator in the net principal balances of \$23,848, and \$33,121 at December 31, 2010 and 2009, respectively. The note is payable on demand and bears no interest. With the donation of the stock of Village Water to the Authority on December 31, 2010, the note became due 60 days after consummation of the Authority’s acquisition of Village Water (February 28, 2011).

Guaranteed Sewer Revenue Bonds, Series of 2009 – In 2009, the Authority issued its Guaranteed Sewer Revenue Bond, Series of 2009, in the face amount of \$12,555,000, bearing interest at rates ranging from 2.00% to 4.20% per annum, maturing on November 15, 2023. The proceeds from the sale of the Bonds were used for the purposes of (1) retiring a loan in the outstanding principal amount of \$11,165,000 made by the County of Lycoming, Pennsylvania to the Authority in 1998, and redeeming related general obligation bonds of the County of Lycoming, Pennsylvania, (2) retiring a short term loan to the Authority from Sovereign Bank in the outstanding principal amount of \$757,000; (3) retiring an outstanding loan to the Authority from PennVest in the outstanding principal amount of \$75,500; (4) making improvements to public sanitary sewer facilities of the Authority, including the acquisition of land; and (5) paying the costs of issuing the Bonds.

Due To Primary Government – In 2010, the County of Lycoming and the Authority entered into a “Muncy Montoursville Regional Water System and Implementation Activities for 2010” agreement whereby the County loaned the Authority \$592,000 in order to advance the design of various future phases of the Authority’s public water system. This agreement specifically addresses work to be accomplished in 2010. There are no stated interest rates or repayment terms as the County expects payments at a future unspecified date based on the outcome of the projects.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Also during 2010, the County loaned the Authority \$100,000 to continue development of the Authority's strategic plan to enable the Authority to provide additional services to municipalities throughout Lycoming County. There are no formal repayment terms on this agreement and the note bears no interest.

In 2007 and 2009, the County and the Authority entered into various agreements, whereby certain funds were advanced to the Authority by the County in the aggregate amount of \$349,184. There are no stated interest rates or repayment terms as the County expects payments at a future unspecified date based on the Authority's ability to repay the amounts owed.

Line of Credit

In 2007, the authority modified an existing \$700,000 line of credit with Sovereign Bank into a new line of credit in the amount not to exceed \$850,000, due and payable within one year, including principal and interest at the 65% Tax Free of Lender's Prime Rate (2.11% as of December 31, 2010) subject to annual renewal by the Bank. There is no outstanding balance on this line of credit at December 31, 2010.

The annual requirement to amortize long-term debt at December 31, 2010 is as follows:

| Long Term Debt | Principal | Interest | Total |
|----------------|----------------------|---------------------|----------------------|
| 2011 | \$ 855,539 | \$ 419,766 | \$ 1,275,305 |
| 2012 | 853,541 | 399,415 | 1,252,956 |
| 2013 | 875,428 | 374,727 | 1,250,155 |
| 2014 | 902,356 | 349,401 | 1,251,757 |
| 2015 | 929,321 | 323,286 | 1,252,607 |
| 2016-2020 | 5,087,496 | 1,169,411 | 6,256,907 |
| 2021-2025 | 3,277,925 | 253,057 | 3,530,982 |
| 2026-2027 | 165,534 | 2,354 | 167,888 |
| Total | <u>\$ 12,947,140</u> | <u>\$ 3,291,417</u> | <u>\$ 16,238,557</u> |

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Recreation Authority

The following is a summary of changes in long-term debt for the year ended December 31, 2010

| | Balance 12/31/2009 | Additions | Reductions | Amortization | Balance 12/31/2010 | Due Within One Year |
|---------------------------|-----------------------|-------------|-------------------|------------------|-----------------------|------------------------|
| Bonds payable | \$ 4,435,000 | \$ - | \$ 175,000 | \$ - | \$ 4,260,000 | \$ 185,000 |
| Notes payable | <u>1,149,322</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>1,149,322</u> | <u>-</u> |
| Subtotal | 5,584,322 | - | 175,000 | - | 5,409,322 | 185,000 |
| Less: Loss on refinancing | <u>(293,121)</u> | <u>-</u> | <u>-</u> | <u>35,000</u> | <u>(258,121)</u> | <u>-</u> |
| Total | <u>\$ 5,291,201</u> | <u>\$ -</u> | <u>\$ 175,000</u> | <u>\$ 35,000</u> | <u>\$ 5,151,201</u> | <u>\$ 185,000</u> |

The annual requirements to amortize long-term debt as of December 31, 2010 are as follows:

| | Principal | Interest | Total |
|-----------|---------------------|---------------------|---------------------|
| 2011 | 185,000 | 166,551 | 351,551 |
| 2012 | 190,000 | 160,076 | 350,076 |
| 2013 | 195,000 | 153,426 | 348,426 |
| 2014 | 205,000 | 146,358 | 351,358 |
| 2015 | 210,000 | 138,978 | 348,978 |
| 2016-2020 | 1,310,000 | 570,352 | 1,880,352 |
| 2021-2025 | 2,454,322 | 316,362 | 2,770,684 |
| 2026-2027 | <u>660,000</u> | <u>41,044</u> | <u>701,044</u> |
| | <u>\$ 5,409,322</u> | <u>\$ 1,693,147</u> | <u>\$ 7,102,469</u> |

The balance of long-term debt as of December 31, 2010 consists of:

Bonds payable:

#1 Guaranteed revenue bond series of 2006 due in varying semi-annual installments including interest at 3.5% to 4.125% per annum, maturing December 15, 2027. The outstanding balance as of December 31, 2010 is \$4,260,000.

Notes payable:

#1 Unsecured, non-interest bearing note payable to County of Lycoming, Pennsylvania, maturing November 2016 in the amount of \$130,000.

#2 Unsecured, non-interest bearing note payable to County of Lycoming, Pennsylvania, in the amount of \$1,019,322.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Industrial Development Authority

The following is a summary of changes in long-term debt for the year ended December 31, 2010

| | Balance 12/31/2009 | Additions | Reductions | Balance 12/31/2010 | Due Within One Year |
|---------------|-----------------------|-------------|-------------------|-----------------------|------------------------|
| 1998 bond | \$ 2,675,000 | \$ - | \$ 245,000 | \$2,430,000 | \$ 255,000 |
| Revenue bonds | 336,000 | - | 168,000 | 168,000 | 168,000 |
| Total | <u>\$ 3,011,000</u> | <u>\$ -</u> | <u>\$ 413,000</u> | <u>\$2,598,000</u> | <u>\$ 423,000</u> |

Bonds Payable

Series 1998 – Revenue bonds consisting of series A and C in the amounts of \$1,595,000, and \$835,000, respectively. Interest is computed at variable rates (.4% as of December 31, 2010) with interest payments due semi-annually in March and September. The bonds mature in 2018.

Principal and interest payments for the next five years and thereafter are as follows:

Bonds Payable
Series of 1998

| | Principal | Interest | Total |
|-----------|---------------------|------------------|---------------------|
| 2011 | 255,000 | 9,723 | \$ 264,723 |
| 2012 | 270,000 | 8,702 | 278,702 |
| 2013 | 280,000 | 7,622 | 287,622 |
| 2014 | 285,000 | 6,502 | 291,502 |
| 2015 | 305,000 | 5,322 | 310,322 |
| 2016-2018 | 1,035,000 | 8,342 | 1,043,342 |
| Total | <u>\$ 2,430,000</u> | <u>\$ 46,213</u> | <u>\$ 2,476,213</u> |

Revenue note Series of 2001 Series A, was issued in December 2001, in the amount of \$1,680,000. Interest is based on one-month LIBOR plus 155 basis points times 83%. The principal balance of Series A is due in 60 consecutive monthly installments of \$14,603.50 beginning January, 2002. Payment of interest is due beginning January, 2002 and is payable on the unpaid balance.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Principal and Interest payments for the next few years are as follows:

Revenue Notes
Series of 2001

| | Principal | Interest | Total |
|-------|-------------------|-----------------|-------------------|
| 2011 | 168,000 | 2,505 | 170,505 |
| Total | <u>\$ 168,000</u> | <u>\$ 2,505</u> | <u>\$ 170,505</u> |

14. Estimated Reclamation Cost for Field and Post Closure

The Lycoming County landfill operations has a total estimated capacity of 9,479,500 tons with the total estimated capacity used of 8,748,700 tons (92%) leaving as of December 31, 2010 an estimated remaining tonnage of 730,800 tons or an estimated 2.2 remaining years per the consulting engineering 2010 annual report.

A. Estimated Reclamation Cost for Landfill Field Closure

The estimated cost of reclamation in connection with landfill operations is accrued on the units-of-production method as the estimated landfill tonnage capacity is utilized. These reclamation costs are the capping expenses of fields 1 to 10 based on a three-foot native clay soil cover, topsoil and seeding of 34 acres as estimated by the consulting engineers.

State and Federal laws and regulations require that the County of Lycoming must place a final cover on fields 1 to 10 on or before site closure. In addition to operating expenses related to the current activities of the landfill, an expense provision and a related liability are being recognized based on the future field closure cost that will be incurred near or after the date the landfill no longer accepts waste. Based on the 2010 engineer's report, the County will need an estimated \$19,945,668 to meet its field closure requirements. The estimated liability for landfill field closure as of 12/31/2010 is projected to be \$17,927,985 with the remaining balance of the liability estimated at \$2,017,683 to be recognized as field closure expenses between 2011 and the estimated site closure in 2013. The County currently uses the units of production method to record the annual liability and expense which is calculated at \$2.76 per ton of waste processed at the site using the estimated remaining tonnage of 730,800 tons of waste products.

The County is funding the field closure liability by utilizing a combination of user fees and investment earnings. As of the end of the current fiscal year, the County has accumulated funding of \$23,106,629 (fair value) toward field closure. The remaining portion of the over funded liability in the amount of \$3,160,961 (fair value) will be used to cover increases over the remaining site life. Any additional cost that may arise from inflation or changes in field closure requirements will be covered by increases in future landfill user fees, taxpayer subsidies or both.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

| <u>Field Closure Cost</u> | <u>12/31/2010</u> | |
|---|--------------------------|---------------------------------------|
| | <u>Accrued Liability</u> | <u>Liability Funded At Fair Value</u> |
| Required Liability / Funding to May 2013 | \$ 19,945,668 | \$ 19,945,668 |
| Accrued Liability 12/31/10 | 17,927,985 | 17,927,985 |
| Cash and Investments at 12/31/10 | | |
| County Closure Cash | - | 5,901,411 |
| County Closure U.S. Government Securities | - | 15,717,298 |
| County Closure Long Term C/D | - | 1,487,921 |
| Total Current G/L Balances 12/31/10 | <u>-</u> | <u>23,106,629</u> |
| Over/(Under) as of 12/31/2010 | | <u>5,178,644</u> |
| Over/(Under) as of May 2013 | <u>\$ (2,017,683)</u> | <u>\$ 3,160,961</u> |

B. Estimated Post-Closure Maintenance Costs for the County Landfill

The estimated post closure maintenance cost for the County landfill represents the capital and operating expenses for the existing and re-permitted facility under the current Pennsylvania Department of Environmental Protection (DEP) and the Environmental Protection Agency (EPA) regulations. Post closure costs as estimated by the consulting engineers would include final cover excavation, transport, placement and revegetation of the entire site. Maintenance cost for the landfill after closure will include cover repair, soil and erosion control, terracing, revegetation, geosynthetic placement, leachate treatment and breakout repair.

State and Federal laws and regulations require that the County of Lycoming must maintain and monitor the landfill site for a period of thirty years after closure. In addition to operating expenses related to the current activities of the landfill, an expense provision and a related liability are being recognized based on the future post closure costs that will be incurred near or after the date the landfill no longer accepts waste. Based on the 2010 engineer's report, the County will need an estimated \$36,720,000 to meet its future post closure requirements. The estimated liability for landfill post closure as of 12/31/2010 is projected to be \$31,069,346 with the remaining balance of the liability estimated at \$5,650,654 to be recognized as post closure expenses between 2011 and the estimated site closure in 2013. The County currently uses the units of production method to record the annual liability and expense which is calculated at \$7.73 per ton of waste processed at the site using the estimated remaining tonnage of 730,800 tons of waste products.

The County is funding the post closure liability by utilizing a combination of user fees and investment earnings. At the close of the current fiscal year, the County has accumulated \$36,224,383 (fair value) toward post closure. The remaining portion of the underfunded liability in the amount of \$495,617 (fair value) will be financed with investment earnings and user fees of \$.68 per ton over the remaining site life. Any additional cost that may arise from inflation or changes in field closure requirements will be covered by increases in future landfill user fees, taxpayer subsidies or both.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

| <u>Post Closure Cost</u> | <u>12/31/2010</u> | |
|---|--------------------------|---------------------------------------|
| | <u>Accrued Liability</u> | <u>Liability Funded At Fair Value</u> |
| Required Liability / Funding to May 2013 | \$ 36,720,000 | \$ 36,720,000 |
| Accrued Liability 12/31/10 | 31,069,346 | 31,069,346 |
| Cash and Investments at 12/31/10 | | |
| Cash | - | 1,073,020 |
| County Closure C/D #4 | - | 732,117 |
| County Closure 1997 GIC | - | 4,960,000 |
| County Closure U.S. Government Securities | - | 11,922,980 |
| State Closure C/D #1 | - | 2,675,790 |
| State Closure C/D #2 | - | 9,402,621 |
| State Closure C/D #5 | - | 12,286 |
| State Closure U.S. Government Securities | - | 5,445,570 |
| Total Current G/L Balances 12/31/10 | <u>-</u> | <u>36,224,383</u> |
| Over/(Under) as of 12/31/2010 | | <u>5,155,037</u> |
| Over/(Under) as of May 2013 | <u>\$ (5,650,654)</u> | <u>\$ (495,617)</u> |

15. Joint Ventures

Lycoming-Clinton Mental Health and Mental Retardation Joinder Board administers and coordinates mental health and mental retardation programs to provide for treatment, care and vocational and social rehabilitation of the mentally ill and mentally retarded residents of Lycoming and Clinton Counties. Funding for the programs is provided largely by various Federal and State grants with the balance being made up through the County match and user charges. The governing body consists of the Board of Commissioners of Lycoming and Clinton Counties which allow each County 50% control.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

Statement of Net Assets

Assets:

| | |
|--------------------------------------|--------------------------|
| Cash and cash equivalents | \$ 5,623,126 |
| Receivables (net of allowance) | 5,651,800 |
| Loan receivable | 4,730 |
| Prepaid Assets | 494,662 |
| Capital assets (net of depreciation) | <u>546,166</u> |
| Total assets | <u><u>12,320,484</u></u> |

Liabilities:

| | |
|-------------------------------|--------------------------|
| Accounts payable | 5,525,745 |
| Payroll taxes payable | 708,852 |
| Unearned revenues | 5,217,472 |
| Line of Credit Payable | 300,000 |
| Long term liabilities | |
| Due within more than one year | <u>306,880</u> |
| Total liabilities | <u><u>12,058,949</u></u> |

Net Assets

| | |
|--|--------------------------|
| Investment in capital assets net of related debt | 546,166 |
| Unrestricted | <u>(284,631)</u> |
| | <u><u>\$ 261,535</u></u> |

Financial statements for the MH/MR Joint Venture can be obtained at their administrative office Monday through Friday during normal working hours:

Administrative Office
Lycoming-Clinton Joinder Board
200 East Street
Williamsport, Pa. 17701

16. Risk Management

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, error and omission, injuries to employees and natural disasters which have in the past been covered by a combination of private carriers and County self insurance. In 1997, the County became a member PCoRP (Pennsylvania County Risk Pool) which was created in the mid-1980's by the County Commissioners Association of Pennsylvania. Lycoming County coverage under PCoRP consists of the following:

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

1. Property/Inland Marine/Auto Physical Damage
2. General Liability
3. Law Enforcement Liability
4. Auto Liability
5. Public Officials Errors/Omissions Liability
6. Crime Coverage
7. Boiler and Machinery
8. Flood and Earthquake

Under this coverage each member of PCoRP has its own maintenance deductible, and then PCoRP self-insures the first \$100,000 before the specific excess coverage is utilized. The purpose is to self-insure the usual and expected losses while implementing strong risk management controls to contain those losses.

Each year member counties make their payments to PCoRP in April. The two major components of the payment are the insurance cost relating to provisions of coverage through PCoRP, and a loss fund contribution. Loss fund monies stay with PCoRP and are invested and used to pay claims up to the self-insure retention (SIR) limit of the loss fund, which is currently \$100,000. Each member's share of the loss fund is determined based on their past year's claims history. Payments for amounts of claims above the \$100,000 layer are made by PCoRP reinsurers. Also, the entire loss fund for each policy is reinsured for \$1,000,000.

There have been no significant reductions in insurance coverage over the last several years, and settled claims have not exceeded the commercial coverage in those years. As of the latest PCoRP financial statements dated December 31, 2010, the County has had no additional assessments to the loss fund. In the event PCoRP's assets are not sufficient to meet its obligations to pay its member's claims, PCoRP, as a public entity risk pool, has the ability to retroactively assess its member's additional premiums to cover any short fall.

The County has purchased from another insurance company Pollution and Remediation Legal Liability policy commencing December 1999 with a retroactive date of December 1998 with coverage of \$1,000,000 for each loss, remediation expense or legal defense expense for \$2,000,000 for all total loss, remediation expense, or legal defense expense with the self-insurance retention amounting to \$100,000 for each loss.

The Commonwealth of Pennsylvania Department of Environmental Protections regulations require all landfills maintain liability and environmental insurance. To comply with these regulations the County has set aside \$1,000,000 for liability insurance and \$2,000,000 for environmental insurance.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

17. Retirement Benefits

A. Plan Description

The Lycoming County Employees' Retirement System is a contributory, single employer retirement plan that covers substantially all full-time employees of the County. The plan provides retirement, disability and death benefits to plan members and their beneficiaries. Cost-of-living adjustments (COLA) are provided at the discretion of the Lycoming County Employees' Retirement Board. Act 96 of 1971, as amended, cited as the County Pension Law provides for the creation of this plan.

At January 1, 2010, the retirement system membership consisted of:

| | |
|--|-------------------|
| Retirees and Beneficiaries Receiving Benefits | 269 |
| Terminated Members Entitled to Benefits but not yet receiving them | 27 |
| Active Plan Members | <u>497</u> |
| Total | <u><u>793</u></u> |

Monthly benefit payments under the retirement system are determined for each individual according to the retirement option selected and the age and length of service at retirement. Under normal retirement (attaining the age of 60 or at age 55 with 20 years of service) the retirement benefit is equal to one of the following:

| <u>Class</u> | <u>Percent</u> | <u>Effective Date</u> |
|--------------|----------------|-----------------------|
| 1/100 | 1.000% | 01/01/50 |
| 1/80 | 1.250% | 01/01/68 |
| 1/70 | 1.429% | 01/01/83 |

Monthly Pension

Class

1/100 - 1.000% of 1/12 of final average salary
multiplied by years of credited service on the 1/100th class

1/80 - 1.250% of 1/12 of final average salary
multiplied by years of credited service on the 1/80th class

1/70 - 1.429% of 1/12 of final average salary
multiplied by years of credited service on the 1/70th class

The County does not issue a separately audited financial report for the plan.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

B. Summary of Significant Accounting Policies

Basis of Accounting: The Lycoming County Employees' Retirement System financial statements are prepared using the accrual basis of accounting. Plan members contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments: All investments of the pension trust fund are reported at fair value. Investments that do not have an established market value are reported at estimated fair value.

Adjustment for fair value fluctuation: In order to reduce the fluctuations in the County's normal costs which can result from full recognition of the unrealized appreciation or depreciation of the fund's securities each year, the value of assets used to determine normal costs was calculated by adjusting the cost value of the plan's assets by the average ratio of fair value to cost value for the past five years.

C. Plan Funding

Plan members depending on their date of employment with the County are required to contribute 6% to 8% of their annual covered salary and may elect to contribute up to an additional 10% of their salaries. Pursuant to Act 96 of 1971, as amended, contribution requirements of the plan members and the County may be amended by the General Assembly of the Commonwealth of Pennsylvania. Administrative costs of the plan are financed through an addition to the plan's normal cost representing estimated expenses for the upcoming year.

The plan's funding policy provides for periodic employer contributions, determined actuarially, that are sufficient to accumulate assets to pay benefits when due.

The Schedule of Funding Progress for the defined pension benefit plan immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

The annual required contribution for 2010 was determined based upon the most recent actuarial valuation date, January 1, 2010, using the entry age actuarial cost method. This method amortizes any unfunded actuarial accrued liabilities over a period related to the source of the unfunded liability. Significant assumptions include:

1. Rate of return on investments of present and future assets: 7.25%, compounded annually.
2. Projected salary increases compounded annually of 4.5% per year.
3. No postretirement benefit increases are assumed.
4. Asset valuation Method – 5 Year Smoothed Market

D. Legally Required Reserves

Member Annuity Reserve Account - The balance of \$22,721,359 in this account is the total of the contributions deducted from the salaries of the active and terminated vested members of the retirement system and the IRC 414(h)(2) pickup contributions together with the interest additions as of January 1, 2010.

Retired Members' Reserve Account - This is the account that monthly retirement allowances including cost-of-living increases and death benefits are paid. The assets allocated to this reserve account as of January 1, 2010 amount to \$27,932,542.

County Annuity Reserve Account - The balance of \$17,838,032 in this account as of January 1, 2010 and the amounts expected to be credited in the future, plus investment earnings thereon, represents the reserves set aside for the payment of the County's share of the retirement allowance. This is the account that is credited with the realized investments earnings and which the regular interest is applied to the annuity reserve accounts. The excess of realized investment earnings over the required regular earnings may be used to offset administrative expenses, offset actuarial adjustments, offset future adverse investment experience, or may be used as a credit to fund the pension obligations of the County.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

E. Annual Pension Cost and Net Pension Obligations

The County's annual pension cost and net pension obligation to the Plan for the current year were as follows:

| Annual Pension Cost - Three Year Trend Information | | | | |
|---|------------------------------|-----------------------------|-------------------------------|-------------------|
| Year Ended | Annual Required Contribution | Annual Pension Contribution | Percentage of APC Contributed | Net Pension Asset |
| 12/31/2008 | 225,513 | 400,000 | 100%+ | 734,994 |
| 12/31/2009 | 554,862 | 554,862 | 100% | 706,304 |
| 12/31/2010 | 520,244 | 585,000 | 100%+ | 743,490 |

Funded Status and Funded Progress

| | |
|--|---------------|
| Actuarial value of assets | \$ 77,822,047 |
| Actuarial accrued liability (1) | \$ 79,128,544 |
| Unfunded actuarial | \$ 1,306,497 |
| Funded Ratio | 98.3% |
| Annual covered payroll | \$ 19,735,184 |
| Unfunded actuarial liability as a % of covered payroll | 6.6% |

(1) For the purposes of this schedule, the actuarial accrued liability for the plan and the ARC are determined using the entry age normal actuarial cost method.

A schedule of funding progress is provided following the notes to the financial statements.

Accounting Procedures for Calculation of Net Pension Obligation (NPO)

| (1) Year | (2) ARC | (3) Interest On NPO*** | (4) ARC Adjust.** | (5) Pension Cost (2+3-4) | (6) Contribution | (7) Change in NPO (5-6) | (8) NPO Balance* (BB+7) |
|-------------|------------|------------------------------|-------------------------|-----------------------------------|---------------------|----------------------------------|----------------------------------|
| 2008 | 225,513 | (41,786) | (57,636) | 241,363 | 400,000 | (158,637) | (734,994) |
| 2009 | 554,862 | (53,287) | (81,977) | 583,552 | 554,862 | 28,690 | (706,304) |
| 2010 | 520,244 | (51,207) | (78,777) | 547,814 | 585,000 | (37,186) | (743,490) |

* BB = Beginning balance for year

** ARC Adjustment = Amortization factor based upon level percentage of projected payroll.

*** Interest on the balance of the NPO at the beginning of the year using the investment return rate assumed in determining ARC.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

F. The Lycoming County Employees' Retirement Report

The Lycoming County Employees' Retirement Report on 2010 actuarial valuation including determination of County's annual required contribution for 2010 is prepared by the Municipal Finance Partners Inc. and is available in the Lycoming County Controller's Office.

18. Other Post-Employment Benefits (OPEB)

A. Plan Description

Under the terms of a County resolution, the County administers a single-employer defined benefit health care plan to retirees of the County who participate in the Lycoming County Employees' Retirement System on or after attaining age 60 or at age 55 with 20 years of creditable service with the County. The Plan is governed by Policy Number 503, Health Insurance Coverage for Retirees as approved by the Lycoming County Commissioners on January 8, 2004. The calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The Lycoming County Employees' Post-Retirement Benefits Plan Report is prepared annually by the Municipal Finance Partners Inc. and is available in the Lycoming County Controller's Office.

Membership of the Employees' Retirement System consisted of the following at January 1, 2010, the date of the latest actuarial valuation:

| | |
|-----------------------------------|-----|
| Retired and Vested Former Members | 287 |
| Active Members | 491 |

B. Funding Policy

The County pays the full cost of coverage for the healthcare benefits paid to qualified retirees per County Policy Number 503, Health Insurance Coverage for Retirees that can be amended by the Board of County Commissioners. These benefits are expensed when incurred and are financed on a pay-as-you-go basis. For fiscal year 2010, the County incurred \$962,400 for post employment benefits other than pension benefits.

Once a retiree becomes eligible for Medicare, the County changes the insurance coverage to a Medicare supplemental insurance. The County continues to pay the premium for the retirees.

Administrative steps were initiated in 2009 to form an OPEB Trust but as of December 31, 2010 it has not been completed. The Board of County Commissioners has encumbered to date \$3,970,000 for this purpose and it is reported on the Governmental Funds Balance Sheet as Unreserved, Designated Fund Balance.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

C. Costs and Obligations, Methods and Assumptions

The County's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, actuarial liabilities or funding excess over a period not to exceed thirty years. The following tables show the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation for the healthcare benefits as well as the funded status and funded progress for the year:

| | |
|--|----------------------------|
| Annual required contribution | \$ 4,455,961 |
| Interest on net OPEB obligation | 292,757 |
| Adjustment to annual required contribution | <u>(337,032)</u> |
| Annual OPEB cost | \$ 4,411,686 |
| Contributions made | <u>\$ (962,400)</u> |
| Increase (decrease) in net OPEB obligation | \$ 3,449,286 |
| Net OPEB obligation, beginning of year | \$ 4,182,239 |
| Net OPEB obligation, end of year | <u><u>\$ 7,631,525</u></u> |

Funded Status and Funded Progress

| | |
|--|---------------|
| Actuarial value of assets | \$ - |
| Actuarial accrued liability (1) | \$ 47,519,826 |
| Unfunded actuarial | \$ 47,519,826 |
| Funded Ratio | 0.0% |
| Annual covered payroll | \$ 19,776,835 |
| Unfunded actuarial liability as a % of covered payroll | 240.3% |

(1) For the purposes of this schedule, the actuarial accrued liability for the plan and the ARC are determined using the entry age normal actuarial cost method.

A schedule of funding progress is provided following the notes to the financial statements.

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 were as follows:

| <u>For Year Ended December 31</u> | <u>Annual OPEB Cost</u> | <u>Annual Contribution</u> | <u>Percentage of Annual OPEB Cost Contributed</u> | <u>Net OPEB Obligation</u> |
|---------------------------------------|-----------------------------|--------------------------------|---|--------------------------------|
| 2008 | \$ 2,713,911 | \$ 661,655 | 24.38% | \$ 2,052,256 |
| 2009 | 2,956,790 | 826,807 | 27.96% | 2,129,983 |
| 2010 | 4,411,686 | 962,400 | 21.81% | <u>3,449,286</u> |
| | | | | <u><u>\$ 7,631,525</u></u> |

As of January 1, 2010, the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits and, thus, the unfunded actuarial accrued liability (UAAL) is more than double the 2009 ARC, due primarily to a decrease in the discount rate used to value plan liabilities from 7.0% to 4.0%. Also contributing to the increase was the underfunding of the ARC in prior years, as well as a lower than expected rate of employment

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

terminations during 2009. The covered payroll (annual payroll of active employees covered by the plan) was \$19,776,835 and the ratio of the UAAL to the covered payroll was 240.3%. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare trends.

The ARC for the current year was computed as of January 1, 2010 using the following actuarial assumptions: (1) actuarial valuation uses the Entry Age Normal Actuarial Cost Method; (2) discount rate of 4%; (3) amortization period 30 years; (4) mortality RP-2000 table; (5) health care costs trend rate of 10%, grading to 6% in 5 years. The amortization method is level dollar and the amortization approach is closed.

The schedule of funding progress for the postemployment defined benefit plan immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

19. Litigation

There are several pending lawsuits in which the County is involved. While the ultimate outcome of these issues cannot be predicted, the County believes that potential liability of these issues not covered by separate arbitration, awards or insurance could not materially affect the financial statement of the County. It is the County Solicitor's opinion that the aggregate amount of the potential claims resulting from pending or threatened litigation cannot presently be determined nor can a range of possible verdicts in the event of an unfavorable outcome be estimated.

20. Pending Governmental Accounting Standards Board Pronouncements

In March 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement establishes accounting and financial reporting standards for all governments that report governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. GASB 54 is effective for the County's calendar year 2011 financial statements.

In December 2009, the GASB issued Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. This statement addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans. GASB 57 is effective for the County's calendar year 2012 financial statements.

County of Lycoming, Pennsylvania
Notes to the Financial Statements
For the Year Ended December 31, 2010

In November 2010, the GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession*. This statement improves financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. GASB 60 is effective for the County's calendar year 2012 financial statements.

In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB statements No. 14 and No. 34*. This statement improves financial reporting for a governmental financial reporting entity. GASB 61 is effective for the County's calendar year 2013 financial statements.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This statement incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements. GASB 62 is effective for the County's calendar year 2012 financial statements.

County management is in the process of analyzing these pending changes in accounting principles and the impact they will have on the financial reporting process.

21.SUBSEQUENT EVENTS

There have been no significant subsequent events.

REQUIRED SUPPLEMENTAL INFORMATION

Lycoming County Employees Retirement System Schedule of Funding Progress

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|---|
| 1/1/2008 | \$ 77,487,405 | \$ 71,615,991 | \$ (5,871,414) | 108.2% | \$ 18,443,177 | -31.8% |
| 1/1/2009 | \$ 70,081,531 | \$ 72,864,949 | \$ 2,783,418 | 96.2% | \$ 20,697,757 | 13.4% |
| 1/1/2010 | \$ 77,822,047 | \$ 79,128,544 | \$ 1,306,497 | 98.3% | \$ 19,735,184 | 6.6% |

Lycoming County Employees Other Postemployment Benefits Plan Schedule of Funding Progress

| Actuarial Valuation Date | Actuarial Value of Assets (a) | Actuarial Accrued Liability (AAL) Entry Age (b) | Unfunded AAL (UAAL) (b-a) | Funded Ratio (a/b) | Covered Payroll (c) | UAAL as a Percentage of Covered Payroll ((b-a)/c) |
|--------------------------------|--|---|------------------------------------|--------------------------|---------------------------|---|
| 1/1/2008 | \$ - | \$ 26,636,795 | \$ 26,636,795 | 0.00% | \$ 18,443,177 | 144.40% |
| 1/1/2009 | \$ - | \$ 29,034,261 | \$ 29,034,261 | 0.00% | \$ 20,697,757 | 140.30% |
| 1/1/2010 | \$ - | \$ 47,519,826 | \$ 47,519,826 | 0.00% | \$ 19,776,835 | 240.30% |

The Lycoming County Employees' Retirement System and Post-Retirement Benefits Plan Reports are prepared annually by the Municipal Finance Partners Inc. and are available in the Lycoming County Controller's Office.

**COUNTY OF LYCOMING, PENNSYLVANIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2010**

| | <u>Budgeted Amounts</u> | | <u>Actual Amount</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|---------------------|--------------------------|--|
| | <u>Original</u> | <u>Final</u> | | <u>(Negative)</u> |
| REVENUES | | | | |
| Taxes | \$ 25,963,654 | \$ 25,963,654 | \$ 26,520,552 | \$ 556,898 |
| Licenses & permits | 45,000 | 45,000 | 42,330 | (2,670) |
| Intergovernmental | 12,406,370 | 12,406,370 | 10,941,165 | (1,465,205) |
| Charge for services | 3,614,428 | 3,614,428 | 4,024,719 | 410,291 |
| Sale of county products | 74,800 | 74,800 | 109,483 | 34,683 |
| Investment earnings | 397,187 | 397,187 | 395,738 | (1,449) |
| Cost & Fines | 975,246 | 975,246 | 1,281,410 | 306,164 |
| Micellaneous | 2,444,773 | 2,444,773 | 2,230,387 | (214,386) |
| Total revenues | <u>45,921,458</u> | <u>45,921,458</u> | <u>45,545,784</u> | <u>(375,674)</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| General government | 8,031,289 | 8,014,248 | 7,601,189 | 413,059 |
| Judicial | 7,027,761 | 7,048,081 | 7,098,905 | (50,824) |
| Public safety | 14,166,545 | 14,191,159 | 11,760,157 | 2,431,002 |
| Public works | 314,689 | 314,689 | 311,685 | 3,004 |
| Human services | 7,938,603 | 8,013,603 | 7,421,708 | 591,895 |
| Culture & recreation | 1,351,596 | 1,351,596 | 1,123,104 | 228,492 |
| Conservation & development | 888,199 | 888,678 | 1,043,651 | (154,973) |
| Miscellaneous | 8,984,535 | 8,959,535 | 6,266,489 | 2,693,046 |
| Capital outlay | 2,008,649 | 2,125,797 | 1,933,877 | 191,920 |
| Total expenditures | <u>50,711,866</u> | <u>50,907,386</u> | <u>44,560,765</u> | <u>6,346,621</u> |
| Excess (deficiency) of revenues over expenditures | <u>(4,790,408)</u> | <u>(4,985,928)</u> | <u>985,019</u> | <u>5,970,947</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfer in | 2,148,000 | 2,148,000 | 2,154,967 | 6,967 |
| Transfer out | (9,669,150) | (9,669,150) | (2,340,021) | 7,329,129 |
| Proceeds from Debt | - | - | 10,645,289 | 10,645,289 |
| Bond Issuance Discount | - | - | (101,130) | (101,130) |
| Payment to bond escrow agent | - | - | - | - |
| Total other financing sources (uses) | <u>(7,521,150)</u> | <u>(7,521,150)</u> | <u>10,359,105</u> | <u>17,880,255</u> |
| Net change in fund balance | (12,311,558) | (12,507,078) | 11,344,124 | 23,851,202 |
| Fund balances-beginning | 16,513,731 | 16,300,551 | 37,885,175 | 21,584,624 |
| Fund balances-ending | <u>\$ 4,202,173</u> | <u>\$ 3,793,473</u> | <u>\$ 49,229,299</u> | <u>\$ 45,435,826</u> |

Budgets are prepared on the modified accrual basis of accounting

**COUNTY OF LYCOMING, PENNSYLVANIA
 COMBINED COUNTY PASS-THRU GRANTS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED DECEMBER 31, 2010**

| | <u>Budgeted Amounts</u> | | <u>Actual Amount</u> | <u>Variance with Final Budget- Positive (Negative)</u> |
|--|-------------------------|-------------------|--------------------------|--|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES | | | | |
| Intergovernmental revenues | \$ 15,237,960 | \$ 15,237,960 | \$ 12,170,109 | \$ (3,067,851) |
| Total revenues | <u>15,237,960</u> | <u>15,237,960</u> | <u>12,170,109</u> | <u>(3,067,851)</u> |
| EXPENDITURES | | | | |
| Public Safety | - | - | - | - |
| Public Works | 61,205 | 61,205 | 20,401 | 40,804 |
| Human services | 15,176,755 | 15,176,755 | 12,074,708 | 3,102,047 |
| Culture & Recreation | - | - | 75,000 | (75,000) |
| Total human services | <u>15,237,960</u> | <u>15,237,960</u> | <u>12,170,109</u> | <u>3,067,851</u> |
| Total expenditures | <u>15,237,960</u> | <u>15,237,960</u> | <u>12,170,109</u> | <u>3,067,851</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - | - |
| Fund balance at beginning of year | - | - | - | - |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

Budgets are prepared on the modified accrual basis of accounting

OTHER SUPPLEMENTAL INFORMATION

**COUNTY OF LYCOMING, PENNSYLVANIA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2010**

| | <u>Special Revenue</u> | <u>Capital Projects</u> | <u>Total</u> |
|--------------------------------------|----------------------------|-----------------------------|---------------------|
| ASSETS | | | |
| Cash & cash equivalents | \$ 5,705,657 | \$ 442,459 | \$ 6,148,116 |
| Investments at cost | - | | - |
| Receivables | | | |
| Accounts | 94,154 | - | 94,154 |
| Interest receivable | - | | - |
| Due from other funds | 11,996 | - | 11,996 |
| Due from other governments | 681,172 | 514,147 | 1,195,319 |
| Total assets | <u>\$ 6,492,979</u> | <u>\$ 956,606</u> | <u>\$ 7,449,585</u> |
| LIABILITIES AND FUND BALANCES | | | |
| Liabilities | | | |
| Accounts payable | \$ 581,838 | \$ 889,387 | \$ 1,471,225 |
| Payroll payable | - | - | - |
| Due to other funds | 1,249,642 | 30,129 | 1,279,771 |
| Deferred revenues | 379,914 | - | 379,914 |
| Total liabilities | <u>2,211,394</u> | <u>919,516</u> | <u>3,130,910</u> |
| Fund Balances (Deficits) | | | |
| Reserved for: | | | |
| Encumbrances | 424,981 | - | 424,981 |
| Unreserved, Designated for: | | | |
| Judicial | 1,912,498 | | 1,912,498 |
| Public safety | 572,929 | | 572,929 |
| Public works | 181,698 | | 181,698 |
| Culture & recreation | 1,189,479 | | 1,189,479 |
| Unreserved, Undesignated: | - | 37,090 | 37,090 |
| Total fund balances | <u>4,281,585</u> | <u>37,090</u> | <u>4,318,675</u> |
| Total liabilities and fund balances | <u>\$ 6,492,979</u> | <u>\$ 956,606</u> | <u>\$ 7,449,585</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

| | <u>Special Revenues</u> | <u>Debt Service</u> | <u>Capital Projects</u> | <u>Total</u> |
|--|-----------------------------|-------------------------|-----------------------------|---------------------|
| REVENUES | | | | |
| Intergovernmental revenues | \$ 3,968,703 | \$ - | \$ 928,928 | \$ 4,897,631 |
| Charge for services | 1,947,334 | - | - | 1,947,334 |
| Investment earnings | 15,219 | - | - | 15,219 |
| Court cost & fines | 95,526 | - | - | 95,526 |
| Miscellaneous income | 86,867 | - | - | 86,867 |
| | <u>6,113,649</u> | <u>-</u> | <u>928,928</u> | <u>7,042,577</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| General government | - | - | 51,855 | 51,855 |
| Judicial | 305,407 | - | - | 305,407 |
| Public safety | 2,407,678 | - | - | 2,407,678 |
| Public works | 2,244,926 | - | 553,356 | 2,798,282 |
| Culture & recreation | 183,408 | - | - | 183,408 |
| Conservation & development | 119,770 | - | - | 119,770 |
| Debt service | - | 2,475,802 | - | 2,475,802 |
| Capital outlay | 1,406,765 | - | - | 1,406,765 |
| | <u>6,667,954</u> | <u>2,475,802</u> | <u>605,211</u> | <u>9,748,967</u> |
| Excess (deficiency) of revenues over expenditures | <u>(554,305)</u> | <u>(2,475,802)</u> | <u>323,717</u> | <u>(2,706,390)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfer in | 334,046 | 2,475,802 | 22,465 | 2,832,313 |
| Transfer out | (146,110) | - | (346,182) | (492,292) |
| | <u>187,936</u> | <u>2,475,802</u> | <u>(323,717)</u> | <u>2,340,021</u> |
| Net Change in fund balances | (366,369) | - | - | (366,369) |
| Fund balances at beginning of year | 4,647,954 | - | 37,090 | 4,685,044 |
| Fund balances at end of year | <u>\$ 4,281,585</u> | <u>\$ -</u> | <u>\$ 37,090</u> | <u>\$ 4,318,675</u> |

GENERAL FUND

The General Fund is the primary operating fund of the County. It is used to account for all financial resources (except those accounted for in another fund).

GENERAL FUND

**COUNTY OF LYCOMING, PENNSYLVANIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|------------------------------|---------------------|-------------------|---|
| REVENUES | | | |
| Taxes | \$ 25,963,654 | \$ 26,520,552 | \$ 556,898 |
| Licenses & permits | 45,000 | 42,330 | (2,670) |
| Intergovernmental | 12,406,370 | 10,941,165 | (1,465,205) |
| Charge for services | 3,614,428 | 4,024,719 | 410,291 |
| Sale of county products | 74,800 | 109,483 | 34,683 |
| Investment earnings | 397,187 | 395,738 | (1,449) |
| Cost & Fines | 975,246 | 1,281,410 | 306,164 |
| Miscellaneous | 2,444,773 | 2,230,387 | (214,386) |
| Total revenues | <u>45,921,458</u> | <u>45,545,784</u> | <u>(375,674)</u> |
| EXPENDITURES | | | |
| General government | | | |
| Commissioners | 422,864 | 398,980 | 23,884 |
| Solicitors | 126,400 | 139,944 | (13,544) |
| Executive Plaza | 248,109 | 226,061 | 22,048 |
| Courthouse | 665,687 | 662,514 | 3,173 |
| Lysock Complex | 203,753 | 201,076 | 2,677 |
| Third Street Plaza | 502,327 | 467,606 | 34,721 |
| Voters Registration | 188,751 | 148,631 | 40,120 |
| Conduct of Elections | 155,263 | 132,150 | 23,113 |
| Tax Assessment | 697,520 | 682,530 | 14,990 |
| Treasurer | 199,411 | 196,230 | 3,181 |
| Controller | 226,727 | 225,661 | 1,066 |
| Fiscal Services | 440,501 | 426,014 | 14,487 |
| Tax Collector | 163,239 | 141,917 | 21,322 |
| Central Collections | 485,584 | 482,448 | 3,136 |
| Inventory Outlay | 89,125 | 153,588 | (64,463) |
| Contingency fund | 146,452 | 10,000 | 136,452 |
| E.D.P.S. Planning Commission | 905,317 | 863,640 | 41,677 |
| E.D.P.S. County Zoning | 114,897 | 122,611 | (7,714) |
| E.D.P.S. G.I.S. | 170,100 | 152,484 | 17,616 |
| Management Information | 1,443,880 | 1,421,873 | 22,007 |
| Central Telephone | 19,889 | 19,796 | 93 |
| Mail Services | 37,678 | 37,577 | 101 |
| Micro-filming | 89,487 | 82,975 | 6,512 |
| Record Retention | 3,250 | - | 3,250 |
| Human Resources | 268,037 | 263,011 | 5,026 |
| Gen. Gov Agency | - | (58,128) | 58,128 |
| Total general government | <u>8,014,248</u> | <u>7,601,189</u> | <u>413,059</u> |
| Judicial | | | |
| Register & Recorder | 369,637 | 391,785 | (22,148) |
| Sheriff | 641,335 | 661,965 | (20,630) |
| Coroner | 186,624 | 179,843 | 6,781 |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|------------------------------|---------------------|-------------------|---|
| Judicial (Continued) | | | |
| Prothonotary | \$ 308,100 | \$ 299,140 | \$ 8,960 |
| Domestic Relations | 1,102,067 | 1,007,480 | 94,587 |
| Public Defenders | 563,747 | 552,161 | 11,586 |
| District Attorney | 1,177,751 | 1,142,341 | 35,410 |
| Courts | 1,638,007 | 1,776,666 | (138,659) |
| Jury Commissioners | 30,928 | 31,920 | (992) |
| Constables | 176,500 | 138,527 | 37,973 |
| District Magistrate 29-1-01 | 138,028 | 132,058 | 5,970 |
| District Magistrate 29-1-02 | 116,974 | 118,031 | (1,057) |
| District Magistrate 29-3-04 | 140,021 | 140,252 | (231) |
| District Magistrate 29-3-02 | 113,793 | 118,572 | (4,779) |
| District Magistrate 29-3-03 | 149,191 | 149,673 | (482) |
| District Magistrate 29-3-01 | 138,402 | 137,268 | 1,134 |
| Inventory Outlay | 31,976 | 27,001 | 4,975 |
| Gen. Gov Agency | - | 64,222 | (64,222) |
| Outside Agencies | | | |
| WBD&A DUI court | 25,000 | 30,000 | (5,000) |
| Total judicial | <u>7,048,081</u> | <u>7,098,905</u> | <u>(50,824)</u> |
| Public safety | | | |
| Adult Probation | 1,173,325 | 1,084,568 | 88,757 |
| Juvenile Probation | 1,279,042 | 1,270,935 | 8,107 |
| Juvenile Placements | 4,036,456 | 2,347,489 | 1,688,967 |
| County Prison | 4,637,955 | 4,334,005 | 303,950 |
| Pre-Release Center | 2,035,320 | 2,005,867 | 29,453 |
| D.U.I Center | 112,151 | 109,434 | 2,717 |
| Act 198 | 15,000 | 15,000 | - |
| Communications | 538,226 | 240,233 | 297,993 |
| Emergency Management Agency | 217,260 | 192,715 | 24,545 |
| L.E.R.M.S. | - | - | - |
| Emergency Medical Services | 32,546 | 15,939 | 16,607 |
| S.A.R.A. Title III (Haz-Mat) | 50,355 | 28,538 | 21,817 |
| Inventory Outlay | 52,523 | 49,982 | 2,541 |
| Gen. Gov Agency | - | 54,452 | (54,452) |
| Outside Agencies | | | |
| Lyc. Cnty. Fire Police | 1,000 | 1,000 | - |
| West Branch Firemen Assoc | 10,000 | 10,000 | - |
| Total public safety | <u>14,191,159</u> | <u>11,760,157</u> | <u>2,431,002</u> |
| Public works | | | |
| Inventory Outlay | - | (17,800) | 17,800 |
| Outside Agencies | | | |
| Airport | 175,000 | 238,362 | (63,362) |
| Airport ATC Services | 139,689 | 91,123 | 48,566 |
| Total public works | <u>314,689</u> | <u>311,685</u> | <u>3,004</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|----------------------------------|---------------------|------------------|---|
| Human services | | | |
| Children & Youth | \$ 7,600,351 | \$ 6,997,964 | \$ 602,387 |
| Military affairs | 105,672 | 116,661 | (10,989) |
| Inventory Outlay | 1,280 | 1,083 | 197 |
| Outside Agencies | | | |
| Mental Health | 218,000 | 218,000 | - |
| Camp Cadet | 3,000 | 3,000 | - |
| Senior Citizen | 10,000 | 10,000 | - |
| Wmspt. / Lyc. Flag Committee | 300 | - | 300 |
| C.A.P.P.A. | 75,000 | 75,000 | - |
| Total human services | <u>8,013,603</u> | <u>7,421,708</u> | <u>591,895</u> |
| | | | |
| Culture & Recreation | | | |
| Outside Agencies | | | |
| Library | 1,098,225 | 1,113,104 | (14,879) |
| Lycoming Historical Society | 10,000 | 10,000 | - |
| Recreation Authority | 243,371 | - | 243,371 |
| Gen. Gov Agency | - | - | - |
| Total culture & recreation | <u>1,351,596</u> | <u>1,123,104</u> | <u>228,492</u> |
| | | | |
| Conservation & development | | | |
| County farm | 141,816 | 120,577 | 21,239 |
| Cooperative Extension | 159,630 | 156,607 | 3,023 |
| Soil Conservation | 109,224 | 103,522 | 5,702 |
| Inventory Outlay | 6,200 | 4,736 | 1,464 |
| Outside Agencies | | | |
| S.E.D.A. | 24,008 | 23,534 | 474 |
| Industrial Development | 2,800 | 3,000 | (200) |
| Visitors Bureau | 420,000 | 606,675 | (186,675) |
| Wmspt. / Lyc Chamber Marketing | 25,000 | 25,000 | - |
| Total conservation & development | <u>888,678</u> | <u>1,043,651</u> | <u>(154,973)</u> |
| | | | |
| Miscellaneous expenditures | | | |
| Non government rev. & exp. | (524,280) | (380,421) | (143,859) |
| Employee benefits | | | |
| Employee fringe | 11,590,213 | 8,913,188 | 2,677,025 |
| Reimb. fringe benefits | (2,350,894) | (2,485,146) | 134,252 |
| Insurance | 244,496 | 218,868 | 25,628 |
| Total miscellaneous expenditures | <u>8,959,535</u> | <u>6,266,489</u> | <u>2,693,046</u> |

(Continued)

**GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE -BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---|-------------------------|-----------------------|---|
| Capital Outlay | | | |
| General Government | \$ 590,543 | \$ 282,994 | \$ 307,549 |
| Judicial | 75,000 | 46,516 | 28,484 |
| Public Safety | 1,409,017 | 1,558,981 | (149,964) |
| Conservation & Development | 51,237 | 45,386 | 5,851 |
| | <u>2,125,797</u> | <u>1,933,877</u> | <u>191,920</u> |
| Total expenditures | <u>50,907,386</u> | <u>44,560,765</u> | <u>6,346,621</u> |
| Excess (deficiency) revenues over expenditures | <u>(4,985,928)</u> | <u>985,019</u> | <u>5,970,947</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 2,148,000 | 2,154,967 | 6,967 |
| Transfer out | (9,669,150) | (2,340,021) | 7,329,129 |
| Proceeds from Debt | | 10,645,289 | 10,645,289 |
| Bond Issuance Discounts | - | (101,130) | (101,130) |
| Total other financing sources (uses) | <u>(7,521,150)</u> | <u>10,359,105</u> | <u>17,880,255</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | <u>(12,507,078)</u> | <u>11,344,124</u> | <u>23,851,202</u> |
| Fund balance beginning of year | <u>16,300,551</u> | <u>37,885,175</u> | <u>21,584,624</u> |
| Fund balance at end of year | <u>\$ 3,793,473</u> | <u>\$ 49,229,299</u> | <u>\$ 45,435,826</u> |

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for revenues derived from specific grants or other restricted revenues sources primarily restricted to expenditures for specific purposes (except those accounted for in Debt Services, Capital Projected, Proprietary Funds or Trust Funds). The County's Special Revenue Funds consist of:

Domestic Relations

Accounts for Department of Public Welfare Incentive payments for child support enforcement

D.A. Investigative Funds

Accounts for funds received by the District Attorney through forfeitures and state grants to finance the District Attorney's drug task force

Register & Recorder- Capital Fund & Act 137

Accounts for funds received through user fees to finance capital improvements by the County and the Register & Recorder. Act 137 fees are to be used for housing and first time home buyers

Prothonotary Automation Fund

Accounts for funds used to support the automation of the Prothonotary office

Emergency Management Services

Accounts for funds received to finance emergency services and coordinate other emergency services for a multiple county area

Haz-Mat

Accounts for federal, state and local grants as well as fees from local industries for dealing with hazardous materials

911 Wireline

Account for funds received from users to finance the operation and improvements of the County 911 telephone system

911 Wireless

Account for funds received from the State to finance the operation and improvements of the County 911 telephone system to include wireless phones

Emergency Management Agency

Account for funds received to support emergency planning and training for County emergencies

Highway Safety Grants

Accounts for funds from state grants used to promote public safety on the highways

J.A.I.B Grant

Accounts for funds from the Federal grants to finance coordination of services provided in the juvenile justice system

Liquid Fuels Fund

Accounts for funds received to finance the improvements of roads and bridges

Act 44 Bridge Funds

Accounts for funds received to finance the construction and improvements of County bridges

Community Development Grants

Accounts for funds received to finance community development projects within the county

Flood Mitigation Grants

Accounts for funds from Federal and State grants used to finance various flood mitigation projects within the County

Environmental Projects

Accounts for funds from Federal and State grants used to finance various environmental projects within the County

Economic Development Projects

Accounts for funds from Federal and State grants used to finance various economic and recreational projects within the County

Growing Greener Trust

Accounts for funds under the State Environmental Stewardship and Watershed Protection Act to be used for protecting and improving the environment

Farm Easements

Accounts for funds used to finance the purchase of farm easements throughout the County

Miscellaneous Special Revenue Projects

Accounts for funds used to finance small miscellaneous special revenue projects

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010**

| | Domestic Relation Fund | D.A. Investigative Fund | Register & Recorder Capital Fund | Prothonotary Automation Fund |
|--------------------------------------|---------------------------------------|--|---|---|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 1,702,326 | \$ 85,449 | \$ 115,480 | \$ 54,572 |
| Investments at cost | - | - | - | - |
| Receivables (net of allowance) | | | | |
| Accounts receivable trade | 2,050 | - | - | 1,518 |
| Interest receivable | - | - | - | - |
| Due from other funds | 3,210 | - | - | - |
| Due from other governments | 22,029 | - | - | - |
| Total assets | <u>\$ 1,729,615</u> | <u>\$ 85,449</u> | <u>\$ 115,480</u> | <u>\$ 56,090</u> |
| LIABILITIES & FUND EQUITY | | | | |
| Liabilities | | | | |
| Accounts payable | \$ - | \$ 77 | \$ 45,288 | \$ 11,070 |
| Payroll payable | - | - | - | - |
| Due to other funds | 17,701 | - | - | - |
| Deferred revenues | - | - | - | - |
| Total liabilities | <u>17,701</u> | <u>77</u> | <u>45,288</u> | <u>11,070</u> |
| Fund equity | | | | |
| Fund balances | | | | |
| Reserve for encumbrances | - | - | - | - |
| Unreserved, Designated for: | | | | |
| Judicial | 1,711,914 | 85,372 | 70,192 | 45,020 |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Culture & recreation | - | - | - | - |
| Total fund equity | <u>1,711,914</u> | <u>85,372</u> | <u>70,192</u> | <u>45,020</u> |
| Total liabilities and fund equity | <u>\$ 1,729,615</u> | <u>\$ 85,449</u> | <u>\$ 115,480</u> | <u>\$ 56,090</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010
CONTINUED**

| | <u>E.M.S.</u> | <u>Haz-Mat</u> | <u>911 Wireline</u> | <u>911 Wireless</u> |
|--------------------------------------|-------------------|------------------|---------------------|---------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 283,373 | \$ 30,863 | \$ 1,084,543 | \$ 258,541 |
| Investments at cost | - | - | - | - |
| Receivables (net of allowance) | | | | |
| Accounts receivable trade | - | - | 8,511 | 82,075 |
| Interest receivable | - | - | - | - |
| Due from other funds | - | - | - | - |
| Due from other governments | - | - | - | - |
| Total assets | <u>\$ 283,373</u> | <u>\$ 30,863</u> | <u>\$ 1,093,054</u> | <u>\$ 340,616</u> |
| LIABILITIES & FUND EQUITY | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 38,910 | \$ - | \$ 2,767 | \$ - |
| Payroll payable | - | - | - | - |
| Due to other funds | 32,892 | | 625,000 | 340,616 |
| Deferred revenues | 133,978 | 13,978 | - | - |
| Total liabilities | <u>205,780</u> | <u>13,978</u> | <u>627,767</u> | <u>340,616</u> |
| Fund equity | | | | |
| Fund balances | | | | |
| Reserve for encumbrances | - | - | - | - |
| Unreserved, Designated for: | | | | |
| Judicial | - | - | - | - |
| Public safety | 77,593 | 16,885 | 465,287 | - |
| Public works | - | - | - | - |
| Culture & recreation | - | - | - | - |
| Total fund equity | <u>77,593</u> | <u>16,885</u> | <u>465,287</u> | <u>-</u> |
| Total liabilities and fund equity | <u>\$ 283,373</u> | <u>\$ 30,863</u> | <u>\$ 1,093,054</u> | <u>\$ 340,616</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010
CONTINUED**

| | <u>E.M.A. Grant</u> | <u>Highway Safety</u> | <u>J.A.I.B.G./ Aftercare Grant</u> | <u>Liquid Fuel</u> |
|--------------------------------------|-------------------------|---------------------------|--|------------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 15,718 | \$ - | \$ - | \$ 694,407 |
| Investments at cost | - | - | - | - |
| Receivables (net of allowance) | | | | |
| Accounts receivable trade | - | - | - | - |
| Interest receivable | - | - | - | - |
| Due from other funds | - | - | - | - |
| Due from other governments | 3,203 | 22,774 | 11,866 | 16,071 |
| Total assets | <u>\$ 18,921</u> | <u>\$ 22,774</u> | <u>\$ 11,866</u> | <u>\$ 710,478</u> |
| LIABILITIES & FUND EQUITY | | | | |
| Liabilities | | | | |
| Accounts payable | \$ 564 | \$ 6,335 | \$ 8,721 | \$ 221,324 |
| Payroll payable | - | - | - | - |
| Due to other funds | - | 16,132 | 3,145 | 2,173 |
| Deferred revenues | 5,193 | 307 | - | - |
| Total liabilities | <u>5,757</u> | <u>22,774</u> | <u>11,866</u> | <u>223,497</u> |
| Fund equity | | | | |
| Fund balances | | | | |
| Reserve for encumbrances | - | - | - | 424,981 |
| Unreserved, Designated for: | | | | |
| Judicial | - | - | - | - |
| Public safety | 13,164 | - | - | - |
| Public works | - | - | - | 62,000 |
| Culture & recreation | - | - | - | - |
| Total fund equity | <u>13,164</u> | <u>-</u> | <u>-</u> | <u>486,981</u> |
| Total liabilities and fund equity | <u>\$ 18,921</u> | <u>\$ 22,774</u> | <u>\$ 11,866</u> | <u>\$ 710,478</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010
CONTINUED**

| | <u>Act 44 Bridge Funds</u> | <u>Community Development Block Grant</u> | <u>E.D.P.S Flood Mitigation</u> | <u>E.D.P.S Environmental Projects</u> |
|--------------------------------------|--------------------------------|--|---|---|
| ASSETS | | | | |
| Cash and cash equivalents | \$ 119,698 | \$ 56,142 | \$ - | \$ - |
| Investments at cost | - | - | - | - |
| Receivables (net of allowance) | | | | |
| Accounts receivable trade | - | - | - | - |
| Interest receivable | - | - | - | - |
| Due from other funds | - | - | - | 2,736 |
| Due from other governments | - | 98,930 | 26,955 | 206,381 |
| Total assets | <u>\$ 119,698</u> | <u>\$ 155,072</u> | <u>\$ 26,955</u> | <u>\$ 209,117</u> |
| LIABILITIES & FUND EQUITY | | | | |
| Liabilities | | | | |
| Accounts payable | \$ - | \$ 137,794 | \$ 829 | \$52,378 |
| Payroll payable | - | - | - | - |
| Due to other funds | - | 17,278 | 26,126 | 94,113 |
| Deferred revenues | - | - | - | 62,626 |
| Total liabilities | <u>-</u> | <u>155,072</u> | <u>26,955</u> | <u>209,117</u> |
| Fund equity | | | | |
| Fund balances | | | | |
| Reserve for encumbrances | - | - | - | - |
| Unreserved, Designated for: | | | | |
| Judicial | - | - | - | - |
| Public safety | - | - | - | - |
| Public works | 119,698 | - | - | - |
| Culture & recreation | - | - | - | - |
| Total fund equity | <u>119,698</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total liabilities and fund equity | <u>\$ 119,698</u> | <u>\$ 155,072</u> | <u>\$ 26,955</u> | <u>\$ 209,117</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010
CONTINUED**

| | Economic Development Grant | Growing Greener | Farm Easements | Special Projects |
|--------------------------------------|---|----------------------------|---------------------------|-----------------------------|
| ASSETS | | | | |
| Cash and cash equivalents | \$ - | \$ 1,011,549 | \$ 181,092 | \$ 11,904 |
| Investments at cost | - | - | - | - |
| Receivables (net of allowance) | | | | |
| Accounts receivable trade | - | - | - | - |
| Interest receivable | - | - | - | - |
| Due from other funds | 6,050 | - | - | - |
| Due from other governments | 248,838 | - | - | 24,125 |
| Total assets | <u>\$ 254,888</u> | <u>\$ 1,011,549</u> | <u>\$ 181,092</u> | <u>\$ 36,029</u> |
| LIABILITIES & FUND EQUITY | | | | |
| Liabilities | | | | |
| Accounts payable | \$50,633 | \$ - | \$ - | \$ 5,148 |
| Payroll payable | - | - | - | - |
| Due to other funds | 71,304 | 3,162 | - | - |
| Deferred revenues | 132,951 | - | - | 30,881 |
| Total liabilities | <u>254,888</u> | <u>3,162</u> | <u>-</u> | <u>36,029</u> |
| Fund equity | | | | |
| Fund balances | | | | |
| Reserve for encumbrances | - | - | - | - |
| Unreserved, Designated for: | | | | |
| Judicial | - | - | - | - |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Culture & recreation | - | 1,008,387 | 181,092 | - |
| Total fund equity | <u>-</u> | <u>1,008,387</u> | <u>181,092</u> | <u>-</u> |
| Total liabilities and fund equity | <u>\$ 254,888</u> | <u>\$ 1,011,549</u> | <u>\$ 181,092</u> | <u>\$ 36,029</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010
CONTINUED**

| | Total |
|--|--------------|
| ASSETS | |
| Cash and cash equivalents | \$ 5,705,657 |
| Investments at cost | - |
| Receivables (net of allowance) | |
| Accounts receivable trade | 94,154 |
| Interest receivable | - |
| Due from other funds | 11,996 |
| Due from other governments | 681,172 |
| Total assets | \$ 6,492,979 |
| LIABILITIES & FUND EQUITY | |
| Liabilities | |
| Accounts payable | \$ 581,838 |
| Payroll payable | - |
| Due to other funds | 1,249,642 |
| Deferred revenues | 379,914 |
| Total liabilities | 2,211,394 |
| Fund equity | |
| Fund balances | |
| Reserve for encumbrances | \$ 424,981 |
| Unreserved, Designated for: | - |
| Judicial | 1,912,498 |
| Public safety | 572,929 |
| Public works | 181,698 |
| Culture & recreation | 1,189,479 |
| Total fund equity | 4,281,585 |
| Total liabilities and fund equity | \$ 6,492,979 |

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010**

| | Domestic Relation Fund | D.A. Investigative Fund | Register & Recorder Capital Fund | Prothonotary Automation Fund |
|---|---------------------------------------|--|---|---|
| REVENUES | | | | |
| Intergovernmental revenues | \$ 243,962 | \$ - | \$ - | \$ - |
| Charge for services | - | - | 177,140 | 26,502 |
| Investment earnings | 4,757 | - | - | - |
| Court Cost, Fines & Forfeits | - | 95,526 | - | - |
| Miscellaneous income | - | 24,573 | - | - |
| Total Revenues | <u>248,719</u> | <u>120,099</u> | <u>177,140</u> | <u>26,502</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| Judicial | 70,934 | 100,997 | 63,640 | 2,434 |
| Public safety | - | - | - | - |
| Public works | - | - | 263,179 | - |
| Culture & recreation | - | - | - | - |
| Conservation & development | - | - | - | - |
| Capital outlay | 22,332 | - | 26,421 | 11,070 |
| Total Expenditures | <u>93,266</u> | <u>100,997</u> | <u>353,240</u> | <u>13,504</u> |
| Excess (deficiency) of revenues over expenditures | <u>155,453</u> | <u>19,102</u> | <u>(176,100)</u> | <u>12,998</u> |
| OTHER FINANCIAL SOURCES (USES) | | | | |
| Transfer in | - | - | - | - |
| Transfer out | - | - | - | - |
| Total other financial sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balances | 155,453 | 19,102 | (176,100) | 12,998 |
| Fund balance at beginning of year | 1,556,462 | 66,270 | 246,292 | 32,022 |
| Fund balance at end of year | <u>\$ 1,711,915</u> | <u>\$ 85,372</u> | <u>\$ 70,192</u> | <u>\$ 45,020</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010
CONTINUED**

| | <u>E.M.S.</u> | <u>Haz-Mat</u> | <u>911 Wireline</u> | <u>911 Wireless</u> |
|---|------------------|------------------|---------------------|---------------------|
| REVENUES | | | | |
| Intergovernmental revenues | \$ 479,263 | \$ 34,915 | \$ - | \$ - |
| Charge for services | - | 27,850 | 760,659 | 950,079 |
| Investment earnings | 518 | 112 | 2,029 | 2,350 |
| Court Cost, Fines & Forfeits | - | - | - | - |
| Miscellaneous income | - | - | - | - |
| Total Revenues | <u>479,781</u> | <u>62,877</u> | <u>762,688</u> | <u>952,429</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| Judicial | - | - | - | - |
| Public safety | 471,955 | 62,877 | 540,453 | 1,123,544 |
| Public works | - | - | - | - |
| Culture & recreation | - | - | - | - |
| Conservation & development | - | - | - | - |
| Capital outlay | - | - | - | 15,153 |
| Total Expenditures | <u>471,955</u> | <u>62,877</u> | <u>540,453</u> | <u>1,138,697</u> |
| Excess (deficiency) of revenues over expenditures | <u>7,826</u> | <u>-</u> | <u>222,235</u> | <u>(186,268)</u> |
| OTHER FINANCIAL SOURCES (USES) | | | | |
| Transfer in | - | - | - | - |
| Transfer out | - | - | (125,000) | - |
| Total other financial sources (uses) | <u>-</u> | <u>-</u> | <u>(125,000)</u> | <u>-</u> |
| Net change in fund balances | 7,826 | - | 97,235 | (186,268) |
| Fund balance at beginning of year | 69,768 | 16,886 | 368,052 | 186,268 |
| Fund balance at end of year | <u>\$ 77,594</u> | <u>\$ 16,886</u> | <u>\$ 465,287</u> | <u>\$ -</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010
CONTINUED**

| | <u>E.M.A. Grant</u> | <u>Highway Safety</u> | <u>J.A.I.B.G./ Aftercare Grant</u> | <u>Liquid Fuel</u> |
|---|-------------------------|---------------------------|--|------------------------|
| REVENUES | | | | |
| Intergovernmental revenues | \$ 6,268 | \$ 105,208 | \$ 33,033 | \$ 1,683,953 |
| Charge for services | - | - | - | - |
| Investment earnings | - | - | - | 1,987 |
| Court Cost, Fines & Forfeits | - | - | - | - |
| Miscellaneous income | - | - | - | - |
| Total Revenues | <u>6,268</u> | <u>105,208</u> | <u>33,033</u> | <u>1,685,940</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| Judicial | - | - | - | - |
| Public safety | 9,647 | 105,208 | 93,994 | - |
| Public works | - | - | - | 656,663 |
| Culture & recreation | - | - | - | - |
| Conservation & development | - | - | - | - |
| Capital outlay | - | - | - | 1,322,786 |
| Total Expenditures | <u>9,647</u> | <u>105,208</u> | <u>93,994</u> | <u>1,979,449</u> |
| Excess (deficiency) of revenues over expenditures | <u>(3,379)</u> | <u>-</u> | <u>(60,961)</u> | <u>(293,509)</u> |
| OTHER FINANCIAL SOURCES (USES) | | | | |
| Transfer in | - | - | 60,961 | - |
| Transfer out | - | - | - | - |
| Total other financial sources (uses) | <u>-</u> | <u>-</u> | <u>60,961</u> | <u>-</u> |
| Net change in fund balances | (3,379) | - | - | (293,509) |
| Fund balance at beginning of year | 16,544 | - | - | 780,489 |
| Fund balance at end of year | <u>\$ 13,165</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 486,980</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010
CONTINUED**

| | <u>Act 44 Bridge Fund</u> | <u>Community Development Block Grant</u> | <u>E.D.P.S Flood Mitigation</u> | <u>E.D.P.S Environmental Projects</u> |
|---|-------------------------------|--|---|---|
| REVENUES | | | | |
| Intergovernmental revenues | \$ 60,423 | \$ 301,200 | \$ 26,955 | \$ 233,406 |
| Charge for services | - | - | - | - |
| Investment earnings | 253 | - | - | - |
| Court Cost, Fines & Forfeits | - | - | - | - |
| Miscellaneous income | - | - | - | 62,294 |
| Total Revenues | <u>60,676</u> | <u>301,200</u> | <u>26,955</u> | <u>295,700</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| Judicial | | - | - | - |
| Public safety | | - | - | - |
| Public works | 2,519 | 301,200 | 108,673 | 398,989 |
| Culture & recreation | - | - | - | - |
| Conservation & development | - | - | - | - |
| Capital outlay | - | - | - | - |
| Total Expenditures | <u>2,519</u> | <u>301,200</u> | <u>108,673</u> | <u>398,989</u> |
| Excess (deficiency) of revenues over expenditures | <u>58,157</u> | <u>-</u> | <u>(81,718)</u> | <u>(103,289)</u> |
| OTHER FINANCIAL SOURCES (USES) | | | | |
| Transfer in | - | - | 81,718 | 103,289 |
| Transfer out | - | - | - | - |
| Total other financial sources (uses) | <u>-</u> | <u>-</u> | <u>81,718</u> | <u>103,289</u> |
| Net change in fund balances | 58,157 | - | - | - |
| Fund balance at beginning of year | 61,540 | - | - | - |
| Fund balance at end of year | <u>\$ 119,697</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010
CONTINUED**

| | Economic Development Grant | Growing Greener | Farm Easements | Special Projects |
|---|---|----------------------------|---------------------------|-----------------------------|
| REVENUES | | | | |
| Intergovernmental revenues | \$ 659,033 | \$ - | \$ 24,679 | \$ 76,405 |
| Charge for services | - | - | 5,104 | - |
| Investment earnings | - | 3,213 | - | - |
| Court Cost, Fines & Forfeits | - | - | - | - |
| Miscellaneous income | - | - | - | - |
| Total Revenues | <u>659,033</u> | <u>3,213</u> | <u>29,783</u> | <u>76,405</u> |
| EXPENDITURES | | | | |
| Current | | | | |
| Judicial | - | - | - | 67,402 |
| Public safety | - | - | - | - |
| Public works | 513,703 | - | - | - |
| Culture & recreation | 183,408 | - | - | - |
| Conservation & development | - | - | 119,770 | - |
| Capital outlay | - | - | - | 9,003 |
| Total Expenditures | <u>697,111</u> | <u>-</u> | <u>119,770</u> | <u>76,405</u> |
| Excess (deficiency) of revenues over expenditures | <u>(38,078)</u> | <u>3,213</u> | <u>(89,987)</u> | <u>-</u> |
| OTHER FINANCIAL SOURCES (USES) | | | | |
| Transfer in | 38,078 | - | 50,000 | - |
| Transfer out | <u>-</u> | <u>(21,110)</u> | <u>-</u> | <u>-</u> |
| Total other financial sources (uses) | <u>38,078</u> | <u>(21,110)</u> | <u>50,000</u> | <u>-</u> |
| Net change in fund balances | - | (17,897) | (39,987) | - |
| Fund balance at beginning of year | - | 1,026,284 | 221,079 | - |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ 1,008,387</u> | <u>\$ 181,092</u> | <u>\$ -</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010
CONTINUED**

| | Total |
|---|--------------|
| REVENUES | |
| Intergovernmental revenues | \$ 3,968,703 |
| Charge for services | 1,947,334 |
| Investment earnings | 15,219 |
| Court Cost, Fines & Forfeits | 95,526 |
| Miscellaneous income | 86,867 |
| Total Revenues | 6,113,649 |
| EXPENDITURES | |
| Current | |
| Judicial | 305,407 |
| Public safety | 2,407,678 |
| Public works | 2,244,926 |
| Culture & recreation | 183,408 |
| Conservation & development | 119,770 |
| Capital outlay | 1,406,765 |
| Total Expenditures | 6,667,954 |
| Excess (deficiency) of revenues over expenditures | (554,305) |
| OTHER FINANCIAL SOURCES (USES) | |
| Transfer in | 334,046 |
| Transfer out | (146,110) |
| Total other financial sources (uses) | 187,936 |
| Net change in fund balances | (366,369) |
| Fund balance at beginning of year | 4,647,956 |
| Fund balance at end of year | \$ 4,281,587 |

**COUNTY OF LYCOMING, PENNSYLVANIA
DOMESTIC RELATIONS IV-D
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|---------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 191,376 | \$ 243,962 | \$ 52,586 |
| Investment earnings | 2,100 | 4,757 | 2,657 |
| Total revenues | <u>193,476</u> | <u>248,719</u> | <u>55,243</u> |
| EXPENDITURES | | | |
| Judicial | 72,378 | 70,934 | 1,444 |
| Capital outlay | 33,000 | 22,332 | 10,668 |
| Total expenditures | <u>105,378</u> | <u>93,266</u> | <u>12,112</u> |
| Excess (deficiency) of revenues over expenditures | 88,098 | 155,453 | 67,355 |
| Fund balance at beginning of year | 1,499,999 | 1,556,462 | 56,463 |
| Fund balance at end of year | <u>\$ 1,588,097</u> | <u>\$ 1,711,915</u> | <u>\$ 123,818</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
D.A. INVESTIGATIVE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ - | \$ - | \$ - |
| Investment earnings | 150 | - | (150) |
| Court cost fines & forfeits | 95,000 | 95,526 | 526 |
| Miscellaneous revenues | 2,500 | 24,573 | 22,073 |
| Total revenues | <u>97,650</u> | <u>120,099</u> | <u>22,449</u> |
| EXPENDITURES | | | |
| Judicial | 97,650 | 100,997 | (3,347) |
| Total expenditures | <u>97,650</u> | <u>100,997</u> | <u>(3,347)</u> |
| Excess (deficiency) of revenues over expenditures | - | 19,102 | 19,102 |
| Fund balance at beginning of year | 77,846 | 66,270 | (11,576) |
| Fund balance at end of year | <u>\$ 77,846</u> | <u>\$ 85,372</u> | <u>\$ 7,526</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
REGISTER & RECORDER CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Charge for service | \$ 194,012 | \$ 177,140 | \$ (16,872) |
| Investment earnings | 4,582 | - | (4,582) |
| Total revenues | <u>198,594</u> | <u>177,140</u> | <u>(21,454)</u> |
| EXPENDITURES | | | |
| Judicial | | | |
| Capital improvement fund | | | |
| Register & Recorder | 59,535 | 7,926 | 51,609 |
| County | 52,587 | 55,714 | (3,127) |
| Total judicial | <u>112,122</u> | <u>63,640</u> | <u>48,482</u> |
| Capital outlay | | | |
| Register & Recorder | 25,000 | 26,421 | (1,421) |
| Total capital | <u>25,000</u> | <u>26,421</u> | <u>(1,421)</u> |
| Public Works | | | |
| Act 137 A.H.E. | - | 263,179 | (263,179) |
| Total public works | <u>-</u> | <u>263,179</u> | <u>(263,179)</u> |
| Total expenditures | <u>137,122</u> | <u>353,240</u> | <u>(214,697)</u> |
| Excess (deficiency) of revenues over expenditures | 61,472 | (176,100) | (237,572) |
| Fund balance at beginning of year | 546,957 | 246,292 | (300,665) |
| Fund balance at end of year | <u>\$ 608,429</u> | <u>\$ 70,192</u> | <u>\$ (538,237)</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
PROTHONOTARY AUTOMATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | Variance Positive (Negative) |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Charge for service | \$ 7,560 | \$ 26,502 | \$ 18,942 |
| Total revenues | <u>7,560</u> | <u>26,502</u> | <u>18,942</u> |
| EXPENDITURES | | | |
| Judicial | 7,560 | 2,434 | 5,126 |
| Capital outlay | - | 11,070 | (11,070) |
| Total expenditures | <u>7,560</u> | <u>13,504</u> | <u>(5,944)</u> |
| Excess (deficiency) of revenues over expenditures | - | 12,998 | 12,998 |
| Fund balance at beginning of year | 38,737 | 32,022 | (6,715) |
| Fund balance at end of year | <u>\$ 38,737</u> | <u>\$ 45,020</u> | <u>\$ 6,283</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
EMERGENCY SERVICES
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 395,000 | \$ 479,263 | \$ 84,263 |
| Investment earnings | 150 | 518 | 368 |
| Total revenues | <u>395,150</u> | <u>479,781</u> | <u>84,631</u> |
| EXPENDITURES | | | |
| Public safety | <u>395,150</u> | <u>471,955</u> | <u>(76,805)</u> |
| Total expenditures | <u>395,150</u> | <u>471,955</u> | <u>(76,805)</u> |
| Excess (deficiency) of revenues over expenditures | - | 7,826 | 7,826 |
| Fund balance at beginning of year | 55,816 | 69,768 | 13,952 |
| Fund balance at end of year | <u>\$ 55,816</u> | <u>\$ 77,594</u> | <u>\$ 21,778</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
HAZ-MAT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 20,584 | \$ 34,915 | \$ 14,331 |
| Charge for services | 21,500 | 27,850 | 6,350 |
| Investment earnings | - | 112 | 112 |
| Total revenues | <u>42,084</u> | <u>62,877</u> | <u>20,793</u> |
| EXPENDITURES | | | |
| Public safety | <u>42,084</u> | <u>62,877</u> | <u>(20,793)</u> |
| Total expenditures | <u>42,084</u> | <u>62,877</u> | <u>(20,793)</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - |
| Fund balance at beginning of year | 38,485 | 16,886 | (21,599) |
| Fund balance at end of year | <u>\$ 38,485</u> | <u>\$ 16,886</u> | <u>\$ (21,599)</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
911 WIRELINE
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|-------------------|---|
| REVENUES | | | |
| Charge for services | \$ 850,000 | \$ 760,659 | \$ (89,341) |
| Investment earnings | 1,300 | 2,029 | 729 |
| Total revenues | <u>851,300</u> | <u>762,688</u> | <u>(88,612)</u> |
| EXPENDITURES | | | |
| Public safety | 501,000 | 540,453 | (39,453) |
| Capital | - | - | - |
| Total expenditures | <u>501,000</u> | <u>540,453</u> | <u>(39,453)</u> |
| Excess (deficiency) of revenues over expenditures | 350,300 | 222,235 | (128,065) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer out | - | (125,000) | - |
| Total other financing sources (uses) | <u>-</u> | <u>(125,000)</u> | <u>-</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 350,300 | 97,235 | (253,065) |
| Fund balance at beginning of year | <u>409,123</u> | <u>368,052</u> | <u>(41,071)</u> |
| Fund balance at end of year | <u>\$ 759,423</u> | <u>\$ 465,287</u> | <u>\$ (294,136)</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
911 WIRELESS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Charge for services | \$ 838,400 | \$ 950,079 | \$ 111,679 |
| Investment earnings | 1,500 | 2,350 | 850 |
| Total revenues | <u>839,900</u> | <u>952,429</u> | <u>112,529</u> |
| EXPENDITURES | | | |
| Public safety | 677,000 | 1,123,544 | (446,544) |
| Capital | - | 15,153 | (15,153) |
| Total expenditures | <u>677,000</u> | <u>1,138,697</u> | <u>(461,697)</u> |
| Excess (deficiency) of revenues over expenditures | 162,900 | (186,268) | (349,168) |
| Fund balance at beginning of year | <u>1,941,693</u> | <u>186,268</u> | <u>(1,755,425)</u> |
| Fund balance at end of year | <u>\$ 2,104,593</u> | <u>\$ -</u> | <u>\$ (2,104,593)</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
E.M.A. GRANT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 23,826 | \$ 6,268 | \$ (17,558) |
| Miscellaneous revenues | \$ - | \$ - | - |
| Total revenues | <u>23,826</u> | <u>6,268</u> | <u>(17,558)</u> |
| EXPENDITURES | | | |
| Public safety | 23,826 | 9,647 | 14,179 |
| Total expenditures | <u>23,826</u> | <u>9,647</u> | <u>14,179</u> |
| Excess (deficiency) of revenues over expenditures | - | (3,379) | (3,379) |
| Fund balance at beginning of year | 17 | 16,544 | 16,527 |
| Fund balance at end of year | <u>\$ 17</u> | <u>\$ 13,165</u> | <u>\$ 13,148</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
HIGHWAY SAFETY GRANT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|----------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 108,598 | \$ 105,208 | \$ (3,390) |
| Total revenues | <u>108,598</u> | <u>105,208</u> | <u>(3,390)</u> |
| EXPENDITURES | | | |
| Public safety | | | |
| 2009-2010 Highway safety | 80,010 | 82,434 | (2,424) |
| 2010-2011 Highway safety | 28,588 | 22,774 | 5,814 |
| Total public safety | <u>108,598</u> | <u>105,208</u> | <u>3,390</u> |
| Total expenditures | <u>108,598</u> | <u>105,208</u> | <u>3,390</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - |
| Fund balance at beginning of year | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
P.C.C.D. J.A.I.B. / AFTERCARE GRANT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|---------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 33,467 | \$ 33,033 | \$ (434) |
| Total revenues | <u>33,467</u> | <u>33,033</u> | <u>(434)</u> |
| EXPENDITURES | | | |
| Public Safety | | | |
| J.A.I.B.G. | 85,000 | 72,637 | 12,363 |
| Aftercare | 22,460 | 15,190 | 7,270 |
| Fatherhood | - | 6,167 | (6,167) |
| Total expenditures | <u>107,460</u> | <u>93,994</u> | <u>13,466</u> |
| Excess (deficiency) of revenues over expenditures | (73,993) | (60,961) | 13,032 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 73,993 | 60,961 | (13,032) |
| Total other financing sources (uses) | <u>73,993</u> | <u>60,961</u> | <u>(13,032)</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | - | - | - |
| Fund balance at beginning of year | <u>(700)</u> | <u>-</u> | <u>(700)</u> |
| Fund balance at end of year | <u>\$ (700)</u> | <u>\$ -</u> | <u>\$ (700)</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
LIQUID FUEL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|-------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 2,425,000 | \$ 1,683,953 | \$ (741,047) |
| Investment earnings | 5,000 | 1,987 | (3,013) |
| Total revenues | <u>2,430,000</u> | <u>1,685,940</u> | <u>(744,060)</u> |
| EXPENDITURES | | | |
| Public works | | | |
| Administration, inspections and repairs | 272,000 | 200,629 | 71,371 |
| Approved projects | 500,000 | 456,034 | 43,966 |
| Capital outlay | <u>2,270,000</u> | <u>1,322,786</u> | <u>947,214</u> |
| Total public works | <u>3,042,000</u> | <u>1,979,449</u> | <u>1,062,551</u> |
| Total expenditures | <u>3,042,000</u> | <u>1,979,449</u> | <u>1,062,551</u> |
| Excess (deficiency) of revenues over expenditures | (612,000) | (293,509) | 318,491 |
| Fund balance at beginning of year | 123,877 | 780,489 | 656,612 |
| Fund balance at end of year | <u>\$ (488,123)</u> | <u>\$ 486,980</u> | <u>\$ 975,103</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
ACT 44 BRIDGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|-------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 30,500 | \$ 60,423 | \$ 29,923 |
| Investment earnings | 200 | 253 | 53 |
| Total revenues | <u>30,700</u> | <u>60,676</u> | <u>29,976</u> |
| EXPENDITURES | | | |
| Public works | | | |
| Administration, inspections and repairs | - | 2,519 | (2,519) |
| Approved projects | - | - | - |
| Capital outlay | - | - | - |
| Total public works | <u>-</u> | <u>2,519</u> | <u>(2,519)</u> |
| Total expenditures | <u>-</u> | <u>2,519</u> | <u>(2,519)</u> |
| Excess (deficiency) of revenues over expenditures | 30,700 | 58,157 | 27,457 |
| Fund balance at beginning of year | 30,855 | 61,540 | 30,685 |
| Fund balance at end of year | <u>\$ 61,555</u> | <u>\$ 119,697</u> | <u>\$ 58,142</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
COMMUNITY DEVELOPMENT BLOCK GRANTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|----------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 365,000 | \$ 301,200 | \$ (63,800) |
| Program Revenues | - | - | - |
| Total revenues | <u>365,000</u> | <u>301,200</u> | <u>(63,800)</u> |
| EXPENDITURES | | | |
| Public works | | | |
| 2007 grant | 105,000 | 158,422 | (53,422) |
| 2008 grant | 10,000 | 58,539 | (48,539) |
| 2009 grant | 20,000 | 48,919 | (28,919) |
| 2010 grant | <u>230,000</u> | <u>35,320</u> | <u>194,680</u> |
| Total public works | <u>365,000</u> | <u>301,200</u> | <u>63,800</u> |
| Total expenditures | <u>365,000</u> | <u>301,200</u> | <u>63,800</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - |
| Fund balance at beginning of year | - | - | - |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
EDPS FLOOD MITIGATION PROJECTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|----------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ - | \$ 26,955 | \$ 26,955 |
| Total revenues | <u>-</u> | <u>26,955</u> | <u>26,955</u> |
| EXPENDITURES | | | |
| Public works | | | |
| Flood mitigation | 108,680 | 108,673 | 7 |
| Hazard mitigation buyouts | - | - | - |
| Total public works | <u>108,680</u> | <u>108,673</u> | <u>7</u> |
| Total expenditures | <u>108,680</u> | <u>108,673</u> | <u>7</u> |
| Excess (deficiency) of revenues over expenditures | (108,680) | (81,718) | 26,962 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 161,700 | 81,718 | (79,982) |
| Total other financing sources (uses) | <u>161,700</u> | <u>81,718</u> | <u>(79,982)</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 53,020 | - | (53,020) |
| Fund balance at beginning of year | 77,044 | - | - |
| Fund balance at end of year | <u>\$ 130,064</u> | <u>\$ -</u> | <u>\$ (53,020)</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
EDPS ENVIRONMENTAL PROJECTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 620,733 | \$ 233,406 | \$ (387,327) |
| Miscellaneous revenues | <u>\$ 387,608</u> | <u>\$ 62,294</u> | <u>\$ (325,314)</u> |
| Total revenues | <u>1,008,341</u> | <u>295,700</u> | <u>(712,641)</u> |
| EXPENDITURES | | | |
| Public works | | | |
| EDPS environmental division | <u>1,115,841</u> | <u>398,989</u> | <u>716,852</u> |
| Total public works | <u>1,115,841</u> | <u>398,989</u> | <u>716,852</u> |
| Total expenditures | <u>1,115,841</u> | <u>398,989</u> | <u>716,852</u> |
| Excess (deficiency) of revenues over expenditures | (107,500) | (103,289) | 4,211 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | <u>107,500</u> | <u>103,289</u> | <u>(4,211)</u> |
| Total other financing sources (uses) | <u>107,500</u> | <u>103,289</u> | <u>(4,211)</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | - | - | - |
| Fund balance at beginning of year | (6,168) | - | - |
| Fund balance at end of year | <u>\$ (6,168)</u> | <u>\$ -</u> | <u>\$ -</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
EDPS ECONOMIC DEVELOPMENT PROJECTS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|----------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 265,021 | \$ 659,033 | \$ 394,012 |
| Total revenues | <u>265,021</u> | <u>659,033</u> | <u>394,012</u> |
| EXPENDITURES | | | |
| Public works | | | |
| Economic development | 288,021 | 510,703 | (222,682) |
| Economic revitalization | 1,000,000 | 3,000 | 997,000 |
| Total public works | <u>1,288,021</u> | <u>513,703</u> | <u>774,318</u> |
| Culture & Recreation | 36,000 | 183,408 | (147,408) |
| Total expenditures | <u>1,324,021</u> | <u>697,111</u> | <u>626,910</u> |
| Excess (deficiency) of revenues over expenditures | (1,059,000) | (38,078) | 1,020,922 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 1,059,000 | 38,078 | (1,020,922) |
| Total other financing sources (uses) | <u>1,059,000</u> | <u>38,078</u> | <u>(1,020,922)</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | - | - | - |
| Fund balance at beginning of year | 119,152 | - | - |
| Fund balance at end of year | <u>\$ 119,152</u> | <u>\$ -</u> | <u>\$ -</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
 GROWING GREENER TRUST
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|---------------------|---|
| REVENUES | | | |
| Investment earnings | \$ - | \$ 3,213 | \$ 3,213 |
| Total revenues | <u>-</u> | <u>3,213</u> | <u>3,213</u> |
| Excess (deficiency) of revenues over expenditures | - | 3,213 | 3,213 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer out | (48,500) | (21,110) | 27,390 |
| Total other financing sources (uses) | <u>(48,500)</u> | <u>(21,110)</u> | <u>27,390</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | (48,500) | (17,897) | 30,603 |
| Fund balance at beginning of year | 991,458 | 1,026,284 | 34,826 |
| Fund balance at end of year | <u>\$ 942,958</u> | <u>\$ 1,008,387</u> | <u>\$ 65,429</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
FARM EASEMENT PROGRAM
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|-------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 9,000 | \$ 24,679 | \$ 15,679 |
| Charge for services | 8,600 | 5,104 | (3,496) |
| Total revenues | <u>17,600</u> | <u>29,783</u> | <u>12,183</u> |
| EXPENDITURES | | | |
| Conservation & development | 61,900 | 119,770 | (57,870) |
| Capital outlay | - | - | - |
| Total expenditures | <u>61,900</u> | <u>119,770</u> | <u>(57,870)</u> |
| Excess (deficiency) of revenues over expenditures | <u>(44,300)</u> | <u>(89,987)</u> | <u>(45,687)</u> |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 50,000 | 50,000 | - |
| Total other financing sources (uses) | <u>50,000</u> | <u>50,000</u> | <u>-</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 5,700 | (39,987) | (45,687) |
| Fund balance at beginning of year | 197,592 | 221,079 | 23,487 |
| Fund balance at end of year | <u>\$ 203,292</u> | <u>\$ 181,092</u> | <u>\$ (22,200)</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
 MISCELLANEOUS SPECIAL REVENUE
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|---------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 70,843 | \$ 76,405 | \$ 5,562 |
| Investment earnings | - | - | - |
| Total revenues | <u>70,843</u> | <u>76,405</u> | <u>5,562</u> |
| EXPENDITURES | | | |
| Judicial | 70,843 | 67,402 | 3,441 |
| Public safety | - | - | - |
| Capital outlay | - | 9,003 | (9,003) |
| Total expenditures | <u>70,843</u> | <u>76,405</u> | <u>(5,562)</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer out | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | - | - | - |
| Fund balance at beginning of year | 780 | - | (780) |
| Fund balance at end of year | <u>\$ 780</u> | <u>\$ -</u> | <u>\$ (780)</u> |

DEBT SERVICE FUND

The Debt Service Fund accounts for the accumulation of resources for and the payment of general long-term debt principal, interest and related cost to the County of Lycoming.

**COUNTY OF LYCOMING, PENNSYLVANIA
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010**

| | Debt Service |
|--|---------------------|
| EXPENDITURES | |
| Debt service | |
| Principal retirement | |
| 2003 Bonds | \$ 500,000 |
| 2006 Bonds | 85,000 |
| 2007 Bonds Series A | 22,204 |
| 2007 Bonds Series B | 190,000 |
| 2009 Bonds | 175,000 |
| 2010 Bonds | 7,813 |
| Total principal | 980,017 |
| Interest expense | |
| 2003 Bonds | 203,250 |
| 2006 Bonds | 158,371 |
| 2007 Bonds Series A | 47,369 |
| 2007 Bonds Series B | 842,544 |
| 2009 Bonds | 90,819 |
| 2010 Bonds | 153,432 |
| Total interest | 1,495,785 |
| Total debt service | 2,475,802 |
| Total expenditures | 2,475,802 |
| Excess (deficiency) of revenues over expenditures | (2,475,802) |
| OTHER FINANCING SOURCES (USES) | |
| Transfer in | 2,475,802 |
| Total other financing sources (uses) | 2,475,802 |
| Net change in fund balance | - |
| Fund balance beginning of year | - |
| Fund balance end of year | \$ - |

**COUNTY OF LYCOMING, PENNSYLVANIA
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| EXPENDITURES | | | |
| Debt Service | | | |
| Principal retirement | | | |
| 2003 Bonds | 500,000 | 500,000 | - |
| 2006 Bonds | 85,000 | 85,000 | - |
| 2007 Bonds Series A | 22,204 | 22,204 | - |
| 2007 Bonds Series B | 190,000 | 190,000 | - |
| 2009 Bonds | 175,000 | 175,000 | - |
| 2010 Bonds | - | 7,813 | (7,813) |
| Total principal | <u>972,204</u> | <u>980,017</u> | <u>(7,813)</u> |
| Interest expense | | | |
| 2003 Bonds | 203,250 | 203,250 | - |
| 2006 Bonds | 158,371 | 158,371 | - |
| 2007 Bonds Series A | 47,369 | 47,369 | - |
| 2007 Bonds Series B | 843,444 | 842,544 | 900 |
| 2009 Bonds | 90,819 | 90,819 | - |
| 2010 Bonds | - | 153,432 | (153,432) |
| Total interest | <u>1,343,253</u> | <u>1,495,785</u> | <u>(152,532)</u> |
| Total expenditures | <u>2,315,457</u> | <u>2,475,802</u> | <u>(160,345)</u> |
| Excess (deficiency) of revenues over expenditures | (2,315,457) | (2,475,802) | (160,345) |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | 2,315,457 | 2,475,802 | 160,345 |
| Total other financing sources (uses) | <u>2,315,457</u> | <u>2,475,802</u> | <u>160,345</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | - | - | - |
| Fund balance at beginning of year | - | - | - |
| Fund balance at end of year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CAPITAL PROJECT FUNDS

Help America Vote Act

Funds allocated to meet the Federal mandate to purchase electronic voting equipment.

Capital Projects Fund

Used to finance software upgrades to countywide financial system.

Law Enforcement Record Management System

Funds allocated to develop a countywide police information system.

Industrial Park

Funds allocated to the development of a County industrial park.

**COUNTY OF LYCOMING, PENNSYLVANIA
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2010**

| | <u>H.A.V.A.</u> | <u>Capital Projects</u> | <u>L.E.R.M.S</u> |
|--------------------------------------|------------------|-----------------------------|------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ - | \$ 24,046 | \$ 13,044 |
| Due from other governments | 37,147 | - | - |
| Total assets and other debits | <u>\$ 37,147</u> | <u>\$ 24,046</u> | <u>\$ 13,044</u> |
| LIABILITIES & FUND EQUITY | | | |
| Liabilities | | | |
| Accounts payable | \$ 7,018 | \$ - | \$ - |
| Due to other funds | 30,129 | - | - |
| Total liabilities | <u>37,147</u> | <u>-</u> | <u>-</u> |
| Fund equity | | | |
| Unreserved, Undesignated | - | 24,046 | 13,044 |
| Total fund equity | <u>-</u> | <u>24,046</u> | <u>13,044</u> |
| Total liabilities & fund equity | <u>\$ 37,147</u> | <u>\$ 24,046</u> | <u>\$ 13,044</u> |

| | <u>Industrial Park</u> | <u>Total</u> |
|--------------------------------------|----------------------------|-------------------|
| ASSETS | | |
| Cash and cash equivalents | \$ 405,369 | \$ 442,459 |
| Due from other governments | 477,000 | 514,147 |
| Total assets and other debits | <u>\$ 882,369</u> | <u>\$ 956,606</u> |
| LIABILITIES & FUND EQUITY | | |
| Liabilities | | |
| Accounts payable | \$ 882,369 | \$ 889,387 |
| Due to other funds | - | 30,129 |
| Total liabilities | <u>882,369</u> | <u>919,516</u> |
| Fund equity | | |
| Unreserved, Undesignated | - | 37,090 |
| Total fund equity | <u>-</u> | <u>37,090</u> |
| Total liabilities & fund equity | <u>\$ 882,369</u> | <u>\$ 956,606</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010**

| | <u>H.A.V.A.</u> | <u>Capital Projects</u> | <u>L.E.R.M.S</u> |
|---|-----------------|-----------------------------|------------------|
| REVENUES | | | |
| Intergovernmental revenues | \$ 51,855 | \$ - | \$ - |
| Total revenues | <u>51,855</u> | <u>-</u> | <u>-</u> |
| EXPENDITURES | | | |
| Current | | | |
| General government | 51,855 | - | - |
| Public safety | - | - | - |
| Public works | - | - | - |
| Capital outlay | - | - | - |
| Total capital projects | <u>51,855</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>51,855</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfer in | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Net change in fund balance | - | - | - |
| Fund balance at beginning of year | <u>-</u> | <u>24,046</u> | <u>13,044</u> |
| Fund balance end of year | <u>\$ -</u> | <u>\$ 24,046</u> | <u>\$ 13,044</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)**

| | Industrial Park | Total |
|---|----------------------------|--------------|
| REVENUES | | |
| Intergovernmental revenues | \$ 877,073 | \$ 928,928 |
| Total revenues | 877,073 | 928,928 |
| EXPENDITURES | | |
| Current | | |
| General government | - | 51,855 |
| Public safety | - | - |
| Public works | 553,356 | 553,356 |
| Capital outlay | - | - |
| Total capital projects | 553,356 | 605,211 |
| Total expenditures | 553,356 | 605,211 |
| Excess (deficiency) of revenues over expenditures | 323,717 | 323,717 |
| OTHER FINANCING SOURCES (USES) | | |
| Transfer in | 22,465 | 22,465 |
| Transfer out | (346,182) | (346,182) |
| Total other financing sources (uses) | (323,717) | (323,717) |
| Net change in fund balance | - | - |
| Fund balance at beginning of year | - | 37,090 |
| Fund balance end of year | \$ - | \$ 37,090 |

**COUNTY OF LYCOMING, PENNSYLVANIA
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| EXPENDITURES | | | |
| General Government | \$ - | \$ - | \$ - |
| Capital outlay | - | - | - |
| Total expenditures | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues over expenditures | - | - | - |
| OTHER FINANCIAL SOURCES (USES) | | | |
| Transfer in | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | - | - | - |
| Fund balance at beginning of year | 24,046 | 24,046 | - |
| Fund balance at end of year | <u>\$ 24,046</u> | <u>\$ 24,046</u> | <u>\$ -</u> |

**COUNTY OF LYCOMING, PENNSYLVANIA
INDUSTRIAL PARK
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|--|---------------------|------------------|---|
| REVENUES | | | |
| Intergovernmental revenues | \$ 477,000 | \$ 877,073 | \$ 400,073 |
| Total revenues | <u>477,000</u> | <u>877,073</u> | <u>400,073</u> |
| EXPENDITURES | | | |
| Public works | 6,277,000 | 553,356 | 5,723,644 |
| Total expenditures | <u>6,277,000</u> | <u>553,356</u> | <u>5,723,644</u> |
| Excess (deficiency) of revenues over expenditures | (5,800,000) | 323,717 | 6,123,717 |
| OTHER FINANCIAL SOURCES (USES) | | | |
| Transfer in | 5,950,000 | 22,465 | (5,927,535) |
| Transfer out | - | (346,182) | (346,182) |
| Total other financing sources (uses) | <u>5,950,000</u> | <u>(323,717)</u> | <u>(6,273,717)</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 150,000 | - | (150,000) |
| Fund balance at beginning of year | - | - | - |
| Fund balance at end of year | <u>\$ 150,000</u> | <u>\$ -</u> | <u>\$ (150,000)</u> |

ENTERPRISE FUNDS

This fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise – where the intent of the governing body is that the cost of providing goods and services to the general public on a continuing basis would be financed or recovered primarily through user charges.

Resource Management Services: The County operates a landfill, which serves a five and one half county area. It's also the location of the County resource recovery facility.

**COUNTY OF LYCOMING, PENNSYLVANIA
RESOURCE MANAGEMENT SERVICES
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2010**

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Postive (Negative)</u> |
|--|----------------------|----------------------|--|
| OPERATING REVENUES | | | |
| Charge for services | \$ 13,437,425 | \$ 12,973,561 | \$ (463,864) |
| Sales | 1,449,320 | 2,241,866 | 792,546 |
| Miscellaneous revenues | 30,400 | 48,106 | 17,706 |
| Total revenues | <u>14,917,145</u> | <u>15,263,533</u> | <u>346,388</u> |
| OPERATING EXPENSES | | | |
| Public works | | | |
| Salaries & wages | 3,198,439 | 2,925,410 | 273,029 |
| Material and supplies | 437,680 | 321,027 | 116,653 |
| Operating expenses | 5,253,336 | 5,790,107 | (536,771) |
| Maintenance and repairs | 1,646,386 | 1,369,007 | 277,379 |
| Depreciation expense | 3,896,614 | 4,071,388 | (174,774) |
| Cost allocation plan expenses | 1,753,703 | 1,585,552 | 168,151 |
| Total operating expenses | <u>16,186,158</u> | <u>16,062,491</u> | <u>123,667</u> |
| Income (loss) from operations | <u>(1,269,013)</u> | <u>(798,958)</u> | <u>470,055</u> |
| NON-OPERATING REVENUES (EXPENSES) | | | |
| Investment earnings | 1,969,373 | 1,899,940 | (69,433) |
| Intergovernmental revenues | 805,300 | 624,804 | (180,496) |
| Net proceeds on sale of assets | | | |
| Net gain (Loss) | (602,190) | (113,023) | 489,167 |
| Issuance Cost | (5,852) | (13,240) | (7,388) |
| Interest expenses | (249,754) | (388,151) | (138,397) |
| Total non-operating revenues (expenses) | <u>1,916,877</u> | <u>2,010,330</u> | <u>93,453</u> |
| Income (loss) before transfer | 647,864 | 1,211,372 | 563,508 |
| Transfer in (out) | | | |
| Transfer - out | <u>(2,148,000)</u> | <u>(2,154,967)</u> | <u>(6,967)</u> |
| Net transfers | <u>(2,148,000)</u> | <u>(2,154,967)</u> | <u>(6,967)</u> |
| Change in Net Assets | (1,500,136) | (943,595) | 556,541 |
| Total net assets-beginning | 65,090,938 | 65,090,938 | - |
| Total net assets-ending | <u>\$ 63,590,802</u> | <u>\$ 64,147,343</u> | <u>\$ 556,541</u> |

Agency Funds

Agency funds are custodial in nature and do not involve measurement of results of operations. Agency funds are used to account for cash collected by elected row officers (Treasurer, Register and Recorder, Prothonotary, Sheriff and District Justice Courts) and other County offices that are subsequently disbursed to the County, other governments, or individuals for whom it was collected.

Delinquent Taxes

Accounts for the collection and disbursement of delinquent taxes collected by the county to the various schools, townships, and the County.

Municipal Taxes

Accounts for the collection and disbursement of current taxes collected by the county to the various schools and townships.

Welfare Burial

Accounts for funds to bury indigent persons.

Cost and Fines

Accounts for the collection and disbursement of cost and fines collected by the county to the various individuals, schools, townships, counties, and state government.

Lycoming County Health Care Plan

Accounts for the collection and disbursement of deductions from employees to cover various health care costs.

Escheats

Accounts for the collection and disbursement to the state for unclaimed funds.

Public Relations Fund

Accounts for private funds used to enhance the image of the County.

Domestic Relations Child Support

Accounts for the collection and distribution to the State for domestic relations payments.

Juvenile Restitution

Accounts for the collection and distribution of funds to provide support for juveniles and to reimburse individuals for damages.

Register and Recorder Adoption

Accounts for the collection and distribution of funds to support adoptions.

County Row Offices

To account for the collection and disbursement of funds to individuals, townships, and the state.

Prison and Pre-Release Commissary

To account for the collection and disbursement of inmate funds in association with the operation of the prison and pre-release commissaries.

COUNTY OF LYCOMING, PENNSYLVANIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2010

| | Balance at January 1, 2010 | Additions | Deductions | Balance at December 31, 2010 |
|-----------------------------------|----------------------------------|----------------------|----------------------|------------------------------------|
| <u>Delinquent Taxes</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 853,068 | \$ 9,979,281 | \$ 9,902,963 | \$ 929,386 |
| Receivables | | | | |
| Accounts receivable | 505 | 67 | 505 | 67 |
| Delinquent taxes | 4,060,570 | 10,548,213 | 10,325,675 | 4,283,108 |
| Total assets | <u>\$ 4,914,143</u> | <u>\$ 20,527,561</u> | <u>\$ 20,229,143</u> | <u>\$ 5,212,561</u> |
| <u>Liabilities:</u> | | | | |
| Due to other governments | \$ 853,573 | \$ 9,749,803 | \$ 9,673,922 | \$ 929,454 |
| Escrow | 4,060,570 | 10,319,106 | 10,096,569 | 4,283,107 |
| Total liabilities | <u>\$ 4,914,143</u> | <u>\$ 20,068,909</u> | <u>\$ 19,770,491</u> | <u>\$ 5,212,561</u> |
| <u>Municipal Tax</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 112,041 | \$ 6,885,436 | \$ 6,828,032 | \$ 169,445 |
| Accounts receivable | \$ - | \$ 10,291,731 | \$ 10,291,731 | \$ - |
| Total assets | <u>\$ 112,041</u> | <u>\$ 6,885,436</u> | <u>\$ 6,828,032</u> | <u>\$ 169,445</u> |
| <u>Liabilities:</u> | | | | |
| Accounts Payable | \$ 112,041 | \$ 2,017,072 | \$ 1,959,668 | \$ 169,445 |
| Due to other funds | \$ - | \$ 4,847,603 | \$ 4,847,603 | \$ - |
| Escrow | \$ - | \$ 10,336,980 | \$ 10,336,980 | \$ - |
| Total liabilities | <u>\$ 112,041</u> | <u>\$ 17,201,655</u> | <u>\$ 17,144,251</u> | <u>\$ 169,445</u> |
| <u>Welfare Burial Fund</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 20,161 | \$ - | \$ - | \$ 20,161 |
| Total assets | <u>\$ 20,161</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 20,161</u> |
| <u>Liabilities:</u> | | | | |
| Escrow fund | \$ 20,161 | \$ - | \$ - | \$ 20,161 |
| Total liabilities | <u>\$ 20,161</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 20,161</u> |
| <u>Cost & Fines</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 157,866 | \$ 2,829,601 | \$ 2,857,335 | \$ 130,132 |
| Accounts receivable | 9,260,492 | 19,288,605 | 18,540,269 | 10,008,828 |
| Total assets | <u>\$ 9,418,358</u> | <u>\$ 22,118,206</u> | <u>\$ 21,397,604</u> | <u>\$ 10,138,960</u> |
| <u>Liabilities:</u> | | | | |
| Due to other funds | \$ 487 | \$ 7,635 | \$ 8,122 | - |
| Escrow | 9,417,871 | 11,169,961 | 10,448,872 | 10,138,960 |
| Total liabilities | <u>\$ 9,418,358</u> | <u>\$ 11,177,596</u> | <u>\$ 10,456,994</u> | <u>\$ 10,138,960</u> |

(Continued)

**COUNTY OF LYCOMING, PENNSYLVANIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)**

| | Balance at January 1, 2010 | Additions | Deductions | Balance at December 31, 2010 |
|---|----------------------------------|---------------------|-------------------|------------------------------------|
| <u>Lyc. Cnty. Health Care Plan</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 10,572 | \$ 517,231 | \$ 500,470 | \$ 27,333 |
| Total assets | <u>\$ 10,572</u> | <u>\$ 517,231</u> | <u>\$ 500,470</u> | <u>\$ 27,333</u> |
| <u>Liabilities:</u> | | | | |
| Account Payable | \$ 3,780 | \$ 503,440 | \$ 490,198 | \$ 17,022 |
| Escrow fund | 792 | 507,439 | 503,920 | 4,311 |
| Interfund loans | 6,000 | - | - | 6,000 |
| Total liabilities | <u>\$ 10,572</u> | <u>\$ 1,010,879</u> | <u>\$ 994,118</u> | <u>\$ 27,333</u> |
| | | | | |
| <u>Escheats Fund</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 78,723 | \$ 19,506 | \$ 16,465 | \$ 81,764 |
| Due from other funds | 537 | 1,914 | 2,410 | 41 |
| Total assets | <u>\$ 79,260</u> | <u>\$ 21,420</u> | <u>\$ 18,875</u> | <u>\$ 81,805</u> |
| <u>Liabilities:</u> | | | | |
| Account Payable | \$ - | \$ 16,465 | \$ 16,465 | \$ - |
| Escrow fund | 79,260 | 21,637 | 19,092 | 81,805 |
| Total liabilities | <u>\$ 79,260</u> | <u>\$ 38,102</u> | <u>\$ 35,557</u> | <u>\$ 81,805</u> |
| | | | | |
| <u>Public Relation Fund</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 1,391 | \$ 9,650 | \$ 4,682 | \$ 6,359 |
| Total assets | <u>\$ 1,391</u> | <u>\$ 9,650</u> | <u>\$ 4,682</u> | <u>\$ 6,359</u> |
| <u>Liabilities:</u> | | | | |
| Account Payable | \$ 129 | \$ 4,596 | \$ 4,682 | \$ 43 |
| Escrow fund | 1,262 | 10,725 | 5,671 | 6,316 |
| Total liabilities | <u>\$ 1,391</u> | <u>\$ 15,321</u> | <u>\$ 10,353</u> | <u>\$ 6,359</u> |

(Continued)

COUNTY OF LYCOMING, PENNSYLVANIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)

| | Balance at January 1, 2010 | Additions | Deductions | Balance at December 31, 2010 |
|---|----------------------------------|----------------------|----------------------|------------------------------------|
| <u>Domestic Relation Child Support</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 4,517 | \$ 673,861 | \$ 674,283 | \$ 4,095 |
| Total assets | <u>\$ 4,517</u> | <u>\$ 673,861</u> | <u>\$ 674,283</u> | <u>\$ 4,095</u> |
| <u>Liabilities:</u> | | | | |
| Escrow fund | \$ 4,517 | \$ 673,861 | \$ 674,283 | \$ 4,095 |
| Total liabilities | <u>\$ 4,517</u> | <u>\$ 673,861</u> | <u>\$ 674,283</u> | <u>\$ 4,095</u> |
| <u>Juvenile Restitution Fund</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 87,881 | \$ 22,125 | \$ 40,585 | \$ 69,421 |
| Total assets | <u>\$ 87,881</u> | <u>\$ 22,125</u> | <u>\$ 40,585</u> | <u>\$ 69,421</u> |
| <u>Liabilities:</u> | | | | |
| Accounts payable | \$ - | \$ 40,949 | \$ 40,949 | \$ - |
| Escrow fund | 87,881 | 22,489 | 40,949 | 69,421 |
| Total liabilities | <u>\$ 87,881</u> | <u>\$ 63,438</u> | <u>\$ 81,898</u> | <u>\$ 69,421</u> |
| <u>Register & Recorder Adoption Fund</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 38,250 | \$ 600 | \$ - | \$ 38,850 |
| Due from other funds | 75 | 75 | 75 | 75 |
| Total assets | <u>\$ 38,325</u> | <u>\$ 675</u> | <u>\$ 75</u> | <u>\$ 38,925</u> |
| <u>Liabilities:</u> | | | | |
| Escrow fund | \$ 38,325 | \$ 600 | \$ - | \$ 38,925 |
| Total liabilities | <u>\$ 38,325</u> | <u>\$ 600</u> | <u>\$ -</u> | <u>\$ 38,925</u> |
| <u>County Row Offices</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 805,580 | \$ 15,124,014 | \$ 14,461,220 | \$ 1,468,374 |
| Total assets | <u>\$ 805,580</u> | <u>\$ 15,124,014</u> | <u>\$ 14,461,220</u> | <u>\$ 1,468,374</u> |
| <u>Liabilities:</u> | | | | |
| Due to other funds | \$ 124 | \$ 2,476 | \$ 2,484 | \$ 116 |
| Due to other governments | 198,293 | 9,819,292 | 9,676,914 | 340,671 |
| Escrow | 607,163 | 5,302,246 | 4,781,822 | 1,127,587 |
| Total liabilities | <u>\$ 805,580</u> | <u>\$ 15,124,014</u> | <u>\$ 14,461,220</u> | <u>\$ 1,468,374</u> |

(Continued)

COUNTY OF LYCOMING, PENNSYLVANIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2010
(CONTINUED)

| | Balance at January 1, 2010 | Additions | Deductions | Balance at December 31, 2010 |
|---|----------------------------------|----------------------|----------------------|------------------------------------|
| <u>Prison & Pre-Release Commissary</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 122,337 | \$ 1,039,770 | \$ 1,070,729 | \$ 91,378 |
| Due from other funds | 3,258 | 48,469 | 47,418 | 4,309 |
| Accounts receivable | 1,409 | 1,950 | 1,841 | 1,518 |
| Inventory of supplies | 4,728 | 10,549 | 13,617 | 1,660 |
| Total assets | <u>\$ 131,732</u> | <u>\$ 1,100,738</u> | <u>\$ 1,133,605</u> | <u>\$ 98,865</u> |
| <u>Liabilities:</u> | | | | |
| Accounts payable | \$ 601,441 | \$ 2,780,948 | \$ 1,539,253 | \$ 1,843,136 |
| Due to other funds | - | - | - | - |
| Escrow fund | (475,209) | 1,926,188 | 3,200,750 | (1,749,771) |
| Interfund loan | 5,500 | 17,877 | 17,877 | 5,500 |
| Total liabilities | <u>\$ 131,732</u> | <u>\$ 4,725,013</u> | <u>\$ 4,757,880</u> | <u>\$ 98,865</u> |
| <u>Total All Agency Funds</u> | | | | |
| <u>Assets:</u> | | | | |
| Cash and cash equivalents | \$ 2,292,387 | \$ 37,101,075 | \$ 36,356,764 | \$ 3,036,698 |
| Receivables | | | | |
| Due from other funds | 3,870 | 50,458 | 49,903 | 4,425 |
| Accounts receivable | 1,914 | 10,293,748 | 10,294,077 | 1,585 |
| Delinquent taxes (non county) | 4,060,570 | 10,548,213 | 10,325,675 | 4,283,108 |
| Cost & fines (non county) | 9,260,492 | 19,288,605 | 18,540,269 | 10,008,828 |
| Inventory of supplies | 4,728 | 10,549 | 13,617 | 1,660 |
| Total assets | <u>\$ 15,623,961</u> | <u>\$ 77,292,648</u> | <u>\$ 75,580,305</u> | <u>\$ 17,336,304</u> |
| <u>Liabilities:</u> | | | | |
| Accounts payable | \$ 717,391 | \$ 5,363,470 | \$ 4,051,215 | \$ 2,029,646 |
| Due to other funds | 611 | 4,857,714 | 4,858,209 | 116 |
| Due to other governments | 1,051,866 | 19,569,095 | 19,350,836 | 1,270,125 |
| Escrow funds | 13,842,593 | 40,291,232 | 40,108,908 | 14,024,917 |
| Interfund loans | 11,500 | 17,877 | 17,877 | 11,500 |
| Total liabilities | <u>\$ 15,623,961</u> | <u>\$ 70,099,388</u> | <u>\$ 68,387,045</u> | <u>\$ 17,336,304</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION
GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2010

| | January 1 2010 | Additions / Transfers | Disposals / Transfers | December 31 2010 |
|----------------------|----------------------|--------------------------|--------------------------|----------------------|
| General Government | \$ 24,393,513 | \$ 298,146 | \$ 122,248 | \$ 24,569,411 |
| Judicial | 1,111,819 | 115,342 | 81,987 | 1,145,174 |
| Public Safety | 20,510,492 | 1,558,981 | 49,401 | 22,020,072 |
| Public Works | 9,114,947 | 1,301,408 | - | 10,416,355 |
| Human Services | 2,124,041 | - | - | 2,124,041 |
| Culture & Recreation | 3,835,000 | - | - | 3,835,000 |
| Conservation & Dev. | 4,492,328 | 45,386 | 9,431 | 4,528,283 |
| | <u>\$ 65,582,140</u> | <u>\$ 3,319,263</u> | <u>\$ 263,067</u> | <u>\$ 68,638,336</u> |

ENDING BALANCE IS COMPOSED OF

| | Land | Buildings and Improvements | Improvement Other than Buildings | Machinery and Equipment | Infrastructure | Total |
|----------------------|---------------------|-------------------------------|--|----------------------------|---------------------|----------------------|
| General Government | \$ 129,926 | \$ 20,130,922 | \$ 390,903 | \$ 3,909,930 | \$ 7,730 | \$ 24,569,411 |
| Judicial | - | 220,988 | - | 924,186 | - | 1,145,174 |
| Public Safety | 266,811 | 9,329,174 | - | 12,410,957 | 13,130 | 22,020,072 |
| Public Works | - | - | - | 12,000 | 10,404,355 | 10,416,355 |
| Human Services | - | 2,124,041 | - | - | - | 2,124,041 |
| Culture & Recreation | 2,310,922 | 1,136,542 | 387,536 | - | - | 3,835,000 |
| Conservation & Dev. | 324,204 | 2,889,268 | 750,663 | 289,137 | 275,011 | 4,528,283 |
| | <u>\$ 3,031,863</u> | <u>\$ 35,830,935</u> | <u>\$ 1,529,102</u> | <u>\$ 17,546,210</u> | <u>\$10,700,226</u> | <u>\$ 68,638,336</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION
PROPRIETARY FUND TYPES (BUSINESS-TYPE ACTIVITIES)
FOR THE YEAR ENDED DECEMBER 31, 2010

| | January 1 2010 | Additions / Transfers | Disposals / Transfers | December 31 2010 |
|--------------|----------------------|--------------------------|--------------------------|----------------------|
| Public Works | \$ 85,767,298 | \$ 6,594,414 | \$ 1,497,959 | \$ 90,863,753 |
| | <u>\$ 85,767,298</u> | <u>\$ 6,594,414</u> | <u>\$ 1,497,959</u> | <u>\$ 90,863,753</u> |

ENDING BALANCE IS COMPOSED OF

| | Land | Buildings and Improvements | Improvement Other than Buildings | Machinery and Equipment | Infrastructure | Total |
|--------------|---------------------|-------------------------------|--|----------------------------|---------------------|----------------------|
| Public Works | \$ 2,450,019 | \$ 18,300,542 | \$ 43,908,067 | \$ 24,317,345 | \$ 1,887,780 | \$ 90,863,753 |
| | <u>\$ 2,450,019</u> | <u>\$ 18,300,542</u> | <u>\$ 43,908,067</u> | <u>\$ 24,317,345</u> | <u>\$ 1,887,780</u> | <u>\$ 90,863,753</u> |

STATISTICAL SECTION

The statistical section of the Consolidated Annual Financial Report presents information in the form of tables showing trends, contextual and detailed information to help the user evaluate the financial information presented in the preceding sections. There are five categories in the statistical section: Financial Trends, Revenue Capacity, Debt Capacity, Demographic and Economic, and Operating Indicators statistics.

Financial Trends

Financial trends information is provided to help the reader realize and evaluate how the County's financial situation has changed over time.

Revenue Capacity

Revenue capacity information is provided to assist the reader with understanding and evaluating the factors affecting the County's ability to produce its own revenues (mainly taxes).

Debt Capacity

Debt capacity information is provided to assist the reader with understanding and evaluating the County's debt burden and the County's ability to issue other debt.

Demographic and Economic Statistics

Demographic and economic statistics are provided to help the reader in understanding the County by giving socioeconomic trend and comparison information.

Operating Indicators

Operating indicators are provided to provide the reader with contextual information for evaluating the County's financial statement information.

COUNTY OF LYCOMING, PENNSYLVANIA
Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)
Table #1

| Primary Government - Governmental Activities | Fiscal Year | | | | | | | |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Investment in capital assets, net of related debt | \$ 18,607,783 | \$ 18,870,840 | \$ 18,916,755 | \$ 19,015,377 | \$19,443,500 | \$19,481,290 | \$18,482,948 | \$9,023,986 |
| Restricted | 2,697,018 | 4,043,903 | 5,021,364 | 5,869,407 | 5,832,317 | 5,270,442 | 5,275,984 | 4,627,026 |
| Unrestricted | <u>11,031,111</u> | <u>15,441,406</u> | <u>20,926,070</u> | <u>25,878,978</u> | <u>29,777,671</u> | <u>30,199,159</u> | <u>29,252,432</u> | <u>38,211,494</u> |
| Total Net Assets | <u>\$ 32,335,912</u> | <u>\$ 38,356,149</u> | <u>\$ 44,864,189</u> | <u>\$ 50,763,762</u> | <u>\$ 55,053,488</u> | <u>\$ 54,950,891</u> | <u>\$ 53,011,364</u> | <u>\$ 51,862,506</u> |

| Primary Government - Business Type Activities | Fiscal Year | | | | | | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Investment in capital assets, net of related debt | \$ 33,232,631 | \$ 31,910,202 | \$ 32,086,351 | \$ 31,117,999 | \$31,548,317 | \$30,152,920 | \$29,678,668 | \$28,327,055 |
| Restricted | 18,113,766 | 19,133,088 | 18,275,100 | 19,294,422 | 14,568,665 | 16,466,373 | 16,269,733 | 24,309,139 |
| Unrestricted | <u>7,568,584</u> | <u>9,392,664</u> | <u>10,107,038</u> | <u>11,062,778</u> | <u>18,381,147</u> | <u>19,232,376</u> | <u>19,142,537</u> | <u>11,511,149</u> |
| Total Net Assets | <u>\$ 58,914,981</u> | <u>\$ 60,435,954</u> | <u>\$ 60,468,489</u> | <u>\$ 61,475,199</u> | <u>\$ 64,498,129</u> | <u>\$ 65,851,669</u> | <u>\$ 65,090,938</u> | <u>\$ 64,147,343</u> |

| Total Primary Government | Fiscal Year | | | | | | | |
|--|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Investment in capital assets, net of related debt | \$ 51,840,414 | \$ 50,781,042 | \$ 51,003,106 | \$ 50,133,376 | \$50,991,817 | \$49,634,210 | \$48,161,616 | \$37,351,041 |
| Restricted | 20,810,784 | 23,176,991 | 23,296,464 | 25,163,829 | 20,400,982 | 21,736,815 | 21,545,717 | 28,936,165 |
| Unrestricted | <u>18,599,695</u> | <u>24,834,070</u> | <u>31,033,108</u> | <u>36,941,756</u> | <u>48,158,818</u> | <u>49,431,535</u> | <u>48,394,969</u> | <u>49,722,643</u> |
| Total Net Assets | <u>\$ 91,250,893</u> | <u>\$ 98,792,103</u> | <u>\$ 105,332,678</u> | <u>\$ 112,238,961</u> | <u>\$ 119,551,617</u> | <u>\$ 120,802,560</u> | <u>\$ 118,102,302</u> | <u>\$ 116,009,849</u> |

Note: The County adopted the provisions of GASB's Statement No. 34, "Basic Financial Statements -and Managements's Discussion and Analysis - For State and Local Governments" effective for the calendar year 2003. Therefore data is not available for the prior years.

COUNTY OF LYCOMING, PENNSYLVANIA
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
Table #2

| Expenses | Fiscal Years | | | | | | | |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Governmental activities: | | | | | | | | |
| General government | \$ 7,091,634 | \$ 7,701,208 | \$ 6,870,008 | \$ 7,663,171 | \$ 8,338,601 | \$ 10,983,485 | \$ 10,525,125 | \$ 10,865,973 |
| Judicial | 7,553,565 | 7,669,795 | 7,751,039 | 8,276,111 | 8,581,910 | 10,145,257 | 9,785,388 | 10,310,591 |
| Public safety | 16,826,442 | 16,904,989 | 18,378,191 | 19,383,314 | 18,772,488 | 19,159,875 | 18,762,923 | 19,261,214 |
| Public works | 5,185,879 | 2,961,030 | 4,638,746 | 3,535,083 | 3,428,429 | 2,900,479 | 3,420,647 | 3,479,963 |
| Human services | 17,553,074 | 20,501,895 | 20,072,182 | 17,559,200 | 19,151,762 | 22,897,286 | 22,150,709 | 19,634,287 |
| Culture & recreation | 923,602 | 1,123,540 | 1,251,352 | 1,193,605 | 1,557,019 | 4,652,234 | 5,930,528 | 1,489,466 |
| Conservation & development | 669,501 | 719,886 | 849,610 | 893,633 | 627,890 | 758,201 | 1,252,589 | 1,457,247 |
| Interest on long-term debt | 1,470,735 | 1,401,254 | 1,360,638 | 1,307,054 | 2,032,899 | 2,092,950 | 1,737,958 | 1,659,983 |
| Total governmental activities expenses | <u>57,274,432</u> | <u>58,983,597</u> | <u>61,171,766</u> | <u>59,811,171</u> | <u>62,490,998</u> | <u>73,589,767</u> | <u>73,565,867</u> | <u>68,158,724</u> |
| Business-type Activities: | | | | | | | | |
| Public works | <u>12,440,979</u> | <u>13,420,936</u> | <u>14,088,774</u> | <u>14,931,204</u> | <u>15,057,609</u> | <u>16,078,503</u> | <u>15,022,049</u> | <u>16,463,882</u> |
| Total business-type activities expenses | <u>12,440,979</u> | <u>13,420,936</u> | <u>14,088,774</u> | <u>14,931,204</u> | <u>15,057,609</u> | <u>16,078,503</u> | <u>15,022,049</u> | <u>16,463,882</u> |
| Total primary government expenses | <u>\$ 69,715,411</u> | <u>\$ 72,404,533</u> | <u>\$ 75,260,540</u> | <u>\$ 74,742,375</u> | <u>\$ 77,548,607</u> | <u>\$ 89,668,270</u> | <u>\$ 88,587,916</u> | <u>\$ 84,622,606</u> |
| Program Revenues | | | | | | | | |
| Governmental activities: | | | | | | | | |
| Charge for services | | | | | | | | |
| General government | \$ 1,735,877 | \$ 1,306,184 | \$ 848,206 | \$ 1,313,113 | \$ 2,847,168 | \$ 4,849,321 | \$ 3,390,765 | \$ 3,490,385 |
| Judicial | 2,138,343 | 2,207,924 | 2,515,069 | 2,209,701 | 2,646,511 | 2,596,075 | 2,532,726 | 2,721,862 |
| Public safety | 2,615,050 | 2,850,149 | 3,859,089 | 3,656,056 | 3,133,123 | 3,539,942 | 2,793,836 | 3,424,581 |
| Public works | 140,440 | 134,918 | 25,665 | 97,739 | 97,470 | 104,138 | 33,556 | 137,880 |
| Human services | 804,704 | 352,800 | 352,900 | 173,767 | 169,376 | 458 | 20 | - |
| Culture & recreation | - | - | - | 33,264 | 160,341 | - | - | - |
| Conservation & development | 34,911 | 40,018 | 77,481 | 42,987 | 44,895 | 224,242 | 201,110 | 73,729 |
| Operating grants & contributions | 27,227,961 | 28,809,129 | 30,023,341 | 26,784,621 | 26,485,308 | 31,577,067 | 32,436,673 | 26,280,114 |
| Capital grants & contributions | <u>1,336,177</u> | <u>819,617</u> | <u>648,894</u> | <u>962,530</u> | <u>161,000</u> | <u>148,463</u> | <u>659,181</u> | <u>1,335,086</u> |
| Total governmental activities program revenues | <u>36,033,463</u> | <u>36,520,739</u> | <u>38,350,645</u> | <u>35,273,778</u> | <u>35,745,192</u> | <u>43,039,706</u> | <u>42,047,867</u> | <u>37,463,637</u> |

(Continued)

COUNTY OF LYCOMING, PENNSYLVANIA
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
Table #2
Continued

| | Fiscal Years | | | | | | | |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Business-type activities: | | | | | | | | |
| Charge for services | 12,331,897 | 13,773,344 | 13,916,960 | 14,888,494 | 15,593,708 | 15,839,053 | 14,038,858 | 15,150,510 |
| Operating grants & contributions | 176,099 | 302,794 | 559,565 | 659,888 | 387,121 | 1,009,877 | 130,680 | 624,804 |
| Capital grants & contributions | 1,245,200 | 943,549 | - | - | 82,161 | - | - | - |
| Total business-type activities program revenues | <u>13,753,196</u> | <u>15,019,687</u> | <u>14,476,525</u> | <u>15,548,382</u> | <u>16,062,990</u> | <u>16,848,930</u> | <u>14,169,538</u> | <u>15,775,314</u> |
| Total primary government program revenues | <u>\$ 49,786,659</u> | <u>\$ 51,540,426</u> | <u>\$ 52,827,170</u> | <u>\$ 50,822,160</u> | <u>\$ 51,808,182</u> | <u>\$ 59,888,636</u> | <u>\$ 56,217,405</u> | <u>\$ 53,238,951</u> |
| Net (expense)/revenue | | | | | | | | |
| Governmental activities | \$ (21,240,969) | \$ (22,462,858) | \$ (22,821,121) | \$ (24,537,393) | \$ (26,745,806) | \$ (30,550,061) | \$ (31,518,000) | \$ (30,695,087) |
| Business-type activities | 1,312,217 | 1,598,751 | 387,751 | 617,178 | 1,005,381 | 770,427 | (852,511) | (688,568) |
| Total primary government net expense | <u>\$ (19,928,752)</u> | <u>\$ (20,864,107)</u> | <u>\$ (22,433,370)</u> | <u>\$ (23,920,215)</u> | <u>\$ (25,740,425)</u> | <u>\$ (29,779,634)</u> | <u>\$ (32,370,511)</u> | <u>\$ (31,383,655)</u> |
| General Revenues and Other | | | | | | | | |
| Changes in Net Assets | | | | | | | | |
| Governmental activities: | | | | | | | | |
| Property taxes | \$ 15,766,627 | \$ 24,515,417 | \$ 24,884,901 | \$ 25,444,268 | \$ 25,750,182 | \$ 26,021,245 | \$ 26,325,959 | \$ 26,559,939 |
| Unrestricted investment earnings | 1,385,149 | 1,381,006 | 1,636,430 | 2,146,256 | 2,144,257 | 1,506,693 | 735,524 | 395,286 |
| Grants, contributions and other revenues not restricted to specific programs. | 147,340 | - | 233,856 | 234,948 | 617,415 | 424,359 | 435,135 | 436,036 |
| Transfers | 3,560,082 | 2,586,672 | 2,573,974 | 2,611,495 | 2,523,678 | 2,495,167 | 2,081,856 | 2,154,967 |
| Total governmental activities | <u>20,859,198</u> | <u>28,483,095</u> | <u>29,329,161</u> | <u>30,436,967</u> | <u>31,035,532</u> | <u>30,447,464</u> | <u>29,578,474</u> | <u>29,546,228</u> |
| Business-type activities: | | | | | | | | |
| Unrestricted investment earnings | 2,349,028 | 2,508,894 | 2,218,758 | 3,001,027 | 4,541,227 | 3,078,280 | 2,173,636 | 1,899,940 |
| Transfers | (3,560,082) | (2,586,672) | (2,573,974) | (2,611,495) | (2,523,678) | (2,495,167) | (2,081,856) | (2,154,967) |
| Total business-type activities | <u>(1,211,054)</u> | <u>(77,778)</u> | <u>(355,216)</u> | <u>389,532</u> | <u>2,017,549</u> | <u>583,113</u> | <u>91,780</u> | <u>(255,027)</u> |
| Total primary government | <u>\$ 19,648,144</u> | <u>\$ 28,405,317</u> | <u>\$ 28,973,945</u> | <u>\$ 30,826,499</u> | <u>\$ 33,053,081</u> | <u>\$ 31,030,577</u> | <u>\$ 29,670,254</u> | <u>\$ 29,291,201</u> |
| Change in Net Assets | | | | | | | | |
| Governmental activities | \$ (381,771) | \$ 6,020,237 | \$ 6,508,040 | \$ 5,899,574 | \$ 4,289,726 | \$ (102,597) | \$ (1,939,526) | \$ (1,148,859) |
| Business-type activities | 101,163 | 1,520,973 | 32,535 | 1,006,710 | 3,022,930 | 1,353,540 | (760,731) | (943,595) |
| Total primary government | <u>\$ (280,608)</u> | <u>\$ 7,541,210</u> | <u>\$ 6,540,575</u> | <u>\$ 6,906,284</u> | <u>\$ 7,312,656</u> | <u>\$ 1,250,943</u> | <u>\$ (2,700,257)</u> | <u>\$ (2,092,454)</u> |

Note: The County adopted the provisions of GASB's Statement No. 34, "Basic Financial Statements -and Managements's Discussion and Analysis - For State and Local Governments" effective for the calendar year 2003. Therefore data is not available for the prior years.

COUNTY OF LYCOMING, PENNSYLVANIA
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Table #3

| | Fiscal Year | | | | | | | | | |
|--------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| General Fund | | | | | | | | | | |
| Reserved | \$ 27,788,667 | \$ 25,241,916 | \$ 24,294,135 | \$ 23,379,335 | \$ 22,376,898 | \$ 21,419,193 | \$ 20,320,160 | \$ 19,242,123 | \$ 8,011,808 | \$ 8,603,121 |
| Unreserved, Undesignated | 10,837,414 | 10,005,918 | 5,735,754 | 11,229,770 | 19,052,564 | 23,364,085 | 25,786,961 | 28,608,193 | 29,873,367 | 40,626,179 |
| Total General fund | <u>\$ 38,626,081</u> | <u>\$ 35,247,834</u> | <u>\$ 30,029,889</u> | <u>\$ 34,609,105</u> | <u>\$ 41,429,462</u> | <u>\$ 44,783,278</u> | <u>\$ 46,107,121</u> | <u>\$ 47,850,316</u> | <u>\$ 37,885,175</u> | <u>\$ 49,229,300</u> |
| All other governmental fund | | | | | | | | | | |
| Reserved | | | | | | | | | | |
| Special revenue funds | \$ 1,207,779 | \$ 1,445,734 | \$ 2,738,055 | \$ 3,246,904 | \$ 4,623,885 | \$ 5,421,187 | \$ 6,134,202 | \$ 5,252,199 | \$ 738,142 | \$ 424,981 |
| Capital projects funds | 138,045 | 36,669 | 35,660 | 37,890 | 37,090 | 37,090 | - | - | - | - |
| Unreserved, designated | | | | | | | | | | |
| Special revenue funds | 384,196 | 566,373 | 655,680 | 675,546 | 360,388 | 411,130 | - | - | 3,909,812 | 3,856,604 |
| Unreserved, Undesignated | | | | | | | | 37,090 | 37,090 | 37,090 |
| Total other governmental funds | <u>\$ 1,730,020</u> | <u>\$ 2,048,776</u> | <u>\$ 3,429,395</u> | <u>\$ 3,960,340</u> | <u>\$ 5,021,363</u> | <u>\$ 5,869,407</u> | <u>\$ 6,134,202</u> | <u>\$ 5,289,289</u> | <u>\$ 4,685,044</u> | <u>\$ 4,318,675</u> |

COUNTY OF LYCOMING, PENNSYLVANIA
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Table #4

| | Fiscal Years | | | | | | | | | |
|---|-----------------------|-----------------------|-----------------------|---------------------|---------------------|---------------------|---------------------|-------------------|------------------------|----------------------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Revenues | | | | | | | | | | |
| Taxes | \$ 15,293,932 | \$ 15,508,478 | \$ 15,858,863 | \$ 24,062,245 | \$ 24,605,980 | \$ 25,466,452 | \$ 25,617,705 | \$ 25,953,820 | \$ 26,202,134 | \$ 26,520,552 |
| Licenses & permits | 44,814 | 53,622 | 52,937 | 51,196 | 47,163 | 46,797 | 47,161 | 46,527 | 46,590 | 42,330 |
| Intergovernmental revenues | 28,834,906 | 27,701,347 | 28,711,180 | 29,628,748 | 30,858,929 | 27,946,064 | 27,216,565 | 32,103,363 | 33,484,400 | 28,008,905 |
| Charge for services | 4,210,681 | 4,513,078 | 4,480,491 | 4,779,157 | 5,504,845 | 6,017,441 | 5,420,411 | 6,100,977 | 5,276,030 | 5,972,053 |
| Court cost & fines | 921,736 | 927,637 | 906,506 | 1,040,186 | 1,267,577 | 59,234 | 56,837 | 86,345 | 1,740,563 | 1,376,936 |
| Investment earnings | 2,224,091 | 1,669,490 | 1,385,147 | 1,381,006 | 1,768,216 | 2,431,119 | 2,430,123 | 1,627,679 | 784,844 | 410,957 |
| Sale of assets | 58,730 | 948,365 | 54,910 | 55,637 | 60,432 | 1,240,281 | 1,527,846 | 2,804,188 | 79,192 | 109,483 |
| Miscellaneous | 1,104,935 | 1,395,480 | 1,584,575 | 659,620 | 716,301 | 585,409 | 1,799,922 | 2,203,180 | 2,352,380 | 2,317,254 |
| Total revenues | 52,693,825 | 52,717,497 | 53,034,609 | 61,657,795 | 64,829,443 | 63,792,797 | 64,116,570 | 70,926,079 | 69,966,133 | 64,758,470 |
| Expenditures | | | | | | | | | | |
| General government | 6,580,997 | 7,057,761 | 5,718,263 | 6,421,366 | 5,864,652 | 6,830,425 | 7,478,869 | 8,320,767 | 7,666,980 | 7,653,044 |
| Judicial | 5,980,499 | 6,457,985 | 6,278,567 | 6,220,477 | 6,226,022 | 6,593,842 | 6,999,178 | 7,847,315 | 7,420,019 | 7,404,312 |
| Public safety | 12,521,388 | 13,799,503 | 14,066,270 | 14,240,343 | 15,639,009 | 16,698,047 | 14,922,075 | 14,766,037 | 14,554,859 | 14,167,835 |
| Public works | 8,996,143 | 6,402,985 | 4,858,894 | 2,695,808 | 4,372,253 | 3,256,490 | 3,124,858 | 2,612,391 | 2,733,577 | 3,130,368 |
| Human services | 15,386,240 | 15,544,069 | 17,981,100 | 20,417,222 | 19,988,529 | 17,477,430 | 19,046,423 | 22,784,862 | 22,036,293 | 19,496,416 |
| Culture & recreation | 766,265 | 891,685 | 873,971 | 1,074,076 | 1,202,042 | 1,142,817 | 1,442,038 | 4,538,253 | 5,825,612 | 1,381,512 |
| Conservation & development | 697,055 | 586,775 | 558,013 | 558,104 | 686,749 | 731,354 | 418,919 | 515,730 | 993,298 | 1,163,421 |
| Miscellaneous | 9,471,194 | 6,062,233 | 10,556,595 | 3,767,314 | 3,812,258 | 4,407,157 | 5,277,977 | 5,575,290 | 5,807,991 | 6,266,489 |
| Debt service-principal | 2,237,230 | 1,487,935 | 1,822,769 | 2,390,335 | 2,563,609 | 2,378,495 | 16,655,226 | 1,750,618 | 12,281,411 | 980,017 |
| -interest | 1,288,012 | 2,084,245 | 1,781,603 | 1,340,611 | 1,300,685 | 1,222,845 | 1,979,390 | 1,763,967 | 1,687,087 | 1,495,785 |
| Capital outlay | | | 3,250,683 | 1,951,171 | 697,266 | 5,418,531 | 16,454,156 | 2,084,825 | 1,365,940 | 3,340,642 |
| Total expenditures | 63,925,023 | 60,375,176 | 67,746,728 | 61,076,827 | 62,353,074 | 66,157,433 | 93,799,109 | 72,560,055 | 82,373,067 | 66,479,841 |
| Excess of revenues over (under) expenditures | (11,231,198) | (7,657,679) | (14,712,119) | 580,968 | 2,476,369 | (2,364,636) | (29,682,539) | (1,633,976) | (12,406,934) | (1,721,371) |
| Other financing sources (uses) | | | | | | | | | | |
| Transfer in | 6,316,026 | 7,037,937 | 9,151,640 | 7,742,800 | 7,109,191 | 11,062,761 | 36,176,308 | 6,841,543 | 23,853,302 | 4,987,280 |
| Transfer out | (3,905,218) | (4,470,892) | (5,591,558) | (5,156,128) | (4,535,216) | (8,451,265) | (33,652,630) | (4,346,377) | (22,015,753) | (2,832,313) |
| Bond proceeds | 6,832,000 | 2,031,143 | 7,314,711 | 1,559,073 | - | 3,955,000 | 28,784,589 | - | - | 10,645,289 |
| Bond issuance discount | | | | | | | | | | (101,130) |
| Total other financing sources (uses) | 9,242,808 | 4,598,188 | 10,874,793 | 4,145,745 | 2,573,975 | 6,566,496 | 31,308,267 | 2,495,166 | 1,837,549 | 12,699,126 |
| Net change in fund balance | \$ (1,988,390) | \$ (3,059,491) | \$ (3,837,326) | \$ 4,726,713 | \$ 5,050,344 | \$ 4,201,860 | \$ 1,625,728 | \$ 861,190 | \$ (10,569,385) | \$ 10,977,755 |
| Debt service as a percentage of noncapital expenditures | 5.51% | 5.92% | 5.59% | 6.31% | 6.27% | 5.93% | 24.09% | 4.99% | 17.24% | 3.92% |

County of Lycoming, Pennsylvania
 General Governmental Tax Revenues by Source
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Table #5

| Fiscal Year | Property Taxes | Hotel Room Rental Tax | Total |
|----------------|-------------------|--------------------------------|---------------|
| 2001 | \$ 15,070,125 | \$ 223,807 | \$ 15,293,932 |
| 2002 | 15,278,552 | 229,926 | 15,508,478 |
| 2003 | 15,612,834 | 246,029 | 15,858,863 |
| 2004 | 23,808,779 | 253,466 | 24,062,245 |
| 2005 | 24,224,340 | 381,640 | 24,605,980 |
| 2006 | 25,049,428 | 417,024 | 25,466,452 |
| 2007 | 25,150,248 | 467,457 | 25,617,705 |
| 2008 | 25,492,281 | 456,378 | 25,948,659 |
| 2009 | 25,610,940 | 591,194 | 26,202,134 |
| 2010 | 25,888,594 | 631,958 | 26,520,552 |

County of Lycoming, Pennsylvania
 Governmental Activities Tax Revenues by Source
 Last Five Fiscal Years
 (accrual basis of accounting)

| Fiscal Year | Real Estate Taxes | Hotel Room Rental Tax | Total |
|----------------|-------------------------|--------------------------------|---------------|
| 2006 | \$ 25,027,244 | \$ 417,024 | \$ 25,444,268 |
| 2007 | 25,282,725 | 467,457 | 25,750,182 |
| 2008 | 25,559,706 | 456,378 | 26,016,084 |
| 2009 | 25,734,765 | 591,194 | 26,325,959 |
| 2010 | 25,927,981 | 631,958 | 26,559,939 |

Notes: The County adopted the provisions of GASB's Statement No. 34, "Basic Financial Statements-and Management's Discussion and Analysis - For State and Local Governments" effective for the fiscal year 2003. Therefore data is not available for the prior five years.

Includes General, Special Revenue, Debt Service, and Capital Projects Funds

Sources: Lycoming County Treasurer's Office
 Fiscal Services Department:
 County of Lycoming, Pennsylvania, Comprehensive Annual
 Financial Reports - Statement of Revenues, Expenditures
 Changes in Fund Balances- Governmental Funds.

County of Lycoming, Pennsylvania
 Assessed Value and Estimated Actual Value of Taxable Real Property
 Last Ten Fiscal Years
 (amounts expressed in thousands)
 Table #6

| Fiscal Year Ended December 31 | Tax Exempt Property | Taxable Commercial Property | Taxable Residential Property | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Percent Assessed/Actual |
|-------------------------------|---------------------|-----------------------------|------------------------------|------------------------------|-----------------------|--------------------------------|-------------------------|
| 2001 | \$ 525,726 | \$ 1,046,569 | \$ 2,057,073 | \$ 3,103,641 | 4.90 | \$4,138,189 | 75.0% |
| 2002 | 554,598 | 1,060,687 | 2,083,725 | 3,105,127 | 4.90 | 4,140,152 | 75.0% |
| 2003 | 617,004 | 1,082,594 | 2,120,690 | 3,149,620 | 4.90 | 4,199,493 | 75.0% |
| 2004 | 625,356 | 1,087,689 | 2,155,754 | 3,189,705 | 7.63 | 4,252,923 | 75.0% |
| 2005 | 946,505 | 1,672,345 | 3,533,393 | 5,146,666 | 4.75 | 5,146,666 | 100.0% |
| 2006 | 955,529 | 1,746,033 | 3,548,352 | 5,244,682 | 4.75 | 5,244,682 | 100.0% |
| 2007 | 970,702 | 1,822,672 | 3,515,022 | 5,345,165 | 4.75 | 5,345,165 | 100.0% |
| 2008 | 961,345 | 1,775,882 | 3,596,702 | 6,315,866 | 4.75 | 6,315,866 | 100.0% |
| 2009 | 977,489 | 1,791,321 | 3,612,209 | 6,381,020 | 4.75 | 6,381,020 | 100.0% |
| 2010 | 984,241 | 1,825,314 | 3,617,064 | 6,426,618 | 4.75 | 6,426,618 | 100.0% |

Sources: Lycoming County Assessment Office:
 2001, Real Estate Market Value Summary Report - Exempt, Market (Estimated Actual) & Total Taxable Assessed Values.
 2002, 2004, 2005 & 2006 General Tax Base Summary Report / County Property Type Summary Report
 2001 - present, Real Estate Tax Supplements for totaling the Taxable Commercial & Residential Property Values.
 Real Estate Millage Rates Reports

Notes: Taxable Commercial and Residential Property Totals include the Interim Billings - 2002-2006.
 County wide reassessment took place in 2004.
 Assessed value in Lycoming County is 75% of estimated market value from 2001 through 2004, 100% starting in 2005.
 Estimated Actual Value - 100% of Market Value of Personal Property

County of Lycoming, Pennsylvania
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
Table #7

| | Fiscal Year | | | | | | | | | |
|------------------------------|-------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| County Direct Rate | 4.90 | 4.90 | 4.90 | 7.63 | 4.75 | 4.75 | 4.75 | 4.75 | 4.75 | 4.75 |
| School District Rates | | | | | | | | | | |
| Canton Area | 15.300 | 15.000 | 16.100 | 16.000 | 10.100 | 10.100 | 11.483 | 12.019 | 12.019 | 12.235 |
| East Lycoming Area | 13.970 | 13.970 | 14.470 | 14.970 | 10.020 | 10.020 | 10.680 | 10.930 | 10.930 | 11.330 |
| Jersey Shore Area | 15.210 | 16.300 | 17.250 | 17.750 | 13.224 | 13.224 | 13.724 | 14.022 | 14.022 | 15.133 |
| Loyalsock Area | 16.100 | 17.100 | 18.100 | 19.100 | 13.000 | 13.000 | 13.000 | 13.000 | 13.000 | 13.000 |
| Montgomery Area | 13.500 | 13.500 | 14.500 | 15.500 | 10.500 | 10.500 | 11.000 | 11.000 | 11.000 | 11.000 |
| Montoursville Area | 15.000 | 15.000 | 16.000 | 16.000 | 10.530 | 10.530 | 12.030 | 12.720 | 12.720 | 13.190 |
| Muncy Area | 16.610 | 17.610 | 18.610 | 18.610 | 11.500 | 11.500 | 11.500 | 11.500 | 11.500 | 11.500 |
| South Williamsport Area | 16.800 | 18.300 | 18.300 | 19.550 | 11.900 | 11.900 | 12.300 | 13.800 | 13.800 | 12.300 |
| Southern Tioga Area | 15.470 | 17.750 | 18.050 | 18.280 | 12.140 | 12.140 | 12.201 | 13.131 | 13.131 | 13.794 |
| Wellsboro Area | 10.870 | 12.840 | 15.930 | 18.300 | 12.570 | 12.570 | 13.857 | 14.698 | 14.698 | 14.275 |
| Williamsport Area | 16.350 | 17.350 | 17.700 | 18.200 | 11.980 | 11.980 | 12.950 | 13.350 | 13.350 | 13.850 |
| Borough Rates | | | | | | | | | | |
| Duboistown | 4.680 | 4.680 | 4.680 | 4.680 | 2.930 | 2.930 | 2.930 | 3.930 | 3.930 | 3.930 |
| Hughesville | 4.500 | 5.000 | 5.000 | 5.500 | 3.500 | 3.500 | 4.500 | 4.500 | 4.500 | 5.000 |
| Jersey Shore | 7.000 | 7.000 | 7.000 | 7.000 | 4.338 | 4.338 | 4.338 | 4.338 | 4.338 | 4.338 |
| Montgomery | 4.630 | 4.630 | 4.630 | 4.630 | 2.742 | 3.742 | 3.742 | 3.742 | 3.742 | 4.742 |
| Montoursville | 3.600 | 3.600 | 3.600 | 3.600 | 2.300 | 2.300 | 2.300 | 2.300 | 2.300 | 2.300 |
| Muncy | 2.500 | 2.600 | 2.600 | 2.600 | 1.675 | 2.425 | 3.000 | 3.000 | 3.000 | 3.000 |
| Picture Rocks | 1.570 | 1.680 | 1.680 | 1.680 | 1.555 | 1.555 | 1.555 | 1.555 | 1.555 | 1.555 |
| Salladasburg | 0.617 | 1.000 | 1.000 | 1.000 | 0.592 | 0.592 | 0.592 | 0.592 | 0.592 | 0.592 |
| South Williamsport | 4.820 | 4.820 | 4.820 | 4.820 | 2.970 | 3.970 | 3.970 | 3.970 | 3.970 | 3.970 |
| City Rate | | | | | | | | | | |
| Williamsport | 7.720 | 10.000 | 10.000 | 12.700 | 8.520 | 9.180 | 9.180 | 9.180 | 10.180 | 10.180 |
| Township Rates | | | | | | | | | | |
| Anthony | 0.209 | 0.209 | 0.209 | 0.209 | 0.128 | 0.128 | 1.128 | 1.128 | 1.128 | 1.128 |
| Armstrong | 1.300 | 1.300 | 1.300 | 1.300 | 0.747 | 0.747 | 0.747 | 0.747 | 0.747 | 0.747 |
| Bastress | 0.147 | 0.147 | 0.147 | 0.147 | 0.090 | 0.090 | 0.090 | 0.147 | 0.090 | 0.090 |
| Brady | 0.400 | 0.400 | 0.400 | 0.400 | 0.250 | 0.250 | 0.250 | 0.250 | 0.250 | 0.250 |
| Brown | 3.100 | 2.600 | 2.600 | 2.600 | 1.571 | 1.571 | 1.571 | 1.571 | 1.571 | 1.571 |
| Cascade | 1.100 | 1.100 | 1.100 | 1.100 | 0.700 | 0.700 | 0.900 | 1.050 | 1.050 | 1.050 |
| Clinton | 2.212 | 3.015 | 3.015 | 3.015 | 1.900 | 1.898 | 1.898 | 1.898 | 1.898 | 1.898 |
| Cogan House | 0.230 | 0.230 | 0.230 | 0.230 | 0.141 | 0.416 | 0.416 | 0.416 | 0.416 | 0.550 |

(Continued)

County of Lycoming, Pennsylvania
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
Table #7
Continued

| | Fiscal Year | | | | | | | | | |
|----------------------------------|-------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Township Rates, continued | | | | | | | | | | |
| Cummings | 0.610 | 0.960 | 0.960 | 0.960 | 0.586 | 0.586 | 0.586 | 0.586 | 0.586 | 0.736 |
| Eldred | 1.020 | 0.870 | 0.870 | 0.870 | 0.546 | 0.546 | 0.546 | 0.546 | 0.546 | 3.93 |
| Fairfield | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 | 0.000 |
| Franklin | 0.576 | 0.570 | 0.570 | 0.570 | 0.320 | 0.320 | 0.320 | 0.320 | 0.320 | 0.400 |
| Gamble | 0.725 | 1.280 | 1.280 | 1.281 | 0.807 | 0.807 | 0.807 | 0.807 | 0.807 | 0.807 |
| Hepburn | 0.460 | 0.460 | 0.460 | 0.460 | 0.286 | 1.287 | 1.287 | 1.287 | 1.287 | 1.287 |
| Jackson | 0.560 | 0.600 | 0.600 | 0.600 | 0.380 | 0.380 | 0.380 | 0.380 | 0.380 | 0.380 |
| Jordon | 0.300 | 0.300 | 0.300 | 0.400 | 0.228 | 0.300 | 0.315 | 0.315 | 0.315 | 0.400 |
| Lewis | 2.001 | 2.001 | 2.001 | 2.001 | 1.392 | 1.392 | 1.392 | 1.392 | 1.392 | 1.392 |
| Limestone | 0.220 | 0.220 | 0.220 | 0.220 | 0.141 | 0.141 | 0.141 | 0.141 | 0.141 | 0.141 |
| Loyalsock | 1.450 | 1.450 | 1.450 | 1.450 | 0.980 | 0.980 | 1.400 | 1.400 | 1.400 | 1.400 |
| Lycoming | 0.680 | 0.680 | 0.680 | 0.680 | 0.432 | 0.432 | 0.432 | 0.432 | 0.432 | 0.432 |
| McHenry | 1.960 | 1.960 | 1.960 | 1.960 | 1.226 | 1.226 | 1.226 | 1.226 | 1.226 | 1.226 |
| McIntyre | 1.000 | 1.000 | 1.000 | 1.000 | 0.634 | 0.634 | 0.634 | 0.634 | 0.634 | 0.634 |
| McNett | 0.900 | 0.900 | 0.900 | 1.200 | 0.795 | 1.425 | 1.785 | 1.883 | 2.883 | 2.883 |
| Mifflin | 1.414 | 1.707 | 1.707 | 1.707 | 1.174 | 1.174 | 1.174 | 1.174 | 1.174 | 1.174 |
| Mill Creek | 0.700 | 0.700 | 0.700 | 0.700 | 0.000 | 0.630 | 0.630 | 0.950 | 0.950 | 0.950 |
| Moreland | 0.500 | 0.500 | 0.500 | 0.500 | 0.318 | 0.450 | 0.450 | 0.500 | 0.600 | 0.700 |
| Muncy Creek | 0.700 | 1.000 | 1.000 | 1.000 | 0.694 | 0.694 | 0.694 | 0.694 | 0.694 | 0.694 |
| Muncy | 1.500 | 1.500 | 1.500 | 1.500 | 0.905 | 0.905 | 1.000 | 1.000 | 1.000 | 1.000 |
| Nippenose | 1.250 | 1.250 | 1.250 | 1.400 | 0.863 | 1.000 | 1.500 | 1.500 | 1.500 | 1.500 |
| Old Lycoming | 3.490 | 3.490 | 3.490 | 3.490 | 2.841 | 3.841 | 3.841 | 3.841 | 3.841 | 3.841 |
| Penn | 0.400 | 0.400 | 0.400 | 0.500 | 0.312 | 0.312 | 0.312 | 0.312 | 0.312 | 0.312 |
| Piatt | 1.050 | 1.050 | 1.050 | 1.050 | 0.669 | 0.669 | 0.669 | 0.669 | 0.852 | 1.176 |
| Pine | 0.550 | 0.550 | 0.550 | 0.550 | 0.340 | 0.340 | 0.340 | 0.500 | 0.500 | 0.500 |
| Plunketts Creek | 2.000 | 2.000 | 2.000 | 2.000 | 1.282 | 1.282 | 1.282 | 1.282 | 1.282 | 1.282 |
| Porter | 3.810 | 3.810 | 3.810 | 3.810 | 2.233 | 3.233 | 3.233 | 3.233 | 3.233 | 3.233 |
| Shrewsbury | 2.520 | 2.960 | 2.960 | 2.960 | 1.760 | 1.760 | 1.760 | 2.260 | 2.260 | 2.510 |
| Susquehanna | 1.610 | 1.610 | 1.610 | 1.610 | 0.991 | 0.991 | 0.991 | 0.991 | 1.111 | 1.111 |
| Upper Fairfield | 0.095 | 0.095 | 0.095 | 0.095 | 0.061 | 0.061 | 0.061 | 0.061 | 0.061 | 0.061 |
| Washington | 1.950 | 1.950 | 1.950 | 1.950 | 1.234 | 1.234 | 1.234 | 1.234 | 1.234 | 1.234 |
| Watson | 0.916 | 0.916 | 0.916 | 0.916 | 0.562 | 1.090 | 1.090 | 1.090 | 1.090 | 1.090 |
| Wolf | 1.040 | 0.840 | 0.840 | 0.840 | 0.525 | 0.661 | 0.661 | 0.840 | 0.525 | 0.525 |
| Woodward | 0.380 | 0.380 | 0.380 | 0.380 | 0.237 | 0.514 | 0.514 | 0.380 | 0.839 | 0.984 |

Source: Lycoming County Assessment Office

Note: Starting in 2005, there was a reduction in the Millage rates due to Property Values being assessed at 100% of the Market Value as opposed to 75% in prior years.

County of Lycoming, Pennsylvania
Principal Taxpayers
December 31, 2010
Table #8

| Taxpayer | 2010 | | | 2001 | | |
|---------------------------------------|-------------------------|------|--|-------------------------|------|--|
| | Assessed Valuation | Rank | Percentage of Total Assessed Valuation | Assessed Valuation | Rank | Percentage of Total Assessed Valuation |
| PR Financing LTD Partnership | \$ 51,105,700 | 1 | 0.80% | \$ 30,168,023 | 1 | 0.97% |
| Weis Markets Inc | 18,677,740 | 2 | 0.29% | | | |
| Grizzly Industrial Inc. | 17,747,300 | 3 | 0.28% | 5,750,445 | 5 | 0.19% |
| Loyal Plaza Associates LP | 15,791,430 | 4 | 0.28% | 11,208,330 | 2 | 0.36% |
| Wal Mart Stores Inc. | 12,785,240 | 5 | 0.20% | 9,618,938 | 3 | 0.31% |
| Paul G. Enterprises | 8,662,640 | 6 | 0.13% | 5,266,950 | 7 | 0.17% |
| Rose View Manor Inc. | 8,489,690 | 7 | 0.13% | | | |
| Valley Heights LTD Partnership | 7,923,000 | 8 | 0.13% | 5,197,500 | 8 | 0.17% |
| VIWY LP | 7,782,420 | 9 | 0.13% | | | |
| Williamsport Hospitality LLC | 7,200,000 | 10 | 0.11% | | | |
| T & C Plaza Associates | | | | 5,913,195 | 4 | 0.19% |
| High Industries | | | | 5,284,875 | 6 | 0.17% |
| Lycoming County Industrial Dev. Auth. | | | | 4,890,705 | 9 | 0.16% |
| Wegman's Food Markets Inc | | | | 4,817,378 | 10 | 0.16% |
| Totals | <u>\$ 156,165,160</u> | | <u>2.43%</u> | <u>\$ 88,116,339</u> | | <u>2.84%</u> |
| Total Assessed Valuation of Taxables: | <u>\$ 6,426,618,120</u> | | | <u>\$ 3,103,641,444</u> | | |

Sources:

Lycoming County Assessment Office: Lycoming County Top - 100 - Taxable Parcels Report
Lycoming County Assessment Office: County Property Type Summary

County of Lycoming, Pennsylvania
Property Tax Levies and Collections
Last Ten Fiscal Years
Table #9

| Fiscal Year Ended <u>December 31</u> | Total Tax Levy for <u>Fiscal Year</u> | Collected within the <u>Fiscal Year of the Levy</u> | | Collections in Subsequent <u>Years</u> | Total Tax <u>Collections</u> | Percentage of Total Tax Collections to <u>Total Tax Levy</u> |
|---|---|--|-------------------------------|--|------------------------------------|---|
| | | <u>Amount</u> | <u>Percentage of Levy</u> | | | |
| 2001 | \$15,058,181 | \$13,732,051 | 91.19% | \$1,120,468 | \$14,852,519 | 98.63% |
| 2002 | 15,263,606 | 13,913,949 | 91.16% | 1,137,322 | 15,051,271 | 98.61% |
| 2003 | 15,482,617 | 14,232,146 | 91.92% | 998,062 | 15,230,208 | 98.37% |
| 2004 | 24,326,733 | 22,356,650 | 91.90% | 956,855 | 23,313,505 | 95.83% |
| 2005 | 24,467,974 | 22,493,331 | 91.93% | 1,084,688 | 23,578,019 | 96.36% |
| 2006 | 24,989,263 | 22,922,958 | 91.73% | 1,451,936 | 24,374,894 | 97.54% |
| 2007 | 25,197,792 | 23,157,877 | 91.90% | 1,462,246 | 24,620,123 | 97.71% |
| 2008 | 25,389,637 | 23,201,933 | 91.38% | 1,488,009 | 24,689,942 | 97.24% |
| 2009 | 25,767,804 | 23,561,583 | 91.44% | 1,490,505 | 25,052,088 | 97.22% |
| 2010 | 25,978,616 | 23,409,996 | 90.11% | 1,588,662 | 24,998,658 | 96.23% |

Sources: 2001 to 2006 - Pentamation: Year-To-Date Revenue Audit Trail
2001 to 2006 - Lycoming County R/E Taxes Consolidated Settlement Report - RBA
2007 to 2010 - Lycoming County R/E Taxes Consolidated Settlement Report - Infocon

County of Lycoming, Pennsylvania
Ratio of General Obligation Debt
To Assessed Value of Real Estate and General Obligation Debt per Capita
Last Ten Fiscal Years
Table #10

| Fiscal Year | Population | Assessed Value | General Obligation Debt | | | Ratio Debt/Value | General Obligation Debt Per Capita | Percentage of Personal Income |
|-------------|------------|-----------------|-------------------------|--------------------------|--------------------------|------------------|------------------------------------|-------------------------------|
| | | | Governmental Activities | Business Type Activities | Total Primary Government | | | |
| 2001 | 119,127 | \$3,103,641,444 | \$34,346,520 | \$358,480 | \$34,705,000 | 1.12% | \$291.33 | 1.20% |
| 2002 | 118,554 | 3,105,126,695 | 30,350,236 | 241,415 | 30,591,651 | 0.99% | 258.04 | 1.03% |
| 2003 | 118,288 | 3,149,619,636 | 29,230,615 | 2,352,661 | 31,583,276 | 1.00% | 267.00 | 1.03% |
| 2004 | 118,145 | 3,189,704,880 | 28,277,330 | 3,190,562 | 31,467,892 | 0.99% | 266.35 | 0.99% |
| 2005 | 117,773 | 5,146,665,730 | 25,713,721 | 2,900,318 | 28,614,039 | 0.56% | 242.96 | 0.89% |
| 2006 | 117,349 | 5,244,682,070 | 27,290,226 | 2,555,090 | 29,845,316 | 0.57% | 254.33 | 0.89% |
| 2007 | 116,811 | 5,345,164,920 | 39,419,589 | 6,335,411 | 45,755,000 | 0.86% | 391.70 | n/a |
| 2008 | 116,670 | 6,315,866,440 | 37,668,971 | 6,226,029 | 43,895,000 | 0.69% | 376.23 | n/a |
| 2009 | 116,840 | 6,381,019,750 | 25,482,560 | 6,112,440 | 31,595,000 | 0.50% | 270.41 | 0.85% |
| 2010 | 116,111 | 6,426,618,120 | 35,147,832 | 11,050,292 | 46,198,124 | 0.72% | 397.88 | 1.17% |

Notes: The population estimates base of 120,048 reflects changes to the Census 2000 population of 120,044 resulting from legal boundary updates and Count Question Resolution actions.

Sources: The Pa State Data Center website, <http://pasdc.hbg.psu.edu>
Lycoming County Assessment Office: - 2001 Controllers Real Estate Summary; 2002, 2004, 2005, 2006, 2007, 2008, 2009, 2010 General Tax Base Summary; 2003 Real Estate Tax Supplements.
Lycoming County Fiscal Services Department - Comprehensive Annual Financial Reports.

County of Lycoming, Pennsylvania
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2010
 Table #11

| Governmental Unit | Debt Outstanding | Estimated Percentage Applicable | Estimated Share of Overlapping Debt |
|-------------------------|---------------------|---------------------------------------|--|
| School Districts | | | |
| East Lycoming Area | \$21,306,792 | 100% | \$21,306,792 |
| Jersey Shore Area | 35,039,878 | 100% | 35,039,878 |
| Loyalsock Area | 24,717,454 | 100% | 24,717,454 |
| Montgomery Area | 14,171,850 | 100% | 14,171,850 |
| Montoursville Area | 25,609,582 | 100% | 25,609,582 |
| Muncy Area | 11,934,155 | 100% | 11,934,155 |
| South Williamsport Area | 13,968,927 | 100% | 13,968,927 |
| Williamsport Area | 31,892,052 | 100% | 31,892,052 |
| Boroughs | | | |
| Duboistown | \$0 | 100% | \$0 |
| Hughesville | 0 | 100% | 0 |
| Jersey Shore | 0 | 100% | 0 |
| Montgomery | 0 | 100% | 0 |
| Montoursville | 0 | 100% | 0 |
| Muncy | 0 | 100% | 0 |
| Picture Rocks | 32,463 | 100% | 32,463 |
| Salladasburg | 0 | 100% | 0 |
| South Williamsport | 0 | 100% | 0 |
| City | | | |
| Williamsport | \$12,208,709 | 100% | \$12,208,709 |
| Townships | | | |
| Anthony | \$0 | 100% | \$0 |
| Armstrong | 0 | 100% | 0 |
| Bastress | 0 | 100% | 0 |
| Brady | 0 | 100% | 0 |
| Brown | 0 | 100% | 0 |
| Cascade | 0 | 100% | 0 |
| Clinton | 0 | 100% | 0 |
| Cogan House | 0 | 100% | 0 |
| Cummings | 0 | 100% | 0 |
| Eldred | 0 | 100% | 0 |
| Fairfield | 0 | 100% | 0 |
| Franklin | 0 | 100% | 0 |
| Gamble | 0 | 100% | 0 |
| Hepburn | 0 | 100% | 0 |
| Jackson | 0 | 100% | 0 |
| Jordan | 0 | 100% | 0 |
| Lewis | 0 | 100% | 0 |
| Limestone | 0 | 100% | 0 |
| Loyalsock | 3,880,608 | 100% | 3,880,608 |

(Continued)

County of Lycoming, Pennsylvania
 Direct and Overlapping Governmental Activities Debt
 As of December 31, 2010
 Table #11
 Continued

| Governmental Unit | Debt Outstanding | Estimated Percentage Applicable | Estimated Share of Overlapping Debt |
|--|---------------------|---------------------------------------|--|
| Townships, continued | | | |
| Lycoming | \$0 | 100% | \$0 |
| McHenry | 0 | 100% | 0 |
| McIntyre | 0 | 100% | 0 |
| McNett | 132,141 | 100% | 132,141 |
| Mifflin | 0 | 100% | 0 |
| Mill Creek | 0 | 100% | 0 |
| Moreland | 0 | 100% | 0 |
| Muncy Creek | 173,203 | 100% | 173,203 |
| Muncy | 0 | 100% | 0 |
| Nippenose | 0 | 100% | 0 |
| Old Lycoming | 2,777,356 | 100% | 2,777,356 |
| Penn | 0 | 100% | 0 |
| Piatt | 0 | 100% | 0 |
| Pine | 0 | 100% | 0 |
| Plunketts Creek | 0 | 100% | 0 |
| Porter | 0 | 100% | 0 |
| Shrewsbury | 0 | 100% | 0 |
| Susquehanna | 0 | 100% | 0 |
| Washington | 0 | 100% | 0 |
| Watson | 0 | 100% | 0 |
| Wolf | 0 | 100% | 0 |
| Woodward | 0 | 100% | 0 |
| Subtotal, overlapping debt | | | <u>\$197,845,170</u> |
| County of Lycoming direct debt | | | <u>46,198,124</u> |
| Total direct and overlapping debt | | | <u><u>\$244,043,294</u></u> |

Notes:

Direct Debt of County and Related Entities contains the General Fund Debt, Guaranteed Debt of the Lycoming County Recreational Authority and the Lycoming County Water and Sewer Authority.

Sources:

County Information - Fiscal Services Department, County of Lycoming, Pennsylvania,
 Comprehensive Annual Financial Report
 City, Borough and Township Information - D.C.E.D.'s website - www.newpa.com
 School District Information - L.E.C.S. School Finance Division
 City of Williamsport Finance Department

COUNTY OF LYCOMING, PENNSYLVANIA
 Legal Debt Margin Information
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Table #12

| | Fiscal Years | | | | | | | | | |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Borrowing Base Revenues | | | | | | | | | | |
| Two years prior | \$ 54,925,670 | \$ 61,179,298 | \$ 68,478,810 | \$ 70,912,765 | \$ 69,136,833 | \$ 79,186,376 | \$ 81,524,726 | \$ 82,342,206 | \$ 84,720,787 | \$ 84,440,265 |
| Prior year | 61,179,298 | 68,478,810 | 70,912,765 | 69,139,833 | 79,186,376 | 81,524,726 | 82,342,206 | 84,720,787 | 84,440,265 | 80,856,229 |
| Current year | 68,478,810 | 70,912,765 | 69,136,833 | 79,186,376 | 81,524,726 | 82,342,206 | 84,720,787 | 84,440,265 | 80,856,229 | 82,433,724 |
| Total borrowing base revenues | <u>\$ 184,583,778</u> | <u>\$ 200,570,873</u> | <u>\$ 208,528,408</u> | <u>\$ 219,238,974</u> | <u>\$ 229,847,935</u> | <u>\$ 243,053,308</u> | <u>\$ 248,587,719</u> | <u>\$ 251,503,258</u> | <u>\$ 250,017,281</u> | <u>\$ 247,730,218</u> |
| Average borrowing base revenues | <u>\$ 61,527,926</u> | <u>\$ 66,856,958</u> | <u>\$ 69,509,469</u> | <u>\$ 73,079,658</u> | <u>\$ 76,615,978</u> | <u>\$ 81,017,769</u> | <u>\$ 82,862,573</u> | <u>\$ 83,834,419</u> | <u>\$ 83,339,094</u> | <u>\$ 82,576,739</u> |
| Limit for non-electoral debt | | | | | | | | | | |
| Average borrowing base revenues | \$ 61,527,926 | \$ 66,856,958 | \$ 69,509,469 | \$ 73,079,658 | \$ 76,615,978 | \$ 81,017,769 | \$ 82,862,573 | \$ 83,834,419 | \$ 83,339,094 | \$ 82,576,739 |
| Debt limit percent | x 300% | x 300% | x 300% | x 300% | x 300% | x 300% | x 300% | x 300% | x 300% | x 300% |
| Debt limit | <u>184,583,778</u> | <u>200,570,874</u> | <u>208,528,407</u> | <u>219,238,974</u> | <u>229,847,934</u> | <u>243,053,307</u> | <u>248,587,719</u> | <u>251,503,257</u> | <u>250,017,282</u> | <u>247,730,217</u> |
| Total amount of debt applicable to debt limit | <u>73,080,942</u> | <u>68,284,392</u> | <u>56,277,776</u> | <u>39,753,985</u> | <u>37,933,696</u> | <u>54,842,841</u> | <u>70,610,639</u> | <u>68,578,684</u> | <u>58,436,562</u> | <u>70,458,124</u> |
| Legal debt margin | <u>111,502,836</u> | <u>132,286,482</u> | <u>152,250,631</u> | <u>179,484,989</u> | <u>191,914,238</u> | <u>188,210,466</u> | <u>177,977,080</u> | <u>182,924,573</u> | <u>191,580,720</u> | <u>177,272,093</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 39.59% | 34.05% | 26.99% | 18.13% | 16.50% | 22.56% | 28.40% | 27.27% | 23.37% | 28.44% |
| Limit for non-electoral debt and lease rental debt | | | | | | | | | | |
| Average borrowing base revenues | \$ 61,527,926 | \$ 66,856,958 | \$ 69,509,469 | \$ 73,079,658 | \$ 76,615,978 | \$ 81,017,769 | \$ 82,862,573 | \$ 83,834,419 | \$ 83,339,094 | \$ 82,576,739 |
| Debt limit percent | x 400% | x 400% | x 400% | x 400% | x 400% | x 400% | x 400% | x 400% | x 400% | x 400% |
| Debt limit | <u>246,111,704</u> | <u>267,427,832</u> | <u>278,037,876</u> | <u>292,318,632</u> | <u>306,463,912</u> | <u>324,071,076</u> | <u>331,450,292</u> | <u>335,337,676</u> | <u>333,356,376</u> | <u>330,306,956</u> |
| Total amount of debt applicable to debt limit | <u>73,080,942</u> | <u>68,284,392</u> | <u>56,277,776</u> | <u>39,753,985</u> | <u>37,933,696</u> | <u>54,842,841</u> | <u>70,610,639</u> | <u>68,578,684</u> | <u>58,436,562</u> | <u>70,458,124</u> |
| Legal debt margin | <u>173,030,762</u> | <u>199,143,440</u> | <u>221,760,100</u> | <u>252,564,647</u> | <u>268,530,216</u> | <u>269,228,235</u> | <u>260,839,653</u> | <u>266,758,992</u> | <u>274,919,814</u> | <u>259,848,832</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 29.69% | 25.53% | 20.24% | 13.60% | 12.38% | 16.92% | 21.30% | 20.45% | 17.53% | 21.33% |

County of Lycoming, Pennsylvania
Demographic and Economic Statistics
Last Ten Fiscal Years
Table #13

| Fiscal Year | Population *1 | Median Household Income in dollars (estimates) *2 | Personal Income (Amounts Expressed in thousands) | Per Capita Personal Income (Amounts Expressed in thousands) | Median Age | School Enrollment *3 | Local Unemployment Rate |
|-------------|---------------|---|--|---|------------|----------------------|-------------------------|
| 2001 | 119,127 | 34,373 | 2,901,985 | 24,360 | 38.9 | 24,101 | 5.4% |
| 2002 | 118,554 | 34,732 | 2,983,050 | 25,162 | 39.4 | 23,565 | 6.2% |
| 2003 | 118,288 | 35,969 | 3,074,336 | 25,990 | 39.6 | 23,009 | 6.0% |
| 2004 | 118,145 | 36,891 | 3,192,687 | 27,023 | 39.9 | 22,790 | 6.1% |
| 2005 | 117,773 | 38,243 | 3,213,408 | 27,285 | 40.3 | 22,581 | 5.4% |
| 2006 | 117,349 | 38,907 | 3,344,642 | 28,502 | 40.2 | 22,152 | 5.2% |
| 2007 | 116,811 | 39,430 | n/a | n/a | 39 | 21,747 | 4.9% |
| 2008 | 116,671 | 35,932 | n/a | n/a | 39 | 21,515 | 7.6% |
| 2009 | 116,840 | 31,738 | 3,727,150 | 31,900 | 39 | 21,528 | 9.7% |
| 2010 | 116,111 | 41,856 | 3,949,632 | 34,016 | 40.3 | 20,933 | 9.8% |

Notes:

- *2 Estimates were made by the Census Bureau with a 90% confidence interval.
- *3 S Tioga School District enrollment is not entirely in Lycoming County.
- n/a Information is not available

Sources:

US Census Bureau
School District Business Offices--School Enrollment
The Pa State Data Center website, <http://pasdc.hbg.psu.edu>
The Williamsport Lycoming Chamber of Commerce
Wikipedia.com

County of Lycoming, Pennsylvania
Principal Employers
December 31, 2010
Table #14

| Employer | Number of Employees | 2010 Rank | Number of Employees | 2001 Rank |
|--|------------------------|---------------|------------------------|---------------|
| Susquehanna Regional Healthcare Alliance | *1 | 1 | *1 | 1 |
| Pennsylvania State Government | *1 | 2 | *1 | 2 |
| Pennsylvania College of Technology | *1 | 3 | *1 | 6 |
| Williamsport Area School District | *1 | 4 | *1 | 4 |
| Brodart Company | *1 | 5 | *1 | 3 |
| Shop Vac Corporation | *1 | 6 | *1 | 8 |
| West Pharmaceutical Services Inc. | *1 | 7 | *1 | |
| Lycoming County | *1 | 8 | *1 | |
| Primus Technologies Corp | *1 | 9 | *1 | |
| Hope Enterprises | *1 | 10 | *1 | |
| Spring Window Fashions | *1 | | *1 | 5 |
| United States Government | *1 | | *1 | 7 |
| Weis Markets | *1 | | *1 | 9 |
| Equitable Life Insurance Company | *1 | | *1 | 10 |
| Total County Employment: | | <u>54,811</u> | | <u>54,788</u> |

Sources:

Williamsport/Lycoming Chamber of Commerce
United States Bureau Of Labor & Statistics

Notes:

*1 All data that is traced to a specific employer by the Center for Workforce Information & Analysis is considered confidential, thus the number of employees for each employer cannot be represented.

All Employer Information is as of June 30th for each respective year.

Pennsylvania State Government includes all state employment except Pennsylvania State University,

County of Lycoming, Pennsylvania
 Full-time Equivalent County Government Employees by Function
 Last Ten Fiscal Years
 Table #15

| Function | Fiscal Year | | | | | | | | | |
|-------------------------------------|-------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| General Government | | | | | | | | | | |
| Commissioners | 6 | 6 | 6 | 6 | 6 | 6 | 5 | 6 | 6 | 6 |
| Controller | 5 | 5 | 5 | 4 | 4 | 4 | 5 | 4 | 5 | 5 |
| County Buildings | 13 | 12 | 12 | 12 | 13 | 13 | 17 | 21 | 18 | 21 |
| County Farm | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 2 | 0 | 0 |
| Dept of Public Safety | 31 | 30 | 34 | 34 | 33 | 32 | 32 | 33 | 37 | 35 |
| Fiscal Affairs | 9 | 9 | 9 | 7 | 8 | 8 | 8 | 9 | 9 | 9 |
| Haz Mat | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Human Resources | 4 | 4 | 4 | 4 | 5 | 5 | 5 | 5 | 5 | 5 |
| Information Services | 2 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Management Information | 20 | 19 | 22 | 22 | 21 | 19 | 21 | 21 | 21 | 21 |
| Military Affairs | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Planning and Comm. Dev. | 16 | 17 | 17 | 18 | 19 | 19 | 20 | 21 | 22 | 21 |
| Print/Microfilm | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Resource Management Svcs | 53 | 56 | 57 | 61 | 64 | 64 | 64 | 68 | 73 | 67 |
| Treasurer | 4 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Voter Services | 3 | 3 | 3 | 3 | 3 | 3 | 4 | 4 | 4 | 4 |
| Zoning | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Subtotal | <u>171</u> | <u>172</u> | <u>180</u> | <u>182</u> | <u>187</u> | <u>184</u> | <u>192</u> | <u>205</u> | <u>211</u> | <u>205</u> |
| Court System and Corrections | | | | | | | | | | |
| Adult Probation | 17 | 17 | 17 | 17 | 17 | 18 | 19 | 19 | 19 | 21 |
| Central Collections | 8 | 9 | 9 | 8 | 9 | 9 | 9 | 10 | 9 | 10 |
| Coroner | 1 | 1 | 1 | 1 | 2 | 3 | 3 | 3 | 3 | 3 |
| Courts | 26 | 25 | 25 | 26 | 25 | 24 | 23 | 23 | 24 | 24 |

Continued

County of Lycoming, Pennsylvania
 Full-time Equivalent County Government Employees by Function
 Last Ten Fiscal Years
 Table #15
 Continued

| Function | Fiscal Year | | | | | | | | | |
|-------------------------------------|-------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Court System and Corrections | | | | | | | | | | |
| District Attorney | 23 | 23 | 19 | 18 | 18 | 18 | 19 | 17 | 21 | 20 |
| District Justices | 18 | 18 | 18 | 18 | 18 | 18 | 18 | 18 | 18 | 18 |
| Domestic Relations | 26 | 27 | 27 | 27 | 25 | 25 | 25 | 26 | 26 | 23 |
| Jury Commissioners | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Juvenile Probation | 17 | 17 | 17 | 18 | 17 | 17 | 18 | 18 | 18 | 17 |
| Law Library | 1 | 1 | 1 | 1 | 1 | 0 | 0 | 0 | 0 | 0 |
| Pre-Release Center | 22 | 24 | 25 | 25 | 26 | 26 | 34 | 35 | 42 | 35 |
| Prison | 63 | 67 | 69 | 69 | 76 | 78 | 75 | 74 | 85 | 80 |
| Prothonotary | 7 | 7 | 7 | 8 | 8 | 8 | 9 | 9 | 8 | 8 |
| Public Defender | 8 | 8 | 8 | 6 | 7 | 9 | 8 | 9 | 9 | 9 |
| Register and Recorder | 7 | 8 | 8 | 9 | 8 | 8 | 8 | 8 | 8 | 7 |
| Sheriff | 15 | 13 | 15 | 13 | 16 | 16 | 16 | 13 | 18 | 15 |
| Subtotal | <u>261</u> | <u>267</u> | <u>268</u> | <u>266</u> | <u>275</u> | <u>279</u> | <u>286</u> | <u>284</u> | <u>310</u> | <u>292</u> |
| Public Works | | | | | | | | | | |
| Ag Extension | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Soil Conservation | 4 | 4 | 5 | 5 | 5 | 5 | 6 | 7 | 8 | 7 |
| Subtotal | <u>7</u> | <u>7</u> | <u>8</u> | <u>8</u> | <u>8</u> | <u>8</u> | <u>9</u> | <u>10</u> | <u>11</u> | <u>10</u> |
| Total | <u>439</u> | <u>446</u> | <u>456</u> | <u>456</u> | <u>470</u> | <u>471</u> | <u>487</u> | <u>499</u> | <u>532</u> | <u>507</u> |

Note: All figures represent full time employees as of the end of December for each respective year.

Source: County of Lycoming, Department of Fiscal Services-Payroll Section

County of Lycoming, Pennsylvania
 Operating Indicators by Function
 Last Ten Fiscal Years
 Table #16

| Function | Fiscal Year | | | | | | | | | |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
| General Government | | | | | | | | | | |
| Fiscal Affairs | | | | | | | | | | |
| Transfers/deeds recorded | 3,598 | 3,756 | 3,822 | 4,021 | 3,881 | 3,963 | 3,737 | 3,145 | 2,790 | 2,568 |
| Subdivisions for Municipalities Under County SLDO approved | 62 | 65 | 72 | 64 | 66 | 55 | 58 | 117 | 98 | 98 |
| Subdivision and Land Development Reviews | 141 | 157 | 149 | 147 | 141 | 147 | 131 | 132 | 69 | 39 |
| Building, occupancy and zoning permits | * | * | * | * | * | 4,184 | 4,197 | 3,988 | 4,085 | 3,872 |
| Administration | | | | | | | | | | |
| General election information | | | | | | | | | | |
| Registered voters | 69,071 | 69,080 | 69,082 | 69,071 | 69,060 | 69,075 | 69,002 | 72,342 | 70,593 | 70,714 |
| Votes cast | 23,111 | 32,364 | 26,265 | 51,361 | 17,776 | 36,872 | 22,015 | 51,022 | 18,758 | 35,354 |
| Percent of votes cast | 33.46% | 46.85% | 38.02% | 74.36% | 25.74% | 53.38% | 31.78% | 70.53% | 26.57% | 50.00% |
| Court System and Corrections | | | | | | | | | | |
| Court Services | | | | | | | | | | |
| New criminal cases received | 1,984 | 1,954 | 1,753 | 1,966 | 1,784 | 2,004 | 2063 | 1,965 | 1,928 | 1,733 |
| New civil cases received | 171 | 259 | 267 | 156 | 185 | 263 | 269 | 151 | 138 | 105 |
| Protection from abuse cases filed | 226 | 259 | 260 | 264 | 265 | 262 | 232 | 278 | 214 | 251 |
| Wills recorded | 502 | 437 | 424 | 475 | 468 | 399 | 448 | 460 | 454 | 502 |
| Marriage licenses issued | 886 | 871 | 895 | 854 | 805 | 769 | 771 | 740 | 747 | 718 |
| Child adoptions | 67 | 101 | 89 | 81 | 74 | 47 | 55 | 53 | 58 | 46 |
| Child relinquishments/terminations | 63 | 64 | 53 | 52 | 47 | 41 | 36 | 32 | 32 | 19 |

(Continued)

County of Lycoming, Pennsylvania
 Operating Indicators by Function
 Last Ten Fiscal Years
 Table #16
 Continued

| Function | Fiscal Year | | | | | | | | | |
|---|-------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Court Administration | | | | | | | | | | |
| Criminal jury trials | 35 | 29 | 42 | 54 | 26 | 44 | 35 | 32 | 41 | 36 |
| Criminal pleas | 1,337 | 1,463 | 1,293 | 1,364 | 749 | 1,261 | 1,364 | 1,489 | 1,467 | 1,352 |
| Accelerated rehabilitative disposition (ARD) cases | 393 | 272 | 306 | 361 | 215 | 136 | 414 | 323 | 265 | 241 |
| New civil appeals from arbitration | 6 | 14 | 14 | 9 | 13 | 6 | 14 | 5 | 13 | 4 |
| Civil jury trials | 16 | 9 | 8 | 4 | 5 | 8 | 3 | 12 | 3 | 9 |
| Civil cases settled | 93 | 123 | 110 | 96 | 94 | 104 | 123 | 117 | 86 | 75 |
| District judge case filings | 27,096 | 27,223 | 23,977 | 25,487 | 22,359 | 21,024 | 21,738 | 22,540 | 24,395 | 23,060 |
| Domestic relations active cases filed | 5,347 | 5,143 | 4,909 | 4,793 | 4,674 | 4,299 | 4,094 | 3,975 | 3,825 | 3,757 |
| Juvenile delinquency cases filed | 670 | 690 | 795 | 863 | 787 | 630 | 570 | 616 | 565 | 488 |
| Adult Probation | | | | | | | | | | |
| Caseload | 1,321 | 1,223 | 1,126 | 1,113 | 1,317 | 1,295 | 1,444 | 1,534 | 1,960 | 1,806 |
| Presentence Investigations | 60 | 86 | 53 | 65 | 66 | 85 | 106 | 89 | 37 | 42 |
| Corrections | | | | | | | | | | |
| Average daily population (Males and Females at prison and prerelease) | 303 | 331 | 328 | 308 | 329 | 338 | 336 | 314 | 339 | 392 |
| Human Services | | | | | | | | | | |
| Children, Youth and Families | | | | | | | | | | |
| *1 Children served | * | * | 3,975 | 3,778 | 3,480 | 3,843 | 4,118 | 4,272 | 4,343 | 5,143 |
| *1 Placement days | * | * | 66,299 | 67,221 | 62,860 | 56,398 | 53,312 | 58,636 | 45,881 | 34,750 |
| Child abuse reports | 222 | 200 | 232 | 182 | 206 | 184 | 210 | 184 | 181 | 139 |

(Continued)

County of Lycoming, Pennsylvania
 Operating Indicators by Function
 Last Ten Fiscal Years
 Table #16
 Continued

| Function | Fiscal Year | | | | | | | | | |
|--------------------------------|-------------|------|------|--------|--------|--------|--------|--------|--------|---------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| Mental Health *2 | | | | | | | | | | |
| Emergency/crisis | | | | | | | | | | |
| Intervention hours | * | * | * | 12,276 | 9,733 | * | * | * | 1,451 | 1,218 |
| Community residential days | * | * | * | 8,831 | 9,423 | 10,173 | 9,458 | 9,583 | 7,965 | 8,324 |
| Service case management hours | * | * | * | 19,818 | 14,173 | * | * | * | 21,833 | 18,967 |
| Day treatment hours | * | * | * | 3,701 | 6,423 | 23,061 | 19,364 | 19,767 | 13,099 | 1030 ** |
| Outpatient hours | * | * | * | 5,064 | 2,006 | 5,269 | 5,126 | 5,130 | 3,598 | 1454 ** |
| Family based hours | * | * | * | 4,736 | 4,026 | * | * | * | 1,035 | 2** |
| Mental Retardation *2 | | | | | | | | | | |
| *3 Community Habilitation Days | * | * | * | 26,835 | 26,717 | 25,877 | 26,849 | 27,012 | 28,827 | 280 ** |
| *4 Pre-Vocational days | * | * | * | 30,633 | 33,525 | 31,605 | 31,062 | 31,216 | 40,765 | 1243 ** |
| Supported employment hours | * | * | * | 6,878 | 13,434 | 34,976 | 46,257 | 46,801 | 30,951 | 6932 ** |
| Residential services clients | * | * | * | 275 | 278 | 270 | 185 | 188 | 214 | 0 ** |
| Early intervention clients | * | * | * | 252 | 300 | 366 | 379 | 362 | 306 | 310 |
| Family support services | * | * | * | 184 | 245 | 171 | 190 | 188 | 117 | 92 |

Sources:

Various County Government Departments
 Administrative Office of Pennsylvania Courts
 Lycoming County Children and Youth Services

Notes:

- * Information is not available
- ** Decreases due to funding from County to State or no longer provide the service
- *1 Includes Juvenile Probation
- *2 All Mental Health / Mental Retardation figures are Lycoming and Clinton Counties
- *3 Formerly Adult Dev. Training
- *4 Formerly Vocational Rehabilitation

County of Lycoming, Pennsylvania
 Capital Asset Statistics by Function
 Last Ten Fiscal Years
 Table #17

| Function | Fiscal Year | | | | | | | | | |
|---|-------------|------|------|------|------|------|------|------|------|------|
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| General Government, Courts and Corrections | | | | | | | | | | |
| Planning and Community Development | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 1 | 1 | 1 | 1 | 1 |
| Public Safety | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 4 | 4 | 4 | 4 | 4 |
| County Farm | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 2 | 2 | 2 | 2 | 2 |
| Soil Conservation | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 1 | 1 | 1 | 1 | 1 |
| Resource Management Services (Landfill) | | | | | | | | | | |
| Motor vehicles *1 | N/A | N/A | N/A | N/A | N/A | 99 | 111 | 108 | 113 | 119 |
| Adult Probation | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 4 | 4 | 4 | 4 | 4 |
| Juvenile Probation | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 1 | 1 | 1 | 1 | 1 |
| Domestic Relations | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 1 | 1 | 1 | 1 | 1 |
| Pre-Release | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 12 | 12 | 12 | 12 | 12 |
| Coroner | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 1 | 1 | 1 | 2 | 2 |
| District Attorney | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 9 | 7 | 7 | 7 | 7 |
| Sheriff | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 7 | 8 | 6 | 6 | 6 |

(Continued)

County of Lycoming, Pennsylvania
 Capital Asset Statistics by Function
 Last Ten Fiscal Years
 Table #17
 Continued

| Function | Fiscal Year | | | | | | | | | |
|----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | <u>2001</u> | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> |
| Public Works | | | | | | | | | | |
| Bridges | | | | | | | | | | |
| County-owned bridges | N/A | N/A | N/A | N/A | N/A | 15 | 15 | 15 | 15 | 15 |
| Motor vehicles *2 | N/A | N/A | N/A | N/A | N/A | 0 | 0 | 0 | 0 | 0 |
| Parks | | | | | | | | | | |
| Number of parks | N/A | N/A | N/A | N/A | N/A | 57 | 57 | 57 | 57 | 57 |
| Park acreage | N/A | N/A | N/A | N/A | N/A | 2958 | 2958 | 2958 | 2958 | 2958 |
| Motor vehicles *3 | N/A | N/A | N/A | N/A | N/A | 0 | 0 | 0 | 0 | 0 |
| Maintenance and Administration | | | | | | | | | | |
| Motor vehicles | N/A | N/A | N/A | N/A | N/A | 0 | 1 | 1 | 1 | 1 |
| Office buildings *4 | N/A | N/A | N/A | N/A | N/A | 9 | 9 | 9 | 9 | 9 |
| Storage or maintenance buildings | N/A | N/A | N/A | N/A | N/A | 0 | 0 | 0 | 0 | 0 |

Notes:

- *1 This figure does not include special over the road equipment or non-licensed vehicles listed on the county's insurance.
 - *2 Inspection of bridges is contracted out and an insurance ticket is obtained.
 - *3 Lycoming County does not have any vehicles that maintain the parks.
 - *4 This figure includes the County Courthouse.
- N/A =Information is not available.

Sources:

Various County Departments