



COUNTY OF WESTMORELAND, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2013

**PREPARED BY THE OFFICE OF THE CONTROLLER
JEFFREY BALZER, CONTROLLER**

COUNTY OF WESTMORELAND, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2013

**Prepared by:
County Controller – Jeffrey Balzer**

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

COUNTY OF WESTMORELAND
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 For the Fiscal Year Ended December 31, 2013

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COMPREHENSIVE ANNUAL FINANCIAL REPORT

INTRODUCTORY SECTION

FOR THE YEAR ENDED DECEMBER 31, 2013



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June 20, 2014

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, 2013. 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, 2013.

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 2010 U.S. Census, Westmoreland County had a population of 365,169. 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 Courthouse 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 Newtown (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.

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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 assembled a group 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 6,612 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.

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PUBLIC LIBRARIES

The Westmoreland County Federated Library System ("System") is comprised of twenty-four libraries located throughout the county. The System, through its member libraries, provides free books, eBooks, audiobooks, music, movies, information, programming and resources to every citizen of Westmoreland County. Formed in 2007, the System has embarked on several projects designed to strengthen and improve library services through the sharing of resources. These projects include combining the holdings of the member libraries into one online catalog. With one library card, patrons are able to easily and quickly request materials from any member library which are then delivered directly to a library of their choice via a daily van service. The online catalog provides 24/7 access to not only the member libraries' collections, but also to magazine and journal articles, reference databases, the POWER Library databases and reference referrals through AskHerePA.org. Library patrons can access their library accounts online, renew borrowed items, maintain reading and search histories and receive email notices regarding their library activity.

Library cards are free to all Westmoreland County residents and provide access to more than 938,000 catalogued items. In 2012, 1,333,384 items were checked out by over 148,000 library card holders. The member libraries of the System are: Adams Memorial Library, Avonmore Public Library, Belle Vernon Public Library, Delmont Public Library, Greensburg-Hempfield Area Library, Hyde Park Public Library, Jeannette Public Library, Ligonier Valley Library, Manor Public Library, Monessen Public Library, Mount Pleasant Public Library, Murrysville Community Library, New Alexandria Public Library, New Florence Community Library, Norwin Public Library, Penn Area Library, Peoples Library, Rostraver Public Library, Scottsdale Public Library, Sewickley Township Public Library, Smithton Public Library, Trafford Community Public Library, Vandergrift Public Library, and West Newton Public Library. Information about the System and its member libraries can be found at www.wlnonline.org.

MEDICAL CARE

Committed to putting patients first, Excela Health holds true to its mission of "Improving the health and well-being of every life we touch". Westmoreland County's locally owned and governed health care systems serves the community through three acute care hospitals – Frick, Latrobe and Westmoreland – home care and hospice services, multi-specialty physician offices, outpatient facilities such as rehabilitation sites, QuickDraw and QuickDraw Plus for blood work, x-ray and other diagnostic testing, and a medical equipment company.

The hospitals have a combined licensed bed capacity of 654 with private rooms, the standard of care at Excela Health.

Quality care that exceeds national benchmarks is the norm for Excela Health, where the center of excellence designation has been awarded to bariatric surgery and cardiac catheterization programs. In the area of heart surgery, a three-star rating places Excela Health in the top tier nationally as rated by Consumer Reports. Offering minimally invasive robot-assisted surgery, Excela Health is also a leader in the region employing this technology to shorten hospitalization and improve recovery time for more than 1,000 patients for whom the technique is appropriate. The emergency departments also rank among the best in Pennsylvania for patient care.

Excela continues to enhance the patient experience with an emphasis on convenient access to care. Nowhere is that more evident than in Excela Square at Norwin, a destination ambulatory care center bringing together primary care and specialty physicians, outpatient rehabilitative services in cardiology and physical therapy, outpatient surgery and a wide range of diagnostics. Elsewhere Excela is fashioning patient centered medical homes within its own physician practices. The model forges a stronger bond between doctors and patients, controls costs and improves efficiency – all customer satisfiers.

New to the Excela Health family is Laurel Surgical Center, which again offers patient convenience of same day procedures.

Excela Health's Web site, www.excelahealth.org, Call Center (1-877-771-1234), Facebook page (www.facebook.com/#1/ExcelaHealth) and other social media channels inform and engage our community as they allow visitors to explore the many services available, learn about the physicians who provide care, and read testimonials of patients and employees. A robust slate of outreach events serve as methods to access community health needs and provide education to address those needs.

In addition to a three-year family medicine residency program offered in conjunction with Thomas Jefferson University in Philadelphia and the Philadelphia College of Osteopathic Medicine, Excela Health trains certified registered nurse anesthetists through its School of Anesthesia in collaboration with Saint Vincent College, Latrobe. A number of county partnerships also result in health care job opportunities with Excela Health serving as both instructor and employer.

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UTILITIES

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

There are several municipalities or authorities that provide sewage throughout the county. Water service is provided from several 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 Peoples Natural Gas, Columbia Gas of Pennsylvania, T.W. Phillips Gas & Oil Company, and Equitable Gas Company.

Electric service (generation, transmission and distribution) is provided by such firms as West Penn Power, Duquesne Light, Penelec, and a number of other suppliers.

Telephone services are provided by Verizon Inc., AT&T, 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 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 (20) persons were transitioned successfully.

The Waiver Program, which provides in-home services for people who would otherwise be in a nursing home, provided services to 450 people. The Area Agency on Aging is committed to allowing people to remain in their homes as long as possible. The Information, Referral and Intake Unit completed a total of 88,281 contacts. The Assessment Unit completed a total of 3,027 assessments. This total of all assessments includes nursing home, Omnibus Budget Reconciliation Act (OBRA) and community services (including Waiver) assessments. The Care Management Unit provided services to 1,292 individuals. This includes nursing facility clinically eligible and Waiver consumers.

In-home services consisting of personal care and health services, were provided to 572 people. The agency also provided senior citizen services, including meals (94,270) and senior center visits (322,432), to 5,466 people. A total of 124,160 home-delivered meals were provided to a total of 557 consumers who were unable to be serviced by the private sector. The Area Agency on Aging maintains links with thirteen non-profit meal providers throughout the county by serving on their boards, providing technical assistance and if necessary and possible, one-time grants. The stability of these groups is of utmost value to the Agency.

The Agency participated in the funding of transportation services to 3,675 clients countywide. These clients received 91,226 one-way trips.

The term "care transitions" refers to the movement patients make between health care practitioners and settings as their condition and care needs change during the course of a chronic or acute illness. For example, in the course of an acute exacerbation of an illness, a patient might receive care from a PCP or specialist in an outpatient setting, then transition to a hospital physician and nursing team during an inpatient admission before moving on to yet another care team at a skilled nursing facility. Finally, the patient might return home, where he or she would receive care from a visiting nurse. Each of these shifts from care providers and settings is defined as a care transition. Over 700 persons were coached in the Care Transitions Program which resulted in a 30+ percent reduction in 30-day hospital readmissions among persons coached.

BEHAVIORAL HEALTH/DEVELOPMENTAL SERVICES

The Westmoreland County Behavioral Health and Developmental Services department oversees over \$80 million 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 promotes 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 55 agencies, offering quality services and numerous choices for consumers.

In 2013, 12,563 HealthChoice and 5,325 county funded individuals were recipients of a broad array of services through contracted providers. Some of the highlights from 2013 are enumerated below.

Crisis Response Center - The Crisis Response Center began operation in late March 2013. This initiative has been a long-awaited endeavor for the county to create a living room type setting for individuals needing a mental health assessment/intervention in a crisis situation. The Excelsa Behavioral Health Crisis Response Center (CRC) will serve residents of Westmoreland County in psychiatric crisis. This program has been an expansion of the current Crisis Walk-In Center and is expected to serve approximately 2,500 individuals annually.

Ray of Hope Suicide Awareness Walk – In 2013, the 7th Annual Ray of Hope Walk for Suicide Awareness and Prevention was held at Twin Lakes Park in Greensburg; over 200 people were in attendance.

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Candlelight Vigil – On November 19, 2013, the 2nd annual candle vigil was held at the county courthouse to recognize those lost to suicide; over 25 people were in attendance. In 2013, Westmoreland County had a total of 55 completed suicides.

Child & Adolescent Diversion and Stabilization Unit – Through reinvestment funding, a new child and adolescent diversion and stabilization unit was constructed in New Kensington and opened in January, 2013. The program diverts the need for restrictive acute inpatient care by providing immediate support to children and adolescents experiencing or at risk of an exacerbation of symptoms. The program is also used to assist children and adolescents transition between levels of care and those returning from a residential treatment facility or hospital to their home.

Mental Health Matters Grant – Westmoreland County BH/DS office received a \$10,000 grant for the facilitation of Adult Mental Health First Aid and Youth Mental Health First Aid; this public education program introduces participants to the unique risk factors and warning signs of mental health problems, and how to help an individual in crisis or experiencing a mental health or substance abuse challenge.

Cross Systems Training for AAA/BH/IDD – Westmoreland County Area Agency on Aging and Westmoreland County BH/DS in collaboration with Westmoreland LINK Program received a \$3,300 grant from the PA Department of Aging and the Department of Public Welfare Office of Developmental Programs to provide cross systems training and to develop an ongoing case review team. The cross systems training was held on April 18, 2013 with the goal to enhance collaboration and joint service delivery to effectively deal with the needs of aging individuals with intellectual disabilities including individuals with a dual diagnosis of behavioral health issues and/or drug and alcohol issues.

Westmoreland County Community Support Program (CSP) – Westmoreland County Community Support Program (CSP) hosted the Annual Recovery Luncheon and Awards Ceremony on May 16, 2013. This annual event celebrates recovery for all individuals impacted by behavioral health issues and is an opportunity to award those in our community who have made special efforts to support and facilitate recovery. The featured presenter this year was Doug Dvorak. Mr. Dvorak is a national keynote speaker and he conveyed a message of humor, motivation and inspiration to the approximately 100 attendees.

Crisis Intervention Team – In the spring of 2013, six people attended the week long Crisis Intervention Team (CIT) training at Laurel Highlands CIT and are now certified to train law enforcement and first responders. These trainers worked in partnership with Westmoreland Economic Development Initiative for Growth (WEDIG) in planning the first training for 20 police officers in our region scheduled in January 2014. The training will greatly enhance the ability of area police departments to have a better understanding of mental illness and learn more pro-active means to engage a person with mental illness.

Connected Care Project – Connected Care has been developed to improve and strengthen the connection and care coordination between physical and behavioral health care providers for Medical Assistance and Specialty Needs Plan members with serious mental illness (SMI) and physical health co-morbidities. The program will target any mutual Value Behavioral Health, UPMC *for you* or UPMC *for Life* Specialty Plan members who are age 10 or older. Connected Care will focus on care coordination among primary care physicians and behavioral health providers for outpatient inpatient and emergency room care. An integrated care team of care managers from UPMC Health Plan and Value Behavioral Health will help support outreach, education, and care coordination for these members.

Elderly Caregiver Initiative – The Office of Developmental Programs was given capacity in the Consolidated Waiver to serve 330 individuals who have aging caregivers in the 2013-2014 state budget. Westmoreland County Developmental Services identified individuals with aging caregivers on the Emergency PUNS list and was subsequently awarded 14 Consolidated Waiver slots to serve this population. All 14 individuals are enrolled in the Consolidated Waiver and receiving necessary supports such as: Residential services, Day Program services, Pre-vocational and Employment services, Respite, Home and Community Habilitation and Transportation Services.

Graduate Initiative – The Office of Developmental Programs was given capacity in the Person Family Directed Support (PFDS) Waiver to serve 700 graduates from the class of 2013 per the FY 2013-2014 budget initiative. Westmoreland County Developmental Services identified individuals graduating by June of 2013 on the PUNS list who can be fully served by the PFDS Waiver funds and received an increase of 20 slots to support this population. All 20 individuals have been enrolled in the PFDS Waiver and are receiving services such as Pre-vocational and Employment services, Respite, Home and Community Habilitation, Companion services, Day Program services and Transportation.

Intellectual and Developmental Disability Awareness 2013 Overview

March is nationally recognized as Intellectual and Developmental Disability (IDD) Awareness Month. The Westmoreland County IDD Awareness Committee, which is comprised of Providers, Family Members, Support Coordinators and County employees plan events to celebrate those with differing abilities and raise awareness within our community. Community collaborations have been built with local colleges, the Greensburg Art Museum and the Greensburg and Latrobe Arts Centers.

COUNTY OF WESTMORELAND, PENNSYLVANIA

The focus in 2013 was to highlight the talent of local artists and musicians and explore exciting ways to communicate. In the Courthouse Lobby was a month long display with legislative and historical information. A celebration was held at Westmoreland Mall with hourly entertainment and hands on activities for mall patrons. Event attendees could also sign a pledge banner to "End the R word". A Communication Training titled *Communication Is For Everyone: How to Help Support Communication* and Communication Mini Expo were both held at Ferrante's Lakeview. A Creative Expressions Art & Music Show was held at the Greensburg Garden and Civic Center. Live performances were held on stage and local artists' artwork was viewed during an afternoon reception. The Creative Expressions Event is sponsored in part by funding from the Community Foundation of Westmoreland County, affiliated with the Pittsburgh Foundation. Lastly a documentary by Geraldine Wurzburg titled *Wretches & Jabbers*, highlighting a story of two gentlemen with autism embarking on a global quest to change attitudes about persons with disabilities, was shown.

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.

Westmoreland County Children's Bureau continued the tradition of hosting a picnic at Idlewild for all WCCB adoptive families. In attendance were 14 families and 125 family members.

Adoption Day was held in November through collaboration of WCCB, family court Judges and the Statewide Adoption and Permanency Network (SWAN). Six children were adopted by 4 families.

The annual Christmas Present/Coat Drive was, once again, very successful, thanks in part to the generosity of County employees and other donors. Approximately 969 children benefited with presents and 146 children received winter jackets.

The Children's Bureau continued multi-disciplinary collaboration through regular Children's Round Table Meetings.

The Westmoreland County Permanency Practice Summit was hosted by the agency at Ferrante's Lakeview in Greensburg, PA, at which there were 150 people in attendance.

The Truancy Pilot Program transitioned from the planning stages to implementation at the start of the school year. The seven participating school districts (Hempfield, Latrobe, Jeannette, Kiski, Ligonier, Mt. Pleasant, and Greensburg Salem) have committed to the module developed and submitted their school Engagement Plans. Training was provided to all districts in August by Maura McInerney, Esq., on the development of Truancy Elimination Plans.

Thanks to the efforts of the WCCB's Advisory Board, partnering with the Children First Fund of the Community Foundation of Westmoreland and Excelsa Health and First Commonwealth Bank in Greensburg the Board hosted their 3rd Annual Wine and Chocolate Coats and Boots, raising \$11,880 to purchase 125 coats in addition to the 21 coats donated by individuals.

Based on a five-year average, the agency consistently outperformed the State, Western Region, and Class 3 Counties in having the least amount of children in Out-Of-Home placement. In the last year, the agency has surpassed all counties (3rd Class, Western Region, and the State) in the timely achievement of Permanency and Adoptions. The agency has made remarkable improvements in placement stability, with a 16% increase in stability of placements 0-12 months over the last 2 years, and 5% stability over the last 12-24 months, over the past year. These outcomes are based on data presented by Hornsby Zeller.

In January, the WCCB began implementing the Permanency Practice Initiative. All staff were trained in Family Finding and refreshed on Family Group Decision Making.

The agency developed an Implementation Committee comprised of employees in all positions within the agency. The charge of the committee is to examine policy and procedures, new laws, regulations, bulletins, dependency rules, etc., and to determine and develop a plan on how to best implement them.

County driven initiative, led by Human Services Director, Dr. Dirk Matson, includes our involvement in the Truancy Pilot Project, the systems of care (learning Phase), and the agency's participation in the Human Services Block Grant.

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.

COUNTY OF WESTMORELAND, PENNSYLVANIA

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, and hospice care.

The 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. The Manor sponsors a resident-staffed "Greeter Program" 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. The Manor is participating with a consortium of health care institutions including UPMC and Excela to decrease hospital readmissions for all residents. This will benefit the residents by providing needed health care while remaining a resident at Westmoreland Manor.

The Centers for Medicare and Medicaid Services has rated Westmoreland Manor as a Four Star facility. We were also cited again in US News and World Report as one of the best Nursing Homes in America.

Under the constraints imposed by the 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 2013 operational expenses. We do not anticipate any appropriation of County funds for 2014.

COMMUNITY DEVELOPMENT

The Community Development Division of the Department of Planning & Development is responsible for the administration of federal grants that the county receives annually from the U.S. Department of Housing and Urban Development. The grants, averaging over \$4.5 million annually, include the Community Development Block Grant, HOME Investment Partnerships and Emergency Solutions Grants. In addition, the division is also a partner in the administration and development of programs through other federal and state funds, such as the American Recovery and Reinvestment Act programs and the Pennsylvania Housing Affordability and Rehabilitation Enhancement fund.

Two (2) significant affordable housing projects were completed in the fall of 2013 with the assistance of HOME program funding. Scottdale Court, a 32 unit senior housing development located along South Broadway Avenue in Scottdale Borough, was developed by Homes Build Hope. Within two (2) months of its opening, the facility was fully occupied. The units are available to persons 55 and older, meeting HOME income requirements. South Greengate Commons, located in Hempfield Township along South Greengate Road received HOME program funds to assist with the development of 45 senior housing units. The Westmoreland County Housing Authority is a key partner in this 3-story development. The housing units are available to persons 62 and older, meeting HOME income requirements. Both facilities have accessible units and feature an elevator, parking, community rooms, laundry facilities and sitting areas. The projects reflect \$20 million in public and private investment in these Westmoreland County communities. Every dollar in public funds invested was matched with five dollars in private funds.

During 2013, CDBG program funds were used for a variety of activities including infrastructure improvements, housing rehabilitation and demolition of blighted structures throughout the County. These activities included 10 street reconstruction projects in ten (10) municipalities, a sidewalk reconstruction project, three (3) sanitary sewer projects, two (2) storm water facilities, two (2) water line extension projects, the development of a municipal park, emergency housing rehabilitation for 70 very low-income families, and demolition of 26 vacant, blighted buildings. Larger projects in these categories included reconstruction of streets in the Grapeville section of Hempfield Township, a sidewalk reconstruction in the downtown section of Irwin Borough, separation of sanitary and storm sewers in Manor Borough, a water line extension to serve the Boucher Lane area in Ligonier Township, development of the Simmeral Square Park in West Newton Borough, and demolition of several dilapidated vacant structures in the City of Latrobe at the future site of a branch campus of the Westmoreland County Community College. In 2013, \$3,089,980 in CDBG funds was spent on these projects.

COUNTY OF WESTMORELAND, PENNSYLVANIA

WESTMORELAND COUNTY INDUSTRIAL DEVELOPMENT CORPORATION

Westmoreland County has continued growth in the industrial park system, which consists of five (5) brown-field redevelopment projects and eleven (11) green-field industrial parks. Of the 544,021-square feet of total building space, marketing efforts for 2013 show that 95,582 square-feet of space was leased to five (5) different companies. Additionally, reports on the county's green-field parks show that 28,425 acres were either sold or optioned over the past year. This activity contributes to the 122 companies currently located within the industrial park system that employs more than 9,026 plus workers.

The Regional Industrial Development Corporation of Southwestern Pennsylvania (RIDC) in partnership with the Westmoreland County Industrial Development Corporation (WCIDC) continue the operations, maintenance, development and marketing of the former Sony Technology Center, now known as the RIDC Westmoreland. The transformation and repurposing of the 2.8 million square foot building from a single tenant facility to a multi-tenant facility continued in 2013. Through the course of the year, existing tenant DNP, a manufacturer of bar code credit card ribbon strips and a U.S. subsidiary of Dai Nippon Printing Co. of Japan, expanded operations to 161,000 SF within the facility. In addition to the expansion of DNP, Aquion Energy began production in its new manufacturing area for aqueous hybrid ion batteries within 350,000 SF of the facility. In July, the Westmoreland County Community College (WCCC) started construction on its new Advanced Technology Center within 73,000 SF of the building, which will be used for training and workforce development programs.

Working in partnership with the Redevelopment Authority of the County of Westmoreland (RACW), local governments, the business community, private property owners and the Pennsylvania Department of Environmental Protection, in 2013 the WCIDC continued efforts on the cleanup, redevelopment and marketing of key sites in the communities of Derry Borough and the City of Jeannette. In Derry, the former Westinghouse Electric Corporation and Industrial Ceramics site, a one-time 600,000 square foot manufacturing facility used to prepare ceramic insulators was demolished and completely cleared of hazardous materials leaving a 19.3 acre site. With its rail access and industrial zoning, the property is deemed a valuable asset to the industrial market and is currently being marketed by the WCIDC to potential users.

As part of a large-scale revitalization plan in the City of Jeannette, continued efforts are underway by the WCIDC to acquire two significant idle and abandoned properties. These sites include the former Jeannette Glass Company, a 13 acre site adjacent to the county's industrial park, and the former Monsour Medical Hospital located at the main thoroughfare to the community. Efforts to remediate these properties to enhance the health, safety and general welfare of the community and get them back into productive use will continue in the coming year.

In addition to the two key revitalization projects in the City of Jeannette, through the WCIDC, the county has been successful in securing PennWorks grant funding in the amount of \$2,215,925 for a major water supply and wastewater infrastructure project to benefit business and industry, community and the environment. This strategic project includes the construction of a main sewage lateral and two pumping stations integral for extending public service to support two major companies in the immediate area, as well as the development of a new 150 acre rail-served industrial park located adjacent to the Westinghouse – Waltz Mill facility. This extension will also address on-lot sewage issues, particularly in the community of Yukon, by providing residents affordable access to public sewage service. Construction of the main sewage line and pumping stations will be completed by 2015.

The Business Calling Program continued its business outreach with more than 1,000 face-to-face visits to Westmoreland County employers. The 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, Park Police, and West Nile Virus Control. The Department of Public Safety (DPS) is pleased to report that 2013 was a very effective year from an emergency services and emergency management perspective.

The County's 9-1-1 Dispatch Center is responsible for the safety and well being of our residents, visitors and those that may pass through Westmoreland County, along with the safety and well-being of all of Westmoreland County's First Responders, which includes Fire, Police and EMS. The 9-1-1- center processed 425,000 calls for service during 2013. The County is continuing to realize a transition away from wired telephones to wireless devices as they afford greater mobility, allowing people to be anywhere at any time and still receiving calls from businesses, friends and family. The breakdown by technology type is wired telephone calls – 22%, Voice over Internet Protocol (VoIP) – 11% and wireless (cellular) – 67%.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Enhancements to the radio communications system this year have also been added. A channel was added to the East & North zone on the 800 MHz radio system, as well as two very high frequency (VHF) high band paging systems to address FCC mandated narrow band operational requirements for EMS and to replace the 40 year old alerting technology used for fire dispatching. In addition to technological changes, the county would like to welcome the Municipality of Murrysville Police Department to the communications center. As of Monday, December 2, 2013 at 9:30 AM police dispatching services for Murrysville began. The county would like to thank the residents, municipal leaders, and police department staff for their cooperation in making the transition smooth.

Winter 2013 brought Westmoreland County a multitude of different types and strengths of weather. In January, strong winds across the county caused damage with trees and wires down, and one storm produced a gust over 60 mph that flipped a PSP Helicopter at Arnold Palmer Airport. The county also experienced very cold temperatures which made the county prepare to open warming centers if there were any substantial power outages. Luckily that did not occur, but the Local Emergency Management Coordinators (LEMC) were prepared. Spring brought our normal share of rain storms which caused some residential and roadway flooding in the normal flood prone areas. Summer was a HOT one and cooling centers were set up in Senior Centers, Libraries, and YMCA's throughout the county. Most were not utilized, but they were ready if some would need them. Fall was similar to spring with rain, wind, flooding and minor power outages. Winter of 2013 will be remembered for several reasons including never-ending snow, record low temperatures, and record high temperatures. This caused LEMC to again prepare for warming centers and shelters in the event of power outages.

Some worth noting incidents this year were the PSP Helicopter mentioned under Weather, numerous bomb threats around the county in schools and businesses, which brought out response from the County's Region 13 Explosive Detection Dog "REX" and his handler from the County Park Police Bill Myers, and assists from other County's Detection Dogs. In all bomb responses no devices were found.

The dedicated volunteers of the County's Hazardous Materials Responses Team 800 (HMRT) responded to eleven major incidents during the year and dozens of other mutual aid assists and assessments for hazardous material related calls. On May 4, 2013 the team conducted "HAZMAT Team Regional Foam Trailer Response Training at Arnold Palmer Regional Airport (APRA)." The Pennsylvania Association of Hazardous Materials Technicians (PAHMT) in conjunction with the manufacturer's representative, PEMA, PA Region 13, and State Fire Academy instructors, conducted training evolutions at a daylong hands on certification course on use of the county multi-faceted foam response trailer. The trailer is capable of delivering 660 gallons of foam, on two totes, of ARAFFF alcohol resistant aqueous film forming foam through nozzles at up to 1500gpm and 2500gpm combined. Southwestern PA Region 13 counter terrorism task force has these trailers and around the pump (ATP) foam proportioners to be able to deal with situations that arise on the highways or facilities that may need this vital suppression action. The team also placed in service a UTV Hazardous Material Response Vehicle to be utilized in rough terrain and at remote locations such as well drilling sites. Monthly training included air monitoring and instrumentation, information resource and site safety plans, accountability, propane and natural gas emergencies with field exercise, chlorine kit operations, plug, patch and over pack operations, and personal protective equipment PPE review of new National Fire Protection Agency (NFPA) compliant level A response suits for explosive atmospheres.

Monthly training or exercises were held for LEMC starting in January and every month thereafter. Classroom sessions were held at the EOC or the Westmoreland IU, the other months Radio and Knowledge Center computer exercises were held with very good participation. March brought the Annual Severe Weather Exercise which was used as a dress rehearsal for the Coordinators Certification Exercise for Director Brooker and staff, which the county passed.

Department of Homeland Security funds were leveraged through Region 13 to enhance the EOC with the addition of two video walls and update the audio system to provide a better training experience and to assist during EOC activations with the ability to show multiple computer displays to provide situational awareness to the entire EOC staff.

DEPARTMENT OF PUBLIC WORKS

The Bureau of Parks and Recreation oversees ten 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, 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 \$64,000 in 2013 with 550 people attending, and the Parks hosted 14 Environmental programs or camps and 175 people participated.

COUNTY OF WESTMORELAND, PENNSYLVANIA

In October of 2013 the construction of Phase II of the Westmoreland Heritage Trail, 3.7 miles from Slickville to Delmont, was completed. The construction was 100% funded with a TEA Grant through PennDOT District 12.

The design, engineering and specifications for the completion of the Twin Lakes Park Expansion – Phase III, which includes a deck hockey and skating rink, an amphitheater, second restroom, outdoor plaza and additional parking, was completed.

During 2013, renovations were completed at the Northmoreland Park Activity Building. The renovations included removing the old flooring and installing new sub-flooring and new composite tile floor and painting the interior of the building. Also, a new concrete floor and apron under Pavilion Number 5 and new concrete aprons around Pavilions 3 and 4 with walkways to the fountains and grills.

The Department of Weights & Measures registered 50 new businesses for device licensing and inspections, inspected 6,600 measuring devices and completed all scheduled inspections in 2013.

INFORMATION SYSTEMS

The Courthouse Annex was dedicated in 1979...an era before data centers were common place in new office buildings. The county has made use of maintenance closets and unused offices to create "makeshift" computer rooms. Electricity and cooling capacities have always been a problem. That all changed when Information Systems moved into the new data center that has redundant air conditioners, redundant UPS's (Uninterrupted Power Source) and a fire suppressant system.

The county modified the Jail Management System to begin deducting money for restitution. The process went live the second week of July and through August it had collected close to \$15,000.

Westmoreland County is the only county in the state of Pennsylvania that is hosting our own on-line dog license application. The county chose to develop our own application and host it internally instead of paying a third-party a \$1.00 to process each application.

New World was upgraded to the latest version. New World is the core EMR application used by all departments within the county. This upgrade had many file level changes and everything in house created around it had to be re compiled and or changed.

The Register of Wills office installed a new application in 2013. The application is called Countyfusion and it is sold by PropertyInfo Corporation...a Stewart Company. This will allow for e-filing of documents in the future.

The County implemented a Cisco Video Conferencing System that allows for many procedures to be done by video instead of moving and driving from one location to another. Video Conferencing is being used by courts, prison, public defencers, county detectives, District Court Judges and the Information Systems department.

A much needed makeover to the county website went live on April 9, 2013. In addition to many added features, the new site is ADA (Section 508) compliant. The new website is a hosted (cloud) solution offered by CivicPlus. CivicPlus specializes in using advanced technology to develop websites that increase citizen engagement, government accountability and operational efficiencies.

VOTER STATISTICS

	2009	2010	2011	2012	2013
Total Registered Voters	249,321	238,648	232,517	238,006	238,382
Democratic Party	136,009	128,232	123,482	122,432	120,864
Republican Party	88,257	86,472	85,544	90,032	91,036
Other Parties	25,055	23,944	23,491	25,542	26,482
Percent of Registered Voters casting ballots in the general election	28%	53%	29%	72%	26%
Voting Precincts	306	306	306	306	306

* Note: General Election Statistics

COUNTY OF WESTMORELAND, PENNSYLVANIA

COUNTY AWARDS AND ACHIEVEMENTS

In 2013, 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, 2012. This was the 27th 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.

2013 BUDGET

On December 20, 2012, the Board of County Commissioners adopted an operating and capital budget for 2013 totaling \$327,049,630, with a property tax rate of 20.99 mills, and no millage increase from 2012.

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 2013, the Controller's Office issued 65 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 2013 the Hotel Tax generated \$1,162,523.

COUNTY OF WESTMORELAND, PENNSYLVANIA

TRANSPORTATION

As prospects for comprehensive state transportation legislation began to fade, Governor Corbett and the PA State Legislature made a difficult and bold decision to approve PA Act 89 of 2013, which generates significant revenue for much-needed investments into the state's transportation network. The transportation funding plan will raise approximately \$2.3 billion once fully implemented over a five-year period. After the 5th year of implementation, the annual investment estimates are as follows:

- State Roads and Bridges **\$1.3 billion**
- Public Transportation **\$480 million - \$495 million**
- Local Roads and Bridges **\$237 million**
- PA Turnpike Expansion Projects **\$86 million**
- Multi-Modal Fund **\$144 million**
- Dirt/Gravel/Low-Volume Roads **\$30 million**

Although the passing of a comprehensive state transportation funding plan is a significant achievement for the county and state's transportation infrastructure, several challenges lie ahead. The current federal transportation legislation, known as "Moving Ahead for Progress in the 21st Century", or MAP-21, expires on October 1, 2014. Even if MAP-21 is extended for some period of time, major challenges arise due to the legislation's emphasis on the nation's highest transportation system (Interstate and National Highway System roadways). Many important roadways will have to contend with a much smaller and more competitive pot of funds. In addition, starting in federal fiscal year 2015, the Highway Trust Fund will have insufficient funds to meet its obligations. If no action is taken, this will severely impact the ability to advance transportation projects across the country. With an uncertain future for long-term federal transportation funding, municipalities, counties, Metropolitan Planning Organizations (MPOs) and state departments of transportation will find it very difficult to program and advance many high priority transportation projects. The passage of Act 89 will help temper the potentially negative impacts on the state's transportation network.

Despite these challenges and a lean 2013-2016 Transportation Improvement Program (TIP), the Westmoreland County Department of Planning and Development has worked closely with the county's Public Participation Panel, PennDOT District 12, the Southwestern Pennsylvania Commission (SPC) and other important stakeholders to advance and complete several significant projects throughout the county.

Projects completed in 2013 include the Freeport Bridge, Trafford Bridge, Seward Bridge, Waltz Mill Bridge (SR 3037 - Sewickley and South Huntingdon Townships), PA 286 Bridge/Murrysville, and PA 56: SR 4093 - Poplar St. Resurfacing.

Projects continuing to advance in various phases include the Route 30 Jeannette Area Project, Harrison City-Export Road, I-70 Bridge over Wheeling and Lake Erie Railroad, Baldrige Road Bridge, Derry Borough Bridge, New Stanton Interchange, US 119/819 Interchange, Beatty Road Bridge, Sewickley Creek Bridge, Route 819 Bridge Replacement, I-70 @ Yukon Interchange, I-70 @ PA 31 Interchange, and PA 66: Beaver Run Rd to 356.

In addition, Westmoreland County, PennDOT District 12 and SPC are currently in the process of developing and updating the Transportation Improvement Program (2015-2018 TIP Update), which will quantify the amount of transportation funding available for the county and program as many high priority projects as the funding allows. The TIP is a four-year, fiscally constrained program that identifies and matches projects with the amount of funds available over that time period. The Planning Department will continue working with our Public Participation Panel and other planning partners to identify, prioritize and advance projects of strategic importance to the county.

It is likely that the state transportation funding plan that was approved in late 2013 will have a positive impact on the Westmoreland County Transportation Improvement Program update, although the impact is difficult to determine at this point. The County will continue to work with our partners to advance the highest priority projects such as the Laurel Valley Improvement Project, SR 130 Slip Ramp, several county and locally owned bridges and various improvements along Route 30 from the Allegheny County line to the Westmoreland Mall area.

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 3,108 cars shipped during the year 2013. Although the economy appears to be on a gradual upswing, the rail business actually decreased by more than 934 carloads. The County's rail freight intermodal terminal, Westmoreland Logistics Park, showed slight increase in activity of 2,119 car shipments at the facility in 2013. These figures exceeded the total projections by 779 car shipments for the year. 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, the trend will continue to help bring new business to the county.

INDUSTRY

Boasting familiar industrial names such as Alcoa, Kennametal, Elliott Company and the new Aquion Energy, Westmoreland County continues to move forward in economic development. Besides United Parcel Service and Leedsword, other Westmoreland County success stories have been DNP, Early American Pittsburgh, Inc., ABB Inc., Reinhart FoodService, Inc., Levin Furniture, Precision Metal Crafters, Bacharach, Inc., Westinghouse, Respironics, Inc., Baker Hughes Oilfield Operations, Hunting Energy Services, Allied Technology, Industrial Tractor Parts 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 has shown a substantial increase from 519 in 2008 to 7,886 in 2013. It has been estimated that companies moving into or expanding in the region to tap Marcellus shale natural gas deposits could create nearly 212,000 jobs and generate more than \$18.8 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 late 2011, in an effort to address this situation, the 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 WCCC through its Advanced Technology Center which will be located at RIDC Westmoreland. Programs at the new facility will be 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. The Advanced Technology Center will be in operation by fall of 2014.



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,



Jeffrey Balzer
Westmoreland County Controller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Westmoreland
Pennsylvania**

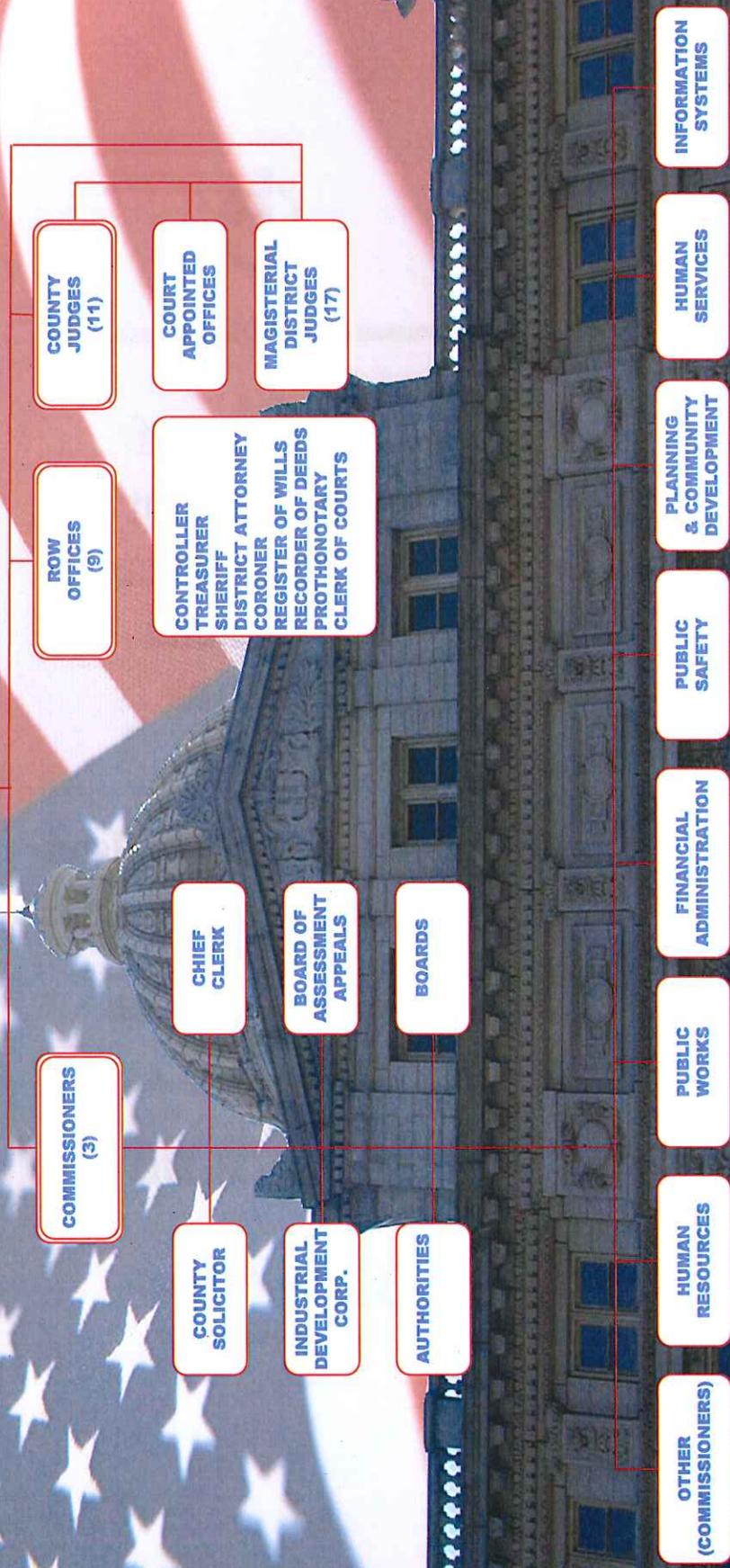
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

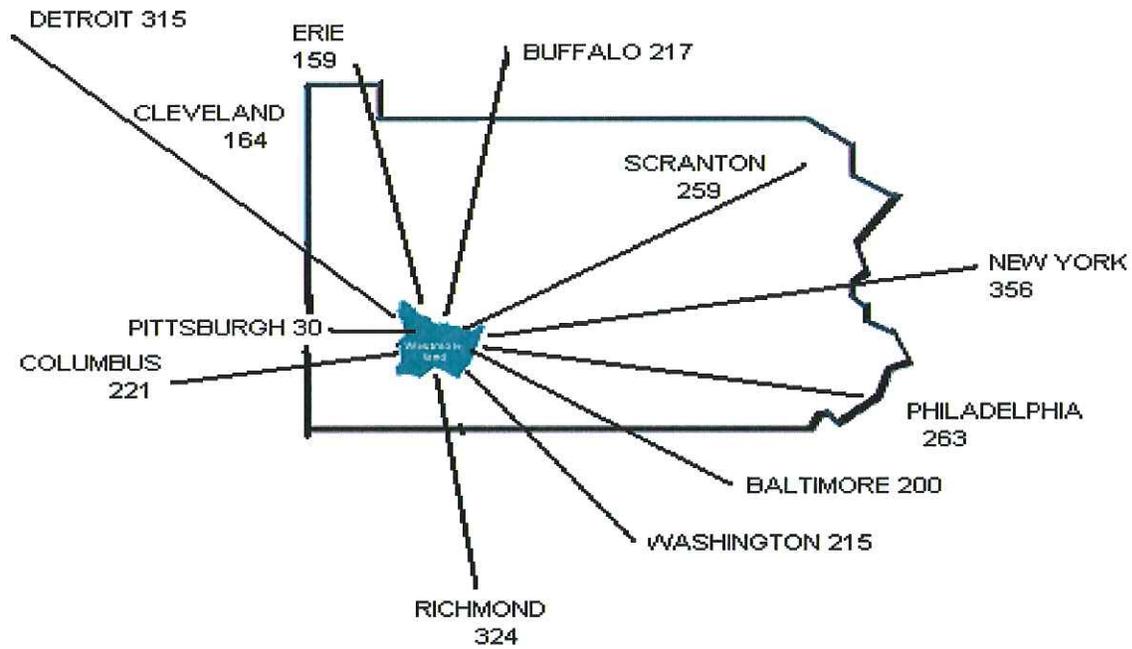
Executive Director/CEO

Westmoreland County

TAXPAYERS



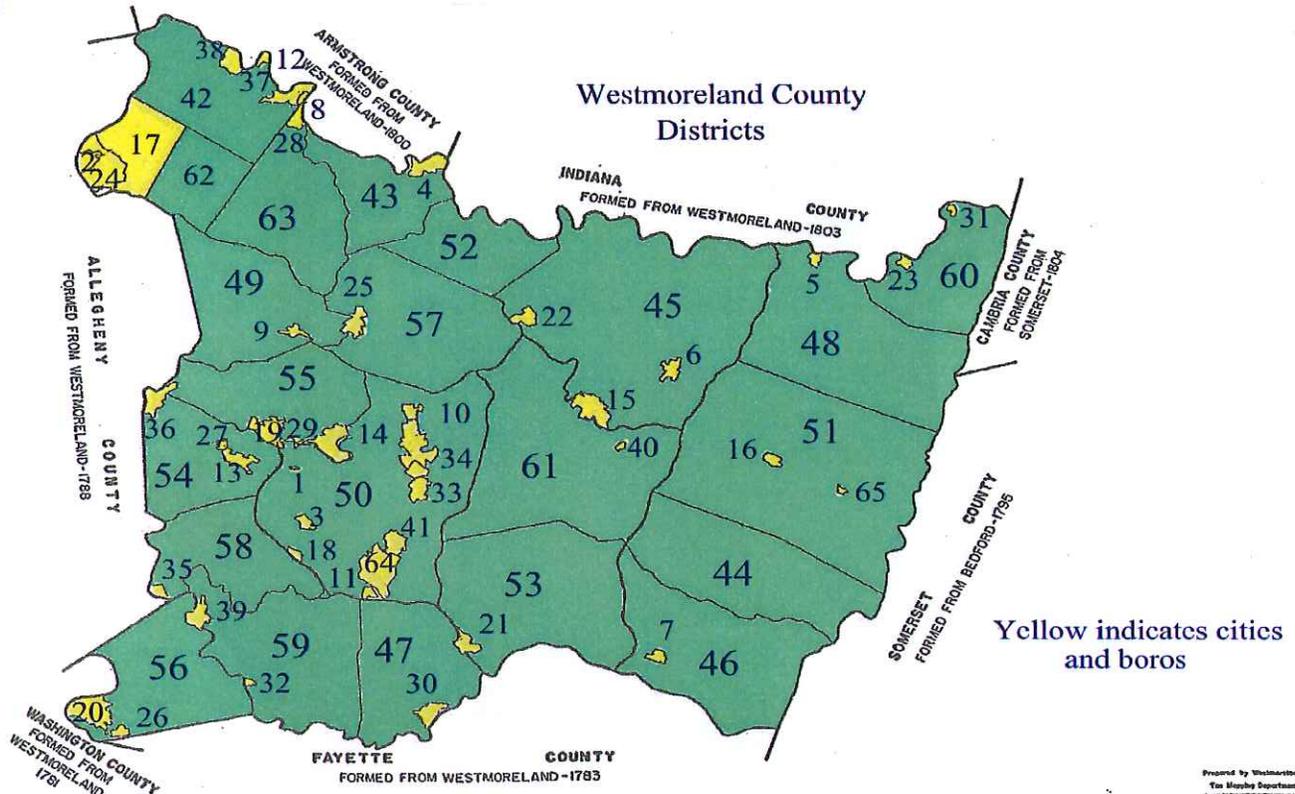
LOCATION OF WESTMORELAND COUNTY



APPROXIMATE DISTANCE IN MILES
TO MAJOR CITIES

WESTMORELAND COUNTY

BOROUGH, CITIES AND TOWNSHIPS

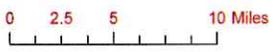
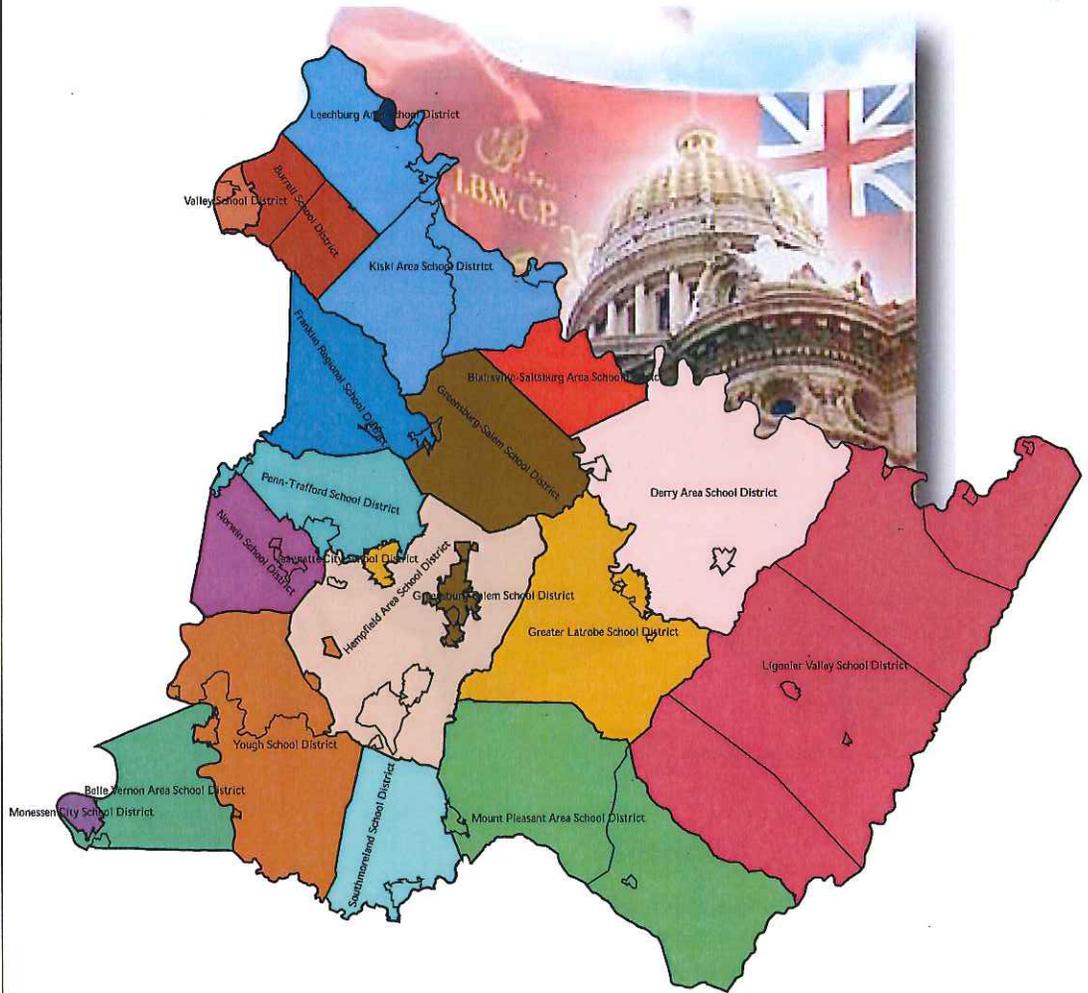


LEGEND

- | | | |
|--------------------------|---------------------------|--------------------------------|
| 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 Sutersville | 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



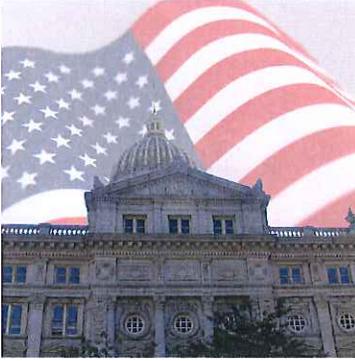
- Legend**
- Tax Districts
- Westmoreland School Districts**
- District Name**
- Belle Vernon Area School District
 - Blairsville-Saltsburg Area School District
 - Burrell School District
 - Derry Area School District
 - Franklin Regional School District
 - Greater Latrobe School District
 - Greensburg-Salem 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, 2013

President Judge Honorable Gary Caruso
Associate Judge.Honorable Christian F. Scherer
Associate Judge. Honorable John Blahovec
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.Charles W. Anderson
County Commissioner.Tyler Courtney
County Commissioner.Ted Kopas
County Controller. Jeffrey Balzer
SheriffJonathan Held
Coroner.Kenneth A. Bacha
Recorder of Deeds. Frank E. Scheifer, III
Prothonotary.Christina O'Brien
Register of Wills. Michael Ginsburg
Clerk of Courts.Bryan L. Kline
Treasurer. Jared Squires
District Attorney.John W. Peck, Jr.
Jury Commissioner.Daniel M. Blissman
Jury Commissioner. Debbie Irwin



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FINANCIAL SECTION

FOR THE YEAR ENDED DECEMBER 31, 2013

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 AUDITORS' REPORT

Board of Commissioners
County of Westmoreland
Greensburg, Pennsylvania

Report on the Financial Statements

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 WESTMORELAND COUNTY, PENNSYLVANIA (County), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Westmoreland County Industrial Development Corporation and the Westmoreland County Health Choices Fund, which represent 74.76%, 93.92%, and 57.61%, respectively, of the assets, net position, and revenues of the business-type activities and 100% of the assets, net position, 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 in total comprise 93.30% of the assets, 95.04% of net position/fund balances, and 76.60% of revenues of the aggregate remaining fund information. We did not audit the component unit financial statements of the Westmoreland County Airport Authority, Westmoreland County Transit Authority, Westmoreland County Community College, Westmoreland County Redevelopment Authority and Westmoreland County Industrial Park Authority, which represent 100% of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the above component units and the pension trust fund, is based solely 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 from material misstatement.

Harrisburg

830 Sir Thomas Court, Suite 100
Harrisburg, PA 17109
717.561.9200 Fax 717.561.9202

Philadelphia

2370 York Road, Suite A-5
Jamison, PA 18929
215.918.2277 Fax 215.918.2302

Pittsburgh

3800 McKnight E. Drive, Suite 3805
Pittsburgh, PA 15237
412.367.7102 Fax 412.367.7103

Zelenkofske Axelrod LLC

To the Board of Commissioners
Page 2

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Adoption of GASB Statements

As described in Note 1 to the financial statements, in 2013 the County adopted the provisions of Governmental Accounting Standards Board Statement No. 61 "*Financial Reporting: Omnibus*", Statement No. 65 "*Items Previously Reported as Assets and Liabilities*", and Statement No. 66 "*Technical Corrections – 2012 (An Amendment of GASB Statements No. 10 and No. 62)*".

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedule of employer contributions and funding progress (as listed in the table of contents as required supplementary information) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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.

Zelenkofske Axelrod LLC

To the Board of Commissioners
Page 3

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, supplementary information in the financial section, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information in the financial section is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information in the financial section is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Zelenkofske Axelrod LLC

Zelenkofske Axelrod, LLC

June 20, 2014
Pittsburgh, Pennsylvania

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, 2013. 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 an unrestricted net position of \$82,949,110 available to meet the government's ongoing obligation to citizens and creditors at the close of the 2013 fiscal year. The County's total net position decreased by \$8,545,758.

As of the close of the current fiscal year, the County of Westmoreland's governmental funds reported combined ending fund balances of \$81,657,404 a decrease of \$1,238,026 in comparison with the prior year. Approximately 36% of this total amount, \$29,726,683 is *available for spending* at the government's discretion (*unassigned fund balance*).

At the end of the current fiscal year, unassigned fund balance for the general fund was \$29,774,665 or 30% 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 position* presents information on all of the County of Westmoreland's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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 40-41 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-nine 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-five 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-nine 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 42-45 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 46-50 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 51-52 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 53-103 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 106-111 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 113-186 of this report.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Government-wide Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial condition. In the case of the County of Westmoreland, assets exceeded liabilities by \$129,321,824 at the close of the most recent fiscal year.

While the County displayed the value of capital assets net of accumulated depreciation of \$104,338,822, the net investment in capital assets is (\$6,934,797). 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. 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 POSITION
at December 31, 2013 and 2012**

	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 109,751,610	\$108,918,636	\$ 81,740,704	\$80,997,736	\$ 191,492,314	\$ 189,916,372
Capital assets	63,913,588	62,674,006	40,425,234	39,637,388	104,338,822	102,311,394
Total assets	173,665,198	171,592,642	122,165,938	120,635,124	295,831,136	292,227,766
Deferred outflow of resources	-	9,028,995	507,005	715,666	507,005	9,744,661
Long-term liabilities	102,159,974	100,339,436	32,223,750	31,285,893	134,383,724	131,625,329
Other liabilities	24,444,129	22,424,872	8,188,464	10,054,644	32,632,593	32,479,516
Total liabilities	126,604,103	122,764,308	40,412,214	41,340,537	167,016,317	164,104,845
Net Position:						
Net investment in capital assets	(28,323,037)	(19,542,956)	21,388,240	20,489,306	(6,934,797)	946,350
Restricted	51,930,721	44,723,024	1,376,790	776	53,307,511	44,723,800
Unrestricted	23,453,411	32,677,261	59,495,699	59,520,171	82,949,110	92,197,432
Total net position	\$ 47,061,095	\$ 57,857,329	\$ 82,260,729	\$80,010,253	\$ 129,321,824	\$ 137,867,582

The County's balance of *unrestricted net position* \$82,949,110 may be used to meet the County's ongoing obligations to citizens and creditors.

The County's net position decreased in 2013 posting a decrease of about 6% or \$8,545,758. The largest driver of the decrease in net position is the investment loss of \$8,970,000 incurred as a result of the termination of a swaption agreement that was effective as of June 2013.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Governmental Activities. Governmental Activities resulted in an decrease in the County of Westmoreland's net position of \$10,796,234.

Revenues decreased by \$14,250,954 versus 2012. The decrease was primarily due to the loss of \$8,970,000 incurred as a result of the termination of the swaption agreement. The decrease was also driven by decreases in operating grants and contributions. Decreases in several federal programs as well as state programs, particularly, human services accounted for this change. The county continues to monitor grant-funded programs for changes that could adversely affect the provision of service or the ability of the county to provide adequate resources for these programs.

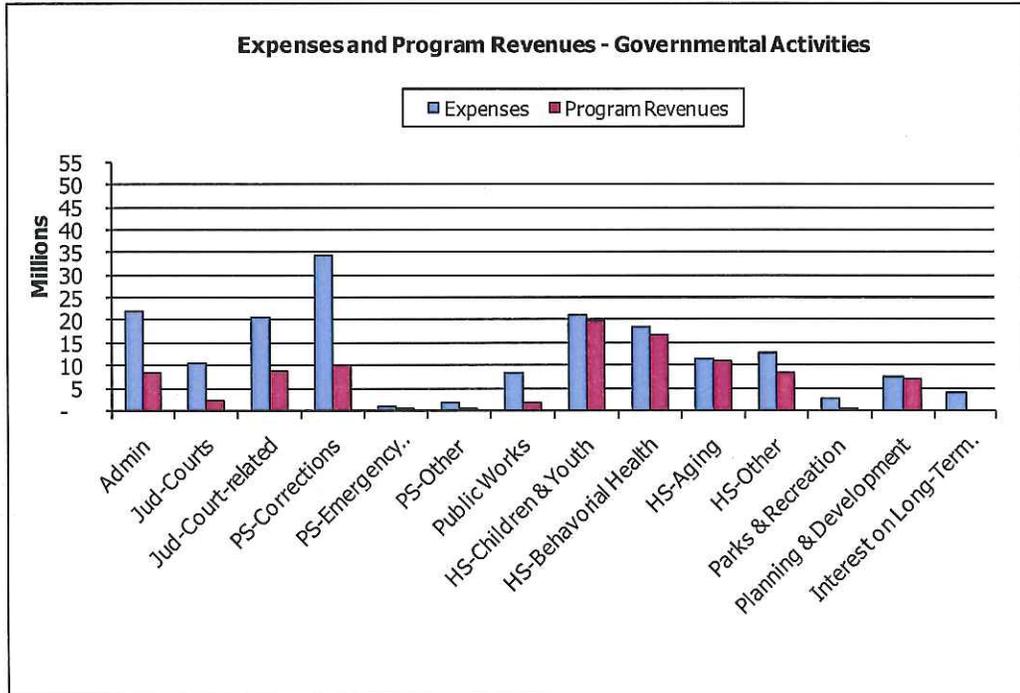
Expenses also decreased by \$3,228,364. This was evident in decreases in the Behavioral Health, Aging, and Planning functions. Interest on long term debt decreased as well. Decreased availability of funding as well as an aggressive budgetary oversight each contributed to the decrease in expenses.

COUNTY OF WESTMORELAND'S CHANGES IN NET POSITION

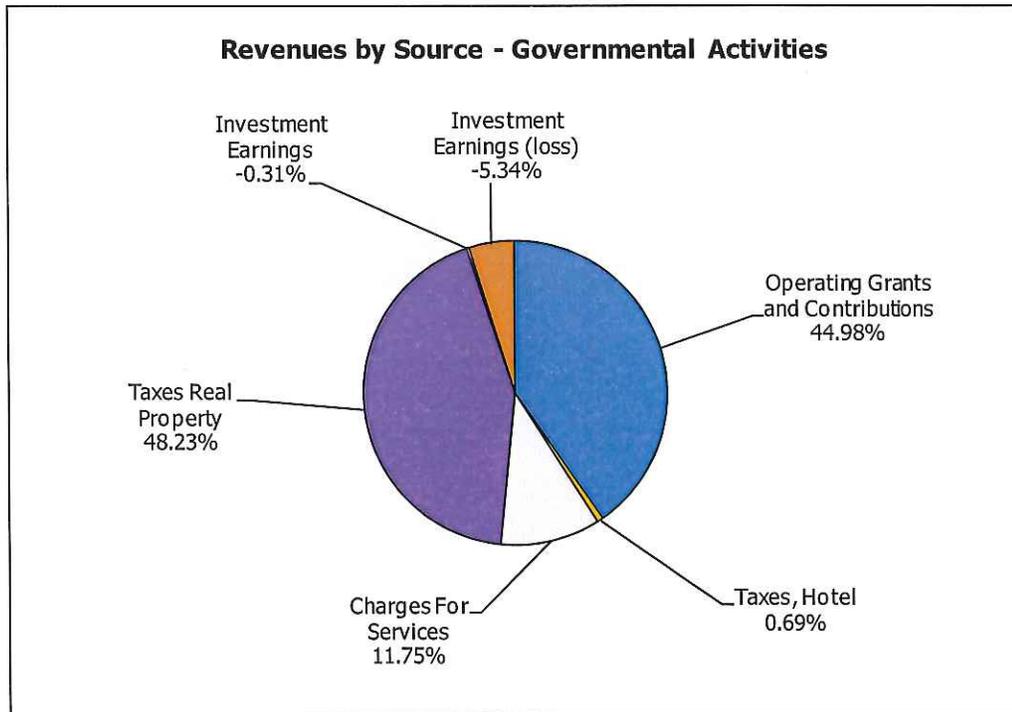
For the years ended December 31, 2013 and 2012

	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues:						
Program revenues						
Charges for services	\$ 19,705,079	\$ 19,464,669	\$ 114,105,816	\$ 113,706,429	\$ 133,810,895	\$ 133,171,098
Operating grants and contributions	75,511,939	79,195,718	50,029	63,139	75,561,968	79,258,857
Capital grants and contributions	-	-	1,983,361	2,845,607	1,983,361	2,845,607
General Revenues:						
Property Taxes	80,956,377	80,895,105	-	-	80,956,377	80,895,105
Hotel Taxes	1,162,523	1,142,587	-	-	1,162,523	1,142,587
Investment Earnings	(581,545)	1,337,248	53,670	59,378	(527,875)	1,396,626
Investment Earnings (loss)	(8,970,000)	-	-	-	(8,970,000)	-
Total revenues	167,784,373	182,035,327	116,192,876	116,674,553	283,977,249	298,709,880
Expenses:						
Administration	21,863,403	18,173,868	-	-	21,863,403	18,173,868
Judicial-Courts	10,436,944	10,355,294	-	-	10,436,944	10,355,294
Judicial-Court-related	20,552,170	20,650,150	-	-	20,552,170	20,650,150
Public Safety-Corrections	34,403,970	34,831,650	-	-	34,403,970	34,831,650
Public Safety-Emergency Management	781,777	698,883	-	-	781,777	698,883
Public Safety-Other	1,929,967	2,010,880	-	-	1,929,967	2,010,880
Public Works	8,532,529	8,167,682	-	-	8,532,529	8,167,682
Human Services-Children & Youth	21,197,560	20,394,690	-	-	21,197,560	20,394,690
Human Services-Behavioral Health	18,470,164	19,387,650	-	-	18,470,164	19,387,650
Human Services-Aging	11,347,884	14,677,994	-	-	11,347,884	14,677,994
Human Services-Other	12,840,764	11,808,419	-	-	12,840,764	11,808,419
Parks & Recreation	2,707,428	2,661,551	-	-	2,707,428	2,661,551
Planning & Development	7,540,664	10,575,251	3,496,700	3,749,655	11,037,364	14,324,906
Interest on Long-term Debt	3,840,152	5,279,778	-	-	3,840,152	5,279,778
County Nursing Home	-	-	44,803,632	45,244,394	44,803,632	45,244,394
9-1-1 Dispatching	-	-	8,746,328	9,176,228	8,746,328	9,176,228
Behavioral Health Managed Care	-	-	59,030,971	59,474,920	59,030,971	59,474,920
Total Expenses	176,445,376	179,673,740	116,077,631	117,645,197	292,523,007	297,318,937
Increases (decreases) in net position						
before transfers	(8,661,003)	2,361,587	115,245	(970,644)	(8,545,758)	1,390,943
Transfers	(2,135,231)	(1,255,356)	2,135,231	1,255,356	-	-
Change in net position	(10,796,234)	1,106,231	2,250,476	284,712	(8,545,758)	1,390,943
Net position beginning of year	57,857,329	56,751,098	80,010,253	79,725,541	137,867,582	136,476,639
Net position end of year	\$ 47,061,095	\$ 57,857,329	\$ 82,260,729	\$ 80,010,253	\$ 129,321,824	\$ 137,867,582

COUNTY OF WESTMORELAND, PENNSYLVANIA

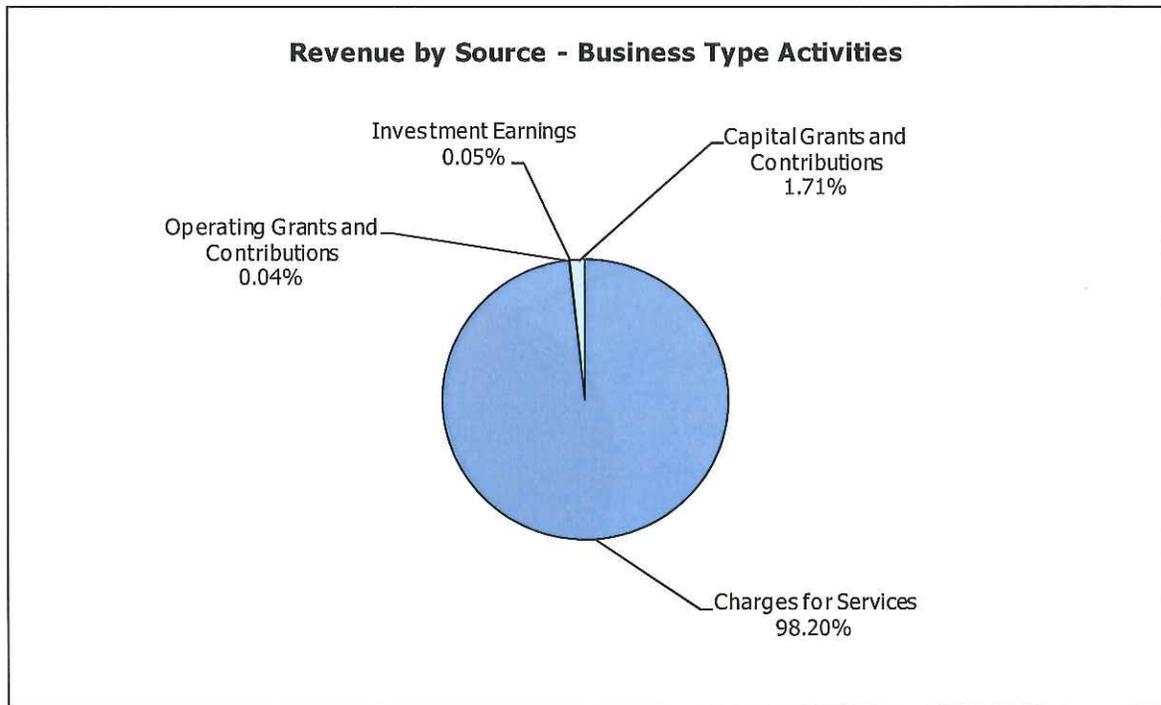
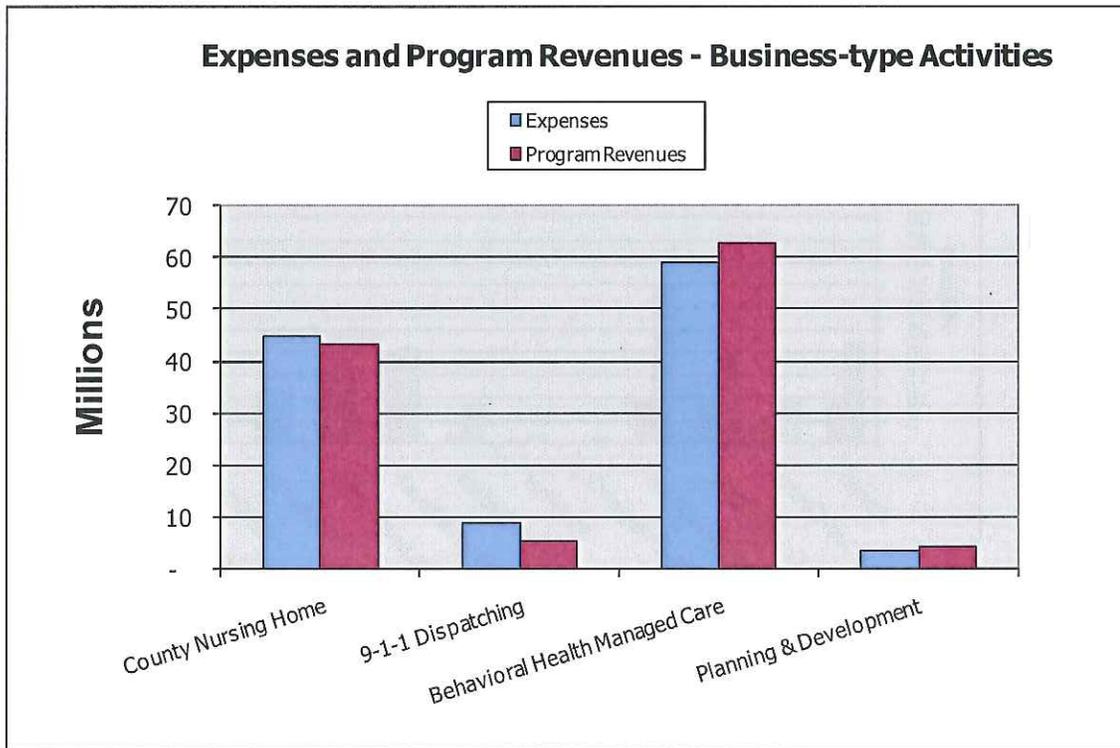


Real Property Tax continues to be the primary source for governmental revenue. Not far behind, Operating Grants and Contributions continues to account for a substantial portion of governmental revenue. Many of the County's concerns regarding the susceptibility of revenues to state and federal cuts have come to fruition. The County Commissioners are availing their opportunities to reconfigure the Human Services function to deliver equal or better service at a lower total cost.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Business-type activities. Business type activities increased the County of Westmoreland's net position by \$2,250,476.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Business-type activities (continued) Total revenues for Business-type activities decreased by approximately \$481,677. This was largely driven by a decrease in capital grants and contributions.

Total expenses decreased by approximately \$1.6 million. This was due to decreases in the County Nursing Home and the 911 Dispatching operations of the County.

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, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of a fiscal year.

The General Fund is the primary operating fund of the County of Westmoreland. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$29,774,665 while the total fund balance was \$59,778,033. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 30% of total general fund expenditures while total fund balance represents 60% of that same amount.

During 2013, the fund balance of The County of Westmoreland's general fund decreased by \$5,851,965. This was largely due to the termination of an interest rate swaption agreement which incurred costs of nearly \$9 million.

Fund Balances of non-major governmental funds increased by over \$4.4 million was mainly due to receipt of proceeds from the issuance of debt.

The net change in fund balance for governmental funds for 2013 was a decrease of \$1,238,026 which resulted in a reported combined ending fund balance of \$81,657,404. Approximately 36% of this amount, \$29,726,683, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *non-spendable, restricted, committed, or assigned* to indicate that it is not available for new spending.

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 position of the Proprietary funds amounted to \$82,260,729, an increase of \$2,250,476. The factors concerning the financing of these funds have been discussed in the Business-type Activities Section.

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, 2013 amounts to \$104,338,822 (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:

- Upgrade of the 911 radio system.
- Façade restoration of the Courthouse dome.
- Roof replacement of the Public Works building and the Courthouse Annex.
- Purchase of copiers through a capital lease agreement.

COUNTY OF WESTMORELAND, PENNSYLVANIA
County of Westmoreland's Capital Assets
(net of depreciation)

For the years ended December 31, 2013 and 2012

	Governmental		Business-type		Total	
	Activities		Activities			
	2013	2012	2013	2012	2013	2012
Land	\$ 3,510,323	\$ 3,324,246	\$ 4,566,404	\$ 4,566,404	\$ 8,076,727	\$ 7,890,650
Buildings	82,354,724	80,394,229	28,795,194	30,310,582	111,149,918	110,704,811
Equipment, Furniture						
Fixtures	15,996,394	14,740,312	44,922,233	37,500,909	60,918,627	52,241,221
Vehicles	6,425,393	6,261,191	1,127,278	818,570	7,552,671	7,079,761
Infrastructure	34,443,970	34,378,988	28,626,175	27,004,644	63,070,145	61,383,632
Construction in Progress	3,318,352	2,608,367	1,506,729	-	4,825,081	2,608,367
Less Accumulated Depreciation	(82,135,568)	(79,033,327)	(69,118,779)	(60,563,721)	(151,254,347)	(139,597,048)
Total	\$ 63,913,588	\$ 62,674,006	\$ 40,425,234	\$ 39,637,388	\$ 104,338,822	\$ 102,311,394

Additional information on the County of Westmoreland's capital assets can be found on pages 76-78 and 180-182 of this report.

Long-term debt. At the end of the current fiscal year the County of Westmoreland had total bonded debt outstanding of \$108,467,367 all of which is backed by the full faith and credit of the County. The County's total debt increased by \$10,948,549.

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 \$682 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, 2013 and 2012

	Governmental		Business-type		Total	
	Activities		Activities			
	2013	2012	2013	2012	2013	2012
General Obligation						
Bonds	\$ 90,868,050	\$ 81,554,978	\$ 17,599,317	\$ 15,733,840	\$ 108,467,367	\$ 97,288,818
Notes Payable	-	230,000	-	-	-	230,000
Total	\$ 90,868,050	\$ 81,784,978	\$ 17,599,317	\$ 15,733,840	\$ 108,467,367	\$ 97,518,818

Additional information on the County's long-term debt can be found on pages 92-98 and 184-186 of this report.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Budget Variance Analysis

The budgetary process makes use of many estimates and assumptions. As each budget year progresses the Department 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 106 details the original and amended budgets, as well as the actual results for each revenue source and expenditure function.

The County's amended budget for General Fund revenues was \$2,391,880 less than that originally budgeted. This was due to a \$1.9 million budgetary shortfall in federal grant revenues and \$1.5 million shortfall in state grant revenues. Grants which were the main stay of county revenues have become less and less reliable as a funding source with each passing year. General fund amended budget expenditures came in at \$5,141,799 under the original budget for 2013. This was due mainly to the general government expenditures amended budget coming in at \$2.85 million less than the original budget and Public Safety expenditures amended budget coming in at \$1.8 million less than the original budget.

Economic Factors and Next Year's Budget and Rates

Local unemployment dropped significantly from 7.5% in 2012 to 5.8% by the end of 2013. This positive move in unemployment coupled with other positive economic indicators has been a cause for optimism among public officials. The robust stock market, continued activity in the shale gas industry and increased interest on the part of investors to do business in Westmoreland County bode well for the County's economic outlook.

The County's pension fund performed well in 2013 yielding a return of approximately 15.7%. In 2013, the County contributed approximately \$9.9 million dollars to satisfy its annual required contribution to the retirement fund.

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 Board of County Commissioners maintains the tax levy at 20.99 mills for 2014. The General Fund unassigned fund balance at the beginning of 2014 is \$29,774,665.

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 Position
December 31, 2013

	Primary Government			Component Units
	Governmental Activities	Business Activities	Total	
ASSETS				
Cash and cash equivalents	\$ 51,196,337	\$ 12,165,259	\$ 63,361,596	\$ 21,532,458
Investments	764,694	-	764,694	900,000
Receivables:				
Property taxes	4,115,093	-	4,115,093	-
Other governmental grants	5,159,095	-	5,159,095	1,777,344
Accounts receivable	-	-	-	863,313
Other	2,400,792	22,986,044	25,386,836	2,281,335
Internal balances	1,998,226	(1,998,226)	-	-
Due from other governments	-	718,903	718,903	24,412
Land held for resale	-	-	-	18,509,186
Inventories	-	205,250	205,250	1,036,936
Other assets	1,125,466	-	1,125,466	63,262
Restricted assets:				
Cash and cash equivalents	17,966,064	1,441,525	19,407,589	18,330,158
Investments	25,025,843	-	25,025,843	2,922,543
Accounts receivable	-	-	-	261,271
Loan receivable	-	-	-	10,792,108
Other assets	-	281,112	281,112	279,875
Loans receivable	-	4,032,736	4,032,736	-
Land held for resale	-	20,870,898	20,870,898	-
Developed land due from Redevelopment Authority	-	16,273,785	16,273,785	-
Developed land due from Economic Growth Connection	-	4,763,418	4,763,418	-
Capital assets: (net)				
Depreciable	57,084,913	34,352,101	91,437,014	81,860,735
Non-depreciable	6,828,675	6,073,133	12,901,808	12,539,358
Total Assets	173,665,198	122,165,938	295,831,136	173,974,294
DEFERRED OUTFLOW OF RESOURCES				
Accumulated decrease in fair value of hedging derivative	-	507,005	507,005	726,713
LIABILITIES				
Accrued liabilities	17,275,606	6,177,403	23,453,009	5,448,351
Interest payable	108,127	-	108,127	-
Construction payable	-	-	-	724,340
Payable from restricted assets	-	1,686,300	1,686,300	-
Due to other governments	-	137,515	137,515	22,914
Unearned revenue	7,060,396	187,246	7,247,642	515,527
Developed lands due to other funds	-	-	-	18,259,186
Noncurrent liabilities				
Due within one year				
Interest payable	-	-	-	46,881
Maturities of mortgages, loans & notes payable	-	892,394	892,394	651,277
Maturities of long-term debt	11,255,000	5,000	11,260,000	4,261,326
Maturities of capital leases	313,573	55,655	369,228	-
Compensated absences	305,779	132,468	438,247	-
Workers' compensation	252,200	578,840	831,040	-
Due in more than one year				
Maturities of mortgages, loans & notes payable	-	7,876,551	7,876,551	381,436
Maturities of long-term debt	79,613,050	14,908,183	94,521,233	39,520,466
Maturities of capital leases	946,875	88,633	1,035,508	-
Bond premium	-	2,686,134	2,686,134	-
Fair value of hedging derivative	-	507,005	507,005	-
Compensated absences	917,337	262,700	1,180,037	-
Workers' compensation	1,051,836	2,414,124	3,465,960	-
Unfunded other postemployment benefits	7,504,324	1,816,063	9,320,387	284,538
Loans payable to primary government	-	-	-	250,000
Deferred rehabilitation loans	-	-	-	10,153,837
Unearned revenue	-	-	-	2,900,973
Total Liabilities	126,604,103	40,412,214	167,016,317	83,421,052
NET POSITION				
Net investment in capital assets	(28,323,037)	21,388,240	(6,934,797)	66,288,017
Restricted for:				
Capital and economic development	-	1,376,790	1,376,790	2,472,464
Governmental services	51,930,721	-	51,930,721	-
Unrestricted	23,453,411	59,495,699	82,949,110	22,519,474
Total Net Position	\$ 47,061,095	\$ 82,260,729	\$ 129,321,824	\$ 91,279,955

See accompanying notes to financial statements.

County of Westmoreland, Pennsylvania
Statement of Activities
Year ended December 31, 2013

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Component Units
	Expenses	Indirect Cost Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
PRIMARY GOVERNMENT:						
<i>Governmental Activities:</i>						
Administration	\$ 28,129,401	\$ (6,265,998)	\$ 6,012,829	\$ 2,247,369	\$ -	\$ (13,603,205)
Judicial-Courts	8,603,499	1,833,445	1,526,426	785,974	-	(8,123,544)
Judicial-Court-related	18,584,538	1,967,632	4,841,714	3,883,901	-	(11,826,555)
Public Safety-Corrections	31,833,929	2,570,041	4,060,601	5,847,293	-	(24,496,076)
Public Safety-Emergency Management	664,121	117,656	118,206	80,643	-	(582,928)
Public Safety-Other	3,594,901	(1,664,934)	225,512	64,143	-	(1,640,312)
Public Works	11,791,582	(3,259,053)	121,547	1,590,217	-	(6,820,765)
Human Services-Children & Youth	20,075,955	1,121,605	388,997	19,570,416	-	(1,238,147)
Human Services-Behavioral Health	18,230,431	239,733	27,512	16,586,148	-	(1,856,504)
Human Services-Aging	10,951,173	396,711	1,111,151	10,029,827	-	(206,906)
Human Services-Other	12,743,450	97,314	391	8,304,268	-	(4,536,105)
Parks & Recreation	1,510,847	1,196,581	489,413	89,745	-	(2,128,270)
Planning & Development	7,255,179	285,485	780,780	6,430,995	-	(328,889)
Interest on Long-Term Debt	3,840,152	-	-	-	-	(3,840,152)
Total Governmental Activities	177,809,158	(1,363,782)	19,705,079	75,511,939	-	(81,228,358)
<i>Business-Type Activities:</i>						
Planning & Development	3,496,700	-	2,272,547	34,039	1,983,361	793,247
County Nursing Home	43,697,163	1,106,469	43,252,991	15,990	-	(1,534,651)
9-1-1 Dispatching	8,540,581	205,747	5,628,175	-	-	(3,118,153)
Behavioral Health Managed Care	58,979,405	51,566	62,952,103	-	-	3,921,132
Total Business-Type Activities	114,713,849	1,363,782	114,105,816	50,029	1,983,361	61,575
Total Primary Government	292,523,007	-	133,810,895	75,561,968	1,983,361	(81,228,358)
COMPONENT UNITS:						
Mass Transit	11,946,163	-	6,071,153	4,346,977	800,485	(727,548)
Airports	6,247,084	-	1,655,338	2,665,522	3,303,324	1,377,100
Redevelopment	1,222,916	-	368,292	924,999	-	70,375
Industrial Park	3,277,116	-	-	31,251	-	(3,245,865)
Community College	56,662,619	-	41,316,608	14,237,377	4,928,731	3,820,097
Total Component Units	79,355,898	\$ -	\$ 49,414,391	\$ 22,206,126	\$ 9,032,540	1,294,159
General Revenues:						
Taxes, Real Property						
Taxes, Hotel	80,956,377	-	-	-	-	80,956,377
Investment Earnings (loss)	1,162,523	-	-	-	-	1,162,523
Investment Earnings (loss) Note 9D	(581,545)	-	-	-	-	(527,875)
Transfers:	(8,970,000)	-	-	-	-	(8,970,000)
Total general revenues and transfers	77,527,355	-	-	-	-	77,527,355
Change in Net Position	70,432,124	-	-	-	-	72,621,025
Net Position-Beginning	(10,796,234)	-	-	-	-	(8,545,758)
Proir period Adjustment (note 14)	57,857,329	-	-	-	-	137,867,582
Net Position-Beginning (restated)	57,857,329	-	-	-	-	137,867,582
Net Position-Ending	47,061,095	\$ -	\$ 82,260,729	\$ -	\$ 129,321,824	\$ 89,788,102

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Balance Sheet
Governmental Funds
December 31, 2013

	General	Behavioral Health/ Developmental Services	Area Agency On Aging	Children's Bureau	Total Nonmajor Governmental Funds	Total Governmental Funds
ASSETS:						
Cash and cash equivalents	\$ 26,542,489	\$ 3,705,915	\$ 3,485,843	\$ 1,843,018	\$ 15,619,072	\$ 51,196,337
Investments	764,694	-	-	-	-	764,694
Receivables:						
Property taxes	4,115,093	-	-	-	-	4,115,093
Other governmental grants	1,411,305	-	88,245	1,994,877	1,664,668	5,159,095
Other	1,803,333	108,519	184,356	76,883	227,701	2,400,792
Due from other funds	3,209,923	144,138	-	-	331,780	3,685,841
Other assets	677,593	311,013	136,860	-	-	1,125,466
Restricted assets						
Cash and cash equivalents	10,619,614	-	-	-	7,346,450	17,966,064
Investments	25,025,843	-	-	-	-	25,025,843
Interfund loan receivable	111,858	-	-	-	2,089,744	2,201,602
Total assets	\$ 74,281,745	\$ 4,269,585	\$ 3,895,304	\$ 3,914,778	\$ 27,279,415	\$ 113,640,827
LIABILITIES:						
Accrued liabilities	\$ 9,897,664	\$ 2,588,349	\$ 1,217,174	\$ 1,510,233	\$ 2,062,186	\$ 17,275,606
Workers' compensation	252,200	-	-	-	-	252,200
Due to other funds	83,150	25,938	5,200	948,313	2,826,616	3,889,217
Unearned revenue	764,694	1,655,298	2,410,445	1,456,232	773,727	7,060,396
Total liabilities	10,997,708	4,269,585	3,632,819	3,914,778	5,662,529	28,477,419
Deferred inflows of resources						
Unavailable revenue-property taxes	3,506,004	-	-	-	-	3,506,004
FUND BALANCE:						
Non-spendable:						
Prepaid items	677,593	-	-	-	-	677,593
Restricted for:						
Aging	-	-	262,485	-	-	262,485
Road and bridge improvement	-	-	-	-	546,150	546,150
Child support enforcement	-	-	-	-	3,522,108	3,522,108
Information and referral	-	-	-	-	13,200	13,200
Hazardous materials	-	-	-	-	284,772	284,772
Criminal supervision	-	-	-	-	2,132	2,132
Information technology	-	-	-	-	674,412	674,412
Tourism promotion	-	-	-	-	78,523	78,523
Inmate welfare	-	-	-	-	322,640	322,640
ACT 13 projects	-	-	-	-	1,059,356	1,059,356
Capital projects	-	-	-	-	10,517,279	10,517,279
Elections	47,982	-	-	-	-	47,982
Community development projects	-	-	-	-	4,623,155	4,623,155
Debt payments on General Obligation Bonds	24,433,693	-	-	-	21,141	24,454,834
Debt payments on notes payable	-	-	-	-	-	-
Worker's Compensation	416,254	-	-	-	-	416,254
Committed for:						
Self Insurance	240,879	-	-	-	-	240,879
Assigned to:						
Worker's Compensation	4,186,967	-	-	-	-	4,186,967
Unassigned:	29,774,665	-	-	-	(47,982)	29,726,683
Total fund balance	59,778,033	-	262,485	-	21,616,886	81,657,404
Total liabilities, deferred inflows of resources and fund balance	\$ 74,281,745	\$ 4,269,585	\$ 3,895,304	\$ 3,914,778	\$ 27,279,415	\$ 113,640,827

See accompanying notes to financial statements.

County of Westmoreland, Pennsylvania
Reconciliation of the Statement of Net Position (governmental activities)
to the Balance Sheet (governmental funds)
at December 31, 2013

Amount reported in the Statement of Net Position
for governmental activities (page 40) are different because:

Total Fund Balance per Balance Sheet (page 42)	\$	81,657,404
Capital Assets used in governmental activities are not financial resources and therefore, are not reported in the funds		63,913,588
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds		
General Obligation Bonds: Due within one year	(11,255,000)	
General Obligation Bonds: Due in more than one year	(79,613,050)	
Capital Lease: Due within one year	(313,573)	
Capital Lease: Due in more than one year	(946,875)	(92,128,498)
Current year taxes receivable are offset as deferred revenue in the funds		3,506,004
Long-term balances for compensated absences and workers compensation are not accounted for in the fund balance sheet		
Compensated Absences: Due within one year	(305,779)	
Compensated Absences: Due in more than one year	(917,337)	
Workers Compensation: Due in more than one year	(1,051,836)	(2,274,952)
Interest payable on long term debt is not reported in the funds		(108,127)
Unfunded other postemployment benefits are not reported in the funds		(7,504,324)
Total Net Position-governmental per statement of net position	\$	47,061,095

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, 2013

	General	Behaviorial Health/ Developmental Services	Area Agency On Aging	Children's Bureau	Total Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:						
Taxes, real estate	\$ 80,940,378	\$ -	\$ -	\$ -	\$ -	\$ 80,940,378
Taxes, hotel	-	-	-	-	1,162,523	1,162,523
Federal grants	1,923,930	2,205,394	2,175,463	5,869,435	14,682,591	26,856,813
State and local grants	8,302,965	14,380,754	7,854,364	13,700,982	4,416,061	48,655,126
Departmental charges	13,987,688	-	652,323	-	1,557,231	16,197,242
Net appreciation (depreciation) in fair value of investments	(775,988)	-	-	-	-	(775,988)
Interest income	59,726	2,827	2,426	-	31,774	96,753
Investment earnings (loss) Note 9D	(8,970,000)	-	-	-	-	(8,970,000)
Other revenue	3,470,521	27,511	458,828	388,997	607,360	4,953,217
Total revenues	98,939,220	16,616,486	11,143,404	19,959,414	22,457,540	169,116,064
EXPENDITURES:						
Current operating:						
General government	16,963,248	-	-	-	3,650,658	20,613,906
Judicial	27,213,583	-	-	-	4,440,112	31,653,695
Public safety	35,213,894	-	-	-	709,511	35,923,405
Human services	2,465,976	18,681,318	11,545,614	21,767,975	6,449,687	60,910,570
Public works	5,934,137	-	-	-	1,452,540	7,386,677
Culture and recreation	2,561,328	-	-	-	30,795	2,592,123
Conservation development	1,161,127	-	-	-	6,433,046	7,594,173
Contributions	6,839,284	-	-	-	-	6,839,284
Capital outlay	1,372,759	-	-	-	-	1,372,759
Debt service						
Principal retirement	-	-	-	-	8,535,000	8,535,000
Interest and fiscal charges	-	-	-	-	1,105,080	1,105,080
Total expenditures	99,725,336	18,681,318	11,545,614	21,767,975	32,806,429	184,526,672
Excess (deficiency) of revenues over expenditures	(786,116)	(2,064,832)	(402,210)	(1,808,561)	(10,348,889)	(15,410,608)
OTHER FINANCING SOURCES (USES):						
Issuance of general obligation bonds	-	-	-	-	30,016,817	30,016,817
Payment to refunded bond escrow agent	-	-	-	-	(20,316,669)	(20,316,669)
Premium on bond issue	-	-	-	-	5,234,906	5,234,906
Capital leases	1,372,759	-	-	-	-	1,372,759
Transfers in	9,452,270	2,150,131	399,598	1,857,217	11,097,368	24,956,584
Transfers out	(15,890,878)	(85,299)	(45,954)	(48,656)	(11,021,028)	(27,091,815)
Total other financing sources (uses)	(5,065,849)	2,064,832	353,644	1,808,561	15,011,394	14,172,582
Net change in fund balance	(5,851,965)	-	(48,566)	-	4,662,505	(1,238,026)
Fund balance, beginning of year	65,629,998	-	311,051	-	16,954,381	82,895,430
Fund balance, end of year	\$ 59,778,033	\$ -	\$ 262,485	\$ -	\$ 21,616,886	\$ 81,657,404

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, 2013

Amounts reported for governmental activities in the statement of activities (page 41) are different because:

Net change in fund balances--total governmental funds (page 44) \$ (1,238,026)

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.

Capital outlays	\$ 6,214,508	
Depreciation expense	(4,499,444)	
Retirement of capital assets	(1,872,685)	
Accumulated depreciation on retirement of capital assets	<u>1,397,203</u>	
Net amount	\$ 1,239,582	1,239,582

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 position. 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	\$ 8,535,000	
Refunding of 2003A series	20,316,669	
Issuance of general obligation bonds	(30,016,817)	
Net interest payable	(52,054)	
Premium	(4,973,160)	
Accretion expense	<u>(2,944,764)</u>	
Net debt transactions	\$ (9,135,126)	(9,135,126)

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 position since there are liabilities equal to the assets acquired. This is the amount presented in the governmental fund statements.

Lease payments	\$ 285,929	
Lease additions	(1,372,759)	
Lease retirement	<u>488,366</u>	
Net lease transactions	\$ (598,464)	(598,464)

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	\$ 3,506,004	
Prior year	<u>(3,490,005)</u>	
Net amount	\$ 15,999	15,999

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

Compensated absences	\$ (23,120)	
Workers' compensation	<u>41,252</u>	
Net transactions	\$ 18,132	18,132

Governmental funds do not report other postemployment benefits

Other postemployment benefits	\$ (1,196,021)	(1,196,021)
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Current year recognition of interest rate swaption proceeds that have not been previously recognized in the government-wide financial statements.

Current year recognition of interest rate swaption proceeds that have not been previously recognized in the government-wide financial statements.	\$ 97,690	<u>97,690</u>
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Changes in net position of governmental activities (page 41) \$ (10,796,234)

See accompanying notes to financial statements.

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

December 31, 2013

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Assets:					
Current assets:					
Cash and cash equivalents	\$ 4,557,156	\$ 2,921,626	\$ 4,246,777	\$ 439,700	\$ 12,165,259
Receivables:					
Loans, current portion	-	-	-	-	-
Other	1,620,851	6,740,852	205,032	14,419,309	22,986,044
Due from other funds	70,994	-	415,249	-	486,243
Due from other governments	718,903	-	-	-	718,903
Inventories	-	205,250	-	-	205,250
Restricted assets:					
Cash and cash equivalents	1,376,790	64,735	-	-	1,441,525
Other assets	48,996	96,587	-	135,529	281,112
Total current assets	8,393,690	10,029,050	4,867,058	14,994,538	38,284,336
Noncurrent assets:					
Loans receivable	4,032,736	-	-	-	4,032,736
Land held for resale	20,870,898	-	-	-	20,870,898
Developed land due from Redevelopment Authority	16,273,785	-	-	-	16,273,785
Developed land due from Economic Growth Connection	4,763,418	-	-	-	4,763,418
Capital assets:					
Land	4,565,804	600	-	-	4,566,404
Buildings	-	22,695,631	6,099,563	-	28,795,194
Equipment, furniture and fixtures	90,413	22,697,849	22,131,396	2,574	44,922,232
Vehicles	46,178	308,708	769,655	2,737	1,127,278
Infrastructure	28,626,175	-	-	-	28,626,175
Construction in progress	-	-	1,506,729	-	1,506,729
Total capital assets	33,328,570	45,702,788	30,507,343	5,311	109,544,012
Less: accumulated depreciation	(9,467,604)	(37,755,711)	(21,891,977)	(3,486)	(69,118,778)
Net capital assets	23,860,966	7,947,077	8,615,366	1,825	40,425,234
Total noncurrent assets	69,801,803	7,947,077	8,615,366	1,825	86,366,071
Total assets	\$ 78,195,493	\$ 17,976,127	\$ 13,482,424	\$ 14,996,363	\$ 124,650,407
Deferred outflow of resources					
Accumulated decrease in fair value of hedging derivative	507,005	-	-	-	507,005

(continued)

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

December 31, 2013

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Liabilities:					
Current liabilities					
Accrued liabilities	\$ 550,899	\$ 4,317,960	\$ 1,244,527	\$ 64,017	\$ 6,177,403
Payable from restricted assets	1,621,565	64,735	-	-	1,686,300
Due to other funds	36,558	7,426	94,232	144,651	282,867
Due to other governments	-	-	-	137,515	137,515
Unearned revenue	187,246	-	-	-	187,246
Due within one year					
Maturities of mortgages, loans and notes payable	892,394	-	-	-	892,394
Maturities of long-term debt	5,000	-	-	-	5,000
Maturities of interfund loan payable	111,858	-	-	-	111,858
Maturities of capital leases	-	55,655	-	-	55,655
Compensated absences	33,923	77,901	8,474	12,170	132,468
Workers compensation	-	578,840	-	-	578,840
Total current liabilities	<u>3,439,443</u>	<u>5,102,517</u>	<u>1,347,233</u>	<u>358,353</u>	<u>10,247,546</u>
Noncurrent liabilities:					
Due in more than one year					
Maturities of mortgages, loans and notes payable	7,876,551	-	-	-	7,876,551
Maturities of long-term debt	2,115,000	-	12,793,183	-	14,908,183
Maturities of interfund loan payable	2,089,744	-	-	-	2,089,744
Maturities of capital leases	-	88,633	-	-	88,633
Bond premium	-	-	2,686,134	-	2,686,134
Fair value of hedging derivative	507,005	-	-	-	507,005
Compensated absences	28,998	233,702	-	-	262,700
Workers compensation	-	2,414,124	-	-	2,414,124
Unfunded other postemployment benefits	-	1,343,484	449,748	22,831	1,816,063
Total noncurrent liabilities	<u>12,617,298</u>	<u>4,079,943</u>	<u>15,929,065</u>	<u>22,831</u>	<u>32,649,137</u>
Total liabilities	<u>16,056,741</u>	<u>9,182,460</u>	<u>17,276,298</u>	<u>381,184</u>	<u>42,896,683</u>
Fund net position (deficit):					
Net investment in capital assets	20,447,577	7,802,789	(6,863,951)	1,825	21,388,240
Restricted-economic development	1,376,790	-	-	-	1,376,790
Unrestricted	40,821,390	990,878	3,070,077	14,613,354	59,495,699
Total fund net position (deficit)	<u>62,645,757</u>	<u>8,793,667</u>	<u>(3,793,874)</u>	<u>14,615,179</u>	<u>82,260,729</u>
Total liabilities and fund net position	<u>\$ 78,702,498</u>	<u>\$ 17,976,127</u>	<u>\$ 13,482,424</u>	<u>\$ 14,996,363</u>	<u>\$ 125,157,412</u>

See accompanying notes to financial statements.

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

Year Ended December 31, 2013

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Operating revenues:					
Charges for services	\$ 1,944,241	\$ 125,509	\$ 5,505,736	\$ 59,365,534	\$ 66,941,020
Patient fees	-	39,170,249	-	-	39,170,249
Sales of land	328,306	-	-	-	328,306
Miscellaneous income	-	3,857,552	122,439	3,586,569	7,566,560
Total operating revenues	2,272,547	43,153,310	5,628,175	62,952,103	114,006,135
Operating expenses:					
Salaries and wages	384,630	21,834,993	3,128,245	252,892	25,600,760
Employee benefits	128,319	11,477,011	1,421,639	137,155	13,164,124
Operating expenses	1,607,181	10,172,486	2,901,541	58,640,377	73,321,585
Depreciation	891,360	1,319,142	652,032	547	2,863,081
Grant expense	31,251	-	-	-	31,251
Total operating expenses	3,042,741	44,803,632	8,103,457	59,030,971	114,980,801
Operating income (loss)	(770,194)	(1,650,322)	(2,475,282)	3,921,132	(974,666)
Nonoperating revenues (expenses)					
Grants	34,039	15,990	-	-	50,029
Interest income	29,794	1,424	1,986	20,466	53,670
Gain (loss) on disposal of capital assets	-	99,681	(3,268)	-	96,413
Other nonoperating expense	(42,620)	-	-	-	(42,620)
Interest expense	(411,339)	-	(639,603)	-	(1,050,942)
Total nonoperating revenues (expenses), net	(390,126)	117,095	(640,885)	20,466	(893,450)
Capital grants	1,983,361	-	-	-	1,983,361
Income (loss) before transfers	823,041	(1,533,227)	(3,116,167)	3,941,598	115,245
Transfers in	1,088,219	-	3,034,296	-	4,122,515
Transfers out	(634,219)	(63,874)	(33,560)	(1,255,631)	(1,987,284)
Net transfers	454,000	(63,874)	3,000,736	(1,255,631)	2,135,231
Change in fund net position	1,277,041	(1,597,101)	(115,431)	2,685,967	2,250,476
Fund net position (deficit), beginning of year	61,368,716	10,390,768	(3,678,443)	11,929,212	80,010,253
Fund net position (deficit), end of year	\$ 62,645,757	\$ 8,793,667	\$ (3,793,874)	\$ 14,615,179	\$ 82,260,729

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND , PENNSYLVANIA
Statement of Cash Flows
Proprietary Funds

For The Year Ended December 31, 2013

	Industrial Development Corporation	Westmoreland Manor	911 Surcharge	Health Choices	Total
Cash flows from operating activities					
Receipts from patient services	\$ -	\$ 39,041,013	\$ -	\$ -	\$ 39,041,013
Charges for other services	-	125,509	122,439	59,370,705	59,618,653
Receipts from administrative service organizations	-	-	-	3,581,398	3,581,398
Receipts from miscellaneous sources	195,173	3,857,552	-	-	4,052,725
Receipts from telephone 911 surcharges	-	-	5,506,703	-	5,506,703
Receipts from land sales	328,306	-	-	-	328,306
Receipts from leasing activities	1,299,762	-	-	-	1,299,762
Payment to employees	(365,817)	(21,739,757)	(3,119,096)	(252,892)	(25,477,562)
Payment to employees benefits	(128,319)	(11,604,481)	(1,336,483)	(133,036)	(13,202,319)
Payment to suppliers and operations	(1,791,192)	(10,039,207)	(2,660,396)	(63,570,830)	(78,061,625)
Net cash provided by (used in) operating activities	(462,087)	(359,371)	(1,486,833)	(1,004,655)	(3,312,946)
Cash flow from noncapital financing activities					
Transfers in	1,088,219	-	3,034,296	-	4,122,515
Transfers (out)	(634,219)	(63,874)	(33,560)	(1,772,408)	(2,504,061)
Interfund transfers	10,000	-	-	-	10,000
Grants received	34,039	15,990	-	-	50,029
Net cash provided by (used in) noncapital financing activities	498,039	(47,884)	3,000,736	(1,772,408)	1,678,483
Cash flow from capital financing and related financing activities					
Loan receivable payments received	82,719	-	-	-	82,719
Loan receivable issued	(128,797)	-	-	-	(128,797)
Principal payments on capital leases	-	(53,058)	-	-	(53,058)
Principal payments on long-term debt	(1,001,430)	-	-	-	(1,001,430)
Payments on Westmoreland County line of credit	(73,644)	-	-	-	(73,644)
Proceeds - Westmoreland County long term debt	2,135,690	-	-	-	2,135,690
Capital grants received	453,645	-	-	-	453,645
Interest paid on long term debt	(411,339)	-	(615,854)	-	(1,027,193)
Acquisition, construction and improvement of capital assets	(910)	(318,603)	(1,613,701)	-	(1,933,214)
Net cash provided by (used in) capital and related financing activities	1,055,934	(371,661)	(2,229,555)	-	(1,545,282)
Cash flows from investing activities					
Interest	29,828	1,424	1,986	20,466	53,704
Payments to risk & contingency fund	-	-	-	(3,721,873)	(3,721,873)
Net cash provided by investing activities	29,828	1,424	1,986	(3,701,407)	(3,668,169)
Net increase (decrease) in cash and cash equivalents	1,121,714	(777,492)	(713,666)	(6,478,470)	(6,847,914)
Cash and cash equivalents, beginning of year	4,812,232	3,763,853	4,960,443	6,918,170	20,454,698
Cash and cash equivalents, end of year	5,933,946	2,986,361	4,246,777	439,700	13,606,784
Cash and cash equivalents balance sheet	4,557,156	2,921,626	4,246,777	439,700	12,165,259
Restricted assets considered cash and cash equivalents	1,376,790	64,735	-	-	1,441,525
Cash and cash equivalents combining statement of cash flows	\$ 5,933,946	\$ 2,986,361	\$ 4,246,777	\$ 439,700	\$ 13,606,784

(continued)

COUNTY OF WESTMORELAND , PENNSYLVANIA
Statement of Cash Flows
Proprietary Funds

For The Year Ended December 31, 2013

	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 income (loss)	\$ (770,194)	\$ (1,650,322)	\$ (2,475,282)	\$ 3,921,132	\$ (974,666)
Adjustments to reconcile operating loss to net cash used in operating activities:					
Depreciation	891,360	1,319,373	652,032	547	2,863,312
Bond issuance cost	-	-	116,410	-	116,410
(Increase) decrease in:					
Accounts/ other receivable	(446,829)	(129,236)	967	-	(575,098)
Land held for resale	-	-	(415,249)	-	(415,249)
Developed land due from other funds	(421,310)	-	-	-	(421,310)
Inventory	-	(34,741)	-	-	(34,741)
Other assets	(16,585)	(10,395)	-	5,851	(21,129)
Increase (decrease) in:					
Accrued liabilities	282,791	304,847	778,459	(4,936,304)	(3,570,207)
Due to other funds	-	(112)	(230,087)	-	(230,199)
Compensated absences and workers' compensation	18,680	(145,708)	1,217	(251)	(126,062)
Unfunded other postemployment benefits	-	(13,077)	84,700	4,370	75,993
Total adjustments	<u>308,107</u>	<u>1,290,951</u>	<u>988,449</u>	<u>(4,925,787)</u>	<u>(2,338,280)</u>
Net cash provided by operating activities	<u>\$ (462,087)</u>	<u>\$ (359,371)</u>	<u>\$ (1,486,833)</u>	<u>\$ (1,004,655)</u>	<u>\$ (3,312,946)</u>
Schedule of noncash investing, capital and financing activities:					
Purchase of capital assets on account	\$ 1,621,531	\$ -	\$ -	\$ -	\$ 1,621,531
Increase/Decrease in capital grants receivable	981,467	-	-	-	981,467
Increase/Decrease in capital grants deferred revenue	(29,350)	-	-	-	(29,350)
(Increase) decrease in interfund receivable/payable	-	112	-	-	112
	<u>\$ 2,573,648</u>	<u>\$ 112</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,573,760</u>

See accompanying notes to financial statements.

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

December 31, 2013

	Pension Trust Fund Employees' Retirement Trust	<u>Agency Funds</u>
Assets:		
Cash and cash equivalents	\$ 17,999,023	\$ 7,491,028
Investments		
US Government securities	18,176,993	-
Domestic corporate debt obligations	37,103,954	-
Municipal bonds	1,156,661	-
Domestic common stock	182,860,593	-
Registered investment companies	55,009,613	-
Mutual funds	8,727,085	-
Partnership/Joint venture	42,521,948	-
Asset backed securities	28,699,705	-
Mortgages	16,085,052	-
Exchange traded funds	<u>4,650,980</u>	<u>-</u>
Total investments	394,992,584	-
Receivables:		
Interest and dividends	<u>1,582,622</u>	<u>-</u>
Total receivables	1,582,622	-
Total assets	<u>414,574,229</u>	<u>7,491,028</u>
Liabilities:		
Other liabilities	469,504	630,768
Payable upon court order	-	1,935,121
Due to individuals	-	1,787,386
Due to various taxing units	-	2,939,709
Due to Commonwealth of Pennsylvania	-	52,814
Due to law enforcement agencies	<u>-</u>	<u>145,230</u>
Total liabilities	<u>469,504</u>	<u>7,491,028</u>
Net Position:		
Held in trust for pension benefits	<u>\$ 414,104,725</u>	<u>\$ -</u>

See accompanying notes to financial statements.

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

Year Ended December 31, 2013

	<u>2013</u>
Additions:	
Contributions:	
Employer	\$ 9,964,570
Plan members	<u>7,634,296</u>
Total contributions	<u>17,598,866</u>
Investment income:	
Net appreciation in fair value of investments	50,096,552
Interest	3,455,272
Dividends	3,793,178
Military buybacks	12,616
Miscellaneous investment income	<u>36,792</u>
Total investment income	57,394,410
Less: Investment expense	<u>1,476,293</u>
Net investment income	<u>55,918,117</u>
Total additions	<u>73,516,983</u>
Deductions:	
Pension benefits	20,043,223
Death benefits	714,684
Refund of contributions	780,619
Administrative expense	<u>117,847</u>
Total deductions	<u>21,656,373</u>
Net increase	51,860,610
Net position held in trust for pension benefits:	
Beginning of the year	<u>362,244,115</u>
End of the year	<u>\$ 414,104,725</u>

See accompanying notes to financial statements.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements

December 31, 2013

(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 Controller's 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 2013, Westmoreland County's contribution to the Westmoreland County Transit Authority was \$248,270.

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 2013, Westmoreland County's contribution to the Westmoreland County Airport Authority was \$2,665,523.

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 2013, Westmoreland County's contribution to the Westmoreland County Community College was \$3,925,491.

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 position, 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.

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 position. 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 position, 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 position. The Board applies all 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. The primary source of revenue for this fund is federal and state grants which is restricted for this respective program.

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. The primary source of revenue for this fund is federal and state grants which is restricted for this respective program.

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. The primary source of revenue for this fund is federal and state grants which is restricted for this respective program.

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 classified as non-spendable in fund balance.

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 from 170 days to a maximum of 200 days. Westmoreland Court Association of Professional Employees (WCAPE) has no cap on days. Upon retirement or death, the County will reimburse an employee or their beneficiary for all unused accumulated sick days at the following agreed amounts; United Mine Workers at twenty-two dollars, Assistant District Attorneys Public Defender, Prison Professional – Local 205 Teamster, Court-Related and Court Appointed, and WCAPE at twenty-five dollars, Service Employee International Union and Non-Union at fifty dollars, Park Police at sixty dollars, Local 205 Teamster – Children Bureau and Behavioral Health at eighty dollars and Detectives Fraternal Order of Police at forty percent of their daily rate. 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 absences 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 position and balance sheets and offset by either corresponding liabilities or reserved and restricted net position 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, and funds held in fiduciary capacity.

I. Net Position/Fund Balances

GASB Statement No. 54 establishes accounting and financial standards for all governments that report governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions as follow:

Non-spendable – This classification consists of amounts that cannot be spent because they are either not in spendable form or are legally required to be maintained intact.

Restricted – This classification consists of amounts that are restricted to specific purposes. The County's restricted fund balances consist of external enabling legislation for the state, federal or local government grants.

Committed – This classification consists of amounts used for specific purposes imposed by formal action of the County's highest level of decision-making authority (County Commissioners). The removal or modification of the use of committed funds can only be accomplished by formal action by the County Commissioners. The County's formal action is done by resolution.

Assigned – This classification consists of amounts constrained by the County's intent to be used for specific purposes that are neither restricted nor committed. The County Commissioners policy is for the Director of Financial Administration to assign amounts to be used for specific purposes before issuance of audited financial statements. After such fund assignment, the Director of Financial Administration will provide the County Commissioners with a full reporting of its action within thirty days.

Unassigned – This classification consists of amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance.

The County's GASB 54 Fund Balance Policy is to apply expenditures against any, restricted fund balance, committed fund balance, assigned fund balance, and then unassigned fund balance.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

The government-wide and business-type activities fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

- *Net Investment In Capital Assets* – This category groups all capital assets, including infrastructure, into one component of net position. 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 Position* – 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 Position* – This category represents net position 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, 2013, appropriate interfund receivables or payables have been established.

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

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 Position. 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.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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.

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. 61, "*The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34.*" The adoption of this statement had no effect on the financial reporting information of the County.

The County adopted provisions of GASB Statement No. 65, "*Items Previously Reported as Assets and Liabilities.*" The adoption of this statement resulted in the reclassification of certain items that were reported as assets in previous years now being reported as deferred outflows of resources on the fund level financial statements.

The County adopted provisions of GASB Statement No. 66, "*Technical Corrections – 2012 an amendment of GASB Statements No. 10 and No. 62.*" The adoption of this statement had no effect on the financial reporting information of the County.

The County adopted provisions of GASB Statement No. 67, "*Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25.*" The adoption of this statement had no effect on the financial reporting information of the County.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

P. Pending Changes in Accounting Principles

In June 2012, the GASB issued Statement No. 68, "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27". The County is required to adopt Statement No. 68 for its calendar year 2015 financial statements.

In January 2013, the GASB issued Statement No. 69, "Government Combinations and Disposals of Government Operations." The County is required to adopt Statement No. 69 for its calendar year 2014 financial statements.

In April 2013, the GASB issued Statement No. 70, "Accounting and Financial Reporting for Non-exchange Financial Guarantees." The County is required to adopt Statement No. 70 for its calendar year 2014 financial statements.

In November 2013, the GASB issued Statement No. 71, "Pension Transition for Contributions made subsequent to the measurement date – amendment of GASB Statement No. 68." The County is required to adopt Statement No. 71 for its calendar year 2015 financial statements.

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

(3) Deposit and Investment Risk

A. Primary Government

The bank and carrying values of cash and cash equivalents and investments at December 31, 2013, excluding the pension trust fund, are summarized by financial statement classification below:

	<u>Book Balance</u>	<u>Bank Balance</u>
Primary Government		
Unrestricted Cash	\$ 63,361,596	\$ 63,572,821
Unrestricted Investments	764,694	764,694
Restricted Cash	19,407,589	19,401,940
Restricted Investments	<u>25,025,843</u>	<u>25,025,843</u>
Subtotal	<u>108,559,722</u>	<u>108,765,298</u>
Fiduciary		
Unrestricted Cash	<u>7,491,028</u>	<u>9,116,025</u>
Total Primary Government	<u>\$ 116,050,750</u>	<u>\$ 117,881,323</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Deposits

At December 31, 2013, the County's primary government's deposits, excluding the pension trust fund, had a carrying amount of \$90,260,213 and a bank balance of \$92,090,786. Of the bank balance, \$1,867,978 was covered by federal depository insurance, and \$88,608,016 in deposits are covered by collateral held under the Pooling Method and \$1,614,791 was unsecured.

As of December 31, 2013, the primary government had \$12,499 cash on hand.

Investments

As of December 31, 2013, 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>1 Year</u>	<u>1-5 Years</u>	<u>5-10 Years</u>
US Government Treasuries	\$ 25,790,537	\$ 3,619,864	\$ 11,856,804	\$ 10,313,870
Total	<u>\$ 25,790,537</u>	<u>\$ 3,619,864</u>	<u>\$ 11,856,804</u>	<u>\$ 10,313,870</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 Director of Financial Administration, 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.

The County uses the Third Class County Code as its investment policy. The County's investment policy mitigates custodial credit risk by requiring collateralization of uninsured balances of certain investments, including certificates of deposit, savings accounts, time deposits, checking with interest accounts, and repurchase agreements. The County's investment policy limits collateral to U.S. Treasury Obligations and U.S. Government Agency investments. The policy requires a collateralization level of 102% of the market value of principal and accrued interest and that collateralization be pledged in accordance with act 72 of the Pennsylvania State Legislature, Section 3836-1 through Section 3836-6. 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, 2013, 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%

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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 \$92,090,785 in deposits, \$90,222,807 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, 2013.

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 100% 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, 2013, cash and cash equivalents consisted of the following:

	<u>2013</u>
Checking	\$ 4,367,223
Cash Equivalents	11,098,841
Short-Term Investments	<u>2,532,959</u>
 Total	 <u>\$ 17,999,023</u>

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, 2013, the change in the relationship between cost and fair value of investments was:

	<u>Fair Value</u>	<u>Cost</u>	<u>Net Unrealized Appreciation (Depreciation)</u>
<u>Beginning of Year:</u>			
US Government Securities	\$ 14,972,172	\$ 36,214,284	\$ (21,242,112)
Municipal Bonds	1,583,916	1,393,149	190,767
Domestic Corporate Debt Obligations	39,148,088	14,796,627	24,351,461
Domestic Common Stock	141,962,707	114,841,447	27,121,260
Registered Investment Companies	46,603,348	40,526,105	6,077,243
Partnerships/Joint Ventures	42,277,628	30,386,456	11,891,172
Asset Backed Securities	36,345,117	35,263,218	1,081,899
Mutual Funds	7,806,369	5,529,086	2,277,283
Mortgages	<u>13,292,014</u>	<u>12,615,534</u>	<u>676,480</u>
 Total	 <u>343,991,359</u>	 <u>291,565,906</u>	 <u>52,425,453</u>
<u>End of Year:</u>			
US Government Securities	18,176,993	18,464,384	(287,391)
Municipal Bonds	1,156,661	1,183,414	(26,753)
Domestic Corporate Debt Obligations	37,103,954	35,780,419	1,323,535
Domestic Common Stock	182,860,593	126,938,136	55,922,457
Registered Investment Companies	55,009,613	41,319,081	13,690,532
Partnerships/Joint Venture	42,521,948	30,639,364	11,882,584
Asset Backed Securities	28,699,705	28,645,966	53,739
Mutual Funds	8,727,085	4,562,926	4,164,159
Mortgages	16,085,052	15,880,031	205,021
Exchange Traded Funds	<u>4,650,980</u>	<u>4,659,634</u>	<u>(8,654)</u>
 Totals	 <u>\$ 394,992,584</u>	 <u>\$ 308,073,355</u>	 <u>86,919,229</u>
 Net Unrealized Appreciation			 34,493,776
 Net Realized Gain on Sale of Investments			 <u>15,602,776</u>
 Net Appreciation in Fair Value of Investments			 <u>\$ 50,096,552</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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.

The following investments represent 5 percent or more of the Plan's net position at December 31, 2013:

4,065,751 shares of Advisors Inner Circle Fund, Inc., (McKee International Equity Institutional Class) which is a Registered Investment Company and represents 13 percent of the Plan's Net Position.

23,564,485 shares of Grosvenor Institutional Partners, LTD which is a publicly traded partnership and represents 6 percent of the Plan's Net Position.

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

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, 2013, the Fund's deposits for cash and cash equivalents had a carrying amount of \$15,466,064 and a bank balance of \$15,759,008 of which \$15,509,008 was collateralized as follows:

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

Citizens Bank	\$ 4,410,167
PNC Advisors	<u>11,098,841</u>
Total	<u>\$ 15,509,008</u>

At December 31, 2013, \$250,000 of the Fund's bank balance was covered by Federal Depository Insurance Corporation (FDIC) insurance.

Deposits held at Citizens Bank represents 28 percent of the Fund's cash and cash equivalents. Cash equivalents held at PNC Advisors represents 72 percent. These deposits do not include short term investments.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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, 2013, the Pension Trust Fund investments are as follows:

	Fair Value	Actual Rating	No Maturity Date	13-24 Months	25-60 Months	More Than 60 Months
US Government Securities	\$ 18,176,993	AAA	- \$	1,715,464 \$	9,847,947 \$	6,613,582
Municipal Bonds	1,156,661	BAA1	-	-	363,444	793,217
Domestic Corporate Debt Obligations	37,103,954	BAA3	-	1,171,324	13,911,649	22,020,981
Domestic Common Stock	182,860,593	N/A	182,860,593	-	-	-
Registered Investment Companies	55,009,613	N/A	55,009,613	-	-	-
Partnerships/Joint Ventures	42,521,948	N/A	42,521,948	-	-	-
Asset Backed Securities	28,699,705	B2	-	1,849,827	9,823,372	17,026,506
Mutual Funds	8,727,085	N/A	8,727,085	-	-	-
Mortgages	16,085,052	N/A	16,085,052	-	-	-
Exchange Traded Funds	4,650,980	N/A	4,650,980	-	-	-
Totals	\$ 394,992,584		\$ 309,855,271	\$ 4,736,615	\$ 33,946,412	\$ 46,454,286

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, 2013, 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, 2013, \$0- of the Authority's total bank deposits of \$187,501 were exposed to custodial credit risk as follows:

Covered by FDIC Insurance	\$ 187,501
Secured by pooled collateral	<u>-</u>
Total Bank Deposits	<u>\$ 187,501</u>

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, 2013, 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>\$444,561</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, 2013, 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, 2013, 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 \$444,561 investment in commercial paper, \$444,561 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, 2013, \$-0- of the Authority's bank balances of \$168,232 were exposed to custodial credit risk, as the bank balances were fully insured by the FDIC.

Westmoreland County Community College

WCCC Deposits

At June 30, 2013, the carrying amounts of WCCC reconciled cash accounts (checking accounts and money markets) were \$18,787,215. 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, 2013, the carrying amount of Foundation cash accounts (checking accounts and money markets) was \$1,517,127. 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	\$ 2,100,000
Foundation		
S&T Wealth Management*		1,562,696
United States Treasury Strips	Aug 13 thru Aug 18	<u>468,860</u>
	Total	<u>\$ 4,131,556</u>

*Includes fixed income securities, mutual funds and equities.

Foundation - Investments

As of June 30, 2013

	Cost	Fair Value	Carrying Value
Securities, mutual funds and fixed income	\$ 1,319,490	\$ 1,562,696	\$ 1,562,696
Treasury strips	209,642	233,385	233,385
Interest receivable	235,475	235,475	235,475
Total	<u>\$ 1,764,607</u>	<u>\$ 2,031,556</u>	<u>\$ 2,031,556</u>

The following summarizes the investment return and its net asset classification for the year ended June 30, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Interest and dividends	\$ 18,723	\$ 36,813	\$ -	\$ 55,536
Realized unrealized gains (losses)	-	-	89,407	89,407
Total return on investments	<u>\$ 18,723</u>	<u>\$ 36,813</u>	<u>\$ 89,407</u>	<u>\$ 144,943</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, 2013, \$2,642,194 of the Authority’s bank balance of \$3,142,192 were exposed to custodial credit risk as follows:

United and Uncollateralized with securities held by pledging financial institutions on a pooled basis	<u>\$2,642,194</u>
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As of June 30, 2013, \$500,000 of the Authority’s bank balances were covered by FDIC insurance and \$11,006 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, 2013, 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	\$ 3,209,923	\$ 83,150
Behavioral Health/Developmental Services	144,138	25,938
Area Agency on Aging	-	5,200
Childrens Bureau	-	<u>948,313</u>
Total Major Funds	<u><u>3,354,061</u></u>	<u><u>1,062,601</u></u>
Other Governmental Funds		
<u>Special Revenue Funds</u>		
Liquid Fuels	-	85,745
Domestic Relations	11,935	39,109
Human Services	160,373	119
Hazmat Response	-	260
Offender Supervision	-	110,477
Records Improvement	-	13,080
Hotel Tax	-	314
Prison Canteen	60,000	68
Recorder of Deeds Improvement	-	151,388
Act 13	-	160,373
<u>Debt Service Funds</u>		
General Obligations Bonds	17,268	-
<u>Capital Projects Funds</u>		
Community Development	-	133,097
Home Investment	-	37,303
County Elections	-	59,263
General Capital Reserve	-	1,965,026
2013 Bond Construction	19,291	70,994
Neighborhood Stabilization	<u>62,913</u>	<u>-</u>
Total Other Governmental Funds	<u><u>331,780</u></u>	<u><u>2,826,616</u></u>
Proprietary Funds		
Industrial Development Corporation	70,994	36,558
Westmoreland Manor	-	7,426
911 Surcharge	415,249	94,232
Health Choices	-	<u>144,651</u>
Total Proprietary Funds	<u><u>486,243</u></u>	<u><u>282,867</u></u>
Total Primary Government	<u><u>\$ 4,172,084</u></u>	<u><u>\$ 4,172,084</u></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. 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	\$ 111,858	\$ -
<u>Capital Project Funds</u>		
Community Development Fund	<u>2,089,744</u>	<u>-</u>
Total Governmental Funds	<u>2,201,602</u>	<u>-</u>
<u>Proprietary Fund</u>		
Industrial Development Corporation	<u>-</u>	<u>2,201,602</u>
Total Proprietary Funds	<u>-</u>	<u>2,201,602</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	\$ 9,452,270	\$ 15,890,878
Behavioral Health/Developmental Services	2,150,131	85,299
Area Agency on Aging	399,598	45,954
Children's Bureau	<u>1,857,217</u>	<u>48,656</u>
Total Major Funds	<u>13,859,216</u>	<u>16,070,787</u>
Other Governmental Funds		
<u>Special Revenue Funds</u>		
Liquid Fuels	-	85,745
Domestic Relations	1,328,969	208,974
Human Services	318,973	459
Hazmat Response	-	618
Offender Supervision	-	503,873
Records Improvement	-	13,080
Hotel Tax	-	3,712
Prison Canteen	60,000	-
Recorder of Deeds Improvement	-	151,388
Act 13	-	1,432,157
<u>Debt Service Funds</u>		
1993 F&G Refunding Bonds	1,755,000	-
1997 Refunding Bonds	25,350	-
1999 C General Obligation Bonds	634,219	-
General Obligation Bonds	6,974,138	-
<u>Capital Project Funds</u>		
Community Development	719	2,182
Home Investment	-	995
General Capital Reserve	-	1,965,026
2013 Construction Fund	<u>-</u>	<u>6,652,819</u>
Total Other Governmental Funds	<u>11,097,368</u>	<u>11,021,028</u>
Proprietary Funds		
Industrial Development Corporation	1,088,219	634,219
Westmoreland Manor	-	63,874
911 Surcharge	3,034,296	33,560
Health Choices	<u>-</u>	<u>1,255,631</u>
Total Proprietary Funds	<u>4,122,515</u>	<u>1,987,284</u>
Total Primary Government Transfers	<u>\$ 29,079,099</u>	<u>\$ 29,079,099</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(5) Capital Assets

Capital assets activity for the year ended December 31, 2013 was as follows:

	<u>Primary Government</u>			
	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 3,324,246	\$ 186,077	\$ -	\$ 3,510,323
Construction in progress	<u>2,608,367</u>	<u>1,566,605</u>	<u>(856,620)</u>	<u>3,318,352</u>
 Total capital assets not being depreciated	 <u>5,932,613</u>	 <u>1,752,682</u>	 <u>(856,620)</u>	 <u>6,828,675</u>
Capital assets being depreciated:				
Buildings and improvements	80,394,229	1,960,495	-	82,354,724
Equipment, furniture and fixtures	14,740,312	3,128,767	(1,872,685)	15,996,394
Vehicles	6,261,191	164,202	-	6,425,393
Infrastructure	<u>34,378,988</u>	<u>64,982</u>	<u>-</u>	<u>34,443,970</u>
 Total capital assets being depreciated	 <u>135,774,720</u>	 <u>5,318,446</u>	 <u>(1,872,685)</u>	 <u>139,220,481</u>
 Capital assets at historical cost	 <u>141,707,333</u>	 <u>7,071,128</u>	 <u>(2,729,305)</u>	 <u>146,049,156</u>
Less accumulated depreciation for:				
Buildings and improvements	(42,294,711)	(2,499,586)	-	(44,794,297)
Equipment, furniture and fixtures	(12,839,225)	(806,732)	1,397,203	(12,248,754)
Vehicles	(5,395,865)	(450,010)	-	(5,845,875)
Infrastructure	<u>(18,503,526)</u>	<u>(743,116)</u>	<u>-</u>	<u>(19,246,642)</u>
 Total accumulated depreciation	 <u>(79,033,327)</u>	 <u>(4,499,444)</u>	 <u>1,397,203</u>	 <u>(82,135,568)</u>
 Governmental activities capital assets, net	 <u>\$ 62,674,006</u>	 <u>\$ 2,571,684</u>	 <u>\$ (1,332,102)</u>	 <u>\$ 63,913,588</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

	Primary Government			Ending Balance
	Beginning Balance	Increases	Decreases	
Business-type Activities:				
Capital assets not being depreciated:				
Land	\$ 4,566,404	\$ -	\$ -	\$ 4,566,404
Construction in progress	-	1,506,729	-	1,506,729
Total capital assets not being depreciated	4,566,404	1,506,729	-	6,073,133
Capital assets being depreciated:				
Buildings and improvements	28,781,357	13,837	-	28,795,194
Equipment, furniture and fixtures	44,515,604	610,577	(203,948)	44,922,233
Vehicles	1,127,278	-	-	1,127,278
Infrastructure	27,004,644	1,621,531	-	28,626,175
Total capital assets being depreciated	101,428,883	2,245,945	(203,948)	103,470,880
Total capital assets at historical cost	105,995,287	3,752,674	(203,948)	109,544,013
Less accumulated depreciation				
Buildings and improvements	(23,351,209)	(438,768)	-	(23,789,977)
Equipment, furniture and fixtures	(33,444,238)	(1,532,788)	102,202	(34,874,824)
Vehicles	(1,105,735)	(6,716)	-	(1,112,451)
Infrastructure	(8,456,718)	(884,809)	-	(9,341,527)
Total accumulated depreciation	(66,357,900)	(2,863,081)	102,202	(69,118,779)
Business-type activities capital assets, net	\$ 39,637,387	\$ 889,593	\$ (101,746)	\$ 40,425,234

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Depreciation expense was charged to functions as follows:

Governmental activities:	
Administration	\$ 489,994
Judicial - Courts	301,618
Judicial - Court related	316,548
Public Safety - Corrections	1,588,266
Public Safety - Emergency Management	330,511
Public Safety - Other	47,515
Public Works	988,619
Human Services - Children and Youth	10,392
Human Services - Behavioral Health	48,985
Human Services - Aging	57,193
Human Services - Other	6,441
Parks and Recreation	311,845
Planning and Development	1,517
	<hr/>
Total governmental activities depreciation expense	\$ 4,499,444
 Business-type activities:	
Industrial Development	\$ 891,360
Nursing Home	1,319,142
9-1-1 Communications	652,032
Health Choices	547
	<hr/>
Total business-type activities depreciation expense	\$ 2,863,081

(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 revenue in the period in which contributions are due.

3. Funding Status and Progress

As of December 31, 2012, the most recent actuarial valuation date, the plan was 82.7 percent funded. The actuarial accrued liability for benefits was \$410,324,610 and the actuarial value of assets was \$339,251,435, resulting in an unfunded accrued liability (UAAL) of \$(71,073,175). The covered payroll (annual payroll of active employees covered by the plan) was \$80,398,838 and the ratio of the UAAL to the covered payroll was 88.4%.

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 2013, the annual required contribution was \$9,964,570, the interest on the net pension obligation was \$-0- and the adjustment to the annual required contribution was \$-0-, which resulted in an annual pension cost of \$9,964,570. The County contributed \$9,964,570 for 2013, which resulted in no change in the net pension obligation for a December 31, 2013 balance of \$-0-.

The annual required contribution for the current year was determined as part of the December 31, 2012, actuarial valuation. The actuarial methods and assumptions included:

Actuarial Cost Method: Entry Age Cost
 Asset Valuation Method: 5-year Smoothed Market
 Actuarial Assumptions: Assumptions for the plan are as follows:

- (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
12/31/2011	\$ 7,955,926	100.00%	\$ -
12/31/2012	8,796,356	100.00%	-
12/31/2013	9,964,570	100.00%	-

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, 2013, the Westmoreland County Retirement System had 1,061 active members, with approximately 243 members eligible for hospital coverage and 202 members/survivors participating (surviving spouses/dependents account for the difference). The OPEB plan does not have a separate issued financial statement.

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 2013, the County contributed \$1,340,083 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	\$ 1,953,772	\$ 695,374	\$ 89,683	\$ 5,157	\$ 2,743,986
Interest on Net OPEB Obligation	283,873	61,046	16,427	831	362,177
ARC Adjustment	<u>(387,248)</u>	<u>(83,274)</u>	<u>(22,410)</u>	<u>(1,134)</u>	<u>(494,066)</u>
Annual OPEB Cost	\$ 1,850,397	\$ 673,146	\$ 83,700	\$ 4,854	\$ 2,612,097
Contributions made	<u>654,376</u>	<u>686,223</u>	<u>(1,000)</u>	<u>484</u>	<u>1,340,083</u>
Net Increase in Net OPEB Obligation	\$ 1,196,021	\$ (13,077)	\$ 84,700	\$ 4,370	\$ 1,272,014
Net OPEB obligation-beginning of year	<u>6,308,303</u>	<u>1,356,561</u>	<u>365,048</u>	<u>18,461</u>	<u>8,048,373</u>
Net OPEB obligation-end of year	<u>\$ 7,504,324</u>	<u>\$ 1,343,484</u>	<u>\$ 449,748</u>	<u>\$ 22,831</u>	<u>\$ 9,320,387</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:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
12/31/2011	\$ 3,100,933	38.12%	\$ 6,569,625
12/31/2012	2,645,620	44.11%	8,048,373
12/31/2013	2,612,097	51.30%	9,320,387

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Funded Status and Funding Progress. As of January 1, 2014, the most recent actuarial valuation date, the Plan was not funded. The actuarial accrued liability for benefits was \$25,354,463 and there were no assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$25,354,463. The covered payroll was \$80,665,059 and the ratio of the UAAL to the covered payroll was 31.4%.

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. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. The funded status compares assets to actuarial accrued liabilities, and the annual cost represents the normal cost plus an amortization of the unfunded actuarial accrued liability.

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, 2014 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 5.9% initially, reduced by decrements to an ultimate rate of 3.9%. The UAAL is being amortized using the level dollar method over a period of 30 years on an 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, 2013 was \$206,778 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 \$13,427 in 2013. 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, 2013, there were 14 plan members.

For the year ended December 31, 2013, the Authority contributed \$48,478 to the pension plan, of which the Authority was reimbursed \$10,169 from Rostraver Airport. Westmoreland County Airport Authority's share of annual payroll and covered payroll for the year ended December 31, 2013, were \$1,209,364 and \$519,143, 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	\$	100,741
Interest on Net OPEB Obligation		10,054
ARC Adjustment		<u>(14,536)</u>
Annual OPEB Cost		96,259
Contributions made		<u>(63,073)</u>
Net Increase in Net OPEB Obligation		33,186
Net OPEB obligation-beginning of year		<u>251,352</u>
Net OPEB obligation-end of year	\$	<u><u>284,538</u></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.

<u>Fiscal Year Ended</u>		<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>		<u>Net OPEB Obligation</u>
12/31/2011	\$	81,151	29.91%	\$	179,075
12/31/2012		97,548	25.91%		251,352
12/31/2013		96,259	65.52%		284,538

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Funded Status and Funding Progress. As of January 1, 2013, the actuarial accrued liability for benefits was \$1,029,859 all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$642,258 and the ratio of the unfunded actuarial accrued liability to the covered payroll was 160%. 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>
2013-2014	8.0%
2014-2015	7.5%
2015-2016	7.0%
2016-2017	6.5%
2017-2018	6.0%
2018-2019	5.5%
2019-2020	5.0%
2020-2021	4.5%

Medical costs for the time period May 1, 2012 through April 30, 2013 are known. Medical costs for the time period May 1, 2013 through April 30, 2014 are assumed to be 8% higher than current costs.

Discount Rate – The discount rate of 4.0% 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 establishes 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, 2013, the employer's current year covered payroll and its total current year payroll for all employees are \$541,572 and \$526,320, respectively. Contribution requirements for the current year by the employees and employer are \$27,079, or 5 percent of the employer's current year covered payroll. Actual contributions to the plan by employees and employer were \$27,079 and \$27,079 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, 2013 was \$384,630, 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 \$15,392 in 2013. 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, 2013 was approximately \$1,675,560.

The three (3) pension plans have the following contribution requirements as of June 30, 2013:

1. PSERS

- A. Westmoreland County Community College contributes 11.50% and .86% 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. Employees who are hired on July 1, 2011, or thereafter contribute 7.5% with an option to increase to 10.3% if they choose.
- C. Payroll for employees covered by PSERS for the year ended June 30, 2013, was \$1,967,680. Total contributions by the College amounted to \$129,525.

2. SERS

- A. Westmoreland County Community College contributes 10.51% of gross wages as of June 30, 2013.
- 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, 2013 was \$1,652,453. Total contributions by the College amounted to \$177,667.

3. TIAA - CREF

- A. Westmoreland County Community College contributes 10% of gross wages for all participants as of June 30, 2013.
- B. Employees contribute 5.0% of gross wages.
- C. Payroll for employees covered by TIAA-CREF for the year ended June 30, 2013 was \$13,522,095. Total contributions by the College amounted to \$1,368,369.

(7) Other Indebtedness

A. WCIDC – Mortgage, Loans and Notes Payable

The Corporation has an open line of credit through 2015 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, 2013, \$111,858 is due to the County of Westmoreland, and interest paid and accrued for 2013 was \$2,327.

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, 2013 totaled \$175,903.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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, 2013 totaled \$2,089,744.

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, 2013 totaled \$200,000. The WCIDC was informally advised that the Boiler Fuel Loan may in fact be converted to a grant. Until notified otherwise, WCIDC will continue to carry the amount due as a current loan.

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 were 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, 2013 totaled \$3,413,388. 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 Park North. 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 Parcel A property to the Commonwealth Financing Authority by deed in lieu of foreclosure. During 2011, 2.8930 acres were sold to Economic Growth Connection. Therefore, 175 debt service payments in the amount of \$28,349 commenced on November 1, 2011, with interest calculated at 2.0% per annum. The principal and interest due on the loan as of December 31, 2013 totaled \$3,712,132.

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 at Technology Park II situated in East Huntingdon Township, County of Westmoreland, Pennsylvania. 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 ten-year period. The principal balance on the loan as of December 31, 2013 totaled \$1,267,522.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Changes in long-term debt are summarized below:

		MORTGAGES, LOANS AND NOTES PAYABLE							
		PIDA		PA BOS		Citizens Bank		SUBTOTAL Mortgages, Loans, Notes	
		Economic Growth Connection	Technology Park II	Distribution Park North	Admin Bldg				
		Peoples Natural Gas							
		0.00%	3.75%	4.25%	0.00%	6.20%			
Original Amount of Debt Issue	\$	200,000	1,586,000	1,400,000	4,300,000	4,750,000	\$	12,236,000	
Bonds/Loans Payable at 1/1/2013		200,000	320,681	1,325,526	3,974,174	3,565,368		9,385,749	
Debt Issued/Capital Appreciation		-	-	-	-	-		-	
Debt Retired via Debt Service		-	(144,778)	(58,004)	(262,042)	(151,980)		(616,804)	
Bonds Retired via Refunding		-	-	-	-	-		-	
Total Bonds/Loans Payable		200,000	175,903	1,267,522	3,712,132	3,413,388		8,768,945	
Less Unamortized Discount		-	-	-	-	-		-	
Less Current Portion		(200,000)	(150,300)	(103,007)	(267,406)	(171,681)		(892,394)	
Long - Term Obligations Payable	\$	-	25,603	1,164,515	3,444,726	3,241,707	\$	7,876,551	
at 12/31/2013									
		COUNTY LOANS & BONDS							
		TOTAL			BONDS		BONDS		
		Mortgages, Loans, and Notes			Westmoreland County 2013B Bonds		Westmoreland County 1999C Bonds		
					0.5% to 3.4%		3.50% to 4.70%		
County Troutman Bldg Assn.	\$	1,800,000	5,000,000	6,800,000	19,036,000	2,120,000	\$	24,986,000	
		2,069,054	185,504	2,254,558	11,640,307	-		12,015,307	
		20,690	-	20,690	20,690	2,120,000		2,140,690	
		-	(73,646)	(73,646)	(690,450)	-		(1,065,450)	
		-	-	-	-	-		-	
Total Bonds/Loans Payable		2,089,744	111,858	2,201,602	10,970,547	2,120,000		13,090,547	
Less Unamortized Discount		-	-	-	-	-		-	
Less Current Portion		-	(111,858)	(111,858)	(1,004,252)	(5,000)		(1,009,252)	
Long - Term Obligations Payable	\$	2,089,744	-	2,089,744	9,966,295	2,115,000	\$	12,081,295	
at 12/31/2013									

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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

Due within one year		
Mortgages, Loans and Notes Payable	\$892,394	
Long Term Debt	5,000	
Interfund Payable	111,858	
Due more than one year		
Mortgages, Loans, and Notes Payable	7,876,551	
Long Term Debt	2,115,000	
Interfund Payable	<u>2,089,744</u>	
Long-Term Obligation Payable	<u>\$13,090,547</u>	

Interest Rate Swap

The WCIDC has one interest rate swap agreement in effect at December 31, 2013 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 12/31/13	Termination Date
Citizens Bank Loan	\$3,413,388	6/1/2007	6.2%	USD-LIBOR-BBA	\$(507,005)	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 \$1,014,010 as of December 31, 2013. The WCIDC holds a one-half interest in the negative fair value totaling \$507,005. 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.

Derivative Instruments

The fair value balances and notional amounts of derivative instruments outstanding at December 31, 2013, classified by type, and the changes in fair value of such derivative instruments for the year then ended as reported in the 2013 financial statements are as follows:

Business Type	Changes in Fair Value Classification		Fair Value at 12/31/13 Classification		Notional
		Amount		Amount	
Industrial Development Corp.					
Cash flow hedge	Deferred Outflow	\$82,150	Debt	\$(507,005)	\$3,413,388

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, 2013, the swap had a negative fair value and the maximum amount of loss due to credit risk is 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.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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, 2013, the variable rate on the debt was .81825 percent.

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, 2013, 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>
2014	\$ 171,681	\$ 30,754	\$ 178,779	\$ 381,214
2015	177,474	29,170	169,574	376,218
2016	188,793	27,563	160,226	376,582
2017	2,875,440	12,830	76,028	2,964,298
Total	\$ 3,413,388	\$ 100,317	\$ 584,607	\$ 4,098,312

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

The amount due to other governmental units for deferred rehabilitation loans totaling \$10,153,837 will be paid to the governmental units upon repayment of the loans by the property owners.

The Authority has outstanding Guaranteed Redevelopment Bonds, Series of 2007 for the Greengate Centre project in the amount of \$1,235,951. The bonds are repaid with an infrastructure and facility and improvement grant from the Commonwealth of Pennsylvania. The Authority has a Tax Incremental Financing (TIF) revenue note outstanding in the amount of \$453,110, which is repaid solely from tax incremental payments received by the Authority. The Authority has a loan through the Community Development Block Grant Program in the amount of \$250,000. The Authority agrees to pay the entire principal amount in ten equal annual installments of \$25,000 beginning on January 1, 2019.

C. Airport Authority – Long-Term Debt

Bonds Payable:

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 \$109,471 is reported on the Statement of Net Position, 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 \$140,833 is reported on the Statement of Net Position, net with the noncurrent portion of the bonds payable.

Refunding Series 2012 Guaranteed Airport Revenue Bonds

On November 28, 2012, the Authority issued \$3,615,000 of Guaranteed Airport Revenue Bonds, Refunding Series of 2012. These Bonds bear interest at 2 percent to 3 percent payable March 1 and September 1, and mature in varying amounts from September 1, 2013 through September 1, 2028, inclusive.

The Refunding Series of 2012 Guaranteed Airport Revenue Bonds were issued to refund the Series of 2009 bonds in the amount of \$3,090,000 and to provide funds for the costs of issuance of the Refunding Series of 2012 Bonds and to provide funds for existing capital projects. The Authority realized a loss on the refunding of \$186,451. The loss of refunding is amortized over the life of the Refunding Series 2012 Bonds. The unamortized balance of the loss in the amount of \$165,347 is reported on the Statement of Net Position, net with the noncurrent portion of bonds payable.

Notes Payable:

During the year ended December 31, 2013, the Authority had a line of credit with Commercial Bank and Trust in the amount of \$500,000 bearing interest at 3.25 percent. As of December 31, 2013, the line of credit had a balance of \$470,053. 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 started 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 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, 2013, there is \$635,000 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%.

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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 with 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, 2013, interest expense was increased by the amortized amount of \$17,200, leaving an unamortized loss of this refunding at \$90,300 at June 30, 2013 in total, interest expense was increased by \$17,200 for refunding losses.

In May 2012, WCCC issued College Revenue Bonds 2012 Series A for \$16,975,000 and 2012 Series B for \$4,900,000. The proceeds from Series A is to be used to finance acquisition, construction and equipping a new facility to house the College's Laurel Education Center and refurbishment, construction and equipping of new education space for the College's Technology Training Center. The proceeds from the Series B were used to refund all the 2002 Series Revenue Bonds. \$4,253,720 of the proceeds was escrowed for the refunding of the outstanding bonds with the remaining proceeds applied to the capital project explained for the Series A issuance. The annual interest rates on the bonds range from 1.00% to 3.125%. Restricted cash of \$14,749,161 from this bond issue is to be used in the projects described above.

The Series B 2012 Revenue Bonds refunded the Series 2002 Revenue Bonds at issuance. The College used \$4,253,720 of the new bond proceeds to advance a refund \$4,150,000 in outstanding debt, excluding interest. The difference between these two amounts is \$103,720. Also, bond discount and expenses related to the Series 2002 bonds that were unamortized as of the refunding amounted to \$95,401. Therefore, \$199,121 is the total accounting (or book) loss on the bond transactions. In accordance with governmental generally accepted accounting principles, this amount will be amortized over 10 years, which represents the life of the Series B 2012 bonds. The method of amortization will be the straight-line method. During the period ended June 30, 2013, interest expense was increased by the amortized amount of \$18,521, leaving an unamortized loss of this refunding at \$171,317 at June 30, 2013. In total, interest expense was increased by \$43,632 for refunding losses.

Interest expense, net of premium or discount amortization, for long-term debt for the year ended June 30, 2013 was \$753,430.



COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

The annual requirements to retire the bonds as of June 30, 2013 are as follows:

	Year ending <u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1998 Q Series	2014	\$ 1,570,000	\$ 219,188	\$ 1,789,188
	2015	1,655,000	134,530	1,789,530
	2016	<u>1,735,000</u>	<u>45,544</u>	<u>1,780,544</u>
1998 Q Series Total		<u>4,960,000</u>	<u>399,262</u>	<u>5,359,262</u>
2004 Series	2014	100,000	23,118	123,118
	2015	5,000	21,278	26,278
	2016	5,000	21,093	26,093
	2017	5,000	20,905	25,905
	2018	5,000	20,706	25,706
	2019-2020	<u>515,000</u>	<u>30,703</u>	<u>545,703</u>
2004 Series Total		<u>635,000</u>	<u>137,803</u>	<u>772,803</u>
2008 Series A	2014	335,000	64,811	399,811
	2015	345,000	54,612	399,612
	2016	355,000	43,891	398,891
	2017	365,000	32,413	397,413
	2018	375,000	20,153	395,153
	2019	<u>395,000</u>	<u>6,913</u>	<u>401,913</u>
2008 Series A Total		<u>2,170,000</u>	<u>222,793</u>	<u>2,392,793</u>
2008 Series B	2014	290,000	226,628	516,628
	2015	300,000	216,278	516,278
	2016	315,000	203,978	518,978
	2017	325,000	191,178	516,178
	2018	340,000	178,941	518,941
	2019-2023	1,900,000	682,018	2,582,018
	2024-2028	<u>2,330,000</u>	<u>251,968</u>	<u>2,581,968</u>
2008 Series B Total		<u>5,800,000</u>	<u>1,950,989</u>	<u>7,750,989</u>
2012 Series A	2014	680,000	462,421	1,142,421
	2015	690,000	452,121	1,142,121
	2016	710,000	434,571	1,144,571
	2017	725,000	416,672	1,141,672
	2018	745,000	401,040	1,146,040
	2019-2023	3,960,000	1,751,686	5,711,686
	2024-2028	4,545,000	1,160,025	5,705,025
	2029-2032	<u>4,250,000</u>	<u>323,535</u>	<u>4,573,535</u>
2012 Series A Total		<u>16,305,000</u>	<u>5,402,071</u>	<u>21,707,071</u>
2012 Series B	2014	400,000	85,941	485,941
	2015	500,000	81,441	581,441
	2016	510,000	75,754	585,754
	2017	515,000	68,704	583,704
	2018	520,000	60,421	580,421
	2019-2023	<u>2,325,000</u>	<u>166,987</u>	<u>2,491,987</u>
2012 Series B Total		<u>4,770,000</u>	<u>539,248</u>	<u>5,309,248</u>
Total		<u>\$ 34,640,000</u>	<u>\$ 8,652,166</u>	<u>\$ 43,292,166</u>

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, 2013 are summarized below:

	Governmental Activities Long Term Debt										Total	
	Bonded Debt											
	1993	1997	1998	1999	1999	2000	2003	2003	2003	2013		
	Series F & G	Series	Series	Series A & B	Series D	Series A	Series A	Refunded	Series A & B	Subtotal on	Note	
	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	Bonds	1998	Bonds	Long Term Debt		
Original amount for debt												
issues outstanding at 12/31/13	\$ 68,410,519	\$ 24,855,000	\$ 16,730,000	\$ 16,660,000	\$ 7,805,000	\$ 9,645,000	\$ 26,980,569	\$ 4,725,000	\$ -	\$ 175,811,088	\$ 1,700,000	\$ 177,511,088
Debt payable at 1/1/13	25,610,000	13,335,000	16,210,000	9,000,000	7,805,000	5,675,000	20,316,669	615,000	-	98,566,669	230,000	98,796,669
Debt issued	-	-	-	-	-	-	-	-	30,016,817	30,016,817	-	30,016,817
Debt Retired	1,755,000	-	60,000	-	-	5,675,000	20,316,669	615,000	200,000	28,621,669	230,000	28,851,669
Total long-term debt	23,855,000	13,335,000	16,150,000	9,000,000	7,805,000	-	-	-	29,816,817	99,961,817	-	99,961,817
Less unamortized discounts	4,487,168	3,586,307	3,783,540	2,229,912	-	-	-	-	-	14,066,927	-	14,066,927
Premium	-	-	-	-	-	-	-	-	4,973,160	4,973,160	-	4,973,160
Less current portion	2,665,000	-	290,000	-	7,805,000	-	-	-	575,000	11,255,000	-	11,255,000
Long term obligations payable at 12/31/13	\$ 16,782,832	\$ 9,768,693	\$ 12,076,460	\$ 6,770,088	\$ -	\$ -	\$ -	\$ -	\$ 34,214,977	\$ 79,619,050	\$ -	\$ 79,619,050

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, 2013 are summarized below:

	9-1-1 Fund 2003A Bonds	9-1-1 Fund 2013 Bond Series A	1999C GOB Bonds	2013 Bond Series B	Total
Original amounts for debt issues outstanding at 12/31/13	\$ 15,722,856	\$ -	\$ 3,830,000	\$ -	\$ 19,552,856
Debt payable at 1/1/13	15,533,332	-	375,000	-	15,908,332
Debt Issued 2013	-	12,793,183	-	2,120,000	14,913,183
Debt Retired	15,533,332	-	375,000	-	15,908,332
Total long-term debt	-	12,793,183	-	2,120,000	14,913,183
Premium	-	2,686,134	-	-	2,686,134
Less Current Portion	-	-	-	5,000	5,000
Long term obligations payable at 12/31/13	\$ -	\$ 15,479,317	\$ -	\$ 2,115,000	\$ 17,594,317



COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

B. Long-Term Debt

Bonds and notes payable at December 31, 2013, 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>	<p>\$ 19,367,832</p>
<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>	<p>\$ 9,768,693</p>
<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 \$882,000 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>	<p>\$ 12,366,460</p>
<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>	<p>\$ 6,770,088</p>

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

	\$	7,805,000
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2013 General Obligation Bonds Series A and B - On June 18, 2013, the County issued \$44,930,000 General Obligation Bonds. The Tax Exempt Series A of 2013 was for \$36,075,000 General Obligation Bonds. The Federally Taxable Series B of 2013 was for \$8,855,000 General Obligation Bonds. The refinancing transaction resulted in an estimated cash flow present value savings of \$7,506,266 and estimated economic gain of \$7,602,309.

Series A Tax Exempt \$36,075,000 General Obligation Bonds - The proceeds of the Series A Bonds will be used to refund the County's General Obligation Bonds Series of 2003A and to provide funds for certain capital projects within the County. Payments commenced on December 1, 2013 with semi-annual payments scheduled until December 1, 2024. The interest rate will vary from .5% to 5%.

	\$	43,734,294
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Series B Federally Taxable \$8,855,000 General Obligation Bonds - The proceeds of the Series B Bonds will be used to terminate the County's Swap Agreement, provide funds for certain capital projects for the Westmoreland County Industrial Development Corporation and to capitalized interest on the portion of the Series B Bond through June 1, 2015. Payments commenced on December 1, 2013 with semi-annual payment scheduled until December 1, 2025. The interest rate will vary from .49% to 3.42%.

	\$	8,655,000
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	\$	<u>108,467,367</u>
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Proprietary Funds

9-1-1 Surcharge Fund	\$	15,479,317
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Industrial Development Corporation	\$	<u>2,120,000</u>
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Total Proprietary Funds general long term debt	\$	<u>17,599,317</u>
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Total Governmental Activities general long term debt	\$	<u>90,868,050</u>
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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			Proprietary			Total		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 11,255,000	\$ 1,297,531	\$ 12,552,531	\$ 5,000	\$ 688,742	\$ 5,688,742	\$ 11,260,000	\$ 1,986,273	\$ 13,425,052
2015	7,965,000	1,286,970	9,251,970	175,000	688,704	863,704	8,140,000	1,975,674	10,285,248
2016	8,330,000	1,274,512	9,604,512	180,000	687,064	847,064	8,510,000	1,961,576	10,631,802
2017	8,275,000	1,260,746	9,535,746	180,000	685,098	845,098	8,455,000	1,945,844	10,476,872
2018	19,135,000	1,252,000	20,387,000	180,000	682,502	862,502	19,315,000	1,934,502	21,249,502
2019-2023	41,016,817	4,757,157	45,773,974	13,768,183	2,456,353	16,224,536	54,785,000	7,213,510	61,998,510
2024-2028	3,985,000	199,250	4,184,250	425,000	21,570	446,570	4,410,000	220,820	4,630,820
Total debt service requirements	\$ 99,961,817	\$ 11,328,166	\$ 111,290,000	\$ 14,913,183	\$ 5,910,033	\$ 20,823,216	\$ 114,875,000	\$ 17,238,199	\$ 132,697,806
Total debt principal requirement	\$ 114,875,000								
Add:									
Premium									
Less:									
Discounted interest									
Current Portion									
Total long-term debt	\$ 97,207,367								

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") 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.

In June 2013, the County terminated the Swaption with DEPFA Bank. The County paid \$8,970,000 to terminate the Swaption, which is reflected as investment earning loss on the Swaption Termination in the County's General Fund Statement of Revenues, Expenditures and Changes in Fund Balance and the Governmental Activities Statement of Activities.

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 2013, the County entered into three capital lease agreements valued at \$1,372,759. The County entered into a capital lease agreement to replace the 2009 photocopiers from the 2009 capital lease agreement. The Government Activities agreement on the replacement of 85 photocopiers had a total cost of \$1,318,681. The capital lease interest rate is 1.84% with a maturity date of March 1, 2018. The Recorder of Deeds received a printer in the amount of \$19,378. The capital lease interest rate is 2.20% with a maturity date of July 11, 2018. Tax Mapping received a color-wave 650 plotter and scanner valued at \$34,700. The interest rate is 2.35% with a maturity date of May 1, 2018. The Manor, the County's nursing home, an Enterprise fund, entered into a capital lease for purchase of digital imaging systems in June 2011. The total capital lease cost was \$306,770 with a maturity date of June 2016 at an interest rate of 4.8%.

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, 2013.

	<u>Beginning Balance</u>	<u>Capital Lease Additions</u>	<u>Capital Lease Payments</u>	<u>Ending Balance</u>
Governmental Activities	\$ 661,984	\$ 1,372,759	\$ 774,295	\$ 1,260,448
Enterprise Fund	\$ 197,346	\$ -	\$ 53,058	\$ 144,288
	<u>Years Ending December 31</u>	<u>Governmental Activities</u>	<u>Enterprise Fund</u>	
	2014	\$ 352,356	\$ 61,354	
	2015	347,173	61,354	
	2016	300,607	30,677	
	2017	300,058	-	
	2018	52,807	-	
Total Minimum Lease Payments		<u>1,353,001</u>	<u>153,385</u>	
Less: Amount Representing Interest		92,553	9,097	
Total Present Value of Net Minimum Lease Payments		<u>1,260,448</u>	<u>144,288</u>	
Less: Amount Due Within One Year		<u>313,573</u>	<u>55,655</u>	
		<u>\$ 946,875</u>	<u>\$ 88,633</u>	

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

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 \$682 million of nonelectoral direct general obligation indebtedness. Nonelectoral direct general obligation indebtedness outstanding at December 31, 2013, amounted to approximately \$115 million; thus the County may incur additional nonelectoral direct general obligation indebtedness of up to approximately \$567 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, 2013, the outstanding principal, which the County guarantees for the Airport Authority, is \$8,685,053.

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, 2013, \$70,945,000 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 2013 and 2012:

	Balance January 1	Additions	Deletions	Balance December 31	Amount Due Within One Year
Accrued Workers' Compensation					
2013					
Governmental Activities	\$ 1,355,180	\$ 262,092	\$ (313,236)	\$ 1,304,036	\$ 252,200
Business Type Activities	<u>3,107,820</u>	<u>601,053</u>	<u>(715,909)</u>	<u>2,992,964</u>	<u>578,840</u>
Total	<u>\$ 4,463,000</u>	<u>\$ 863,145</u>	<u>\$ (1,029,145)</u>	<u>\$ 4,297,000</u>	<u>\$ 831,040</u>
2012					
Governmental Activities	\$ 1,145,331	\$ 288,488	\$ (78,639)	\$ 1,355,180	\$ 262,092
Business Type Activities	<u>2,624,669</u>	<u>673,141</u>	<u>(189,990)</u>	<u>3,107,820</u>	<u>601,053</u>
Total	<u>\$ 3,770,000</u>	<u>\$ 961,629</u>	<u>\$ (268,629)</u>	<u>\$ 4,463,000</u>	<u>\$ 863,145</u>
Accrued Compensated Absences					
2013					
Governmental Activities	\$ 1,199,996	\$ 299,999	\$ (276,879)	\$ 1,223,116	\$ 305,779
Business Type Activities	<u>406,373</u>	<u>127,222</u>	<u>(138,427)</u>	<u>395,168</u>	<u>132,468</u>
Total	<u>\$ 1,606,369</u>	<u>\$ 427,221</u>	<u>\$ (415,306)</u>	<u>\$ 1,618,284</u>	<u>\$ 438,247</u>
2012					
Governmental Activities	\$ 1,197,829	\$ 301,624	\$ (299,457)	\$ 1,199,996	\$ 299,999
Business Type Activities	<u>369,641</u>	<u>160,908</u>	<u>(124,176)</u>	<u>406,373</u>	<u>127,222</u>
Total	<u>\$ 1,567,470</u>	<u>\$ 462,532</u>	<u>\$ (423,633)</u>	<u>\$ 1,606,369</u>	<u>\$ 427,221</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

	Transit <u>Authority</u>	Airport <u>Authority</u>	Redevelopment <u>Authority</u>	Industrial Park <u>Authority</u>	Community College	<u>Total</u>
Assets						
Current Assets:						
Cash and cash equivalents	\$ 92,722	\$ 5,214	\$ 961,948	\$ 168,232	\$ 20,304,342	\$ 21,532,458
Investments	-	-	-	-	900,000	900,000
Receivables:						
Other governmental grants	951,919	825,425	-	-	-	1,777,344
Other	32,863	69,357	10,804	767	3,030,857	3,144,648
Due from other governments	-	-	24,412	-	-	24,412
Land held for resale	-	-	18,509,186	-	-	18,509,186
Inventories	195,985	49,252	-	-	791,699	1,036,936
Other assets	<u>33,807</u>	<u>-</u>	<u>2,286</u>	<u>1,154</u>	<u>26,015</u>	<u>63,262</u>
Total current assets	<u>1,307,296</u>	<u>949,248</u>	<u>19,508,636</u>	<u>170,153</u>	<u>25,052,913</u>	<u>46,988,246</u>
Restricted assets	<u>2,452,785</u>	<u>158,397</u>	<u>11,883,237</u>	<u>-</u>	<u>18,091,536</u>	<u>32,585,955</u>
Net capital assets	<u>16,785,403</u>	<u>45,430,413</u>	<u>5,062</u>	<u>602,315</u>	<u>31,576,900</u>	<u>94,400,093</u>
Total noncurrent assets	<u>19,238,188</u>	<u>45,588,810</u>	<u>11,888,299</u>	<u>602,315</u>	<u>49,668,436</u>	<u>126,986,048</u>
Total assets	<u>\$ 20,545,484</u>	<u>\$ 46,538,058</u>	<u>\$ 31,396,935</u>	<u>\$ 772,468</u>	<u>\$ 74,721,349</u>	<u>\$ 173,974,294</u>
Deferred Outflows of Resources						
Deferred Loss on Refunding	<u>\$ -</u>	<u>\$ 415,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 311,062</u>	<u>\$ 726,713</u>
Liabilities:						
Current liabilities:						
Total current liabilities	\$ 751,050	\$ 863,724	\$ 18,565,137	\$ 166,621	\$ 4,623,786	\$ 24,970,318
Noncurrent liabilities:						
Total noncurrent liabilities	<u>2,965,482</u>	<u>9,014,632</u>	<u>12,139,779</u>	<u>-</u>	<u>34,330,841</u>	<u>58,450,734</u>
Total liabilities	<u>3,716,532</u>	<u>9,878,356</u>	<u>30,704,916</u>	<u>166,621</u>	<u>38,954,627</u>	<u>83,421,052</u>
Net Position:						
Net investment in capital assets	16,715,003	36,628,129	5,062	602,315	12,337,508	66,288,017
Restricted	-	66,002	-	-	2,406,462	2,472,464
Unrestricted	<u>113,949</u>	<u>381,222</u>	<u>686,957</u>	<u>3,532</u>	<u>21,333,814</u>	<u>22,519,474</u>
Total net position	<u>16,828,952</u>	<u>37,075,353</u>	<u>692,019</u>	<u>605,847</u>	<u>36,077,784</u>	<u>91,279,955</u>
Total liabilities and net position	<u>\$ 20,545,484</u>	<u>\$ 46,953,709</u>	<u>\$ 31,396,935</u>	<u>\$ 772,468</u>	<u>\$ 75,032,411</u>	<u>\$ 174,701,007</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

Condensed statements of activities for component units.

	<u>Transit Authority</u>	<u>Airport Authority</u>	<u>Redevelopment Authority</u>	<u>Industrial Park Authority</u>	<u>Community College</u>	<u>Totals</u>
Expenses	\$ 11,946,163	\$ 6,247,084	\$ 1,222,916	\$ 3,277,116	\$ 56,662,619	\$ 79,355,898
Program revenues:						
Charges for services	6,071,153	1,655,338	368,292	-	41,316,608	49,411,391
Operating grants	4,346,977	-	924,999	31,251	12,656,529	17,959,756
Contributions	-	2,665,522	-	-	1,580,848	4,246,370
Capital grants	<u>800,485</u>	<u>3,303,324</u>	<u>-</u>	<u>-</u>	<u>4,928,731</u>	<u>9,032,540</u>
Total Program Revenues	11,218,615	7,624,184	1,293,291	31,251	60,482,716	80,650,057
General revenues:						
Investment/interest earnings	<u>1,008</u>	<u>509</u>	<u>722</u>	<u>-</u>	<u>195,455</u>	<u>197,694</u>
Change in net position	(726,540)	1,377,609	71,097	(3,245,865)	4,015,552	1,491,853
Net position, beginning of year	<u>17,555,492</u>	<u>35,978,740</u>	<u>620,922</u>	<u>3,851,712</u>	<u>32,062,232</u>	<u>90,069,098</u>
Prior period adjustments	<u>-</u>	<u>(280,996)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(280,996)</u>
Net position, beginning of year (restated, Note 14)	<u>17,555,492</u>	<u>35,697,744</u>	<u>620,922</u>	<u>3,851,712</u>	<u>32,062,232</u>	<u>89,788,102</u>
Net position, end of year	<u>\$ 16,828,952</u>	<u>\$ 37,075,353</u>	<u>\$ 692,019</u>	<u>\$ 605,847</u>	<u>\$ 36,077,784</u>	<u>\$ 91,279,955</u>



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, 2013, the fair market value of the trust fund was \$4,186,967 and the required asset value was \$3,759,567. 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, 2013, 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 \$1,178,569 for actual claims and related expenses in 2013.

Changes in the accrued Workers' Compensation liability during the years ended December 31, 2013 and 2012 are as follows:

	<u>2013</u>	<u>2012</u>
Balance, beginning of year	\$ 4,463,000	\$ 3,770,000
Additions	1,178,569	961,629
Deletions	<u>(1,344,569)</u>	<u>(268,629)</u>
Balance, end of year	4,297,000	4,463,000
Less Benchmark Credit	<u>(537,433)</u>	<u>(537,433)</u>
Required Trust Fund Reserve	<u>\$ 3,759,567</u>	<u>\$ 3,925,567</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, 2013 are accounted for in accrued liabilities within the General Fund. Changes in the accrued health care liability during the year ended December 31, 2013 and 2012 are as follows:

	<u>2013</u>	<u>2012</u>
Balance, beginning of year	\$ 818,536	\$ 541,371
Additions	759,380	818,536
Deletions	<u>(818,536)</u>	<u>(541,371)</u>
Balance, end of year	<u>\$ 759,380</u>	<u>\$ 818,536</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.

COUNTY 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, 2013, 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 2013, under these leases amounted to \$2,057,839. Future minimum lease payments for non-cancelable leases are as follows:

2014	\$ 2,093,081
2015	1,192,287
2016	594,421
2017	316,566
2018	315,562
2019-2023	931,990
2024-2028	790,637
2029	<u>52,713</u>
	<u>\$ 6,287,257</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, 2013.

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, 2013 was \$4,056,344.

COUNY OF WESTMORELAND, PENNSYLVANIA

Notes to Financial Statements, Continued

(14) Prior Period Adjustment – Component Units

Westmoreland County Transit Authority

The effect of GASB 65 caused beginning net position to be restated, resulting in a decrease of \$280,996, as bond issuance costs are no longer amortized over the life of debt but instead expensed in the current year.

Net position beginning of year	\$35,978,740
Decrease in net position effect of GASB 65	(280,996)
Net position-beginning of year restated	<u>\$35,697,744</u>

(15) Fund Balance Reporting

Under GASB 54, fund balances recorded as non-spendable, restricted, committed, and assigned are not available for payments of other subsequent expenditures. The following fund balances are recorded on the fund level of the financial statements:

<u>Fund</u>	<u>Fund balance:</u>	<u>Balances</u>
Major Funds:		
General Fund	Non-spendable:	
	These amounts are prepaid items	\$ 677,593
	Restricted Funds:	
	These funds are restricted for the Election Fund to cover the deficit fund balance	47,982
	These funds are restricted for the self insurance on Workers Compensation as required under the Department of Labor	416,254
	These funds are restricted for debt payments on General Obligation Bonds	24,433,693
	Committed Funds:	
	These funds are committed for the self-insured health insurance program	240,879
	Assigned Funds:	
	These funds are assigned for future reserves as indicated from the actuary report on the Worker's Compensation self insurance program	4,186,967
Area Agency on Aging	Restricted Funds:	
	These funds are restricted for the Aging Program	262,485
Nonmajor Governmental Funds:		
Special Revenue Funds	Restricted Funds:	
	These funds are restricted for the road and bridge improvement program	546,150
	These funds are restricted for child support enforcement	3,522,108
	These funds are restricted for information and referral	13,200
	These funds are restricted for hazardous materials	284,772
	These funds are restricted for criminal supervision	2,132
	These funds are restricted for information technology	674,412
	These funds are restricted for tourism promotion	78,523
	These funds are restricted for inmate welfare	322,640
These funds are restricted for Act 13 projects	1,059,356	
Capital Project Funds	Restricted Funds:	
	These funds are restricted for capital projects	10,517,279
	These funds are restricted for the Community Development Programs	4,623,155
Debt Service	Restricted Funds:	
	These funds are restricted for debt payments on General Obligation Bonds	21,141

(16) Subsequent Events

In preparing these financial statements, management of the County has evaluated events and transactions subsequent to December 31, 2013 through June 20, 2014, the date these financial statements were available to be issued. Based on the definitions and requirements in accounting standards, management of the County is not aware of any subsequent events that would require recognition or disclosure in the financial statements.

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, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Taxes, real estate	\$ 80,924,773	\$ 80,940,380	\$ 80,940,378	\$ (2)
Federal grants	3,811,442	1,924,369	1,923,930	(439)
State grants	9,789,922	8,295,626	8,295,620	(6)
Local grants	-	7,345	7,345	-
Departmental charges	13,509,903	13,990,599	13,987,688	(2,911)
Net appreciation (depreciation) in fair value of investments	30,000	-	(775,988)	(775,988)
Interest income	62,815	59,738	59,726	(12)
Investment earnings (loss) Note 9D	-	-	(8,970,000)	(8,970,000)
Other revenue	<u>2,952,150</u>	<u>3,471,068</u>	<u>3,470,521</u>	<u>(547)</u>
 Total revenues	 <u>111,081,005</u>	 <u>108,689,125</u>	 <u>98,939,220</u>	 <u>(9,749,905)</u>
EXPENDITURES:				
Current operating:				
General government	19,814,895	16,965,998	16,963,248	2,750
Judicial	26,311,701	27,224,217	27,213,583	10,634
Public safety	37,090,260	35,213,922	35,213,894	28
Human services	4,851,875	2,465,977	2,465,976	1
Public works	4,410,667	5,934,232	5,934,137	95
Culture and recreation	2,579,230	2,562,272	2,561,328	944
Conservation development	2,912,051	1,166,170	1,161,127	5,043
Contributions	6,915,951	6,839,284	6,839,284	-
Capital outlay	<u>-</u>	<u>1,372,759</u>	<u>1,372,759</u>	<u>-</u>
 Total expenditures	 <u>104,886,630</u>	 <u>99,744,831</u>	 <u>99,725,336</u>	 <u>19,495</u>
 Excess (deficiency) of revenues over expenditures	 <u>6,194,375</u>	 <u>8,944,294</u>	 <u>(786,116)</u>	 <u>(9,730,410)</u>
OTHER FINANCING SOURCES (USES):				
Capital leases	-	1,372,759	1,372,759	-
Transfers in	4,602,018	9,452,399	9,452,270	(129)
Transfers out	<u>(16,746,681)</u>	<u>(15,890,879)</u>	<u>(15,890,878)</u>	<u>1</u>
 Total other financing sources (uses)	 <u>(12,144,663)</u>	 <u>(5,065,721)</u>	 <u>(5,065,849)</u>	 <u>(128)</u>
 Net change in fund balance	 (5,950,288)	 3,878,573	 (5,851,965)	 (9,730,538)
Fund balance-beginning	<u>65,629,998</u>	<u>65,629,998</u>	<u>65,629,998</u>	<u>-</u>
Fund balance-ending	<u>\$ 59,679,710</u>	<u>\$ 69,508,571</u>	<u>\$ 59,778,033</u>	<u>\$ (9,730,538)</u>

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, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Federal grants	\$ 2,331,897	\$ 2,205,394	\$ 2,205,394	\$ -
State grants	14,114,647	14,331,693	14,331,692	(1)
Local grants	49,062	49,062	49,062	-
Interest income	8,280	2,828	2,827	(1)
Other revenue	27,530	27,514	27,511	(3)
 Total revenues	 <u>16,531,416</u>	 <u>16,616,491</u>	 <u>16,616,486</u>	 <u>(5)</u>
EXPENDITURES:				
Current operating:				
Human services	<u>18,530,993</u>	<u>19,040,024</u>	<u>18,681,318</u>	<u>358,706</u>
 Total expenditures	 <u>18,530,993</u>	 <u>19,040,024</u>	 <u>18,681,318</u>	 <u>358,706</u>
 Excess (deficiency) of revenues over expenditures	 <u>(1,999,577)</u>	 <u>(2,423,533)</u>	 <u>(2,064,832)</u>	 <u>358,701</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	2,057,646	2,150,131	2,150,131	-
Transfers out	<u>(58,069)</u>	<u>(85,301)</u>	<u>(85,299)</u>	<u>2</u>
 Total other financing sources (uses)	 <u>1,999,577</u>	 <u>2,064,830</u>	 <u>2,064,832</u>	 <u>2</u>
 Net change in fund balance	 -	 (358,703)	 -	 358,703
Fund balance-beginning	-	-	-	-
Fund balance-ending	<u>\$ -</u>	<u>\$ (358,703)</u>	<u>\$ -</u>	<u>\$ 358,703</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, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Federal grants	\$ 2,328,557	\$ 2,175,463	\$ 2,175,463	\$ -
State grants	7,709,754	7,854,365	7,854,364	(1)
Departmental charges	594,000	654,679	652,323	(2,356)
Interest income	3,250	2,426	2,426	-
Other revenue	450,209	458,838	458,828	(10)
 Total revenues	 11,085,770	 11,145,771	 11,143,404	 (2,367)
EXPENDITURES:				
Current operating:				
Human services	11,444,500	11,553,518	11,545,614	7,904
 Total expenditures	 11,444,500	 11,553,518	 11,545,614	 7,904
 Excess (deficiency) of revenues over expenditures	 (358,730)	 (407,747)	 (402,210)	 5,537
OTHER FINANCING SOURCES (USES):				
Transfers in	410,606	399,598	399,598	-
Transfers out	(51,876)	(45,955)	(45,954)	1
 Total other financing sources (uses)	 358,730	 353,643	 353,644	 1
 Net change in fund balance	 -	 (54,104)	 (48,566)	 5,538
Fund balance-beginning	311,051	311,051	311,051	-
Fund balance-ending	\$ 311,051	\$ 256,947	\$ 262,485	\$ 5,538

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, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
REVENUES:				
Federal grants	\$ 5,280,399	\$ 5,872,069	\$ 5,869,435	\$ (2,634)
State grants	13,505,000	13,700,983	13,700,982	(1)
Interest income	100	100	-	(100)
Other revenue	405,600	389,079	388,997	(82)
Total revenues	19,191,099	19,962,231	19,959,414	(2,817)
EXPENDITURES:				
Current operating:				
Human services	21,923,106	21,774,625	21,767,975	6,650
Total expenditures	21,923,106	21,774,625	21,767,975	6,650
Excess (deficiency) of revenues over expenditures	(2,732,007)	(1,812,394)	(1,808,561)	3,833
OTHER FINANCING SOURCES (USES):				
Transfers in	2,785,105	1,857,217	1,857,217	-
Transfers out	(53,098)	(48,657)	(48,656)	1
Total other financing sources (uses)	2,732,007	1,808,560	1,808,561	1
Net change in fund balance	-	(3,834)	-	3,834
Fund balance-beginning	-	-	-	-
Fund balance-ending	\$ -	\$ (3,834)	\$ -	\$ 3,834

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Employer Contributions and Funding Progress

Schedule of Employer Contributions for Pensions			
Year Ended December 31	Annual Required Contribution	Percentage Contributed	
2008	\$ 2,222,551	100.00%	
2009	8,275,610	172.00%	
2010	7,533,685	100.00%	
2011	7,955,926	82.23%	
2012	8,796,356	100.00%	
2013	9,964,570	100.00%	

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, 2012
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

Schedule of Funding Progress for Pensions

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)
1/1/2011	\$ 312,113,726	\$ 369,072,999	\$ 56,959,273	84.6%	\$ 77,360,215	73.6%
1/1/2012	\$ 326,861,795	\$ 389,814,931	\$ 62,953,136	83.9%	\$ 79,578,330	79.1%
1/1/2013	\$ 339,251,435	\$ 410,324,610	\$ 71,073,175	82.7%	\$ 80,398,838	88.4%

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)
1/1/2012	\$ -	\$ 25,032,236	\$ 25,032,236	0.0%	\$ 79,578,330	31.5%
1/1/2013	\$ -	\$ 25,000,764	\$ 25,000,764	0.0%	\$ 80,398,838	31.1%
1/1/2014	\$ -	\$ 25,354,463	\$ 25,354,463	0.0%	\$ 80,665,059	31.4%

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, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
General Government:				
Commissioners' Office:				
Personal services	\$ 570,586	\$ 590,973	\$ 590,970	\$ 3
Fringes	217,701	240,785	240,780	5
Other services & charges	38,536	55,495	55,491	4
Supplies	2,350	1,919	1,917	2
	<u>829,173</u>	<u>889,172</u>	<u>889,158</u>	<u>14</u>
Controller:				
Personal services	1,142,855	1,154,151	1,154,148	3
Fringes	559,162	581,950	581,945	5
Other services & charges	40,061	37,814	37,809	5
Supplies	7,630	6,536	6,536	-
Capital outlays	-	1,308	1,308	-
	<u>1,749,708</u>	<u>1,781,759</u>	<u>1,781,746</u>	<u>13</u>
Treasurer:				
Personal services	345,362	327,861	327,859	2
Fringes	201,280	198,502	198,498	4
Other services & charges	33,355	50,483	50,470	13
Supplies	7,000	5,857	5,855	2
Capital outlays	-	3,853	3,853	-
	<u>586,997</u>	<u>586,556</u>	<u>586,535</u>	<u>21</u>
Financial Administration:				
Personal services	292,704	286,304	286,303	1
Fringes	146,676	129,830	129,824	6
Other services & charges	8,375	3,664	3,661	3
Supplies	1,700	870	869	1
	<u>449,455</u>	<u>420,668</u>	<u>420,657</u>	<u>11</u>
Insurance:				
Other services & charges	545,500	543,011	543,009	2
	<u>545,500</u>	<u>543,011</u>	<u>543,009</u>	<u>2</u>
Tax Office:				
Personal services	250,280	250,808	250,805	3
Fringes	130,678	146,736	146,708	28
Other services & charges	415,199	456,819	456,774	45
Supplies	6,500	6,482	6,470	12
	<u>802,657</u>	<u>860,845</u>	<u>860,757</u>	<u>88</u>
Tax Assessment:				
Personal services	683,946	632,863	632,861	2
Fringes	400,388	392,396	392,389	7
Other services & charges	235,015	220,136	220,132	4
Supplies	2,200	2,037	2,036	1
	<u>1,321,549</u>	<u>1,247,432</u>	<u>1,247,418</u>	<u>14</u>
Tax Collectors:				
Fringes	33,000	33,154	33,153	1
Other services & charges	788,376	776,835	776,832	3
Supplies	20,000	34,944	34,944	-
	<u>841,376</u>	<u>844,933</u>	<u>844,929</u>	<u>4</u>
Information Systems:				
Personal services	1,284,096	1,302,427	1,302,425	2
Fringes	553,346	557,981	557,974	7
Other services & charges	436,182	435,485	428,753	6,732
Supplies	315,008	299,476	299,474	2
Capital outlays	-	347,377	347,376	1
	<u>2,588,632</u>	<u>2,942,746</u>	<u>2,936,002</u>	<u>6,744</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
General government, continued:				
Purchasing:				
Personal services	132,025	132,379	132,377	2
Fringes	58,082	53,107	53,084	23
Other services & charges	4,681	3,674	3,671	3
Supplies	500	441	(41)	482
	<u>195,288</u>	<u>189,601</u>	<u>189,091</u>	<u>510</u>
General Services:				
Personal services	108,958	109,571	109,569	2
Fringes	82,972	99,540	99,535	5
Other services & charges	35,623	24,179	24,177	2
Supplies	2,000	1,994	1,993	1
Capital outlays	-	376	376	-
	<u>229,553</u>	<u>235,660</u>	<u>235,650</u>	<u>10</u>
Switchboard:				
Personal services	140,649	124,732	124,728	4
Fringes	66,073	64,173	64,168	5
Other services & charges	43,748	98,781	98,778	3
Supplies	27,829	25,722	25,721	1
Capital outlays	-	116,626	116,626	-
	<u>278,299</u>	<u>430,034</u>	<u>430,021</u>	<u>13</u>
Solicitor:				
Personal services	342,245	362,747	362,746	1
Fringes	170,857	166,818	166,805	13
Other services & charges	11,450	8,917	8,913	4
Supplies	330	313	313	-
	<u>524,882</u>	<u>538,795</u>	<u>538,777</u>	<u>18</u>
Human Resources:				
Personal services	438,581	393,018	393,017	1
Fringes	189,479	189,688	189,678	10
Other services & charges	167,921	337,971	337,966	5
Supplies	4,200	3,530	3,530	-
	<u>800,181</u>	<u>924,207</u>	<u>924,191</u>	<u>16</u>
Records Management:				
Personal services	201,780	218,396	218,394	2
Fringes	134,676	94,393	94,378	15
Other services & charges	20,921	21,178	21,175	3
Supplies	13,824	11,285	11,282	3
Capital outlays	-	427	427	-
	<u>371,201</u>	<u>345,679</u>	<u>345,656</u>	<u>23</u>
Recorder of Deeds:				
Personal services	460,371	448,591	448,589	2
Fringes	224,233	269,055	269,048	7
Other services & charges	105,933	95,302	95,297	5
Supplies	7,000	5,377	5,377	-
	<u>797,537</u>	<u>818,325</u>	<u>818,311</u>	<u>14</u>
Election Bureau:				
Personal services	311,993	384,560	384,556	4
Fringes	118,084	134,677	134,667	10
Other services & charges	559,805	521,558	521,434	124
Supplies	13,170	11,085	11,073	12
Capital outlays	-	2,602	2,600	2
	<u>1,003,052</u>	<u>1,054,482</u>	<u>1,054,330</u>	<u>152</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND

Schedule of Expenditures
Budget and Actual

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
General government, continued:				
Veteran Affairs:				
Personal services	88,816	118,316	118,314	2
Fringes	43,100	39,856	39,836	20
Other services & charges	128,820	115,933	115,879	54
Supplies	520	616	608	8
	<u>261,256</u>	<u>274,721</u>	<u>274,637</u>	<u>84</u>
Benefits:				
Fringes	746,600	69,264	69,260	4
Other services & charges	41,409	64,948	64,948	-
	<u>788,009</u>	<u>134,212</u>	<u>134,208</u>	<u>4</u>
Other:				
Personal services	600,000	-	-	-
Other services & charges	1,076,192	368,110	373,195	(5,085)
Capital outlays	1,555,976	-	-	-
	<u>3,232,168</u>	<u>368,110</u>	<u>373,195</u>	<u>(5,085)</u>
Taxes:				
Other services & charges	285,000	213,384	213,383	1
	<u>285,000</u>	<u>213,384</u>	<u>213,383</u>	<u>1</u>
Grants-GGA:				
Other services & charges	27,500	27,500	27,500	-
	<u>27,500</u>	<u>27,500</u>	<u>27,500</u>	<u>-</u>
Self-Insurance Reserve:				
Other services & charges	990,000	960,961	960,958	3
	<u>990,000</u>	<u>960,961</u>	<u>960,958</u>	<u>3</u>
Homestead Exclusion:				
Other services & charges	29,450	28,470	28,414	56
Supplies	400	182	182	-
	<u>29,850</u>	<u>28,652</u>	<u>28,596</u>	<u>56</u>
Workers' Compensation Trust:				
Other services & charges	15,500	15,334	15,334	-
	<u>15,500</u>	<u>15,334</u>	<u>15,334</u>	<u>-</u>
Unified Parcel Identification:				
Personal services	98,886	100,348	100,346	2
Fringes	44,686	47,185	47,178	7
Other services & charges	85,500	120,493	120,493	-
Supplies	41,500	657	646	11
Capital outlays	-	20,536	20,536	-
	<u>270,572</u>	<u>289,219</u>	<u>289,199</u>	<u>20</u>
 Total general government	 <u>19,814,895</u>	 <u>16,965,998</u>	 <u>16,963,248</u>	 <u>2,750</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial :				
Courts:				
Personal services	2,758,627	2,689,714	2,689,710	4
Fringes	1,342,911	1,352,067	1,352,061	6
Other services & charges	1,409,958	1,604,054	1,597,508	6,546
Supplies	42,706	40,944	40,940	4
Capital outlays	-	3,408	3,406	2
	<u>5,554,202</u>	<u>5,690,187</u>	<u>5,683,625</u>	<u>6,562</u>
District Justices Administrator:				
Personal services	88,337	33,426	33,425	1
Fringes	39,966	13,101	13,095	6
Other services & charges	21,950	20,306	20,302	4
Supplies	1,200	499	499	-
	<u>151,453</u>	<u>67,332</u>	<u>67,321</u>	<u>11</u>
District Justice DeMarchis:				
Personal services	100,335	108,458	108,456	2
Fringes	55,166	65,666	65,643	23
Other services & charges	78,602	76,972	76,962	10
Supplies	4,940	4,867	4,865	2
	<u>239,043</u>	<u>255,963</u>	<u>255,926</u>	<u>37</u>
District Justice Dalfonso:				
Personal services	126,974	131,592	131,588	4
Fringes	62,840	63,181	63,173	8
Other services & charges	30,766	30,375	30,363	12
Supplies	3,500	2,753	2,752	1
	<u>224,080</u>	<u>227,901</u>	<u>227,876</u>	<u>25</u>
District Justice Yakopec:				
Personal services	139,534	144,666	144,663	3
Fringes	79,174	67,476	67,461	15
Other services & charges	33,119	31,286	31,283	3
Supplies	6,750	5,163	5,162	1
	<u>258,577</u>	<u>248,591</u>	<u>248,569</u>	<u>22</u>
District Justice Pallone:				
Personal services	138,164	143,547	143,545	2
Fringes	49,611	52,136	52,128	8
Other services & charges	43,622	43,043	43,037	6
Supplies	5,850	4,975	4,959	16
	<u>237,247</u>	<u>243,701</u>	<u>243,669</u>	<u>32</u>
District Justice Falcon:				
Personal services	145,797	142,312	142,310	2
Fringes	95,416	82,240	82,231	9
Other services & charges	27,222	27,285	27,278	7
Supplies	4,830	3,479	3,477	2
	<u>273,265</u>	<u>255,316</u>	<u>255,296</u>	<u>20</u>
District Justice Kistler:				
Personal services	135,513	141,461	141,136	325
Fringes	85,296	89,149	89,136	13
Other services & charges	43,363	42,078	42,073	5
Supplies	4,025	3,354	3,353	1
Capital outlays	-	4,531	4,531	-
	<u>268,197</u>	<u>280,573</u>	<u>280,229</u>	<u>344</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND

Schedule of Expenditures
Budget and Actual

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial, continued:				
District Justice Christner:				
Personal services	150,445	152,641	152,640	1
Fringes	74,358	75,811	75,801	10
Other services & charges	41,939	41,270	41,266	4
Supplies	6,560	2,756	2,743	13
	<u>273,302</u>	<u>272,478</u>	<u>272,450</u>	<u>28</u>
District Justice Mahady:				
Personal services	154,857	159,187	159,025	162
Fringes	82,153	84,893	84,803	90
Other services & charges	55,689	51,704	51,346	358
Supplies	2,440	1,955	1,953	2
	<u>295,139</u>	<u>297,739</u>	<u>297,127</u>	<u>612</u>
District Justice Weimer:				
Personal services	118,951	127,961	127,958	3
Fringes	76,146	57,599	57,587	12
Other services & charges	38,826	39,159	39,083	76
Supplies	5,300	7,105	7,043	62
	<u>239,223</u>	<u>231,824</u>	<u>231,671</u>	<u>153</u>
District Justice Albert:				
Personal services	188,261	200,932	200,755	177
Fringes	76,660	94,380	94,243	137
Other services & charges	14,018	12,768	12,764	4
Supplies	7,860	6,806	6,806	-
	<u>286,799</u>	<u>314,886</u>	<u>314,568</u>	<u>318</u>
District Justice Mansour:				
Personal services	148,364	143,594	143,593	1
Fringes	61,991	65,732	65,649	83
Other services & charges	50,763	48,738	48,661	77
Supplies	3,775	3,729	3,722	7
	<u>264,893</u>	<u>261,793</u>	<u>261,625</u>	<u>168</u>
District Justice Conway:				
Personal services	114,490	134,066	134,064	2
Fringes	54,036	68,006	67,999	7
Other services & charges	24,006	28,185	27,632	553
Supplies	4,980	5,744	5,742	2
Capital outlays	-	850	850	-
	<u>197,512</u>	<u>236,851</u>	<u>236,287</u>	<u>564</u>
District Justice Buczak:				
Personal services	123,534	127,267	127,265	2
Fringes	77,598	85,718	85,712	6
Other services & charges	26,599	25,121	25,117	4
Supplies	3,200	3,066	3,064	2
	<u>230,931</u>	<u>241,172</u>	<u>241,158</u>	<u>14</u>
District Justice Billk:				
Personal services	104,612	135,917	135,915	2
Fringes	52,657	50,189	50,146	43
Other services & charges	44,435	41,293	41,254	39
Supplies	3,425	3,950	3,928	22
	<u>205,129</u>	<u>231,349</u>	<u>231,243</u>	<u>106</u>
District Justice Thiel:				
Personal services	103,889	107,281	107,279	2
Fringes	76,235	76,497	76,441	56
Other services & charges	35,476	34,297	34,295	2
Supplies	3,150	2,449	2,424	25
	<u>218,750</u>	<u>220,524</u>	<u>220,439</u>	<u>85</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial, continued:				
District Justice Moore:				
Personal services	139,875	148,241	148,193	48
Fringes	95,339	81,933	81,853	80
Other services & charges	44,612	42,966	42,962	4
Supplies	4,160	3,910	3,897	13
	<u>283,986</u>	<u>277,050</u>	<u>276,905</u>	<u>145</u>
District Justice Eckels:				
Personal services	160,606	164,091	164,089	2
Fringes	99,699	101,131	101,123	8
Other services & charges	42,794	40,934	40,816	118
Supplies	2,650	1,428	1,426	2
	<u>305,749</u>	<u>307,584</u>	<u>307,454</u>	<u>130</u>
Register of Wills:				
Personal services	459,661	474,650	474,647	3
Fringes	283,452	285,299	285,259	40
Other services & charges	54,453	37,018	37,014	4
Supplies	7,426	7,029	7,027	2
Capital outlays	-	2,264	2,264	-
	<u>804,992</u>	<u>806,260</u>	<u>806,211</u>	<u>49</u>
Sheriff:				
Personal services	2,925,324	2,954,212	2,954,210	2
Fringes	1,399,496	1,528,330	1,528,324	6
Other services & charges	258,097	180,031	180,020	11
Supplies	223,475	188,742	188,691	51
Capital outlays	-	81,953	81,937	16
	<u>4,806,392</u>	<u>4,933,268</u>	<u>4,933,182</u>	<u>86</u>
Coroner:				
Personal services	383,405	407,906	407,886	20
Fringes	187,448	170,121	170,101	20
Other services & charges	362,747	447,936	447,920	16
Supplies	10,500	9,273	9,232	41
Capital outlays	-	17,547	17,547	-
	<u>944,101</u>	<u>1,052,783</u>	<u>1,052,686</u>	<u>97</u>
Act 122 Grant:				
Other services & charges	5,040	1,966	1,966	-
Supplies	-	2,497	2,490	7
Capital outlays	-	1,180	1,180	-
	<u>5,040</u>	<u>5,643</u>	<u>5,636</u>	<u>7</u>
Cremation Authorization:				
Other services & charges	17,000	24,225	24,224	1
	<u>17,000</u>	<u>24,225</u>	<u>24,224</u>	<u>1</u>
Prothonotary:				
Personal services	596,553	615,572	615,569	3
Fringes	369,676	412,584	412,549	35
Other services & charges	13,733	13,166	13,158	8
Supplies	8,000	9,212	9,210	2
Capital outlays	-	485	485	-
	<u>987,962</u>	<u>1,051,019</u>	<u>1,050,971</u>	<u>48</u>
Clerk of Courts:				
Personal services	651,286	667,842	667,814	28
Fringes	439,777	476,464	476,443	21
Other services & charges	170,918	172,416	172,412	4
Supplies	13,513	26,414	26,413	1
	<u>1,275,494</u>	<u>1,343,136</u>	<u>1,343,082</u>	<u>54</u>
Law Library:				
Personal services	79,969	82,064	82,053	1
Fringes	38,085	36,616	36,597	19
Other services & charges	129,964	124,204	124,201	3
Supplies	1,000	877	877	-
	<u>249,018</u>	<u>243,761</u>	<u>243,738</u>	<u>23</u>
Jury Service Center:				
Personal services	108,361	111,676	111,674	2
Fringes	73,578	85,409	85,404	5
Other services & charges	47,929	32,684	32,679	5
Supplies	550	347	333	14
	<u>230,418</u>	<u>230,116</u>	<u>230,090</u>	<u>26</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Judicial, continued:				
District Attorney:				
Personal services	3,478,745	3,549,063	3,549,059	4
Fringes	1,287,163	1,312,696	1,312,653	43
Other services & charges	264,212	322,896	322,887	9
Supplies	69,527	60,790	60,788	2
Capital outlays	-	28,392	28,392	-
	<u>5,099,647</u>	<u>5,273,837</u>	<u>5,273,779</u>	<u>58</u>
Stop Violence Against Women:				
Personal services	-	45,273	43,159	2,114
Fringes	-	13,702	13,697	5
Other services & charges	-	51,343	51,341	2
	<u>-</u>	<u>110,318</u>	<u>108,197</u>	<u>2,121</u>
D.A. Victim Witness Program:				
Personal services	93,964	135,556	137,295	(1,739)
Fringes	65,247	66,265	66,260	5
Other services & charges	14,103	13,113	13,110	3
Supplies	780	330	325	5
	<u>174,094</u>	<u>215,264</u>	<u>216,990</u>	<u>(1,726)</u>
Emergency Response Project:				
Personal services	22,243	26,347	26,291	56
Fringes	19,746	13,688	13,680	8
Other services & charges	-	8	7	1
	<u>41,989</u>	<u>40,043</u>	<u>39,978</u>	<u>65</u>
Public Defender:				
Personal services	1,075,835	1,063,836	1,063,832	4
Fringes	502,422	476,616	476,600	16
Other services & charges	74,320	66,066	66,061	5
Supplies	5,500	5,936	5,934	2
	<u>1,658,077</u>	<u>1,612,454</u>	<u>1,612,427</u>	<u>27</u>
Court Appointed Special Advocates:				
Other services & charges	7,900	9,015	9,015	-
Supplies	2,100	830	830	-
Capital outlays	-	322	322	-
	<u>10,000</u>	<u>10,167</u>	<u>10,167</u>	<u>-</u>
Juvenile Assistance Grant:				
Personal services	-	7,825	7,511	314
Fringes	-	4,008	4,004	4
Other services & charges	-	5,225	5,225	-
	<u>-</u>	<u>17,058</u>	<u>16,740</u>	<u>318</u>
COPS Grant:				
Other services & charges	-	6,099	6,099	-
Supplies	-	38,656	38,654	2
Capital outlays	-	47,296	47,294	2
	<u>-</u>	<u>92,051</u>	<u>92,047</u>	<u>4</u>
Total Judicial	<u>26,311,701</u>	<u>27,224,217</u>	<u>27,213,583</u>	<u>10,634</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Public Safety:				
Security:				
Personal services	1,120,834	1,130,211	1,130,120	91
Fringes	411,794	449,497	449,490	7
Other services & charges	74,999	68,967	68,948	19
Supplies	60,446	48,595	48,591	4
Capital outlays	-	21,477	21,476	1
	<u>1,668,073</u>	<u>1,718,747</u>	<u>1,718,625</u>	<u>122</u>
Adult Probation:				
Personal services	3,722,356	3,774,087	3,774,084	3
Fringes	1,577,570	1,605,340	1,605,328	12
Other services & charges	1,175,899	1,080,987	1,080,968	19
Supplies	64,614	77,588	77,467	121
Capital outlays	-	54,644	54,187	457
	<u>6,540,439</u>	<u>6,592,646</u>	<u>6,592,034</u>	<u>612</u>
Juvenile Probation:				
Personal services	2,130,934	1,963,770	1,963,766	4
Fringes	897,874	792,067	792,061	6
Other services & charges	161,913	142,124	142,115	9
Supplies	23,400	24,511	24,471	40
Capital outlays	-	12,191	12,191	-
	<u>3,214,121</u>	<u>2,934,663</u>	<u>2,934,604</u>	<u>59</u>
Juvenile Detention:				
Personal services	1,014,068	797,546	797,542	4
Fringes	556,615	381,385	381,378	7
Other services & charges	145,165	127,009	126,844	165
Supplies	40,280	25,617	25,589	28
	<u>1,756,128</u>	<u>1,331,557</u>	<u>1,331,353</u>	<u>204</u>
Juvenile Placements:				
Other services & charges	5,990,500	4,875,892	4,875,886	6
	<u>5,990,500</u>	<u>4,875,892</u>	<u>4,875,886</u>	<u>6</u>
Juvenile Accountability Block Grant:				
Personal services	1,602	1,448	1,447	1
Fringes	-	140	139	1
Other services & charges	1,096	2,778	2,777	1
Supplies	-	89	88	1
Capital outlays	-	4,434	4,434	-
	<u>2,698</u>	<u>8,889</u>	<u>8,885</u>	<u>4</u>
Prison:				
Personal services	8,214,165	8,347,595	8,347,592	3
Fringes	3,451,650	3,134,209	3,134,145	64
Other services & charges	2,888,136	2,895,355	2,895,337	18
Supplies	1,016,959	924,415	924,411	4
Capital outlays	-	628,231	628,230	1
	<u>15,570,910</u>	<u>15,929,805</u>	<u>15,929,715</u>	<u>90</u>
Emergency Management:				
Personal services	189,259	222,925	222,924	1
Fringes	102,517	81,997	81,928	69
Other services & charges	917,896	113,617	113,601	16
Supplies	26,040	25,968	25,965	3
Capital outlays	-	139,645	139,645	-
	<u>1,235,712</u>	<u>584,152</u>	<u>584,063</u>	<u>89</u>
Weights and Measures:				
Personal services	159,938	165,738	165,735	3
Fringes	62,755	65,493	65,485	8
Other services & charges	14,830	12,272	12,252	20
Supplies	6,055	14,527	14,524	3
Capital outlays	-	11,832	11,832	-
	<u>243,578</u>	<u>269,862</u>	<u>269,828</u>	<u>34</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Public Safety, continued				
West Nile				
Personal services	37,553	37,510	38,755	(1,245)
Fringes	18,573	17,612	17,594	18
Other services & charges	7,150	2,938	2,936	2
Supplies	6,573	2,475	2,473	2
	<u>69,849</u>	<u>60,535</u>	<u>61,758</u>	<u>(1,223)</u>
Grants-PS:				
Other services & charges	20,600	20,600	20,600	-
	<u>20,600</u>	<u>20,600</u>	<u>20,600</u>	<u>-</u>
Juvenile Shelter:				
Personal services	495,713	544,232	544,230	2
Fringes	215,754	223,188	223,184	4
Other services & charges	39,660	46,534	46,526	8
Supplies	12,970	12,435	12,430	5
	<u>764,097</u>	<u>826,389</u>	<u>826,370</u>	<u>19</u>
Competency Development Grant:				
Other services & charges	12,146	2,941	2,940	1
Supplies	1,409	-	-	-
	<u>13,555</u>	<u>2,941</u>	<u>2,940</u>	<u>1</u>
D.U.I. Program:				
Personal services	-	16,710	16,710	-
Other services & charges	-	5,496	5,495	-
Supplies	-	228	227	1
	<u>-</u>	<u>22,434</u>	<u>22,433</u>	<u>1</u>
Offender Re-entry Plan:				
Other services & charges	-	8,339	8,337	2
	<u>-</u>	<u>8,339</u>	<u>8,337</u>	<u>2</u>
JSES:				
Other services & charges	-	9,168	9,167	1
	<u>-</u>	<u>9,168</u>	<u>9,167</u>	<u>1</u>
Victims of Juvenile Offenders:				
Personal services	-	13,365	13,365	-
Fringes	-	2,192	2,189	3
Other services & charges	-	447	447	-
Supplies	-	880	876	4
Capital outlays	-	419	419	-
	<u>-</u>	<u>17,303</u>	<u>17,296</u>	<u>7</u>
Total Public Safety	<u>37,090,260</u>	<u>35,213,922</u>	<u>35,213,894</u>	<u>28</u>
Human Services:				
Grants:				
Other services & charges	4,851,875	2,465,977	2,465,976	1
	<u>4,851,875</u>	<u>2,465,977</u>	<u>2,465,976</u>	<u>1</u>
Total Human Services	<u>4,851,875</u>	<u>2,465,977</u>	<u>2,465,976</u>	<u>1</u>
Public Works:				
Roads:				
Personal services	510,781	497,295	497,290	5
Fringes	197,050	199,004	198,978	26
Other services & charges	2,747	2,826	2,803	23
Supplies	4,395	4,306	4,295	11
Capital outlays	-	250,079	250,079	-
	<u>714,973</u>	<u>953,510</u>	<u>953,445</u>	<u>65</u>
Public Works:				
Personal services	1,661,818	1,709,301	1,709,297	4
Fringes	886,121	1,016,225	1,016,217	8
Other services & charges	1,050,659	1,013,263	1,013,251	12
Supplies	97,096	95,534	95,530	4
Capital outlays	-	1,146,399	1,146,397	2
	<u>3,695,694</u>	<u>4,980,722</u>	<u>4,980,692</u>	<u>30</u>
Total Public Works	<u>4,410,667</u>	<u>5,934,232</u>	<u>5,934,137</u>	<u>95</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
GENERAL FUND**

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Culture and Recreation:				
Parks:				
Personal services	1,334,567	1,274,950	1,274,946	4
Fringes	598,163	679,695	679,680	15
Other services & charges	462,998	375,471	374,848	623
Supplies	183,502	179,416	179,115	301
Capital outlays	-	52,740	52,739	1
	<u>2,579,230</u>	<u>2,562,272</u>	<u>2,561,328</u>	<u>944</u>
Total Culture and Recreation	<u>2,579,230</u>	<u>2,562,272</u>	<u>2,561,328</u>	<u>944</u>
Conservation Development:				
Planning:				
Personal services	242,589	220,552	220,550	2
Fringes	95,370	100,074	100,069	5
Other services & charges	14,325	6,992	6,985	7
Supplies	750	438	437	1
Capital outlays	-	822	822	-
	<u>353,034</u>	<u>328,878</u>	<u>328,863</u>	<u>15</u>
Geographic Info Systems:				
Personal services	260,709	222,978	222,968	10
Fringes	171,674	174,525	174,519	6
Other services & charges	84,343	53,311	53,301	10
Supplies	50,700	33,812	33,811	1
	<u>567,426</u>	<u>484,626</u>	<u>484,599</u>	<u>27</u>
Grants:				
Other services & charges	<u>1,991,591</u>	<u>352,666</u>	<u>347,665</u>	<u>5,001</u>
	<u>1,991,591</u>	<u>352,666</u>	<u>347,665</u>	<u>5,001</u>
Total Conservation Development	<u>2,912,051</u>	<u>1,166,170</u>	<u>1,161,127</u>	<u>5,043</u>
Contributions:				
Other services & charges	<u>6,915,951</u>	<u>6,839,284</u>	<u>6,839,284</u>	<u>-</u>
	<u>6,915,951</u>	<u>6,839,284</u>	<u>6,839,284</u>	<u>-</u>
Capital outlay:				
Other services & charges	<u>-</u>	<u>1,372,759</u>	<u>1,372,759</u>	<u>-</u>
	<u>-</u>	<u>1,372,759</u>	<u>1,372,759</u>	<u>-</u>
Total Expenditures - General Fund	<u>\$ 104,886,630</u>	<u>\$ 99,744,831</u>	<u>\$ 99,725,336</u>	<u>\$ 19,495</u>

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

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
BH Administration:				
Personal services	\$ 513,618	\$ 454,614	\$ 447,474	\$ 7,140
Fringes	316,244	323,425	323,420	5
Other services & charges	156,765	122,990	122,981	9
Supplies	5,734	3,542	3,542	-
Capital outlays	4,026	3,688	3,686	2
	<u>996,387</u>	<u>908,259</u>	<u>901,103</u>	<u>7,156</u>
BH Services:				
Other services & charges	10,411,777	10,568,420	10,306,355	262,065
Supplies	55,659	48,554	48,553	1
	<u>10,467,436</u>	<u>10,616,974</u>	<u>10,354,908</u>	<u>262,066</u>
DS Administration:				
Personal services	620,741	645,929	647,838	(1,909)
Fringes	399,052	412,049	412,043	6
Other services & charges	206,169	178,326	178,316	10
Supplies	7,871	4,083	4,082	1
Capital outlays	5,591	3,055	3,053	2
	<u>1,239,424</u>	<u>1,243,442</u>	<u>1,245,332</u>	<u>(1,890)</u>
DS Services:				
Other services & charges	5,827,746	6,271,349	6,179,975	91,374
	<u>5,827,746</u>	<u>6,271,349</u>	<u>6,179,975</u>	<u>91,374</u>
Total Behavioral Health/Developmental Services	<u>\$ 18,530,993</u>	<u>\$ 19,040,024</u>	<u>\$ 18,681,318</u>	<u>\$ 358,706</u>

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

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Administration:				
Personal services	\$ 449,000	\$ 460,357	\$ 460,355	\$ 2
Fringes	250,894	247,892	247,887	5
Other services & charges	595,841	525,176	525,170	6
Supplies	2,000	6,923	6,921	2
Capital outlays	-	10,427	10,426	1
	<u>1,297,735</u>	<u>1,250,775</u>	<u>1,250,759</u>	<u>16</u>
Information & Referral:				
Personal services	522,010	512,409	510,223	2,186
Fringes	160,832	188,765	188,759	6
Other services & charges	82,860	92,057	92,052	5
Supplies	1,230	4,796	4,795	1
Capital outlays	-	9,791	9,790	1
	<u>766,932</u>	<u>807,818</u>	<u>805,619</u>	<u>2,199</u>
Human Services Development Fund Grant:				
Personal services	44,980	48,124	48,123	1
Fringes	22,232	19,591	19,514	77
Other services & charges	18,300	15,441	15,438	3
Supplies	120	354	353	1
Capital outlays	-	659	659	-
	<u>85,632</u>	<u>84,169</u>	<u>84,087</u>	<u>82</u>
Care Management:				
Personal services	677,360	670,881	670,879	2
Fringes	353,103	292,074	292,139	(65)
Other services & charges	51,675	48,134	48,127	7
Supplies	1,230	5,529	5,527	2
Capital outlays	-	9,649	9,649	-
	<u>1,083,368</u>	<u>1,026,267</u>	<u>1,026,321</u>	<u>(54)</u>
Protective Services:				
Personal services	273,610	314,435	314,434	1
Fringes	100,920	115,865	115,860	5
Other services & charges	29,725	31,441	31,436	5
Supplies	780	3,535	3,533	2
Capital outlays	-	5,789	5,789	-
	<u>405,035</u>	<u>471,065</u>	<u>471,052</u>	<u>13</u>
Adult Protective Services:				
Personal services	39,665	39,019	36,721	2,298
Fringes	9,474	9,234	9,230	4
Other services & charges	3,990	3,211	3,204	7
Supplies	50	341	339	2
Capital outlays	-	636	635	1
	<u>53,179</u>	<u>52,441</u>	<u>50,129</u>	<u>2,312</u>
Transportation:				
Personal services	45,245	47,013	47,012	1
Fringes	15,341	10,718	10,713	5
Other services & charges	228,990	213,231	213,228	3
Supplies	2,500	3,324	3,323	1
Capital outlays	-	659	659	-
	<u>292,076</u>	<u>274,945</u>	<u>274,935</u>	<u>10</u>

(continued)

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

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Area Agency on Aging, continued				
Volunteer Services:				
Other services & charges	25,100	25,311	25,311	-
	<u>25,100</u>	<u>25,311</u>	<u>25,311</u>	<u>-</u>
Guardianship:				
Personal services	303,920	294,646	294,644	2
Fringes	199,297	181,225	181,219	6
Other services & charges	28,585	29,720	29,716	4
Supplies	1,130	3,002	3,000	2
Capital outlays	-	4,542	4,542	-
	<u>532,932</u>	<u>513,135</u>	<u>513,121</u>	<u>14</u>
Day Care:				
Other services & charges	80,200	65,515	65,515	-
	<u>80,200</u>	<u>65,515</u>	<u>65,515</u>	<u>-</u>
Domestic Care:				
Personal services	38,765	38,956	38,954	2
Fringes	25,493	24,914	24,910	4
Other services & charges	4,980	7,878	7,875	3
Supplies	200	429	427	2
Capital outlays	-	636	635	1
	<u>69,438</u>	<u>72,813</u>	<u>72,801</u>	<u>12</u>
Ombudsman:				
Fringes	-	11	10	1
Other services & charges	98,500	107,245	107,244	1
	<u>98,500</u>	<u>107,256</u>	<u>107,254</u>	<u>2</u>
Legal Services:				
Other services & charges	31,000	39,388	39,388	-
	<u>31,000</u>	<u>39,388</u>	<u>39,388</u>	<u>-</u>
Personal Care:				
Personal services	59,780	61,025	60,431	594
Fringes	32,250	34,858	34,855	3
Other services & charges	1,377,975	1,214,549	1,214,547	2
Supplies	-	330	329	1
Capital outlays	-	659	659	-
	<u>1,470,005</u>	<u>1,311,421</u>	<u>1,310,821</u>	<u>600</u>
Home Support:				
Other services & charges	16,050	13,778	13,777	1
	<u>16,050</u>	<u>13,778</u>	<u>13,777</u>	<u>1</u>
Home Health Care:				
Other services & charges	441,990	269,707	269,707	-
	<u>441,990</u>	<u>269,707</u>	<u>269,707</u>	<u>-</u>

(continued)

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

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Area Agency on Aging, continued				
Family Caregiver Support Program:				
Personal services	177,275	180,957	180,954	3
Fringes	120,863	79,290	79,286	4
Other services & charges	424,395	427,941	427,936	5
Supplies	400	1,764	1,762	2
Capital outlays	-	2,565	2,565	-
	<u>722,933</u>	<u>692,517</u>	<u>692,503</u>	<u>14</u>
Alle-Kiski Senior Center:				
Other services & charges	220,000	285,717	285,717	-
	<u>220,000</u>	<u>285,717</u>	<u>285,717</u>	<u>-</u>
Central Westmoreland Senior Center:				
Other services & charges	240,200	237,963	237,961	2
	<u>240,200</u>	<u>237,963</u>	<u>237,961</u>	<u>2</u>
Laurel Valley Senior Center:				
Other services & charges	200,000	197,215	197,215	-
	<u>200,000</u>	<u>197,215</u>	<u>197,215</u>	<u>-</u>
Westmoreland Multi-Service Senior Center:				
Other services & charges	230,000	292,936	292,935	1
	<u>230,000</u>	<u>292,936</u>	<u>292,935</u>	<u>1</u>
Southwest Pennsylvania Service Center:				
Other services & charges	180,000	170,484	170,484	-
	<u>180,000</u>	<u>170,484</u>	<u>170,484</u>	<u>-</u>
In-house Center Services:				
Personal services	70,450	71,336	71,334	2
Fringes	29,559	31,321	31,315	6
Other services & charges	20,314	20,407	20,403	4
Supplies	200	823	822	1
Capital outlays	-	1,318	1,318	-
	<u>120,523</u>	<u>125,205</u>	<u>125,192</u>	<u>13</u>
Congregate Meals:				
Personal services	85,075	86,168	86,098	70
Fringes	30,947	19,453	19,450	3
Other services & charges	321,105	325,460	325,456	4
Supplies	100	733	732	1
Capital outlays	-	1,318	1,318	-
	<u>437,227</u>	<u>433,132</u>	<u>433,054</u>	<u>78</u>
Home Delivered Meals:				
Other services & charges	433,554	433,128	433,127	1
	<u>433,554</u>	<u>433,128</u>	<u>433,127</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, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Area Agency on Aging, continued				
Vision Center:				
Personal services	35,480	35,800	35,799	1
Fringes	16,423	17,142	17,138	4
Other services & charges	9,700	8,298	8,297	1
Supplies	16,500	9,154	9,153	1
	<u>78,103</u>	<u>70,394</u>	<u>70,387</u>	<u>7</u>
Senior Employment:				
Other services & charges	141,437	136,296	136,296	-
	<u>141,437</u>	<u>136,296</u>	<u>136,296</u>	<u>-</u>
Pre-Admission Assessment Program:				
Personal services	613,600	619,434	616,891	2,543
Fringes	223,755	233,158	233,150	8
Other services & charges	65,770	68,229	68,225	4
Supplies	1,835	6,323	6,321	2
Capital outlays	-	8,990	8,989	1
	<u>904,960</u>	<u>936,134</u>	<u>933,576</u>	<u>2,558</u>
Health Promotion:				
Other services & charges	47,127	40,785	40,785	-
	<u>47,127</u>	<u>40,785</u>	<u>40,785</u>	<u>-</u>
Health Insurance Council:				
Other services & charges	48,000	52,441	52,440	1
	<u>48,000</u>	<u>52,441</u>	<u>52,440</u>	<u>1</u>
Medicaid Waiver Program:				
Personal services	403,235	376,704	376,699	5
Fringes	210,104	149,813	149,806	7
Other services & charges	27,805	26,637	26,632	5
Supplies	820	4,215	4,212	3
Capital outlays	-	5,131	5,130	1
	<u>641,964</u>	<u>562,500</u>	<u>562,479</u>	<u>21</u>
Overnight Shelter:				
Other services & charges	3,600	4,985	4,985	-
	<u>3,600</u>	<u>4,985</u>	<u>4,985</u>	<u>-</u>
Unassigned Expenses:				
Other services & charges	500	457,712	457,712	-
	<u>500</u>	<u>457,712</u>	<u>457,712</u>	<u>-</u>
Special NHT:				
Other services & charges	3,500	-	-	-
Supplies	1,500	-	-	-
	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
ADRC:				
Other services & charges	40,100	38,170	38,169	1
Supplies	100	-	-	-
	<u>40,200</u>	<u>38,170</u>	<u>38,169</u>	<u>1</u>
Total Area Agency on Aging	\$ 11,444,500	\$ 11,553,518	\$ 11,545,614	\$ 7,904

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

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Administration:				
Personal services	\$ 491,217	\$ 461,495	\$ 461,494	\$ 1
Fringes	242,128	240,842	240,836	6
Other services & charges	1,164,995	1,251,947	1,251,502	445
Supplies	5,082	1,992	1,992	-
Capital outlays	4,896	7,242	7,242	-
	<u>1,908,318</u>	<u>1,963,518</u>	<u>1,963,066</u>	<u>452</u>
Adoption Services:				
Personal services	39,545	50,127	50,125	2
Fringes	23,278	23,262	23,196	66
Other services & charges	2,784,800	2,973,827	2,973,809	18
Supplies	1,000	699	699	-
	<u>2,848,623</u>	<u>3,047,915</u>	<u>3,047,829</u>	<u>86</u>
Counseling:				
Other services & charges	4,758,525	5,220,478	5,220,476	2
	<u>4,758,525</u>	<u>5,220,478</u>	<u>5,220,476</u>	<u>2</u>
Day Care:				
Other services & charges	25,000	2,100	2,100	-
	<u>25,000</u>	<u>2,100</u>	<u>2,100</u>	<u>-</u>
Day Treatment:				
Other services & charges	35,000	26,659	26,659	-
	<u>35,000</u>	<u>26,659</u>	<u>26,659</u>	<u>-</u>
Information & Referral:				
Personal services	155,320	185,730	185,727	3
Fringes	76,123	77,198	77,167	31
Other services & charges	10,300	11,988	11,871	117
Supplies	1,350	872	871	1
	<u>243,093</u>	<u>275,788</u>	<u>275,636</u>	<u>152</u>
Life Skills:				
Other services & charges	50,000	16,996	16,995	1
	<u>50,000</u>	<u>16,996</u>	<u>16,995</u>	<u>1</u>
Child Abuse Protective Services:				
Personal services	390,826	296,193	296,190	3
Fringes	141,330	99,831	99,790	41
Other services & charges	47,000	38,186	38,159	27
Supplies	3,000	1,910	1,910	-
	<u>582,156</u>	<u>436,120</u>	<u>436,049</u>	<u>71</u>
General Protective Services:				
Personal services	2,311,071	2,116,178	2,116,176	2
Fringes	1,015,864	947,809	947,642	167
Other services & charges	442,725	421,786	421,782	4
Supplies	14,000	8,644	8,644	-
	<u>3,783,660</u>	<u>3,494,417</u>	<u>3,494,244</u>	<u>173</u>

(continued)

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

**Schedule of Expenditures
Budget and Actual**

For the Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Children's Bureau, continued:				
Human Services Development Fund:				
Personal services	50,000	55,429	55,429	-
Fringes	5,175	6,314	6,304	10
Other services & charges	15,000	13,219	13,218	1
	<u>70,175</u>	<u>74,962</u>	<u>74,951</u>	<u>11</u>
Alternative Treatment:				
Other services & charges	45,000	79,683	79,683	-
	<u>45,000</u>	<u>79,683</u>	<u>79,683</u>	<u>-</u>
Group Homes - 75%:				
Other services & charges	1,154,000	1,716,935	1,716,935	-
	<u>1,154,000</u>	<u>1,716,935</u>	<u>1,716,935</u>	<u>-</u>
Emergency Shelter:				
Other services & charges	650,600	521,496	521,494	2
	<u>650,600</u>	<u>521,496</u>	<u>521,494</u>	<u>2</u>
Foster Family:				
Personal services	776,989	762,013	759,803	2,210
Fringes	347,736	363,779	363,676	103
Other services & charges	2,963,470	2,703,632	2,703,493	139
Supplies	10,250	7,094	7,074	20
Capital outlays	30,000	24,330	24,330	-
	<u>4,128,445</u>	<u>3,860,848</u>	<u>3,858,376</u>	<u>2,472</u>
Supervised Independent Living:				
Other services & charges	175,300	58,176	58,176	-
	<u>175,300</u>	<u>58,176</u>	<u>58,176</u>	<u>-</u>
IV-E Independent Living:				
Personal services	139,459	134,036	134,034	2
Fringes	56,802	64,636	64,634	2
Other services & charges	133,000	60,163	60,023	140
Supplies	300	6,193	6,193	-
Capital outlays	-	11,600	11,520	80
	<u>329,561</u>	<u>276,628</u>	<u>276,404</u>	<u>224</u>
Residential Services:				
Other services & charges	801,500	403,945	402,922	1,023
	<u>801,500</u>	<u>403,945</u>	<u>402,922</u>	<u>1,023</u>
SPLC:				
Personal services	38,062	19,609	17,685	1,924
Fringes	16,088	10,713	10,708	5
Other services & charges	280,000	267,639	267,587	52
	<u>334,150</u>	<u>297,961</u>	<u>295,980</u>	<u>1,981</u>
 Total Children's Bureau	 <u>\$ 21,923,106</u>	 <u>\$ 21,774,625</u>	 <u>\$ 21,767,975</u>	 <u>\$ 6,650</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 Fund Net Position
Budget and Actual

Year Ended December 31, 2013

	Original Budget	Budget	Actual	Variance- Positive (Negative)
Operating revenues:				
Charges for services	\$ 152,760	\$ 125,509	\$ 125,509	\$ -
Patient fees	39,115,174	39,170,267	39,170,249	(18)
Miscellaneous revenue	<u>3,106,886</u>	<u>3,857,591</u>	<u>3,857,552</u>	<u>(39)</u>
Total operating revenues	<u>42,374,820</u>	<u>43,153,367</u>	<u>43,153,310</u>	<u>(57)</u>
Operating expenses:				
Salaries and wages	22,184,209	21,834,756	21,834,993	(237)
Employee benefits	12,133,249	11,491,272	11,477,011	14,261
Other services & charges	6,667,689	8,238,750	8,238,284	466
Supplies	<u>3,557,219</u>	<u>3,254,096</u>	<u>3,253,344</u>	<u>752</u>
Total operating expenses	<u>44,542,366</u>	<u>44,818,874</u>	<u>44,803,632</u>	<u>15,242</u>
Operating income (loss)	<u>(2,167,546)</u>	<u>(1,665,507)</u>	<u>(1,650,322)</u>	<u>15,185</u>
Nonoperating revenues (expenses)				
Grants	-	15,990	15,990	-
Interest	215	1,416	1,424	8
Gain on disposal of capital assets	<u>-</u>	<u>99,682</u>	<u>99,681</u>	<u>(1)</u>
Total nonoperating revenues (expenses), net	<u>215</u>	<u>117,088</u>	<u>117,095</u>	<u>7</u>
Income (loss) before transfers	(2,167,331)	(1,548,419)	(1,533,227)	15,192
Transfers - out	<u>(80,558)</u>	<u>(63,874)</u>	<u>(63,874)</u>	<u>-</u>
Net transfers	<u>(80,558)</u>	<u>(63,874)</u>	<u>(63,874)</u>	<u>-</u>
Change in fund net position	<u>\$ (2,247,889)</u>	<u>\$ (1,612,293)</u>	<u>\$ (1,597,101)</u>	<u>\$ 15,192</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor

Schedule of Expenses
Budget and Actual

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Westmoreland Manor:				
Administration:				
Personal services	\$ 166,775	\$ 184,246	\$ 192,941	\$ (8,695)
Fringes	110,165	117,459	117,412	47
Other services & charges	2,689,192	2,692,330	2,692,235	95
Supplies	<u>12,750</u>	<u>14,026</u>	<u>14,021</u>	<u>5</u>
	<u>2,978,882</u>	<u>3,008,061</u>	<u>3,016,609</u>	<u>(8,548)</u>
Business Office:				
Personal services	468,919	437,764	445,915	(8,151)
Fringes	195,992	185,450	185,394	56
Other services & charges	3,844	772	743	29
Supplies	<u>600</u>	<u>554</u>	<u>546</u>	<u>8</u>
	<u>669,355</u>	<u>624,540</u>	<u>632,598</u>	<u>(8,058)</u>
Admissions:				
Personal services	158,492	157,349	157,525	(176)
Fringes	84,734	87,284	87,232	52
Other services & charges	37,127	32,661	32,651	10
Supplies	<u>300</u>	<u>3,421</u>	<u>3,420</u>	<u>1</u>
	<u>280,653</u>	<u>280,715</u>	<u>280,828</u>	<u>(113)</u>
Purchasing:				
Personal services	316,932	316,377	314,764	1,613
Fringes	170,338	166,019	165,948	71
Other services & charges	32,246	4,363	4,361	2
Supplies	<u>16,800</u>	<u>15,558</u>	<u>15,555</u>	<u>3</u>
	<u>536,316</u>	<u>502,317</u>	<u>500,628</u>	<u>1,689</u>
Switchboard:				
Personal services	190,997	208,234	202,760	5,474
Fringes	80,232	92,256	92,102	154
Other services & charges	30,410	18,950	18,882	68
Supplies	<u>75</u>	<u>75</u>	<u>62</u>	<u>13</u>
	<u>301,714</u>	<u>319,515</u>	<u>313,806</u>	<u>5,709</u>
Housekeeping:				
Personal services	1,455,893	1,326,686	1,322,315	4,371
Fringes	857,104	855,081	855,040	41
Other services & charges	90,820	70,117	70,116	1
Supplies	<u>72,700</u>	<u>67,484</u>	<u>67,419</u>	<u>65</u>
	<u>2,476,517</u>	<u>2,319,368</u>	<u>2,314,890</u>	<u>4,478</u>
Security:				
Personal services	-	125,013	125,012	1
Fringes	-	9,526	9,525	1
Other services & charges	95,378	3,982	3,982	-
Supplies	<u>1,550</u>	<u>126</u>	<u>122</u>	<u>4</u>
	<u>96,928</u>	<u>138,647</u>	<u>138,641</u>	<u>6</u>
Motor Pool:				
Personal services	42,538	41,438	42,438	(1,000)
Fringes	22,008	19,690	19,555	135
Other services & charges	12,240	13,044	13,043	1
Supplies	<u>12,000</u>	<u>11,290</u>	<u>11,289</u>	<u>1</u>
	<u>88,786</u>	<u>85,462</u>	<u>86,325</u>	<u>(863)</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor

Schedule of Expenses
Budget and Actual

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Plant Operations:				
Personal services	688,110	697,084	682,386	14,698
Fringes	386,566	358,075	358,043	32
Other services & charges	1,460,894	1,155,821	1,155,803	18
Supplies	156,344	195,109	195,097	12
	<u>2,691,914</u>	<u>2,406,089</u>	<u>2,391,329</u>	<u>14,760</u>
Dietary:				
Personal services	1,971,892	2,000,291	1,995,367	4,924
Fringes	1,030,251	987,321	987,229	92
Other services & charges	29,421	12,406	12,404	2
Supplies	1,158,686	1,142,297	1,142,180	117
	<u>4,190,250</u>	<u>4,142,315</u>	<u>4,137,180</u>	<u>5,135</u>
Cafeteria:				
Personal services	47,440	43,439	44,149	(710)
Fringes	24,048	24,804	24,633	171
Supplies	74,500	72,714	72,711	3
	<u>145,988</u>	<u>140,957</u>	<u>141,493</u>	<u>(536)</u>
Nursing Administration:				
Personal services	3,106,651	2,817,133	2,833,890	(16,757)
Fringes	1,878,708	1,685,676	1,685,667	9
Other services & charges	156,488	215,567	215,564	3
Supplies	8,325	3,687	3,687	-
	<u>5,150,172</u>	<u>4,722,063</u>	<u>4,738,808</u>	<u>(16,745)</u>
Nursing Staff:				
Personal services	10,530,989	10,639,363	10,626,019	13,344
Fringes	5,816,477	5,430,535	5,430,528	7
	<u>16,347,466</u>	<u>16,069,898</u>	<u>16,056,547</u>	<u>13,351</u>
Inservice:				
Personal services	533,381	475,225	459,396	15,829
Fringes	265,977	260,234	260,194	40
Other services & charges	22,705	5,296	5,290	6
Supplies	3,200	2,916	2,846	70
	<u>825,263</u>	<u>743,671</u>	<u>727,726</u>	<u>15,945</u>

(continued)

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor**

**Schedule of Expenses
Budget and Actual**

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Medical Records:				
Personal services	67,730	67,560	69,197	(1,637)
Fringes	42,430	36,655	36,638	17
Other services & charges	12,395	7,519	7,517	2
Supplies	2,732	3,356	3,356	-
	<u>125,287</u>	<u>115,090</u>	<u>116,708</u>	<u>(1,618)</u>
Case Management				
Personal services	580,889	530,130	532,359	(2,229)
Fringes	184,685	185,729	185,692	37
Other services & charges	4,367	592	590	2
Supplies	250	250	196	54
	<u>770,191</u>	<u>716,701</u>	<u>718,837</u>	<u>(2,136)</u>
Pharmacy:				
Supplies	745,462	666,171	666,169	2
	<u>745,462</u>	<u>666,171</u>	<u>666,169</u>	<u>2</u>
Central Supply:				
Personal services	156,378	103,540	111,631	(8,091)
Fringes	71,732	55,194	55,110	84
Other services & charges	170,000	194,308	194,305	3
Supplies	880,000	833,551	833,549	2
	<u>1,278,110</u>	<u>1,186,593</u>	<u>1,194,595</u>	<u>(8,002)</u>
Physical Therapy:				
Other services & charges	424,900	466,100	466,081	19
Supplies	2,000	1,130	1,034	96
	<u>426,900</u>	<u>467,230</u>	<u>467,115</u>	<u>115</u>
Occupational Therapy:				
Other services & charges	616,505	647,755	647,755	-
Supplies	9,275	5,393	5,318	75
	<u>625,780</u>	<u>653,148</u>	<u>653,073</u>	<u>75</u>
Speech:				
Other services & charges	310,900	327,204	327,204	-
	<u>310,900</u>	<u>327,204</u>	<u>327,204</u>	<u>-</u>
Laundry:				
Personal services	642,976	625,865	629,861	(3,996)
Fringes	363,901	411,316	411,307	9
Other services & charges	16,700	13,800	13,800	-
Supplies	83,752	73,588	73,585	3
	<u>1,107,329</u>	<u>1,124,569</u>	<u>1,128,553</u>	<u>(3,984)</u>
IV Therapy:				
Supplies	75,463	58,448	58,448	-
	<u>75,463</u>	<u>58,448</u>	<u>58,448</u>	<u>-</u>
Respiratory Therapy:				
Other services & charges	366,000	375,312	375,312	-
Supplies	42,590	58,159	58,126	33
	<u>408,590</u>	<u>433,471</u>	<u>433,438</u>	<u>33</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Westmoreland Manor

Schedule of Expenses
Budget and Actual

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Barber & Beautician:				
Personal services	66,823	66,715	67,283	(568)
Fringes	32,140	29,129	29,054	75
Supplies	4,215	5,007	4,990	17
	<u>103,178</u>	<u>100,851</u>	<u>101,327</u>	<u>(476)</u>
Volunteer Services:				
Other services & charges	100	2,459	2,404	55
Supplies	1,125	491	431	60
	<u>1,225</u>	<u>2,950</u>	<u>2,835</u>	<u>115</u>
Social Services:				
Personal services	369,632	360,284	362,328	(2,044)
Fringes	188,803	173,943	173,939	4
Other services & charges	360	414	414	-
Supplies	650	290	290	-
	<u>559,445</u>	<u>534,931</u>	<u>536,971</u>	<u>(2,040)</u>
Recreation:				
Personal services	609,606	599,318	604,500	(5,182)
Fringes	326,104	319,042	319,015	27
Other services & charges	39,137	32,302	32,239	63
Supplies	19,125	18,319	18,259	60
	<u>993,972</u>	<u>968,981</u>	<u>974,013</u>	<u>(5,032)</u>
Independent Living:				
Personal services	11,166	11,702	12,957	(1,255)
Fringes	854	854	831	23
Other services & charges	45,560	33,030	32,944	86
Supplies	100	685	638	47
	<u>57,680</u>	<u>46,271</u>	<u>47,370</u>	<u>(1,099)</u>
Construction:				
Supplies	172,650	1	-	1
	<u>172,650</u>	<u>1</u>	<u>-</u>	<u>1</u>
Unassigned Expenses:				
Fringes	-	-	(13,077)	13,077
Other services & charges	-	1,912,646	1,912,645	1
	<u>-</u>	<u>1,912,646</u>	<u>1,899,568</u>	<u>13,078</u>
Total Westmoreland Manor	<u>\$ 44,542,366</u>	<u>\$ 44,818,874</u>	<u>\$ 44,803,632</u>	<u>\$ 15,242</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
911 Surcharge Fund

Schedule of Revenues, Expenses, and Changes in Fund Net Position
Budget and Actual

Year Ended December 31, 2013

	Original Budget	Budget	Actual	Variance- Positive (Negative)
Operating revenues:				
Charges for services	\$ 5,443,568	\$ 5,505,739	\$ 5,505,736	\$ (3)
Miscellaneous revenue	62,582	122,443	122,439	(4)
Total operating revenues	5,506,150	5,628,182	5,628,175	(7)
Operating expenses:				
Salaries and wages	4,362,420	3,127,796	3,128,245	(449)
Employee benefits	669,389	1,421,651	1,421,639	12
Other services & charges	2,988,295	3,416,222	3,416,055	167
Supplies	3,686,419	142,424	137,518	4,906
Total operating expenses	11,706,523	8,108,093	8,103,457	4,636
Operating income (loss)	(6,200,373)	(2,479,911)	(2,475,282)	4,629
Nonoperating revenues (expenses)				
Interest	3,100	1,988	1,986	(2)
Loss on disposal of capital assets	-	-	(3,268)	(3,268)
Interest expense	(718,664)	(639,603)	(639,603)	-
Total nonoperating revenues	(715,564)	(637,615)	(640,885)	(3,270)
Capital grants	-	-	-	-
Income (loss) before transfers	(6,915,937)	(3,117,526)	(3,116,167)	1,359
Transfers - in	4,233,943	3,034,297	3,034,296	(1)
Transfers - out	(31,826)	(33,560)	(33,560)	-
Net transfers	4,202,117	3,000,737	3,000,736	(1)
Change in fund net position	\$ (2,713,820)	\$ (116,789)	\$ (115,431)	\$ 1,358

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

**Schedule of Expenses
Budget and Actual**

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
911 Eligible				
Personal services	\$ 1,269,537	\$ 1,136,541	\$ 1,133,546	\$ 2,995
Fringes	669,389	492,847	492,841	6
Other services & charges	2,732,862	3,036,738	3,036,584	154
Supplies	69,496	3,222	3,222	-
Capital	1,200,004	(19,915)	(19,916)	1
	<u>5,941,288</u>	<u>4,649,433</u>	<u>4,646,277</u>	<u>3,156</u>
911 Non-Eligible				
Personal services	-	-	981	(981)
Fringes	-	84,700	84,700	-
Other services & charges	137,414	462,697	462,688	9
Supplies	15,925	9,119	9,117	2
Capital	306,420	32,100	32,100	-
	<u>459,759</u>	<u>588,616</u>	<u>589,586</u>	<u>(970)</u>
911 Eligible Wireless				
Personal services	2,074,606	1,991,255	1,993,718	(2,463)
Fringes	1,018,277	844,104	844,098	6
Other services & charges	836,683	556,390	556,386	4
Supplies	116,184	1,120	1,120	-
Capital	1,978,390	116,778	111,875	4,903
	<u>6,024,140</u>	<u>3,509,647</u>	<u>3,507,197</u>	<u>2,450</u>
Total 911 Surcharge	<u>\$ 12,425,187</u>	<u>\$ 8,747,696</u>	<u>\$ 8,743,060</u>	<u>\$ 4,636</u>

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Healthchoices Fund**

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

Year Ended December 31, 2013

	Original Budget	Budget	Actual	Variance- Positive (Negative)
Operating revenues:				
Charges for services	\$ 62,737,157	\$ 59,365,535	\$ 59,365,534	\$ (1)
Miscellaneous revenue	3,959	3,586,570	3,586,569	(1)
Total operating revenues	62,741,116	62,952,105	62,952,103	(2)
Operating expenses:				
Salaries and wages	207,765	253,145	252,892	253
Employee benefits	120,529	137,162	137,155	7
Other services & charges	61,265,474	58,639,242	58,639,231	11
Supplies	3,464	1,695	1,693	2
Total operating expenses	61,597,232	59,031,244	59,030,971	273
Operating income (loss)	1,143,884	3,920,861	3,921,132	271
Nonoperating revenues				
Interest	19,153	20,471	20,466	(5)
Total nonoperating revenues	19,153	20,471	20,466	(5)
Income (loss) before transfers	1,163,037	3,941,332	3,941,598	266
Transfers - out	(1,163,037)	(1,255,632)	(1,255,631)	1
Net Transfers	(1,163,037)	(1,255,632)	(1,255,631)	1
Change in fund net position	\$ -	\$ 2,685,700	\$ 2,685,967	\$ 267

**COUNTY OF WESTMORELAND, PENNSYLVANIA
Healthchoices Fund**

**Schedule of Expenses
Budget & Actual**

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Healthchoices-SW				
Personal services	\$ 207,765	\$ 253,145	\$ 252,892	\$ 253
Fringes	120,529	137,162	137,155	7
Other services & charges	4,681,694	4,658,856	4,658,845	11
Supplies	1,899	688	687	1
Capital	1,565	1,007	1,006	1
	<u>5,013,452</u>	<u>5,050,858</u>	<u>5,050,585</u>	<u>273</u>
Healthchoices-SW Services				
Other services & charges	<u>56,583,780</u>	<u>53,980,386</u>	<u>53,980,386</u>	-
	<u>56,583,780</u>	<u>53,980,386</u>	<u>53,980,386</u>	-
Total Healthchoices	<u>\$ 61,597,232</u>	<u>\$ 59,031,244</u>	<u>\$ 59,030,971</u>	<u>\$ 273</u>

NONMAJOR FUNDS

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2013

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
ASSETS:				
Cash and cash equivalents	\$ 6,615,146	\$ 3,873	\$ 9,000,053	\$ 15,619,072
Receivables:				
Other governmental grants	1,050,277	-	614,391	1,664,668
Other	208,207	-	19,494	227,701
Due from other funds	232,308	17,268	82,204	331,780
Restricted assets				
Cash and cash equivalents	-	-	7,346,450	7,346,450
Interfund loan receivable	-	-	2,089,744	2,089,744
	<u>8,105,938</u>	<u>21,141</u>	<u>19,152,336</u>	<u>27,279,415</u>
LIABILITIES:				
Accrued liabilities	1,041,712	-	1,020,474	2,062,186
Due to other funds	560,933	-	2,265,683	2,826,616
Unearned revenue	-	-	773,727	773,727
	<u>1,602,645</u>	<u>-</u>	<u>4,059,884</u>	<u>5,662,529</u>
FUND BALANCE:				
Restricted for:				
Road and bridge improvement	546,150	-	-	546,150
Child support enforcement	3,522,108	-	-	3,522,108
Information and referral	13,200	-	-	13,200
Hazardous materials	284,772	-	-	284,772
Criminal supervision	2,132	-	-	2,132
Information technology	674,412	-	-	674,412
Tourism promotion	78,523	-	-	78,523
Inmate welfare	322,640	-	-	322,640
ACT 13 projects	1,059,356	-	-	1,059,356
Capital projects	-	-	10,517,279	10,517,279
Community development projects	-	-	4,623,155	4,623,155
Debt payments on General Obligation Bonds	-	21,141	-	21,141
Unassigned	-	-	(47,982)	(47,982)
	<u>6,503,293</u>	<u>21,141</u>	<u>15,092,452</u>	<u>21,616,886</u>
Total fund balance	<u>6,503,293</u>	<u>21,141</u>	<u>15,092,452</u>	<u>21,616,886</u>
Total liabilities and fund balance	<u>\$ 8,105,938</u>	<u>\$ 21,141</u>	<u>\$ 19,152,336</u>	<u>\$ 27,279,415</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2013

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
REVENUES:				
Taxes, Hotel	\$ 1,162,523	\$ -	\$ -	\$ 1,162,523
Federal grants	8,273,597	-	6,408,994	14,682,591
State and local grants	4,414,788	-	1,273	4,416,061
Departmental charges	1,557,231	-	-	1,557,231
Interest income	2,983	20	28,771	31,774
Other revenue	96,323	-	511,037	607,360
	<u>15,507,445</u>	<u>20</u>	<u>6,950,075</u>	<u>22,457,540</u>
EXPENDITURES:				
Current operating:				
General government	3,109,292	-	541,366	3,650,658
Judicial	3,898,649	-	541,463	4,440,112
Public safety	663,970	-	45,541	709,511
Culture and recreation	-	-	30,795	30,795
Human services	6,449,687	-	-	6,449,687
Public works	1,101,708	-	350,832	1,452,540
Conservation development	-	-	6,433,046	6,433,046
Debt service	-	8,305,000	230,000	8,535,000
Principal retirement	-	8,305,000	230,000	8,535,000
Interest and fiscal charges	-	1,093,465	11,615	1,105,080
	<u>15,223,306</u>	<u>9,398,465</u>	<u>8,184,658</u>	<u>32,806,429</u>
Excess (deficiency) of revenues over expenditures	<u>284,139</u>	<u>(9,398,445)</u>	<u>(1,234,583)</u>	<u>(10,348,889)</u>
OTHER FINANCING SOURCES (USES):				
Issuance of general obligation bonds	-	-	30,016,817	30,016,817
Payment to refunded bond escrow agent	-	-	(20,316,669)	(20,316,669)
Premium on bond issue	-	-	5,234,906	5,234,906
Transfers in	1,707,942	9,388,707	719	11,097,368
Transfers out	(2,400,006)	-	(8,621,022)	(11,021,028)
	<u>(692,064)</u>	<u>9,388,707</u>	<u>6,314,751</u>	<u>15,011,394</u>
Net change in fund balance	(407,925)	(9,738)	5,080,168	4,662,505
Fund balance, beginning of year	<u>6,911,218</u>	<u>30,879</u>	<u>10,012,284</u>	<u>16,954,381</u>
Fund balance, end of year	<u>\$ 6,503,293</u>	<u>\$ 21,141</u>	<u>\$ 15,092,452</u>	<u>\$ 21,616,886</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 is used to account for the net income from the prison commissary, which is restricted for the welfare of the inmates.

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.

Register of Wills Automation Fund - This Fund is used to account for special fees collected by the Register of Wills Office to improve technology in the Register of Wills Office.

Act 13 Fund - This Fund is used to account for Marcellus Shale drilling fees, of which approximately 60% is available for spending at the County's discretion, and the remaining for bridge construction and maintenance, farmland preservation, and conservation district.

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

December 31, 2013

	<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	\$ 637,088	\$ 3,000,072	\$ 41,829	\$ 269,143	\$ 73,919	\$ 345,954
Receivables:						
Other governmental grants	85,335	949,006	4,586	11,350	-	-
Other	35,232	3,224	26	10,002	38,690	7,278
Due from other funds	-	<u>11,935</u>	<u>160,373</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	 <u>757,655</u>	 <u>3,964,237</u>	 <u>206,814</u>	 <u>290,495</u>	 <u>112,609</u>	 <u>353,232</u>
LIABILITIES:						
Accrued liabilities	125,760	403,020	193,495	5,463	-	-
Due to other funds	<u>85,745</u>	<u>39,109</u>	<u>119</u>	<u>260</u>	<u>110,477</u>	<u>13,080</u>
 Total liabilities	 <u>211,505</u>	 <u>442,129</u>	 <u>193,614</u>	 <u>5,723</u>	 <u>110,477</u>	 <u>13,080</u>
FUND BALANCE:						
Fund balance:						
Restricted for:						
Road and bridge improvement	546,150	-	-	-	-	-
Child support enforcement	-	3,522,108	-	-	-	-
Information and refferal	-	-	13,200	-	-	-
Hazardous materials	-	-	-	284,772	-	-
Criminal supervision	-	-	-	-	2,132	-
Information technology	-	-	-	-	-	340,152
Tourism promotion	-	-	-	-	-	-
Inmate welfare	-	-	-	-	-	-
ACT 13 projects	-	-	-	-	-	-
 Total fund balance	 <u>546,150</u>	 <u>3,522,108</u>	 <u>13,200</u>	 <u>284,772</u>	 <u>2,132</u>	 <u>340,152</u>
 Total liabilities and fund balance	 <u>\$ 757,655</u>	 <u>\$ 3,964,237</u>	 <u>\$ 206,814</u>	 <u>\$ 290,495</u>	 <u>\$ 112,609</u>	 <u>\$ 353,232</u>

Prothonotary Automation	Hotel Tax	Prison Canteen	Recorder of Deeds Improvement	Clerk of Courts Computer Surcharge	Booking Center	Register of Wills Automation	Act 13	Total
\$ 159,723	\$ 188,923	\$ 202,103	\$ 226,212	\$ 38,398	\$ 131,624	\$ 46,096	\$ 1,254,062	\$ 6,615,146
-	-	-	-	-	-	-	-	1,050,277
4,585	78,082	8,222	10,917	1,054	8,403	2,430	62	208,207
-	-	60,000	-	-	-	-	-	232,308
<u>164,308</u>	<u>267,005</u>	<u>270,325</u>	<u>237,129</u>	<u>39,452</u>	<u>140,027</u>	<u>48,526</u>	<u>1,254,124</u>	<u>8,105,938</u>
-	188,168	87,644	-	2,718	-	1,049	34,395	1,041,712
-	314	68	151,388	-	-	-	160,373	560,933
-	<u>188,482</u>	<u>87,712</u>	<u>151,388</u>	<u>2,718</u>	-	<u>1,049</u>	<u>194,768</u>	<u>1,602,645</u>
-	-	-	-	-	-	-	-	546,150
-	-	-	-	-	-	-	-	3,522,108
-	-	-	-	-	-	-	-	13,200
-	-	-	-	-	-	-	-	284,772
-	-	-	-	-	-	-	-	2,132
164,308	-	-	85,741	36,734	-	47,477	-	674,412
-	78,523	-	-	-	-	-	-	78,523
-	-	182,613	-	-	140,027	-	-	322,640
-	-	-	-	-	-	-	1,059,356	1,059,356
<u>164,308</u>	<u>78,523</u>	<u>182,613</u>	<u>85,741</u>	<u>36,734</u>	<u>140,027</u>	<u>47,477</u>	<u>1,059,356</u>	<u>6,503,293</u>
\$ <u>164,308</u>	\$ <u>267,005</u>	\$ <u>270,325</u>	\$ <u>237,129</u>	\$ <u>39,452</u>	\$ <u>140,027</u>	\$ <u>48,526</u>	\$ <u>1,254,124</u>	\$ <u>8,105,938</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, 2013

	Liquid Fuels	Domestic Relations	Human Services	Hazmat Response	Offender Supervision	Record Improvement
REVENUES:						
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal grants	443,419	2,543,173	5,287,005	-	-	-
State and local grants	897,844	564,667	856,787	11,350	-	-
Departmental charges	-	57,182	-	77,350	493,945	101,652
Interest income	60	730	-	122	7	445
Other revenue	7,992	78,999	390	8,907	-	-
Total Revenues	<u>1,349,315</u>	<u>3,244,751</u>	<u>6,144,182</u>	<u>97,729</u>	<u>493,952</u>	<u>102,097</u>
EXPENDITURES:						
Current operating:						
General government	-	-	-	-	-	174,674
Judicial	-	3,765,179	-	-	-	-
Public safety	-	-	-	56,322	-	-
Human services	-	-	6,449,687	-	-	-
Public works	1,067,313	-	-	-	-	-
Total Expenditures	<u>1,067,313</u>	<u>3,765,179</u>	<u>6,449,687</u>	<u>56,322</u>	<u>-</u>	<u>174,674</u>
Excess (deficiency) of revenues over expenditures	<u>282,002</u>	<u>(520,428)</u>	<u>(305,505)</u>	<u>41,407</u>	<u>493,952</u>	<u>(72,577)</u>
Other financing sources (uses):						
Transfers in	-	1,328,969	318,973	-	-	-
Transfers out	(85,745)	(208,974)	(459)	(618)	(503,873)	(13,080)
Total other financing sources (uses)	<u>(85,745)</u>	<u>1,119,995</u>	<u>318,514</u>	<u>(618)</u>	<u>(503,873)</u>	<u>(13,080)</u>
Net change in fund balance	196,257	599,567	13,009	40,789	(9,921)	(85,657)
Fund balance, beginning of year	<u>349,893</u>	<u>2,922,541</u>	<u>191</u>	<u>243,983</u>	<u>12,053</u>	<u>425,809</u>
Fund balance, end of year	<u>\$ 546,150</u>	<u>\$ 3,522,108</u>	<u>\$ 13,200</u>	<u>\$ 284,772</u>	<u>\$ 2,132</u>	<u>\$ 340,152</u>

Prothonotary Automation	Hotel Taxes	Prison Canteen	Recorder of Deeds Improvement	Clerk of Courts Computer Surcharge	Booking Center	Register of Wills Automation	Act 13	Total
\$ -	\$ 1,162,523	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,162,523
-	-	-	-	-	-	-	-	8,273,597
-	-	-	-	-	-	-	2,084,140	4,414,788
54,170	3,433	455,984	152,478	13,980	108,867	38,190	-	1,557,231
253	211	48	161	23	40	-	883	2,983
-	-	35	-	-	-	-	-	96,323
<u>54,423</u>	<u>1,166,167</u>	<u>456,067</u>	<u>152,639</u>	<u>14,003</u>	<u>108,907</u>	<u>38,190</u>	<u>2,085,023</u>	<u>15,507,445</u>
-	1,152,118	-	-	-	-	-	1,782,500	3,109,292
97,604	-	-	-	26,155	-	9,711	-	3,898,649
-	-	527,734	-	-	79,914	-	-	663,970
-	-	-	-	-	-	-	-	6,449,687
-	-	-	-	-	-	-	34,395	1,101,708
<u>97,604</u>	<u>1,152,118</u>	<u>527,734</u>	<u>-</u>	<u>26,155</u>	<u>79,914</u>	<u>9,711</u>	<u>1,816,895</u>	<u>15,223,306</u>
<u>(43,181)</u>	<u>14,049</u>	<u>(71,667)</u>	<u>152,639</u>	<u>(12,152)</u>	<u>28,993</u>	<u>28,479</u>	<u>268,128</u>	<u>284,139</u>
-	-	60,000	-	-	-	-	-	1,707,942
-	(3,712)	-	(151,388)	-	-	-	(1,432,157)	(2,400,006)
-	(3,712)	60,000	(151,388)	-	-	-	(1,432,157)	(692,064)
(43,181)	10,337	(11,667)	1,251	(12,152)	28,993	28,479	(1,164,029)	(407,925)
<u>207,489</u>	<u>68,186</u>	<u>194,280</u>	<u>84,490</u>	<u>48,886</u>	<u>111,034</u>	<u>18,998</u>	<u>2,223,385</u>	<u>6,911,218</u>
<u>\$ 164,308</u>	<u>\$ 78,523</u>	<u>\$ 182,613</u>	<u>\$ 85,741</u>	<u>\$ 36,734</u>	<u>\$ 140,027</u>	<u>\$ 47,477</u>	<u>\$ 1,059,356</u>	<u>\$ 6,503,293</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, 2013

	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		\$ -	\$ -	-	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	-
Federal grants	4,005,000	443,419	443,419	(2)	2,728,277	2,543,173	2,543,173	-	5,804,085	5,287,006	5,287,005	(1)
State grants	920,799	897,846	897,844	(2)	550,000	564,667	564,667	(3,002)	496,294	856,787	856,787	-
Departmental charges					79,500	60,184	57,182	(3,002)				
Interest income	200	60	60	-	75	732	730	(2)	10	10	10	(10)
Other revenue	3,880	7,932	7,932	(1)	84,801	79,200	78,999	(201)		391	390	(1)
Total revenues	4,929,799	1,349,318	1,349,315	(3)	3,440,353	3,247,856	3,244,751	(3,205)	6,300,389	6,144,194	6,144,182	(12)
Expenditures:												
Current operating:												
General government	-	-	-	-	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	4,091,620	3,765,410	3,765,179	231	-	-	-	-
Human services	-	-	-	-	-	-	-	-	6,602,332	6,458,122	6,449,687	8,435
Public works	5,150,511	1,067,318	1,067,313	5	-	-	-	-	-	-	-	-
Total expenditures	5,150,511	1,067,318	1,067,313	5	4,091,620	3,765,410	3,765,179	231	6,602,332	6,458,122	6,449,687	8,435
Excess (deficiency) of revenues over expenditures	(260,712)	282,000	282,002	2	(651,267)	(517,454)	(520,428)	(2,974)	(301,943)	(313,928)	(305,505)	8,423
Other financing sources (uses):												
Transfers in	1,000,000	-	-	-	1,436,764	1,328,969	1,328,969	-	330,000	318,973	318,973	-
Transfers out	(88,000)	(85,745)	(85,745)	-	(230,772)	(209,095)	(208,974)	121	(1,019)	(459)	(459)	-
Total other financing sources (uses)	912,000	(85,745)	(85,745)	-	1,205,992	1,119,874	1,119,995	121	328,982	318,514	318,514	-
Net change in fund balance	651,288	196,255	196,257	2	554,725	602,420	599,567	(2,855)	27,039	4,586	13,009	8,423
Fund balance-beginning of year	349,893	349,893	349,893	-	2,922,541	2,922,541	2,921,541	-	191	191	191	-
Fund balance-ending	1,001,181	546,148	546,150	2	3,477,266	3,524,961	3,522,108	(2,855)	27,230	4,777	13,200	8,423

(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, 2013

	Hazardous Materials Response			Offender Supervision			Record Improvement			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	-	11,350	11,350	-	-	-	-	-	-	-	-	-
Departmental charges	69,000	77,350	77,350	-	490,000	493,945	493,945	-	102,000	101,652	101,652	-
Interest Income	100	125	122	(3)	350	7	7	-	768	445	445	-
Other revenue	1,000	8,907	8,907	-	-	-	-	-	-	-	-	-
Total revenues	69,100	97,732	97,729	(3)	490,350	493,952	493,952	-	102,768	102,097	102,097	-
Expenditures:												
Current operating:												
General government	-	-	-	-	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	92,745	56,356	56,322	34	-	-	-	-	76,124	174,677	174,674	3
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	92,745	56,356	56,322	34	-	-	-	-	76,124	174,677	174,674	3
Excess (deficiency) of revenues over expenditures	(23,645)	41,376	41,407	31	490,350	493,952	493,952	-	26,644	(72,580)	(72,577)	3
Other financing sources (uses):												
Transfers in	-	-	-	-	-	-	-	-	24,000	-	-	-
Transfers out	(424)	(619)	(619)	1	(490,350)	(503,873)	(503,873)	-	(13,080)	(13,080)	(13,080)	-
Total other financing sources (uses)	(424)	(619)	(619)	1	(490,350)	(503,873)	(503,873)	-	10,920	(13,080)	(13,080)	-
Net change in fund balance	(24,069)	40,757	40,789	32	-	(9,921)	(9,921)	-	37,564	(85,660)	(85,657)	3
Fund balance-beginning of year	243,983	243,983	243,983	-	12,053	12,053	12,053	-	425,809	425,809	425,809	-
Fund balance-ending	219,914	284,740	284,772	32	12,053	2,132	2,132	-	463,373	340,149	340,152	3

(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, 2013

	Prothotatory Automation			Hotel Tax			Prison Canteen					
	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	-	-	\$ -	-	\$ 1,100,000	\$ 1,162,523	\$ 1,162,523	\$ -	-	-	-	\$ -
Federal grants	-	-	-	-	-	-	-	-	-	-	-	-
State grants	-	-	-	-	-	-	-	-	-	-	-	-
Departmental charges	54,000	54,170	54,170	-	1,000	3,434	3,433	(1)	360,000	455,984	455,984	-
Interest income	550	253	253	-	400	211	211	(1)	80	48	48	-
Other revenue	-	-	-	-	-	-	-	-	50	35	35	-
Total revenues	54,550	54,423	54,423	-	1,101,400	1,166,167	1,166,167	(2)	360,130	456,067	456,067	-
Expenditures:												
Current operating:												
General government	-	-	-	-	1,100,500	1,152,118	1,152,118	-	-	-	-	-
Judicial	103,850	97,609	97,604	5	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	445,986	527,739	527,734	5
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	103,850	97,609	97,604	5	1,100,500	1,152,118	1,152,118	-	445,986	527,739	527,734	5
Excess (deficiency) of revenues over expenditures	(49,300)	(43,186)	(43,181)	5	900	14,051	14,049	(2)	(85,856)	(71,672)	(71,667)	5
Other financing sources (uses):												
Transfers in	-	-	-	-	(1,800)	(3,713)	(3,712)	1	60,000	60,000	60,000	-
Transfers out	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(1,800)	(3,713)	(3,712)	1	60,000	60,000	60,000	-
Net change in fund balance	(49,300)	(43,186)	(43,181)	5	(900)	10,338	10,337	(1)	(25,856)	(11,672)	(11,667)	5
Fund balance-beginning of year	207,489	207,489	207,489	-	68,186	68,186	68,186	-	194,280	194,280	194,280	-
Fund balance-ending	\$ 158,189	\$ 164,303	\$ 164,308	5	\$ 67,286	\$ 78,524	\$ 78,523	(1)	\$ 168,424	\$ 182,608	\$ 182,613	5

(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, 2013

	Recorder of Deeds Improvement			Clerk of Courts Computer Surcharge			Booking Center					
	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	-	-	-	-	-	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	-	-	-	-	-	-
State grants	160,000	152,478	152,478	-	13,000	13,991	13,980	(1)	95,000	108,867	108,867	-
Departmental charges	175	175	161	(14)	20	24	23	(1)	70	40	40	-
Interest income	-	-	-	-	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	160,175	152,653	152,639	(14)	13,020	14,005	14,003	(2)	95,070	108,907	108,907	-
Expenditures:												
Current operating:												
General government	47,500	-	-	-	14,918	26,157	26,155	2	-	-	-	-
Judicial	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	58,420	79,914	79,914	-
Human services	-	-	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	47,500	-	-	-	14,918	26,157	26,155	2	58,420	79,914	79,914	-
Excess (deficiency) of revenues over expenditures	112,675	152,653	152,639	(14)	(1,898)	(12,152)	(12,152)	-	36,650	28,993	28,993	-
Other financing sources (uses):												
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers out	(151,388)	(151,388)	(151,388)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(151,388)	(151,388)	(151,388)	-	-	-	-	-	-	-	-	-
Net change in fund balance	(38,713)	1,265	1,251	(14)	(1,898)	(12,152)	(12,152)	-	36,650	28,993	28,993	-
Fund balance-beginning of year	84,490	84,490	84,490	-	49,895	49,895	49,895	-	111,034	111,034	111,034	-
Fund balance-ending	45,777	85,755	85,741	(14)	46,998	36,734	36,734	-	147,684	140,027	140,027	-

(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, 2013

	Register of Wills Automation			Act 13			Total					
	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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,100,000	\$ 1,162,523	\$ 1,162,523	\$ -
Federal grants	-	-	-	-	-	-	-	-	12,537,362	8,273,598	8,273,597	(1)
State grants	-	-	-	-	4,250,000	2,084,141	2,084,140	(1)	6,217,083	4,414,791	4,414,788	(3)
Departmental charges	42,520	38,190	38,190	-	-	-	-	-	1,465,020	1,560,235	1,557,231	(3,004)
Interest income	-	-	-	-	-	930	883	(47)	3,488	3,051	2,983	(78)
Other revenue	-	-	-	-	-	-	-	-	86,651	96,526	96,323	(203)
Total revenues	42,520	38,190	38,190	-	4,250,000	2,085,071	2,085,023	(48)	21,409,624	15,510,734	15,507,445	(3,289)
Expenditures:												
Current operating:												
General government	-	9,713	-	-	-	1,782,501	1,782,500	1	1,224,124	3,109,296	3,109,292	4
Judicial	2,920	-	9,711	2	-	-	-	-	4,213,308	3,898,889	3,898,649	240
Public safety	-	-	-	-	-	-	-	-	597,154	564,009	563,970	39
Human services	-	-	-	-	-	-	-	-	6,602,332	6,458,122	6,449,687	8,435
Public works	-	-	-	-	-	34,494	34,395	99	5,130,511	1,101,812	1,101,708	104
Total expenditures	2,920	9,713	9,711	2	-	1,816,995	1,816,895	100	17,827,426	15,232,128	15,223,306	8,822
Excess (deficiency) of revenues over expenditures	39,600	28,477	28,479	2	4,250,000	268,076	268,128	52	3,582,198	278,606	284,139	5,533
Other financing sources (uses):												
Operating transfers in	-	-	-	-	(4,250,000)	(1,432,157)	(1,432,157)	-	2,850,764	1,707,942	1,707,942	-
Operating transfers out	(24,000)	-	-	-	-	-	-	-	(5,250,832)	(2,400,129)	(2,400,006)	123
Total other financing sources (uses)	(24,000)	-	-	-	(4,250,000)	(1,432,157)	(1,432,157)	-	(2,400,068)	(692,187)	(692,064)	123
Net change in fund balance	15,600	28,477	28,479	2	-	(1,164,081)	(1,164,029)	52	1,182,130	(413,581)	(407,925)	5,656
Fund balance-beginning of year	18,998	18,998	18,998	-	2,223,385	2,223,385	2,223,385	-	6,911,218	6,911,218	6,911,218	-
Fund balance-ending	34,598	47,475	47,477	2	2,223,385	1,059,304	1,059,356	52	8,093,348	6,497,637	6,503,293	5,656

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Special Revenue Funds

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Liquid Fuels:				
Other services & charges	\$ 643,098	\$ 246,322	\$ 246,319	\$ 3
Supplies	227,613	311,503	311,501	2
Capital outlays	4,279,001	509,493	509,493	-
	<u>5,149,712</u>	<u>1,067,318</u>	<u>1,067,313</u>	<u>5</u>
Act 44:				
Capital outlays	40,799	-	-	-
	<u>40,799</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liquid Fuels	<u>5,190,511</u>	<u>1,067,318</u>	<u>1,067,313</u>	<u>5</u>
Domestic Relations:				
Personal services	2,240,887	2,100,902	2,101,080	(178)
Fringes	1,399,775	1,251,168	1,251,076	92
Other services & charges	420,324	393,419	393,387	32
Supplies	20,750	15,775	15,773	2
Capital outlays	9,884	4,146	3,863	283
Total Domestic Relations	<u>4,091,620</u>	<u>3,765,410</u>	<u>3,765,179</u>	<u>231</u>
Human Services Fund:				
Single Contract:				
Other services & charges	6,450,379	6,108,960	6,108,960	-
	<u>6,450,379</u>	<u>6,108,960</u>	<u>6,108,960</u>	<u>-</u>
Human Services Development Fund				
Information and Referral:				
Personal services	-	3,144	3,143	1
Fringes	-	5,456	5,454	2
Other services & charges	-	180,246	179,881	365
	<u>-</u>	<u>188,846</u>	<u>188,478</u>	<u>368</u>
Administration:				
Personal services	116,406	128,020	119,962	8,058
Fringes	29,042	29,003	29,000	3
Other services & charges	5,505	3,034	3,029	5
Supplies	1,000	259	258	1
	<u>151,953</u>	<u>160,316</u>	<u>152,249</u>	<u>8,067</u>
Total Human Services	<u>6,602,332</u>	<u>6,458,122</u>	<u>6,449,687</u>	<u>8,435</u>
Hazardous Materials Response Fund:				
Hazardous Materials:				
Other services & charges	56,945	43,559	43,527	32
Supplies	10,350	7,501	7,500	1
Capital outlays	25,450	5,296	5,295	1
Total Hazardous Materials Response	<u>92,745</u>	<u>56,356</u>	<u>56,322</u>	<u>34</u>
Record Improvement Fund:				
Other services & charges	75,979	95,416	95,416	-
Supplies	145	1,670	1,668	2
Capital outlays	-	77,591	77,590	1
Total Record Improvement	<u>76,124</u>	<u>174,677</u>	<u>174,674</u>	<u>3</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Special Revenue Funds

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance Positive (Negative)
Prothonotary Automation Fund:				
Other services & charges	94,350	89,994	89,994	-
Supplies	5,500	5,971	5,968	3
Capital outlays	4,000	1,644	1,642	2
Total Prothonotary Automation	103,850	97,609	97,604	5
Hotel Taxes:				
Other services & charges	1,100,500	1,152,118	1,152,118	-
Total Hotel Taxes	1,100,500	1,152,118	1,152,118	-
Prison Canteen:				
Other services & charges	428,250	512,514	512,510	4
Supplies	16,336	14,345	14,345	-
Capital outlays	1,400	880	879	1
Total Prison Canteen	445,986	527,739	527,734	5
Recorder of Deeds Improvement:				
Supplies	47,500	-	-	-
Capital outlays	-	-	-	-
Total Recorders Improvement	47,500	-	-	-
Clerk of Courts Computer Surcharge:				
Other services & charges	14,219	19,162	19,161	1
Capital outlays	699	6,995	6,994	1
Total Clerk of Courts Computer Surcharge	14,918	26,157	26,155	2
Booking Center:				
Other services & charges	58,420	79,914	79,914	-
Total Booking Center	58,420	79,914	79,914	-
Register of Wills Automation:				
Other services & charges	2,920	3,719	3,718	1
Capital outlays	-	5,994	5,993	1
Total Register of Wills Automation	2,920	9,713	9,711	2
Act 13:				
Marcellus Shale Discretionary:				
Other services & charges	-	1,232,501	1,232,500	1
	-	1,232,501	1,232,500	1
Marcellus Shale Restricted Bridges:				
Capital outlays	-	34,494	34,395	99
	-	34,494	34,395	99
Marcellus Shale Restricted Open Spaces:				
Other services & charges	-	550,000	550,000	-
	-	550,000	550,000	-
Total Act 13	-	1,816,995	1,816,895	100
Total Nonmajor Special Revenue	\$ 17,827,426	\$ 15,232,128	\$ 15,223,306	\$ 8,822

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, 2013

	1999 C Gen Oblig Bonds	General Obligation Bonds	Total
ASSETS:			
Cash and cash equivalents	\$ 3,873	\$ -	\$ 3,873
Due from other funds	-	17,268	17,268
Total assets	3,873	17,268	21,141
FUND BALANCE:			
Restricted for:			
Debt payments on General Obligation Bonds	3,873	17,268	21,141
Total fund balance	3,873	17,268	21,141
Total liabilities and fund balance	\$ 3,873	\$ 17,268	\$ 21,141

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

For the Year Ended December 31, 2013

	1993 F&G Refunding Bonds	1997 Refunding Bonds	1999 C Gen Oblig Bonds	General Obligation Bonds	Total
Revenues:					
Interest income	\$ -	\$ -	\$ 20	\$ -	\$ 20
Total revenues	-	-	20	-	20
Expenditures:					
Debt service:					
Principal retirement	1,755,000	-	615,000	5,935,000	8,305,000
Interest and fiscal charges	-	25,350	19,219	1,048,896	1,093,465
Total expenditures	1,755,000	25,350	634,219	6,983,896	9,398,465
Excess (deficiency) of revenues over expenditures	(1,755,000)	(25,350)	(634,199)	(6,983,896)	(9,398,445)
Other financing sources (uses):					
Transfers in	1,755,000	25,350	634,219	6,974,138	9,388,707
Total other financing sources (uses)	1,755,000	25,350	634,219	6,974,138	9,388,707
Net change in fund balance	-	-	20	(9,758)	(9,738)
Fund balance, beginning of year	-	-	3,853	27,026	30,879
Fund balance, end of year	\$ -	\$ -	\$ 3,873	\$ 17,268	\$ 21,141

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, 2013

	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:							
Debt service							
Principal retirement	1,755,000	1,755,000	1,755,000	5,000	-	-	-
Interest and fiscal charges	-	-	-	20,350	25,350	25,350	-
Total expenditures	1,755,000	1,755,000	1,755,000	25,350	25,350	25,350	-
Excess (deficiency) of revenues over expenditures	(1,755,000)	(1,755,000)	(1,755,000)	(25,350)	(25,350)	(25,350)	-
Other financing sources (uses):							
Transfers from General Fund	1,755,000	1,755,000	1,755,000	25,350	25,350	25,350	-
Transfers from Industrial Development Corp.	-	-	-	-	-	-	-
Total other financing sources (uses)	1,755,000	1,755,000	1,755,000	25,350	25,350	25,350	-
Net change in fund balance	-	-	-	-	-	-	-
Fund balance-beginning	-	-	-	-	-	-	-
Fund balance-ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(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, 2013

	1999 C General Obligation Bonds			General Obligation Bonds				
	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)	Original Budget	Amended Budget	Actual	Variance-Positive (Negative)
Revenues:								
Interest income	\$ -	\$ 20	\$ 20	\$ -	\$ -	\$ 1	\$ -	\$ (1)
Total revenues	-	20	20	-	-	1	-	(1)
Expenditures:								
Debt service								
Principal retirement	990,000	615,000	615,000	-	5,935,000	5,935,000	5,935,000	-
Interest and fiscal charges	36,844	19,219	19,219	-	1,048,896	1,048,896	1,048,896	-
Total expenditures	1,026,844	634,219	634,219	-	6,983,896	6,983,896	6,983,896	-
Excess (deficiency) of revenues over expenditures	(1,026,844)	(634,199)	(634,199)	-	(6,709,093)	(6,983,896)	(6,983,896)	(1)
Other financing sources (uses):								
Transfers from General Fund	-	-	-	-	6,709,093	6,974,138	6,974,138	-
Transfers from Industrial Development Corp.	1,026,844	634,219	634,219	-	-	-	-	-
Total other financing sources (uses)	1,026,844	634,219	634,219	-	6,709,093	6,974,138	6,974,138	-
Net change in fund balance	-	20	20	-	(9,757)	(9,758)	(9,758)	(1)
Fund balance-beginning	3,853	3,853	3,853	-	27,026	27,026	27,026	-
Fund balance-ending	\$ 3,853	\$ 3,873	\$ 3,873	\$ -	\$ 27,026	\$ 17,269	\$ 17,268	\$ (1)

(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, 2013

	Total		Variance- Positive (Negative)
	Original Budget	Amended Budget	Actual
Revenues:			
Interest income	-	21	20
Total revenues	-	21	20
Expenditures:			
Debt service			
Principal retirement	8,519,005	8,305,000	8,305,000
Interest and fiscal charges	997,282	1,093,465	1,093,465
Total expenditures	9,516,287	9,398,465	9,398,465
Excess (deficiency) of revenues over expenditures	(9,516,287)	(9,398,444)	(9,398,445)
Other financing sources (uses):			
Transfers from General Fund	8,489,443	8,754,488	8,754,488
Transfers from Industrial Development Corp.	1,026,844	634,219	634,219
Total other financing sources (uses)	9,516,287	9,388,707	9,388,707
Net change in fund balance	-	(9,737)	(9,738)
Fund balance-beginning	30,879	30,879	30,879
Fund balance-ending	\$ 30,879	\$ 21,142	\$ 21,141

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
Neighborhood Stabilization
2013 Bond Construction

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

December 31, 2013

	Community Development	General Capital Reserve	Home Investment	County Election	2013 Bond Construction	Neighborhood Stabilization	Total
ASSETS:							
Cash and cash equivalents	\$ 774,765	\$ 5,495,355	\$ 2,725,477	\$ 4,456	\$ -	\$ -	\$ 9,000,053
Receivables:							
Other governmental grants	591,521	-	16,045	6,825	-	-	614,391
Other	163	159	18,859	-	313	-	19,494
Due from other funds	-	-	-	-	19,291	62,913	82,204
Restricted assets							
Cash and cash equivalents	-	-	-	-	7,346,450	-	7,346,450
Interfund loans receivable	2,089,744	-	-	-	-	-	2,089,744
Total assets	<u>3,456,193</u>	<u>5,495,514</u>	<u>2,760,381</u>	<u>11,281</u>	<u>7,366,054</u>	<u>62,913</u>	<u>19,152,336</u>
LIABILITIES:							
Accrued liabilities	630,781	-	18,511	-	345,526	25,656	1,020,474
Due to other funds	133,097	1,965,026	37,303	59,263	70,994	-	2,265,683
Unearned revenue	773,727	-	-	-	-	-	773,727
Total liabilities	<u>1,537,605</u>	<u>1,965,026</u>	<u>55,814</u>	<u>59,263</u>	<u>416,520</u>	<u>25,656</u>	<u>4,059,884</u>
FUND BALANCE:							
Fund balance							
Restricted for:							
Capital projects	-	3,530,488	-	-	6,949,534	37,257	10,517,279
Community development projects	1,918,588	-	2,704,567	-	-	-	4,623,155
Unassigned	-	-	-	(47,982)	-	-	(47,982)
Total fund balance	<u>1,918,588</u>	<u>3,530,488</u>	<u>2,704,567</u>	<u>(47,982)</u>	<u>6,949,534</u>	<u>37,257</u>	<u>15,092,452</u>
Total liabilities and fund balance	<u>\$ 3,456,193</u>	<u>\$ 5,495,514</u>	<u>\$ 2,760,381</u>	<u>\$ 11,281</u>	<u>\$ 7,366,054</u>	<u>\$ 62,913</u>	<u>\$ 19,152,336</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, 2013

	Community Development	UDAG Repayment	General Capital Reserve	Home Investment	County Election	2013 Bond Construction	Neighborhood Stabilization	Total
Revenues:								
Federal grants	\$ 4,621,944	\$ -	\$ -	\$ 1,701,014	\$ 73,416	\$ -	\$ 12,620	\$ 6,408,994
State and local grants	1,273	-	-	-	-	-	-	1,273
Interest income	20,802	-	4,537	1,349	6	2,077	-	28,771
Other revenues	87,010	-	-	339,181	-	-	84,846	511,037
Total revenues	4,731,029	-	4,537	2,041,544	73,422	2,077	97,466	6,950,075
Expenditures:								
General government	-	-	-	-	175,187	366,179	-	541,366
Judicial	-	-	-	-	-	541,463	-	541,463
Public Safety	-	-	-	-	-	45,541	-	45,541
Culture and recreation	-	-	-	-	-	30,795	-	30,795
Conservation development	4,491,774	14	-	1,881,049	-	-	60,209	6,433,046
Public works	-	-	32	-	-	350,800	-	350,832
Debt service:								
Principal retirement	230,000	-	-	-	-	-	-	230,000
Interest and fiscal charges	11,615	-	-	-	-	-	-	11,615
Total expenditures	4,733,389	14	32	1,881,049	175,187	1,334,778	60,209	8,184,658
Excess (deficiency) of revenues over expenditures	(2,360)	(14)	4,505	160,495	(101,765)	(1,332,701)	37,257	(1,234,583)
Other financing sources (uses):								
Issuance of general obligation bonds	-	-	-	-	-	30,016,817	-	30,016,817
Payment to refunded bond escrow agent	-	-	-	-	-	(20,316,669)	-	(20,316,669)
Premium on bond issue	-	-	-	-	-	5,234,906	-	5,234,906
Transfers in	719	-	-	-	-	-	-	719
Transfers out	(2,182)	-	(1,965,026)	(995)	-	(6,652,819)	-	(8,621,022)
Total other financing sources (uses)	(1,463)	-	(1,965,026)	(995)	-	8,282,235	-	6,314,751
Net change in fund balance	(3,823)	(14)	(1,960,521)	159,500	(101,765)	6,949,534	37,257	5,080,168
Fund balance, beginning of year	1,922,411	14	5,491,009	2,545,067	53,783	-	-	10,012,284
Fund balance, end of year	\$ 1,918,588	\$ -	\$ 3,530,488	\$ 2,704,567	\$ (47,982)	\$ 6,949,534	\$ 37,257	\$ 15,092,452

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, 2013

	Community Development			U.D.A.G. Repayment				
	Original Budget	Budget	Actual	Variance-Positive (Negative)	Original Budget	Budget	Actual	Variance-Positive (Negative)
Revenues:								
Federal grants	\$ 3,651,113	\$ 4,621,945	\$ 4,621,944	\$ (1)	\$ -	\$ -	\$ -	\$ -
State and local grants	-	1,273	1,273	-	-	-	-	-
Interest income	-	20,804	20,802	(2)	-	-	-	-
Other revenue	104,693	87,911	87,010	(1)	-	-	-	-
Total revenues	3,755,806	4,733,033	4,733,029	(4)				
Expenditures:								
Current operating:								
General government	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Conservation development	3,511,519	4,491,792	4,491,774	18	-	14	14	-
Public works	-	-	-	-	-	-	-	-
Debt service:								
Principal retirement	230,000	230,000	230,000	-	-	-	-	-
Interest and fiscal charges	11,615	11,615	11,615	-	-	-	-	-
Total expenditures	3,753,134	4,733,407	4,733,389	18		14	14	
Excess (deficiency) of revenues over expenditures	2,672	(2,374)	(2,360)	14		(14)	(14)	
Other financing sources (uses):								
Issuance of general obligation bonds	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-
Premium on bond issue	-	-	-	-	-	-	-	-
Transfer in	-	720	719	(1)	-	-	-	-
Transfer (out)	(2,672)	(2,182)	(2,182)	-	-	-	-	-
Total other financing sources (uses)	(2,672)	(1,462)	(1,463)	(1)				
Net change in fund balance	-	(3,836)	(3,823)	13		(14)	(14)	
Fund Balance-beginning	1,922,411	1,922,411	1,922,411		14	14	14	
Fund balance-ending	\$ 1,922,411	\$ 1,918,575	\$ 1,918,588	13	\$ 14	\$ -	\$ -	(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, 2013

	General Capital Reserve			Home Investment			Variance- Positive (Negative)
	Original Budget	Budget	Actual	Original Budget	Budget	Actual	
Revenues:							
Federal grants	\$ -	\$ -	\$ -	\$ 1,011,113	\$ 1,701,015	\$ 1,701,014	\$ (1)
State and local grants	-	-	-	-	-	-	-
Interest income	4,000	4,537	4,537	1,350	1,349	1,349	-
Other revenue	-	-	-	300,200	339,182	339,181	(1)
Total revenues	4,000	4,537	4,537	1,312,663	2,041,546	2,041,544	(2)
Expenditures:							
Current operating:							
General government	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Conservation development	-	-	-	1,318,591	1,881,707	1,881,049	658
Public Works	-	32	32	-	-	-	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	-	32	32	1,318,591	1,881,707	1,881,049	658
Excess (deficiency) of revenues over expenditures	4,000	4,505	4,505	(5,928)	159,839	160,495	656
Other financing sources (uses):							
Issuance of general obligation bonds	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-
Premium on bond issue	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	-
Transfer (out)	(3,056,201)	(1,965,027)	(1,965,026)	(382)	(996)	(995)	1
Total other financing sources (uses)	(3,056,201)	(1,965,027)	(1,965,026)	(382)	(996)	(995)	1
Net change in fund balance	(3,052,201)	(1,960,522)	(1,960,521)	(6,310)	158,843	159,500	657
Fund balance-beginning	5,491,009	5,491,009	5,491,009	2,545,067	2,545,067	2,545,067	-
Fund balance-ending	\$ 2,438,808	\$ 3,530,487	\$ 3,530,488	\$ 2,538,757	\$ 2,703,910	\$ 2,704,567	\$ 657

(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, 2013

	County Election			2013 Bond Construction			Variance-Positive (Negative)
	Total Original Budget	Total Amended Budget	Total Actual	Total Original Budget	Total Amended Budget	Total Actual	
Revenues:							
Federal grants	\$ 164,450	\$ 73,416	\$ 73,415	\$ -	\$ -	\$ -	\$ -
State and local grants	-	-	-	-	-	-	-
Interest income	5	8	6	(2)	2,077	2,077	-
Other revenue	-	-	-	-	-	-	-
Total revenues	164,455	73,424	73,422	(2)	2,077	2,077	-
Expenditures:							
Current operating:							
General government	131,580	175,187	175,187	-	366,180	366,179	1
Judicial	-	-	-	-	541,464	541,463	1
Public Safety	-	-	-	-	45,544	45,541	3
Culture and recreation	-	-	-	-	30,795	30,795	-
Conservation development	-	-	-	-	-	-	-
Public Works	-	-	-	-	350,800	350,800	-
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-
Total expenditures	131,580	175,187	175,187	-	1,334,783	1,334,778	5
Excess (deficiency) of revenues over expenditures	32,875	(101,763)	(101,765)	(2)	(1,332,706)	(1,332,701)	5
Other financing sources (uses):							
Issuance of general obligation bonds	-	-	-	-	30,016,817	30,016,817	-
Payment to refunded bond escrow agent	-	-	-	-	(20,316,669)	(20,316,669)	-
Premium on bond issue	-	-	-	-	5,234,906	5,234,906	-
Transfer in	-	-	-	-	-	-	-
Transfer (out)	-	-	-	-	(6,652,820)	(6,652,819)	1
Total other financing sources (uses)	-	-	-	-	8,282,234	8,282,235	1
Net change in fund balance	32,875	(101,763)	(101,765)	(2)	6,949,528	6,949,534	6
Fund balance-beginning	53,783	53,783	53,783	-	-	-	-
Fund balance-ending	\$ 86,658	\$ (47,980)	\$ (47,982)	(2)	\$ 6,949,528	\$ 6,949,534	\$ 6

(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, 2013

	Neighborhood Stabilization				Total			
	Total Original Budget	Total Amended Budget	Total Actual	Variance-Positive (Negative)	Total Original Budget	Total Amended Budget	Total Actual	Variance-Positive (Negative)
Revenues:								
Federal grants	\$ -	\$ 12,621	\$ 12,620	\$ (1)	\$ 4,826,676	\$ 6,408,997	\$ 6,408,994	\$ (3)
State and local grants	-	-	-	-	-	1,273	1,273	-
Interest income	-	-	-	-	5,355	28,775	28,771	(4)
Other revenue	-	84,846	84,846	-	404,893	511,039	511,037	(2)
Total revenues	-	<u>97,467</u>	<u>97,466</u>	<u>(1)</u>	<u>5,236,924</u>	<u>6,950,084</u>	<u>6,950,075</u>	<u>(9)</u>
Expenditures:								
Current operating:								
General government	-	-	-	-	131,580	541,367	541,366	1
Judicial	-	-	-	-	-	541,464	541,463	1
Public Safety	-	-	-	-	-	45,544	45,541	3
Culture and recreation	-	-	-	-	-	30,795	30,795	-
Conservation development	-	123,052	60,209	62,843	4,830,110	6,496,565	6,433,046	63,519
Public Works	-	-	-	-	-	350,832	350,832	-
Debt service:								
Principal retirement	-	-	-	-	230,000	230,000	230,000	-
Interest and fiscal charges	-	-	-	-	11,615	11,615	11,615	-
Total expenditures	-	<u>123,052</u>	<u>60,209</u>	<u>62,843</u>	<u>5,203,305</u>	<u>8,248,182</u>	<u>8,184,658</u>	<u>63,524</u>
Excess (deficiency) of revenues over expenditures	-	<u>(25,585)</u>	<u>37,257</u>	<u>62,842</u>	<u>33,619</u>	<u>(1,298,098)</u>	<u>(1,234,583)</u>	<u>63,515</u>
Other financing sources (uses):								
Issuance of general obligation bonds	-	-	-	-	-	30,016,817	30,016,817	-
Payment to refunded bond escrow agent	-	-	-	-	-	(20,316,669)	(20,316,669)	-
Premium on bond issue	-	-	-	-	-	5,234,906	5,234,906	-
Transfer in	-	-	-	-	-	720	719	(1)
Transfer (out)	-	-	-	-	(3,059,255)	(8,621,025)	(8,621,022)	3
Total other financing sources (uses)	-	-	-	-	<u>(3,059,255)</u>	<u>6,314,749</u>	<u>6,314,751</u>	<u>2</u>
Net change in fund balance	-	<u>(25,585)</u>	<u>37,257</u>	<u>62,842</u>	<u>(3,025,636)</u>	<u>5,016,651</u>	<u>5,080,168</u>	<u>63,517</u>
Fund balance-beginning	-	-	-	-	<u>10,012,284</u>	<u>10,012,284</u>	<u>10,012,284</u>	-
Fund balance-ending	-	<u>(25,585)</u>	<u>37,257</u>	<u>62,842</u>	<u>\$ 6,986,648</u>	<u>\$ 15,028,935</u>	<u>\$ 15,092,452</u>	<u>\$ 63,517</u>

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
Capital Projects:				
Community Development:				
Personal services	\$ 245,877	\$ 252,882	\$ 252,881	\$ 1
Fringes	116,523	98,760	98,756	4
Other services & charges	647,369	764,702	764,692	10
Supplies	1,750	1,570	1,568	2
Capital outlays	2,500,000	3,372,604	3,372,604	-
	<u>3,511,519</u>	<u>4,490,518</u>	<u>4,490,501</u>	<u>17</u>
Principal repayment	230,000	230,000	230,000	-
Interest	11,615	11,615	11,615	-
	<u>241,615</u>	<u>241,615</u>	<u>241,615</u>	<u>-</u>
Pennsylvania HPRP:				
Other services & charges	-	1,274	1,273	1
	<u>-</u>	<u>1,274</u>	<u>1,273</u>	<u>1</u>
Total Community Development	<u>3,753,134</u>	<u>4,733,407</u>	<u>4,733,389</u>	<u>18</u>
U.D.A.G. Repayment:				
Other services & charges	-	14	14	-
Total U.D.A.G. Repayment	<u>-</u>	<u>14</u>	<u>14</u>	<u>-</u>
General Capital Reserve:				
Other services & charges	-	32	32	-
Total General Capital Reserve	<u>-</u>	<u>32</u>	<u>32</u>	<u>-</u>
Home Investment:				
Personal Services	33,508	36,252	35,603	649
Fringes	16,994	12,699	12,696	3
Other services & charges	1,268,089	1,832,756	1,832,750	6
Total Home Investment	<u>1,318,591</u>	<u>1,881,707</u>	<u>1,881,049</u>	<u>658</u>
County Election:				
Other services & charges	-	117,345	117,345	-
Supplies	131,580	52,387	52,387	-
Capital outlays	-	5,455	5,455	-
Total County Election	<u>131,580</u>	<u>175,187</u>	<u>175,187</u>	<u>-</u>
Neighborhood Stabilization:				
Other services & charges	-	520	520	-
Capital outlays	-	122,532	59,689	62,843
Total Neighborhood Stabilization	<u>-</u>	<u>123,052</u>	<u>60,209</u>	<u>62,843</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Schedule of Expenditures
Budget and Actual

Nonmajor Capital Projects Funds

Year Ended December 31, 2013

	Original Budget	Amended Budget	Actual	Variance- Positive (Negative)
2013 Bond Construction:				
Register of Wills				
Capital outlays	-	56,202	56,202	-
	-	56,202	56,202	-
District Justice Christner				
Capital outlays	-	38,088	38,088	-
	-	38,088	38,088	-
District Justice Moore				
Capital outlays	-	32,907	32,907	-
	-	32,907	32,907	-
Park Police				
Capital outlays	-	5,808	5,806	2
	-	5,808	5,806	2
Adult Probation				
Capital outlays	-	30,166	30,165	1
	-	30,166	30,165	1
Emergency Management				
Other services & charges	-	9,570	9,570	-
	-	9,570	9,570	-
Public Works				
Capital outlays	-	350,800	350,800	-
	-	350,800	350,800	-
Forensic Center				
Capital outlays	-	414,267	414,266	1
	-	414,267	414,266	1
Parks				
Capital outlays	-	30,795	30,795	-
	-	30,795	30,795	-
2013 Bond Construction				
Other services & charges	-	366,180	366,179	1
	-	366,180	366,179	1
Total 2013 Bond Construction	-	1,334,783	1,334,778	5
 Total Capital Projects	\$ 5,203,305	\$ 8,248,182	\$ 8,184,658	\$ 63,524

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, 2013

	<u>Balance at December 31, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at December 31, 2013</u>
<u>Tax Claims Bureau</u>				
Assets:				
Cash and cash equivalents	\$ 1,823,685	\$ 23,852,455	\$ 23,636,041	\$ 2,040,099
Total assets	<u>1,823,685</u>	<u>23,852,455</u>	<u>23,636,041</u>	<u>2,040,099</u>
Liabilities:				
Other liabilities	371,852	5,923,709	5,922,804	372,757
Due to individuals	54,773	342,677	342,677	54,773
Due to various taxing units	1,397,060	17,586,069	17,370,560	1,612,569
Total liabilities	<u>1,823,685</u>	<u>23,852,455</u>	<u>23,636,041</u>	<u>2,040,099</u>
<u>Westmoreland Manor-Residents' Account</u>				
Assets:				
Cash and cash equivalents	431,260	4,810,353	4,790,871	450,742
Total assets	<u>431,260</u>	<u>4,810,353</u>	<u>4,790,871</u>	<u>450,742</u>
Liabilities:				
Other liabilities	17,095	-	-	17,095
Due to individuals	414,165	4,810,353	4,790,871	433,647
Total liabilities	<u>431,260</u>	<u>4,810,353</u>	<u>4,790,871</u>	<u>450,742</u>
<u>Domestic Relations</u>				
Assets:				
Cash and cash equivalents	58,745	1,368,696	1,370,329	57,112
Total assets	<u>58,745</u>	<u>1,368,696</u>	<u>1,370,329</u>	<u>57,112</u>
Liabilities:				
Due to individuals	58,745	1,368,696	1,370,329	57,112
Total liabilities	<u>58,745</u>	<u>1,368,696</u>	<u>1,370,329</u>	<u>57,112</u>
<u>District Attorney</u>				
Assets:				
Cash and cash equivalents	122,313	58,940	36,023	145,230
Total assets	<u>122,313</u>	<u>58,940</u>	<u>36,023</u>	<u>145,230</u>
Liabilities:				
Due to law enforcement agencies	122,313	58,940	36,023	145,230
Total liabilities	<u>122,313</u>	<u>58,940</u>	<u>36,023</u>	<u>145,230</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2013

	Balance at December 31, 2012	Additions	Deductions	Balance at December 31, 2013
<u>Sheriff</u>				
Assets:				
Cash and cash equivalents	888,648	4,637,905	4,467,563	1,058,990
Total assets	888,648	4,637,905	4,467,563	1,058,990
Liabilities:				
Due to individuals	888,648	4,637,905	4,467,563	1,058,990
Total liabilities	888,648	4,637,905	4,467,563	1,058,990
<u>Prothonotary</u>				
Assets:				
Cash and cash equivalents	1,515,460	2,464,829	2,697,924	1,282,365
Total assets	1,515,460	2,464,829	2,697,924	1,282,365
Liabilities:				
Payable upon court order	1,515,460	2,464,829	2,697,924	1,282,365
Total liabilities	1,515,460	2,464,829	2,697,924	1,282,365
<u>Register of Wills</u>				
Assets:				
Cash and cash equivalents	155,403	1,166,059	1,241,385	80,077
Total assets	155,403	1,166,059	1,241,385	80,077
Liabilities:				
Payable upon court order	154,308	1,160,194	1,236,310	78,192
Due to various taxing units	1,095	5,865	5,075	1,885
Total liabilities	155,403	1,166,059	1,241,385	80,077
<u>Clerk of Courts</u>				
Assets:				
Cash and cash equivalents	513,330	5,722,024	5,660,790	574,564
Total assets	513,330	5,722,024	5,660,790	574,564
Liabilities:				
Payable upon court order	513,330	5,722,024	5,660,790	574,564
Total liabilities	513,330	5,722,024	5,660,790	574,564

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2013

	Balance at December 31, 2012	Additions	Deductions	Balance at December 31, 2013
<u>Treasurer</u>				
Assets:				
Cash and cash equivalents	59,914	8,183,966	8,168,892	74,988
Total assets	59,914	8,183,966	8,168,892	74,988
Liabilities:				
Due to various taxing units	17,827	7,684,483	7,680,136	22,174
Due to Commonwealth of Pennsylvania	42,087	499,483	488,756	52,814
Total liabilities	59,914	8,183,966	8,168,892	74,988
<u>Recorder of Deeds</u>				
Assets:				
Cash and cash equivalents	1,006,838	20,711,019	20,590,383	1,127,474
Total assets	1,006,838	20,711,019	20,590,383	1,127,474
Liabilities:				
Other liabilities	233,357	2,803,796	2,796,237	240,916
Due to various taxing units	773,481	17,907,223	17,794,146	886,558
Total liabilities	1,006,838	20,711,019	20,590,383	1,127,474
<u>District Justices</u>				
Assets:				
Cash and cash equivalents	336,470	8,137,157	8,125,417	348,210
Total assets	336,470	8,137,157	8,125,417	348,210
Liabilities:				
Due to individuals	150,971	1,172,028	1,157,880	165,119
Due to various taxing units	185,499	6,965,129	6,967,537	183,091
Total liabilities	336,470	8,137,157	8,125,417	348,210
<u>Prison Inmate Account</u>				
Assets:				
Cash and cash equivalents	17,501	739,355	739,111	17,745
Total assets	17,501	739,355	739,111	17,745
Liabilities:				
Due to individuals	17,501	739,355	739,111	17,745
Total liabilities	17,501	739,355	739,111	17,745

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Fiduciary Funds

Combining Statement of Changes in Assets and Liabilities

Year Ended December 31, 2013

	<u>Balance at December 31, 2012</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at December 31, 2013</u>
<u>Payroll</u>				
Assets:				
Cash and cash equivalents	30,093	87,782,862	87,579,523	233,432
Total assets	<u>30,093</u>	<u>87,782,862</u>	<u>87,579,523</u>	<u>233,432</u>
Liabilities:				
Due to individuals/taxing units	30,093	87,782,862	87,579,523	233,432
Total liabilities	<u>30,093</u>	<u>87,782,862</u>	<u>87,579,523</u>	<u>233,432</u>
<u>Prison Work Release Account</u>				
Assets:				
Cash and cash equivalents	1,242	179,605	180,847	-
Total assets	<u>1,242</u>	<u>179,605</u>	<u>180,847</u>	<u>-</u>
Liabilities:				
Due to individuals	1,242	179,605	180,847	-
Total liabilities	<u>1,242</u>	<u>179,605</u>	<u>180,847</u>	<u>-</u>
<u>Total Agency Fund</u>				
Assets:				
Cash and cash equivalents	6,960,902	169,815,225	169,285,099	7,491,028
Total assets	<u>6,960,902</u>	<u>169,815,225</u>	<u>169,285,099</u>	<u>7,491,028</u>
Liabilities:				
Other liabilities	622,304	8,727,505	8,719,041	630,768
Payable upon court order	2,183,098	9,347,047	9,595,024	1,935,121
Due to individuals	1,586,045	13,250,619	13,049,278	1,787,386
Due to various taxing units	2,405,055	137,931,631	137,396,977	2,939,709
Due to Commonwealth of Pennsylvania	42,087	499,483	488,756	52,814
Due to law enforcement agencies	122,313	58,940	36,023	145,230
Total liabilities	<u>\$ 6,960,902</u>	<u>\$ 169,815,225</u>	<u>\$ 169,285,099</u>	<u>\$ 7,491,028</u>

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 Position

December 31, 2013

	<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>
Assets:						
Current assets						
Cash and cash equivalents	\$ 92,722	\$ 5,214	\$ 961,948	\$ 168,232	\$ 20,304,342	\$ 21,532,458
Investments	-	-	-	-	900,000	900,000
Receivables:						
Other governmental grants	951,919	825,425	-	-	-	1,777,344
Accounts receivable	32,863	69,357	10,804	767	749,522	863,313
Other	-	-	-	-	2,281,335	2,281,335
Due from other governments	-	-	24,412	-	-	24,412
Land held for resale	-	-	18,509,186	-	-	18,509,186
Inventories	195,985	49,252	-	-	791,699	1,036,936
Other assets	<u>33,807</u>	<u>-</u>	<u>2,286</u>	<u>1,154</u>	<u>26,015</u>	<u>63,262</u>
Total current assets	<u>1,307,296</u>	<u>949,248</u>	<u>19,508,636</u>	<u>170,153</u>	<u>25,052,913</u>	<u>46,988,246</u>
Noncurrent assets						
Restricted assets						
Cash and cash equivalents	2,452,785	140,897	446,568	-	15,289,908	18,330,158
Investments	-	-	444,561	-	2,477,982	2,922,543
Accounts receivables	-	-	-	-	261,271	261,271
Loans receivable	-	-	10,792,108	-	-	10,792,108
Other assets	<u>-</u>	<u>17,500</u>	<u>200,000</u>	<u>-</u>	<u>62,375</u>	<u>279,875</u>
Total restricted assets	<u>2,452,785</u>	<u>158,397</u>	<u>11,883,237</u>	<u>-</u>	<u>18,091,536</u>	<u>32,585,955</u>
Capital assets:						
Land	94,400	4,041,818	-	-	2,791,762	6,927,980
Buildings	11,388,323	18,781,828	-	-	62,635,423	92,805,574
Runways and taxiways	-	36,525,705	-	-	-	36,525,705
Equipment, furniture and fixtures	13,337,215	8,447,290	191,887	-	23,812,050	45,788,442
Fuel farm	-	712,999	-	-	-	712,999
Infrastructure	-	5,259,051	-	803,083	-	6,062,134
Other	102,049	771,033	-	-	-	873,082
Library books and tapes	-	-	-	-	1,744,335	1,744,335
Vehicles	-	-	-	-	321,212	321,212
Construction in progress	<u>-</u>	<u>4,025,034</u>	<u>-</u>	<u>-</u>	<u>1,586,344</u>	<u>5,611,378</u>
Total capital assets	24,921,987	78,564,758	191,887	803,083	92,891,126	197,372,841
Less: Accumulated depreciation	<u>(8,136,584)</u>	<u>(33,134,345)</u>	<u>(186,825)</u>	<u>(200,768)</u>	<u>(61,314,226)</u>	<u>(102,972,748)</u>
Net capital assets	<u>16,785,403</u>	<u>45,430,413</u>	<u>5,062</u>	<u>602,315</u>	<u>31,576,900</u>	<u>94,400,093</u>
Total noncurrent assets	<u>19,238,188</u>	<u>45,588,810</u>	<u>11,888,299</u>	<u>602,315</u>	<u>49,668,436</u>	<u>126,986,048</u>
Total assets	<u>\$ 20,545,484</u>	<u>\$ 46,538,058</u>	<u>\$ 31,396,935</u>	<u>\$ 772,468</u>	<u>\$ 74,721,349</u>	<u>\$ 173,974,294</u>
Deferred outflow of resources:						
Deferred loss on refunding	<u>\$ -</u>	<u>\$ 415,651</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 311,062</u>	<u>\$ 726,713</u>

(1) June 30, 2013 Fiscal Year End

(2) December 31, 2013 Fiscal Year End

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

Combining Statement of Net Position

December 31, 2013

	Transit Authority (1)	Airport Authority (2)	Redevelopment Authority (2)	Industrial Park Authority (2)	Community College (1)	Total
Liabilities:						
Accrued liabilities	\$ 119,075	\$ 863,724	\$ 52,425	\$ 242	\$ 4,412,885	\$ 5,448,351
Construction payable	580,875	-	-	143,465	-	724,340
Due to other governments	-	-	-	22,914	-	22,914
Developed land due to other funds	-	-	18,259,186	-	-	18,259,186
Unearned revenues	51,100	-	253,526	-	210,901	515,527
	<u>751,050</u>	<u>863,724</u>	<u>18,565,137</u>	<u>166,621</u>	<u>4,623,786</u>	<u>24,970,318</u>
Total current liabilities						
Noncurrent liabilities:						
Interest payable	-	-	46,881	-	-	46,881
Due within one year						
Current maturities of long-term debt	-	490,000	396,326	-	3,375,000	4,261,326
Mortgages, loans and notes payable	70,400	474,894	105,983	-	-	651,277
Due in more than one year						
Long-term debt	-	7,725,000	839,625	-	30,955,841	39,520,466
Mortgages, loans and notes payable	-	34,309	347,127	-	-	381,436
Loans payable to primary government	-	-	250,000	-	-	250,000
Deferred rehabilitation loans	-	-	10,153,837	-	-	10,153,837
Other post employment benefits	-	284,538	-	-	-	284,538
Unearned revenues	2,895,082	5,891	-	-	-	2,900,973
	<u>2,965,482</u>	<u>9,014,632</u>	<u>12,139,779</u>	<u>-</u>	<u>34,330,841</u>	<u>58,450,734</u>
Total noncurrent liabilities						
Total liabilities	<u>3,716,532</u>	<u>9,878,356</u>	<u>30,704,916</u>	<u>166,621</u>	<u>38,954,627</u>	<u>83,421,052</u>
Net Position:						
Net investment in capital assets	16,715,003	36,628,129	5,062	602,315	12,337,508	66,288,017
Restricted	-	66,002	-	-	2,406,462	2,472,464
Unrestricted	113,949	381,222	686,957	3,532	21,333,814	22,519,474
	<u>16,828,952</u>	<u>37,075,353</u>	<u>692,019</u>	<u>605,847</u>	<u>36,077,784</u>	<u>91,279,955</u>
Total net position						
Total liabilities and net position	<u>\$ 20,545,484</u>	<u>\$ 46,953,709</u>	<u>\$ 31,396,935</u>	<u>\$ 772,468</u>	<u>\$ 75,032,411</u>	<u>\$ 174,701,007</u>

(1) June 30, 2013 Fiscal Year End

(2) December 31, 2013 Fiscal Year End

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

Combining Statement of Revenues, Expenses and Changes in Net Position

Year Ended December 31, 2013

	Transit Authority (1)	Airport Authority (2)	Redevelopment Authority (2)	Industrial Park Authority (2)	Community College (1)	Totals
Operating revenues:						
Charges for services	\$ 5,955,032	\$ 293,822	\$ 368,292	\$ -	\$ -	\$ 6,617,146
Student tuition and fees	-	-	-	-	15,739,404	15,739,404
Governmental and other grants	-	-	-	-	19,235,397	19,235,397
Auxiliary enterprises:						
Bookstore	-	-	-	-	4,623,921	4,623,921
Auxiliary	-	-	-	-	613,224	613,224
Rental income	-	716,496	-	-	-	716,496
Contributions	-	2,665,522	-	-	1,580,848	4,246,370
Miscellaneous income	116,121	-	-	-	1,104,662	1,220,783
Total operating revenues	6,071,153	3,675,840	368,292	-	42,897,456	53,012,741
Operating expenses:						
Salaries and wages	561,977	1,434,277	-	-	22,640,228	24,636,482
Employee benefits	216,387	513,929	-	-	7,636,886	8,367,202
Operating expenses	9,640,735	1,726,231	1,174,307	10,970	3,350,552	15,902,795
Governmental grants	-	-	-	-	14,290,308	14,290,308
Depreciation and amortization	1,527,064	2,257,968	-	106,814	2,989,151	6,880,997
Auxiliary enterprises:						
Bookstore	-	-	-	-	3,946,857	3,946,857
Auxiliary	-	-	-	-	1,041,660	1,041,660
Miscellaneous expenses	-	-	-	-	13,547	13,547
Total operating expenses	11,946,163	5,932,405	1,174,307	117,784	55,909,189	75,079,848
Operating loss	(5,875,010)	(2,256,565)	(806,015)	(117,784)	(13,011,733)	(22,067,107)
Nonoperating revenues/income and (expenses/losses):						
Grants	4,346,977	-	924,999	31,251	12,656,529	17,959,756
Interest income	1,008	509	722	-	195,455	197,694
Interest expense	-	(314,679)	(48,609)	-	(753,430)	(1,116,718)
Rental income and other	-	645,020	-	-	-	645,020
Total nonoperating revenues (expenses), net	4,347,985	330,850	877,112	31,251	12,098,554	17,685,752
Total income (loss)	(1,527,025)	(1,925,715)	71,097	(86,533)	(913,179)	(4,381,355)
Capital contributions - grants	800,485	3,303,324	-	-	4,928,731	9,032,540
Special items-transfer of assets	-	-	-	(3,159,332)	-	(3,159,332)
Change in net position	(726,540)	1,377,609	71,097	(3,245,865)	4,015,552	1,491,853
Net position - beginning of year	17,555,492	35,978,740	620,922	3,851,712	32,062,232	90,069,098
Prior period adjustment	-	(280,996)	-	-	-	(280,996)
Net position - beginning of year (restated, Note 14)	17,555,492	35,697,744	620,922	3,851,712	32,062,232	89,788,102
Net position - end of year	\$ 16,828,952	\$ 37,075,353	\$ 692,019	\$ 605,847	\$ 36,077,784	\$ 91,279,955

(1) June 30, 2013 Fiscal Year End

(2) December 31, 2013 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, 2013

Governmental funds capital assets:	
Land	\$ 3,510,323
Buildings	82,354,724
Equipment, furniture and fixtures	15,996,394
Vehicles	6,425,393
Infrastructure	34,443,970
Construction in progress	<u>3,318,352</u>
Total governmental fund capital assets	<u>\$ 146,049,156</u>
Investment in governmental funds capital assets by source:	
General Fund	\$ 100,176,499
Special Revenue Funds	30,465,022
Grants	11,347,794
Fees	535,697
Donated	<u>3,524,144</u>
Total governmental fund capital assets	<u>\$ 146,049,156</u>

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

December 31, 2013

Functions	Land	Buildings	Equipment	Vehicles	Infrastructure	Construction in Progress	Total
Administration	\$ -	\$ 7,472,749	\$ 6,146,479	\$ 87,313	\$ -	\$ -	\$ 13,706,541
Judicial-Courts	62,883	7,992,894	852,309	-	-	70,994	8,979,080
Judicial-Court-Related	-	6,449,765	1,564,053	1,380,521	-	551,513	9,945,852
Public Safety-Corrections	-	48,881,848	1,659,395	187,464	84,001	46,570	50,859,278
Public Safety-Emergency Management	-	315,061	2,336,562	2,324,992	-	9,570	4,986,185
Public Safety-Other	-	178,899	580,913	327,247	-	31,662	1,118,721
Public Works	-	4,847,681	640,870	1,273,673	32,575,793	2,577,248	41,915,265
Human Services-Children & Youth	-	-	191,486	46,296	-	-	237,782
Human Services-Behavioral Health	-	1,075,243	169,552	16,813	-	-	1,261,608
Human Services-Aging	-	240,709	240,129	291,725	-	-	772,563
Human Services-Other	-	164,394	11,562	-	-	-	175,956
Parks & Recreation	3,447,440	4,735,481	1,539,753	469,304	1,784,176	30,795	12,006,949
Planning & Development	-	-	63,331	20,045	-	-	83,376
Total governmental fund capital assets	\$ 3,510,323	\$ 82,354,724	\$ 15,996,394	\$ 6,425,393	\$ 34,443,970	\$ 3,318,352	\$ 146,049,156

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

For the year ended December 31, 2013

	Governmental Funds Capital Assets January 1, 2013	Additions	Construction in Progress	Deductions	Governmental Funds Capital Assets December 31, 2013
Administration	\$ 13,269,660	\$ 757,054	-	320,173	\$ 13,706,541
Judicial-Courts	8,885,764	413,456	70,994	391,134	8,979,080
Judicial-Court-Related	9,326,010	451,763	551,513	383,434	9,945,852
Public Safety-Corrections	50,380,578	839,990	46,570	407,860	50,859,278
Public Safety-Emergency Management	4,815,147	1,039,670	(800,430)	68,202	4,986,185
Public Safety-Other	892,493	194,566	31,662	-	1,118,721
Public Works	39,799,113	1,337,271	778,881	-	41,915,265
Human Services-Children & Youth	232,192	69,956	-	64,366	237,782
Human Services-Behavioral Health	1,218,515	79,452	-	36,359	1,261,608
Human Services-Aging	780,541	96,252	-	104,230	772,563
Human Services-Other	166,176	9,780	-	-	175,956
Parks & Recreation	11,840,992	215,313	30,795	80,151	12,006,949
Planning & Development	100,152	-	-	16,776	83,376
Total governmental funds capital assets	\$ 141,707,333	\$ 5,504,523	\$ 709,985	\$ 1,872,685	\$ 146,049,156

LONG TERM DEBT PAYABLE

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Long Term Debt Payable

December 31, 2013

Debt Instrument	Date of Issue	Amount Sold	Amount Outstanding	Maturity Information	Coupon or Ceiling Rate of Interest	2013 Maximum Debt Service Requirements	
						Interest	Principal
General Obligation Bonds Series F & G of 1993	10/19/93	\$ 68,410,519	\$ 23,855,000	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	\$ -	\$ 2,585,000
General Obligation Bonds Series of 1997	05/01/97	10,494,470	13,335,000	0 in 2014 0 in 2015 370,000 in 2016 135,000 in 2017 6,515,000 in 2018 6,315,000 in 2019	0.00 0.00 5.50 0.00 0.00 0.00	20,075	-
General Obligation Bonds Refunding Series of 1998	12/15/98	6,120,666	16,150,000	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	-	290,000
General Obligation Bonds Series A & B of 1999	04/22/99	10,363,566	9,000,000	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	-	-
General Obligation Bonds Series D of 1999	04/22/99	3,629,871	7,805,000	7,805,000 in 2014	0.00	-	7,805,000
General Obligation Bonds Series of 2013 Series A Refund on 2003A	6/18/13	16,731,817	16,731,817	0 in 2014 0 in 2015 0 in 2016 0 in 2017 0 in 2018 0 in 2019 2,946,840 in 2020 4,785,781 in 2021 5,026,629 in 2022 3,972,567 in 2023	0.50 2.00 2.00 2.00 2.00 2.00 5.00 5.00 5.00	836,590	-

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Long Term Debt Payable

December 31, 2013

Debt Instrument	Date of Issue	Amount Sold	Amount Outstanding	Maturity Information	Coupon or Calling Rate of Interest	2013 Maximum Debt Service Requirements	
						Interest	Principal
General Obligation Bonds Series of 2013 Series A Capital Project Funds	6/18/13	6,550,000	6,550,000	20,000 in 2014	0.50	322,850	20,000
				35,000 in 2015	2.00		
				25,000 in 2016	2.00		
				30,000 in 2017	2.00		
				5,000 in 2018	2.00		
				30,000 in 2019	2.00		
25,000 in 2020	5.00						
30,000 in 2021	5.00						
30,000 in 2022	5.00						
2,335,000 in 2023	5.00						
3,985,000 in 2024	5.00						
General Obligation Bonds Series of 2013 Series B Swap Termination	6/18/13	6,735,000	6,535,000	555,000 in 2014	0.494	118,016	555,000
				550,000 in 2015	0.745		
				560,000 in 2016	0.938		
				565,000 in 2017	1.092		
				600,000 in 2018	1.442		
				785,000 in 2019	1.642		
2,920,000 in 2020	2.326						
Total general obligation bonds from debt service funds						1,297,531	11,255,000
Discounted interest on 1993 Series F & G, 1997 Series General Obligation Bonds, 1998 Refunding Series of General Obligation Bonds, 1999 Series A & B General Obligation Bonds, and 1999 Series D General Obligation Bonds						14,056,927	
Premium Discount on 2013 Series A and B						4,973,160	
Total general obligation bonds payable from debt service funds net of discounted interest						99,868,050	

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Schedule of Long Term Debt Payable

December 31, 2013

Debt Instrument	Date of Issue	Amount Sold	Amount Outstanding	Maturity Information	Coupon or Ceiling Rate of Interest	2013 Maximum Debt Service Requirements	
						Interest	Principal
General Obligation Bonds Series of 2013 Series A Refund on 2003A 9-1-1 Surcharge Fund	6/18/13	12,793,183	12,793,183	0 in 2014 0 in 2015 0 in 2016 0 in 2017 0 in 2018 0 in 2019 2,253,160 in 2020 3,659,219 in 2021 3,843,371 in 2022 3,037,433 in 2023	0.50 2.00 2.00 2.00 2.00 2.00 5.00 5.00 5.00	639,658	-
General obligation bonds payable from 9-1-1 Surcharge Fund			<u>12,793,183</u>			639,658	-
Premium Discount on 2013 Series A			<u>7,866,134</u>				
Total general obligation bonds payable from 9-1-1 Surcharge Fund			<u>15,479,317</u>			<u>639,658</u>	
General Obligation Bonds Series of 2013 Series B Capital Projects Industrial Development Corporation fund	6/18/13	2,120,000	2,120,000	5,000 in 2014 175,000 in 2015 180,000 in 2016 180,000 in 2017 180,000 in 2018 185,000 in 2019 190,000 in 2020 195,000 in 2021 200,000 in 2022 205,000 in 2023 210,000 in 2024 215,000 in 2025	0.494 0.745 0.938 1.092 1.442 1.642 2.326 2.718 2.868 3.068 3.268 3.418	49,084	5,000
Total general obligation bonds payable from the Industrial Development Corporation fund			<u>2,120,000</u>			<u>49,084</u>	<u>5,000</u>
Total general obligation bonds payable from debt service funds, net of discounted interest			<u>90,869,050</u>			<u>1,297,531</u>	<u>11,255,000</u>
Total general long term debt payable, net of discounted interest			<u>\$ 108,467,367</u>			<u>\$ 1,986,273</u>	<u>\$ 11,260,000</u>



COMPREHENSIVE ANNUAL FINANCIAL REPORT

STATISTICAL SECTION

FOR THE YEAR ENDED DECEMBER 31, 2013

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>	188
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, property tax.</i>	197
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>	203
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>	208
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>	210

Sources: Unless otherwise noted, the information in these schedules is derived from comprehensive annual financial reports for each relevant year.

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

	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
Governmental Activities								
Investment in capital assets, net of related debt	\$ (52,758,387)	\$ (52,527,681)	\$ (51,162,833)	\$ (43,722,939)	\$ (39,671,899)	\$ (34,343,240)	\$ (28,204,547)	\$ (23,053,228)
Restricted	(3,005,200)	4,734,928	4,942,652	5,216,872	6,357,347	5,397,986	39,089,412	40,936,585
Unrestricted	67,707,244	72,070,255	80,275,076	87,309,794	93,368,030	87,584,606	45,194,957	38,867,741
Total governmental activities net assets	11,943,657	24,277,502	34,054,895	48,803,727	60,053,478	58,639,352	56,079,822	56,751,098
Business-type activities								
Investment in capital assets, net of related debt	65,246,744	38,126,962	40,477,335	38,902,638	38,097,856	32,681,318	21,153,398	19,931,680
Restricted	39,697	61,427	61,489	61,548	538,681	61,834	61,985	812
Unrestricted	6,585,580	36,034,463	45,284,096	47,960,467	57,562,440	56,965,883	59,116,300	59,793,049
Total business-type activities net assets	71,872,021	74,222,852	85,822,920	86,924,653	96,198,977	89,709,035	80,331,683	79,725,541
Primary government								
Investment in capital assets, net of related debt	12,488,357	(14,400,719)	(10,685,498)	(4,820,301)	(1,574,043)	(1,661,922)	(7,051,149)	(3,121,548)
Restricted	(2,965,503)	4,796,355	5,004,141	5,278,420	6,896,028	5,459,820	39,151,397	40,937,397
Unrestricted	74,292,824	108,104,718	125,559,172	139,270,261	150,930,470	144,550,489	104,311,257	98,660,790
Total primary government net assets	\$ 83,815,678	\$ 98,500,354	\$ 119,877,815	\$ 135,728,380	\$ 156,252,455	\$ 148,348,387	\$ 136,411,505	\$ 136,476,639

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

	Fiscal Year	
	2012	2013
Governmental Activities		
Net investment in capital assets	\$ (19,542,956)	\$ (28,323,037)
Restricted	44,723,024	51,930,721
Unrestricted	32,677,261	23,453,411
Total governmental activities net position	57,857,329	47,061,095
Business-type activities		
Net investment in capital assets	20,489,306	21,388,240
Restricted	776	1,376,790
Unrestricted	59,520,171	59,495,699
Total business-type activities net position	80,010,253	82,260,729
Primary government		
Net investment in capital assets	946,350	(6,934,797)
Restricted	44,723,800	53,307,511
Unrestricted	92,197,432	82,949,110
Total primary government net position	\$ 137,867,582	\$ 129,321,824

Westmoreland County adopted GASB 63 in 2012. This caused a change in the presentation of Net Assets by Component to Net Position by Component.

COUNTY OF WESTMORELAND, PENNSYLVANIA
Change in Net Assets
Eight Fiscal Years
 (accrual basis of accounting)

	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
Program Expenses								
Governmental Activities								
Administration	\$ 8,522,996	\$ 9,546,399	\$ 9,415,524	\$ 8,819,808	\$ 9,552,726	\$ 11,250,990	\$ 18,092,237	\$ 19,457,048
Judicial-Courts	9,269,088	9,819,770	10,144,658	10,068,819	10,356,125	11,136,167	9,388,731	10,734,950
Judicial-Court-related	16,500,675	17,233,673	18,828,729	19,611,699	19,894,895	21,509,339	19,016,943	19,192,422
Public Safety-Corrections	34,413,363	36,365,875	37,146,142	37,794,117	37,563,938	35,746,086	33,803,216	35,244,377
Public Safety-Emergency Management	597,334	617,133	542,043	661,225	857,267	986,015	819,983	912,896
Public Safety-Other	375,979	262,210	316,544	303,193	331,540	403,955	2,017,809	2,056,657
Public Works	7,905,665	3,578,496	3,708,085	4,031,648	3,751,757	4,670,344	7,913,331	7,600,246
Human Services-Children & Youth	19,555,344	19,649,016	16,391,320	16,048,165	16,665,153	16,633,847	19,823,249	21,828,377
Human Services-Behavioral Health	49,272,469	50,706,918	53,182,131	56,088,119	58,063,377	40,865,917	21,338,305	20,244,251
Human Services-Aging	11,097,691	10,807,663	11,371,447	11,961,615	12,030,691	12,504,252	12,789,278	11,647,238
Human Services-Other	14,818,068	15,091,938	15,595,896	15,892,118	16,309,378	16,431,352	18,730,863	16,119,413
Parks & Recreation	3,147,681	3,070,648	3,618,349	3,657,550	3,732,219	4,015,763	2,921,496	3,315,370
Planning & Development	8,493,825	12,944,863	11,612,092	11,445,625	8,575,743	11,571,718	11,256,546	9,154,336
Interest on Long-Term Debt	2,089,308	3,700,982	7,364,963	6,009,627	5,823,231	5,667,178	5,606,769	4,761,855
Total Governmental Activities Expenses	186,059,486	193,395,584	199,237,923	202,393,328	203,508,040	193,392,923	183,518,776	182,269,436
Business-Type Activities:								
Planning & Development	3,706,813	3,709,231	3,408,728	5,819,226	5,413,074	5,009,090	3,954,742	3,265,472
County Nursing Home	35,324,394	35,595,329	35,805,435	37,729,552	38,604,740	43,620,111	41,979,435	42,932,455
9-1-1 Dispatching	6,684,203	7,951,643	8,500,400	8,627,736	9,104,801	14,827,456	19,658,471	9,677,588
Behavioral Health Managed Care	35,652,259	42,044,963	53,120,585	48,942,762	50,065,287	55,522,284	55,740,919	60,543,057
Business-Type Activities Expenses	81,367,669	89,301,166	100,835,148	101,119,276	103,187,902	118,978,941	121,333,567	116,418,572
Total Primary Government Expenses	\$ 267,427,155	\$ 282,696,750	\$ 300,073,071	\$ 303,512,604	\$ 306,695,942	\$ 312,371,864	\$ 304,852,343	\$ 298,688,008

Program Revenues								
Governmental Activities								
Charges for services	\$ 5,487,984	\$ 5,277,682	\$ 5,122,673	\$ 4,470,544	\$ 4,486,291	\$ 5,358,947	\$ 5,765,674	\$ 6,141,950
Administration	1,371,483	1,472,603	1,559,866	1,525,284	1,544,101	1,654,259	1,635,583	1,563,414
Judicial-Courts	3,574,184	3,764,978	4,032,125	4,027,118	4,570,147	4,521,578	4,377,515	4,137,007
Judicial-Court-related	1,941,754	2,497,421	2,530,952	2,578,434	2,592,116	2,592,491	2,845,553	3,435,421
Public Safety-Corrections	67,521	80,570	81,974	94,144	113,679	116,674	109,101	105,984
Public Safety-Emergency Management	127,433	131,821	129,503	125,825	125,137	129,272	139,534	152,123
Public Safety-Other	81,543	67,951	404,763	502,061	124,008	66,563	120,651	229,853
Public Works	200,982	228,669	219,613	157,905	179,604	199,218	476,803	336,269
Human Services-Children & Youth	379,646	446,544	380,656	343,785	437,695	331,563	408,448	393,432
Human Services-Mental Health	15,004	19,962	18,351	25,099	9,020	22,980	18,603	18,964
Human Services-Aging	343,279	313,916	499,813	349,497	552,599	407,832	978,248	841,589
Parks & Recreation	1,952,642	1,865,642	1,792,451	1,877,235	903,067	766,853	766,004	
Planning & Development								

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Change in Net Assets

Eight Fiscal Years

(accrual basis of accounting)

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	
Operating grants and contributions									
Administration	82,938	91,407	2,616,779	109,137	191,355	936,241	497,200	2,292,594	
Judicial-Courts	842,769	808,328	796,110	793,851	791,251	705,595	704,332	754,572	
Judicial-Court-related	3,698,399	3,371,749	3,760,149	3,761,967	3,449,547	3,911,865	3,718,861	3,740,831	
Public Safety-Corrections	11,006,964	12,383,723	10,676,839	10,480,262	9,948,949	8,630,352	6,335,099	7,238,656	
Public Safety-Emergency Management	81,629	390,803	116,173	58,849	124,478	82,476	153,129	115,642	
Public Safety-Other	239,502	119,751	87,598	126,232	104,422	99,589	51,145	75,035	
Public Works	948,160	930,562	885,400	1,174,915	1,808,868	889,889	1,028,474	1,073,705	
Human Services-Children & Youth	17,371,883	17,055,055	14,008,805	13,793,137	13,897,715	14,676,416	17,029,703	18,470,242	
Human Services-Mental Health	47,235,491	48,711,383	50,665,137	53,204,674	56,113,243	38,021,871	19,350,120	18,191,976	
Human Services-Aging	10,227,466	10,079,713	10,677,015	11,017,676	11,168,467	11,672,255	12,053,809	10,909,261	
Human Services-Other	10,296,210	10,687,730	11,050,117	11,063,792	11,506,832	11,549,637	13,680,075	11,186,764	
Parks & Recreation	100,800	138,137	110,129	4,450	429,201	236,213	181,500	6,492,729	
Planning & Development	5,661,445	9,882,396	7,449,442	7,213,673	5,431,862	8,381,737	8,050,434	148,315	
Capital grants and contributions	-	900,000	-	750,505	1,301,377	-	-	-	-
Total Governmental Activities Program Revenues	123,337,120	131,723,982	129,678,849	129,986,539	131,701,929	116,128,486	100,532,322	99,055,504	
Business-Type Activities									
Charges for services									
Planning & Development	2,523,747	2,094,942	1,941,976	4,314,241	3,694,505	2,671,109	2,888,057	2,466,454	
County Nursing Home	30,450,550	33,208,233	36,453,213	38,762,231	39,335,887	39,371,071	41,081,816	42,121,681	
9-1-1 Dispatching	3,210,281	5,721,843	6,344,803	4,917,404	5,090,758	5,199,326	5,528,938	5,869,528	
Behavioral Health Managed Care	-	167,487	96,497	758,665	8,553,528	2,844,586	58,282,656	61,811,927	
Operating grants and contributions									
Planning & Development	116,184	106,623	115,491	222,252	114,416	162,414	55,314	281,802	
County Nursing Home	-	-	-	-	372,871	373,082	875,316	84,026	
Behavioral Health Managed Care	36,679,961	43,423,021	55,428,785	49,921,522	47,688,103	54,302,935	-	-	
Capital grants and contributions	9,809,710	1,962,371	8,301,075	4,277,935	2,305,085	2,803,652	881,492	2,305,830	
Total Business-Type Activities Program Revenues	82,790,433	86,684,520	108,681,840	103,173,550	107,155,153	107,728,175	109,593,589	114,941,248	
Total Primary Government Program Revenues	\$ 206,127,553	\$ 218,408,502	\$ 238,360,689	\$ 233,159,889	\$ 238,857,082	\$ 223,856,661	\$ 210,125,911	\$ 213,996,752	
Net (Expenses)/Revenues									
Governmental Activities	\$ (62,722,366)	\$ (61,671,602)	\$ (69,559,074)	\$ (72,406,789)	\$ (71,806,111)	\$ (77,264,437)	\$ (82,986,454)	\$ (83,213,932)	
Business-Type Activities	1,422,764	(2,616,646)	7,846,692	2,054,074	3,967,251	(11,250,766)	(11,739,978)	(1,477,324)	
Total Primary Government Net Expense	\$ (61,299,602)	\$ (64,288,248)	\$ (61,712,382)	\$ (70,352,715)	\$ (67,838,860)	\$ (88,515,203)	\$ (94,726,432)	\$ (84,691,256)	

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA

Change in Net Assets
Eight Fiscal Years
(accrual basis of accounting)

	Fiscal Year							
	2004	2005	2006	2007	2008	2009	2010	2011
General Revenues and Other Changes in Net Assets								
Governmental Activities								
Taxes, Real Property	\$ 61,192,320	\$ 75,977,994	\$ 76,693,887	\$ 78,213,626	\$ 78,782,403	\$ 79,481,601	\$ 79,750,462	\$ 80,286,236
Taxes, Hotel	749,138	778,985	780,366	892,661	978,305	898,958	986,239	1,100,589
Investment Earnings	2,291,210	3,350,236	4,431,075	6,212,455	8,098,629	61,239	2,748,273	3,307,134
Transfers	(3,145,608)	(6,101,768)	(2,568,861)	1,836,879	(4,803,475)	(4,591,487)	(2,256,974)	(808,751)
Total Governmental Activities	\$ 61,087,060	\$ 74,005,447	\$ 79,336,467	\$ 87,155,621	\$ 83,055,862	\$ 75,850,311	\$ 81,228,000	\$ 83,885,208
Business-Type Activities								
Investment Earnings	183,055	423,527	1,184,515	884,538	503,598	169,337	105,552	62,431
Transfers	3,145,608	6,101,768	2,568,861	(1,836,879)	4,803,475	4,591,487	2,256,974	808,751
Total Business-Type Activities	3,328,663	6,525,295	3,753,376	(952,341)	5,307,073	4,760,824	2,362,626	871,182
Total Primary Government	\$ 64,415,723	\$ 80,530,742	\$ 83,089,843	\$ 86,203,280	\$ 88,362,935	\$ 80,611,135	\$ 83,590,626	\$ 84,756,390
Change in Net Assets								
Governmental Activities	\$ (1,635,306)	\$ 12,333,845	\$ 9,777,393	\$ 14,748,832	\$ 11,749,751	\$ (1,414,126)	\$ (1,758,454)	\$ 671,276
Business-Type Activities	4,751,427	3,908,649	11,600,068	1,101,733	9,274,324	(6,489,942)	(9,377,352)	(606,142)
Prior Period Adjustment Governmental Activities	-	-	-	-	-	-	(801,076)	-
Prior Period Adjustment Business-Type Activities	838,505	(1,557,818)	-	-	-	-	-	-
Total Primary Government	\$ 3,954,626	\$ 14,684,676	\$ 21,377,461	\$ 15,850,565	\$ 20,524,075	\$ (7,904,068)	\$ (11,936,882)	\$ 65,134

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Change in Net Position
Last Two Fiscal Years
 (accrual basis of accounting)

	Fiscal Year 2012	Fiscal Year 2013
Program Expenses		
Governmental Activities		
Administration	\$ 18,173,868	\$ 21,863,403
Judicial-Courts	10,355,294	10,436,944
Judicial-Court-related	20,650,150	20,552,170
Public Safety-Corrections	34,831,650	34,403,970
Public Safety-Emergency Management	698,883	781,777
Public Safety-Other	2,010,880	1,929,967
Public Works	8,167,682	8,532,529
Human Services-Children & Youth	20,394,690	21,197,560
Human Services-Behavioral Health	19,387,650	18,470,164
Human Services-Aging	14,677,994	11,347,884
Human Services-Other	11,808,419	12,840,764
Parks & Recreation	2,661,551	2,707,428
Planning & Development	10,575,251	7,540,664
Interest on Long-Term Debt	5,279,778	3,840,152
Total Governmental Activities Expenses	<u>179,673,740</u>	<u>176,445,376</u>
Business-Type Activities:		
Planning & Development	3,749,655	3,496,700
County Nursing Home	45,244,394	44,803,632
9-1-1 Dispatching	9,176,228	8,746,328
Behavioral Health Managed Care	59,474,920	59,030,971
Total Business-Type Activities Expenses	<u>117,645,197</u>	<u>116,077,631</u>
Total Primary Government Expenses	<u>\$ 297,318,937</u>	<u>\$ 292,523,007</u>
Program Revenues		
Governmental Activities		
Charges for services	\$ 6,290,918	\$ 6,012,829
Administration	1,533,873	1,526,426
Judicial-Courts	4,499,909	4,841,714
Judicial-Court-related	3,912,634	4,060,601
Public Safety-Corrections	110,430	118,206
Public Safety-Emergency Management	175,079	225,512
Public Safety-Other	179,487	121,547
Public Works	425,451	388,997
Human Services-Children & Youth	27,360	27,512
Human Services-Mental Health	739,103	1,111,151
Human Services-Aging	21,670	391
Human Services-Other	629,008	489,413
Parks & Recreation	919,747	780,780
Planning & Development		

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Change in Net Position
Last Two Fiscal Years
 (accrual basis of accounting)

	<u>Fiscal Year</u>	<u>Fiscal Year</u>
	<u>2012</u>	<u>2013</u>
Operating grants and contributions		
Administration	2,417,134	2,247,369
Judicial Courts	755,377	786,974
Judicial-Court-related	3,966,269	3,883,901
Public Safety-Corrections	6,423,257	5,847,293
Public Safety-Emergency Management	128,708	80,643
Public Safety-Other	74,792	64,143
Public Works	1,717,059	1,590,217
Human Services-Children & Youth	17,904,293	19,570,416
Human Services-Mental Health	17,055,104	16,586,148
Human Services-Aging	9,896,587	10,029,827
Human Services-Other	11,175,545	8,304,268
Parks & Recreation	23,133	89,745
Planning & Development	7,658,460	6,430,995
Total Governmental Activities Program Revenues	<u>98,660,387</u>	<u>95,217,018</u>
Business-Type Activities		
Charges for services	2,581,127	2,272,547
Planning & Development	41,958,014	43,252,991
County Nursing Home	5,959,682	5,628,175
9-1-1 Dispatching	63,207,606	62,952,103
Behavioral Health Managed Care		
Operating grants and contributions		
Planning & Development	63,139	34,039
County Nursing Home	-	15,990
Capital grants and contributions	2,845,607	1,983,361
Total Business-Type Activities Program Revenues	<u>116,615,175</u>	<u>116,139,206</u>
Total Primary Government Program Revenues	<u>\$ 215,275,562</u>	<u>\$ 211,356,224</u>
Net (Expenses)/Revenues		
Governmental Activities	\$ (81,013,353)	\$ (81,228,358)
Business-Type Activities	(1,030,022)	61,575
Total Primary Government Net Expense	<u>\$ (82,043,375)</u>	<u>\$ (81,166,783)</u>

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Change in Net Position
Last Two Fiscal Years
 (accrual basis of accounting)

	Fiscal Year 2012	Fiscal Year 2013
General Revenues and Other Changes in Net Position		
Governmental Activities		
Taxes, Real Property	\$ 80,895,105	\$ 80,956,377
Taxes, Hotel	1,442,587	1,162,523
Investment Earnings	1,337,248	(581,545)
Investment Earnings (loss)	-	(8,970,000)
Transfers	(1,255,356)	(2,135,231)
Total Governmental Activities	<u>82,119,584</u>	<u>70,432,124</u>
Business-Type Activities		
Investment Earnings	59,378	53,670
Transfers	1,255,356	2,135,231
Total Business-Type Activities	<u>1,314,734</u>	<u>2,188,901</u>
Total Primary Government	<u>\$ 83,434,318</u>	<u>\$ 72,621,025</u>
Change in Net Position		
Governmental Activities	\$ 1,106,231	\$ (10,796,234)
Business-Type Activities	284,712	2,250,476
Total Primary Government	<u>\$ 1,390,943</u>	<u>\$ (8,545,758)</u>

Westmoreland County adopted GASB 63 in 2012. This caused a change in the presentation of Changes in Net Assets to Changes in Net Position.

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

(modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund	\$ 31,160,965	\$ 29,277,529	\$ 29,142,374	\$ 29,177,918	\$ 31,874,621	\$ 31,256,297	\$ 34,420,846			
Reserved	16,295,296	22,129,399	29,488,578	37,586,113	41,678,692	39,859,576	35,972,687			
Unreserved	47,456,261	51,406,928	58,630,952	66,764,031	73,553,313	71,115,873	70,393,533			
Total General Fund	\$ 94,912,422	\$ 102,813,856	\$ 116,252,904	\$ 125,528,062	\$ 147,110,626	\$ 142,831,746	\$ 136,767,106			
All Other Governmental Funds										
Reserved										
Debt Service Funds	\$ 2,404,902	\$ 1,182,242	\$ 1,415,900	\$ 1,002,421	\$ 1,154,355	\$ 690,240	\$ 324,408			
Capital Projects Funds	280,000	3,153,353	5,008,207	3,949,037	3,857,961	3,265,129	3,196,946			
Unreserved										
Special Revenue Funds	4,163,575	3,865,757	4,398,366	4,035,441	4,347,364	3,832,094	3,833,332			
Capital Projects Funds	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	\$ 24,332,424	\$ 20,436,547	\$ 25,865,557	\$ 26,799,876	\$ 26,321,631	\$ 22,445,326	\$ 17,350,155			

	2011	2012	2013
General Fund	\$ 951,920	\$ 817,521	\$ 677,593
Non-spendable			
Restricted	23,586,865	25,553,627	24,897,929
Committed	296,313	147,518	240,879
Assigned	740,577	938,926	4,186,967
Unassigned	41,505,681	38,172,406	29,774,665
Total General Fund	\$ 67,081,356	\$ 65,629,998	\$ 59,778,033
All Other Governmental Funds			
Restricted			
Special Revenue Funds	\$ 4,685,744	\$ 7,222,269	\$ 6,765,778
Debt Service Funds	27,874	30,879	21,141
Capital Projects Funds	12,636,102	10,012,284	15,140,434
Unassigned			
Capital Projects Funds	-	-	(47,982)
Total All Other Governmental Funds	\$ 17,349,720	\$ 17,265,432	\$ 21,879,371

Westmoreland County adopted GASB 54 in 2011. This caused a change in the presentation of Fund Balance Governmental Funds.

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

(modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Taxes	\$ 61,970,777	\$ 76,153,880	\$ 77,497,196	\$ 78,963,802	\$ 79,772,505	\$ 80,265,507	\$ 80,862,315	\$ 81,341,451	\$ 82,050,999	\$ 82,102,901
Federal Grants	48,112,235	53,179,106	49,698,899	49,381,096	47,579,150	43,660,078	31,527,454	29,644,023	30,850,388	27,345,026
State and Local Grants	59,681,421	62,371,631	63,200,794	64,172,224	67,387,042	56,144,057	51,906,428	51,046,301	48,345,330	48,166,913
Departmental Charges	12,696,427	12,442,095	13,228,437	13,201,201	13,568,211	13,858,273	14,015,867	14,487,624	15,586,932	16,197,242
Net Appreciation (Depreciation) in Fair Value of Investments	1,339,023	1,119,426	365,630	1,726,823	2,770,761	(802,438)	2,168,022	2,908,575	978,600	(775,988)
Interest Income	952,187	2,230,810	4,065,445	4,485,632	3,037,868	863,677	345,789	164,097	124,186	95,870
Investment earnings (loss)	-	-	-	-	-	-	-	-	-	(8,970,000)
Other Revenue	3,567,420	4,370,130	4,469,730	4,479,701	3,144,928	3,882,652	4,552,409	5,233,176	5,262,937	4,954,100
Total Revenues	188,319,490	211,867,078	212,526,131	216,410,479	217,250,465	197,871,806	185,378,284	184,825,247	183,199,372	169,116,064
Expenditures										
General Government	12,952,720	14,059,375	17,012,245	14,325,801	15,843,182	17,399,075	17,015,477	19,753,041	17,871,808	20,613,906
Judicial	23,037,066	24,498,324	25,246,083	25,334,788	26,089,584	28,036,896	28,888,629	30,068,537	31,095,996	31,653,695
Public Safety	33,733,929	35,450,426	35,748,192	39,517,566	36,587,315	37,548,844	37,327,922	36,204,075	36,097,718	35,923,405
Human Services	89,990,706	91,312,718	91,954,060	95,260,798	98,296,687	81,341,589	68,994,812	66,110,215	63,096,917	60,910,570
Public Works	7,523,026	6,043,094	3,602,385	5,239,064	5,705,071	5,991,051	6,650,297	6,480,034	6,409,119	7,386,677
Culture and Recreation	2,157,401	2,982,674	2,915,175	3,418,638	2,506,481	3,544,095	3,115,900	3,447,930	2,601,354	2,592,123
Conservation Development	8,390,162	12,810,915	11,486,405	11,393,377	8,452,740	11,365,634	11,274,632	9,196,334	10,605,921	7,594,173
Contributions	5,656,439	5,675,063	5,678,613	6,101,393	6,025,440	6,086,601	6,256,908	6,642,683	6,309,508	6,839,284
Capital Leases	2,169,902	582,760	1,831,789	-	6,025,440	1,516,000	15,538	9,447	-	1,372,759
Debt Service	-	-	-	-	-	-	-	-	-	-
Principal Retirement	7,423,088	8,202,848	8,960,459	8,186,171	8,778,337	8,241,171	8,276,171	8,334,508	8,349,005	8,535,000
Interest and Fiscal Charges	1,794,047	1,523,234	1,337,091	1,254,595	1,224,131	1,182,207	1,138,073	1,091,751	1,042,316	1,105,080
Total Expenditures	194,828,486	203,141,431	205,772,497	210,032,191	209,508,968	202,252,163	188,954,359	187,338,555	183,479,662	184,526,672
Excess (deficiency) of Revenues over Expenditures	(6,508,996)	8,725,647	6,753,634	6,378,288	7,751,497	(4,380,357)	(3,576,075)	(2,513,308)	(280,290)	(15,410,608)
Other Financing Sources (Uses)										
Debt issued	-	-	1,700,000	-	-	-	-	-	-	30,016,817
Swap proceeds	-	-	-	-	2,356,875	-	-	-	-	-
Discount on refunded bond issued	-	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	-
Premium on bond issue	-	-	-	-	-	-	-	-	-	(20,316,669)
Swap costs	-	-	-	-	(66,875)	-	-	-	-	5,234,906
Issuance of Capital Leases	2,169,902	582,760	1,831,789	-	(66,875)	-	-	-	-	-
Transfers In	14,420,376	17,338,974	16,943,752	29,006,000	16,970,210	17,668,097	21,194,719	19,901,172	20,309,733	1,372,759
Transfers Out	(16,625,990)	(22,575,834)	(18,592,898)	(26,316,890)	(20,700,670)	(21,117,485)	(23,451,693)	(20,709,923)	(21,565,089)	(27,091,815)
Total Other Financing Sources (Uses)	(35,712)	(4,654,100)	1,882,643	2,689,110	(1,440,460)	(1,933,388)	(2,241,436)	(799,304)	(1,255,356)	14,172,582
Net Change in Fund Balances	(6,544,708)	4,071,547	8,636,277	9,067,398	6,311,037	(6,313,745)	(5,817,511)	(3,312,612)	(1,535,646)	(1,238,026)
Debt Service as a percentage of Noncapital Expenditures	4.78%	4.80%	5.05%	4.63%	4.97%	4.86%	5.27%	5.20%	5.24%	5.38%

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	Total
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
2011	80,240,862	1,100,589	81,341,451
2012	80,908,412	1,142,587	82,050,999
2013	80,940,378	1,162,523	82,102,901

Source: Westmoreland County Controller's Office

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
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%
2011	2,880,400,270	1,459,462,160	537,249,810	3,802,612,620	20.99	3,802,612,620	100%
2012	2,892,384,810	1,454,853,860	533,549,230	3,813,689,440	20.99	3,813,689,440	100%
2013	2,906,197,830	1,462,294,250	532,790,220	3,835,701,860	20.99	3,835,701,860	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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
County of Westmoreland	16.99	20.99	20.99	20.99	20.99	20.99	20.99	20.99	20.99	20.99
Operating Millage										
School Districts:										
Belle Vernon	71.04	71.04	70.79	68.40	68.49	70.49	72.93	77.69	77.21	76.36
Blairsville	95.50	102.20	110.57	115.94	119.76	119.76	109.86	109.86	109.86	109.86
Burrell	66.95	69.90	73.90	78.70	82.50	82.50	83.50	83.50	85.40	87.20
Derry	68.00	70.00	70.00	70.00	74.00	74.50	74.50	74.50	74.50	75.50
Franklin Regional	73.57	78.38	80.38	81.38	81.88	82.88	84.68	86.68	87.68	87.68
Jeanette	66.25	71.25	72.25	73.75	78.54	78.54	80.04	81.72	82.72	82.72
Kiski	69.20	74.90	77.48	77.48	77.48	79.29	82.41	82.01	82.78	82.83
Greater Latrobe	62.00	64.50	67.50	69.00	69.00	69.00	73.50	74.50	76.00	77.00
Greensburg-Salem	64.50	69.00	71.09	72.84	73.84	73.84	76.34	78.24	79.96	81.21
Hempfield	63.65	66.60	67.20	68.45	70.15	70.15	70.15	70.15	71.62	73.12
Leechburg	83.57	86.49	85.50	92.04	97.67	98.91	102.80	104.09	106.56	106.56
Ligonier Valley	65.80	68.00	69.00	69.00	69.00	69.00	69.00	73.00	75.00	75.00
Monessen	58.20	60.20	60.20	62.20	62.20	65.20	66.50	66.50	68.00	68.00
Mount Pleasant	72.55	72.55	72.55	72.55	72.55	72.55	75.38	79.79	79.78	79.78
New Kensington-Arnold	71.90	71.90	71.90	71.90	71.90	71.90	71.90	72.90	74.70	78.13
Norwin	60.05	62.30	64.05	65.15	65.15	65.15	67.00	68.45	68.45	69.10
Penn-Trafford	60.75	67.75	71.25	71.25	71.25	71.25	73.25	73.25	74.85	74.85
Southmoreland	69.50	69.90	69.10	69.30	69.70	69.50	69.40	69.40	71.06	71.06
Yough	67.75	71.25	74.69	71.82	75.60	75.60	75.60	73.60	73.60	75.36
Municipalities:										
Adamsburg	1.40	1.40	1.40	1.40	1.40	1.40	2.80	2.80	2.80	2.80
Arnold	31.25	31.25	34.75	34.75	34.75	34.75	34.75	34.75	34.75	43.50
Arona	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Avonmore	16.56	16.56	16.56	16.56	16.56	16.56	16.56	18.56	18.56	18.56
Belvar	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Delmont	10.00	12.00	12.00	12.00	12.00	14.00	18.00	18.00	18.00	18.00
Derry	18.00	20.50	20.50	24.00	26.00	26.00	27.75	27.75	27.75	27.75
Donegal	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
East Vandergrift	15.00	15.00	15.00	17.00	17.00	17.00	20.00	20.00	20.00	20.00
Export	14.60	14.60	14.60	14.60	14.60	14.60	14.60	16.00	16.00	14.00
Greensburg	20.95	20.00	20.00	20.00	21.25	25.05	25.05	25.05	25.05	25.05
Hunker	2.80	2.80	2.80	2.80	5.00	5.00	5.00	5.00	5.00	5.00
Hyde Park	15.00	15.00	15.00	17.00	17.00	17.00	17.00	17.00	17.00	17.00
Irwin	7.00	9.00	11.00	12.00	13.50	13.50	13.50	15.00	15.00	15.00
Jeanette	27.00	33.12	33.12	33.12	33.12	32.62	32.62	32.62	32.62	32.62
Latrobe	19.00	19.00	19.00	19.00	19.00	20.50	21.50	21.50	21.50	21.50
Laurel Mountain	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40	6.40
Ligonier	16.00	18.00	18.00	18.00	18.00	18.00	22.50	22.50	23.50	23.50
Lower Burrell	15.25	15.75	15.75	16.75	16.75	18.25	20.25	20.25	20.75	21.25
Madison	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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Manor	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.50	16.50	16.50
Monessen	28.55	28.55	28.55	33.55	33.55	36.05	33.85	33.85	35.85	35.85
Mt. Pleasant	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Murrysville	10.95	11.15	11.15	12.15	12.15	12.15	12.05	12.05	12.05	12.05
New Alexandria	5.00	5.00	5.00	5.00	5.00	5.00	7.00	7.00	7.00	7.00
New Florence	11.00	11.00	11.00	11.00	11.00	11.00	11.00	16.00	16.00	16.00
New Kensington	27.00	26.18	26.18	26.24	27.03	27.03	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
North Belle Vernon	16.40	18.40	20.40	20.40	20.40	20.40	21.40	29.00	29.00	29.00
North Irwin	11.00	11.00	11.00	11.00	14.00	15.00	15.00	16.00	19.50	19.50
Oklahoma	6.20	6.20	6.20	6.20	6.20	10.20	10.20	10.20	10.20	10.20
Penn	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00	16.00
Scottdale	19.00	19.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00
Seward	17.00	17.00	17.00	17.00	16.00	16.00	16.00	20.00	20.00	20.00
Smithton	8.00	8.00	8.00	8.00	16.00	16.00	16.00	16.00	16.00	16.00
South Greensburg	17.35	18.85	17.35	17.35	18.77	18.77	18.77	19.77	20.77	20.77
Southwest Greensburg	16.00	16.00	16.00	16.00	16.00	16.00	16.00	20.00	20.00	20.00
Sutersville	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Trafford	23.00	23.00	23.00	23.00	23.00	22.75	22.50	28.50	28.50	28.50
Vandergrift	25.00	26.00	26.00	26.00	26.00	26.00	26.00	28.00	28.00	28.00
West Leechburg	19.00	21.00	22.00	22.00	22.00	23.00	24.00	24.00	24.00	26.00
West Newton	15.00	15.00	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	5.00
Youngwood	10.00	12.00	11.00	11.00	11.00	11.00	11.00	11.00	12.00	17.00
Allegheny Township	12.50	12.50	13.00	13.00	13.68	13.68	15.18	15.17	16.50	16.50
Bell Township	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	4.50	4.50
Cook Township	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00
Derry Township	3.00	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
East Huntingdon Township	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	3.10	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
Ligonier Township	2.00	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	5.00
Loyalhanna Township	5.00	5.00	5.00	5.00	5.00	5.00	6.00	6.00	6.00	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
North Huntingdon Township	10.55	10.55	12.55	12.55	12.55	12.55	12.55	12.55	12.55	11.55
Penn Township	13.95	13.95	13.70	13.70	13.70	13.70	13.70	13.70	13.70	14.70
Rostraver Township	12.50	12.50	12.50	12.50	12.50	15.00	15.00	15.00	15.00	15.00
Salem Township	6.00	6.00	6.00	6.00	6.00	6.00	8.00	8.00	8.00	8.00
Sewickley Township	8.00	10.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00
South Huntingdon Township	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
St. Clair Township	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	12.00	12.00
Unity Township	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20	3.20
Upper Burrell Township	6.00	7.00	7.00	7.00	7.00	9.00	10.00	10.00	10.00	10.00
Washington Township	9.00	10.00	10.00	12.00	12.00	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, 2013

Taxpayer	2013			2004		
	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%	\$ 18,896,930	1	0.54%
Wal-Mart	11,948,710	2	0.32%	4,398,450	10	0.12%
THF Greengate & Mt. Pleasant Dev	8,394,110	3	0.22%	-	-	-
Alcoa	7,883,210	4	0.11%	7,927,960	3	0.22%
Richard A. Nernberg	7,105,580	5	0.19%	4,456,650	9	0.13%
Westmoreland Hospital Association	5,627,120	6	0.11%			
Buncher Company	4,801,790	7	0.19%	4,959,530	7	0.14%
Commonwealth Renewable Energy	4,510,400	8	0.13%	-	-	-
Adam Eidemiller, Inc.	4,456,680	9	0.12%	5,867,980	5	0.17%
Mellon Bank NA	4,283,830	10	0.12%	-	-	-
Reserve Coal Prop Co.	4,176,210	11	0.11%	-	-	-
Kennametal	4,160,940	12	0.11%	9,271,500	2	0.26%
Respironics, Inc.	3,819,560	13	0.10%	-	-	-
Westinghouse Electric				5,893,470	4	0.17%
SuperValue Stores, Inc.				4,471,710	8	0.13%
Gustine Company	-	-	-	5,249,850	6	0.15%
Total	\$ 90,182,160		2.39%	\$ 71,394,030		2.03%

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	
				Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
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	79,540,569	75,233,019	95.00%	4,270,195	79,503,214	99.95%
2011	79,817,076	329,181	80,146,257	75,496,201	94.59%	4,212,394	79,708,595	99.45%
2012	80,049,341	755,170	80,804,511	76,227,974	95.23%	4,197,039	80,425,013	99.53%
2013	80,501,538	387,134	80,888,672	76,277,001	94.75%	-	76,277,001	94.30%

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	Total			
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%	395.36	
2011	106,670,674	475,000	1,020,573	16,294,327	10,071,681	247,928	134,780,183	0.94%	369.80	
2012	98,566,669	230,000	681,177	15,908,332	9,385,749	197,346	124,969,273	0.83%	342.88	
2013	90,868,050	-	1,260,448	17,599,317	8,768,945	144,288	118,641,048	0.74%	326.48	

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
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%	359.05
2011	106,670,674	16,294,327	27,874	122,937,127	3.23%	337.30
2012	98,566,669	15,908,332	27,874	114,447,127	3.00%	314.01
2013	90,868,050	17,599,317	21,141	108,446,226	2.83%	298.43

Source: Westmoreland County Controllers Office

COUNTY OF WESTMORELAND, PENNSYLVANIA
Direct and Overlapping Governmental Activities Debt
As of December 31, 2013

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Direct Debt			
County of Westmoreland Governmental Activities	\$ 90,868,050	100%	\$ 90,868,050
Total Direct Debt	<u>90,868,050</u>		<u>90,868,050</u>
Overlapping Debt			
School Districts:			
Belle Vernon	41,777,000	80%	33,421,600
Blairsville	23,976,548	18%	4,315,779
Burrell	31,890,000	100%	31,890,000
Derry	32,715,000	100%	32,715,000
Franklin Regional	13,755,000	100%	13,755,000
Jeannette	21,190,010	100%	21,190,010
Kiski	66,440,000	100%	66,440,000
Greater Latrobe	28,370,548	100%	28,370,548
Greensburg-Salem	30,030,000	100%	30,030,000
Hempfield	96,047,737	100%	96,047,737
Leechburg	4,360,000	20%	872,000
Ligonier Valley	19,400,000	100%	19,400,000
Monessen	11,530,000	100%	11,530,000
Mount Pleasant	20,868,628	100%	20,868,628
New Kensington-Arnold	34,700,061	100%	34,700,061
Norwin	101,902,500	100%	101,902,500
Penn-Trafford	-	100%	DNR
Southmoreland	32,600,000	86%	28,036,000
Yough	36,337,288	100%	36,337,288
Total school districts	<u>647,890,320</u>		<u>611,822,151</u>
Municipalities:			
Adamsburg	-	100%	-
Arnold	4,125,853	100%	4,125,853
Arona	-	100%	DNR
Avonmore	-	100%	DNR
Bolivar	-	100%	-
Delmont	1,000,000	100%	1,000,000
Derry	3,537,659	100%	3,537,659
Donegal	-	100%	-
East Vandergrift	250,000	100%	250,000
Export	-	100%	-
Greensburg	6,780,000	100%	6,780,000
Hunker	-	100%	-
Hyde Park	377,708	100%	377,708
Irwin	4,433,411	100%	4,433,411
Jeannette	-	100%	DNR
Latrobe	3,642,082	100%	3,642,082
Laurel Mountain	-	100%	DNR
Ligonier	22,928	100%	22,928
Lower Burrell	5,545,219	100%	5,545,219
Madison	-	100%	-
Manor	-	100%	-
Monessen	7,496,708	100%	7,496,708
Mt. Pleasant	11,430	100%	11,430
Murrysville	4,912,323	100%	4,912,323
New Alexandria	-	100%	-
New Florence	-	100%	-
New Kensington	-	100%	-
New Stanton	113,370	100%	113,370

(continued)

COUNTY OF WESTMORELAND, PENNSYLVANIA
Direct and Overlapping Governmental Activities Debt
As of December 31, 2013

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
North Belle Vernon	5,875,842	100%	5,875,842
North Irwin	-	100%	-
Oklahoma	117,580	100%	117,580
Penn	-	100%	DNR
Scottdale	1,059,331	100%	1,059,331
Seward	10,237	100%	10,237
Smithton	-	100%	-
South Greensburg	136,941	100%	136,941
Southwest Greensburg	30,733	100%	30,733
Sutersville	-	100%	-
Trafford	3,059,040	100%	3,059,040
Vandergrift	214,896	100%	214,896
West Leechburg	358,052	100%	358,052
West Newton	2,600,000	100%	2,600,000
Youngstown	-	100%	-
Youngwood	4,620,629	100%	4,620,629
Allegheny Township	871,357	100%	871,357
Bell Township	284,987	100%	284,987
Cook Township	42,411	100%	42,411
Derry Township	71,128	100%	71,128
Donegal Township	98,755	100%	98,755
East Huntingdon Township	595,229	100%	595,229
Fairfield Township	-	100%	-
Hempfield Township	9,097,649	100%	9,097,649
Ligonier Township	21,898	100%	21,898
Loyalhanna Township	-	100%	-
Mt. Pleasant Township	-	100%	-
North Huntingdon Township	-	100%	-
Penn Township	1,439,408	100%	1,439,408
Rostraver Township	5,005,000	100%	5,005,000
Salem Township	690,575	100%	690,575
Sewickley Township	338,085	100%	338,085
South Huntingdon Township	-	100%	-
St. Clair Township	-	100%	-
Unity Township	3,066,686	100%	3,066,686
Upper Burrell Township	-	100%	-
Washington Township	<u>280,016</u>	100%	<u>280,016</u>
Total municipalities	<u>82,235,156</u>		<u>82,235,156</u>
Total Overlapping Debt	<u>730,125,476</u>		<u>694,057,307</u>
Total direct and overlapping debt	<u>\$ 820,993,526</u>		<u>\$ 784,925,357</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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Borrowing base revenues(1):										
Two years prior	\$ 212,805,574	\$ 217,402,593	\$ 230,902,687	\$ 250,966,042	\$ 255,682,688	\$ 259,737,614	\$ 261,860,970	\$ 242,858,744	\$ 232,833,658	\$ 232,906,968
Prior year	217,402,593	230,902,687	250,996,042	255,682,688	259,737,614	261,860,970	242,858,744	232,833,658	232,906,968	231,122,535
Current year	230,902,687	250,996,042	255,682,688	259,737,614	261,860,970	242,858,744	232,833,658	232,906,968	231,122,535	218,016,630
Total borrowing base revenues	\$ 661,110,854	\$ 699,301,322	\$ 737,581,417	\$ 766,386,344	\$ 777,281,272	\$ 764,457,328	\$ 737,603,372	\$ 708,599,370	\$ 696,863,161	\$ 682,046,133
Average borrowing base revenues	\$ 220,370,285	\$ 233,100,441	\$ 245,860,472	\$ 255,462,115	\$ 259,093,757	\$ 254,819,109	\$ 245,867,791	\$ 236,199,790	\$ 232,287,720	\$ 227,348,711
Limit for non-electoral debt:										
Average borrowing base revenues	\$ 220,370,285	\$ 233,100,441	\$ 245,860,472	\$ 255,462,115	\$ 259,093,757	\$ 254,819,109	\$ 245,867,791	\$ 236,199,790	\$ 232,287,720	\$ 227,348,711
Debt limit percent	300%	300%	300%	300%	300%	300%	300%	300%	300%	300%
Debt limit	661,110,854	699,301,322	737,581,417	766,386,344	777,281,272	764,457,328	737,603,372	708,599,370	696,863,161	682,046,133
Total amount of debt applicable to debt limit	183,280,000	174,530,000	166,970,000	158,470,001	149,370,001	140,790,001	132,160,001	123,440,001	114,705,001	114,875,000
Legal debt margin	\$ 477,830,854	\$ 524,771,322	\$ 570,611,417	\$ 607,916,343	\$ 627,911,271	\$ 623,667,327	\$ 605,443,371	\$ 585,159,369	\$ 582,158,160	\$ 567,171,133
Total net debt applicable to the limit as a percentage of debt limit	27.72%	24.96%	22.64%	20.68%	19.22%	18.42%	17.92%	17.42%	16.46%	16.84%
Limit for net non-electoral and lease rental debt:										
Average borrowing base revenues	\$ 220,370,285	\$ 233,100,441	\$ 245,860,472	\$ 255,462,115	\$ 259,093,757	\$ 254,819,109	\$ 245,867,791	\$ 236,199,790	\$ 232,287,720	\$ 227,348,711
Debt limit percent	400%	400%	400%	400%	400%	400%	400%	400%	400%	400%
Debt limit	881,481,139	932,401,763	983,441,889	1,021,848,460	1,036,375,029	1,019,276,436	983,471,163	944,799,160	929,150,881	909,394,844
Total amount of debt applicable to debt limit	183,280,000	174,530,000	166,970,000	158,470,001	149,370,001	140,790,001	132,160,001	123,440,001	114,705,001	114,875,000
Legal debt margin	\$ 698,201,139	\$ 757,871,763	\$ 816,471,889	\$ 863,378,459	\$ 887,005,028	\$ 878,486,435	\$ 851,311,162	\$ 821,359,159	\$ 814,445,880	\$ 794,519,844
Total net debt applicable to the limit as a percentage of debt limit	20.79%	18.72%	16.98%	15.51%	14.41%	13.81%	13.44%	13.07%	12.35%	12.63%

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)
2004	367,530	\$ 11,127,659	30,277	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	34,338	43.30	54,015	4.9%
2007	363,131	12,582,837	34,651	43.40	52,917	4.6%
2008	362,627	12,582,837	34,699	43.80	52,223	6.7%
2009	362,251	13,234,458	36,534	44.00	51,317	9.3%
2010	365,169	14,015,602	38,381	44.40	50,902	7.4%
2011	364,471	14,347,819	39,366	44.80	49,906	6.9%
2012	364,471	15,129,266	41,510	45.10	49,370	7.5%
2013	363,395	16,090,314	44,278	N/A	48,812	5.8%

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, 2013

	<u>2013</u>	<u>2004</u>
<u>Employer</u>	<u>Rank</u>	<u>Rank</u>
Pennsylvania State Government	1	2
Excelsa Health	2	3
Wal-Mart Associates	3	
Westmoreland County	4	4
United Parcel Service	5	6
Giant Eagle Inc	6	
Respironics, Inc.	7	
Elliott Company, Inc.	8	8
Westinghouse Electric Company	9	10
Leedsworld, Inc.	10	
Sony Corporation of America		1
Supervalu Holdings Inc		5
Kennametal, Inc.		9
Allegheny Energy Service Corp		7

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Administration	165	166	164	161	168	172	170	168	166	163
Judicial-Courts	139	138	136	138	138	137	136	133	138	136
Judicial Court-related	286	282	282	280	280	279	276	277	279	275
Public Safety-Corrections	293	290	298	299	302	300	296	309	304	296
Public Safety-Emergency Management	6	5	6	6	5	5	5	4	5	6
Public Safety-Other	22	25	25	25	24	25	26	26	25	29
Public Works	41	43	39	46	47	48	48	51	51	55
Human Services-Children & Youth	82	79	80	92	84	91	95	103	104	103
Human Services-Behavioral Health	27	26	27	27	29	28	30	29	29	30
Human Services-Aging	87	88	89	91	86	90	92	89	87	89
Human Services-Other	2	1	1	1	2	2	2	2	2	3
Parks & Recreations	32	31	32	32	30	31	30	31	28	30
Planning & Development	11	11	11	17	18	18	18	18	17	14
Westmoreland Manor	529	499	483	500	501	516	493	514	493	474
911 Dispatching	61	60	64	58	55	63	61	55	59	54
Total Full-time Employees	1,783	1,744	1,737	1,773	1,769	1,805	1,778	1,809	1,785	1,757

Function	Part-time Employees as of December 31									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Administration	18	23	21	25	25	29	26	29	25	23
Judicial-Courts	16	14	14	14	13	16	14	13	12	11
Judicial Court-related	30	31	30	30	28	22	24	27	25	25
Public Safety-Corrections	49	51	49	49	51	43	50	49	42	43
Public Safety-Emergency Management	1	-	-	-	-	-	-	-	-	-
Public Safety-Other	4	4	3	4	4	4	5	5	7	8
Public Works	22	15	23	13	19	21	11	15	17	16
Human Services-Children & Youth	10	9	10	-	8	8	8	8	9	9
Human Services-Behavioral Health	-	-	-	-	-	-	-	-	-	-
Human Services-Aging	3	4	4	3	3	3	-	2	1	-
Human Services-Other	-	-	-	-	-	-	-	-	-	-
Parks & Recreations	1	-	1	2	3	7	-	1	2	-
Planning & Development	-	-	-	-	-	-	-	-	-	1
Westmoreland Manor	93	73	110	94	115	113	103	96	78	71
911 Dispatching	-	10	-	4	12	-	-	4	-	7
Total Part-time Employees	247	234	265	238	281	266	241	249	218	214
Total Employees	2,030	1,978	2,002	2,011	2,050	2,071	2,019	2,058	2,003	1,971

Source: Westmoreland County Controllers Office

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Administration										
Treasurer										
Receipts	29,447	30,105	31,413	24,742	24,365	25,038	25,972	26,489	24,676	26,594
Dog licenses	32,283	40,509	44,761	46,055	41,287	44,374	49,164	39,161	41,614	48,406
Hunting licenses	33,023	29,494	28,385	28,248	29,430	32,947	30,793	34,032	32,825	31,027
Fishing licenses	1,284	1,104	1,212	1,020	579	357	315	295	283	199
Pistol licenses	265	218	282	233	213	178	121	147	108	86
Small game licenses	446	448	455	467	465	505	508	508	485	526
Bingo licenses	152	142	147	128	158	149	147	148	140	139
Boat licenses	52	39	39	40	38	28	27	32	26	13
Special raffies	30	28	32	25	25	42	58	80	73	71
Tax Office										
Number of parcels	181,816	182,951	183,844	192,750	193,194	191,918	191,991	191,991	186,175	192,422
Appeals processed	1,203	1,175	1,158	1,079	1,086	1,237	1,044	1,131	900	791
Elections										
Registered voters	256,200	240,388	241,729	238,186	249,064	249,321	238,648	232,517	238,006	238,382
Votes cast	179,340	72,116	128,116	72,270	179,459	69,075	126,483	68,189	169,572	60,890
Percent of votes cast	70%	30%	53%	30%	72%	28%	53%	29%	72%	26%
Recorder of Deeds										
Deeds recorded	15,068	14,943	14,396	13,928	12,972	11,167	11,291	11,279	11,196	11,281
Military discharge	699	634	551	413	194	143	122	84	82	121
Mortgages	31,521	27,990	25,043	23,580	17,660	18,807	17,196	16,637	20,013	19,087
Notaries	558	691	621	595	574	653	587	568	598	647
Satisfactions	25,710	21,960	19,827	18,152	16,581	16,876	15,950	16,430	18,761	17,689
UCC	503	488	402	380	315	241	300	291	328	313
Miscellaneous	2,165	2,006	2,071	2,386	2,548	3,206	3,451	3,231	2,907	1,811
Judicial-Courts										
Courts										
Criminal filings	**	**	5,625	5,276	5,189	4,993	4,697	4,882	5,013	5,219
Jury trials	**	**	50	42	44	40	37	31	34	20
Bench trials	**	**	31	35	26	29	25	23	27	19
Guilty pleas	**	**	3,608	3,228	3,507	3,187	2,957	3,464	3,548	2,585
ARD's	**	**	810	1,242	1,140	1,171	959	806	1,027	975
Withdrawn/dismisssed	**	**	484	516	417	393	391	106	369	361
Arbitration filings	195	164	188	161	159	155	146	81	112	120
***Civil filings	3,231	3,618	4,076	3,459	3,825	3,454	*	*	*	*

(continued)

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Courts (continued)										
Civil trial ready	218	188	218	219	194	159	*	*	*	*
Jury trials	31	24	21	31	32	19	*	*	*	*
Bench trials	10	30	22	10	18	16	*	*	*	*
Settlements	175	146	155	161	178	135	*	*	*	*
New civil cases docketed	*	*	*	*	*	*	*	2,297	2,004	1,572
Arbitration awards	*	*	*	*	*	*	*	81	91	76
Beginning year civil cases	*	*	*	*	*	*	*	1,940	3,375	4,229
Civil cases disposed	*	*	*	*	*	*	*	940	1,180	1,038
Civil cases pending	*	*	*	*	*	*	*	3,315	4,229	4,780
Protection from abuse	736	783	758	828	794	882	837	860	976	928
PFA indirect contempt	195	159	167	203	167	194	188	175	180	151
New child support filings	2,252	2,508	2,516	2,442	2,530	2,279	2,258	-	-	-
Custody filings	833	833	940	911	887	984	1,151	1,243	1,371	1,383
Divorce filings	1,068	1,053	1,012	1,153	1,105	1,080	1,089	1,041	1,002	970
Dependency abuse/neglect	181	104	111	107	134	158	111	201	149	153
Dependency status filings	468	465	480	483	331	148	139	52	39	50
Delinquency filings	649	569	591	769	729	685	600	532	514	502
Estates probated	459	411	349	330	323	316	336	278	267	244
Adoptions	191	157	138	152	126	96	119	125	149	144
Termination filings	184	175	177	175	167	154	151	178	232	212
Guardian filings	97	78	72	86	99	86	72	85	67	88
MDJ criminal filings	7,622	7,744	7,172	6,749	6,364	6,254	5,597	5,601	5,246	10,249
MDJ traffic filings	49,166	51,517	54,073	52,480	51,049	55,220	53,585	47,557	47,171	53,521
MDJ non traffic filings	16,933	16,051	13,107	12,160	12,034	12,836	11,286	11,202	10,080	6,131
MDJ civil filings	5,478	5,607	5,803	5,851	6,087	5,167	5,844	6,304	5,045	5,076
Judicial-Court Related										
Sheriff	10,096	11,543	13,074	11,474	11,830	10,964	12,218	12,250	13,171	16,547
Inmate Transports										
Warrants	2,507	3,115	3,278	2,521	2,615	2,489	1,954	1,962	15,181	21,747
Criminal	782	1,186	992	972	938	1,016	1,032	987	1,070	890
Domestic	232	227	200	197	143	187	185	54	54	85
Juvenile										
Papers Served										
Civil	10,332	10,990	14,235	18,520	21,423	21,897	17,484	16,143	14,445	13,836
Protection From Abuse	873	924	925	986	958	1,002	876	1,003	1,052	1,029

(continued)

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Coroner										
Cremations	679	663	730	730	875	916	997	1,049	1,072	1,154
Drug overdoses	35	50	55	50	46	56	57	64	78	86
Heroin related	15	21	32	24	18	20	13	19	27	26
Motor vehicle accidents	36	40	30	33	57	43	33	26	41	22
Alcohol involved	11	13	18	16	28	14	14	11	14	13
Homicides	6	4	5	7	7	7	8	9	5	9
Suicides	37	49	48	39	34	42	44	51	39	55
Fire related deaths	7	1	4	5	5	5	3	2	3	1
Undetermined deaths	3	4	1	2	1	5	4	4	10	3
Autopsies	98	108	91	116	129	127	128	118	153	167
Public Safety-Corrections										
Adult Probation	1,245	1,275	1,385	1,445	1,273	1,121	1,023	992	1,065	973
New probation ARD cases	492	513	625	574	704	666	515	428	500	459
New parole cases	1,355	1,475	1,511	1,382	1,422	1,311	1,378	1,506	1,484	1,534
New probation cases	235	217	211	229	180	219	174	229	214	265
New PWV cases	611	689	712	649	709	657	581	563	512	464
New intermediate punish cases	7,449	7,474	7,824	8,022	7,996	7,903	7,719	7,451	7,598	7,695
Adult probation active cases										
Juvenile Probation	52,072	49,984	53,180	58,006	55,183	49,066	34,227	28,613	20,446	18,919
Juvenile placement days										
County Prison										
Average daily population										
Inmate	581	598	641	573	538	525	511	537	565	594
Housed-in Inmate	552	562	598	543	512	506	496	524	545	572
Admissions	4,042	4,493	4,431	3,952	4,264	3,818	3,678	3,664	4,011	4,332
Releases	4,033	4,463	4,362	4,091	4,269	3,823	3,662	3,652	3,998	4,227
Average length of stay	47	44	47	47	42	46	47	50	48	46
Repeat offenders	*	41%	37%	32%	32%	33%	36%	36%	37%	36%
Public Safety-Other										
Chemical incidents	*	6	4	7	7	5	6	5	3	3
Petroleum incidents	*	14	5	11	12	11	12	6	10	8
Rapid intervention responses	*	12	12	37	42	34	77	43	37	8
PERMA reported incidents	*	30	33	55	61	42	33	34	38	36
Planning facilities	*	78	74	74	83	87	88	85	89	90

(continued)

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Human Services-Children & Youth										
Children served	1,923	2,825	3,155	4,442	3,185	5,585	5,864	5,848	5,860	6,183
Child abuse reports	514	499	478	558	606	537	586	562	587	634
Adoptions	44	25	28	42	30	23	37	45	42	44
Placement days of care	101,315	108,206	94,464	78,160	58,891	*	56,157	88,503	84,540	75,090
Human Services-Aging										
Meals-Home delivered	168,198	176,151	177,565	165,838	171,727	162,784	150,580	151,828	130,495	124,624
Meals-Congregate	157,437	125,052	132,318	125,247	118,987	112,586	100,352	96,814	95,379	96,037
Care managed clients	2,553	2,168	1,677	1,535	1,477	1,430	1,411	1,411	1,257	1,281
Transportation clients	4,207	4,105	4,028	4,700	5,150	5,150	5,150	4,053	3,793	3,839
Home Health clients	284	222	220	214	174	175	154	162	125	94
Personal care clients	701	536	533	715	723	752	575	564	428	524
Home support clients	320	232	122	67	47	33	21	16	12	8
Day care clients	106	74	79	81	56	54	38	31	22	20
Parks & Recreation										
Parks										
Park reservations	1,323	1,261	1,234	1,378	1,423	1,479	1,575	1,513	1,692	1,775
Special use permits	227	173	246	157	199	201	258	253	408	471
Manor										
Days of care	142,324	144,250	146,772	146,502	147,579	146,767	146,819	147,196	146,822	145,603
911 Dispatching										
Police calls	183,328	176,986	175,975	174,810	174,392	172,178	178,328	188,133	206,253	209,379
EMS calls	45,524	44,915	45,811	48,526	50,089	48,406	51,095	52,422	53,147	53,136
Fire calls	21,057	19,639	18,326	19,943	20,225	18,906	19,569	19,438	21,570	21,741
Administration calls	9,343	9,362	9,383	9,888	11,608	1,739	13,376	14,141	15,710	15,366

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.

***The courts changed to a new civil report format in 2011.

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Administration										
Commissioners										
Motor vehicles	2	2	2	2	2	3	3	3	3	3
Records Management										
Motor vehicles	1	1	1	0	0	0	0	0	0	0
Judicial-Court-related										
Sheriff										
Motor vehicles	32	32	37	32	36	33	32	31	31	31
Coroner										
Motor vehicles	2	2	2	2	2	2	2	2	1	1
Domestic Relations										
Motor vehicles	4	4	4	3	3	2	2	2	2	2
District Attorney										
Motor vehicles	26	23	24	22	24	23	23	24	25	27
Public Safety-Corrections										
Adult Probation										
Motor vehicles	1	2	2	2	3	3	3	3	3	4
Juvenile Probation										
Motor vehicles	2	2	2	2	2	2	2	2	4	2
Prison										
Motor vehicles	2	2	2	3	3	2	3	3	2	3
Public Safety-Emergency Management										
Emergency Management										
Motor vehicles	6	6	5	7	9	7	6	7	8	9
Hazardous Materials										
Motor vehicles	8	7	6	6	6	5	5	5	5	5
Public Safety-Other										
Park Police										
Motor vehicles	9	10	11	9	11	9	10	10	10	11
Weights & Measures										
Motor vehicles	2	2	2	3	3	3	3	3	2	2
West Nile										
Motor vehicles	1	1	1	1	1	1	1	1	1	1
Public Works										
Roads & Bridges										
County-owned bridges	38	38	39	39	39	39	39	40	40	40
Inter-county bridges	5	5	5	5	5	5	5	5	5	5
County-owned roads	31	31	31	31	31	31	31	31	31	31
County road miles	52	52	52	52	52	52	52	52	52	52
Motor vehicles	11	11	11	11	11	11	11	11	11	11

(continued)

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Human Services-Children & Youth Children's Bureau Motor vehicles	3	3	3	3	3	3	3	3	1	2
Human Services-Behavioral Health Behavioral Health Motor vehicles	0	1	1	1	1	1	1	1	1	1
Human Services-Aging Aging Motor vehicles	14	14	17	16	17	20	20	20	16	16
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 Pavilions Restrooms Activity centers	9 2,580 2 11 3 13 55 38 2	10 3,149 2 11 3 13 55 38 2	10 3,194 2 12 5 13 55 38 2	10 3,939 1 12 5 12 55 38 2	10 3,939 1 12 5 13 55 38 2	10 3,939 1 12 5 14 55 38 2	10 3,939 1 12 5 14 55 38 2	10 3,939 1 12 5 13 55 37 2	10 3,929 1 19 5 13 55 40 2	10 3,929 1 1 6 13 55 40 3

Source: Various county departments