

2010 COUNTY OF BEAVER, PENNSYLVANIA

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# COMPREHENSIVE ANNUAL FINANCIAL REPORT

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*FOR THE FISCAL YEAR ENDED*  
DECEMBER 31, 2010

*Beaver County*



*Office of Controller*

*PREPARED BY DAVID A. ROSSI, CONTROLLER*

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[www.beavercountypa.gov](http://www.beavercountypa.gov)



**COUNTY OF BEAVER, PENNSYLVANIA**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010**

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# **INTRODUCTORY SECTION**

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DAVID A. ROSSI  
CONTROLLER



WILLIAM CALHOON  
CHIEF DEPUTY CONTROLLER  
ALBERT A. TORRENCE  
SOLICITOR

BEAVER COUNTY COURTHOUSE  
THIRD STREET – BEAVER, PENNSYLVANIA 15009-2196  
TELEPHONE: Area Code 724-728-5700  
FAX: 724-728-1024

June 20, 2011

## **TO THE CITIZENS OF BEAVER COUNTY**

I am pleased to present the 2010 Comprehensive Annual Financial Report (“CAFR”) for Beaver County (“the County”).

The information presented in this report is accurate in all material respects. The CAFR consists of management’s representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all the information. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the government’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County’s financial statements in conformity with generally accepted accounting principles (“GAAP”). Since the cost of internal controls should not outweigh its benefits, the County’s comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance, that the financial statements are free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County’s 2010 CAFR contains the government-wide financial statements and fund financial statements of the County as well as the financial data of the Beaver County Transit Authority and the Community College of Allegheny County, the discretely presented component units that are included as part of the County’s reporting entity. The report is designed to provide information to various types of users, including the taxpayers of Beaver County, investors, creditors, governmental officials, and the general public. Its intent is to describe the County’s financial position and the financial results of its operations as of and for the year ended December 31, 2010.

The County's financial statements have been audited by the certified public accounting firm The Binkley Kanavy Group, LLC. The discretely presented component units have been audited by other auditors and the results of those audits are incorporated in summarized form in this report. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures presented in the financial statements, assessing the accounting principles used and significant estimates made by management, evaluating the overall financial statement estimates made by management, and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit performed, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended December 31, 2010, are fairly presented in conformity with GAAP.

The independent audit of the financial statements of the County is part of a broader federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and legal requirements involving the administration of federal awards. These reports will be available in the County's separately issued Single Audit Report.

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

### ***PROFILE OF BEAVER COUNTY***

The County was formulated on March 12, 1800, from parts of Washington and Allegheny Counties. It is 435 square miles in size and chartered as a fourth class county under the County Code as passed by the General Assembly of the Commonwealth of Pennsylvania. The current population of the County is approximately 170,500. Beaver County is comprised of thirty boroughs, five first class townships, seventeen second class townships, and two third class cities. Rich in natural resources, its location along the Ohio and Beaver Rivers gave Beaver County the ability to develop economically as one of the major industrial sites worldwide with steel being its major product. Beaver County rapidly developed as one of the major headquarters for manufacturing in the United States. After the decline of the steel industry in the early 1980's, the County redirected its efforts to develop its riverfronts for recreational, as well as industrial and commercial uses. Its close proximity to the Pittsburgh International Airport enables the County to market itself as a center for manufacturing and service industries. Beaver County also has educational outlets for residents with the Community College of Beaver County, Geneva College, and Penn State University Beaver Campus. The County also has a medical facility available to its residents with The Medical Center, Beaver.



***PROFILE OF BEAVER COUNTY – (Continued)***

Beaver County's government structure consists of a three-member Board of Commissioners that performs all legislative and executive functions. The Treasurer is elected to collect taxes and invest County funds. The Court of Common Pleas is the judicial arm of county government. There are seven judges that preside over the Court of Common Pleas. Other court related Row Officers are the District Attorney, Clerk of Courts, Coroner, Prothonotary, Sheriff, Register of Wills, Clerk of the Orphans Court, Recorder of Deeds, and Jury Commissioner.

All elected officials serve four-year terms with the exception of the Judges who are elected to ten-year terms and are subject to a retention vote after their term expires.

The County provides a full range of services to its citizens, ranging from health care to law enforcement and from the construction and maintenance of infrastructure to recreational activities and cultural events. The County also provides funding and aid to the Beaver County Transit Authority and the Community College of Beaver County, legally separate entities which have been included as an integral part of the County's financial statements. Additional information on these entities can be found in Note A of the financial statements.

Under the provisions of the Fourth Class County Code, the Controller is responsible for prescribing the method of financial reporting, auditing, and for payment of the County bills. The Controller is the supervisor of the budget and a member of the Prison Board, the Salary Board and the Retirement Board. As supervisor of the County Budget, the Controller is responsible for monitoring the departmental line items on a daily basis as well as preparing a preliminary budget for the Board of Commissioners' approval. The budget process begins in late summer with each department receiving a budget request form to formally request operating allocations for the following fiscal year. Each department is required to submit the completed budget forms in order for the Controller to prepare a preliminary budget for presentation. The Board of Commissioners reviews this preliminary budget with each department manager in open meetings that may be attended by the public. Once a final budget is prepared, it is publicly displayed for twenty days prior to final adoption by the Board of Commissioners. The date for final action on the budget adoption must be made a matter of public notice for at least ten days prior to the Commissioners' approval at a public meeting.

In a continuing national economic recession, we are proud to say that Beaver County has remained strong in attracting private investment to foster local employment. The County's unemployment rate has declined to under 8%, well beneath both the national and the Commonwealth's unemployment rates. This local strength stems in part from the dedicated effort of elected officials and committed citizens alike to face the realities of shrinking funding from federal and state sources. County government continues to trim the workforce where possible through the implementation of innovative efficiencies. Savings in other areas as well as alternate revenue sources were achieved also.

## ***PRESENT ECONOMIC ACHIEVEMENTS***

Through the efforts of organizations such as the Beaver County Corporation for Economic Development (“CED”, which is partially funded by the County), the Redevelopment Authority of Beaver County (“RABC”), and the Community Development Program of Beaver County (a County agency), projects have been undertaken that enhance the Beaver County economy. In each one of these projects the objective is always the same, to make Beaver County a better place to live in. Summarized below are some of these activities along with the businesses involved in them.

### **Northern Ambridge Redevelopment Project (“NARP”)**

This project, located in the Borough of Ambridge, has been ongoing for several years and many phases of it have been completed to date. A variety of activities have taken place and continue to evolve at NARP. The RABC is working with a private developer to improve existing buildings and property, demolish vacant and dilapidated structures, and to construct infrastructure and buildings for commercial, residential, industrial and governmental uses. Following are some of the major accomplishments of the NARP:

- The creation, retention and/or relocation of over 200 family sustaining jobs within the NARP area.
- Renovations to the New Economy Business Park manufacturing facility that have resulted in nearly 300,000 square feet of rentable space and nearly 100% occupancy.
- Public investment of nearly \$4,500,000 in grants received by the RABC used for building and property improvements.
- Private investment of over \$25,000,000 that includes:
  - Continued investment and activity by the private developer associated with the purchase and remediation of property and the removal of substandard/underutilized structures located on that property.
  - Upgrades by Centria (a coil coating corporation) to its office and manufacturing facilities.
  - Investment by Spinello, Inc. (materials manufacturer in the rehabilitation of sewer and water lines) in its facilities.
  - Construction of the Beaver County 911 Center.
  - The preparation of approximately 25 acres of “shovel ready” property awaiting development.

## ***PRESENT ECONOMIC ACHIEVEMENTS – (Continued)***

### Northern Ambridge Redevelopment Project (“NARP”) – Continued

In October of 2010, the RABC received an amendment to its current contract with the Commonwealth of Pennsylvania Office of Budget under the Redevelopment Assistance Capital Program (“RACP”). The RABC has now been awarded an additional \$3,000,000 in RACP funds. These funds, together with matching funds from other sources, will now allow forthcoming project activities that are expected to include the following:

- Demolition of three remaining blighted structures.
- Property preparation and the construction of infrastructure and buildings for future commercial/retail uses.
- Construction of an approximate 19,000 square feet grocery store on 11<sup>th</sup> Street.
- Construction of a street that connects 11<sup>th</sup> Street to 14<sup>th</sup> Street.
- Extension of Merchant Street from approximately 16<sup>th</sup> Street to Henrici Street.

### Geneva College Stadium

This project involved various and extensive improvements to Reeves Stadium, including installation of a new synthetic surface on the field, the construction of a new concession area, construction of a press box, construction of handicap accessible bathrooms, among others. The total investment amounted to \$2,500,000, half of it funded with RACP funds provided through RABC.

### Penn State Special Metals (“PSSM”)

PSSM is an ISO 9000 certified manufacturer that specializes in converting certain bars and tubes into grades of stainless nickel and specialty alloys. It also provides in-house engineering of custom sizes and shapes to meet the specific demands of customers primarily in the aerospace, military, and nuclear power industries.

The CED assisted this progressive manufacturer in the acquisition of a tube reducer line in 2010. The total investment is \$680,000 and four positions are expected to be added to PSSM’s current staff of 22 as a result of this significant improvement.

### Gateway Rehabilitation Center (“GRC”)

This Center Township facility has invested \$1,100,000 in the renovation of a 20,000 square feet drug and alcohol treatment unit, increasing capacity from 19 to 30 beds. This expansion requires hiring at least 20 additional staff members, ranging from counselors and nurses to support staff, such as groundskeepers, dietitians, and housekeepers. A RACP grant provided \$500,000 for this project.

## ***OTHER ECONOMIC DEVELOPMENTS***

### U.S. Foreign Trade Zone

The CED has secured U.S. Foreign Trade Zone status for its four major industrial development sites in Hopewell Township, City of Aliquippa, Midland Borough, and Big Beaver Borough. The program offers manufacturers and processors benefits that include relief from inverted tariffs, duty exemption on re-exports, duty elimination on waste, scrap, and yield loss, and weekly entry savings. The Foreign Trade Zone program has proven to be a successful trade program by consistently creating and retaining jobs and capital investment in the United States.

### Dock Facility Project

This project involves the construction of a 1,000-foot dock facility along the Ohio River in Hopewell Township (once part of the former LTV/J&L steel mill). It includes customary and supportive infrastructure associated with the dock as well as the construction of ancillary infrastructure. At this point, the total estimated project cost is \$5,000,000 and the RABC has sought \$2,500,000 in grant funds. The project is envisioned as part of an intermodal transfer and transport facility that includes rail and road and is seen as necessary to attract industrial as well as service redevelopment to this available site.

### Centennial Capital Midland Project

This project entails an estimated \$1,250,000 of site work and concrete removal activities to accommodate the construction of a new vehicular access and electrical infrastructure associated with the redevelopment of the former Crucible, Inc. site located in Midland. This site is also one of five Beaver County Economic Development Target sites. RACP funds will be provided to defray costs amounting to \$250,000 for this project.

### Marcellus Shale

Since January 1, 2011, nearly 1,100 properties have been leased by two gas-producing firms. As more information about Beaver County's potential as a source for natural gas is gathered, more organizations are transferring resources into our area from other parts of the country. Only one operating well has been added in 2011, but the ratio of wells to leases could soon increase. Drilling and extracting natural gas can generate numerous jobs and significantly boost the local economy.

## *SPECIAL FUNDING*

The County continued to receive funding enabled through the American Recovery and Reinvestment Act (“Recovery Act”) in 2010. The total investment made with Recovery Act funds flowing through state agencies in our County is estimated at over \$60 million. Additional support is being channeled directly from federal sources. Most of it does not require participation of local tax dollars. Recovery Act awards are helping to pave roads and fix bridges, fund clean water projects, strengthen the public education system, improve the environment and energy efficiency, and provide direct aid to individuals and families most in need.

What follows is a summary of the projects and assistance planned and underway in our County that is being funded through the Recovery Act. All figures provided are best estimates obtained and may differ from the total project expenditures when completed.

### *PUBLIC EDUCATION*

The Recovery Act is benefitting at least eleven school districts and several other public education institutions in Beaver County, such as the Pennsylvania Cyber Charter School, the Lincoln Park Performing Arts Charter School, and the Community College of Beaver County. Total Recovery Act funding targeted at public education in our County is expected to now reach close to \$37 million. Most of it will be invested in special education, in direct aid to low income students, and for fiscal stabilization of basic education.

### *ENERGY*

The Weatherization Recovery and Reinvestment Project will increase energy efficiency in homes by reducing energy costs and increasing comfort while safeguarding the health and safety of the resident. Eligible applicants are those persons or families whose income is at or below 200% of the federal poverty level. On-site energy audits are conducted on each home to determine which measures would be installed or services performed. The project will weatherize 498 homes through March 31, 2012 (398 have been completed to date), at an investment level in excess of \$3,600,000. Additionally, \$212,500 in recovery funding is being invested at Friendship Ridge and \$42,678 at the City of Aliquippa for energy-related renovations.

### *ENVIRONMENT*

The townships of Freedom and Hopewell are the recipients of close to \$200,000 for environmental remediation projects.

*SPECIAL FUNDING – (Continued)*

*INFRASTRUCTURE*

Approximately \$11,000,000 in Recovery Act funds are being invested in the rehabilitation of the Rochester Bridge over the Beaver River. Employment peaked at 111 on this project reported in June 2010. The boroughs of Ambridge and Rochester and Harmony Township are receiving in excess of \$7,000,000 in Recovery Act monies to rehabilitate and to install several sewer lines.

*PUBLIC SAFETY*

Beaver County is the recipient of \$600,000 for the Criminal Justice Improvement Programs and the City of Aliquippa received \$60,000 for the Aliquippa City Weed and Seed program.

*WORKFORCE*

The Community Services Recovery and Reinvestment Project supports youth involved in a pre-apprenticeship program leading to employment in the building trades. At-risk high school youth become involved with a mentoring program in an attempt to decrease dropout rates. It provides financial literacy training leading to the formation of new Individual Development Accounts/Family Savings Accounts and it provides employment programs for mentally challenged persons to be placed in community employment settings. It also expands after school or day care programs to assist parents in finding or maintaining employment. Recovery Act funding spent on this project amounts to about \$630,000.

*DIRECT ASSISTANCE TO INDIVIDUALS*

The Recovery Act also directly assists individuals and families in Beaver County in the form of unemployment compensation, tax credits, health insurance, increased coverage of the Medical Assistance program, and food assistance.

*DIRECT RECOVERY ACT ASSISTANCE*

As of September 2010 an estimated \$8,400,000 has been provided to various entities within our County directly from the federal government through the Recovery Act. Our own County government has been the recipient of more than \$2.5 million combined funding through the Community Development Block Grant and the Homeless Prevention and Rapid Re-housing Program. The Beaver County Transit Authority is the recipient of about \$1.9 million for parking and adjacent facilities' renovations. A private entity received approximately \$3 million for the purchase and installation of a dry dock. Other recipients of direct federal Recovery Act funds include the Borough of Ambridge, the City of Aliquippa, the City of Beaver Falls, and others.

## **CERTIFICATE OF ACHIEVEMENT**

The Government Finance Officers Association of the United States and Canada (“GFOA”) awarded a Certificate of Achievement for Excellence in Financial Reporting to Beaver County for its comprehensive annual financial report for the fiscal year ended December 31, 2009. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. Additionally, the 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 report continues to exceed the Certificate of Achievement Program’s requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

## **CONTROLLER’S CLOSING REMARKS**

The information that is presented in this report reflects the unified efforts of officials and administrators to provide the best possible services to the residents of Beaver County. By exercising prudent business practices and fiscally responsible decision-making, the County is able to offer many programs and extend financial assistance to those individuals that qualify. The administration and management are to accomplish a professional business environment.

The County continues in its efforts to obtain federal funding and funding available through the Commonwealth of Pennsylvania for mandated programs and services so as to avoid a local cost whenever possible.

## **ACKNOWLEDGEMENTS**

The presentation of this report on a timely basis is the result of a cooperative effort of many individuals. I wish to thank my staff and those individuals that assisted in the preparation of this report. This report and additional County information may be reviewed online by visiting our website at <http://www.beavercountypa.gov>.

Respectfully,



David A. Rossi  
Beaver County Controller

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Beaver  
Pennsylvania

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

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



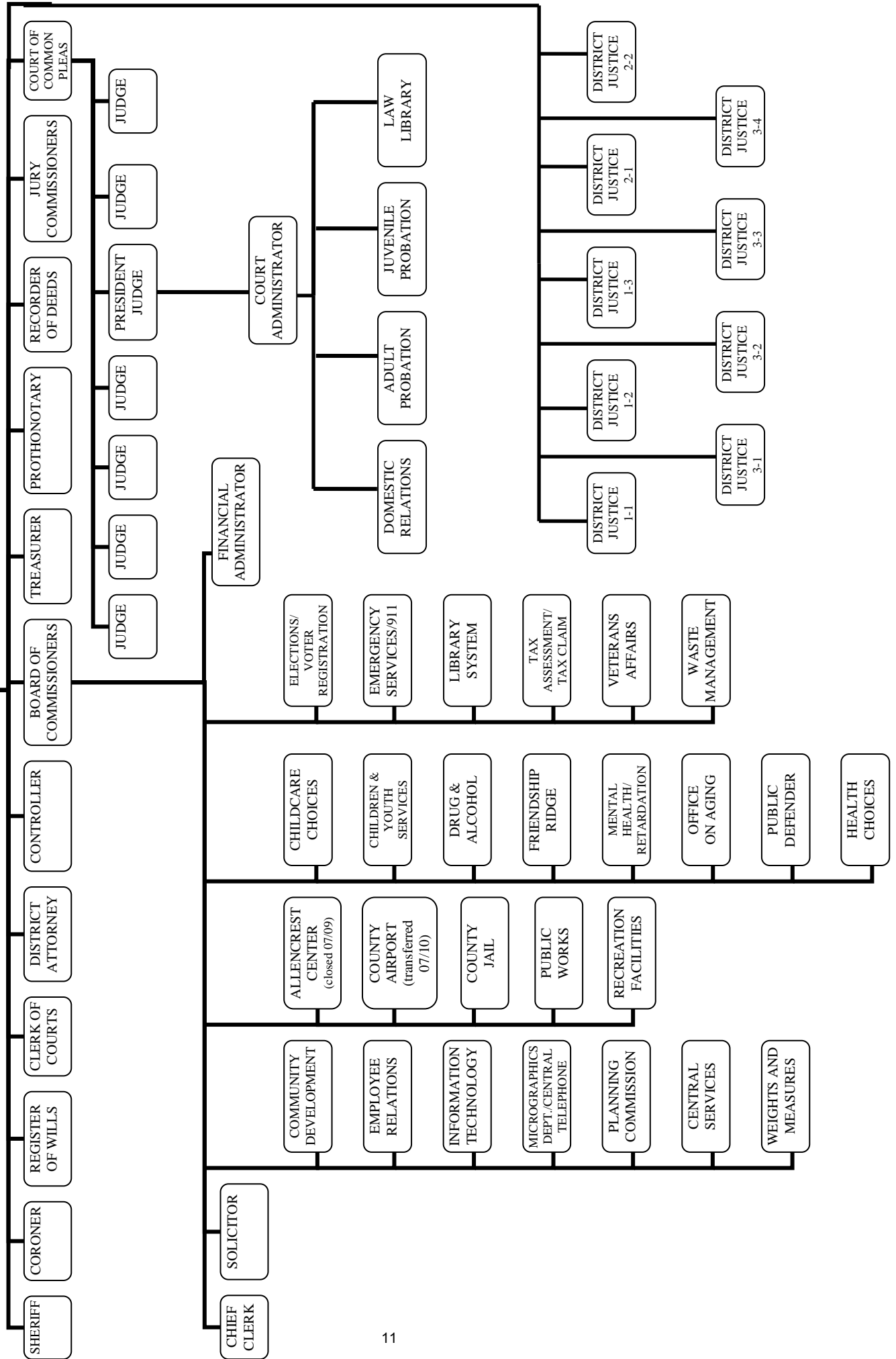
President

Executive Director



# ORGANIZATION CHART

## ELECTORATE OF BEAVER COUNTY



# COUNTY OF BEAVER, PENNSYLVANIA

## Elected Officials

Board of Commissioners	Anthony Amadio, Chairman Joseph Spanik Charles A. Camp
Clerk of Courts	Judy R. Enslin
Controller	David A. Rossi
Coroner	Teri Tatalovich
District Attorney	Anthony J. Berosh
Prothonotary	Nancy C. Werme
Recorder of Deeds	Janice Jeschke Beall
Register of Wills	Carol R. Fiorucci
Sheriff	George J. David
Treasurer	Connie T. Javens
Jury Commissioners	Shelly Blythe Peggy Rose
Court of Common Pleas	Hon. John D. McBride Hon. C. Gus Kwidis Hon. Richard Mancini Hon. John P. Dohanich Hon. Deborah Kunselman Hon. Kim Tesla Hon. Harry Knafelc
District Justices	Andrew M. Hladio 36-01-01 William Livingston 36-01-02 James DiBenedetto 36-01-03 Edward C. Howe 36-02-01 Tim Finn 36-02-02 Dale Nicholson 36-03-01 C. Douglas Loughner 36-03-02 Joseph Schafer 36-03-03 Janet Swihart 36-03-04

# COUNTY OF BEAVER, PENNSYLVANIA

## Department Managers

Adult Probation	Don Neill
Airport (transferred to Airport Authority 07/10)	Beth LaValle
Allencrest Juvenile Detention Center (closed 07/09)	Robert Rose
Assessment / Tax Claim	Michael Kohlman
Chief Clerk	Tracey Patton
Childcare Resource Management	Carmacel Felice
Children & Youth	Dayna Revay
Community Development	Lisa Signore
County Solicitor	Myron Sainovich
Court Administrator	Richard DeFillippi
Department of Public Works	James Camp
Domestic Relations	Joe Signore
Elections Bureau	Dorene Mandity
Emergency Services	Wes Hill
Employee Relations	Richard Darbut
Financial Administrator	Rob Cyphert
Friendship Ridge	As assigned*
Information Technology	Frank Signore
Jail Warden	William Schouppe
Juvenile Services	Robert Rose
Law Library	Betty Dengel
Library Commission	Jodi Oliver
Mental Health / Mental Retardation	Gerard Mike
Micrographics	Charles Hilt
Office on Aging	Beverly Sullivan
Planning Commission	Frank Mancini
Public Defender	Paul Steff
Purchasing / Central Services	Mary Anne Ruskin
Recreation and Tourist Promotion	Tom King
Veterans Affairs	Kathy Nairn
Victim Witness	Steve Jurich
Waste Management	Skip Raabe
Weights and Measures	Ron Zuccaro

\* Contract with Premier Consulting

# COUNTY OF BEAVER, PENNSYLVANIA

## Elected Officials

### *Board of Commissioners*

The Board of Commissioners are the chief executive officers of the County. They are responsible for all legislative and administrative functions of the County.

### *Clerk of Courts*

The Clerk of Courts is the chief clerk of the Court of Common Pleas. The Clerk of Courts is responsible for maintaining court records and collecting all court related fines and fees.

### *Controller*

The Controller is the chief financial officer of the County who is responsible for supervising the budget, financial reporting, auditing and accounts payable. In addition, the Controller sits on several boards and is responsible for many administrative functions relating to those boards.

### *Coroner*

The Coroner is responsible for inquiries/inquests relating to wrongful and/or suspicious deaths for the County.

### *District Attorney*

The District Attorney is the chief prosecutor for the County.

### *Prothonotary*

The Prothonotary is responsible for maintaining court records and filings relating to divorce, civil cases, filing financial statements, liens and issuing passports.

### *Recorder of Deeds*

The Recorder of Deeds is responsible for the official filing of all property transfers within the County. This includes recordation of mortgages as well as deeds for properties sold.

### *Register of Wills*

The Register of Wills is responsible for issuing marriage licenses, legal filings of estates and collecting estate taxes.

### *Sheriff*

The Sheriff supports law enforcement of the County and serves for the protection of the County's residents.

### *Treasurer*

The Treasurer is responsible for collecting taxes levied by the County, investing County funds and issuing licenses for small games of chance and dog permits.

### *Jury Commissioners*

The Jury Commissioners are responsible for the jury selection process for the Court of Common Pleas.

# COUNTY OF BEAVER, PENNSYLVANIA

## Elected Officials – (Continued)

### *Court of Common Pleas*

There are seven judges that preside over the Court of Common Pleas within Beaver County. They are responsible for hearing cases and legal decisions in addition to overseeing the court system of Beaver County.

### *District Justices*

There are nine District Justices within Beaver County that are established by district. They are responsible for arraignments, hearing minor claims, and traffic violations for Beaver County.

# COUNTY OF BEAVER, PENNSYLVANIA

## Department Descriptions

### ***Adult Probation***

This office administers the probation procedures as established by the court system. The office is responsible for monitoring adult individuals who are serving court-mandated probation in addition to administrating state and federal grants that are received for such purposes.

### ***Airport***

This department is responsible for the safe and efficient operation of the Beaver County Airport. This includes enforcing Federal Aviation Administration policies and administrating grants that are in effect for various airport projects. The Airport was transferred to the Airport Authority in July 2010.

### ***Allencrest Juvenile Detention Center***

This center housed and monitored juveniles while providing necessary counseling as required by the courts. This facility was closed in July 2009. The financial activity that occurred during the fiscal year mainly related to unemployment costs, building maintenance costs, and expenditures for the placement of juveniles at other facilities.

### ***Assessment / Tax Claim***

This office is responsible for enforcing taxes levied by the Board of Commissioners for real estate. It assesses all properties within the County and manages the tax system.

### ***Chief Clerk***

The Chief Clerk is responsible for preparing and maintaining official records of the County.

### ***Childcare Resource Management***

This department is responsible for the managed care program for children within Beaver County and it administers the grant programs that are established for those purposes by the Commonwealth and Federal government.

### ***Children & Youth***

This agency oversees the programs which the County provides under grants awarded by the Commonwealth and Federal governments for the welfare of children. The agency provides families, as well as children, with various services such as counseling and foster care.

### ***Community Development***

This department is responsible for the administration of Federal and Commonwealth grants that are provided to the County for various programs. These programs assist in private and public development and improvement such as main street renovations and infrastructure repairs.

### ***Court Administrator***

This administrative office of the court manages the court system within Beaver County. This entails all activities and responsibilities of the court system, as well as the offices that are responsible for those activities.

# COUNTY OF BEAVER, PENNSYLVANIA

## **Department Descriptions - (Continued)**

### ***Department of Public Works***

This department manages various County projects, parks, road maintenance, rodent control, buildings and grounds and minor repairs.

### ***Domestic Relations***

This court related office is responsible for providing and managing services that are under the auspices of the court system regarding domestic (family) problems and court situations.

### ***Elections Bureau***

This office is responsible for all activities involving primary, general and special elections within Beaver County.

### ***Emergency Services***

This office is responsible for managing and administrating all activities that pertain to emergency situations affecting Beaver County. The 911 Center of Beaver County is under this jurisdiction.

### ***Employee Relations***

This department is responsible for all activities pertaining to human resources for Beaver County. Included in this array of services are payroll, employee hiring, discharge, rehabilitation efforts, administrating Equal Employment Opportunities Commission compliance, and labor relations activities.

### ***Financial Administrator***

This individual is responsible for the preparation of the County's budget and for managing the County's financial processes.

### ***Friendship Ridge***

This is the County-owned facility that accommodates individuals in need of long-term health care.

### ***Information Technology***

This office is responsible for managing information services which are provided for the County. The department provides technical services and support for various hardware and software programs in operation as well as communication systems. The department also directs the central telephone system.

### ***Jail***

The jail serves as a detention center for individuals awaiting trial or sentenced to serve time for minor violations or on work release programs mandated by the court.

### ***Juvenile Services***

This department is responsible for overseeing the probation activities relating to minors/juveniles ordered into probation programs through the court system.

# COUNTY OF BEAVER, PENNSYLVANIA

## **Department Descriptions - (Continued)**

### ***Law Department***

This department acts as general legal counsel for the Board of Commissioners.

### ***Law Library***

This department is a Pennsylvania practice library, with almost everything one would need for any Pennsylvania legal issue. It also has the basics for federal practice.

### ***Library Commission***

The commission administers the library system of Beaver County. The system is composed of ten member libraries and a bookmobile. Each library is responsible for managing its own budget and is supported by Federal, Commonwealth, and County funds.

### ***Mental Health / Mental Retardation***

This agency provides services for individuals needing assistance due to dependencies or addictions to controlled substances and alcohol abuse. The services provided are mental health, mental retardation, and drug and alcohol programs in forms of self-help and advocacy organizations. They also provide counseling, case management, prevention/intervention, outpatient and inpatient services, and treatment. The agency is able to provide such services through grants offered by Federal, Commonwealth and County funding.

### ***Micrographics***

This department provides microfilming and electronic data scanning services as well as record maintenance assistance to all Beaver County offices.

### ***Office on Aging***

This agency is responsible for administering all programs provided by Beaver County to senior citizens. The types of services include but are not limited to: information and referral, care management, homemaker service, personal and attendant care, adult day care, respite care and ombudsman services. This agency is able to provide services through funding provided by the Federal, Commonwealth, and County governments.

### ***Planning Commission***

This department is responsible for helping the public shape the kinds of communities desired. Part of this job is done through zoning, division of land into various uses to avoid nuisances and promote a healthy and orderly development. Zoning is a tool, but it is not in itself planning. Planning involves many such tools, including economic and demographic analysis, natural and cultural resource evaluation, goal setting, land use regulation, and strategic planning.

### ***Public Defender***

The Public Defender is responsible for providing legal services to indigent individuals as required by the Courts.



# COUNTY OF BEAVER, PENNSYLVANIA

## **Department Descriptions – (Continued)**

### ***Purchasing / Central Services***

This department is responsible for all procurement for the County. In addition, it is responsible for maintaining all records for fixed assets.

### ***Recreation and Tourist Promotion***

This department is responsible for administrating all recreational programs offered by the County, management of County recreational facilities, and promoting tourism within the County.

### ***Veterans Affairs***

This department provides services and information to veterans and their families concerning benefits and it administers the Federal, Commonwealth, and County laws pertaining to burial of deceased veterans and their spouses.

### ***Victim Witness***

This department operates under the auspices of the District Attorney's Office. It provides assistance to individuals that had been victimized by a crime or witnessed a crime.

### ***Waste Management***

This department manages the recycling program for Beaver County.

### ***Weights and Measures***

This department is responsible for the testing and review of all weighing and measuring devices both public and private within Beaver County and offering the necessary certifications of compliance.

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# **FINANCIAL SECTION**

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June 20, 2011

The Board of County Commissioners  
and the Beaver County Controller  
County of Beaver  
Beaver, Pennsylvania

## REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Beaver, Pennsylvania (the County), as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the component units' financial statements of the Beaver County Transit Authority and the Community College of Beaver County as of and for the year ended June 30, 2010. Those financial 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 Beaver County Transit Authority and the Community College of Beaver County, is based solely on reports of other audits.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2010, the discretely presented component units as of June 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of funding progress pension trust fund, schedule of employer contributions pension trust fund, and budgetary comparison information on pages 25 through 34 and 112 through 117 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.

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

*The Bentley-Kennedy Group, LLC*

Certified Public Accountants

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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

### Financial Highlights

- The Pension Trust Fund's investments appreciated approximately \$21.7 million due primarily to a gain in the fair value of investments.
- The County transferred approximately \$7.4 million of assets to the Beaver County Airport Authority for operations.
- The County issued a Tax Revenue Anticipation Note on January 2, 2010, to provide for short-term financing needs. This note was repaid before December 31, 2010.
- The County repaid \$3.7 million of outstanding bond obligations during the year.
- County-owned parks were upgraded with investments of about \$2.5 million.
- The County received and expended \$2.6 million on infrastructure related to certain bridge projects around the County.

### Overview of the Financial Statements

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

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

The *Statement of Net Assets* provides information showing the status of the County's financial position at year-end. It reports the availability of assets for future use and is an important management tool in financial planning. This statement distinguishes those assets used exclusively with regards to government operation versus those assets committed to the business operation of a government.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as uncollected taxes, earned but unused vacation leave, accrued interest on long-term debt, accrued payroll, and intergovernmental receivables.

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County are general government; judicial; public safety; public works and enterprise; culture, recreation and conservation; human services; and economic development. The business-type activities of the County are Friendship Ridge, Emergency Services 911, and HealthChoices.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also two legally separate entities, the Beaver County Transit Authority and the Community College of Beaver County, for which the County provides subsidies and appoints their boards. Financial information for these *component units* are reported separately from the financial information presented for the primary government itself.

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

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

**Governmental funds.** This fund grouping is 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 fiscal 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 statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Immediately following both the governmental funds' balance sheet and the governmental funds' statement of revenues, expenditures, and changes in fund balances, is a statement that provides a reconciliation to facilitate a comparison between *governmental funds* and *governmental activities*.



## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The County maintains twenty-three individual governmental funds. Information is presented separately in the governmental funds' balance sheet and in the governmental funds' statement of revenues, expenditures, and changes in fund balance for the General Fund, Mental Health / Mental Retardation, Children & Youth, Community Development, and the 2009 Capital Projects Fund, all of which are considered to be major funds. Data from the other eighteen governmental funds are combined into a single aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules. The County adopts an annual appropriated budget for each of its governmental funds.

The basic governmental funds' financial statements can be found on pages 38-41 of this report. The combining and individual fund schedules for the non-major governmental funds are presented following the required supplementary information. They can be found on pages 142-163 of this report.

**Proprietary funds.** The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for Friendship Ridge, Emergency Services 911, and HealthChoices. *Internal service funds* are used to accumulate and allocate costs internally among the County's various functions.

The County uses internal service funds to account for the medical benefits of the County's employees and to account for workers' compensation costs. Because this service predominantly benefits governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary funds' financial statements provide separate information for Friendship Ridge and HealthChoices, which are considered to be major funds. Information is also provided for Emergency Services 911, which is the County's only non-major proprietary fund. The proprietary funds' financial statements also provide separate information for the County's internal service funds.

The basic proprietary funds' financial statements and also the combining financial statement for the internal service funds can be found on pages 42-44 of this report. The individual financial statements for the internal service funds can be found on pages 164-167 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the reporting government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 45-46 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 47-110 of this report.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees and budgetary comparison schedules for the General Fund and other major special revenue funds, which have been provided to demonstrate compliance with the budget. Required supplementary information can be found on pages 112-118 of this report.

### Government-wide Financial Analysis

This analysis focuses on the *primary government*, as defined on pages 25-26. Separate financial statements for the County's component units, including their managements' discussion and analysis, can be obtained from the component units at the addresses disclosed in Note A.

### Analysis of Net Assets

Net assets are a useful indicator of a government's financial position. For the County's governmental activities, total liabilities exceeded assets by \$28,653 at December 31, 2010 and assets exceed liabilities by \$4,572,298 at December 31, 2009.

### County of Beaver's Statement of Net Assets (in thousands)

The following is a summary of the County's Statement of Net Assets as of December 31, 2010 and 2009:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Assets:						
Current and Other Assets	\$ 52,693	\$ 56,196	\$ 27,772	\$ 30,074	\$ 80,465	\$ 86,270
Capital Assets	<u>93,871</u>	<u>96,409</u>	<u>19,032</u>	<u>18,072</u>	<u>112,903</u>	<u>114,481</u>
<b>Total Assets</b>	146,564	152,605	46,804	48,146	193,368	200,751
Liabilities:						
Long-Term Liabilities	126,267	129,325	17,555	17,885	143,822	147,210
Other Liabilities	<u>20,327</u>	<u>18,329</u>	<u>10,519</u>	<u>10,156</u>	<u>30,845</u>	<u>28,485</u>
<b>Total Liabilities</b>	146,594	147,654	28,074	28,041	174,667	175,695
Net Assets:						
Invested in Capital Assets, Net of Related Debt	1,590	9,995	11,434	11,106	13,024	21,101
Restricted	-	-	7,280	6,912	7,280	6,912
Unrestricted	<u>(1,618)</u>	<u>(5,044)</u>	<u>16</u>	<u>2,087</u>	<u>(1,602)</u>	<u>(2,957)</u>
<b>Total Net Assets</b>	<u>\$ (28)</u>	<u>\$ 4,951</u>	<u>\$ 18,730</u>	<u>\$ 20,105</u>	<u>\$ 18,702</u>	<u>\$ 25,056</u>

A significant portion of net assets are largely restricted for specific legal purposes in the HealthChoices program.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### County of Beaver's Statement of Activities (in thousands)

The following summarizes the County's Statement of Activities for the years ended December 31, 2010 and 2009:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
<b>Program Revenues:</b>						
Fees and Charges	\$ 12,095	\$ 11,767	\$ 92,009	\$ 83,125	\$ 104,104	\$ 94,892
Operating Grants and Contributions	66,461	77,339	2,448	3,508	68,909	80,847
<b>General Revenues:</b>						
Real Estate Taxes	46,603	45,902	-	-	46,603	45,902
Investment Income/(Loss)	99	243	24	79	123	322
Unrestricted Gifts	-	-	-	-	-	-
Other Income/(Loss)	-	680	44	20	44	-
<b>Total Revenue</b>	<u>125,258</u>	<u>135,931</u>	<u>94,525</u>	<u>86,732</u>	<u>219,783</u>	<u>222,663</u>
<b>Program Expenses:</b>						
General Government	11,663	10,815	-	-	11,663	10,815
Judicial	15,103	14,108	-	-	15,103	14,108
Public Safety	13,758	13,544	-	-	13,758	13,544
Public Works and Enterprises	4,528	5,619	-	-	4,528	5,619
Culture and Recreation	3,087	3,127	-	-	3,087	3,127
Human Services	56,739	70,269	-	-	56,739	70,269
Economic Development	9,931	10,150	-	-	9,931	10,150
Interest Expense	7,545	6,444	-	-	7,545	6,444
Friendship Ridge	-	-	58,275	57,368	58,275	57,368
Emergency Services	-	-	3,318	3,485	3,318	3,485
HealthChoices	-	-	34,761	33,480	34,761	33,480
<b>Total Expense</b>	<u>122,354</u>	<u>134,076</u>	<u>96,354</u>	<u>94,333</u>	<u>218,708</u>	<u>228,409</u>
Excess (Deficiency) Before Other Items and Transfers	2,904	1,855	(1,829)	(7,601)	1,075	(5,746)
<b>Special Item:</b>						
Transfer to Airport Authority	(7,430)	-	-	-	(7,430)	-
Gain on 2006 Swap Termination	-	10,586	-	-	-	10,586
Transfers	(453)	(1,306)	453	1,306	-	-
<b>Change in Net Assets</b>	<u>(4,979)</u>	<u>11,135</u>	<u>(1,376)</u>	<u>(6,295)</u>	<u>(6,355)</u>	<u>4,840</u>
Net Assets - Beginning	<u>4,951</u>	<u>(6,184)</u>	<u>20,105</u>	<u>26,400</u>	<u>25,056</u>	<u>20,216</u>
Net Assets - Ending	<u>\$ (28)</u>	<u>\$ 4,951</u>	<u>\$ 18,730</u>	<u>\$ 20,105</u>	<u>\$ 18,702</u>	<u>\$ 25,056</u>

The 2009 governmental activities in the Statement of Net Assets and Statement of Activities were adjusted from the prior year to include the Anti-Drug Task Force / Educational Fund.

# MANAGEMENT'S DISCUSSION AND ANALYSIS

## Changes in Net Assets

The County's governmental activities net assets decreased approximately \$4.9 million and increased approximately \$11.1 million for the years ended December 31, 2010 and 2009, respectively.

The County's business-type activities net assets decreased approximately \$1.3 million and decreased approximately \$6.2 million for the years ended December 31, 2010 and 2009, respectively.

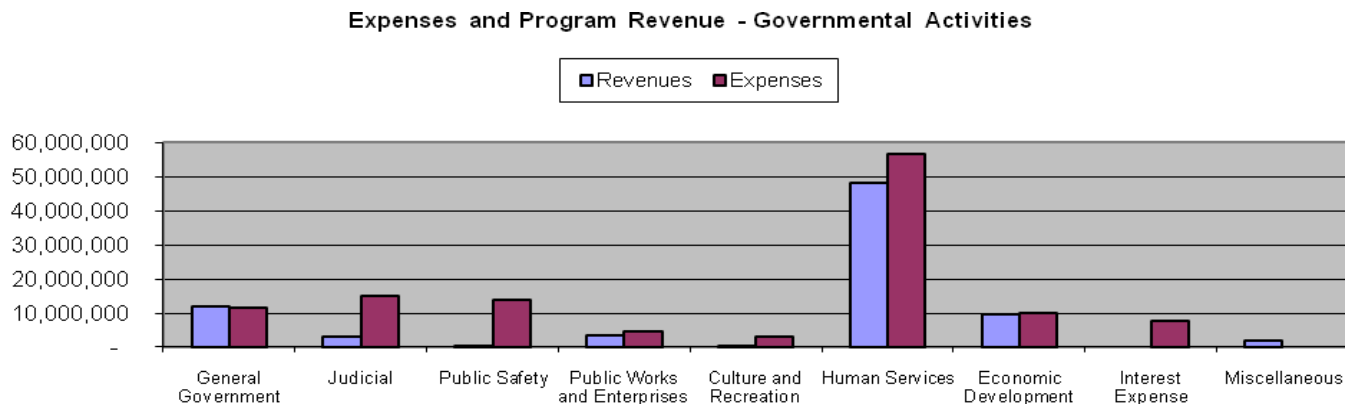
The County's expenses for governmental and business-type activities cover a wide range of services. The largest share of expenses continues to be incurred for Human Services, HealthChoices and Friendship Ridge.

## Analysis of Changes in Net Assets

The County's total net assets decreased approximately \$6.3 million and increased approximately \$4.8 million for the years ended December 31, 2010 and 2009, respectively. The current year's decrease is explained in the governmental and business-type activities discussion below.

## Governmental Activities

The County's governmental activities decreased net assets by \$5 million. The primary reason for this decrease was the transfer of the County's Assets to the Beaver County Airport Authority.



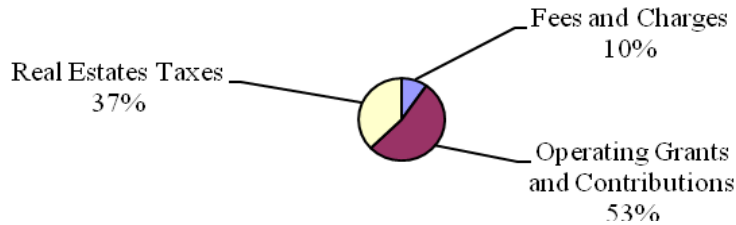
In the Human Services function, revenues and expenses decreased approximately \$13.3 million and \$13.5 million, respectively, in large part due to Mental Health / Mental Retardation decreases in revenue and expenses as a result of a programmatic reorganization at the Pennsylvania Department of Public Welfare.

In the Public Works and Enterprises function, revenues increased approximately \$1.2 million in large part related to liquid fuels receiving more funding for the final design phase of 3 bridges. Expenses decreased approximately \$1.1 million due to transferring of operations of the Airport to the Beaver County Airport Authority.

# MANAGEMENT'S DISCUSSION AND ANALYSIS

The revenue mix of the County's governmental activities remained fairly constant when compared with 2009. Approximately 53% of the County's revenue came from grants and contributions, 10% for fees and charges, and 37% from taxes on real estate. The corresponding figures for 2009 were 57%, 8%, and 34%, respectively, with another 1% coming from other income sources.

**Revenues by Source - Governmental Activities**



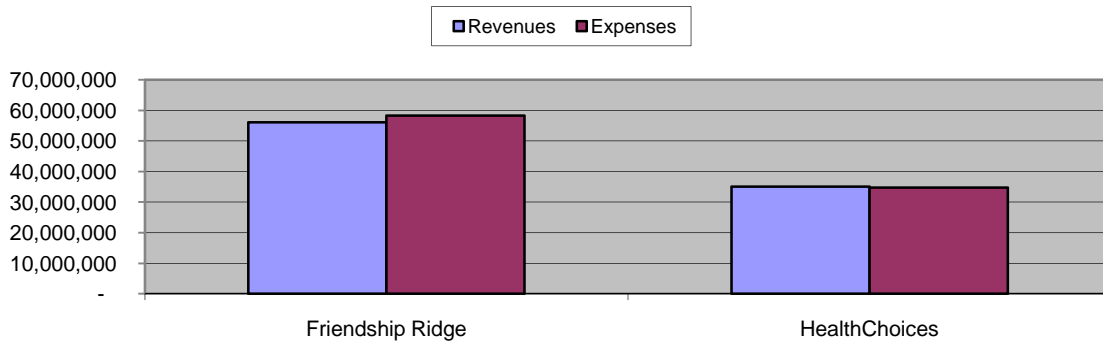
## **Business-type Activities**

Net Assets for business-type activities decreased \$1.4 million. This includes Friendship Ridge's net assets decreasing \$1.7 million and HealthChoices' net assets increasing \$400 thousand.

Friendship Ridge's revenue increased \$2.7 million as a result of increased Medicaid rates and other grants and expenses increased \$500 thousand due to increased cost of care and utility expenses.

HealthChoices' revenues increased \$6.3 million due to increased funding from the state to provide behavioral health treatment to the citizens of Beaver County. Expenses increased approximately \$1.3 million because of increased utilization of the program.

**Expenses and Program Revenues - Business-type Activities**

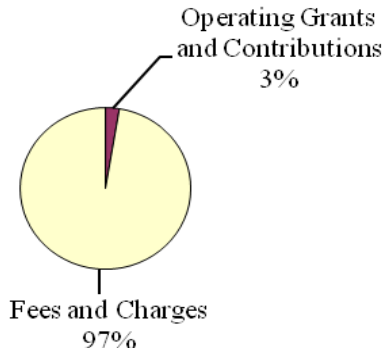


## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The revenue mix of the County's business-type activities remained fairly constant when compared to 2009 with approximately 3% of the County's revenue coming from grants and contributions and 97% for fees and charges. The corresponding figures for 2009 were 4%, and 96%, respectively.

### Revenues by Source - Business-type Activities



### Financial Analysis of the County's Individual Funds

#### *Governmental Funds*

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

At December 31, 2010, the County's governmental funds reported a combined ending fund balance of \$11,542,394 which represents a decrease of \$5,334,367 in comparison to the previous year. The ending fund balance represents amounts available for future appropriations as follows: \$5,216,347 for the Special Revenue Funds, \$2,587,921 for the Capital Project Funds and \$3,738,126 for the General Fund. All Special Revenue fund balances will be used to advance the purpose of each specific fund. The General Fund is discussed in more detail in the General Fund budgetary highlights section (see below).

The 2009 Capital Projects Fund balance decreased \$4,003,424 largely due to the operating transfer that provided funding to the 2007 Capital Projects Fund for Infrastructure and Fixed Asset Acquisitions expenses.

#### *Proprietary Funds*

The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Please refer to the *Analysis of Changes in Net Assets* for business-type activities for a discussion of Friendship Ridge, HealthChoices and Emergency Services 911.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The HealthChoices Fund is an enterprise fund of the County in which the fund balance increased approximately \$0.4 million in 2010 and decreased approximately \$4.6 million in 2009. The fund balance is restricted to furthering behavioral health treatment in the County or to provide financial stability within the HealthChoices program.

### ***Fiduciary Funds***

The County maintains fiduciary funds for the Pension Trust Fund and several Agency Funds. The Pension Trust Fund's net assets increased \$24.8 million and \$55.7 in 2010 and 2009 respectively. The substantial increase of the Pension Trust Fund's net assets is due primarily to appreciation in the fair value of investments.

### **General Fund Budgetary Highlights**

During any given year there are many factors that may change a budget from the *original* approved version to the *final* ending version. There may be changes in policies, revenue sources or unexpected events that have a financial impact upon the County and require that the budget be adjusted to reflect those circumstances.

The General Fund's budgeted revenues were increased \$2 million from the original budget primarily due to receiving more intergovernmental revenue than anticipated. Budgeted expenses were increased \$2.5 million due to larger than anticipated grant funds and less reimbursements for Public Safety from Children and Youth.

The County continues to operate in a fiscally prudent manner, with each department's manager monitoring employee and departmental expenditures.

### **County of Beaver's Capital Assets**

(in thousands and net of accumulated depreciation)

What follows is a summary of the County's capital assets as of December 31, 2010 and 2009:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Totals</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Assets not Being Depreciated	\$ 1,658	\$ 1,874	\$ 2,288	\$ 3,448	\$ 3,946	\$ 5,322
Buildings and Improvements	59,729	63,434	7,152	6,995	66,881	70,429
Vehicles	415	339	-	-	415	339
Furniture and Equipment	5,101	4,416	9,592	7,629	14,693	12,045
Infrastructure	<u>26,969</u>	<u>26,345</u>	<u>-</u>	<u>-</u>	<u>26,969</u>	<u>26,345</u>
<b>Total</b>	<b><u>\$ 93,871</u></b>	<b><u>\$ 96,408</u></b>	<b><u>\$ 19,032</u></b>	<b><u>\$ 18,072</u></b>	<b><u>\$ 112,903</u></b>	<b><u>\$ 114,480</u></b>

Additional information on the County's capital assets can be found in Note F on pages 71-74 of this report.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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### Outstanding Debt at Year End

The following is a summary of the County's outstanding bonds as of December 31, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Governmental Activities:		
General obligation debt	\$ 76,130,147	\$ 77,831,993
Other long-term debt	50,136,037	51,493,223
	<u>126,266,184</u>	<u>129,325,216</u>
Business-type Activities:		
General obligation debt	7,664,136	8,298,314
Other long-term debt	9,561,756	9,587,173
	<u>17,225,892</u>	<u>17,885,487</u>
<b>Total</b>	<u>\$ 143,492,076</u>	<u>\$ 147,210,703</u>

The County's general obligation bond rating is 'AA+' from Standard and Poor's. More detailed information about the County's long-term liabilities can be found in Note J on pages 84-101 of this report.

### Economic Factors

In light of the ongoing national economic recession, the County was able to reduce its debt by \$3.7 million without issuing new debt or increasing taxes.

### Requests for Information

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

Office of the Controller  
Beaver County Courthouse  
810 Third Street  
Beaver, Pennsylvania 15009-2196



# **BASIC FINANCIAL STATEMENTS**

**COUNTY OF BEAVER, PENNSYLVANIA**

STATEMENT OF NET ASSETS

DECEMBER 31, 2010 or JUNE 30, 2010

	Primary Governmen			Component Units	
	Governmental Activities	Business-type Activities	Total	Beaver County Transit Authority as of June 30, 2010	Community College of Beaver County as of June 30, 2010
<b>Assets</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 21,881,986	\$ 5,106,038	\$ 26,988,024	\$ 3,825,867	\$ 2,735,226
Restricted Cash	15,007	6,246,847	6,261,854	-	-
Investments	-	-	-	-	1,120,957
Receivables	10,344,475	8,387,513	18,731,988	6,451,224	1,223,546
Internal Balances	1,204,954	(1,204,954)	-	-	-
Supplies	-	193,334	193,334	280,722	21,605
Prepaid Expenses	807,013	2,016,550	2,823,563	148,850	118,056
Other Assets	2,358,383	1,026,557	3,384,940	-	1,079,052
<b>Total Current Assets</b>	<b>36,611,817</b>	<b>21,771,885</b>	<b>58,383,702</b>	<b>10,706,663</b>	<b>6,298,442</b>
Non-Current Assets:					
Land	1,657,554	42,075	1,699,629	3,407,120	952,288
Buildings and Improvements	87,930,002	15,335,808	103,265,810	14,127,917	45,814,366
Construction in Progress	-	2,245,553	2,245,553	116,483	-
Vehicles	2,457,785	-	2,457,785	12,351,628	251,942
Furniture and Equipment	16,227,017	35,554,101	51,781,118	1,544,502	10,489,589
Infrastructure	36,028,732	-	36,028,732	-	-
Accumulated Depreciation	(50,429,697)	(34,145,252)	(84,574,949)	(13,106,206)	(19,325,061)
Net Pension Asset	16,081,437	5,999,745	22,081,182	-	-
<b>Total Assets</b>	<b>\$ 146,564,647</b>	<b>\$ 46,803,915</b>	<b>\$ 193,368,562</b>	<b>\$ 29,148,107</b>	<b>\$ 44,481,566</b>
<b>Liabilities</b>					
Current Liabilities:					
Accounts Payable	\$ 8,973,431	\$ 3,625,034	\$ 12,598,465	\$ 304,467	\$ 647,254
Accrued Vacation	2,499,235	837,284	3,336,519	-	20,000
Accrued Interest	2,361,741	161,511	2,523,252	-	111,023
Accrued Other Liabilities	3,230,581	2,157,145	5,387,726	197,795	1,320,417
Unearned Revenues	2,797,385	1,062,343	3,859,728	9,035,272	625,505
Accrued Other Employee Benefits	464,743	678,951	1,143,694	92,917	217,176
Accrued HealthChoices Program Costs	-	1,996,116	1,996,116	-	-
Long-Term Debt Payments - Due within One Year	3,690,500	761,334	4,451,834	-	1,610,912
<b>Total Current Liabilities</b>	<b>24,017,615</b>	<b>11,279,718</b>	<b>35,297,333</b>	<b>9,630,451</b>	<b>4,552,287</b>
Non-Current Liabilities:					
Resident Funds	-	329,385	329,385	-	-
Due in More than One Year	122,575,684	16,464,558	139,040,242	-	32,419,450
<b>Total Liabilities</b>	<b>146,593,299</b>	<b>28,073,661</b>	<b>174,666,960</b>	<b>9,630,451</b>	<b>36,971,737</b>
<b>Net Assets</b>					
Invested in Capital Assets					
Net of Related Debt	1,590,243	11,434,203	13,024,446	18,441,444	6,394,655
Restricted for:					
Restricted Fund	-	2,624,821	2,624,821	-	10,000
Risk and Contingency	-	4,446,847	4,446,847	-	-
Reinvestment	-	208,002	208,002	-	-
Unrestricted	(1,618,896)	16,381	(1,602,515)	1,076,212	1,105,174
<b>Total Net Assets</b>	<b>\$ (28,653)</b>	<b>\$ 18,730,254</b>	<b>\$ 18,701,601</b>	<b>\$ 19,517,656</b>	<b>\$ 7,509,829</b>

The accompanying notes are an integral part of this financial statement.

**COUNTY OF BEAVER, PENNSYLVANIA**

STATEMENT OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2010 or JUNE 30, 2010

Functions/Programs	Net (Expenses) Revenues and Change in Net Assets						
	Program Revenues			Primary Government		Component Units	
	Fees and Charges	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Beaver County Transit Authority for the year ended June 30, 2010	Community College of Beaver County for the year ended as of June 30, 2010
<b>Primary Government:</b>							
Governmental Activities:							
General Government	\$ 11,669,448	\$ 7,751,564	\$ -	\$ 166,386	\$ -	\$ -	\$ -
Judicial	15,098,971	304,522	-	(12,114,879)	-	-	-
Public Safety	13,757,968	190,485	-	(13,567,483)	-	-	-
Public Works and Enterprises	4,528,251	22,367	-	(1,147,240)	-	-	-
Culture, Recreation and Conservation	3,084,802	251,490	-	(2,808,708)	-	-	-
Human Services	56,738,862	1,412,633	-	(8,574,936)	-	-	-
Economic Development	9,930,980	321,209	-	(237,300)	-	-	-
Miscellaneous	-	2,031,365	-	2,031,365	-	-	-
Interest Expense	7,545,030	-	-	(7,545,030)	-	-	-
<b>Total Governmental Activities</b>	<b>122,354,311</b>	<b>12,095,151</b>	<b>-</b>	<b>(43,797,824)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Business-type Activities:							
Friendship Ridge	58,274,662	56,136,160	-	-	(2,138,502)	-	-
Emergency Services 911	3,318,004	767,042	-	-	(103,028)	-	-
HealthChoices	34,760,543	35,106,108	-	-	345,565	-	-
<b>Total Business-type Activities</b>	<b>96,353,209</b>	<b>92,009,310</b>	<b>-</b>	<b>-</b>	<b>(1,895,965)</b>	<b>-</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 218,707,520</b>	<b>\$ 104,104,461</b>	<b>\$ 68,909,270</b>	<b>\$ (43,797,824)</b>	<b>\$ (1,895,965)</b>	<b>\$ (45,693,788)</b>	<b>\$ -</b>
<b>Component Units:</b>							
Beaver County Transit Authority	\$ 10,174,041	\$ 1,380,652	\$ 501,021	\$ -	\$ -	\$ (1,203,885)	\$ -
Community College of Beaver County	28,370,918	10,704,550	-	-	-	-	(1,118,926)
<b>Total Component Units</b>	<b>\$ 38,544,959</b>	<b>\$ 12,085,202</b>	<b>\$ 501,021</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,203,885)</b>	<b>\$ (1,118,926)</b>
General Revenues:							
Real Estate Taxes				\$ 46,603,187	\$ -	\$ -	\$ -
Investment Income/(Loss)				98,614	24,213	(245)	335,454
Other Income				-	43,676	-	-
Special Item:							
Transfer to Airport Authority				(7,430,681)	-	-	-
Transfers				(452,553)	452,553	-	-
<b>Total General Revenues, Special Item, and Transfers</b>				<b>38,818,567</b>	<b>520,442</b>	<b>(245)</b>	<b>335,454</b>
<b>Change in Net Assets</b>				<b>(4,979,257)</b>	<b>(1,375,523)</b>	<b>(1,204,130)</b>	<b>(783,472)</b>
<b>Net Assets - Beginning</b>				<b>4,950,604</b>	<b>20,105,777</b>	<b>20,721,786</b>	<b>8,293,301</b>
<b>Net Assets - Ending</b>				<b>\$ (28,653)</b>	<b>\$ 18,730,254</b>	<b>\$ 19,517,656</b>	<b>\$ 7,509,829</b>

The accompanying notes are an integral part of this financial statement.

**COUNTY OF BEAVER, PENNSYLVANIA**

BALANCE SHEET  
GOVERNMENTAL FUNDS

DECEMBER 31, 2010

	General	Mental Health/ Mental Retardation	Children & Youth	Community Development	2009 Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>							
Cash and Cash Equivalents	\$ 5,110,297	\$ 3,216,578	\$ 1,809,245	\$ 1,894,609	\$ 796,503	\$ 7,982,651	\$ 20,809,882
Prepaid Other	697,851	21,000	-	-	-	-	718,851
Receivables	1,174,812	350,931	2,710,226	786,676	-	2,012,565	7,035,210
Interfund Receivable	1,829,879	207,506	228,883	-	-	172,314	2,438,582
<b>Total Assets</b>	<b>\$ 8,812,839</b>	<b>\$ 3,796,015</b>	<b>\$ 4,748,354</b>	<b>\$ 2,681,285</b>	<b>\$ 796,503</b>	<b>\$ 10,167,530</b>	<b>\$ 31,002,525</b>
<b>Liabilities and Fund Balance</b>							
<b>Liabilities:</b>							
Accounts Payable	\$ 1,517,981	\$ 2,205,432	\$ 1,514,216	\$ 857,421	\$ 108,611	\$ 2,309,140	\$ 8,512,801
Interfund Payable	586,531	-	263	14,325	13,274	790,592	1,404,985
Accrued Wages and Payroll Costs	2,231,094	116,951	96,091	11,456	-	126,207	2,581,799
Accrued Other Liabilities	-	338,981	-	-	-	309,801	648,782
Deferred Revenues	739,106	675,283	2,622,159	1,004,671	-	1,270,545	6,311,765
<b>Total Liabilities</b>	<b>5,074,713</b>	<b>3,336,647</b>	<b>4,232,729</b>	<b>1,887,873</b>	<b>121,885</b>	<b>4,806,284</b>	<b>19,460,131</b>
<b>Fund Balance:</b>							
Unreserved, Designated for Encumbrances:							
General Fund	26,032	-	-	-	-	-	26,032
Special Revenue Funds	-	16,003	24,758	-	-	121,717	162,478
Capital Projects Funds	-	-	-	-	674,618	752,106	1,426,724
Unreserved, Undesignated:							
General Fund	3,712,094	-	490,866	793,412	-	-	3,712,094
Special Revenue Funds	-	443,365	-	-	-	3,326,225	5,053,869
Capital Projects Funds	-	-	-	-	-	1,161,197	1,161,197
<b>Total Fund Balance</b>	<b>3,738,126</b>	<b>459,368</b>	<b>515,624</b>	<b>793,412</b>	<b>674,618</b>	<b>5,361,245</b>	<b>11,542,394</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 8,812,839</b>	<b>\$ 3,796,015</b>	<b>\$ 4,748,354</b>	<b>\$ 2,681,285</b>	<b>\$ 796,503</b>	<b>\$ 10,167,530</b>	<b>\$ 31,002,525</b>

The accompanying notes are an integral part of this financial statement.

## COUNTY OF BEAVER, PENNSYLVANIA

### RECONCILIATION OF GOVERNMENTAL FUND BALANCES TO THE STATEMENT OF NET ASSETS

DECEMBER 31, 2010

<b>Total Fund Balance - Governmental Funds</b>		\$ 11,542,394
Receivables for real estate taxes not available to pay for current period expenditures, and therefore, are deferred in the funds.		3,307,913
Costs associated with the issuance of bonds are deferred in the Statement of Net Assets and reported as Other Assets, net of accumulated amortization.		2,358,383
Grant revenues not available to pay for current period expenditures, and therefore, are deferred in the funds.		3,514,380
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		
Land	\$ 1,657,554	
Buildings and improvements	87,930,002	
Vehicles	2,457,785	
Furniture and equipment	16,227,017	
Infrastructure	36,028,732	
Accumulated depreciation	<u>(50,429,697)</u>	93,871,393
Accrued interest and accrued vacation payable are not recognized in the governmental funds.		
Accrued interest payable	(2,361,741)	
Accrued vacation payable	<u>(2,499,235)</u>	(4,860,976)
Non-current liabilities are not due nor payable in the current period, and therefore, are not reported in the funds. These liabilities consist of:		
General obligation bonds payable	(76,130,147)	
Other general long-term liabilities -		
PFA Series 2007 Bonds	(125,000)	
PFA Series 2005 Bonds	(2,830,000)	
Pension Obligation Bond 2005	(12,665,000)	
PFA 2006 Bonds	(3,130,658)	
PFA Series A of 2006	(3,020,480)	
PFA Series B of 2006	(1,337,566)	
Pension Bond 2009	(9,272,015)	
Capital Lease Obligation	(16,689,585)	
Accrued sick and early termination benefits payable	<u>(1,065,732)</u>	(126,266,184)
Pension Contributions in excess of annual required contribution treated as net pension asset.		16,081,437
An internal service fund is used by management to account for medical benefits of the County employees. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Assets.		<u>422,607</u>
<b>Total Net Assets of Governmental Activities</b>		<b>\$ <u>(28,653)</u></b>

The accompanying notes are an integral part of this financial statement.

**COUNTY OF BEAVER, PENNSYLVANIA**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	General	Mental Health/ Mental Retardation	Children & Youth	Community Development	2009 Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>							
Real Estate Taxes	\$ 46,192,256	-	-	-	-	\$ -	\$ 46,192,256
Licenses and Permits	88,331	-	-	-	-	-	88,331
Interest and Rents	74,200	5,139	3,420	3,390	152	10,772	97,072
Intergovernmental Revenues	4,124,359	18,858,879	11,410,717	9,372,472	-	21,081,906	64,848,333
Departmental Earnings	7,514,668	1,164,344	120,616	321,209	-	1,148,589	10,269,426
Local Hotel Room Tax	-	-	-	-	-	235,540	235,540
Miscellaneous	1,155,681	10,978	-	-	-	335,195	1,501,854
<b>Total Revenues</b>	<b>59,149,494</b>	<b>20,039,339</b>	<b>11,534,754</b>	<b>9,697,070</b>	<b>152</b>	<b>22,812,003</b>	<b>123,232,812</b>
<b>Expenditures</b>							
Current:							
General Government	9,573,523	-	-	-	-	310,666	9,884,189
Judicial	11,431,081	-	-	-	-	3,299,433	14,730,514
Public Safety	12,434,554	-	-	-	-	136,776	12,571,331
Public Works and Enterprises	3,112,469	-	-	-	-	379,336	3,491,805
Culture, Recreation and Conservation	2,570,390	-	-	-	-	277,205	2,847,595
Economic Development	-	-	-	9,804,324	-	-	9,804,324
Intergovernmental:							
Human Services	10,773,814	20,157,394	11,575,908	-	-	14,297,644	56,804,760
Debt Service:							
Principal	3,028,918	-	-	-	-	-	3,028,918
Interest	5,692,426	-	-	-	-	-	5,692,426
Infrastructure Acquisition and Improvements	18,921	-	-	-	357,857	5,823,923	6,200,701
Capital Asset Acquisition and Improvements	496,004	33,911	-	-	11,500	2,484,444	3,025,859
<b>Total Expenditures</b>	<b>59,132,101</b>	<b>20,191,305</b>	<b>11,575,908</b>	<b>9,804,324</b>	<b>369,357</b>	<b>27,009,426</b>	<b>128,082,421</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>17,393</b>	<b>(151,966)</b>	<b>(41,155)</b>	<b>(107,254)</b>	<b>(369,205)</b>	<b>(4,197,423)</b>	<b>(4,849,609)</b>
<b>Other Financing Sources (Uses)</b>							
Capital Lease Agreements	174,680	-	-	-	-	-	174,680
Transfers from Other Funds	226,854	-	-	-	-	3,567,035	3,793,889
Transfers to Other Funds	(612,223)	-	-	-	(3,634,219)	-	(4,246,442)
<b>Total Other Financing Sources (Uses)</b>	<b>(210,889)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,634,219)</b>	<b>3,567,035</b>	<b>(277,873)</b>
<b>Special Item</b>							
Transfer to Airport Authority	(201,759)	-	-	-	-	(5,126)	(206,885)
<b>Net Change in Fund Balance</b>	<b>(395,054)</b>	<b>(151,966)</b>	<b>(41,155)</b>	<b>(107,254)</b>	<b>(4,003,424)</b>	<b>(635,515)</b>	<b>(5,334,367)</b>
Fund Balance - Beginning	4,133,180	611,334	556,779	900,666	4,678,042	5,996,760	16,876,761
Fund Balance - Ending	3,738,126	459,368	515,624	793,412	674,618	5,361,245	11,542,394

The accompanying notes are an integral part of this financial statement.

**COUNTY OF BEAVER, PENNSYLVANIA**

RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCE OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2010

<b>Net Change in Fund Balance - Total Governmental Funds</b>		\$ (5,334,367)
Revenue timing differences resulted in more revenue for real estate taxes in the Statement of Activities.		410,931
Revenue timing differences resulted in more grant revenue in the Statement of Activities due to the period of availability of the funds.		1,593,449
The differences due to capital assets are as follows:		
1. Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capital outlay	\$ 9,226,560	
Depreciation expense	<u>(3,950,283)</u>	5,276,277
2. The effect of the disposals and transfers of capital assets is to change net assets by the net book value of the disposed or transferred assets.		
Net book value of disposed assets		(589,830)
Transfer of Capital Assets to the Airport Authority		(7,223,796)
Some expenses reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds.		
Changes in accrued interest payable	(1,283,653)	
Changes in accrued vacation payable	<u>(107,270)</u>	(1,390,923)
The difference due to non-current liabilities are as follows:		
1. The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.		
Bond principal payments	2,882,236	
Capital lease obligation payments	352,314	
Capital Lease Acquisitions	<u>(174,680)</u>	3,059,870
2. Governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.		
Amortization of bond issuance costs		(186,746)
3. The expense for sick leave and early termination benefits does not require the use of current financial resources. These items are reported as a non-current liability in the Statement of Net Assets.		
		105,138
The difference due to pension activity is as follows:		
1. Amortization of excess general fund pension contribution		(634,233)
An internal service fund is used by management to account for medical and workers' compensation benefits of the County employees. The net change in activity of the internal service fund is reported with governmental activities.		
		<u>(65,027)</u>
<b>Change in Net Assets of Governmental Activities</b>		<u>\$ (4,979,257)</u>

The accompanying notes are an integral part of this financial statement.

**COUNTY OF BEAVER, PENNSYLVANIA**

STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS

December 31, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities
	Friendship Ridge	Health Choices	Non-Major Fund Emergency Services 911	Total	Internal Service Funds
<b>Assets</b>					
Current Assets:					
Cash and Cash Equivalents	\$ 373,483	\$ 3,525,605	\$ 1,206,950	\$ 5,106,038	\$ 1,087,110
Restricted Cash	-	6,246,847	-	6,246,847	-
Receivables	8,119,428	173,124	94,961	8,387,513	1,350
Supplies	193,334	-	-	193,334	-
Prepaid Expenses	129,113	1,887,437	-	2,016,550	88,162
<b>Total Current Assets</b>	<b>8,815,358</b>	<b>11,833,013</b>	<b>1,301,911</b>	<b>21,950,282</b>	<b>1,176,622</b>
Non-Current Assets:					
Land	42,075	-	-	42,075	-
Construction in Progress	2,245,553	-	-	2,245,553	-
Buildings and Improvements	15,335,808	-	-	15,335,808	-
Furniture and Equipment	30,771,025	82,644	4,700,432	35,554,101	-
Less Accumulated Depreciation	(32,501,391)	(59,341)	(1,584,520)	(34,145,252)	-
Interfund Receivable	357,301	-	-	357,301	171,357
Other Assets	697,172	-	-	697,172	-
Resident Funds	329,385	-	-	329,385	-
Pension Asset	5,999,745	-	-	5,999,745	-
<b>Total Non-Current Assets</b>	<b>23,276,673</b>	<b>23,303</b>	<b>3,115,912</b>	<b>26,415,888</b>	<b>171,357</b>
<b>Total Assets</b>	<b>\$ 32,092,031</b>	<b>\$ 11,856,316</b>	<b>\$ 4,417,823</b>	<b>\$ 48,366,170</b>	<b>\$ 1,347,979</b>
<b>Liabilities</b>					
Current Liabilities:					
Accounts Payable	\$ 1,672,469	\$ 1,873,718	\$ 78,847	\$ 3,625,034	\$ 460,630
Accrued Payroll	982,377	-	-	982,377	-
Accrued Vacation	837,284	-	-	837,284	-
Current Lease Obligations	2,386	-	-	2,386	-
Interfund Payable	966,046	15,218	580,991	1,562,255	-
Accrued Interest	161,511	-	-	161,511	-
Accrued Other Liabilities	506,477	668,291	-	1,174,768	-
Deferred Revenues	312,478	-	749,865	1,062,343	-
Accrued Employee Benefits	678,951	-	-	678,951	-
Accrued Healthcare Costs	-	1,996,116	-	1,996,116	464,743
Bonds Payable - Current Portion	758,948	-	-	758,948	-
<b>Total Current Liabilities</b>	<b>6,878,927</b>	<b>4,553,343</b>	<b>1,409,703</b>	<b>12,841,973</b>	<b>925,372</b>
Non-Current Liabilities:					
Resident Funds	329,385	-	-	329,385	-
Bonds Payable	16,464,558	-	-	16,464,558	-
<b>Total Non-Current Liabilities</b>	<b>16,793,943</b>	<b>-</b>	<b>-</b>	<b>16,793,943</b>	<b>-</b>
<b>Total Liabilities</b>	<b>23,672,870</b>	<b>4,553,343</b>	<b>1,409,703</b>	<b>29,635,916</b>	<b>925,372</b>
<b>Net Assets</b>					
Invested in Capital Assets, Net of Related Debt	8,294,988	23,303	3,115,912	11,434,203	-
Restricted:					
Reserve for Restricted Fund	-	2,624,821	-	2,624,821	-
Reserve for Risk and Contingency	-	4,446,847	-	4,446,847	-
Reserve for Reinvestment	-	208,002	-	208,002	-
Unrestricted	124,173	-	(107,792)	16,381	422,607
<b>Total Net Assets</b>	<b>\$ 8,419,161</b>	<b>\$ 7,302,973</b>	<b>\$ 3,008,120</b>	<b>\$ 18,730,254</b>	<b>\$ 422,607</b>

The accompanying notes are an integral part of this financial statement.



**COUNTY OF BEAVER, PENNSYLVANIA**

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities
	Friendship Ridge	Health Choices	Non-Major Fund Emergency Services 911	Total	Internal Service Funds
<b>Operating Revenues</b>					
Charges for Services	\$ 56,136,160	\$ 35,106,108	\$ 767,042	\$ 92,009,310	\$ 9,306,457
<b>Operating Expenses</b>					
Costs of Services	52,042,767	30,229,771	641,870	82,914,408	8,676,683
Administrative	3,813,907	4,521,804	2,122,026	10,457,737	696,343
Depreciation and Amortization	1,379,193	8,968	554,108	1,942,269	-
Total Operating Expenses	57,235,867	34,760,543	3,318,004	95,314,414	9,373,026
<b>Operating Income (Loss)</b>	(1,099,707)	345,565	(2,550,962)	(3,305,104)	(66,569)
<b>Non-Operating Revenues (Expenses)</b>					
Debt Service Interest	(1,038,795)	-	-	(1,038,795)	-
Grant Income	-	-	2,447,934	2,447,934	-
Unrestricted Gifts	10,685	-	-	10,685	-
Gain on Disposal of Fixed Assets	-	-	32,991	32,991	-
Investment Income	9,721	12,368	2,124	24,213	1,542
Total Non-Operating Revenues (Expenses)	(1,018,389)	12,368	2,483,049	1,477,028	1,542
Income (Loss) Before Transfers	(2,118,096)	357,933	(67,913)	(1,828,076)	(65,027)
Transfers In	452,553	-	-	452,553	-
<b>Change in Net Assets</b>	(1,665,543)	357,933	(67,913)	(1,375,523)	(65,027)
Total Net Assets - Beginning	10,084,704	6,945,040	3,076,033	20,105,777	487,633
Total Net Assets - Ending	\$ 8,419,161	\$ 7,302,973	\$ 3,008,120	\$ 18,730,254	\$ 422,607

The accompanying notes are an integral part of this financial statement.

COUNTY OF BEAVER, PENNSYLVANIA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	Business-type Activities - Enterprise Funds				Internal Service Funds
	Friendship Ridge	Health Choices	Non-Major Fund Emergency Services 911	Total	
<b><u>Cash Flows from Operating Activities:</u></b>					
Cash receipts for services provided	\$ 54,049,608	\$35,820,730	\$ 766,714	\$ 90,637,052	\$ 9,364,591
Other operating cash receipts	1,956,457	-	-	1,956,457	-
Cash payments to suppliers	(29,627,267)	(33,262,554)	(1,619,776)	(64,509,597)	(9,353,480)
Cash payments to General Fund	-	-	(1,788,832)	(1,788,832)	-
Cash payments to employees	(24,689,453)	(564,284)	-	(25,253,737)	-
Net Cash Provided by (Used in) Operating Activities	1,689,345	1,993,892	(2,641,894)	1,041,343	11,112
<b><u>Cash Flows from Capital and Related Financing Activities:</u></b>					
Principal payments of long-term debt	(1,661,814)	-	-	(1,661,814)	-
Interest payments on long-term debt	(39,368)	-	-	(39,368)	-
Expenses for property, facilities and equipment	(1,835,376)	-	(966,248)	(2,801,624)	-
Proceeds from the loan provided by the County	750,000	-	-	750,000	-
Net Cash Used In Financing Activities	(2,786,558)	-	(966,248)	(3,752,806)	-
<b><u>Cash Flows from Non-capital Financing Activities:</u></b>					
Grants	254,629	-	2,447,934	2,702,563	-
Net Cash Used in Noncapital Financing Activities	254,629	-	2,447,934	2,702,563	-
<b><u>Cash Flows from Investing Activities:</u></b>					
Investment income	20,406	12,368	2,124	34,898	1,542
Net Cash Provided by Investing Activities	20,406	12,368	2,124	34,898	1,542
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(822,178)	2,006,260	(1,158,084)	25,998	12,654
<b><u>Cash and Cash Equivalents:</u></b>					
Beginning of year	1,195,661	7,766,192	2,365,034	11,326,887	1,074,456
End of year	\$ 373,483	\$ 9,772,452	\$ 1,206,950	\$ 11,352,885	\$ 1,087,110
Non-Cash Capital Financing Activities:					
Change in fair value of investments	\$ -	\$ -	\$ -	\$ -	\$ -
In-kind transfers in	\$ 452,553	\$ -	\$ -	\$ 452,553	\$ -
<b><u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u></b>					
Operating income (loss)	\$ (1,099,707)	\$ 345,565	\$ (2,550,962)	\$ (3,305,104)	\$ (66,569)
Non-cash adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Depreciation and amortization	1,379,193	8,968	554,108	1,942,269	-
Amortization of deferred loss on refunding and discount	30,179	-	-	30,179	-
Transfer in from General Fund	452,553	-	-	452,553	-
Pension expense financed with pension bond	434,213	-	-	434,213	-
Change in operating assets and liabilities:					
Accounts receivable	(756,931)	714,622	(328)	(42,637)	58,134
Interfund Receivable	954,126	-	-	954,126	-
Inventories	209,485	-	-	209,485	-
Prepaid expenses	(31,288)	(837,116)	-	(868,404)	(88,162)
Deposits	17,940	-	-	17,940	-
Accounts payable and interfund payable	414,136	1,822,774	(644,712)	1,592,198	211,780
Deferred credits	(345,230)	-	-	(345,230)	-
Accrued liabilities	30,676	(60,921)	-	(30,245)	(104,071)
Net Cash Provided by (Used in) Operating Activities	\$ 1,689,345	\$ 1,993,892	\$ (2,641,894)	\$ 1,041,343	\$ 11,112

**Disclosure of Accounting Policy:**

For purposes of the Statement of Cash Flows, the Governmental Funds consider all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.

**EXHIBIT A**

The accompanying notes are an integral part of this financial statement.

# COUNTY OF BEAVER, PENNSYLVANIA

## STATEMENT OF FIDUCIARY NET ASSETS FIDUCIARY FUNDS

December 31, 2010

	<b>Pension Trust Fund</b>	<b>Agency Funds</b>
	<hr/>	<hr/>
<b><u>Assets</u></b>		
Cash and Cash Equivalents	\$ 7,410,111	\$ 2,956,122
Cash and Cash Equivalents Held as Collateral	15,079,648	-
Investments:		
Common and Preferred Stocks	152,672,037	-
U.S. Government Obligations	27,565,743	-
Corporate Bonds	20,466,566	-
Other Debt Securities	1,841,353	-
Registered Investment Companies	10,125,539	-
Interest in Limited Partnership	9,666,698	-
Interest in Collective Trust	10,909,780	-
Other Assets	750,000	-
Receivables	-	2,529
Interest and Dividends Receivable	523,571	-
	<hr/>	<hr/>
<b>Total Assets</b>	<b>\$ 257,011,046</b>	<b>\$ 2,958,651</b>
	<hr/>	<hr/>
<b><u>Liabilities</u></b>		
Accounts Payable	\$ -	\$ 2,924,107
Collateral Obligation	15,079,648	-
Other Liabilities	-	34,544
	<hr/>	<hr/>
<b>Total Liabilities</b>	<b>15,079,648</b>	<b>2,958,651</b>
	<hr/>	<hr/>
<b><u>Net Assets</u></b>		
Held in Trust for Pension Benefits and Other Purposes	241,931,398	-
	<hr/>	<hr/>
<b>Total Net Assets</b>	<b>\$ 241,931,398</b>	<b>\$ -</b>
	<hr/>	<hr/>

The accompanying notes are an integral part of this financial statement.

# COUNTY OF BEAVER, PENNSYLVANIA

## STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FIDUCIARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Pension Trust Fund</u>
<b><u>Additions</u></b>	
Contributions:	
Member Contributions	\$ 5,104,778
County Contributions	<u>3,093,531</u>
Total Contributions	<u>8,198,309</u>
Investment Activities:	
Net Appreciation in Fair Value of Investments	21,721,719
Interest and Dividends	4,800,390
Less: Investment Management and Actuarial Fees	<u>(844,091)</u>
Net Income from Investment Activities	<u>25,678,018</u>
Security Lending Activities:	
Interest from Collateral	54,679
Security Lending Premiums	23,012
Less: Rebates and Fees	<u>(23,122)</u>
Net Income from Security Lending Activities	<u>54,569</u>
Total Additions	<u>33,930,896</u>
<b><u>Deductions</u></b>	
Benefits Paid to Plan Members and Beneficiaries	8,956,143
Administrative Expense	<u>127,633</u>
Total Deductions	<u>9,083,776</u>
Change in Net Assets	24,847,120
<b><u>Net Assets</u></b>	
Net Assets - Beginning	<u>217,084,278</u>
Net Assets - Ending	<u>\$ 241,931,398</u>

The accompanying notes are an integral part of this financial statement.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Beaver, Pennsylvania (the County), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The significant accounting policies are described below.

#### 1. **Organization and Reporting Entity**

The organization of the County and the basis of the reporting entity are presented below to assist the reader in evaluating the financial statements and the accompanying notes.

The County was founded as a subdivision of the Commonwealth of Pennsylvania under Title XVI of the Pennsylvania Statutes. The County operates under an elected three member Board of Commissioners and provides the following services as authorized by Pennsylvania's County Code: public safety, judicial, medical, human services, economic development, and culture and recreation.

In accordance with Governmental Accounting Standards Board (GASB) Statements No. 14 and No. 39, the County has evaluated all related entities (authorities, commissions, and affiliates) for possible inclusion in the financial reporting entity.

#### Discretely Presented Component Units

The component unit columns in the government-wide financial statements include individual financial data for the Beaver County Transit Authority (BCTA) and the Community College of Beaver County (CCBC). Financial information of these units is reported in separate columns to emphasize that they are legally separated from the County. They are component units because their boards are appointed by the County Commissioners and they receive significant operating subsidies from the County. Complete and more detailed financial statements can be obtained from:

Beaver County Transit Authority  
200 W. Washington Street  
Rochester, PA 15074

Community College of Beaver County  
Controller's Office  
One Campus Drive  
Monaca, PA 15061

The reporting period for BCTA and CCBC is as of and for the year ended June 30, 2010.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

---

### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

1. **Organization and Reporting Entity** - Continued

Discretely Presented Component Units - Continued

Summary of Significant Accounting Policies for BCTA

General Policy – The financial statements of BCTA have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. BCTA applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, provided they do not conflict with or contradict GASB pronouncements.

Basis of Accounting – BCTA accounts for expenses using the accrual method of accounting. Grant revenue is recognized when the corresponding grant purpose expenditure is made. Grant monies received or receivable before the revenue recognition criteria have been met are reported as unearned revenue. BCTA's practice is to record grants as receivables and unearned revenue at the time the grants are awarded. Passenger fares are recorded when received. All other revenues are recognized when earned. Assets are depreciated using the straight-line method over their estimated useful lives.

Summary of Significant Accounting Policies for CCBC

General Policy – CCBC prepares its financial statements in accordance with generally accepted accounting principles for public colleges and universities as outlined by GASB. In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds," CCBC applies all GASB and FASB pronouncements, Accounting Principle Board opinions, and Accounting Research Bulletins issued on or before November 30, 1989, which do not conflict with or contradict GASB pronouncements. Inter-fund activity within CCBC has been eliminated in the preparation of the financial statements.

Basis of Accounting – CCBC prepares its financial statements using the accrual basis of accounting. Under this method, revenue is recognized when earned and expenses are recognized when the obligation to pay is incurred. Assets are depreciated using the straight-line method over their estimated useful lives.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

---

### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

1. **Organization and Reporting Entity** – Continued

**Related Organizations**

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

- Beaver County Agricultural Land Preservation Board
- Beaver County Airport Authority
- Beaver County Area Chamber of Commerce
- Beaver County Conservation District
- Beaver County Economic Development Authority
- Beaver County Hospital Authority
- Beaver County Housing Authority
- Beaver County Industrial Development Authority
- Beaver County Job Training
- Beaver County Redevelopment Authority
- Pennsylvania Finance Authority
- Southwestern Pennsylvania Commission
- Workforce Investment Board

2. **Government-Wide Financial Statements and Fund Financial Statements**

*Government-Wide Statements:* The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which primarily rely on fees and charges for support. Activities of the internal services funds are eliminated to avoid “doubling up” revenues and expenses. The entire deficit of the internal service fund was recorded as a reduction of expenses of the primary government. All other internal activities, such as interfund reimbursements, are treated as a reduction of the appropriate expense. Fiduciary funds are also excluded from the government-wide financial statements.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

#### 2. Government-Wide Financial Statements and Fund Financial Statements – Continued

##### Government-Wide Statements – Continued

The government-wide Statement of Activities presents a comparison between expenses, both direct and indirect, and program revenues for each segment of the business-type activities of the County and for each governmental program. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipients of the services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financed or draws from the general revenues of the County. Certain indirect costs are included in the program expense reported for individual functions and activities.

Net assets are reported as restricted when constraints placed on the net assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, laws, regulations of other governments or imposed by law through constitutional provisions or enabling legislation. The net assets restricted for other purposes result from special revenue funds and the restrictions on their net asset use.

When both restricted and unrestricted resources are available for use, it is County policy to use restricted resources first and then unrestricted resources as they are needed.

*Fund Financial Statements:* The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds, each of them displayed in a separate column.

Certain funds are required by GAAP to be presented as major funds of the County. The requirement to present a fund as "major" is based on the total assets, liabilities, revenues, and expenditures within the fund. Additionally, the County has the option of voluntarily presenting any fund as major.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

---

### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

#### 2. Government-Wide Financial Statements and Fund Financial Statements – Continued

##### Fund Financial Statements – Continued

The County reports the following governmental funds as major:

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

*Mental Health / Mental Retardation.* This fund is responsible for serving the needs of the County's mentally or behaviorally challenged citizens.

*Children and Youth.* The purpose of this fund is to protect and care for children who have been abused, neglected, exploited, abandoned, adjudicated delinquent, or are without proper parental supervision, such as runaways.

*Community Development.* This fund accounts for the activities of the Community Development Program of Beaver County (CDP). The CDP's mission is two-fold: to improve the living conditions of low-income individuals and to aid in the elimination of slum and blight. The Community Development Fund is voluntarily reported as major by the County due to its significance within County operations.

*2009 Capital Projects Fund.* This fund is used to account for all purchases made using the proceeds of the General Obligation Notes Series 2009. The 2009 Capital Projects Fund is voluntarily reported as major by the County due to its significance within County operations.

The County reports the following major enterprise funds:

*Friendship Ridge.* This fund is used to account for the County-owned long-term health care facility that accommodates County citizens.

*HealthChoices.* HealthChoices is a program sponsored by the Commonwealth of Pennsylvania and administered by the County to meet the needs of low income individuals with behavioral health problems.

All remaining governmental funds are aggregated and reported as non-major funds.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

---

### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

#### 3. Fund Types

##### Governmental Fund Types

In accordance with generally accepted accounting principles applicable to governmental units, the accounts of the County are organized and operated on the basis of individual funds. The operations of each fund are accounted for by providing a separate set of self-balancing accounts comprised by assets, liabilities, fund balances, revenues, and expenditures or expenses. The following describe the purpose and function of each type of fund presented in the accompanying financial statements:

The General Fund is used to account for all financial transactions not accounted for in the fund types listed below. This includes items such as the receipt and expenditure of the general tax levy and fees of general offices.

Special Revenue Funds are used to account for the proceeds and expenditures of specific revenue sources or to finance special activities in accordance with statutory or administrative requirements. This includes designated revenues not included within other fund categories.

Capital Projects Funds are used to account for financial resources designated for the acquisition or construction of major capital assets (other than those financed by proprietary fund types).

##### Proprietary Fund Types

An Enterprise Fund is used to account for operations that are financed and operated in a manner similar to that found in the private sector, where the intent of the County is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis are financed or recovered primarily through user charges. Friendship Ridge, the Beaver County HealthChoices Behavioral Health Program (HealthChoices), and Emergency Services 911 are recorded as enterprise funds.

Internal Service Funds account for operations that provide services to other departments or agencies of the County on a cost reimbursement basis. These funds account for the employees' self-insured medical health benefits and workers' compensation claims of the County.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

3. **Fund Types** - Continued

Fiduciary Fund Types

Fiduciary Funds are used by the County to account for assets held on behalf of outside parties or on behalf of other funds. These funds currently include the pension trust fund and the agency funds.

The Pension Trust Fund is accounted for in essentially the same manner as a proprietary fund and it accounts for the activities of the Beaver County Employees' Pension Plan.

Agency Funds are custodial in nature and do not involve measuring results of operations. The funds are used to account for cash collected by elected row officers such as the Clerk of Courts, Recorder of Deeds, Register of Wills, Sheriff, Prothonotary, and Treasurer; support payments collected by Domestic Relations; and delinquent real estate tax payments collected by Tax Claim.

4. **Basis of Accounting and Measurement Focus**

Basis of accounting refers to when revenues, expenditures, expenses and transfers, and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds. The primary effect of internal activity has been eliminated from the government-wide financial statements.

All governmental fund types are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available to finance expenditures of the fiscal period. Revenues are considered available when they are expected to be collected within sixty days of year-end. As of December 31, 2010, the County deferred approximately \$3,514,380 because these monies were not yet considered available. Expenditures and transfers out are generally recognized under the accrual basis of accounting when the related liability is incurred, except for compensated absences and financing costs/interest on general long-term debt, which is recorded when the payment is due.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

#### 4. Basis of Accounting and Measurement Focus - Continued

The financial statements of agency and proprietary funds are presented on the accrual basis of accounting. Under this method of accounting, all revenues are recorded when earned and all expenses are recorded when the liability is incurred. As permitted by GASB Statement No. 20, the County applies all GASB pronouncements, as well as FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989, except those that conflict with or contradict GASB pronouncements, in accounting for its enterprise funds. An enterprise fund may choose to apply all FASB Statements and Interpretations issued after November 30, 1989 (except those that conflict with or contradict GASB pronouncements) or it may apply none of them. The County chose to apply only GASB pronouncements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing and producing services in connection with a proprietary fund's ongoing revenues. The principal operating revenues of the County's proprietary funds are discussed in the next section. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The Pension Trust Fund and the agency funds' financial statements are also prepared using the accrual basis of accounting. Employee and employer contributions are recognized when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of the pension plan. Administrative costs provided by outside vendors are recorded when incurred, whereas costs for services provided by the County are not recorded on the financial statements of the Pension Trust Fund.

The Pension Trust Fund and the agency funds' investments are reported at fair value. Investments traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Other investments are valued based on their liquidation amounts as estimated by the investment fund's management. Investment income is recognized as earned. Gains and losses on sales and exchanges are recognized on the transaction date.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

5. **Revenues**

Property taxes collected by the Treasurer within sixty days subsequent to December 31, related to the prior year, are recorded as revenue on the Statement of Revenues, Expenditures and Changes in Fund Balance in the previous year ended.

Federal and state grants are recognized as revenues in the period the related expenditures are incurred, if applicable, or when the County is entitled to the grants. However, these grants are subject to audits and adjustments by grantor agencies. Revenues received after sixty days subsequent to December 31 are recorded as deferred revenue on the Statement of Revenues, Expenditures and Changes in Fund Balance. Grant revenues received for expenditures which are disallowed are repayable to the grantor. Management has presented these statements based upon their understanding of restrictions on the revenues recognized.

Revenue recognized by HealthChoices is based on the number of eligible members within the County, paid monthly at a contracted rate with Pennsylvania's Department of Public Welfare. The receivable balances presented in the accompanying Statement of Net Assets are recorded at net realizable value.

Resident fees of Friendship Ridge are recognized in the period in which the services are provided. A significant portion of Friendship Ridge's services are provided to patients under hospitalization or other health-related benefit contracts with third parties. Charges for services of Friendship Ridge are equal to the reimbursement rates received from the third parties. Friendship Ridge may also receive incentive payments from state and federal programs.

6. **Deferred, Unavailable and Unearned Revenues**

Under the modified accrual basis of accounting, revenue is not recognized until it is available to liquidate liabilities of the current period; under full accrual accounting, revenue must be recognized as soon as it is earned. Assets received on or prior to the financial statement date for which the revenue recognition requirements have not been met, are posted as unearned revenue on the Statement of Net Assets and are included under the caption Deferred Revenue on the Balance Sheet for Governmental Funds. Certain payments received by the County are considered unearned and not subject to revenue recognition under either the full or modified accrual basis. Other items reported as deferred revenue on the Balance Sheet for Governmental Funds are not recognized as revenue because they are not available to liquidate liabilities of the current period.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

7. **Expenditures**

Capital asset purchases relating to non-proprietary fund type assets are included in current year expenditures in governmental funds and are capitalized on the government-wide Statement of Net Assets. Interest on non-proprietary fund debt is expensed on the Statement of Revenues, Expenditures and Changes in Fund Balances when paid or when payment is due.

8. **Cash, Cash Equivalents, Restricted Cash, and Investments**

The County maintains numerous checking accounts for depositing receipts and disbursing expenditures for all governmental fund types. In addition, the County maintains several accounts in the Pennsylvania Local Government Investment Trust (PLGIT), the Pennsylvania Treasurer's Invest Program for Local Governments (Invest Program), and in commercial money market accounts which earn interest. Funds are transferred to these accounts to utilize the surplus of cash, which would otherwise remain idle in the County's checking accounts. The balances maintained in these accounts represent the individual interest of each representative fund in the account and are recorded at cost, which approximates fair value.

HealthChoices' restricted cash represents deposits the County is required to maintain in order to meet certain contractual provisions of grantor agencies.

For purposes of the accompanying Statement of Cash Flows, the County considers all highly liquid investments with a maturity of three months or less when acquired, including restricted cash, to be cash equivalents regardless of any restrictions.

9. **Supplies**

Supplies of Friendship Ridge consist of expendable materials stated at cost which is determined by the first-in-first-out method.

10. **Prepaid Expenses**

Prepaid expenses in the fund financial statements are recorded as assets in the specific governmental fund in which future benefits will be derived. The prepaid expenses in the fund financial statements are recognized under the consumption method and they consist primarily of prepaid insurance premiums in the General Fund and prepaid subsidies to the BCTA.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

#### 11. Capital Assets

The accounting and reporting applied to the capital assets associated with a fund is determined by its measurement focus. Capital assets that have been acquired for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized in the government-wide Statement of Net Assets. All capital assets are recorded at cost, if known, or at estimated historical cost. Donated capital assets are recorded at their fair market value on the date of the donation. The County, HealthChoices, and Emergency Services use a threshold of \$5,000 for recording substantially all capital assets. Friendship Ridge uses a threshold of \$500 and a three year useful life for recording capital assets. All infrastructure placed into service after 1980 is capitalized. Depreciation on capital assets recorded in the government-wide Statement of Net Assets is computed using the straight-line method over the estimated useful lives of the related assets.

Estimated useful lives for the County's classes of reported capital assets are as follows:

Infrastructure	50 years
Buildings and Land Improvements	40 years
Leasehold Improvements	10 years
Equipment	10 years
Computer Hardware	6 years
Computer Software	5 years
Vehicles	5 years
Furniture and Fixtures	5 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized in the government-wide Statement of Net Assets or in the proprietary funds. Major renewals or betterments are capitalized as additions.

Depreciation of Enterprise Fund property, plant and equipment is computed using the straight-line method over the estimated useful lives of the related assets.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

---

### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

12. **Compensated Absences**

The vacation policy for substantially all of the County's employees provides that vacation earned from the prior year's service, granted to employees on January 1, must be taken by December 31 of that same year. Therefore, the accrual in the government-wide Statement of Net Assets represents what was earned through December 31, 2010, granted on January 1, 2011.

Employees, other than those mentioned below, may accumulate up to 100 days of sick leave. Sheriff's deputies may accumulate up to a maximum of 150 days of sick leave. Jail guards receive nine days of sick leave per year with no limit on the maximum number of days that can be carried into the next year. Children & Youth, Office on Aging, and Mental Health / Mental Retardation employees receive paid time off. These employees may accumulate up to a maximum of 45 days. Probation officers also receive paid time off and may accumulate up to a maximum of 50 days. If sick leave is not used, it is paid to retirement-eligible employees upon retiring. Accumulated sick leave as of December 31, 2010 that is estimated to be paid to employees upon retirement has been recorded in the government-wide Statement of Net Assets under Non-current Liabilities.

13. **Accrued Healthcare Costs**

The HealthChoices Program accrues an estimate of its healthcare cost liability at the end of each accounting period. The estimate is developed using a process that accounts for the lag between the point in time that the payment is made for a service and the point in time that the County became liable for the service. The Program contracts with an independent actuary to certify this estimate. Subsequent payments are also reviewed to confirm the reasonableness of the estimate.

14. **Accrued Employee Benefits**

Accrued healthcare costs of the Internal Service Funds represent medical self-insurance claims. The medical claims liability is calculated using a completion factor based on claims history and the historical time lag between dates of service and the dates of payment.

15. **Early Termination Benefits**

Early termination benefits payable to former employees are recorded at their discounted present values using an annual discount rate of 2.5%.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

16. **Budgets**

The County Board of Commissioners (the “Commissioners”) annually adopts a formal budget for all of the Governmental Fund Types. The following procedures are followed in establishing the budgetary data reflected in the financial statements.

The County Controller submits the proposed budget to the Commissioners no less than thirty days prior to the adoption of the budget for the year beginning the following January 1. The proposed budget is adopted no later than December 31, with certain exceptions. Notice of the availability of the proposed budget for public inspection is made at least twenty days prior to the adoption of the final budget.

The Commissioners may at any time, by resolution, make supplemental appropriations for any lawful purpose from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated, including proceeds of any borrowing. Appropriations lapse at year-end if not recorded in the financial statements.

Appropriated budgets are adopted and presented on a modified accrual basis consistent with GAAP by fund, department and line-item. Line-items are specific revenues and expenditures, such as taxes, fees, salaries and supplies. This basis of accounting is the same as that used for the fund financial statements. Transfers of appropriations may be requested between line-items within a department or between departments within the same fund. All transfers of appropriations require the approval of the Commissioners. The legal level of control is exercised by fund and department, and management’s level of control is at each line-item.

Formal budgetary review is employed as a management control during the year for the General Fund, the Special Revenue Funds and the Capital Project Funds. Budget amounts presented in the schedules and supplementary information accompanying the financial statements are as amended through December 31, 2010.

17. **Encumbrances**

The governmental fund types use encumbrance accounting, under which purchase orders and other commitments are recorded. Open encumbrances are reported as reservations of fund balances at year-end and do not constitute expenditures or liabilities since the commitments will be honored, re-appropriated and added to each department’s subsequent year’s budget.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

18. **Net Assets**

**HealthChoices Program**

HealthChoices receives funds based on a contract between the County and the Commonwealth of Pennsylvania's Department of Public Welfare (Commonwealth). Per the contract, the County must maintain a restricted reserve for equity and a plan of insolvency. As of December 31, 2010, the County has met the equity requirement by maintaining approximately \$1,800,000 in a separate bank account. Assets can be transferred from this account only with the permission of the Commonwealth. As of December 31, 2010, the County has also met the insolvency requirement determined by the Commonwealth by maintaining, at a minimum, the equivalent of sixty days worth of unpaid claims. The minimum, which was determined by the Commonwealth to be \$3,491,028, is maintained in a separate bank account.

The contract also allows the County to maintain a reserve for risk and contingency in an amount not to exceed seventy-five days of unpaid claims. The County has met this reserve by restricting \$4,446,847 of cash and investments. Draw-down of these funds requires approval of the Commonwealth. The County also received approval to use approximately \$208,000 of HealthChoices net assets for reinvestment into the program.

**Internal Service Funds**

The internal service funds account for the self-insured employees' medical health expenses as well as the workers' compensation expenses. During 2010, the County decreased the workers' compensation bi-weekly charge to prevent a large fund balance from developing.

19. **Pending Governmental Accounting Standards Board Pronouncements**

In February 2009, the GASB issued Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This statement establishes fund balance classifications based primarily on the extent to which a government is bound by constraints imposed upon them. This statement is effective for periods beginning after June 15, 2010.

The County has not determined the impact, if any, the application of the aforementioned statement will have on the County's financial statements.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

#### 20. Use of Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect reported amounts. Actual results could differ from those estimates.

### NOTE B - PROPERTY TAXES

Property tax millage rates are set by a resolution of the Commissioners prior to January 1 of the current year, with certain exceptions. Taxes are payable in the beginning of the current fiscal year through April of the following fiscal year as approved by the Commissioners. After that date, the properties are liened and legal action is required to sell real property for tax proceeds.

The County is permitted, by the County Code, to levy real property taxes up to a maximum of twenty-five mills on every dollar of adjusted valuation.

Property tax revenues for the year ended December 31, 2010, are recorded on the Statement of Activities net of discounts of \$697,502 and inclusive of penalties amounting to \$179,221. Property tax receivables are stated net of allowance for uncollectible accounts. At December 31, 2010, the balance in the allowance for uncollectible taxes is \$3,820,991.

### NOTE C - CASH DEPOSITS AND INVESTMENTS

Beaver County has not adopted a formal investment policy other than that pertaining to the Pension Trust Fund; however, all investment decisions are based upon legally binding statutes determined by the County Code. Statutes allow the County to invest in the following:

- United States Treasury bills
- Short-term obligations of the United States Government or the Commonwealth of Pennsylvania
- Deposits in savings accounts or time deposits of institutions having a place of business in the Commonwealth of Pennsylvania and insured or collateralized in accordance with Act 72
- Certificates of deposit limited to twenty per centum of capital and surplus if purchased from a commercial bank and limited to twenty per centum of assets minus liabilities if purchased from a savings and loan association, or other investments, collateralized by the aforementioned federal government securities

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE C - CASH DEPOSITS AND INVESTMENTS - (Continued)**

#### **Investments**

Substantially all of the County's investments (excluding the pension fund) are in certain Pooled Investment Funds which are managed by the Pennsylvania Local Government Investment Trust and the Invest Program. The fair value of the position in the PLGIT and the Invest Program are the same as the value of the pools' shares.

Since these investments have maturities that are less than three months, these amounts are classified as cash on the Statement of Net Assets which is pursuant to the County's accounting policy. An oversight committee headed by the Pennsylvania State Treasurer monitors the overall effectiveness of the Invest Program. PLGIT's Board of Trustees and its participants annually select an independent auditing firm to perform a financial audit of the Trust. The pools are composed of a diversified portfolio of short-term securities, repurchase agreements and certificates of deposit collateralized with U.S. Treasury securities, and obligations of the U.S. Government. The credit quality rating for PLGIT was "AAA" according to Standard and Poor's. The credit quality rating for Invest was "AAA" according to Fitch Ratings.

#### **Cash Deposits**

Cash deposits are exposed to custodial credit risk, which is the risk that a government may not recover the funds it placed in the custody of a counterparty (such as if the counterparty would enter bankruptcy proceeding). The County does not have a formal deposit policy for custodial credit risk. At December 31, 2010, Beaver County's deposits were either insured or collateralized with assets held by the pledging bank's trust department and not in the County's name. At December 31, 2010, the bank balance of the County's cash deposits was approximately \$28.6 million, of which approximately \$1 million was insured. The remaining uninsured bank balance was collateralized in accordance with Act 72 of the Commonwealth of Pennsylvania State Legislature, which states that a depository must pledge assets to secure state and municipal deposits. The pledged assets must be equal to at least the total amount of the public deposits at the depository and may be on a pooled basis.

#### **Pension Trust Fund Investments**

The County has a policy in place to define the types and the mix of investments that are commensurate with the goals of the Pension Trust Fund. The policy applies certain limitations on the amounts of domestic equities, international equities, fixed income investments, and cash equivalents that the fund may hold at any one time. All assets of the County's Pension Trust Fund, except for its interest in the limited partnership and collective trusts, were either insured or collateralized with assets held in the custodian's trust department.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE C - CASH DEPOSITS AND INVESTMENTS – (Continued)

#### Pension Trust Fund Investments - Continued

Credit risk is the risk that investments may not be recovered from the counterparty due to bankruptcy, theft, or other occurrences. To mitigate this risk, the Beaver County Pension Trust Fund Investment Policy limits an investment in common stock in any one corporation to 5% of the total portfolio. For corporate bonds, the County's policy requires that bonds be rated at least "BBB" by the Standard and Poor's bond rating system.

Foreign currency risk is the risk that investments may lose value due to fluctuation of foreign currency exchange rates. All foreign equity investments are pooled investments managed by a single counterparty. As a result of the pooling of investments, the Pension Trust Fund does not own foreign securities but rather shares of the pooled investment fund.

#### Securities Lending Transactions

The County's pension investment policy allows the County's Pension Trust Fund to enter into security lending agreements with eligible borrowers. During 2010, the Pension Trust Fund, through the use of a security lending agent, engaged in several security lending transactions. All securities held by the pension trust fund, except those specifically identified by the County, are available for these loans. The fair value and carrying value of the securities on loan at December 31, 2010 is approximately \$14.5 million, which is almost entirely comprised of common stock.

Collateral on outstanding loans is calculated daily and equals 102% or 105% of the fair value of the securities on loan. Collateral can be accessed in the event the borrower is unable to repay the loan at maturity. The County has and exercises its ability to invest cash collected as collateral in certain investment accounts to enhance earnings. At December 31, 2010 the County had approximately \$14.5 million of common stock on loan to various borrowers. The County collected collateral of approximately \$15.1 million consisting entirely of cash which was subsequently deposited into a short term investment account in order to ensure that maturity of these investments match the maturities of the loans outstanding.

At December 31, 2010, the amount of collateral on hand exceeded the value of the securities on loan. The County has not recorded any losses resulting from default during the year ended December 31, 2010.

Custodial credit risk is that risk that, in the event of a failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the County's collateral holdings are exposed to custodial credit risk.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE C - CASH DEPOSITS AND INVESTMENTS – (Continued)

#### Pension Trust Fund Investments - Continued

Credit risk is the risk that investments may not be recovered from the counterparty due to bankruptcy, theft, or other occurrences. To mitigate this risk, the Pension Trust Fund securities lending policy requires between 102% - 105% of market value to be held as collateral for each security lent. As of December 31, 2010, the Fund is not exposed to credit risk since the value of collateral exceeds the value of the securities on loan for every loan outstanding.

As of December 31, 2010, the Pension Trust Fund's investments and cash deposits consisted of:

<u>Investments</u>	
Common and Preferred Stocks	\$ 152,672,037
Interest in Collective Trust	10,909,780
Bonds and Notes:	
U.S. Government Notes	13,978,056
U.S. Government Agency Bonds	8,400,344
U.S. Government Mortgage Backed Securities	5,187,343
Corporate Bonds	20,466,566
Registered Investment Securities	10,125,539
Other Debt Securities	1,841,353
Other Assets	750,000
Interest in Limited Partnership	9,666,698
	<hr/>
Total Investments	233,997,716
Cash Deposits	7,410,111
Cash Deposits held as Collateral	15,079,648
	<hr/>
Total Cash Deposits and Investments	<u><u>\$ 256,487,475</u></u>

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE C - CASH DEPOSITS AND INVESTMENTS – (Continued)

#### Pension Trust Fund Investments - Continued

Investments in bonds and notes and their respective weighted averages to maturity are as follows:

	Amount at December 31, 2010	Weighted Average to Maturity (Years)
<b>Obligations Explicitly Guaranteed by the United States Government:</b>		
U.S. Government Notes	\$ 13,978,056	8.00
<b>Other Obligations:</b>		
U.S. Government Agency Bonds	8,400,344	11.85
U.S. Government Mortgage Backed Securities	5,187,343	21.55
Corporate Bonds	20,466,566	11.06
Subtotal	34,054,253	
 Total	 \$ 48,032,309	
 Portfolio Weighted Average		 11.43

The bond ratings given to corporate bonds, except those explicitly guaranteed by the United States government and mortgage backed securities, whose credit ratings are not available, as determined by the Standard and Poor's bond rating system along with the amount invested by the Pension Trust Fund at December 31, 2010, are as follows:

<u>Bond Rating</u>	<u>Amount of Investment</u>
AAA	\$ 8,847,050
AA+	1,066,789
AA	364,457
AA-	594,304
A+	5,539,953
A	5,531,621
A-	1,991,435
BBB+	3,570,659
BBB	853,689
BBB-	1,115,509
Unrated Mortgage Backed Securities	4,578,787
 Total	 \$ 34,054,253

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE C - CASH DEPOSITS AND INVESTMENTS – (Continued)

#### Component Unit - BCTA

At June 30, 2010, BCTA's cash and cash equivalents had a bank balance of \$3,971,310 and a book balance of \$3,825,867. The difference between the bank balance and the book balance represents year-end reconciling items such as deposits in transit and outstanding checks. The first \$250,000 held at each of BCTA's depositories is insured through the Federal Deposit Insurance Corporation (FDIC).

Custodial credit risk is the risk that, in the event of a bank failure, BCTA's deposits may not be returned. BCTA does not have a formal policy for custodial credit risk. As of June 30, 2010, \$3,221,310 of BCTA's bank balance total is exposed to custodial credit risk as this amount represents uninsured deposits collateralized with securities held by the pledging financial institution or by its trust department or agent, but not in BCTA's name. At June 30, 2010, the cash deposits of BCTA consisted of:

Cash - FDIC Insured	
Huntington Bank	\$ 250,000
ESB Bank	250,000
First National Bank	250,000
Collateralized by securities pledged to a pooled public funds account with the Federal Reserve	<u>3,221,310</u>
	<u>\$ 3,971,310</u>

These deposits are in accordance with Act Number 72-1971 Session of the Commonwealth of Pennsylvania.

#### Component Unit – CCBC

At June 30, 2010, CCBC's cash and cash equivalents had a bank balance of \$2,748,095 and a book balance of \$2,735,226. The difference between the bank balance and the book balance represents year-end reconciling items such as deposits in transit and outstanding checks. The first \$250,000 held at First National Bank is insured through the FDIC.

CCBC does not have a formal policy for custodial credit risk. As of June 30, 2010, \$2,498,095 of CCBC's bank balance total is exposed to custodial credit risk as this amount represents uninsured deposits collateralized with securities held by the pledging financial institution or by its trust department or agent, but not in CCBC's name.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE C - CASH DEPOSITS AND INVESTMENTS – (Continued)

#### Component Unit – CCBC – Continued

At June 30, 2010, the cash deposits of CCBC consisted of:

Cash - FDIC Insured	\$ 250,000
Collateralized by securities pledged to a pooled public funds account with the Federal Reserve	<u>2,498,095</u>
	<u>\$ 2,748,095</u>

These deposits are in accordance with Act Number 72-1971 Session of the Commonwealth of Pennsylvania.

CCBC's investments at June 30, 2010, were composed of the following:

	Fair Value
Treasury Obligations	\$ 740,854
Investments held by Foundation	<u>380,103</u>
	<u>\$ 1,120,957</u>

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

**NOTE D – RECEIVABLES AND PAYABLES**

Receivables at December 31, 2010 were as follows:

	Accounts Receivable	Taxes	Due From Other Governments	Other	Total Receivables
<b>Governmental Activities</b>					
General Fund	\$ -	\$ 7,584,180	\$ 313,216	\$ 387,667	\$ 8,285,063
MH/MR	-	-	112,911	238,020	350,932
Children & Youth	-	-	2,707,871	2,355	2,710,227
Community Development	-	-	692,572	94,104	786,677
Non-major Governmental Funds	-	-	1,667,389	365,177	2,032,566
	-	7,584,180	5,493,959	1,087,323	14,165,466
Allowance for Doubtful Accounts	-	(3,820,991)	-	-	(3,820,991)
<b>Total - Governmental Activities</b>	-	3,763,189	5,493,959	1,087,323	10,344,475
<b>Business-type Activities</b>					
Friendship Ridge	8,119,428	-	-	-	8,119,428
HealthChoices	173,124	-	-	-	173,124
Emergency Services 911	94,961	-	-	-	94,961
<b>Total - Business-type Activities</b>	8,387,513	-	-	-	8,387,513
<b>Primary Government Total</b>	<u>\$ 8,387,513</u>	<u>\$ 3,763,189</u>	<u>\$ 5,493,959</u>	<u>\$ 1,087,323</u>	<u>\$ 18,731,988</u>
<b>Component Units</b>					
BCTA	-	-	6,427,891	23,333	6,451,224
CCBC	-	-	867,047	356,499	1,223,546

Payables at December 31, 2010, consisted of amounts due to vendors for goods and services provided to the County.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE E - INTERFUND BALANCES AND TRANSFERS

#### Interfund Balances

The County reports interfund balances among all of its funds. The balances for non-major governmental funds and proprietary funds are aggregated into a single column or row. The total of all balances agrees with the sum of interfund balances presented in the Statements of Net Assets - Proprietary Funds and the Balance Sheet for Governmental Funds.

		Interfund Payable						
		2009						
Interfund Receivable		General	Children &	Community	Capital	Non-Major	Proprietary	Total
	Fund	Fund	Youth	Development	Projects	Governmental	Funds	Assets
General Fund	\$ -	\$ -	\$ 14,325	\$ 13,274	\$ 411,382	\$ 1,390,898	\$ 1,829,879	
Children & Youth	228,883	-	-	-	-	-	228,883	
MH/MR	185,334	263	-	-	21,909	-	207,506	
Non-Major Gov.	172,314	-	-	-	-	-	172,314	
Proprietary Funds	-	-	-	-	357,301	-	357,301	
Internal Service Fund	-	-	-	-	-	171,357	171,357	
<b>Total Liabilities</b>	<b>\$ 586,531</b>	<b>\$ 263</b>	<b>\$ 14,325</b>	<b>\$ 13,274</b>	<b>\$ 790,592</b>	<b>\$ 1,562,255</b>	<b>\$ 2,967,240</b>	

The following is a summary of the interfund payables and receivables outstanding at December 31, 2010:

- The General Fund's balance due to Children & Youth consists primarily of quarterly County Match payments.
- The General Fund's balance due to MH/MR consists primarily of quarterly County Match payments.
- The General Fund's balance due to the Other Non-Major Funds consists primarily of the Courtroom Improvement Fund's revenue in excess of expenditures for the DUI Program.
- Children & Youth's balance due to the MH/MR Fund is a result of an expenditure paid by MH/MR that was reimbursed by the Children & Youth Fund.
- The amounts due from the 2007 Capital Projects Fund represents the amount of cash that the 2007 Capital Projects Fund is maintaining for Friendship Ridge related to the 2007 Bond Issuance.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE E - INTERFUND BALANCES AND TRANSFERS – (Continued)

#### Interfund Balances - Continued

- The balance due from the Other Non-Major Governmental Funds to the General Fund consists primarily of indirect cost payments and internal charges for the District Attorney and an advance to Victim Witness.
- The balance due from the Other Non-Major Governmental Funds to the MH/MR Fund is to record funds held by the Victim Witness Fund that belong to the MH/MR Fund.
- The Proprietary Funds interfund balance due to the General Fund consists primarily of a \$750,000 advance to Friendship Ridge, reimbursements from Friendship Ridge for unemployment compensation, pharmacy claims, and storage; and \$580,991 due from Emergency Services to the General Fund for administrative reimbursements.
- Other amounts due to the General Fund are a result of the time lag of payment dates between funds.

#### Interfund Transfers

Interfund transfers for the year ended December 31, 2010, consisted of the following:

		<u>Transfer From</u>		
		<u>General Fund</u>	<u>2009 Capital Projects</u>	<u>Total</u>
<u>Transfer To</u>	Courtroom Improvement Fund	\$ 159,670	\$ -	\$ 159,670
	General Fund	-	226,854	226,854
	2007 Capital Project Funds	-	3,407,365	3,407,365
	Friendship Ridge	452,553	-	452,553
	Total	\$ 612,223	\$ 3,634,219	\$ 4,246,442

The following is a summary of transfers that occurred during the year ended December 31, 2010:

- The transfer from the County’s General Fund to the Courtroom Improvement Fund consists of monies remaining in the DUI Program at December 31, 2010.
- The transfer from the County’s General Fund to Friendship Ridge consists of in kind services that the General Fund provided for Friendship Ridge.
- The transfer from the 2009 Capital Projects Fund to the General Fund consists of funds held by the 2009 Capital Projects Fund used for debt service payments as provided for in the Bond Indenture.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE E - INTERFUND BALANCES AND TRANSFERS – (Continued)

#### Interfund Transfers - Continued

- The transfer from the 2009 Capital Projects Fund to the 2007 Capital Projects Fund was to reimburse the 2007 Capital Projects Fund for previous year's expenditures as provided for in the 2009 Bond Indenture.

### NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT

During 1996, the County contracted with an appraisal company to provide a detailed capital asset listing that included acquisition cost and acquisition year. The dates of acquisition and acquisition costs were either furnished by the County or estimated using reverse-trending techniques applied against the estimate of current replacement cost. The actual or estimated historical cost determined by the appraisal and transactions that occurred subsequent to the appraisal are reported in the government-wide Statement of Net Assets.

Depreciation and amortization was charged to functions as follows:

Governmental Activities:		
General Government	\$	1,499,115
Judicial		204,940
Public Safety		882,798
Public Works & Enterprise		697,968
Culture, Recreation, and Conservation		268,682
Human Services		390,291
Economic Development		6,489
Total	\$	<u>3,950,283</u>

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT – (Continued)

The following is a summary of changes in capital assets for governmental activities during 2010:

	Balance at January 1, 2010	Additions	Disposals & Transfers	Balance at December 31, 2010
<b>Not being Depreciated:</b>				
Construction in Progress	\$ -	\$ -	\$ -	\$ -
Land	1,874,354	-	(216,800)	1,657,554
	<u>1,874,354</u>	<u>-</u>	<u>(216,800)</u>	<u>1,657,554</u>
<b>Other Capital Assets:</b>				
Buildings and Improvements	92,540,749	1,176,613	(5,787,360)	87,930,002
Vehicles	2,871,215	167,098	(580,528)	2,457,785
Furniture and Equipment	16,100,714	1,682,148	(1,555,844)	16,227,017
Infrastructure	37,135,647	6,200,702	(7,307,617)	36,028,732
	<u>148,648,325</u>	<u>9,226,560</u>	<u>(15,231,349)</u>	<u>142,643,537</u>
<b>Accumulated Depreciation:</b>				
Buildings and Improvements	(29,106,255)	(2,161,665)	3,067,063	(28,200,857)
Vehicles	(2,532,540)	(141,013)	630,392	(2,043,161)
Furniture and Equipment	(11,684,965)	(905,078)	1,464,033	(11,126,010)
Infrastructure	(10,790,177)	(742,527)	2,473,035	(9,059,669)
	<u>(54,113,937)</u>	<u>(3,950,283)</u>	<u>7,634,523</u>	<u>(50,429,697)</u>
Net Other Capital Assets	<u>94,534,388</u>	<u>5,276,277</u>	<u>(7,596,826)</u>	<u>92,213,840</u>
Net Capital Assets	<u>\$ 96,408,742</u>	<u>\$ 5,276,277</u>	<u>\$ (7,813,626)</u>	<u>\$ 93,871,394</u>

During 2010, the County implemented a new capital assets recording and tracking system. During implementation, some revisions to existing assets occurred which are reflected under Disposals & Transfers above.

The above assets as of December 31, 2010, include \$18,170,858 relating to capitalized leases and \$6,455,627 of associated accumulated amortization.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - (Continued)

Depreciation and amortization was charged to functions as follows:

Business-type Activities:	
Friendship Ridge	\$ 1,311,462
HealthChoices	8,968
Emergency Services 911	<u>554,108</u>
Total	<u>\$ 1,874,538</u>

The following is a summary of changes in capital assets for Business-type Activities during 2010:

	Balance at January 1, 2010	Additions	Disposals & Transfers	Balance at December 31, 2010
Not being Depreciated:				
Land	\$ 42,075	\$ -	\$ -	\$ 42,075
Construction in Progress	<u>3,406,454</u>	<u>1,021,420</u>	<u>(2,182,321)</u>	<u>2,245,553</u>
	<u>3,448,529</u>	<u>1,021,420</u>	<u>(2,182,321)</u>	<u>2,287,628</u>
Other Capital Assets:				
Buildings and Improvements	14,769,317	566,491	-	15,335,808
Furniture and Equipment	<u>32,807,769</u>	<u>3,396,033</u>	<u>(649,701)</u>	<u>35,554,101</u>
	<u>47,577,086</u>	<u>3,962,524</u>	<u>(649,701)</u>	<u>50,889,909</u>
Accumulated Depreciation:				
Buildings and Improvements	(7,774,235)	(409,353)	-	(8,183,588)
Furniture and Equipment	<u>(25,179,170)</u>	<u>(1,465,185)</u>	<u>682,692</u>	<u>(25,961,663)</u>
	<u>(32,953,405)</u>	<u>(1,874,538)</u>	<u>682,692</u>	<u>(34,145,252)</u>
Net Other Capital Assets	<u>14,623,681</u>	<u>2,087,986</u>	<u>32,991</u>	<u>16,744,657</u>
Net Capital Assets	<u>\$ 18,072,210</u>	<u>\$ 3,109,406</u>	<u>\$ (2,149,330)</u>	<u>\$ 19,032,285</u>

The above assets as of December 31, 2010, include \$177,342 relating to capital leases and \$174,318 of associated accumulated amortization.

Included under the caption Depreciation and Amortization on the Statement of Revenues, Expenses and Changes in Net Assets Proprietary Funds is amortization of capitalized bond financing costs and a discount on a bond payable by Friendship Ridge amounting to \$67,731.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

---

### NOTE F - LAND, BUILDINGS, IMPROVEMENTS AND EQUIPMENT - (Continued)

#### Component Unit- BCTA

The following is a summary of BCTA's property accounts as of June 30, 2010:

		<u>Estimated Useful Lives</u>
Land	\$ 3,407,120	N/A
Construction in Progress	116,483	N/A
Buildings and Improvements	14,127,917	30
Tangible Transit Operating Property	12,351,628	5 - 12
Furniture and Equipment	1,544,502	4 - 5
	<u>31,547,650</u>	
Less Accumulated Depreciation	<u>(13,106,206)</u>	
	<u>\$ 18,441,444</u>	

Depreciation expense for the year ended June 30, 2010, amounted to \$1,837,058.

#### Component Unit - CCBC

The following is a summary of CCBC's property accounts as of June 30, 2010:

		<u>Estimated Useful Lives</u>
Land	\$ 204,425	N/A
Land Improvements	747,863	20
Buildings and Improvements	45,814,366	25 - 50
Vehicles	251,942	8 - 10
Furniture and Equipment	10,489,589	5 - 20
	<u>57,508,185</u>	
Less Accumulated Depreciation	<u>(19,325,061)</u>	
	<u>\$ 38,183,124</u>	

Depreciation expense for the year ended June 30, 2010, amounted to \$1,404,975.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE G - EMPLOYEE RETIREMENT PLAN

1. Plan Description

The County sponsors the Beaver County Employees' Pension Plan (the Plan), a single-employer, defined benefit pension plan covering substantially all of its employees. The Plan provides retirement, disability, and death benefits to plan members and their beneficiaries. Administration of the Plan is provided by the Beaver County Employees' Retirement Board (Retirement Board), consisting of the Board of County Commissioners, the County Controller, and the County Treasurer. Cost-of-living adjustments are provided at the discretion of the Retirement Board. All administrative costs are paid by the Plan.

The Plan is established, administered, and funded under the authority of the "County Pension Law," Act 96 of 1971, as amended, enacted by the General Assembly of the Commonwealth of Pennsylvania. There is no stand-alone financial report of the Plan and the Retirement Board does not issue a public report including the Plan.

As of January 1, 2011, the date of the last available actuarial report, employee membership data related to the pension plan was as follows:

Retirees and Beneficiaries Currently Receiving Benefits	668
Terminated Employees not yet Receiving Benefits	77
	<u>745</u>
Active Plan Participants:	
Vested	1,034
Non-vested	426
	<u>1,460</u>

The Plan provides pension benefits for normal retirement at age sixty or at age fifty-five with twenty or more years of completed service. This is based on a formula including final average salary and years of credited service, in addition to the member's accumulated contribution to the Plan. Early retirement is available at an earlier age as specified by the Plan. Members become vested after five years of service.

2. Funding Policy, Annual Pension Cost, Net Pension Obligation and Contributions

The Plan requires participants to contribute a minimum of 9%, but not more than 19%, of their salary depending on the participant's employment class, wage and on current actuarial determinations. All full-time and part-time employees expected to complete 1,000 hours of service in a twelve-month period when employed are required to participate in the Plan.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)

#### 2. Funding Policy, Annual Pension Cost, Net Pension Obligation and Contributions - Continued

The Plan funding policy provides for periodic employer contributions at actuarially determined rates that are necessary to accumulate sufficient assets to pay benefits when due. The annual pension cost for 2010 was determined as part of an actuarial valuation as of January 1, 2010, using the entry age normal method.

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations. However, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

For the actuarial valuation date of January 1, 2010, the County changed certain valuation assumptions. The effect of changing the actuarial cost method from Aggregate Actuarial Cost to Entry Age Normal is that the ARC has decreased \$18,097. The effect of changing the projected salary increase assumption from 4.5% to 3.5% is that the present value of future benefits has decreased \$9,979,665. The effect of changing the asset valuation method from five year smoothing to the method approved by the legislature under Act 44 is that the actuarial value of assets has increased by \$6,334,163.

In December 2005, the County issued the Federally Taxable General Obligation Pension Bond, Series of 2005, and in July 2009, the County issued the Federally Taxable General Obligation Pension Bonds, Series of 2009 (see Note J), to reduce volatility of future pension contributions. Because of this, the County carries an asset on its balance sheet equal to the actuarially determined remaining benefit of these proceeds.

The annual pension cost and net pension obligation (asset) for the current year were as follows:

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
Annual Required Contribution	\$ 1,838,168	\$ 1,258,454	\$ 3,096,622
Interest on Net Pension Asset	(1,030,629)	(705,593)	(1,736,222)
Adjustment to the Annual Required Contribution	1,664,862	1,139,806	2,804,668
Annual Pension Cost	<u>2,472,401</u>	<u>1,692,667</u>	<u>4,165,068</u>
Less: Contributions Made	1,838,168	1,258,454	3,096,622
Increase in Net Pension Obligation	634,233	434,213	1,068,446
Net Pension Obligation (Asset), Beginning of Year	(16,715,670)	(6,433,958)	(23,149,628)
Net Pension Obligation (Asset), End of Year	<u>\$ (16,081,437)</u>	<u>\$ (5,999,745)</u>	<u>\$ (22,081,182)</u>

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)

#### 2. Funding Policy, Annual Pension Cost, Net Pension Obligation and Contributions – Continued

##### Three-year Trend Information:

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation (Asset)</u>
December 31, 2010	\$ 4,165,068	74%	\$ (22,081,182)
December 31, 2009	\$ 6,216,319	309%	\$ (23,149,628)
December 31, 2008	\$ 2,350,934	80%	\$ (10,138,754)

The information presented above was determined as part of the actuarial valuations for the years indicated. The additional information is for all years presented unless otherwise indicated.

Actuarial Cost Method	Aggregate actuarial in 2008; entry age method in 2009 and 2010
Asset Valuation Method	Five-year smoothed market in 2008; greater of market value and actuarial value in 2009 and 2010
Actuarial Assumptions:	
Investment Rate of Return	7.5%
Amortization Method	Level percentage of projected payroll in 2010
Amortization Period	30-year closed period for unfunded liability in 2010
Projected Salary Increase	4.50% in 2008; 3.50% in 2009 and 2010
Inflation Adjustment	3.00%
Cost-of-Living Adjustment	100% of CPI effective as of January 1, 2000

#### 3. Funded Status and Funding Progress

For all valuation dates prior to January 1, 2010, the aggregate actuarial cost method was used. Because this method does not identify or separately amortize unfunded actuarial liabilities, information relating to those amortization periods and methods are not available. Information about funded status is prepared using the entry age actuarial cost method and is intended to serve as a surrogate for the funded status of the plan.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)

#### 3. Funded Status and Funding Progress - Continued

The funded status as of January 1, 2011, which is the most recent actuarial valuation date, is as follows:

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAAL as a Percentage of Covered Payroll</u>
1/1/2011	\$ 231,188,314	\$ 229,857,979	\$ 1,330,335	100.6%	\$ 57,849,020	2.3%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Examples include assumptions about future employment, mortality, and 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 RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to the actuarial accrued liability for benefits.

#### 4. Reserves

Under Act 96 of 1971, the Plan is required to maintain the following reserves:

**Member Annuity Reserve Account:** This reserve represents the total contributions deducted from the salaries of the active and terminated vested members of the retirement system together with accumulated interest additions. At January 1, 2011, the balance in this account was \$74,617,716 and it was fully funded.

**County Annuity Reserve Account:** This account represents the reserves set aside for the payment of the County's share of the retirement allowances. When a retirement annuity is scheduled to commence, sufficient monies are transferred from the County Annuity Reserve Account to the Retired Members' Reserve Account to provide for such an annuity. As of January 1, 2011, the balance in this account was \$56,919,331 and it was funded to the extent of the 2010 APC.

**Retired Members' Reserve Account:** This is the account from which monthly retirement allowances, including cost-of-living increases and death benefits, are paid. As of January 1, 2011, the balance in this account amounted to a fully funded \$59,297,376.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)

#### Component Unit - CCBC

CCBC participates in a cost sharing defined benefit multiple-employer Public School Employees' Retirement System (PSERS) established under and administered by the authority of the Public School Employees' Retirement Code Act No. 96 of October 2, 1975, as amended (24 Pa. C.S. 8101-8535). PSERS is a component unit of the Commonwealth of Pennsylvania. A brief summary of the plan's provisions are as follows:

- Pension Benefits -** Eligible participants are entitled to a normal retirement allowance totaling 2.5% of the participants' final average compensation, as defined, multiplied by the number of years of credited service. The defined benefit for a participating leaving employment before attaining retirement age but completing five years is vested and early retirement benefits may be elected. The plan provides for retirement, death and disability benefits, legislatively mandated ad hoc cost-of-living adjustments, and healthcare insurance premium assistance to qualifying annuitants.
- Retirement Age -** Participants may retire with normal benefits at age sixty-two, age sixty with thirty or more years of service, or with thirty-five years of service regardless of age.
- Death Benefits -** When a participant dies in active service after attaining age sixty-two or ten years of service, the beneficiary is entitled to a death benefit equal to the benefit which would have been effective if the member retired on the day before death.
- Disability Benefits -** A participant who becomes disabled after completing five years of credited service is eligible for an annuity totaling 2.5% of the final average salary, as defined, multiplied by the number of years of credited service, but not less than one-third of such salary, nor greater than the benefit the member would have had at normal retirement age.

The employer and employee obligations to contribute are established by authority of the aforementioned Public School Employees' Retirement Code and require contributions by active members, participating employers, and the Commonwealth.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE G - EMPLOYEE RETIREMENT PLAN - (Continued)**

#### **Component Unit – CCBC – Continued**

Contributions required of employers are based upon an actuarial valuation. For the fiscal year ended June 30, 2010, the rate of employer contribution was 4.78% of covered payroll. This rate is comprised of a 0.78% rate for health insurance premium assistance and a pension contribution rate of 4.00%.

Pension expense for CCBC for the year ended June 30, 2010, totaled \$44,247 based on a total covered payroll of \$1,858,307. Active members who joined the System prior to July 22, 1983, contribute at 5.25% (Member Class TC) or at 6.5% (Member Class TD) of the member's qualifying compensation. Members who joined the System on or after July 22, 1983, and who were active or inactive as of July 1, 2001, contribute at 6.25% (Member Class TC) or at 7.5% (Member Class TD) of the member's qualifying compensation. Members who joined the System after June 30, 2001, contribute at 7.5% (automatic Member Class TD). For all new hires and for members who elected Class TD membership, the higher contribution rates began with service rendered on or after January 1, 2002. CCBC employees contributed \$134,509 to the PSERS for the year ended June 30, 2010.

The PSERS issues a comprehensive annual financial report that includes financial statements and required supplementary information for the plan. A copy of the report may be obtained by writing to Diane J. Wert, Office of Financial Management and Budget, Public School Employees' Retirement System, P.O. Box 125, Harrisburg, PA 17108-0125.

This publication is also available on the PSERS website at [www.psers.state.pa.us/publications/cafr/index.htm](http://www.psers.state.pa.us/publications/cafr/index.htm).

### **NOTE H - DEFERRED COMPENSATION PLAN**

The County offers its employees a deferred compensation plan established in accordance with Internal Revenue Code Section 457. The Beaver County, PA Deferred Compensation Plan No. 638001 (the Plan), a single employer defined contribution plan, is available to substantially all County employees, and permits them to defer a portion of their compensation until future years. The Plan's administrator was The Standard Financial Group Inc. through November 2010 and then changed to Rivers Edge. For the year ended December 31, 2010, total employee contributions amounted to \$250,343. There were no employer contributions for this same period. Participation in the Plan is optional. The deferred compensation is not available for withdrawal until termination, retirement, death or an unforeseeable emergency. During 1997, the County placed all assets of the Plan in a custodial account. As a result, and in accordance with GASB Statement No. 32, the Plan's assets have been removed from the County's Agency Fund.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE H - DEFERRED COMPENSATION PLAN – (Continued)

#### Component Unit – BCTA

BCTA maintains the Simplified Employees Pension Plan, a single-employer defined contribution plan, for salaried and hourly employees. Plan provisions and contribution requirements are established and may be amended under provisions of Section 408 of the Internal Revenue Code. BCTA is the plan's administrator and it agrees to contribute annually a percentage of the participants' salaries, but not exceeding the federally mandated maximum for such a plan. All full-time employees who earn at least \$450 in any three of the last five calendar years are eligible to participate in the plan. Participants are not required to contribute to the plan. BCTA's contributions amounted to approximately \$124,210 for the year ended June 30, 2010. Plan assets are invested in a diversified portfolio that consists of debt and equity securities.

#### Component Unit - CCBC

CCBC established a Teachers Insurance and Annuity Association/College Retirement Equities Fund (TIAA-CREF), under Section 403 (b) of the Internal Revenue Code, for eligible employees. This TIAA-CREF is a single-employer defined contribution plan administered by CCBC. Under the plan, individual contracts are entered into for covered employees. Employees are fully vested, and the contract fully funded, in accordance with the terms of the contract. Employee contributions are 5% of covered compensation. Employer contributions vary according to compensation levels and the employees' position at CCBC. During the year ended June 30, 2010, CCBC contributed \$641,852 to this retirement plan.

### NOTE I – SHORT-TERM DEBT

On January 4, 2010, the County entered into a tax revenue anticipation note agreement with a financial institution for the purpose of meeting current expenditures. The note provided for borrowings of \$6,000,000 bearing interest at 75% of the prime rate. From these proceeds, \$4,000,000 was transferred to Friendship Ridge. This facility repaid the \$4,000,000 by December 29, 2010. All outstanding principal and accrued interest was satisfied by December 29, 2010, prior to the note's maturity date of December 31, 2010.

<u>Beginning Balance at</u> <u>January 1, 2010</u>	<u>Borrowings</u>	<u>Repayments</u>	<u>Ending Balance at</u> <u>December 31, 2010</u>
\$-	6,000,000	(6,000,000)	\$-

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE I – SHORT-TERM DEBT – (Continued)**

#### **Component Unit - BCTA**

BCTA entered into a \$500,000 demand line of credit agreement with a financial institution on February 20, 2004. The terms of the agreement call for interest to be charged based on a percentage of prime rate on any outstanding balance. BCTA has pledged certain federal and state grant proceeds as collateral for this obligation. There are no outstanding balances as of June 30, 2010.

#### **Component Unit - CCBC**

On July 28, 2004, CCBC entered into a working capital line of credit note for \$1,500,000. The terms of the note outline two variable rates of interest based in part on the London Interbank Offering Rate. The general revenues of CCBC serve as collateral on this note. There is no outstanding balance on this line of credit as of June 30, 2010.



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# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE J - LONG-TERM LIABILITIES

The following summarizes the long-term debt activity for the year ended December 31, 2010:

	<u>Interest Rate</u>	<u>Issued</u>	<u>Maturity</u>	<u>Payable January 1, 2010</u>	<u>Issuance/ Transfer</u>	<u>Retirements/ Transfer</u>	<u>Accrued Interest/ Amortization</u>	<u>Payable December 31, 2010</u>
<u>Governmental Activities</u>								
<b>General Obligation Bonds</b>								
Construction Fund	Variable	5/16/1986	9/1/2010	\$ 811,083	\$ -	\$ (860,000)	\$ 48,917	\$ -
Series A of 2005	2.50-4.25	7/28/2005	9/1/2025	2,180,000	-	(340,000)	-	1,840,000
Series A of 2007	3.65-4.30	11/17/2007	11/1/2024	3,225,977	3,402,666	(3,653)	2,116	6,627,106
Series of 2009 Notes	2.50-5.55	2/12/2009	11/15/2031	71,614,933	-	(4,002,666)	50,774	67,663,041
				77,831,993	3,402,666	(5,206,319)	101,807	76,130,147
<b>Other General Long-Term Liabilities</b>								
Pension Bond of 2005	4.75-5.65	12/22/2005	12/15/2030	13,020,000	-	(355,000)	-	12,665,000
PFA Series A of 2005	3.75-5.60	5/27/2005	10/1/2029	2,920,000	-	(90,000)	-	2,830,000
PFA Series A of 2006	3.70-4.00	9/28/2006	10/1/2015	3,018,801	-	-	1,679	3,020,480
PFA Series B of 2006	5.25-5.40	9/28/2006	10/1/2015	1,690,728	-	(355,000)	1,838	1,337,566
PFA 2006 Bonds	3.45-4.00	10/15/2006	9/1/2022	3,324,162	-	(210,000)	16,496	3,130,658
PFA Series 2007	6.00-6.10	5/15/2007	12/1/2011	240,000	-	(115,000)	-	125,000
Pension Bond of 2009	3.86-6.50	7/8/2009	5/15/2032	9,260,993	-	(2,500)	13,522	9,272,015
				33,474,684	-	(1,127,500)	33,535	32,380,719
<b>Total Governmental Activities</b>				<b>\$ 111,306,677</b>	<b>\$ 3,402,666</b>	<b>\$ (6,333,819)</b>	<b>\$ 135,342</b>	<b>\$ 108,510,866</b>

Note: The General Obligation Bonds issued May 1986 (Construction Fund) are stated at the present value of their required future payments.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE J - LONG-TERM LIABILITIES – (Continued)

	<u>Interest Rate</u>	<u>Issued</u>	<u>Maturity</u>	<u>Payable January 1, 2010</u>	<u>Issuance</u>	<u>Retirements</u>	<u>Accrued Interest/ Amortization</u>	<u>Payable December 31, 2010</u>
<u>Business-type Activities</u>								
<u>General Obligation Bonds</u>								
Series of 1998	3-45-4-25	11/15/1998	1/15/2013	\$ 2,087,333	-	\$ (505,000)	\$ 15,377	\$ 1,597,710
Series B of 2003	1.15-3-20	7/1/2003	7/1/2013	599,138	-	(145,000)	-	454,138
Series A of 2007	3.65-4-30	11/17/2007	11/1/2024	5,611,843	-	(3,409,013)	6,792	2,209,622
Series of 2009 Notes	2.50-5.55	2/12/2009	11/15/2031	-	3,402,666	-	-	3,402,666
				8,298,314	3,402,666	(4,059,013)	22,169	7,664,136
<u>Other General Long-Term Liabilities</u>								
PFA Series A of 2006	3.70-4.00	9/28/2006	10/1/2015	290,000	-	-	1,247	291,247
Pension Bond of 2009	3.86-6.50	7/8/2009	5/15/2032	9,256,486	-	(2,500)	14,137	9,268,123
				\$ 17,844,800	\$ 3,402,666	\$ (4,061,513)	\$ 37,553	\$ 17,223,506
<u>Total Business-type Activities</u>								

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE J - LONG-TERM LIABILITIES – (Continued)

The following is a brief description of the outstanding debt issues of the County:

#### Governmental

##### *Construction Fund*

In May of 1986, the County issued \$16,270,000 of General Obligation Bonds, Series of 1986, for the purpose of funding capital projects. Of this total amount, \$7,670,000 borne interest at rates ranging from 4.75% to 7.5% and was paid over the period from 1986 until it was advance-refunded in 1993. The remaining part of this series, in the amount of \$8,600,000, was issued as zero coupon bonds, yielding a principal amount of \$1,980,674. This series is being retired in semi-annual payments of \$430,000, which started in 2001 and ended in 2010. The discount rate on the zero coupon bonds was determined at the time of issue, ranging from 7.678% to 7.955%.

##### *Series A of 2005*

On July 28, 2005, the County issued \$3,125,000 in General Obligation Bonds, Series A of 2005, to finance various capital projects planned by the County. Interest is payable semi-annually at coupon rates varying between 2.50% and 4.25%. The bonds mature in installments starting in 2006 and ending in 2025. Principal payments range from \$65,000 to \$340,000. Mandatory bond sinking fund redemptions are required for certain maturities due on or after September 1, 2016.

##### *Series A of 2007*

During November 2007, the County issued \$9,000,000 in General Obligation Bonds, Series A of 2007, to fund various capital projects throughout the County. Of the total bond issue, the Governmental Activities were obligated to repay \$3,289,430 and Friendship Ridge committed to repay the remaining \$5,710,570. During 2010 the original allocation of bond proceeds and repayment amounts between Friendship Ridge and the Governmental Activities was adjusted. All activity, including adjustments for the Governmental Activities and Friendship Ridge in 2010 is summarized below:

	Beginning Balance	Adjustments	Payments/ Accrued Interest/ Amortization	Ending Balance
Governmental Activities	\$ 3,225,977	3,402,666	(1,537)	\$ 6,627,106
Friendship Ridge	\$ 5,611,843	(3,402,666)	445	\$ 2,209,622

Interest is paid annually at coupon rates ranging from 3.65% to 4.30%. The bonds mature in installments beginning in 2008 and ending in 2024.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE J - LONG-TERM LIABILITIES – (Continued)

#### *Series of 2009 Notes*

In 1997, the County issued \$61,060,000 of General Obligation Bonds, Series of 1997 (the 1997 Bonds), for the purpose of refunding the General Obligation Bonds, Series of 1996. These bonds mature in various lots from 1999 through 2026, payable annually. Interest is paid semi-annually at rates ranging from 4.0% to 5.3%.

On November 1, 2007, the County issued \$59,200,000 in General Obligation Bonds, Series B of 2007, which were used to defease the remaining balance of the 1997 Bonds. The amount of debt refinanced and considered defeased as a result of this issuance was \$58,125,000, while \$933,619 was used to pay bond issuance costs. These bonds yield a variable interest rate, which is paid monthly and is determined by a third party with the purpose of aligning the bonds' interest rate to market conditions. As of December 31, 2010, the outstanding defeased principal under the 1997 bonds amounts to \$120,000.

On February 12, 2009, the County issued \$72,685,000, of General Obligation Notes, Series of 2009 at a discount of \$1,117,031, for the purpose of refunding the General Obligation Bonds, Series B of 2007, terminating the 2006 Swap Agreement, and to finance various capital projects. From the proceeds of the issuance, approximately \$58.7 million was for the refunding of the Series B of 2007 bond, \$6.9 million was for the termination of the SWAP Agreement, and \$4.8 million was for capital projects. Interest is payable in semi-annual payments in a range of rates from 2.50% to 5.55%. Mandatory bond sinking fund payments, ranging from \$600,000 to \$8,150,000, take effect in 2010 and continue through bond maturity on November 15, 2031. As a result of this current refunding, the County increased its debt service costs by \$17,210,996 and incurred a net economic loss of \$1,288,634.

During 2010, \$3,402,666 in proceeds of the Series of 2009 Notes was allocated to Friendship Ridge for capital expenditures. All activity, including reallocations between Friendship Ridge and the Governmental Activities are presented below:

	Beginning <u>Balance</u>	<u>Adjustments</u>	Payments/ Accrued Interest/ <u>Amortization</u>	Ending <u>Balance</u>
Governmental Activities	\$ 71,614,933	(3,402,666)	(549,226)	\$ 67,663,041
Friendship Ridge	\$ -	3,402,666	-	\$ 3,402,666

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE J - LONG-TERM LIABILITIES – (Continued)

#### *Pension Bond of 2005*

On December 22, 2005, the County issued \$13,675,000 of Federally Taxable General Obligation Pension Bonds, Series of 2005, with the intent of reducing volatility in annual required contributions to the County's retirement system. The proceeds of these bonds, net of issuance costs and discounts, were contributed to the County retirement system's trust fund. Interest is payable semi-annually in a range of rates between 4.75% and 5.65%. Principal matures in installments starting in 2007 and throughout 2030. Principal payments range from \$320,000 to \$1,005,000. Mandatory bond sinking fund requirements take place for principal maturities after December 25, 2015.

#### *PFA Series A of 2005*

The County entered into a loan agreement with the PFA on May 27, 2005, in the amount of \$3,240,000. The majority of these proceeds were granted to a local performing arts center for construction. The County's payments under this loan agreement equal the debt service requirements on the PFA's Federal Taxable Guaranteed Revenue Bonds, Series A of 2005, of which the County is a guarantor. The interest rates range from 3.75% through 5.60%. Mandatory bond sinking fund requirements for certain principal redemptions take effect starting in 2008. Effective October 1, 2015, and thereafter, the County has the right to extinguish any or all debt outstanding through this loan agreement with the PFA.

#### *PFA Series A & B of 2006*

During September 2006, the County entered into a loan agreement with the PFA for \$5,360,000. Net proceeds of this loan were used for a combination of current and advance refundings that resulted in an in-substance defeasance of the following portions of long-term debt previously recorded by the County:

<u>Debt Issue</u>	<u>Amount Refunded</u>	<u>Recorded In</u>
1997 Bonds	\$ 2,145,000	Governmental Activities
Series A of 2003	\$ 1,100,000	Governmental Activities
Series B of 2003	\$ 265,000	Business-type Activities

The refunding also satisfied interest payments of \$1,714,155 associated with the defeased debt. The County's payments under this loan agreement equal the debt service requirements on the PFA's County of Beaver Guaranteed Revenue Bonds, Series A of 2006 (the PFA Series A of 2006), as well as the PFA's Federally Taxable County of Beaver Guaranteed Revenue Bonds, Series B of 2006 (the PFA Series B of 2006), in addition to periodic charges in terms of bond administration fees. The County guarantees payments under both series issued by the PFA. The interest rates for this loan range from 3.70% to 5.40%. As of December 31, 2010, no defeased debt remains outstanding.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES – (Continued)**

#### *PFA 2006 Bonds*

During February 2002, the County entered into a loan agreement with the PFA to borrow \$4,325,000 for the purpose of building a parking garage adjacent to the Courthouse. The County's payments under this loan agreement match the debt service requirements on the PFA's Guaranteed Revenue Bonds, Series B of 2002, of which the County is a guarantor. Effective October 15, 2006, this loan agreement with the PFA has been amended for a total of \$3,980,000.

Under this loan agreement the County will pay the PFA's obligation under its Guaranteed Revenue Bonds, Series B of 2006 (the PFA 2006 Bonds), which is guaranteed by the County. This transaction resulted in the in-substance defeasance of the long-term debt issue undertaken with the PFA in 2002. Interest on the new loan with the PFA is payable semiannually at a rate that varies according to the terms of the agreement between 3.45% and 4.00%. Principal is payable annually starting in 2007 and ending on September 1, 2022. This loan is depicted on the schedule of long-term debt activity with approximately \$3,100,000 outstanding as of December 31, 2010. This amount is reported as a liability on the Statement of Net Assets, Governmental Activities, and the difference between its carrying amount and the outstanding face value, consists of unamortized original issue discount and deferred loss on refunding. Defeased principal still outstanding at December 31, 2010, under the PFA's Guaranteed Revenue Bonds, Series B of 2002, amounts to \$3,048,975.

#### *PFA Series 2007*

The County entered into a loan agreement with the Pennsylvania Finance Authority (PFA) on May 15, 2007, in the amount of \$455,000. All of the proceeds of this loan were used to refinance debt originally issued by the Community College of Beaver County. The County's payments under this loan agreement equal the debt service requirements on the PFA's County of Beaver Revenue Bonds, Federally Taxable Series of 2007. The interest rates range from 6.00% through 6.10%. Mandatory bond sinking fund payments, ranging from \$105,000 through \$125,000, take effect in 2008 and continue through bond maturity on December 1, 2011.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES – (Continued)**

#### *Pension Bond of 2009*

On July 8, 2009, the County issued \$19,135,000 of Federally Taxable General Obligation Pension Bonds, Series of 2009, at a discount of \$622,028, with the intent of reducing volatility in annual required contributions to the County's retirement system. The proceeds of these bonds, net of issuance costs and discounts, were contributed to the County retirement system's trust fund. The County allocated 50% of this obligation to its governmental activities and the other 50% to Friendship Ridge. Interest is payable semi-annually in a range of rates between 3.86% and 6.50%. Mandatory bond sinking fund payments, ranging from \$5,000 to \$10,825,000, take effect in 2010 and continue through bond maturity on November 15, 2032.

#### Business-type

#### *Series of 1998*

In November 1998, the County issued \$6,250,000 of General Obligation Bonds, Refunding Series of 1998, for the purpose of refunding the General Obligation Bonds, Series of 1996, Geriatric Center (a series distinct from the Series of 1996 mentioned above). None of this defeased debt remains outstanding. These bonds mature annually in various lots through 2013. Interest is paid semi-annually at rates ranging from 3.45% to 4.25%.

#### *Series B of 2003*

During 2003, the County issued \$1,405,000 of General Obligation Bonds, Series B of 2003, with interest rates ranging from 1.15 % to 3.20%, to fund capital projects at Friendship Ridge. These bonds mature in annual lots from 2003 through 2013. Bonds maturing after October 1, 2008, can be redeemed at par plus accrued interest at the option of the County.

#### *Series A of 2007 / PFA Series A of 2006 / Pension Bond of 2009 / Series of 2009 Notes*

These bond issuances were split between Friendship Ridge and Governmental Activities. See the preceding governmental bond descriptions for details of these bond issues.

Changes in the rate of interest payable on the various outstanding bonds are determined by the applicable bond indentures.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE J - LONG-TERM LIABILITIES – (Continued)

The following schedule presents the approximate principal amount of each long-term debt issue due within one year of the date of these financial statements:

#### Governmental Activities

Series A of 2005	\$	125,000
Series A of 2007		7,434
Pension Bond of 2005		370,000
PFA Series A of 2005		90,000
PFA Series B of 2006		600,000
PFA 2006 Bonds		215,000
PFA Series 2007		125,000
Series of 2009 Notes		1,606,118
Pension Bond of 2009		<u>2,500</u>
Total		<u>3,141,052</u>

#### Business-type Activities

Series of 1998		525,000
Series B of 2003		150,000
Series A of 2007		2,566
Series of 2009 Notes		78,882
Pension Bond of 2009		<u>2,500</u>
Total		<u>758,948</u>

Total Primary Government \$ 3,900,000

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE J - LONG-TERM LIABILITIES -- (Continued)

The aggregate amount of debt service requirements during the next five years and thereafter is as follows:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2011 \$	3,141,052	\$ 5,524,992	\$ 758,948	\$ 975,947	\$ 3,900,000	\$ 6,500,939
2012	3,156,380	5,410,790	798,620	946,973	3,955,000	6,357,763
2013	3,272,990	5,293,765	827,010	916,067	4,100,000	6,209,832
2014	3,972,916	5,176,142	267,084	883,671	4,240,000	6,059,813
2015	4,110,370	5,029,522	284,630	873,998	4,395,000	5,903,520
2016-2020	18,403,476	22,930,324	1,521,524	4,201,867	19,925,000	27,132,191
2021-2025	23,248,007	18,326,215	2,001,992	3,822,816	25,249,999	22,149,031
2026-2030	39,602,893	10,374,689	1,752,107	3,360,759	41,355,000	13,735,448
2031-2035	11,084,136	1,057,128	9,440,865	962,810	20,525,001	2,019,938
	109,992,220	79,123,567	17,652,780	16,944,908	127,645,000	96,068,475
Deferred Loss/Discounts	(1,481,354)	1,481,354	(429,274)	-	(1,910,628)	1,481,354
	<u>\$ 108,510,866</u>	<u>\$ 80,604,921</u>	<u>\$ 17,223,506</u>	<u>\$ 16,944,908</u>	<u>\$ 125,734,372</u>	<u>\$ 97,549,829</u>

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE J - LONG-TERM LIABILITIES - (Continued)

The following summarizes other long-term obligation activity for the year ended December 31, 2010:

	<u>Payable at</u> <u>January 1, 2010</u>	<u>Increase</u>	<u>Decrease</u>	<u>Payable at</u> <u>December 31, 2010</u>	<u>Due within</u> <u>one year</u>
<i>Governmental Activities</i>					
Capital Lease Obligations	\$ 16,867,219	\$ 174,680	\$ 352,314	\$ 16,689,585	\$ 350,776
Compensated Absences	807,537	131,744	87,844	851,437	105,000
Early Termination Benefits	343,783	-	129,488	214,295	93,672
	18,018,539	306,424	569,646	17,755,317	549,448
<i>Business-type Activities</i>					
Capital Lease Obligations	40,687	-	38,301	2,386	2,386
	40,687	-	38,301	2,386	2,386
Total County-wide	\$ 18,059,226	\$ 306,424	\$ 607,947	\$ 17,757,703	\$ 551,834

Typically, long-term liabilities reported by governmental activities, other than those arising from the issuance of bonds or other long-term debt agreements, are liquidated by the funds incurring such liabilities.

#### Capital Lease Obligations

The County has recorded the following assets in the government-wide Statement of Net Assets under capital lease obligations:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Land	\$ 392,984	\$ -
Buildings	17,111,102	-
Equipment	666,772	177,342

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES - (Continued)**

#### Capital Lease Obligations - Continued

##### *Human Services Building Lease*

The County entered into a lease agreement with the PFA during 2002. The lease is for a building to consolidate office locations of the County's Human Services agencies. Construction of this building was financed by the PFA's issue of \$7,865,000 of Guaranteed Lease Revenue Bonds, Series A of 2002. The County is the guarantor of this bond issue and of the minimum lease payments over the lease term. The monthly payment under this lease amounts to \$43,812, through a term of September 2030. The County shall have the right to acquire title to the property for no additional consideration at the earlier of the expiration of the lease or when the bond issue related to the financing of this building is no longer outstanding. This lease agreement was amended effective October 15, 2006, as a consequence of the refunding of the PFA's Guaranteed Lease Revenue Bonds, Series A of 2002. The amended lease payments cover the debt service of the PFA's \$7,995,000 issue of the Guaranteed Lease Revenue Bonds, Series A of 2006, which the County guarantees.

The outstanding balance of this capital lease obligation at December 31, 2010, is approximately \$7,300,000. This amount is recorded as a liability in the Statement of Net Assets, Governmental Activities. The difference between the recorded amount and the face value of the issued debt consists of retired maturities on the lease and an amount treated as future interest costs when accounting for capital leases. The agreement also requires the County to pay for bond maintenance fees, real estate taxes, and other miscellaneous lease-related charges. Defeased principal still outstanding at December 31, 2010, under the PFA's Guaranteed Lease Revenue Bonds, Series A of 2002, amounts to \$6,660,000.

##### *Community Development Building Lease*

A second lease agreement was entered into in 2002 between the County and the City of Beaver Falls. The lease is for a building to house the Community Development Program of Beaver County and a parking lot. The outstanding balance of this capital lease obligation at December 31, 2010, is approximately \$340,000. Payments under this lease are due quarterly at \$8,000 each, for a term ranging through September 2026. The building's title transfers to the County upon expiration of the lease at no additional cost.

##### *Land*

A land lease for the aforementioned buildings is in effect with the PFA. The lease calls for monthly payments through September 2026, amounting to a total of approximately \$310,000 remaining as of December 31, 2010. Payments are due monthly at \$2,400 each. The County acquires title to the land upon expiration of the lease at no additional cost.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES - (Continued)**

#### Capital Lease Obligations - Continued

##### *Conservation Building Lease*

On May 15, 2005, the County entered into an agreement of lease and sublease with the PFA for a building known as the Conservation Building. The County received \$700,000 from the PFA as a prepayment of its lease obligation. The agreement further provides for the County to sublease the Conservation Building from the PFA. The outstanding balance of this sublease at December 31, 2010, amounts to approximately \$760,000 with semiannual installments ranging from \$2,006 to \$77,006. Any or all payments due on or after October 2015 may be prepaid at the option of the County. In addition, the County has leased this facility to another party. This transaction was recorded by the County as a disposal. Payments under this lease approximate the PFA's debt service requirements on its Federally Taxable Guaranteed Revenue Bonds, Series B of 2005. The County guarantees the payment of this bond issue.

##### *911 Center Lease*

The County entered into a capital lease agreement with the Beaver County Economic Development Authority in November 2008 for the acquisition of land and construction for a building to house the Beaver County 911 Center. This lease began in November 2008 and will continue through February 2025. A bargain purchase option is available to the County at the end of the lease term. The construction of the building was completed in 2009. The outstanding balance of this capital lease obligation at December 31, 2010, is approximately \$9,200,000. Semi-annual installments begin in February 2011 and continue through February 2025 ranging from \$589,220 to \$1,531,875.

##### *Equipment Leases*

In 2005, Friendship Ridge began leasing digital reproduction equipment for a five-year term. A bargain purchase option is available to the County at the end of the lease term. The outstanding balance of this lease at December 31, 2010, amounts to approximately \$2,386 with an installment of \$3,453 remaining.

The County entered into a capital lease agreement in 2007 for computer equipment used throughout the County's facilities. This lease began in March 2007 and will continue through June 2011. A bargain purchase option is available to the County at the end of the lease term. The outstanding balance of this lease at December 31, 2010, amounts to approximately \$45,000 with quarterly installments of \$22,880.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES - (Continued)**

#### *Equipment Leases - Continued*

The County also entered into a capital lease agreement in 2009 for additional computer equipment to be used throughout the County's facilities. This lease began May 2009 and will continue through June 2012. A bargain purchase option is available to the County at the end of the lease term. The outstanding balance of this lease at December 31, 2010, amounts to approximately \$45,000 with quarterly installments of \$7,879.

Beginning in 2009, the County entered into a capital lease agreement for computer software upgrades to be used in various County departments. This lease began in February 2009 and will continue through June 2014. A bargain purchase option is available to the County at the end of the lease term. The outstanding balance of this lease at December 31, 2010, amounts to approximately \$18,000 with monthly installments of \$457.

Also in 2009, the County entered into a capital lease agreement for computer software to be used throughout the County's facilities. This lease began in June 2009 and will continue through July 2013. A bargain purchase option is available to the County at the end of the lease term. The outstanding balance of this lease at December 31, 2010, amounts to approximately \$26,000 with yearly installments ranging from \$7,245 to \$13,643.

In 2010, the County entered into a capital lease agreement for computer microtowers and software licenses to be used throughout the County's facilities. This lease began August 2010 and will continue through August 2014. The outstanding balance of this lease at December 31, 2010, amounts to approximately \$161,000 with monthly installments of \$4,033.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE J - LONG-TERM LIABILITIES - (Continued)

#### Capital Lease Obligations – Continued

The following schedule summarizes future minimum lease payments due:

	<u>Governmental Activities</u>				<u>Business-type Activities</u>	
	Buildings	Land	Other	Total Minimum Lease Payments	Office Equipment	Total Minimum Lease Payments
2011	\$ 1,148,600	\$ 28,800	\$ 144,799	\$ 1,322,199	\$ 3,453	\$ 1,325,652
2012	1,195,240	28,800	76,883	1,300,923	-	1,300,923
2013	1,199,290	28,800	61,125	1,289,215	-	1,289,215
2014	1,197,468	28,800	35,006	1,261,274	-	1,261,274
2015	1,199,970	28,800	-	1,228,770	-	1,228,770
2016-2020	10,432,208	144,000	-	10,576,208	-	10,576,208
2021-2025	10,175,540	144,000	-	10,319,540	-	10,319,540
2026-2030	2,656,100	21,600	-	2,677,700	-	2,677,700
2031-2035	<u>526,000</u>	-	-	<u>526,000</u>	-	<u>526,000</u>
	29,730,416	453,600	317,813	30,501,829	3,453	30,505,282
Less: Interest	<u>(13,643,979)</u>	<u>(144,962)</u>	<u>(23,303)</u>	<u>(13,812,244)</u>	<u>(1,067)</u>	<u>(13,813,311)</u>
Present Value	<u>\$ 16,086,437</u>	<u>\$ 308,638</u>	<u>\$ 294,510</u>	<u>\$ 16,689,585</u>	<u>\$ 2,386</u>	<u>\$ 16,691,971</u>

The interest rates used to calculate the amount representing interest costs were obtained from the individual lease agreements. The blended interest rate used for governmental activities was approximately 4.5% and for Business-type Activities the rate was approximately 8.0%.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

### NOTE J - LONG-TERM LIABILITIES - (Continued)

#### Capital Lease Obligations – Continued

Minimum lease payments due within one year are reported as follows in the government-wide Statement of Net Assets:

	<u>Buildings</u>	<u>Land</u>	<u>Equipment</u>	<u>Business-type Activities</u>	<u>Total Minimum Lease Payments</u>
2011 Payment	\$ 1,148,600	\$ 28,800	\$ 144,799	\$ 3,453	\$ 1,325,652
Less: Interest	<u>(943,842)</u>	<u>(15,459)</u>	<u>(12,122)</u>	<u>(1,067)</u>	<u>(972,490)</u>
Present Value	<u>\$ 204,758</u>	<u>\$ 13,341</u>	<u>\$ 132,677</u>	<u>\$ 2,386</u>	<u>\$ 353,162</u>

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Due within one year:		
Obligations under bond issuances	\$ 3,141,052	\$ 758,948
Obligations under capital leases	350,776	2,386
Compensated absences	105,000	-
Early termination benefits	<u>93,672</u>	<u>-</u>
Total	<u>\$ 3,690,500</u>	<u>\$ 761,334</u>
Due in more than one year:		
Obligations under bond issuances	\$ 105,369,814	\$ 16,464,558
Obligations under capital leases	16,338,809	-
Compensated absences	746,437	-
Early termination benefits	<u>120,623</u>	<u>-</u>
Total	<u>\$ 122,575,684</u>	<u>\$ 16,464,558</u>

Certain bond issuances of the County are subject to federal arbitrage regulations. The County does not believe that it is in violation of these arbitrage regulations. Additionally, Beaver County is subject to certain provisions of the Local Government Unit Debt Act of the Commonwealth of Pennsylvania which limits the amount of debt that the County can issue. As of December 31, 2010, the County's legal debt margin is approximately \$81 million for non-electoral debt and approximately \$214 million for non-electoral and lease rental debt.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE J - LONG-TERM LIABILITIES - (Continued)

#### Liquidation of Long-term Liabilities

All outstanding long-term liabilities related to governmental activities have historically been liquidated as follows:

- Long-term debt, other than what is identified below, has been completely liquidated by the General Fund.
- Capital lease obligations have been liquidated by the funds that realize the benefit of the financed asset.
- The Human Services Building lease and land have been liquidated by the following funds: Mental Health / Mental Retardation, Children & Youth, Childcare Resource Management and Office on Aging.
- The Community Development Building and parking lot leases have been fully liquidated by the Community Development Fund.
- All computer leases have been fully liquidated by the General Fund.
- Compensated absences have been liquidated according to the following chart. The amount paid by each fund is based on benefits earned by the employees of that fund.

<u>Fund</u>	<u>Liquidation %</u>
General Fund	61%
Mental Health / Mental Retardation	23%
Children & Youth	8%
Other Governmental Funds	8%

- Early termination benefits have been mostly liquidated by the General Fund.

All business-type long-term liabilities have been liquidated by Friendship Ridge.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES - (Continued)**

#### **Component Unit – CCBC**

On April 30, 2009, CCBC borrowed \$1,500,000 from PNC Bank (formerly National City Bank) in the form of a Revenue Note in order to finance computer network infrastructure improvements and upgrades to its telecommunication system. The terms of the note call for monthly payment of principal and interest of \$26,982 for a period of five years at an interest rate of 3%. The note is scheduled to mature on April 30, 2014. The equipment purchased serves as collateral on the note.

On April 28, 2008, CCBC borrowed \$709,332 from PNC Bank in the form of a Term Loan Note in order to finance the purchase of an ATC Simulator. The terms of the note call for the monthly payment of principal and interest of \$13,198 for a period of five years at an interest rate of 4.42%. The note is scheduled to mature on April 28, 2013. The equipment purchased serves as collateral on the note.

On August 30, 2005, CCBC signed a \$600,000 promissory note obligation with Parkvale Savings Bank for the upgrade of the Jenzabar computer information system. The terms of the note call for payment of principal and interest annually beginning October 1, 2005, in the amount of \$129,727 for a period of five years at a rate of 4.05%.

In February 1998, the Pennsylvania Finance Authority (PFA) issued \$9,195,000 in Community College Revenue Bonds – Series of 1998. In connection with the issuance of the Bonds, the PFA entered into a Loan Agreement with CCBC, whereby the Authority will loan the proceeds of the bonds to the College. The loan agreement requires CCBC to make loan repayments to the Authority in an amount sufficient to pay the debt service requirements of the Bonds. The obligation of CCBC under the loan agreement is evidenced by a signed general obligation promissory note dated as of February 1, 1998. The purpose of the bond issue was to refinance the Community College Revenue Bonds, Series A of 1994, to fund certain College expenditures, and pay for the costs of issuing the bonds. The PFA bonds were issued in denominations of \$5,000 with interest payable on June 1 and December 1 each year through maturity. Interest rates range between 3.60% and 4.875% with the bonds scheduled to mature December 1, 2019. The bonds provide early redemption options as detailed in the official statement of issue.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE J - LONG-TERM LIABILITIES - (Continued)**

#### **Component Unit – CCBC – Continued**

In April 2007, the PFA issued \$27,780,000 in College Revenue Bonds – Series of 2007 to finance new construction, additions and renovations on the campus of CCBC. In connection with the issuance of the Bonds, the PFA entered into a Loan Agreement with CCBC, whereby the Authority will loan the proceeds of the bonds to the College. The loan agreement requires CCBC to make loan payments to the Authority in an amount sufficient to pay the debt service requirements of the Bonds. The obligation of CCBC under the loan agreement is evidenced by a signed general obligation promissory note dated April 15, 2007. The Authority bonds were issued in denominations of \$5,000 with interest payable on May 15 and November 15 each year through maturity. Interest rates range between 3.50% and 4.375% with the bonds scheduled to mature December 1, 2031. The bonds provide for early redemption options as detailed in the official statement of issue.

CCBC has also advanced refunded the Series A of 1994 Community College Revenue Bonds. In doing so, the PFA entered into an irrevocable trust agreement with PNC Bank to purchase U.S. Government Securities in an amount sufficient to fully service the defeased 1994 Bond Issue debt as it matures or is called. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability of the College.

In connection with the refunding, the excess of the reacquisition price over the net carrying amount of refunded debt is recorded as a reduction to long-term debt on the balance sheet and amortized over the shorter of the term of the refunding issue or the refunded bonds. CCBC incurred a deferred refunding loss of \$569,680 which is being amortized over the life of the refunding issue using the straight-line method. During the year ended June 30, 2010, CCBC amortized \$26,092 of this loss which is shown as part of interest expense. The unamortized balance of \$245,701 at June 30, 2010, is deducted from the long-term portion of notes payable.

On June 23, 2009, CCBC entered into a lease agreement to finance technology equipment in the amount of \$679,785. Four annual payments of \$180,645 starting on July 23, 2009, are due under this agreement. Interest on the outstanding balance accrues at the rate of 5.15%. The equipment acquired serves as collateral on the lease. Additionally, CCBC currently leases copier equipment from Xerox for use in its publications department. The terms of the lease agreement dated August 1, 2006, calls for monthly payments of \$11,744. Lease expense for the year ended June 30, 2010 was \$140,933. This lease is scheduled to terminate on July 31, 2011.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE K - CONTINGENCIES

The County participates in a number of federal and state assisted grant programs. These grants are potentially subject to program compliance audits by the grantors. Such audits could result in expenditures being disallowed and funds being due back to the grantor agencies. The amount of expenditures that may be disallowed in the future, if any, cannot be determined at this time.

The County is party to exposure from various claims and other legal proceedings. Such claims and other legal proceedings include, but are not limited to, employment, civil rights, and medical malpractice personal injury matters. The County has faced legal proceedings related to the failure to develop a stormwater management plan.

Management has provided for certain matters, where considered necessary, in the financial statements. For other claims, management is of the opinion that these matters will not have a material effect on the County's financial position or it is too early in the litigation stage to evaluate the likelihood of an outcome or the range of potential loss.

#### 2006 Swap Agreement Termination

During September 2006, the County entered into an agreement with a counterparty that terminated two previous derivative instruments and replaced them with an interest rate management plan that extends over the life of the 1997 Bonds. Under this agreement (the 2006 Swap Agreement), the County terminated the derivative agreements that were outstanding in 2006 and refunded the total outstanding principal under the 1997 Bonds as of October 1, 2007 at a variable rate.

Certain events in the 2006 Swap Agreement are described as "events of default." The 2006 Swap Agreement also included termination provisions for the County.

In February 2009, the County informed the counterparty to the 2006 Swap Agreement that it wished to terminate the 2006 Swap Agreement due to the County's claims of an event of default per the terms of the agreement. The County paid the counterparty approximately \$7,000,000 to terminate the agreement. The County believes that the counterparty was paid an amount that was in accordance with the 2006 Swap Agreement to terminate the Agreement. While the County believes that this amount was fairly and reasonably calculated in accordance with the provisions of the 2006 Swap Agreement, no assurance can be given that it will not be contested by the counterparty. In such case, the amount may be substantially larger than the calculated amount.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE K – CONTINGENCIES - (Continued)**

#### **Component Unit - BCTA**

BCTA's state and federally funded programs are subject to audit by various governmental agencies. BCTA is potentially liable for any expenditures disallowed by the results of these audits. Management is not aware of any items of non-compliance which would result in the disallowance of program expenditures.

#### **Component Unit - CCBC**

CCBC's state and federally funded programs are subject to audit by various governmental agencies. CCBC is potentially liable for any expenditure disallowed by the results of these audits. The Commonwealth of Pennsylvania's Office of Labor, Education and Community Services conducts annual audits of CCBC's Claim for Subsidy Reimbursement submitted annually to the Commonwealth. Management is not aware of any items of noncompliance which would result in the disallowance of program expenditures.

CCBC is potentially liable for any costs of program non-compliance, not covered by commercial insurance, incurred by its Police Technology Program as a result of a program audit conducted by the Commonwealth of Pennsylvania. CCBC recorded an initial estimated liability of \$150,000 during the 2003-2004 fiscal year to cover these potential costs. As of June 30, 2010, the remaining unused portion of this estimated liability was \$143,822.

### **NOTE L - RISK MANAGEMENT**

The County is exposed to various risks of loss including loss of property, torts, errors and omissions, use of County owned vehicles, workers' compensation incidents, employee health benefits and medical malpractice torts at Friendship Ridge. The County handles exposure to these risks in various ways.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE L - RISK MANAGEMENT – (Continued)**

#### **Property/Casualty Exposures**

The County is a member of Pennsylvania Counties Risk Pool (PCoRP) which provides insurance coverage for general liability, public official's liability, law enforcement liability, property loss, vehicle usage, and crime. There have been no significant changes in PCoRP coverage in the past three years and settled claims have not exceeded the coverage provided in those years. PCoRP is a public entity risk pool exclusively for member counties of the County Commissioners Association of Pennsylvania. PCoRP was organized as a property/casualty self-insurer and it provides coverage through its self-insured retention fund of claims less than \$350,000. PCoRP purchases excess coverage for claims over that threshold up to a maximum limit of \$5,000,000 for liability, replacement value for property loss, and \$600,000 for crime. Members pay premiums to cover the costs of administration, excess insurance, and loss control services. The premium is adjusted annually to reflect both the costs of excess insurance and the most recent five-year experience with members.

The coverage provided by PCoRP excludes general liability and professional medical malpractice of Friendship Ridge and general liability related to the County Airport. The County has made other arrangements for those exposures.

#### **Friendship Ridge Exposures**

Beaver County has received permission from the Pennsylvania State Insurance Department and has chosen to fully self-fund all medical malpractice exposures. The County is required to create a formal self-funded program that is consistent with the requirements of Medical Care Availability and Reduction of Error (MCARE) regulations. The County is responsible for the first \$500,000 of any medical malpractice claim, with the next \$500,000 of protection afforded through the Pennsylvania Department of Insurance MCARE fund. The County has also purchased \$1,000,000 of general liability insurance.

Subsequent to December 31, 2010, the County ended its self funded program and purchased commercial general liability and medical malpractice insurance.

#### **Airport Exposures**

Beaver County purchases an Airport Liability and a Hangerkeepers' Liability policy to limit exposures of the airport. Settled claims for these risks have not exceeded commercial insurance coverage for the past three years. Upon divestiture of the airport on July 7, 2010, the County terminated both of these policies.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE L - RISK MANAGEMENT – (Continued)

#### HealthChoices Exposures

The County has entered into an agreement with the Commonwealth of Pennsylvania Department of Public Welfare (Commonwealth) for the HealthChoices Behavioral Health Program. Under the terms of the contract, the County is fully exposed to the risk that providing behavioral healthcare services provided under this program to eligible enrollees will exceed the revenue provided by the Commonwealth to the County.

The County has entered into an agreement with the Commonwealth for the HealthChoices Behavioral Health Program. Under the terms of the contract, the County is fully exposed to the risk that providing behavioral healthcare services provided under this program to eligible enrollees will exceed the revenue provided by the Commonwealth to the County.

The term of the current contract between the County and the Commonwealth is January 1, 2009 through December 31, 2011. Under this contract either party has the option to terminate the agreement without cause upon one-hundred twenty days notice to the other party.

The County accrues an estimate of its health care cost liability at the end of each accounting period. The estimate is developed using a process that accounts for the lag between the point in time that payment is made for a service and the point in time that the County became liable for the service. The County's estimated medical claims liability is reviewed and certified by an independent actuarial firm on a quarterly basis.

The following table shows the changes in the actuarially certified estimated medical claims liability of the HealthChoices Program:

	<u>HealthChoices</u>
Liability balance - January 1, 2009	\$ 2,100,000
Incurred claims and estimates	26,608,019
Less: Claims paid during period	<u>26,708,019</u>
Liability balance - December 31, 2009	2,000,000
Incurred claims and estimates	27,406,695
Less: Claims paid during period	<u>27,410,579</u>
Liability balance - December 31, 2010	<u><u>\$ 1,996,116</u></u>

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE L - RISK MANAGEMENT – (Continued)**

#### **HealthChoices Exposures** - Continued

The County maintains a cash reserve that can be drawn upon in the event program expenses exceed revenue. The balance of these reserve accounts is approximately \$6.2 million. This entire balance is available to cover losses in future periods.

#### **Workers' Compensation**

The County has elected to largely self insure its workers' compensation claims. To mitigate excess exposure, the County purchased a commercial large-deductible insurance policy which began on January 1, 2004. The County is responsible for the first \$350,000 of any individual claim and the first \$3,000,000 in aggregate annual claims expenses. The limits of policy coverage are defined by a Pennsylvania Statute and it includes limits of \$100,000 for employer's liability for any individual claim and \$500,000 aggregate for the annual policy. Prior to 2004, workers' compensation coverage was purchased from the Pennsylvania Counties Workers' Compensation Trust (PCoMP).

#### **Employee Health Benefits**

The County has elected to self-fund the health and drug prescription employee benefits. Under the self-funded arrangement, the County's third party administrators pay all claims for medical, maintenance prescriptions, and emergency prescriptions. The County reimburses the administrators for these charges and pays an administrative fee based on membership and/or utilization. The County is responsible for the first \$150,000 of medical claims for any member each year. A stop loss insurance policy has been purchased to provide for payment above the yearly individual limit. The policy includes \$1,000,000 of coverage if aggregate claims exceed the attachment point of \$15,893,218. During 2009, the County's attachment point for individual claims was \$150,000 and the attachment point for aggregate claims was \$17,571,857.



# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE L - RISK MANAGEMENT – (Continued)

#### Employee Health Benefits - Continued

Changes in the estimate of the self-insured workers' compensation and employee health benefits claims liability are as follows:

	<u>Beaver County</u>	<u>Friendship Ridge</u>
Liability balance - January 1, 2009	\$ 457,343	\$ 199,844
Incurred claims and estimates	8,294,359	4,458,715
Less: Claims paid during period	<u>8,182,888</u>	<u>4,457,571</u>
Liability balance - December 31, 2009	568,814	200,988
Incurred claims and estimates	8,676,683	7,125,656
Less: Claims paid during period	<u>8,780,734</u>	<u>6,647,693</u>
Liability balance - December 31, 2010	<u>\$ 464,763</u>	<u>\$ 678,951</u>

Beaver County and Friendship Ridge estimate liabilities for unpaid claims based on a claims' payment history.

#### Risk Accounting

The County has created two internal service funds within which transactions related to the self-funded workers' compensation program and the self-funded health insurance programs are recorded. Revenues to cover expenditures for each program are generated by an internal charge, based on either payroll by class or by membership, applied to all operating funds, excluding Friendship Ridge. Friendship Ridge operates its risk programs as separate lines within its operating budget.

During 2010, the medical benefit internal service fund had revenues in excess of expenditures amounting to \$44,220. During this same period, the workers' compensation internal service fund had expenses in excess of revenues amounting to \$109,247.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE L - RISK MANAGEMENT – (Continued)**

#### **Component Unit – BCTA**

BCTA is a member of the SAFTI Property and Liability Insurance Pool, which is an insurance pool that provides BCTA and other Pennsylvania Transit Properties insurance coverage for the following types of liabilities: automobile, employee benefit, public official, general, crime, property, boiler and machinery, and workers compensation. BCTA pays an annual premium each year that includes fixed costs and a loss funding. During the 2009-2010 fiscal year, BCTA paid premiums, excluding workers compensation, of \$76,884 for fixed costs and \$77,000 for loss funding. Premiums paid for workers compensation were \$38,063 for fixed costs and \$151,303 for loss funding. This fund is self-insured but holds policies which provide excess coverage once a claim reaches a certain dollar level, which varies depending on the coverage. Insurance rates are based on individual performance, but all members of the pool share in or participate in the losses.

#### **Component Unit – CCBC**

CCBC is exposed to various risks of loss related to tort, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims for these risks have not exceeded commercial insurance coverage for the past three years.

### **NOTE M - COMMITMENTS**

At December 31, 2010, the County had one open letter of credit with a value totaling \$1,250,000, to cover excess costs of workers' compensation claims if needed. At December 31, 2010, the letter had not been drawn.

The County, as the local sponsor of the Community College of Beaver County, is obligated to provide funding for one half of the College's annual capital expenditures, including debt service payments for capital bonds. In 2007, the College issued \$27,780,000 in capital bonds. The County will increase its annual contribution to CCBC over the life of this bond to subsidize CCBC's debt service obligation.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### **NOTE M – COMMITMENTS – (Continued)**

#### **Component Unit – BCTA**

BCTA entered into purchase commitments for the Right of Way for its Roundabout property and for the purchase of the Salvation Army property, both located in the Borough of Rochester. The remaining outstanding purchase commitments of these two acquisitions total \$185,000 at June 30, 2010. In addition, in April of 2010, BCTA entered into a design and engineering agreement with Whitman, Requardt & Associates, LLP and Maynes & Associates, in connection with BCTA's RTC Park & Ride project, RTC Maintenance Improvement project, and Roundabout project. The remaining outstanding purchase commitments on these design and engineering agreements total \$154,928 at June 30, 2010.

#### **Component Unit – CCBC**

As part of CCBC's Facilities Masterplan Project, and in connection with the issuance of the Series of 2007 College Revenue Bonds, CCBC entered into various construction commitments for the construction and renovation of the campus. As of June 30, 2010, these construction commitments totaled \$0.

On June 30, 2009, as amended November 16, 2009, CCBC entered into a deferred compensation agreement with the College President. The terms of the deferred compensation agreement stipulate that the President will receive on June 30, 2011, \$12,000 and \$17,000 respectively for services rendered during the years ended June 30, 2009, and June 30, 2010. This combined total of \$29,000 is reflected as a liability in the Statement of Net Assets. The agreement was subsequently amended to provide the President's deferred compensation on June 30, 2013, for services rendered to the College for fiscal years ended June 30, 2011 through June 30, 2013 totaling \$90,000, with \$25,000 of the total payable on June 20, 2011, and the balance of \$65,000 payable on June 30, 2013. These amounts have not been recorded as a liability in financial statements as of June 30, 2010.

### **NOTE N – CHANGE IN BEGINNING FUND BALANCE**

In 2010, the addition of two combined non-major special revenue funds to the financial statement presentation caused an increase in beginning fund balance of \$378,306. The two combined non-major funds, Anti-Drug Task Force and District Attorney's Education, are designed to keep proceeds of property seized during drug investigations and provide for educational funding for the operations of the District Attorney.

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO BASIC FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND JUNE 30, 2010

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### NOTE O – SPECIAL ITEM

Effective July 7, 2010, the County entered into an agreement that effectively transferred all land, buildings, equipment, and cash balances of the Beaver County Airport to the Beaver County Airport Authority (the Airport Authority). As part of this agreement, the Airport Authority will be the sole sponsor of the Beaver County Airport and hold the exclusive right to operate, manage, maintain and control all transferred assets. The term of this agreement is 25 years with the Airport Authority having an option to extend the agreement for another 25 year term.

The assets that were transferred from the County to the Beaver County Airport Authority are as follows:

Cash	\$	201,759
Net Book Value of Capital Assets		<u>7,228,922</u>
Total transfers to the Beaver County Airport Authority	\$	<u><u>7,430,681</u></u>

Additionally, \$34,845 was transferred in terms of hangar security deposits from an agency fund.

### NOTE P – SUBSEQUENT EVENTS

The County issued a Tax Revenue Anticipation Note (TRAN) on January 3, 2011, in advance of property tax collections, depositing the \$6,500,000 proceeds into the General Fund, of which \$4,500,000 was transferred to Friendship Ridge. The County repaid its portion, which equaled \$2,000,000, by February 22, 2011. As of the date of this report, \$4,500,000 of Friendship Ridge's share was still outstanding.

## **REQUIRED SUPPLEMENTAL INFORMATION**

# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF FUNDING PROGRESS PENSION TRUST FUND

DECEMBER 31, 2010

For the valuation dates starting January 1, 2010, the entry age actuarial method was used. For all valuation dates prior to January 1, 2010, the aggregate actuarial cost method was used. Because the aggregate cost method does not identify or separately amortize accrued liabilities, information in this schedule about funded status and funding progress is presented using the entry age actuarial cost method for that purpose. This information is intended to serve as a surrogate for the funding progress of the plan. The County has presented information for the four most recent years. In subsequent years, the County will add to the schedule until six years of information have been met.

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (AAL)</u>	<u>Unfunded AAL (UAAL)</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
1/1/2011	\$ 231,188,314	\$ 229,857,979	\$ 1,330,335	100.6%	\$ 57,849,020	2.3%
1/1/2010	\$ 208,234,825	\$ 215,326,297	\$ (7,091,472)	96.7%	\$ 55,619,978	-12.7%
1/1/2009	\$ 179,461,719	\$ 208,134,895	\$ (28,673,176)	86.2%	\$ 56,786,835	-50.5%
1/1/2008	\$ 195,369,098	\$ 191,872,922	\$ 3,496,176	101.8%	\$ 53,935,875	6.5%

# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF EMPLOYER CONTRIBUTIONS PENSION TRUST FUND

DECEMBER 31, 2010

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<u>Year Ended</u>	<u>Employer Contributions</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
December 31, 2010	\$ 3,096,622	\$ 3,096,622	100%
December 31, 2009	19,227,192	5,763,864	334%
December 31, 2008	1,887,756	1,887,756	100%
December 31, 2007	2,113,111	2,113,111	100%
December 31, 2006	2,020,537	2,020,537	100%
December 31, 2005	15,285,328	3,737,244	409%

The information presented above was determined as part of the actuarial valuations performed on January 1 of each of the years ended as indicated above. The additional information is for all years presented unless otherwise indicated.

Actuarial Cost Method:	Aggregate actuarial for 2005 - 2008; entry method in 2009 - 2010
Asset Valuation Method:	Five-year smoothed market for 2005 - 2008; greater of market value and actuarial value in 2009 - 2010
Actuarial assumptions:	
Inflation adjustment:	3%
Investment rate of return:	7.5%
Amortization Method:	Level percentage of projected payroll in 2010
Amortization Period:	30-year closed period for unfunded liability in 2010
Projected salary increase:	3.75% for 2005; 4.00% for 2006; 4.25- 4.50% for 2007; 4.50% for 2008; 3.50% for 2009 and 2010
Cost-of-living adjustment:	100% of CPI effective as of January 1, 2000

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Revenues</u></b>				
Real Estate Taxes	\$ 45,739,316	\$ 45,739,316	\$ 46,192,256	\$ 452,940
Licenses and Permits	91,000	91,000	88,331	(2,669)
Interest and Rents	152,500	153,867	74,200	(79,667)
Intergovernmental Revenues	3,526,041	5,153,835	4,124,359	(1,029,476)
Departmental Earnings	7,885,088	7,941,091	7,514,668	(426,423)
Miscellaneous	1,693,277	1,785,018	1,155,681	(629,337)
Total Revenues	<u>59,087,222</u>	<u>60,864,127</u>	<u>59,149,494</u>	<u>(1,714,633)</u>
<b><u>Expenditures</u></b>				
Current:				
General Government	11,953,853	11,410,325	9,573,523	(1,836,802)
Judicial	12,245,877	12,733,152	11,431,081	(1,302,070)
Public Safety	12,138,720	13,245,990	12,434,554	(811,435)
Public Works and Enterprises	3,355,466	3,669,223	3,112,469	(556,754)
Culture, Recreation and Conservation	2,835,146	2,902,311	2,570,390	(331,920)
Intergovernmental:				
Human Services	10,046,336	11,286,364	10,773,814	(512,550)
Debt Service:				
Principal	3,038,840	3,053,302	3,028,918	(24,384)
Interest	5,945,249	5,814,557	5,692,426	(122,132)
Capital Outlay:				
Fixed Asset Acquisition and Improvements	1,113,796	1,165,900	496,004	(669,896)
Infrastructure	35,000	19,000	18,921	(79)
Total Expenditures	<u>62,708,283</u>	<u>65,300,123</u>	<u>59,132,101</u>	<u>(6,168,022)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(3,621,061)	(4,435,996)	17,393	4,453,389
<b><u>Other Financing Sources (Uses)</u></b>				
Capital Lease Agreements	-	175,000	174,680	(320)
Transfers From Other Funds	-	427,223	226,854	(200,369)
Transfers To Other Funds	-	(612,223)	(612,223)	-
Total Other Financing Sources (Uses)	-	(10,000)	(210,689)	(200,689)
<b><u>Special Item</u></b>				
Transfer to Airport Authority	-	-	(201,759)	(201,759)
<b>Net Change in Fund Balance</b>	(3,621,061)	(4,445,996)	(395,054)	4,050,942
Fund Balance - Beginning	<u>(371,587)</u>	<u>2,683,711</u>	<u>4,133,180</u>	<u>1,449,469</u>
Fund Balance - Ending	<u>\$ (3,992,648)</u>	<u>\$ (1,762,285)</u>	<u>\$ 3,738,126</u>	<u>\$ 5,500,411</u>



## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL MENTAL HEALTH / MENTAL RETARDATION

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Revenues</u></b>				
Intergovernmental	\$ 18,054,000	\$ 18,979,025	\$ 18,858,879	\$ (120,146)
Departmental Earnings	2,692,000	2,582,000	1,164,344	(1,417,656)
Interest	111,000	111,000	5,139	(105,861)
Miscellaneous	121,000	121,000	10,978	(110,022)
Total Revenues	<u>20,978,000</u>	<u>21,793,025</u>	<u>20,039,339</u>	<u>(1,753,686)</u>
<b><u>Expenditures</u></b>				
Salaries & Benefits	4,927,808	5,148,358	4,807,989	(340,369)
Personnel Expense	25,750	49,838	30,802	(19,036)
Consultant/Contracted Services	1,805,800	1,908,897	1,096,193	(812,704)
Sub Contracted Services	13,235,750	14,185,135	12,840,518	(1,344,617)
Occupancy	253,000	297,300	241,405	(55,895)
Communication	105,500	142,833	78,200	(64,633)
Supplies & Minor Equip.	184,500	222,550	109,861	(112,689)
Transportation	128,470	134,170	109,327	(24,843)
Other Expenditures	530,064	1,066,895	843,099	(223,796)
Capital Outlay	35,000	84,000	33,911	(50,089)
Total Expenditures	<u>21,231,642</u>	<u>23,239,976</u>	<u>20,191,305</u>	<u>(3,048,671)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(253,642)	(1,446,951)	(151,966)	1,294,985
Fund Balance - Beginning	<u>9,807,235</u>	<u>7,172,348</u>	<u>611,334</u>	<u>(6,561,014)</u>
Fund Balance - Ending	<u>\$ 9,553,593</u>	<u>\$ 5,725,397</u>	<u>\$ 459,368</u>	<u>\$ (5,266,029)</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL CHILDREN AND YOUTH

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Revenues</u></b>				
Intergovernmental	\$ 15,772,076	\$ 15,772,076	\$ 11,410,717	\$ (4,361,359)
Departmental Earnings	380,000	380,000	120,616	(259,384)
Interest	4,000	4,000	3,420	(580)
Total Revenues	<u>16,156,076</u>	<u>16,156,076</u>	<u>11,534,754</u>	<u>(4,621,322)</u>
<b><u>Expenditures</u></b>				
Salaries & Benefits	4,553,963	4,553,837	4,237,401	(316,436)
Personnel Expense	25,200	41,326	33,796	(7,530)
Consultant/Contracted Services	887,700	983,977	848,824	(135,153)
Sub Contracted Services	6,492,891	6,291,058	4,459,745	(1,831,313)
Occupancy	260,261	299,261	247,964	(51,297)
Communication	112,000	148,920	137,814	(11,106)
Supplies & Minor Equip.	229,700	253,976	195,895	(58,081)
Transportation	105,000	167,000	162,678	(4,322)
Other Expenditures	3,612,700	3,548,700	1,251,791	(2,296,909)
Capital Outlay	30,636	8,636	-	(8,636)
Total Expenditures	<u>16,310,051</u>	<u>16,296,691</u>	<u>11,575,908</u>	<u>(4,720,783)</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(153,975)	(140,615)	(41,155)	99,460
Fund Balance - Beginning	<u>(1,847,024)</u>	<u>(1,869,631)</u>	<u>556,779</u>	<u>2,426,410</u>
Fund Balance - Ending	<u>\$ (2,000,999)</u>	<u>\$ (2,010,246)</u>	<u>\$ 515,624</u>	<u>\$ 2,525,870</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL COMMUNITY DEVELOPMENT

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Revenues</u></b>				
Intergovernmental	\$ 16,026,613	\$ 16,656,567	\$ 9,372,472	\$ (7,284,095)
Departmental Earnings	580,000	580,000	321,209	(258,791)
Interest	60,800	60,800	3,390	(57,410)
Miscellaneous	1,000	1,000	-	(1,000)
Total Revenues	16,668,413	17,298,367	9,697,070	(7,601,297)
<b><u>Expenditures</u></b>				
Salaries & Benefits	547,936	575,422	538,800	(36,622)
Personnel Expense	62,291	58,480	9,092	(49,388)
Consultant/Contracted Services	15,770,301	16,575,682	8,386,916	(8,188,766)
Sub Contracted Services	524,500	11,500	-	(11,500)
Occupancy	163,770	183,503	71,187	(112,316)
Communication	89,300	90,437	22,188	(68,249)
Supplies & Minor Equip.	182,924	191,278	39,398	(151,880)
Transportation	39,000	42,018	10,635	(31,383)
Debt Payments	644,131	644,131	644,130	(1)
Other Expenditures	130,500	411,515	76,994	(334,521)
Contra Revenue Account	30,000	30,641	4,984	(25,657)
Capital Outlay	32,000	32,000	-	(32,000)
Total Expenditures	18,216,653	18,846,607	9,804,324	(9,042,283)
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(1,548,240)	(1,548,240)	(107,254)	1,440,986
Fund Balance - Beginning	(3,027,266)	(3,041,426)	900,666	3,942,092
Fund Balance - Ending	\$ (4,575,506)	\$ (4,589,666)	\$ 793,412	\$ 5,383,078

# COUNTY OF BEAVER, PENNSYLVANIA

## NOTES TO REQUIRED SUPPLEMENTAL INFORMATION

DECEMBER 31, 2010

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### **NOTE A – BASIS OF BUDGETING**

Appropriated budgets are adopted on a modified accrual basis consistent with generally accepted accounting principles by fund, department and line-item. Line-items are specific revenues and expenditures, such as taxes, fees, salaries, and supplies. Transfers of appropriations may be requested between line-items within a department or between departments within the same fund. All transfers of appropriations require the approval of the Commissioners. The legal level of control is exercised by management at each line-item.

### **NOTE B – BUDGET VARIANCE**

The County does not adjust for line items designated for receipts of reimbursements after initial adoption. Therefore, some expenditures may appear to exceed budgeted amounts when actual reimbursements received are below the initial budgeted figures.

## **OTHER SUPPLEMENTAL INFORMATION**

**COUNTY OF BEAVER, PENNSYLVANIA**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>General Government</u></b>				
<b>Commissioners:</b>				
Salaries & Benefits	\$ 662,574	\$ 679,766	\$ 655,007	\$ (24,759)
Personnel Expense	800	800	507	(293)
Occupancy	522	522	499	(23)
Communication	5,400	7,518	6,718	(800)
Supplies & Minor Equipment	53,000	51,321	33,273	(18,048)
Transportation	11,000	16,193	14,722	(1,471)
Other Expenses	2,000	2,000	1,774	(226)
Total Expenditures	<u>735,296</u>	<u>758,119</u>	<u>712,500</u>	<u>(45,620)</u>
<b>Controller:</b>				
Salaries & Benefits	593,112	579,868	569,514	(10,354)
Personnel Expense	7,000	7,000	5,582	(1,418)
Occupancy	2,609	2,609	2,496	(113)
Communication	2,900	2,900	1,004	(1,896)
Supplies & Minor Equipment	9,900	9,900	6,030	(3,870)
Transportation	6,500	6,500	2,997	(3,503)
Consultant/Contracted Services	60,000	139,070	91,927	(47,144)
Other Expenses	2,000	2,000	1,947	(53)
Total Expenditures	<u>684,021</u>	<u>749,847</u>	<u>681,497</u>	<u>(68,350)</u>
<b>Treasurer:</b>				
Salaries & Benefits	617,004	643,531	616,309	(27,222)
Personnel Expense	700	600	600	-
Occupancy	4,956	4,956	4,742	(214)
Communication	46,500	48,927	37,584	(11,343)
Supplies & Minor Equipment	23,600	27,538	25,213	(2,325)
Transportation	5,525	2,136	2,136	-
Other Expenses	10,000	10,000	2,073	(7,927)
Tax Refunds	230,000	230,000	145,253	(84,747)
Total Expenditures	<u>938,285</u>	<u>967,688</u>	<u>833,910</u>	<u>(133,778)</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Recorder Of Deeds:</b>				
Salaries & Benefits	\$ 476,334	\$ 476,334	\$ 449,408	\$ (26,926)
Personnel Expense	1,300	1,300	959	(341)
Occupancy	4,173	4,173	3,994	(179)
Communication	1,200	1,200	1,057	(143)
Supplies & Minor Equipment	17,500	17,500	15,950	(1,550)
Transportation	2,500	2,500	792	(1,708)
Consultant/Contracted Services	50,040	50,040	50,040	-
Other Expenses	100	100	-	(100)
Total Expenditures	<u>553,147</u>	<u>553,147</u>	<u>522,201</u>	<u>(30,946)</u>
<b>Solicitor:</b>				
Salaries & Benefits	289,216	301,317	290,838	(10,478)
Personnel Expense	6,500	7,113	7,113	-
Occupancy	261	261	250	(11)
Communication	650	659	408	(251)
Supplies & Minor Equipment	3,000	2,900	2,313	(587)
Transportation	1,500	1,600	1,583	(17)
Other Expenses	100	100	-	(100)
Total Expenditures	<u>301,227</u>	<u>313,950</u>	<u>302,504</u>	<u>(11,445)</u>
<b>Employee Relations:</b>				
Salaries & Benefits	641,038	555,575	493,094	(62,481)
Personnel Expense	62,500	62,482	55,603	(6,879)
Occupancy	522	522	499	(23)
Communication	4,200	4,760	2,865	(1,895)
Supplies & Minor Equipment	13,700	17,474	8,769	(8,705)
Transportation	3,200	3,148	735	(2,413)
Consultant/Contracted Services	104,500	104,500	102,406	(2,094)
Total Expenditures	<u>829,660</u>	<u>748,461</u>	<u>663,973</u>	<u>(84,489)</u>
<b>Microfilm:</b>				
Salaries & Benefits	282,465	282,755	264,397	(18,358)
Occupancy	2,100	2,100	2,000	(100)
Communication	40	40	12	(28)
Supplies & Minor Equipment	46,900	45,405	39,480	(5,925)
Transportation	150	150	-	(150)
Consultant/Contracted Services	9,000	9,000	4,976	(4,024)
Other Expenses	-	-	-	-
Total Expenditures	<u>340,655</u>	<u>339,450</u>	<u>310,865</u>	<u>(28,585)</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Information Technology:</b>				
Salaries & Benefits	\$ 569,949	\$ 585,483	\$ 211,222	\$ (374,261)
Personnel Expense	12,000	12,000	6,188	(5,812)
Communication	61,300	49,800	41,183	(8,617)
Supplies & Minor Equipment	64,500	79,000	63,423	(15,577)
Transportation	3,000	3,000	2,077	(923)
Consultant/Contracted Services	50,000	40,325	28,776	(11,549)
Other Expenses	4,000	5,767	5,009	(758)
Total Expenditures	<u>764,749</u>	<u>775,375</u>	<u>357,878</u>	<u>(417,497)</u>
<b>Central Services Department:</b>				
Salaries & Benefits	146,702	153,891	151,470	(2,421)
Personnel Expense	65	-	-	-
Occupancy	131	131	125	(6)
Communication	50,500	51,502	7,454	(44,048)
Supplies & Minor Equipment	18,900	19,517	19,350	(166)
Other Expenses	-	-	-	-
Total Expenditures	<u>216,298</u>	<u>225,041</u>	<u>178,399</u>	<u>(46,642)</u>
<b>Planning Commission:</b>				
Salaries & Benefits	280,700	288,334	279,271	(9,063)
Personnel Expense	5,150	5,150	2,929	(2,221)
Occupancy	1,304	1,304	1,248	(56)
Communication	2,650	2,746	2,086	(660)
Supplies & Minor Equipment	13,000	14,170	9,530	(4,640)
Transportation	7,000	7,000	3,465	(3,535)
Consultant/Contracted Services	293,000	269,400	31,779	(237,621)
Other Expenses	1,800	1,900	1,819	(81)
Total Expenditures	<u>604,604</u>	<u>590,004</u>	<u>332,126</u>	<u>(257,878)</u>
<b>Weights And Measures:</b>				
Salaries & Benefits	52,524	54,806	53,579	(1,227)
Supplies & Minor Equipment	1,000	1,000	807	(193)
Transportation	8,300	8,300	8,284	(16)
Total Expenditures	<u>61,824</u>	<u>64,106</u>	<u>62,670</u>	<u>(1,436)</u>

Exhibit B (Page 3 of 18)



**COUNTY OF BEAVER, PENNSYLVANIA**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Veterans Affairs:</b>				
Salaries & Benefits	\$ 127,640	\$ 139,216	\$ 125,586	\$ (13,629)
Personnel Expense	880	880	879	(1)
Communication	3,550	3,550	2,644	(906)
Supplies & Minor Equipment	2,300	2,300	2,085	(215)
Transportation	1,600	1,600	835	(765)
Other Expenses	136,000	136,000	114,375	(21,625)
Total Expenditures	271,970	283,546	246,406	(37,140)
<b>Election Bureau:</b>				
Salaries & Benefits	328,897	341,873	308,928	(32,946)
Personnel Expense	300	300	104	(196)
Occupancy	23,131	23,131	20,800	(2,331)
Communication	47,000	47,000	37,760	(9,240)
Supplies & Minor Equipment	62,000	62,000	59,668	(2,332)
Transportation	1,600	2,000	1,473	(527)
Consultant/Contracted Services	15,500	15,500	12,500	(3,000)
Other Expenses	210,365	230,330	205,744	(24,586)
Total Expenditures	688,793	722,134	646,977	(75,157)
<b>Assessment/Tax Claim:</b>				
Salaries & Benefits	1,075,030	1,096,898	1,024,546	(72,352)
Personnel Expense	14,500	17,000	14,750	(2,250)
Occupancy	3,391	3,391	3,245	(146)
Communication	245,000	271,500	262,044	(9,456)
Supplies & Minor Equipment	54,500	51,053	37,241	(13,812)
Transportation	24,500	23,300	12,952	(10,348)
Consultant/Contracted Services	30,000	73,000	72,669	(331)
Other Expenses	216,500	233,200	170,128	(63,072)
Total Expenditures	1,663,421	1,769,342	1,597,575	(171,767)
<b>Public Defender:</b>				
Salaries & Benefits	1,086,377	1,149,794	1,061,448	(88,346)
Personnel Expense	6,400	7,957	7,956	(1)
Occupancy	1,044	1,044	998	(46)
Communication	300	325	325	-
Supplies & Minor Equipment	11,000	12,000	7,452	(4,548)
Transportation	12,500	12,500	10,733	(1,767)
Other Expenses	12,000	19,700	12,267	(7,433)
Total Expenditures	1,129,621	1,203,320	1,101,179	(102,140)

Exhibit B (Page 4 of 18)

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>General Government:</b>				
Personnel Expense	\$ 73,000	\$ 87,315	\$ 86,844	\$ (471)
Occupancy	2,200	3,182	3,181	(1)
Consultant/Contracted Services	524,000	429,174	423,474	(5,700)
Other Expenses	352,679	202,536	171,767	(30,769)
Total Expenditures	<u>951,879</u>	<u>722,207</u>	<u>685,266</u>	<u>(36,941)</u>
<b>Miscellaneous:</b>				
Insurance	1,098,553	577,956	293,821	(284,135)
Bank Charges	109,850	36,633	33,777	(2,856)
Indirect Cost Study	10,000	10,000	10,000	-
Total Expenditures	<u>1,218,403</u>	<u>624,589</u>	<u>337,599</u>	<u>(286,991)</u>
<b>Total General Government</b>	<u>\$ 11,953,853</u>	<u>\$ 11,410,325</u>	<u>\$ 9,573,523</u>	<u>\$ (1,836,801)</u>

# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Judicial</b>				
<b>Clerk Of Courts:</b>				
Salaries & Benefits	\$ 621,433	\$ 628,371	\$ 610,293	\$ (18,079)
Personnel Expense	16,050	16,050	15,088	(962)
Occupancy	4,434	4,434	4,243	(191)
Communication	17,100	17,815	16,798	(1,017)
Supplies & Minor Equipment	13,800	13,271	12,932	(339)
Transportation	5,200	4,372	3,452	(920)
Consultant/Contracted Services	5,040	5,040	5,040	-
Other Expenses	600	600	262	(338)
Total Expenditures	683,657	689,953	668,108	(21,845)
<b>Coroner:</b>				
Salaries & Benefits	137,447	141,528	136,582	(4,946)
Personnel Expense	5,900	5,900	2,173	(3,727)
Occupancy	261	261	250	(11)
Communication	3,000	3,000	2,130	(870)
Supplies & Minor Equipment	1,300	1,300	435	(865)
Transportation	5,000	5,000	2,204	(2,796)
Other Expenses	180,000	180,000	151,220	(28,780)
Total Expenditures	332,908	336,989	294,995	(41,994)
<b>Jury Commission:</b>				
Salaries & Benefits	104,765	106,692	104,241	(2,450)
Personnel Expense	600	600	600	-
Communication	12,000	14,149	14,148	(1)
Supplies & Minor Equipment	7,500	7,500	5,666	(1,834)
Transportation	3,500	3,500	299	(3,201)
Consultant/Contracted Services	5,000	5,102	5,102	-
Total Expenditures	133,365	137,543	130,056	(7,487)
<b>District Attorney:</b>				
Salaries & Benefits	1,989,363	2,128,551	1,907,223	(221,329)
Personnel Expense	20,000	18,500	16,961	(1,539)
Occupancy	5,275	5,275	5,062	(213)
Communication	10,000	10,000	9,763	(237)
Supplies & Minor Equipment	31,300	34,191	31,578	(2,613)
Transportation	19,000	20,500	15,749	(4,751)
Consultant/Contracted Services	14,000	18,632	18,632	-
Other Expenses	9,500	5,842	4,773	(1,069)
Contra Revenue Accounts	48,947	48,947	36,825	(12,122)
Total Expenditures	2,147,385	2,290,438	2,046,566	(243,872)

Exhibit B (Page 6 of 18)

# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Prothonotary:</b>				
Salaries & Benefits	\$ 567,871	\$ 594,851	\$ 573,458	\$ (21,393)
Personnel Expense	550	808	758	(50)
Occupancy	10,172	8,854	8,853	(1)
Communication	8,000	8,236	8,236	-
Supplies & Minor Equipment	20,500	20,500	19,949	(551)
Transportation	2,000	1,792	1,774	(18)
Total Expenditures	609,093	635,041	613,028	(22,012)
<b>Register Of Wills:</b>				
Salaries & Benefits	337,534	345,238	336,816	(8,422)
Personnel Expense	750	650	650	-
Occupancy	5,748	5,748	5,491	(257)
Communication	14,000	14,400	14,027	(373)
Supplies & Minor Equipment	16,100	15,800	13,591	(2,209)
Transportation	2,000	2,000	1,703	(297)
Total Expenditures	376,132	383,836	372,277	(11,558)
<b>Sheriff:</b>				
Salaries & Benefits	3,054,797	3,243,933	2,717,848	(526,086)
Personnel Expense	53,700	53,700	29,144	(24,556)
Occupancy	1,044	1,404	1,211	(193)
Communication	7,000	7,307	6,353	(954)
Supplies & Minor Equipment	103,449	108,828	75,594	(33,234)
Transportation	75,200	75,200	69,718	(5,482)
Consultant/Contracted Services	9,000	9,781	9,771	(10)
Other Expenses	70,901	90,618	47,128	(43,490)
Total Expenditures	3,375,091	3,590,771	2,956,767	(634,005)
<b>Court Administration:</b>				
Salaries & Benefits	2,272,460	2,318,476	2,159,879	(158,596)
Personnel Expense	82,100	61,817	59,742	(2,075)
Occupancy	2,869	2,869	2,746	(123)
Communication	14,100	14,100	12,020	(2,080)
Supplies & Minor Equipment	67,500	89,470	76,918	(12,552)
Transportation	11,500	10,500	8,044	(2,456)
Consultant/Contracted Services	138,500	145,132	139,924	(5,208)
Other Expenses	83,000	80,000	74,580	(5,420)
Total Expenditures	2,672,029	2,722,364	2,533,853	(188,511)

# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Law Library:</b>				
Salaries & Benefits	\$ 65,576	\$ 67,530	\$ 65,694	\$ (1,835)
Personnel Expense	95,020	94,607	83,227	(11,380)
Communication	70	70	33	(37)
Supplies & Minor Equipment	600	888	883	(5)
Transportation	200	325	295	(30)
Total Expenditures	161,466	163,420	150,132	(13,288)
<b>District Court 36-1-03:</b>				
Salaries & Benefits	137,013	137,746	134,563	(3,183)
Personnel Expense	600	600	163	(437)
Occupancy	25,550	25,278	24,919	(359)
Communication	10,700	8,900	7,522	(1,378)
Supplies & Minor Equipment	8,200	10,035	7,768	(2,267)
Transportation	800	800	603	(198)
Total Expenditures	182,863	183,359	175,537	(7,822)
<b>District Court 36-1-01:</b>				
Salaries & Benefits	135,901	138,642	134,709	(3,933)
Personnel Expense	350	350	92	(258)
Occupancy	8,720	8,721	7,361	(1,360)
Communication	13,600	13,600	11,085	(2,515)
Supplies & Minor Equipment	7,350	7,365	6,199	(1,166)
Transportation	750	750	38	(713)
Total Expenditures	166,671	169,428	159,484	(9,944)
<b>District Court 36-3-02:</b>				
Salaries & Benefits	136,969	139,762	136,088	(3,674)
Personnel Expense	500	500	380	(121)
Occupancy	8,580	8,586	4,794	(3,792)
Communication	14,300	14,424	13,896	(528)
Supplies & Minor Equipment	7,500	7,500	6,123	(1,377)
Transportation	800	800	407	(393)
Total Expenditures	168,649	171,572	161,688	(9,884)
<b>District Court 36-2-01:</b>				
Salaries & Benefits	186,205	190,425	185,514	(4,912)
Personnel Expense	500	500	305	(195)
Occupancy	10,020	9,721	9,223	(498)
Communication	21,100	20,700	19,154	(1,546)
Supplies & Minor Equipment	8,100	9,027	8,708	(319)
Transportation	2,000	1,500	1,323	(177)
Total Expenditures	227,925	231,873	224,227	(7,647)

**Exhibit B (Page 8 of 18)**

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>District Court 36-3-03:</b>				
Salaries & Benefits	\$ 183,116	\$ 188,675	\$ 183,735	\$ (4,941)
Personnel Expense	400	350	313	(37)
Occupancy	14,770	14,646	12,773	(1,873)
Communication	21,700	20,700	16,690	(4,010)
Supplies & Minor Equipment	11,300	11,300	8,741	(2,559)
Transportation	1,500	1,400	858	(542)
Total Expenditures	<u>232,786</u>	<u>237,071</u>	<u>223,110</u>	<u>(13,962)</u>
<b>District Court 36-3-04:</b>				
Salaries & Benefits	130,268	134,842	131,546	(3,297)
Personnel Expense	300	300	221	(79)
Occupancy	9,620	9,601	8,356	(1,245)
Communication	14,300	14,100	9,577	(4,523)
Supplies & Minor Equipment	6,100	6,100	4,773	(1,327)
Transportation	1,800	2,000	1,848	(152)
Total Expenditures	<u>162,388</u>	<u>166,943</u>	<u>156,321</u>	<u>(10,623)</u>
<b>District Court 36-1-02:</b>				
Salaries & Benefits	181,657	184,110	168,929	(15,181)
Personnel Expense	400	400	142	(258)
Occupancy	8,620	8,620	7,686	(934)
Communication	18,100	18,080	14,774	(3,306)
Supplies & Minor Equipment	7,700	8,683	6,918	(1,765)
Transportation	500	500	-	(500)
Total Expenditures	<u>216,977</u>	<u>220,393</u>	<u>198,449</u>	<u>(21,944)</u>
<b>District Court 36-3-01:</b>				
Salaries & Benefits	147,673	149,189	143,022	(6,166)
Personnel Expense	300	420	420	-
Occupancy	9,070	9,071	8,216	(855)
Communication	15,200	15,200	14,304	(896)
Supplies & Minor Equipment	10,900	10,900	9,059	(1,841)
Transportation	500	380	-	(380)
Total Expenditures	<u>183,643</u>	<u>185,160</u>	<u>175,021</u>	<u>(10,138)</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>District Court 36-2-02:</b>				
Salaries & Benefits	\$ 177,854	\$ 182,101	\$ 163,498	\$ (18,603)
Personnel Expense	400	200	148	(52)
Occupancy	8,895	8,907	7,206	(1,701)
Communication	14,200	11,800	10,319	(1,481)
Supplies & Minor Equipment	9,500	11,989	8,912	(3,077)
Transportation	2,000	2,000	1,381	(619)
Total Expenditures	<u>212,849</u>	<u>216,997</u>	<u>191,464</u>	<u>(25,533)</u>
<b>Total Judicial</b>	<u>\$ 12,245,877</u>	<u>\$ 12,733,152</u>	<u>\$ 11,431,081</u>	<u>\$ (1,302,069)</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Public Works</b>				
<b>Department of Public Works:</b>				
Salaries & Benefits	\$ 1,835,129	\$ 1,861,017	\$ 1,709,306	\$ (151,711)
Personnel Expense	3,500	3,500	3,123	(377)
Occupancy	40,600	42,024	41,827	(197)
Communication	11,110	12,310	11,776	(534)
Supplies & Minor Equipment	42,000	46,583	45,816	(767)
Transportation	41,000	47,000	91,575	44,575
Other Expenses	1,000	1,000	(44,432)	(45,432)
Total Expenditures	<u>1,974,339</u>	<u>2,013,434</u>	<u>1,858,989</u>	<u>(154,444)</u>
<b>Airport of Beaver County:</b>				
Salaries & Benefits	117,446	122,161	75,140	(47,021)
Occupancy	66,850	66,850	38,622	(28,228)
Communication	5,350	5,350	2,305	(3,045)
Supplies & Minor Equipment	61,700	61,700	44,802	(16,898)
Transportation	1,200	1,200	441	(759)
Consultant/Contracted Services	53,000	53,000	23,247	(29,754)
Other Expenses	52,800	276,596	34,730	(241,866)
Contra Revenue Accounts	11,000	11,000	6,649	(4,351)
Total Expenditures	<u>369,346</u>	<u>597,857</u>	<u>225,937</u>	<u>(371,920)</u>
<b>Buildings and Grounds:</b>				
Occupancy	714,781	727,670	703,982	(23,688)
Communication	1,000	1,000	846	(154)
Supplies & Minor Equipment	85,000	106,520	103,394	(3,126)
Consultant/Contracted Services	198,000	208,502	205,589	(2,913)
Other Expenses	13,000	14,240	13,731	(509)
Total Expenditures	<u>1,011,781</u>	<u>1,057,932</u>	<u>1,027,542</u>	<u>(30,390)</u>
<b>Total Public Works</b>	<u>\$ 3,355,466</u>	<u>\$ 3,669,223</u>	<u>\$ 3,112,469</u>	<u>\$ (556,754)</u>



# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Public Safety</b>				
<b>Emergency Services:</b>				
Reimbursement from 911 Fund	\$ (2,156,705)	\$ (2,156,705)	\$ (2,151,611)	\$ 5,094
Salaries & Benefits	2,606,583	2,724,291	2,460,370	(263,921)
Personnel Expense	12,650	12,650	6,595	(6,055)
Occupancy	36,500	263,119	176,418	(86,701)
Communication	11,500	14,507	9,452	(5,055)
Supplies & Minor Equipment	27,000	69,000	61,823	(7,177)
Transportation	12,557	11,557	8,973	(2,584)
Consultant/Contracted Services	110,000	101,500	79,651	(21,849)
Other Expenses	2,000	3,000	1,744	(1,256)
Total Expenditures	662,085	1,042,919	653,415	(389,504)
<b>Jail of Beaver County:</b>				
Salaries & Benefits	5,060,603	5,353,199	5,203,001	(150,198)
Personnel Expense	46,200	43,700	38,994	(4,706)
Occupancy	341,804	353,317	333,294	(20,023)
Communication	15,650	17,082	16,945	(137)
Supplies & Minor Equipment	171,000	170,119	148,143	(21,976)
Transportation	11,500	11,500	7,342	(4,158)
Consultant/Contracted Services	51,000	51,000	50,000	(1,000)
Other Expenses	1,406,000	1,396,436	1,353,062	(43,374)
Total Expenditures	7,103,757	7,396,353	7,150,783	(245,570)
<b>Allencrest Detention Center:</b>				
Reimbursement from				
Children/Youth	(730,000)	(730,000)	(1,822)	728,178
Salaries & Benefits	173,763	288,483	212,886	(75,597)
Occupancy	37,680	43,864	42,285	(1,579)
Communication	850	350	-	(350)
Supplies & Minor Equipment	15,700	17,753	12,427	(5,326)
Transportation	-	117	116	(1)
Other Expenses	525,000	517,547	238,680	(278,867)
Total Expenditures	22,993	138,114	504,572	366,458

Exhibit B (Page 12 of 18)

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>DUI Program:</b>				
Salaries & Benefits	\$ 81,730	\$ 123,810	\$ 118,096	\$ (5,714)
Personnel Expense	2,000	2,200	2,199	(1)
Occupancy	1,800	1,800	1,800	-
Communication	500	500	289	(211)
Supplies & Minor Equipment	1,000	800	146	(654)
Transportation	1,500	1,500	886	(614)
Consultant/Contracted Services	4,000	4,000	3,794	(206)
Total Expenditures	92,530	134,610	127,210	(7,400)
<b>Adult Probation:</b>				
Reimbursement from Offender's				
Supervisory Fund	(1,000,000)	(1,000,000)	(560,580)	439,420
Salaries & Benefits	1,576,260	1,696,894	1,658,462	(38,431)
Personnel Expense	600	600	436	(164)
Communication	7,500	7,500	3,959	(3,541)
Supplies & Minor Equipment	10,400	10,400	9,611	(789)
Transportation	7,500	7,500	7,335	(165)
Other Expenses	71,000	121,000	118,356	(2,644)
Total Expenditures	673,260	843,894	1,237,579	393,685
<b>Intermediate Punishment</b>				
Salaries & Benefits	421,920	428,809	360,233	(68,576)
Occupancy	52,900	54,400	52,345	(2,055)
Communication	23,900	21,400	19,283	(2,117)
Supplies & Minor Equipment	119,800	120,800	106,610	(14,190)
Transportation	3,000	3,000	2,447	(553)
Other Expenses	250	250	200	(50)
Total Expenditures	621,770	628,659	541,118	(87,541)
<b>Juvenile Probation-Court Services:</b>				
Reimbursement from Children and				
Youth Fund	(1,040,240)	(1,040,240)	(830,448)	209,792
Salaries & Benefits	1,279,082	1,279,673	1,208,470	(71,203)
Personnel Expense	2,350	1,750	1,350	(400)
Communication	14,000	14,000	13,658	(342)
Supplies & Minor Equipment	12,350	13,650	10,946	(2,704)
Transportation	17,500	22,410	22,061	(349)
Consultant/Contracted Services	85,000	81,227	79,374	(1,853)
Other Expenses	2,116,000	2,117,681	1,194,611	(923,070)
Total Expenditures	2,486,042	2,490,151	1,700,021	(790,130)

**Exhibit B (Page 13 of 18)**

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Juvenile Probation-Grants (SPS):</b>				
Salaries & Benefits	\$ 462,283	\$ 510,916	\$ 499,069	\$ (11,847)
Transportation	14,000	10,500	10,190	(310)
Total Expenditures	<u>476,283</u>	<u>521,416</u>	<u>509,259</u>	<u>(12,157)</u>
<b>UAD Program:</b>				
Salaries & Benefits	-	17,115	7,367	(9,748)
Personnel Expense	-	1,000	-	(1,000)
Occupancy	-	1,500	1,500	-
Communication	-	250	58	(192)
Supplies & Minor Equipment	-	2,000	1,518	(482)
Transportation	-	1,000	156	(844)
Other Expenses	-	27,009	-	(27,009)
Total Expenditures	<u>-</u>	<u>49,874</u>	<u>10,599</u>	<u>(39,275)</u>
<b>Total Public Safety</b>	<u>\$ 12,138,720</u>	<u>\$ 13,245,990</u>	<u>\$ 12,434,554</u>	<u>\$ (811,435)</u>

# COUNTY OF BEAVER, PENNSYLVANIA

## SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Culture, Recreation, and Conservation</u></b>				
<b>Waste Management:</b>				
Salaries & Benefits	\$ 259,985	\$ 274,626	\$ 259,832	\$ (14,794)
Personnel Expense	670	670	645	(25)
Occupancy	49,100	49,100	38,460	(10,640)
Communication	6,400	4,650	3,434	(1,216)
Supplies & Minor Equipment	24,050	38,175	36,251	(1,924)
Transportation	10,000	9,000	7,050	(1,950)
Consultant/Contracted Services	12,000	12,000	5,783	(6,217)
Other Expenses	116,600	86,505	14,701	(71,804)
Total Expenditures	478,805	474,726	366,156	(108,571)
<b>Library Commission:</b>				
Salaries & Benefits	515,994	525,669	452,443	(73,226)
Personnel Expense	79,308	102,976	96,965	(6,011)
Occupancy	32,500	31,950	31,551	(400)
Communication	33,850	32,344	29,232	(3,112)
Supplies & Minor Equipment	59,000	50,500	49,469	(1,031)
Transportation	8,900	11,950	9,363	(2,587)
Consultant/Contracted Services	10,000	10,000	8,464	(1,536)
Other Expenses	529,446	534,446	533,031	(1,415)
Total Expenditures	1,268,998	1,299,835	1,210,517	(89,318)
<b>Parks/Shelter/Recreation:</b>				
Salaries & Benefits	38,414	39,475	36,080	(3,395)
Occupancy	3,920	3,920	2,804	(1,116)
Communication	2,550	2,550	770	(1,780)
Supplies & Minor Equipment	6,500	6,500	1,289	(5,211)
Transportation	1,500	1,500	612	(888)
Consultant/Contracted Services	10,000	10,000	2,410	(7,590)
Other Expenses	2,000	2,000	1,497	(503)
Total Expenditures	64,884	65,945	45,462	(20,484)
<b>DPW/Parks:</b>				
Occupancy	36,000	45,400	40,460	(4,940)
Communication	3,400	3,400	3,307	(93)
Supplies & Minor Equipment	65,100	74,623	72,333	(2,290)
Consultant/Contracted Services	15,000	11,617	11,617	-
Other Expenses	15,000	13,500	13,338	(162)
Total Expenditures	134,500	148,540	141,055	(7,484)

**Exhibit B (Page 15 of 18)**

**COUNTY OF BEAVER, PENNSYLVANIA**

**SCHEDULE OF EXPENDITURES BUDGET AND ACTUAL  
GENERAL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Ice Arena:</b>				
Salaries & Benefits	\$ 436,662	\$ 459,410	\$ 389,449	\$ (69,961)
Personnel Expense	3,300	3,300	3,061	(239)
Occupancy	231,575	231,225	222,210	(9,015)
Communication	4,660	3,956	1,824	(2,132)
Supplies & Minor Equipment	37,150	36,874	32,105	(4,769)
Transportation	500	439	176	(263)
Consultant/Contracted Services	28,750	28,750	24,753	(3,997)
Other Expenses	1,750	1,750	347	(1,403)
Contra Revenue Accounts	150	150	110	(40)
Total Expenditures	<u>744,497</u>	<u>765,854</u>	<u>674,035</u>	<u>(91,819)</u>
<b>Pool:</b>				
Salaries & Benefits	101,612	102,851	90,311	(12,540)
Occupancy	13,700	14,909	14,365	(544)
Communication	1,050	1,050	508	(542)
Supplies & Minor Equipment	5,500	6,500	6,391	(109)
Other Expenses	20,700	21,200	20,716	(484)
Total Expenditures	<u>142,562</u>	<u>146,510</u>	<u>132,291</u>	<u>(14,219)</u>
<b>DPW-Ballfields:</b>				
Occupancy	800	800	798	(2)
Supplies & Minor Equipment	100	100	78	(22)
Total Expenditures	<u>900</u>	<u>900</u>	<u>876</u>	<u>(24)</u>
<b>Total Culture, Recreation and Conservation</b>				
	<u>\$ 2,835,146</u>	<u>\$ 2,902,311</u>	<u>\$ 2,570,390</u>	<u>\$ (331,920)</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

**SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND**

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Human Services</b>				
<b>County Matches/Subsidies:</b>				
Subsidies	\$ 4,542,736	\$ 4,603,366	\$ 4,599,576	\$ (3,790)
Consultant/Contracted Services	100,000	29,110	21,305	(7,805)
County Match	3,375,600	3,179,074	3,123,608	(55,466)
Other Expenses	31,000	30,207	28,399	(1,808)
Contra Revenue Accounts	147,000	3,667	3,667	-
Total Expenditures	<u>8,196,336</u>	<u>7,845,424</u>	<u>7,776,555</u>	<u>(68,869)</u>
<b>Beaver County Transit Authority:</b>				
Subsidies	850,000	850,000	850,000	-
Contra Revenue Accounts	1,000,000	2,590,940	2,147,259	(443,681)
Total Expenditures	<u>1,850,000</u>	<u>3,440,940</u>	<u>2,997,259</u>	<u>(443,681)</u>
<b>Total Human Services</b>	<u>\$ 10,046,336</u>	<u>\$ 11,286,364</u>	<u>\$ 10,773,814</u>	<u>\$ (512,550)</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL  
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Debt Service:</b>				
Principal	\$ 3,038,840	\$ 3,053,302	\$ 3,028,918	\$ (24,384)
Interest	5,945,249	5,814,557	5,692,426	(122,132)
Total Expenditures	<u>8,984,089</u>	<u>8,867,859</u>	<u>8,721,344</u>	<u>(146,516)</u>
<b>Fixed Asset Acquisition and Improvements:</b>				
	<u>1,113,796</u>	<u>1,165,900</u>	<u>496,004</u>	<u>(669,896)</u>
<b>Infrastructure</b>	<u>35,000</u>	<u>19,000</u>	<u>18,921</u>	<u>(79)</u>
<b>Total Expenditures</b>	<u>\$ 62,708,283</u>	<u>\$ 65,300,123</u>	<u>\$ 59,132,101</u>	<u>\$ (6,168,019)</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Capital Projects</b>				
<b>2009 Capital Projects Fund</b>				
Revenues:				
Interest	\$ -	\$ -	\$ 152	\$ 152
Total Revenues	-	-	152	152
Expenditures:				
Other Expenditures	-	226,855	-	(226,855)
Capital Outlay	4,790,606	798,529	11,500	(787,029)
Infrastructure	-	357,857	357,857	-
Total Expenditures	4,790,606	1,383,241	369,357	(1,013,884)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,790,606)	(1,383,241)	(369,205)	(1,014,036)
Other Financing Sources (Uses)				
Transfer to Other Funds	-	(3,407,365)	(3,634,219)	(226,854)
Total Financing Sources (Uses)	-	-	(3,634,219)	(226,854)
Fund Balance - January 1, 2010	-	-	4,678,042	4,678,042
Fund Balance - December 31, 2010	\$ (4,790,606)	\$ (1,383,241)	\$ 674,618	\$ 3,437,153



# COUNTY OF BEAVER, PENNSYLVANIA

## INDIVIDUAL FUND DESIGNATIONS

### County Records Improvement

This fund collects an additional fee for the recordation of deeds, the proceeds of which are to be devoted to the improvement of record keeping and record management County-wide.

Also, a Record Management Committee has been established, consisting of most County row officers and the Board of Commissioners. The annual budget and expenditures from this fund are to be governed by decision of the Committee.

### Recorder of Deeds Records Improvement

The purpose of the Recorder's Record Improvement Fund is to support development and improvement of office records management activities and systems in the office of the Recorder of Deeds. Amounts in the separate fund shall not be used to substitute any allocations of general revenues for the operation of the Recorder's Office without the express consent of the Recorder.

### Prothonotary Automation

These funds shall be used solely for the purpose of automating the Prothonotary's Office and any continued automation updates.

### Clerk of Courts Automation

These funds shall be used solely for the purpose of automating the Clerk of Courts Office and any continued automation updates.

### Register of Wills Automation

The purpose of this fund is to purchase equipment to upgrade or replace machines that are needed to operate the office of the Register of Wills.

### Domestic Relations

This fund is established and administered for the purpose of enforcing support obligations owed by non-custodial parents to their children and the parent with whom such children are living, locating non-custodial parents, establishing paternity, obtaining child and spousal support, and assuring that assistance in obtaining support will be available for whom such assistance is requested.

### Offender's Supervisory

The Offender Supervision Fee is assessed monthly against all offenders placed on probation, parole, Accelerated Rehabilitative Disposition, Probation with Verdict, and Intermediate Punishment. Currently, the money is collected by the Clerk of Courts, with 50% being retained by the County and 50% being forwarded to the State. Subsequently, the state refunds the County the funds received for the operations of the probation offices.

# COUNTY OF BEAVER, PENNSYLVANIA

## INDIVIDUAL FUND DESIGNATIONS

### Victim Witness

The Victim Witness Assistance Project provides direct/indirect services to all victims of crime in Beaver County. These services include: Criminal Justice Support/Advocacy, Crisis & Follow-Up Counseling, Information/Referral, Court Accompaniment, Victim Compensation Assistance Program Claims, Restitution, Sentencing & Prison Notifications, Property Return, Witness Management, and Victim Impact Statements.

### Hazardous Materials/Act 147 Grants

This fund is responsible for upgrading the County's Hazardous Materials Response Team which services all of Beaver County and provides containment of spills until private contractors arrive for clean-up. Act 147 Funds are also recorded here and are used to better prepare Beaver County for a possible accident at the Beaver Valley Nuclear Power Station. Nearly half of the funds go back to the municipality that are within a ten mile radius of the plant for traffic control devices, radio equipment and other items necessary to complete an effective evacuation of the area.

### Liquid Fuels

The purpose of the Liquid Fuels Fund is for construction, maintenance, and repair of County roads and bridges and services pertaining to such. Funds for these purposes are provided by federal and state grants.

### Office on Aging

The purpose of the Beaver County Office on Aging (BCOA) is to plan and deliver a comprehensive system of social services for the citizens of Beaver County who are over age 60. BCOA operates under the direction of the County Commissioners to identify the needs in the communities, ensure the provision of quality services, preserve the dignity of the individual and advocate for their rights. BCOA provides and contracts for case management, home and community based care, recreation, health and wellness activities, congregate and home delivered meals, PDA waiver, nursing home diversion, protective services, senior center services and other programs that ensure the safety, independence and well being of older persons.

### Childcare Resource Management

The Pennsylvania Department of Public Welfare, through its Childcare Information Service Agencies, administers the Subsidized Child Day Care Program for low income families and makes resources and referral services available to all citizens of Pennsylvania. Childcare Information Service Agencies are dedicated to provide all services courteously, to help families receive all of the services for which they are eligible, and to help families access all needed resources in a community.

# COUNTY OF BEAVER, PENNSYLVANIA

## INDIVIDUAL FUND DESIGNATIONS

### Tourist Promotion

The Tourism Fund is funded through the County's hotel/motel occupancy tax, which is 3% of gross receipts tax collected by innkeepers within the County from each transaction of renting a sleeping room(s) to transients. By ordinance, the recognized tourist promotion agency shall only use these tax revenues to directly fund County-wide tourist promotion activities and its operational expenses. The Tourism Department also applies for state tourism grants on a yearly basis from the Department of Economic Development, which specifies by law how those funds can be used relative to regional or county tourism promotional activities.

### Anti-Drug Task Force / Education

This fund is administered the County District Attorney (DA) to keep proceeds and property seized during drug investigations. The funds seized are to be used for expenditures related to drug investigations, community based drug fighting programs and for relocation and protection of witnesses in criminal cases. Forfeitures originating from participating municipalities are also turned in to this fund and then shared with that municipality. In addition to drug-related forfeitures, the fund earns revenues from a grant provided by the State Attorney General's Office. This grant is paid out in quarterly installments after submission and approval of quarterly activity reports by the DA. The DA Education Fund was established to track non-drug related forfeitures and to provide for educational and other funding necessary to the operations of the DA's Office.

### Courtroom Improvement

This fund was re-established in 2008 for the purpose of funding court office capital improvements and establishing funding obligations and methods for the court. It is funded by monies remaining in the DUI and UAD programs consisting of revenue over expenditures. These funds are transferred annually at the close of the books by the County Controller.

### FAA Projects

This fund was established for the County of Beaver to track grant funds received from the Federal Aviation Administration and PaDOT, Bureau of Aviation. These funds are for development, improvement, rehabilitation, equipment acquisition and planning projects at the Beaver County Airport. The fund was transferred to the Beaver County Airport Authority on July 7, 2010.

### 2007 Capital Projects

This fund was established to account for all purchases made using the proceeds of the General Obligation Bonds Series A of 2007.

### Capital Reserve

This fund was established for the purpose of funding various capital improvement projects in County parks, Friendship Ridge, and other County facilities.

**COUNTY OF BEAVER, PENNSYLVANIA**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2010

	Special Revenue										
	County Records Improvement	Recorder of Deeds Records Improvement	Prothonotary Automation	Clerk of Courts Automation	Register of Wills Automation	Domestic Relations	Offender's Supervisory	Victim Witness	Hazardous Materials/ Act 147 Grants	Liquid Fuels	Office on Aging
<b>Assets</b>											
Cash and Cash Equivalents	\$ 113,620	\$ 192,595	\$ 46,671	\$ 30,765	\$ 34,301	\$ 204,960	\$ 489,896	\$ 52,573	\$ 281,779	\$ 984,323	\$ 1,848,160
Due From Other Funds	-	-	-	-	-	-	-	-	-	-	-
Accounts Receivable	4,088	6,152	1,255	475	1,190	320,108	17,327	22,394	-	1,172,225	129,030
<b>Total Assets</b>	<b>\$ 117,708</b>	<b>\$ 198,727</b>	<b>\$ 47,926</b>	<b>\$ 31,240</b>	<b>\$ 35,490</b>	<b>\$ 525,068</b>	<b>\$ 507,223</b>	<b>\$ 74,967</b>	<b>\$ 281,779</b>	<b>\$ 2,156,548</b>	<b>\$ 1,977,190</b>
<b>Liabilities</b>											
Accounts Payable	\$ 30,247	\$ 56,984	\$ 3,125	\$ -	\$ -	\$ 3,948	\$ -	\$ 691	\$ 11,878	\$ 437,655	\$ 337,725
Due to Other Funds	-	-	896	-	-	262,304	-	73,624	-	1,432	75,573
Accrued Payroll	-	-	720	-	-	45,568	-	3,754	-	1,122	59,823
Accrued Other Liabilities	-	-	-	-	-	-	-	-	-	-	309,801
Deferred Revenue	-	-	-	-	-	207,928	-	28,799	162,772	360,413	423,690
<b>Total Liabilities</b>	<b>30,247</b>	<b>56,984</b>	<b>4,741</b>	<b>-</b>	<b>-</b>	<b>519,747</b>	<b>-</b>	<b>106,868</b>	<b>174,650</b>	<b>800,622</b>	<b>1,206,611</b>
<b>Fund Balance</b>											
Unreserved, Designated for Encumbrances	34,703	-	-	-	-	-	-	-	7,410	66,012	11,000
Unreserved, Undesignated	52,758	141,743	43,185	31,240	35,490	5,321	507,223	(31,900)	99,719	1,289,914	759,579
<b>Total Fund Balance</b>	<b>87,461</b>	<b>141,743</b>	<b>43,185</b>	<b>31,240</b>	<b>35,490</b>	<b>5,321</b>	<b>507,223</b>	<b>(31,900)</b>	<b>107,129</b>	<b>1,355,926</b>	<b>770,579</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 117,708</b>	<b>\$ 198,727</b>	<b>\$ 47,926</b>	<b>\$ 31,240</b>	<b>\$ 35,490</b>	<b>\$ 525,068</b>	<b>\$ 507,223</b>	<b>\$ 74,967</b>	<b>\$ 281,779</b>	<b>\$ 2,156,548</b>	<b>\$ 1,977,190</b>

Exhibit D (Page 1 of 2)

**COUNTY OF BEAVER, PENNSYLVANIA**

COMBINING BALANCE SHEET (CONTINUED)  
NONMAJOR GOVERNMENTAL FUNDS

December 31, 2010

	Special Revenue				Capital Projects					Nomajor Governmental Funds Total
	Childcare Resource Management	Tourist Promotion	Anti-Drug Task Force / Educational	Total	Courtroom Improvement	FAA Projects	2007 Capital Projects	Capital Reserve	Total	
<b>Assets</b>										
Cash and Cash Equivalents	\$ 765,016	\$ 94,836	\$ 316,935	\$ 5,456,430	\$ 323,203	\$ -	\$ 1,813,953	\$ 389,065	\$ 2,526,221	\$ 7,982,651
Due From Other Funds	-	-	-	-	159,670	-	10,044	2,600	172,314	172,314
Accounts Receivable	-	16,708	-	1,690,932	-	-	3,632	318,001	321,633	2,012,565
<b>Total Assets</b>	<b>\$ 765,016</b>	<b>\$ 111,544</b>	<b>\$ 316,935</b>	<b>\$ 7,147,362</b>	<b>\$ 482,872</b>	<b>\$ -</b>	<b>\$ 1,827,629</b>	<b>\$ 709,666</b>	<b>\$ 3,020,167</b>	<b>\$ 10,167,530</b>
<b>Liabilities</b>										
Accounts Payable	\$ 660,530	\$ 6,411	\$ 10,384	\$ 1,559,577	\$ 25,020	\$ -	\$ 589,006	\$ 135,538	\$ 749,563	\$ 2,309,140
Due to Other Funds	15,836	2,583	1,043	433,291	-	-	357,301	-	357,301	790,592
Accrued Payroll	12,588	1,743	889	126,207	-	-	-	-	-	126,207
Accrued Other Liabilities	-	-	-	309,801	-	-	-	-	-	309,801
Deferred Revenue	86,943	-	-	1,270,545	-	-	-	-	-	1,270,545
<b>Total Liabilities</b>	<b>775,897</b>	<b>10,737</b>	<b>12,315</b>	<b>3,699,420</b>	<b>25,020</b>	<b>-</b>	<b>946,307</b>	<b>135,538</b>	<b>1,106,864</b>	<b>4,806,284</b>
<b>Fund Balance</b>										
Unreserved, Designated for Encumbrances	2,592	-	-	121,717	-	-	752,106	-	752,106	873,823
Unreserved, Undesignated	(13,473)	100,807	304,620	3,326,225	457,852	-	129,217	574,128	1,161,197	4,487,422
<b>Total Fund Balance</b>	<b>(10,881)</b>	<b>100,807</b>	<b>304,620</b>	<b>3,447,942</b>	<b>457,852</b>	<b>-</b>	<b>881,323</b>	<b>574,128</b>	<b>1,913,303</b>	<b>5,361,245</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 765,016</b>	<b>\$ 111,544</b>	<b>\$ 316,935</b>	<b>\$ 7,147,362</b>	<b>\$ 482,872</b>	<b>\$ -</b>	<b>\$ 1,827,629</b>	<b>\$ 709,666</b>	<b>\$ 3,020,167</b>	<b>\$ 10,167,530</b>

Exhibit D (Page 2 of 2)

**COUNTY OF BEAVER, PENNSYLVANIA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
NONMAJOR GOVERNMENTAL FUNDS**

YEAR ENDED DECEMBER 31, 2010

	Special Revenue										
	County Records Improvement	Recorder of Deeds Records Improvement	Prothonotary Automation	Clerk of Courts Automation	Register of Wills Automation	Domestic Relations	Offenders Supervisory	Victim Witness	Hazardous Materials/ Act 147 Grants	Liquid Fuels	Office on Aging
<b>Revenues</b>	\$ 160	\$ 106	\$ 80	\$ 40	\$ 39	\$ 89	\$ 757	\$ 65	\$ 373	\$ 2,557	\$ 2,928
Investment Income	-	-	-	-	-	-	283,194	159,132	190,485	2,831,224	5,576,962
Intergovernmental	41,390	62,085	19,170	9,083	17,494	42,239	262,283	-	-	22,367	127,673
Departmental Earnings	-	-	-	-	-	-	-	-	-	-	-
Local Hotel Room Tax	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	30,400	-	-
Total Revenues	41,550	62,191	19,250	9,124	17,533	2,152,884	546,234	159,197	221,258	2,856,149	5,707,563
<b>Expenditures</b>											
Current:											
General Government	-	65,680	35,022	286	381	-	-	-	-	-	-
Judicial	-	-	-	-	-	2,352,311	560,580	185,875	-	-	-
Public Safety	-	-	-	-	-	-	-	-	136,776	-	-
Public Works and Enterprises	-	-	-	-	-	-	-	-	-	377,204	-
Culture Recreation & Conservation	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental:											
Operating / Human Services	-	-	-	-	-	-	-	-	-	-	5,336,027
Debt Service:											
Interest	-	-	-	-	-	-	-	-	-	-	-
Capital Outlay:											
Infrastructure	-	-	-	-	-	-	-	-	-	2,611,457	-
Fixed Asset Acquisition	45,258	19,744	-	-	-	48,975	-	-	46,407	-	535,953
Total Expenditures	45,258	85,424	35,022	286	381	2,401,286	560,580	185,875	183,184	2,988,661	5,871,979
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(3,708)	(23,232)	(15,772)	8,837	17,152	(248,401)	(14,346)	(26,678)	38,074	(132,512)	(164,416)
<b>Other Financing Sources (Uses)</b>											
Insurance Proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfer From Other Funds	-	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	-
<b>Special Item</b>											
Transfer To Airport Authority	-	-	-	-	-	-	-	-	-	-	-
<b>Net Change in Fund Balance</b>	(3,708)	(23,232)	(15,772)	8,837	17,152	(248,401)	(14,346)	(26,678)	38,074	(132,512)	(164,416)
Fund Balance - Beginning	91,169	164,975	58,957	22,403	18,339	253,722	521,570	(5,222)	69,055	1,488,438	934,995
Fund Balance - Ending	\$ 87,461	\$ 141,743	\$ 43,185	\$ 31,240	\$ 35,490	\$ 5,321	\$ 507,223	\$ (31,900)	\$ 107,129	\$ 1,355,926	\$ 770,579

**Exhibit E (Page 1 of 2)**

**COUNTY OF BEAVER, PENNSYLVANIA**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)**  
**NONMAJOR GOVERNMENTAL FUNDS**

YEAR ENDED DECEMBER 31, 2010

	Special Revenue				Capital Projects				Nommajor Governmental Funds Total	
	Childcare Resource Management	Tourist Promotion	Anti-Drug Task Force / Educational	Total	Courtroom Improvement	FAA Project	2007 Capital Projects	Capital Reserve		Total
<b>Revenues</b>										
Investment Income	\$ 1,127	\$ 138	\$ 292	\$ 8,753	\$ 380	\$ 56	\$ 1,514	\$ 69	\$ 2,019	\$ 10,772
Intergovernmental	8,906,409	24,604	126,688	20,209,254	25,000	440,157	407,495	-	872,652	21,081,906
Departmental Earnings	-	15,950	-	619,734	-	-	-	528,855	528,855	1,148,589
Local Hotel Room Tax	-	235,540	-	235,540	-	-	-	-	-	235,540
Miscellaneous	-	-	-	30,400	-	-	-	304,795	304,795	335,195
<b>Total Revenues</b>	<b>8,907,536</b>	<b>276,232</b>	<b>126,980</b>	<b>21,103,682</b>	<b>25,380</b>	<b>440,213</b>	<b>409,009</b>	<b>833,719</b>	<b>1,708,321</b>	<b>22,812,003</b>
<b>Expenditures</b>										
<b>Current:</b>										
General Government	-	-	-	101,569	35,828	-	173,469	-	209,296	310,666
Judicial	-	-	200,667	3,299,433	-	-	-	-	-	3,299,433
Public Safety	-	-	-	136,776	-	-	-	-	-	136,776
Public Works and Enterprises	-	-	-	377,204	-	2,132	-	-	2,132	379,336
Culture Recreation & Conservation	-	277,205	-	277,205	-	-	-	-	-	277,205
Intergovernmental:										
Operating / Human Services	8,961,617	-	-	14,297,644	-	-	-	-	-	14,297,644
Debt Service:										
Interest	-	-	-	-	-	-	-	-	-	-
Capital Outlay:										
Infrastructure	-	-	-	2,611,457	-	445,451	2,767,015	-	3,212,466	5,823,923
Fixed Asset Acquisition	16,881	-	-	713,218	62,750	-	1,448,885	259,591	1,771,226	2,484,444
<b>Total Expenditures</b>	<b>8,978,498</b>	<b>277,205</b>	<b>200,667</b>	<b>21,814,306</b>	<b>98,578</b>	<b>447,583</b>	<b>4,389,369</b>	<b>259,591</b>	<b>5,195,120</b>	<b>27,009,426</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>(70,961)</b>	<b>(973)</b>	<b>(73,687)</b>	<b>(710,624)</b>	<b>(73,198)</b>	<b>(7,370)</b>	<b>(3,980,360)</b>	<b>574,128</b>	<b>(3,486,800)</b>	<b>(4,197,423)</b>
<b>Other Financing Sources (Uses)</b>										
Insurance Proceeds	-	-	-	-	-	-	-	-	-	-
Transfer From Other Funds	-	-	-	-	159,670	-	3,407,365	-	3,567,035	3,567,035
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>159,670</b>	<b>-</b>	<b>3,407,365</b>	<b>-</b>	<b>3,567,035</b>	<b>3,567,035</b>
<b>Special Item</b>										
Transfer To Airport Authority	-	-	-	-	-	(5,126)	-	-	(5,126)	(5,126)
<b>Net Change in Fund Balance</b>	<b>(70,961)</b>	<b>(973)</b>	<b>(73,687)</b>	<b>(710,624)</b>	<b>86,471</b>	<b>(12,496)</b>	<b>(572,995)</b>	<b>574,128</b>	<b>75,109</b>	<b>(635,515)</b>
Fund Balance - Beginning	60,080	101,780	378,306	4,158,566	371,381	12,496	1,454,317	-	1,838,194	5,996,760
Fund Balance - Ending	(10,881)	100,807	304,620	3,447,942	457,852	-	881,323	574,128	1,913,303	5,361,245

**Exhibit E (Page 2 of 2)**

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>General Government</b>				
<b>County Records Improvement</b>				
Revenues:				
Departmental Earnings	\$ 35,000	\$ 35,000	\$ 41,390	\$ 6,390
Interest	400	400	160	(240)
Total Revenues	<u>35,400</u>	<u>35,400</u>	<u>41,550</u>	<u>6,150</u>
Expenditures:				
Capital Outlay	17,000	62,772	45,258	(17,514)
Total Expenditures	<u>17,000</u>	<u>62,772</u>	<u>45,258</u>	<u>(17,514)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,400	(27,372)	(3,708)	23,664
Fund Balance - January 1, 2010	<u>96,200</u>	<u>90,950</u>	<u>91,169</u>	<u>219</u>
Fund Balance - December 31, 2010	<u>\$ 114,600</u>	<u>\$ 63,578</u>	<u>\$ 87,461</u>	<u>\$ 23,883</u>



## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>General Government</u></b>				
<b>Recorder of Deeds Records Improvement</b>				
Revenues:				
Departmental Earnings	\$ 58,000	\$ 58,000	\$ 62,085	\$ 4,085
Interest	750	750	106	(644)
Total Revenues	<u>58,750</u>	<u>58,750</u>	<u>62,191</u>	<u>3,441</u>
Expenditures:				
Supplies & Minor Equip.	15,500	21,500	6,635	(14,865)
Transportation	5,000	5,000	2,060	(2,940)
Consultant/Contracted Services	100,000	74,000	56,985	(17,015)
Capital Outlay	-	20,000	19,744	(256)
Total Expenditures	<u>120,500</u>	<u>120,500</u>	<u>85,424</u>	<u>(35,076)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(61,750)	(61,750)	(23,232)	38,518
Fund Balance - January 1, 2010	<u>65,300</u>	<u>65,300</u>	<u>164,975</u>	<u>99,675</u>
Fund Balance - December 31, 2010	<u>\$ 3,550</u>	<u>\$ 3,550</u>	<u>\$ 141,743</u>	<u>\$ 138,193</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>General Government</b>				
<b>Prothonotary Automation</b>				
Revenues:				
Departmental Earnings	\$ 16,000	\$ 16,000	\$ 19,170	\$ 3,170
Interest	600	600	80	(520)
Total Revenues	<u>16,600</u>	<u>16,600</u>	<u>19,250</u>	<u>2,650</u>
Expenditures:				
Salaries & Benefits	-	25,000	24,103	(897)
Personnel Expense	-	500	500	-
Supplies & Minor Equip.	-	8,996	8,921	(75)
Occupancy	-	1,498	1,498	-
Capital Outlay	18,000	18,000	-	(18,000)
Total Expenditures	<u>18,000</u>	<u>53,994</u>	<u>35,022</u>	<u>(972)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,400)	(37,394)	(15,772)	3,622
Fund Balance - January 1, 2010	<u>58,662</u>	<u>39,309</u>	<u>58,957</u>	<u>19,648</u>
Fund Balance - December 31, 2010	<u>\$ 57,262</u>	<u>\$ 1,915</u>	<u>\$ 43,185</u>	<u>\$ 23,270</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL REVENUES FUND**

**FOR THE YEAR ENDED DECEMBER 31, 2010**

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>General Government</u></b>				
<b>Clerk of Courts Automation</b>				
Revenues:				
Departmental Earnings	\$ 8,700	\$ 8,700	\$ 9,083	\$ 383
Interest	140	140	40	(100)
Total Revenues	<u>8,840</u>	<u>8,840</u>	<u>9,124</u>	<u>284</u>
Expenditures:				
Supplies & Minor Equip.	<u>6,000</u>	<u>6,000</u>	<u>286</u>	<u>(5,714)</u>
Total Expenditures	<u>6,000</u>	<u>6,000</u>	<u>286</u>	<u>(5,714)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,840	2,840	8,837	5,997
Fund Balance - January 1, 2010	<u>15,560</u>	<u>15,560</u>	<u>22,403</u>	<u>6,843</u>
Fund Balance - December 31, 2010	<u>\$ 18,400</u>	<u>\$ 18,400</u>	<u>\$ 31,240</u>	<u>\$ 12,840</u>

**Exhibit F (Page 4 of 14)**

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>General Government</u></b>				
<b>Register of Wills Automation</b>				
Revenues:				
Departmental Earnings	\$ 10,000	\$ 10,000	\$ 17,494	\$ 7,494
Interest	140	140	39	(101)
Total Revenues	<u>10,140</u>	<u>10,140</u>	<u>17,533</u>	<u>7,393</u>
Expenditures:				
Supplies & Minor Equip.	-	1,036	381	(655)
Capital Outlay	8,600	7,564	-	(7,564)
Total Expenditures	<u>8,600</u>	<u>8,600</u>	<u>381</u>	<u>(8,219)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,540	1,540	17,152	15,612
Fund Balance - January 1, 2010	<u>26,500</u>	<u>12,952</u>	<u>18,339</u>	<u>5,387</u>
Fund Balance - December 31, 2010	<u>\$ 28,040</u>	<u>\$ 14,492</u>	<u>\$ 35,490</u>	<u>\$ 20,998</u>

Exhibit F (Page 5 of 14)

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Judicial</u></b>				
<b>Domestic Relations</b>				
Revenues:				
Intergovernmental	\$ 1,848,945	\$ 1,848,945	\$ 2,110,556	\$ 261,611
Departmental Earnings	50,000	50,000	42,239	(7,761)
Interest	500	500	89	(411)
Total Revenues	<u>1,899,445</u>	<u>1,899,445</u>	<u>2,152,884</u>	<u>253,439</u>
Expenditures:				
Salaries & Benefits	2,107,182	2,107,182	2,043,098	(64,084)
Personnel Expense	16,200	16,200	8,391	(7,809)
Occupancy	1,304	1,304	1,248	(56)
Communication	47,700	47,700	36,145	(11,555)
Supplies & Minor Equip.	24,000	27,377	21,463	(5,914)
Transportation	9,500	6,123	5,906	(217)
Consultant/Contracted Services	21,000	38,800	38,775	(25)
Other Expenditures	313,504	304,504	197,284	(107,220)
Capital Outlay	11,500	51,673	48,975	(2,698)
Total Expenditures	<u>2,551,890</u>	<u>2,600,863</u>	<u>2,401,286</u>	<u>(199,578)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(652,445)	(701,418)	(248,401)	453,017
Fund Balance - January 1, 2010	-	1,716	253,722	252,006
Fund Balance - December 31, 2010	<u>\$ (652,445)</u>	<u>\$ (699,702)</u>	<u>\$ 5,321</u>	<u>\$ 705,023</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Judicial</b>				
<b>Offender's Supervisory</b>				
Revenues:				
Departmental Earnings	\$ 275,000	\$ 275,000	\$ 262,283	\$ (12,717)
Intergovernmental	275,000	275,000	283,194	8,194
Interest	500	500	757	257
Total Revenues	<u>550,500</u>	<u>550,500</u>	<u>546,234</u>	<u>(4,266)</u>
Expenditures:				
Reimburse Other Funds	<u>1,000,000</u>	<u>1,000,000</u>	<u>560,580</u>	<u>(439,420)</u>
Total Expenditures	<u>1,000,000</u>	<u>1,000,000</u>	<u>560,580</u>	<u>(439,420)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(449,500)	(449,500)	(14,346)	435,154
Fund Balance - January 1, 2010	<u>72,535</u>	<u>72,535</u>	<u>521,570</u>	<u>449,035</u>
Fund Balance - December 31, 2010	<u>\$ (376,965)</u>	<u>\$ (376,965)</u>	<u>\$ 507,223</u>	<u>\$ 884,188</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Judicial</u></b>				
<b>Victim Witness</b>				
Revenues:				
Intergovernmental	\$ 188,255	\$ 188,255	\$ 159,132	\$ (29,123)
Interest	-	-	65	65
Total Revenues	<u>188,255</u>	<u>188,255</u>	<u>159,197</u>	<u>(29,058)</u>
Expenditures:				
Salaries & Benefits	187,151	196,874	184,825	(12,049)
Personnel Expense	27	80	78	(2)
Communication	-	238	237	(1)
Transportation	-	50	50	-
Other Expenditures	8,273	2,002	685	(1,317)
Total Expenditures	<u>195,451</u>	<u>199,244</u>	<u>185,875</u>	<u>(13,369)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,196)	(10,989)	(26,678)	(15,689)
Fund Balance - January 1, 2010	<u>-</u>	<u>-</u>	<u>(5,222)</u>	<u>(5,222)</u>
Fund Balance - December 31, 2010	<u>\$ (7,196)</u>	<u>\$ (10,989)</u>	<u>\$ (31,900)</u>	<u>\$ (20,911)</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Public Safety</u></b>				
<b>Hazardous Materials / Act 147 Grants</b>				
Revenues:				
Intergovernmental	\$ 148,946	\$ 185,275	\$ 190,485	\$ 5,210
Interest	1,000	1,000	373	(627)
Miscellaneous	-	30,400	30,400	-
Total Revenues	149,946	216,675	221,258	4,583
Expenditures:				
Personnel Expense	2,500	3,500	2,350	(1,150)
Consultant/Contracted Services	10,000	10,000	9,850	(150)
Occupancy	14,300	16,300	13,412	(2,888)
Communication	11,000	11,000	10,012	(988)
Supplies & Minor Equipment	20,700	68,175	42,802	(25,373)
Transportation	9,000	10,500	4,643	(5,857)
Other Expenditures	149,693	150,923	53,707	(97,216)
Capital Outlay	47,000	66,867	46,407	(20,460)
Total Expenditures	264,193	337,265	183,184	(154,081)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(114,247)	(120,590)	38,074	158,664
Fund Balance - January 1, 2010				
	10,387	-	69,055	69,055
Fund Balance - December 31, 2010				
	\$ (103,860)	\$ (120,590)	\$ 107,129	\$ 227,719



## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Public Works</u></b>				
<b>Liquid Fuels</b>				
Revenues:				
Intergovernmental	\$ 7,455,900	\$ 7,455,900	\$ 2,831,224	\$ (4,624,676)
Departmental Earnings	25,000	25,000	22,367	(2,633)
Interest	11,000	11,000	2,557	(8,443)
Total Revenues	<u>7,491,900</u>	<u>7,491,900</u>	<u>2,856,149</u>	<u>(4,635,751)</u>
Expenditures:				
Salaries & Benefits	53,509	54,502	52,825	(1,677)
Personnel Expense	519	520	20	(501)
Consultant/Contracted Services	147,000	124,347	90,884	(33,463)
Communication	4,950	4,950	2,689	(2,261)
Supplies & Minor Equip.	10,500	13,500	7,728	(5,772)
Transportation	3,000	3,000	2,130	(870)
Other Expenditures	264,300	287,300	220,928	(66,372)
Infrastructure	7,378,900	7,326,398	2,611,457	(4,714,941)
Capital Outlay	25,000	25,000	-	(25,000)
Total Expenditures	<u>7,887,678</u>	<u>7,839,517</u>	<u>2,988,661</u>	<u>(4,850,856)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(395,778)	(347,617)	(132,512)	215,105
Fund Balance - January 1, 2010	<u>583,432</u>	<u>426,184</u>	<u>1,488,438</u>	<u>1,062,254</u>
Fund Balance - December 31, 2010	<u>\$ 187,654</u>	<u>\$ 78,567</u>	<u>\$ 1,355,926</u>	<u>\$ 1,277,359</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Human Services</u></b>				
<b>Office on Aging</b>				
Revenues:				
Intergovernmental	\$ 5,497,260	\$ 5,497,260	\$ 5,576,962	\$ 79,702
Departmental Earnings	72,100	72,100	127,673	55,573
Interest	10,000	10,000	2,928	(7,072)
Total Revenues	<u>5,579,360</u>	<u>5,579,360</u>	<u>5,707,563</u>	<u>128,203</u>
Expenditures:				
Reimbursement to State	100,000	203,000	55,762	(147,238)
Salaries & Benefits	2,607,205	2,677,901	2,594,238	(83,663)
Personnel Expense	19,680	20,222	16,830	(3,392)
Consultant/Contracted Services	174,000	174,026	129,165	(44,861)
Sub Contracted Services	2,000,000	2,150,000	2,137,667	(12,333)
Occupancy	163,011	163,894	161,674	(2,220)
Communication	32,500	33,552	30,489	(3,063)
Supplies & Minor Equip.	114,500	117,400	78,457	(38,943)
Transportation	29,000	29,000	27,129	(1,871)
Other Expenditures	878,500	168,721	104,616	(64,105)
Capital Outlay	21,000	561,061	535,953	(25,108)
Total Expenditures	<u>6,139,396</u>	<u>6,298,777</u>	<u>5,871,979</u>	<u>(426,798)</u>
Excess (Deficiency) of Revenues Over (Under )Expenditures	(560,036)	(719,417)	(164,416)	555,001
Fund Balance - January 1, 2010	<u>290,547</u>	<u>39,731</u>	<u>934,995</u>	<u>895,264</u>
Fund Balance - December 31, 2010	<u>\$ (269,489)</u>	<u>\$ (679,686)</u>	<u>\$ 770,579</u>	<u>\$ 1,450,265</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Human Services</u></b>				
<b>Childcare Resource Management</b>				
Revenues:				
Intergovernmental	\$ 9,423,493	\$ 9,423,493	\$ 8,906,409	\$ (517,084)
Interest	8,200	8,200	1,127	(7,073)
Total Revenues	<u>9,431,693</u>	<u>9,431,693</u>	<u>8,907,536</u>	<u>(524,157)</u>
Expenditures:				
Reimbursement to State	50,000	190,000	185,415	(4,585)
Salaries & Benefits	617,326	624,021	574,098	(49,923)
Personnel Expense	1,800	1,800	684	(1,116)
Consultant/Contracted Services	25,000	25,000	16,803	(8,197)
Sub Contracted Services	8,334,378	8,334,378	7,903,545	(430,833)
Occupancy	85,500	85,550	72,458	(13,092)
Communication	27,000	31,981	28,124	(3,857)
Supplies & Minor Equip.	67,000	91,276	56,004	(35,272)
Transportation	3,000	3,000	1,477	(1,523)
Other Expenditures	165,000	165,000	123,009	(41,991)
Capital Outlay	35,000	40,000	16,881	(23,119)
Total Expenditures	<u>9,411,004</u>	<u>9,592,006</u>	<u>8,978,498</u>	<u>(613,508)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,689	(160,313)	(70,961)	89,352
Fund Balance - January 1, 2010	<u>-</u>	<u>7,468</u>	<u>60,080</u>	<u>52,612</u>
Fund Balance - December 31, 2010	<u>\$ 20,689</u>	<u>\$ (152,845)</u>	<u>\$ (10,881)</u>	<u>\$ 141,964</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Recreation</u></b>				
<b>    Tourist Promotion</b>				
Revenues:				
Intergovernmental	\$ 15,453	\$ 15,453	\$ 24,604	\$ 9,151
Departmental Earnings	10,750	10,750	15,950	5,200
Local Hotel Room Tax	235,000	235,000	235,540	540
Interest	500	500	138	(362)
Total Revenues	<u>261,703</u>	<u>261,703</u>	<u>276,232</u>	<u>14,529</u>
Expenditures:				
Salaries & Benefits	94,716	96,258	79,438	(16,820)
Personnel Expense	6,870	6,870	3,334	(3,536)
Consultant/Contracted Services	22,000	22,254	10,871	(11,383)
Communication	150,350	150,350	134,379	(15,971)
Supplies & Minor Equip.	3,800	3,800	2,588	(1,212)
Transportation	7,500	7,500	6,262	(1,238)
Other Expenditures	46,000	45,746	40,333	(5,413)
Capital Outlay	1,500	1,500	-	(1,500)
Total Expenditures	<u>332,736</u>	<u>334,278</u>	<u>277,205</u>	<u>(57,073)</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	31,429	31,429	(973)	71,602
Fund Balance - January 1, 2010	<u>75,012</u>	<u>75,012</u>	<u>101,780</u>	<u>26,768</u>
Fund Balance - December 31, 2010	<u>\$ 106,441</u>	<u>\$ 106,441</u>	<u>\$ 100,807</u>	<u>\$ 98,370</u>

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL SPECIAL REVENUES FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Judicial</b>				
<b>Anti-Drug Task Force / Educational</b>				
Revenues:				
Intergovernmental	\$ 100,600	\$ 100,600	\$ 126,688	\$ 26,088
Departmental Earnings	40,000	40,000	-	(40,000)
Interest	12,000	12,010	292	(11,718)
Total Revenues	152,600	152,610	126,980	(25,630)
Expenditures:				
Salaries & Benefits	144,713	142,033	108,517	(33,516)
Personnel Expense	19,000	19,000	7,530	(11,470)
Communication	5,500	5,500	2,453	(3,047)
Supplies & Minor Equip.	16,000	23,526	17,356	(6,170)
Transportation	11,000	11,000	4,181	(6,819)
Other Expenditures	52,000	87,991	60,631	(27,360)
Capital Outlay	22,100	12,100	-	(12,100)
Total Expenditures	270,313	301,150	200,667	(100,483)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(117,713)	(148,540)	(73,687)	74,853
Fund Balance - January 1, 2010	-	-	378,306	378,306
Fund Balance - December 31, 2010	\$ (117,713)	\$ (148,540)	\$ 304,620	\$ 453,160

## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL CAPITAL PROJECTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Capital Projects</u></b>				
<b>Courtroom Improvement</b>				
Revenues:				
Intergovernmental	\$ -	\$ 25,000	\$ 25,000	\$ -
Interest	250	250	380	130
Total Revenues	<u>250</u>	<u>25,250</u>	<u>25,380</u>	<u>130</u>
Expenditures:				
Supplies & Minor Equipment	-	50,295	35,828	(14,467)
Capital Outlay	250,000	221,020	62,750	(158,270)
Total Expenditures	<u>250,000</u>	<u>271,315</u>	<u>98,578</u>	<u>(172,737)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(249,750)	(246,065)	(73,198)	172,867
Other Financing Sources (Uses)				
Transfers From Other Funds	185,000	185,000	159,670	(25,330)
Total Financing Sources (Uses)	<u>185,000</u>	<u>185,000</u>	<u>159,670</u>	<u>(25,330)</u>
Fund Balance - January 1, 2010	<u>225,035</u>	<u>115,035</u>	<u>371,381</u>	<u>256,346</u>
Fund Balance - December 31, 2010	<u>\$ 160,285</u>	<u>\$ 53,970</u>	<u>\$ 457,852</u>	<u>\$ 403,882</u>

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b><u>Capital Projects</u></b>				
<b>FAA Projects</b>				
Revenues:				
Intergovernmental	\$ -	\$ 539,000	\$ 440,157	\$ (98,843)
Interest	-	-	56	56
Total Revenues	-	539,000	440,213	(98,787)
Expenditures:				
Communication	-	1	-	(1)
Consultant/Contracted Services	-	92,142	2,132	(90,010)
Other Expenditures	-	5,377	-	(5,377)
Infrastructure	-	445,453	445,451	(2)
Total Expenditures	-	542,973	447,583	(95,390)
Excess (Deficiency) Revenues Over (Under) Expenditures	-	(3,973)	(7,370)	(3,397)
Special Item:				
Transfer to Airport Authority	-	-	(5,126)	(5,126)
Fund Balance - January 1, 2010	-	(10)	12,496	12,506
Fund Balance - December 31, 2010	\$ -	\$ (3,983)	\$ -	\$ 3,983

**COUNTY OF BEAVER, PENNSYLVANIA**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL  
CAPITAL PROJECTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Capital Projects</b>				
<b>2007 Capital Projects Fund</b>				
Revenues:				
Intergovernmental	\$ 809,000	\$ 1,021,500	\$ 407,495	\$ (614,005)
Interest	10,300	10,300	1,514	(8,786)
Total Revenues	819,300	1,031,800	409,009	(622,791)
Expenditures:				
Consultant/Contracted Services	132,000	362,422	172,087	(190,335)
Supplies & Minor Equip.	-	2,760	1,382	(1,379)
Other Expenditures	-	60,102	-	(60,102)
Infrastructure	2,002,370	3,215,157	2,767,015	(448,142)
Capital Outlay	519,000	2,729,334	1,448,885	(1,280,449)
Total Expenditures	2,653,370	6,369,775	4,389,369	(1,980,407)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,834,070)	(5,337,975)	(3,980,360)	1,357,616
Other Financing Sources (Uses)				
Transfers From Other Funds	5,105,606	5,105,606	3,407,365	(1,698,241)
Transfer to Other Funds	-	-	-	-
Total Financing Sources (Uses)	5,105,606	5,105,606	3,407,365	-
Fund Balance - January 1, 2010	1,407,393	554,207	1,454,317	900,110
Fund Balance - December 31, 2010	\$ 4,678,929	\$ 321,838	\$ 881,323	\$ 559,485



## COUNTY OF BEAVER, PENNSYLVANIA

### SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL CAPITAL PROJECTS FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	Budget		Actual	Variance
	Original	Final		Over (Under)
<b>Capital Projects</b>				
<b>Capital Reserve</b>				
Revenues:				
Departmental Earnings	\$ -	\$ 295,803	\$ 528,855	\$ 233,052
Interest	-	-	69	69
Miscellaneous	-	-	304,795	304,795
Total Revenues	-	295,803	833,719	537,916
Expenditures:				
Capital Outlay	-	295,813	259,591	(36,222)
Total Expenditures	-	295,813	259,591	(36,222)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(10)	574,128	574,138
Fund Balance - January 1, 2010	-	-	-	-
Fund Balance - December 31, 2010	\$ -	\$ (10)	\$ 574,128	\$ 574,138

**Exhibit G (Page 4 of 4)**

# COUNTY OF BEAVER, PENNSYLVANIA

## COMBINING STATEMENT OF NET ASSETS INTERNAL SERVICE FUNDS

December 31, 2010

	<b>Medical Fund</b>	<b>Workers' Compensation Fund</b>	<b>Total</b>
<b><u>Assets</u></b>			
Current Assets:			
Cash and Cash Equivalents	\$ 877,836	\$ 209,274	\$ 1,087,110
Receivables	693	657	1,350
Prepaid Expenses	28,352	59,810	88,162
Interfund Receivable	171,357	-	171,357
Total Current Assets	1,078,238	269,741	1,347,979
<b>Total Assets</b>	<b>\$ 1,078,238</b>	<b>\$ 269,741</b>	<b>\$ 1,347,979</b>
<b><u>Liabilities</u></b>			
Current Liabilities:			
Accounts Payable	\$ 426,362	\$ 34,268	\$ 460,630
Accrued Employee Benefits	238,573	226,170	464,743
Total Current Liabilities	664,935	260,438	925,372
<b>Total Liabilities</b>	<b>664,935</b>	<b>260,438</b>	<b>925,372</b>
<b><u>Net Assets</u></b>			
Unrestricted	413,304	9,303	422,607
<b>Total Net Assets</b>	<b>\$ 413,304</b>	<b>\$ 9,303</b>	<b>\$ 422,607</b>

# COUNTY OF BEAVER, PENNSYLVANIA

## COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	Medical Fund	Workers' Compensation Fund	Total
<b><u>Operating Revenues</u></b>			
Charges for Services	\$ 8,536,364	\$ 770,093	\$ 9,306,457
<b><u>Operating Expenses</u></b>			
Costs of Services	8,291,340	385,343	8,676,683
Administrative	201,991	494,352	696,343
Total Operating Expenses	8,493,331	879,695	9,373,026
<b>Operating Income (Loss)</b>	43,033	(109,602)	(66,569)
<b><u>Non-Operating Revenues (Expenses)</u></b>			
Investment Income	1,187	355	1,542
Total Non-Operating Revenues (Expenses)	1,187	355	1,542
Income (Loss) Before Transfers	44,220	(109,247)	(65,027)
<b>Change in net assets</b>	44,220	(109,247)	(65,027)
Total Net Assets - Beginning	369,083	118,550	487,633
Total Net Assets - Ending	\$ 413,304	\$ 9,303	\$ 422,607

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**COUNTY OF BEAVER, PENNSYLVANIA**

COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	<b>Medical Fund</b>	<b>Workers' Compensation Fund</b>	<b>Total</b>
	<hr/>	<hr/>	<hr/>
<b><u>Cash Flows from Operating Activities:</u></b>			
Cash receipts for services provided	\$ 8,566,747	\$ 797,844	\$ 9,364,591
Cash payments to suppliers	(8,491,979)	(861,501)	(9,353,480)
	<hr/>	<hr/>	<hr/>
Net Cash Provided by/(used in) Operating Activities	74,768	(63,656)	11,112
	<hr/>	<hr/>	<hr/>
<b><u>Cash Flows from Investing Activities:</u></b>			
Investment income	1,187	355	1,542
	<hr/>	<hr/>	<hr/>
Net Cash Provided by Investing Activities	1,187	355	1,542
	<hr/>	<hr/>	<hr/>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	75,955	(63,301)	12,654
	<hr/>	<hr/>	<hr/>
<b><u>Cash and Cash Equivalents:</u></b>			
Beginning of year	801,881	272,575	1,074,456
End of year	<u>\$ 877,836</u>	<u>\$ 209,274</u>	<u>\$ 1,087,110</u>
	<hr/>	<hr/>	<hr/>
<b><u>Reconciliation of Operating Income/(Loss) to Net Cash Provided by Operating Activities:</u></b>			
Operating income (loss)	\$ 43,033	\$ (109,602)	\$ (66,569)
Change in operating assets and liabilities:			
Accounts receivable and due from other funds	30,383	27,751	58,134
Prepaid expenses	(28,352)	(59,810)	(88,162)
Accounts payable and due to other funds	222,869	(11,089)	211,780
Accrued liabilities	(193,165)	89,094	(104,071)
	<hr/>	<hr/>	<hr/>
Net Cash Provided by/(used in) Operating Activities	<u>\$ 74,768</u>	<u>\$ (63,656)</u>	<u>\$ 11,112</u>
	<hr/>	<hr/>	<hr/>

**COUNTY OF BEAVER, PENNSYLVANIA**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
<b>Clerk of Courts</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 218,627	2,672,843	2,648,459	\$ 243,011
	<u>218,627</u>	<u>2,672,843</u>	<u>2,648,459</u>	<u>243,011</u>
<b><u>Liabilities</u></b>				
Accounts Payable	179,405	2,645,686	2,609,237	\$ 215,854
Other Liabilities	39,222	27,157	39,222	27,157
	<u>\$ 218,627</u>	<u>2,672,843</u>	<u>2,648,459</u>	<u>\$ 243,011</u>
<b>Domestic Relations - Support Payments</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 71,026	388,785	385,458	\$ 74,353
	<u>71,026</u>	<u>388,785</u>	<u>385,458</u>	<u>74,353</u>
<b><u>Liabilities</u></b>				
Accounts Payable	71,026	388,785	385,458	74,353
	<u>\$ 71,026</u>	<u>388,785</u>	<u>385,458</u>	<u>\$ 74,353</u>
<b>Other Escrow</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 113,157	200,148	311,421	\$ 1,884
Investments	310,790	251	311,041	-
Accounts Receivable	150	-	150	-
	<u>424,097</u>	<u>200,399</u>	<u>622,612</u>	<u>1,884</u>
<b><u>Liabilities</u></b>				
Accounts Payable	424,097	200,399	622,612	1,884
	<u>\$ 424,097</u>	<u>200,399</u>	<u>622,612</u>	<u>\$ 1,884</u>
<b>Recorder of Deeds</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 452,645	9,497,960	9,614,763	\$ 335,842
	<u>452,645</u>	<u>9,497,960</u>	<u>9,614,763</u>	<u>335,842</u>
<b><u>Liabilities</u></b>				
Accounts Payable	447,395	9,491,828	9,609,513	329,710
Other Liabilities	5,250	6,132	5,250	6,132
	<u>\$ 452,645</u>	<u>9,497,960</u>	<u>9,614,763</u>	<u>\$ 335,842</u>
<b>Register of Wills</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 90,252	8,221,879	8,150,979	\$ 161,152
Accounts Receivable - State	2,577	2,529	2,577	2,529
	<u>92,829</u>	<u>8,224,408</u>	<u>8,153,556</u>	<u>163,681</u>
<b><u>Liabilities</u></b>				
Accounts Payable	92,829	8,224,408	8,153,556	163,681
	<u>\$ 92,829</u>	<u>8,224,408</u>	<u>8,153,556</u>	<u>\$ 163,681</u>

Exhibit H (Page 1 of 2)

**COUNTY OF BEAVER, PENNSYLVANIA**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	Balance January 1, 2010	Additions	Deductions	Balance December 31, 2010
<b>Sheriff</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 486,434	2,447,542	2,534,582	\$ 399,394
	<u>486,434</u>	<u>2,447,542</u>	<u>2,534,582</u>	<u>399,394</u>
<b><u>Liabilities</u></b>				
Accounts Payable	486,434	2,447,542	2,534,582	399,394
	<u>\$ 486,434</u>	<u>2,447,542</u>	<u>2,534,582</u>	<u>\$ 399,394</u>
<b>Prothonotary</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 169,724	829,860	900,109	\$ 99,475
	<u>169,724</u>	<u>829,860</u>	<u>900,109</u>	<u>99,475</u>
<b><u>Liabilities</u></b>				
Accounts Payable	168,309	828,605	898,694	98,220
Other Liabilities	1,415	1,255	1,415	1,255
	<u>\$ 169,724</u>	<u>829,860</u>	<u>900,109</u>	<u>\$ 99,475</u>
<b>Tax Claim</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 1,488,458	13,134,583	13,023,901	\$ 1,599,140
	<u>1,488,458</u>	<u>13,134,583</u>	<u>13,023,901</u>	<u>1,599,140</u>
<b><u>Liabilities</u></b>				
Accounts Payable	1,488,458	13,134,583	13,023,901	1,599,140
	<u>\$ 1,488,458</u>	<u>13,134,583</u>	<u>13,023,901</u>	<u>\$ 1,599,140</u>
<b>Treasurer</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 21,697	309,297	289,124	\$ 41,870
	<u>21,697</u>	<u>309,297</u>	<u>289,124</u>	<u>41,870</u>
<b><u>Liabilities</u></b>				
Accounts Payable	21,697	309,297	289,124	41,870
	<u>\$ 21,697</u>	<u>309,297</u>	<u>289,124</u>	<u>\$ 41,870</u>
<b>Total - Agency Funds</b>				
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$ 3,112,021	37,702,897	37,858,796	\$ 2,956,122
Investments	310,790	251	311,041	-
Accounts Receivable	150	-	150	-
Accounts Receivable - State	2,577	2,529	2,577	2,529
	<u>3,425,538</u>	<u>37,705,677</u>	<u>38,172,564</u>	<u>2,958,651</u>
<b><u>Liabilities</u></b>				
Accounts Payable	3,379,651	37,671,133	38,126,677	2,924,107
Other Liabilities	45,887	34,544	45,887	34,544
	<u>\$ 3,425,538</u>	<u>37,705,677</u>	<u>38,172,564</u>	<u>\$ 2,958,651</u>

Exhibit H (Page 2 of 2)

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# **STATISTICAL SECTION**

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# Statistical Section

This part of the County of Beaver, Pennsylvania's Comprehensive 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 Beaver County's overall financial health.

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**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

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**County of Beaver, Pennsylvania**  
 Net Assets by Component  
 Last Nine Years  
*(accrual basis of accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>Governmental Activities</b>									
Invested in Capital Assets, Net of Related Debt	\$ 1,590,243	\$ 9,995,154	\$ 9,036,227	\$ 9,354,708	\$ 9,179,985	\$ (5,815,883)	\$ 3,333,611	\$ 1,137,967	\$ 3,203,947
Unrestricted	(1,618,896)	(5,422,856)	(15,219,816)	(12,062,442)	(12,886,891)	(2,991,638)	(6,127,682)	863,707	4,499,575
<i>Total Governmental Activities Net Assets</i>	<u>(28,653)</u>	<u>4,572,298</u>	<u>(6,183,589)</u>	<u>(2,707,734)</u>	<u>(3,706,906)</u>	<u>(8,807,521)</u>	<u>(2,794,071)</u>	<u>2,001,674</u>	<u>7,703,522</u>
<b>Business-type Activities</b>									
Invested in Capital Assets, Net of Related Debt	11,434,203	11,106,333	9,285,442	8,526,775	9,146,273	9,230,260	8,564,335	8,882,470	8,273,789
Restricted	7,279,670	6,912,769	11,534,085	11,970,526	9,732,190	7,815,415	7,146,922	7,127,610	11,901,724
Unrestricted	16,381	2,086,675	5,580,363	5,818,575	6,990,875	4,453,838	3,994,352	5,890,931	10,981,605
<i>Total Business-type Activities Net Assets</i>	<u>18,730,254</u>	<u>20,105,777</u>	<u>26,399,890</u>	<u>26,315,876</u>	<u>25,869,338</u>	<u>21,499,513</u>	<u>19,705,609</u>	<u>21,901,011</u>	<u>31,157,118</u>
<b>Primary Government</b>									
Invested in Capital Assets, Net of Related Debt	13,024,446	21,101,487	18,321,669	17,881,483	18,326,258	3,414,377	11,897,946	10,020,437	11,477,736
Restricted	7,279,670	6,912,769	11,534,085	11,970,526	9,732,190	7,815,415	7,146,922	7,127,610	11,901,724
Unrestricted	(1,602,515)	(3,336,181)	(9,639,453)	(6,243,867)	(5,896,016)	1,462,200	(2,133,330)	6,754,638	15,481,180
<i>Total Primary Government Net Assets</i>	<u>\$ 18,701,601</u>	<u>\$ 24,678,075</u>	<u>\$ 20,216,301</u>	<u>\$ 23,608,142</u>	<u>\$ 22,162,432</u>	<u>\$ 12,691,992</u>	<u>\$ 16,911,538</u>	<u>\$ 23,902,685</u>	<u>\$ 38,860,640</u>

Note: Prior to 2002, records were not compiled in accordance with GASB 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." Therefore, information prior to 2002 is not available for presentation.

**County of Beaver, Pennsylvania**  
Changes in Net Assets  
Last Nine Years  
*(accrual basis of accounting)*

	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>Program Revenues</b>									
<b>Governmental Activities:</b>									
Fees and Charges:									
General Government	\$ 7,751,564	\$ 7,625,322	\$ 8,078,762	\$ 7,912,438	\$ 7,247,343	\$ 6,501,784	\$ 6,747,064	\$ 6,458,387	\$ 6,007,415
Judicial	304,522	314,108	335,118	346,304	316,087	300,717	303,751	275,774	298,890
Public Safety	-	-	-	-	-	-	-	1,790	-
Public Works and Enterprises	22,367	25,312	285,784	260,553	670,536	754,864	776,312	648,922	610,169
Culture, Recreation, and Conservation	251,490	233,425	-	-	-	-	-	-	-
Human Services	1,412,633	1,463,490	1,398,292	1,244,744	774,607	1,276,100	1,274,498	1,394,925	1,196,109
Economic Development	321,209	393,641	385,609	476,730	429,784	-	-	-	-
Miscellaneous	2,031,365	1,137,675	1,147,581	1,435,432	1,168,842	1,741,876	2,443,662	1,681,590	1,827,143
Operating Grants and Contributions	66,461,336	77,339,228	80,267,272	77,284,833	76,456,596	76,832,424	74,330,497	70,375,916	63,124,529
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-
<b>Total Governmental Activities Program Revenues</b>	<b>78,556,487</b>	<b>88,532,201</b>	<b>91,898,418</b>	<b>88,961,034</b>	<b>87,063,795</b>	<b>87,407,765</b>	<b>85,875,784</b>	<b>80,837,304</b>	<b>73,064,255</b>
<b>Business-type Activities:</b>									
Fees and Charges:									
Friendship Ridge	56,136,160	53,408,458	52,376,087	51,730,038	49,249,600	48,574,177	45,586,326	41,044,373	39,690,062
Emergency Services	767,042	912,983	1,212,158	1,315,659	1,644,239	1,472,638	1,435,183	1,512,831	1,492,892
HealthChoices	35,106,108	28,804,258	25,846,355	24,707,769	22,040,751	19,945,731	16,769,458	10,742,058	10,583,092
Operating Grants and Contributions	2,447,934	3,507,863	1,795,207	1,622,282	1,660,497	963,108	-	-	-
<b>Total Business-type Activities Program Revenues</b>	<b>186,466,554</b>	<b>86,633,562</b>	<b>81,229,807</b>	<b>79,375,748</b>	<b>74,595,087</b>	<b>70,955,654</b>	<b>63,790,967</b>	<b>53,299,262</b>	<b>51,766,046</b>
<b>Total Primary Government Program Revenues</b>	<b>265,023,041</b>	<b>175,165,763</b>	<b>173,128,225</b>	<b>168,336,782</b>	<b>161,658,882</b>	<b>158,363,419</b>	<b>149,666,751</b>	<b>134,136,566</b>	<b>124,830,301</b>
<b>Expenses</b>									
<b>Governmental Activities:</b>									
General Government	11,669,448	10,815,513	10,885,322	10,638,416	14,438,453	16,606,678	10,896,002	9,267,579	10,109,241
Judicial	15,098,971	13,913,313	13,886,914	13,116,223	13,530,585	13,030,383	12,972,500	13,136,088	12,259,262
Public Safety	13,757,968	13,544,091	13,702,730	11,031,994	13,925,640	12,851,354	12,186,450	13,236,526	11,840,973
Public Works and Enterprises	4,528,251	5,619,566	5,278,816	4,886,450	4,992,021	14,224,464	13,401,626	14,428,990	14,271,672
Culture, Recreation, and Conservation	3,084,802	3,126,749	3,334,894	3,235,547	2,981,813	2,905,154	3,040,058	3,536,393	3,349,113
Human Services	56,738,862	70,269,076	74,933,041	71,619,963	62,830,600	65,027,441	67,919,948	61,905,388	56,843,130
Economic Development	9,930,980	10,150,296	7,912,766	9,687,518	8,073,719	-	-	-	-
Miscellaneous	-	-	-	-	-	1,259,430	501,769	795,143	592,953
Interest Expense	7,545,030	6,443,658	5,222,561	5,464,151	4,454,056	4,537,621	3,951,019	3,845,322	3,922,308
<b>Total Governmental Activities Expenses</b>	<b>122,354,311</b>	<b>133,882,262</b>	<b>135,157,044</b>	<b>129,680,262</b>	<b>125,226,887</b>	<b>130,442,525</b>	<b>124,869,372</b>	<b>120,151,429</b>	<b>113,188,652</b>
<b>Business-type Activities:</b>									
Friendship Ridge	58,274,662	57,367,785	53,439,581	52,609,529	48,981,202	48,687,662	47,414,926	45,550,629	41,598,201
Emergency Services	3,318,004	3,485,386	2,178,655	2,905,978	1,647,499	1,451,371	1,473,907	1,668,613	1,908,355
HealthChoices	34,760,543	33,479,918	26,628,247	23,033,731	20,652,039	18,781,499	16,835,814	15,595,080	11,432,082
Interest Expense	-	-	-	-	-	-	-	-	251,026
<b>Total Business-type Activities Expenses</b>	<b>96,353,209</b>	<b>94,333,089</b>	<b>82,246,483</b>	<b>78,549,238</b>	<b>71,280,740</b>	<b>68,920,532</b>	<b>65,724,647</b>	<b>62,814,322</b>	<b>55,189,664</b>
<b>Total Primary Government Expenses</b>	<b>\$ 218,707,520</b>	<b>\$ 228,215,351</b>	<b>\$ 217,403,527</b>	<b>\$ 208,229,500</b>	<b>\$ 196,507,627</b>	<b>\$ 199,363,057</b>	<b>\$ 190,594,019</b>	<b>\$ 182,965,751</b>	<b>\$ 168,378,316</b>

**County of Beaver, Pennsylvania**  
Changes in Net Assets (continued)  
Last Nine Years  
*(accrual basis of accounting)*

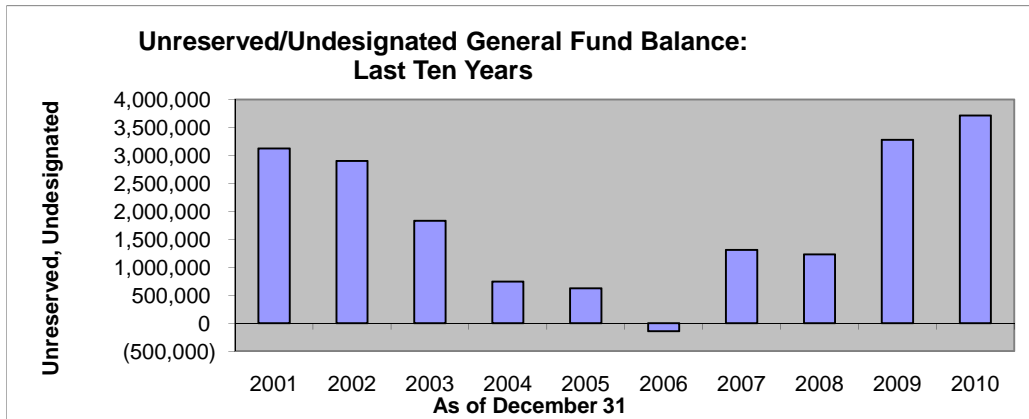
	2010	2009	2008	2007	2006	2005	2004	2003	2002
<b>Net (Expense)/Revenue</b>									
Governmental Activities	\$ (43,797,824)	\$ (45,350,061)	\$ (43,258,627)	\$ (40,719,225)	\$ (38,163,092)	\$ (43,034,760)	\$ (38,993,588)	\$ (39,314,125)	\$ (40,124,397)
Business-type Activities	(1,895,965)	(7,699,527)	(1,016,676)	826,510	3,314,347	2,035,122	(1,933,680)	(9,515,060)	(3,423,618)
<b>Total Primary Government Net Expense</b>	<b>\$ (45,693,789)</b>	<b>\$ (53,049,588)</b>	<b>\$ (44,275,303)</b>	<b>\$ (39,892,715)</b>	<b>\$ (34,848,745)</b>	<b>\$ (40,999,638)</b>	<b>\$ (40,927,268)</b>	<b>\$ (48,829,185)</b>	<b>\$ (43,548,015)</b>
<b>General Revenues and Other Changes in Net Assets</b>									
Governmental Activities:									
Real Estate Taxes	\$ 46,603,187	\$ 45,901,624	\$ 45,714,111	\$ 38,995,721	\$ 34,994,052	\$ 35,870,725	\$ 32,991,875	\$ 32,828,964	\$ 31,172,720
Investment Income (Loss)	98,614	243,583	(5,315,720)	2,138,290	(7,553,763)	1,180,297	829,642	987,180	1,344,331
Other Income	-	680,307	-	-	-	-	-	-	-
Gain (Loss) on Sale of Capital Assets	-	-	-	-	(135,934)	333,590	(6,667)	(95,726)	700,010
Special Item:									
Transfer to Airport Authority	(7,430,681)	-	-	-	-	-	-	-	-
Gain on 2006 Swap Termination	-	10,586,368	-	-	-	-	-	-	-
Transfers	(452,553)	(1,305,934)	(615,612)	584,386	(336,607)	(363,301)	382,993	(108,140)	(121,747)
<b>Total Governmental Activities</b>	<b>38,818,567</b>	<b>56,105,948</b>	<b>39,782,779</b>	<b>41,718,397</b>	<b>26,967,748</b>	<b>37,021,311</b>	<b>34,197,843</b>	<b>33,612,278</b>	<b>33,095,314</b>
Business-type Activities:									
Investment Earnings	24,213	79,457	473,498	758,318	675,349	317,265	110,890	145,763	340,188
Other Income	43,676	20,025	11,579	36,094	43,523	8,253	10,381	5,050	13,011
Transfers	452,553	1,305,934	615,612	(584,386)	336,607	363,301	(382,993)	108,140	121,747
<b>Total Business-type Activities</b>	<b>520,442</b>	<b>1,405,416</b>	<b>1,100,689</b>	<b>210,026</b>	<b>1,055,479</b>	<b>688,819</b>	<b>(261,722)</b>	<b>258,953</b>	<b>474,946</b>
<b>Total Primary Government</b>	<b>39,339,009</b>	<b>57,511,364</b>	<b>40,883,468</b>	<b>41,928,423</b>	<b>28,023,227</b>	<b>37,710,130</b>	<b>33,936,121</b>	<b>33,871,231</b>	<b>33,570,260</b>
<b>Change in Net Assets</b>									
Governmental Activities	(4,979,257)	10,755,887	(3,475,848)	999,172	(11,195,344)	(6,013,449)	(4,795,745)	(5,701,847)	(7,029,083)
Business-type Activities	(1,375,523)	(6,294,111)	84,013	1,036,536	4,369,827	2,723,941	(2,195,402)	(9,256,107)	(2,948,672)
<b>Total Primary Government Change in Net Assets</b>	<b>\$ (6,354,780)</b>	<b>\$ 4,461,776</b>	<b>\$ (3,391,835)</b>	<b>\$ 2,035,708</b>	<b>\$ (6,825,517)</b>	<b>\$ (3,289,508)</b>	<b>\$ (6,991,147)</b>	<b>\$ (14,957,954)</b>	<b>\$ (9,977,755)</b>

Note:

Prior to 2002, records were not compiled in accordance with GASB 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." Therefore, information prior to 2002 is not available for presentation.

**County of Beaver, Pennsylvania**  
Fund Balances, Governmental Funds  
Last Ten Years  
*(modified accrual basis of accounting)*

	2010	2009	2008	2007
<b>General Fund</b>				
Unreserved, Designated	\$ 26,032	\$ 855,737	\$ 77,750	\$ 66,901
Unreserved, Undesignated	3,712,094	3,277,443	1,233,082	1,311,137
<b>Total General Fund</b>	<u>3,738,126</u>	<u>4,133,180</u>	<u>1,310,832</u>	<u>1,378,038</u>
<b>All Other Governmental Funds</b>				
Unreserved, Designated	1,589,202	933,293	1,054,288	1,332,155
Unreserved, Reported in:				
Special Revenue funds	5,053,869	5,757,754	3,457,454	4,597,378
Capital Projects funds	1,161,197	5,674,231	911,524	2,866,916
<b>Total All Other Governmental Funds</b>	<u>7,804,268</u>	<u>12,365,278</u>	<u>5,423,266</u>	<u>8,796,449</u>
<b>Total Governmental Funds</b>	<u>\$ 11,542,394</u>	<u>\$ 16,498,458</u>	<u>\$ 6,734,098</u>	<u>\$ 10,174,488</u>

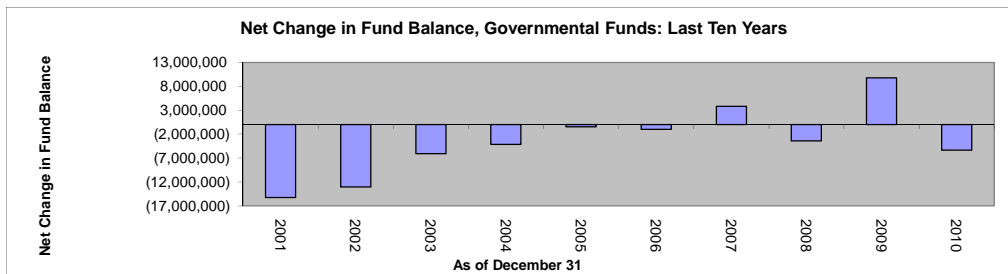




2006	2005	2004	2003	2002	2001
\$ -	\$ 41,231	\$ 17,605	\$ 191,216	\$ 112,070	\$ 225,831
(142,447)	622,378	746,179	1,830,759	2,899,572	3,126,153
(142,447)	663,609	763,784	2,021,975	3,011,642	3,351,984
1,301,740	1,290,257	327,272	510,988	2,044,801	5,512,979
4,835,823	3,971,923	4,994,567	5,170,375	4,413,357	7,605,297
372,830	1,236,854	1,560,857	4,108,710	8,408,756	8,488,543
6,510,393	6,499,034	6,882,696	9,790,073	14,866,914	21,606,819
\$ 6,367,946	\$ 7,162,643	\$ 7,646,480	\$ 11,812,048	\$ 17,878,556	\$ 24,958,803

**County of Beaver, Pennsylvania**  
**Changes in Fund Balances, Governmental Funds**  
**Last Ten Years**  
*(modified accrual basis of accounting)*

	2010	2009	2008	2007	2006
<b>Revenues</b>					
Real Estate Taxes	\$ 46,192,256	\$ 45,986,732	\$ 45,361,286	\$ 38,494,475	\$ 35,752,456
Licenses and Permits	88,331	90,613	94,777	97,652	71,623
Interest and Rents	97,072	237,972	968,971	1,707,464	1,224,703
Intergovernmental	64,848,333	79,118,847	76,585,454	79,040,944	75,512,509
Charges for Services and Facilities	10,269,426	9,755,195	10,144,856	9,914,265	9,157,130
Local Hotel Room Tax	235,540	215,100	243,930	228,852	209,604
Project Income	-	-	-	-	-
Miscellaneous	1,501,854	1,581,922	1,147,581	1,435,432	1,168,842
<b>Total Revenues</b>	<b>123,232,812</b>	<b>136,986,381</b>	<b>134,546,855</b>	<b>130,919,084</b>	<b>123,096,867</b>
<b>Expenditures</b>					
Current:					
General Government	9,884,189	11,226,886	9,797,512	9,512,670	13,374,579
Judicial	14,730,514	15,672,337	13,778,503	12,775,641	13,039,493
Public Safety	12,571,331	16,001,577	13,258,113	10,337,538	12,602,316
Public Works and Enterprises	3,491,805	3,936,778	3,904,651	3,495,004	3,500,517
Culture, Recreation and Conservation	2,847,595	3,117,984	3,144,734	2,977,581	2,686,344
Economic Development	9,804,324	10,102,085	7,876,607	9,624,288	8,000,366
Human Services	56,804,760	69,812,859	74,616,096	70,916,823	62,381,096
Miscellaneous (a)	-	-	-	-	-
Capital Outlay-Infrastructure	6,200,701	1,968,649	1,082,722	2,713,748	2,150,860
Capital Outlay-Asset Acquisition and Improvements	3,025,859	9,351,084	3,572,364	1,398,789	2,573,437
Refunding Bond Issuance Costs	-	-	-	933,619	309,351
Debt service:					
Principal	3,028,918	2,147,247	2,718,684	2,659,767	1,132,235
Interest	5,692,426	5,725,138	4,997,227	5,237,624	2,324,349
Bond Issuance Costs	-	1,355,321	-	54,853	-
<b>Total Expenditures</b>	<b>128,082,421</b>	<b>150,417,945</b>	<b>138,747,213</b>	<b>132,637,945</b>	<b>124,074,943</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(4,849,609)</b>	<b>(13,431,564)</b>	<b>(4,200,358)</b>	<b>(1,718,861)</b>	<b>(978,076)</b>
<b>Other Financing Sources (Uses)</b>					
Sale of Capital Assets	-	-	-	-	-
Capital Leases	174,680	7,984,367	1,375,582	329,409	-
Payment to Refunded Bonds Escrow Agent	-	(58,484,063)	-	(58,125,000)	(8,678,280)
Proceeds from Basis Cap	-	-	-	-	-
Proceeds of Bonds	-	21,923,950	-	3,289,430	-
Issuance of Refunding Debt	-	60,328,550	-	59,655,000	9,050,000
Swaption Payment	-	-	-	-	-
Insurance Proceeds	-	442,320	-	-	-
Original Issue Discount	-	(1,428,045)	-	(207,822)	(62,369)
Transfers In	3,793,889	353,420	250,899	1,200,000	36,568
Transfers Out	(4,246,442)	(979,573)	(866,511)	(615,614)	(373,175)
<b>Total Other Financing Sources (Uses)</b>	<b>(277,873)</b>	<b>30,140,926</b>	<b>759,970</b>	<b>5,525,403</b>	<b>(27,256)</b>
<b>Special Items</b>					
2006 Swap Agreement Termination	-	(6,945,000)	-	-	-
Transfer to the Airport Authority	(206,885)	-	-	-	-
<b>Net Change in Fund Balances</b>	<b>\$ (5,334,367)</b>	<b>\$ 9,764,362</b>	<b>\$ (3,440,388)</b>	<b>\$ 3,806,542</b>	<b>\$ (1,005,332)</b>
Debt Service as a Percentage of Noncapital Expenditures	7.3%	5.7%	5.8%	6.1%	2.9%



	2005	2004	2003	2002	2001
\$	35,317,573	\$ 32,890,800	\$ 32,798,112	\$ 31,715,029	\$ 28,163,762
	72,633	77,137	120,258	112,552	80,080
	1,174,688	828,021	984,415	1,337,353	2,886,844
	78,860,749	71,617,067	70,025,840	63,124,529	58,203,733
	5,840,710	6,014,249	6,190,617	5,754,603	4,933,711
	-	-	-	-	-
	2,920,122	3,010,237	2,558,023	2,245,428	1,873,172
	1,875,861	2,443,662	1,681,517	1,827,143	1,319,288
	<u>126,062,336</u>	<u>116,881,173</u>	<u>114,358,782</u>	<u>106,116,637</u>	<u>97,460,590</u>
	18,249,926	9,420,239	9,026,172	8,765,584	8,085,258
	15,965,270	12,689,128	12,557,536	11,983,149	10,995,762
	16,764,923	11,347,406	12,176,861	11,040,261	10,337,838
	14,218,880	12,675,793	13,666,279	13,566,984	12,297,826
	3,230,307	2,803,330	3,250,341	3,098,146	2,839,711
	-	-	-	-	-
	65,006,281	66,354,133	61,068,794	56,536,369	49,185,726
	1,259,430	501,769	795,143	592,953	456,648
	3,207,525	167,902	245,318	1,281,767	784,048
	2,821,743	1,156,853	2,990,460	17,754,912	12,433,834
	-	-	-	-	-
	2,000,909	1,900,436	801,544	1,905,000	1,735,000
	3,938,028	3,791,049	3,878,269	3,447,171	3,487,240
	-	-	92,282	-	-
	<u>146,663,222</u>	<u>122,808,038</u>	<u>120,548,999</u>	<u>129,972,296</u>	<u>112,638,891</u>
	<u>(20,600,886)</u>	<u>(5,926,865)</u>	<u>(6,190,217)</u>	<u>(23,855,659)</u>	<u>(15,178,301)</u>
	700,000	-	-	710,005	-
	-	-	-	8,699,804	-
	-	-	(5,132,414)	-	-
	-	1,378,305	-	-	-
	19,780,350	-	-	-	-
	-	-	5,375,000	-	-
	-	-	-	1,511,500	-
	-	-	-	-	-
	-	-	(10,737)	-	-
	-	1,031,129	131,391	1,090,604	3,800
	<u>(363,301)</u>	<u>(648,136)</u>	<u>(239,531)</u>	<u>(1,212,351)</u>	<u>(104,285)</u>
	<u>20,117,049</u>	<u>1,761,298</u>	<u>123,709</u>	<u>10,799,562</u>	<u>(100,485)</u>
	-	-	-	-	-
	-	-	-	-	-
\$	<u>(483,837)</u>	<u>(4,165,567)</u>	<u>(6,066,508)</u>	<u>(13,056,097)</u>	<u>(15,278,786)</u>
	4.2%	4.7%	4.0%	4.8%	5.3%

(a) - For all years prior to 2006, the County recorded Miscellaneous expense separately in its basic financial statements. For all years starting in 2006 these amounts were allocated to the appropriate function. Additionally, in prior years the Economic Development Function was included as part of the Public Works function.

**County of Beaver, Pennsylvania**  
 Assessed Value and Estimated Actual Value of Taxable Property  
 Last Ten Years

Fiscal Year	Residential / Agricultural	Commercial / Industrial	Less Non Taxable	Total Taxable End of Year Actual Assessed Value	Total Taxable Actual Market Value	Common Level Ratio % (CLR)	Direct Tax Rate
2010	\$ 1,954,254,872	\$ 613,019,142	\$ 457,704,757	\$ 2,109,569,257	\$ 7,079,091,467	29.80 %	22.20
2009	1,947,012,633	605,314,542	455,114,519	2,097,212,656	7,182,235,123	29.20	22.20
2008	1,918,509,761	628,834,644	469,572,834	2,077,771,571	7,091,370,549	29.30	22.20
2007	1,910,141,821	606,747,900	451,800,957	2,065,088,764	6,838,042,265	30.20	18.70
2006	1,839,888,236	629,254,621	429,005,650	2,040,137,207	6,581,087,765	31.00	17.70
2005	1,814,757,767	621,869,891	429,291,421	2,007,336,237	6,233,963,469	32.20	17.70
2004	1,798,217,184	616,201,867	425,378,651	1,989,040,400	5,715,633,333	34.80	15.70
2003	N/A	N/A	N/A	2,070,855,533	5,985,131,598	34.60	15.70
2002	1,761,024,351	714,646,323	429,276,531	2,046,394,143	5,830,182,744	35.10	15.70
2001	N/A	N/A	N/A	2,028,251,318	5,541,670,268	36.60	13.70

Sources: Beaver County Assessment Office

Note: Beaver County has established an assessment ratio of 50% at the last general reassessment conducted for the 1982 tax year. The Common Level Ratio (CLR) is the statistically calculated relationship between assessments and current market value, as certified by the State Tax Equalization Board pursuant to Act 267-1982.

N/A = Not Available

**County of Beaver, Pennsylvania**

Property Tax Rates (in mills) - Direct and Overlapping Governments  
(Per \$1,000 of Assessed Valuation)  
Last Ten Collection Years

	Year Taxes are Payable									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>County Direct Rate</b>										
Property Tax	22.20	22.20	22.20	18.70	17.70	17.70	15.70	15.70	15.70	13.70
<b>Municipal Rates</b>										
City of Aliquippa (1)	L 84.00 B 14.40 32.00	L 81.00 B 11.40 32.00	L 81.00 B 11.40 32.00	L 80.60 B 11.40 32.00	L 78.80 B 11.50 32.00	L 78.80 B 11.50 30.00	L 77.50 B 11.50 30.00	L 77.50 B 11.50 28.00	L 77.00 B 9.00 28.00	L 77.00 B 9.00 24.00
City of Beaver Falls (1)	5.00-25.00 1.00-34.50	5.00-23.38 1.00-34.50	5.00-23.38 1.00-34.50	5.00-23.38 1.00-34.50	5.00-22.38 1.00-34.50	5.00-22.38 1.00-32.50	3.00-22.38 1.00-30.50	3.00-20.38 1.00-28.50	3.00-20.38 1.00-28.50	3.00-18.28 1.00-28.50
Townships										
Boroughs (2)										
<b>School District Rates</b>										
City of Aliquippa (1)	L 198.00 B 32.00 61.00	L 195.00 B 31.00 61.00	L 188.00 B 29.50 61.00	L 177.00 B 28.00 59.00	L 173.00 B 28.00 59.00	L 173.00 B 28.00 59.00	L 169.00 B 24.00 56.00	L 165.00 B 20.00 56.00	L 165.00 B 20.00 54.00	L 165.00 B 20.00 52.00
City of Beaver Falls (1)	42.00-67.00 28.00-63.339	41.20-66.00 28.00-61.02	39.00-66.00 28.00-61.02	39.00-66.00 28.00-59.00	39.00-66.00 28.00-59.00	37.00-66.00 28.00-59.00	37.00-62.50 28.00-56.00	34.00-61.00 28.00-56.00	36.00-57.00 34.00-54.00	36.00-56.00 33.00-52.00
Townships										
Boroughs (2)										

Source: Beaver County Assessment Office

Notes:

(1) Cities are individually listed because the City of Aliquippa is the only municipality within the School District and both the City and School District apply a separate tax rate to land value as opposed to building value.

(2) A portion of Ellwood City Borough is annexed to Beaver County from Lawrence County for County Tax Rate purposes only.

L: Land  
B: Building

**County of Beaver, Pennsylvania**  
Principal Property Tax Payers  
Current Year and Ten Years Ago

Taxpayer	January 1, 2010	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
First Energy Corporation (Bruce Mansfield, BV2, Various)	\$134,374,005	6.37%
PR Beaver Valley LP - Beaver Valley Mall	28,450,900	1.35
Koppel Steel (Ambridge & Koppel)	14,801,400	0.70
Horsehead Industries	12,421,700	0.59
DDR MDT - Lowes, Eat'N Park, Texas Roadhouse	12,266,400	0.58
United States Gypsum - Aliquippa	12,128,600	0.57
THF Monaca, LP - Walmart	9,976,600	0.47
Nova Chemicals Inc.	9,600,000	0.46
The Buncher Company	8,873,100	0.42
NGC Gypsum Plant - Shippingport	8,733,700	0.41
	<u>\$251,626,405</u>	<u>11.91%</u>
Total Assessed Valuation	<u>\$2,109,569,257</u>	

Taxpayer	January 1, 2001	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Bruce Mansfield Plant	\$157,028,950	7.74%
Beaver Valley # 2	135,470,211	6.68
Beaver Valley Mall	27,882,500	1.37
United States Gypsum	15,218,050	0.75
Nova	13,297,200	0.66
Horsehead Industries	13,074,300	0.64
PA Northern Lights Shoppers City	10,378,700	0.51
Lowes	9,547,600	0.47
Koppel Steel (Ambridge & Koppel)	9,496,500	0.47
Gypsum Plant (Shippingport)	8,598,900	0.42
	<u>\$399,992,911</u>	<u>19.71%</u>
Total Assessed Valuation	<u>\$2,028,251,318</u>	

Source: Beaver County Board of Property Assessment

Note: Beaver County has established an assessment ratio of 50% at the last general reassessment conducted for the 1982 tax year. The Common Level Ratio (CLR) is the statistically calculated relationship between assessments and current market value, as certified by the State Tax Equalization Board pursuant to Act 267-1982.

**County of Beaver, Pennsylvania**  
Property Tax Levies and Collections  
Last Ten Years

Fiscal Year Ended December 31,	Total Property Tax Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent & Lien Tax Collections	Total Collection to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2010	\$ 46,832,454	\$ 42,021,182	89.73 %	\$ 3,307,353	\$ 45,328,835	96.79 %
2009	46,558,121	42,091,789	90.41	2,355,960	44,447,749	95.47
2008	46,126,529	43,731,779	94.81	1,998,129	45,729,908	99.14
2007	38,617,160	33,565,533	86.92	1,859,882	35,425,415	91.73
2006	36,110,429	32,601,955	90.28	1,882,828	34,424,783	95.33
2005	35,529,851	32,183,528	90.58	1,700,296	33,883,824	95.37
2004	32,699,401	29,615,181	90.57	1,686,256	31,301,437	95.72
2003	32,699,401	29,549,369	90.37	1,618,082	31,167,451	95.32
2002	32,122,516	28,870,520	89.88	1,496,938	30,367,458	94.54
2001*	27,787,043	25,077,723	90.25	3,086,040	28,163,763	101.36

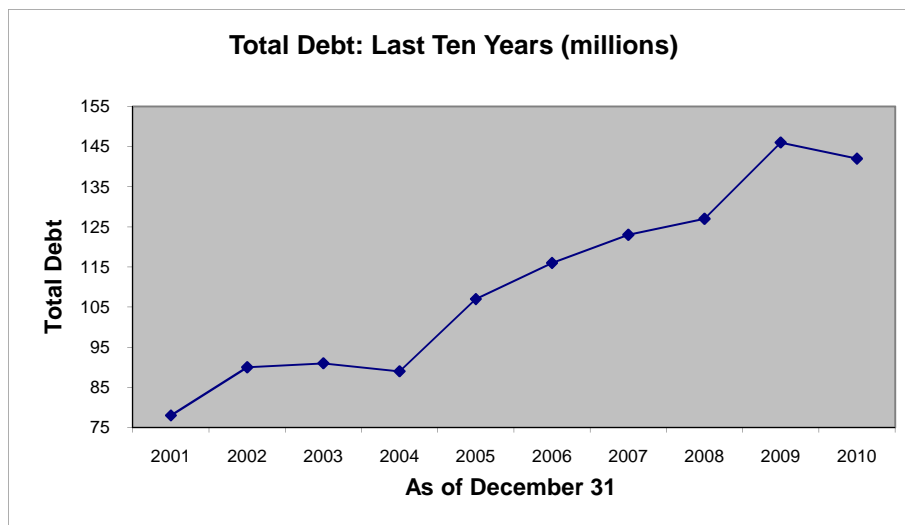
Source: Beaver County Board of Property Assessment

Note: Total tax levy is based on assessment roll certification and all revisions through December 31. Current tax collections are those taxes (discount, face and penalty) collected from January 1 thru December 31. Delinquent and lien taxes are the summation of current taxes collected from January 1 thru February 15 of the subsequent year plus those collections made by the Tax Claim Bureau through December 31 of the current year. The Tax Claim Bureau does not identify lien tax collections by the year for which the tax was levied.

\* Collections made by the Tax Claim Bureau include principal, penalty, interest, commissions, costs, interest on savings, and rollback interest.

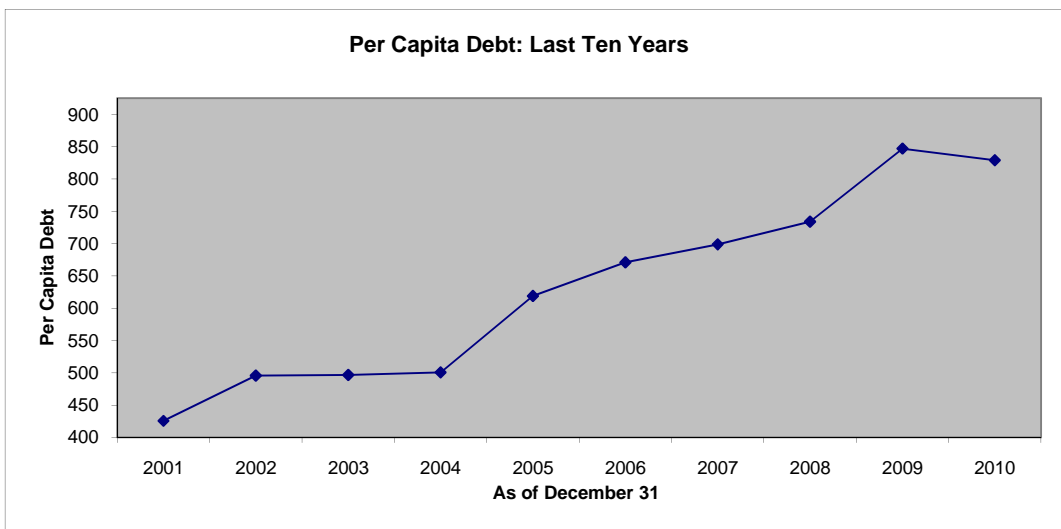
**County of Beaver, Pennsylvania**  
Ratio of Outstanding Debt to  
Total Personal Income and Debt Per Capita  
Last Ten Years

Year	Governmental Activities			
	General Obligation Bonds	Other General Long-term Liabilities	Capital Lease Obligations	Obligations under Derivatives
2010	76,130,147	32,380,719	\$ 16,689,585	\$ -
2009	77,831,993	33,474,684	16,867,219	-
2008	65,776,253	25,263,678	9,240,803	17,531,368
2007	68,007,510	25,623,205	8,122,387	11,229,326
2006	65,906,708	25,703,830	8,004,767	11,654,416
2005	70,022,446	20,790,000	8,246,796	2,871,500
2004	68,713,457	4,030,000	8,402,497	2,871,500
2003	70,463,893	4,180,000	8,539,190	1,511,500
2002	70,876,859	4,325,000	8,699,804	1,511,500
2001	72,359,699	-	-	-





Business-type Activities					
General Obligation Bonds	Other General Long-term Liabilities	Capital Lease Obligations	Total Debt	Percentage of Personal Income	Per Capita
7,664,136	\$ 9,559,370	2,386	142,426,343	3.53%	835
8,298,314	9,546,486	40,687	146,059,383	3.60%	847
8,894,004	290,000	78,897	127,075,003	3.11	734
9,477,588	290,000	114,224	122,864,240	3.16	699
4,303,664	290,000	149,500	116,012,885	3.64	671
4,982,040	-	147,213	107,059,995	3.36	619
5,505,416	-	-	89,522,870	2.72	501
6,018,792	-	-	90,713,375	2.70	497
4,988,540	-	173,755	90,575,458	2.69	496
5,540,000	-	-	77,899,699	2.32	426



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**County of Beaver, Pennsylvania**  
Ratio of Net Obligation Bonded Debt to Assessed  
Value and Net Bonded Debt Per Capita  
Last Ten Years

Year	Population	Estimated Actual Value of Taxable Property	Gross Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property	Net Bonded Debt Per Capita
2010	170,539	\$ 7,079,091,467	83,794,283	1.18 %	491
2009	172,476	7,182,235,123	86,130,307	1.20	499
2008	173,074	7,091,370,549	74,670,257	1.05	431
2007	175,736	6,838,042,265	77,485,098	1.13	441
2006	173,005	6,581,087,765	70,210,372	1.07	406
2005	173,005	6,233,963,469	75,004,486	1.20	434
2004	178,601	5,715,633,333	74,218,873	1.30	416
2003	182,687	5,985,131,598	76,482,685	1.28	419
2002	182,687	5,830,182,744	75,865,399	1.30	415
2001	182,687	5,541,670,268	77,899,699	1.41	426

**County of Beaver, Pennsylvania**

Legal Debt Margin

Last Ten Years

	2010	2009	2008	2007
Borrowing Base	\$ 62,715,342	\$ 60,561,918	\$ 57,411,646	\$ 48,888,029
Legal Debt Limit:				
Non-electoral Debt	\$188,146,026	\$181,685,755	\$172,234,938	\$146,664,086
Non-electoral Debt plus Lease Rental Debt	250,861,368	242,247,673	229,646,584	195,552,115
Net Debt Applicable to the Limit:				
Non-electoral Debt	106,799,416	96,574,049	74,088,924	77,485,098
Non-electoral Debt plus Lease Rental Debt	36,692,659	50,532,410	32,375,000	20,794,816
Legal Debt Margin:				
Non-electoral Debt	81,346,610	85,111,706	98,146,014	69,178,988
Non-electoral Debt plus Lease Rental Debt	214,168,709	191,715,263	197,271,584	174,757,299
Ratio of Net Debt Applicable to the Limit / Legal Debt Limit:				
Non-electoral Debt	57%	53%	43%	53%
Non-electoral Debt plus Lease Rental Debt	15%	21%	14%	11%

*Limitations on incurring other debt:*

A county shall not incur any new non-electoral debt if the aggregate net principal amount of the new non-electoral debt, together with all other net non-electoral debt outstanding, would cause the total non-electoral debt of the county to exceed 300% of its borrowing base. Also, the total non-electoral debt plus lease rental debt shall not exceed 400% of a county's borrowing base.

*Borrowing base:*

The annual arithmetic average of the total revenues for the last full three fiscal years ended, as executed by the authorized officials of the county or by an independent accountant. Certain revenues, such as reimbursements from the Commonwealth or the federal government for repayments of non-electoral debt and investment income in bond sinking funds set aside for the payment of debt, shall be excluded from the determination of the borrowing base.

*Debt:*

Debt is the amount of all obligations for the payment of money incurred by a county except for: current obligations for the full payment of which current revenues have been appropriated, obligations under contracts allocable to current operating expenses of future years, rentals or payments payable in future years under leases or other forms of agreements (except for capital leases), interest or taxes on bonds or notes which are not overdue, and obligations incurred under a qualified interest rate management agreement.

**Note:** Details regarding the County's outstanding debt can be found in the notes to the financial statements.

\* Information for 2001 was not available.

2006	2005	2004	2003	2002	2001*
\$ 188,618,944	\$ 54,016,703	\$ 48,281,650	\$ 45,517,687	\$ 43,254,286	N/A
\$140,050,051	\$162,050,108	\$144,844,951	\$136,553,061	\$129,762,859	N/A
186,733,401	216,066,811	193,126,601	182,070,748	173,017,145	N/A
85,101,249	95,799,486	78,248,873	80,775,351	80,190,399	N/A
20,323,597	116,499,742	101,284,541	101,284,541	89,063,958	N/A
54,948,802	66,250,622	66,596,078	55,777,710	49,572,460	N/A
166,409,804	99,567,069	91,842,060	80,786,207	83,953,187	N/A
61%	59%	54%	59%	62%	N/A
11%	54%	52%	56%	51%	N/A

*Non-electoral debt:*

Non-electoral debt is all debt of a county, except for that specifically incurred with the assent of the electors and the guarantee of the debt of other entities (see "lease rental debt").

*Lease rental debt:*

The principal amount of authority bonds/notes or bonds/notes of another local government unit to be repaid from payments of the local government unit made pursuant to leases, guarantees, subsidy contracts or other forms of agreement which evidence the acquisition of capital assets (not including any debt which has been approved by the electors).

*Legal debt margin:*

The amount available for a local government to incur new non-electoral debt or new lease rental debt.

**County of Beaver, Pennsylvania**  
Principal Employers  
Current Year and Ten Years Ago

<b>2010</b>			
Employer	Employees	Percentage of Total County Employment	
Valley Medical Facilities, Inc.	n/a	n/a	%
Beaver County Government	n/a	n/a	
First Energy Nuclear Operating Co.	n/a	n/a	
Fidelity National Management Services	n/a	n/a	
Passavant Memorial Homes	n/a	n/a	
Wal-Mart Associates, Inc.	n/a	n/a	
Koppel Steel Coporation	n/a	n/a	
Federal Governement	n/a	n/a	
Michael Baker Jr., Inc.	n/a	n/a	
The Pennsylvania Cyber	n/a	n/a	
Total	<u>n/a</u>	<u>n/a</u>	%
Total County Employees	<u>784</u>		

<b>2001</b>			
Employer	Employees	Percentage of Total County Employment	
Valley Medical Facilities, Inc.	n/a	n/a	%
Beaver County Government	n/a	n/a	
First Energy Nuclear Operating	n/a	n/a	
Zinc Corporation of America	n/a	n/a	
Nova Chemicals Inc.	n/a	n/a	
Passavant Memorial Homes	n/a	n/a	
Newell Holdings Delaware, Inc.	n/a	n/a	
Cutler-Hammer Inc	n/a	n/a	
Geneva College	n/a	n/a	
Koppel Steel Corporation	n/a	n/a	
Total	<u>n/a</u>	<u>n/a</u>	%
Total County Employees	<u>907</u>		

(1) Source: Center for Workforce Information and Analysis-Home of PA Work Stats  
Number of Employees not available from source due to confidentiality.

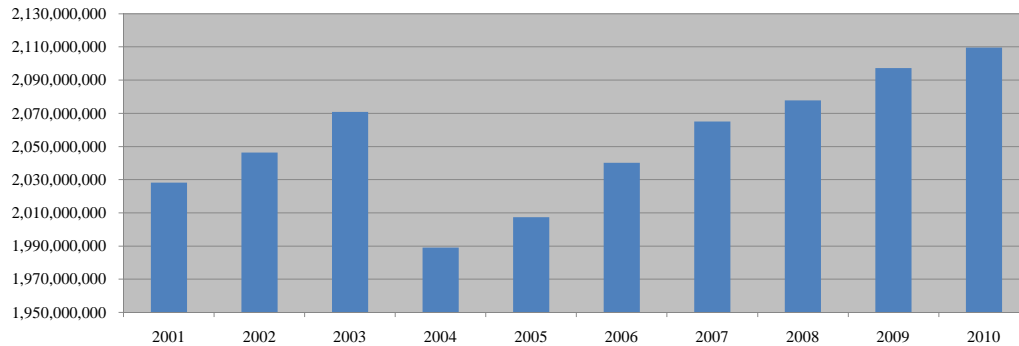
**County of Beaver, Pennsylvania**  
Demographic and Economic Statistics  
Last Ten Years

Year	Population	Total Personal Income (thousands of dollars)	Per Capita Personal Income	Median Household Income	Median Age	Percent with Educational Attainment: Bachelor's Degree or Higher		School Enrollment	Unemployment Rate	Total Assessed Property Value
2010	170,539 (15)	\$ 4,038,534,059	\$ 23,681 (13)	\$ 45,414 (13)	43.5 (12)	18.9 % (14)	38,003 (14)	7.4 % (4)	\$ 2,109,569,257	
2009	172,476 (9)	4,061,119,896	23,546 (10)	45,408 (10)	43.9 (9)	18.1 (11)	36,627 (11)	8.2 (4)	2,097,212,656	
2008	173,074 (7)	4,083,681,030	23,595 (8)	45,017 (8)	43.8 (8)	19.5 (8)	36,970 (8)	5.6 (4)	2,077,771,571	
2007	175,736 (6)	3,893,255,344	22,154 (6)	42,023 (6)	43.0 (6)	18.4 (6)	39,016 (6)	4.5 (4)	2,065,088,764	
2006	173,005 (1)	3,183,638,010	18,402 (3)	36,995 (5)	40.7 (3)	15.8 (3)	41,572 (3)	4.1 (4)	2,040,137,207	
2005	173,005 (1)	3,183,638,010	18,402 (3)	36,995 (5)	40.7 (3)	15.8 (3)	41,572 (3)	4.7 (4)	2,007,336,237	
2004	178,601 (2)	3,286,615,602	18,402 (3)	36,995 (5)	40.7 (3)	15.8 (3)	41,572 (3)	5.3 (4)	1,989,040,400	
2003	182,687 (2)	3,361,806,174	18,402 (3)	36,995 (5)	40.7 (3)	15.8 (3)	41,572 (3)	5.8 (4)	2,070,855,533	
2002	182,687 (2)	3,361,806,174	18,402 (3)	36,995 (5)	40.7 (3)	15.8 (3)	41,572 (3)	6.4 (4)	2,046,394,143	
2001	182,687 (2)	3,361,806,174	18,402 (3)	36,995 (5)	40.7 (3)	15.8 (3)	41,572 (3)	5.1 (4)	2,028,251,318	

Sources:

- (1) PA State Data Center "Population Projections, PA Counties"
- (2) PA State Data Center
- (3) U.S. Census Bureau, Census 2000
- (4) Center for Workforce Information and Analysis - Home of PA Work Stats
- (5) U.S. Bureau of the Census, Census 2000 "Profile of Selected Economic Characteristics: 2000"
- (6) U.S. Census Bureau, 2006 American Community Survey
- (7) U.S. Census Bureau, Population Estimates Program
- (8) U.S. Census Bureau, 2007 American Community Survey
- (9) U.S. Census Bureau, 2008 ACS Demographic and Housing Estimates
- (10) U.S. Census Bureau, 2008 ACS Economic Characteristics
- (11) U.S. Census Bureau, 2008 ACS Social Characteristics
- (12) U.S. Census Bureau, 2009 ACS Demographic and Housing Estimates
- (13) U.S. Census Bureau, 2009 ACS Economic Characteristics
- (14) U.S. Census Bureau, 2009 ACS Social Characteristics
- (15) U.S. Census Bureau, 2010 ACS Demographic and Housing Estimates

**Total Assessed Property Value: Last Ten Years**



**County of Beaver, Pennsylvania**  
 Full-Time Equivalent County Government Employees by Function/Program  
 Last Ten Years

<u>Function/program</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>General Government:</b>										
Commissioners	6.0	6.0	5.0	8.0	8.0	8.0	8.0	8.0	8.0	8.5
Controller	8.0	9.0	10.0	9.5	14.5	14.5	12.5	14.5	14.5	14.5
Treasurer	13.5	11.5	12.0	13.0	11.5	11.5	13.0	16.5	15.0	14.5
Recorder of Deeds	8.5	8.5	8.5	11.5	11.5	11.5	13.5	13.5	14.0	14.0
Solicitor	3.0	3.0	3.0	3.0	3.0	3.5	3.0	3.0	3.5	3.0
Information Technology	7.0	7.0	9.0	9.0	10.0	11.0	12.0	14.5	14.5	14.5
Planning Commission	4.0	4.0	6.0	6.0	6.0	6.0	7.0	9.0	6.5	8.0
Weights and Measures	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.5	1.5	1.5
Veterans Affairs	2.5	2.5	3.0	4.0	4.0	4.0	4.0	4.0	4.5	3.0
Election Bureau	8.5	8.5	6.0	6.5	6.5	7.5	9.5	9.5	8.5	9.5
Assessment/Tax Claim	21.0	21.0	24.0	24.5	24.0	25.0	24.0	28.5	27.5	27.5
Public Defender	16.0	15.5	16.0	16.0	16.5	16.0	16.0	16.5	16.0	16.0
Employee Relations	6.0	5.5	7.0	7.5	3.5	3.5	4.0	3.0	4.0	4.0
Mailroom*	3.0	3.0	2.0	1.0	1.0	1.0	1.0	1.0	1.5	1.5
Micrographics	6.0	5.5	5.0	5.0	5.0	5.0	5.5	5.0	5.0	5.0
Central Telephone	0.0	0.0	1.5	1.5	2.0	2.0	1.5	1.5	2.5	1.5
Purchasing*	0.0	3.0	2.0	3.0	2.5	3.0	3.0	4.0	3.5	3.5
Engineering	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2.0	3.5
Parking Garage/Bus Drivers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.5	1.5
<b>Judicial:</b>										
Clerk of Courts	11.5	10.5	12.5	13.5	13.5	12.5	14.0	14.5	14.0	14.0
Coroner	2.5	2.5	3.0	4.0	4.0	4.0	4.0	4.5	4.5	4.0
Jury Commission	1.0	1.0	2.0	2.0	2.0	2.0	2.0	2.5	2.5	2.5
District Attorney	24.0	22.5	24.5	24.5	24.0	24.0	24.5	24.0	25.5	25.0
Prothonotary	11.5	11.0	13.0	13.5	13.0	14.0	15.5	17.0	17.5	16.5
Register of Wills	5.5	5.5	5.5	6.5	6.5	6.5	6.5	7.5	8.0	8.0
Sheriff	44.0	45.5	45.5	34.5	39.0	38.5	38.0	43.5	43.5	42.0
Court Administration	46.0	45.5	45.5	42.5	43.5	39.5	41.5	42.5	39.5	43.0
Law Library	1.5	1.5	1.5	1.5	1.5	1.5	1.0	1.5	1.5	1.5
Stop Grant	0.0	0.0	0.0	0.0	0.0	2.0	2.0	2.0	2.0	2.0
Domestic Relations	33.0	33.0	35.0	35.0	35.0	36.0	35.5	37.5	36.5	32.5
District Courts (Nine)	28.0	29.0	31.0	30.0	31.0	31.0	30.0	32.0	31.0	31.0
Rights & Services/Victims of Crime	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Drug Investigation	7.5	8.0	8.0	5.0	5.5	5.5	5.5	5.5	5.5	5.5
<b>Public Safety:</b>										
Emergency Services	45.0	42.5	42.5	42.0	41.0	41.0	39.0	41.0	41.5	36.5
Jail	88.5	87.5	89.5	81.0	88.0	92.5	101.0	100.0	97.0	89.5
Allencrest Detention Center	0.0	2.0	29.5	28.0	32.5	32.5	31.5	39.0	37.5	40.5
Adult Probation/Intermediate Punishment	31.5	30.0	33.0	31.0	31.5	31.0	30.0	34.0	34.0	34.0
Juvenile Services	26.0	24.5	25.0	25.0	26.0	26.5	26.5	26.0	26.5	26.0
DUI Program	2.0	2.0	2.0	2.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Public Works &amp; Enterprise:</b>										
Liquid Fuels	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	0.0
Department of Public Works	27.5	27.5	31.0	30.0	32.0	32.0	35.0	45.0	46.0	44.5
Airport	0.0	2.0	5.5	3.0	3.0	3.0	4.0	7.5	6.0	6.0
<b>Culture, Recreation and Conservation:</b>										
Parks/Recreation/Tourist	13.0	14.0	13.5	13.5	11.5	12.5	15.0	16.5	16.5	16.5
Library Commission	11.0	11.5	11.5	12.5	12.5	12.0	12.5	15.0	15.0	14.0
Waste Management	4.0	4.0	4.0	4.0	4.0	4.5	5.0	5.5	5.5	5.5
Conservation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	7.0	6.0	6.0
<b>Human Services:</b>										
Office on Aging	38.0	40.0	39.5	39.5	40.0	39.0	39.5	39.5	38.5	35.5
Children & Youth	64.0	60.0	70.5	71.5	69.5	71.5	71.5	70.5	70.5	66.5
MH/MR - Drug & Alcohol - HealthChoices	78.5	88.0	88.0	81.0	80.0	81.0	78.0	81.0	81.0	78.0
Childcare Choices	10.5	10.5	11.0	11.0	12.0	12.0	14.0	14.0	14.5	13.0
<b>Economic Development:</b>										
Community Development	9.0	9.0	8.0	8.0	8.0	8.0	8.0	9.0	8.0	8.0
Environmental Protection	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.5	0.5
<b>Totals:</b>	<b>783.5</b>	<b>790.0</b>	<b>857.0</b>	<b>830.5</b>	<b>845.5</b>	<b>855.0</b>	<b>874.0</b>	<b>943.5</b>	<b>935.0</b>	<b>907.0</b>

Source: Beaver County Payroll Department

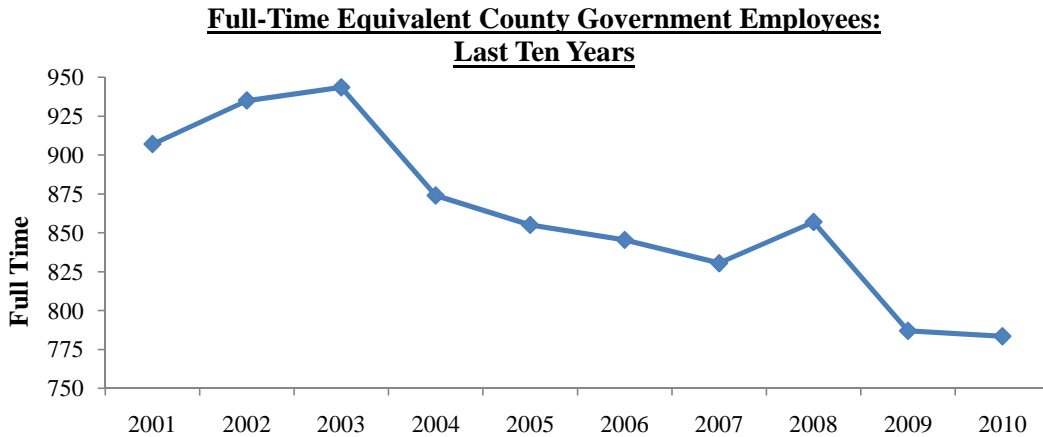
Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. Elected officials were excluded from the count.

Count taken at December 31.

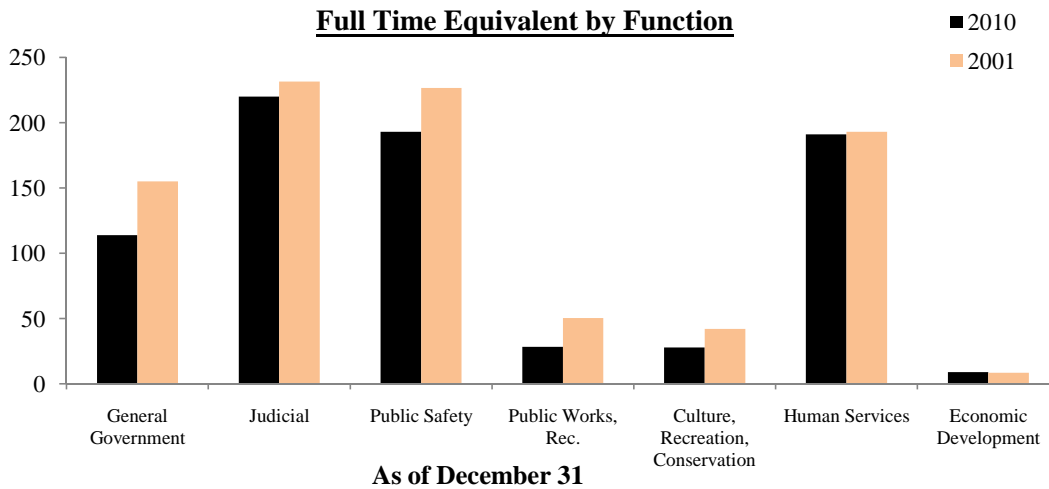
\* Starting in 2010, the Mailroom function includes the Purchasing function



**County of Beaver, Pennsylvania**  
 Full-Time Equivalent County Government Employees Graphs / Charts  
 Last Ten Years



FTE reductions in 2004 and 2005 were results of extensive early retirement packages offered as well as County layoffs.



**The following represents the % increase or decrease in FTE between 2001 and 2010:**

- General Government - Decreased 26%
- Judicial - Decreased 5%
- Public Safety - Decreased 15%
- Public Works and Recreation - Decreased 44%
- Culture, Recreation and Conservation - Decreased 33%
- Human Services - Decreased 1%
- Economic Development - Increased 6%

**County of Beaver, Pennsylvania**  
 Operating Indicators by Function/Program  
 Last Ten Years

<b>Function/Program</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b>General Government (1)</b>					
Number of Registered Voters	116,234	115,862	118,311	112,248	113,612
Number of Votes Cast in Last General Election	58,525	28,254	86,022	40,118	65,606
Percentage of Registered Voters Voting in Last General Election	50.35	24.39	72.71	35.39	57.74
<b>Judicial (2)</b>					
Year-to-date Filings	39,426	42,370	46,338	36,690	34,337
Traffic Citations	25,957	28,868	29,000	22,893	20,465
Summary/Non Traffic	6,608	6,836	7,229	6,623	6,529
Civil Complaints	2,909	2,913	3,314	3,108	3,369
Misdemeanor/Felony Citations	3,952	3,753	4,019	4,066	3,974
Criminal Filings	2,595	2,540	2,776	2,576	3,667
Civil Filings	1,865	1,710	1,219	1,100	943
Orphans Court Filings	226	225	336	296	306
Custody Filings	834	628	601	582	562
Protection from Abuse Filings	490	541	488	469	500
Divorces	483	451	471	484	517
<b>Public Service (3)</b>					
Recycling - Stainless Steel (Tons)	179,966	137,603	143,821	170,566	199,187
Recycling - Ferrous (Tons)	107,175	63,974	61,717	210,873	34,916
Recycling - White Goods (Tons)	52,404	8,660	4,108	13,284	26,893
Recycling - Other Materials (Tons)	48,051	17,719	80,136	18,885	11,313
Wood Waste Removed (Tons)	2,854	1,596	3,710	2,372	1,876
Yard Waste Removed (Tons)	802	358	1,998	2,140	4,477

**Sources:** (1) Beaver County Elections Bureau  
 (2) Beaver County Court Administration  
 (3) Beaver County Department of Waste Management

2005	2004	2003	2002	2001
112,001	122,351	115,788	105,451	115,325
37,998	86,609	32,394	55,434	40,170
33.93	70.79	27.98	52.57	34.83
34,407	35,003	36,099	38,905	39,187
20,417	20,615	21,506	24,269	23,273
6,684	7,273	7,689	7,676	9,074
3,150	2,962	2,788	2,678	3,008
4,156	4,153	4,116	4,282	3,832
3,574	3,099	2,905	2,888	2,606
740	739	687	706	652
299	397	343	399	376
558	574	536	442	406
468	463	485	501	582
538	553	580	575	616
198,756	99	72	173	249
15,393	27,016	21,669	20,744	23,100
8,450	12,684	10,450	9,410	8,673
17,807	52,296	7,068	13,334	21,121
541	242	457	303	68
4,018	2,701	2,894	3,203	4,287

**County of Beaver, Pennsylvania**  
 Capital Asset Statistics by Function/Program  
 Last Ten Years

Function / Program	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Human Services</b>										
Computer Terminals:										
Childcare Information Services	8	8	8	8	n/a	n/a	n/a	n/a	n/a	n/a
Children & Youth	104	104	104	80	n/a	n/a	n/a	n/a	n/a	n/a
Mental Health / Mental Retardation	108	125	132	86	n/a	n/a	n/a	n/a	n/a	n/a
Office on Aging	109	99	84	40	n/a	n/a	n/a	n/a	n/a	n/a
<b>Judicial</b>										
Sheriff:										
Vehicles	33	32	29	29	n/a	n/a	n/a	n/a	n/a	n/a
Weapons (Firearms)	53	51	74	80	n/a	n/a	n/a	n/a	n/a	n/a
Courtrooms	8	8	8	8	8	8	8	7	7	7
<b>Proprietary</b>										
Long-Term Care Facilities:										
Bed Capacity	589	589	589	589	589	589	589	589	n/a	n/a
<b>Public Safety</b>										
Jail:										
Cell Capacity	402	402	402	403	403	403	403	403	403	403
Allencrest*:										
Secure Bed Capacity (Closed July 2009)	0	0	18	25	25	25	25	25	25	25
Shelter Bed Capacity (Closed July 2009)	0	0	6	6	6	6	6	6	8	8
<b>Public Works</b>										
Airport**:										
Private Hangars	0	13	13	13	13	13	13	13	13	11
Commercial Hangars	0	8	8	9	9	9	9	9	9	8
Runways	0	1	1	1	1	1	1	1	1	1
Length of Runways (feet)	0	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
Department of Public Works:										
Vehicles	34	38	32	31	n/a	n/a	n/a	n/a	n/a	n/a
Parking Garages	1	1	1	1	1	1	1	1	0	0
Parking Lots	14	15	15	15	15	15	15	15	15	15
Liquid Fuels:										
Bridges	56	55	55	55	55	57	57	57	57	57
County Owned & Maintained Streets (miles)	26	25	25	24	24	24	24	24	24	24
<b>Recreation (County owned and/or maintained)</b>										
Parks	3	3	3	3	3	3	3	3	3	3
Park Acres	2,517	2,517	2,517	2,517	2,517	2,517	2,517	2,517	2,517	2,517
Pavilions	25	25	25	25	25	25	25	25	25	25
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Tennis Courts	12	12	12	12	12	12	12	12	12	12
Basketball Courts	2	2	2	2	2	2	2	2	2	2
Baseball / Softball Fields	9	9	9	9	9	9	9	9	9	9
Soccer / Football Fields	3	3	3	3	3	3	3	3	3	3
Walking / Jogging Trails	2	2	2	2	2	2	2	2	2	2
Bike Trails	2	2	2	2	2	2	2	2	2	2
Horsriding Trails	2	2	2	2	2	2	2	2	2	2
Lakes/Ponds for Fishing	2	2	2	2	2	2	2	2	2	2
Playgrounds	1	1	1	1	1	1	1	0	0	0
Ice Skating Rinks	1	1	1	1	1	1	1	1	1	1
Shooting Ranges	0	0	0	0	4	4	4	4	4	4
Deck Hockey Rinks	1	1	1	1	1	1	1	1	1	1
Outdoor Skate Parks	0	0	0	1	0	0	0	0	0	0

**Source:**

Various County Departments  
 n/a - information not available

**Notes**

\* The Allencrest facility closed in 2009

\*\* The Airport became an Authority separate from the County in 2010