



COUNTY OF WESTMORELAND, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2010

**PREPARED BY THE OFFICE OF THE CONTROLLER
CARMEN PEDICONE, CONTROLLER**

COUNTY OF WESTMORELAND, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2010

**Prepared by:
County Controller – Carmen Pedicone**

**Member of the
Government Finance Officers Association
of the United States and Canada**

COUNTY OF WESTMORELAND
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended December 31, 2010

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	1
Certificate of Achievement	16
Organizational Chart/Maps	17
List of Elected Officials	22
FINANCIAL SECTION	
Independent Auditor's Report	24
Management's Discussion and Analysis	26
Basic Financial Statements:	
Government-wide Financial Statements	
Statement of Net Assets	36
Statement of Activities	37
Fund Financial Statements:	
Balance Sheet – Governmental Funds	38
Reconciliation of the Statement of Net Assets (governmental activities) to the Balance Sheet (governmental funds)	39
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	40
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	41
Statement of Fund Net Assets – Proprietary Funds	42
Statement of Revenues, Expenses, and Changes in Fund Net Assets – Proprietary Funds	44
Statement of Cash Flows – Proprietary Funds	45
Statement of Fiduciary Net Assets – Fiduciary Funds	47
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	48
Notes to Financial Statements	49
Required Supplementary Information:	
General Fund and Major Special Revenue Funds:	
General Fund:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	103
Behavioral Health/Developmental Services:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	104
Area Agency on Aging:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	105
Children's Bureau:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual	106
Schedule of Employer Contributions and Funding Progress	107
Notes to Required Supplementary Information	108
Other Supplementary Information:	
General Fund:	
Schedule of Expenditures – Budget and Actual	110
Behavioral Health/Developmental Services:	
Schedule of Expenditures – Budget and Actual	120
Area Agency on Aging:	
Schedule of Expenditures – Budget and Actual	121
Children's Bureau:	
Schedule of Expenditures – Budget and Actual	125

COUNTY OF WESTMORELAND

TABLE OF CONTENTS, Continued

Proprietary Funds:	
Westmoreland Manor:	
Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual	128
Schedule of Expenses - Budget and Actual	129
911 Surcharge	
Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual	133
Schedule of Expenses - Budget and Actual	134
Healthchoices:	
Schedule of Revenues, Expenses, and Changes in Net Assets - Budget and Actual	135
Schedule of Expenses - Budget and Actual	136
Nonmajor Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds	138
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds.	139
Special Revenue Funds:	
Combining Balance Sheet – Nonmajor Special Revenue Funds	141
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds.	143
Combining Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Special Revenue Funds.	145
Schedule of Expenditures – Budget and Actual – Nonmajor Special Revenue Funds	150
Debt Service Funds:	
Combining Balance Sheet – Nonmajor Debt Service Funds.	153
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Debt Service Funds	154
Combining Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Debt Service Funds	155
Capital Projects:	
Combining Balance Sheet – Nonmajor Capital Projects Funds.	159
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds	160
Combining Schedules of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nonmajor Capital Projects Funds.	161
Schedule of Expenditures – Budget and Actual – Nonmajor Capital Projects Funds	165
Fiduciary Funds:	
Combining Statement of Changes in Assets and Liabilities – Fiduciary Funds	167
Discrete Component Units:	
Combining Statement of Net Assets	172
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets.	174
Capital Assets Used in the Operation of Governmental Funds:	
Schedule of Assets by Source.	176
Schedule by Function	177
Schedule of Changes by Function.	178
Long-Term Debt Payable:	
Schedule of Long-Term Debt Payable.	180

COUNTY OF WESTMORELAND

TABLE OF CONTENTS, Continued

	Page
STATISTICAL SECTION	
Net Assets by Component – Last Nine Fiscal Years	184
Change in Net Assets – Last Nine Fiscal Years	185
Fund Balances Governmental Funds – Last Ten Fiscal Years	188
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years	189
Tax Revenues by Source, Governmental Funds – Last Ten Fiscal Years	190
Assessed Value and Estimated Actual Value of Taxable Real Property – Last Ten Fiscal Years	191
Property Tax Rates – Direct and Overlapping Governments – Last Ten Fiscal Years	192
Principal Property Taxpayers	194
Property Tax Levies and Collections – Last Ten Fiscal Years	195
Ratios of Outstanding Debt – Last Ten Fiscal Years	196
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	197
Direct and Overlapping Governmental Activities Debt	198
Legal Debt Margin Information – Last Ten Fiscal Years	200
Demographic and Economic Statistics – Last Ten Fiscal Years	201
Principal Employers	202
Full-time and Part-time County Government Employees by Function – Last Ten Fiscal Years	203
Operating Indicators by Function – Last Ten Fiscal Years	204
Capital Asset Statistics by Function – Last Ten Fiscal Years	208



COMPREHENSIVE ANNUAL FINANCIAL REPORT

INTRODUCTORY SECTION

FOR THE YEAR ENDED DECEMBER 31, 2010



Westmoreland County Controller's Office

2 North Main Street, Suite 111
Greensburg, PA 15601
Phone (724) 830-3115, FAX (724) 830-3134

Carmen Pedicone, Controller

Email: controller@co.westmoreland.pa.us
On the web at ...www.co.westmoreland.pa.us

June 27, 2011

To the Citizens of Westmoreland County:

I am pleased to present the Comprehensive Annual Financial Report of the County of Westmoreland fiscal year ending December 31, 2010. The Controller, as Chief Financial Officer, is responsible for the accuracy of all statements contained herein. I believe this report is accurate in all material respects and all disclosures necessary to enable the reader to gain an understanding of the County's financial affairs.

This report is designed to fairly present the financial position and results of operations for the County of Westmoreland in an educational and readable fashion. The report observes the recommended guidelines of the Government Finance Officers Association for full financial disclosure. The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical.

Generally Accepted Accounting Principles (GAAP) requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County of Westmoreland's MD&A can be found immediately following the report of the independent auditors.

This report is designed to furnish information to various users including creditors, investors, government officials and the general public. Its express purpose is to depict the County's financial condition and the financial consequences of operations for the year ended December 31, 2010.

COUNTY OF WESTMORELAND, PENNSYLVANIA

HISTORY AND BACKGROUND

Westmoreland County, located in Southwestern Pennsylvania, provides a combination of suburban, urban and rural living. Westmoreland County occupies 1,033 square miles and stretches from the border of Allegheny County on the west, to the Laurel Mountains on the east, and the Allegheny and Monongahela Rivers on the northwestern and southwestern corners.

In terms of acreage, Westmoreland County is the eighth largest county in the Commonwealth of Pennsylvania. According to the 2000 U.S. Census, Westmoreland County has a population of 369,993. Located within the County are six third class cities, thirty-eight boroughs or home rule municipalities and twenty-one townships. Two of our largest cities are Greensburg, which is the county seat, and New Kensington. Other growing municipalities are Murrysville and the townships of Allegheny, Penn, Hempfield, Unity and North Huntingdon.

Settlement in the eastern end of the county is least dense due to the barrier created by the Chestnut Ridge. Two-thirds of the County's population resides in the western one-third of the county because of the close proximity to Pittsburgh. Westmoreland County is a major tourist region rich in colonial history commemorated at various sites throughout the region. The County also enjoys prime hunting and fishing areas; plus easy access to the urban amenities of the City of Pittsburgh enhances leisure time activities.

Many of Westmoreland County's early settlers were farmers. This tradition continues today, as 30% of the County remains pastures and cropland. The County can lay claim to being part of America's industrial heritage. Many glass manufacturers, coal mines, steel mills and metal processing plants opened in the late 19th century. Immigrants who worked at these plants brought strong ethnic traditions to the County. These traditions are celebrated today in the many ethnic and heritage festivals that occur within Westmoreland County.

Westmoreland County's history is rich and varied, mirroring the development of the United States. County residents showed their independent spirit in the Whiskey Rebellion. Dating back to the French and Indian War, the County is the site of many well-known historic places such as Fort Ligonier, Bushy Run Battlefield and Braddock's Trail. Hanna's Town was the site of the County's first court during Colonial times. The County continued to grow and prosper, as did the United States, with improved travel and communication.

The Declaration of Independence has historical antecedents in the "Hanna's Town Resolves." On May 16, 1775, in the house of Robert Hanna, a meeting was held for the purpose of deciding what course of action the people on the western frontier would take concerning the tyranny of the British. The "Hanna's Town Resolves" (sometimes referred to as Westmoreland County's "Little Declaration of Independence") was adopted. At the same time, thought was given to the matter of defense, and the following week, a militia was formed. This militia was under the leadership of Colonel John Proctor, then Sheriff of Westmoreland County. This militia was known as the "Independent Battalion of Westmoreland County, Pennsylvania", and fought in the Revolutionary War.

The Act of Assembly also designated that the courts should be housed at the home of Robert Hanna until a Court House could be built. This house was at the present day settlement of Hannastown, and continued to be used as a courthouse until the county seat was moved to Greensburg. The first court sessions of the County were held at Hannastown on April 6, 1773. The Native Americans burnt down the town on July 13, 1782, but the temporary courthouse was not destroyed.

The movement to select a permanent county seat, on December 10, 1785, resulted in the selection of Newton (now known as Greensburg). A log Courthouse was built on the ground and continues today as the site of the County Courthouse. The first court held in Greensburg was on January 7, 1787. The courthouse was a temporary structure and in 1796 the erection of a new and more permanent brick building began. It was not completed until 1801, though it had been used, in part, a short time before that. It was a plain two-story building. The lower story was used entirely as a courtroom and the upper as a grand jury room and as a hall, in which to hold public meetings. On the north side of the building was a small, two-story structure, which housed all the County offices, except that of the Commissioners, which was in a small one-story brick structure on the south side. The courthouse cost about \$5,000, and served its purpose until May 6, 1854, when its removal cleared the site for the erection of a new courthouse. The corner stone of the third courthouse was laid on October 24, 1854. Its entire cost was about \$90,000. This structure stood until the summer of 1901, when it was razed to the ground to make room for the erection of the present building, which was dedicated in 1908 at a cost of \$1.6 million.

An additional annex building was completed in 1978 and houses the majority of the County's administrative offices. In 1990, another building for office space was built and two new courtrooms were added to the annex.

COUNTY OF WESTMORELAND, PENNSYLVANIA

The Westmoreland County Courthouse is one of 46 historical sites in Westmoreland County, which are included in the National Register File. Its central dome, of Italian Renaissance style, (175 feet above ground) is one of only two in the world designed by architect William Kauffman; the other is in Vancouver, British Columbia. The Courthouse is open to the public from 8:30 a.m. to 4:00 p.m., Monday through Friday.

REPORTING ENTITY AND ITS SERVICE

Statement of Governmental Accounting Standards No. 39, "The Financial Reporting Entity", establishes standards for defining and reporting on the financial reporting entity. The core or nucleus of the financial reporting entity is the "Primary Government". The Governmental Accounting Standards Board's (GASB) Codification, Section 2100.112, classifies all general-purpose local governments as Primary Governments. For the purpose of this report, the County is considered the "Primary Government".

This report includes the fund types of all entities for which Westmoreland County is financially accountable and for which the nature and significance of the relationship is such that inclusion is warranted as defined by current accounting standards.

Westmoreland County provides many services to its citizens, which include; General Government, Judicial, Public Safety, Human Services, Public Works, Culture and Recreation and Conservation Development. Each major group of services is broken down into individual departments within the County, which provide a specialized portion of that major service.

Other services such as Transportation, Education and Economic Development are provided indirectly, via authorities with which the County shares its name and for which the County bears a fiduciary responsibility. These authorities, included in the County reporting entity, are described in the Notes to the Financial Statements.

The 65 municipalities and 19 local school boards within the County are each independent governmental units and are excluded from the County reporting entity.

EDUCATION

The Public School Systems in Westmoreland County provide excellent elementary, secondary and vocational educational facilities. Professional staffs governed by 19 elected local school boards administer these schools.

The Public School Systems have incorporated many excellent student and support services. For example Greensburg Salem School District has put a group together that involves the faculty and students. This group is called the Educational Support Team. This group is comprised of the Assistant Principal, Guidance Counselors, the school nurse and several teachers. A liaison from Westmoreland Regional Hospital's Comprehensive Counseling Center and a school based Juvenile Probation Officer also participate in this program. The members of the team are trained by staff from Saint Vincent College Drug and Alcohol Prevention Projects. This group also deals with depression and emotional disorders. The goal is for these students to regain positive self-esteem, develop effective decision-making skills and healthy attitudes.

There is also a focus on higher education. Westmoreland County schools have incorporated the use of computers in many of the classrooms. Also, many courses and electives have been designed to help students plan for the future. Hempfield Area High School offers a comprehensive program providing college preparatory, business, general and vocational technical courses. Of their special curriculum, the largest percentage of students is enrolled in the college preparatory program.

There are a number of higher-education institutions that are available to the County's citizens. The University of Pittsburgh at Greensburg, Seton Hill University, Saint Vincent College and Penn State University at New Kensington all offer four-year degree programs as well as selected graduate degree opportunities. The Westmoreland County Community College, with its main campus located in Youngwood, offers two-year programs, as well as a nursing school, and has an enrollment of 7,100 students. Outside, but in close proximity to the County, are Carnegie-Mellon University, the University of Pittsburgh, Duquesne University, Robert Morris University, Point Park University, Carlow University and Indiana University of Pennsylvania. Besides offering quality educational systems for our children to learn and grow, the County has many training and vocational schools. For more information on the educational facilities and programs please visit <http://wconnection.tripod.com/>.

COUNTY OF WESTMORELAND, PENNSYLVANIA

PUBLIC LIBRARIES

The Westmoreland County Federated Library System (WCFLS) serves all Westmoreland County residents through their local library. Each library maintains its own schedule of operating hours; most libraries provide evening and weekend hours in response to community need.

Library cards are free to all county residents and provide access to more than 750,000 catalogued items. Twenty libraries in the County belong to the Westmoreland Information Network (WIN), a consortium that provides access to resources, services and programs through an integrated web-based automation program. Cardholders are able to request materials to be sent to a local library of their choice, renew borrowed items online, maintain reading and search histories and receive email notices regarding their library activity. The libraries participating in WIN are Adams Memorial Library (Latrobe), Belle Vernon Public Library, Delmont Public Library, Greensburg-Hempfield Area Library, Jeannette Public Library, Ligonier Valley Library, Manor Public Library, Monessen Public Library and District Center, Mount Pleasant Public Library, Murrysville Community Library, New Alexandria Public Library, New Florence Community Library, Peoples Library (New Kensington), Rostraver Public Library, Scottdale Public Library, Sewickley Township Public Library, Smithton Public Library, Trafford Community Public Library, Vandergrift Public Library, and the West Newton Public Library.

Other public libraries in Westmoreland County are located in Avonmore, Hyde Park, Penn Township and Irwin/North Huntingdon.

Westmoreland County allocated \$301,500 for public library support in 2010. Additional Federal and State funds enable libraries to offer literacy programs, inter-library loan delivery service, audio books, career information, local history, large print books, reference materials, genealogy assistance, online access to magazine and journal articles, encyclopedias and e-books through the POWER Library databases and 247 reference referrals through AskHerePA.org. Information about public libraries in Westmoreland County can be found at www.wlnonline.org.

MEDICAL CARE

Excelsa Health is committed to maintaining community-based hospitals providing ease of access to vital acute care services and emergent care. Highly specialized services such as invasive cardiology, neurosciences, maternity care and cancer care are coordinated under the Center of Excellence model and anchored within one of the County hospitals. In this manner, we strive to improve the health and well-being of every life we touch. Excelsa Health continues to upgrade its facilities through capital improvements.

In 2010 Westmoreland Hospital continued work on a renovation which added 3,400 square feet and refurbished another 3,700 square feet in the emergency department. A new entrance, waiting areas, registration and triage locations and eight more treatment rooms were added. Parking was increased and ambulance access was improved.

Latrobe Hospital is now home to an Austin's Playroom, a gift from the Mario Lemieux Foundation, which opened in November 2010. It is the 21st Austin's Playroom to open, the first in Westmoreland County. It features an assortment of toys, games, TVs and video game systems. The room is designed to make life easier for children and parents who frequently visit the hospital for either regular tests or occupational therapy.

The Outpatient Services Center at Frick Hospital features a centralized outpatient registration area. This area is surrounded by a variety of outpatient testing areas and services.

Excelsa Health hospitals are posting Emergency Department wait times online to help consumers make informed decisions about where they will seek health care. The wait times are available on Excelsa Health's home page, www.excelsahealth.org. The information is updated hourly and reflects the anticipated time to get from the welcome desk to an emergency department exam room.

Medical care is provided by three hospitals in the County:

<u>Facility</u>	<u>Location</u>	<u>Licensed Beds</u>
Westmoreland Hospital	Greensburg	364
Frick Hospital	Mt. Pleasant	102
Latrobe Hospital	Latrobe	188

COUNTY OF WESTMORELAND, PENNSYLVANIA

UTILITIES

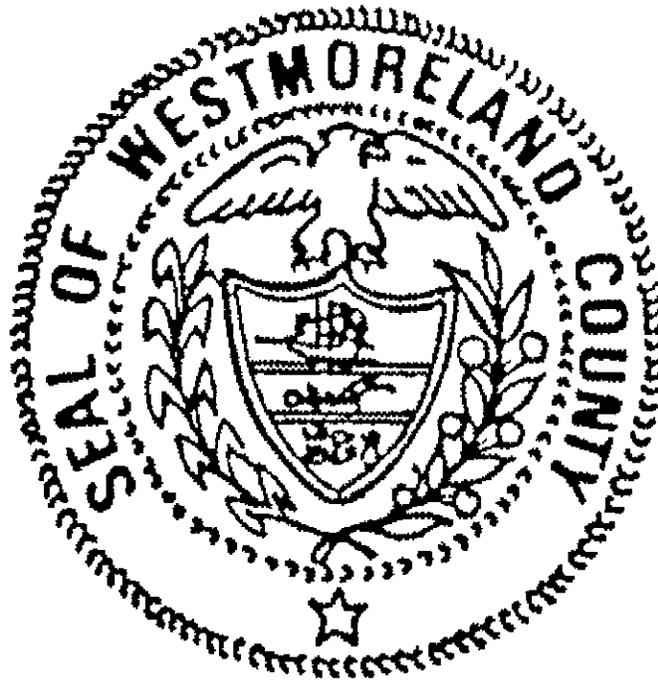
Westmoreland County provides various utility companies from which to choose, including sewage, water, gas, telephone and electric companies.

There are 27 municipalities or authorities that provide sewage throughout the county. Water service is provided from 15 private and municipal companies. Primary among these companies is the Municipal Authority of Westmoreland County (MAWC).

In Pennsylvania, the markets for natural gas supply, electrical service and local telephone service are open to competition. Gas companies included are Dominion Peoples Company, Columbia Gas of Pennsylvania, T.W. Phillips Gas & Oil Company, Equitable Gas Company and PG Energy, Inc.

Electric service (generation, transmission and distribution) is provided by such firms as Allegheny Power, Duquesne Light, Metropolitan Edison, Green Mountain and a number of other suppliers.

Telephone services are provided by Verizon Inc., AT&T, LCI International Corp., Comcast, MCI Telecommunications Corp., SPRINT of Pennsylvania, and several independents.



COUNTY OF WESTMORELAND, PENNSYLVANIA

COUNTY OPERATIONS

CURRENT YEAR INITIATIVES:

AREA AGENCY ON AGING

The mission statement of the Westmoreland County Area Agency on Aging is "We hereby adopt the mission to be responsible, to the maximum degree of our resources, to assist and enable older and disabled persons to live their lives as independently as their circumstances will allow and in the best possible and desired manner". The agency worked hard in 2010 to realize this mission.

This year the Area Agency on Aging continued to expand its abilities to transition persons from nursing homes to the community. Over twenty-seven (27) persons were successfully transitioned this year.

The Waiver Program, which provides in-home services for people who would otherwise be in a nursing home, provided services to 340 people. The Area Agency on Aging is committed to helping people to remain in their homes as long as possible. The Information, Referral and Intake Unit completed a total of 125,614 contacts. The Assessment Unit completed a total of 2,800 assessments. This total of all assessments includes nursing home, OBRA and community services (including Waiver) assessments. The Care Management Unit provided services to 1,435 persons. This includes nursing facility clinically eligible and Waiver consumers.

In-home services consisting of personal care and health services were provided to 768 people. The agency also provided senior citizen services including meals (107,303) and senior center visits (258,920) to 4,851 people. A total of 153,242 home-delivered meals were provided to a total of 752 consumers who were unable to be serviced by the private sector. The Area Agency on Aging maintains links with seventeen non-profit meal providers throughout the county by serving on their boards, providing technical assistance and if necessary and possible, one-time grants.

The Agency participated in the funding of transportation services to 5,150 persons countywide. These persons received 105,968 one-way trips.

BEHAVIORAL HEALTH/DEVELOPMENTAL SERVICES

The Westmoreland County Behavioral Health and Developmental Services department oversees over 120 million dollars in funding for Westmoreland County citizens who are in need of mental health, intellectual disability and early intervention services. The mission is to provide the opportunity for each individual to choose appropriate services and supports which promote hope, growth, recovery, quality of life and inclusion in his/her community. The BH/DS program continuously applies for additional grants and funds to maintain, improve or create new services to meet the needs of individuals and their families in the county. All direct services are provided through contracts with over 49 agencies, offering quality services and numerous choices for consumers.

The Behavioral Health Program served 11,857 through HealthChoices and 4,902 through the county funded base allocation for fiscal year 2009-2010. Since the two have separate reporting systems, this is not an unduplicated count so there are individuals who were served by both systems. In 2010, as our county base allocation continues to shrink, HealthChoices funding continues to be a major financial source to build our continuum of services necessary to support individuals to live in the community and experience a high quality of life.

The Criminal Justice Liaisons program provides support and assistance to "intercept" persons with mental illness and co-occurring disorders to ensure: opportunities for diversion, appropriate re-entry to their community, timely movement through the criminal justice system, prompt access to treatment and support services and linkage to community resources. Three Criminal Justice Liaisons, assigned regionally, work collaboratively with representatives from various entities in the county including local district justices, court systems and community services to achieve the above-mentioned goals. In 2010, 385 individuals were served.

The Outpatient Services Satellite was established on-site at the Westmoreland County Regional Juvenile Services Center. It houses both juvenile probation and a regional detention center as well as most recently, an emergency child/adolescent youth shelter. It is targeted to serve children and adolescents who are currently involved with either local Office of Children and Youth Services (OCYS) or Juvenile services and in need of mental health or drug and alcohol treatment. Opened in late Fall 2010, the standard diagnostic and therapeutic services are being provided on-site by a child/adolescent psychiatrist and therapist two days a week currently. It will be expanded as the volume of need increases. Having an outpatient facility on-site provides more readily available and timely access to evaluations and treatment that is often required for OCYS and Juvenile services to comply with the courts and to determine the most appropriate recommendations for treatment and placement.

COUNTY OF WESTMORELAND, PENNSYLVANIA

In partnership with the Westmoreland Drug & Alcohol Commission, the Westmoreland County Probation Office and several other court and community agencies, our administrative office assisted in the development of a Day Reporting Center. The program serves criminal justice clients who are at risk of being revoked and sentenced to the county jails due to failure to comply with sentencing court requirements. A high percentage of these individuals struggle with both mental health and drug & alcohol issues and the Day Reporting Center will bring all the needed treatment, case management, support services and probation surveillance needs to one centralized location.

In 2010, the Westmoreland County Behavioral Health department implemented a Parent Mentor program which is a non-licensed, non-medical program. This program initiative received funding through the Integrated Children's Services Initiative. Adelphoi Village is the entity which operates the service. As with other peer driven endeavors, the parent mentor program has two parent mentors who have experience raising children involved in behavioral health or co-occurring services to treat mental illness or substance abuse issues. They are working with families and/or caregivers raising children/adolescents with social, emotional or behavioral problems and/or problems with substance use/abuse. Their role is to help empower families to develop their own vision and a definition of success for the family unit and to implement a plan to achieve that success and vision.

Every year, Westmoreland County Community Support Program (CSP) hosts an annual Recovery Conference. The theme of the 2010 Recovery Conference was "Enjoying Life in Recovery". Nearly 200 attendees listened to our keynote speaker, Gina Calhoun from the Office of Mental Health and Substance Abuse Services. Gina told her very personal story of hospitalization at Harrisburg State Hospital, life on the streets after eloping from HSH, and her own recovery journey that has led to employment with OMHSAS and her certification as a Peer Support Specialist.

For several years the Westmoreland County Suicide Prevention Task Force has directed efforts in a series of venues to address prevention and intervention of suicide. On September 25, 2010 the Westmoreland County Suicide Awareness and Prevention Task Force conducted its fourth annual walk at Twin Lakes Park in Greensburg; there were 157 in attendance which was the largest number of participants in the walk's brief history. A survivor's event was added to the walk for 2010; it took place one hour prior to walk registrations and was facilitated by Dr. Sam Lonich who is presently the Associate Professor and Chairperson of the Psychology Department at California University of Pennsylvania as well as the Director of the Child and Family Studies Institute at California University of Pennsylvania.

As consumers present with more and more complexity of both behavioral and physical health issues. It is evident that to best serve the individual, it is vital that the two systems of care merge care oversight. Two area agencies, Family Services of Western Pennsylvania (FSWP) and Southwestern Pennsylvania Human Services (SPHS) have been participating in a funding grant pilot to integrate behavioral health and or physical health services at one site. While the pilots have been operating for approximately two years, in 2010 a series of meetings were initiated with local, regional and state entities to review the outcomes of such initiatives and how to continue them in light of current regulations. The venue for continued exploration and discussion has been the HealthChoices Behavioral Health/Physical Health Oversight Committee.

Westmoreland County Developmental Services Program is the local entity identified to administer federal, state and local funding in order to provide adequate support and services to persons with developmental disabilities living in our county. In 2010, the Westmoreland County Developmental Services Program served 1,330 individuals. Whenever possible, services for individuals with developmental disabilities emphasizes home-based and community supports.

Federal funding through the Medicaid waiver programs provide a substantial opportunity for individuals who qualify to avoid institutional care and remain healthy and supported in their own community. Westmoreland County Developmental Services office administers two federal Medicaid waiver programs serving people with developmental disabilities: the Person Family Directed Support Waiver (PFDSW) and the Consolidated Waiver. In 2010, twenty-six individuals who previously had minimal or no services were enrolled in the PFDSW, bringing the total number served in the PFDSW to 309. This demonstrated a net increase in capacity of 18 people in the PFDSW program. An additional eleven individuals received support funded through the Consolidated Waiver in 2010, totaling 361 people served. An increase in capacity of 3 people in the Consolidated Waiver program was achieved in 2010.

Westmoreland County continued to expand services to individuals with state funding. In 2010, we served 215 individuals living in private homes with state funding. This represents a net increase of 21 people supported through this program in 2010. Budgets varied from \$750 to \$5,000 based on the individuals' utilization and assessed needs. Services offered include Home and Community Habilitation, Respite 24 hours, Companion Service, Family Aide, Recreation (day and overnight camps) Vehicle Accessibility Adaptations, Home Accessibility Modifications and Assistive Technology.

In Personal Care Homes throughout Westmoreland County 32 residents are currently registered with our Supports Coordination Organization. A new initiative was implemented to provide needed services to those residents ineligible for service through the Person/Family Directed Supports Waiver due to living in Personal Care Homes larger than 10 beds. With Base funding, Westmoreland County is now providing services to 19 individuals who reside in a large capacity Personal Care home. Services include Home and Community Habilitation, Day Program, Vocational and Employment Supports, Transportation and Behavioral Supports.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Individuals diagnosed with a developmental disability in need of nursing home services and specialized services are offered support through the OBRA program while in the nursing home environment. In 2010, Westmoreland County Developmental Services provided supports to 44 adults with developmental disabilities living in nursing homes. The service is intended to supply the additional support that the nursing home is unable to provide due to the individual's unique behavioral or physical needs.

The month of March is designated as Intellectual and Developmental Disabilities (IDD) Awareness Month both nationally and in Westmoreland County. In preparation for March 2011, Westmoreland County Developmental Services Program Specialists organized and lead a committee comprised of representatives from the local service providers to coordinate numerous activities targeting Outreach, Community Awareness and Education to celebrate IDD Awareness month.

The Early Intervention Program provides supports and services to families with children birth to five years of age that have developmental delays. A child who demonstrates a delay of at least 25% in one or more developmental areas or has a qualifying diagnosis is eligible to receive services under the Early Intervention Program. Westmoreland County Behavioral Health and Developmental Services administer the birth to age three portion of the program for eligible families in Westmoreland County.

During Fiscal Year 2009/2010 the Westmoreland County Early Intervention Program provided services to 987 children. Of these 987 children, 455 transitioned on to the 3 to 5 preschool Early Intervention Program and 201 children successfully completed the goals on their Individualized Family Service Plans to the degree that they no longer required Early Intervention Services.

During Fiscal Year 2009/2010 there were 827 new referrals to the County Early Intervention Program, averaging out to 69 referrals per month. Of those referrals, 644 children were determined eligible to receive direct care services. Of the 183 children who were determined ineligible, 22 remained in tracking services since they had delays that were near the borderline of program eligibility.

CHILDREN'S BUREAU

The Westmoreland County Children's Bureau (WCCB) provides for the safety and welfare of children and serves to strengthen and preserve the family unit to ensure that children have a safe and permanent home in which to grow. The Children's Bureau maintains close partnerships with private social service agencies, school districts, drug and alcohol programs, behavioral health and developmental services programs and law enforcement agencies to provide a wide variety of services in an effort to achieve its mission.

WCCB continued implementing the Child Adolescent Needs and Strengths (CANS) assessment tool with targeted population. WCCB fully assumed Status offense (truancy/incorrigibility/runaway) referrals from the Juvenile Probation Office.

WCCB continued with a three (3) year project with the American Bar Association titled "Barriers to Permanency Project" which develops solutions toward alleviating any barriers to permanency for children. As a result of this project the following 5 sub-committees were developed.

- The Family Outreach sub-committee initiated meetings to develop policy to address visitation for incarcerated parents and their children. This sub-committee also finalized the development of a Family Handbook to assist parents in navigating the child welfare system
- The Behavioral Health sub-committee continues to meet to identify ways to de-mystify the mental health system. The most current project was to develop a Resource Link to navigate through the Value Behavioral Health System, Case Management and Supports and Community Action. There is intent to add other systems to this link.
- The Adolescence Permanency sub-committee finalized a Resource Guide for Youth Transitioning out of Care and a Contract for Youth Eighteen and Older who still remain in the care of WCCB.
- The Kinship sub-committee finalized the WCCB Kinship Policy and Procedure and subsequent staff training was provided.
- The Court and Legal sub-committee continues to meet and has addressed such issues as open adoptions, engaging incarcerated parents and drug court. This sub-committee has also finalized a Trial Discharge for Youth Policy.

Westmoreland County Community College continued the tradition of hosting a picnic at Idlewild for all WCCB adoptive families.

COUNTY OF WESTMORELAND, PENNSYLVANIA

The annual Christmas Present/Coat Drive was, once again, very successful, thanks in part, to the generosity of County employees and other donors. Approximately 910 children benefited with presents and 194 children received winter jackets.

To report suspected child neglect or abuse or to request assistance with a child's behavioral problems please call the Childline at 1-800-932-0313. To express interest in providing a temporary home for a child who has been abused or neglected, call the Children's Bureau office at 724-830-3300.

WESTMORELAND MANOR

Westmoreland Manor is a 408-bed nursing facility providing quality medical, nursing and rehabilitative care to the residents of Westmoreland County. In addition, Westmoreland Manor provides social services, therapeutic recreation, pastoral services, nutritional counseling and services, respiratory therapy, respite care, hospice care and beautician services.

Westmoreland Manor offers a continuum of care including both independent living apartments and skilled care. Westmoreland Manor has made strides in developing culture change to enhance the home-like environment and to listen to our residents and develop programs that enhance their quality of life. These programs include quality dining programs and activities that increase the residents' interactions with peers, staff, families and their community. A resident-staffed "Greeter Program" was added to involve residents in welcoming and assisting visitors.

The independent living unit, Eagle Tree Apartments, is close to capacity at all times. The 21 apartments offer an environment where seniors can continue to live independently and yet have the security of emergency staff availability 24 hours a day as well as meals and housekeeping services.

Westmoreland Manor continues to strive to be a good citizen in the community by participating in regional provider programs. One of the most rewarding community programs is the Goodwill Student Transition Works Program. High school students with special needs throughout the region spend a part of their school day at Westmoreland Manor on a regular basis and are assigned any number of tasks throughout the facility from escorting residents to caring for Sammy, the resident dog. Students learn what it's like to be in the work world, Westmoreland Manor gains the benefits of their work and the residents gain special relationships with young, enthusiastic students.

Under the constraints imposed by Medicare and Medicaid reimbursement systems, Westmoreland Manor continues to make systemic changes that allow for quality clinical services. With fiscal and marketing programs in place, the Manor did not require County funds for 2010 operational expenses. The Manor does not anticipate an appropriation of county funds for 2011.

Westmoreland Manor received a technology grant from the County Commissioners Association of Pennsylvania to assist in implementation of electronic medical records to improve efficiency and quality of care for the residents.

The board of Commissioners is committed to the mission of providing quality long term care for the residents of Westmoreland County. They provide continuing support to Westmoreland Manor and make policy decisions that will position the Manor to fulfill this mission in the future under the constantly changing fiscal and clinical environments.

WESTMORELAND COUNTY INDUSTRIAL DEVELOPMENT CORPORATION

Westmoreland County has continued growth in the industrial park system, which consists of four (4) brown-field redevelopment projects and eleven (11) green-field industrial parks. In 2010, 83,022-square feet of the 557,790-square feet of total building space have been leased to three (3) different companies. Additionally, reports on the county's green-field parks showed that 51.03 acres were either sold or optioned over the past year. This activity contributes to the 118 companies currently located within the industrial park system that employs more than 9,006 workers.

Development projects during 2010 include construction management for two county magisterial offices. The county magisterial courts consolidated Lower Burrell and Vandergrift district judge offices into one new location in the Towne Center Plaza off Route 56 in Allegheny Township, eliminating the Vandergrift office. In addition, design for a proposed office for the county's Export district judge was initiated with construction to begin by mid 2011.

During 2010, Sony Technology Center began phasing out operations and closed its 2.8 million square foot facility located near New Stanton due to a global restructuring of the Corporation and the declining market for its televisions. The Regional Industrial Development Corporation of Southwestern Pennsylvania (RIDC), in cooperation with State and local officials, began developing a master plan for the reuse of the existing building and signed a partnership agreement to do a comprehensive analysis of the site to begin marketing the building as a possible multi-tenant facility.

COUNTY OF WESTMORELAND, PENNSYLVANIA

The Business Retention and Expansion Program (BREP) continued its business outreach with more than 1,000 face-to-face visits to Westmoreland County employers. Westmoreland County Industrial Development Corporation (WCIDC) makes business retention calls annually, addressing business concerns such as marketing, hiring, training, and financing. Each call typically results in a referral to a Westmoreland affiliate – a partner-organization that works with the WCIDC to help solve the issue at hand.

DEPARTMENT OF PUBLIC SAFETY

The Department of Public Safety is responsible for the following programs and functions: 9-1-1, Emergency Management, Homeland Security, Hazardous Materials Response and West Nile Virus Control. The Department of Public Safety (DPS) is pleased to report that 2010 was a very effective year from an emergency services and emergency management perspective.

The County's 9-1-1 Center has upgraded its system to receive 9-1-1 calls over the internet (VOIP). The 9-1-1 Center also continues to upgrade our Intergraph CAD system to the latest version and to work with other County departments to jointly upgrade our maps in conjunction with the County GIS department so that all maps in the county will support each other.

The County experienced its first federally declared disaster since 2004 as a result of the record-setting snowfall that occurred during a series of back-to-back snowstorms that hit western Pennsylvania during February 2010. The Department of Public Safety called the response efforts OPERATION WINTER TEMPEST. The County Emergency Operations Center was operational for several weeks, including two days of 24 hour operations, in order to assist local response efforts. Jurisdictions within the County experienced millions of dollars of expenses during their mitigation efforts. The Department of Public Safety assisted hard-pressed jurisdictions in filling out the required paperwork in order to get federal reimbursement for most of the costs of their response and recovery efforts.

The Department of Public Safety continued its pro-active Homeland Security posture throughout 2010, training hundreds of first responders and elected officials on the National Incident Management System (NIMS) and the Incident Command System (ICS). A huge part of that program is an aggressive NIMS and ICS training effort in 17 county school districts as part of the SAFE SCHOOLS program. DPS is currently in the third year of a training and exercise program with the schools titled CAMPUS SHIELD that consists of a series of exercises to better prepare the schools for unexpected crises and emergencies. At the end of 2010, DPS had twelve county school districts participating in the program.

During May 2010, DPS conducted the fifth annual emergency management seminar for local elected officials and their emergency managers. This seminar was held at Westmoreland County Community College and was attended by nearly 100 elected officials and emergency coordinators. The theme of the seminar was "What Do We Do Next?" and covered the steps local elected officials and emergency management coordinators need to take once a disaster emergency has been declared.

The DPS Incident Response Team and the Mobile Command and Communications Center were deployed several times throughout the year. Missions included public safety and communications support for the Ligonier Days festival in October; public safety communications support for the annual Arts and Heritage Festival at Twin Lakes Park in July and communications and logistics support for several emergency situations that occurred in the county during the year.

An aggressive West Nile Virus (WNV) Surveillance and Control Program, executed by the department's WNV Technicians, began in the Spring of 2010. Surveillance started April 1st and ended October 31st. The WNV team trapped at dozens of different sites throughout the county, including sewage treatment plants, county parks, and recreational areas, areas near schools or playgrounds, areas of high population, nursing homes, wetland and swamp areas. There were no West Nile Positive mosquitoes discovered in the County and there were no human cases of West Nile Virus in the County during 2010.

BUREAU OF PARKS AND RECREATION

The Bureau of Parks and Recreation oversees nine parks and is a partner in the management of four trails maintained to provide visitors with a wide variety of benefits and experiences. Park programs continue to attract very large numbers of County residents. Large special events such as Mammoth Fest (formerly Super Fun Day), the Labor United Celebration at Northmoreland, the August Fun Fest at Cedar Creek Park and the Arts and Heritage Festival at Twin Lakes all attract between 10,000 and 25,000 people per day. The Bureau of Parks and Recreation has concentrated on developing family-oriented, low-cost events that offer a wide range of attractions for various age groups, and the residents of the County have responded by attending in ever-increasing numbers. Our newest events, the March for Parks and our Summer Environmental Programs, continue to grow. The March for Parks netted over \$50,000 in 2010, and the Parks hosted 15 Environmental programs or camps and 375 people participated.

COUNTY OF WESTMORELAND, PENNSYLVANIA

The Parks portion of the Westmoreland County website continued to grow. A total of 1,500,000 people visited the site in 2010; making it the most visited area of the County's site. The site now features over 160 pages of information including events and facilities, enhanced pavilion rental information, photo galleries, addition of the Peach Plaza Skate and Action Park, and a press release archive. Website users can now search pavilion rental availability online. Pavilion reservations reached 1,575 rentals. The office staff initiated a project to automate the pavilion reservation system and make it available for online reservations. This initiative should be completed in mid 2011. Event participants can even register online for some programs now. Westmoreland's parks are such a tremendous resource to our county residents, and this website has made it much easier to reach out to the public and promote events and activities going on in the parks.

In 2010 construction started on the Twin Lakes Park Expansion – Phase II, which will include a Dog Park, a winter sports area for tubing and sledding, a wheel chair accessible playground, a Life Trail Exercise Course scientifically designed for people 50 and older, two picnic pavilions and road and parking extensions. This project should be completed in late 2011.

In 2010 a skate park was constructed at Mammoth Park for use by skateboarders, freestyle bikers, in-line skaters and scooters.

INFORMATION SYSTEMS

During 2010 the Westmoreland County Information Systems department continued to make significant improvements to its server and communication infrastructure to support the increasing demands of its user community.

The county began a program to convert many of its client systems which are currently PC-based to virtualized systems utilizing PANO logic devices. This approach saves up to 95% of the energy costs associated with operating a PC-based system while affording greater flexibility to users and creating enhanced ability to centrally manage technology infrastructure.

The county also replaced 750 CRT-style monitors with energy efficient flat-screens. This effort was funded by a Federal Energy Stimulus grant. Energy savings of over 75% are expected. The County estimates that as much as \$56,000 in annual energy savings may be realized.

Finally, the County began a new Printer Management Program utilizing software and a contract with a local vendor. Expected benefits of this effort are a decrease in printing costs coupled with improvements in the manageability of county printing resources.

VOTER STATISTICS

	2006	2007	2008	2009	2010
Total Registered Voters	241,729	238,186	249,064	249,321	238,648
Democratic Party	132,992	130,832	136,941	136,009	128,232
Republican Party	86,052	83,799	87,753	88,257	86,472
Other Parties	22,685	23,555	24,370	25,055	23,944
Percent of Registered Voters casting ballots in the general election	53%	30%	72%	28%	53%
Voting Precincts	306	306	306	306	306

* Note: General Election Statistics

COUNTY AWARDS AND ACHIEVEMENTS

In 2010, The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Westmoreland County for its comprehensive annual financial report for the fiscal year ended December 31, 2009. This was the 24th consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

COUNTY OF WESTMORELAND, PENNSYLVANIA

FINANCIAL CONTROL AND ACCOUNTABILITY:

INTERNAL CONTROL

Governed under the auspices of the Third Class County Code, the County is managed by a board of three elected commissioners. The Board of Commissioners, together with an elected Controller and Treasurer, constitute the major participants in the development, maintenance and improvement of internal control on a countywide basis.

The development and maintenance of the County's internal control is essential so that other control characteristics can operate effectively. To ensure that the County's objectives will be achieved, internal control policies and procedures have been established. These policies and procedures consist of five elements:

1. Control Environment
2. Risk Assessment
3. Control Activity
4. Information and Communication
5. Monitoring

The Control Environment sets the tone of an organization and is reflected through the attitudes and control consciousness of the people working there.

The Risk Assessment is an entity's identification and analysis of relevant risks to the achievement of its objectives, forming a basis for determining how the risks should be managed.

Control Activities are the policies and procedures that help insure that management directives are carried out.

Information and Communication comprise the identification, capture, and exchange of information in a form and time frame that enable people to carry out their responsibilities.

Monitoring is a process that assesses the quality of internal control performance over time.

We believe that the County's internal control is effective and provides reasonable assurance that the County's specific objective of recording, summarizing, and reporting financial data is consistent with management's assertions in the financial statements.

The budgetary process is a major controlling influence in the governmental environment. The County's budget carries the force of law when spending limits are established in the legally adopted annual budget. Encumbrance accounting serves as an element of control in the integration of budgetary information into the financial system. Control is maintained at the object level through the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. It should be noted that an encumbrance represents only a commitment; it does not meet expenditure or liability recognition criteria. Encumbrances outstanding at year-end are re-encumbered at the onset of the subsequent year.

2010 BUDGET

On December 23, 2009, the Board of County Commissioners adopted an operating and capital budget for 2010 totaling \$314,200,926, with a property tax rate of 20.99 mills, and no millage increase from 2009.

INDEPENDENT AUDIT

The accounting firm of Zelenkofske Axelrod LLC was engaged to perform an audit of the County's basic financial statements and perform the financial and compliance audit required by the OMB Circular A-133 and Single Audit Act Amendments of 1996 for Federal as well as the DPW Single Audit supplement for State purposes. The independent auditors' report on the basic financial statements, required supplementary information and other supplementary information is included in the financial section of this report. The independent auditors' reports specifically related to the single audit are presented in separate reports.

INTERNAL AUDIT

The County Controller administers an internal audit function, which performs financial, and compliance audits as well as special purpose limited reviews of County offices, agencies, functions and authorities in accordance with Government Auditing Standards. The scope, timing and frequency of internal audits are determined by the formal audit plan adopted annually by the Controller. This plan considers statutory requirements, audit risks and current events/issues in determining the allocation of internal audit resources for a given period. All internal audit reports are submitted to the Board of Commissioners upon completion and are matters of public record. In 2010, the Controller's Office issued 52 internal audit reports.

COUNTY OF WESTMORELAND, PENNSYLVANIA

PROSPECTS FOR THE FUTURE

REGIONAL ECONOMIC OUTLOOK:

Despite economic uncertainties which are rooted in national and world affairs, Westmoreland County continues to generate interest in the business community for the location of business enterprises within the County.

The Economic Growth Connection of Westmoreland is an agency specializing in providing the private sector leadership to develop business opportunities, and financing that creates and retains quality jobs in Westmoreland County and the region. Some of the Economic Growth Connections strategic initiatives include loan packaging, business outreach, workforce development and training facilitation. Industrial sites from 2 to 600 acres and industrial buildings from 5,000 to 400,000 square feet are waiting in Westmoreland County. The County maintains a computerized list of available properties containing the attributes of each facility. In addition to the County industrial parks, there are approximately 10 privately owned parks.

In addition to the Economic Growth Connection of Westmoreland, the Westmoreland County workforce plays an important role in local business. They can boast traditional work ethics and pride, yet be receptive to change. These attributes have produced a workforce that is competent, loyal and hardworking. Full spectrums of educational and training facilities are readily available. There are five in-county colleges and universities in addition to the solid base of secondary and vocational school systems. The Private Industry Council of Westmoreland/Fayette, Inc. spearheads labor training programs. County government and business have a history of working together to provide a skilled labor force.

The work force personifies the geographical region of Westmoreland County. Geographically, the County is located within a 500-mile radius of the nation's primary eastern and mid-western markets which contain 70% of the nation's population. Westmoreland County offers an abundant supply of low cost energy resources. Utility rates are well below the national average and there is plentiful water for both short and long term use. Westmoreland County has the ability to move goods and people with two interstate highways, two Class I railroads, two County-owned airports, and two navigable rivers. There is a small town atmosphere with a proximity to Pittsburgh that offers suburban and rural lifestyles close to urban amenities. Low taxes, a wide selection of affordable quality housing, good school systems, exceptional hunting, fishing, recreational resources, and opportunities, as well as a very low crime rate, make Westmoreland County a great place to raise a family and develop a business.

TOURISM

Rich in colonial history with authentic historic sites such as Fort Ligonier, Bushy Run Battlefield and Hannastown, the County is a major tourist attraction. Westmoreland County hosts the third largest Arts and Heritage Festival in the state at Twin Lakes Park in July. In addition, Westmoreland County is home to twelve performing art theaters, including the Palace Theater, home of the Westmoreland Symphony; the Westmoreland Museum of American Art; historic museums; and Idlewild Park. Also, many communities throughout the County host local events and ethnic festivals.

With over 3,900 acres of park land, the County offers many activities such as camping, golfing, hiking and white water rafting for summer, as well as skiing, ice skating and hockey for winter. In addition to being the site of the first ever professional football game, Latrobe is the birthplace of Arnold Palmer and the late Fred Rogers.

Westmoreland County has strengthened its commitment to building tourism in the region through the creation of a Hotel Tax, the proceeds of which are dedicated to the promotion of tourism. During 2010 the Hotel Tax generated \$986,239.

TRANSPORTATION

With enduring efforts of our County leaders working with the Southwestern Pennsylvania Commission (SPC) and the Pennsylvania Department of Transportation (PennDOT), Westmoreland County is in the midst of construction of \$350 million of transportation improvement projects, making this four (4) year period possibly one of the most exciting and largest commitments ever to transportation in the history of the county. The completion of the rerouting of State Route 3090 and the Sony Interchange near New Stanton, as part of the Laurel Valley Improvement Project, will not only provide improved highway transportation for Westmoreland County residents, but will make way for the many companies now located in the New Stanton area's regional employment center.

COUNTY OF WESTMORELAND, PENNSYLVANIA

RAILROAD FREIGHT TRAIN/WESTMORELAND LOGISTICS PARK "RAIL FREIGHT INTERMODAL TERMINAL" OPERATIONS

Beginning operations in 1996 with just 600 car shipments, the County's short-line railroad operator, Southwest Pennsylvania (SWP) Railroad has business reporting stats of more than 4,532 cars shipped during the year 2010. The rail business has increased by more than 1,100 carloads due to additional customers and a new sand supplier for the Marcellus Shale gas well drilling industry. The County's rail freight intermodal terminal, Westmoreland Logistics Park, showed increased activity of 800 car shipments at the facility in 2010 and estimates an additional 300 in 2011. The WCIDC, SWP railroad and Savage Safe Handling (operator of the Westmoreland Logistics Park) have all continued to pursue new business and adapt to opportunities that may present themselves. The nationwide rail industry over the last year has had a slow but steady increase in shipments. It is anticipated that the increase of gas well exploration and development will continue to help bring new business to the county.

INDUSTRY

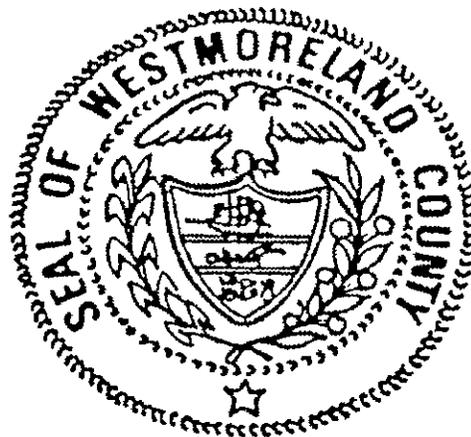
Boasting familiar industrial names such as Alcoa, Kennametal, and Elliott Company, Westmoreland County continues to move forward in economic development. Besides United Parcel Service, and Leedsworld, other Westmoreland County success stories have been ABB, Inc., Reinhart FoodService, Inc., Levin Furniture, Precision Metal Crafters, Bacharach, Inc., Westinghouse, Respironics, Inc., Baker Hughes Oilfield Operations, Hunting Energy Services, Allied Technology and many more.

Specialty machine shops continue to thrive in the County and reflect the workmanship of our skilled labor. In addition, the County has become attractive to such industry groups as fabrication, electronics, plastics, medical equipment, food processing and hardwoods.

Overall, the County is home to a diverse spectrum of manufacturing and distribution companies, which continue to be successful due to the attributes of our many resources.

Energy has become a major economic driver in the Commonwealth based on a number of factors. In particular, the Marcellus shale natural gas exploration has led to an influx of new companies in Western Pennsylvania looking to take advantage of low-cost energy and a boom in blue-collar jobs. Total Marcellus wells permitted across the state more than doubled from 1,985 in 2009 to 3,314 in 2010. It has been estimated that companies moving into or expanding in the region to tap Marcellus shale natural gas deposits could create nearly 200,000 jobs and generate more than \$13 billion in economic output in Pennsylvania over the next decade.

However, with this rapidly emerging industry, the region faces challenges with the lack of a trained workforce capable of filling the many positions that are becoming available. In 2010, in an effort to address this situation, Westmoreland County Industrial Development Corporation (WCIDC) became involved with and is supporting many aspects and initiatives regarding this growing industry and the local workforce. Some of these initiatives include development of a workforce training program with the Westmoreland County Community College through its Business and Industry Center. This program is designed to work with industry and job seekers to set-up training programs that will ensure entrance of available interested candidates into the gas industry workforce.



COUNTY OF WESTMORELAND, PENNSYLVANIA

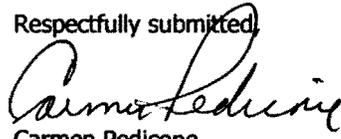
ACKNOWLEDGEMENTS

I would like to take this opportunity to express my sincere appreciation to the entire staff of the Controller's Office. Without their efficient and dedicated assistance, the preparation of this report could not have been completed on a timely basis.

I would also like to thank the County Commissioners and the other elected officials for their interest and support in planning and conducting the financial operations of Westmoreland County, as a whole, in a responsible and progressive manner. I would also like to thank the personnel of the County Authorities and the County's other component units for their cooperation and contributions to this year's Comprehensive Annual Financial Report.

Please visit our web site at www.co.westmoreland.pa.us.

Respectfully submitted,



Carmen Pedicone
Westmoreland County Controller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Westmoreland
Pennsylvania

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

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



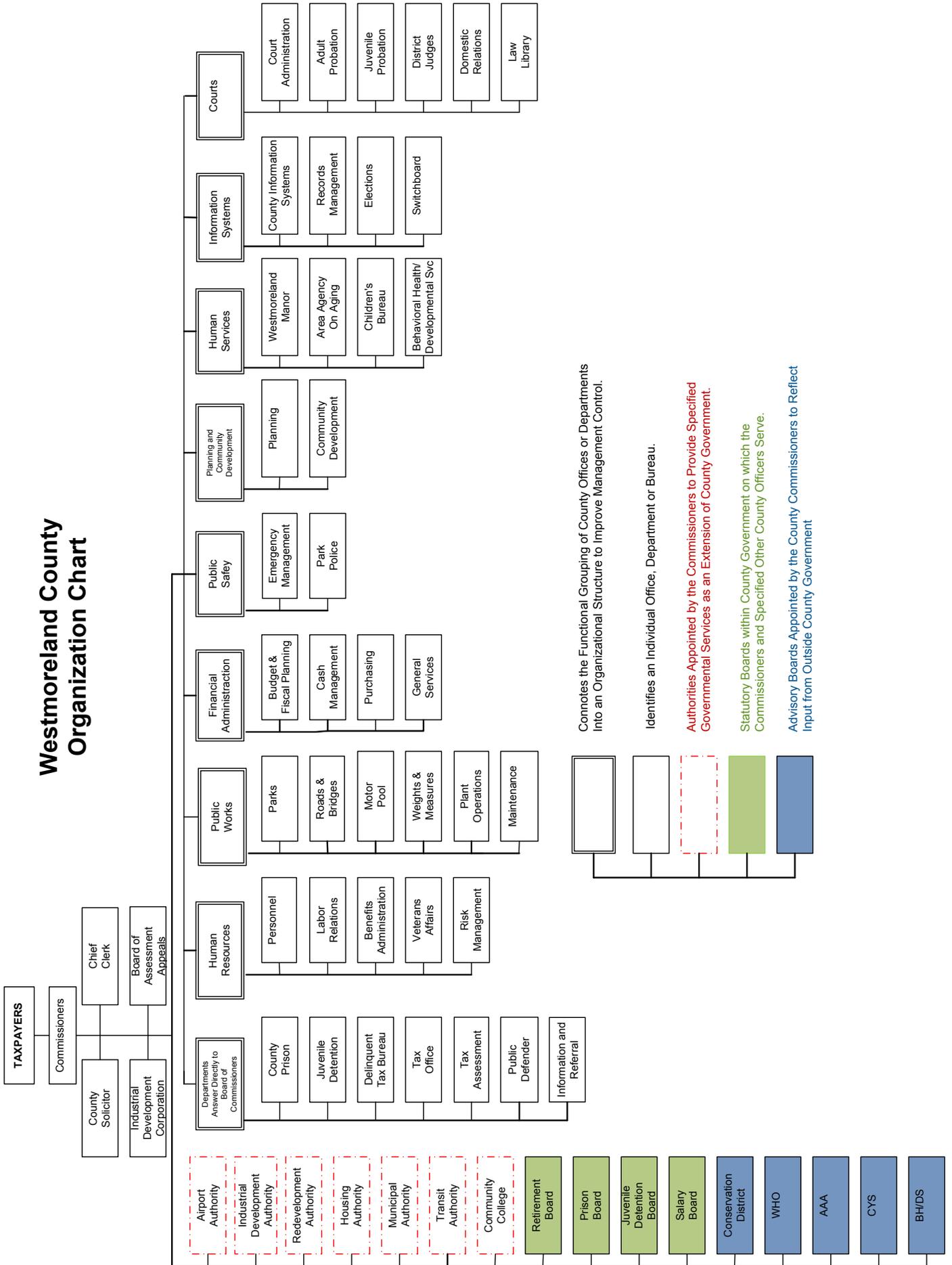
President

Executive Director

Westmoreland County



Westmoreland County Organization Chart



Connotes the Functional Grouping of County Offices or Departments Into an Organizational Structure to Improve Management Control.

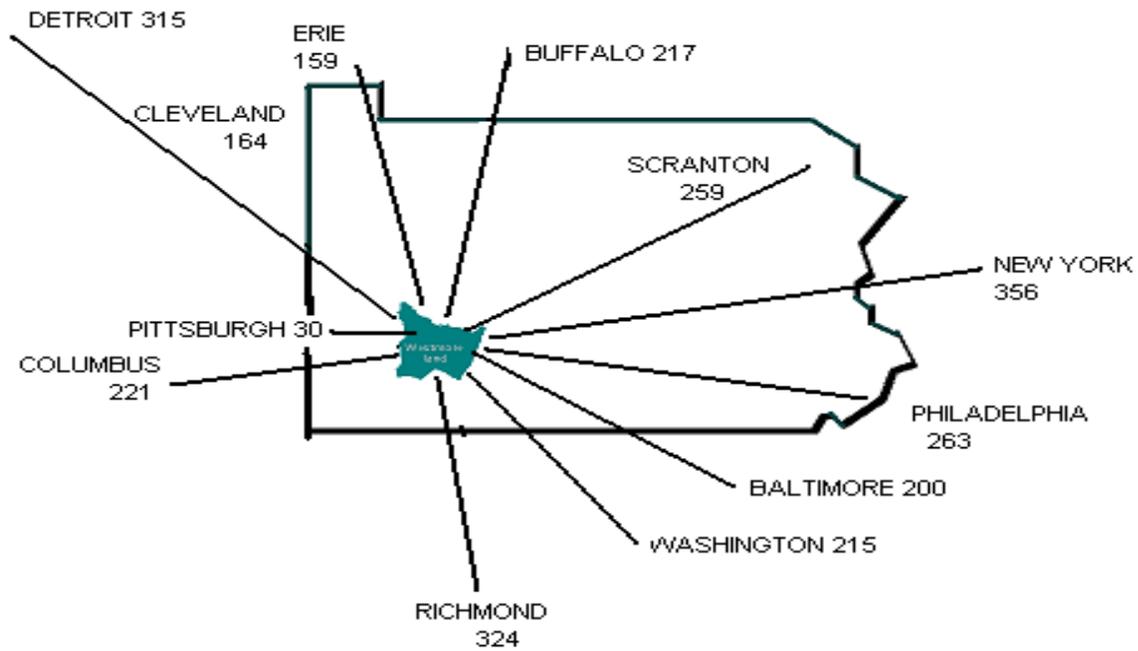
Identifies an Individual Office, Department or Bureau.

Authorities Appointed by the Commissioners to Provide Specified Governmental Services as an Extension of County Government.

Statutory Boards within County Government on which the Commissioners and Specified Other County Officers Serve.

Advisory Boards Appointed by the County Commissioners to Reflect Input from Outside County Government

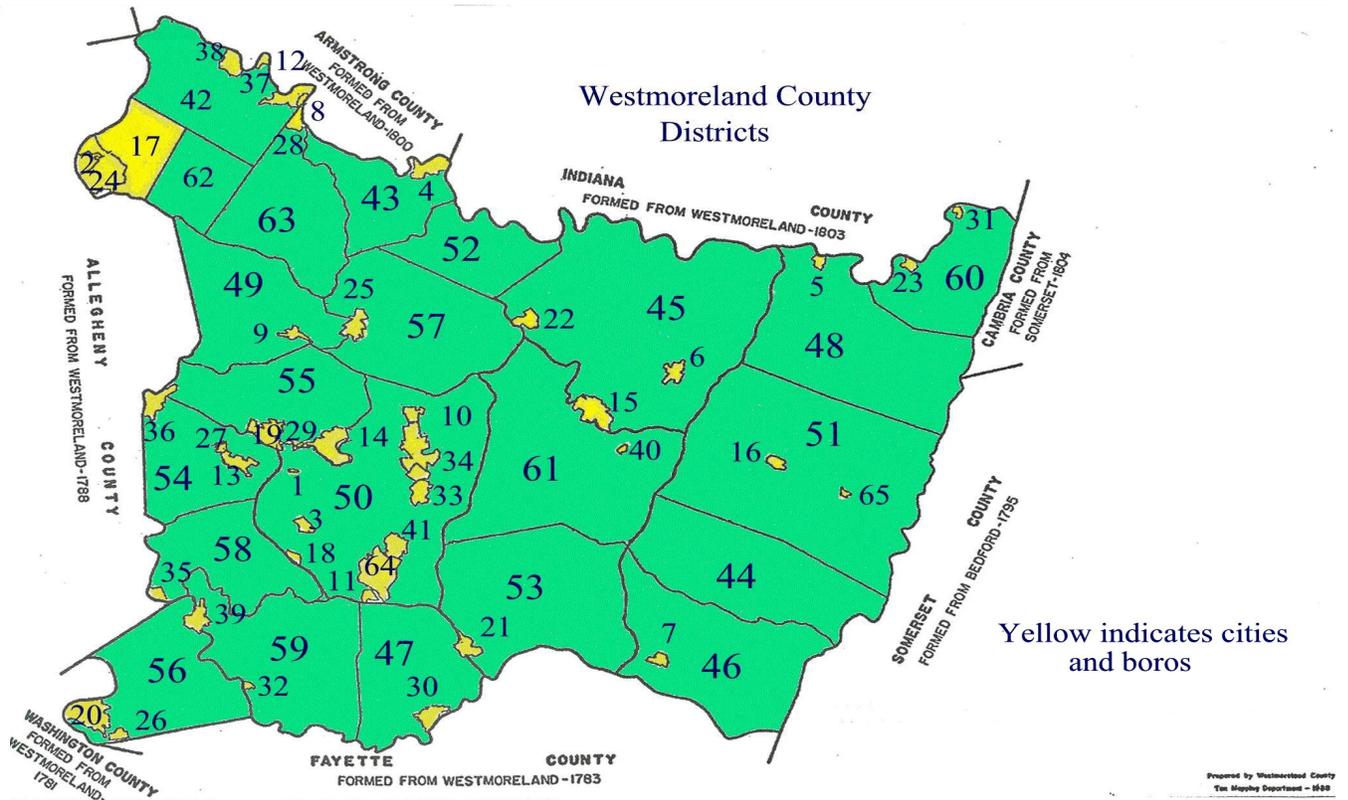
LOCATION OF WESTMORELAND COUNTY



APPROXIMATE DISTANCE IN MILES
TO MAJOR CITIES

WESTMORELAND COUNTY

BOROUGH, CITIES AND TOWNSHIPS

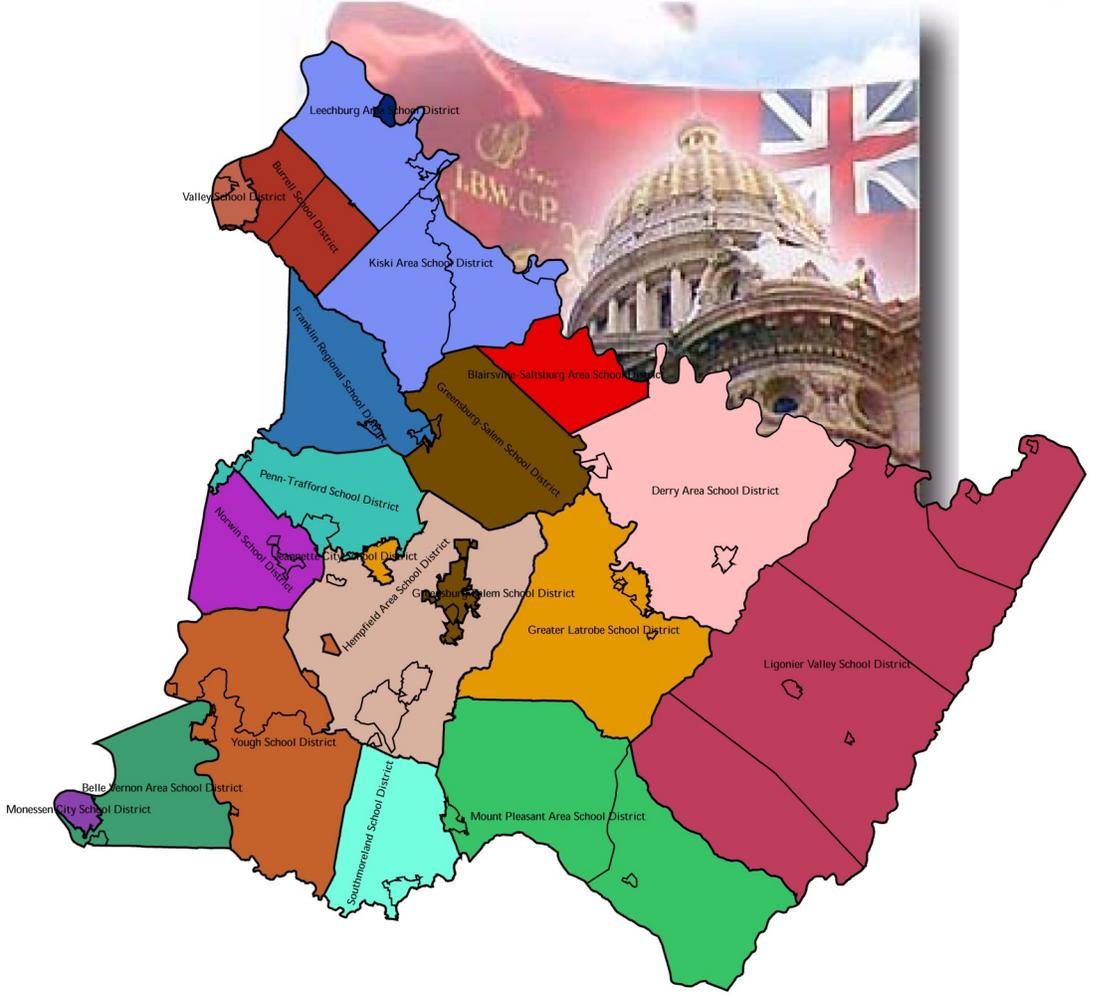


LEGEND

- | | | |
|--------------------------|---------------------------|--------------------------------|
| 01 Adamsburg | 22 New Alexandria | 44 Cook Township |
| 02 City of Arnold | 23 New Florence | 45 Derry Township |
| 03 Arona | 24 City of New Kensington | 46 Donegal Township |
| 04 Avonmore | 25 Delmont | 47 East Huntingdon Twp. |
| 05 Bolivar | 26 North Belle Vernon | 48 Fairfield Township |
| 06 Derry Borough | 27 North Irwin | 49 Municipality of Murrysville |
| 07 Donegal Borough | 28 Oklahoma Borough | 50 Hempfield Township |
| 08 East Vandergrift | 29 Penn Borough | 51 Ligonier Township |
| 09 Export | 30 Scottdale | 52 Loyalhanna Township |
| 10 City of Greensburg | 31 Seward | 53 Mt. Pleasant Township |
| 11 Hunker | 32 Smithton | 54 North Huntingdon Twp. |
| 12 Hyde Park | 33 South Greensburg | 55 Penn Township |
| 13 Irwin | 34 Southwest Greensburg | 56 Rostraver Township |
| 14 City of Jeannette | 35 Suterville | 57 Salem Township |
| 15 City of Latrobe | 36 Trafford | 58 Sewickley Township |
| 16 Ligonier Borough | 37 Vandergrift | 59 South Huntingdon Twp. |
| 17 City of Lower Burrell | 38 West Leechburg | 60 Saint Clair Township |
| 18 Madison | 39 West Newton | 61 Unity Township |
| 19 Manor | 40 Youngstown | 62 Upper Burrell Township |
| 20 City of Monessen | 41 Youngwood | 63 Washington Township |
| 21 Mt. Pleasant Borough | 42 Allegheny Township | 64 New Stanton |
| | 43 Bell Township | 65 Laurel Mountain |

Source: Westmoreland County Tax Mapping

School Districts of Westmoreland County



Legend

- Tax Districts
- Westmoreland School Districts**

District Name

- Belle Vernon Area School District
- Blairsville-Saltsburg Area School District
- Burrell School District
- Derry Area School District
- Franklin Regional School District
- Greater Latrobe School District
- Greensburg-Salem School District
- Hempfield Area School District
- Jeannette City School District
- Kiski Area School District
- Leechburg Area School District
- Ligonier Valley School District
- Monessen City School District
- Mount Pleasant Area School District
- Norwin School District
- Penn-Trafford School District
- Southmoreland School District
- Valley School District
- Yough School District



Created By :The G.I.S Department February, 2009

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Elected Officials**

December 31, 2010

President JudgeHonorable John Blahovec
Associate Judge.Honorable Christian F. Scherer
Associate Judge. Honorable Gary Caruso
Associate Judge. Honorable Richard E. McCormick, Jr.
Associate Judge.Honorable Debra Pezze
Associate Judge.Honorable John Driscoll
Associate Judge.Honorable Michele G. Bononi
Associate Judge. Honorable Rita Hathaway
Associate Judge.Honorable Alfred Bell
Associate Judge.Honorable Anthony Marsili
Associate Judge.Honorable Christopher Feliciani
County Commissioner, Chairman.Tom Balya
County Commissioner.Ted Kopas
County Commissioner.Charles W. Anderson
County Controller.Carmen Pedicone
Acting Sheriff Charles D. Moore
Coroner.Kenneth A. Bacha
Recorder of Deeds. Tom Murphy
Prothonotary.Christina O'Brien
Register of Wills.Earl S. Keim II
Clerk of Courts.Bryan L. Kline
Treasurer.Kathalyn O'Brien
District Attorney.John W. Peck, Jr.
Jury Commissioner.Daniel M. Blissman
Jury Commissioner.Frank E. Schiefer III



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FINANCIAL SECTION

FOR THE YEAR ENDED DECEMBER 31, 2010

INDEPENDENT AUDITORS' REPORT

The County's basic financial statements are audited each fiscal year by independent certified public accountants. The audits are conducted in accordance with generally accepted auditing standards.

The principal auditors' report on their examination of the County's basic financial statements is contained in this section.

Zelenkofske Axelrod LLC

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
County of Westmoreland
Greensburg, 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 WESTMORELAND, as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the COUNTY OF WESTMORELAND's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Westmoreland County Industrial Development Corporation and the Westmoreland County Health Choices Fund, which represent 71.4 percent, 87.5 percent and 56.7 percent, respectively, of the assets, net assets and revenues of the business-type activities and 100 percent of both the assets, net assets and revenues of these funds which are reported as major. We did not audit the financial statements of the Westmoreland County Employees Retirement Trust, which represent 92.5 percent and 47.7 percent of the assets and revenues, excluding appreciation in fair value of investments, respectively, of the aggregate remaining fund information. We did not audit the financial statements of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Westmoreland County Industrial Development Corporation, the Westmoreland County Health Choices Fund, the Westmoreland County Employees Retirement Trust and the discretely presented component units, is based on the reports of the 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 significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the 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 COUNTY OF WESTMORELAND, as of December 31, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 2 to the financial statements, in 2010 the COUNTY OF WESTMORELAND adopted the provisions of Governmental Accounting Standards Board's Statement No. 51, "Accounting and Financial Reporting for Intangible Assets", No. 53 *Accounting and Financial Reporting of Derivative Instruments* and No. 58 "Accounting and Financial Reporting for Chapter 9 Bankruptcies".

Harrisburg	Lehigh Valley	24	Philadelphia	Pittsburgh
830 Sir Thomas Court, Suite 100 Harrisburg, PA 17109 717.561.9200 Fax 717.561.9202	1101 West Hamilton Street Allentown, PA 18101-1043 610.871.5077 Fax 717.561.9202		2370 York Road, Suite A-5 Jamison, PA 18929 215.918.2277 Fax 215.918.2302	3800 McKnight E. Drive, Suite 3805 Pittsburgh, PA 15237 412.367.7102 Fax 412.367.7103

Zelenkofske Axelrod LLC

Board of Commissioners
County of Westmoreland

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2011, on our consideration of the COUNTY OF WESTMORELAND'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 the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of employer contributions and funding progress, and schedule of funding progress for other post employment benefits on pages 26 through 34 and 103 through 108 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Zelenkofske Axelrod LLC

ZELENKOFKSKE AXELROD, LLC

Pittsburgh, Pennsylvania
June 27, 2011

COUNTY OF WESTMORELAND, PENNSYLVANIA

Management Discussion and Analysis

As management of the County of Westmoreland, we offer readers of the County of Westmoreland's financial statements this narrative overview and analysis of the financial activities of the County of Westmoreland for the fiscal year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

The County of Westmoreland has unrestricted net assets of \$137,946,368 available to meet the government's ongoing obligation to citizens and creditors at the close of the 2010 fiscal year. The County's total net assets decreased by \$11,135,806.

As of the close of the current fiscal year, the County of Westmoreland's governmental funds reported combined ending fund balances of \$87,743,688, a decrease of \$5,817,511 in comparison with the prior year. Approximately 57% of this total amount, \$49,801,488, is *available for spending* at the government's discretion (*unreserved fund balance*).

At the end of the current fiscal year, unreserved fund balance for the general fund was \$35,972,687 or 35% of the total general fund expenditures.

Overview of the Financial Statements

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

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

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

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement from some items that will result in cash flows in the future fiscal periods. (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County of Westmoreland 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*). The governmental activities of the County of Westmoreland include Administrative, Judicial, Public Safety, Human Services, Public Works, Culture and Recreation and Conservation Development. The business-type activities of the County of Westmoreland include Health-Care, Public Safety and Economic Development operations.

The government-wide financial statements include not only the County of Westmoreland itself (known as the *primary government*), but also a legally separate corporation, several legally separate authorities, and a legally separate Community College for which the County of Westmoreland is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself. The Westmoreland County Industrial Development Corporation, although also legally separate, functions for all practical purposes as a fund of the County of Westmoreland, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 36-37 of this report.

COUNTY OF WESTMORELAND, PENNSYLVANIA

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 of Westmoreland, 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 of Westmoreland can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental 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 year. Such information may be useful in evaluating a government'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 statement. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County of Westmoreland maintains twenty-seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Behavioral Health/Developmental Services, Area Agency on Aging, Children's Bureau funds, all of which are considered to be major funds. Data from the other twenty-three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County of Westmoreland adopts an annual appropriated budget for twenty-seven of its funds. A budgetary comparison statement has been provided for these funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 38-41 of this report.

Proprietary Funds. The County of Westmoreland maintains only one proprietary fund type. *Enterprise funds* are used to report the same functions presented as *business-type* activities in the government-wide financial statements. The County of Westmoreland uses enterprise funds to account for Health-Care, Public Safety and Economic Development operations.

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 Industrial Development Corporation, Westmoreland Manor, 911 Surcharge and HealthChoices funds, all of which are considered to be major funds of the County of Westmoreland.

The basic proprietary fund financial statements can be found on pages 42-46 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not available* to support the County of Westmoreland's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 47-48 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 49-100 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning budgetary comparison of the general fund and major special revenue funds for which budgets are publicly adopted. Required supplementary information can be found on pages 103-108 of this report.

This report also includes other supplementary information that consist of budgetary comparison of expenditures of the major funds, the budgetary schedule of the Proprietary Funds, the combining and individual fund statements referred to earlier in connection with nonmajor governmental funds, the discrete component units, capital assets and long term debt payable. This information can be found on pages 110-182 of this report.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Government-wide Financial Analysis

As noted earlier, net assets over time may serve as a useful indicator of a government's financial position. In the case of the County of Westmoreland, assets exceeded liabilities by \$136,411,505 at the close of the most recent fiscal year.

While the County displayed the value of capital assets net of accumulated depreciation of \$103,608,100, the total investment in capital assets net of related debt is (\$7,051,149). This is largely due to refunding activities executed in previous periods that established the maturities of long-term debt beyond the accounting useful lives of the related assets. Additionally, unexpended bond proceeds of capital related debt exist totaling \$1,184,046. In general, capital assets are used to provide services to the citizens of the County of Westmoreland; consequently, these assets are not available for spending. Further, the resources needed to repay the related debt must be provided from other sources since the assets themselves cannot be used to liquidate the associated liabilities.

COUNTY OF WESTMORELAND'S NET ASSETS
at December 31, 2010 and 2009

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$ 118,553,336	\$ 126,066,304	\$ 82,184,271	\$ 75,321,000	\$ 200,737,607	\$ 201,387,304
Capital assets	62,975,587	61,002,814	40,632,513	53,851,162	103,608,100	114,853,976
Total assets	181,528,923	187,069,118	122,816,784	129,172,162	304,345,707	316,241,280
Long-term liabilities	97,710,653	100,965,125	31,460,993	33,400,219	129,171,646	134,365,344
Other liabilities	27,738,448	27,464,641	11,024,108	6,062,908	38,762,556	33,527,549
Total liabilities	125,449,101	128,429,766	42,485,101	39,463,127	167,934,202	167,892,893
Net Assets:						
Invested in capital assets, net of related debt	(28,204,547)	(34,343,240)	21,153,398	32,681,318	(7,051,149)	(1,661,922)
Restricted	5,454,301	5,397,986	61,985	61,834	5,516,286	5,459,820
Unrestricted	78,830,068	87,584,606	59,116,300	56,965,883	137,946,368	144,550,489
Total net assets	\$ 56,079,822	\$ 58,639,352	\$ 80,331,683	\$ 89,709,035	\$ 136,411,505	\$ 148,348,387

The County's balance of *unrestricted net assets* \$137,946,368 may be used to meet the County's ongoing obligations to citizens and creditors.

The County's net assets decreased \$11,135,806 and there was a restatement of \$801,076 (see Note 14) during the current fiscal year. This decrease was largely driven by substantial reductions in operating grants and contributions as well as the impact of an accounting change (which is fully detailed in the notes to financial statements). The federal government as well as the Commonwealth of Pennsylvania continues to struggle with the effects of the economic down turn. Consequently the County's heavy reliance on state and federal subsidies makes its financial position susceptible to changes in budgetary policy of those entities.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Governmental Activities. Governmental Activities resulted in a decrease in the County of Westmoreland's net assets of \$1,758,454. There was a prior period adjustment decrease of \$801,076 due to the implementation of GASB Statement No. 53 "Accounting and Financial Reporting for Derivative Instruments", as explained in Note 14.

Revenues decreased by approximately \$12.5 million dollars in 2010 versus 2009. This was primarily due to a \$16.4 million dollars decrease in operating grants and contributions.

Expenses declined by \$11.2 million dollars versus 2009. This was largely due to the Commonwealth of Pennsylvania paying the expenses of the mental retardation waiver program which amounted to a reduction of \$19.3 million dollars. The year ended December 31, 2010, was the first complete year for paying these expenses. This change is reflected in the above mentioned decline in revenues as well.

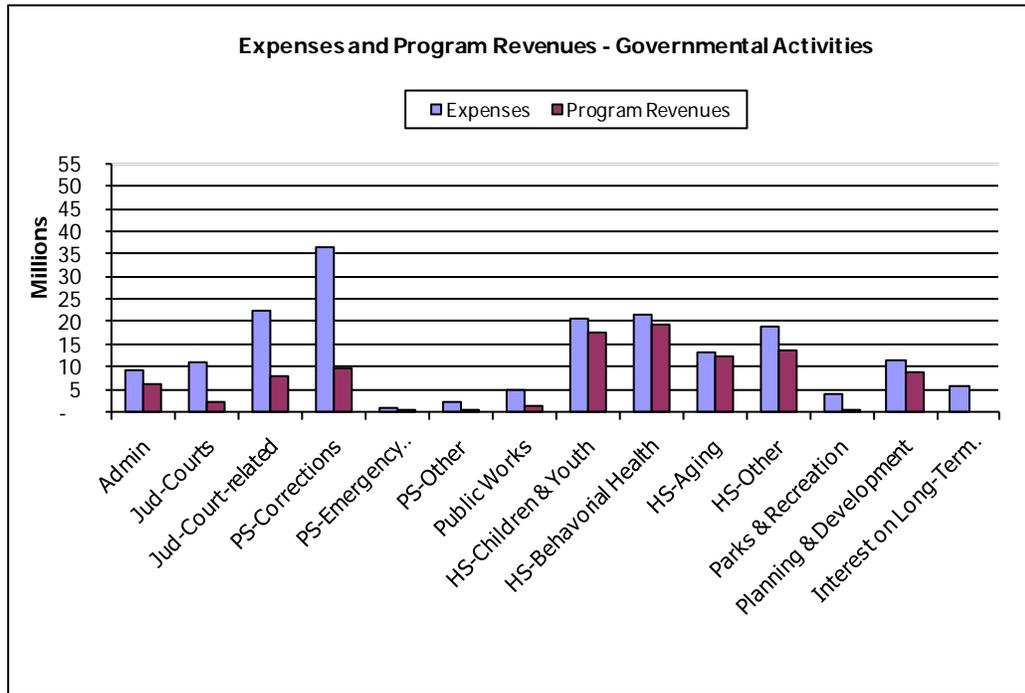
The Human Services-Children and Youth function had increased expenses of \$4 million dollars due to increased case loads and a shifting relating to placement of dependents from the Juvenile department to Children and Youth department.

The Board of County Commissioners continues to engage in aggressive management and budget oversight to control spending at the county levels.

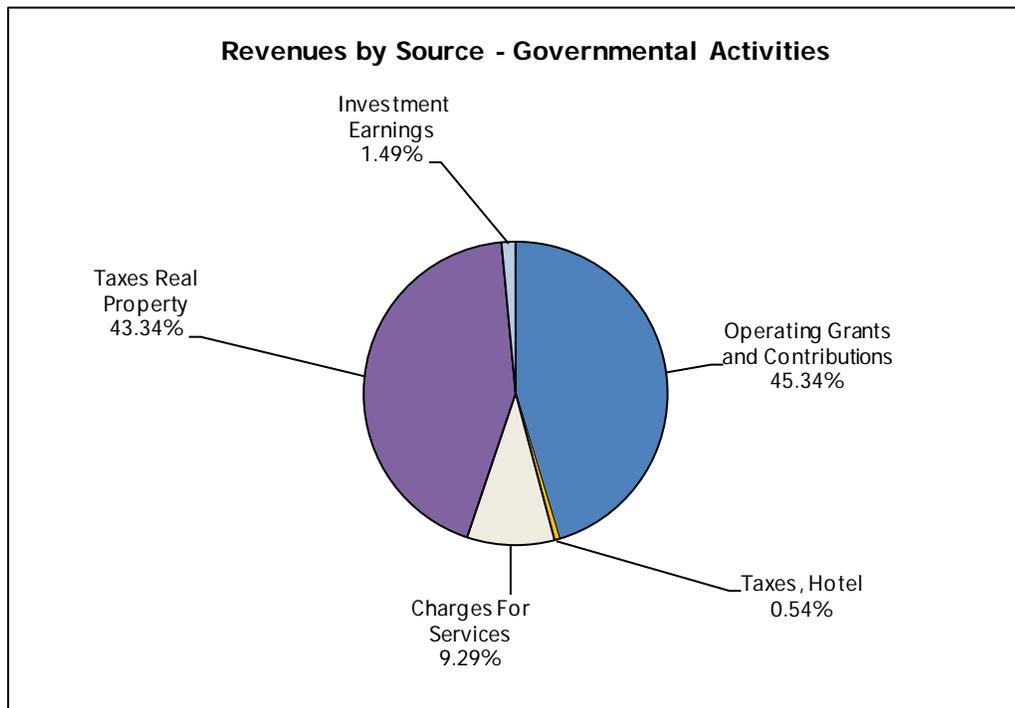
COUNTY OF WESTMORELAND'S CHANGES IN NET ASSETS
For the years ended December 31, 2010 and 2009

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program revenues						
Charges for services	\$ 17,098,441	\$ 16,324,350	\$ 51,796,505	\$ 50,086,092	\$ 68,894,946	\$ 66,410,442
Operating grants and contributions	83,433,881	99,804,136	56,915,592	54,838,431	140,349,473	154,642,567
Capital grants and contributions	-	-	881,492	2,803,652	881,492	2,803,652
General Revenues:						
Property Taxes	79,750,462	79,481,601	-	-	79,750,462	79,481,601
Hotel Taxes	986,239	898,958	-	-	986,239	898,958
Investment Earnings	2,748,273	61,239	105,652	169,337	2,853,925	230,576
Total revenues	184,017,296	196,570,284	109,699,241	107,897,512	293,716,537	304,467,796
Expenses:						
Administration	9,250,492	10,485,590	-	-	9,250,492	10,485,590
Judicial-Courts	11,049,335	11,136,167	-	-	11,049,335	11,136,167
Judicial-Court-related	22,272,127	21,509,339	-	-	22,272,127	21,509,339
Public Safety-Corrections	36,286,973	36,511,486	-	-	36,286,973	36,511,486
Public Safety-Emergency Management	907,887	986,015	-	-	907,887	986,015
Public Safety-Other	2,064,539	403,955	-	-	2,064,539	403,955
Public Works	4,899,092	4,670,344	-	-	4,899,092	4,670,344
Human Services-Children & Youth	20,683,465	16,633,847	-	-	20,683,465	16,633,847
Human Services-Mental Health	21,584,558	40,865,917	-	-	21,584,558	40,865,917
Human Services-Aging	13,163,035	12,504,252	-	-	13,163,035	12,504,252
Human Services-Other	18,815,121	16,431,352	-	-	18,815,121	16,431,352
Parks & Recreation	4,083,695	4,015,763	-	-	4,083,695	4,015,763
Planning & Development	11,559,333	11,571,718	3,954,742	5,009,090	15,514,075	16,580,808
Interest on Long-term Debt	5,606,769	5,667,178	-	-	5,606,769	5,667,178
County Nursing Home	-	-	43,031,188	43,620,111	43,031,188	43,620,111
9-1-1 Dispatching	-	-	19,849,227	14,827,456	19,849,227	14,827,456
Behavioral Health Managed Care	-	-	55,790,765	55,522,284	55,790,765	55,522,284
Total Expenses	182,226,421	193,392,923	122,625,922	118,978,941	304,852,343	312,371,864
Increases in net assets before transfers	1,790,875	3,177,361	(12,926,681)	(11,081,429)	(11,135,806)	(7,904,068)
Transfers	(3,549,329)	(4,591,487)	3,549,329	4,591,487	-	-
Increase in net assets	(1,758,454)	(1,414,126)	(9,377,352)	(6,489,942)	(11,135,806)	(7,904,068)
Net assets beginning of year	58,639,352	60,053,478	89,709,035	96,198,977	148,348,387	156,252,455
Prior period adjustment	(801,076)	-	-	-	(801,076)	-
Net asset beginning of year (restated)	57,838,276	60,053,478	89,709,035	96,198,977	147,547,311	156,252,455
Net assets end of year	\$ 56,079,822	\$ 58,639,352	\$ 80,331,683	\$ 89,709,035	\$ 136,411,505	\$ 148,348,387

COUNTY OF WESTMORELAND, PENNSYLVANIA

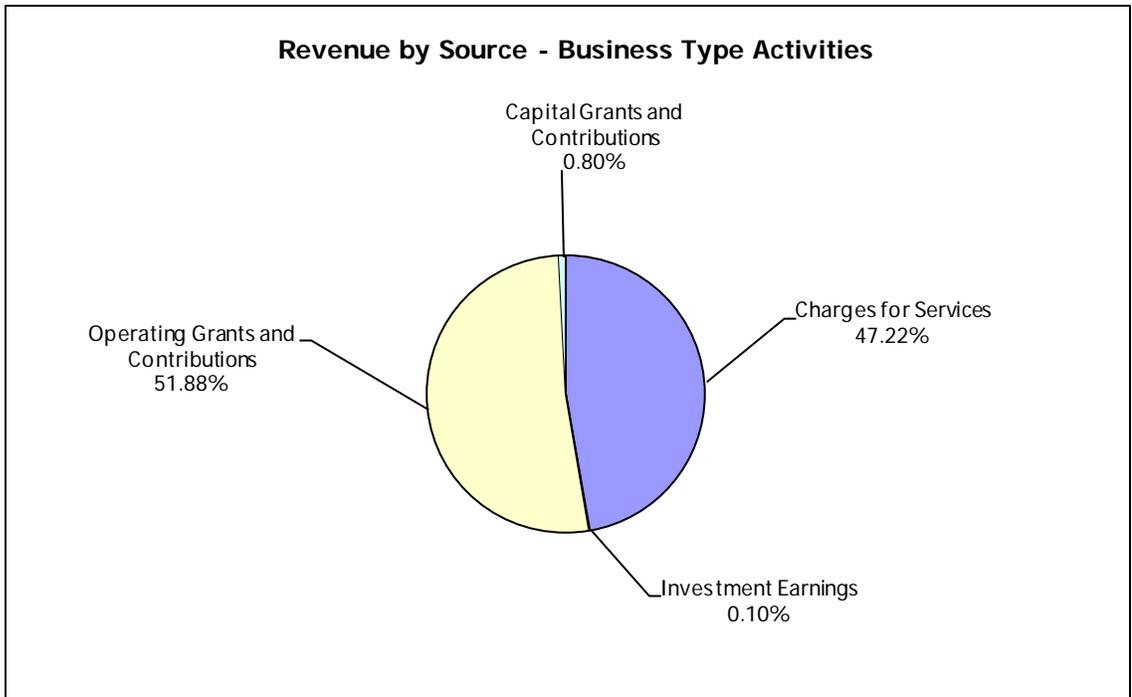
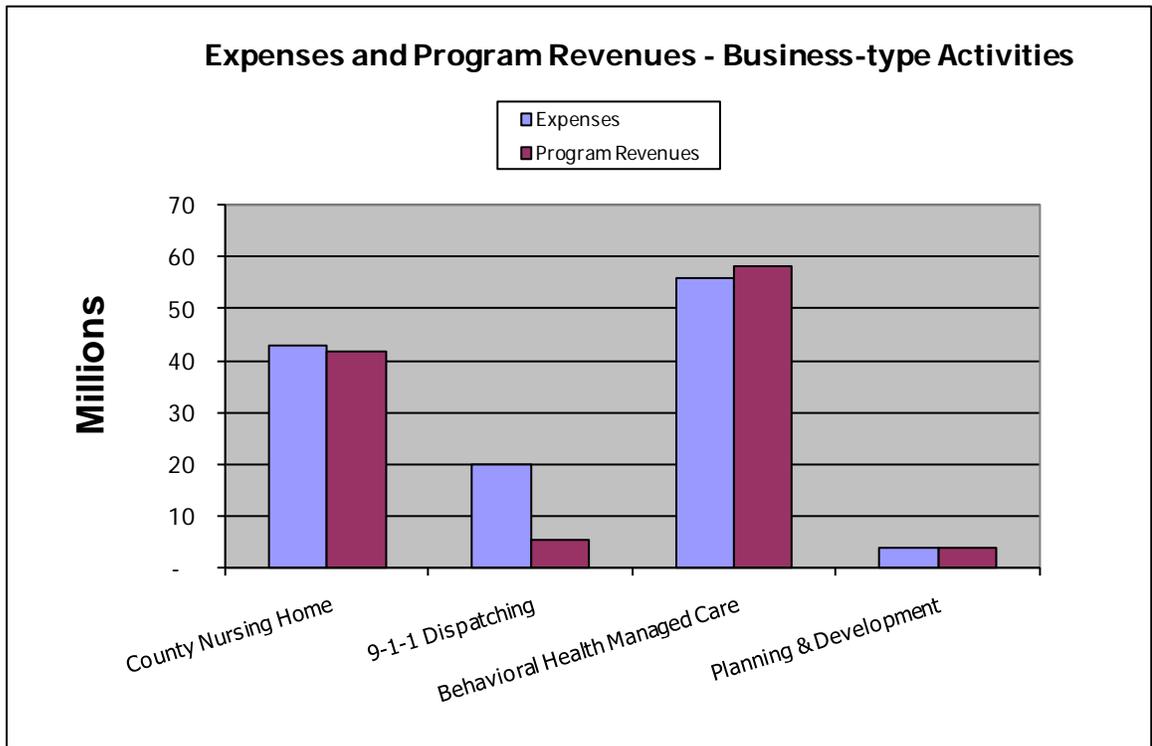


Operating grants are the number one revenue source of the County accounting for over 50% of governmental revenues. However, the County of Westmoreland's substantial dependency on grant revenues to finance its operations makes it susceptible to state and federal budget cuts. In the event of material, permanent decreases in state or federal funding, the Board of Commissioners of the County of Westmoreland would need to decide whether to continue programs with increases in local taxation or to downsize or eliminate programs altogether.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Business-type activities. Business type activities decreased the County of Westmoreland's net assets by \$9,377,352.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Business-type activities (continued). Total revenue for business-type activities was up by \$1.8 million dollars over 2009. Charges for services were up by over \$1.7 million dollars. This was largely attributable to increased activity at the Westmoreland Manor.

In contrast to governmental activities which showed a sharp decline in operating grants and contributions, business-type activities showed an increase of over \$2 million dollars. HealthChoices accounted for 75% of the increase.

Capital grants were down nearly \$2 million dollars due to decreased funding provided by the state and federal governments.

The 9-1-1- Dispatch implemented a capital asset system which resulted in a change in accounting estimate due to a re-evaluation in the useful lives of its assets. This was the primary driver in the increase in expenses for business-type activities. A complete explanation of the accounting change can be found in Note 5 in the notes to financial statements.

Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the County of Westmoreland's governmental funds reported combined ending fund balances of \$87,743,688 a decrease of \$5,817,511. Approximately 57% of this amount, \$49,801,488, constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed to various purposes.

The General Fund is the primary operating fund of the County of Westmoreland. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$35,972,687 while the total fund balance was \$70,393,533. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 35% of total general fund expenditures while total fund balance represents 68% of that same amount.

The fund balance of the County of Westmoreland's general fund decreased by \$722,340 during the current fiscal year; while the fund balances for the governmental funds decreased overall as mentioned above.

Other governmental fund balances decreased by approximately \$5,095,171. This was largely due to the expenditure of bond funds for the renovation of the Juvenile Detention Center and other capital projects.

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

Total net assets of the Proprietary funds amounted to \$80,331,683, a decrease of \$9,377,352. The factors concerning the financing of these funds have been discussed in the Business-type Activities Section.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Capital Assets and Debt Administration

Capital Assets. The County of Westmoreland's investment in capital assets for its governmental and business type activities at December 31, 2010 amounts to \$103,608,100 (net of accumulated depreciation). This investment includes land, buildings, vehicles, infrastructure, equipment and construction in progress.

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

- Renovations of the Juvenile Detention Center.
- Purchase of an Adult Probation/District Justice Building in Monessen.
- Construction of a District Justice Office in Allegheny Township.
- Slickville Road Reconstruction.
- Twin Lakes Park Expansion Phase II.

**County of Westmoreland's Capital Assets
(net of depreciation)
For the years ended December 31, 2010 and 2009**

	Governmental		Business-type		Total	
	Activities		Activities			
	2010	2009	2010	2009	2010	2009
Land	\$ 3,285,218	\$ 3,222,335	\$ 4,566,404	\$ 4,566,404	\$ 7,851,622	\$ 7,788,739
Buildings	77,545,774	69,629,135	30,310,582	27,907,047	107,856,356	97,536,182
Equipment, Furniture						
Fixtures	13,600,032	13,469,825	34,183,526	41,642,134	47,783,558	55,111,959
Vehicles	6,037,284	5,955,140	825,283	760,012	6,862,567	6,715,152
Infrastructure	31,295,920	30,769,226	25,768,794	24,926,040	57,064,714	55,695,266
Construction in Progress	1,305,416	3,225,903	-	463,964	1,305,416	3,689,867
Less Accumulated Depreciation	(70,094,057)	(65,268,750)	(55,022,076)	(46,414,439)	(125,116,133)	(111,683,189)
Total	\$ 62,975,587	\$ 61,002,814	\$ 40,632,513	\$ 53,851,162	\$ 103,608,100	\$ 114,853,976

Additional information on the County of Westmoreland's capital assets can be found on pages 71-73 and 176-178 of this report.

Long-term debt. At the end of the current fiscal year the County of Westmoreland had total bonded debt outstanding of \$107,004,961 all of which is backed by the full faith and credit of the County. The County's total debt decreased by \$4,430,668.

The Commonwealth of Pennsylvania regulates the amount of general obligation debt a governmental entity may issue via the Local Government Unit Debt Act. The current debt limitation for the County of Westmoreland is approximately \$737 million dollars, which is significantly in excess of the County's outstanding general obligation debt.

**County of Westmoreland's Outstanding Debt
General Obligation Bonds and Notes Payable
For the years ended December 31, 2010 and 2009**

	Governmental		Business-type		Total	
	Activities		Activities			
	2010	2009	2010	2009	2010	2009
General Obligation Bonds	\$ 89,821,755	\$ 93,668,721	\$ 16,463,206	\$ 16,801,908	\$ 106,284,961	\$ 110,470,629
Notes Payable	720,000	965,000	-	-	720,000	965,000
Total	\$ 90,541,755	\$ 94,633,721	\$ 16,463,206	\$ 16,801,908	\$ 107,004,961	\$ 111,435,629

Additional information on the County's long-term debt can be found on pages 87-95 and 180-182 of this report.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Budget Variance Analysis

The County's amended budget for general fund revenues was \$1,719,376 greater than that originally budgeted.

The budgetary process makes use of many estimates and assumptions. As each budget year progresses the Office of Financial Administration monitors the economic climate, the state and federal legislative agendas, and other current events that necessitate budget adjustments (amendments). Appropriate budget amendments are made as circumstances become known or reasonable probabilities can be assessed.

The Schedule of Revenues, Expenditures, and Changes in Fund Balance presented for the General Fund on page 103 details the original and amended budgets, as well as the actual results for each revenue source and expenditure function.

The actual revenue for the General Fund failed to meet the amended budgetary estimates by \$270,147. Federal and State grants accounted for 61% of the shortfall.

The expenditures for the General Fund stayed within the budget with actual expenditures coming in at \$669,987 under amended budget.

Economic Factors and Next Year's Budget and Rates

The national economy is still resistant to showing improvements that were projected to result from various fiscal stimulus that were put in place. Locally, county leaders are cautiously optimistic that unemployment is beginning to ease with the 2010, finishing with a 7.4% unemployment rate down from 9.3% in 2009.

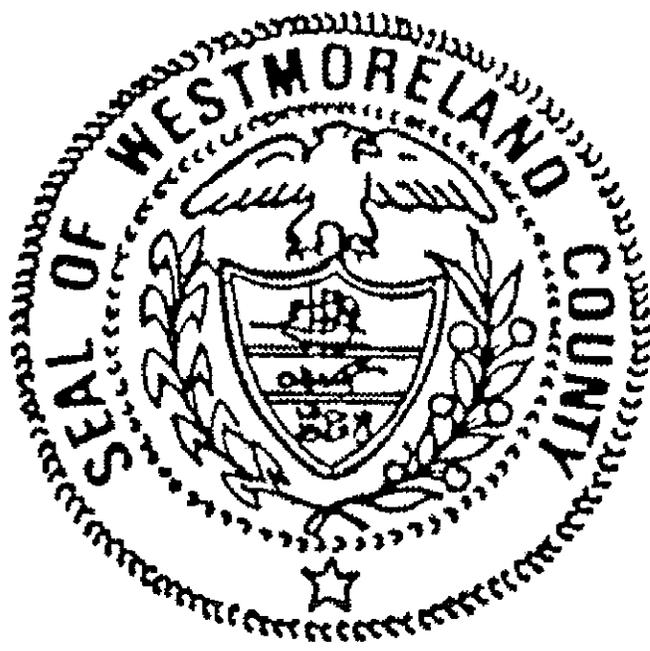
The County Commissioners, through the planning and development arm of the county, sponsor and participate in a variety of multi agency strategies geared to develop business and financing opportunities for private sector employers. These efforts are all focused on creating and retaining jobs in the county.

The County's pension fund performed well in 2010, delivering a 11.7% return. Despite strong investment performance the County can expect to make a substantial annual required contribution for the next several years to keep the fund actuarially sound. In 2010, the County contributed approximately \$6.2 million dollars while \$8.4 million dollars is budgeted for 2011.

The Board of County Commissioners maintains the tax levy at 20.99 mills for 2011. The general fund unreserved fund balance at the beginning of 2011 is \$35,972,687.

Request for Information

This financial report is designed to provide a general overview of the County of Westmoreland's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the Office of County Controller, 2 North Main Street, Suite 111, Greensburg PA 15601.



BASIC FINANCIAL STATEMENTS

County of Westmoreland, Pennsylvania
Statement of Net Assets
December 31, 2010

	Primary Government			Component Units
	Governmental Activities	Business Activities	Total	
ASSETS				
Cash and Cash Equivalents	\$ 56,526,365	\$ 28,980,571	\$ 85,506,936	\$ 18,083,450
Investments	1,000,000	-	1,000,000	1,800,000
Receivables:				
Property Taxes	4,087,437	-	4,087,437	-
Other Governmental Grants	9,984,651	-	9,984,651	1,477,367
Loans	-	93,849	93,849	-
Accounts Receivable	-	-	-	1,397,720
Other	3,378,306	8,089,536	11,467,842	983,283
Internal balances	4,765,736	(4,765,736)	-	-
Due from other governments	-	776,424	776,424	313,865
Land held for resale	-	-	-	16,304,846
Inventories	149,541	163,313	312,854	712,780
Deferred outflow of resources	3,627,371	664,424	4,291,795	-
Other Assets	1,792,830	851,628	2,644,458	63,012
Restricted Assets:				
Cash and cash equivalents	12,271,282	123,323	12,394,605	5,698,180
Investments	20,969,817	-	20,969,817	1,911,653
Accounts Receivable	-	-	-	420,809
Loan Receivable	-	-	-	14,226,548
Other assets	-	-	-	374,062
Loans Receivable	-	4,816,932	4,816,932	-
Loans Receivable from component units	-	50,000	50,000	-
Land held for resale	-	20,981,481	20,981,481	-
Developed land due from Redevelopment Authority	-	16,304,846	16,304,846	-
Developed land due from Economic Growth Connection	-	5,039,723	5,039,723	-
Other Assets	-	13,957	13,957	17,500
Capital Assets: (net)				
Depreciable	58,384,953	36,066,109	94,451,062	82,672,202
Non-depreciable	4,590,634	4,566,404	9,157,038	5,131,912
Total Assets	181,528,923	122,816,784	304,345,707	151,589,189
LIABILITIES				
Accrued Liabilities	15,939,587	10,100,806	26,040,393	5,761,389
Interest payable	75,244	-	75,244	88,679
Payable from restricted assets	-	61,338	61,338	-
Due to other governments	-	119,996	119,996	444,297
Unearned investment revenue	566,614	-	566,614	-
Unearned revenue	7,529,632	77,544	7,607,176	514,120
Derivative instrument	3,627,371	664,424	4,291,795	-
Developed lands due to other funds	-	-	-	16,304,846
Noncurrent Liabilities				
Due within one year				
Maturities of mortgages, loans & notes payable	245,000	814,556	1,059,556	1,203,657
Maturities of long-term debt	8,089,508	385,492	8,475,000	3,172,970
Maturities of capital leases	345,974	48,246	394,220	-
Compensated absences	185,999	89,617	275,616	-
Workers' compensation	255,120	584,640	839,760	-
Due in more than one year				
Maturities of mortgages, loans & notes payable	475,000	9,934,007	10,409,007	12,742,857
Maturities of long-term debt	81,732,247	16,077,714	97,809,961	33,221,333
Maturities of capital leases	1,012,405	57,895	1,070,300	-
Compensated Absences	557,997	127,251	685,248	2,317
Workers' compensation	1,064,013	2,438,317	3,502,330	-
Unfunded other postemployment benefits	3,747,390	903,258	4,650,648	125,074
Loans payable to primary government	-	-	-	50,000
Unearned revenue	-	-	-	1,224,612
Total Liabilities	125,449,101	42,485,101	167,934,202	74,856,151
NET ASSETS				
Invested in capital assets, net of related debt	(28,204,547)	21,153,398	(7,051,149)	54,008,088
Restricted for:				
Capital and economic development	-	61,985	61,985	4,803,674
Workers Compensation	5,454,301	-	5,454,301	-
Unrestricted	78,830,068	59,116,300	137,946,368	17,921,276
Total Net Assets	\$ 56,079,822	\$ 80,331,683	\$ 136,411,505	\$ 76,733,038

See accompanying notes to financial statements.

County of Westmoreland, Pennsylvania
Statement of Activities
Year ended December 31, 2010

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		Component Units
	Expenses	Indirect Cost Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	TOTAL	
PRIMARY GOVERNMENTAL Activities:							
Administration	\$ 18,092,237	\$ (8,841,745)	\$ 5,765,674	\$ 497,200	\$ -	\$ (2,987,618)	\$ -
Judicial-Courts	9,388,731	1,660,604	1,635,583	704,332	-	(8,709,420)	-
Judicial-Court-related	19,016,943	3,255,184	4,377,515	3,718,861	-	(14,175,751)	-
Public Safety-Corrections	33,803,216	2,483,757	2,845,553	6,935,099	-	(26,506,321)	-
Public Safety-Emergency Management	819,983	87,904	109,101	153,129	-	(645,657)	-
Public Safety-Other	2,017,809	46,730	139,534	51,145	-	(1,873,860)	-
Public Works	7,913,331	(3,014,239)	120,651	1,028,474	-	(3,749,967)	-
Human Services-Children & Youth	19,823,249	860,216	476,803	17,029,703	-	(3,176,959)	-
Human Services-Behavioral Health	21,338,305	246,253	27,140	19,350,120	-	(2,207,298)	-
Human Services-Aging	12,789,278	373,757	408,448	12,053,809	-	(700,778)	-
Human Services-Other	18,730,883	84,238	18,603	13,680,075	-	(5,116,443)	-
Parks & Recreation	2,921,496	1,162,199	407,832	181,500	-	(3,494,363)	-
Planning & Development	11,256,546	302,787	766,004	8,050,434	-	(2,742,895)	-
Interest on Long-Term Debt	5,606,769	-	-	-	-	(5,606,769)	-
Total Governmental Activities	183,518,776	(1,292,355)	17,098,441	83,433,881	-	(81,694,099)	-
Business-Type Activities:							
Planning & Development	3,954,742	-	2,888,057	55,314	881,492	(129,879)	(129,879)
County Nursing Home	41,979,435	1,051,753	41,081,816	875,316	-	(1,074,056)	(1,074,056)
9-1-1 Dispatching	19,658,471	190,756	5,528,938	-	-	(14,320,289)	(14,320,289)
Behavioral Health Managed Care	55,740,919	49,846	2,297,694	55,984,962	-	2,491,891	2,491,891
Total Business-Type Activities	121,333,567	1,292,355	51,790,505	56,915,592	881,492	(13,032,333)	(13,032,333)
Total Primary Government	304,852,343	-	68,894,946	140,349,473	881,492	(81,694,099)	(94,726,432)
COMPONENT UNITS:							
Mass Transit	9,902,882	-	1,012,885	11,024,477	-	-	2,134,480
Airports	4,686,181	-	2,636,281	-	2,012,486	-	(37,414)
Redevelopment	1,685,379	-	109,641	1,635,882	-	-	60,144
Industrial Park	576,580	-	151,926	111,233	1,949,238	-	1,635,817
Community College	60,183,761	-	44,574,233	13,566,085	4,338,160	-	2,294,717
Total Component Units	\$ 77,034,783	\$ -	\$ 48,484,966	\$ 26,337,677	\$ 8,299,884	\$ -	6,087,744
General Revenues:							
Taxes, Real Property						79,750,462	-
Taxes, Hotel						986,239	-
Investment Earnings						2,748,273	-
Transfers:						(3,549,329)	-
Total general revenues and transfers						83,590,626	363,285
Change in Net Assets						(9,377,352)	6,451,029
Net Assets-Beginning						58,639,352	70,282,009
Net Assets-Ending						89,709,035	76,733,038
Proir period Adjustment						(801,076)	-
Net Assets-Beginning (restated, Note 14)						89,709,035	70,282,009
Net Assets-Ending						57,838,276	76,733,038
						\$ 80,331,683	\$ 136,411,505

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Balance Sheet
Governmental Funds
December 31, 2010

	General	Behavioral Health/ Developmental Services	Area Agency On Aging	Children's Bureau	Total Nonmajor Governmental Funds	Total Governmental Funds
ASSETS:						
Cash and cash equivalents	\$ 32,097,833	\$ 3,551,242	\$ 4,414,605	\$ 633,399	\$ 15,829,286	\$ 56,526,365
Investments	1,000,000	-	-	-	-	1,000,000
Receivables:						
Property taxes	4,087,437	-	-	-	-	4,087,437
Other governmental grants	2,584,426	-	374,932	5,122,036	1,903,257	9,984,651
Other	2,851,223	241,602	9,551	43,404	232,527	3,378,307
Due from other funds	5,830,191	240,606	-	-	295,406	6,366,203
Inventories	149,541	-	-	-	-	149,541
Other assets	957,123	632,751	163,110	39,845	-	1,792,829
Restricted assets						
Cash and cash equivalents	12,271,282	-	-	-	-	12,271,282
Investments	20,969,817	-	-	-	-	20,969,817
Interfund loan receivable	380,930	-	-	-	2,048,285	2,429,215
Total assets	\$ 83,179,803	\$ 4,666,201	\$ 4,962,198	\$ 5,838,684	\$ 20,308,761	\$ 118,955,647
LIABILITIES:						
Accrued liabilities	\$ 8,807,190	\$ 1,820,016	\$ 1,871,222	\$ 2,006,744	\$ 1,434,415	\$ 15,939,587
Workers' compensation	255,120	-	-	-	-	255,120
Due to other funds	136,288	21,244	4,854	2,017,614	1,849,682	4,029,682
Deferred revenue	3,587,672	2,824,941	2,754,889	1,814,326	5,742	10,987,570
Total liabilities	12,786,270	4,666,201	4,630,965	5,838,684	3,289,839	31,211,959
FUND BALANCE:						
Reserved for encumbrances	1,197,650	-	-	-	-	1,197,650
Reserved for debt service	21,334,503	-	-	-	1,044,408	22,378,911
Reserved for inventories and prepaid assets	1,106,664	-	-	-	-	1,106,664
Reserved for workers' compensation	5,454,301	-	-	-	-	5,454,301
Reserved for affordable housing	-	-	-	-	2,476,946	2,476,946
Reserved for self insurance	668,354	-	-	-	-	668,354
Reserved for various conservation, environmental, agricultural and other projects	4,659,374	-	-	-	-	4,659,374
Unreserved (Special Revenue Funds)	-	-	331,233	-	3,502,099	3,833,332
Unreserved (Capital Projects Funds)	-	-	-	-	9,995,469	9,995,469
Unreserved and undesignated	35,972,687	-	-	-	-	35,972,687
Total fund balance	70,393,533	-	331,233	-	17,018,922	87,743,688
Total liabilities and fund balance	\$ 83,179,803	\$ 4,666,201	\$ 4,962,198	\$ 5,838,684	\$ 20,308,761	\$ 118,955,647

See accompanying notes to financial statements.

County of Westmoreland, Pennsylvania
Reconciliation of the Statement of Net Assets (governmental activities)
to the Balance Sheet (governmental funds)
at December 31, 2010

Amount reported in the Statement of Net Assets
for governmental activities (page 36) are different because:

Total Fund Balance per Balance Sheet (page 38)	\$ 87,743,688
Capital Assets used in governmental activities are not financial resources and therefore, are not reported in the funds	62,975,587
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds	(91,900,134)
Current year taxes receivable are offset as deferred revenue in the funds	3,457,938
Long-term balances for compensated absences and workers compensation are not accounted for in the fund balance sheet	(1,808,009)
Interest payable on long term debt is not reported in the funds	(75,244)
Unfunded other postemployment benefits are not reported in the funds	(3,747,390)
Portion of interest rate swaption proceeds that have not been recognized in the government-wide financial statements	<u>(566,614)</u>
Total Net Assets-governmental per statement of net assets	<u>\$ 56,079,822</u>

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2010

	General	Behavioral Health/ Developmental Services	Area Agency On Aging	Children's Bureau	Total Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:						
Taxes, real estate	\$ 79,876,076	\$ -	\$ -	\$ -	\$ -	\$ 79,876,076
Taxes, hotel	-	-	-	-	986,239	986,239
Federal grants	4,465,813	2,510,904	2,975,536	5,333,461	16,241,740	31,527,454
State and local grants	11,652,169	16,839,216	9,078,273	11,696,242	2,640,528	51,906,428
Departmental charges	12,771,907	-	-	-	1,243,960	14,015,867
Net appreciation in fair value of investments	2,168,022	-	-	-	-	2,168,022
Interest income	228,000	45,825	13,054	904	58,006	345,789
Other revenue	2,956,538	27,140	408,448	476,803	683,480	4,552,409
Total revenues	114,118,525	19,423,085	12,475,311	17,507,410	21,853,953	185,378,284
EXPENDITURES:						
Current operating:						
General government	15,884,777	-	-	-	1,130,700	17,015,477
Judicial	25,067,286	-	-	-	3,821,343	28,888,629
Public safety	36,868,564	-	-	-	459,358	37,327,922
Human services	7,301,722	21,596,797	12,877,016	20,176,700	7,042,577	68,994,812
Public works	5,550,537	-	-	-	1,099,760	6,650,297
Culture and recreation	3,115,900	-	-	-	-	3,115,900
Conservation development	3,089,153	-	-	-	8,185,479	11,274,632
Contributions	6,256,908	-	-	-	-	6,256,908
Capital outlay	15,538	-	-	-	-	15,538
Debt service:						
Principal retirement	-	-	-	-	8,276,171	8,276,171
Interest and fiscal charges	-	-	-	-	1,138,073	1,138,073
Total expenditures	103,150,385	21,596,797	12,877,016	20,176,700	31,153,461	188,954,359
Excess (deficiency) of revenues over expenditures	10,968,140	(2,173,712)	(401,705)	(2,669,290)	(9,299,508)	(3,576,075)
OTHER FINANCING SOURCES (USES):						
Capital leases	15,538	-	-	-	-	15,538
Transfers in	5,974,897	2,239,885	410,606	2,692,099	9,877,232	21,194,719
Transfers out	(17,680,915)	(66,173)	(27,233)	(22,809)	(5,654,563)	(23,451,693)
Total other financing sources (uses)	(11,690,480)	2,173,712	383,373	2,669,290	4,222,669	(2,241,436)
Net change in fund balance	(722,340)	-	(18,332)	-	(5,076,839)	(5,817,511)
Fund balance, beginning of year	71,115,873	-	349,565	-	22,095,761	93,561,199
Fund balance, end of year	\$ 70,393,533	\$ -	\$ 331,233	\$ -	\$ 17,018,922	\$ 87,743,688

See accompanying notes to financial statements.

County of Westmoreland, Pennsylvania
 Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of Governmental Activities
 To the Statement of Activities
 For the year December 31, 2010

Amounts reported for governmental activities in the statement of activities (page 37) are different because:

Net change in fund balances—total governmental funds (page 40) \$ (5,817,511)

Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense. This is the amount by which a decrease in construction in progress and depreciation expense exceeded capital outlays.

Capital outlays	\$ 8,993,547	
Construction in progress	(1,920,487)	
Depreciation expense	(5,090,954)	
Retirement of capital assets	(274,980)	
Accumulated depreciation on retirement of capital assets	<u>265,647</u>	
Net amount	\$ 1,972,773	1,972,773

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these items are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt in the statement of activities.

Principal payments	\$ 8,276,171	
Net interest payable	9,172	
Amortized discount	(22,557)	
Accretion expense	<u>(4,455,311)</u>	
Net debt transactions	\$ 3,807,475	3,807,475

The acquisition of capital assets through capital lease arrangements are presented as other financing sources on the governmental fund statements. Such transactions do not affect net assets since there are liabilities equal to the assets acquired. This is the amount presented in the governmental fund statements.

Lease payments	\$ 334,492	
Lease additions	<u>(15,538)</u>	
Net lease transactions	\$ 318,954	318,954

Real property taxes reported in governmental funds include the receipt of prior year delinquent taxes which are attributable to prior years' revenues and do not include the revenue attributable to the current years' delinquent tax receivable. This amount is the net effect of these differences.

Current year	\$ 3,457,938	
Prior year	<u>(3,583,552)</u>	
Net amount	\$ (125,614)	(125,614)

Governmental funds do not report the long-term portion of liabilities for compensated absences.

Compensated absences	\$ 9,445	
Workers' compensation	<u>122,572</u>	
Net transactions	\$ 132,017	132,017

Governmental funds do not report other postemployment benefits

Other postemployment benefits	\$ (1,317,855)	(1,317,855)
-------------------------------	----------------	-------------

Governmental funds do not report use of net pension obligation

Use of net pension asset	\$ (963,155)	(963,155)
--------------------------	--------------	-----------

Current year recognition of interest rate swaption proceeds that have not been previously recognized in the government-wide financial statements.

Use of net pension asset	\$ 234,462	234,462
--------------------------	------------	---------

Changes in net assets of governmental activities (page 37) \$ (1,758,454)

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Fund Net Assets
Proprietary Funds

December 31, 2010

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
ASSETS:					
Current assets:					
Cash and cash equivalents	\$ 3,478,471	\$ 4,499,660	\$ 5,921,902	\$ 15,080,538	\$ 28,980,571
Receivables:					
Loans, current portion	93,849	-	-	-	93,849
Other	259,154	7,604,737	224,670	975	8,089,536
Due from other funds	-	-	190,113	-	190,113
Due from other governments	776,424	-	-	-	776,424
Inventories	-	163,313	-	-	163,313
Deferred outflow of resources	664,424	-	-	-	664,424
Restricted assets:					
Cash and cash equivalents	61,985	61,338	-	-	123,323
Other assets	25,422	113,624	712,582	-	851,628
Total current assets	<u>5,359,729</u>	<u>12,442,672</u>	<u>7,049,267</u>	<u>15,081,513</u>	<u>39,933,181</u>
Noncurrent assets:					
Loans receivable	4,816,932	-	-	-	4,816,932
Loans receivable from component units	50,000	-	-	-	50,000
Land held for resale	20,981,481	-	-	-	20,981,481
Developed land due from Redevelopment Authority	16,304,846	-	-	-	16,304,846
Developed land due from Economic Growth Connection	5,039,723	-	-	-	5,039,723
Other assets	13,957	-	-	-	13,957
Total capital assets	<u>30,466,541</u>	<u>38,770,246</u>	<u>26,405,778</u>	<u>12,024</u>	<u>95,654,589</u>
Less: accumulated depreciation	<u>(6,823,894)</u>	<u>(28,501,669)</u>	<u>(19,684,489)</u>	<u>(12,024)</u>	<u>(55,022,076)</u>
Net capital assets	<u>23,642,647</u>	<u>10,268,577</u>	<u>6,721,289</u>	<u>-</u>	<u>40,632,513</u>
Total noncurrent assets	<u>70,849,586</u>	<u>10,268,577</u>	<u>6,721,289</u>	<u>-</u>	<u>87,839,452</u>
Total assets	<u>\$ 76,209,315</u>	<u>\$ 22,711,249</u>	<u>\$ 13,770,556</u>	<u>\$ 15,081,513</u>	<u>\$ 127,772,633</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Fund Net Assets
Proprietary Funds

December 31, 2010

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Liabilities:					
Current liabilities					
Accrued liabilities	\$ 828,587	\$ 4,192,220	\$ 412,462	\$ 4,667,537	\$ 10,100,806
Payable from restricted assets	-	61,338	-	-	61,338
Due to other funds	46,693	7,656	2,231,523	240,762	2,526,634
Due to other governments	-	-	-	119,996	119,996
Unearned revenue	77,544	-	-	-	77,544
Derivative instrument	664,424	-	-	-	664,424
Total current liabilities	1,617,248	4,261,214	2,643,985	5,028,295	13,550,742
Noncurrent liabilities:					
Due within one year					
Maturities of mortgages, loans and notes payable	814,556	-	-	-	814,556
Maturities of long-term debt	340,000	-	45,492	-	385,492
Maturities of interfund loan payable	390,930	-	-	-	390,930
Maturities of capital leases	-	48,246	-	-	48,246
Compensated absences	50,836	36,144	1,662	975	89,617
Workers compensation	-	584,640	-	-	584,640
Due in more than one year					
Maturities of mortgages, loans and notes payable	9,934,007	-	-	-	9,934,007
Maturities of long-term debt	729,605	-	15,348,109	-	16,077,714
Maturities of interfund loan payable	2,038,285	-	-	-	2,038,285
Maturities of capital leases	-	57,895	-	-	57,895
Compensated absences	10,900	108,435	4,990	2,926	127,251
Workers compensation	-	2,438,317	-	-	2,438,317
Unfunded other postemployment benefits	-	701,379	192,791	9,088	903,258
Total noncurrent liabilities	14,309,119	3,975,056	15,593,044	12,989	33,890,208
Total liabilities	15,926,367	8,236,270	18,237,029	5,041,284	47,440,950
Net assets:					
Invested in capital assets, net of related debt	19,663,274	10,162,436	(8,672,312)	-	21,153,398
Restricted-economic development	61,985	-	-	-	61,985
Unrestricted	40,557,689	4,312,543	4,205,839	10,040,229	59,116,300
Total net assets	60,282,948	14,474,979	(4,466,473)	10,040,229	80,331,683
Total liabilities and net assets	\$ 76,209,315	\$ 22,711,249	\$ 13,770,556	\$ 15,081,513	\$ 127,772,633

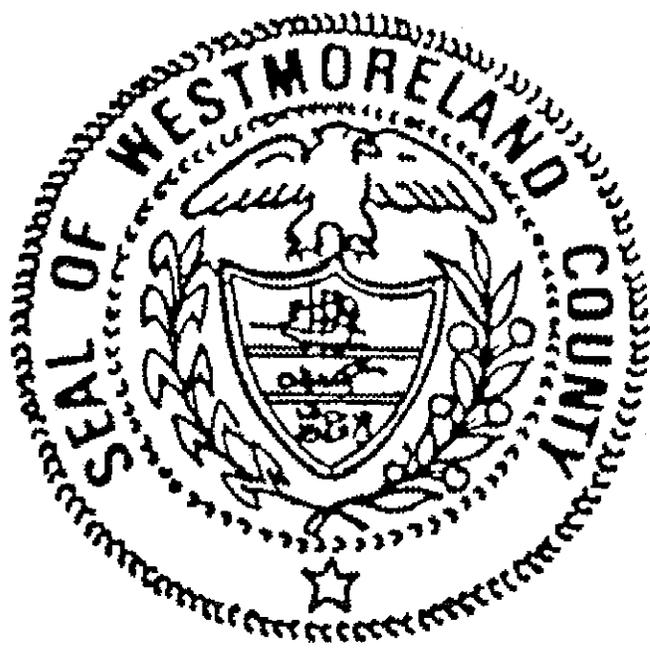
See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds

Year Ended December 31, 2010

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Operating revenues:					
Charges for services	\$ -	\$ 136,812	\$ 5,487,188	\$ -	\$ 5,624,000
Patient fees	-	38,792,583	-	-	38,792,583
Sales of land	415,778	-	-	-	415,778
Miscellaneous income	2,472,279	2,152,421	41,750	2,297,694	6,964,144
Total operating revenues	2,888,057	41,081,816	5,528,938	2,297,694	51,796,505
Operating expenses:					
Salaries and wages	553,326	20,926,618	2,996,044	214,853	24,690,841
Employee benefits	196,288	10,789,326	1,231,288	81,180	12,298,082
Operating expenses	1,734,199	9,177,580	3,008,631	55,443,082	69,363,492
Depreciation	853,517	1,085,911	11,666,836	1,804	13,608,068
Grant expense	111,233	-	-	-	111,233
Total operating expenses	3,448,563	41,979,435	18,902,799	55,740,919	120,071,716
Operating (loss)	(560,506)	(897,619)	(13,373,861)	(53,443,225)	(68,275,211)
Nonoperating revenues (expenses)					
Grants	55,314	875,316	-	55,984,962	56,915,592
Interest income	46,946	9,963	8,341	40,402	105,652
Loss on Sale of Building	(121,783)	-	-	-	(121,783)
Bad Debt Expense	(16,419)	-	-	-	(16,419)
Bond Issue Costs	(4,785)	-	-	-	(4,785)
Interest expense	(363,192)	-	(755,672)	-	(1,118,864)
Total nonoperating revenues (expenses), net	(403,919)	885,279	(747,331)	56,025,364	55,759,393
Capital grants	881,492	-	-	-	881,492
Income (loss) before transfers	(82,933)	(12,340)	(14,121,192)	2,582,139	(11,634,326)
Transfers in	1,198,766	-	3,029,684	-	4,228,450
Transfers out	(453,506)	(31,326)	(17,616)	(1,469,028)	(1,971,476)
Net transfers	745,260	(31,326)	3,012,068	(1,469,028)	2,256,974
Change in net assets	662,327	(43,666)	(11,109,124)	1,113,111	(9,377,352)
Net assets, beginning of year	59,620,621	14,518,645	6,642,651	8,927,118	89,709,035
Net assets, end of year	\$ 60,282,948	\$ 14,474,979	\$ (4,466,473)	\$ 10,040,229	\$ 80,331,683

See accompanying notes to financial statements.



COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Cash Flows
Proprietary Funds

For The Year Ended December 31, 2010

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Cash flows from operating activities					
Receipts from patient services	\$ -	\$ 37,880,344	\$ -	\$ -	\$ 37,880,344
Charges for other services	-	136,812	-	-	136,812
Receipts from miscellaneous sources	867,434	2,153,771	41,750	2,295,005	5,357,960
Receipts from telephone 911 surcharges	-	-	5,506,797	-	5,506,797
Receipts from land sales	415,778	-	-	-	415,778
Receipts from leasing activities	1,766,277	-	-	-	1,766,277
Payment to employees	(508,950)	(20,858,670)	(2,988,433)	(214,852)	(24,570,905)
Payment to employees benefits	(196,288)	(10,598,770)	(1,065,939)	(70,957)	(11,931,954)
Payment to suppliers and operations	(1,898,222)	(9,079,225)	(717,968)	(51,930,723)	(63,626,138)
Net cash (provided by) operating activities	446,029	(365,738)	776,207	(49,921,527)	(49,065,029)
Cash flow from noncapital financing activities					
Transfers in	1,198,766	-	3,029,684	-	4,228,450
Transfers (out)	(453,506)	(31,326)	(17,616)	(1,469,028)	(1,971,476)
Grants received	55,314	875,316	-	56,806,523	57,737,153
Net cash provided by noncapital financing activities	800,574	843,990	3,012,068	55,337,495	59,994,127
Cash flow from capital financing and related financing activities					
Loan receivable payments received	232,120	-	-	-	232,120
Principal payments on capital leases	-	(49,228)	-	-	(49,228)
Principal payments on long-term debt	(1,536,144)	-	(23,829)	-	(1,559,973)
Payments on Westmoreland County line of credit	(1,319,638)	-	-	-	(1,319,638)
Proceeds - Westmoreland County long term debt	20,082	-	-	-	20,082
Proceeds - Westmoreland County line of credit	21,108	-	-	-	21,108
Proceeds - from sale of capital assets	2,297,265	-	-	-	2,297,265
Capital grants received	452,031	-	-	-	452,031
Interest paid on long term debt	(363,192)	-	(721,947)	-	(1,085,139)
Acquisition, construction and improvement of capital assets	(1,005,408)	(218,529)	(574,108)	-	(1,798,045)
Net cash (provided by) capital and related financing activities	(1,201,776)	(267,757)	(1,319,884)	-	(2,789,417)
Cash flows from investing activities					
Interest	46,946	9,963	8,341	40,402	105,652
Net cash provided by investing activities	46,946	9,963	8,341	40,402	105,652
Net increase in cash and cash equivalents	91,773	220,458	2,476,732	5,456,370	8,245,333
Cash and cash equivalents, beginning of year	3,448,683	4,340,540	3,445,170	9,624,168	20,858,561
Cash and cash equivalents, end of year	3,540,456	4,560,998	5,921,902	15,080,538	29,103,894
Cash and cash equivalents balance sheet	3,478,471	4,499,660	5,921,902	15,080,538	28,980,571
Restricted assets considered cash and cash equivalents	61,985	61,338	-	-	123,323
Cash and cash equivalents combining statement of cash flows	\$ 3,540,456	\$ 4,560,998	\$ 5,921,902	\$ 15,080,538	\$ 29,103,894

(continued)

COUNTY OF WESTMORELAND , PENNSYLVANIA
Statement of Cash Flows
Proprietary Funds

For The Year Ended December 31, 2010

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Reconciliation of operating income (loss) to net cash used by operating activities					
Cash flows from operating activities:					
Operating (loss)	\$ (560,506)	\$ (897,619)	\$ (13,373,861)	\$ (53,443,225)	\$ (68,275,211)
Adjustments to reconcile operating loss to net cash used in operating activities:					
Depreciation	853,517	1,085,911	11,666,836	1,804	13,608,068
Loss on disposition of capital assets	-	1,349	-	-	1,349
(Increase) decrease in:					
Accounts/ other receivable	161,432	(912,239)	-	556	(750,251)
Inventory	-	1,748	19,609	-	21,357
Pension asset	-	394,797	57,273	2,594	454,664
Other assets	(1,311)	6,857	728,830	-	734,376
Increase (decrease) in:					
Accrued liabilities	(51,479)	216,361	30,653	3,511,804	3,707,339
Due to other funds	-	(233)	1,553,850	-	1,553,617
Compensated absences and workers' compensation	44,376	(352,356)	4,426	1,926	(301,628)
Unfunded other postemployment benefits	-	89,686	88,591	3,014	181,291
Total adjustments	<u>1,006,535</u>	<u>531,881</u>	<u>14,150,068</u>	<u>3,521,698</u>	<u>19,210,182</u>
Net cash (provided by) operating activities	<u>\$ 446,029</u>	<u>\$ (365,738)</u>	<u>\$ 776,207</u>	<u>\$ (49,921,527)</u>	<u>\$ (49,065,029)</u>

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Fiduciary Net Assets
Fiduciary Funds

December 31, 2010

	Pension Trust Fund Employees' Retirement Trust	<u>Agency Funds</u>
Assets:		
Cash and cash equivalents	\$ 10,264,712	\$ 6,336,399
Investments		
US Government securities	53,257,898	-
Domestic corporate debt obligations	27,395,170	-
Municipal bonds	998,645	-
Domestic common stock	134,441,905	-
Registered investment companies	44,330,223	-
Mutual funds	6,646,932	-
Partnership/Joint venture	35,481,086	-
Asset backed securities	<u>16,074,388</u>	<u>-</u>
 Total investments	 318,626,247	 -
Receivables:		
Interest and dividends	<u>1,422,222</u>	<u>-</u>
Total receivables	1,422,222	-
 Total assets	 <u>330,313,181</u>	 <u>6,336,399</u>
Liabilities:		
Other liabilities	252,888	661,239
Payable upon court order	-	1,386,060
Due to individuals	-	1,370,633
Due to various taxing units	-	2,711,499
Due to Commonwealth of Pennsylvania	-	77,978
Due to law enforcement agencies	<u>-</u>	<u>128,990</u>
 Total liabilities	 <u>252,888</u>	 <u>6,336,399</u>
Net Assets:		
Held in trust for pension benefits	<u>\$ 330,060,293</u>	<u>\$ -</u>

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds

Year Ended December 31, 2010

	<u>2010</u>
Additions:	
Contributions:	
Employer	\$ 6,194,962
Plan members	<u>7,122,087</u>
Total contributions	<u>13,317,049</u>
Investment income:	
Net appreciation in fair value of investments	28,873,911
Interest	3,763,570
Dividends	2,700,141
Miscellaneous investment income	<u>140,083</u>
Total investment income	35,477,705
Less: Investment expense	<u>1,289,945</u>
Net investment income	<u>34,187,760</u>
Total additions	<u>47,504,809</u>
Deductions:	
Pension benefits	14,549,496
Death benefits	946,061
Refund of contributions	1,059,431
Administrative expense	<u>52,449</u>
Total deductions	<u>16,607,437</u>
Net increase	30,897,372
Net assets held in trust for pension benefits:	
Beginning of the year	<u>299,162,921</u>
End of the year	<u>\$ 330,060,293</u>

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements

December 31, 2010

(1) The Reporting Entity

Westmoreland County (the County) was organized as the eleventh county of Pennsylvania on February 26, 1773. It is a governmental entity as established under Public Law 323, No. 130, as amended, of the Commonwealth of Pennsylvania and has the powers of a body corporate as described in Pennsylvania statutes and the County Code. Pennsylvania counties are organized into nine classes based on population. The County is a third Class County (more than 225,000 and less than 600,000 residents). All significant operations of the County have been included in the accompanying financial statements.

The major accounting principles and the practices followed by the County are presented below to assist the reader in evaluating the financial statements and the accompanying notes.

Consistent with the guidance contained in GASB Statement No. 39 "*Determining Whether Certain Organizations Are Component Units*", the criteria used by the County to evaluate the possible inclusion of related entities (Authorities, Boards, Councils, etc.) within its reporting entity are financial accountability and the nature and significance of the relationship. In determining financial accountability in a given case, the County reviews the applicability of the following criteria:

The County is financially accountable for:

1. Organizations that make up the legal County entity.
2. Legally separate organizations if County Officials appoint a voting majority of the organizations' governing body and the County is able to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.
 - a. Impose its will – If the County can significantly influence the programs, projects, or activities of, or the level of services performed or provided by, the organization.
 - b. Financial Benefits or Burden - Exists if the County (1) is entitled to the organization's resources or (2) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide support to, the organization or (3) is obligated in some manner for the debt of the organization.
3. Organizations that are fiscally dependent on the County. Fiscal dependency is established if the organization is unable to adopt its budget, levy taxes or set rates or charges, or issue bonded debt without approval by the County.

Based on the foregoing criteria, the reporting entity has been defined to include all the fund types for which the County is financially accountable or for which there is a significant relationship. Specific information on the nature of the various potential component units and a description of how the aforementioned criteria have been considered in determining whether or not to include or exclude such units in the County's financial statements are provided in the following paragraphs. Audit reports of the component units are available for public inspection by contacting the Westmoreland County Controllers Office, 2 North Main Street, Suite 111, Greensburg, PA 15601.

A. Blended Component Units

Some component units, despite being legally separate from the primary government, are so intertwined with the primary government that they are, in substance, the same as the primary government and are reported as part of the primary government. The only component unit reported in this way is the Westmoreland County Industrial Development Corporation.

Westmoreland County Industrial Development Corporation (WCIDC)

The County established the WCIDC in 1983 pursuant to the Nonprofit Corporation Law of Pennsylvania to promote industrial development and create jobs for County residents. The Board of Directors consists of the County Commissioners. The Board selects managers and approves budgets. The County is responsible for the funding deficits and finances operations with grants. The Industrial Development Corporation is presented as a proprietary fund within the primary government.

The activities of the WCIDC are conducted within the geographic boundaries of the County primarily for the benefit of County residents.

The WCIDC reports on a calendar year basis.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

B. Discretely Presented Component Units

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

Westmoreland County Transit Authority
Westmoreland County Airport Authority
Westmoreland County Redevelopment Authority
Westmoreland County Industrial Park Authority
Westmoreland County Community College

Component Unit audits are available for public inspection at the County Controller's Office.

Westmoreland County Transit Authority (Transit Authority)

The Transit Authority was established in 1978 pursuant to the Municipal Authorities Act of 1945 to provide a vehicle to acquire state and federal transportation funds to assist in the development of a viable transit system in Westmoreland and adjoining counties. A seven-member board, all of whom are appointed by the County Commissioners, administers the Transit Authority.

The County is responsible for the financing deficits of the Transit Authority and has granted funds to the Transit Authority to provide working capital for operations. In addition, a portion of the Transit Authority's revenues comes from federal and state grants received from the County on a pass-through basis.

The activities of the Transit Authority are conducted primarily within the geographic boundaries of the County for the benefit of County residents.

The Transit Authority operates on a fiscal year ending June 30.

In 2010, Westmoreland County's contribution to the Westmoreland County Transit Authority was \$264,322.

Westmoreland County Airport Authority (Airport Authority)

The Airport Authority was incorporated in 1951 pursuant to the Municipal Authorities Act of 1945. A nine-member board appointed by the County Commissioners administers the Airport Authority. The Airport Authority operates airport facilities in Unity Township and Rostraver Township, Westmoreland County, Pennsylvania.

The County possesses the right to require audits of the Airport Authority and guarantees its indebtedness. In accordance with an associated trust and a service agreement dated August 30, 1979, the revenues or other cash received by the Airport Authority must be disbursed for specific purposes.

The activities of each facility are conducted within the geographic boundaries of the County primarily for the benefit of its residents.

The Airport Authority reports on a calendar year basis.

In 2010, Westmoreland County's contribution to the Westmoreland County Airport Authority was \$1,602,572.

Westmoreland County Redevelopment Authority (Redevelopment Authority)

The Redevelopment Authority was established in 1962 pursuant to the Urban Redevelopment Act of 1945 (Public Law - 991) to assist in the administration of Community Development funds within Westmoreland County. A five-member board, all of whom are appointed by the County Commissioners, administers the Redevelopment Authority. County employees are responsible for managing the Redevelopment Authority under a contract between the Redevelopment Authority and the County. The Commissioners are also responsible for review and approval of the annual budget.

Block grants received on a pass-through basis from the County are the principal source of revenue. The County is responsible for funding deficits and has the right to require audits of the organization.

The activities of the Redevelopment Authority are conducted within the geographic boundaries of the County for the benefit of County residents.

The Redevelopment Authority reports on a calendar year basis.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Westmoreland County Industrial Park Authority (WIPA)

The Westmoreland County industrial Park Authority was established in 1995 pursuant to the Municipality Authorities Act of 1945 (Public Law – 382) to own, operate and maintain sewage facilities and systems in industrial parks situated in the County which are presently owned, developed, managed, operated and/or sponsored by Westmoreland County Industrial Development Corporation. A five-member board, all of whom are appointed by the County Commissioners, administers the Industrial Park Authority. County employees are responsible for managing the Industrial Park Authority under a contract between the Industrial Park Authority and the County. The Commissioners are also responsible for review and approval of the annual budget.

The activities of WIPA are conducted within the geographic boundaries of the County primarily for the benefit of County residents.

WIPA reports on a calendar year basis.

The Westmoreland County Community College (Community College)

The Community College was established in 1971 pursuant to the Community College Act of 1963. The Community College is subject to the policies, standards, rules and regulations adopted by the state Board of Education to provide for the establishment, operation and maintenance of community colleges. A 15-member Board of Trustees, all of whom are appointed by the County Commissioners, administers the Community College.

The County Commissioners, as local sponsors of the Community College, are responsible for reviewing and approving the Community College's operating and capital budgets prior to submission to the State, which has final approval. The County Commissioners are also responsible for approving any debt issued on behalf of the Community College subject to final approval by the State.

Primary revenue sources are student tuition and fees and county and state appropriations. State appropriations are to fund allowable operating and capital costs based upon formulas set by the Pennsylvania Department of Education. The County, as a local sponsor, is responsible for financing one-third of operating costs and one-half of capital costs. Student tuition and fees fund the remaining balance of revenue.

The activities of the Community College are conducted within the geographic boundaries of the County, but enrollment in the Community College is not limited to residents of the County. The Community College operates on a fiscal year ending June 30.

In November 1999, the Governmental Accounting Standards Board (GASB) released Statement No. 35 "*Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities.*" This statement is scheduled for a phased implementation (based on size of the college or university) through fiscal years ending in 2004. The Community College was required to implement those changes in the fiscal year ending June 30, 2003. The changes in the financial statement presentation provide a comprehensive one-line presentation of the Community College and require capitalization of assets and recording of depreciation. In reference to GASB Statement No. 35, the Community College elected early implementation of these changes. Since the Community College had historically recorded depreciation, the only significant changes made in order to comply with the new requirements were the elimination of encumbrances, interfund receivables, payables and loans, and interfund transfers.

The Financial Statements of Westmoreland County Community College have been prepared on the accrual basis.

In 2010, Westmoreland County's contribution to the Westmoreland County Community College was \$4,390,012.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(2) Summary of Significant Accounting Policies

A. 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 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 unit), as well as its discretely presented component units. For the most part, the effect of interfund activity has been removed from these statements. The County's policy is to eliminate internal activity by distinguishing overhead cost which are eliminated during consolidation from interfund services provided and used. 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 fiduciary fund financial statements, except agency fund financial statements are reported with no measurement focus. Fiduciary funds financial statements are not included in the government-wide financial statements. Under the accrual basis of accounting, revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions 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 No. 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 an other 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 a "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 balances/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 spent 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 includes financial information for the agency funds. The agency funds of the County primarily represents assets held by the County in a custodial capacity for other individuals or governments.

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.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Governmental 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. Property taxes are deemed available if collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Licenses, operating and capital grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current 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.

Non-current portions of long-term receivables (special assessment) due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

Non-current portions of other long-term receivables are offset by fund balance reserve accounts.

Because of their spending measurement focus, expenditure recognition for governmental fund types exclude 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 an other 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 due.

Proprietary Funds

The County's enterprise funds 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, and expenses such as charges for services, and costs associated with operating the business type activities; 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 and expenses, such as subsidies, investment earnings, and interest expense, 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 an expenditure. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as an other financing source. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than an expense.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

B. Basis of Presentation

The determination of major funds is based on minimum criteria as set forth in GASB Statement No. 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.

b. Behavioral Health/Developmental Services Fund

The Behavioral Health/Developmental Services Fund is used to account for the proceeds of specific revenue sources related to the provision of behavioral health services that are restricted to expenditures for those specified purposes.

c. Area Agency on Aging Fund

The Area Agency on Aging is used to account for the proceeds of specific revenue sources related to the provision of specific services for the elderly of the County that are restricted to expenditures for those specified purposes.

d. Children's Bureau Fund

The Children's Bureau 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.

2. Proprietary Fund Types

a. Enterprise/Westmoreland Manor

An Enterprise Fund is used to account for operations of the Westmoreland County Nursing Home, 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 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.

c. Enterprise/Industrial Development Corporation

The Industrial Development Corporation is used to account for Economic Development and Railroad ownership and operation, 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.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

d. Enterprise/Health Choices

The Health Choices Fund is used to account for the risk sharing agreement with the Department of Public Welfare to assure certain behavioral health risk pursuant to the Health Choices Behavioral Services Program, 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.

3. Other Fund Types

a. 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., contributions refunded, retirement allowances, and death benefits paid) of the Retirement Trust Fund.

b. 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.

C. Cash Equivalents

Cash equivalents include highly liquid investments with original maturities, when purchased, of three months or less.

D. Inventories

Inventories consist of expendable materials and supplies inventories and are stated at latest invoice price which approximates costs using the first-in, first-out method of accounting. Inventories in the governmental fund types are recorded as expenditures when requisitioned for use (consumption method) and are reserved for in fund balance because these assets are not considered available spendable resources.

E. Investments

Investments are carried at fair value. Unrealized appreciation or depreciation on investments due to changes in market value is included in net investment income in operations each year. All investment transactions are recorded on the trade date.

F. 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 as assets with an initial, individual cost of \$5,000 (\$50,000 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.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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

Buildings and improvements	10 - 50	Years
Equipment, furniture and fixtures	3 - 20	Years
Vehicles	3 - 5	Years
Infrastructure	20 - 50	Years

G. Compensated Absences

The County's vacation policy for union and non-union employees provides that such employees are to take vacation within one year of their anniversary date with no carry forward provisions. Under the County's sick leave policy, employees may accumulate a maximum of 180 days. Upon retirement or death, the County will reimburse an employee or their beneficiary at twenty-five dollars per day or eighty dollars per day for members of Teamsters Local 205 for all unused accumulated sick days. The County accrues an amount for the future sick leave to the extent that is probable that benefits will result in termination payments. The governmental funds record the current liability for these compensated absence if any; having matured in the event of employee resignation or retirement, in the respective fund. The government wide and enterprise fund statements accrue the total liability.

H. Restricted Assets

Assets whose use is limited to a specific purpose have been classified as "restricted" in the statements of net assets and balance sheets and offset by either corresponding liabilities or reserved and restricted net assets or fund balances. The restricted amounts are held for future debt service payments, payment of workers compensation claims, payment of self-insurance claims, payment of health choices liabilities, payment of conservation, environmental and agricultural project expenses and funds held in fiduciary capacity.

I. 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.

- *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 presents 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.

J. Property Taxes

The County's property taxes are levied and receivable on March 1, based on the assessed (taxable) value as of the prior January 1, for all general property located in the County. All taxes for municipalities are due and payable by June 30, and are considered delinquent effective July 1. Annually, as of December 31, all delinquent taxes are submitted to the County Tax Claim Bureau for collection. Third Class Cities' collections are sent on an individual basis. Delinquent collection efforts are pursued for a period of two years, at which time delinquent property tax sale proceedings begin. Liens are filed on March 15 of the year subsequent to the tax levy. At year-end, delinquent property taxes not expected to be collected within 60 days are reflected as deferred revenue in the fund financial statements.

K. Interfund Transactions

The County affects a variety of transactions between the funds to finance operations in connection with its operations. Accordingly, to the extent that certain interfund transactions have not been paid or received as of December 31, 2010, appropriate interfund receivables or payables have been established.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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

Amounts are transferred between funds of the county to provide matching funds required by grant agreements, to fund certain operations and to reimburse for expenditures. These transfers are reported as Other Financing Sources and Uses on the fund financial statements with no eliminations occurring. The government-wide financial statements report the residual amount of transfers between the governmental activities column and the business-type activities columns.

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 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 refundings and advance refundings resulting in defeasance of debt reported in government wide and 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 debt service expenditures.

M. Budget

The County follows the budget procedures required by Public Law within the County Code.

Each September, all County departments are required to submit their annual budget requests for the ensuing year. In early October, personnel in the Department of Financial Administration, acting as staff for the County Board of Commissioners, conduct preliminary budget hearings with each department head. Once all of the departmental budget requests have been reviewed, a proposed GAAP basis budget is presented to the Commissioners. This proposed budget reflects, as nearly as possible, the estimated revenues and expenditures for the upcoming year in accordance with generally accepted accounting principles.

Once approved by the Commissioners, the proposed budget is summarized in a format prescribed by the Pennsylvania Department of Community and Economic Development. The proposed budget is then made available for public inspection, by public notice, for at least twenty days prior to the date set for adoption. Likewise, the date set for final action on the budget is made a matter of public notice for at least ten days. The proposed budget, as amended, which includes all governmental funds of the primary government, the Westmoreland Manor Enterprise Fund, 911 Surcharge, and Healthchoices is adopted no later than December 31 for the following year. Appropriations lapse at year-end. Encumbered balances are reappropriated in the ensuing year.

Subsequent to publication of public notice, any proposed revisions to the budget that increase estimated expenditures in the proposed budget by more than 10% in the aggregate or more than 25% in any function over the proposed budget made available for public inspection must be made available again for public inspection before adoption. Once adopted, the approval of the County Commissioners is required to amend the total appropriation. The County Code establishes the objective of expenditures level as the legal level of control. To improve budgetary control and correspond to the detail in which the budget is presented to the public, the County establishes working control of its appropriations by fund, by department and by object of expenditures. County budget policy permits the amendment of the department budgets within major objects without Commissioner approval. Amendments, which increase the major object budget of departments, must be approved at a public meeting.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

N. Unearned/Deferred Revenues

Revenues that are received but not earned are recorded as unearned revenues in the government-wide and enterprise funds financial statements. In the County's governmental funds, deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the governmental funds' balance sheet and revenue is recognized.

O. Adoption of Governmental Accounting Standards Board Statements

The County adopted the provisions of GASB Statement No. 51 "*Accounting and Financial Reporting for Intangible Assets.*" 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. 53, "*Accounting and Financial Reporting for Derivative Instruments.*" The adoption of this statement required the County to record an asset and a liability on its statement of net assets in the amount of \$3,627,371, record an additional liability on its statement of net assets in the amount \$566,614, and recognize investment income in its statement of activities in the amount of \$234,462. This adoption also caused the County to restate its beginning net assets on the statement of activities (see note 14).

The County adopted the provisions of GASB Statement No. 58, "*Accounting and Financial Reporting for Chapter 9 Bankruptcies.*" The adoption of this statement had no effect on the financial reporting information of the County.

P. Pending Changes in Accounting Principles

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.

In December 2009, the GASB issued Statement No. 57, "*OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans.*" The County is required to adopt Statement No. 57 for its calendar year 2012 financial statement.

In June 2010, The GASB issued Statement No. 59, "*Financial Instruments Omnibus.*" The County is required to adopt Statement No. 59 for its calendar year 2011 financial statements.

In November 2010, the GASB issued Statement No. 60, "*Accounting and Financial Reporting for Service Concession Arrangements.*" The County is required to adopt Statement No. 60 for its calendar year 2012 financial statements.

In November 2010, the GASB issued Statement No. 61, "*The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and No. 34.*" The County is required to adopt Statement No. 61 for its calendar year 2013 financial statements.

In December 2010, the GASB issued Statement No. 62, "*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.*" The County is required to adopt Statement No. 62 for its calendar year 2012 financial statements.

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

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(3) Deposit and Investment Risk

A. Primary Government

The carrying values of cash and cash equivalents and investments at December 31, 2010, excluding the pension trust fund, are summarized by financial statement classification below:

	<u>Book Balance</u>	<u>Bank Balance</u>
Primary Government		
Unrestricted Cash	\$ 85,506,936	\$ 85,535,921
Unrestricted Investments	1,000,000	1,000,000
Restricted Cash	12,394,605	12,394,617
Restricted Investments	<u>20,969,817</u>	<u>20,969,817</u>
Subtotal	<u>119,871,358</u>	<u>119,900,355</u>
Fiduciary		
Unrestricted Cash	<u>6,336,399</u>	<u>8,060,877</u>
Total Primary Government	<u>\$ 126,207,757</u>	<u>\$ 127,961,232</u>

Deposits

At December 31, 2010, the County's primary government's deposits, excluding the pension trust fund, had a carrying amount of \$104,237,940 and a bank balance of \$105,991,415. Of the bank balance, \$2,107,300 was covered by federal depository insurance, and \$103,884,115 in deposits are covered by collateral held under the Pooling Method.

As of December 31, 2010, the primary government had \$12,215 cash on hand.

Investments

As of December 31, 2010, the County's primary government, excluding the pension trust fund, had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than</u>			<u>More Than</u>
		<u>1 Year</u>	<u>1-5 Years</u>	<u>5-10 Years</u>	<u>10 Years</u>
US Government Treasuries	\$ 20,869,294	\$ -	\$ 3,787,270	\$ 17,082,024	\$ -
US Government Agencies	100,523	100,523	-	-	-
Certificate of Deposit	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 21,969,817</u>	<u>\$ 1,100,523</u>	<u>\$ 3,787,270</u>	<u>\$ 17,082,024</u>	<u>\$ -</u>

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's Excess Operating Funds Investment Policy (Operating Investment Policy) states that maturities shall be set to generally match the projected cash flow requirements for the County as determined by the County Budget Administrator, unless market conditions dictate otherwise.

Credit Risk – The unrestricted cash balances of funds, except for the Pension Trust Fund, are maintained in individual and pooled bank deposit accounts and various separate investment instruments.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

The County uses the Third Class County Code as its investment policy. The Code authorizes the County to invest in the following types of investments:

1. U.S treasury bills;
2. Short-term obligations of the United States government or its agents or instrumentalities;
3. Deposits in savings accounts or time deposits which are fully insured or collateralized;
4. Obligations of the United States government or any of its agencies or instrumentalities; obligations of the Commonwealth of Pennsylvania or any of its agencies or instrumentalities;
5. Shares of an investment company registered under the Investment Company Act of 1940, whose shares are registered under the Securities Act of 1933, provided that the only investments of that company are the authorized investments for County funds listed in items (1) through (4) above;
6. Fully insured or collateralized certificates of deposit at commercial banks, and savings and loan associations accepted as depository institutions under the Third Class County Code; and
7. Commercial paper and prime commercial paper.

As of December 31, 2010, the County's operating investments had credit quality ratings as follows:

<u>Investment Type</u>	<u>Credit Quality Rating</u>	<u>Percent of Investment Type</u>
U.S. Government Agencies	AAA	100%

Custodial Credit Risk – For deposits and investments of the primary government, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the County's \$105,991,415 in deposits, \$103,884,115 is held by the depository, not in the name of the County. None of the County's investments were exposed to custodial credit risk at December 31, 2010.

Concentration of Credit Risk – The County places no limit on the amount that the County may invest in any one issuer. More than 5 percent of the County's investments are in U.S. Government Treasuries. These investments are 99% of the County's total investments in U.S. Agencies.

B. Pension Trust Fund

Cash and Short-Term Investments

Cash and short term investments consist of cash, cash equivalents and investments with a maturity date of twelve months or less. At December 31, 2010, cash and cash equivalents consisted of the following:

	<u>2010</u>
Checking	\$ 97,953
Cash Equivalents	7,002,864
Short-Term Investments	<u>3,163,895</u>
Total	<u>\$ 10,264,712</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Net Appreciation (Depreciation) in Fair Value of Investments

The net appreciation (depreciation) in fair value of investments is the change in the relationship between cost and fair value of the investments. For the year ended December 31, 2010, the change in the relationship between cost and fair value of investments was:

	Fair Value	Cost	Net Unrealized Appreciation (Depreciation)
<u>Beginning of Year:</u>			
US Government Securities	\$ 48,992,523	\$ 48,645,470	\$ 347,053
Municipal Bonds	203,753	217,030	(13,277)
Domestic Corporate Debt Obligations	29,509,388	28,481,010	1,028,378
Domestic Common Stock	115,993,580	103,584,667	12,408,913
Registered Investment Companies	38,583,190	33,708,257	4,874,933
Partnerships/Joint Ventures	32,697,782	22,386,456	10,311,326
Asset Backed Securities	15,893,034	16,014,959	(121,925)
Mutual Funds-Fixed Income	5,900,316	5,174,016	726,300
Other	10	500	(490)
	<u>287,773,576</u>	<u>258,212,365</u>	<u>29,561,211</u>
<u>End of Year:</u>			
US Government Securities	53,257,898	52,942,793	315,105
Municipal Bonds	998,645	1,060,646	(62,001)
Domestic Corporate Debt Obligations	27,395,170	26,075,370	1,319,800
Domestic Common Stock	134,441,905	111,524,037	22,917,868
Registered Investment Companies	44,330,223	36,882,958	7,447,265
Partnerships/Joint Venture	35,481,086	22,386,456	13,094,630
Asset Backed Securities	16,074,388	15,521,524	552,864
Mutual Funds-Fixed Income	6,646,932	5,114,538	1,532,394
	<u>\$ 318,626,247</u>	<u>\$ 271,508,322</u>	<u>47,117,925</u>
Net Unrealized Appreciation			17,556,714
Net Realized Gain on Sale of Investments			<u>11,317,197</u>
Net Appreciation in Fair Value of Investments			<u>\$ 28,873,911</u>

Net realized gain on sale of investments is the net gain over loss of investments sold computed as the difference between proceeds of sale and the original costs of investments sold. The calculation of realized gains and losses is independent of the calculation of net appreciation (depreciation) in the financial statements. Unrealized gains and losses on investments sold in the current year that had been held for more than one year were included in investment income reported for a previous year or years as part of the reported net appreciation or depreciation for those years.

Domestic corporate debt obligations and common stocks are all publicly traded companies.

US Government securities are government mortgage obligations, US Treasury notes, or US Treasury Bonds.

Investments in Partnerships/Joint Ventures are Hedge Fund Investments. Hedge Funds are multi-manager investment vehicles in which capital is allocated among a select group of investment managers (Portfolio Funds) in the Hedge Fund Industry. These Portfolio Funds utilize a variety of investment strategies to invest in both domestic and international markets.

Cash equivalents are investments in U.S. Treasury Bills and Corporate Debt Obligations that have maturities of three months or less and funds held in Black Rock Funds, an institutional money market.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

The following investments represent 5 percent or more of the Plan's net assets at December 31, 2010:

3,651,584 shares of Advisors Inner Circle Fund, Inc., (McKee International Equity Institutional Class) which is a Registered Investment Company and represents 13.43 percent of the Plan's Net Assets.

23,811,562 shares of Grosvenor Institutional Partners, LTD which is a publicly traded partnership and represents 7.21 percent of the Plan's Net Assets.

There were no other investments in any one organization that represents 5 percent or more of plan net assets.

Deposits

Custodial Credit Risk – For deposits this is the risk that in the event of the failure of a depository financial institution a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

The fund has a policy that deposits must be held in insured depositories satisfactory to the fund and must be fully collateralized. This policy is in accordance with Act 72 of the Commonwealth of Pennsylvania, dated August 6, 1971. Act 72 permits deposits to be collateralized on pooled basis with securities held by the pledging institution.

At December 31, 2010, the Fund's deposits for cash and cash equivalents had a carrying amount of \$7,100,817 and a bank balance of \$7,277,827 of which \$7,027,827 was collateralized as follows:

Uninsured and collateralized with securities pledged by the financial institution on the pooled basis.

Citizens Bank	\$	24,963
PNC Advisors		<u>7,002,864</u>
Total	\$	<u>7,027,827</u>

At December 31, 2010, \$250,000 of the Fund's bank balance was covered by Federal Depository Insurance Corporation (FDIC) insurance.

Deposits held at Citizens Bank represents 3.78 percent of the Fund's cash and cash equivalents. Cash equivalents held at PNC Advisors represents 96.22 percent. These deposits do not include short term investments.

Investments

Custodial Credit Risk – For investments this is the risk that in the event of failure of the counter party (e.g. Broker – dealer) to a transaction, a government will not be able to recover the value of its investments in collateral securities that are held in the possession of another party. All investments of the Fund are held in trust at PNC Advisors, in the County's name.

Interest Rate Risk – Arises from investments in debt instruments and is defined as "the risk that changes in interest rate will adversely affect the fair value of the investment". The fund has a policy that the maturities of investments held in the portfolio are at the discretion of the investment manager. However, the effective duration of the fixed income section should not exceed +/- 1.5 years of the Lehman Brothers Aggregate Index duration.

Credit Risk – Is the risk that an issuer or the other counter party to an investment will not fulfill its obligation to the Fund. The Fund's policy on credit risk is as follows:

Equity Issues – There are no qualitative guidelines suggested with regard to equity ratings, rankings, etc., except that prudent standards should be developed and maintained by the investment managers. Convertible bonds will be considered as an equity investment and must be rated investment grade (Baa/BBB) or better by Moody's Investment Service or Standard and Poor's.

Fixed Income Securities – Domestic bonds held in the portfolio must be rated investment grade (Baa/BBB) or better by Moody's Investment Service or Standard and Poor's.

Cash Equivalents – If commercial paper is used for short term investments, it must be of high quality, rated at least the equivalent of A-1 or P-1 by Moody's Investment Service or Standard and Poor's.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

As of December 31, 2010, the Fund's investments are as follows:

	Fair Value	Minimum Rating	No Maturity Date	13-24 Months	25-60 Months	More Than 60 Months
US Government Securities	\$ 53,257,898	AAA	- \$	5,615,158 \$	9,014,815 \$	38,627,925
Municipal Bonds	998,645	BAA1	-	-	-	998,645
Domestic Corporate Debt Obligations	27,395,170	BAA3	-	856,092	2,727,819	23,811,259
Domestic Common Stock	134,441,905	N/A	134,441,905	-	-	-
Registered Investment Companies	44,330,223	N/A	44,330,223	-	-	-
Partnerships/Joint Ventures	35,481,086	N/A	35,481,086	-	-	-
Asset Backed Securities	16,074,388	B2	-	81,808	1,061,246	14,931,334
Mutual Funds-Fixed Income	6,646,932	N/A	6,646,932	-	-	-
Totals	\$ 318,626,247		\$ 220,900,146	\$ 6,553,058	\$ 12,803,880	\$ 78,369,163

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

C. Component Units

Westmoreland County Airport Authority

The Authority is required by Act 72 of the Commonwealth of Pennsylvania, dated August 6, 1971, to place its funds with depository financial institutions that are fully insured by the Federal Depository Insurance Corporation (FDIC) or in accounts that are collateralized by the depository financial institution. Public monies may be collateralized on a pooled basis with the collateral pledged held by an agent of the Authority's depository financial institution.

The Authority is authorized to invest in U.S. Treasury bills, short term obligations of the Federal Government or its agencies, and time deposits of insured institutions. The Authority considers all investments with an original maturity date of three months or less to be cash equivalents.

As of December 31, 2010, the Authority's deposits were all considered to be cash equivalents.

The Authority's deposits with financial institutions are fully covered by FDIC Insurance for the first \$250,000 of deposits. Deposits in excess of \$250,000 are secured by pooled collateral held by an agent of the Authority's bank in the bank's name, as permitted by Act 72 of the Commonwealth of Pennsylvania.

Custodial Credit Risk – For deposits is the risk that in the event of the failure of a depository financial institution a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that in the event of failure the counterparty (e.g. Broker-dealer) to a transaction, a government will not be able to recover the value of its investment in collateral securities that are held in the possession of another party.

The Authority's policy with regards to custodial credit risk are in compliance with Act 72 of the Commonwealth of Pennsylvania.

At December 31, 2010, \$171,019 of the Authority's total bank deposits of \$421,019 were exposed to custodial credit risk as follows:

Covered by FDIC Insurance	\$ 250,000
Secured by pooled collateral	<u>171,019</u>
Total Bank Deposits	<u>\$ 421,019</u>

At December 30, 2010, the amounts held by the Trustee had the following cash equivalents:

	S&P Rating	Moody's	Average Maturity	Fair Value
MTB US Govt Money Market Fund	AAAm	Aaa	37 Days	\$36,954

Westmoreland County Redevelopment Authority

Deposits and investments are reported as cash and cash equivalents, restricted cash and cash equivalents, and restricted investments.

At December 31, 2010, the Authority had the following investments:

<u>Investment Type:</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Months)</u>
<i>Restricted:</i>		
Commercial Paper	<u>\$449,528</u>	0.30
Portfolio Weighted Average Maturity (Months)		0.30

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Interest Rate Risk – The Authority's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – The unrestricted and restricted cash balances of funds are maintained in individual bank deposits and various separate investment instruments. The Authority follows the County investment policy. The Third Class County Code authorizes the Authority to invest in the following types of investments:

1. U.S treasury bills;
2. Short-term obligations of the United States government or its agents or instrumentalities;
3. Deposits in savings accounts or time deposits which are fully insured or collateralized;
4. Obligations of the United States government or any of its agencies or instrumentalities; obligations of the Commonwealth of Pennsylvania or any of its agencies or instrumentalities;
5. Shares of an investment company registered under the Investment Company Act of 1940, whose shares are registered under the Securities Act of 1933, provided that the only investments of that company are the authorized investments for County funds listed in items (1) through (4) above;
6. Fully insured or collateralized certificates of deposit at commercial banks, and savings and loan associations accepted as depository institutions under the Third Class County Code; and
7. Commercial paper and prime commercial paper.

At December 31, 2010, the Authority's investment in commercial paper was rated A-1 + by Standard & Poor's.

Concentration of Credit Risk – The Authority places no limit on the amount the Authority may invest in any one issuer. More than 5 percent of the Authority's investments are in commercial paper, which represents 100% of the Authority's total investments.

Custodial Credit Risk – Deposits – In the case of deposits, this is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The County's policy limits custodial credit risk on deposits by requiring deposits to be fully insured or collateralized. As of December 31, 2010, all Public Fund Deposits not covered under the FDIC insurance coverage, are covered by Act No. 72 of the 1971 Pennsylvania Session.

Custodial Credit Risk – Investments – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Authority will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the Authority's \$449,528 investment in commercial paper, \$449,528 of the underlying securities are held by the investment's counterparty, not in the name of the Authority.

Westmoreland County Industrial Park Authority

Deposits are reported as cash and cash equivalents.

Custodial Credit Risk – Deposits – In the case of deposits, this is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority does not have a deposit policy for custodial credit risk. As of December 31, 2010, \$828,632 of the Authority's bank balances of \$1,161,882 were exposed to custodial credit risk, as the bank balances were uninsured and collateralized with securities held by pledging financial institution's trust department or agent, but not in the Authority's name.

Westmoreland County Community College

WCCC Deposits

At June 30, 2010, the carrying amounts of WCCC reconciled cash accounts (checking accounts and money markets) were \$15,147,968. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance was secured by pledged bank collateral under the pooled collateral agreement described in Pennsylvania Act 72. WCCC does not carry any bank balance over and above the insured and secured amounts.

Foundation Deposits

At June 30, 2010, the carrying amount of Foundation cash accounts (checking accounts and money markets) was \$614,556. At times, cash balances may exceed the FDIC limit. Any balances greater than the FDIC limit are not insured. Of the bank balance, \$250,000 was covered by federal depository insurance.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

WCCC & Foundation Investments

Interest Rate Risk – WCCC has a formal investment policy, in which high and moderate volatile investments, including all equity investments, are to be avoided as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – WCCC’s investment policy limits its investment choices to fixed income investments limited to obligations of the United States of America or any agency or instrumentalities backed by the full faith and credit of the United States of America and the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the Commonwealth.

Concentration of Credit Risk – WCCC places no limit on the amount they may invest in one issuer.

The certificates of deposit are covered by federal deposit insurance up to \$250,000 at each bank of investment. The balances in excess of \$250,000 are covered by collateral held at the respective banks as described in Pennsylvania Act 72.

	Investment	Maturities	Fair Value
WCCC			
	Certificates of Deposit	1 to 3 years	\$ 2,126,862
Foundation			
	Phoenix Growth Fund		12,605
	S&T Wealth Management*		601,070
	FNB Wealth Management*		494,950
	United States Treasury Strips	Aug 05 thru Aug 15	<u>882,914</u>
		Total	<u>\$ 4,118,401</u>

*Includes fixed income securities, mutual funds and equities.

Foundation - Investments

As of June 30, 2010

	Cost	Fair Value	Carrying Value
Securities, mutual funds and fixed income	\$ 1,102,101	\$ 1,108,625	\$ 1,108,625
Treasury strips	427,170	491,130	491,130
Interest receivable	<u>391,784</u>	<u>391,784</u>	<u>391,784</u>
Total	<u>\$ 1,921,055</u>	<u>\$ 1,991,539</u>	<u>\$ 1,991,539</u>

The following summarizes the investment return and its net asset classification for the year ended June 30, 2010:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Interest and dividends	\$ 19,774	\$ 52,474	\$ -	\$ 72,248
Realized unrealized gains (losses)	<u>54,031</u>	<u>29,078</u>	<u>40,174</u>	<u>123,283</u>
Total return on investments	<u>\$ 73,805</u>	<u>\$ 81,552</u>	<u>\$ 40,174</u>	<u>\$ 195,531</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Westmoreland County Transit Authority

Deposits – The Authority is required by Act 72 of the Commonwealth of Pennsylvania, dated August 6, 1971, to maintain deposits that are properly collateralized. Collateralization is permitted to be on a "pooled" basis.

Investments – The Authority is authorized to invest in U.S. Treasury Bills and short term obligations of the Federal Government or its instrumentality obligations.

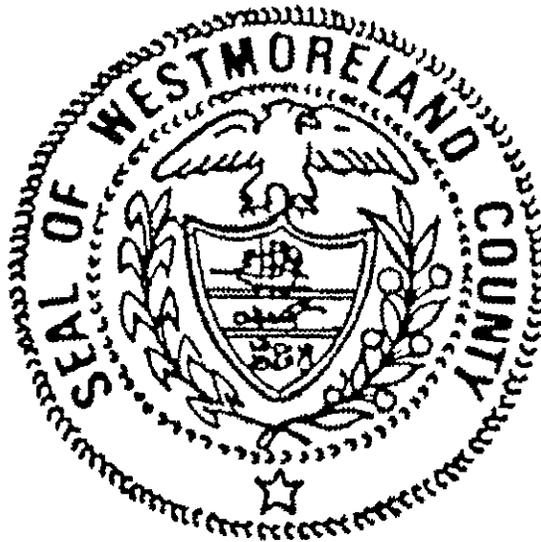
Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Authority's deposits might not be recovered. The Authority does not have a policy regarding custodial credit risk; however, deposits are in compliance with Act 72. As of June 30, 2010, \$1,930,211 of the Authority's bank balance of \$3,898,455 were exposed to custodial credit risk as follows:

United and Uncollateralized with securities held by pledging financial institutions on a pooled basis	<u>\$1,930,211</u>
--	--------------------

As of June 30, 2010, \$500,000 of the Authority's bank balances were covered by FDIC insurance and \$1,468,245 were with Pennsylvania Local Government Investment Trust (PLGIT) and were either in obligations of the U.S. Government or its agents or instrumentalities or in United States Treasury Bills.

Interest Rate Risk – Interest rate risk arises from investments and is defined as "The risk that changes in interest rates will adversely affect the fair value of the investment". During the year and at the year end, June 30, 2010, the Authority's investments consisted of deposits with financial institutions and had no significant interest rate risk.

Investments - The authority is authorized to invest in U.S. Treasury bills, short term obligations of the U.S. Government and federal agencies, insured savings, and checking accounts and certificates of deposits in banks, savings and loan associations and credit unions, general obligation bonds of the federal government, the Commonwealth of Pennsylvania or any state agency or of any Pennsylvania political subdivision, and shares of mutual funds whose investments are restricted to the above categories.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(4) Interfund Transactions

The County affects a variety of transactions between its funds. These transactions are performed in the normal course of transacting County business in order for certain funds to cover the expenses of the other funds until those funds receive available resources in order to repay the amount. In addition, certain funds may receive funds that are due to other funds and have not disbursed the funds at year-end. The individual interfund receivable and payable balances at year end are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Major Funds		
General Fund	\$ 5,830,191	\$ 136,288
Behavioral Health/Developmental Services	240,606	21,244
Area Agency on Aging	-	4,854
Childrens Bureau	-	<u>2,017,614</u>
Total Major Funds	<u>6,070,797</u>	<u>2,180,000</u>
Other Governmental Funds		
<u>Special Revenue Funds</u>		
Liquid Fuels	16,288	-
Domestic Relations	-	183,642
Human Services	-	333
Hazmat Response	-	105
Offender Supervision	-	102,519
Records Improvement	-	13,125
Hotel Tax	-	697
Prison Canteen	120,000	28,619
Recorder of Deeds Improvement	-	151,388
<u>Debt Service Funds</u>		
General Obligations Bonds	17,268	190,113
<u>Capital Projects Funds</u>		
Community Development	-	484,739
Home Investment	-	9,903
2003A Bond Construction	141,850	535,878
Neighborhood Stabilization	-	<u>148,621</u>
Total Other Governmental Funds	<u>295,406</u>	<u>1,849,682</u>
Proprietary Funds		
Industrial Development Corporation	-	46,693
Westmoreland Manor	-	7,656
911 Surcharge	190,113	2,231,523
Health Choices	-	<u>240,762</u>
Total Proprietary Funds	<u>190,113</u>	<u>2,526,634</u>
Total Primary Government	<u>\$ 6,556,316</u>	<u>\$ 6,556,316</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Interfund loan receivable/loan payable

The Interfund loan receivable and payable are loans within the Primary Government and the Component Units. The individual Interfund loan receivables and payables balances at year end are as follows:

	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
General Fund	\$ 380,930	\$ -
<u>Capital Project Funds</u>		
Community Development Fund	2,028,285	-
UDAG Fund	<u>20,000</u>	<u>-</u>
Total Governmental Funds	<u>2,429,215</u>	<u>-</u>
<u>Proprietary Fund</u>		
Industrial Development Corporation	<u>50,000</u>	<u>2,429,215</u>
Total Proprietary Funds	<u>50,000</u>	<u>2,429,215</u>
Total Primary Government	<u>2,479,215</u>	<u>2,429,215</u>
<u>Component Units</u>		
Industrial Park Authority	<u>-</u>	<u>50,000</u>
Total Component Units	<u>-</u>	<u>50,000</u>
Total Primary Government/Component Units loan receivable/payable	<u>\$ 2,479,215</u>	<u>\$ 2,479,215</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

The County affects a variety of transactions between its funds. Transfers occur if a certain fund is required to or is utilized to fund the operations of another fund. The majority of the transfers are from the General Fund in order to cover the operating expenses of other funds. A summary of transfers is as follows:

	<u>Transfers in</u>	<u>Transfers out</u>
Major Funds		
General Fund	\$ 5,974,897	\$ 17,680,915
Behavioral Health/Developmental Services	2,239,885	66,173
Area Agency on Aging	410,606	27,233
Children's Bureau	<u>2,692,099</u>	<u>22,809</u>
Total Major Funds	<u>11,317,487</u>	<u>17,797,130</u>
Other Governmental Funds		
<u>Special Revenue Funds</u>		
Liquid Fuels	-	88,701
Domestic Relations	628,036	184,222
Human Services	343,397	494
Hazmat Response	-	539
Offender Supervision	-	425,812
Records Improvement	-	13,080
Hotel Tax	-	1,942
Prison Canteen	120,000	-
Recorder of Deeds Improvement	-	151,388
<u>Debt Service Funds</u>		
1993 F&G Refunding Bonds	7,430,000	-
1997 Refunding Bonds	26,165	-
1999 C General Obligation Bonds	299,081	-
General Obligation Bonds	1,030,553	-
<u>Capital Project Funds</u>		
Community Development	-	129,959
Home Investment	-	185
2003A Construction Fund	<u>-</u>	<u>4,658,241</u>
Total Other Governmental Funds	<u>9,877,232</u>	<u>5,654,563</u>
Proprietary Funds		
Industrial Development Corporation	1,198,766	453,506
Westmoreland Manor	-	31,326
911 Surcharge	3,029,684	17,616
Health Choices	<u>-</u>	<u>1,469,028</u>
Total Proprietary Funds	<u>4,228,450</u>	<u>1,971,476</u>
Total Primary Government Transfers	<u>\$ 25,423,169</u>	<u>\$ 25,423,169</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(5) Capital Assets

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

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 3,222,335	\$ 62,883	\$ -	\$ 3,285,218
Construction in progress	<u>3,225,903</u>	<u>1,305,416</u>	<u>(3,225,903)</u>	<u>1,305,416</u>
Total capital assets not being depreciated	<u>6,448,238</u>	<u>1,368,299</u>	<u>(3,225,903)</u>	<u>4,590,634</u>
Capital assets being depreciated:				
Buildings and improvements	69,629,135	7,916,639	-	77,545,774
Equipment, furniture and fixtures	13,469,825	337,181	(206,974)	13,600,032
Vehicles	5,955,140	150,150	(68,006)	6,037,284
Infrastructure	<u>30,769,226</u>	<u>526,694</u>	<u>-</u>	<u>31,295,920</u>
Total capital assets being depreciated	<u>119,823,326</u>	<u>8,930,664</u>	<u>(274,980)</u>	<u>128,479,010</u>
Capital assets at historical cost	<u>126,271,564</u>	<u>10,298,963</u>	<u>(3,500,883)</u>	<u>133,069,644</u>
Less accumulated depreciation for:				
Buildings and improvements	(35,429,872)	(2,192,673)	-	(37,622,545)
Equipment, furniture and fixtures	(9,445,192)	(1,587,934)	197,641	(10,835,485)
Vehicles	(3,967,863)	(655,401)	68,006	(4,555,258)
Infrastructure	<u>(16,425,823)</u>	<u>(654,946)</u>	<u>-</u>	<u>(17,080,769)</u>
Total accumulated depreciation	<u>(65,268,750)</u>	<u>(5,090,954)</u>	<u>265,647</u>	<u>(70,094,057)</u>
Governmental activities capital assets, net	<u>\$ 61,002,814</u>	<u>\$ 5,208,009</u>	<u>\$ (3,235,236)</u>	<u>\$ 62,975,587</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

	Primary Government				Ending Balance
	Beginning Balance	Reclass Assets	Increases	Decreases	
Business-type Activities:					
Capital assets not being depreciated:					
Land	\$ 4,566,404	\$ -	\$ -	\$ -	\$ 4,566,404
Construction in progress	463,964	-	-	(463,964)	-
Total capital assets not being depreciated	5,030,368	-	-	(463,964)	4,566,404
Capital assets being depreciated:					
Buildings and improvements	27,907,047	B 3,455,043	281,365	(1,332,873)	30,310,582
Equipment, furniture and fixtures	41,642,134	B (3,455,043)	909,619	(4,913,184)	34,183,526
Vehicles	760,012	-	92,777	(27,506)	825,283
Infrastructure	24,926,040	-	842,754	-	25,768,794
Total capital assets being depreciated	95,235,233	-	2,126,515	(6,273,563)	91,088,185
Total capital assets at historical cost	100,265,601	-	2,126,515	(6,737,527)	95,654,589
Less accumulated depreciation					
Buildings and improvements	(16,747,667)	- A	(1,436,092)	61,090	(18,122,669)
Equipment, furniture and fixtures	(22,994,932)	- A	(11,282,946)	4,911,835	(29,366,043)
Vehicles	(759,066)	- A	(73,508)	27,506	(805,068)
Infrastructure	(5,912,774)	-	(815,522)	-	(6,728,296)
Total accumulated depreciation	(46,414,439)	-	(13,608,068)	5,000,431	(55,022,076)
Business-type activities capital assets, net	\$ 53,851,162	\$ -	\$ (11,481,553)	\$ (1,737,096)	\$ 40,632,513

A. Changes in Estimate

During 2010, the County converted its 911 Surcharge fund capital assets from a manual batch based system to a capital asset software system which is itemized by asset within the capital assets category. During this process, the County re-evaluated the useful lives of these assets and changes in the estimated useful lives were made. The table below illustrates the total amount of depreciation expenses charged to 2010 as well as the amount that represents the change in the estimated useful lives:

Capital Assets Category	Total Depreciation Expense Charged to 911 Surcharge Fund	Less: Amount Related to Change in Estimate of Useful Lives	Amount of Depreciation Expense Related to 2010
Building and Improvements	\$ 1,132,192	\$ 972,484	\$ 159,708
Equipment, Furniture and Fixtures	10,465,652	9,180,287	1,285,365
Vehicles	68,992	64,109	4,883
Total	\$ 11,666,836	\$ 10,216,880	\$ 1,449,956

B. Capital Assets Reclassification

During the capital asset conversion, it was determined that the towers improvements were incorrectly classified. Building and Improvements increased by \$3,455,043 and Equipment, Furniture and Fixtures decreased by the same amount.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Depreciation expense was charged to functions as follows:

Governmental activities:	
Administration	\$ 901,749
Judicial - Courts	266,528
Judicial - Court related	432,713
Public Safety - Corrections	1,579,520
Public Safety - Emergency Management	485,057
Public Safety - Other	56,617
Public Works	852,296
Human Services - Children and Youth	49,958
Human Services - Behavioral Health	48,356
Human Services - Aging	102,082
Human Services - Other	4,184
Parks and recreation	294,716
Planning and Development	<u>17,178</u>
Total governmental activities depreciation expense	\$ <u>5,090,954</u>
Business-type activities:	
Industrial Development	\$ 853,517
Nursing Home	1,085,911
9-1-1 Communications	11,666,836
Health Choices	<u>1,804</u>
Total business-type activities depreciation expense	\$ <u>13,608,068</u>

(6) Postemployment Benefits

A. Employee Retirement Trust Fund

1. Plan Description

The County sponsors the Westmoreland County Employee's Retirement Fund, (the "Plan"), a single employer, defined benefit, public employees' retirement fund for the benefit of all personnel who are regularly employed on a full time basis by the County except for the Transit and Airport Authorities and the Community College. The County's retirement plan was organized on January 1, 1945, and is in compliance with Act 96 of the Pennsylvania Legislature, the "County Pension Law", dated August 31, 1971. The plan is administered by the Westmoreland County Retirement Board, which is comprised of the three member board of County Commissioners, the County Controller and the County Treasurer. The plan requirements may be amended by act of the General Assembly of the Commonwealth of Pennsylvania.

The Retirement Fund issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by contacting:

Westmoreland County Pennsylvania
 Employee Retirement Fund
 2 North Main Street, Suite 111
 Greensburg, PA 15601

The Retirement Fund is presented on the accrual basis of accounting in conformity with generally accepted accounting principles as applicable to government entities.

A member becomes eligible for benefits at age 60 regardless of length of service, or at age 55 with 20 years of service. There are provisions for early retirement, disability pension payment, survivor's annuities, and death benefits. The Plan also provides for refunds upon application from an employee who terminates for any reason. Acceptance of refund forfeits all rights to further benefits under the Plan. Benefits and refunds of the plan are recognized as expenses of the fund when they are due and payable in accordance with the terms of the plan.

Normal monthly retirement pension is calculated based upon a monthly average of a member's highest salary or wage including overtime and shift premium compensation for 36 months, whether or not consecutive, multiplied by a specified percentage. Such percentage is based upon the number of years' service and class of service. The maximum percentage is not limited.

Disability pension payment is calculated at 25 percent of the final average salary in effect on date of disability. A more detailed description of the Plan is available from the Plan's administrative office.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

2. Funding Policy

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. The County Contributions are recognized when due and the employer has made a formal commitment to provide the contributions. Administrative costs may be financed through investment earnings. Cost-of-living adjustments (COLA) are provided at the discretion of the Westmoreland County Employees Retirement Board.

Plan members are required to contribute 9 percent of their annual covered salary. Employees may also make voluntary contributions to the Plan. Plan members contributions are recognized as revenues in the period in which contributions are due.

3. Funding Status and Progress

As of December 31, 2010, the most recent actuarial valuation date, the plan was 84.81 percent funded. The actuarial accrued liability for benefits was \$349,024,545 and the actuarial value of assets was \$296,022,678, resulting in an unfunded accrued liability (UAAL) of \$(53,001,867). The covered payroll (annual payroll of active employees covered by the plan) was \$76,147,376 and the ratio of the UAAL to the covered payroll was 69.6%.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits. Because this method does not identify or separately amortize unfunded actuarial accrued liabilities, information about funded status and funding progress is presented using the entry age actuarial cost method for that purpose, and that the information presented is intended to serve as a surrogate for the funding progress of the plan.

4. Annual Pension Cost and Net Pension Obligations

For 2010, the annual required contribution was \$7,533,685, the interest on the net pensions obligation was \$(106,336) and the adjustment to the annual required contribution was \$185,432, which resulted in an annual pension cost of \$7,612,781. The County contributed \$6,194,962 for 2010, which resulted in a \$1,417,819 change in the net pension obligation for a December 31, 2010 balance of \$-0-.

The annual required contribution for the current year was determined as part of the December 31, 2009, actuarial valuation. The actuarial methods and assumptions included:

Actuarial Cost Method: Aggregate Actuarial Cost

Asset Valuation Method: 5-year Smoothed Market

Actuarial Assumptions: The plan uses the aggregate actuarial cost method, which does not identify or separately amortize unfunded actuarial liabilities.

- (a) 7.50 percent investment rate of return and
- (b) projected salary increase of 3.50%.
- (c) (a) and (b) included an inflation component of 3 percent.

The assumption did not include any cost of living adjustments (COLA), which are provided at the discretion of the Retirement Board.

5. Three Year Trend Information:

Fiscal Year Ending	Annual Pension Costs (APC)	Percentage Of APC Contributed	Net Pension Asset
12/31/2008	\$ 2,222,551	172%	\$ (1,487,449)
12/31/2009	8,345,240	99.16%	(1,417,819)
12/31/2010	7,612,781	81.38%	-

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

B. Westmoreland County Other Post-Employment Benefit Plan

Plan Description. In addition to the pension benefits mandated by the "County Pension Law", the County administers a single employer other postemployment benefit plan that offers health and life insurance benefits for retirees who have completed eight or more continuous years of service.

Qualified individuals are eligible for the following benefits:

1. Hospitalization is available to all retirees and their dependents until such time as the retiree reaches the age of sixty-five. The retiree is required to pay one-half the monthly premium cost.
2. Life insurance with a face value of \$5,000 is provided to all eligible retirees.

At December 31, 2010, the Westmoreland County Retirement System had 894 active members, with approximately 169 members eligible for hospital coverage and 122 members/survivors participating (surviving spouses/dependents account for the difference).

Funding Policy. The contribution requirements of the County are established and may be amended by resolution of the Westmoreland County Board of Commissioners. The County funds the Plan on a pay-as-you-go basis. For 2010, the County contributed \$1,332,005 to the plan for 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 GASB 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 Activities	County Nursing Home	911 Fund	HealthChoices	Total Primary Government
Annual required contribution	\$ 2,013,909	\$ 772,971	\$ 91,238	\$ 4,677	\$ 2,882,795
Interest on Net OPEB Obligation	109,329	27,527	4,689	273	141,818
ARC Adjustment	<u>(149,143)</u>	<u>(37,550)</u>	<u>(6,396)</u>	<u>(373)</u>	<u>(193,462)</u>
Annual OPEB Cost	\$ 1,974,095	\$ 762,948	\$ 89,531	\$ 4,577	\$ 2,831,151
Contributions made	<u>656,240</u>	<u>673,262</u>	<u>940</u>	<u>1,563</u>	<u>1,332,005</u>
Net Increase in Net OPEB Obligation	\$ 1,317,855	\$ 89,686	\$ 88,591	\$ 3,014	\$ 1,499,146
Net OPEB obligation-beginning of year	<u>2,429,535</u>	<u>611,693</u>	<u>104,200</u>	<u>6,074</u>	<u>3,151,502</u>
Net OPEB obligation-end of year	<u>\$ 3,747,390</u>	<u>\$ 701,379</u>	<u>\$ 192,791</u>	<u>\$ 9,088</u>	<u>\$ 4,650,648</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the previous three years are as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2008	\$ 1,846,483	51.15%	\$ 1,820,112
12/31/2009	2,221,179	40.06%	3,151,502
12/31/2010	2,831,151	47.05%	4,650,648

Note: The County adopted GASB 45 on a prospective basis in 2007.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Funded Status and Funding Progress. As of January 1, 2011, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability for benefits was \$28,708,113 and there were no assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$28,708,113. The covered payroll was \$77,360,215, and the ratio of the UAAL to the covered payroll was 37.1%

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 future employment, mortality, and the healthcare cost trend. 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.

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 of benefit costs between the employer and 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, 2011, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 4.5% 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 10% initially, reduced by decrements to an ultimate rate of 5% after 5 years. The UAAL is being amortized using the level dollar method over a period of 30 years on a opened basis. The calculation includes an inflation rate of 3%.

C. Component Unit – Retirement Plans

Westmoreland County Redevelopment Authority

The Authority sponsors a defined-contribution pension plan, the Redevelopment Authority of the County of Westmoreland Pension Plan, covering substantially all of its permanent employees. The Plan is administered by the Authority. The Authority's payroll for employees covered by the plan for the year ended December 31, 2010 was \$229,293 which represents 100 percent of the total Authority payroll. Plan members are required to contribute at least 6.5%, and not more than 10%, of covered salary. The Authority is required to contribute 6.5% of each covered employee's annual compensation, which totaled \$15,918 in 2010. Plan provisions and contributed requirements are established and may be amended by the Authority.

Westmoreland County Airport Authority

The Authority sponsors a defined contribution pension plan in which the Authority contributes ten (10) percent of eligible employees' annual salary. Employees are eligible after three years of service and are fully vested at that time. For the year ended December 31, 2010, there were 12 plan members.

For the year ended December 31, 2010, the Authority contributed \$54,949 to the pension plan, of which the Authority was reimbursed \$7,189 from Rostraver Airport. Westmoreland County Airport Authority's share of annual payroll and covered payroll for the year ended December 31, 2010, were \$629,038 and \$477,600, respectively.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Westmoreland County Airport Authority- Other Post Employment Benefit Plan

Plan Description. In addition to providing pension benefits, the Authority has a medical health insurance plan that covers its administrative, management, and support staff employees.

Summarized below are the relevant provisions of the health plan offered by the Authority:

Eligibility

Years of Authority Service	Age 55 and 20 years of service
Minimum Employee Age	None

Benefits

Type of Coverage	Medical, Vision, Dental
Level of Coverage	Level up Retirement
Duration of Benefits	Retiree and spouse covered until age 65

The Authority pays for the entire cost of the retiree's medical health insurance (i.e. medical, vision and dental) and there is no retiree contribution.

Funding Policy. The authority does not advance fund the plan. Payments toward the liabilities are made on a pay-as-you-go annual basis.

Annual OPEB Cost and Net OPEB Obligation. The Authority's annual other postemployment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 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 over a period of 30 years. The following table shows the components of the Authority's annual OPEB cost for the year, the actual amount contributed to the plan, and changes in the Authority's OPEB obligation to the plan.

Annual required contribution	\$	83,154
Interest on Net OPEB Obligation		-
ARC Adjustment		-
Annual OPEB Cost		83,154
Contributions made		<u>(20,617)</u>
Net Increase in Net OPEB Obligation		62,537
Net OPEB obligation-beginning of year		62,537
Net OPEB obligation-end of year	\$	<u>125,074</u>

The following table presents the Authority's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2009	\$ 83,154	24.79%	\$ 62,537
12/31/2010	83,154	24.79%	125,074

Note: The Authority adopted GASB 45 on a prospective basis in 2009; therefore only two years is presented in the above schedule.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Funded Status and Funding Progress. As of December 31, 2009, the actuarial accrued liability for benefits was \$763,609, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$547,411 and the ratio of the unfunded actuarial accrued liability to the covered payroll was 139%. The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the health care cost trend. 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.

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 plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The 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.

The following simplifying assumptions were made:

Retirement Age for Active Employees – It is assumed that employees will retire at age 60.

Marital Status – 75% of active participants are assumed to have a covered spouse at retirement. The husband is assumed to be 3 years older than the wife.

Mortality – Life expectancies were based on the RP-2000 Combined Mortality Table projected to 2015 using Projected Scale AA.

Health Care Cost Trend Rate –

	<u>Medical</u>
2011-2012	9.0%
2012-2013	8.0%
2013-2014	7.0%
2014-2015	6.0%
2015-2016	5.0%
2016-2017	5.0%
2017 and after	5.0%

Medical costs for the time period May 1, 2010 through April 30, 2011 are known. Medical costs for the time period May 1, 2011 through April 30, 2012 are assumed to be 9% higher than current costs.

Discount Rate – The discount rate of 4.5% was based on the twenty year AA Corporate Bond rate and the lack of any pre-funding of the plan.

Participation – 100% of employees currently participating in the group medical are assumed to continue participation into retirement. Employees who waived participation are assumed to decline post retirement coverage.

Amortization Period – 30 years.

Amortization Method – Level Dollar, opened amortization.

Actuarial Cost Method – Projected Unit Credit.

Westmoreland County Transit Authority

The Authority established and administers the Westmoreland County Transit Authority Retirement Plan, a contributory defined contribution plan on November 1, 1984, with the Principal Financial Group. The Authority has delegated its authority to amend this Plan to Principal Mutual Life Insurance Company.

As of June 30, 2010, the employer's current year covered payroll and its total current year payroll for all employees are \$463,934 and \$515,718, respectively. Contribution requirements for the current year by the employees and employer are \$23,196, or 5 percent of the employer's current year covered payroll. Actual contributions to the plan by employees and employer were \$23,702 and \$25,686, respectively.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Westmoreland County Industrial Development Corporation

The Westmoreland County Industrial Development Corporation (WCIDC) sponsors a 401(k) retirement plan, the Westmoreland County Industrial Development Corporation 401(k) Plan and Trust, covering substantially all of its permanent employees. The Plan is administered by the WCIDC. The WCIDC payroll for employees covered by the plan for the year ended December 31, 2010 was \$548,791, which represents 100% of total payroll. WCIDC provides matching contributions, up to a maximum of 5.5 percent of compensation deposited as elective employee contributions, which totaled \$28,905 in 2010. Employee contributions over 5.5 percent are not matched. Plan provisions and contribution requirements are established and amended by the WCIDC.

Westmoreland County Community College

The College has three (3) contributory pension plans covering substantially all full-time employees. The employees have the option to choose under which plan they will be covered. Pension plan expense for the year ended June 30, 2010 was approximately \$1,395,330.

The three (3) pension plans have the following contribution requirements as of June 30, 2010:

1. PSERS

- A. Westmoreland County Community College contributes 4.00% and .78% of covered payroll for pension and health insurance, respectively.
- B. Employees contribute 5.25% or 6.25% of gross wages if hired before July 22, 1983 and 6.25% or 7.5% of gross wages if hired on July 22, 1983 or thereafter. Employees were given an option to contribute the higher rate as of January 1, 2002.
- C. Payroll for employees covered by PSERS for the year ended June 30, 2010, was \$1,925,758. Total contributions by the College amounted to \$62,624.

2. SERS

- A. Westmoreland County Community College contributes 3.15% of gross wages as of June 30, 2010.
- B. Employees contribute 5.00% or 6.25% of gross wages if hired before July 22, 1983 and after July 1, 1993 and 6.25% or 7.5% of gross wages if hired between July 22, 1983 and July 1, 1993. Employees were given an option to contribute the higher rate as of January 1, 2002.
- C. Payroll for the employees covered by SERS for the year ended June 30, 2010 was \$1,610,920. Total contributions by the College amounted to \$52,589.

3. TIAA - CREF

- A. Westmoreland County Community College contributes 10% of gross wages for all participants as of June 30, 2010.
- B. Employees contribute 5.0% of gross wages.
- C. Payroll for employees covered by TIAA-CREF for the year ended June 30, 2010 was \$12,820,559. Total contributions by the College amounted to \$1,280,117.

(7) Other Indebtedness

A. WCIDC – Mortgage, Loans and Notes Payable

The Corporation has an open line of credit through 2011 with the County of Westmoreland with an approved credit limit of \$5,000,000. Interest is payable at a rate of ½ of prime per annum. The line of credit is being utilized for bridge financing on industrial development, pending the receipt of approved grants receivable. At December 31, 2010, \$380,930 is due to the County of Westmoreland, and interest paid and accrued for 2010 was \$21,108.

In 1993, WCIDC entered into an agreement with the Municipal Authority of New Kensington to purchase a property easement for the installation of a water line. Principal and interest payments under this agreement will be made by WCIDC in twenty annual installments of \$12,970, beginning May 1, 1993. The principal and interest due on the loan as of December 31, 2010 totaled \$25,557.

During 1997, WCIDC entered into a non-interest-bearing loan agreement with the Hempfield Township Municipal Authority in the amount of \$150,000 with final maturity on November 30, 2012. Payments received on this loan will be remitted to the UDAG Capital Projects Fund. The principal and interest due on the loan as of December 31, 2010 totaled \$20,000.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

During 1998, WCIDC entered into a loan agreement with Sony Electronics, Inc. in the amount of \$1,254,046. The entire amount of the loan is due January 15, 2010 and will be funded by the sale of land in the Westmoreland Distribution Park. During 2010, payments of \$556,010 were received, leaving a remaining balance as of December 31, 2010 on the loan of \$-0-.

During 2000, the WCIDC entered into a loan agreement with the Pennsylvania Industrial Development Authority in the amount of \$1,586,000 with an interest rate of 3.75%. The loan proceeds were used to assist the Economic Growth Connection of Westmoreland, a Pennsylvania Non-profit corporation, in the purchase of a facility located in the Borough of South Greensburg, Pennsylvania. Principal and interest payments under this agreement are paid by WCIDC in monthly installments of \$12,861 over the term of the loan of 15 years commencing on March 1, 2000. The Economic Growth Connection has pledged lease revenue to WCIDC to provide for debt service of the loan. The principal and interest due on the loan as of December 31, 2010 totaled \$594,468.

During 2002, WCIDC entered into a loan agreement with Lenox Incorporated in the amount of \$500,000 with an applicable interest rate of 6.5%. The loan proceeds were used to assist the Economic Growth Connection, a Pennsylvania non-profit corporation, in the purchase of a facility located in Mount Pleasant, Pennsylvania. Principal and interest payments under this agreement will be paid by WCIDC in monthly installments of interest only for the period September 1, 2002 through August 31, 2004 and principal and interest amortized over the eight-year period of September 1, 2004 through August 31, 2012. Payments consist of 24 payments of interest in the amount of \$2,708 and 96 payments of principal and interest in the amount of \$6,693. The Economic Growth Connection has pledged lease revenue to WCIDC to provide for debt service of the loan. The principal and interest due on the loan as of December 31, 2010 totaled \$120,535.

During 1998, WCIDC entered into a loan agreement with the County of Westmoreland in the amount of \$1,800,000. The proceeds were used to loan a total of \$1,800,000 to the Troutman Building Associates, a Pennsylvania Limited Partnership. The loan bears an interest rate of 1%, compounded annually, commencing on January 1, 1999. Payment of principal and interest will be made in an amount equal to 75% of the net cash flow after the establishment and maintenance of an operating reserve account in the minimum amount of \$250,000. Payments of principal and interest continue until paid in full or December 31, 2028, whichever first occurs. The principal and interest due on the loan as of December 31, 2010 totaled \$2,028,285.

During 2006, WCIDC entered into a loan agreement with Peoples Natural Gas Company in the amount of \$200,000. The entire amount of the loan is due in full on February 28, 2011, and is subject to an annual service fee of 1% of the outstanding loan balance on December 31 each year. The principal and interest due on the loan as of December 31, 2010 totaled \$200,000.

During 2006, WCIDC, along with Economic Growth Connection (EGC) entered into a loan agreement with Citizens Bank in the amount of \$8,550,000. The proceeds are being used to build a 4-story addition to the Westmoreland County Courthouse Annex. Principal and interest payments under the loan will be amortized at a rate of 6.20% over a 20-year period, with a balloon payment due and payable on the 10-year maturity date of June, 2017. The WCIDC portion of the principal and interest due on the loan as of December 31, 2010 totaled \$3,851,373. Debt service payments will be paid utilizing lease rentals collected on the project.

During 2006, WCIDC entered into a loan agreement with the Commonwealth Financing Authority in the amount of \$4,300,000. The proceeds are being used to develop the Westmoreland Distribution Center, Phase II. All principal and interest payments are deferred, and no interest will accrue, until the following occur: 1) upon sale of the property or any subdivided portion thereof, the net proceeds of the sale shall be applied to the loan; 2) upon lease of the property or any subdivided portion thereof, interest shall accrue at the rate of 2% per annum beginning on the commencement date of the lease, and repayment of the loan will commence making level payments of principal and interest in an amount calculated to fully amortize the outstanding principal balance by the maturity date, April 18, 2026, unless another payment is mutually agreed by the parties; 3) if all of the property remains unsold and unleased as of April 18, 2011, at the option of the Commonwealth Financing Authority in its sole discretion, either 1) interest shall accrue on the outstanding principal balance at a rate of 2% per annum beginning on that date or 2) WCIDC shall commence making level payments of principal and interest in an amount calculated to fully amortize the outstanding principal balance by the maturity date, or 3) WCIDC will transfer the property to the Commonwealth Financing Authority by deed in lieu of foreclosure. The principal and interest due on the loan as of December 31, 2010 totaled \$4,300,000.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

During 2006, WCIDC entered into a loan agreement with S&T Bank in the amount of \$450,000 with a fixed rate of 7.250% per annum. The proceeds are being used to develop the Business and Research Park, Phase IV. The loan is subject to an interest only period of sixty (60) months, then regular monthly principal and interest payments, calculated on a simple interest basis of 365/360 will start the month after the 60-month interest only period. Upon the sale of the individual lots, WCIDC will pay the bank \$15,000 per acre, in order to release the mortgage on that specific lot. Such amount will be applied against the outstanding principal balance of the loan. WCIDC will provide for debt service under the loan with the receipt of the funds that represent the portion of the real estate taxes derived from the Westmoreland Business and Research Park, Phase IV Revitalization Area incorporated into the Tax Incremental Financing Project Plan (TIF) adopted by the Township of Upper Burrell, Burrell Township, and the County of Westmoreland. The principal and interest due on the loan as of December 31, 2010 totaled \$169,907.

During 2007, WCIDC entered into a loan agreement with the Pennsylvania Industrial Development Authority (PIDA), a public body, in the amount of \$1,400,000 at 4.25 percent per annum interest. The proceeds were used in the development of land situated in East Huntingdon Township, County of Westmoreland, Pennsylvania, a portion of Phase II of the Westmoreland Distribution Center. The first disbursement date under the loan occurred in June 2008. Principal and interest payments under this agreement will be paid in monthly installments of interest only in the 26th through 60th months following the first disbursement date. Thereafter, principal and interest will be amortized over a five-year period. The principal balance on the loan as of December 31, 2010 totaled \$1,325,526.

During 2007, WCIDC, along with Economic Growth Connection (EGC), entered into a loan agreement with S&T Bank in the amount of \$360,000. The proceeds of the loan were utilized for improvements to the real property pledged as security, which is owned by the EGC and is located in the Township of Mount Pleasant, Pennsylvania. Principal and interest payments under the loan will be amortized in 60 monthly installments of \$7,276, beginning January 15, 2008. Payments of principal and interest will continue until paid in full on or before December 15, 2012. Debt service payments will be paid utilizing lease rentals collected on the project. Principal and interest due on the loan as of December 31, 2010 totaled \$161,197.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Changes in long-term debt are summarized below:

	MORTGAGES, LOANS AND NOTES PAYABLE									
	Municipal Authority of New Kensington 1.00%	Sony Electronics, Inc. 0.00%	Peoples Natural Gas 0.00%	PIDA Economic Growth Connection 3.75%	Lenox-Economic Growth Connection 6.50%	PIDA Technology Park II 4.25%	PA BOS Distribution Park North 0.00%	S&T Bank - Research Park III/IV 7.25%	Citizens Bank Admin Bldg 6.20%	S&T Bank - Mt. Pleasant Glass 7.75%
Original Amount of Debt Issue	\$ 234,056	\$ 1,254,046	\$ 200,000	\$ 1,586,000	\$ 500,000	\$ 1,400,000	\$ 4,300,000	\$ 450,000	\$ 4,750,000	\$ 360,000
Bonds/Loans Payable at 1/1/2010	38,146	556,101	200,000	723,863	190,529	1,408,276	4,300,000	316,457	3,981,645	232,764
Debt Issued/Capital Appreciation	-	-	-	-	-	-	-	-	-	-
Debt Retired via Debt Service	(12,589)	(556,101)	-	(129,395)	(69,994)	(82,750)	-	(146,550)	(130,272)	(71,567)
Total Bonds/Loans Payable	25,557	-	200,000	594,468	120,535	1,325,526	4,300,000	169,907	3,851,373	161,197
Less Unamortized Discount	-	-	-	-	-	-	-	-	-	-
Less Current Portion	(12,715)	-	(200,000)	(134,332)	(74,682)	-	(164,994)	(11,933)	(138,582)	(77,318)
Long - Term Obligations Payable at 12/31/2010	\$ 12,842	\$ -	\$ -	\$ 460,136	\$ 45,853	\$ 1,325,526	\$ 4,135,006	\$ 157,974	\$ 3,712,791	\$ 83,879

	MORTGAGES, LOANS AND NOTES PAYABLE			COUNTY LOANS			TOTAL	
	UDAG County HTMA 0.00%	County Troutman Bldg Assn. 1.00%	Westmoreland County Line of Credit	SUBTOTAL Westmoreland County Loans	Mortgages, Loans, and Notes	BONDS Westmoreland County 1999C Bonds 3.50% to 4.70%	TOTAL DEBT	
Original Amount of Debt Issue	\$ 15,034,102	\$ 1,800,000	\$ 5,000,000	\$ 6,950,000	\$ 21,984,102	\$ 3,830,000	\$ 25,814,102	
Bonds/Loans Payable at 1/1/2010	11,947,781	2,008,203	1,679,460	3,717,663	15,665,444	1,405,000	17,070,444	
Debt Issued/Capital Appreciation	-	20,082	21,108	41,190	41,190	-	41,190	
Debt Retired via Debt Service	(1,199,218)	-	(1,319,638)	(1,329,638)	(2,528,856)	(330,000)	(2,858,856)	
Total Bonds/Loans Payable	10,748,563	2,028,285	380,930	2,429,215	13,177,778	1,075,000	14,252,778	
Less Unamortized Discount	-	-	-	-	-	(5,395)	(5,395)	
Less Current Portion	(814,556)	(10,000)	(380,930)	(390,930)	(1,205,486)	(340,000)	(1,545,486)	
Long - Term Obligations Payable at 12/31/2010	\$ 9,934,007	\$ 10,000	\$ 2,028,285	\$ 2,038,285	\$ 11,972,292	\$ 729,605	\$ 12,701,897	

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

This debt is reported as follows on the Industrial Development Corporation's Statement of Net Assets.

Due within one year		
Mortgages, Loans and Notes Payable	\$	814,556
Long Term Debt		340,000
Interfund Payable		390,930
Due more than one year		
Mortgages, Loans, and Notes Payable		9,934,007
Long Term Debt		729,605
Interfund Payable		<u>2,038,285</u>
Long-Term Obligation Payable		<u>\$14,247,383</u>

Interest Rate Swap

The WCIDC has one interest rate swap agreement in effect at December 31, 2010 for its Citizens Bank loan related to the Courthouse Annex Administrative Building. On March 31, 2006, the WCIDC, along with Economic Growth Connection of Westmoreland County (EGC) entered into an interest rate swap with an effective date of June 1, 2007. The WCIDC and the EGC each hold a one-half interest in the swap and the related loan.

Objective of the Interest Rate Swap. To lower its borrowing costs compared to interest rates on fixed rate debt in March, 2006 – the WCIDC and EGC issued varied rate debt in the original principal amount of \$8,550,000 and simultaneously entered into an interest rate swap to serve as a hedge against swings in the cash flows that would be required for its mortgage. The WCIDC's and EGC's objective for entering into the swap was to effectively change its new variable interest rate mortgage to synthetic fixed rate debt at 6.2 percent.

Terms. The significant terms of the WCIDC half of the interest rate swap is as follows:

Swap Related To	Notional Amount	Effective Date	Fixed Rate Paid	Variable Rate Received	Fair Value at 12/31/10	Termination Date
Citizens Bank Loan	\$3,851,373	6/1/2007	6.2%	USD-LIBOR-BBA	\$(1,328,848)	June 1, 2017

WCIDC and EGC entered into the swap at a cost of \$0. LIBOR is the London Interbank Offered Rate, the interest rate at which banks offer to lend unsecured funds to other banks in the London wholesale money market. It is the rate commonly used to set the basic rate on interest rate swaps. A "bps" or basis point is equal to 1/100th of a percent interest.

Fair Value. Because interest rates have declined since the execution of the swap, the swap had a negative fair value of \$1,328,848 as of December 31, 2010. The WCIDC holds a one-half interest in the negative fair value totaling \$664,424. The Mark to Market valuation was estimated by Citizens Bank of Pennsylvania based on the estimated net present value of expected cash flows from the transactions using mid-market data inputs and based on the assumption of no unusual market conditions or forced liquidation.

Interest Rate Swap Risk

Credit Risk. WCIDC and EGC are exposed to credit risk on the swap only when their fair value is positive or an asset. At December 31, 2010, the swap had a negative fair value and the maximum amount of loss due to credit risk in zero. It is also the WCIDC's and EGC's policy to enter into netting agreements whenever it has entered into more than one derivative instrument transaction with a counterparty. Under the terms of the netting agreement, should one party become insolvent or otherwise default on its obligations, close-out netting provisions permit the nondefaulting party to accelerate and terminate all outstanding transactions and net the transactions' fair values so that a single sum will be owed by, or owed to, the nondefaulting party.

Interest Rate Risk. WCIDC and EGC are exposed to interest rate risk on its pay-fixed, receive-variable interest rate swap. When LIBOR decreases, WCIDC and EGC receive a lower payout from the swap, and its net payment on the swap increases.

Basis Risk. Basis risk is the risk that the value of the transaction will be adversely affected by fluctuations in the level, volatility of, or correlation or relationship between one or more market prices, rates or indices (such as interest rates), or by illiquidity in the market for the relevant transaction. WCIDC and EGC are exposed to basis risk as the difference between the synthetic fixed rate of 6.2% and the variable rate on the debt converge. As of December 31, 2010, the variable rate on the debt was .9075 percent.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Termination Risk. WCIDC and EGC or its counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap may be terminated by WCIDC and EGC with 20 days' notice. Also, if at the time of termination the swap has a negative fair value, WCIDC and EGC would be liable to the counterparty for a payment equal to that fair value.

Rollover Risk. The WCIDC and EGC is exposed to rollover risk on the interest rate swap only to the extent that the swap may be terminated prior to the maturity of the debt, as described above. Absent a termination event, the swap is scheduled to mature at the same time as the related debt.

Swap Payments and Associated Debt. Using rates as of December 31, 2010, debt service requirements of the variable-rate debt and net swap payments of the Citizens Bank Annex loan, assuming current interest rates remain the same for the term of the bonds, are as follows. As rates vary, variable-rate debt interest payments and net swap payments will vary.

	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate Swap, Net</u>	<u>Total</u>
2011	\$ 138,582	\$ 35,238	\$ 199,676	\$ 373,496
2012	147,423	33,735	192,339	\$ 373,497
2013	156,828	32,243	184,428	\$ 373,499
2014	166,833	30,754	175,915	\$ 373,502
2015	177,474	29,170	166,858	\$ 373,502
2016-2017	<u>3,064,233</u>	<u>40,393</u>	<u>232,197</u>	<u>\$ 3,336,823</u>
Total	<u>\$ 3,851,373</u>	<u>\$ 201,533</u>	<u>\$ 1,151,413</u>	<u>\$ 5,204,319</u>

B. Redevelopment Authority – Mortgages, Loans, and Notes Payable

The amount due to other governmental units for deferred rehabilitation loans totaling \$12,523,518 will be paid to the governmental units upon repayment of the loans by the property owners.

C. Airport Authority – Long-Term Debt

Bonds Payable:

Series 2005 Guaranteed Airport Revenue Bonds

On August 18, 2005, the Authority issued \$3,415,000 of Guaranteed Airport Revenue Bonds, Series of 2005. These bonds bear interest at 2.50 percent to 4.20 percent payable March 1, and September 1, and mature in varying amounts from September 1, 2006 through September 1, 2023, inclusive. The Series of 2005 Guaranteed Airport Revenue Bonds were issued to refund in part the Series of 2002 Bonds in the amount of \$1,300,000 and to provide funds for capital projects and the costs of issuance of the Series of 2005 Bonds. These bonds were fully refunded with the issuance of the Guaranteed Airport Revenue Bonds Series of 2010.

Series 2009 Guaranteed Airport Revenue Bonds

On February 11, 2009 the Authority issued \$3,105,000 of Guaranteed Airport Revenue Bonds Series of 2009. These bonds bear interest at 4.00 percent to 4.35 percent payable March 1 and September 1, and mature in varying amounts from September 1, 2010 through September 1, 2028, inclusive.

Refunding Series 2009 Guaranteed Airport Revenue Bonds

On June 17, 2009 the Authority issued \$2,995,000 of Guaranteed Airport Revenue Bonds, Refunding Series of 2009. These bonds bear interest at 2.00 percent to 4.30 percent payable March 1, and September 1, and mature in varying amounts from September 1, 2009 through September 1, 2023, inclusive. The Refunding Series of 2009 Guaranteed Airport Revenue Bonds were issued to refund the Series of 2002 Bonds in the amount of \$2,850,000 and to provide funds for the costs of issuance of the Refunding Series of 2009 Bonds. The Authority had an economic gain on the partial refunding of the Series of 2002 Bonds in the amount of \$80,814. However, the Authority realized a loss on the refunding in the amount of \$184,780. The loss on refunding is amortized over the life of the Refunding Series of 2009 Bonds. The unamortized balance of the loss in the amount of \$144,732 is reported on the Statement of Net Assets, net with the noncurrent portion of the bonds payable.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Refunding Series 2010 Guaranteed Airport Revenue Bonds

On September 28, 2010, the Authority issued \$3,635,000 of Guaranteed Airport Revenue Bonds Refunding Series of 2010. These bonds bear interest at 0.55 percent to 3.00 percent payable March 1, and September 1, and mature in varying amounts from September 1, 2011 through September 1, 2025, inclusive. The Refunding Series of 2010 Guaranteed Airport Revenue Bonds were issued to refund the Series of 2005 bonds in the amount of \$3,315,000 and to provide funds for the costs of issuance of the Refunding Series of 2010 Bonds. The Authority had an economic gain on the refunding of the Series 2005 Bonds in the amount of \$9,369. However, the Authority realized a loss on the refunding in the amount of \$220,393. The loss of refunding is amortized over the life of the Refunding Series of 2010 Bonds. The unamortized balance of the loss in the amount of \$220,393 is reported on the Statement of Net Assets, net with the noncurrent portion of the bonds payable.

Notes Payable:

During the year ended December 31, 2010, the Authority had a line of credit with Commercial Bank and Trust in the amount of \$250,000 bearing interest at 4.00 percent. This line of credit had a balance of zero at the year end. On December 7, 2010, the Authority entered into a mortgage note payable with Commercial Bank and Trust in the amount of \$52,000 bearing interest at 4.25 percent. The Note is repayable in 120 equal installments of \$533, including principal and interest. Payments are scheduled to begin on January 15, 2011 with a scheduled maturity of December 15, 2020. The mortgage is secured by real estate.

(8) Westmoreland County Community College Liabilities

In November 1995, WCCC issued SPSBA College Revenue Bonds Series of 1995 for \$22,170,000. The proceeds from this issue were used to pay the various amounts due Westmoreland County, and for various other construction projects. The annual interest rates on the bonds range from 3.75% to 5.70%. In November 1998, WCCC issued College Revenue Refunding Bonds Series Q of 1998 for \$10,810,000. The proceeds were used to refund \$10,530,000 of the Series 1995 bonds and various construction projects. The annual interest on the bond ranges from 3.6% to 5.25%. Also, in October 1998, WCCC issued College Revenue Bonds Series E of 1998 for \$ 5,140,000. The proceeds were to fund various construction projects at WCCC. In May 2002, WCCC issued SPSBA College Revenue Bond Series of 2002 for \$8,000,000 with annual interest rates varying from 2.5% to 5.25%. In February 2004, WCCC issued College Revenue Refunding Bonds of 2004 for \$5,110,000. The proceeds were used to refund \$3,395,000 of the 1995 bond issue and \$1,515,000 of the 2002 bond issue. The annual interest rates on the 2004 bonds range from 2.0% to 4.0%. As of June 30, 2010, there is \$1,416,810 in escrow available for the refunding of the 1995 and 2002 bonds referred to above.

In March 2008, WCCC issued College Revenue Bonds 2008 Series A of \$3,770,000 with a variable interest rate between 2.50% and 3.50% to advance refund the 1998 Series E College Revenue Bonds. The 1998 Series E Bonds were to mature October 15, 2018. Of the net proceeds, \$3,505,900 was deposited in an irrevocable trust with an escrow agent to provide debt service payments. The economic gain (difference between the present value of the debt service payments on the old and new debt) was \$190,983.

Also in March 2008, WCCC issued College Revenue Bonds 2008 Series B for \$7,135,000. The proceeds from this issue are to be used to finance the gymnasium HVAC system at the College's main campus and construct an off-campus facility in New Kensington, PA on land donated to the College from the City of New Kensington. The annual interest rates on the bonds range from 2.50% to 4.20%. Restricted cash of \$822,996 is monies from this bond issue to be used in the projects described above.

As described above, the Series A 2008 Revenue Bonds refunded the Series E 1998 Revenue Bonds at issuance. The College used \$3,505,900 of the new bond proceeds to advance refund \$3,385,000 in outstanding debt, excluding interest. The difference between these two amounts is \$120,900. Also, bond discount and expenses related to the 1998 series bonds that were unamortized as of the refunding amounted to \$63,965. Therefore, \$184,865 is the total accounting (or book) loss on the bond transactions. In accordance to governmental generally accepted accounting principles, this amount will be amortized over 18 years, which represents the original remaining life of the series 1998 bonds. The method of amortization will be the straight-line method. During the period ended June 30, 2010, interest expense was increased by the amortized amount of \$17,200, leaving an unamortized loss of this refunding at \$141,900 at June 30, 2010 in total, interest expense was increased by \$25,111 for refunding losses.

Interest expense, net of premium or discount amortization, for long-term debt for the year ended June 30, 2010 was \$1,138,543.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(9) Long-Term Debt

A. Long-Term Debt

Changes in bonded and other indebtedness of the County's governmental activities excluding accrued compensated absences and workers compensation for the year ended December 31, 2010 are summarized below:

	1993	1997	1998	1999	2000	2001	2003	2003	2006 HUD	Total
	Series F & G	Series	Series	Series A & B	Series A	Series	Series A	Refunded	Subtotal on	Note
	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	1998	Long-Term Debt	
Original amounts for debt										
issues outstanding at 12/31/10	\$ 68,440,519	\$ 24,855,000	\$ 6,730,000	\$ 16,660,000	\$ 9,645,000	\$ 5,370,000	\$ 20,567,144	\$ 4,725,000	\$ 74,767,663	\$ 1,700,000
Debt payable at 1/1/10	38,560,000	13,350,000	6,380,000	9,000,000	7,805,000	5,370,000	20,441,354	2,240,000	122,791,354	965,000
Debt Retired	7,430,000	5,000	55,000	-	-	-	31,171	510,000	8,031,171	245,000
Total long-term debt	31,130,000	13,345,000	6,325,000	9,000,000	7,805,000	5,370,000	20,410,183	1,730,000	144,760,183	720,000
Less unamortized discounts	8,485,080	5,086,732	5,563,673	3,204,702	10,101,497	-	27,106	-	24,938,428	-
Less current portion	2,060,000	5,000	55,000	-	-	5,370,000	58,508	540,000	8,089,508	245,000
Long term obligations payable at 12/31/10	\$ 20,584,920	\$ 8,253,268	\$ 10,706,327	\$ 5,795,298	\$ 6,634,803	\$ -	\$ 20,079,569	\$ 1,800,000	\$ 81,732,247	\$ 475,000
										\$ 82,207,247

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Changes in bonded and other indebtedness of the County's proprietary funds excluding mortgages, loans and notes payable of the Industrial Development Corporation for the year ended December 31, 2010 are summarized below:

	9-1-1 Fund <u>2003A Bonds</u>	1999C GOB <u>Bonds</u>	<u>Total</u>
Original amounts for debt issues outstanding at 12/31/10	\$ 15,722,856	\$ 3,830,000	\$ 19,552,856
Debt payable at 1/1/10	15,628,647	1,405,000	17,033,647
Debt Retired	<u>23,829</u>	<u>330,000</u>	<u>353,829</u>
Total long-term debt	15,604,818	1,075,000	16,679,818
Less Unamortized Bond Discount	211,217	5,395	216,612
Less Current Portion	<u>45,492</u>	<u>340,000</u>	<u>385,492</u>
Long term obligations payable at 12/31/10	<u>\$ 15,348,109</u>	<u>\$ 729,605</u>	<u>\$ 16,077,714</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

B. Long-Term Debt

Bonds and notes payable at December 31, 2010, in long-term debt consisted of the following:

	Balance Outstanding
<p><u>1993 Series F & G General Obligation Bonds</u> – On October 19, 1993, the County issued \$68,410,519 of 1993 General Obligation Bonds with interest rates ranging from 3.30% to 6.45% on the Current Interest Bonds. The Series F Current Interest Bonds have maturities of \$37,730,000 through 2006. Series G includes \$2,165,000 of Current Interest Bonds and \$28,515,519 of Capital Appreciation Bonds (zero coupon interest rate) with maturities through 2003 and 2017 respectively. Payments commenced on June 1, 1994 with payments being made semi-annually. The proceeds of these issues were used for the advance refundings of the following debt issues: a portion of General Obligation Bonds, Series of 1988, a portion of General Obligation Bonds, Series 1992, General Obligation Bonds, Series A & B of 1993 and General Obligation Bonds, Series C & D of 1993.</p>	\$22,644,920
<p><u>1997 General Obligation Bonds</u> – On May 1, 1997, the County issued \$10,494,470 of General Obligation Bonds, with interest rates ranging from 4.00% to 5.50% on the Current Interest Bonds. The Current Interest Bonds have maturities of \$80,000 from 1997 through 2004 and \$1,225,000 from 2009 through 2016 and \$23,550,000 of Capital Appreciation Bonds (zero coupon interest rate) with maturities from 2005 through 2008 and 2017 through 2019. Payments commenced on December 1, 1997. The proceeds of this issue were used to fund various capital projects of the County and fund a workers's compensation reserve, refund a portion of General Obligation Bond Series 1993 F, refund a portion of General Obligation Bond Series 1991, repay other debt obligations represented by borrowings under the Pennsylvania Pool Program and pay a portion of the costs related to the issuance of the 1997 Bonds.</p>	\$8,258,268
<p><u>1998 General Obligation Bonds</u> – On November 12, 1998, the County issued \$6,120,686 of General Obligation Bonds, with maturities from 1999 through 2019. The entire issue consists of Capital Appreciation Bonds (zero coupon interest rate) with a total maturity value of \$16,730,000. The proceeds of this issue were used to refund a portion of General Obligation Bonds Series 1997 and pay the costs related to the issuance of the 1998 Bonds. As part of the closing, the County received a payment of \$682,000 as option payments for planned bond issuances in 2000 and 2003. Also, as part of closing, the County entered into an agreement with the escrow agent to purchase certain securities for which the County was paid a commitment fee of \$3,793,000. These funds were deposited directly into the escrow fund for the refunded 1997 Bonds by the escrow agent.</p>	\$10,761,327
<p><u>1999 A, B & C General Obligation Bonds</u> – On April 22, 1999, the County issued \$14,182,566 of General Obligation Bonds, Series 1999A, Series 1999B and Series 1999C. The 1999A & 1999B Bonds are Capital Appreciation Bonds issued in the aggregate initial stated value of \$3,199,340 and \$7,164,226, respectively. The 1999A Bonds have maturities from 1999 through 2001 and the 1999B Bonds have maturities from 2018 through 2019. The Capital Appreciation Bonds have a total maturity of \$16,660,000. The 1999C Bonds are Current Interest Bonds, with interest rates ranging from 3.50% to 4.70%. The Current Interest Bonds have maturities of \$3,830,000 from 2001 through 2013. The proceeds of the 1999A and 1999B Bonds are being used for the purpose of providing funds for: (1) refinancing a portion of the County's outstanding GOBs, Series 1991, 1993F, and 1993G; and (2) the payment of the costs related to the issuance of the 1999A, 1999B Bonds, the 1999D Bonds, and the 2000A Bonds, and the 2001 Bonds. The proceeds of the 1999C Bonds are being used for the purpose of providing funds for: (1) the undertaking of certain redevelopment infrastructure projects in the County; (2) funding capitalized interest fund; and (3) the payment of costs related to the issuance of the 1999C Bonds. The capital projects are specifically related to the purchase of industrial parks by the Industrial Development Corporation (IDC). The IDC is obligated to make the debt payments (interest and principal) on the 1999C Bonds; therefore, the 1999C debt has been recorded within the IDC (a blended component unit treated as an enterprise fund of the County).</p>	\$6,864,903

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

1999 Series D General Obligation Bonds –On April 22, 1999, the County issued \$3,629,871 of General Obligation Bonds, Series 1999D. The 1999D Bonds are Capital Appreciation Bonds issued in the aggregate initial stated value of \$3,629,871 with maturities on June 1, 2014. The Capital Appreciation Bonds have a total maturity of \$7,805,000. The proceeds of the 1999D Bonds are being used for the purpose of providing funds for the redemption of certain maturities General Obligation Bonds, Series of 1991 and the General Obligation Bonds, Series of 1993F.	\$6,488,062
2000 Series A General Obligation Bonds –On June 1, 2000, the County issued \$4,945,588 of General Obligation Bonds, Refunding Series 2000A. The 2000A Bonds are Capital Appreciation Bonds issued in the aggregate initial stated values of \$2,106,839 and \$2,838,749 with maturities on June 1, 2012 and 2013, respectively. The Capital Appreciation Bonds have a total maturity of \$9,645,000. The proceeds of the 2000A Bonds are being used for the purpose of providing funds for the redemption of certain maturities General Obligation Bonds, Series of 1991 and the General Obligation Bonds, Series of 1993F.	\$8,634,803
2001 Series General Obligation Bonds – On June 1, 2001, the County issued \$3,151,814 of General Obligation Bonds, Refunding Series 2001. The 2001 Bonds are Capital Appreciation Bonds issued in the aggregate initial stated value of \$3,151,814 with maturity on June 1, 2011. The Capital Appreciation Bonds have a total maturity of \$5,370,000. The proceeds of the 2001 Bonds are being used for the purpose of providing funds for the redemption of certain maturities General Obligation Bonds, Series of 1991.	\$5,370,000
2003 Series A and B – On January 9, 2003, the County issued \$37,900,000 of General Obligation Bonds. The 2003 Series A was issued for \$36,290,000 for capital projects with an interest range from 2% to 5%. Payments commenced on December 1, 2003 with semi-annual payments scheduled until December 1, 2023. \$16,018,973.42 of the General Obligation Bond Series A funds were transferred to 9-1-1 Fund to pay for the purchase of the 800-Megahertz emergency radio communication system. The debt obligation on capital for the 9-1-1 Emergency System will be recorded as part of the 9-1-1 Fund.	\$35,532,678
2003 Series – On May 15, 2003, the County issued General Obligation Bonds for the current refunding of a portion of the County's General obligation Bond 1993 Series E. The 2003 Series was issued for \$4,725,000 with interest rate of 6.26% which refunded \$4,770,000 of the 1993E Bond Series. Payments commenced on November 15, 2003 with semi-annual payments scheduled until May 15, 2013.	\$1,730,000
2006 Note Payable – On September 14, 2006, the County issued a Note Payable with the Housing and Urban Development. The Note Payable was issued for \$1,700,000 with interest rate of 5.35% to 5.71%. Payments commence on August 1, 2007 until August 1, 2013. The Note Payable is used for the Redevelopment Activity in the City of Greensburg projects.	<u>\$ 720,000</u>
Total long term debt payable	<u>\$107,004,961</u>
Proprietary Funds	
9-1-1 Surcharge Fund	\$15,393,601
Industrial Development Corporation	<u>\$1,069,605</u>
Total Proprietary Funds general long term debt	<u>\$16,463,206</u>
Total Governmental Activities general long term debt	<u>\$90,541,755</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

C. Annual Maturities of Long-Term Debt

The annual debt service requirements for all outstanding long-term debt of the Primary Government and its blended component unit, is as follows:

Fiscal Years (s)	Governmental Activities Funds		Proprietary Funds		Total Principal	Total Interest	Total Debt Service
	Principal	Interest	Principal	Interest			
2011	\$ 8,334,508	\$ 1,091,750	\$ 385,492	\$ 721,172	\$ 8,720,000	\$ 1,812,922	\$ 10,532,922
2012	8,349,004	1,042,314	385,995	719,624	8,734,999	1,761,938	10,496,937
2013	8,369,004	991,270	400,995	718,662	8,769,999	1,709,932	10,479,931
2014	10,943,536	958,869	201,463	717,674	11,144,999	1,676,543	12,821,542
2015	7,649,203	942,002	205,796	709,616	7,854,999	1,651,618	9,506,617
2016-2020	58,021,642	4,453,792	4,538,352	3,399,298	62,559,994	7,853,090	70,413,084
2021-2024	13,813,286	1,261,224	10,561,725	964,167	24,375,011	2,225,391	26,600,402
Total debt service requirements	\$ 115,480,183	\$ 10,741,221	\$ 16,679,818	\$ 7,950,213	\$ 132,160,001	\$ 18,691,434	\$ 150,851,435
Total debt principal requirement	\$ 132,160,001						
Less:							
Discounted interest		24,938,428					
Unamortized bond discount		216,612					
Current Portion		8,720,000					
Total long-term debt	\$ 98,284,961						

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

D. Interest Rate Swaption Agreement

The County entered on January 11, 2008, into an Interest Rate Swaption Agreement (referred to herein as "Swaption" or "Agreement") related to the County's outstanding General Obligation Bonds, Series of 2003A ("2003A Bonds") and any subsequent refunding bonds. By entering into the Swaption, the County received an upfront premium of \$1,270,000 as part of the future estimated interest savings in exchange for DEPFA Bank's (the "Counterparty") option to enter into a Swap on June 1, 2013. If the Swaption is exercised, the County would refund the Series 2003A Bonds and issue variable rate debt. Conversely, if the Swaption is not exercised on this date, the Agreement would expire worthless and the County would retain the upfront premium. The fees related to the Swaption as disclosed in the Confirmation total \$166,850.

If exercised by the Counterparty, the Swap shall provide the following: (1) the notional amount of the Swap shall not exceed the then outstanding principal amount of the refunding bonds, (2) the term of the Swap shall be no later than the latest maturity date for the refunding bonds, (3) the Swap shall obligate the Counterparty to pay the amount equal to a percentage of the 1-Month London Inter Bank Offered Rates ("LIBOR") Index, as set forth in the form of the Swaption hereto, multiplied by the notional amount of the Swaption, (4) the Swap shall obligate the County to pay an amount equal to a fixed rate 4.328%, as set forth in the form of the Swaption Agreement determined by the Independent Financial Advisor (in accordance with the requirements under Act 23 amending the Pennsylvania Local Government Unit Debt Act) to be fair and reasonable at the time of pricing of the Swaption, and (5) both parties may be required to make certain additional payments to the extent required under the Swaption; however debt service payable by the County on the refunding bonds shall be senior in right and priority of payment to both periodic scheduled payments payable by the County under the Swaption and to termination payments due under the Swaption.

1. Basis Risk

Basis Risk refers to the potential for a mismatch between the variable interest rate received from the Counterparty versus the variable interest rate paid to the Counterparty. If exercised by the Counterparty, the interest rate to be received on the Swaption and the rate to be paid on the Swaption will be equal to the SIFMA Municipal Swap Index ("SIFMA Index"), an index based on a compilation of remarketing rates on a basket of high grade weekly floating rate tax exempt bonds. The interest rate to be received by the County under the Swap will be determined weekly using a LIBOR based formula designed to mimic this BMA index. Historically, for the last 10 years BMA has traded at approximately 70% of 1-month LIBOR. Although, over time the SIFMA Index has matched 70% of 1-month LIBOR quite closely, there are certain market periods during which this relationship has diverged. For instance, during the preceding two years the BMA/LIBOR percentage has stood at 80.8% and for the last six months has stood at 78.4%. The higher-than-normal SIFMA/LIBOR average in recent time periods has been widely attributed to tax exempt/taxable "rate compression" which occurs between short-term taxable and tax-exempt rates when the absolute level of interest rates is very low as it has been for the last two to three years. In addition to interest rate "compression," another cause of "basis mismatch" could include a change to Federal Income Tax rates, which would make tax exempt income less attractive to investors.

Basis Risk due to factors being experienced market-wide (such as the aforementioned "compression" problem or a change in marginal tax rates), could result in the County paying higher swap payments than are being received from the Counterparty. A significant basis mismatch condition lasting for an extended period of time could ultimately have the impact of reducing the attractiveness of the Swap Structure and, in extreme cases, increasing the County's debt service cost. For a given level of basis mismatch which produces negative cash-flow for the County, the amount of negative cash-flow experienced would be higher as the level of 1-month LIBOR increased.

As was mentioned above, rate compression between tax-exempt and taxable rates has been a significant problem in recent time periods. In order to compensate for basis mismatch occurring as a result of "compression", the formula for the variable rate to be received by the County has been designed to exceed historical SIFMA Index on an ongoing basis and compensate for periods of compression. The Floating Rate Formula has been chosen because, historically, in the context of the Swap, it has produced a lower overall cost of borrowing times of both high and low absolute interest rates.

2. Termination Risk

Termination Risk is the risk that the Swaption could be terminated by the Counterparty due to any of several events, such as a County or Counterparty ratings downgrade, covenant violation by either party, bankruptcy of either party, swap payment default by either party, default events as defined in the County's bond documents and cross-default. Such a termination would potentially expose the County to the possibility that the County could have to make an untimely termination payment. (Most interest rate swaps include provisions requiring "2-way termination payments" whereby if the swap is terminated due to a default by either party, a Termination Payment will be due. Depending on market conditions at time of swap termination, this Termination Payment will either be received by the County from the Swap Provider or due by the County to the Swap Provider.) The risk that the County will have to come up with a large Termination Payment in the event of default of a Swap Provider is mitigated by the fact that the same market conditions that would create an obligation on behalf of the County to make a Termination Payment will also create an environment whereby the County could obtain a replacement Swap with similar economic terms with a new provider who would be willing to pay an upfront amount approximately equal to the Termination Payment owed by the County.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

One benefit of the structure to be implemented will be a "One-Way Optional Termination at Market" provision of the Swaption/Swap whereby the County will have the option to terminate the Swaption/Swap at market at any time. If the County were to elect to terminate under this provision, the market-based Termination Amount would be calculated and would be paid either by Counterparty or by the County, depending on the market conditions at time of the County's exercise of this Termination Option. Because this option will be structured as "one-way" in the County's favor, the Counterparty will not have the option to terminate the Swaption/Swap at any time at market. This option will only be provided to the County.

It is important to note that, under certain circumstances, Act 23 allows termination payments owed by counties, incurred either through default or optional termination by the County, to be financed through the issuance of new money or refunding bonds. Such an arrangement might be advantageous to the County, as the cost of a termination payment could be spread over a number of years. The type of financing that is permitted by the Commonwealth's Debt Act for this purpose is known as "funding of unfunded debt" which would require court approval and a maximum term for the financing of ten years.

3. Credit Risk

Credit Risk is the risk that the County will have exposure to a Counterparty under the Swaption/Swap. Credit Risk is mitigated by several factors, including having a financially strong Counterparty with a minimum ratings level of A1/A+. In addition, ratings downgrade "triggers" in the Swap documentation will enable the County to receive a collateral deposit from the Counterparty in an amount equal to the "replacement value" of the Swaption/Swap in the event that the Counterparty no longer carries at least a Baa or BBB rating or better by Moody's or Standard & Poor's without regard to qualifier, numerical or otherwise. The replacement value is marked to market every week with the collateral level adjusted accordingly by the Counterparty. In the event that a catastrophic credit event (such as a bankruptcy or insolvency) of the Counterparty occurs, the County can liquidate the collateral and use the proceeds to pay for a new swap with the same economic terms (assuming the municipal swap market is active at that time and the County is able to enter into a new swap transaction).

An additional credit risk consideration is the fact that interest rate swaps generally, including the County's Swaption, follow an industry convention of having "two-way" downgrade triggers. If the County is not able to sustain an adequate credit rating, the County would be subject to the same downgrade triggers that apply to the Counterparty, i.e. the County would be required to collateralize the "replacement" value of the Swap effective at that point in time or obtain outside credit enhancement to insure the County's obligations under the Swap. Failing to do so would result in a termination of the Swap and a corresponding termination payment being owed to the Counterparty by the County if the "replacement value" of the Swaption/Swap at that time was not in favor of the County. This risk is mitigated by establishing a ratings downgrade trigger (below "Baa" or "BBB" without regard to qualifier, numerical or otherwise) that is significantly below the rating for which the County would qualify.

4. Market Access Risk

Because there are no outstanding Variable Rate Demand Bonds with the Swaption structure, the Swaption structure effectively shields the County from the Market Access Risk sometimes associated with swaps. The fair market value at December 31, 2010 on the Swaption was negative \$3,627,371. The market value is based on mid-market and does not include termination costs or expenses.

E. Capital Lease Obligations

In 2005, the County purchased a building for the District Court 10-1-01 on a capital lease agreement from the Westmoreland County Industrial Development Corporation in the amount of \$490,161. The capital lease maturity date is November 1, 2015 with an interest rate of 2%. In 2009, the County entered into a capital lease agreement to replace the 2006 photocopiers from the 2006 capital lease agreement. The Government Activities agreement on the replacement photocopiers had a total lease cost of \$1,645,134. The capital lease interest rate is 3.26% with a maturity date of July 1, 2014. The Manor, the County's nursing home, an Enterprise fund entered into a capital lease for purchase of digital imaging systems in March 2008. The total capital lease cost was \$253,800 with a maturity date of February 2013 at an interest rate of 1.90%. The Manor leased additional photocopiers at a cost of \$18,900 in 2008. The capital lease maturity date is February 1, 2011 with an interest rate of 3.48%.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

The following is a schedule of future minimum lease payments under the capital lease agreements, together with the present value of the net minimum lease payments as of December 31, 2010.

	<u>Beginning Balance</u>	<u>Capital Lease Additions</u>	<u>Capital Lease Payments</u>	<u>Ending Balance</u>
Governmental Activities	\$ 1,803,457	\$ 17,060	\$ 381,402	\$ 1,439,115
Enterprise Fund	\$ 165,150	\$ -	\$ 54,540	\$ 110,610
	<u>Years Ending December 31</u>	<u>Governmental Activities</u>		<u>Enterprise Fund</u>
	2011	\$ 382,539		\$ 51,390
	2012	382,539		50,760
	2013	382,539		8,460
	2014	245,444		-
	2015	46,054		-
		<hr/>		<hr/>
Total Minimum Lease Payments		1,439,115		110,610
		<hr/>		<hr/>
Less: Amount Representing Interest		80,736		4,469
		<hr/>		<hr/>
Total Present Value of Net Minimum Lease Payments		1,358,379		106,141
		<hr/>		<hr/>
Less: Amount Due Within One Year		345,974		48,246
		<hr/>		<hr/>
		\$ 1,012,405		\$ 57,895
		<hr/>		<hr/>

F. Legal Debt Margin

Long-term debt related to the governmental funds is recorded in the Statement of Governmental Activities. General long-term debt along with the general obligation bonds of the Westmoreland Manor Fund, 911 Surcharge Fund and Industrial Development Corporation (enterprise funds), represent the direct general obligations of the County. The Westmoreland Manor Fund, 911 Surcharge Fund, and Industrial Development Corporation obligations relate to and are being repaid by those entities and, therefore, are included in the enterprise funds in the accompanying financial statements. Principal and interest payments on these direct general obligations are backed by the full faith, credit and taxing power of the County. Under Commonwealth of Pennsylvania Local Government Unit Debt Act limitations, the County may incur up to approximately \$737 million of nonelectoral direct general obligation indebtedness. Nonelectoral direct general obligation indebtedness outstanding at December 31, 2010, amounted to approximately \$133 million; thus the County may incur additional nonelectoral direct general obligation indebtedness of up to approximately \$604 million. The County's non-taxable general obligation bonds are subject to federal arbitrage regulations.

G. Guarantees of Component Units

The County guarantees specific debt issues of the Airport Authority. As of December 31, 2010, the outstanding principal, which the County guarantees for the Airport Authority, is \$9,090,000.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

H. Secured Borrowings of Component Units

General long-term obligations do not include Industrial Development Authority Revenue Bonds and Mortgage Notes issued in accordance with the Pennsylvania Statutes. Industrial Development obligations are secured by mortgages or revenue agreements on the associated projects of the developers and, together with the interest obligations, are payable solely from lease rentals and other funds of revenues and do not constitute indebtedness of the County.

I. Refunded Bonds

The County has defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At December 31, 2010, \$73,140,000 of bonds outstanding are considered defeased.

J. Other Long-term Obligations

The following is a summary of transactions affecting all other long-term obligations of the County during 2010 and 2009:

	<u>Balance</u> <u>January 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>December 31</u>	<u>Amount Due</u> <u>Within One Year</u>
Accrued Workers' Compensation					
2010					
Governmental Activities	\$ 1,471,095	\$ 371,017	\$ (522,979)	\$ 1,319,133	\$ 255,120
Business Type Activities	<u>3,371,195</u>	<u>850,231</u>	<u>(1,198,469)</u>	<u>3,022,957</u>	<u>584,640</u>
Total	<u>\$ 4,842,290</u>	<u>\$ 1,221,248</u>	<u>\$ (1,721,448)</u>	<u>\$ 4,342,090</u>	<u>\$ 839,760</u>
2009					
Governmental Activities	\$ 1,467,457	\$ 255,523	\$ (251,885)	\$ 1,471,095	\$ 284,510
Business Type Activities	<u>3,362,859</u>	<u>585,563</u>	<u>(577,227)</u>	<u>3,371,195</u>	<u>651,989</u>
Total	<u>\$ 4,830,316</u>	<u>\$ 841,086</u>	<u>\$ (829,112)</u>	<u>\$ 4,842,290</u>	<u>\$ 936,499</u>
Accrued Compensated Absences					
2010					
Governmental Activities	\$ 753,441	\$ 178,915	\$ (188,360)	\$ 743,996	\$ 185,999
Business Type Activities	<u>170,259</u>	<u>136,228</u>	<u>(89,619)</u>	<u>216,868</u>	<u>89,617</u>
Total	<u>\$ 923,700</u>	<u>\$ 315,143</u>	<u>\$ (277,979)</u>	<u>\$ 960,864</u>	<u>\$ 275,616</u>
2009					
Governmental Activities	\$ 1,166,443	\$ 291,611	\$ (704,613)	\$ 753,441	\$ 188,360
Business Type Activities	<u>314,416</u>	<u>78,604</u>	<u>(222,761)</u>	<u>170,259</u>	<u>41,724</u>
Total	<u>\$ 1,480,859</u>	<u>\$ 370,215</u>	<u>\$ (927,374)</u>	<u>\$ 923,700</u>	<u>\$ 230,084</u>

These liabilities are liquidated by all the funds of the County based on employee usage.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(10) Summary Data for Component Units

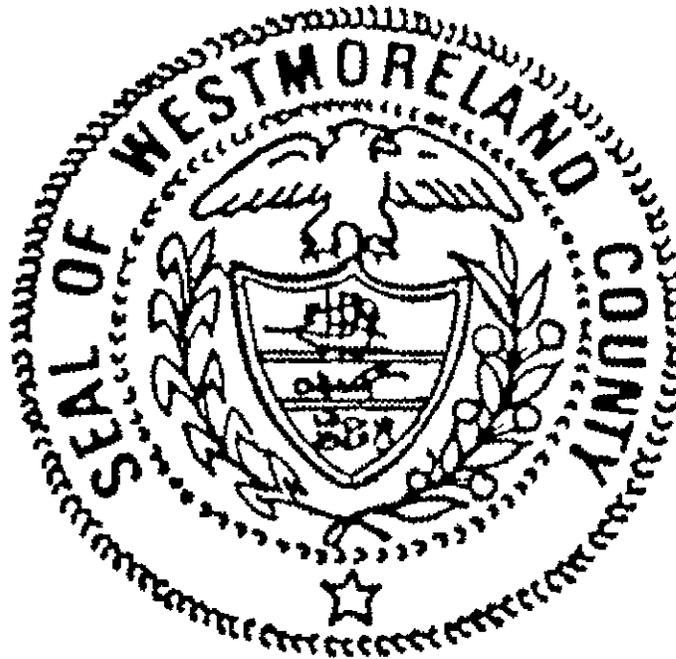
	<u>Transit</u>	<u>Airport</u>	<u>Redevelopment</u>	<u>Industrial</u>	<u>Community</u>	<u>Total</u>
	<u>Authority</u>	<u>Authority</u>	<u>Authority</u>	<u>Park</u>	<u>College</u>	
				<u>Authority</u>		
Assets						
Current Assets:						
Cash and cash equivalents	\$ 739,552	\$ 15,842	\$ 403,376	\$ 1,162,156	\$ 15,762,524	\$ 18,083,450
Investments	-	-	-	-	1,800,000	1,800,000
Receivables:						
Other governmental grants	1,122,696	52,139	-	302,532	-	1,477,367
Accounts receivable	20,803	50,964	431,140	8,846	885,967	1,397,720
Other	-	-	-	-	983,283	983,283
Due from other governments	-	-	313,865	-	-	313,865
Land held for resale	-	-	16,304,846	-	-	16,304,846
Inventories	88,926	45,951	-	-	577,903	712,780
Other assets	<u>25,000</u>	<u>-</u>	<u>3,970</u>	<u>2,384</u>	<u>31,658</u>	<u>63,012</u>
Total current assets	<u>1,996,977</u>	<u>164,896</u>	<u>17,457,197</u>	<u>1,475,918</u>	<u>20,041,335</u>	<u>41,136,323</u>
Restricted assets	<u>2,852,533</u>	<u>964,139</u>	<u>15,590,621</u>	<u>-</u>	<u>3,241,459</u>	<u>22,648,752</u>
Net capital assets	<u>7,667,624</u>	<u>44,169,498</u>	<u>9,281</u>	<u>4,613,799</u>	<u>31,343,912</u>	<u>87,804,114</u>
Total noncurrent assets	<u>10,520,157</u>	<u>45,133,637</u>	<u>15,599,902</u>	<u>4,613,799</u>	<u>34,585,371</u>	<u>110,452,866</u>
Total assets	<u>\$ 12,517,134</u>	<u>\$ 45,298,533</u>	<u>\$ 33,057,099</u>	<u>\$ 6,089,717</u>	<u>\$ 54,626,706</u>	<u>\$ 151,589,189</u>
Liabilities:						
Current liabilities:						
Total current liabilities	\$ 652,673	\$ 417,920	\$ 16,978,798	\$ 1,189,555	\$ 3,785,706	\$ 23,024,652
Noncurrent liabilities:						
Total noncurrent liabilities	<u>1,307,699</u>	<u>8,687,293</u>	<u>15,696,951</u>	<u>1,343,342</u>	<u>24,796,214</u>	<u>51,831,499</u>
Total liabilities	<u>1,960,372</u>	<u>9,105,213</u>	<u>32,675,749</u>	<u>2,532,897</u>	<u>28,581,920</u>	<u>74,856,151</u>
Net Assets:						
Invested in capital assets, net of related debt	7,573,223	35,525,352	9,281	3,529,538	7,370,694	54,008,088
Restricted	2,845,475	953,134	-	-	1,005,065	4,803,674
Unrestricted	<u>138,064</u>	<u>(285,166)</u>	<u>372,069</u>	<u>27,282</u>	<u>17,669,027</u>	<u>17,921,276</u>
Total net assets	<u>10,556,762</u>	<u>36,193,320</u>	<u>381,350</u>	<u>3,556,820</u>	<u>26,044,786</u>	<u>76,733,038</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Condensed statements of activities for component units.

	Transit Authority	Airport Authority	Redevelopment Authority	Industrial Park Authority	Community College	Totals
Expenses	\$ 9,902,882	\$ 4,686,181	\$ 1,685,379	\$ 576,580	\$ 60,183,761	\$ 77,034,783
Program revenues:						
Charges for services	1,012,885	2,636,281	109,641	151,926	44,574,233	48,484,966
Operating grants	11,024,477	-	1,635,882	111,233	13,566,085	26,337,677
Capital grants	-	2,012,486	-	1,949,238	4,338,160	8,299,884
Total Program Revenues	12,037,362	4,648,767	1,745,523	2,212,397	62,478,478	83,122,527
General revenues:						
Investment/Interest earnings	5,262	1,689	4,303	2,706	349,325	363,285
Change in net assets	2,139,742	(35,725)	64,447	1,638,523	2,644,042	6,451,029
Net assets, beginning of year	8,417,020	36,229,045	316,903	1,918,297	23,400,744	70,282,009
Net assets, end of year	\$ 10,556,762	\$ 36,193,320	\$ 381,350	\$ 3,556,820	\$ 26,044,786	\$ 76,733,038



COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(11) Risk Management

A. Workers' Compensation Self-Insurance

The County is self-insured for workers' compensation claims. The reserve balances are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated. The County funds reported loss claims incurred for workers' compensation based on estimates of independent actuaries. Such claims and estimates are not discounted. Under an agreement with the Commonwealth of Pennsylvania Department of Labor and Industry, last amended on July 11, 1996, the County is required to maintain an irrevocable trust fund (Expendable Reserves) such that the fair market value of the Trust principal is at least equal to the required asset value. At December 31, 2010, the fair market value of the trust fund was \$5,454,301 and the required asset value was \$3,804,657. Maintenance of the trust fund is required in order to qualify for self-insurance status; balances are dictated by state statute and may be used only in the event of default under the self-insurance regulations. As claims are incurred, provisions are recorded in the appropriate governmental or enterprise fund for estimated benefits to be paid. As of December 31, 2010, the County was in compliance with these requirements and had received an "exemption certificate" from the Department of Labor and Industry exempting the County from carrying workers' compensation insurance as required by the Commonwealth of Pennsylvania Workers' Compensation Act. The various funds of the County were charged approximately \$1,184,015 for actual claims and related expenses in 2010.

Changes in the accrued Workers' Compensation liability during the years ended December 31, 2010 and 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Balance, beginning of year	\$ 4,304,857	\$ 4,830,316
Additions	1,221,248	841,086
Deletions	<u>(1,184,015)</u>	<u>(829,112)</u>
Balance, end of year	4,342,090	4,842,290
Less Benchmark Credit	<u>(537,433)</u>	<u>(537,433)</u>
Required Trust Fund Reserve	<u>\$ 3,804,657</u>	<u>\$ 4,304,857</u>

B. Health Care Self-Insurance

Effective June 1, 2001, the County had several departments that elected to self-insure potential obligations for health care coverage. The health care program is contractually administered by private agencies. The County manages its self-insured health care risk by purchasing stop-loss insurance, which essentially caps self-insured health care costs.

All accrued health care self-insurance at December 31, 2010 are accounted for in accrued liabilities within the General Fund. Changes in the accrued health care liability during the year ended December 31, 2010 and 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Balance, beginning of year	\$ 793,038	\$ 754,362
Additions	605,522	793,038
Deletions	<u>(793,038)</u>	<u>(754,362)</u>
Balance, end of year	<u>\$ 605,522</u>	<u>\$ 793,038</u>

C. Claims and Assessments

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County covers certain claim settlements and judgments within its general fund and capital projects fund resources due to the prohibitive cost of carrying certain commercial insurance. Claims liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated.

COUNY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

D. Self-Insurance

There were no significant reductions in insurance coverage from the prior year nor did settlements exceed insurance coverage for the past three fiscal years.

(12) Commitments

A. Leases

At December 31, 2010, the County had various operating lease commitments associated with District Court facilities and various equipment. Upon termination of these leases, it is anticipated that the County will continue or enter into similar lease agreements and incur similar rent expenditures. The lease and lease settlement payments, during 2010, under these leases amounted to approximately \$1,834,316. Future minimum lease payments for non-cancelable leases are as follows:

2011	\$ 1,568,990
2012	1,186,678
2013	1,166,510
2014	1,154,705
2015	915,475
2016-2020	1,451,501
2021-2025	756,938
2026-2029	<u>504,625</u>
	 <u>\$ 8,705,422</u>

(13) Contingencies

A. Intergovernmental Grants

Intergovernmental grant awards received by the County are subject to audit and adjustments by the funding agencies or their representatives. If grant revenues are received for expenditures, which are subsequently disallowed, the County may be required to repay the revenues to the funding agency. In the opinion of management, liabilities resulting from such disallowed expenditures, if any, will not be material to the accompanying financial statements at December 31, 2010.

B. Litigation

The County is party to various other claims and legal proceedings incidental to the ordinary course of its operations. In the opinion of the County Solicitor, the County's legal counsel, the ultimate outcome of these claims and proceedings will not have a material adverse effect on the financial position of the County.

C. Health Choices Fund

The Westmoreland County Health Choices Program entered into a risk sharing agreement with the Department of Public Welfare (DPW) to assume certain behavioral health risks pursuant to the Health Choices Behavioral Service Program. The program is a managed care mental health and drug and alcohol program that covers Medical Assistance recipients in Westmoreland County.

Effective January 1, 1999, the Health Choices Fund entered into a subcontractor agreement with Value Behavioral Health of Pennsylvania, Inc. (VBH-PA), a licensed managed care organization, to manage and insure the benefits under the program.

The County has reinsured all risks assumed under the DPW contract with VBH-PA. The County has established financial protection in the event of default by VBH-PA by obtaining a parental guarantee from FHC Health Systems, and an irrevocable VBH/VOI line of credit, and a performance bond. The estimated amount of unpaid obligations to Westmoreland County providers at December 31, 2010 was \$3,654,765.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(14) Prior Period Adjustments

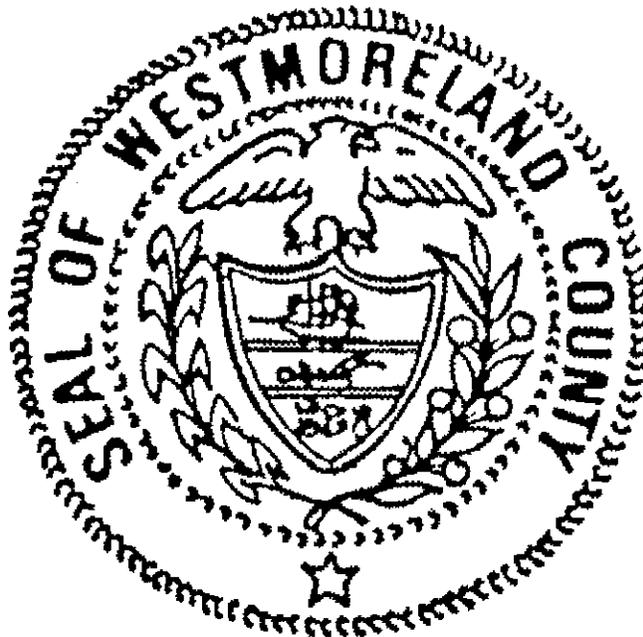
GASB 53 Implementation Restatements (Government-Wide)

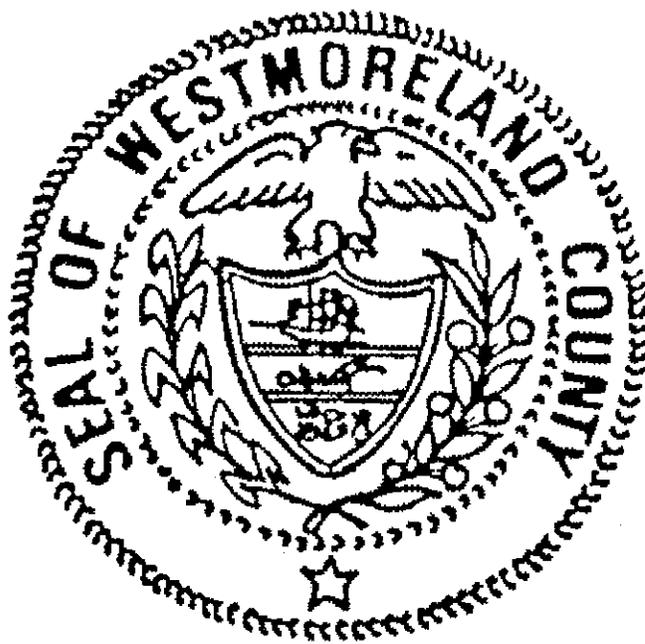
Due to the implementation of GASB 53, and the initial up-front payment being solely related to the time value of the interest rate swaption (see Note 9 D), all of the up-front cash should have been recorded as unearned investment revenue in the government-wide statement under GASB 53. The following adjustment was required to restate net assets:

Unearned Investment Revenue - 1/1/2008	\$	1,270,000
Less unearned investment revenue 2008		(234,462)
Less unearned investment revenue 2009		(234,462)
Unearned Investment Revenue as of 12/31/2009	\$	<u>801,076</u>
Net assets - beginning of year	\$	58,639,352
Prior period adjustments		(801,076)
Net assets - beginning of year (restated)	\$	<u>57,838,276</u>

(15) Subsequent Events

There are no subsequent events that need to be disclosed.





REQUIRED SUPPLEMENTARY INFORMATION

**General Fund and
Major Special Revenue Funds**

General Fund - This fund is the principal fund of the County and is used to account for all activities of the County not included in other specified funds. The General Fund accounts for the general governmental activities of the County (i.e., property tax collections, judiciary, public safety, public works and parks).

Behavioral Health/Developmental Services Fund – This Fund is used to account for state grants and other revenues whose proceeds are legally restricted to allowable behavioral health program costs.

Area Agency on Aging Fund – This fund is used to account for the activities of the County's Area Agency on Aging program, which provides human services to senior citizens.

Children's Bureau Fund – This Fund is used to account for the activities of the Children's Bureau program which provides support services to underprivileged juveniles.

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Taxes, real estate	\$ 79,016,133	\$ 79,876,245	\$ 79,876,076	\$ (169)
Federal grants	4,787,601	4,590,676	4,465,813	(124,863)
State grants	13,361,174	11,691,902	11,650,869	(41,033)
Local grants	38,260	1,300	1,300	-
Departmental charges	12,606,897	12,820,781	12,771,907	(48,874)
Net appreciation (depreciation) in fair value of investments	10,000	2,168,022	2,168,022	-
Interest income	568,500	230,950	228,000	(2,950)
Other revenue	2,280,731	3,008,796	2,956,538	(52,258)
 Total revenues	 112,669,296	 114,388,672	 114,118,525	 (270,147)
EXPENDITURES:				
Current operating:				
General government	25,999,733	16,246,786	15,884,777	362,009
Judicial	24,856,186	25,315,915	25,067,286	248,629
Public safety	37,484,496	36,915,795	36,868,564	47,231
Human services	6,072,650	7,301,723	7,301,722	1
Public works	4,084,720	5,550,739	5,550,537	202
Culture and recreation	2,710,445	3,113,139	3,115,900	(2,761)
Conservation development	3,095,155	3,094,478	3,089,153	5,325
Contributions	6,266,259	6,266,259	6,256,908	9,351
Capital outlay	-	15,538	15,538	-
 Total expenditures	 110,569,644	 103,820,372	 103,150,385	 669,987
 Excess (deficiency) of revenues over expenditures	 2,099,652	 10,568,300	 10,968,140	 399,840
OTHER FINANCING SOURCES (USES):				
Capital leases	-	15,538	15,538	-
Transfers in	5,121,126	5,979,868	5,974,897	(4,971)
Transfers out	(18,456,492)	(17,680,916)	(17,680,915)	1
 Total other financing sources (uses)	 (13,335,366)	 (11,685,510)	 (11,690,480)	 (4,970)
 Net change in fund balance	 (11,235,714)	 (1,117,210)	 (722,340)	 394,870
Fund balance-beginning	(1,754,758)	69,121,193	71,115,873	1,994,680
Fund balance-ending	\$ (12,990,472)	\$ 68,003,983	\$ 70,393,533	\$ 2,389,550

COUNTY OF WESTMORELAND, PENNSYLVANIA
Behavioral Health/Developmental Services

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended December 31, 2010

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
REVENUES:				
Federal grants	\$ 2,962,583	\$ 2,510,904	\$ 2,510,904	\$ -
State grants	17,331,818	16,790,156	16,790,154	(2)
Local grants	49,062	49,062	49,062	-
Interest income	185,100	45,827	45,825	(2)
Other revenue	<u>-</u>	<u>27,141</u>	<u>27,140</u>	<u>(1)</u>
 Total revenues	 <u>20,528,563</u>	 <u>19,423,090</u>	 <u>19,423,085</u>	 <u>(5)</u>
EXPENDITURES:				
Current operating:				
Human services	<u>22,818,094</u>	<u>21,596,800</u>	<u>21,596,797</u>	<u>3</u>
 Total expenditures	 <u>22,818,094</u>	 <u>21,596,800</u>	 <u>21,596,797</u>	 <u>3</u>
 Excess (deficiency) of revenues over expenditures	 <u>(2,289,531)</u>	 <u>(2,173,710)</u>	 <u>(2,173,712)</u>	 <u>(2)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	2,326,441	2,239,885	2,239,885	-
Transfers out	<u>(36,910)</u>	<u>(66,175)</u>	<u>(66,173)</u>	<u>2</u>
 Total other financing sources (uses)	 <u>2,289,531</u>	 <u>2,173,710</u>	 <u>2,173,712</u>	 <u>2</u>
 Net change in fund balance	 -	 -	 -	 -
Fund balance-beginning	<u>520,042</u>	<u>(1,237,517)</u>	<u>-</u>	<u>1,237,517</u>
Fund balance-ending	<u>\$ 520,042</u>	<u>\$ (1,237,517)</u>	<u>\$ -</u>	<u>\$ 1,237,517</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Area Agency on Aging

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Federal grants	\$ 2,541,884	\$ 2,975,536	\$ 2,975,536	\$ -
State grants	8,994,511	9,078,274	9,078,273	(1)
Interest income	35,000	13,055	13,054	(1)
Other revenue	<u>345,000</u>	<u>408,457</u>	<u>408,448</u>	<u>(9)</u>
Total revenues	<u>11,916,395</u>	<u>12,475,322</u>	<u>12,475,311</u>	<u>(11)</u>
EXPENDITURES:				
Current operating:				
Human services	<u>12,307,365</u>	<u>12,898,950</u>	<u>12,877,016</u>	<u>21,934</u>
Total expenditures	<u>12,307,365</u>	<u>12,898,950</u>	<u>12,877,016</u>	<u>21,934</u>
Excess (deficiency) of revenues over expenditures	<u>(390,970)</u>	<u>(423,628)</u>	<u>(401,705)</u>	<u>21,923</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	410,606	410,606	410,606	-
Transfers out	<u>(19,636)</u>	<u>(27,234)</u>	<u>(27,233)</u>	<u>1</u>
Total other financing sources (uses)	<u>390,970</u>	<u>383,372</u>	<u>383,373</u>	<u>1</u>
Net change in fund balance	-	(40,256)	(18,332)	21,924
Fund balance-beginning	<u>419,251</u>	<u>1,224,984</u>	<u>349,565</u>	<u>(875,419)</u>
Fund balance-ending	<u>\$ 419,251</u>	<u>\$ 1,184,728</u>	<u>\$ 331,233</u>	<u>\$ (853,495)</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Children's Bureau

Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Federal grants	\$ 5,088,758	\$ 5,333,463	\$ 5,333,461	\$ (2)
State grants	9,820,314	11,696,243	11,696,242	(1)
Interest income	4,000	904	904	-
Other revenue	152,500	476,876	476,803	(73)
Total revenues	15,065,572	17,507,486	17,507,410	(76)
EXPENDITURES:				
Current operating:				
Human services	18,180,686	20,225,275	20,176,700	48,575
Total expenditures	18,180,686	20,225,275	20,176,700	48,575
Excess (deficiency) of revenues over expenditures	(3,115,114)	(2,717,789)	(2,669,290)	48,499
OTHER FINANCING SOURCES (USES):				
Transfers in	3,135,114	2,692,100	2,692,099	(1)
Transfers out	(20,000)	(22,809)	(22,809)	-
Total other financing sources (uses)	3,115,114	2,669,291	2,669,290	(1)
Net change in fund balance	-	(48,498)	-	48,498
Fund balance-beginning	11,368	892,194	-	(892,194)
Fund balance-ending	\$ 11,368	\$ 843,696	\$ -	\$ (843,696)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Employer Contributions and Funding Progress

Schedule of Employer Contributions			
Year Ended December 31	Annual Required Contribution	Percentage Contributed	
2005	\$ 5,346,980	100.00%	
2006	4,142,359	100.00%	
2007	2,990,464	100.00%	
2008	2,222,551	172.00%	
2009	8,275,610	100.00%	
2010	7,533,685	82.23%	

The information presented in the required supplementary schedule was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation Date	December 31, 2009
Actuarial cost method	Entry Age
Amortization method	Not applicable*
Remaining amortization period	Not applicable*
Asset valuation method	Five-year smoothed market
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	3.50%
Includes inflation at:	3%
Cost-of-living adjustments	None

Effective in 2010 the Entry Age Funding Method was used to determine the annual required contribution.

* The aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities. Information about the funded status and funding progress was prepared using the entry age actuarial cost method for that purpose and is intended to serve as a surrogate for the funded status and funding progress of the plan.

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
1/1/2008	\$ 321,559,812	\$ 317,205,668	\$ (4,354,144)	101.4%	\$ 72,160,746	(6.0%)
1/1/2009	\$ 292,192,498	\$ 336,512,225	\$ 44,319,727	86.8%	\$ 75,096,281	59.0%
1/1/2010	\$ 296,022,678	\$ 349,024,545	\$ 53,001,867	84.8%	\$ 76,147,376	69.6%

As the County adopted GASB No. 50 in 2008, only three years of funding progress is available.

Schedule of Funding Progress for Post Employment Benefits other than Pensions

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Projected Unit Credit (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	\$ -	\$ 18,498,603	\$ 18,498,603	0.0%	\$ 75,096,281	24.6%
1/1/2010	\$ -	\$ 24,443,432	\$ 24,443,432	0.0%	\$ 76,883,095	31.8%
1/1/2011	\$ -	\$ 28,708,113	\$ 28,708,113	0.0%	\$ 77,360,215	37.1%

County of Westmoreland, Pennsylvania

Notes to Required Supplementary Information

A. Basis of Accounting

The County's budget is adopted on the modified accrual basis of accounting, which is the same basis of accounting utilized to account for actual results.

OTHER SUPPLEMENTARY INFORMATION

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
General Government:				
Commissioners' Office:				
Personal services	\$ 554,755	\$ 565,687	\$ 566,182	\$ (495)
Fringes	191,587	177,357	176,829	528
Other services & charges	39,816	32,926	32,646	280
Supplies	6,005	3,805	3,658	147
Capital outlays	-	320	320	-
	<u>792,163</u>	<u>780,095</u>	<u>779,635</u>	<u>460</u>
Controller:				
Personal services	1,058,889	1,076,187	1,072,901	3,286
Fringes	489,961	512,961	500,147	12,814
Other services & charges	43,133	37,393	37,370	23
Supplies	10,600	11,260	11,071	189
Capital outlays	-	1,258	1,251	7
	<u>1,602,583</u>	<u>1,639,059</u>	<u>1,622,740</u>	<u>16,319</u>
Treasurer:				
Personal services	332,612	333,099	329,464	3,635
Fringes	177,130	186,169	185,932	237
Other services & charges	45,442	49,148	48,141	1,007
Supplies	11,000	8,413	7,756	657
Capital outlays	-	6,077	6,077	-
	<u>566,184</u>	<u>582,906</u>	<u>577,370</u>	<u>5,536</u>
Financial Administration:				
Personal services	308,945	318,947	319,452	(505)
Fringes	108,609	106,048	105,674	374
Other services & charges	6,680	5,455	5,149	306
Supplies	2,500	1,900	1,885	15
Capital outlays	-	2,823	2,823	-
	<u>426,734</u>	<u>435,173</u>	<u>434,983</u>	<u>190</u>
Insurance:				
Other services & charges	581,000	552,700	543,446	9,254
	<u>581,000</u>	<u>552,700</u>	<u>543,446</u>	<u>9,254</u>
Tax Office:				
Personal services	235,363	236,756	234,188	2,568
Fringes	93,883	129,013	127,285	1,728
Other services & charges	444,326	412,209	409,994	2,215
Supplies	8,494	6,954	6,877	77
Capital outlays	-	1,781	1,781	-
	<u>782,066</u>	<u>786,713</u>	<u>780,125</u>	<u>6,588</u>
Tax Assessment:				
Personal services	734,889	756,917	749,610	7,307
Fringes	392,109	340,252	339,979	273
Other services & charges	230,263	268,140	267,377	763
Supplies	6,315	5,991	5,952	39
Capital outlays	-	104,684	104,680	4
	<u>1,363,576</u>	<u>1,475,984</u>	<u>1,467,598</u>	<u>8,386</u>
Tax Collectors:				
Fringes	35,000	35,000	32,820	2,180
Other services & charges	830,000	759,096	753,970	5,126
Supplies	37,200	37,200	36,606	594
	<u>902,200</u>	<u>831,296</u>	<u>823,396</u>	<u>7,900</u>
Information Systems:				
Personal services	1,315,457	1,338,503	1,341,554	(3,051)
Fringes	517,447	458,479	456,588	1,891
Other services & charges	293,910	371,250	370,729	521
Supplies	113,987	101,330	97,606	3,724
Capital outlays	-	83,424	83,421	3
	<u>2,240,801</u>	<u>2,352,986</u>	<u>2,349,898</u>	<u>3,088</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND

Schedule of Expenditures
Budget and Actual

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
General government, continued:				
Purchasing:				
Personal services	121,624	124,080	120,753	3,327
Fringes	53,774	51,671	50,873	798
Other services & charges	5,253	4,406	4,312	94
Supplies	901	860	1,795	(935)
Capital outlays	-	517	512	5
	<u>181,552</u>	<u>181,534</u>	<u>178,245</u>	<u>3,289</u>
General Services:				
Personal services	97,349	99,438	98,734	704
Fringes	85,239	72,463	72,318	145
Other services & charges	37,947	36,152	36,127	25
Supplies	1,650	1,082	993	89
	<u>222,185</u>	<u>209,135</u>	<u>208,172</u>	<u>963</u>
Switchboard:				
Personal services	139,201	135,897	136,539	(642)
Fringes	46,984	53,621	52,663	958
Other services & charges	74,480	56,812	56,668	144
Supplies	20,951	12,081	11,973	108
Capital outlays	-	7,412	7,409	3
	<u>281,616</u>	<u>265,823</u>	<u>265,252</u>	<u>571</u>
Solicitor:				
Personal services	306,336	317,467	316,278	1,189
Fringes	165,939	157,039	156,701	338
Other services & charges	11,971	9,936	9,424	512
Supplies	1,020	385	363	22
	<u>485,266</u>	<u>484,827</u>	<u>482,766</u>	<u>2,061</u>
Human Resources:				
Personal services	502,217	365,148	362,773	2,375
Fringes	183,370	151,866	151,561	305
Other services & charges	262,410	168,000	167,372	628
Supplies	2,782	2,532	2,479	53
	<u>950,779</u>	<u>687,546</u>	<u>684,185</u>	<u>3,361</u>
Records Management:				
Personal services	192,783	204,116	203,513	603
Fringes	109,103	96,482	96,340	142
Other services & charges	10,874	9,154	9,084	70
Supplies	11,955	9,507	9,419	88
Capital outlays	-	398	398	-
	<u>324,715</u>	<u>319,657</u>	<u>318,754</u>	<u>903</u>
Recorder of Deeds:				
Personal services	461,807	461,807	449,026	12,781
Fringes	223,564	248,248	222,384	25,864
Other services & charges	104,843	104,843	100,666	4,177
Supplies	9,390	9,480	9,125	355
Capital outlays	-	706	706	-
	<u>799,604</u>	<u>825,084</u>	<u>781,907</u>	<u>43,177</u>
Election Bureau:				
Personal services	343,973	375,546	370,373	5,173
Fringes	146,292	143,028	140,951	2,077
Other services & charges	607,078	509,373	503,373	6,000
Supplies	57,282	35,141	34,873	268
Capital outlays	-	10,703	10,702	1
	<u>1,154,625</u>	<u>1,073,791</u>	<u>1,060,272</u>	<u>13,519</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
General government, continued:				
Veteran Affairs:				
Personal services	85,023	101,326	101,941	(615)
Fringes	25,643	36,974	36,906	68
Other services & charges	149,561	124,984	124,463	521
Supplies	750	370	349	21
	<u>260,977</u>	<u>263,654</u>	<u>263,659</u>	<u>(5)</u>
Benefits:				
Fringes	1,246,000	225,365	117,756	107,609
Other services & charges	50,000	42,900	42,828	72
	<u>1,296,000</u>	<u>268,265</u>	<u>160,584</u>	<u>107,681</u>
Other:				
Personal services	1,500,000	73	-	73
Other services & charges	1,263,906	534,735	519,898	14,837
Supplies	-	391	390	1
Capital outlays	5,973,282	20,703	20,657	46
	<u>8,737,188</u>	<u>555,902</u>	<u>540,945</u>	<u>14,957</u>
Taxes:				
Other services & charges	311,000	235,217	235,177	40
	<u>311,000</u>	<u>235,217</u>	<u>235,177</u>	<u>40</u>
Grants-GGA				
Other services & charges	675,778	45,760	45,760	-
	<u>675,778</u>	<u>45,760</u>	<u>45,760</u>	<u>-</u>
Self-Insurance Reserve:				
Other services & charges	881,000	875,686	763,242	112,444
	<u>881,000</u>	<u>875,686</u>	<u>763,242</u>	<u>112,444</u>
Homestead Exclusion:				
Other services & charges	36,800	27,950	27,912	38
Supplies	400	400	394	6
	<u>37,200</u>	<u>28,350</u>	<u>28,306</u>	<u>44</u>
Workers' Compensation Trust:				
Other services & charges	14,500	14,829	14,828	1
	<u>14,500</u>	<u>14,829</u>	<u>14,828</u>	<u>1</u>
Unified Parcel Identification:				
Personal services	95,551	98,594	97,840	754
Fringes	29,753	20,052	19,788	264
Other services & charges	937	120	97	23
Supplies	2,200	7,263	7,219	44
Capital outlays	-	35,919	35,919	-
	<u>128,441</u>	<u>161,948</u>	<u>160,863</u>	<u>1,085</u>
Stimulus Grant:				
Other services & charges	-	81,969	81,781	188
Supplies	-	141,793	141,788	5
Capital outlays	-	89,104	89,100	4
	<u>-</u>	<u>312,866</u>	<u>312,669</u>	<u>197</u>
 Total general government	 <u>25,999,733</u>	 <u>16,246,786</u>	 <u>15,884,777</u>	 <u>362,009</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial :				
Courts:				
Personal services	2,703,319	2,666,319	2,668,700	(2,381)
Fringes	1,257,762	1,225,740	1,156,268	69,472
Other services & charges	1,308,114	1,519,151	1,510,478	8,673
Supplies	43,609	28,464	28,393	71
Capital outlays	-	3,941	3,940	1
	<u>5,312,804</u>	<u>5,443,615</u>	<u>5,367,779</u>	<u>75,836</u>
District Justices Administrator:				
Personal services	55,093	56,967	57,312	(345)
Fringes	47,814	21,595	21,416	179
Other services & charges	11,125	12,203	12,049	154
Supplies	1,000	762	761	1
	<u>115,032</u>	<u>91,527</u>	<u>91,538</u>	<u>(11)</u>
District Justice DeMarchis:				
Personal services	93,741	97,453	97,521	(68)
Fringes	57,487	48,044	47,946	98
Other services & charges	90,642	89,766	87,284	2,482
Supplies	5,475	4,550	4,486	64
	<u>247,345</u>	<u>239,813</u>	<u>237,237</u>	<u>2,576</u>
District Justice Dallonso:				
Personal services	114,516	118,324	118,586	(262)
Fringes	66,926	49,023	48,742	281
Other services & charges	99,155	74,664	73,941	723
Supplies	4,980	4,015	3,996	19
	<u>285,577</u>	<u>246,026</u>	<u>245,265</u>	<u>761</u>
District Justice Yakopec:				
Personal services	68,242	83,430	89,880	(6,450)
Fringes	31,756	23,134	22,774	360
Other services & charges	47,236	60,455	60,434	21
Supplies	9,990	10,062	10,038	24
Capital outlays	-	656,137	656,134	3
	<u>157,224</u>	<u>833,218</u>	<u>839,260</u>	<u>(6,042)</u>
District Justice Pallone:				
Personal services	131,033	143,404	143,191	213
Fringes	73,326	41,822	41,689	133
Other services & charges	62,061	66,112	66,062	50
Supplies	6,975	6,455	6,205	250
	<u>273,395</u>	<u>257,793</u>	<u>257,147</u>	<u>646</u>
District Justice Falcon:				
Personal services	126,814	130,648	131,735	(1,087)
Fringes	77,900	64,833	64,722	111
Other services & charges	44,969	43,117	42,787	330
Supplies	5,555	4,463	4,195	268
	<u>255,238</u>	<u>243,061</u>	<u>243,439</u>	<u>(378)</u>
District Justice McCutcheon:				
Personal services	86,528	41,908	36,671	5,237
Fringes	65,691	33,504	33,418	86
Other services & charges	47,879	23,625	23,525	100
Supplies	4,625	3,004	2,997	7
	<u>204,723</u>	<u>102,041</u>	<u>96,611</u>	<u>5,430</u>
District Justice Kistler:				
Personal services	115,783	109,502	111,325	(1,823)
Fringes	47,658	47,938	47,811	127
Other services & charges	46,760	45,354	45,275	79
Supplies	5,479	4,158	4,147	11
Capital outlays	-	309	308	1
	<u>215,680</u>	<u>207,261</u>	<u>208,866</u>	<u>(1,605)</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND

Schedule of Expenditures
Budget and Actual

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial, continued:				
District Justice Christner:				
Personal services	133,022	136,179	138,352	(2,173)
Fringes	57,368	43,562	43,426	136
Other services & charges	50,146	49,771	49,554	217
Supplies	5,405	5,405	5,304	101
	<u>245,941</u>	<u>234,917</u>	<u>236,636</u>	<u>(1,719)</u>
District Justice Mahady:				
Personal services	136,748	141,456	143,806	(2,350)
Fringes	67,603	57,248	56,954	294
Other services & charges	65,225	64,162	64,005	157
Supplies	3,925	2,743	2,719	24
	<u>273,501</u>	<u>265,609</u>	<u>267,484</u>	<u>(1,875)</u>
District Justice Weimer:				
Personal services	116,833	138,238	138,299	(61)
Fringes	73,757	69,661	68,712	949
Other services & charges	44,988	51,799	51,294	505
Supplies	6,200	7,700	7,250	450
	<u>241,778</u>	<u>267,398</u>	<u>265,555</u>	<u>1,843</u>
District Justice Albert:				
Personal services	220,277	225,172	221,111	4,061
Fringes	123,170	74,840	74,088	752
Other services & charges	67,927	51,597	51,443	154
Supplies	11,649	8,425	8,351	74
	<u>423,023</u>	<u>360,034</u>	<u>354,993</u>	<u>5,041</u>
District Justice Mansour:				
Personal services	134,814	136,623	137,538	(915)
Fringes	48,414	41,095	40,954	141
Other services & charges	57,301	60,088	59,665	423
Supplies	5,775	5,148	4,878	270
	<u>246,304</u>	<u>242,954</u>	<u>243,035</u>	<u>(81)</u>
District Justice Conway:				
Personal services	109,779	115,014	115,226	(212)
Fringes	47,563	40,972	40,855	117
Other services & charges	54,889	55,411	54,817	594
Supplies	6,675	4,385	4,343	42
Capital outlays	-	66,918	66,918	-
	<u>218,906</u>	<u>282,700</u>	<u>282,159</u>	<u>541</u>
District Justice Glenn:				
Personal services	97,366	128,270	130,695	(2,425)
Fringes	63,075	58,384	58,061	323
Other services & charges	35,795	40,182	39,851	331
Supplies	4,410	4,210	4,070	140
Capital outlays	-	14,420	14,419	1
	<u>200,646</u>	<u>245,466</u>	<u>247,096</u>	<u>(1,630)</u>
District Justice Bilik:				
Personal services	92,828	96,772	97,798	(1,026)
Fringes	48,246	35,416	35,173	243
Other services & charges	49,241	49,971	49,598	373
Supplies	4,598	4,342	4,331	11
	<u>194,913</u>	<u>186,501</u>	<u>186,900</u>	<u>(399)</u>
District Justice Thiel:				
Personal services	93,857	96,151	96,847	(696)
Fringes	62,020	54,664	54,377	287
Other services & charges	43,328	45,668	44,851	817
Supplies	3,875	3,115	3,100	15
	<u>203,080</u>	<u>199,598</u>	<u>199,175</u>	<u>423</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND

Schedule of Expenditures
Budget and Actual

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial, continued:				
District Justice King:				
Personal services	149,538	155,232	156,245	(1,013)
Fringes	69,779	59,265	59,235	30
Other services & charges	58,347	49,612	49,341	271
Supplies	3,800	1,805	1,768	37
	<u>281,464</u>	<u>265,914</u>	<u>266,589</u>	<u>(675)</u>
District Justice Eckels:				
Personal services	141,111	144,270	145,573	(1,303)
Fringes	80,555	67,326	67,223	103
Other services & charges	44,175	43,149	42,964	185
Supplies	3,775	3,862	3,549	313
	<u>269,616</u>	<u>258,607</u>	<u>259,309</u>	<u>(702)</u>
Register of Wills:				
Personal services	433,401	444,500	438,022	6,478
Fringes	246,298	208,971	208,556	415
Other services & charges	51,247	47,297	49,080	(1,783)
Supplies	8,842	8,580	8,543	37
	<u>739,788</u>	<u>709,348</u>	<u>704,201</u>	<u>5,147</u>
Sheriff:				
Personal services	2,686,763	2,618,163	2,623,480	(5,317)
Fringes	1,368,939	1,144,738	1,143,765	973
Other services & charges	200,609	165,210	163,851	1,359
Supplies	192,154	183,209	180,826	2,383
Capital outlays	-	20,330	20,329	1
	<u>4,448,465</u>	<u>4,131,650</u>	<u>4,132,251</u>	<u>(601)</u>
Coroner:				
Personal services	384,022	409,349	396,134	13,215
Fringes	161,927	168,705	168,699	6
Other services & charges	328,122	344,912	344,907	5
Supplies	26,281	42,143	42,141	2
Capital outlays	-	325	325	-
	<u>900,352</u>	<u>965,434</u>	<u>952,206</u>	<u>13,228</u>
Prothonotary:				
Personal services	612,903	642,104	641,857	247
Fringes	320,737	330,752	330,380	372
Other services & charges	40,993	34,487	32,930	1,557
Supplies	12,020	11,872	11,581	291
Capital outlays	-	930	930	-
	<u>986,653</u>	<u>1,020,145</u>	<u>1,017,678</u>	<u>2,467</u>
Clerk of Courts:				
Personal services	617,779	605,324	604,838	486
Fringes	401,782	342,707	341,362	1,345
Other services & charges	134,861	142,952	145,876	(2,924)
Supplies	15,055	15,956	15,593	363
	<u>1,169,477</u>	<u>1,106,939</u>	<u>1,107,669</u>	<u>(730)</u>
Law Library:				
Personal services	74,097	77,460	76,705	754
Fringes	41,227	30,436	30,019	417
Other services & charges	134,196	133,414	131,059	2,355
Supplies	1,188	1,214	1,198	16
	<u>250,708</u>	<u>242,524</u>	<u>238,982</u>	<u>3,542</u>
Jury Commissioners:				
Personal services	101,433	101,485	100,390	1,095
Fringes	64,537	61,092	60,114	978
Other services & charges	60,717	60,237	57,385	2,852
Supplies	600	600	588	12
	<u>227,287</u>	<u>223,414</u>	<u>218,477</u>	<u>4,937</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND

Schedule of Expenditures
Budget and Actual

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial, continued:				
District Attorney:				
Personal services	3,178,286	3,183,138	3,124,894	58,244
Fringes	1,037,939	978,656	978,250	406
Other services & charges	217,892	211,583	210,238	1,345
Supplies	52,210	57,888	57,793	95
Capital outlays	-	2,700	2,700	-
	<u>4,486,327</u>	<u>4,433,965</u>	<u>4,373,875</u>	<u>60,090</u>
Stop Violence Against Women:				
Personal services	-	58,202	59,064	(862)
Fringes	-	15,351	11,157	4,194
Other services & charges	-	70,236	60,244	9,992
	<u>-</u>	<u>143,789</u>	<u>130,465</u>	<u>13,324</u>
D.A. Victim Witness Program:				
Personal services	126,974	125,960	123,284	2,676
Fringes	56,431	58,220	55,128	3,092
Other services & charges	12,466	12,204	10,117	2,087
Supplies	1,200	1,462	1,274	188
	<u>197,071</u>	<u>197,846</u>	<u>189,803</u>	<u>8,043</u>
Emergency Response Project:				
Personal services	35,191	35,782	36,090	(308)
Fringes	14,561	15,816	14,887	929
Other services & charges	1,335	1,335	1,094	241
	<u>51,087</u>	<u>52,933</u>	<u>52,071</u>	<u>862</u>
Victims of Juvenile Offenders:				
Personal services	23,335	23,335	12,424	10,911
Fringes	12,264	12,430	11,383	1,047
Other services & charges	882	882	331	551
Supplies	40	40	17	23
	<u>36,521</u>	<u>36,687</u>	<u>24,155</u>	<u>12,532</u>
Public Defender:				
Personal services	959,600	991,343	960,351	30,992
Fringes	390,275	407,060	402,775	4,285
Other services & charges	67,525	75,045	74,584	461
Supplies	5,338	4,909	4,701	208
	<u>1,422,738</u>	<u>1,478,357</u>	<u>1,442,411</u>	<u>35,946</u>
Public Defender ARRA:				
Personal services	41,327	43,077	43,452	(375)
Fringes	24,655	17,066	17,015	51
Other services & charges	1,500	-	-	-
	<u>67,482</u>	<u>60,143</u>	<u>60,467</u>	<u>(324)</u>
Court Appointed Special Advocate:				
Other services & charges	4,848	5,046	5,043	3
Supplies	1,192	1,522	1,520	2
Capital outlays	-	396	395	1
	<u>6,040</u>	<u>6,964</u>	<u>6,958</u>	<u>6</u>
Juvenile Assistance Grant:				
Personal services	-	15,683	13,609	2,074
Fringes	-	15,506	5,859	9,647
Other services & charges	-	346	76	270
Supplies	-	189	-	189
	<u>-</u>	<u>31,724</u>	<u>19,544</u>	<u>12,180</u>
Total Judicial	<u>24,856,186</u>	<u>25,315,915</u>	<u>25,067,286</u>	<u>248,629</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Public Safety:				
Security:				
Personal services	1,043,233	1,080,373	1,081,020	(647)
Fringes	467,015	428,802	428,271	531
Other services & charges	73,382	46,024	45,662	362
Supplies	44,247	45,840	45,318	522
Capital outlays	-	31,729	31,668	61
	<u>1,627,877</u>	<u>1,632,768</u>	<u>1,631,939</u>	<u>829</u>
Adult Probation:				
Personal services	3,331,042	3,325,357	3,322,552	2,805
Fringes	1,474,701	1,279,179	1,274,795	4,384
Other services & charges	1,534,445	1,449,509	1,396,663	52,846
Supplies	50,365	58,524	57,473	1,051
Capital outlays	-	5,204	5,202	2
	<u>6,390,553</u>	<u>6,117,773</u>	<u>6,056,685</u>	<u>61,088</u>
Juvenile Probation:				
Personal services	1,955,079	1,960,534	1,968,873	(8,339)
Fringes	759,189	661,549	659,788	1,761
Other services & charges	141,659	126,604	124,888	1,716
Supplies	22,471	64,166	64,048	118
Capital outlays	-	1,954,985	1,954,937	48
	<u>2,878,398</u>	<u>4,767,838</u>	<u>4,772,534</u>	<u>(4,696)</u>
Juvenile Detention:				
Personal services	1,206,527	1,104,826	1,102,497	2,329
Fringes	630,416	523,306	522,038	1,268
Other services & charges	208,728	140,546	136,786	3,760
Supplies	52,549	48,029	44,477	3,552
Capital outlays	-	589,835	589,041	794
	<u>2,098,220</u>	<u>2,406,542</u>	<u>2,394,839</u>	<u>11,703</u>
Juvenile Placements:				
Other services & charges	9,859,000	6,774,091	6,771,949	2,142
	<u>9,859,000</u>	<u>6,774,091</u>	<u>6,771,949</u>	<u>2,142</u>
Juvenile Accountability Block Grant:				
Supplies	2,558	3,988	3,922	66
Capital outlays	-	12,570	12,569	1
	<u>2,558</u>	<u>16,558</u>	<u>16,491</u>	<u>67</u>
Prison:				
Personal services	7,412,520	7,570,944	7,596,465	(25,521)
Fringes	2,959,687	2,771,140	2,769,473	1,667
Other services & charges	2,606,008	2,762,132	2,759,817	2,315
Supplies	926,043	883,731	882,469	1,262
Capital outlays	-	214,714	213,921	793
	<u>13,904,258</u>	<u>14,202,661</u>	<u>14,222,145</u>	<u>(19,484)</u>
Emergency Management:				
Personal services	193,015	198,484	200,089	(1,605)
Fringes	49,849	85,363	85,241	122
Other services & charges	108,963	59,607	59,213	394
Supplies	44,488	34,709	34,610	99
Capital outlays	-	1,293	1,293	-
	<u>396,315</u>	<u>379,456</u>	<u>380,446</u>	<u>(990)</u>
Weights and Measures:				
Personal services	145,949	147,614	148,798	(1,184)
Fringes	66,419	58,181	58,073	108
Other services & charges	6,132	5,227	5,117	110
Supplies	4,305	4,512	4,421	91
Capital outlays	-	320	320	-
	<u>222,805</u>	<u>215,854</u>	<u>216,729</u>	<u>(875)</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Public Safety, continued				
West Nile				
Personal services	37,553	37,553	37,653	(100)
Fringes	20,007	17,209	17,120	89
Other services & charges	27,352	4,710	4,533	177
Supplies	8,600	3,220	3,103	117
	<u>93,512</u>	<u>62,692</u>	<u>62,409</u>	<u>283</u>
Grants-PS:				
Other services & charges	11,000	20,600	20,600	-
	<u>11,000</u>	<u>20,600</u>	<u>20,600</u>	<u>-</u>
Juvenile Shelter:				
Personal services	-	41,141	46,003	(4,862)
Fringes	-	9,492	8,183	1,309
Other services & charges	-	5,598	5,272	326
Supplies	-	6,092	5,703	389
Capital outlays	-	256,639	256,637	2
	<u>-</u>	<u>318,962</u>	<u>321,798</u>	<u>(2,836)</u>
Total Public Safety	<u>37,484,496</u>	<u>36,915,795</u>	<u>36,868,564</u>	<u>47,231</u>
Human Services:				
Grants:				
Other services & charges	6,072,650	7,301,723	7,301,722	1
	<u>6,072,650</u>	<u>7,301,723</u>	<u>7,301,722</u>	<u>1</u>
Total Human Services	<u>6,072,650</u>	<u>7,301,723</u>	<u>7,301,722</u>	<u>1</u>
Public Works:				
Roads:				
Personal services	463,871	467,805	469,348	(1,543)
Fringes	172,597	143,318	142,920	398
Other services & charges	2,056	2,897	2,838	59
Supplies	4,093	4,055	3,835	220
Capital outlays	-	239,163	239,135	28
	<u>642,617</u>	<u>857,238</u>	<u>858,076</u>	<u>(838)</u>
Public Works:				
Personal services	1,459,916	1,557,599	1,550,997	(3,398)
Fringes	661,305	703,504	703,264	240
Other services & charges	1,196,487	1,051,652	1,050,612	1,040
Supplies	124,395	123,450	121,434	2,016
Capital outlays	-	1,257,296	1,256,154	1,142
	<u>3,442,103</u>	<u>4,693,501</u>	<u>4,692,461</u>	<u>1,040</u>
Total Public Works	<u>4,084,720</u>	<u>5,550,739</u>	<u>5,550,537</u>	<u>202</u>
Culture and Recreation:				
Parks:				
Personal services	1,451,506	1,436,706	1,444,702	(7,996)
Fringes	592,099	561,900	560,678	1,222
Other services & charges	375,622	307,705	305,222	2,483
Supplies	291,218	275,669	274,565	1,104
Capital outlays	-	531,159	530,733	426
	<u>2,710,445</u>	<u>3,113,139</u>	<u>3,115,900</u>	<u>(2,761)</u>
Total Culture and Recreation	<u>2,710,445</u>	<u>3,113,139</u>	<u>3,115,900</u>	<u>(2,761)</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Conservation Development:				
Planning:				
Personal services	261,842	257,836	253,581	4,255
Fringes	87,769	83,232	83,217	15
Other services & charges	4,555	5,902	5,844	58
Supplies	1,500	1,406	1,405	1
	<u>355,666</u>	<u>348,376</u>	<u>344,047</u>	<u>4,329</u>
Geographic Info Systems:				
Personal services	277,458	296,218	296,037	181
Fringes	125,707	158,608	158,488	120
Other services & charges	156,162	159,312	159,255	57
Supplies	50,635	43,878	43,291	587
Capital outlays	-	4,806	4,806	-
	<u>609,962</u>	<u>662,822</u>	<u>661,877</u>	<u>945</u>
Grants:				
Other services & charges	2,129,527	2,083,280	2,083,229	51
	<u>2,129,527</u>	<u>2,083,280</u>	<u>2,083,229</u>	<u>51</u>
 Total Conservation Development	 <u>3,095,155</u>	 <u>3,094,478</u>	 <u>3,089,153</u>	 <u>5,325</u>
Contributions:				
Other services & charges	6,266,259	6,266,259	6,256,908	9,351
	<u>6,266,259</u>	<u>6,266,259</u>	<u>6,256,908</u>	<u>9,351</u>
Capital outlay:				
Other services & charges	-	15,538	15,538	-
	<u>-</u>	<u>15,538</u>	<u>15,538</u>	<u>-</u>
 Total Expenditures - General Fund	 <u>\$ 110,569,644</u>	 <u>\$ 103,820,372</u>	 <u>\$ 103,150,385</u>	 <u>\$ 669,987</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
BEHAVIORAL HEALTH/DEVELOPMENTAL SERVICES**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
BH Administration:				
Personal services	\$ 440,034	\$ 442,093	\$ 442,091	\$ 2
Fringes	192,719	192,243	192,243	-
Other services & charges	225,457	226,552	226,552	-
Supplies	12,887	8,359	8,359	-
Capital outlays	11,758	4,940	4,939	1
	<u>882,855</u>	<u>874,187</u>	<u>874,184</u>	<u>3</u>
BH Services:				
Other services & charges	12,121,268	12,207,447	12,207,447	-
Supplies	79,540	73,890	73,890	-
	<u>12,200,808</u>	<u>12,281,337</u>	<u>12,281,337</u>	<u>-</u>
DS Administration:				
Personal services	599,181	657,918	657,918	-
Fringes	294,116	295,433	295,433	-
Other services & charges	319,794	219,104	219,104	-
Supplies	11,969	7,219	7,219	-
Capital outlays	19,239	7,554	7,554	-
	<u>1,244,299</u>	<u>1,187,228</u>	<u>1,187,228</u>	<u>-</u>
DS Services:				
Other services & charges	8,490,132	7,254,048	7,254,048	-
	<u>8,490,132</u>	<u>7,254,048</u>	<u>7,254,048</u>	<u>-</u>
Total Mental Health/Retardation	<u>\$ 22,818,094</u>	<u>\$ 21,596,800</u>	<u>\$ 21,596,797</u>	<u>\$ 3</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
AREA AGENCY ON AGING**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Administration:				
Personal services	\$ 429,900	\$ 439,397	\$ 443,062	\$ (3,665)
Fringes	169,351	222,152	222,148	4
Other services & charges	569,756	616,766	597,923	18,843
Supplies	2,500	2,727	2,725	2
Capital outlays	-	2,838	2,838	-
	<u>1,171,507</u>	<u>1,283,880</u>	<u>1,268,696</u>	<u>15,184</u>
Information & Referral:				
Personal services	355,700	344,622	339,797	4,825
Fringes	103,630	152,834	152,828	6
Other services & charges	91,800	82,736	82,640	96
Supplies	1,930	1,349	1,346	3
	<u>553,060</u>	<u>581,541</u>	<u>576,611</u>	<u>4,930</u>
Human Services Development				
Fund Grant:				
Personal services	41,900	41,889	42,834	(945)
Fringes	16,478	21,394	21,390	4
Other services & charges	22,000	18,155	18,154	1
Supplies	300	105	104	1
	<u>80,678</u>	<u>81,543</u>	<u>82,482</u>	<u>(939)</u>
Care Management:				
Personal services	866,800	831,988	837,108	(5,120)
Fringes	346,632	384,106	384,099	7
Other services & charges	64,200	53,831	53,619	212
Supplies	1,630	1,452	1,450	2
	<u>1,279,262</u>	<u>1,271,377</u>	<u>1,276,276</u>	<u>(4,899)</u>
Protective Services:				
Personal services	189,100	216,311	212,483	3,828
Fringes	65,895	91,241	91,236	5
Other services & charges	24,450	24,723	24,695	28
Supplies	1,030	504	504	-
Capital outlays	-	1,614	1,614	-
	<u>280,475</u>	<u>334,393</u>	<u>330,532</u>	<u>3,861</u>
Adult Protective Services:				
Personal services	36,100	34,419	34,789	(370)
Fringes	8,637	7,618	7,612	6
Other services & charges	4,620	2,789	2,787	2
Supplies	100	43	42	1
	<u>49,457</u>	<u>44,869</u>	<u>45,230</u>	<u>(361)</u>
Transportation:				
Personal services	75,500	76,625	75,968	657
Fringes	28,823	37,130	37,124	6
Other services & charges	222,650	231,128	231,124	4
Supplies	2,150	1,486	1,483	3
	<u>329,123</u>	<u>346,369</u>	<u>345,699</u>	<u>670</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
AREA AGENCY ON AGING**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Area Agency on Aging, continued				
Volunteer Services:				
Other services & charges	63,000	64,932	64,931	1
	<u>63,000</u>	<u>64,932</u>	<u>64,931</u>	<u>1</u>
Guardianship:				
Personal services	353,900	350,897	351,147	(250)
Fringes	140,709	139,457	139,449	8
Other services & charges	36,620	28,714	28,593	121
Supplies	1,130	807	797	10
	<u>532,359</u>	<u>519,875</u>	<u>519,986</u>	<u>(111)</u>
Day Care:				
Fringes	-	7	6	1
Other services & charges	155,500	111,637	111,637	-
	<u>155,500</u>	<u>111,644</u>	<u>111,643</u>	<u>1</u>
Domestic Care:				
Personal services	35,700	34,442	34,480	(38)
Fringes	30,207	40,255	40,249	6
Other services & charges	6,375	5,171	5,110	61
Supplies	350	98	97	1
	<u>72,632</u>	<u>79,966</u>	<u>79,936</u>	<u>30</u>
Ombudsman:				
Fringes	-	1	1	-
Other services & charges	85,500	85,524	85,523	1
	<u>85,500</u>	<u>85,525</u>	<u>85,524</u>	<u>1</u>
Legal Services:				
Other services & charges	27,000	23,164	23,164	-
	<u>27,000</u>	<u>23,164</u>	<u>23,164</u>	<u>-</u>
Personal Care:				
Personal services	55,500	56,997	56,527	470
Fringes	24,802	28,593	28,588	5
Other services & charges	1,456,800	1,363,946	1,363,943	3
Supplies	100	-	-	-
	<u>1,537,202</u>	<u>1,449,536</u>	<u>1,449,058</u>	<u>478</u>
Home Support:				
Other services & charges	45,800	28,760	28,759	1
	<u>45,800</u>	<u>28,760</u>	<u>28,759</u>	<u>1</u>
Attendant Care:				
Other services & charges	900,000	544,475	544,474	1
	<u>900,000</u>	<u>544,475</u>	<u>544,474</u>	<u>1</u>
Home Health Care:				
Other services & charges	453,100	389,070	389,069	1
	<u>453,100</u>	<u>389,070</u>	<u>389,069</u>	<u>1</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
AREA AGENCY ON AGING**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Area Agency on Aging, continued				
Family Caregiver Support Program:				
Personal services	162,100	156,494	158,307	(1,813)
Fringes	68,086	76,421	76,416	5
Other services & charges	460,100	434,949	434,864	85
Supplies	800	574	573	1
	<u>691,086</u>	<u>668,438</u>	<u>670,160</u>	<u>(1,722)</u>
Alle-Kiski Senior Center:				
Other services & charges	250,000	288,718	288,718	-
	<u>250,000</u>	<u>288,718</u>	<u>288,718</u>	<u>-</u>
Central Westmoreland Senior Center:				
Other services & charges	264,000	333,897	333,895	2
	<u>264,000</u>	<u>333,897</u>	<u>333,895</u>	<u>2</u>
Laurel Valley Senior Center:				
Other services & charges	210,000	220,900	220,900	-
	<u>210,000</u>	<u>220,900</u>	<u>220,900</u>	<u>-</u>
Westmoreland Multi-Service Senior Center:				
Other services & charges	225,000	387,774	387,773	1
	<u>225,000</u>	<u>387,774</u>	<u>387,773</u>	<u>1</u>
Southwest Pennsylvania Service Center:				
Other services & charges	180,000	185,767	185,767	-
	<u>180,000</u>	<u>185,767</u>	<u>185,767</u>	<u>-</u>
In-house Center Services:				
Personal services	66,300	63,635	63,667	(32)
Fringes	25,293	33,156	33,151	5
Other services & charges	21,980	28,384	28,032	352
Supplies	300	254	253	1
	<u>113,873</u>	<u>125,429</u>	<u>125,103</u>	<u>326</u>
Congregate Meals:				
Personal services	83,500	84,777	86,195	(1,418)
Fringes	28,508	37,858	37,853	5
Other services & charges	334,980	319,871	319,630	241
Supplies	300	80	79	1
	<u>447,288</u>	<u>442,586</u>	<u>443,757</u>	<u>(1,171)</u>
Home Delivered Meals:				
Other services & charges	458,800	440,360	440,359	1
Supplies	-	553	553	-
	<u>458,800</u>	<u>440,913</u>	<u>440,912</u>	<u>1</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
AREA AGENCY ON AGING**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Area Agency on Aging, continued				
Vision Center:				
Personal services	32,500	32,443	32,583	(140)
Fringes	16,562	20,579	20,575	4
Other services & charges	12,180	12,745	12,745	-
Supplies	20,000	25,349	25,348	1
Capital outlays	-	6,100	6,100	-
	<u>81,242</u>	<u>97,216</u>	<u>97,351</u>	<u>(135)</u>
Senior Employment:				
Other services & charges	187,312	207,346	207,346	-
	<u>187,312</u>	<u>207,346</u>	<u>207,346</u>	<u>-</u>
Pre-Admission Assessment Program:				
Personal services	548,400	554,501	548,557	5,944
Fringes	198,353	236,303	236,300	3
Other services & charges	68,500	61,006	60,876	130
Supplies	2,030	3,360	3,359	1
	<u>817,283</u>	<u>855,170</u>	<u>849,092</u>	<u>6,078</u>
Health Promotion:				
Other services & charges	47,700	44,088	44,086	2
Supplies	300	847	847	-
	<u>48,000</u>	<u>44,935</u>	<u>44,933</u>	<u>2</u>
Health Insurance Council:				
Other services & charges	48,328	54,486	54,486	-
Supplies	100	-	-	-
	<u>48,428</u>	<u>54,486</u>	<u>54,486</u>	<u>-</u>
Medicaid Waiver Program:				
Personal services	369,600	385,969	386,274	(305)
Fringes	117,784	182,871	182,866	5
Other services & charges	55,750	58,001	57,998	3
Supplies	930	1,622	1,622	-
Capital outlays	-	1,924	1,924	-
	<u>544,064</u>	<u>630,387</u>	<u>630,684</u>	<u>(297)</u>
Overnight Shelter:				
Other services & charges	3,600	3,600	3,600	-
	<u>3,600</u>	<u>3,600</u>	<u>3,600</u>	<u>-</u>
Unassigned Expenses:				
Other services & charges	1,000	595,785	595,785	-
	<u>1,000</u>	<u>595,785</u>	<u>595,785</u>	<u>-</u>
Direct Services				
Other services & charges	120,734	73,850	73,850	-
	<u>120,734</u>	<u>73,850</u>	<u>73,850</u>	<u>-</u>
Special NHT				
Supplies	-	834	834	-
	<u>-</u>	<u>834</u>	<u>834</u>	<u>-</u>
 Total Area Agency on Aging	 <u>\$ 12,307,365</u>	 <u>\$ 12,898,950</u>	 <u>\$ 12,877,016</u>	 <u>\$ 21,934</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
CHILDREN'S BUREAU**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Administration:				
Personal services	\$ 388,403	\$ 381,737	\$ 384,569	\$ (2,832)
Fringes	134,691	200,190	200,184	6
Other services & charges	1,098,467	1,115,497	1,115,490	7
Supplies	6,800	16,521	16,353	168
Capital outlays	22,391	18,782	18,781	1
	<u>1,650,752</u>	<u>1,732,727</u>	<u>1,735,377</u>	<u>(2,650)</u>
Adoption Services:				
Personal services	86,726	88,280	88,664	(384)
Fringes	50,976	48,871	47,775	1,096
Other services & charges	2,646,700	2,535,292	2,532,939	2,353
Supplies	600	859	859	-
	<u>2,785,002</u>	<u>2,673,302</u>	<u>2,670,237</u>	<u>3,065</u>
Counseling:				
Other services & charges	3,308,500	4,578,178	4,572,228	5,950
	<u>3,308,500</u>	<u>4,578,178</u>	<u>4,572,228</u>	<u>5,950</u>
Day Care:				
Other services & charges	10,000	13,358	13,357	1
	<u>10,000</u>	<u>13,358</u>	<u>13,357</u>	<u>1</u>
Day Treatment:				
Other services & charges	50,000	67,432	67,432	-
	<u>50,000</u>	<u>67,432</u>	<u>67,432</u>	<u>-</u>
Information & Referral:				
Personal services	158,274	175,063	175,043	20
Fringes	57,922	80,842	80,837	5
Other services & charges	6,650	9,207	9,120	87
Supplies	1,200	1,124	1,124	-
	<u>224,046</u>	<u>266,236</u>	<u>266,124</u>	<u>112</u>
Life Skills:				
Other services & charges	375,000	151,797	151,794	3
	<u>375,000</u>	<u>151,797</u>	<u>151,794</u>	<u>3</u>
Child Abuse Protective Services:				
Personal services	338,102	301,779	293,212	8,567
Fringes	131,940	159,603	159,581	22
Other services & charges	52,082	40,757	40,782	(25)
Supplies	2,400	2,400	2,309	91
	<u>524,524</u>	<u>504,539</u>	<u>495,884</u>	<u>8,655</u>
General Protective Services:				
Personal services	1,843,493	1,873,298	1,867,472	5,826
Fringes	707,416	1,012,194	1,010,522	1,672
Other services & charges	300,500	306,648	305,587	1,061
Supplies	15,900	11,536	11,360	176
	<u>2,867,309</u>	<u>3,203,676</u>	<u>3,194,941</u>	<u>8,735</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
CHILDREN'S BUREAU**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Children's Bureau, continued:				
Human Services Development Fund:				
Personal services	39,000	41,691	41,691	-
Fringes	3,983	4,124	4,124	-
Other services & charges	11,000	8,124	8,124	-
Supplies	1,017	1,087	1,086	1
	<u>55,000</u>	<u>55,026</u>	<u>55,025</u>	<u>1</u>
Alternative Treatment:				
Other services & charges	6,600	1,894	1,894	-
	<u>6,600</u>	<u>1,894</u>	<u>1,894</u>	<u>-</u>
Group Homes - 75%:				
Other services & charges	1,003,150	1,401,942	1,401,928	14
	<u>1,003,150</u>	<u>1,401,942</u>	<u>1,401,928</u>	<u>14</u>
Emergency Shelter:				
Other services & charges	252,000	84,395	84,395	-
	<u>252,000</u>	<u>84,395</u>	<u>84,395</u>	<u>-</u>
Foster Family:				
Personal services	813,609	702,412	682,955	19,457
Fringes	285,894	406,422	405,038	1,384
Other services & charges	3,076,400	3,595,928	3,592,841	3,087
Supplies	11,600	8,823	8,779	44
	<u>4,187,503</u>	<u>4,713,585</u>	<u>4,689,613</u>	<u>23,972</u>
Supervised Independent Living:				
Other services & charges	150,600	62,400	62,390	10
	<u>150,600</u>	<u>62,400</u>	<u>62,390</u>	<u>10</u>
IV-E Independent Living:				
Other services & charges	225,000	209,489	208,784	705
	<u>225,000</u>	<u>209,489</u>	<u>208,784</u>	<u>705</u>
Residential Services:				
Other services & charges	505,700	505,299	505,297	2
	<u>505,700</u>	<u>505,299</u>	<u>505,297</u>	<u>2</u>
Total Children's Bureau	<u>\$ 18,180,686</u>	<u>\$ 20,225,275</u>	<u>\$ 20,176,700</u>	<u>\$ 48,575</u>

PROPRIETARY FUNDS

Westmoreland County Industrial Development Corporation – This Fund accounts for the activities of the Industrial Development Corporation, a nonprofit corporation that has primary responsibility for developing industrial parks.

Westmoreland Manor Fund – This Fund is used to account for the human service activities of the Westmoreland Manor, the County's skilled-nursing and intermediate care facility.

911 Surcharge – This Fund is used to separately account for the operations of the Emergency Management Center.

Health Choices – This Fund is used to account for a managed care mental health and drug and alcohol program that covers Medical Assistance recipients in Westmoreland County.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor Fund

Schedule of Revenues, Expenses, and Changes in Net Assets
Budget and Actual

Year Ended December 31, 2010

	Original Budget	Budget	Actual	Variance- Positive (Negative)
Operating revenues:				
Charges for services	\$ 149,640	\$ 136,812	\$ 136,812	\$ -
Patient fees	38,173,865	38,792,721	38,792,583	(138)
Miscellaneous revenue	957,181	2,153,824	2,152,421	(1,403)
	39,280,686	41,083,357	41,081,816	(1,541)
Total operating revenues	39,280,686	41,083,357	41,081,816	(1,541)
Operating expenses:				
Salaries and wages	21,253,273	20,966,748	20,926,618	40,130
Employee benefits	10,436,302	11,141,079	10,789,326	351,753
Other services & charges	5,724,983	7,257,792	7,301,284	(43,492)
Supplies and capital outlay	3,506,328	3,309,301	2,962,207	347,094
	40,920,886	42,674,920	41,979,435	695,485
Total operating expenses	40,920,886	42,674,920	41,979,435	695,485
Operating income (loss)	(1,640,200)	(1,591,563)	(897,619)	693,944
Nonoperating revenues (expenses)				
Grants	353,017	875,317	875,316	(1)
Interest	35,745	37,250	9,963	(27,287)
	388,762	912,567	885,279	(27,288)
Total nonoperating revenues (expenses), net	388,762	912,567	885,279	(27,288)
Income (loss) before transfers	(1,251,438)	(678,996)	(12,340)	666,656
Transfers - out	(30,000)	(31,327)	(31,326)	1
Net transfers	(30,000)	(31,327)	(31,326)	1
Change in net assets	\$ (1,281,438)	\$ (710,323)	\$ (43,666)	\$ 666,657

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor

Schedule of Expenses
Budget and Actual

Year Ended December 31, 2010

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Westmoreland Manor:				
Administration:				
Personal services	\$ 154,527	\$ 157,654	\$ 158,961	\$ (1,307)
Fringes	89,233	93,728	93,489	239
Other services & charges	1,908,206	1,792,884	1,793,098	(214)
Supplies	13,500	12,984	12,919	65
	<u>2,165,466</u>	<u>2,057,250</u>	<u>2,058,467</u>	<u>(1,217)</u>
Business Office:				
Personal services	432,065	412,769	409,932	2,837
Fringes	177,644	203,717	203,456	261
Other services & charges	6,610	1,956	1,950	6
Supplies	1,600	816	816	-
	<u>617,919</u>	<u>619,258</u>	<u>616,154</u>	<u>3,104</u>
Admissions:				
Personal services	163,352	151,628	144,880	6,748
Fringes	68,965	83,358	83,097	261
Other services & charges	36,880	31,787	31,785	2
Supplies	2,750	2,126	2,125	1
	<u>271,947</u>	<u>268,899</u>	<u>261,887</u>	<u>7,012</u>
Purchasing:				
Personal services	289,789	286,906	291,908	(5,002)
Fringes	131,675	137,211	137,206	5
Other services & charges	14,237	1,624	1,620	4
Supplies	19,048	18,194	18,189	5
	<u>454,749</u>	<u>443,935</u>	<u>448,923</u>	<u>(4,988)</u>
Switchboard:				
Personal services	172,625	174,163	176,435	(2,272)
Fringes	67,301	68,991	68,868	123
Other services & charges	45,610	37,863	37,754	109
Supplies	75	75	60	15
	<u>285,611</u>	<u>281,092</u>	<u>283,117</u>	<u>(2,025)</u>
Housekeeping:				
Personal services	1,355,601	1,305,202	1,299,552	5,650
Fringes	644,784	769,291	769,284	7
Other services & charges	89,560	82,050	82,050	-
Supplies	78,901	75,428	74,520	908
	<u>2,168,846</u>	<u>2,231,971</u>	<u>2,225,406</u>	<u>6,565</u>
Security:				
Other services & charges	97,464	94,225	94,224	1
Supplies	1,550	568	567	1
	<u>99,014</u>	<u>94,793</u>	<u>94,791</u>	<u>2</u>
Motor Pool:				
Personal services	65,919	65,354	65,891	(537)
Fringes	21,849	23,005	22,609	396
Other services & charges	12,328	13,250	13,249	1
Supplies	9,000	8,385	8,385	-
	<u>109,096</u>	<u>109,994</u>	<u>110,134</u>	<u>(140)</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor

Schedule of Expenses
Budget and Actual

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Plant Operations:				
Personal services	683,128	690,303	693,293	(2,990)
Fringes	329,891	348,082	348,076	6
Other services & charges	1,263,127	1,169,546	1,169,423	123
Supplies	148,061	164,473	164,370	103
	<u>2,424,207</u>	<u>2,372,404</u>	<u>2,375,162</u>	<u>(2,758)</u>
Dietary:				
Personal services	1,746,996	1,821,781	1,839,577	(17,796)
Fringes	926,331	992,908	992,295	613
Other services & charges	21,858	39,275	39,255	20
Supplies	1,029,670	958,855	958,812	43
	<u>3,724,855</u>	<u>3,812,819</u>	<u>3,829,939</u>	<u>(17,120)</u>
Cafeteria:				
Personal services	70,079	68,405	68,429	(24)
Fringes	23,739	30,756	30,606	150
Supplies	78,671	74,396	74,394	2
	<u>172,489</u>	<u>173,557</u>	<u>173,429</u>	<u>128</u>
Restorative Nursing:				
Personal services	616,602	575,471	572,448	3,023
Fringes	261,993	302,087	302,030	57
Supplies	35,150	9,722	9,714	8
	<u>913,745</u>	<u>887,280</u>	<u>884,192</u>	<u>3,088</u>
Nursing Administration:				
Personal services	2,723,781	2,755,205	2,767,960	(12,755)
Fringes	1,548,742	1,777,379	1,777,319	60
Other services & charges	166,127	147,806	147,803	3
Supplies	7,600	4,395	4,390	5
	<u>4,446,250</u>	<u>4,684,785</u>	<u>4,697,472</u>	<u>(12,687)</u>
Nursing Staff:				
Personal services	9,987,767	9,523,916	9,479,594	44,322
Fringes	4,972,478	4,887,281	4,539,036	348,245
Other services & charges	-	52,850	52,850	-
	<u>14,960,245</u>	<u>14,464,047</u>	<u>14,071,480</u>	<u>392,567</u>
Inservice:				
Personal services	457,703	721,022	717,591	3,431
Fringes	100,197	189,961	189,792	169
Other services & charges	22,300	14,552	14,552	-
Supplies	3,200	1,062	1,046	16
	<u>583,400</u>	<u>926,597</u>	<u>922,981</u>	<u>3,616</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor**

**Schedule of Expenses
Budget and Actual**

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Medical Records:				
Personal services	98,102	66,315	63,904	2,411
Fringes	58,140	43,283	42,999	284
Other services & charges	24,659	10,032	10,030	2
Supplies	11,200	8,803	8,794	9
	<u>192,101</u>	<u>128,433</u>	<u>125,727</u>	<u>2,706</u>
Case Management				
Personal services	544,964	530,404	522,832	7,572
Fringes	178,572	161,254	161,248	6
Other services & charges	5,913	637	602	35
Supplies	400	400	266	134
	<u>729,849</u>	<u>692,695</u>	<u>684,948</u>	<u>7,747</u>
Pharmacy:				
Supplies	715,521	634,752	634,706	46
	<u>715,521</u>	<u>634,752</u>	<u>634,706</u>	<u>46</u>
Central Supply:				
Personal services	138,911	136,978	131,476	5,502
Fringes	77,611	61,447	61,266	181
Other services & charges	208,512	181,184	181,182	2
Supplies	856,150	804,958	804,890	68
	<u>1,281,184</u>	<u>1,184,567</u>	<u>1,178,814</u>	<u>5,753</u>
Physical Therapy:				
Other services & charges	512,315	496,436	496,435	1
Supplies	3,100	2,635	2,430	205
	<u>515,415</u>	<u>499,071</u>	<u>498,865</u>	<u>206</u>
Occupational Therapy:				
Other services & charges	509,360	534,050	534,050	-
Supplies	5,375	4,660	4,634	26
	<u>514,735</u>	<u>538,710</u>	<u>538,684</u>	<u>26</u>
Speech:				
Other services & charges	318,860	369,466	369,466	-
Supplies	975	225	70	155
	<u>319,835</u>	<u>369,691</u>	<u>369,536</u>	<u>155</u>
Laundry:				
Personal services	611,116	578,041	577,191	850
Fringes	319,780	410,175	410,131	44
Other services & charges	16,700	16,436	16,436	-
Supplies	80,074	75,315	75,211	104
	<u>1,027,670</u>	<u>1,079,967</u>	<u>1,078,969</u>	<u>998</u>
IV Therapy:				
Supplies	59,326	44,755	44,754	1
	<u>59,326</u>	<u>44,755</u>	<u>44,754</u>	<u>1</u>
Respiratory Therapy:				
Other services & charges	359,604	370,124	370,123	1
Supplies	36,090	34,483	34,419	64
	<u>395,694</u>	<u>404,607</u>	<u>404,542</u>	<u>65</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor

Schedule of Expenses
Budget and Actual

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Barber & Beautician:				
Personal services	60,574	60,574	60,544	30
Fringes	32,302	32,828	32,298	530
Other services & charges	60	60	60	-
Supplies	4,015	4,015	3,920	95
	<u>96,951</u>	<u>97,477</u>	<u>96,822</u>	<u>655</u>
Volunteer Services:				
Other services & charges	6,135	5,196	5,095	101
Supplies	550	1,000	868	132
	<u>6,685</u>	<u>6,196</u>	<u>5,963</u>	<u>233</u>
Social Services:				
Personal services	332,879	337,680	337,119	561
Fringes	167,392	167,279	167,246	33
Other services & charges	425	217	217	-
Supplies	750	750	590	160
	<u>501,446</u>	<u>505,926</u>	<u>505,172</u>	<u>754</u>
Recreation:				
Personal services	530,251	532,598	532,860	(262)
Fringes	234,766	265,403	265,377	26
Other services & charges	39,068	32,792	32,769	23
Supplies	16,050	15,654	15,653	1
	<u>820,135</u>	<u>846,447</u>	<u>846,659</u>	<u>(212)</u>
Independent Living:				
Personal services	16,542	14,379	14,241	138
Fringes	2,917	1,969	1,912	57
Other services & charges	39,065	34,928	34,926	2
Supplies	1,000	695	695	-
	<u>59,524</u>	<u>51,971</u>	<u>51,774</u>	<u>197</u>
Construction:				
Capital	286,976	344,722	-	344,722
	<u>286,976</u>	<u>344,722</u>	<u>-</u>	<u>344,722</u>
Unassigned Expenses:				
Fringes	-	89,686	89,686	-
Other services & charges	-	1,726,566	1,770,280	(43,714)
	<u>-</u>	<u>1,816,252</u>	<u>1,859,966</u>	<u>(43,714)</u>
Total Westmoreland Manor	<u>\$ 40,920,886</u>	<u>\$ 42,674,920</u>	<u>\$ 41,979,435</u>	<u>\$ 695,485</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
911 Surcharge Fund**

**Schedule of Revenues, Expenses, and Changes in Net Assets
Budget and Actual**

Year Ended December 31, 2010

	<u>Original Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Operating revenues:				
Charges for services	\$ 5,298,536	\$ 5,487,270	\$ 5,487,188	\$ (82)
Miscellaneous revenue	3,250	41,753	41,750	(3)
Total operating revenues	<u>5,301,786</u>	<u>5,529,023</u>	<u>5,528,938</u>	<u>(85)</u>
Operating expenses:				
Salaries and wages	3,654,437	2,997,663	2,996,044	1,619
Employee benefits	563,481	1,231,918	1,231,288	630
Other services & charges	2,968,950	14,671,849	14,633,299	38,550
Supplies and capital outlay	203,843	45,047	42,168	2,879
Total operating expenses	<u>7,390,711</u>	<u>18,946,477</u>	<u>18,902,799</u>	<u>43,678</u>
Operating income (loss)	<u>(2,088,925)</u>	<u>(13,417,454)</u>	<u>(13,373,861)</u>	<u>43,593</u>
Nonoperating revenues (expenses)				
Interest	10,000	8,392	8,341	(51)
Interest expense	(721,947)	(721,947)	(755,672)	(33,725)
Total nonoperating revenues	<u>(711,947)</u>	<u>(713,555)</u>	<u>(747,331)</u>	<u>(33,776)</u>
Income (loss) before transfers	<u>(2,800,872)</u>	<u>(14,131,009)</u>	<u>(14,121,192)</u>	<u>9,817</u>
Transfers - in	3,636,651	3,029,684	3,029,684	-
Transfers - out	(15,800)	(17,617)	(17,616)	1
Net transfers	<u>3,620,851</u>	<u>3,012,067</u>	<u>3,012,068</u>	<u>1</u>
Change in net assets	<u>\$ 819,979</u>	<u>\$ (11,118,942)</u>	<u>\$ (11,109,124)</u>	<u>\$ 9,818</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
911 Surcharge Fund**

**Schedule of Expenses
Budget and Actual**

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
911 Eligible				
Personal services	\$ 1,483,085	\$ 1,459,919	\$ 1,458,303	\$ 1,616
Fringes	563,481	554,109	553,907	202
Other services & charges	3,328,380	3,119,266	3,117,373	1,893
Supplies	12,715	5,466	4,717	749
Capital	36,903	-	-	-
	<u>5,424,564</u>	<u>5,138,760</u>	<u>5,134,300</u>	<u>4,460</u>
911 Non-Eligible				
Fringes	-	88,591	88,591	-
Other services & charges	109,187	11,615,539	11,613,383	2,156
Supplies	16,350	12,733	11,035	1,698
Capital	-	12,172	12,172	-
	<u>125,537</u>	<u>11,729,035</u>	<u>11,725,181</u>	<u>3,854</u>
911 Eligible Wireless				
Personal services	1,573,616	1,537,744	1,537,741	3
Fringes	597,736	589,218	588,790	428
Other services & charges	253,330	658,991	658,215	776
Supplies	19,875	14,324	13,898	426
Capital	118,000	352	346	6
	<u>2,562,557</u>	<u>2,800,629</u>	<u>2,798,990</u>	<u>1,639</u>
Total 911 Surcharge	<u>\$ 8,112,658</u>	<u>\$ 19,668,424</u>	<u>\$ 19,658,471</u>	<u>\$ 9,953</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Healthchoices Fund**

**Schedule of Revenues, Expenses, and Changes in Net Assets
Budget and Actual**

Year Ended December 31, 2010

	<u>Original Budget</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Operating revenues:				
Miscellaneous revenue	\$ 3,085,666	\$ 2,297,696	\$ 2,297,694	\$ (2)
Total operating revenues	<u>3,085,666</u>	<u>2,297,696</u>	<u>2,297,694</u>	<u>(2)</u>
Operating expenses:				
Salaries and wages	145,341	214,855	214,853	2
Employee benefits	75,133	81,184	81,180	4
Other services & charges	51,782,471	55,440,181	55,439,992	189
Supplies and capital outlay	8,703	4,897	4,894	3
Total operating expenses	<u>52,011,648</u>	<u>55,741,117</u>	<u>55,740,919</u>	<u>198</u>
Operating income (loss)	<u>(48,925,982)</u>	<u>(53,443,421)</u>	<u>(53,443,225)</u>	<u>196</u>
Nonoperating revenues				
Grants	50,380,364	55,984,962	55,984,962	-
Interest	100,913	40,405	40,402	(3)
Total nonoperating revenues	<u>50,481,277</u>	<u>56,025,367</u>	<u>56,025,364</u>	<u>(3)</u>
Income (loss) before transfers	1,555,295	2,581,946	2,582,139	193
Transfers - out	<u>(1,555,295)</u>	<u>(1,469,029)</u>	<u>(1,469,028)</u>	<u>1</u>
Net Transfers	<u>(1,555,295)</u>	<u>(1,469,029)</u>	<u>(1,469,028)</u>	<u>1</u>
Change in net assets	\$ -	\$ 1,112,917	\$ 1,113,111	\$ 194

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Healthchoices Fund**

**Schedule of Expenses
Budget & Actual**

Year Ended December 31, 2010

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Healthchoices-SW				
Personal services	\$ 145,341	\$ 214,855	\$ 214,853	\$ 2
Fringes	75,133	81,184	81,180	4
Other services & charges	3,274,407	4,458,253	4,458,065	188
Supplies	4,071	2,863	2,860	3
Capital	4,632	2,034	2,034	-
	<u>3,503,584</u>	<u>4,759,189</u>	<u>4,758,992</u>	<u>197</u>
Healthchoices-SW Services				
Other services & charges	<u>48,508,064</u>	<u>50,981,928</u>	<u>50,981,927</u>	<u>1</u>
	<u>48,508,064</u>	<u>50,981,928</u>	<u>50,981,927</u>	<u>1</u>
Total Healthchoices	\$ <u>52,011,648</u>	\$ <u>55,741,117</u>	\$ <u>55,740,919</u>	\$ <u>198</u>

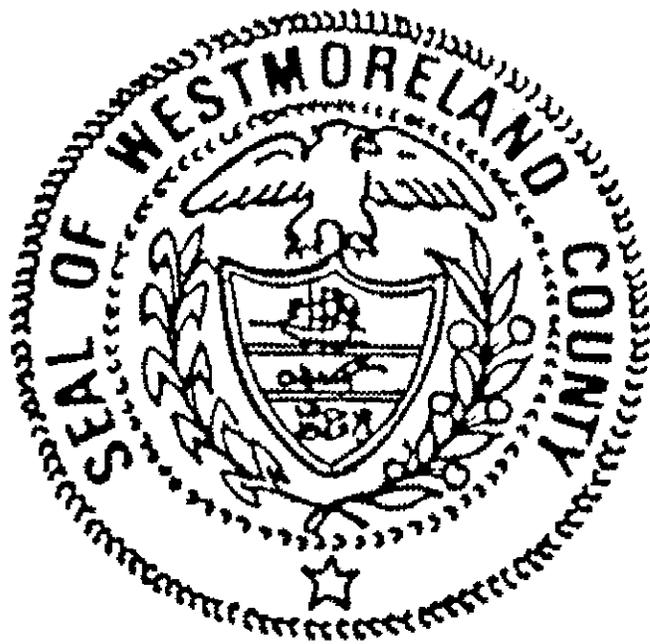
NONMAJOR FUNDS

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2010

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
ASSETS:				
Cash and cash equivalents	\$ 3,348,695	\$ 497,253	\$ 11,983,338	\$ 15,829,286
Receivables:				
Other governmental grants	1,087,961	-	815,296	1,903,257
Other	154,595	-	77,932	232,527
Due from other funds	136,288	17,268	141,850	295,406
Interfund loan receivable	-	-	2,048,285	2,048,285
	<u>4,727,539</u>	<u>514,521</u>	<u>15,066,701</u>	<u>20,308,761</u>
Total assets				
LIABILITIES:				
Accrued liabilities	739,270	-	695,145	1,434,415
Due to other funds	480,428	190,113	1,179,141	1,849,682
Unearned revenue	5,742	-	-	5,742
	<u>1,225,440</u>	<u>190,113</u>	<u>1,874,286</u>	<u>3,289,839</u>
Total liabilities				
FUND BALANCE:				
Reserved for debt service	-	324,408	720,000	1,044,408
Reserved for affordable housing	-	-	2,476,946	2,476,946
Unreserved (Special Revenue Funds)	3,502,099	-	-	3,502,099
Unreserved (Capital Projects Funds)	-	-	9,995,469	9,995,469
	<u>3,502,099</u>	<u>324,408</u>	<u>13,192,415</u>	<u>17,018,922</u>
Total fund balance				
Total liabilities and fund balance	<u>\$ 4,727,539</u>	<u>\$ 514,521</u>	<u>\$ 15,066,701</u>	<u>\$ 20,308,761</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2010

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
REVENUES:				
Taxes, Hotel	\$ 986,239	\$ -	\$ -	\$ 986,239
Federal grants	8,298,314	-	7,943,426	16,241,740
State and local grants	2,640,528	-	-	2,640,528
Departmental charges	1,243,960	-	-	1,243,960
Interest income	7,981	2,518	47,507	58,006
Other revenue	109,267	-	574,213	683,480
	<u>13,286,289</u>	<u>2,518</u>	<u>8,565,146</u>	<u>21,853,953</u>
EXPENDITURES:				
Current operating:				
General government	1,069,825	33,368	27,507	1,130,700
Judicial	3,821,343	-	-	3,821,343
Public safety	459,358	-	-	459,358
Human services	7,042,577	-	-	7,042,577
Public works	1,098,871	-	889	1,099,760
Conservation development	-	-	8,185,479	8,185,479
Debt service				
Principal retirement	-	8,031,171	245,000	8,276,171
Interest and fiscal charges	-	1,089,610	48,463	1,138,073
	<u>13,491,974</u>	<u>9,154,149</u>	<u>8,507,338</u>	<u>31,153,461</u>
Excess (deficiency) of revenues over expenditures	<u>(205,685)</u>	<u>(9,151,631)</u>	<u>57,808</u>	<u>(9,299,508)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,091,433	8,785,799	-	9,877,232
Transfers out	(866,178)	-	(4,788,385)	(5,654,563)
	<u>225,255</u>	<u>8,785,799</u>	<u>(4,788,385)</u>	<u>4,222,669</u>
Net change in fund balance	19,570	(365,832)	(4,730,577)	(5,076,839)
Fund balance, beginning of year	<u>3,482,529</u>	<u>690,240</u>	<u>17,922,992</u>	<u>22,095,761</u>
Fund balance, end of year	<u>\$ 3,502,099</u>	<u>\$ 324,408</u>	<u>\$ 13,192,415</u>	<u>\$ 17,018,922</u>



NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Liquid Fuels Fund - This Fund is used to account for state liquid fuels tax shared revenues and other revenues whose proceeds are segregated to finance the improvements of roads and bridges.

Domestic Relations Fund - This Fund is used to account for the Domestic Relations program, which provides human services to County residents.

Human Services Fund - This Fund is used to account for federal and state grants used for specific human service programs.

Hazardous Materials Response Fund - This Fund is used to account for payments received from owners or operators of facilities handling hazardous materials. The funds received are used to provide financial assistance to Commonwealth counties and agencies to develop an effective and integrated response capability to the health hazards, dangers and risks which hazardous material releases pose to the general public.

Offender Supervision Fund - This Fund is used to account for payments received from any offender placed on probation, parole, accelerated rehabilitative disposition, probation without verdict, or intermediate punishment and placed under the supervision of a county adult probation/parole department by a judge in the Court of Common Pleas. The funds received are used to offset the costs of supervision as long as the offender remains under supervision.

Record Improvement Fund - This Fund is used to account for special fees collected by the Recorder of Deeds Office to improve technology among county offices.

Prothonotary Automation Program Fund - This Fund is used to account for special fees collected by the Prothonotary Office to improve technology in the Prothonotary Office.

Hotel Tax Fund - This Fund is used to account for taxes collected by hotels, motels, etc., for the benefit of tourism in Westmoreland County.

Prison Canteen Fund - This Fund was established to account for inmate purchases from the prison commissary.

Recorders of Deeds Improvement Fund - This Fund is used to account for special fees collected by the Recorder of Deeds Office to improve technology in the Recorder of Deeds Office.

Clerk of Courts Computer Surcharge Fund - This Fund is used to account for special fees collected by the Clerk of Courts Office to improve technology in the Clerk of Courts Office.

Booking Center Fund - This Fund is used to collect fees assessed on anyone convicted of a criminal offense. The fees are used to maintain the four current booking centers within the County.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Balance Sheet
Nonmajor Special Revenue Funds

December 31, 2010

	<u>Liquid Fuels</u>	<u>Domestic Relations</u>	<u>Human Services</u>	<u>Hazmat Response</u>	<u>Offender Supervision</u>	<u>Record Improvement</u>
ASSETS:						
Cash and cash equivalents	\$ 352,589	\$ 1,371,631	\$ 10,988	\$ 208,072	\$ 202,519	\$ 486,599
Receivables:						
Other governmental grants	10,943	1,018,207	58,811	-	-	-
Other	31	3,791	2,213	5,741	32,164	9,374
Due from other funds	<u>16,288</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	 <u>379,851</u>	 <u>2,393,629</u>	 <u>72,012</u>	 <u>213,813</u>	 <u>234,683</u>	 <u>495,973</u>
LIABILITIES:						
Accrued liabilities	60,554	394,766	67,867	1,785	-	18,747
Due to other funds	-	183,642	333	105	102,519	13,125
Deferred revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,742</u>	<u>-</u>	<u>-</u>
 Total liabilities	 <u>60,554</u>	 <u>578,408</u>	 <u>68,200</u>	 <u>7,632</u>	 <u>102,519</u>	 <u>31,872</u>
FUND BALANCE:						
Fund balance:						
Unreserved and undesignated	<u>319,297</u>	<u>1,815,221</u>	<u>3,812</u>	<u>206,181</u>	<u>132,164</u>	<u>464,101</u>
 Total fund balance	 <u>319,297</u>	 <u>1,815,221</u>	 <u>3,812</u>	 <u>206,181</u>	 <u>132,164</u>	 <u>464,101</u>
 Total liabilities and fund balance	 <u>\$ 379,851</u>	 <u>\$ 2,393,629</u>	 <u>\$ 72,012</u>	 <u>\$ 213,813</u>	 <u>\$ 234,683</u>	 <u>\$ 495,973</u>

<u>Prothonotary Automation</u>	<u>Hotel Tax</u>	<u>Prison Canteen</u>	<u>Recorder of Deeds Improvement</u>	<u>Clerk of Courts Computer Surcharge</u>	<u>Booking Center</u>	<u>Total</u>
\$ 209,696	\$ 159,696	\$ 16,543	\$ 233,758	\$ 56,357	\$ 40,247	\$ 3,348,695
-	-	-	-	-	-	1,087,961
5,435	73,923	-	14,061	991	6,871	154,595
-	-	120,000	-	-	-	136,288
<u>215,131</u>	<u>233,619</u>	<u>136,543</u>	<u>247,819</u>	<u>57,348</u>	<u>47,118</u>	<u>4,727,539</u>
2,267	158,543	33,734	-	1,007	-	739,270
-	697	28,619	151,388	-	-	480,428
-	-	-	-	-	-	5,742
<u>2,267</u>	<u>159,240</u>	<u>62,353</u>	<u>151,388</u>	<u>1,007</u>	<u>-</u>	<u>1,225,440</u>
<u>212,864</u>	<u>74,379</u>	<u>74,190</u>	<u>96,431</u>	<u>56,341</u>	<u>47,118</u>	<u>3,502,099</u>
<u>212,864</u>	<u>74,379</u>	<u>74,190</u>	<u>96,431</u>	<u>56,341</u>	<u>47,118</u>	<u>3,502,099</u>
\$ <u>215,131</u>	\$ <u>233,619</u>	\$ <u>136,543</u>	\$ <u>247,819</u>	\$ <u>57,348</u>	\$ <u>47,118</u>	\$ <u>4,727,539</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds

For the Year Ended December 31, 2010

	Liquid Fuels	Domestic Relations	Human Services	Hazmat Response	Offender Supervision	Record Improvement
REVENUES:						
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal grants	60,752	2,631,715	5,596,329	9,518	-	-
State and local grants	967,723	512,056	1,088,524	72,225	-	-
Departmental charges	-	65,777	-	67,375	428,925	97,519
Interest income	678	1,694	30	331	1,565	1,611
Other revenue	18,283	61,925	18,603	5,259	-	-
Total Revenues	<u>1,047,436</u>	<u>3,273,167</u>	<u>6,703,486</u>	<u>154,708</u>	<u>430,490</u>	<u>99,130</u>
EXPENDITURES:						
Current operating:						
General government	-	-	-	-	-	79,854
Judicial	-	3,767,169	-	-	-	-
Public safety	-	-	-	64,066	-	-
Human services	-	-	7,042,577	-	-	-
Public works	1,098,871	-	-	-	-	-
Total Expenditures	<u>1,098,871</u>	<u>3,767,169</u>	<u>7,042,577</u>	<u>64,066</u>	<u>-</u>	<u>79,854</u>
Excess (deficiency) of revenues over expenditures	<u>(51,435)</u>	<u>(494,002)</u>	<u>(339,091)</u>	<u>90,642</u>	<u>430,490</u>	<u>19,276</u>
Other financing sources (uses):						
Transfers in	-	628,036	343,397	-	-	-
Transfers out	(88,701)	(184,222)	(494)	(539)	(425,812)	(13,080)
Total other financing sources (uses)	<u>(88,701)</u>	<u>443,814</u>	<u>342,903</u>	<u>(539)</u>	<u>(425,812)</u>	<u>(13,080)</u>
Net change in fund balance	(140,136)	(50,188)	3,812	90,103	4,678	6,196
Fund balance, beginning of year	459,433	1,865,409	-	116,078	127,486	457,905
Fund balance, end of year	<u>\$ 319,297</u>	<u>\$ 1,815,221</u>	<u>\$ 3,812</u>	<u>\$ 206,181</u>	<u>\$ 132,164</u>	<u>\$ 464,101</u>

<u>Prothonotary Automation</u>	<u>Hotel Taxes</u>	<u>Prison Canteen</u>	<u>Recorder of Deeds Improvement</u>	<u>Clerk of Courts Computer Surcharge</u>	<u>Booking Center</u>	<u>Total</u>
\$ -	\$ 986,239	\$ -	\$ -	\$ -	\$ -	\$ 986,239
-	-	-	-	-	-	8,298,314
-	-	-	-	-	-	2,640,528
60,205	1,444	286,939	146,280	12,862	76,634	1,243,960
787	583	1	538	95	68	7,981
-	-	5,035	162	-	-	109,267
<u>60,992</u>	<u>988,266</u>	<u>291,975</u>	<u>146,980</u>	<u>12,957</u>	<u>76,702</u>	<u>13,286,289</u>
-	975,651	-	14,320	-	-	1,069,825
40,240	-	-	-	13,934	-	3,821,343
-	-	348,992	-	-	46,300	459,358
-	-	-	-	-	-	7,042,577
-	-	-	-	-	-	1,098,871
<u>40,240</u>	<u>975,651</u>	<u>348,992</u>	<u>14,320</u>	<u>13,934</u>	<u>46,300</u>	<u>13,491,974</u>
<u>20,752</u>	<u>12,615</u>	<u>(57,017)</u>	<u>132,660</u>	<u>(977)</u>	<u>30,402</u>	<u>(205,685)</u>
-	-	120,000	-	-	-	1,091,433
-	(1,942)	-	(151,388)	-	-	(866,178)
-	(1,942)	120,000	(151,388)	-	-	225,255
20,752	10,673	62,983	(18,728)	(977)	30,402	19,570
<u>192,112</u>	<u>63,706</u>	<u>11,207</u>	<u>115,159</u>	<u>57,318</u>	<u>16,716</u>	<u>3,482,529</u>
<u>\$ 212,864</u>	<u>\$ 74,379</u>	<u>\$ 74,190</u>	<u>\$ 96,431</u>	<u>\$ 56,341</u>	<u>\$ 47,118</u>	<u>\$ 3,502,099</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Nonmajor Special Revenue Funds

For the Year Ended December 31, 2010

	Liquid Fuels			Domestic Relations			Human Services					
	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)
Revenues:												
Taxes, Hotel	720,000	60,760	60,752	(6)	2,932,353	2,895,297	2,631,715	(263,582)	6,673,619	5,596,390	5,596,329	(21)
Federal grants	800,000	967,723	967,723	-	475,000	512,056	512,056	-	687,543	1,086,548	1,088,524	(24)
State grants	-	-	-	-	63,850	89,850	65,777	(24,073)	-	-	-	-
Departmental charges	7,000	700	678	(22)	6,200	4,909	1,694	(3,215)	200	31	30	(1)
Interest income	5,000	18,284	18,283	(1)	2,000	64,603	61,925	(2,678)	20,893	18,624	18,603	(21)
Other revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	1,532,000	1,047,467	1,047,435	(31)	3,479,403	3,566,715	3,273,167	(293,548)	7,382,255	6,703,553	6,703,486	(67)
Expenditures:												
Current operating:												
General government	-	-	-	-	4,098,663	4,176,093	3,767,169	408,924	-	-	-	-
Judicial	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	7,565,584	7,045,466	7,042,577	2,889
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	2,000,825	1,100,791	1,098,871	1,920	-	-	-	-	-	-	-	-
Total expenditures	2,000,825	1,100,791	1,098,871	1,920	4,098,663	4,176,093	3,767,169	408,924	7,565,584	7,045,466	7,042,577	2,889
Excess (deficiency) of revenues over expenditures	(468,825)	(53,324)	(51,435)	1,889	(619,260)	(609,378)	(494,002)	115,376	(183,329)	(341,913)	(339,091)	2,822
Other financing sources (uses):												
Transfers in	(80,000)	(88,702)	(88,701)	1	628,036	628,036	628,036	-	183,992	343,307	343,307	-
Transfers out	-	-	-	-	(227,937)	(184,223)	(184,222)	1	(463)	(495)	(494)	1
Total other financing sources (uses)	(80,000)	(88,702)	(88,701)	1	400,099	443,813	443,814	1	183,529	342,802	342,803	1
Net change in fund balance	(548,825)	(142,026)	(140,136)	1,890	(219,161)	(165,565)	(50,188)	115,377	200	989	3,812	2,823
Fund balance-beginning of year	(2,475,465)	1,434,993	459,433	(975,560)	1,095,157	(447,228)	1,865,409	2,312,637	(74,062)	448,651	-	(448,651)
Fund balance-ending	(3,024,290)	1,292,967	319,297	(973,670)	876,996	(612,793)	1,815,221	2,428,014	(73,862)	449,640	3,812	(445,828)

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Nonmajor Special Revenue Funds

For the Year Ended December 31, 2010

	Hazardous Materials Response			Offender Supervision			Record Improvement					
	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)
Revenues:												
Taxes, Hotel	13,500	9,518	9,518	-	-	-	-	-	-	-	-	-
Federal grants	10,644	72,226	72,225	(1)	-	-	-	-	-	-	-	-
State grants	66,200	67,375	67,375	-	455,000	428,927	428,925	(2)	102,000	97,520	97,519	(1)
Departmental charges	350	331	331	(1)	2,500	1,570	1,565	(5)	3,600	1,611	1,611	-
Interest income	-	5,259	5,259	-	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	90,694	154,710	154,708	(2)	457,500	430,497	430,490	(7)	105,600	99,131	99,130	(1)
Expenditures:												
Current operating:												
General government	-	-	-	-	-	-	-	-	76,691	79,977	79,854	123
Judicial	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	102,777	64,452	64,066	386	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	102,777	64,452	64,066	386	-	-	-	-	76,691	79,977	79,854	123
Excess (deficiency) of revenues over expenditures	(12,083)	90,258	90,642	384	457,500	430,497	430,490	(7)	28,909	19,154	19,276	122
Other financing sources (uses):												
Transfers in	(600)	(540)	(539)	1	(455,000)	(425,813)	(425,812)	1	(10,723)	(13,080)	(13,080)	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(600)	(540)	(539)	1	(455,000)	(425,813)	(425,812)	1	(10,723)	(13,080)	(13,080)	-
Net change in fund balance	(12,683)	89,718	90,103	385	2,500	4,684	4,678	(6)	18,186	6,074	6,196	122
Fund balance-beginning of year	(115,064)	50,675	116,078	65,403	137,974	231,487	127,486	(104,001)	(107,832)	71,776	457,905	386,129
Fund balance-ending	(127,747)	140,393	206,181	65,788	140,474	236,171	132,164	(104,007)	(89,646)	77,850	464,101	386,251

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Nonmajor Special Revenue Funds

For the Year Ended December 31, 2010

	Probationary Automation			Hotel Tax			Prison Canteen			Variance- Positive (Negative)		
	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)	Original Budget		Amended Budget	Actual
Revenues:												
Taxes, Hotel	-	-	-	-	\$ 838,000	\$ 986,239	\$ 986,239	\$ -	-	-	-	\$ -
Federal grants	-	-	-	-	-	-	-	-	-	-	-	-
State grants	-	-	-	-	-	-	-	-	-	-	-	-
Departmental charges	60,000	60,205	60,205	-	2,140	1,540	1,444	(96)	255,000	286,939	286,939	-
Interest income	1,300	800	787	(13)	960	660	583	(77)	125	1	1	-
Other revenue	-	-	-	-	-	-	-	-	60,060	5,035	5,035	-
Total revenues	61,300	61,005	60,992	(13)	841,100	988,439	988,266	(173)	315,185	291,975	291,975	-
Expenditures:												
Current operating:												
General government	-	-	-	-	838,000	975,696	975,651	45	-	-	-	-
Judicial	62,200	40,275	40,240	35	-	-	-	-	353,271	349,022	348,992	30
Public safety	-	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	62,200	40,275	40,240	35	838,000	975,696	975,651	45	353,271	349,022	348,992	30
Excess (deficiency) of revenues over expenditures	(900)	20,730	20,752	22	3,100	12,743	12,615	(128)	(38,086)	(57,047)	(57,017)	30
Other financing sources (uses):												
Transfers in	-	-	-	-	(3,100)	(1,942)	(1,942)	-	-	120,000	120,000	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(3,100)	(1,942)	(1,942)	-	-	120,000	120,000	-
Net change in fund balance	(900)	20,730	20,752	22	-	10,801	10,673	(128)	(38,086)	62,953	62,983	30
Fund balance-beginning of year	(183,861)	170,262	192,112	21,850	(3,500)	(238,877)	63,706	302,583	(136,223)	(193,451)	11,207	204,658
Fund balance-ending	(184,761)	190,992	212,864	21,872	(3,500)	(228,076)	74,379	302,455	(174,309)	(130,498)	74,190	204,688

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Nonmajor Special Revenue Funds

For the Year Ended December 31, 2010

	Recorder of Deeds Improvement			Clerk of Courts Computer Surcharge			Booking Center			Variance-Positive (Negative)		
	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget		Amended Budget	Actual
Revenues:												
Taxes, Hotel	-	-	-	-	-	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	-	-	-	-	-	-
State grants	-	-	-	-	-	-	-	-	-	-	-	-
Departmental charges	168,000	146,300	146,280	(20)	15,000	12,870	12,862	(8)	36,000	76,635	76,634	(1)
Interest income	650	550	538	(12)	25	95	95	-	15	68	68	-
Other revenue	-	162	162	-	-	-	-	-	-	-	-	-
Total revenues	168,650	147,012	146,980	(32)	15,025	12,965	12,957	(8)	36,015	76,703	76,702	(1)
Expenditures:												
Current operating:												
General government	18,000	14,350	14,320	30	-	13,935	13,934	1	-	-	-	-
Judicial	-	-	-	-	12,000	-	-	-	36,000	46,300	46,300	-
Public safety	-	-	-	-	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	18,000	14,350	14,320	30	12,000	13,935	13,934	1	36,000	46,300	46,300	-
Excess (deficiency) of revenues over expenditures	150,650	132,662	132,660	(2)	3,025	(970)	(977)	(7)	15	30,403	30,402	(1)
Other financing sources (uses):												
Operating transfers in	(151,388)	(151,388)	(151,388)	-	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(151,388)	(151,388)	(151,388)	-	-	-	-	-	-	-	-	-
Net change in fund balance	(738)	(18,726)	(18,728)	(2)	3,025	(970)	(977)	(7)	15	30,403	30,402	(1)
Fund balance-beginning of year	23,883	(77,015)	115,159	192,174	-	57,318	57,318	-	-	16,717	16,716	(1)
Fund balance-ending	\$ 23,145	\$ (95,741)	\$ 96,431	\$ 192,172	3,025	\$ 56,348	\$ 56,341	(7)	15	47,120	47,118	(2)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual
Nonmajor Special Revenue Funds

For the Year Ended December 31, 2010

	Total			Variance- Positive (Negative)
	Original Budget	Amended Budget	Actual	
Revenues:				
Taxes: Hotel	\$ 838,000	\$ 986,239	\$ 986,239	\$ -
Federal grants	10,339,472	8,561,975	8,298,314	(263,611)
State grants	1,973,187	2,640,553	2,640,528	(25)
Departmental charges	1,223,190	1,268,161	1,243,960	(24,201)
Interest income	22,925	11,327	7,981	(3,346)
Other revenue	87,953	111,967	109,267	(2,700)
Total revenues	14,484,727	13,580,172	13,286,289	(293,883)
Expenditures:				
Current operating:				
General government	932,691	1,070,023	1,069,825	198
Judicial	4,172,863	4,230,303	3,821,343	408,960
Public safety	492,048	459,774	459,358	416
Human services	7,565,584	7,045,466	7,042,577	2,889
Public works	2,000,825	1,100,791	1,098,871	1,920
Total expenditures	15,164,011	13,906,357	13,491,974	414,383
Excess (deficiency) of revenues over expenditures	(679,284)	(326,185)	(205,685)	120,500
Other financing sources (uses):				
Operating transfers in	812,028	1,091,433	1,091,433	-
Operating transfers out	(929,211)	(866,183)	(866,178)	5
Total other financing sources (uses)	(117,183)	225,250	225,255	5
Net change in fund balance	(796,467)	(100,935)	19,570	120,505
Fund balance-beginning of year	(1,837,993)	1,525,308	3,483,579	1,957,221
Fund balance-ending	(2,634,460)	1,424,373	3,502,099	2,077,726

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Special Revenue Funds

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Liquid Fuels:				
Other services & charges	\$ 302,930	\$ 152,598	\$ 151,227	\$ 1,371
Supplies	245,795	318,743	318,740	3
Capital outlays	1,452,100	629,450	628,904	546
Total Liquid Fuels	<u>2,000,825</u>	<u>1,100,791</u>	<u>1,098,871</u>	<u>1,920</u>
Domestic Relations:				
Domestic Relations IV-D:				
Personal services	2,181,705	2,181,705	2,030,977	150,728
Fringes	1,234,769	1,296,081	1,144,144	151,937
Other services & charges	563,236	571,096	536,958	34,138
Supplies	40,410	42,273	32,244	10,029
Capital outlays	78,543	84,938	22,846	62,092
Total Domestic Relations	<u>4,098,663</u>	<u>4,176,093</u>	<u>3,767,169</u>	<u>408,924</u>
Human Services Fund:				
Single Contract:				
Other services & charges	7,444,420	6,927,709	6,927,609	100
	<u>7,444,420</u>	<u>6,927,709</u>	<u>6,927,609</u>	<u>100</u>
Human Services Development Fund				
Information and Referral:				
Personal services	74,885	73,876	73,964	(88)
Fringes	23,367	24,645	23,793	852
Other services & charges	20,630	17,190	16,010	1,180
Supplies	1,543	1,543	881	662
Capital outlays	739	503	320	183
	<u>121,164</u>	<u>117,757</u>	<u>114,968</u>	<u>2,789</u>
Total Human Services	<u>7,565,584</u>	<u>7,045,466</u>	<u>7,042,577</u>	<u>2,889</u>
Hazardous Materials Response Fund:				
Hazardous Materials:				
Other services & charges	70,827	35,485	35,166	319
Supplies	17,050	16,953	16,887	66
Capital outlays	14,900	12,014	12,013	1
Total Hazardous Materials Response	<u>102,777</u>	<u>64,452</u>	<u>64,066</u>	<u>386</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Special Revenue Funds

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Record Improvement Fund:				
Other services & charges	48,233	42,717	42,674	43
Supplies	12,680	24,258	24,257	1
Capital outlays	15,778	13,002	12,923	79
Total Record Improvement	76,691	79,977	79,854	123
Prothonotary Automation Fund:				
Other services & charges	11,500	35,895	35,860	35
Supplies	50,000	3,260	3,260	-
Capital outlays	700	1,120	1,120	-
Total Prothonotary Automation	62,200	40,275	40,240	35
Hotel Taxes				
Other services & charges	838,000	975,696	975,651	45
Total Hotel Taxes	838,000	975,696	975,651	45
Prison Canteen				
Other services & charges	336,494	334,898	334,872	26
Supplies	15,377	12,882	12,878	4
Capital outlays	1,400	1,242	1,242	-
Total Prison Canteen	353,271	349,022	348,992	30
Recorder of Deeds Improvement				
Other services & charges	4,000	350	350	-
Capital outlays	14,000	14,000	13,970	30
Total Recorders Improvement	18,000	14,350	14,320	30
Clerk of Courts Computer Surcharge				
Other services & charges	12,000	13,578	13,577	1
Supplies	-	357	357	-
Total Clerk of Courts Computer Surcharge	12,000	13,935	13,934	1
Booking Center				
Other services & charges	36,000	46,300	46,300	-
Total Booking Center	36,000	46,300	46,300	-
Total Nonmajor Special Revenue	\$ 15,164,011	\$ 13,906,357	\$ 13,491,974	\$ 414,383

NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources and the payment of principal and interest on the County's outstanding general obligation bond issues.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Balance Sheet
Nonmajor Debt Service Funds

December 31, 2010

	1999 C Gen Oblig Bonds	General Obligation Bonds	Total
ASSETS:			
Cash and cash equivalents	\$ 297,884	\$ 199,369	\$ 497,253
Due from other funds	-	17,268	17,268
Total assets	297,884	216,637	514,521
LIABILITIES:			
Due to other funds	-	190,113	190,113
FUND BALANCE:			
Reserved for debt service	297,884	26,524	324,408
Total fund balance	297,884	26,524	324,408
Total liabilities and fund balance	\$ 297,884	\$ 216,637	\$ 514,521

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds

For the Year Ended December 31, 2010

	1993 F&G Refunding Bonds	1997 Refunding Bonds	1999 C Gen Oblig Bonds	General Obligation Bonds	Total
Revenues:					
Interest income	\$ -	\$ -	\$ 1,719	\$ 799	\$ 2,518
Total revenues	<u>-</u>	<u>-</u>	<u>1,719</u>	<u>799</u>	<u>2,518</u>
Expenditures:					
General government	-	-	33,368	-	33,368
Debt service:					
Principal retirement	7,430,000	5,000	510,000	86,171	8,031,171
Interest and fiscal charges	-	21,165	124,063	944,382	1,089,610
Total expenditures	<u>7,430,000</u>	<u>26,165</u>	<u>667,431</u>	<u>1,030,553</u>	<u>9,154,149</u>
Excess (deficiency) of revenues over expenditures	<u>(7,430,000)</u>	<u>(26,165)</u>	<u>(665,712)</u>	<u>(1,029,754)</u>	<u>(9,151,631)</u>
Other financing sources (uses):					
Transfers in	7,430,000	26,165	299,081	1,030,553	8,785,799
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>7,430,000</u>	<u>26,165</u>	<u>299,081</u>	<u>1,030,553</u>	<u>8,785,799</u>
Net change in fund balance	-	-	(366,631)	799	(365,832)
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>664,515</u>	<u>25,725</u>	<u>690,240</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 297,884</u>	<u>\$ 26,524</u>	<u>\$ 324,408</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Debt Service Funds
 Year Ended December 31, 2010

	1993 F & G Refunding Bonds			1997 Refunding Bonds			Variance- Positive (Negative)
	Original Budget	Amended Budget	Actual	Original Budget	Amended Budget	Actual	
Revenues:							
Interest income	-	-	\$ -	-	-	\$ -	-
Total revenues	-	-	-	-	-	-	-
Expenditures:							
General government	-	-	-	-	-	-	-
Debt service	7,430,000	7,430,000	7,430,000	5,000	5,000	5,000	-
Principal retirement	-	-	-	21,165	21,165	21,165	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	7,430,000	7,430,000	7,430,000	26,165	26,165	26,165	-
Excess (deficiency) of revenues over expenditures	(7,430,000)	(7,430,000)	(7,430,000)	(26,165)	(26,165)	(26,165)	-
Other financing sources (uses):							
Transfers from General Fund	7,430,000	7,430,000	7,430,000	26,165	26,165	26,165	-
Transfers from Industrial Development Corp.	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total other financing sources (uses)	7,430,000	7,430,000	7,430,000	26,165	26,165	26,165	-
Net change in fund balance	-	-	-	-	-	-	-
Fund balance-beginning	-	-	-	57	-	-	-
Fund balance-ending	-	-	\$ -	\$ 57	\$ -	\$ -	\$ -

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Debt Service Funds
 Year Ended December 31, 2010

	1999 C. General Obligation Bonds			General Obligation Bonds			Variance- Positive (Negative)
	Original Budget	Amended Budget	Actual	Original Budget	Amended Budget	Actual	
Revenues:							
Interest income	\$ 6,000	\$ 1,750	\$ 1,719	\$ 1,000	\$ 1,000	\$ 799	\$ (201)
Total revenues	6,000	1,750	1,719	1,000	1,000	799	(201)
Expenditures:							
General government	-	33,369	33,368	-	-	-	-
Debt service	840,000	510,000	510,000	91,171	86,171	86,171	-
Principal retirement	188,753	124,063	124,063	944,382	944,382	944,382	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	1,028,753	667,432	667,431	1,035,553	1,030,553	1,030,553	-
Excess (deficiency) of revenues over expenditures	(1,022,753)	(665,682)	(665,712)	(1,034,553)	(1,029,553)	(1,029,754)	(201)
Other financing sources (uses):							
Transfers from General Fund	1,028,753	299,090	299,081	1,035,553	1,030,553	1,030,553	-
Transfers from Industrial Development Corp.	-	-	-	-	-	-	-
Transfer out	-	-	-	-	-	-	-
Total other financing sources (uses)	1,028,753	299,090	299,081	1,035,553	1,030,553	1,030,553	-
Net change in fund balance	6,000	(366,592)	(366,631)	1,000	1,000	799	(201)
Fund balance-beginning	3,978,338	2,981,660	664,515	457,276	364,622	25,725	(338,897)
Fund balance-ending	\$ 3,984,338	\$ 2,615,068	\$ 297,884	\$ 458,276	\$ 365,622	\$ 26,524	\$ (339,098)

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Debt Service Funds

Year Ended December 31, 2010

	Original Budget	Amended Budget	Total	Actual	Variance- Positive (Negative)
Revenues:					
Interest income	7,000	2,750	\$ 2,518	\$ 2,518	(232)
Total revenues	<u>7,000</u>	<u>2,750</u>	<u>2,518</u>	<u>2,518</u>	<u>(232)</u>
Expenditures:					
General government	-	33,369		33,368	1
Debt service	8,366,171	8,031,171		8,031,171	-
Principal retirement	1,154,300	1,089,610		1,089,610	-
Interest and fiscal charges					
Total expenditures	<u>9,520,471</u>	<u>9,154,150</u>		<u>9,154,149</u>	<u>1</u>
Excess (deficiency) of revenues over expenditures	<u>(9,513,471)</u>	<u>(9,151,400)</u>		<u>(9,151,631)</u>	<u>(231)</u>
Other financing sources (uses):					
Transfers from General Fund	8,491,718	8,486,718		8,486,718	-
Transfers from Industrial Development Corp.	1,028,753	299,090		299,081	(9)
Transfer out	-	-		-	-
Total other financing sources (uses)	<u>9,520,471</u>	<u>8,785,808</u>		<u>8,785,799</u>	<u>(9)</u>
Net change in fund balance	7,000	(365,592)		(365,832)	(240)
Fund balance-beginning	4,435,671	3,346,282		690,240	(2,656,042)
Fund balance-ending	<u>\$ 4,442,671</u>	<u>\$ 2,980,690</u>		<u>\$ 324,408</u>	<u>\$ (2,656,282)</u>

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

The Capital Projects Funds listed below are used to account for financial resources segregated for specific capital programs or for the acquisition, construction or renovation of major capital facilities other than those financed by proprietary funds.

Community Development Fund
UDAG Repayment Fund
General Capital Reserve Fund
Home Investment
County Election
2003A Bond Construction
Neighborhood Stabilization

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Balance Sheet
Nonmajor Capital Projects Funds

December 31, 2010

	Community Development	UDAG Repayment	General Capital Reserve	Home Investment	County Election	2003A Bond Construction	Neighborhood Stabilization	Total
ASSETS:								
Cash and cash equivalents	\$ 604	\$ 67,157	\$ 7,774,403	\$ 2,489,960	\$ 72,250	\$ 1,578,964	\$ -	\$ 11,983,338
Receivables:								
Other governmental grants	345,549	-	-	183,100	5,035	-	281,612	815,296
Other	151	6	533	77,242	-	-	-	77,932
Due from other funds	-	-	-	-	-	141,850	-	141,850
Interfund loans receivable	2,028,285	20,000	-	-	-	-	-	2,048,285
Total assets	<u>2,374,589</u>	<u>87,163</u>	<u>7,774,936</u>	<u>2,750,302</u>	<u>77,285</u>	<u>1,720,814</u>	<u>281,612</u>	<u>15,066,701</u>
LIABILITIES:								
Accrued liabilities	297,811	-	-	263,453	-	890	132,991	695,145
Due to other funds	484,739	-	-	9,903	-	535,878	148,621	1,179,141
Total liabilities	<u>782,550</u>	<u>-</u>	<u>-</u>	<u>273,356</u>	<u>-</u>	<u>536,768</u>	<u>281,612</u>	<u>1,874,286</u>
FUND BALANCE:								
Fund balance	720,000	-	-	-	-	-	-	720,000
Reserved for debt service	-	-	-	2,476,946	-	-	-	2,476,946
Reserved for affordable housing	-	-	-	-	-	-	-	-
Unreserved and undesignated	872,039	87,163	7,774,936	-	77,285	1,184,046	-	9,995,469
Total fund balance	<u>1,592,039</u>	<u>87,163</u>	<u>7,774,936</u>	<u>2,476,946</u>	<u>77,285</u>	<u>1,184,046</u>	<u>-</u>	<u>13,192,415</u>
Total liabilities and fund balance	<u>\$ 2,374,589</u>	<u>\$ 87,163</u>	<u>\$ 7,774,936</u>	<u>\$ 2,750,302</u>	<u>\$ 77,285</u>	<u>\$ 1,720,814</u>	<u>\$ 281,612</u>	<u>\$ 15,066,701</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds

For the Year Ended December 31, 2010

	Community Development	UDAG Repayment	General Capital Reserve	Home Investment	County Election	2003A Bond Construction	Neighborhood Stabilization	Total
Revenues:								
Federal grants	\$ 5,691,582	\$ -	\$ -	\$ 1,679,947	\$ 45,926	\$ -	\$ 525,971	\$ 7,943,426
Interest income	20,082	92	22,250	3,927	342	814	-	47,507
Other revenues	44,344	-	-	529,869	-	-	-	574,213
Total revenues	5,756,008	92	22,250	2,213,743	46,268	814	525,971	8,565,146
Expenditures:								
General government	-	-	-	-	27,507	-	-	27,507
Conservation development	5,622,767	-	-	2,036,741	-	-	525,971	8,185,479
Public works	-	-	-	-	-	889	-	889
Debt service:								
Principal retirement	245,000	-	-	-	-	-	-	245,000
Interest and fiscal charges	48,463	-	-	-	-	-	-	48,463
Total expenditures	5,916,230	-	-	2,036,741	27,507	889	525,971	8,507,338
Excess (deficiency) of revenues over expenditures	(160,222)	92	22,250	177,002	18,761	(75)	-	57,808
Other financing sources (uses):								
Transfers out	(129,959)	-	-	(185)	-	(4,658,241)	-	(4,788,385)
Total other financing sources (uses)	(129,959)	-	-	(185)	-	(4,658,241)	-	(4,788,385)
Net change in fund balance	(290,181)	92	22,250	176,817	18,761	(4,658,316)	-	(4,730,577)
Fund balance, beginning of year	1,882,220	87,071	7,752,686	2,300,129	58,524	5,842,362	-	17,922,992
Fund balance, end of year	\$ 1,592,039	\$ 87,163	\$ 7,774,936	\$ 2,476,946	\$ 77,285	\$ 1,184,046	\$ -	\$ 13,192,415

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2010

	Community Development			U.D.A.G. Repayment	Variance-Positive (Negative)
	Original Budget	Budget	Actual		
Revenues:					
Federal grants	\$ 4,933,738	\$ 5,691,602	\$ 5,691,582	\$ -	\$ -
Interest income	-	20,083	20,082	300	92
Other revenue	100,000	44,346	44,344	-	-
Total revenues	5,033,738	5,756,031	5,756,008	300	92
Expenditures:					
Current operating:					
General government	-	-	-	-	-
Conservation development	4,589,890	5,622,785	5,622,767	18	-
Public works	-	-	-	-	-
Debt service:					
Principal retirement	245,000	245,000	245,000	-	-
Interest and fiscal charges	48,463	48,463	48,463	-	-
Total expenditures	4,883,353	5,916,248	5,916,230	-	-
Excess (deficiency) of revenues over expenditures	150,385	(160,217)	(160,222)	300	92
Other financing sources (uses):					
Transfer (out)	(650)	(129,961)	(129,959)	-	-
Total other financing sources (uses)	(650)	(129,961)	(129,959)	-	-
Net change in fund balance	149,735	(290,178)	(290,181)	300	92
Fund Balance-beginning	1,467,907	1,780,232	1,882,220	413,017	87,071
Fund balance-ending	\$ 1,617,642	\$ 1,490,054	\$ 1,592,039	\$ 413,317	\$ 87,163
					\$ 11,122

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2010

	General Capital Reserve			Home Investment				
	Original Budget	Budget	Actual	Variance-Positive (Negative)	Original Budget	Budget	Actual	Variance-Positive (Negative)
Revenues:								
Federal grants	\$ -	\$ -	\$ -	\$ -	\$ 1,471,307	\$ 1,679,948	\$ 1,679,947	\$ (1)
Interest income	45,000	22,250	22,250	-	11,000	3,929	3,927	(2)
Other revenue	-	-	-	-	350,000	529,869	529,869	-
Total revenues	45,000	22,250	22,250	-	1,832,307	2,213,746	2,213,743	(3)
Expenditures:								
Current operating:								
General government	-	-	-	-	-	-	-	-
Conservation development	-	-	-	-	2,142,911	2,036,751	2,036,741	10
Public Works	-	-	-	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-
Total expenditures	-	-	-	-	2,142,911	2,036,751	2,036,741	10
Excess (deficiency) of revenues over expenditures	45,000	22,250	22,250	-	(310,604)	176,995	177,002	7
Other financing sources (uses):								
Transfer (out)	-	-	-	-	(173)	(186)	(185)	1
Total other financing sources (uses)	-	-	-	-	(173)	(186)	(185)	1
Net change in fund balance	45,000	22,250	22,250	-	(310,777)	176,809	176,817	8
Fund balance-beginning	(12,299,131)	8,242,243	7,752,686	(489,557)	(686,642)	(1,005,404)	2,300,129	3,305,533
Fund balance-ending	\$ (12,254,131)	\$ 8,264,493	\$ 7,774,936	\$ (489,557)	\$ (997,419)	\$ (828,595)	\$ 2,476,946	\$ 3,305,541

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2010

	County Election			2003A Bond Construction			Variance- Positive (Negative)
	Total Original Budget	Total Amended Budget	Total Actual	Total Original Budget	Total Amended Budget	Total Actual	
Revenues:							
Federal grants	\$ 24,090	\$ 45,927	\$ 45,926	\$ -	\$ -	\$ -	\$ -
Interest income	50	345	342	25,000	850	814	(36)
Other revenue	-	-	-	-	-	-	-
Total revenues	<u>24,140</u>	<u>46,272</u>	<u>46,268</u>	<u>25,000</u>	<u>850</u>	<u>814</u>	<u>(36)</u>
Expenditures:							
Current operating:							
General government	24,090	27,610	27,507	-	-	-	-
Conservation development	-	-	-	-	-	-	-
Public Works	-	-	-	-	890	889	1
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	<u>24,090</u>	<u>27,610</u>	<u>27,507</u>	<u>-</u>	<u>890</u>	<u>889</u>	<u>1</u>
Excess (deficiency) of revenues over expenditures	<u>50</u>	<u>18,662</u>	<u>18,761</u>	<u>25,000</u>	<u>(40)</u>	<u>(75)</u>	<u>(35)</u>
Other financing sources (uses):							
Transfer (out)	-	-	-	(4,065,018)	(4,658,244)	(4,658,241)	3
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,065,018)</u>	<u>(4,658,244)</u>	<u>(4,658,241)</u>	<u>3</u>
Net change in fund balance	<u>50</u>	<u>18,662</u>	<u>18,761</u>	<u>(4,040,018)</u>	<u>(4,658,284)</u>	<u>(4,658,316)</u>	<u>(32)</u>
Fund balance-beginning	<u>534,316</u>	<u>511,023</u>	<u>58,524</u>	<u>(28,354,739)</u>	<u>4,990,985</u>	<u>5,842,362</u>	<u>851,377</u>
Fund balance-ending	<u>\$ 534,366</u>	<u>\$ 529,685</u>	<u>\$ 77,285</u>	<u>\$ (32,394,757)</u>	<u>\$ 332,701</u>	<u>\$ 1,184,046</u>	<u>\$ 851,345</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Schedules of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2010

	Neighborhood Stabilization			Total			
	Total Original Budget	Total Amended Budget	Total Actual	Total Original Budget	Total Amended Budget	Total Actual	Variance-Positive (Negative)
Revenues:							
Federal grants	917,000	525,971	525,971	\$ 7,346,135	\$ 7,943,448	\$ 7,943,426	\$ (22)
Interest income	-	-	-	81,350	47,549	47,507	(42)
Other revenue	200,000	-	-	650,000	574,215	574,213	(2)
Total revenues	1,117,000	525,971	525,971	8,077,485	8,565,212	8,565,146	(66)
Expenditures:							
Current operating:							
General government	-	-	-	24,090	27,610	27,507	103
Conservation development	1,117,000	525,972	525,971	7,849,801	8,185,508	8,185,479	29
Public Works	-	-	-	-	890	889	1
Debt service:							
Principal retirement	-	-	-	245,000	245,000	245,000	-
Interest and fiscal charges	-	-	-	48,463	48,463	48,463	-
Total expenditures	1,117,000	525,972	525,971	8,167,354	8,507,471	8,507,338	133
Excess (deficiency) of revenues over expenditures	-	(1)	-	(89,869)	57,741	57,808	67
Other financing sources (uses):							
Transfer (out)	-	-	-	(4,065,841)	(4,788,391)	(4,788,385)	6
Total other financing sources (uses)	-	-	-	(4,065,841)	(4,788,391)	(4,788,385)	6
Net change in fund balance	-	(1)	-	(4,155,710)	(4,730,650)	(4,730,577)	73
Fund balance-beginning	-	-	-	(38,925,272)	14,595,028	17,922,992	3,327,964
Fund balance-ending	-	(1)	-	\$ (43,080,982)	\$ 9,864,378	\$ 13,192,415	\$ 3,328,037

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2010

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Capital Projects:				
Community Development:				
Personal services	\$ 305,277	\$ 304,253	\$ 304,252	\$ 1
Fringes	107,588	109,067	109,062	5
Other services & charges	560,213	578,925	578,917	8
Supplies	1,900	1,855	1,854	1
Capital outlays	<u>2,500,000</u>	<u>3,065,950</u>	<u>3,065,949</u>	<u>1</u>
	<u>3,474,978</u>	<u>4,060,050</u>	<u>4,060,034</u>	<u>16</u>
Principal repayment	245,000	245,000	245,000	-
Interest	<u>48,463</u>	<u>48,463</u>	<u>48,463</u>	<u>-</u>
	<u>293,463</u>	<u>293,463</u>	<u>293,463</u>	<u>-</u>
Community Development-R:				
Other services & charges	99,698	-	-	-
Capital outlays	<u>313,214</u>	<u>331,612</u>	<u>331,611</u>	<u>1</u>
	<u>412,912</u>	<u>331,612</u>	<u>331,611</u>	<u>1</u>
Federal HPRP:				
Other services & charges	<u>552,000</u>	<u>918,747</u>	<u>918,746</u>	<u>1</u>
	<u>552,000</u>	<u>918,747</u>	<u>918,746</u>	<u>1</u>
Pennsylvania HPRP:				
Other services & charges	<u>150,000</u>	<u>312,376</u>	<u>312,376</u>	<u>-</u>
	<u>150,000</u>	<u>312,376</u>	<u>312,376</u>	<u>-</u>
Total Community Development	<u>4,883,353</u>	<u>5,916,248</u>	<u>5,916,230</u>	<u>18</u>
Home Investment:				
Personal Services	37,875	39,828	39,827	1
Fringes	16,656	14,526	14,523	3
Other services & charges	<u>2,088,380</u>	<u>1,982,397</u>	<u>1,982,391</u>	<u>6</u>
Total Home Investment	<u>2,142,911</u>	<u>2,036,751</u>	<u>2,036,741</u>	<u>10</u>
County Election:				
Supplies	24,090	14,110	14,049	61
Capital outlays	<u>-</u>	<u>13,500</u>	<u>13,458</u>	<u>42</u>
Total County Election	<u>24,090</u>	<u>27,610</u>	<u>27,507</u>	<u>103</u>
2003 A Bond Construction				
Other services & charges	<u>-</u>	<u>890</u>	<u>889</u>	<u>1</u>
Total 2003A Bond Construction	<u>-</u>	<u>890</u>	<u>889</u>	<u>1</u>
Neighborhood Stabilization:				
Other services & charges	42,000	17,903	17,903	-
Capital outlays	<u>1,075,000</u>	<u>508,069</u>	<u>508,068</u>	<u>1</u>
	<u>1,117,000</u>	<u>525,972</u>	<u>525,971</u>	<u>1</u>
Total Capital Projects	<u>\$ 8,167,354</u>	<u>\$ 8,507,471</u>	<u>\$ 8,507,338</u>	<u>\$ 133</u>

FIDUCIARY FUNDS

Agency Funds

Tax Claims Bureau - This Fund accounts for the collection of delinquent real estate taxes and distribution of delinquent taxes to municipal governments, school districts and the county.

Westmoreland Manor Residents' Account - This Fund accounts for the receipts and disbursements of residents' funds for residents of Westmoreland Manor.

Domestic Relations - This Fund accounts for the child support receipts and disbursements of the Domestic Relations program, a Division of Family Court.

Row Office Funds (District Attorney, Sheriff, Prothonotary, Register of Wills, Clerk of Courts, Treasurer, Recorder of Deeds) - These Funds account for the receipts and disbursements of various row offices in connection with their statutory responsibilities.

District Justices - This Fund accounts for the collection and disbursement of court costs, fines and restitution of the minor judiciary system.

Prison Inmate - This Fund accounts for the receipts and disbursements of inmate funds during their incarceration.

Payroll - This Fund accounts for the receipt and disbursement of Westmoreland County employees' pay and deductions.

Prison Work Release Account - This Fund accounts for the receipts and disbursements of inmates who have been granted work release privileges.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2010

	Balance at December 31, 2009	Additions	Deductions	Balance at December 31, 2010
<u>Tax Claims Bureau</u>				
Assets:				
Cash and cash equivalents	\$ 2,581,820	\$ 23,085,460	\$ 23,657,776	\$ 2,009,504
Total assets	2,581,820	23,085,460	23,657,776	2,009,504
Liabilities:				
Other liabilities	370,171	5,767,943	5,767,126	370,988
Due to individuals	54,773	570,007	570,007	54,773
Due to various taxing units	2,156,876	16,747,510	17,320,643	1,583,743
Total liabilities	2,581,820	23,085,460	23,657,776	2,009,504
<u>Westmoreland Manor-Residents' Account</u>				
Assets:				
Cash and cash equivalents	416,677	4,012,267	4,045,163	383,781
Total assets	416,677	4,012,267	4,045,163	383,781
Liabilities:				
Other liabilities	17,095	-	-	17,095
Due to individuals	399,582	4,012,267	4,045,163	366,686
Total liabilities	416,677	4,012,267	4,045,163	383,781
<u>Domestic Relations</u>				
Assets:				
Cash and cash equivalents	67,692	1,283,077	1,262,991	87,778
Total assets	67,692	1,283,077	1,262,991	87,778
Liabilities:				
Due to individuals	67,692	1,283,077	1,262,991	87,778
Total liabilities	67,692	1,283,077	1,262,991	87,778
<u>District Attorney</u>				
Assets:				
Cash and cash equivalents	141,216	22,442	34,668	128,990
Total assets	141,216	22,442	34,668	128,990
Liabilities:				
Due to law enforcement agencies	141,216	22,442	34,668	128,990
Total liabilities	141,216	22,442	34,668	128,990

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2010

	Balance at December 31, 2009	Additions	Deductions	Balance at December 31, 2010
<u>Sheriff</u>				
Assets:				
Cash and cash equivalents	973,108	5,009,463	5,321,242	661,329
Total assets	973,108	5,009,463	5,321,242	661,329
Liabilities:				
Due to individuals	973,108	5,009,463	5,321,242	661,329
Total liabilities	973,108	5,009,463	5,321,242	661,329
<u>Prothonotary</u>				
Assets:				
Cash and cash equivalents	2,323,655	2,932,950	4,339,799	916,806
Total assets	2,323,655	2,932,950	4,339,799	916,806
Liabilities:				
Payable upon court order	2,323,655	2,932,950	4,339,799	916,806
Total liabilities	2,323,655	2,932,950	4,339,799	916,806
<u>Register of Wills</u>				
Assets:				
Cash and cash equivalents	66,218	917,461	920,151	63,528
Total assets	66,218	917,461	920,151	63,528
Liabilities:				
Payable upon court order	63,798	911,470	913,746	61,522
Due to various taxing units	2,420	5,991	6,405	2,006
Total liabilities	66,218	917,461	920,151	63,528
<u>Clerk of Courts</u>				
Assets:				
Cash and cash equivalents	523,031	4,823,790	4,939,089	407,732
Total assets	523,031	4,823,790	4,939,089	407,732
Liabilities:				
Payable upon court order	523,031	4,823,790	4,939,089	407,732
Total liabilities	523,031	4,823,790	4,939,089	407,732

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2010

	Balance at December 31, 2009	Additions	Deductions	Balance at December 31, 2010
<u>Treasurer</u>				
Assets:				
Cash and cash equivalents	93,686	4,283,993	4,271,953	105,726
Total assets	93,686	4,283,993	4,271,953	105,726
Liabilities:				
Due to various taxing units	20,274	3,793,078	3,785,604	27,748
Due to Commonwealth of Pennsylvania	73,412	490,915	486,349	77,978
Total liabilities	93,686	4,283,993	4,271,953	105,726
<u>Recorder of Deeds</u>				
Assets:				
Cash and cash equivalents	1,021,189	18,027,297	18,122,316	926,170
Total assets	1,021,189	18,027,297	18,122,316	926,170
Liabilities:				
Other liabilities	306,891	3,186,004	3,219,739	273,156
Due to various taxing units	714,298	14,841,293	14,902,577	653,014
Total liabilities	1,021,189	18,027,297	18,122,316	926,170
<u>District Justices</u>				
Assets:				
Cash and cash equivalents	432,803	8,818,241	8,858,265	392,779
Total assets	432,803	8,818,241	8,858,265	392,779
Liabilities:				
Due to individuals	222,655	1,194,579	1,226,022	191,212
Due to various taxing units	210,148	7,623,662	7,632,243	201,567
Total liabilities	432,803	8,818,241	8,858,265	392,779
<u>Prison Inmate Account</u>				
Assets:				
Cash and cash equivalents	7,557	487,984	486,686	8,855
Total assets	7,557	487,984	486,686	8,855
Liabilities:				
Due to individuals	7,557	487,984	486,686	8,855
Total liabilities	7,557	487,984	486,686	8,855

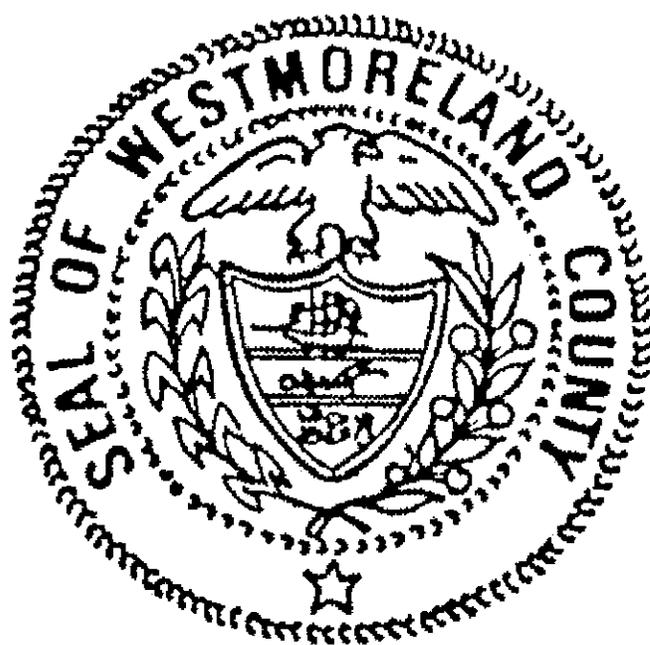
(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2010

	Balance at December 31, 2009	Additions	Deductions	Balance at December 31, 2010
<u>Payroll</u>				
Assets:				
Cash and cash equivalents	241,092	85,116,485	85,114,156	243,421
Total assets	241,092	85,116,485	85,114,156	243,421
Liabilities:				
Due to individuals/taxing units	241,092	85,116,485	85,114,156	243,421
Total liabilities	241,092	85,116,485	85,114,156	243,421
<u>Prison Work Release Account</u>				
Assets:				
Cash and cash equivalents	-	130,252	130,252	-
Total assets	-	130,252	130,252	-
Liabilities:				
Due to individuals	-	130,252	130,252	-
Total liabilities	-	130,252	130,252	-
<u>Total Agency Fund</u>				
Assets:				
Cash and cash equivalents	8,889,744	158,951,162	161,504,507	6,336,399
Total assets	8,889,744	158,951,162	161,504,507	6,336,399
Liabilities:				
Other liabilities	694,157	8,953,947	8,986,865	661,239
Payable upon court order	2,910,484	8,668,210	10,192,634	1,386,060
Due to individuals	1,725,367	12,687,629	13,042,363	1,370,633
Due to various taxing units	3,345,108	128,128,019	128,761,628	2,711,499
Due to Commonwealth of Pennsylvania	73,412	490,915	486,349	77,978
Due to law enforcement agencies	141,216	22,442	34,668	128,990
Total liabilities	\$ 8,889,744	\$ 158,951,162	\$ 161,504,507	\$ 6,336,399



DISCRETE COMPONENT UNITS

Westmoreland County Transit Authority - The Fund is used to separately account for the operations of the Transit Authority.

Westmoreland County Airport Authority - The Airport Authority Fund was established to account for operating revenues of the County airport. The revenues are used to defray operating and administrative costs related to airport operations.

Westmoreland County Redevelopment Authority - This Fund is used to separately account for the Redevelopment Authority activities related to the prevention and elimination of blight and slum conditions within the County.

Westmoreland County Industrial Park Authority - This Fund plans, funds, constructs and operates sewage facilities throughout Westmoreland County industrial parks.

Westmoreland County Community College - This Fund is used to account for the establishment, operation and maintenance of the Community College.

**COUNTY OF WESTMORELAND, PENNSYLVANIA
DISCRETE COMPONENT UNITS**

Combining Statement of Net Assets

December 31, 2010

	Transit Authority (1)	Airport Authority (2)	Redevelopment Authority (2)	Industrial Park Authority (2)	Community College (1)	Total
Assets:						
Current assets						
Cash and cash equivalents	\$ 739,552	\$ 15,842	\$ 403,376	\$ 1,162,156	\$ 15,762,524	\$ 18,083,450
Investments	-	-	-	-	1,800,000	1,800,000
Receivables:						
Other governmental grants	1,122,696	52,139	-	302,532	-	1,477,367
Accounts receivable	20,803	50,964	431,140	8,846	885,967	1,397,720
Other	-	-	-	-	983,283	983,283
Due from other governments	-	-	313,865	-	-	313,865
Land held for resale	-	-	16,304,846	-	-	16,304,846
Inventories	88,926	45,951	-	-	577,903	712,780
Other assets	25,000	-	3,970	2,384	31,658	63,012
Total current assets	<u>1,996,977</u>	<u>164,896</u>	<u>17,457,197</u>	<u>1,475,918</u>	<u>20,041,335</u>	<u>41,136,323</u>
Noncurrent assets						
Restricted assets						
Cash and cash equivalents	2,852,533	946,639	640,543	-	1,258,465	5,698,180
Investments	-	-	449,530	-	1,462,123	1,911,653
Accounts receivables	-	-	-	-	420,809	420,809
Loans receivable	-	-	14,226,548	-	-	14,226,548
Other assets	-	17,500	274,000	-	100,062	391,562
Total restricted assets	<u>2,852,533</u>	<u>964,139</u>	<u>15,590,621</u>	<u>-</u>	<u>3,241,459</u>	<u>22,648,752</u>
Capital assets:						
Land	94,400	4,041,818	-	18,725	976,969	5,131,912
Buildings	3,096,599	16,997,601	-	1,023,843	60,798,389	81,916,432
Runways and taxiways	-	36,328,561	-	-	-	36,328,561
Equipment, furniture and fixtures	12,604,230	8,001,633	191,887	-	21,562,013	42,359,763
Fuel farm	-	712,999	-	-	-	712,999
Infrastructure	-	3,966,403	-	1,153,083	-	5,119,486
Other	102,049	726,885	-	-	-	828,934
Library books and tapes	-	-	-	-	1,593,446	1,593,446
Vehicles	-	-	-	-	296,661	296,661
Construction in progress	-	196,901	-	2,954,163	-	3,151,064
Total capital assets	<u>15,897,278</u>	<u>70,972,801</u>	<u>191,887</u>	<u>5,149,814</u>	<u>85,227,478</u>	<u>177,439,258</u>
Less: Accumulated depreciation	<u>(8,229,654)</u>	<u>(26,803,303)</u>	<u>(182,606)</u>	<u>(536,015)</u>	<u>(53,883,566)</u>	<u>(89,635,144)</u>
Net capital assets	<u>7,667,624</u>	<u>44,169,498</u>	<u>9,281</u>	<u>4,613,799</u>	<u>31,343,912</u>	<u>87,804,114</u>
Total noncurrent assets	<u>10,520,157</u>	<u>45,133,637</u>	<u>15,599,902</u>	<u>4,613,799</u>	<u>34,585,371</u>	<u>110,452,866</u>
Total assets	<u>\$ 12,517,134</u>	<u>\$ 45,298,533</u>	<u>\$ 33,057,099</u>	<u>\$ 6,089,717</u>	<u>\$ 54,626,706</u>	<u>\$ 151,589,189</u>

(1) June 30, 2010 Fiscal Year End

(2) December 31, 2010 Fiscal Year End

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
DISCRETE COMPONENT UNITS**

Combining Statement of Net Assets

December 31, 2010

	<u>Transit Authority (1)</u>	<u>Airport Authority (2)</u>	<u>Redevelopment Authority (2)</u>	<u>Industrial Park Authority (2)</u>	<u>Community College (1)</u>	<u>Total</u>
Liabilities:						
Accrued liabilities	\$ 616,105	\$ 417,920	\$ 35,489	\$ 8,883	\$ 3,514,226	\$ 4,592,623
Construction payable	-	-	-	1,168,766	-	1,168,766
Due to other governments	-	-	432,391	11,906	-	444,297
Developed land due to other funds	-	-	16,304,846	-	-	16,304,846
Unearned revenues	<u>36,568</u>	<u>-</u>	<u>206,072</u>	<u>-</u>	<u>271,480</u>	<u>514,120</u>
Total current liabilities	<u>652,673</u>	<u>417,920</u>	<u>16,978,798</u>	<u>1,189,555</u>	<u>3,785,706</u>	<u>23,024,652</u>
Noncurrent liabilities:						
Interest payable	-	-	88,679	-	-	88,679
Due within one year						
Current maturities of long-term debt	-	445,000	446,224	16,746	2,265,000	3,172,970
Mortgages, loans and notes payable	-	4,214	-	1,199,443	-	1,203,657
Due in more than one year						
Compensated absences and workers' compensation	-	-	2,317	-	-	2,317
Long-term debt	-	8,053,906	2,636,213	-	22,531,214	33,221,333
Mortgages, loans and notes payable	94,400	47,786	12,523,518	77,153	-	12,742,857
Loans payable to primary government	-	-	-	50,000	-	50,000
Other post employment benefits	-	125,074	-	-	-	125,074
Unearned revenues	<u>1,213,299</u>	<u>11,313</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,224,612</u>
Total noncurrent liabilities	<u>1,307,699</u>	<u>8,687,293</u>	<u>15,696,951</u>	<u>1,343,342</u>	<u>24,796,214</u>	<u>51,831,499</u>
Total liabilities	<u>1,960,372</u>	<u>9,105,213</u>	<u>32,675,749</u>	<u>2,532,897</u>	<u>28,581,920</u>	<u>74,856,151</u>
Net Assets:						
Invested in capital assets, net of related debt	7,573,223	35,525,352	9,281	3,529,538	7,370,694	54,008,088
Restricted	2,845,475	953,134	-	-	1,005,065	4,803,674
Unrestricted	<u>138,064</u>	<u>(285,166)</u>	<u>372,069</u>	<u>27,282</u>	<u>17,669,027</u>	<u>17,921,276</u>
Total net assets	<u>10,556,762</u>	<u>36,193,320</u>	<u>381,350</u>	<u>3,556,820</u>	<u>26,044,786</u>	<u>76,733,038</u>
Total liabilities and net assets	<u>\$ 12,517,134</u>	<u>\$ 45,298,533</u>	<u>\$ 33,057,099</u>	<u>\$ 6,089,717</u>	<u>\$ 54,626,706</u>	<u>\$ 151,589,189</u>

(1) June 30, 2010 Fiscal Year End

(2) December 31, 2010 Fiscal Year End

**COUNTY OF WESTMORELAND, PENNSYLVANIA
DISCRETE COMPONENT UNITS**

Combining Statement of Revenues, Expenses and Changes in Net Assets

Year Ended December 31, 2010

	Transit Authority (1)	Airport Authority (2)	Redevelopment Authority (2)	Industrial Park Authority (2)	Community College (1)	Totals
Operating revenues:						
Charges for services	\$ 956,749	\$ 379,656	\$ 109,641	\$ 151,786	\$ -	\$ 1,597,832
Student tuition and fees	-	-	-	-	18,263,037	18,263,037
Governmental and other grants	-	-	-	-	19,071,665	19,071,665
Auxiliary enterprises:						
Bookstore	-	-	-	-	4,940,059	4,940,059
Auxiliary	-	-	-	-	756,101	756,101
Rental income	-	562,265	-	-	-	562,265
Contributions	-	1,602,573	-	-	414,230	2,016,803
Miscellaneous income	56,136	-	-	-	1,129,141	1,185,277
Total operating revenues	1,012,885	2,544,494	109,641	151,786	44,574,233	48,393,039
Operating expenses:						
Salaries and wages	516,718	229,587	-	-	19,183,053	19,929,358
Employee benefits	169,589	124,470	-	-	7,875,879	8,169,938
Operating expenses	8,354,585	1,943,197	1,593,839	568,595	4,203,968	16,664,184
Governmental grants	-	-	-	-	19,215,394	19,215,394
Depreciation and amortization	861,990	2,012,782	-	-	3,076,372	5,951,144
Auxiliary enterprises:						
Bookstore	-	-	-	-	4,280,032	4,280,032
Auxiliary	-	-	-	-	1,037,549	1,037,549
Miscellaneous expenses	-	-	-	-	182,623	182,623
Total operating expenses	9,902,882	4,310,036	1,593,839	568,595	59,054,870	75,430,222
Operating loss	(8,889,997)	(1,765,542)	(1,484,198)	(416,809)	(14,480,637)	(27,037,183)
Nonoperating revenues/income and (expenses)/losses:						
Grants	11,024,477	-	1,635,882	111,233	13,566,085	26,337,677
Interest income	5,262	1,689	4,303	2,706	349,325	363,285
Interest expense	-	(376,145)	(91,540)	(3,235)	(1,128,891)	(1,599,811)
Other expenditures	-	-	-	(4,750)	-	(4,750)
Rental income and other	-	91,787	-	140	-	91,927
Total nonoperating revenues (expenses), net	11,029,739	(282,669)	1,548,645	106,094	12,786,519	25,188,328
Total income (loss)	2,139,742	(2,048,211)	64,447	(310,715)	(1,694,118)	(1,848,855)
Capital contributions - grants	-	2,012,486	-	1,949,238	4,338,160	8,299,884
Change in net assets	2,139,742	(35,725)	64,447	1,638,523	2,644,042	6,451,029
Net assets - beginning of year	8,417,020	36,229,045	316,903	1,918,297	23,400,744	70,282,009
Net assets - end of year	\$ 10,556,762	\$ 36,193,320	\$ 381,350	\$ 3,556,820	\$ 26,044,786	\$ 76,733,038

(1) June 30, 2010 Fiscal Year End

(2) December 31, 2010 Fiscal Year End

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

COUNTY OF WESTMORELAND, PENNSYLVANIA
Capital Assets Used in the Operation of Governmental Funds
Schedule of Assets by Source

December 31, 2010

Governmental funds capital assets:	
Land	\$ 3,285,218
Buildings	77,545,774
Equipment, furniture and fixtures	13,600,032
Vehicles	6,037,284
Infrastructure	31,295,920
Construction in progress	1,305,416
Total governmental fund capital assets	<u>\$ 133,069,644</u>
Investment in governmental funds capital assets by source:	
General Fund	\$ 93,553,666
Special Revenue Funds	27,965,632
Grants	8,317,555
Fees	396,987
Donated	2,835,804
Total governmental fund capital assets	<u>\$ 133,069,644</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Capital Assets Used in the Operation of Governmental Funds
Schedule by Function

December 31, 2010

Functions	Land	Buildings	Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Administration	\$ -	6,425,408	5,485,336	74,087	\$ -	\$ -	\$ 11,984,831
Judicial-Courts	62,883	7,187,489	829,987	-	-	81,337	8,161,696
Judicial-Court-Related	-	5,758,883	1,550,845	1,321,301	-	-	8,631,029
Public Safety-Corrections	-	48,315,137	1,611,105	174,939	-	-	50,101,181
Public Safety-Emergency Management	-	315,061	1,227,968	2,085,641	-	-	3,628,670
Public Safety-Other	-	150,112	379,499	295,869	-	-	825,480
Public Works	-	3,204,309	492,646	1,128,147	30,377,785	889,127	36,092,014
Human Services-Children & Youth	-	-	215,970	74,812	-	-	290,782
Human Services-Behavioral Health	-	1,075,244	119,428	12,525	-	-	1,207,197
Human Services-Aging	-	240,709	278,107	361,531	-	-	880,347
Human Services-Other	-	137,941	1,782	-	-	-	139,723
Parks & Recreation	3,222,335	4,735,481	1,334,837	488,387	918,135	334,952	11,034,127
Planning & Development	-	-	72,522	20,045	-	-	92,567
Total governmental fund capital assets	\$ 3,285,218	\$ 77,545,774	\$ 13,600,032	\$ 6,037,284	\$ 31,295,920	\$ 1,305,416	\$ 133,069,644

COUNTY OF WESTMORELAND, PENNSYLVANIA
Capital Assets Used in the Operation of Government
Schedule of Changes by Function

For the year ended December 31, 2010

	Governmental Funds Capital Assets January 1, 2010	Reclass	Additions	Construction in Progress	Deductions	Governmental Funds Capital Assets December 31, 2010
Administration	\$ 13,008,289	\$ (1,090,945)	\$ 101,481	\$ -	\$ 33,994	\$ 11,984,831
Judicial-Courts	6,507,946	277,441	1,316,372	81,337	21,400	8,161,696
Judicial-Court-Related	7,946,977	705,933	7,364	-	29,245	8,631,029
Public Safety-Corrections	46,412,804	477,018	6,449,025	(3,225,903)	11,763	50,101,181
Public Safety-Emergency Management	3,575,391	-	122,025	-	68,746	3,628,670
Public Safety-Other	649,493	150,112	25,875	-	-	825,480
Public Works	35,026,715	(472,492)	648,664	889,127	-	36,092,014
Human Services-Children & Youth	290,782	-	-	-	-	290,782
Human Services-Behavioral Health	1,169,921	(80,538)	117,814	-	-	1,207,197
Human Services-Aging	880,347	-	-	-	-	880,347
Human Services-Other	106,252	33,471	-	-	-	139,723
Parks & Recreation	10,604,080	-	204,927	334,952	109,832	11,034,127
Planning & Development	92,567	-	-	-	-	92,567
Total governmental funds capital assets	\$ 126,271,564	\$ -	\$ 8,993,547	\$ (1,920,487)	\$ 274,980	\$ 133,069,644

LONG TERM DEBT PAYABLE

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Long Term Debt Payable

December 31, 2010

Debt Instrument	Date of Issue	Amount Sold	Amount Outstanding	Maturity Information	Coupon or Ceiling Rate of Interest	2011 Maximum Debt Service Requirements	
						Interest	Principal
General Obligation Bonds Series F & G of 1993	10/19/93	\$ 68,410,519	\$ 31,130,000	2,060,000 in 2011 3,460,000 in 2012 1,755,000 in 2013 2,585,000 in 2014 7,090,000 in 2015 7,090,000 in 2016 7,090,000 in 2017	0.00 0.00 0.00 0.00 0.00 0.00 0.00	\$ -	\$ 2,060,000
General Obligation Bonds Series of 1997	05/01/97	10,494,470	13,345,000	5,000 in 2011 5,000 in 2012 0 in 2013 0 in 2014 0 in 2015 370,000 in 2016 135,000 in 2017 6,515,000 in 2018 6,315,000 in 2019	5.40 5.50 0.00 0.00 0.00 5.50 0.00 0.00 0.00	21,165	5,000
General Obligation Bonds Refunding Series of 1998	12/15/1998	6,120,686	16,325,000	55,000 in 2011 60,000 in 2012 60,000 in 2013 290,000 in 2014 290,000 in 2015 285,000 in 2016 455,000 in 2017 7,515,000 in 2018 7,315,000 in 2019	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00	-	55,000
General Obligation Bonds Series A & B of 1999	04/22/99	10,363,566	9,000,000	0 in 2011 0 in 2012 0 in 2013 0 in 2014 0 in 2015 0 in 2016 0 in 2017 4,500,000 in 2018 4,500,000 in 2019	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00	-	-
General Obligation Bonds Series D of 1999	04/22/99	3,629,871	7,805,000	0 in 2011 0 in 2012 0 in 2013 0 in 2014	0.00 0.00 0.00 0.00	-	-
General Obligation Bonds Series A of 2000	06/01/00	4,945,588	9,645,000	0 in 2011 3,970,000 in 2012 5,675,000 in 2013	0.00 0.00 0.00	-	-

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Long Term Debt Payable

December 31, 2010

Debt Instrument	Date of Issue	Amount Sold	Amount Outstanding	Maturity Information	Coupon or Ceiling Rate of Interest	2011 Maximum Debt Service Requirements	
						Interest	Principal
General Obligation Bonds Series of 2001	06/01/01	3,151,814	5,370,000	5,370,000 in 2011	0.00	-	5,370,000
General Obligation Bonds Refunding Series of 2003	05/15/03	4,725,000	1,730,000	540,000 in 2011	6.25	124,062	540,000
				575,000 in 2012	6.25		
				615,000 in 2013	6.25		
General Obligation Bonds Series of 2003A	06/01/03	36,290,000	20,410,183	59,508 in 2011	3.40	944,382	59,508
				34,004 in 2012	3.70		
				34,004 in 2013	3.80		
				263,536 in 2014	4.00		
				269,203 in 2015	4.13		
				283,372 in 2016	4.20		
				291,873 in 2017	4.30		
				320,210 in 2018	5.00		
				436,392 in 2019	5.00		
				4,604,795 in 2020	4.50		
				4,811,657 in 2021	4.63		
5,035,521 in 2022	4.70						
3,966,108 in 2023	4.75						
Note Payable 2006 HUD	9/12/2006	1,700,000	720,000	245,000 in 2011 245,000 in 2012 230,000 in 2013	5.51 5.51 5.51	48,463	245,000
Total general obligation bonds and note payable from debt service funds and the Community Development fund						<u>1,138,072</u>	<u>8,334,508</u>
Discounted interest on 1983 Series F & G, 1997 Series General Obligation Bonds, 1998 Refunding Series of General Obligation Bonds, 1999 Series A & B General Obligation Bonds, 1999 Series D General Obligation Bonds, 2000 Series A General Obligation Bonds, 2001 General Obligation Bonds and 2003 Series A General Obligation Bonds							<u>24,938,428</u>
Total general obligation bonds and note payable from debt service funds and the Community Development fund, net of discounted interest.							<u>90,541,755</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Long Term Debt Payable

December 31, 2010

Debt Instrument	Date of Issue	Amount Sold	Amount Outstanding	Maturity Information	Coupon or Ceiling Rate of Interest	2011 Maximum Debt Service Requirements	
						Interest	Principal
General Obligation Bonds Series of 2003A	06/01/03	36,290,000	15,604,818	45,492 in 2011 25,995 in 2012 25,995 in 2013 201,463 in 2014 205,796 in 2015 216,627 in 2016 223,126 in 2017 244,789 in 2018 333,607 in 2019 3,520,204 in 2020 3,678,342 in 2021 3,849,478 in 2022 3,033,904 in 2023	3.40 3.70 3.80 4.00 4.13 4.20 4.30 5.00 5.00 4.50 4.63 4.70 4.75	721,946	45,492
Total general obligation bond payable from 9-1-1 Surcharge fund			<u>15,604,818</u>			<u>721,946</u>	<u>45,492</u>
Unamortized bond discount 9-1-1 Surcharge fund			<u>211,217</u>				
Total general obligation bonds payable from the 9-1-1 Surcharge fund, net of unamortized bond discount			<u>15,393,601</u>			<u>721,946</u>	<u>45,492</u>
General Obligation Bonds Series C of 1999	04/22/99	3,830,000	1,075,000	340,000 in 2011 360,000 in 2012 375,000 in 2013	4.70 4.75 4.80	-	340,000
General obligation bonds payable from the Industrial Development Corporation fund			<u>1,075,000</u>				<u>340,000</u>
Unamortized bond discount Industrial Development Corporation fund			<u>5,395</u>				
Total general obligation bonds payable from the Industrial Development Corporation fund, net of unamortized bond discount			<u>1,069,605</u>				<u>340,000</u>
Total general obligation bonds and note payable from debt service funds and the Community Development fund, net of discounted interest			<u>90,541,755</u>			<u>1,138,072</u>	<u>8,334,508</u>
Total general long term debt payable, net of discounted interest			<u>\$ 107,004,961</u>			<u>\$ 1,860,018</u>	<u>\$ 8,720,000</u>



COMPREHENSIVE ANNUAL FINANCIAL REPORT

STATISTICAL SECTION

FOR THE YEAR ENDED DECEMBER 31, 2010

STATISTICAL SECTION

This part of the County of Westmoreland's annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents	Page
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	184
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, property tax.</i>	190
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	196
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.</i>	201
Operating Information <i>These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.</i>	203

Sources: Unless otherwise noted, the information in these schedules is derived from comprehensive annual financial reports for each relevant year. The County of Westmoreland implemented GASB Statement No. 34, "Basic Financial Statements---and Management's Discussion and Analysis---For State and Local Governments" in 2002; schedules presenting government-wide information include information beginning in that year.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Net Assets by Component
Last Nine Fiscal Years
 (accrual basis of accounting)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities									
Invested in capital assets, net of related debt	\$ (32,862,922)	\$ (62,400,196)	\$ (52,758,387)	\$ (52,527,681)	\$ (51,162,833)	\$ (43,722,939)	\$ (39,671,899)	\$ (34,343,240)	\$ (28,204,547)
Restricted	4,518,843	4,570,732	(3,005,200)	4,734,928	4,942,652	5,216,872	6,357,347	5,397,986	5,454,301
Unrestricted	48,761,239	71,408,427	67,707,244	72,070,255	80,275,076	87,309,794	93,368,030	87,584,606	78,830,068
Total governmental activities net assets	20,417,160	13,578,963	11,943,657	24,277,502	34,054,895	48,803,727	60,053,478	58,639,352	56,079,822
Business-type activities									
Invested in capital assets, net of related debt	33,986,433	38,631,451	65,246,744	38,126,962	40,477,335	38,902,638	38,097,856	32,681,318	21,153,398
Restricted	424,916	5,194,545	39,697	61,427	61,489	61,548	538,681	61,834	61,985
Unrestricted	27,775,374	22,456,093	6,585,580	36,034,463	45,284,096	47,960,467	57,562,440	56,965,883	59,116,300
Total business-type activities net assets	62,186,723	66,282,089	71,872,021	74,222,852	85,822,920	86,924,653	96,198,977	89,709,035	80,331,683
Primary government									
Invested in capital assets, net of related debt	1,123,511	(23,768,745)	12,488,357	(14,400,719)	(10,685,498)	(4,820,301)	(1,574,043)	(1,661,922)	(7,051,149)
Restricted	4,943,759	9,765,277	(2,965,503)	4,796,355	5,004,141	5,278,420	6,896,028	5,459,820	5,516,286
Unrestricted	76,536,613	93,864,520	74,292,824	108,104,718	125,559,172	135,270,261	150,930,470	144,550,489	137,946,368
Total primary government net assets	\$ 82,603,883	\$ 79,861,052	\$ 83,815,678	\$ 98,500,354	\$ 119,877,815	\$ 135,728,380	\$ 156,252,455	\$ 148,348,387	\$ 136,411,505

Note: The County began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002. Therefore, data is not available for the prior year.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Changes in Net Assets

Last Nine Fiscal Years

(accrual basis of accounting)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Program Expenses									
Governmental Activities									
Administration	\$ 8,336,328	\$ 10,275,082	\$ 8,522,996	\$ 9,546,399	\$ 9,415,524	\$ 8,819,808	\$ 9,552,726	\$ 11,250,990	\$ 9,250,492
Judicial-Courts	8,572,327	9,280,913	9,269,088	9,819,770	10,144,658	10,068,819	10,356,125	11,136,167	11,049,335
Judicial-Court-related	15,489,136	16,661,432	16,500,675	17,233,673	18,828,729	19,611,699	19,894,895	21,509,339	22,272,127
Public Safety-Corrections	32,314,503	33,453,183	34,413,363	36,365,875	37,146,142	37,794,117	37,563,938	35,746,086	36,286,973
Public Safety-Emergency Management	464,978	548,724	597,334	617,133	542,043	661,225	857,267	986,015	907,887
Public Safety-Other	255,678	346,489	375,979	262,210	316,544	303,193	331,540	403,955	2,064,539
Public Works	3,858,939	4,429,187	7,905,665	3,578,496	3,708,085	4,031,648	3,751,757	4,670,344	4,899,092
Human Services-Children & Youth	15,843,033	17,847,453	19,555,344	19,649,016	16,391,320	16,048,165	16,665,153	16,633,847	20,689,465
Human Services-Behavioral Health	44,382,412	47,017,994	49,272,469	50,706,918	53,182,131	56,088,119	58,063,377	40,865,917	21,584,558
Human Services-Aging	11,302,540	11,029,849	11,097,691	10,807,663	11,371,447	11,961,615	12,030,691	12,504,252	13,163,035
Human Services-Other	13,998,012	13,621,197	14,818,068	15,091,938	15,595,896	15,892,118	16,309,378	16,431,352	18,815,121
Parks & Recreation	3,354,435	3,246,674	3,147,681	3,070,648	3,618,349	3,657,550	3,732,219	4,015,763	4,083,695
Planning & Development	8,371,099	10,032,822	8,493,825	12,944,863	11,612,092	11,445,625	8,575,743	11,571,718	11,559,333
Interest on Long-Term Debt	5,857,098	7,023,254	2,089,308	3,700,982	7,364,963	6,009,627	5,823,231	5,667,178	5,606,769
Total Governmental Activities Expenses	172,400,518	184,814,253	186,059,486	193,395,584	199,237,923	202,393,328	203,508,040	193,392,923	182,226,421
Business-Type Activities:									
Planning & Development	5,130,461	2,552,306	3,706,813	3,709,231	3,408,728	5,819,226	5,413,074	5,009,090	3,954,742
County Nursing Home	33,175,470	33,154,790	35,324,394	35,595,329	35,805,435	37,729,552	38,604,740	43,620,111	43,031,188
9-1-1 Dispatching	5,003,294	5,495,592	6,684,203	7,951,643	8,500,400	8,627,736	9,104,801	14,827,456	19,849,237
Behavioral Health Managed Care	28,486,364	31,964,711	35,652,259	42,044,963	53,120,585	48,942,762	50,065,287	55,522,284	55,790,765
Total Business-Type Activities Expenses	71,795,589	73,167,399	81,367,669	89,301,166	100,835,148	101,119,276	103,187,902	118,978,941	122,625,922
Total Primary Government Expenses	\$ 244,196,107	\$ 257,981,652	\$ 267,427,155	\$ 282,696,750	\$ 300,073,071	\$ 303,512,604	\$ 306,695,942	\$ 312,371,864	\$ 304,852,343
Program Revenues									
Governmental Activities									
Charges for services									
Administration	\$ 5,471,031	\$ 6,425,730	\$ 5,487,984	\$ 5,277,682	\$ 5,122,673	\$ 4,470,544	\$ 4,486,291	\$ 5,358,947	\$ 5,765,674
Judicial-Courts	1,225,398	1,276,895	1,371,483	1,472,603	1,559,866	1,525,284	1,544,101	1,654,259	1,635,583
Judicial-Court-related	3,693,085	4,057,653	3,574,184	3,764,978	4,032,125	4,027,118	4,570,147	4,521,578	4,377,515
Public Safety-Corrections	2,170,685	2,308,161	1,941,754	2,497,421	2,530,952	2,578,434	2,592,116	2,592,491	2,845,553
Public Safety-Emergency Management	79,032	68,426	67,521	80,520	81,974	94,144	113,679	116,674	109,101
Public Safety-Other	125,472	119,388	127,433	131,821	129,503	125,825	125,137	129,272	139,534
Public Works	94,684	49,609	81,543	67,951	404,763	502,061	124,008	66,563	120,651
Human Services-Children & Youth	332,314	207,084	200,982	228,669	219,613	157,905	179,604	199,218	476,803
Human Services-Mental Health	915	24,531	9	5,536	6,416	1,187	-	11,353	27,140
Human Services-Aging	374,543	417,968	379,646	446,544	380,656	343,785	437,695	331,563	408,448
Human Services-Other	13,437	13,554	15,004	19,962	18,351	25,099	9,020	22,980	18,603
Parks & Recreation	287,004	304,139	343,279	313,916	499,813	704,598	349,497	552,599	407,832
Planning & Development	1,951,424	1,882,467	1,952,642	1,865,642	1,792,451	1,877,235	903,067	766,853	766,004

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Changes in Net Assets

Last Nine Fiscal Years

(accrual basis of accounting)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
Operating grants and contributions									
Administration	65,761	82,043	82,938	91,407	2,616,779	109,137	191,355	936,241	497,200
Judicial-Courts	787,829	837,373	842,769	808,328	796,110	793,851	791,251	705,595	704,332
Judicial-Court-related	2,498,534	3,019,625	3,698,399	3,371,749	3,760,149	3,761,967	3,449,547	3,911,865	3,718,861
Public Safety-Corrections	11,719,948	11,208,534	11,006,964	12,383,723	10,676,839	10,480,269	9,948,949	8,630,352	6,935,099
Public Safety-Emergency Management	90,560	63,838	81,629	390,803	116,173	58,849	124,478	92,476	153,129
Public Safety-Other	-	155,076	239,502	119,751	87,598	126,232	104,422	99,589	51,145
Public Works	900,251	929,228	948,160	930,562	885,400	1,174,915	1,808,868	889,889	1,028,474
Human Services-Children & Youth	14,032,285	15,812,554	17,371,883	17,055,055	14,008,805	13,793,137	13,897,715	14,676,416	17,029,703
Human Services-Mental Health	43,424,776	45,008,280	47,235,491	48,711,383	50,665,137	53,204,674	56,113,243	38,021,871	19,350,120
Human Services-Aging	10,601,178	9,885,400	10,227,466	10,079,713	10,677,015	11,017,676	11,168,467	11,672,255	12,053,809
Human Services-Other	8,703,473	8,080,209	10,296,210	10,687,730	11,050,117	11,063,792	11,506,832	11,549,637	13,680,075
Parks & Recreation	209,587	16,500	100,800	136,137	110,129	4,450	429,201	236,213	181,500
Planning & Development	5,576,956	7,054,914	5,661,445	9,882,396	7,449,442	7,213,873	5,431,862	8,381,737	8,050,434
Capital grants and contributions	-	-	-	900,000	-	750,505	-	-	-
Total Governmental Activities Program Revenues	114,430,162	119,309,179	123,337,120	131,723,982	129,678,849	129,986,539	131,701,929	116,128,486	100,532,322
Business-Type Activities									
Charges for services									
Planning & Development	2,298,393	1,298,757	2,523,747	2,094,942	1,941,976	4,314,241	3,694,505	2,671,109	2,888,057
County Nursing Home	29,658,754	28,861,103	30,450,550	33,208,233	36,453,213	38,762,231	39,335,887	39,371,071	41,081,816
9-1-1 Dispatching	3,397,194	3,355,561	3,210,281	5,721,843	6,344,803	4,917,404	5,090,758	5,199,326	5,528,938
Behavioral Health Managed Care	279,698	527,403	-	167,487	96,497	758,665	8,553,528	2,844,586	2,297,694
Operating grants and contributions									
Planning & Development	254,359	155,166	116,184	106,623	115,491	222,252	114,416	162,414	55,314
County Nursing Home	20,000	1,463,919	-	-	-	-	372,871	373,082	875,316
Behavioral Health Managed Care	28,316,914	32,739,919	36,679,961	43,423,021	55,428,785	49,921,522	47,688,103	54,302,935	55,984,962
Capital grants and contributions	9,329,275	5,729,847	9,809,710	1,962,371	8,301,075	4,277,035	2,305,085	2,803,652	881,492
Total Business-Type Activities Program Revenues	73,550,587	74,127,675	82,790,433	86,684,520	108,681,840	103,173,350	107,155,153	107,728,175	109,593,589
Total Primary Government Program Revenues	\$ 187,980,749	\$ 193,436,854	\$ 206,127,553	\$ 218,408,502	\$ 238,360,689	\$ 233,159,889	\$ 238,857,082	\$ 223,856,661	\$ 210,125,911
Net (Expenses)/Revenues									
Governmental Activities	\$ (57,970,356)	\$ (65,505,074)	\$ (62,722,366)	\$ (61,671,602)	\$ (69,559,074)	\$ (72,406,789)	\$ (71,806,111)	\$ (77,264,437)	\$ (81,694,099)
Business-Type Activities	1,754,998	960,276	1,422,764	(2,616,646)	7,846,692	2,054,074	3,967,251	(11,250,766)	(13,032,333)
Total Primary Government Net Expense	\$ (56,215,358)	\$ (64,544,798)	\$ (61,299,602)	\$ (64,288,248)	\$ (61,712,382)	\$ (70,352,715)	\$ (67,838,860)	\$ (88,515,203)	\$ (94,726,432)

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

**Changes in Net Assets
Last Nine Fiscal Years**
(accrual basis of accounting)

	Fiscal Year								
	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Revenues and Other Changes in Net Assets									
Governmental Activities									
Taxes, Real Property	\$ 58,494,347	\$ 59,351,805	\$ 61,192,320	\$ 75,977,994	\$ 76,693,887	\$ 78,213,626	\$ 78,782,403	\$ 79,481,601	\$ 79,750,462
Taxes, Hotel	388,699	691,263	749,138	778,985	780,366	892,661	978,305	898,958	986,239
Investment Earnings	4,564,457	1,493,455	2,291,210	3,350,236	4,431,075	6,212,455	8,098,629	61,239	2,748,273
Transfers	(4,190,178)	(2,869,646)	(3,145,608)	(6,101,768)	(2,568,861)	1,836,879	(4,803,475)	(4,591,487)	(3,549,329)
Total Governmental Activities	\$ 59,237,325	\$ 58,666,877	\$ 61,087,060	\$ 74,005,447	\$ 79,336,467	\$ 87,155,621	\$ 83,055,862	\$ 75,850,311	\$ 79,935,645
Business-Type Activities									
Investment Earnings	416,972	265,444	183,055	423,527	1,184,515	884,538	503,598	169,337	105,652
Transfers	4,190,178	2,869,646	3,145,608	6,101,768	2,568,861	(1,836,879)	4,803,475	4,591,487	3,549,329
Total Business-Type Activities	\$ 4,607,150	\$ 3,135,090	\$ 3,328,663	\$ 6,525,295	\$ 3,753,376	\$ (952,341)	\$ 5,307,073	\$ 4,760,824	\$ 3,654,981
Total Primary Government	\$ 63,864,475	\$ 61,801,967	\$ 64,415,723	\$ 80,530,742	\$ 83,089,843	\$ 86,203,280	\$ 88,362,935	\$ 80,611,135	\$ 83,590,626
Change in Net Assets									
Governmental Activities	\$ 1,286,969	\$ (6,838,197)	\$ (1,635,306)	\$ 12,333,845	\$ 9,777,393	\$ 14,748,832	\$ 11,249,751	\$ (1,414,126)	\$ (1,758,454)
Business-Type Activities	6,362,148	4,095,366	4,751,427	3,908,649	11,600,068	1,101,733	9,274,324	(6,489,942)	(9,377,352)
Prior Period Adjustment Governmental Activities	-	-	-	(838,505)	-	-	-	-	-
Prior Period Adjustment Business-Type Activities	-	-	-	(1,557,818)	-	-	-	-	(801,076)
Total Primary Government	\$ 7,649,117	\$ (2,742,831)	\$ 3,954,626	\$ 14,684,676	\$ 21,377,461	\$ 15,850,565	\$ 20,524,075	\$ (7,904,068)	\$ (11,936,882)

Note: The County began to report accrual information when it implemented GASB Statement 34 in fiscal year 2002. Therefore, data is not available for the prior year.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fund Balances Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund	\$ 26,939,655	\$ 30,458,378	\$ 32,009,191	\$ 31,160,965	\$ 29,277,529	\$ 29,142,374	\$ 29,177,918	\$ 31,874,621	\$ 31,256,297	\$ 34,420,846
Reserved	21,611,106	20,118,706	16,697,776	16,295,296	22,129,399	29,488,578	37,586,113	41,678,692	39,859,576	35,972,687
Unreserved	5,328,549	10,339,672	15,311,415	14,865,669	7,148,130	1,653,796	1,591,805	10,195,929	1,396,721	18,448,159
Total General Fund	\$ 48,550,761	\$ 50,577,084	\$ 48,706,967	\$ 47,456,261	\$ 51,406,928	\$ 58,630,952	\$ 66,764,031	\$ 73,553,313	\$ 71,115,873	\$ 70,393,533
All Other Governmental Funds										
Reserved										
Debt Service Funds	\$ 3,447,477	\$ 3,094,480	\$ 3,262,665	\$ 2,404,902	\$ 1,182,242	\$ 1,415,900	\$ 1,002,421	\$ 1,154,355	\$ 690,240	\$ 324,408
Capital Projects Funds	1,045,000	790,000	555,000	280,000	3,153,353	5,008,207	3,949,037	3,857,961	3,265,129	3,196,946
Unreserved										
Special Revenue Funds	4,009,697	4,414,582	3,758,971	4,163,575	3,865,757	4,398,366	4,035,441	4,347,364	3,832,094	3,833,332
Debt Service Funds										
Capital Projects Funds	3,791,806	1,830,137	22,069,790	17,483,947	12,235,195	15,043,084	17,812,977	16,961,951	14,657,863	9,995,469
Total All Other Governmental Funds	\$ 12,293,980	\$ 10,129,199	\$ 29,626,426	\$ 24,332,424	\$ 20,436,547	\$ 25,865,557	\$ 26,799,876	\$ 26,321,631	\$ 22,445,326	\$ 17,350,155

COUNTY OF WESTMORELAND, PENNSYLVANIA
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues										
Taxes	\$ 57,996,024	\$ 59,495,466	\$ 61,008,533	\$ 61,970,777	\$ 76,153,880	\$ 77,497,196	\$ 78,963,802	\$ 79,772,505	\$ 80,265,507	\$ 80,862,315
Federal Grants	42,524,833	46,072,084	45,574,889	48,112,235	53,179,106	49,698,899	49,381,096	47,579,150	43,660,078	31,527,454
State and Local Grants	46,721,406	52,539,053	56,578,684	59,681,421	62,371,631	63,200,794	64,172,224	67,387,042	56,144,057	51,906,428
Departmental Charges	11,575,801	12,396,456	13,421,941	12,696,427	12,442,095	13,228,437	13,201,201	13,568,211	13,858,273	14,015,867
Net Appreciation (Depreciation) in Fair Value of Investments	170,175	2,470,093	446,322	1,339,023	1,119,426	365,630	1,726,823	2,770,761	(802,438)	2,168,022
Interest Income	3,167,206	2,084,350	990,214	952,187	2,230,810	4,065,445	4,485,632	3,037,868	863,677	345,789
Other Revenues	3,376,067	4,430,300	4,898,951	3,567,420	4,370,130	4,469,730	4,479,701	3,144,928	3,882,652	4,552,409
Total Revenues	165,531,512	179,487,802	182,919,534	188,319,490	211,867,078	212,526,131	216,410,479	217,260,465	197,871,806	185,378,284
Expenditures										
General Government	14,288,089	13,890,518	15,043,199	12,952,720	14,059,375	17,012,245	14,325,801	15,843,182	17,398,075	17,015,477
Judicial	18,577,233	21,095,548	23,587,298	23,037,066	24,498,324	25,246,083	25,334,788	26,089,584	28,036,896	28,888,629
Public Safety	30,170,651	31,660,233	32,612,077	33,733,929	35,450,426	35,748,192	39,517,566	36,587,315	37,548,844	37,327,922
Human Services	71,477,527	79,912,145	83,529,761	89,990,706	91,312,718	91,954,060	95,260,798	98,296,687	81,341,589	68,994,812
Public Works	3,392,423	5,221,907	6,911,357	7,523,026	6,043,094	3,602,385	5,239,064	5,705,071	5,991,051	6,650,297
Culture and Recreation	2,360,096	2,434,359	2,382,635	2,157,401	2,982,674	2,915,175	3,418,638	2,506,481	3,544,095	3,115,900
Conservation Development	8,212,499	8,169,954	9,926,685	8,390,162	12,810,915	11,486,405	11,393,377	8,452,740	11,365,634	11,274,632
Contributions	6,274,410	6,517,609	6,681,635	5,656,439	5,675,063	5,678,613	6,101,393	6,025,440	6,086,601	6,256,908
Capital Leases	-	-	-	2,169,902	582,760	1,831,789	-	-	1,516,000	15,538
Debt Service	-	-	-	-	-	-	-	-	-	-
Principal Retirement	9,720,000	6,740,000	6,913,717	7,423,088	8,202,848	8,960,459	8,186,171	8,778,337	8,241,171	8,276,171
Interest and Fiscal Charges	1,308,902	1,141,945	2,092,023	1,794,047	1,523,234	1,337,091	1,254,595	1,224,131	1,182,207	1,138,073
Total Expenditures	165,781,830	176,784,218	189,680,387	194,828,486	203,141,431	205,772,497	210,032,191	209,508,968	202,252,163	188,954,359
Excess (deficiency) of Revenues over Expenditures	(250,318)	2,703,584	(6,760,853)	(6,508,996)	8,725,647	6,753,634	6,378,288	7,751,497	(4,380,357)	(3,576,075)
Other Financing Sources (Uses)										
Debt issued	-	-	31,465,337	-	-	1,700,000	-	-	-	-
Refunded debt issued	3,146,000	-	-	-	-	-	-	-	-	-
Swap proceeds	-	-	-	-	-	-	-	2,356,875	-	-
Discount on refunded bond issued	-	-	(250,000)	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	(4,475,000)	-	-	-	-	-	-	-
Swap costs	-	-	-	-	-	-	-	(66,875)	-	-
Issuance of Capital Leases	-	-	-	2,169,902	582,760	1,831,789	-	-	1,516,000	15,538
Transfers In	11,520,290	11,295,060	21,930,697	14,420,376	17,338,974	16,943,752	29,006,000	16,970,210	17,668,097	21,194,719
Transfers Out	(16,502,488)	(14,400,679)	(24,283,071)	(16,625,990)	(22,575,834)	(18,592,898)	(26,316,890)	(20,700,670)	(21,117,485)	(23,451,693)
Total Other Financing Sources (Uses)	(1,836,198)	(3,105,619)	24,387,963	(35,712)	(4,654,100)	1,882,643	2,689,110	(1,440,460)	(1,933,388)	(2,241,436)
Net Change in Fund Balances	\$ (2,086,516)	\$ (402,035)	\$ 17,627,110	\$ (6,544,708)	\$ 4,071,547	\$ 8,636,277	\$ 9,067,398	\$ 6,311,037	\$ (6,313,745)	\$ (5,817,511)
Debt Service as a percentage of Noncapital Expenditures	6.65%	4.46%	4.75%	4.78%	4.80%	5.05%	4.63%	4.97%	4.86%	5.27%

COUNTY OF WESTMORELAND, PENNSYLVANIA
Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year	Real Estate Tax	Hotel Tax (1)	Total
2001	\$ 57,996,024	\$ -	\$ 57,996,024
2002	59,106,767	388,699	59,495,466
2003	60,317,270	691,263	61,008,533
2004	61,221,639	749,138	61,970,777
2005	75,374,895	778,985	76,153,880
2006	76,716,830	780,366	77,497,196
2007	78,071,141	892,661	78,963,802
2008	78,794,200	978,305	79,772,505
2009	79,366,549	898,958	80,265,507
2010	79,876,076	986,239	80,862,315

Source: Westmoreland County Controller's Office

Note: (1) A 3% Hotel room rental tax became effective July 1, 2002. This tax was enacted under Commonwealth of Pennsylvania Act 142 of 2000. The proceeds of this levy are dedicated to promoting tourism.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Assessed Value and Estimated Actual Value of Taxable Real Property
Last Ten Fiscal Years

Fiscal Year Ended December 31	Residential Property	Commercial Property	Less: Tax Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value As A Percentage Of Actual Value
2001	\$ 2,567,140,520	\$ 1,337,611,770	\$ 507,331,280	\$ 3,397,421,010	16.99	\$ 3,397,421,010	100%
2002	2,601,968,300	1,360,847,980	520,584,020	3,442,232,260	16.99	3,442,232,260	100%
2003	2,642,658,320	1,377,467,380	526,001,650	3,494,124,050	16.99	3,494,124,050	100%
2004	2,652,177,780	1,416,723,640	526,902,000	3,541,999,420	16.99	3,541,999,420	100%
2005	2,694,415,820	1,420,420,460	526,733,740	3,588,102,540	20.99	3,588,102,540	100%
2006	2,733,760,160	1,423,373,430	527,556,950	3,629,576,640	20.99	3,629,576,640	100%
2007	2,773,097,530	1,438,126,840	529,641,760	3,681,582,610	20.99	3,681,582,610	100%
2008	2,807,795,870	1,448,385,830	534,502,540	3,721,679,160	20.99	3,721,679,160	100%
2009	2,809,588,130	1,422,232,320	509,649,190	3,722,171,260	20.99	3,722,171,260	100%
2010	2,860,195,080	1,430,813,470	514,157,840	3,776,850,710	20.99	3,776,850,710	100%

Tax rates are per \$1,000 of assessed value.

Source:County Board of Assessment Appeals

COUNTY OF WESTMORELAND, PENNSYLVANIA
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

	Year Taxes Are Payable										
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2009	2010
County of Westmoreland Operating Millage	16.99	16.99	16.99	16.99	20.99	20.99	20.99	20.99	20.99	20.99	20.99
School Districts:											
Belle Vernon	54.69	64.10	71.15	71.04	71.04	70.79	68.40	68.49	70.49	70.49	72.93
Blairstown	82.40	83.40	88.40	95.50	102.20	110.57	115.94	119.76	119.76	119.76	109.86
Burrell	64.08	64.08	65.00	66.95	69.90	73.90	78.70	82.50	82.50	82.50	83.50
Derry	58.90	61.40	63.40	68.00	70.00	70.00	70.00	74.00	74.50	74.50	74.50
Franklin Regional	66.75	66.75	70.57	73.57	78.38	80.38	81.38	81.88	82.88	82.88	84.68
Jeanette	54.75	58.25	62.25	66.25	71.25	72.25	73.75	78.54	78.54	78.54	80.04
Kiski	57.70	59.60	62.70	69.20	74.90	77.48	77.48	77.48	79.29	79.29	82.41
Greater Latrobe	50.00	52.00	56.00	62.00	64.50	67.50	69.00	69.00	69.00	69.00	73.50
Greensburg-Salem	54.67	58.33	61.30	64.50	69.00	71.09	72.84	73.84	73.84	73.84	76.34
Hempfield	50.70	54.65	60.15	63.65	66.60	67.20	68.45	70.15	70.15	70.15	70.15
Lechburg	77.37	82.73	82.73	83.57	86.49	85.50	92.04	97.67	98.91	98.91	102.80
Ligonier Valley	57.50	59.00	61.00	65.80	68.00	69.00	69.00	69.00	69.00	69.00	69.00
Monessen	46.00	51.00	56.00	58.20	60.20	60.20	60.20	62.20	65.20	65.20	65.20
Mount Pleasant	56.12	60.90	65.90	72.55	72.55	72.55	72.55	72.55	72.55	72.55	75.38
New Kensington-Arnold	69.40	69.40	69.40	71.90	71.90	71.90	71.90	71.90	71.90	71.90	71.90
Norwin	52.50	52.50	56.80	60.05	64.05	65.15	65.15	65.15	65.15	65.15	67.00
Penn-Trafford	50.00	52.00	57.00	60.75	67.25	71.25	71.25	71.25	71.25	71.25	73.25
Southmoreland	53.00	56.90	60.10	69.30	69.30	69.30	69.30	69.30	69.30	69.30	69.40
Yough	60.25	60.25	63.75	67.75	71.25	74.69	71.82	75.60	75.60	75.60	75.60
Municipalities:											
Adamsburg	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	2.80
Arnold	30.25	30.25	30.25	31.25	31.25	34.75	34.75	34.75	34.75	34.75	34.75
Arona	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Avonmore	15.56	16.56	16.56	16.56	16.56	16.56	16.56	16.56	16.56	16.56	16.56
Bellvue	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Delmont	10.00	10.00	10.00	10.00	12.00	12.00	12.00	12.00	14.00	14.00	18.00
Derry	16.00	16.00	18.00	18.00	20.50	20.50	24.00	26.00	26.00	26.00	27.75
Donegal	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
East Vandergrift	13.00	13.00	15.00	15.00	15.00	15.00	17.00	17.00	17.00	17.00	20.00
Export	14.60	14.60	14.60	14.60	14.60	14.60	14.60	14.60	14.60	14.60	14.60
Greensburg	20.95	20.95	20.95	20.95	20.95	20.00	20.00	21.25	25.05	25.05	25.05
Hunker	2.80	2.80	2.80	2.80	2.80	2.80	2.80	5.00	5.00	5.00	5.00
Hyde Park	15.00	15.00	15.00	15.00	15.00	15.00	17.00	17.00	17.00	17.00	17.00
Irwin	7.00	7.00	7.00	7.00	9.00	11.00	12.00	13.50	13.50	13.50	13.50
Jeanette	25.00	25.00	27.00	27.00	33.12	33.12	33.12	33.12	32.62	32.62	32.62
Latrobe	19.00	19.00	19.00	19.00	19.00	19.00	19.00	19.00	20.50	20.50	20.50
Laurel Mountain	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40
Ligonier	16.00	16.00	16.00	16.00	18.00	18.00	18.00	18.00	18.00	18.00	22.50
Lower Burrell	15.25	15.25	15.25	15.25	15.75	15.75	15.75	16.75	18.25	18.25	20.25
Madison	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

	Year Taxes Are Payable										
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2009	2010
Manor	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.50
Monessen	28.55	28.55	28.55	28.55	28.55	28.55	33.55	33.55	36.05	36.05	33.85
Mt. Pleasant	12.50	13.50	14.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Murrysville	9.55	10.95	10.95	10.95	11.15	11.15	12.15	12.15	12.15	12.15	12.05
New Alexandria	2.90	2.90	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	7.00
New Florence	10.00	10.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00
New Kensington	24.00	25.00	25.00	27.00	26.18	26.18	26.24	27.03	27.03	27.03	27.03
New Stanton	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
North Belle Vernon	16.40	16.40	16.40	16.40	18.40	20.40	20.40	20.40	20.40	20.40	21.40
North Irwin	11.00	11.00	11.00	11.00	11.00	11.00	11.00	14.00	15.00	15.00	15.00
Oklahoma	4.20	5.20	6.20	6.20	6.20	6.20	6.20	6.20	10.20	10.20	10.20
Penn	12.00	12.00	12.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Scottdale	16.00	17.00	19.00	19.00	19.00	20.00	20.00	20.00	20.00	20.00	20.00
Seward	11.50	14.00	14.00	17.00	17.00	17.00	17.00	16.00	16.00	16.00	16.00
Smithton	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	16.00	16.00	16.00
South Greensburg	14.85	15.85	17.35	17.35	18.85	17.35	17.35	18.77	18.77	18.77	18.77
Southwest Greensburg	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	18.00
Sutersville	5.00	5.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Trafford	21.25	21.25	21.25	23.00	23.00	23.00	26.00	26.00	22.75	22.75	22.50
Vandergrift	20.00	20.00	21.00	25.00	26.00	26.00	26.00	26.00	26.00	26.00	26.00
West Leechburg	18.50	19.00	19.00	19.00	21.00	22.00	22.00	22.00	23.00	23.00	24.00
West Newton	14.00	14.00	14.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00	15.00
Youngstown	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Youngwood	10.00	10.00	10.00	10.00	12.00	11.00	11.00	11.00	11.00	11.00	11.00
Allegheny Township	11.00	11.00	11.00	12.50	12.50	13.00	13.00	13.68	13.68	13.68	15.18
Bell Township	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Cook Township	1.80	1.80	1.80	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00
Derry Township	1.80	1.80	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Donegal Township	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
East Huntingdon Township	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25	2.25
Fairfield Township	2.10	2.10	2.10	2.10	2.10	2.10	2.10	2.10	3.10	3.10	3.10
Hempfield Township	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Ligonier Township	2.00	2.00	2.00	2.00	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Loyalhanna Township	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00
Mt. Pleasant Township	2.42	2.42	2.42	2.42	2.42	2.42	2.42	2.42	2.42	2.42	2.42
North Huntingdon Township	10.55	10.55	10.55	10.55	10.55	12.55	12.55	12.55	12.55	12.55	12.55
Penn Township	12.70	12.70	12.70	13.95	13.95	13.70	13.70	13.70	13.70	13.70	13.70
Rostraver Township	12.50	12.50	12.50	12.50	12.50	12.50	12.50	12.50	15.00	15.00	15.00
Salem Township	5.00	5.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	8.00
Sewickley Township	5.00	5.00	6.50	8.00	10.00	12.00	12.00	12.00	12.00	12.00	12.00
South Huntingdon Township	2.00	2.00	2.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
St. Clair Township	6.00	6.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00
Unity Township	2.20	2.20	2.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20
Upper Burrell Township	5.00	6.00	6.00	6.00	7.00	7.00	7.00	7.00	9.00	9.00	10.00
Washington Township	7.00	9.00	9.00	9.00	10.00	10.00	12.00	12.00	12.00	12.00	12.00

Source: County Board of Assessment Appeals

COUNTY OF WESTMORELAND, PENNSYLVANIA
Principal Property Taxpayers
December 31, 2010

Taxpayer	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
CBL Westmoreland LP	\$ 19,014,020	1	0.50%	\$ 18,712,120	1	0.55%
The Greengate Dev	10,978,450	2	0.29%	-	-	-
Alcoa	7,913,510	3	0.21%	6,604,860	4	0.20%
Wal-Mart	7,052,800	4	0.19%	-	-	-
Richard A. Nernberg	6,732,280	5	0.18%	-	-	-
Adam Eidemiller, Inc.	5,380,140	6	0.14%	-	-	-
Gustine Company	5,249,850	7	0.14%	5,245,650	6	0.15%
Buncher Company	4,900,220	8	0.13%	-	-	-
Kennametal	4,604,200	9	0.13%	9,206,470	2	0.27%
Commonwealth Renewable Energy	4,510,400	10	0.12%			
Reserve Coal Prop Co.	4,180,780	11	0.11%	4,059,200	7	0.12%
Super Valu Store, Inc.	-	-	-	6,714,880	3	0.20%
Westinghouse Electric Corp	-	-	-	5,735,890	5	0.17%
ACL THF, Joint Venture	-	-	-	3,615,430	8	0.11%
Penallen Company	-	-	-	3,384,370	9	0.10%
Colony Park Company	-	-	-	2,832,010	10	0.08%
Total	<u>\$ 80,516,650</u>		<u>2.14%</u>	<u>\$ 66,110,880</u>		<u>1.95%</u>

Source: County Board of Assessment Appeals

COUNTY OF WESTMORELAND, PENNSYLVANIA
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended December 31	Taxes Levied for the Fiscal Year		Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
	Fiscal Year	Adjustments			Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2001	\$ 57,722,226	\$	467,831	\$ 58,190,057	\$ 54,881,328	95.08%	\$ 3,131,245	\$ 58,012,573	99.69%
2002	58,483,572	540,166	59,023,738	55,627,606	95.12%	3,377,196	59,004,802	99.97%	
2003	59,365,213	491,322	59,856,535	56,564,830	95.28%	3,217,383	59,782,213	99.88%	
2004	60,178,615	476,406	60,655,021	57,436,483	95.44%	3,076,768	60,513,251	99.77%	
2005	75,314,318	589,593	75,903,911	71,755,168	95.27%	3,596,557	75,351,725	99.27%	
2006	76,184,858	572,016	76,756,874	72,720,656	95.45%	3,951,210	76,671,866	99.89%	
2007	77,276,468	590,063	77,866,531	73,680,907	95.35%	4,014,976	77,695,883	99.78%	
2008	78,118,046	499,638	78,617,684	74,333,116	95.15%	4,104,167	78,437,283	99.77%	
2009	78,740,910	476,815	79,217,725	74,806,364	95.00%	4,178,751	78,985,115	99.71%	
2010	79,196,311	344,258	79,540,568	75,233,019	95.00%	-	75,233,019	94.58%	

Source: Westmoreland County Controllers Office

COUNTY OF WESTMORELAND, PENNSYLVANIA
Ratios of Outstanding Debt
Last Ten Fiscal Years

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bond	Notes Payable	Capital Equipment Lease	General Obligation Bond	Industrial Development Corporation	Capital Equipment Lease				
2001	\$ 163,640,000	\$ 1,045,000	\$ -	\$ 5,655,000	\$ 5,113,179	\$ -	\$ 175,453,179	1.72%	475.36	
2002	157,155,000	790,000	-	4,935,000	5,233,087	-	168,113,087	1.62%	456.62	
2003	177,726,852	535,000	-	13,533,148	8,194,933	-	199,989,933	1.89%	543.21	
2004	165,991,573	280,000	1,748,003	17,288,427	7,837,129	181,278	193,326,410	1.74%	526.02	
2005	156,329,333	-	1,751,405	18,200,667	7,826,447	144,408	184,252,260	1.55%	501.87	
2006	147,262,032	1,700,000	1,762,307	18,007,968	12,731,460	120,951	181,584,718	1.44%	495.54	
2007	139,320,862	1,455,000	1,401,008	17,694,139	16,400,803	80,862	176,352,674	1.40%	485.64	
2008	130,787,525	1,210,000	1,026,129	17,372,476	14,856,564	202,956	165,455,650	1.31%	456.27	
2009	122,791,354	965,000	1,677,333	17,033,647	13,985,984	155,370	156,608,688	1.18%	432.32	
2010	114,760,183	720,000	1,358,379	16,679,818	10,748,563	106,142	144,373,085	1.03%	398.54	

Source: Westmoreland County Controllers Office

COUNTY OF WESTMORELAND, PENNSYLVANIA
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Governmental Activities General Obligation Bonds	Business-Type General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2001	\$ 163,640,000	\$ 5,655,000	\$ 2,285,270	\$ 167,009,730	4.92%	\$ 452.48
2002	157,155,000	4,935,000	2,160,403	159,929,597	4.65%	434.39
2003	177,726,852	13,533,148	2,328,588	188,931,412	5.41%	513.17
2004	165,991,573	17,288,427	1,470,825	181,809,175	5.13%	494.68
2005	156,329,333	18,200,667	1,182,242	173,347,758	4.83%	472.17
2006	147,262,032	18,007,968	1,415,900	163,854,100	4.51%	447.15
2007	139,320,862	17,694,139	1,002,421	156,012,580	4.24%	429.63
2008	130,787,525	17,372,476	1,154,355	147,005,646	3.95%	405.39
2009	122,791,354	17,033,647	690,240	139,134,761	3.74%	384.08
2010	114,760,183	16,679,818	324,408	131,115,593	3.47%	361.95

Source: Westmoreland County Controllers Office

COUNTY OF WESTMORELAND, PENNSYLVANIA
Direct and Overlapping Governmental Activities Debt
As of December 31, 2010

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
County of Westmoreland	\$ 115,480,183	100%	\$ 115,480,183
School Districts:			
Belle Vernon	DNR	80%	DNR
Blairsville	32,988,355	18%	5,937,904
Burrell	37,360,000	100%	37,360,000
Derry	34,295,000	100%	34,295,000
Franklin Regional	21,740,000	100%	21,740,000
Jeannette	24,415,000	100%	24,415,000
Kiski	72,275,000	100%	72,275,000
Greater Latrobe	36,781,381	100%	36,781,381
Greensburg-Salem	33,340,000	100%	33,340,000
Hempfield	80,077,212	100%	80,077,212
Leechburg	6,370,000	20%	1,274,000
Ligonier Valley	24,415,000	100%	24,415,000
Monessen	12,020,000	100%	12,020,000
Mount Pleasant	22,851,713	100%	22,851,713
New Kensington-Arnold	DNR	100%	DNR
Norwin	106,295,000	100%	106,295,000
Penn-Trafford	15,810,000	100%	15,810,000
Southmoreland	34,125,000	86%	29,347,500
Yough	39,261,484	100%	39,261,484
Total school districts	634,420,145		597,496,194
Municipalities:			
Adamsburg	-	100%	-
Arnold	3,832,488	100%	3,832,488
Arona	DNR	100%	DNR
Avonmore	DNR	100%	DNR
Bolivar	DNR	100%	DNR
Delmont	550,000	100%	550,000
Derry	4,221,006	100%	4,221,006
Donegal	-	100%	-
East Vandergrift	-	100%	-
Export	-	100%	-
Greensburg	8,079,725	100%	8,079,725
Hunker	-	100%	-
Hyde Park	333,141	100%	333,141
Irwin	5,711,448	100%	5,711,448
Jeannette	DNR	100%	DNR
Latrobe	1,084,632	100%	1,084,632
Laurel Mountain	-	100%	-
Ligonier	73,178	100%	73,178
Lower Burrell	1,997,261	100%	1,997,261
Madison	-	100%	-
Manor	12,724	100%	12,724
Monessen	5,384,603	100%	5,384,603
Mt. Pleasant	-	100%	-
Murrysville	4,719,861	100%	4,719,861
New Alexandria	-	100%	-
New Florence	-	100%	-
New Kensington	27,633	100%	27,633
New Stanton	166,420	100%	166,420

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Direct and Overlapping Governmental Activities Debt
As of December 31, 2010

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
North Belle Vernon	6,396,070	100%	6,396,070
North Irwin	-	100%	-
Oklahoma	238,441	100%	238,441
Penn	DNR	100%	DNR
Scottdale	DNR	100%	DNR
Seward	DNR	100%	DNR
Smithton	-	100%	-
South Greensburg	DNR	100%	DNR
Southwest Greensburg	55,067	100%	55,067
Sutersville	-	100%	-
Trafford	74,406	100%	74,406
Vandergrift	674,145	100%	674,145
West Leechburg	449,395	100%	449,395
West Newton	45,176	100%	45,176
Youngstown	-	100%	-
Youngwood	2,979,465	100%	2,979,465
Allegheny Township	DNR	100%	DNR
Bell Township	12,427	100%	12,427
Cook Township	31,931	100%	31,931
Derry Township	71,148	100%	71,148
Donegal Township	110,481	100%	110,481
East Huntingdon Township	1,114,795	100%	1,114,795
Fairfield Township	-	100%	-
Hempfield Township	DNR	100%	DNR
Ligonier Township	50,433	100%	50,433
Loyalhanna Township	76,018	100%	76,018
Mt. Pleasant Township	-	100%	-
North Huntingdon Township	1,972,091	100%	1,972,091
Penn Township	2,406,852	100%	2,406,852
Rostraver Township	8,101,916	100%	8,101,916
Salem Township	202,806	100%	202,806
Sewickley Township	DNR	100%	DNR
South Huntingdon Township	-	100%	-
St. Clair Township	-	100%	-
Unity Township	2,728,545	100%	2,728,545
Upper Burrell Township	-	100%	-
Washington Township	155,835	100%	155,835
Total municipalities	<u>64,141,563</u>		<u>64,141,563</u>
Total direct and overlapping debt	<u>\$ 814,041,891</u>		<u>\$ 777,117,940</u>

Source: Individual Governmental Units

*DNR - Did Not Respond

* N/A - Not Available

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by residents and businesses of the County of Westmoreland. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

The estimated percentage of debt applicable to the County of Westmoreland was provided by the individual government units.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Borrowing base revenues(1):										
Two years prior	\$ 178,246,727	\$ 188,107,614	\$ 199,950,774	\$ 212,805,574	\$ 217,402,593	\$ 230,902,687	\$ 250,966,042	\$ 255,682,688	\$ 259,737,614	\$ 261,860,970
Prior year	188,107,614	199,950,774	212,805,574	217,402,593	230,902,687	250,996,042	255,682,688	259,737,614	261,860,970	242,858,744
Current year	199,950,774	212,805,574	217,402,593	230,902,687	250,996,042	255,682,688	259,737,614	261,860,970	242,858,744	232,883,658
Total borrowing base revenues	\$ 566,305,115	\$ 600,863,962	\$ 630,158,941	\$ 661,110,854	\$ 699,301,322	\$ 737,581,417	\$ 766,386,344	\$ 777,281,272	\$ 764,457,328	\$ 737,603,372
Average borrowing base revenues	\$ 188,768,372	\$ 200,287,987	\$ 210,052,980	\$ 220,370,285	\$ 233,100,441	\$ 245,860,472	\$ 255,462,115	\$ 259,093,757	\$ 254,819,109	\$ 245,867,791
Limit for non-electoral debt:										
Average borrowing base revenues	\$ 188,768,372	\$ 200,287,987	\$ 210,052,980	\$ 220,370,285	\$ 233,100,441	\$ 245,860,472	\$ 255,462,115	\$ 259,093,757	\$ 254,819,109	\$ 245,867,791
Debt limit percent	300%	300%	300%	300%	300%	300%	300%	300%	300%	300%
Debt limit	566,305,115	600,863,962	630,158,941	661,110,854	699,301,322	737,581,417	766,386,344	777,281,272	764,457,328	737,603,372
Total amount of debt applicable to debt limit	169,295,000	162,090,000	191,260,000	183,280,000	174,530,000	166,970,000	158,470,001	149,370,001	140,790,001	132,160,001
Legal debt margin	\$ 397,010,115	\$ 438,773,962	\$ 438,898,941	\$ 477,830,854	\$ 524,771,322	\$ 570,611,417	\$ 607,916,343	\$ 627,911,271	\$ 623,667,327	\$ 605,443,371
Total net debt applicable to the limit as a percentage of debt limit	29.89%	26.98%	30.35%	27.72%	24.96%	22.64%	20.68%	19.22%	18.42%	17.92%
Limit for net non-electoral and lease rental debt:										
Average borrowing base revenues	\$ 188,768,372	\$ 200,287,987	\$ 210,052,980	\$ 220,370,285	\$ 233,100,441	\$ 245,860,472	\$ 255,462,115	\$ 259,093,757	\$ 254,819,109	\$ 245,867,791
Debt limit percent	400%	400%	400%	400%	400%	400%	400%	400%	400%	400%
Debt limit	755,073,487	801,151,949	840,211,921	881,481,139	932,401,763	983,441,889	1,021,848,460	1,036,375,029	1,019,276,436	983,471,163
Total amount of debt applicable to debt limit	169,295,000	162,090,000	191,260,000	183,280,000	174,530,000	166,970,000	158,470,001	149,370,001	140,790,001	132,160,001
Legal debt margin	\$ 585,778,487	\$ 639,061,949	\$ 648,951,921	\$ 698,201,139	\$ 757,871,763	\$ 816,471,889	\$ 863,378,459	\$ 887,005,028	\$ 878,486,435	\$ 851,311,162
Total net debt applicable to the limit as a percentage of debt limit	22.42%	20.23%	22.76%	20.79%	18.72%	16.98%	15.51%	14.41%	13.81%	13.44%

Source: Local Government Unit Debt Act 185 of 1972, as amended

Note: (1) Borrowing base revenues represent total revenues of the Governmental fund type plus total revenues (operating and non-operating) for Westmoreland Manor and 911 Surcharge

COUNTY OF WESTMORELAND, PENNSYLVANIA
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population(1)	Personal Income(2) (thousands of dollars)	Per Capita Personal Income(2)	Median Age(1)	Enrollment(3)	Local Unemployment Rate(4)
2001	369,096	\$10,206,268	\$ 27,651	41.50	56,196	4.9%
2002	368,168	10,362,863	28,139	42.40	55,754	5.7%
2003	368,166	10,603,130	28,771	42.60	55,711	5.8%
2004	367,530	11,127,659	30,243	42.50	55,223	5.8%
2005	367,133	11,872,000	32,337	43.20	54,612	4.9%
2006	366,440	12,582,837	34,618	43.30	54,015	4.9%
2007	363,131	12,582,837	34,618	43.40	52,917	4.6%
2008	362,627	12,582,837	34,618	43.80	52,223	6.7%
2009	362,251	13,234,458	36,543	44.00	51,317	9.3%
2010	362,251	14,015,602	38,650	N/A	50,902	7.4%

Source: (1) U.S. Census Bureau
(2) U. S. Department of Commerce, Bureau of Economic Analysis
(3) Westmoreland County Intermediate Unit
(4) Regional Office Bureau of Employment Security

COUNTY OF WESTMORELAND, PENNSYLVANIA
Principal Employers
December 31, 2010

	<u>2010</u>	<u>2001</u>
<u>Employer</u>	<u>Rank</u>	<u>Rank</u>
Pennsylvania State Government	1	2
Westmoreland Regional Hospital	2	5
Wal-Mart Associates	3	
Westmoreland County	4	4
United Parcel Service	5	3
Giant Eagle Inc	6	
Respironics, Inc.	7	
Westinghouse Electric Company	8	
Latrobe Area Hospital	9	6
Allegheny Energy Service Corp	10	8
Sony Corporation of America		1
Supervalu Holdings Inc		7
United States Government		9
Hempfield Area School District		10

Source: Pennsylvania Department of Labor and Industry.

The Department is not able to provide the number of employees due to confidentiality restrictions.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Full-time and Part-time County Government Employees by Function
Last Ten Fiscal Years

Function	Full-time Employees as of December 31									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Administration	177	178	177	165	166	164	161	168	172	170
Judicial-Courts	139	139	142	139	138	136	138	138	137	136
Judicial Court-related	286	288	291	286	282	282	280	280	279	276
Public Safety-Corrections	293	292	298	293	290	298	299	302	300	296
Public Safety-Emergency Management	6	5	9	6	5	6	6	5	5	5
Public Safety-Other	25	27	26	22	25	25	25	24	25	26
Public Works	45	45	43	41	43	39	46	47	48	48
Human Services-Children & Youth	77	80	80	82	79	80	92	84	91	95
Human Services-Behavioral Health	27	26	27	27	26	27	27	29	28	30
Human Services-Aging	78	79	90	87	88	89	91	86	90	92
Human Services-Other	2	2	2	2	1	1	1	2	2	2
Parks & Recreations	39	39	37	32	31	32	32	30	31	30
Planning & Development	10	11	11	11	11	11	17	18	18	18
Westmoreland Manor	513	533	522	529	499	483	500	501	516	493
911 Dispatching	62	54	59	61	60	64	58	55	63	61
Total Full-time Employees	1,779	1,798	1,814	1,783	1,744	1,737	1,773	1,762	1,805	1,778

Function	Part-time Employees as of December 31									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Administration	15	17	15	18	23	21	25	25	29	26
Judicial-Courts	40	34	21	16	14	14	14	13	16	14
Judicial Court-related	23	32	33	30	31	30	30	28	22	24
Public Safety-Corrections	34	43	44	49	51	49	49	51	43	50
Public Safety-Emergency Management	3	3	1	1	-	-	-	-	-	-
Public Safety-Other	5	5	4	4	4	3	4	4	4	5
Public Works	12	22	17	22	15	23	13	19	21	11
Human Services-Children & Youth	10	10	10	10	9	10	-	8	8	8
Human Services-Behavioral Health	-	-	-	-	-	-	-	-	-	-
Human Services-Aging	3	3	3	3	4	4	3	3	3	-
Human Services-Other	1	1	1	-	-	-	-	-	-	-
Parks & Recreations	1	-	-	1	-	1	2	3	7	-
Planning & Development	-	-	-	-	-	-	-	-	-	-
Westmoreland Manor	113	118	95	93	73	110	94	115	113	103
911 Dispatching	6	12	16	-	10	-	4	12	-	-
Total Part-time Employees	266	300	260	247	234	265	238	281	266	241
Total Employees	2,045	2,098	2,074	2,030	1,978	2,002	2,011	2,050	2,071	2,019

Source: Westmoreland County Controllers Office

COUNTY OF WESTMORELAND, PENNSYLVANIA
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Administration										
Treasurer										
Receipts	35,497	31,168	34,015	29,447	30,105	31,413	24,742	24,365	25,038	25,972
Dog licenses	38,071	38,460	59,603	32,283	40,509	44,761	46,055	41,287	44,374	49,164
Hunting licenses	23,040	29,147	25,758	33,023	29,494	28,385	28,248	29,430	32,947	30,793
Fishing licenses	1,245	1,258	1,568	1,284	1,104	1,212	1,020	579	357	315
Pistol licenses	253	198	251	265	218	282	233	213	178	121
Small game licenses	441	450	457	446	448	455	467	465	505	508
Bingo licenses	143	166	144	152	142	147	128	158	149	147
Boat licenses	54	61	72	52	39	39	40	38	28	27
Special raffles	38	28	27	30	28	32	25	25	42	58
Tax Office										
Number of parcels	179,454	180,196	181,015	181,816	182,951	183,844	192,750	193,194	191,918	191,991
Appeals processed	1,158	1,026	1,118	1,203	1,175	1,158	1,079	1,086	1,237	1,044
Elections										
Registered voters	236,959	239,304	240,510	256,200	240,388	241,729	238,186	249,064	249,328	238,648
Votes cast	75,827	110,080	81,773	179,340	72,116	128,116	72,270	179,459	69,075	126,483
Percent of votes cast	32%	46%	34%	70%	30%	53%	30%	72%	28%	53%
Recorder of Deeds										
Deeds recorded	13,524	14,475	14,618	15,068	14,943	14,396	13,928	12,972	11,167	11,291
Military discharge	668	657	662	699	634	551	413	194	143	122
Mortgages	32,646	36,938	42,811	31,521	27,990	25,043	23,580	17,660	18,807	17,196
Notaries	730	641	584	558	691	621	595	574	653	587
Satisfactions	23,323	29,608	39,990	25,710	21,960	19,827	18,152	16,581	16,876	15,950
UCC	657	710	676	503	488	402	380	315	241	300
Miscellaneous	1,867	2,187	1,856	2,165	2,006	2,071	2,386	2,548	3,206	3,451
Judicial-Courts										
Criminal filings	4,688	5,177	5,248	**	**	5,625	5,276	5,189	4,993	4,697
Jury trials	50	39	42	**	**	50	42	44	40	37
Bench trials	40	31	32	**	**	31	35	26	29	25
Guilty pleas	2,855	3,094	3,578	**	**	3,608	3,228	3,507	3,187	2,957
ARD's	1,226	1,180	1,312	**	**	810	1,242	1,140	1,171	959
Withdrawn/dismissed	431	550	563	**	**	484	516	417	393	391
Arbitration filings	233	246	219	195	164	188	161	159	155	146
Civil filings	2,965	3,194	3,306	3,231	3,618	4,076	3,459	3,825	3,464	*

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Courts (Continued)										
Civil trial ready	310	226	263	218	188	218	219	194	159	*
Jury trials	37	33	29	31	24	21	31	32	19	*
Bench trials	51	22	16	10	30	22	10	18	16	*
Settlements	277	241	200	175	146	155	161	178	135	*
Protection from abuse	747	777	753	736	783	758	828	794	882	837
PFA indirect contempt	189	168	181	195	159	167	203	167	194	188
New child support filings	2,241	2,220	2,195	2,252	2,508	2,516	2,442	2,530	2,279	2,258
Custody filings	726	870	791	833	833	940	911	887	984	1,151
Divorce filings	1,213	1,195	1,123	1,068	1,053	1,012	1,153	1,105	1,080	1,089
Dependency abuse/heglect	170	195	202	181	104	111	107	134	158	111
Dependency status filings	586	552	457	468	465	480	483	331	148	139
Delinquency filings	756	747	659	649	569	591	769	729	685	600
Estates filed	441	461	464	459	411	349	330	323	316	336
Estates probated	443	446	457	533	422	361	306	321	277	398
Adoptions	179	207	178	191	157	138	152	126	96	119
Termination filings	202	215	144	184	175	177	175	167	154	151
Guardian filings	73	79	73	97	78	72	86	99	86	72
MDJ criminal filings	6,661	7,023	7,521	7,622	7,744	7,172	6,749	6,364	6,254	5,597
MDJ traffic filings	53,867	49,053	48,987	49,166	51,517	54,073	52,480	51,049	55,220	53,585
MDJ non traffic filings	15,028	15,054	16,419	16,933	16,051	13,107	12,160	12,034	12,836	11,286
MDJ civil filings	5,642	5,418	5,348	5,478	5,607	5,803	5,851	6,087	5,167	5,844
Judicial-Court Related										
Sheriff	9,413	7,664	7,737	10,096	11,543	13,074	11,474	11,830	10,964	12,218
Inmate Transports	*	*	*	2,507	3,115	3,278	2,521	2,615	2,489	1,954
Warrants	*	*	*	782	1,186	992	972	938	1,016	1,032
Criminal	*	*	*	232	227	200	197	143	187	185
Domestic	*	*	*	9,126	10,990	14,235	18,520	21,423	21,897	17,484
Juvenile	*	*	*	868	924	925	986	958	1,002	876
Papers Served										
Civil										
Protection From Abuse										

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Coroner										
Cremations	*	601	621	679	663	730	730	875	916	997
Drug overdoses	*	22	33	35	55	50	50	46	56	57
Heroin related	*	12	13	15	21	32	24	18	20	13
Motor vehicle accidents	*	42	41	36	40	30	33	57	43	33
Alcohol involved	*	18	17	11	13	18	16	28	14	14
Homicides	*	6	5	6	4	5	7	7	7	8
Suicides	*	43	34	37	49	48	39	34	42	44
Fire related deaths	*	1	1	7	1	4	5	5	5	3
Undetermined deaths	*	5	3	3	4	1	2	1	5	4
Autopsies	*	91	92	98	108	91	116	129	127	128
Public Safety-Corrections										
Adult Probation	1,422	1,306	1,402	1,245	1,275	1,385	1,445	1,273	1,121	1,023
New probation ARD cases	422	467	524	492	513	625	574	704	666	515
New parole cases	1,187	1,193	1,318	1,355	1,475	1,511	1,382	1,422	1,311	1,378
New probation cases	188	149	217	235	217	211	229	180	219	174
New PWV cases	206	477	714	611	689	712	649	709	657	581
New intermediate punish cases	7,034	7,170	7,473	7,449	7,474	7,824	8,022	7,996	7,903	7,719
Adult probation active cases										
Juvenile Probation	54,863	54,376	52,560	52,072	49,984	53,180	58,006	55,183	49,066	34,227
Juvenile placement days										
County Prison										
Average daily population	463	525	560	581	598	641	573	538	525	511
Inmate	448	498	534	552	562	598	543	512	506	496
Housed-in inmate	3,462	3,748	4,077	4,043	4,493	4,431	3,952	4,264	3,818	3,678
Admissions	3,464	3,677	4,062	4,033	4,463	4,362	4,091	4,269	3,823	3,662
Releases	47	49	47	47	44	47	47	42	46	47
Average length of stay	*	*	*	*	41%	37%	32%	32%	33%	36%
Repeat offenders										
Public Safety-Other										
Chemical incidents	9	7	7	*	6	4	7	7	5	6
Petroleum incidents	7	16	8	*	14	5	11	12	11	12
Rapid intervention responses	16	10	12	*	12	12	37	42	34	77
PEMA reported incidents	*	24	10	*	30	33	55	61	42	33
Planning facilities	*	86	78	*	78	74	74	83	87	88

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Human Services-Children & Youth										
Children served	1,343	1,426	1,723	1,923	2,825	3,155	4,442	3,185	5,585	5,864
Child abuse reports	516	582	588	514	499	478	558	606	537	586
Adoptions	28	66	30	44	25	28	42	30	23	37
Placement days of care	110,551	101,895	8,529	101,315	108,206	94,464	78,160	58,891	*	56,157
Human Services-Aging										
Meals-Home delivered	174,405	180,693	171,588	168,198	176,151	177,565	165,838	171,727	162,784	150,580
Meals-Congregate	181,974	179,152	176,389	157,437	125,052	132,318	125,247	118,987	112,586	100,352
Care managed clients	2,965	2,755	2,523	2,553	2,168	1,677	1,535	1,477	1,430	1,411
Transportation clients	4,549	4,388	4,216	4,207	4,105	4,028	4,700	5,150	5,150	5,150
Home Health clients	504	497	406	284	222	220	174	174	175	154
Personal care clients	847	976	828	701	536	533	715	723	752	575
Home support clients	302	336	335	320	232	122	67	47	33	21
Day care clients	133	141	125	106	74	79	81	56	54	38
Parks & Recreation										
Parks										
Park reservations	1,591	1,537	1,537	1,323	1,261	1,234	1,378	1,423	1,479	1,575
Special use permits	91	168	245	227	173	246	157	199	201	258
Manor										
Days of care	152,457	150,036	144,400	142,324	144,250	146,772	146,502	147,579	146,767	146,819
911 Dispatching										
Police calls	*	*	170,600	183,328	176,986	175,975	174,810	174,392	172,178	178,328
EWS calls	*	*	54,638	45,524	44,915	45,811	48,526	50,089	48,406	51,095
Fire calls	*	*	30,591	21,057	19,639	18,326	19,943	20,225	18,906	19,569
Administration calls	*	*	*	9,343	9,362	9,383	9,888	11,608	1,739	13,376

Source: Various County Departments

Note: *Information is not available for this year.

**Information is not available due to the transfer of records from the County to the Statewide Court System.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Administration										
Commissioners	0	0	0	2	2	2	2	2	3	3
Motor vehicles										
Records Management	1	1	1	1	1	1	0	0	0	0
Motor vehicles										
Judicial-Court-related										
Sheriff	27	27	27	32	32	37	32	36	33	32
Motor vehicles										
Coroner	1	2	2	2	2	2	2	2	2	2
Motor vehicles										
Domestic Relations	4	4	4	4	4	4	3	3	2	2
Motor vehicles										
District Attorney	18	20	22	26	23	24	22	24	23	23
Motor vehicles										
Public Safety-Corrections										
Adult Probation	1	1	1	1	2	2	2	3	3	3
Motor vehicles										
Juvenile Probation	2	2	2	2	2	2	2	2	2	2
Motor vehicles										
Prison	2	2	2	2	2	2	3	3	2	3
Motor vehicles										
Public Safety-Emergency Management										
Emergency Management	5	5	6	6	6	5	7	9	7	6
Motor vehicles										
Hazardous Materials	9	9	10	8	7	6	6	6	5	5
Motor vehicles										
Public Safety-Other										
Park Police	7	7	7	9	10	11	9	11	9	10
Motor vehicles										
Weights & Measures	2	2	2	2	2	2	3	3	3	3
Motor vehicles										
West Nile	0	0	0	1	1	1	1	1	1	1
Motor vehicles										
Public Works										
Roads & Bridges	38	38	38	38	38	39	39	39	39	39
County-owned bridges	5	5	5	5	5	5	5	5	5	5
Inter-county bridges	31	31	31	31	31	31	31	31	31	31
County-owned roads	52	52	52	52	52	52	52	52	52	52
County road miles	11	11	11	11	11	11	11	11	11	11
Motor vehicles										

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Human Services-Children & Youth Children's Bureau Motor vehicles	3	3	3	3	3	3	3	3	3	3
Human Services-Behavioral Health Behavioral Health Motor vehicles	0	0	0	0	1	1	1	1	1	1
Human Services-Aging Aging Motor vehicles	11	14	14	14	14	17	16	17	20	20
Planning & Development Planning Motor vehicles	1	1	1	1	1	1	1	1	1	1
Parks & Recreation Number of parks Park acreage Office buildings Storage or maintenance buildings Concession buildings Motor vehicles	9 2,575 2 11 4 13	9 2,575 2 11 4 13	9 2,575 2 11 4 13	9 2,580 2 11 4 13	10 3,149 2 11 4 13	10 3,194 2 11 4 13	10 3,939 1 11 4 12	10 3,939 1 11 4 13	10 3,939 1 11 4 14	10 3,959 1 11 4 14

Source: Various county departments