

**County of Schuylkill
Pottsville, Pennsylvania
Financial Statements
Year Ended December 31, 2009**

County of Schuylkill
Year Ended December 31, 2009

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Our Clients Achieve
What They Want in Life
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Independent Auditors' Report

County Commissioners
County of Schuylkill
Pottsville, Pennsylvania

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of COUNTY OF SCHUYLKILL as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the COUNTY OF SCHUYLKILL. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the discretely presented component units, Child Development, Inc. and the North Central Highway Safety Network's financial statements which reflect total assets of \$1,602,491 and \$1,592,256, respectively, and total revenues of \$9,460,293 and \$9,087,462, respectively, that were included in the COUNTY OF SCHUYLKILL's financial statements as of and for the year ended December 31, 2009. Those financial statements were audited by other auditors whose reports thereon have been furnished for us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, Child Development, Inc., and North Central Highway Safety Network, is based solely on the reports of other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our 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 SCHUYLKILL as of December 31, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 to the financial statements, in 2009 the COUNTY OF SCHUYLKILL adopted the provisions of Governmental Accounting Standard Board's Statement No. 45, "*Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*", Statement 49, "*Accounting and Financial Reporting for Pollution Remediation*",

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Statement No. 50, "*Pension Disclosures*", Statement No. 55, "*The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*", and Statement No. 56, "*Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards*".

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2010 on our consideration of the COUNTY OF SCHUYLKILL's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing results of our audit.

The management's discussion and analysis, schedule of employer contributions and budgetary comparison information on pages 3 through 16 and through 71 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of the inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.



L. Samuel Deegan CPA, P.C.

Pottsville, Pennsylvania
October 28, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the County of Schuylkill's comprehensive annual financial report presents a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2009. This analysis should be read in conjunction with the accompanying basic financial statements and notes to financial statements in order to obtain a thorough understanding of the County's financial condition at December 31, 2009.

FINANCIAL HIGHLIGHTS

- For Fiscal year 2009, the County's total real estate millage rate remained the same at 11.98 mills. The levy for general purposes was 11.42 mills and the levy for debt purposes was .56 mills.
- The County had \$14,550,000 of General Obligation Debt outstanding at the end of the year. This was a decrease of \$1,970,000 or 13.54% from the previous year.
- The General Fund Unreserved Fund Balance was \$10,497,091 at the end of the year. This was an increase of \$2,695,757 or 34.57% from the previous year.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of this report consists of three parts: management's discussion and analysis, the basic financial statements (including notes to the financial statements), and required supplemental information. The basic financial statements include two types of financial statements (*Government—Wide Financial Statements and Fund Financial Statements*); they present a dual perspective on the financial activities of the County.

Government-wide Financial Statements

The government-wide financial statements consist of a *Statement of Net Assets and a Statement of Activities*; they are designed to provide readers with a broad overview of the County 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, except fiduciary funds, with the difference between the two reported as *Net Assets*. Net Assets is one way to measure the County's financial health or position. Over time, increases or decreases in net assets may serve as a useful indicator of whether the County's financial position is improving or deteriorating. However, other non-financial factors such as changes in the County's real property tax base and general economic conditions must be considered to assess the overall position of the County.

The *Statement of Activities* presents information showing how the government's net assets changed during the fiscal year. Because it separates program revenue (revenue generated by specific programs through charges for services, grants and contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program), it identifies to what extent each program has to rely on taxes for funding.

MANAGEMENT'S DISCUSSION AND ANALYSIS

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 costs through user fees and charges (*Business-Type Activities*). Schuylkill County's governmental activities include general government, judicial government, public safety, public works, human services, culture/recreation, and conservation/development. The County has two business-type activities – operation of Rest Haven Nursing Home and operation of the 911 center.

The government-wide financial statements include not only Schuylkill County itself (known as the primary government), but also include legally separate entities which are financially accountable to the County (known as component units). These component units include Child Development, Inc. and the North Central Highway Safety Network. Financial information for these component units is reported separately from the financial information presented for the primary government itself. In addition, the Schuylkill County Conservation District is also a legally separate entity; however, it functions for all practical purposes as a department of Schuylkill County. Therefore, the Schuylkill County Conservation District has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 14-16 of 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 are used to account for essentially the same functions reported as *Government Activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of 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 the County's near-term financing requirements.

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

Schuylkill County maintains the following six major governmental funds: the General Fund, Mental Health/Mental Retardation Fund, Children and Youth Fund, Liquid Fuels Fund, Other

MANAGEMENT'S DISCUSSION AND ANALYSIS

Agency Fund and the Debt Service Fund. The County also maintains twenty non-major governmental funds that are combined into a single aggregated presentation.

The governmental fund financial statements can be found on pages 17 through 20 of this report.

Proprietary Funds of the County consist of two enterprise funds and an internal service fund. *Enterprise Funds* are used to report the same functions presented as *Business-Type Activities* in the government-wide financial statements. Schuylkill County has two enterprise funds – the Rest Haven Nursing Home and the 911 Fund. *Internal Service Funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. Schuylkill County uses an internal service fund to account for self-insurance activities in connection with workers compensation claim liabilities.

Proprietary Funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Rest Haven County Home and the 911 Fund, which are considered to be major funds of the County. The remaining proprietary fund, which is an internal service fund, is combined into a single, aggregated presentation in the proprietary fund financial statements.

The proprietary fund financial statements can be found on pages 21 through 26 of this report.

Fiduciary Funds of the County consist of the employee's retirement trust fund and certain agency funds. The County is the trustee, or fiduciary, for the employees' retirement system. In addition, the County is also responsible for certain agency funds which are clearing accounts for assets held by the County in its role as custodian until the funds are allocated to the private parties, organizations or government agencies to which they belong. The County is responsible for ensuring that the assets reported in the fund are used for its intended purpose. All of the County's fiduciary asset and liability balances are reported in the statement of fiduciary net assets. A statement of changes in fiduciary net assets is presented for the pension trust fund only. All fiduciary activities are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

The fiduciary fund financial statements can be found on pages 27 through 28 of this report.

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 29 through 63 of this report.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

This is the eighth year Schuylkill County is presenting its financial statements using the new reporting model required by Governmental Accounting Standards Board Statement No. 34 (GASB Statement #34), "Basic Financial Statements and Management's Discussion and Analysis (MD&A) for State and Local Governments". A comparative analysis of financial data of prior year information is included in this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Net Assets

Schuylkill County's net assets as of December 31, 2009 and December 31, 2008 are presented below:

	County Net Assets as of December 31, 2009 and 2008			
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Other Assets	\$ 49,465,635	\$ 44,861,606	\$ 4,068,194	\$ 3,420,109
Capital Assets, Non-Depreciable	1,308,431	1,418,346	145,927	145,927
Capital Assets, Depreciable	23,341,712	23,993,949	7,394,023	8,006,317
Total Assets	<u>74,115,778</u>	<u>70,273,901</u>	<u>11,608,144</u>	<u>11,572,353</u>
Other Liabilities	14,878,794	16,911,015	881,822	1,033,926
Long-term Liabilities	27,907,374	22,605,742	5,975,907	4,755,605
Total Liabilities	42,786,168	39,516,757	6,857,729	5,789,531
Net Assets:				
Capital Assets, net of debt	23,303,589	22,761,774	4,664,997	5,206,079
Restricted	8,315,392	7,415,407	-	-
Unrestricted	(289,371)	579,963	85,418	576,743
Total Net Assets	<u>\$ 31,329,610</u>	<u>\$ 30,757,144</u>	<u>\$ 4,750,415</u>	<u>\$ 5,782,822</u>

Net assets of the County's governmental activities were \$31,329,610. Of this amount, \$23,303,589 represents the investment in capital assets, net of related debt, while \$8,315,392 was restricted for various purposes. The unrestricted net asset balance as of the end of the year was (\$289,371).

Net assets of the County's business-type activities were \$4,750,415. Of this amount, \$4,664,997 represents investment in capital assets, net of related debt. The unrestricted net asset balance as of the end of the year was \$85,418.

The following table presents the County's changes in net assets for the fiscal year ended December 31, 2009 and December 31, 2008.

MANAGEMENT'S DISCUSSION AND ANALYSIS

County's Changes in Net Assets

	<u>Governmental Activities</u>		<u>Business Type Activities</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 9,949,298	\$ 9,704,424	\$ 13,503,228	\$ 12,738,578
Operating Grants & Contributions	70,969,046	81,754,711	-	-
Capital Grants & Contributions	27,364	26,501	-	-
General Revenues:				
Property Taxes	28,536,820	27,760,575	-	-
Interest, Invest. Earnings & Royalties	270,464	1,359,748	19,806	57,473
Hotel Tax	194,465	235,571	-	-
Per Capita Tax	390,421	404,135	-	-
Miscellaneous	8,060,018	603,037	-	592,679
Total Revenues	\$ 118,397,896	\$ 121,848,702	\$ 13,523,034	\$ 13,388,730
Expenses:				
General Government	11,587,380	15,855,555	-	-
Judicial Government	22,167,689	18,444,560	-	-
Public Safety	7,571,422	7,382,540	-	-
Public Works	3,730,450	5,137,198	-	-
Human Services	64,140,595	68,343,018	-	-
Culture/Recreation	460,918	569,223	-	-
Conservation	6,419,491	6,839,994	-	-
Interest on Long-Term Debt	729,639	447,801	-	-
911 Fund	-	-	3,299,561	3,224,833
Nursing Home	-	-	11,697,088	10,772,436
Total Expenses	116,807,584	123,019,889	14,996,649	13,997,269
Change in Net Assets before Losses and Transfers	1,590,312	(1,171,187)	(1,473,615)	(608,539)
Transfers	(454,275)	(920,507)	454,275	920,507
Loss on Disposal of Capital Assets	(563,571)	(125,717)	(13,067)	(15,050)
Impairment Loss	-	(137,090)	-	-
Changes in Net Assets	572,466	(2,354,501)	(1,032,407)	296,918
Net Assets-Beginning	30,757,144	33,111,645	5,782,822	5,485,904
Net Assets-Ending	\$ 31,329,610	\$ 30,757,144	\$ 4,750,415	\$ 5,782,822

MANAGEMENT'S DISCUSSION AND ANALYSIS

During 2009, total net assets of the County's governmental activities increased by \$572,466 or 1.86% to \$31,329,610. The increase resulted from Revenue activity exceeding aggregate Expense, Loss and transfer activity for the same fiscal period. Significant decreases in Revenue from the prior reporting period include a 13.19% or \$10,785,665 decrease in the Operating Grants and Gifts Category.

For Expenses, there was a decrease in the Human Service Category for \$4,202,423 or 6.15%, as compared to fiscal 2008.

During 2009, total net assets of the County's business-type activities decreased by \$1,032,407 or 17.82% to \$4,750,415. Increases in Operating Expenses for the 911 operation included \$108,304, or 3.46% over the prior year and for Rest Haven an increase of \$924,652 or 8.58% in expenses as compared to the prior year reporting period.

Governmental Activities and Business-Type Activities

The following table presents the sources of revenues for the fiscal year ended December 31, 2009:

Sources of Revenues

	Governmental Activities		Business-Type Activities	
Revenues				
Charges for Services	\$ 9,949,298	8.40%	\$ 13,503,228	99.85%
Operating Grants & Contributions	70,969,046	59.94%		
Capital Grants & Contributions	27,364	0.02%		
Property Taxes	28,536,820	24.10%		
Interest, Investments, Earnings & Royalties	270,464	0.23%	19,806	0.15%
Hotel Tax	194,465	0.16%		
Per Capita Tax	390,421	0.33%		
Miscellaneous	8,060,018	6.81%		
Total Revenues	\$ 118,397,896	100.00%	\$ 13,523,034	100.00%

The following table presents the functional expenses for the fiscal year ended December 31, 2009:

MANAGEMENT'S DISCUSSION AND ANALYSIS

Functional Expenses

Expenses	Governmental Activities		Business-Type Activities	
General Government	\$	11,587,380	9.92%	
Judicial Government		22,167,689	18.98%	
Public Safety		7,571,422	6.48%	
Human Services		3,730,450	3.19%	
Culture/Recreation		64,140,595	54.91%	
Hotel Tax		460,918	0.39%	
Conservation/Development		6,419,491	5.50%	
Interest on Long-Term Debt		729,639	0.62%	
911 Fund				\$ 3,299,561.00 22.00%
Nursing Home				11,697,088.00 78.00%
Total Expenses	\$	116,807,584.00	100.00%	\$ 14,996,649.00 100.00%

FINANCIAL ANALYSIS OF COUNTY'S FUND

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

Governmental Funds – The General Fund, Mental Health/Mental Retardation Special Revenue Fund, Children and Youth Special Revenue Fund, Liquid Fuels Special Revenue Fund, Other Agency Fund, and Debt Service Fund make up the County's major governmental funds. The focus of the 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/undesignated fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year. For the year ended December 31, 2009, Schuylkill County governmental funds reported a combined ending fund balance of \$28,863,054. This was an increase of \$4,733,496 or 19.62% from the previous year.

General Fund – The General Fund is the primary operating fund of the County. At the end of 2009, the General Fund reported a fund balance of \$12,267,226. This was an increase of \$4,251,381 or 53.04% from the previous year. The increase occurred, in part, as a result of budgeted operating transfers not being executed for Fiscal 2009. Specifically, for the 911 center \$226,893 and the Capital Reserve Fund \$299,625.

The unreserved fund balance in the General Fund was \$10,497,091 as of December 31, 2009.

Mental Health/Mental Retardation Fund – At the end of 2009, the Mental Health/Mental Retardation Fund maintains no fund balance because the General Fund transfers a sufficient amount to bring the fund balance to zero.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Children and Youth Fund – At the end of 2009, the Children and Youth Fund maintains no fund balance because the General Fund transfers a sufficient amount to bring the fund balance to zero.

Liquid Fuels Fund – At the end of 2009, the Liquid Fuels Fund reported a fund balance of \$5,815,082. This was an increase of \$367,164 or 6.74% from the previous year. This increase was the result of postponing actual major repair work on several bridge projects from 2008 until 2009.

Other Agency Fund – At the end of 2009, the Other Agency Fund maintains no fund balance because the General Fund transfers a sufficient amount to bring the fund balance to zero.

Debt Service Fund - At the end of 2009, the Debt Service Fund reported a fund balance of \$8,280,436. This was a decrease of \$417,870 or 4.80% from the previous year. The decrease was the result of total expenditures exceeding total revenues for the fund. The 2009 expenditures were budgeted to exceed the total budgetary revenues with the difference to be offset by the corresponding fund balance.

Proprietary Funds – The County's proprietary funds provide the same type of information found in the government-wide financial statements but in more detail.

Rest Haven Nursing Home – At the end of 2009, the Nursing Home reported net assets of \$1,463,447. This was a decrease of \$1,640,615 or 52.85% from the previous year. This decrease was attributable to the increase in

911 Fund – At the end of 2009, the 911 Fund reported net assets of \$3,286,968. This was an increase of \$608,208 or 22.70% from the previous year. The increase occurred as a result of an increase in operating transfers from the General Fund to cover the cost of operating expenses for fiscal year 2009.

GENERAL FUND BUDGETARY HIGHLIGHTS

Over the course of the year, the original general fund budget was modified to accommodate budgetary adjustments that were approved by the Board of County Commissioners.

The County's original revenue and other financing sources budget increased from \$45,080,994 to \$46,223,918, an increase of \$1,142,924 or 2.53%. The increase was due to various miscellaneous adjustments. Actual revenues and other financing sources received were \$44,650,964 or 3.50% of the final budget. The variance between actual revenues and other financing sources vs. final budgetary revenue and other financing revenues and other financing sources totaled \$1,572,954. This negative variance resulted, in part, from the following: a decrease in state grants for the Engineering Department for \$1,300,000, a decrease in overall revenue for the Parks and Recreation Department for \$624,214 and \$538,647 less in actual transfers received, versus the amount anticipated, related to Fringe Benefit reimbursements.

The County's original expenditure and other financing uses budget increased from \$46,154,454 to \$47,561,017, an increase of \$1,406,563 or 3.05%. The increase was due to various miscellaneous adjustments. Actual expenditures and other financing uses were \$40,399,583 or

MANAGEMENT'S DISCUSSION AND ANALYSIS

17.70% of the final budget. The variance between actual expenditures vs. final budgetary expenditures and other financing uses totaled \$7,161,434. This positive variance was primary the result of overall decrease in anticipated expenses for the following departments: County Contributions, Engineering, Fringe Benefits, County Prison, and Parks and Recreation.

CAPITAL ASSETS

Schuykill County's investment in capital assets for its governmental and business-type activities as of December 31, 2009 was \$32,204,016 (net of accumulated depreciation). This was an decrease of \$1,360,523 or 4.00% over the previous year. Capital assets consist primarily of land, construction in progress, works of art collections, land improvements, buildings and improvements, machinery and equipment, motor vehicles, computer equipment and software, agricultural easements and infrastructure.

Major capital asset events during the fiscal year included the following:

Governmental Activities

- Land decrease by a net amount of \$92,913; this primarily was the result of land that was sold in connection with the 1912 Building.
- Land Improvements increase by a net amount of \$316,908; this primarily was the result of paving and fencing at the STS Maintenance Building.
- Buildings and Improvements decrease by a net amount of \$2,298,265; this primarily was the result of selling the 1912 Building and the Child Development Office.
- Leasehold Assets increased by a net amount of \$1,123,398; this primarily was the result of energy upgrade project at the Court House and at the Prison.

Business-Type Activities

- Buildings and Improvements decrease by a net amount of \$132,981; this primarily was the result of disposing of a Nurses Call System and removing a series of steel cabinets at Rest Haven.
- Leasehold Improvements increased by a net amount of \$150,038 this primarily was the net result of the energy upgrade located at Rest Haven.

The following is a summary of capital assets as of December 31, 2009 and December 31, 2008.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Summary of Capital Assets

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		Balance at	Balance at
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	December 31,	December 31,
					<u>2009</u>	<u>2008</u>
Land	\$ 701,717	\$ 794,630	\$ 145,927	\$ 145,927	\$ 847,644	\$ 940,557
Construction In Progress	432,714	449,716	-	-	432,714	449,716
Works of Art Collections	174,000	174,000	-	-	174,000	174,000
Land Improvements	2,601,883	2,284,975	150,101	158,645	2,751,984	2,443,620
Buildings & Improvement	21,729,871	24,028,136	8,760,858	8,893,839	30,490,729	32,921,975
Machinery & Equipment	6,452,361	6,462,039	4,440,414	4,431,950	10,892,775	10,893,989
Motor Vehicles	9,113,792	9,272,812	104,374	104,374	9,218,166	9,377,186
Computer Equipment/Software	2,664,220	2,569,636	1,326,941	1,271,222	3,991,161	3,840,858
Agricultural Easements	2,079,641	2,034,641	-	-	2,079,641	2,034,641
Infrastructure	8,417,396	8,243,061	-	-	8,417,396	8,243,061
Leasehold Assets	1,769,521	646,123	2,500,504	2,350,466	4,270,025	2,996,589
Accumulated Depreciation	(31,486,973)	(31,547,474)	(9,875,246)	(9,204,179)	(41,362,219)	(40,751,653)
Total Capital Assets, Net of Accumulated Depreciation	\$ 24,650,143	\$ 25,412,295	\$ 7,553,873	\$ 8,152,244	\$ 32,204,016	\$ 33,564,539

More detailed information about the County's capital assets can be found in Note 5 of the notes to the financial statements.

LONG-TERM DEBT

As of December 31, 2009, Schuylkill County had \$14,550,000 in general obligation debt outstanding. This was a decrease of \$1,970,000 or 13.54% from the previous year. The following is a summary of general obligation debt activity during 2009:

Summary of General Obligation Debt Activity

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Beginning Balance at January 1, 2009	\$ 14,922,326	\$ 1,597,674	\$ 16,520,000
Additions			
Principal Payments	1,770,673	199,327	1,970,000
Ending Balance at December 31, 2009	\$ 13,151,653	\$ 1,398,347	\$ 14,550,000

MANAGEMENT'S DISCUSSION AND ANALYSIS

More detailed information about the County's long-term debt can be found in Note 9 of the notes to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

ECONOMIC FACTORS

- The County's total real estate assessed valuation increased from \$2,409,440,990 in 2008 to \$2,448,866,920 in 2009. The real estate tax levy increased from \$28,865,120 in 2008 to \$29,337,443 in 2009.
- The unemployment rate in Schuylkill County was 10.4% as of December 31, 2009. This was higher than the State unemployment rate of 8.9% and the National unemployment rate of 10.0%.

NEXT YEAR'S BUDGET AND RATES

For Fiscal Year 2010, the County's total real estate millage will remain the same at 11.98 mills. The General Fund millage will remain the same at 11.42 mills and the Funded Debt millage will remain the same at .56 mills. The 2010 General Fund appropriation was approved at \$48,748,972 on December 16, 2009. This was an increase of \$2,594,518 above the previous year.

REQUEST FOR INFORMATION

The separately issued financial statements on the two discrete component units—Child Development Inc. and the North Central Highway Safety Network may be obtained by directly contacting their respective offices.

This financial report is designed to provide a general overview of Schuylkill County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to either County Administration or the Office of the Controller, 401 North Second Street, Pottsville, PA 17901.

COUNTY OF SCHUYLKILL
STATEMENT OF NET ASSETS
December 31, 2009

	Primary Government			<u>Component Units</u>
	Governmental Activities	Business-Type Activities	Total	
Assets				
Cash and Cash Equivalents	\$ 25,837,314	\$ 2,410,042	\$ 28,247,356	\$ 1,227,583
Restricted Cash	4,565,785	141,185	4,706,970	
Investments	3,374,676		3,374,676	
Accounts Receivable	1,606,389	2,155,226	3,761,615	23,047
Prepaid Expenses			-	28,876
Taxes Receivable	5,172,320		5,172,320	
Due From Other Governmental Units	8,075,998		8,075,998	1,823,464
Internal Balances	638,259	(638,259)	-	
Other Assets			-	25,554
Debt Issuance Costs	194,894		194,894	
Capital Assets, Not Depreciable	1,401,344	145,927	1,547,271	
Capital Assets, Depreciable	23,813,946	7,407,946	31,221,892	66,223
Total Assets	74,680,925	11,622,067	86,302,992	3,194,747
Liabilities				
Accounts Payable	6,399,905	487,922	6,887,827	763,077
Accrued Expenses and Withholdings	911,241	252,715	1,163,956	63,502
Due to Other Governments			-	433,114
Unearned Revenues	2,858,412		2,858,412	
Taxes Held in Escrow (Road & School)	393,628		393,628	
Escrow Funds - Other	1,101,802		32,169	
Excess of Taxes - Tax Claim Bureau	484,428		484,428	
Escrow Land Sales	438,112		438,112	
Funds Held in Fiduciary Capacity	2,104,462	141,185	3,315,280	
Interest Payable	186,804		186,804	
Current Portions of Long Term Liabilities			-	
Loans and Notes Payable			-	898,876
General Obligation Bonds Payable	1,209,401	197,751	1,407,152	
Capital Lease Payable	125,925	137,238	263,163	
Unamortized Bond Premium	82,173		82,173	
Non-Current Portions of Long Term Debt			-	
Loans and Notes Payable			-	
General Obligation Bonds Payable	11,716,002	1,209,401	12,925,403	
Capital Lease Payable	1,518,525	1,330,563	2,849,088	
Unamortized Bond Premium	262,868		262,868	
Liability for Other Postemployment Benefits	7,863,723	2,233,658	10,097,381	
Accrued Compensated Absences	3,959,351	867,296	4,826,647	
Self Insurance Claims Payable	1,169,406		1,169,406	
Total Liabilities	42,786,168	6,857,729	49,643,897	2,158,569

Net Assets				
Invested in Capital Assets, Net of Related Debt	23,868,736	4,678,920	28,547,656	66,223
Restricted:				
Capital Projects	442,193		442,193	
Library	247		247	
Program Purposes	7,872,952		7,872,952	
Temporarily Restricted				26,398
Unrestricted	(289,371)	85,418	(203,953)	943,557
	<hr/>			
Total Net Assets	\$ 31,894,757	\$ 4,764,338	\$ 36,659,095	\$ 1,036,178
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The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2009

Functions/Programs	Program Revenues					Net (Expenses) Revenue & Changes in Net Assets			
	Expenses	Indirect Cost Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			
						Governmental Activities	Business-type Activities	Total	Component Units
Primary Government:									
Government Activities:									
General Government	\$ 13,992,115	\$ (4,542,640)	\$ 3,229,757	\$ 799,926	\$ 27,364	\$ (14,477,708)		\$ (14,477,708)	
Judicial Government	19,371,704	2,986,296	2,694,560	3,087,160		(10,603,688)		(10,603,688)	
Public Safety	8,459,676	675,837	489,049	739,026		(6,555,764)		(6,555,764)	
Public Works	4,125,355	68,411	1,883,134	2,906,165		732,355		732,355	
Human Services	63,509,463	549,621	1,233,220	59,848,129		(1,878,493)		(1,878,493)	
Culture/Recreation	635,550			3,750		(631,800)		(631,800)	
Conservation Development	5,982,506	262,475	419,578	3,584,890		(1,715,563)		(1,715,563)	
Interest on Long-Term Debt	729,639					(729,639)		(729,639)	
Total Government Activities	116,806,008	-	9,949,298	70,969,046	27,364	(35,860,300)	-	(35,860,300)	
Business-Type Activities:									
911 Operations	3,299,561		3,470,382				170,821	170,821	
Nursing Home	11,683,165		10,032,846				(1,650,319)	(1,650,319)	
Total Business-Type Activities	14,982,726	-	13,503,228	-	-	-	(1,479,498)	(1,479,498)	
Total Primary Government	\$ 131,788,734	\$ -	\$ 23,452,526	\$ 70,969,046	\$ 27,364	(35,860,300)	(1,479,498)	(37,339,798)	
Component Units:									
Human Services	\$ 9,345,724		\$ 9,460,293						\$ 114,569
Public Safety	8,989,495			9,087,236					\$ 97,741
Total Component Units	\$ 18,335,219	\$ -	\$ 9,460,293	\$ 9,087,236	\$ -				212,310
General Revenues:									
Property Taxes - General Levy						28,536,820		28,536,820	
Interest, Investment Earnings & Royalties						270,464	19,806	290,270	226
Hotel Tax						194,465		194,465	
Per Capita Tax						390,421		390,421	
Miscellaneous						8,060,018		8,060,018	
Loss on Disposal of Capital Assets							(13,067)	(13,067)	
Transfers (Internal Activities)						(454,275)	454,275	-	
General Revenues & Transfers						36,997,913	461,014	37,458,927	226
Change in Net Assets						1,137,613	(1,018,484)	119,129	212,536
Net Assets - Beginning						30,757,144	5,782,822	36,539,966	823,642
Net Assets - Ending						\$ 31,894,757	\$ 4,764,338	\$ 36,659,095	\$ 1,036,178

The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
BALANCE SHEET - GOVERNMENTAL FUNDS
December 31, 2009

<u>Assets</u>	General	Mental Health/Mental Retardation	Children & Youth	Liquid Fuels	Other Agency	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
Cash on Hand	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,000
Cash and Cash Equivalents	7,942,722	376,142	214,468	4,269,906	2,302,923	7,968,012	2,649,177	25,723,350
Restricted Cash	4,522,432	-	-	-	-	-	-	4,522,432
Investments	-	-	-	1,727,022	-	-	819,910	2,546,932
Taxes Receivable	4,930,525	-	-	-	-	241,795	-	5,172,320
Due from Third Party	1,606,389	-	-	-	-	-	-	1,606,389
Due from Other Governments	184,341	-	4,955,720	-	62,409	-	2,873,528	8,075,998
Due from Other Funds	2,860,531	46,809	-	-	3,220	259,186	-	3,169,746
Total Assets	\$ 22,066,940	\$ 422,951	\$ 5,170,188	\$ 5,996,928	\$ 2,368,552	\$ 8,468,993	\$ 6,342,615	\$ 50,837,167
 <u>Liabilities and Fund Balances</u>								
Liabilities								
Accounts Payable	710,076	4,461	2,655,258	24	237,621	769	2,741,451	6,349,660
Accrued Expenses and Withholdings	658,869	9,652	118,466	-	-	-	124,254	911,241
Deferred Revenues	3,828,130	394,185	-	-	2,006,581	187,788	457,646	6,874,330
Taxes Held in Escrow (Road and School)	393,628	-	-	-	-	-	-	393,628
Excess of Taxes-Tax Claim Bureau	484,428	-	-	-	-	-	-	484,428
Escrow Funds - Other	32,169	-	-	-	-	-	-	32,169
Escrow Land Sales	438,112	-	-	-	-	-	-	438,112
Funds Held in Fiduciary Capacity	3,174,095	-	-	-	-	-	-	3,174,095
Due to Other Funds	80,207	14,653	2,396,464	181,822	61,941	-	581,363	3,316,450
Total Liabilities	9,799,714	422,951	5,170,188	181,846	2,306,143	188,557	3,904,714	21,974,113
 Fund Balances								
Fund Balances (Reserved)								
Debt Service	-	-	-	-	-	8,280,436	-	8,280,436
Capital Projects	-	-	-	-	-	-	442,193	442,193
Library	-	-	-	-	-	-	247	247
Rest Haven Nursing Home	1,770,135	-	-	-	-	-	-	1,770,135
Program Purposes	-	-	-	5,815,082	62,409	-	1,995,461	7,872,952
Unreserved	10,497,091	-	-	-	-	-	-	10,497,091
Total Fund Balances	12,267,226	-	-	5,815,082	62,409	8,280,436	2,437,901	28,863,054
Total Liabilities & Fund Balances	\$ 22,066,940	\$ 422,951	\$ 5,170,188	\$ 5,996,928	\$ 2,368,552	\$ 8,468,993	\$ 6,342,615	\$ 50,837,167

The accompanying notes are an integral part of the financial statements

COUNTY OF SCHUYLKILL
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2009

Total Fund Balances of Governmental Funds:	\$ 28,863,054
Amounts reported for governmental activities in the Statement of Net Assets are different because:	
Capital Assets, including infrastructure assets, used in governmental activities are not current financial resources and, therefore, are not reported in the funds	24,650,143
An internal service fund is used by management to charge the costs and accrue the liability for worker's compensation claims for which the county is self-insured. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	530,373
The funds record only the tax revenue received through a period of 60 days subsequent to year-end. The statement of net assets includes a receivable for the County's anticipated collections on the levy.	4,015,918
The funds record bond issuance costs as a current period expenditure while those costs are capitalized on the statement of net assets and amortized over the life of the bonds.	194,894
Long-term liabilities are not due and payable in the current period and accordingly not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the Statement of Net Assets. Long-term liabilities at year-end consist of:	
General Obligation Bonds Payable	(13,142,848)
Capital Lease Payable	(1,644,450)
Unamortized Bond Premium	(345,041)
Deferred Refunding Loss	217,445
Accrued Interest Payable	(186,804)
Accrued Compensated Absences	(3,959,351)
Post Employment Benefits	<u>(7,863,723)</u>
Total Net Assets of Governmental Activities	<u>\$ 31,329,610</u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2009

	General	Mental Health/Mental Retardation	Children & Youth	Liquid Fuels	Other Agency	Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
Revenues								
Real Estate Taxes	\$ 26,851,059		\$ -	\$ -	\$ -	\$ 1,318,416	\$ 4	\$ 28,169,479
Per Capita Taxes	390,421		-	-	-	-	-	390,421
Hotel Tax	194,465		-	-	-	-	-	194,465
Interest and Royalties	158,963	14,281	1,699	93,266	10,985	48,802	22,369	350,365
Grants and Gifts	2,289,103	15,201,769	14,194,742	642,057	3,916,162	-	34,752,577	70,996,410
Charges for Services	8,057,282	88,380	909,539	-	5	-	894,092	9,949,298
Other Revenue	6,709,671	-	-	-	60,003	627,907	1,037,327	8,434,908
Total Revenues	\$ 44,650,964	\$ 15,304,430	\$ 15,105,980	\$ 735,323	\$ 3,987,155	\$ 1,995,125	\$ 36,706,369	\$ 118,485,346
Expenditures								
General Government	10,236,124	-	-	-	-	28,806	48,324	10,313,254
Judicial Government	15,472,903	-	-	-	1,336,428	-	2,313,955	19,123,286
Public Safety	6,253,628	-	-	-	-	-	970,602	7,224,230
Public Works	342,945	-	-	230,054	-	-	3,130,859	3,703,858
Human Services	346,121	15,597,430	18,192,231	-	2,588,318	-	26,627,854	63,351,954
Culture/Recreation	414,015	-	-	-	-	-	-	414,015
Conservation/Development	2,236,404	-	-	-	-	-	3,746,102	5,982,506
Debt Service - Principal	-	-	-	-	-	1,970,000	-	1,970,000
Debt Service - Interest	-	-	-	-	-	736,684	-	736,684
Capital Projects	146,395	-	6,171	138,106	-	-	187,116	477,788
Total Expenditures	35,448,535	15,597,430	18,198,402	368,160	3,924,746	2,735,490	37,024,812	113,297,575
Excess of Revenues Over (Under) Expenditures	9,202,429	(293,000)	(3,092,422)	367,163	62,409	(740,365)	(318,443)	5,187,771
Other Financing Sources (Uses)								
Operating Transfers In		293,000	3,092,422	-	-	322,495	884,946	4,592,863
Operating Transfers Out	(4,951,048)	-	-	-	-	-	(96,090)	(5,047,138)
Total Other Financing Sources (Uses)	(4,951,048)	293,000	3,092,422	-	-	322,495	788,856	(454,275)
Excess of Revenues and Other Financial Sources Over (Under) Expenditures & Other Financing Uses								
	4,251,381	-	-	367,163	62,409	(417,870)	470,413	4,733,496
Fund Balances - Beginning of Year	8,015,845	-	-	5,447,919	-	8,698,306	1,967,488	24,129,558
Fund Balances - End of Year	\$ 12,267,226	\$ -	\$ -	\$ 5,815,082	\$ 62,409	\$ 8,280,436	\$ 2,437,901	\$ 28,863,054

The accompanying notes are an integral part of the financial statements

COUNTY OF SCHUYLKILL
RECONCILIATION OF STATEMENT REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2009

Net Change in fund balances – total governmental funds	\$ 4,733,496
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital purchases as expenditures. In the Statement of Activities, the cost of these assets is depreciated over the estimated useful lives and is reported as depreciation expense. The difference in the current period between capital expenditures \$2,984,209 and depreciation expense (3,182,790)	(198,581)
Governmental funds do not report capital assets that are disposed of, these assets are written off and an offsetting loss on the full accrual basis.	(565,561)
Additional tax revenue recorded on Statement of Activities. The funds report only receipts through 60 days of subsequent period. Statement of Activities includes full amount of levy deemed collectible by County.	367,341
Funds do not record interest earned on long term notes receivable until it is paid. The interest receivable was recorded on the Statement of Net Assets with the revenue included in the Statement of Activities.	(91,060)
Funds do not record long-term notes receivable until it is collected. The note was resolved during 2009	(374,890)
An internal service fund is used by management to charge the costs and accrue the liability for worker’s compensation claims for which the County is self-insured. The net revenue of the internal service funds is included in governmental activities in the Statement of Activities.	(294,831)
The issuance of long-term liabilities provide financial resources to governmental funds and contribute to the change in fund balance. However, the issuance of debt does not affect the Statement of Activities since it increases long-term liabilities in the Statement of Net Assets. Accordingly, the repayment of principal is reported as an expenditure in the governmental funds, but reduces the liability in the Statement of Net Assets. The amounts related to the above items that make up differences are:	
Principal Repayments	1,970,000
Capital Lease Payments.	122,157
Pursuant to the modified basis of accounting, governmental funds do not recognize expenditures for transactions that are not normally paid with expendable available financial resources. Pursuant to the accrual basis of accounting, the Statement of Activities reports expenses and liabilities regardless of when financial resources are available. In addition, interest on long-term debt is not recognized in the governmental funds until due, while it is accrued in the Statement of Activities. The differences for the items discussed above are:	
Capital Lease Additions	(1,198,686)
Changes in Post Employment Benefits	(3,807,597)
Compensated absence expense	92,165
Accrual of interest on long-term debt	(71,399)
Amortization of issuance costs	(52,974)
Amortization of Deferred Loss on Refunding	(59,104)
Change in Net Assets of governmental activities	\$ 572,466

The accompanying notes are an integral part of the financial statements

COUNTY OF SCHUYLKILL
STATEMENT OF FUND NET ASSETS - PROPRIETARY FUNDS
December 31, 2009

	<u>Business Activities - Enterprise Funds</u>			<u>Governmental Activities</u>
	<u>Rest Haven Nursing Home</u>	<u>911 Fund</u>	<u>Totals</u>	<u>Internal Service Fund</u>
<u>ASSETS</u>				
Current Assets:				
Cash and Cash Equivalents	\$ 413,825	\$ 1,996,217	\$ 2,410,042	\$ 93,964
Due From Other Funds			-	784,963
Accounts Receivable, net of Allowance	1,619,104	536,122	2,155,226	
Total Current Assets	\$ 2,032,929	\$ 2,532,339	\$ 4,565,268	\$ 878,927
Non-Current Assets:				
Restricted Cash	\$ 141,185		\$ 141,185	\$ 43,353
Restricted Investments				827,744
Capital Assets, not being Depreciated	145,927		145,927	
Capital Assets, being Depreciated				
Eligible Capital Assets	9,954,877	6,489,733	16,444,610	
Non-eligible Capital Assets		838,582	838,582	
Eligible Accumulated Depreciation	(6,767,649)	(2,930,840)	(9,698,489)	
Non-eligible Accumulated Depreciation		(176,757)	(176,757)	
Capital Assets, net	3,333,155	4,220,718	7,553,873	
Total Non-Current Assets	3,474,340	4,220,718	7,695,058	871,097
Total Assets	\$ 5,507,269	\$ 6,753,057	\$ 12,260,326	\$ 1,750,024
<u>LIABILITIES</u>				
Current Liabilities				
Accounts Payable	\$ 464,489	\$ 23,433	\$ 487,922	\$ 50,245
Accrued Expenses and Withholdings	193,427	59,288	252,715	
Self Insurance Liabilities				1,169,406
Bonds Payable - Current Portion		197,751	197,751	
Capital Lease Payable - Current Portion	12,107	125,131	137,238	
Due to Other Funds	379,073	259,186	638,259	
Total Current Liabilities	1,049,096	664,789	713,885	1,219,651
Long-Term Liabilities				
Patient Funds Held in Safekeeping	141,185		141,185	
Compensated Absences	36,709	230,587	867,296	
Liability for Other Postemployment Benefits	1,972,539	261,119	2,233,658	
Bonds Payable		1,209,401	1,209,401	
Capital Lease Payable	230,370	1,100,193	1,330,563	
Total Long-Term Liabilities	2,980,803	2,801,300	5,782,103	
Total Liabilities	\$ 4,029,899	\$ 3,466,089	\$ 7,495,988	\$ 1,219,651

NET ASSETS

Invested in Capital Assets, net of Related Debt	\$ 3,090,678	\$ 1,588,242	\$ 4,678,920	
Unrestricted	(1,613,308)	1,698,726	85,418	530,373
Total Net Assets	<u>\$ 1,477,370</u>	<u>\$ 3,286,968</u>	<u>\$ 4,764,338</u>	<u>\$ 530,373</u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
STATEMENT OF FUND REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2009

	<u>Business Activities - Enterprise Funds</u>			<u>Governmental Activities</u>
	Rest Haven Nursing Home	911 Fund	Totals	Internal Service Fund
Operating Revenues				
Net Patient Service	\$ 9,472,534		\$ 9,472,534	
Miscellaneous Revenue	560,312	2,405,851	2,966,163	691,671
Tariff Revenue		1,064,531	1,064,531	
Total Operating Revenues	10,032,846	3,470,382	13,503,228	691,671
Operating Expenditures				
Administration Services	443,501		443,501	
Dietary and Food	1,083,044		1,083,044	
Laundry	250,854		250,854	
Housekeeping	403,226		403,226	
Plant Operations	251,871		251,871	
Maintenance	162,072		162,072	
Boiler House	40,099		40,099	
Nursing	3,731,805		3,731,805	
Practitioners	37,805		37,805	
Social Services	110,725		110,725	
Patient Services	199,340		199,340	
Pharmacy and Medical Supplies	169,180		169,180	
Physical, Speech, and Occupational Therapy	922,187		922,187	
Medical Records	39,235		39,235	
Depreciation	358,961	547,851	906,812	
Other	3,479,260		3,479,260	
Emergency Communications		2,688,937	2,688,937	
Workers' Compensation			-	997,661
Total Operating Expenditures	11,683,165	3,236,788	14,919,953	997,661
Operating Income (Loss)	(1,650,319)	233,594	(1,416,725)	(305,990)
Nonoperating Revenues and Expenses				
Interest Income	8,099	11,707	19,806	11,159
Interest Expense		(62,773)	(62,773)	
Loss on Disposal of Capital Assets				

Total Nonoperating Revenues & Expenses	8,099	(51,066)	(42,967)	11,159
Income (Loss) Before Other Financing Sources (Uses)	(1,642,220)	182,528	(1,459,692)	(294,831)
Other Financing Sources (Uses)				
Operating Transfers In	28,595	680,680	709,275	
Operating Transfers Out		(255,000)	(255,000)	
Loss on Disposal of Net Assets	(13,067)		(13,067)	
Total Other Financing Sources (Uses)	15,528	425,680	441,208	-
Net Income	(1,626,692)	608,208	(1,018,484)	(294,831)
Net Assets - Beginning of Year	3,104,062	2,678,760	5,782,822	825,204
Net Assets - End of Year	<u>\$1,477,370.00</u>	<u>\$3,286,968.00</u>	<u>\$ 4,764,338.00</u>	<u>\$ 530,373.00</u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
STATEMENT OF CASH FLOWS-PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2009

	Proprietary Fund Types			
	Rest Haven Nursing Home	911 Fund	Total Enterprise	Internal Service Fund
Cash Flow from Operating Activities				
Patient Service Revenue Receipts	\$ 9,279,495		\$ 9,279,495	
911 Tariff Revenue Receipts		1,064,531	1,064,531	
Payments to Suppliers	(5,764,416)	(1,701,181)	(7,465,597)	(661,627)
Payments to Employees	(4,493,718)	(1,081,585)	(5,575,303)	
Internal - Payments to Other Funds			-	(3,409)
Other Receipts	557,155	2,405,851	\$ 2,963,006	695,117
Net Cash Provided by (Used in) Operating Activities	(421,484)	687,616	266,132	30,081
Cash Flows from Investing Activities				
Purchase of Investments				
Interest Receipts	8,099	11,707	19,806	11,159
Net Cash Provided by (Used in) Investing Activities	8,099	11,707	19,806	11,159
Cash Flows from Capital Activities				
Purchase of Capital Assets	(288,256)	(33,252)	(321,508)	(59,253)
Sale of Capital Assets				
Net Cash Used in Capital Activities	(288,256)	(33,252)	(321,508)	(59,253)
Cash Flows from Financing Activities				
Increase in Capital Leases	144,123	(24,813)	119,310	
Payments on Long-Term Debt		(190,522)	(190,522)	
Net Operating Transfers	28,595	425,680	454,275	
Interest Paid		(62,773)	(62,773)	
Net Cash Provided by Financing Activities	172,718.00	147,572	320,290	-
Net Decrease in Cash	(528,923)	813,643	284,720	(18,013)
Cash - Beginning of Year	1,083,933	1,182,574	2,266,507	155,330
Cash - End of Year	\$ 555,010	\$ 1,996,217	\$ 2,551,227	\$ 137,317

Reconciliation of operating income (loss) to net cash provided by operating activities:

Operating Income (Loss)	(1,650,319)	233,594	(1,416,725)	(305,990)
Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used in) Operating Activities				
Depreciation	358,961	547,851	906,812	
(Increase) Decrease in Assets:				
Accounts Receivable	(193,039)	(435,286)	(628,325)	
Due from Other Funds	3,157		3,157	37
Increase (Decrease) in Liabilities:				
Accounts Payable	62,147	(44,392)	17,755	(6,409)
Accrued Liabilities	15,080	669	15,749	(42,000)
Compensated Absences	30,389	(10,564)	19,825	
Liability for Other Postemployment Benefits	902,784	142,449	1,045,233	
Patient Funds Held in Escrow	40,848		40,848	
Self-Insurance Liability				384,443
Due to Other Funds	8,508	253,295	261,803.00	
Total Adjustments	1,228,835	454,022	1,682,857	336,071
Net Cash Provided by (Used in) Operating Activities	<u>\$(421,484.00)</u>	<u>\$ 687,616.00</u>	<u>\$ 266,132.00</u>	<u>\$ 30,081.00</u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
STATEMENT OF FIDUCIARY NET ASSETS
December 31, 2009

	Employment Retirement	Agency	Total
Assets			
Cash and Cash Equivalents	\$32,199,394	\$4,303,009	\$36,502,403
Investments	54,537,873		54,537,873
Total Assets	\$ 86,737,267	\$4,303,009	\$91,040,276
Liabilities			
Funds Held in Fiduciary Capacity		4,303,009	4,303,009
Total Liabilities		4,303,009	4,303,009
Net Assets held for Employees' Pension Benefits	\$ 86,737,267	\$ -	\$86,737,267

COUNTY OF SCHUYLKILL
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
YEAR ENDED DECEMBER 31, 2009

	Employee Pension
Additions:	
Contributions:	
Employee	\$2,201,308
Employer	2,217,034
Total Contributions	4,418,342
Interest	879,653
Dividends	1,357,952
Net Appreciation in Fair Value of Investments	13,358,047
Less: Investment Expenses	(1,632,396)
Net Investment Income	13,963,256
Total Additions	18,381,598
Deductions:	
Administrative Costs	330,004
Retirement Benefits	5,142,866
Death Benefits	129,757
Member Contribution Refunds	170,910
Total Deductions	5,773,537
Net Increase	12,608,061
Net Assets Held in Trust for Employees' Pension Benefits:	
Beginning of Year	\$74,129,207
End of Year	\$86,737,268

The accompanying notes are an integral part of the financial statements.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Schuylkill (the "County") which was formed on March 1, 1811, operates under the direction of an elected Board of Commissioners and provides the following services: general administrative services, tax assessment and collections, judicial, public improvements, public safety, and human services programs. The accompanying basic financial statements were prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units, as prescribed by the Governmental Accounting Standards Board ("GASB").

A summary of the County's significant accounting policies consistently applied in the preparation of the accompanying basic financial statements is as follows:

A) Reporting Entity

The County follows the criteria promulgated by GASB for purposes of determining the scope of its reporting entity. As required by GAAP, the basic financial statements of the reporting entity include those of the County of Schuylkill (the Primary Government) and its Component Units. The Component Units discussed below are included in the County's reporting entity because of their operational or financial relationship with the County.

Component Units

In conformity with GAAP, the financials of Component Units have been included in the financial reporting entity either as a Blended Component Unit or as a Discretely Presented Component Unit.

a. Blended Component Unit

The Schuylkill County Conservation District was formed on September 25, 1955, to establish and to administer the programs to conserve soil, water, and related natural resources and for land use practices to control and to prevent soil erosion. The Schuylkill Conservation District is fiscally dependent upon the County. In addition, the employees of the Schuylkill Conservation District are County employees. Therefore, the Schuylkill Conservation District is included in the Special Revenue Funds of the financial statements of the reporting entity. The reporting period for the Schuylkill Conservation District is for the year ended December 31, 2009.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

b. Discretely Presented Component Units

The Component Units' columns in the basic financial statements include the financial data of the following Component Units and are reported in a separate column to emphasize that it is legally separate from the County.

Child Development, Inc. (the "Corporation") is a nonprofit organization that was formed on July 1, 1982, to provide child care services and a comprehensive development program for children ranging from birth to nine years of age. Child Development, Inc. is fiscally dependent upon the County. The reporting period for Child Development, Inc. is for the year ended June 30, 2009.

The North Central Highway Safety Network, Inc., (the "Organization") is a nonprofit organization that was formed to provide safety awareness to the community by developing educational highway safety programs targeted at the public to include schools, healthcare providers, law enforcement agencies, and industry. The reporting period for North Central Highway Safety Network, Inc., is for the year ended December 31, 2009.

c. Condensed Financial Statements

The following presents the condensed financial statements of the Discretely Presented Component Units. Complete and more detailed financial statements for the individual component units can be obtained from their administrative offices.

Administrative Offices

Child Development, Inc.
2880 Pottsville Minersville Highway - Suite 210
Pottsville, Pa 17901

North Central Highway Safety Network, Inc.
405 West Norwegian St. Pottsville, Pa 17901
Pottsville, PA 17901

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

Condensed Balance Sheets

	Child Development, Inc. June 30, 2009	North Central Highway Safety Network December 31, 2009
Assets		
Other Assets	\$ 1,537,988	\$ 1,590,536
Capital Assets, Net	64,503	1,720
Total Assets	1,602,491	1,592,256
Liabilities	1,005,228	1,153,341
Net Assets		
Unrestricted	573,763	434,297
Invested in Capital Assets, Net of Related Debt	23,500	4,618
Total Net Assets	<u>\$ 597,263</u>	<u>\$ 438,915</u>

Condensed Statements of Revenues,
Expenditures and Changes in Net Assets

	Child Development, Inc. June 30, 2009	North Central Highway Safety Network December 31, 2009
Revenues	<u>\$ 9,460,293</u>	<u>\$ 9,087,462</u>
Expenditures	9,345,724	8,989,495
Excess of Revenues Over Expenditures	114,569	97,967
Net Assets-Beginning of Year	\$ 482,694	\$ 340,948
Net Assets-End of Year	\$ 597,263	\$ 438,915

2. Related Organizations

The Board of Commissioners is also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations generally does not extend beyond making the appointments. These organizations include:

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

- Schuylkill County Airport Authority
- Schuylkill County Municipal Authority
- Schuylkill County Solid Waste Authority
- Schuylkill County Housing Authority
- Schuylkill County Rail Transport Authority
- Schuylkill County Visitors Bureau
- Schuylkill County Redevelopment Authority
- Schuylkill County Industrial Development Authority
- Schuylkill County Council for the Arts
- Schuylkill County Economic Opportunity Cabinet
- Schuylkill County Veterans Advisory Board
- Schuylkill County Communications Committee
- Schuylkill County Vision
- Schuylkill Keep It Pretty
- Schuylkill Women in Crisis
- Schuylkill Economic Development Corp.
- Regional Development Corporation

B) Measurement Focus and Basis of Accounting

The basic financial statements of the County are composed of the following:

- Government-wide financial statements
- Fund financial statements
- Notes to the financial statements

1. Government-wide Financial Statements

Government-wide financial statements display information about the reporting government as a whole, except for its fiduciary activities. These statements include separate columns for the governmental and business-type activities of the primary government (including its blended component units), as well as its discretely presented component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

Government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and agency fund financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

resulting from exchange and exchange-like transaction are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement 33 – *Accounting and Financial Reporting for Nonexchange Transactions*.

Program revenues include charges for services, special assessments, and payments made by parties outside of the reporting government's citizenry if that money is restricted to a particular program. Program revenues are netted with program expenses in the statement of activities to present the net cost of each program.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as an expenditure.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. The County chooses to eliminate the indirect costs between governmental activities to avoid "doubling up" effect.

2. Fund Financial Statements

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/net assets, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be sent and the means by which spending activities are controlled.

Fund financial statements for the primary government's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds. The fiduciary statements include financial information for agency funds and the County's Retirement Trust fund. The agency funds of the County primarily represent assets held by the County in a custodial capacity for other individuals or governments.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

When both restricted and unrestricted resources are combined in a fund, expenses are considered to be paid first from restricted resources, and then from unrestricted resources.

Government Funds

Governmental fund financial statements are reported using the current financial resources 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 collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues, except taxes, to be available if they are collected within 180 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Licenses, operating and capital grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and thus have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the County.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended rather than as fund assets. The proceeds of long-term debt are recorded as another financing source rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is made.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

Proprietary Funds

The County's enterprise funds and internal service fund are proprietary funds. In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net assets. The Board applies all GASB pronouncements as well as all FASB Statements and Interpretations, APB Opinions and Accounting Research Bulletins, issued on or before November 30, 1989, which do not conflict with or contradict GASB pronouncements.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Amounts paid to acquire capital assets are capitalized as assets in the fund financial statements, rather than reported as expenditure. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than an expense.

C) Basis of Presentation

The determination of major funds is based on minimum criteria as set forth in GASB Statement Number 34. The non-major funds are combined in a column in the fund financial statements. The following are the County's major funds:

1. Governmental Fund Types

a. General Fund

The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Revenues of this fund are primarily derived from real estate taxes, State and Federal grants, and fees for services. Many of the basic activities of the County are accounted for in this fund, including operation of general County government, boards, commissions, the court system, and health and welfare activities.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

b. Mental Health/Mental Retardation Fund

The Mental Health/Mental Retardation Fund is used to account for the proceeds of specific revenue sources related to the provision of Mental Health/Mental Retardation services that are restricted to expenditures for those specified purposes.

c. Children and Youth

The Children and Youth Fund is used to account for the proceeds of specific revenue sources related to the provision of Children and Youth services that are restricted to expenditures for those specified purposes.

d. Liquid Fuels

The Liquid Fuels Fund is used to account for the proceeds of specific revenue sources related to the provision of infrastructure programs that are restricted to expenditures for those specified purposes.

e. Other Agency Fund

The Other Agency Fund is used to account for the proceeds of specific revenue sources related to the provision of various human services programs that are restricted to expenditures for those specified purposes.

f. Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term obligation principal, interest, and related costs.

2. Proprietary Fund Types

a. Enterprise/Rest Haven – County Long-term Care Facility

An Enterprise Fund is used to account for operations of the Schuylkill County Nursing Home – Rest Haven, that is financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges, and cost reimbursement plans.

b. Enterprise/911 Fund

The 911 Fund is used to account for operations of the County's Emergency Communication System, that is financed and operated in a manner similar to private business enterprises – where the intent of the

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

governing body is that costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges, and cost reimbursement plans.

3. Other Fund Types

a. Internal Service Fund

An Internal Service Fund is used to account for the financing of workers' compensation insurance costs which are being incurred by the County for all departments, agencies and Rest Haven.

b. Retirement Trust Fund

The Employee Retirement Trust Fund is used to account for the revenue (i.e. member contributions, County appropriations, and net investment income) and the expenditures (i.e. allowance contributions refunded, retirement allowances, and death benefits paid) of the Retirement Fund.

c. Agency Funds

Agency Funds consist of restricted assets of the various row offices of the County. The row office funds, in essence, are escrow funds maintained with the row offices for bail posted, funds held from sheriff's sales, realty transfer taxes held and owed to other governmental entities, and other funds reserved for disposition of legal actions.

D) Budgets and Budgetary Accounting

Commonwealth of Pennsylvania statutes require that County Governments establish budgetary systems and adopt annual operating budgets. The County's annual budget includes the General Fund, Certain Special Revenue Funds, Capital Projects Funds, Debt Service Fund, Enterprise Funds and Internal Service Fund, and is based on estimates of revenues and expenditures or expenses approved by the Commissioners. The budget is adopted on a basis consistent with generally accepted accounting principles. The County of Schuylkill follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to October 1, the department heads submit to the County Commissioners proposed operating budgets for the fiscal year which commences on January 1.
2. The Commissioners then interview all department heads to discuss their budgets as submitted and allow them to substantiate projected expenditures at public hearings.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

3. Subsequently, the County administrator's office assembles the preliminary projections of revenues and expenditures into a formal budget incorporating any revisions or adjustments resulting from the Commissioners' review.
4. Public hearings are conducted on the proposed budget. The proposed budget is available for public inspection for 20 days prior to final adoption.
5. After the 20-day inspection period, but prior to December 31, the County Commissioners adopt the final budget by enacting an appropriate resolution.
6. A formal budgetary process is employed as a planning device. The adopted budget is on a basis consistent with GAAP. Budget amounts are as originally adopted and as amended by the County Commissioners.

Each Fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by major function level and may not exceed appropriations at this level. During the course of the year, departmental needs may change, emergencies may occur and additional revenue sources may arrive. As a result, funds are occasionally transferred between line items of a department's budget or additional revenue may need to be budgeted for a specific project or grant. Adjustments to the budget are made on a major function level basis and are approved by the County Commissioners.

E) Cash and Cash Equivalents

The County considers all highly liquid instruments purchased with a remaining maturity of three months or less to be cash equivalents.

F) Restricted Cash

Restricted cash represents cash set aside for liquidation of specific obligations as detailed in Note 3.

G) Investments

Investments are stated at fair value in all funds. Investments that do not have an established market value are reported at estimated fair value.

H) Allowance for Doubtful Accounts

Accounts receivable have been reported net of allowance for doubtful accounts of \$201,093.

I) 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

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

County as assets with an initial, individual cost of \$1,000 (\$75,000 for infrastructure assets) and an estimated useful life exceeding one year. Such assets are recorded at historical costs. Donated capital assets are recorded at the estimated fair market value at the time of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

The capital assets of the County are depreciated using the straight line method over the following estimated useful lives:

Land Improvements	10-15 Years
Building and Improvements	10-50 Years
Machinery and Equipment	8-20 Years
Motor Vehicles	3-5 Years
Computer Equipment	3-5 Years
Agricultural Easements	40 Years
Leasehold Assets	10 Years
Infrastructure	20-50 Years

J) Interfund Transactions

The County affects a variety of transactions between the funds to finance operations. Accordingly, to the extent that certain interfund transactions have not been paid or received as of December 31, 2009, appropriate interfund receivables or payables have been established.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as Internal Balances.

K) Compensated Absences

The County accrues accumulated unpaid vacation and sick leave when earned by the employee in the government-wide and proprietary fund financial statements.

L) Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In accordance with GASB Statement No. 23, *Accounting and Financial Reporting for Refundings of Debt Reported by Proprietary Activities*, the County has adopted the following policy for current refunding and advance refunding resulting in defeasance of debt reported in proprietary funds.

The difference between the reacquisition price and the net carrying amount of the old debt, as well as the related bond issuance costs, will be deferred and amortized in a systematic and rational manner over the remaining life of the old debt or the life of the new debt, whichever is shorter. On the balance sheet, the deferred amount and bond issuance costs are reported as a deduction from or an addition to the new debt liability.

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

M) Deferred Revenues/Unearned Revenues

Unearned Revenues are reported in government-wide financial statements. The unearned revenues will be recognized as revenue in the fiscal year they are earned in accordance with the accrual basis of accounting. Deferred revenues reported in governmental fund financial statements represent revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as deferred revenues. The County deems revenues received within 180 days of year-end to be available with the exception of property taxes, which must be received within 60 days of year-end to be deemed available.

N) Net Assets/Fund Balances

The government-wide and business-type activities fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted and unrestricted.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

- *Invested In Capital Assets, Net of Related Debt*—This category groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Assets*—This category represents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Assets*—This category represents net assets of the County not restricted for any project or other purpose.

In the fund financial statements, reserves and designations segregate portions of fund balance that are either not available or have been earmarked for specific purposes. The various reserves and designations are established by actions of the Board and management and can be increased, reduced or eliminated by similar actions.

O) Adoption of Governmental Accounting Standards Board Statement

The County adopted the provisions of GASB Statement No. 45, “*Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions.*” The adoption of this statement had an effect on the noncurrent liabilities, expenses, and the past employment benefits disclosure of the County.

The County adopted the provisions of GASB Statement No. 49, “*Accounting and Financial Reporting for Pollution Remediation*”. The adoption of this statement had no effect on the financial reporting information of the County.

The County adopted the provisions of GASB Statement No. 50, “*Pension Disclosures*”. The adoption of this statement had an effect on the pension disclosure of the County.

The County adopted the provisions of GASB Statement No. 55, “*The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*”. The adoption of this statement had no effect on the financial reporting information of the County.

The County adopted the provisions of GASB Statement No. 56, “*Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards*”. The adoption of this statement had no effect on the financial reporting information of the County.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 1: Nature of Entity and Summary of Significant Accounting Policies Continued

In November 2007, the GASB issued Statement No. 52, "*Land and Other Real Estate Held as Investments by Endowments*". The adoption of this statement had no effect on the financial reporting information of the County.

P) Pending Changes in Accounting Principles

In July 2007, the GASB issued Statement No. 51, "*Accounting and Financial Report for Intangible Assets*". The County is required to adopt Statement No. 51 for its calendar year 2010 financial statements.

In June 2008, the GASB issued Statement No. 53, "*Accounting and Financial Reporting for Derivative Instruments*". The County is required to adopt Statement No. 53 for its calendar year 2010 financial statements.

In March 2009, the GASB issued Statement No. 54, "*Fund Balance Reporting and Governmental Fund Type Definitions*". The County is required to adopt Statement No. 54 for its calendar year 2011 financial statements.

The County has not yet completed the various analysis required to estimate the financial statement impact of these new pronouncements.

NOTE 2: DEPOSIT AND INVESTMENT RISK

As of December 31, 2009, the County had the following debt investments and maturities within its operating fund accounts:

Investment Type	Fair Value	Investment Maturities (In Years)			
		Less Than 1	1-5	6-10	More than 10
Cash Equivalent	\$ 6,857,047	\$ 6,857,047	\$ -	\$ -	\$ -
Total	\$ 6,857,047	\$ 6,857,047	\$ -	\$ -	\$ -

As of December 31, 2009, the County had the following debt investments and maturities within its Internal Service Fund accounts:

Investment Type	Fair Value	Investment Maturities (In Years)			
		Less Than 1	1-5	6-10	More than 10
U.S. Government Treasuries	\$ 208,653	\$ 0	\$ 104,137	\$ 104,516	\$ 0
U.S. Government Agencies	412,057	50,422	228,964	132,671	0
Corporate Bonds	0	0	0	0	0
Total	\$ 620,710	\$ 50,422	\$ 333,101	\$237,187	\$ 0

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 2: Deposit and Investment Risk

As of December 31, 2009, the County had the following debt investments and maturities within its Retirement Fund accounts:

Investment Type	Fair Value
U.S. Government Securities	\$ 10,144,409
Corporate Bonds	8,576,645
Total	\$18,721,054

Interest Rate Risk—As a means of limiting its exposure to fair value losses arising from rising interest rates, the County’s investment policy is to invest funds to meet the projected cash flow requirements. Investments of the General Fund, Special Revenue Funds, and the Self-Insurance Internal Service Fund are made in accordance with the Commonwealth of Pennsylvania County Code as long as such investments are made at financial institutions approved by the County

Commissioners and are fully collateralized by securities with a fair value equal to or exceeding the cost of the investment. Investments must be made in accordance with the Commonwealth of Pennsylvania’s Act 72 and the financial institution must be on the County Commissioner’s approval list.

The County’s Retirement Plan Investment Policy (Retirement Investment Policy) states that emphasis shall be placed on providing adequate and timely investment cash flow to permit benefit payments from the Retirement Plan when due. Fixed income investment allocation is targeted to 35% (with an allowable range of +/- 5%) of the portfolio. The investments may be adjusted to meet economic and/or investment market conditions.

Credit Risk—The County’s investment policy limits operating and self-insurance investments in federal agency securities that carry direct or implied guarantees of the U.S. Government. The County’s governmental activities investments of \$6,857,047 were comprised of various certificates of deposit, which mature within one year, U.S. Treasuries, U.S. Government Agencies, and Corporate Bonds, which have various maturity dates as noted above.

The County’s Retirement Investment Policy limits fixed income securities to a minimum of “BBB” or better at the time of purchase. At no time should securities rates less than “A” exceed 20% of the portfolio. No issuer, other than the U.S. Government or other federal agencies, may represent more than 15% of the total market value of the fixed income portfolio. As of December 31, 2009, the County’s retirement investments had a credit rating as follows:

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 2: Deposit and Investment Risk Continued

<u>Investment Type</u>	<u>Credit Quality Rating</u>	<u>Percent of Investment Type</u>
U.S. Government Treasuries	AAA	6.2%
U.S. Government Agencies	AAA	46.61%
Corporate Bonds	AAA	1.36%
Corporate Bonds	AA	5.30%
Corporate Bonds	A	33.31%
Corporate Bonds	BBB	4.87%
Corporate Bonds	BB	2.35%
Corporate Bonds	B	0%
Corporate Bonds	CCC & Lower	0%

Custodial Credit Risk—For deposits and investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of December 31, 2009, the County’s cash, restricted cash and investments balances for its governmental activities, business-type activities and agency fund were \$40,632,011 and its bank balances were \$37,441,836. Those bank balances, are collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County’s name. The entire cash and cash equivalent balance in the Retirement Fund was collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County’s name.

Concentration of Credit Risk—The County’s investment policy for pooled and self-insurance funds is to invest in U.S. Government or Federal agency securities for which there is no limit to the investment amount.

The County’s Retirement Investment Policy limits investments, other than those in U.S. Government or other federal agencies, to no more than 5% of the total market value of the fixed income portfolio. More than 5% of the County’s Retirement Fund investments are in the Federal Home Loan Banks. These investments are 6% of the total Retirement Fund Portfolio.

The County entered into a Guaranteed Investment Contract (GIC) on October 27, 2006, with Nationwide Life Insurance Company of America. The GIC is a fixed-

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 2: Deposit and Investment Risk Continued

income Fund in which substantially all the assets of the Fund are invested in high quality investment grade issues focusing on public bonds, private placements and commercial mortgages. The Fund targets investments with five to seven year maturities for yield and one to five year maturities for liquidity purposes. The Fund runs on a seven year cycle, however, the county may terminate their contract with Nationwide Life Insurance Company of America at any time. The market value of the County's portion of the Fund was \$4,632,591 as of December 31, 2009.

NOTE 3: RESTRICTED CASH

Restricted cash of \$141,185 at December 31, 2009 in the balance sheet – Enterprise Fund is composed of patient account funds held by Rest Haven in escrow for residents and offset by a corresponding liability captioned “patients’ funds held in safekeeping.”

Restricted cash of \$43,353 at December 31, 2009 in the Internal Service Fund is composed of cash held in an irrevocable trust account for self-insurance purposes.

Restricted cash of \$4,522,432 at December 31, 2009 in the General Fund is comprised of the following:

Cash for Road and School District Taxes	\$ 393,628
Cash in Excess of Taxes held by Tax Claim Bureau	484,428
Cash held in Escrow Funds	32,169
Cash held in Escrow from Land Sales	438,112
Cash for Pre-Release Center and Various County Departments and Row Offices	3,174,095
	\$4,522,432

NOTE 4: REAL ESTATE TAXES

Real estate taxes for the calendar year are levied on March 1 of each year. Unpaid real estate taxes attach as an enforceable lien on property as of January 1 of the following year. The County bills these taxes which are collected by elected local tax collectors. The County collects delinquent real estate taxes on behalf of itself and other taxing authorities.

The County is permitted by the County Code of the Commonwealth of Pennsylvania to levy real estate taxes up to 25 mills on every dollar of adjusted valuation for general County purposes exclusive of the requirements for the payment of interest and principal on funded debt.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 4: Real Estate Tax Continued

The County's 2009 real estate taxes are based on assessed values established by the County's Bureau of Assessments. Assessed values of real property are generally 50% of the market value as determined by the Schuylkill County Bureau of Assessments. The last reevaluation was completed for the property list in 1996 upon which the 1997 levy was based. The total 2009 real estate taxes assessed equaled \$29,337,425 based on a total County valuation of \$2,448,866,920. Based on the 2009 levy of 11.98 mills (11.42 mills allocated for general purposes; .56 mills allocated for debt purposes) a property owner would pay \$11.98 per \$1,000 of assessed valuation.

NOTE 5: CAPITAL ASSETS

Capital Asset activity for the year ended December 31, 2009 was as follows:

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 5: Capital Assets Continued

Governmental Activities:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Not Being Depreciated:				
Land	\$ 794,630		(92,913)	\$ 701,717
Construction -in-Progress	449,716	159,488	(176,490)	432,714
Works of Art Collections	174,000			174,000
	1,418,346	159,488	(269,403)	1,308,431
Capital Assets, Being Depreciated				
Land Improvements	2,284,975	437,192	(120,284)	2,601,883
Buildings and Improvements	24,028,136	250,064	(2,548,329)	21,729,871
Machinery and Equipment	6,462,039	193,619	(203,297)	6,452,361
Motor Vehicles	9,272,812	602,507	(761,527)	9,113,792
Computer Equipment	2,569,636	174,517	(79,933)	2,664,220
Agricultural Easements	2,034,641	45,000		2,079,641
Infrastructure	8,243,061	176,490	(2,155)	8,417,396
Leasehold Assets	646,123	1,159,704	(36,306)	1,769,521
	55,541,423	3,039,093	(3,751,831)	54,828,685
	56,959,769	3,198,581	(4,021,234)	56,137,116
Less Accumulated Depreciation for:				
Land Improvements	(661,643)	(104,268)	118,394	(647,517)
Buildings and Improvements	(15,455,875)	(565,664)	2,198,083	(13,823,456)
Machinery and Equipment	(4,374,815)	(565,243)	192,898	(4,747,160)
Motor Vehicles	(6,576,072)	(1,341,257)	753,352	(7,163,977)
Computer Equipment	(1,942,464)	(255,720)	78,379	(2,119,805)
Agricultural Easements	(115,370)	(51,429)	-	(166,799)
Infrastructure	(2,327,868)	(306,653)	431	(2,634,090)
Leasehold Assets	(93,367)	(105,727)	14,925	(184,169)
	(31,547,474)	(3,295,961)	3,356,462	(31,486,973)
	\$ 25,412,295	(97,380)	(664,772)	\$24,650,143

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 5: Capital Assets Continued

Business-Type Activities

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Not Being Depreciated:				
Land	\$ 145,927			\$ 145,927
Construction -in-Progress	-			0
 Total Capital Assets, Not Being Depreciated	145,927	-	-	145,927
 Capital Assets, Being Depreciated:				
Land Improvements	158,645		(8,544)	150,101
Buildings and Improvements	8,893,839	26,836	(159,817)	8,760,858
Machinery and Equipment	4,431,950	58,733	(50,269)	4,440,414
Motor Vehicles	104,374			104,374
Computer Equipment	1,271,222	85,901	(30,182)	1,326,941
Leasehold Assets	2,350,466	150,038		2,500,504
 Total Capital Assets, Being Depreciated	17,210,496	321,508	(248,812)	17,283,192
 Total Capital Assets	17,356,423	321,508	(248,812)	17,429,119
 Less Accumulated Depreciation for:				
Land Improvements	(151,328)	(1,406)	8,544	(144,190)
Buildings and Improvements	(5,352,334)	(313,340)	146,750	(5,518,924)
Machinery and Equipment	(2,469,294)	(295,473)	50,269	(2,714,498)
Motor Vehicles	(104,374)			(104,374)
Computer Equipment	(1,009,116)	(59,413)	30,182	(1,038,347)
Leasehold Assets	(117,733)	(237,180)		(354,913)
 Total Accumulated Depreciation	(9,204,179)	906,812)	235,745	(9,875,246)
 Total Capital Assets, Net of Accumulated Depreciation	\$ 8,152,244	(585,304)	(13,067)	\$ 7,553,873

**COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009**

NOTE 5: Capital Assets Continued

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

Governmental Activities:

General Government	\$ 898,385
Judicial Government	248,418
Public Safety	1,235,446
Public Works	421,497
Human Services	157,509
Culture/Recreation	
Conservation/Development	<u>221,535</u>
	<u>\$ 3,182,790</u>

Business-Type Activities:

Rest Haven Nursing Home	\$358,961
911 Operations	<u>547,851</u>
	<u>\$906,812</u>

NOTE 6: EMPLOYMENT RETIREMENT TRUST FUND

Plan Description

The County of Schuylkill provides a single-employer defined benefit pension plan that is administered by the County Retirement Board. All employees with the expectation of working over 1,000 hours per year are required to enter the plan, and County elected officials have the option of enrolling in the plan. The plan is included in the financial statements of County of Schuylkill as a pension trust fund and does not issue a stand-alone report. The plan provides retirement, disability and death benefits to plan members and their beneficiaries pursuant to Act 96 of 1971 of the Commonwealth of Pennsylvania (County Pension Law). Cost-of-living adjustments are provided at the discretion of the County Retirement Board.

Basis of Accounting

The financial statements of the pension trust fund are prepared on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide

**COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009**

NOTE 6: Employment Retirement Trust Fund Continued

the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Valuation of 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.

Membership

Membership of the plan consisted of the following at January 1, 2010, the date of the latest actuarial valuation:

Retirees and Beneficiaries Receiving Benefits	481
Terminated Plan Members Entitled to but not yet Receiving Benefits	43
Active Plan Members	720
Total	1,244

Contributions

Plan members are required to contribute 8% of their salary. The County is required to contribute at an actuarially determined rate. Per Act 96 of 1971, as amended, contribution requirements of the plan members and the County are established and may be amended by the General Assembly of the Commonwealth of Pennsylvania. Administrative costs may be financed through investment earnings.

The Schuylkill County Employees' Retirement System uses the aggregate actuarial cost method; therefore a schedule of funding progress is presented as required supplementary information.

Actuarial Valuation Information

The County has an actuarial valuation prepared on an annual basis. The following methods and assumptions were used to prepare the valuation:

Actuarial Cost Method:	Aggregate Actuarial Cost
Asset Valuation Method:	5-Year Smoothed Market
Actuarial Assumptions:	
Investment Rate of Return	7.5% (including 3% inflation)
Projected Salary Increases	4.5% (including 3% inflation)

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 6: Employment Retirement Trust Fund Continued

Annual Pension Cost and Net Pension Obligation

The County's Annual Required Contribution for 2009, was determined as part of the January 1, 2010, actuarial valuation. The County's annual pension cost and net pension obligation to the Schuylkill County Employees' Retirement System for 2009, was as follows:

Annual Required Contribution	(2,217,034)
Interest on Net Pension Obligation	2,030
Adjustment to Annual Required Contribution	(3,285)
 Annual Pension Cost	 (2,218,289)
Contribution	2,217,034
 Change in Net Pension Obligation	 (1,255)
 Net Pension Asset (Obligation)-January 1, 2009	 27,070
 Net Pension Asset (Obligation)-December 31, 2009	 25,815

Annual Pension Cost – Trend Information

Year Ended	Annual Pension Cost	Percentage of Annual Pension Cost Contributed	Net Pension Asset (Obligation)
December 31, 2007	\$(1,219,143)	99.89%	\$ 28,367
December 31, 2008	(734,540)	99.82%	27,070
December 31, 2009	(2,218,289)	99.94%	25,815

Economic Conditions—The negative events in the credit market as well as the general economic conditions in the United States and worldwide have caused a significant decrease in investment values either directly invested in or tied to the equity markets. Those declines, at present, are expected to be temporary and not permanent declines, however equity market recovery, if it occurs, may take some time. The major resulting impact of the equity market's decline on the County will be in the form of increased annual required contributions and increased pension expense with respect to its pension plan.

NOTE 7: POST EMPLOYMENT BENEFIT PLAN

Plan Description. The County sponsors a post-employment benefits plan that covers health insurance benefits for eligible retirees. The County provides health insurance coverage for its eligible retirees under the terms of agreements with the unions that represent them. Groups of retirees that are eligible for OPEB were

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 7: Post Employment Benefit Plan Continued

affiliated with the following: AFSCME Local 1512, AFSCME Local 1721, AFL-CIO Local 1512, AFL-CIO Local 668, Court Related Union Unit 1, Court Related Union Unit 2, Teamsters Local Union 429, and Non-Union/Management. The plan does not issue a publicly available financial report.

Funding Policy. The contribution requirements of the County are established and may be amended through future union negotiations. The Plan does require contributions from some retirees. The retiree contributions are based on their related contributions while they were employed by the County. The County funds the Plan on a pay-as-you-go basis. During 2009, the County contributed \$3,199,179 to the plan for the current premiums.

Annual OPEB Cost and Net OPEB Obligation. The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASBB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows 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 to the Plan:

	Governmental	County		Total Primary
	<u>Activities</u>	<u>Nursing Home</u>	<u>911 Fund</u>	<u>Government</u>
Annual required contribution	\$ 5,773,215	\$ 2,100,959	\$ 177,835	\$ 8,052,009
Contributions made	\$ 1,965,618	\$ 1,198,175	\$ 35,386	\$ 3,199,179
Increase in net OPEB obligation	\$ 3,807,597	\$ 902,784	\$ 142,449	\$ 4,852,830
Net OPEB obligation – beginning of year	\$ 4,056,126	\$ 1,069,755	\$ 118,670	\$ 5,244,551
Net OPEB obligation—end of year	\$ 7,863,723	\$ 1,972,539	\$ 261,119	\$ 10,097,381

The County's annual OPEB cost, the percentage of annual OPEB cost contribution to the plan, and the net OPEB obligation for 2009 and the preceding year are as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/08	\$ 8,157,186	35.7%	\$ 5,244,551
12/31/09	\$ 8,052,009	20.2%	\$ 10,097,381

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 7: Post Employment Benefit Plan Continued

The County adopted GASB 45 on a prospective basis in 2008; therefore only two years are presented in the above schedule.

Funded Status and Funding Progress. As of January 1, 2009 the most recent actuarial valuation date, the plan was not funded. The actuarial accrued liability for benefits was \$100,033,770 and there were no assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$ 100,033,770. The covered payroll (annual payroll of active employees covered by the plan) was \$ 20,216,181, and the ratio of the UAAL to the covered payroll was 5.1%.

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 retirement, mortality, and medical inflation. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents trend information about whether the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing costs between the employer and the plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2009 actuarial valuation, the Entry Age Normal Method was used. The actuarial assumptions included a 4% investment rate of return, which is the expected long-term investment yield on the investments that are expected to be used to finance the payments of benefits, a health care cost trend rate of 9% initially, reduced by decrements to an ultimate rate of 5%. The UAAL is being amortized using the level dollar method over a period of 30 years on a closed basis.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 7: Post Employment Benefit Plan Continued

Schedule of Funding Progress

<u>Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a % of Covered Payroll</u>
1/1/08	\$ 0	\$ 100,373,898	\$ 100,373,898	0%	\$ 22,120,281	4.5%
1/1/09	\$ 0	\$ 103,033,770	\$ 103,033,770	0%	\$ 20,216,181	5.1%

NOTE 8: RISK MANAGEMENT

Workers' Compensation Self-Insurance

The County has elected to self-insure the potential obligations applicable to workers' compensation. The County established an Internal Service Fund to account for all the transactions associated with workers' compensation.

The County has elected to retain a portion of the Risk of Loss from Workers' Compensation claims by reducing insurance coverage to obtain benefits of reduced premium costs. The County provides coverage up to a maximum of \$1,000,000 for each Workers' Compensation claim and has purchased insurance coverage for excess obligations over the \$1,000,000 limit.

As required by the Pennsylvania Department of Labor and Industry, the County has established a trust account for workers' compensation with a cash and investment balance of \$965,061 at December 31, 2009. The County was not required to fund the account in 2009, a result of the County's loss reserves not exceeding the loss reserves calculated by the Pennsylvania Department of Labor and Industry. The purpose of the account is to provide a source of funds for claimants entitled to benefits under Article III Section 305 of the Pennsylvania Workers' Compensation Act in case the County could not pay claims.

The accrued liability for workers' compensation claims is determined by an actuary in accordance with actuarial principles; such claims are not discounted for workers' compensation.

There have been no significant reductions in insurance coverage from coverage in the prior year and the amount of settlements have not exceeded insurance coverage for each of the past three years.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 9: LONG-TERM OBLIGATIONS

Long-term obligations outstanding at December 31, 2009, consisted of the following:

	Governmental <u>Activities</u>	Business- Type <u>Activities</u>	Total Long-term <u>Obligations</u>
General Obligation Bonds	\$ 13,142,848	\$ 1,407,152	\$ 14,550,000
Unamortized Bond Premium	345,041	0	345,041
Capital Leases	1,644,450	1,467,801	3,112,251
Compensated Absences	3,959,351	867,296	4,826,647
Workers' Compensation Liability	1,169,406	0	1,169,406
	<u>\$ 20,261,096</u>	<u>\$ 3,742,249</u>	<u>\$ 24,003,345</u>

A summary of changes in long-term obligations is as follows:

COUNTY OF SCHUYLKILL
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2009

	Governmental Activities				911 Fund			Rest Haven Nursing Home		Internal Service Fund	Total Long-term Debt
	General Obligation Bonds Payable	Amortized Bond Premium	Capital Lease Obligations	Compensated Absences	General Obligation Bonds Payable	Capital Lease Obligations	Compensated Absences	Capital Lease Obligations	Compensated Absences	Workers' Compensation Liability	
Outstanding at January 1, 2009	\$ 14,922,326	\$ 438,827	\$ 550,521	\$ 4,051,515	\$ 1,597,674	\$ 1,250,137	\$ 241,151	\$ 98,354	\$ 606,320	\$ 784,963	\$ 24,541,788
Additions:			989,172					148,917			1,138,089
General Obligation Debt Principal Retirements	(1,779,478)				(190,522)						(1,970,000)
Capital Lease Payments			(104,757)			(24,813)		(4,794)			(134,364)
Amortization of Bond Premium		(93,786)									(93,786)
Increase (Decrease) in Compensated Absences				(92,164)			(10,564)		30,389		(72,339)
Increase in Workers' Comp. Liability										384,443	
Outstanding at December 31, 2009	\$ 13,142,848	\$ 345,041	\$ 1,434,936	\$ 3,959,351	\$ 1,407,152	\$ 1,225,324	\$ 230,587	\$ 242,477	\$ 636,709	\$ 1,169,406	\$ 23,409,388

An analysis of debt service requirements to maturity on these obligations follows with the exception of accrued vacation pay, accrued sick time, workers' compensation liability, unamortized bond premium, and capital lease obligations. For analysis of capital lease obligations see Note 11.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 9: Long Term Obligations Continued

The following table summarizes long-term bonds principal and interest payments for debt outstanding as of December 31, 2009:

<u>Years Ending December 31</u>	<u>Principal Requirements</u>	<u>Interest Requirements</u>	<u>Total Debt Requirements</u>
2010	\$ 2,045,000	\$ 557,622	\$ 2,602,622
2011	2,130,000	491,160	2,621,160
2012	2,215,000	413,447	2,628,447
2013	2,345,000	302,697	2,647,697
2014-2018	5,450,000	498,667	5,948,667
2019-2023	215,000	63,579	278,579
2024-2026	150,000	14,260	164,260
	<u>\$ 14,550,000</u>	<u>\$ 2,341,432</u>	<u>\$ 16,891,432</u>
To be Retired by:			
Business-type Activities	\$ 1,407,152	\$ 226,443	\$ 1,633,595
Governmental Activities	13,142,848	2,114,989	15,257,837
	<u>\$ 14,550,000</u>	<u>\$ 2,341,432</u>	<u>\$ 16,891,432</u>

**COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009**

NOTE 9: Long Term Obligations Continued

The following is a summary of the bonds outstanding as of December 31, 2009:

Year	Amount of Original Issue	Purpose	Balance Outstanding December 31, 2009	Amounts due within one Year
2009	\$ 17,255,000	General Obligation Bonds, Series of 2008 issued to currently refund all of the General Obligation Variable Rate Bonds, Series of 2000, all of the General Obligation Bonds, Series of 2002, all of the General Obligation Bonds, Series A of 2002, all of the General Obligation Note, Series of 2006, and the related costs and expenses related to issuing and insuring the Bonds. Interest rates vary from 3.00% to 5.00% over the life of the Bonds	<u>\$ 14,550,000</u>	<u>\$ 2,045,000</u>
Total General Obligations Debt at December 31, 2009			<u>\$ 14,550,000</u>	<u>\$ 2,045,000</u>

NOTE 10: CAPITAL LEASES

In April 2009, the County entered into a Capital Lease with Ford Motor Credit Company in order to finance the purchase of a vehicle. The amount of the Capital Lease is \$30,261 with a lease rate of 6.41% over the 3-year term of the lease. The Capital Lease payments are calculated as annual payments of \$10,720. Payments began on April 2009, and will continue for 3 years through April, 2011.

In September 2008, the County entered into a Capital Lease with M&T Bank in order to finance the purchase of Energy Performance Upgrades for the Courthouse and Rest Haven Nursing through PPL Energy Services. The total estimated amount of the Capital Lease is \$1,897,448 with a lease rate of 4.551% over the 15-year term of the lease. As of December 31, 2009, only \$1,866,277 is recorded as capital lease payable which is the total cost incurred through that date.

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 10: Capital Leases Continued

The Capital Lease payments are calculated as annual payments of \$43,090 based on the amount already incurred. Payments are scheduled to begin July 1, 2009, and will continue for 15 years through April 1, 2024.

In July 2008, the County entered into a Capital Lease with Motorola, Inc. in order to finance the purchase of 911 software, equipment and implementation. The amount of the Capital Lease is \$2,248,000 with a lease rate of 3.906% over the 10-year term of the lease. The Capital Lease payments are calculated as quarterly payments of \$42,384. Payments began on August 1, 2009, and will continue for 10 years through May 1, 2018.

In May 2008, the County entered into a Capital Lease with Ford Motor Credit Company in order to finance the purchase of a vehicle. The amount of the Capital Lease is \$26,863 with a lease rate of 5.95% over the 3-year term of the lease. The Capital Lease payments are calculated as annual payments of \$9,600. Payments began on May 31, 2009, and will continue for 3 years through May 31, 2011.

During 2007, the County entered into a Capital Lease with the Pennsylvania State University in order to finance the purchase of various computers. The amount of the Capital Lease is \$19,330 with 4-year term. The Capital Lease payments are calculated as annual Payments of \$4,700. Payments will continue for 4 years through May 2010.

In April 2007, the County entered into a Capital Lease with Ford Motor Credit Company in order to finance the purchase of a vehicle. The amount of the Capital Lease is \$25,826 with a lease rate of 6.90% over the 3-year term of the lease. The Capital Lease payments are calculated as annual payments of \$8,990. Payments began on April 2, 2007, and will continue for 3 years through April 2, 2009.

In April 2006, the County also entered into a Capital Lease with Key Equipment Finance, Inc. in order to finance copiers for various offices within the County. The amount of the Capital Lease is \$90,284 with the aggregate principal amounts of \$86,173 and \$4,111 to be retired by Governmental Activities and the 911 Proprietary Fund, respectively. The term of the lease is 5 years. The Capital Lease payments are calculated as 60 monthly payments of \$1,854. Payments began on May 17, 2006, and will continue for 5 years through April 17, 2011. In August 2008, the County entered into three add-on lease agreements for additional copies for various offices within the County. These additional agreements increased the aggregate principal amount for Governmental Activities to \$97,923 and no change to the 911 Fund amounts. The monthly lease payments increased to \$2,118.

In January 2006, the County also entered into a Capital Lease with Pitney Bowes in order to finance the purchase of a Digital Mailing System. The amount of the Capital Lease is \$18,000. The term of the lease is 5 years. The Capital Lease

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 10: Capital Leases Continued

payments are calculated as 60 monthly payments of \$313. Payments began on January 31, 2006, and will continue for 5 years through December 31, 2010.

The assets acquired through the capital leases are as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Leasehold Assets	\$ 1,769,521	\$ 2,500,504
Less: Accumulated Depreciation	184,169	354,913
	<u>\$ 1,585,352</u>	<u>\$ 2,145,591</u>

Future minimum lease payments under the agreements together with present value of the net minimum lease payments are as follows:

<u>Years Ending December 31</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
2010	\$ 125,925	\$ 193,490	\$ 319,415
2011	100,536	192,816	293,352
2012	86,327	192,477	278,804
2013	90,324	192,478	282,802
2014	94,505	192,478	286,983
2015-2019	542,342	708,083	1,250,425
2020-2024	604,492	103,167	707,659
Total Payments	<u>\$ 1,644,451</u>	<u>\$ 1,774,989</u>	<u>\$ 3,419,440</u>
Less: Amounts representing interest			<u>(898,307)</u>
Total Present value minimum Lease Payments			<u>\$ 2,521,133</u>

NOTE 11: INTERFUND BALANCES

Interfund receivable and payable balances of each individual fund as of December 31, 2009, are as follows:

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 11: Interfund Balances Continued

<u>Government Fund Types</u>	<u>Due From Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 2,860,531	\$ 80,207
Debt Service Fund	259,186	0
Special Revenue Funds		
Domestic Relations Office		447,136
Drug and Alcohol		44,450
Mental Health/Mental Retardation	46,809	14,653
Children and Youth Services		2,396,464
Office of Senior Services		70,766
SCBG		19,011
Other Agency	3,220	61,941
Liquid Fuels		181,822
Total Special Revenue Funds	<u>50,029</u>	<u>3,236,243</u>
Total Government Fund Types	<u>\$ 3,169,746</u>	<u>\$ 3,316,450</u>
 <u>Proprietary Fund Types</u>		
Rest Haven Nursing Home	0	379,073
911 Operations	0	259,186
Internal Service	784,963	0
Total Proprietary Funds	<u>784,963</u>	<u>638,259</u>
	<u>\$3,954,709</u>	<u>\$3,954,709</u>

These balances exist because the General Fund, Debt Service Fund, Mental Health and Mental Retardation Fund, Other Agency Fund, Rest Haven Nursing Home, and Internal Service Fund have funded the expenditure or expenditures or expenses of other funds. These amounts have not been repaid at December 31, 2009.

Interfund transfers are executed as a result of the requirement for certain funds to fund a portion of the expenditures or expenses of other funds. The amounts transferred for the year ended December 31, 2009, are as follows:

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 11: Interfund Balances Continued

Government Fund Types	Transferred From Other Funds	Transferred to Other Funds
General Fund		\$ 4,951,048
Debt Service Fund	322,495	
Capital Projects Fund		28,595
Special Revenue Funds		
Human Service Complex		67,495
Liquid Fuels Tax		
Domestic Relations Office	632,757	
Drug and Alcohol	34,554	
DUI		
Mental Health/Mental Retardation	293,000	
Children and Youth Services	3,092,422	
Office of Senior Services	10,000	
Other Agency		
Farmland Preservation		
Transportation	207,635	
Demolition		
Conduit		
SCBG		
Total Special Revenue Funds	4,270,368	67,495
Total Government Fund Types	4,592,863	5,047,138
<u>Proprietary Fund Types</u>		
Rest Haven Nursing Home	28,595	
911 Operations	680,680	255,000
Internal Service		
Total Proprietary Fund Types	709,275	255,000
Total	\$ 5,302,138	\$ 5,302,138

NOTE 12: OPERATING LEASES

The County leases office space under several operating lease agreements which have expiration dates ranging from 2010 to 2014. Some of the agreements contain renewal provisions at the County's option. The following is a schedule of the future minimum rental payments to be made under the various leases as of December 31, 2009:

COUNTY OF SCHUYLKILL
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

NOTE 12: Operating Leases Continued

Years	Courts	Agencies	Certain Other Departments	Total
2010	\$ 170,562	\$ 138,686	\$ 141,049	\$ 450,297
2011	170,562	138,686	141,049	450,297
2012	170,562	138,686	141,049	450,297
2013	170,562	138,686	141,049	450,297
2014	170,562	138,686	141,049	450,297
	<u>\$ 852,810</u>	<u>\$ 693,430</u>	<u>\$ 705,245</u>	<u>\$2,251,485</u>

Expense incurred by the County under these leases in 2009 \$450,297.

NOTE 13: LITIGATION

In the normal course of business, there are various claims and suits pending against the County and its elected officials. Management is of the opinion that these matters will not have a material adverse effect on the County's financial position at December 31, 2009.

NOTE 14: CONTINGINCIES

Loan Guarantee

In May 2009 the County guaranteed part of a loan to Boscov's Department Stores, LLC in the amount of \$5,833,000. The County is part of the Pennsylvania Loan Consortium consisting of six counties. Neither the general credit nor the taxing power of the County is pledged for any payment. Boscov's Department Stores, LLC is responsible to make the principal and the interest payments on the loan.

**SCHUYLKILL COUNTY
REQUIRED SUPPLEMENTAL
INFORMATION**

SCHUYLKILL COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 PENSION PLAN
 SCHEDULE OF FUNDING PROGRESS
 YEAR ENDED DECEMBER 31, 2009

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)]
1/1/2009	\$ 90,642,099	\$ 101,240,012	\$ 10,598,013	89.5%	\$ 26,268,179	40.30%
1/1/2010	88,175,275	106,027,742	17,852,467	83.2%	27,521,360	64.87%

SCHUYLKILL COUNTY
 REQUIRED SUPPLEMENTARY INFORMATION
 POST EMPLOYMENT BENEFIT PLAN
 SCHEDULE OF FUNDING PROGRESS
 YEAR ENDED DECEMBER 31, 2009

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)]
1/1/2009	\$ -	\$ 103,033,770	\$ 103,033,770	0.0%	\$ 20,216,180.86	0.00%

COUNTY OF SCHUYLKILL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED DECEMBER 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive/ (Negative)
Revenues				
Real Estate Taxes	26,595,856	26,595,856	26,851,059	255,203
Per Capita Taxes	437,665	437,665	390,421	(47,244)
Hotel Tax	225,000	225,000	194,465	(30,535)
Grants and Gifts	5,571,529	5,799,851	2,289,103	(3,510,748)
Interest and Royalties	477,710	477,710	158,963	(318,747)
Charges for Services	8,109,385	8,109,385	8,057,282	(52,103)
Other Revenue	151,586	152,939	6,709,671	6,556,732
Total Revenues	41,568,731	41,798,406	44,650,964	2,852,558
Expenditures				
General Government - Administrative				
Commissioners	286,847	286,847	276,481	10,366
Solicitor	171,684	181,684	153,966	27,718
County Administrator	133,956	179,232	173,612	5,620
Maintenance	808,592	808,592	795,700	12,892
Voter Registration and Elections	668,417	668,417	561,422	106,995
Central Services	532,839	533,838	522,832	11,006
Tax Assessment	689,888	689,888	634,990	54,898
Treasurer	705,739	705,739	699,142	6,597
Tax Claim	484,566	484,566	401,274	83,292
Controller	363,013	365,912	353,453	12,459
Engineering and Real Estate	58,115	67,915	51,461	16,454
Planning and Zoning	296,893	296,893	204,003	92,890
Recorder of Deeds	431,691	431,691	374,869	56,822
Data Processing	615,965	615,965	566,151	49,814
Records Management	182,370	182,370	162,970	19,400
Personnel	194,468	149,192	139,583	9,609
Public Defender	1,500	1,500	1,500	-
Veteran Affairs	165,735	165,735	145,946	19,789
Grant Writer	35,164	35,164	34,395	769
Tax Refunds	50,000	80,000	79,946	54
Insurances	848,780	898,780	779,528	119,252
Contributions to Various Agencies	823,459	589,336	188,179	401,157
Contingency	600,000	604,293	99,293	505,000
Other			2,835,428	(2,835,428)
Total-General Government Administrative	9,149,681	9,023,549	10,236,124	(1,212,575)
Public Safety				
Adults in Non-County Institutions	11,000	13,000	11,269	1,731
County Prison	4,394,507	4,394,507	4,025,115	369,392
Emergency Management	263,871	263,871	250,914	12,957
Contributions to Various Agencies	38,238	38,238	38,238	-
Other			1,928,092	(1,928,092)
Total -Public Safety	4,707,616	4,709,616	6,253,628	(1,544,012)

Public Works				
Engineering	1,505,945	1,505,945	222,425	1,283,520
Contributions to Various Agencies	8,879	8,879	7,103	1,776
Other			113,417	(113,417)
Total - Public Works	1,514,824	1,514,824	342,945	1,171,879
General Government - Judicial				
Register of Wills	278,775	278,775	281,205	(2,430)
Sheriff	972,968	972,968	929,724	43,244
Coroner	267,949	332,364	330,998	1,366
Prothonotary	350,883	350,883	335,173	15,710
Clerk of Courts	475,789	475,789	460,045	15,744
Public Defender	639,998	639,998	617,321	22,677
District Attorney	1,359,356	1,540,321	1,385,885	154,436
Law Library	272,949	272,949	261,195	11,754
Courts	1,717,272	1,691,472	1,658,321	33,151
District Justices	1,149,624	1,149,624	1,129,440	20,184
Constables	15,000	15,000	7,971	7,029
Jury Commissioners	25,987	25,987	25,929	58
Adult Probation	1,687,651	1,692,562	1,619,196	73,366
Juvenile Probation	1,055,378	1,055,378	1,042,993	12,385
Other			5,387,507	(5,387,507)
Total-General Government - Judicial	10,269,579	10,494,070	15,472,903	(4,978,833)
Conservation and Development				
Coal Lands	74,545	74,545	69,077	5,468
Economic Development	143,809	143,809	87,283	56,526
Solid Waste Management	95,744	95,744	77,249	18,495
Recycling Program	285,934	353,425	250,653	102,772
West Nile Virus	82,636	79,598	58,563	21,035
Parks and Recreation	1,108,865	1,108,865	85,797	1,023,068
Agricultural Extension	305,509	305,509	301,915	3,594
Soil Conservation	428,779	428,779	415,086	13,693
Contributions to Various Agencies	337,602	337,602	323,695	13,907
Other			567,086	(567,086)
Total - Conservation and Development	2,863,423	2,927,876	2,236,404	691,472
Culture and Recreation				
Contributions to Various Agencies	438,541	438,541	414,015	24,526
Human Services				
Human Services Administration	423,217	423,217	372,651	50,566
Contributions to Various Agencies	58,779	58,779	49,279	9,500
Other			(75,809)	75,809
Total-Human Services	481,996	481,996	346,121	135,875
Fringe Benefits	11,844,780	11,908,790	-	11,908,790

Capital Projects	236,473	257,362	146,395	110,967
Total Expenditures	41,506,913	41,756,624	35,448,535	6,308,089
Excess of Revenues Over (Under) Expenditures	61,818	41,782	9,202,429	9,160,647
Other Financing Sources (Uses)				
Operating Transfers In				
Drug and Alcohol	93,691	93,691		(93,691)
Mental Health/Mental Retardation	73,447	73,447		(73,447)
Children and Youth Services	1,070,280	1,070,280		(1,070,280)
Domestic Relations Office	656,585	656,585		(656,585)
Juvenile Training	61,578	61,578		(61,578)
Offender Supervision	73,181	73,181		(73,181)
Liquid Fuels Tax	21,000	21,000		(21,000)
Office of Senior Services	766,594	766,594		(766,594)
Conduit Fund	118,709	118,709		(118,709)
Human Services Complex Fund	588,784	588,784		(588,784)
Hazmat	35,000	35,000		(35,000)
Transportation	39,000	39,000		(39,000)
Highway Safety	-	-		-
Community Development Block Grant	65,000	65,000		(65,000)
Driving Under the Influence	25,000	25,000		(25,000)
Conservation District	44,530	44,530		(44,530)
Rest Haven	365,499	365,499		(365,499)
911	71,000	71,000		(71,000)
Internal Service	240,000	240,000		(240,000)
Other Funds	16,634	16,634		(16,634)
	4,425,512	4,425,512	-	(4,425,512)
Operating Transfers (Out)				
Farmland Preservation	8,187	10,785	-	10,785
Mental Health/Mental Retardation	293,000	293,000	293,000	-
Children and Youth Services	3,092,422	3,092,422	3,092,422	-
Adult Probation	-	150,000		150,000
Domestic Relations Office	632,757	632,757	632,757	-
Office of Senior Services	10,000	10,000	10,000	-
Drug and Alcohol	34,554	34,554	34,554	-
Transportation Fund	207,635	207,635	207,635	-
Human Services Complex	-	166,042		166,042
Capital Projects	299,625	299,625	-	299,625
Other Funds	-	-	-	-
911 Tariff Fund	907,573	907,573	680,680	226,893
Total Operating Transfers (Out)	5,485,753	5,804,393	4,951,048	853,345
Total Other Financing Sources (Uses)	(1,060,241)	(1,378,881)	(4,951,048)	3,572,167
Excess of Revenue Over Expenditures and Other Financing Uses	(998,423)	(1,337,099)	4,251,381	(5,588,480)
Fund Balances - Beginning of Year	-	-	8,015,845	8,015,845
Fund Balances - End of Year	\$ (998,423)	\$ (1,337,099)	\$ 12,267,226	\$ 2,427,365

COUNTY OF SCHUYLKILL
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - MENTAL HEALTH /MENTAL RETARDATION –
 SPECIAL REVENUE FUND
 YEAR ENDED DECEMBER 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive/ (Negative)
Revenues				
Grants and Gifts	\$23,862,761	\$14,436,394	\$ 15,201,769	\$ 765,375
Interest and Royalties	36,000	14,281	14,281	-
Charges for Services	86,715	88,380	88,380	-
Total Revenues	<u>23,985,476</u>	<u>14,539,055</u>	<u>15,304,430</u>	<u>765,375</u>
Expenditures				
Human Services	24,272,977	24,276,977	15,597,430	8,679,547
Capital Projects	5,500	1,500	-	1,500
Total Expenditures	<u>24,278,477</u>	<u>24,278,477</u>	<u>15,597,430</u>	<u>8,681,047</u>
Excess of Revenues Over (Under) Expenditures	<u>(293,001)</u>	<u>(9,739,422)</u>	<u>(293,000)</u>	<u>9,446,422</u>
Other Financing Sources (Uses)				
Operating Transfers In	293,000	293,000	293,000	-
Operating Transfers (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>293,000</u>	<u>293,000</u>	<u>293,000</u>	<u>-</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1)	(9,446,422)	-	-
Fund Balances - Beginning of Year	-	-	-	-
Fund Balances - End of Year	<u>\$ (1)</u>	<u>\$(9,446,422)</u>	<u>\$ -</u>	<u>-</u>

COUNTY OF SCHUYLKILL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL -CHILDREN AND YOUTH - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive/ (Negative)
Revenues				
Grants and Gifts	\$13,377,861	\$ 13,377,861	\$ 14,194,742	\$ 816,881
Interest and Royalties	72,100	72,100	1,699	(70,401)
Charges for Services	<u>1,109,944</u>	<u>1,109,944</u>	<u>909,539</u>	<u>(200,405)</u>
Total Revenues	<u>14,559,905</u>	<u>14,559,905</u>	<u>15,105,980</u>	<u>546,075</u>
Expenditures				
Human Services	17,575,127	17,639,627	18,192,231	(552,604)
Capital Projects	<u>77,200</u>	<u>12,700</u>	<u>6,171</u>	<u>6,529</u>
Total Expenditures	<u>17,652,327</u>	<u>17,652,327</u>	<u>18,198,402</u>	<u>(546,075)</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,092,422)</u>	<u>(3,092,422)</u>	<u>(3,092,422)</u>	<u>-</u>
Other Financing Sources (Uses)				
Operating Transfers In	3,092,422	3,092,422	3,092,422	-
Operating Transfers (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>3,092,422</u>	<u>3,092,422</u>	<u>3,092,422</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF SCHUYLKILL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL -LIQUID FUELS - SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive/ (Negative)
Revenues				
Grants and Gifts	\$610,000	\$610,000	\$ 642,057	\$ 32,057
Interest and Royalties	80,000	80,000	93,266	13,266
Other General Revenue	-	-	-	-
Total Revenues	<u>690,000</u>	<u>690,000</u>	<u>735,323</u>	<u>45,323</u>
Expenditures				
Public Works	326,235	350,235	230,054	120,181
Capital Projects	<u>1,135,000</u>	<u>1,111,000</u>	<u>138,106</u>	<u>972,894</u>
Total Expenditures	<u>1,461,235</u>	<u>1,461,235</u>	<u>368,160</u>	<u>1,093,075</u>
Excess of Revenues Over (Under) Expenditures	<u>(771,235)</u>	<u>(771,235)</u>	<u>367,163</u>	<u>1,047,752</u>
Other Financing Sources (Uses)				
Operating Transfers (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(771,235)</u>	<u>(771,235)</u>	<u>367,163</u>	<u>1,047,752</u>
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>5,447,919</u>	<u>5,447,919</u>
Fund Balances - End of Year	<u><u>\$(771,235)</u></u>	<u><u>\$(771,235)</u></u>	<u><u>\$5,815,082</u></u>	<u><u>\$6,495,671</u></u>

COUNTY OF SCHUYLKILL STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE BUDGET AND ACTUAL - OTHER AGENCY - SPECIAL
 REVENUE FUND
 YEAR ENDED DECEMBER 31, 2009

	Original Budget	Final Budget	Actual	Variance Positive/ (Negative)
Revenues				
Grants and Gifts	\$ 4,661,904	\$5,057,383	\$ 3,916,162	\$ (1,141,221)
Interest and Royalties	27,830	27,830	10,985	(16,845)
Charges for Services			5	5
Other General Revenue	<u>89,189</u>	<u>89,189</u>	<u>60,003</u>	<u>(29,186)</u>
Total Revenues	<u>4,778,923</u>	<u>5,174,402</u>	<u>3,987,155</u>	<u>(1,187,247)</u>
Expenditures				
General Government	-	-	-	-
Judicial Government	1,800,000	1,800,000	1,336,428	463,572
Human Services	2,887,270	3,282,749	2,588,318	694,431
Capital Projects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>4,687,270</u>	<u>5,082,749</u>	<u>3,924,746</u>	<u>1,158,003</u>
Excess of Revenues Over (Under) Expenditures	<u>91,653</u>	<u>91,653</u>	<u>62,409</u>	<u>(29,244)</u>
Other Financing Sources (Uses)				
Operating Transfers In	-	-	-	-
Operating Transfers (Out)	<u>(54,960)</u>	<u>(54,960)</u>	<u>-</u>	<u>54,960</u>
Total Other Financing Sources (Uses)	<u>(54,960)</u>	<u>(54,960)</u>	<u>-</u>	<u>54,960</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	36,693	36,693	62,409	25,716
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 36,693</u>	<u>\$ 36,693</u>	<u>\$ 62,409</u>	<u>\$ 25,716</u>

COUNTY OF SCHUYLKILL										
2009 FINAL BUDGET			CONTROL TOTALS - AFTER ADJUSTMTS			CONTROL TOTALS - BEFORE ADJUSTMTS				
			REVENUES	\$156,901,687	CELL K9	REVENUES	\$157,857,274	CELL E10		
			EXPENDS	\$163,339,386	CELL K10	EXPENDS	\$164,176,110	CELL E11		
TOTAL COUNTY BUDGET SUMMARY										
G/L ACCOUNT NO. SERIES	Original or Adjusted 2008 Budget	Actual 2007	Department/ Agency Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget Current Year Adjustments	Adjusted 2009 Budget 2009	
300	REVENUES	\$173,591,856	\$151,462,852	\$157,857,274	(\$955,587)	\$156,901,687	(\$16,690,169)	-9.61%	\$0	\$156,901,687
400	EXPENDITURES	175,622,938	141,818,966	164,176,110	(836,724)	163,339,386	(12,283,552)	-6.99%	0	163,339,386
	REVENUES OVER/(UNDER) EXPENDS	(\$2,031,082)	\$9,643,886	(\$6,318,837)	(\$118,863)	(\$6,437,699)	(\$4,406,617)	216.96%	\$0	(\$6,437,699)
GENERAL FUND SUMMARY										
G/L ACCOUNT NO. SERIES	Original or Adjusted 2008 Budget	Actual 2007	Department/ Agency Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget Current Year Adjustments	Adjusted 2009 Budget 2009	
300	REVENUES	\$44,868,160	\$43,228,476	\$45,782,669	(\$701,675)	\$45,080,994	\$212,834	0.47%	\$0	\$45,080,994
400	EXPENDITURES	46,189,882	42,331,690	46,729,430	(\$74,975)	46,154,454	(35,428)	-0.08%	0	46,154,454
	REVENUES OVER/(UNDER) EXPENDS	(\$1,321,722)	\$896,786	(\$946,761)	(\$126,700)	(\$1,073,460)	\$248,262	-18.78%	\$0	(\$1,073,460)
LIQUID FUELS SUMMARY										
G/L ACCOUNT NO. SERIES	Original or Adjusted 2008 Budget	Actual 2007	Department/ Agency Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget Current Year Adjustments	Adjusted 2009 Budget 2009	
300	REVENUES	\$674,000	\$947,927	\$690,000	\$0	\$690,000	\$16,000	2.37%	\$0	\$690,000
400	EXPENDITURES	1,257,680	529,903	1,461,235	0	1,461,235	203,555	16.18%	0	1,461,235
	REVENUES OVER/(UNDER) EXPENDS	(\$583,680)	\$418,024	(\$771,235)	\$0	(\$771,235)	(\$187,555)	32.13%	\$0	(\$771,235)
DEMOLITION SUMMARY										
G/L ACCOUNT NO. SERIES	Original or Adjusted 2008 Budget	Actual 2007	Department/ Agency Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget Current Year Adjustments	Adjusted 2009 Budget 2009	
300	REVENUES	\$259,800	\$323,763	\$732,017	\$8,019	\$740,036	\$480,236	184.85%	\$0	\$740,036
400	EXPENDITURES	259,800	348,590	402,054	182	402,236	142,436	54.83%	0	402,236
	REVENUES OVER/(UNDER) EXPENDS	\$0	(\$24,827)	\$329,963	\$7,837	\$337,800	\$337,800	0.00%	\$0	\$337,800
FARMLAND PRESERVATION SUMMARY										
G/L ACCOUNT NO. SERIES	Original or Adjusted 2008 Budget	Actual 2007	Department/ Agency Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget Current Year Adjustments	Adjusted 2009 Budget 2009	
300	REVENUES	\$1,459,504	\$301,724	\$266,500	(\$191,813)	\$74,687	(\$1,384,817)	-94.88%	\$0	\$74,687
400	EXPENDITURES	1,259,504	600,309	436,720	(191,813)	244,907	(1,014,597)	-80.56%	0	244,907
	REVENUES OVER/(UNDER) EXPENDS	\$200,000	(\$298,585)	(\$170,220)	\$0	(\$170,220)	(\$370,220)	-185.11%	\$0	(\$170,220)
HUMAN SERVICES COMPLEX SUMMARY										
G/L ACCOUNT NO. SERIES	Original or Adjusted 2008 Budget	Actual 2007	Department/ Agency Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget Current Year Adjustments	Adjusted 2009 Budget 2009	
300	REVENUES	\$280,027	\$271,659	\$263,056	\$0	\$263,056	(\$16,971)	-6.06%	\$0	\$263,056
400	EXPENDITURES	280,027	263,485	263,056	0	263,056	(16,971)	-6.06%	0	263,056
	REVENUES OVER/(UNDER) EXPENDS	\$0	\$8,174	\$0	\$0	\$0	\$0	0.00%	\$0	\$0

		Original or		Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	OTHER AGENCY FUNDS SUMMARY	Adjusted	Actual	Agency	Adjustments	Final	vs.	vs.	Current	Adjusted
SERIES	LINE ITEM	2008 Budget	2007	Request for	to your	Budget	2008 Budget	2008 Budget	Year	2009
				2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$4,691,265	\$4,419,762	\$4,778,923	\$0	\$4,778,923	\$87,658	1.87%	\$0	\$4,778,923
400	EXPENDITURES	4,584,057	4,840,882	4,742,730	0	4,742,730	158,673	3.46%	0	4,742,730
	REVENUES OVER/(UNDER) EXPENDS	\$107,208	(\$421,120)	\$36,194	\$0	\$36,194	(\$71,014)	-66.24%	\$0	\$36,194
OFFICE OF SENIOR SERVICES SUMMARY										
G/L ACCOUNT NO.	OFFICE OF SENIOR SERVICES SUMMARY	Original or	Actual	Department/	BOC	Final	2009 Budget	2009 Budget	Current	Adjusted
SERIES	LINE ITEM	Adjusted	2007	Agency	Adjustments	Budget	vs.	vs.	Year	2009
		2008 Budget		Request for	to your	2009	2008 Budget	2008 Budget	Adjustments	Budget
				2009 Budget	Budget Request		(Incr./ (Decr.)	(Pctg. Change)		
300	REVENUES	\$7,217,080	\$7,327,229	\$7,136,274	\$0	\$7,136,274	(\$80,806)	-1.12%	\$0	\$7,136,274
400	EXPENDITURES	7,217,080	7,483,392	7,136,274	0	7,136,274	(80,806)	-1.12%	0	7,136,274
	REVENUES OVER/(UNDER) EXPENDS	\$0	(\$156,163)	\$0	\$0	\$0	\$0	0.00%	\$0	\$0
AGENCY ADVISORY FUND SUMMARY										
G/L ACCOUNT NO.	AGENCY ADVISORY FUND SUMMARY	Original or	Actual	Department/	BOC	Final	2009 Budget	2009 Budget	Current	Adjusted
SERIES	LINE ITEM	Adjusted	2007	Agency	Adjustments	Budget	vs.	vs.	Year	2009
		2008 Budget		Request for	to your	2009	2008 Budget	2008 Budget	Adjustments	Budget
				2009 Budget	Budget Request		(Incr./ (Decr.)	(Pctg. Change)		
300	REVENUES	\$4,652	\$7,749	\$6,055	\$0	\$6,055	\$1,403	30.16%	\$0	\$6,055
400	EXPENDITURES	4,652	3,457	6,055	0	6,055	1,403	30.16%	0	6,055
	REVENUES OVER/(UNDER) EXPENDS	\$0	\$4,292	\$0	\$0	\$0	\$0	0.00%	\$0	\$0
DRUG & ALCOHOL SUMMARY										
G/L ACCOUNT NO.	DRUG & ALCOHOL SUMMARY	Original or	Actual	Department/	BOC	Final	2009 Budget	2009 Budget	Current	Adjusted
SERIES	LINE ITEM	Adjusted	2007	Agency	Adjustments	Budget	vs.	vs.	Year	2009
		2008 Budget		Request for	to your	2009	2008 Budget	2008 Budget	Adjustments	Budget
				2009 Budget	Budget Request		(Incr./ (Decr.)	(Pctg. Change)		
300	REVENUES	\$2,214,918	\$2,623,950	\$2,013,280	\$0	\$2,013,280	(\$201,638)	-9.10%	\$0	\$2,013,280
400	EXPENDITURES	2,214,918	2,361,762	2,038,542	0	2,038,542	(176,376)	-7.96%	0	2,038,542
	REVENUES OVER/(UNDER) EXPENDS	\$0	\$262,188	(\$25,262)	\$0	(\$25,262)	(\$25,262)	0.00%	\$0	(\$25,262)
MENTAL HEALTH SUMMARY										
G/L ACCOUNT NO.	MENTAL HEALTH SUMMARY	Original or	Actual	Department/	BOC	Final	2009 Budget	2009 Budget	Current	Adjusted
SERIES	LINE ITEM	Adjusted	2007	Agency	Adjustments	Budget	vs.	vs.	Year	2009
		2008 Budget		Request for	to your	2009	2008 Budget	2008 Budget	Adjustments	Budget
				2009 Budget	Budget Request		(Incr./ (Decr.)	(Pctg. Change)		
300	REVENUES	\$23,279,816	\$22,803,653	\$24,278,476	\$0	\$24,278,476	\$998,660	4.29%	\$0	\$24,278,476
400	EXPENDITURES	23,279,817	22,598,067	24,278,476	0	24,278,476	998,659	4.29%	0	24,278,476
	REVENUES OVER/(UNDER) EXPENDS	(\$1)	\$205,586	(\$0)	\$0	(\$0)	\$1	-74.00%	\$0	(\$0)
CHILDREN & YOUTH SUMMARY										
G/L ACCOUNT NO.	CHILDREN & YOUTH SUMMARY	Original or	Actual	Department/	BOC	Final	2009 Budget	2009 Budget	Current	Adjusted
SERIES	LINE ITEM	Adjusted	2007	Agency	Adjustments	Budget	vs.	vs.	Year	2009
		2008 Budget		Request for	to your	2009	2008 Budget	2008 Budget	Adjustments	Budget
				2009 Budget	Budget Request		(Incr./ (Decr.)	(Pctg. Change)		
300	REVENUES	\$16,613,894	\$17,236,621	\$17,670,609	(\$18,282)	\$17,652,327	\$1,038,433	6.25%	\$0	\$17,652,327
400	EXPENDITURES	16,613,894	16,076,658	17,670,609	(18,282)	17,652,327	1,038,433	6.25%	0	17,652,327
	REVENUES OVER/(UNDER) EXPENDS	\$0	\$1,159,963	\$0	\$0	\$0	\$0	0.00%	\$0	\$0

				Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	DOMESTIC RELATIONS SUMMARY	Original or Adjusted	Actual	Agency Request for	Adjustments to your	Final Budget	vs. 2008 Budget	vs. 2008 Budget	Current Year	Adjusted 2009
SERIES	LINE ITEM	2008 Budget	2007	2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$2,045,077	\$1,976,883	\$2,121,914	\$0	\$2,121,914	\$76,837	3.76%	\$0	\$2,121,914
400	EXPENDITURES	2,045,077	1,923,434	2,121,914	0	2,121,914	76,837	3.76%	0	2,121,914
	REVENUES OVER/(UNDER) EXPENDS	\$0	\$53,449	(\$0)	\$0	(\$0)	(\$0)	0.00%	\$0	(\$0)
				Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	COAL LANDS SUMMARY	Original or Adjusted	Actual	Agency Request for	Adjustments to your	Final Budget	vs. 2008 Budget	vs. 2008 Budget	Current Year	Adjusted 2009
SERIES	LINE ITEM	2008 Budget	2007	2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$0	\$37	\$0	\$0	\$0	\$0	0.00%	\$0	\$0
400	EXPENDITURES	0	38	0	0	0	0	0.00%	0	0
	REVENUES OVER/(UNDER) EXPENDS	\$0	(\$1)	\$0	\$0	\$0	\$0	0.00%	\$0	\$0
				Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	CAPITAL RESERVES SUMMARY	Original or Adjusted	Actual	Agency Request for	Adjustments to your	Final Budget	vs. 2008 Budget	vs. 2008 Budget	Current Year	Adjusted 2009
SERIES	LINE ITEM	2008 Budget	2007	2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$1,443,878	\$69,977	\$299,625	\$0	\$299,625	(\$1,144,253)	-79.25%	\$0	\$299,625
400	EXPENDITURES	1,525,215	348,938	299,625	0	299,625	(1,225,590)	-80.36%	0	299,625
	REVENUES OVER/(UNDER) EXPENDS	(\$81,337)	(\$278,961)	\$0	\$0	\$0	\$81,337	-100.00%	\$0	\$0
				Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	REST HAVEN ENTERPRISE FUND SUMMARY	Original or Adjusted	Actual	Agency Request for	Adjustments to your	Final Budget	vs. 2008 Budget	vs. 2008 Budget	Current Year	Adjusted 2009
SERIES	LINE ITEM	2008 Budget	2007	2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$10,582,000	\$10,070,399	\$11,276,500	\$0	\$11,276,500	\$694,500	6.56%	\$0	\$11,276,500
400	EXPENDITURES	10,772,000	9,661,463	11,276,500	0	11,276,500	504,500	4.68%	0	11,276,500
	REVENUES OVER/(UNDER) EXPENDS	(\$190,000)	\$408,936	\$0	\$0	\$0	\$190,000	-100.00%	\$0	\$0
				Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	COMMUNICATIONS/911 ENTERPRISE FUND SUMMARY	Original or Adjusted	Actual	Agency Request for	Adjustments to your	Final Budget	vs. 2008 Budget	vs. 2008 Budget	Current Year	Adjusted 2009
SERIES	LINE ITEM	2008 Budget	2007	2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$4,699,661	\$4,212,159	\$3,728,095	(\$51,925)	\$3,676,170	(\$1,023,491)	-21.78%	\$0	\$3,676,170
400	EXPENDITURES	4,752,608	2,828,588	3,728,095	(51,925)	3,676,170	(1,076,438)	-22.65%	0	3,676,170
	REVENUES OVER/(UNDER) EXPENDS	(\$52,947)	\$1,383,571	(\$0)	\$0	(\$0)	\$52,947	-100.00%	\$0	(\$0)
				Department/	BOC		2009 Budget	2009 Budget	Adjusted 2009 Budget	
G/L ACCOUNT NO.	WORKERS' COMP ISF SUMMARY	Original or Adjusted	Actual	Agency Request for	Adjustments to your	Final Budget	vs. 2008 Budget	vs. 2008 Budget	Current Year	Adjusted 2009
SERIES	LINE ITEM	2008 Budget	2007	2009 Budget	Budget Request	2009	(Incr./ (Decr.)	(Pctg. Change)	Adjustments	Budget
300	REVENUES	\$725,027	\$1,170,633	\$704,298	\$0	\$704,298	(\$20,729)	-2.86%	\$0	\$704,298
400	EXPENDITURES	532,756	815,709	627,500	0	627,500	94,744	17.78%	0	627,500
	REVENUES OVER/(UNDER) EXPENDS	\$192,271	\$354,924	\$76,798	\$0	\$76,798	(\$115,473)	-60.06%	\$0	\$76,798

				Department/ Agency	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget	
G/L ACCOUNT NO.	FUNDED DEBT SUMMARY	Original or Adjusted 2008 Budget	Actual 2007	Request for 2009 Budget					Current Year Adjustments	Adjusted 2009 Budget
SERIES	LINE ITEM									
300	REVENUES	\$20,417,029	\$2,368,258	\$2,729,741	\$0	\$2,729,741	(\$17,687,288)	-86.63%	\$0	\$2,729,741
400	EXPENDITURES	20,779,144	2,703,189	2,663,634	0	2,663,634	(18,115,510)	-87.18%	0	2,663,634
	REVENUES OVER/(UNDER) EXPENDS	(\$362,115)	(\$334,931)	\$66,107	\$0	\$66,107	\$428,222	-118.26%	\$0	\$66,107
OTHER ESCROW FUNDS SUMMARY										
G/L ACCOUNT NO.	OTHER ESCROW FUNDS SUMMARY	Original or Adjusted 2008 Budget	Actual 2007	Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2008 Budget	
SERIES	LINE ITEM								Current Year Adjustments	Adjusted 2009 Budget
300	REVENUES	\$7,035,739	\$13,472,456	\$7,607,074	\$0	\$7,607,074	\$571,335	8.12%	\$0	\$7,607,074
400	EXPENDITURES	6,866,882	7,575,662	12,699,479	0	12,699,479	5,832,597	84.94%	0	12,699,479
	REVENUES OVER/(UNDER) EXPENDS	\$168,857	\$5,896,794	(\$5,092,405)	\$0	(\$5,092,405)	(\$5,261,262)	-3115.81%	\$0	(\$5,092,405)
CONDUIT FUNDS SUMMARY										
G/L ACCOUNT NO.	CONDUIT FUNDS SUMMARY	Original or Adjusted 2008 Budget	Actual 2007	Request for 2009 Budget	BOC Adjustments to your Budget Request	Final Budget 2009	2009 Budget vs. 2008 Budget (Incr./ (Decr.))	2009 Budget vs. 2008 Budget (Pctg. Change)	Adjusted 2009 Budget	
SERIES	LINE ITEM								Current Year Adjustments	Adjusted 2009 Budget
300	REVENUES	\$25,080,329	\$18,629,537	\$25,772,167	\$89	\$25,772,256	\$691,927	2.76%	\$0	\$25,772,256
400	EXPENDITURES	25,187,945	18,523,750	25,594,182	89	25,594,271	406,326	1.61%	0	25,594,271
	REVENUES OVER/(UNDER) EXPENDS	(\$107,616)	\$105,787	\$177,985	\$0	\$177,985	\$285,601	-265.39%	\$0	\$177,985