

SIXTY-SECOND ANNUAL REPORT

of the

C O N T R O L L E R

of

Armstrong County

SIXTY-SECOND ANNUAL REPORT

of the

C O N T R O L L E R

of

Armstrong County

MYRA L. MILLER
County Controller

AMANDA C. HILES
First Deputy Controller
Chief Accountant/Auditor

TAMMIE L. GAFF
Second Deputy Controller
A/P Supervisor

STAFF:

CHERRIO L. MILLER
SHARON L. COGLEY
SUE E. BURK
TERESA A. TELFORD

SIXTY-SECOND ANNUAL REPORT OF ARMSTRONG COUNTY
TO THE TAXPAYERS OF ARMSTRONG COUNTY

This, the Sixty-Second Annual Report of the Controller of Armstrong County has been prepared primarily for your information. The office of the Controller is mandated by law with the responsibility of safeguarding the financial interests of the taxpayers of Armstrong County. To this end, we see that all monies received and taxes collected by the County are properly accounted for and legally distributed.

The Controller's Office prepares all checks for the County and maintains appropriate monthly reports of all receipts and expenditures. We also maintain valuable County documents and perform periodic audits of various County offices and agencies. The Controller, as specified by law, is Secretary of the Armstrong County Employees Retirement Board and is also a member of both the Armstrong County Salary Board and the Armstrong County Prison Board.

The cooperation given this office by the many departments and agencies within the County government has been a major factor in reaching our goal of complete and centralized control of reporting the County's finances. The liaison and communications between the Controller's Office and the County Commissioners is especially open and mutual desire exists to attain a high level of performance in offering maximum service for each dollar of the taxpayer's money.

This report has been prepared for the information benefit of the taxpayer and is presented here in summary form. The amounts listed herein are supported by detailed statements of receipts and expenditures and are available to the general public during the course of the normal business day.

Anyone interested in reviewing our records or desiring any further explanation of the fiscal affairs of Armstrong County may, at any time, contact this office. Your comments and suggestions concerning the operation of the Controller's Office or the fiscal affairs of the County in general would be most welcome.

Respectfully submitted,



Myra L. Miller
County Controller

Honorable Kenneth Valasek
President Judge of the Court
of Common Pleas
Kittanning, PA 16201

I, Myra L. Miller, Controller of Armstrong County, Commonwealth of Pennsylvania; in accordance with the Act of Assembly creating the office of County Controller, herewith submit a statement of the fiscal affairs of Armstrong County for the period from January 1, 2009 to December 31, 2009.

Respectfully,

Myra L. Miller
County Controller

Now, June 29, 2010, the within report made in open court and same is ordered file.



Honorable Kenneth Valasek

Armstrong County Officials - As of 12/31/09

- **JUDICIARY**

The Honorable Kenneth G. Valasek, President Judge
The Honorable James Panchik, Judge
The Honorable Joseph A. Nickleach, Senior Judge

- **COMMISSIONERS**

Patricia L. Kirkpatrick, Chairman
Richard L. Fink
James V. Scahill

- **CONTROLLER**

Myra L. Miller

- **TREASURER**

Sonie Mervis

- **RECORDER OF DEEDS**

Marianne Hileman

- **PROTHONOTARY**

Brenda C. George

- **SHERIFF**

Larry R. Crawford

- **CORONER**

Robert Bower

- **JURY COMMISSIONERS**

Patricia G. Fiorina
Karen J. Schrecengost

**2009 COUNTY ANNUAL
FINANCIAL REPORT**



Armstrong
County

County of Armstrong
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
December 31, 2009

PRIMARY GOVERNMENT				
CURRENT ASSETS	CURRENT ASSETS:	GOVERNMENTAL	BUSINESS-TYPE	
		ACTIVITIES	ACTIVITIES	TOTAL
	Cash and cash equivalents	9,777,537	581,340	10,358,877
Investments	215,996	-	215,996	
Receivables (net allowance for uncollectibles)	2,426,487	1,118,368	3,544,855	
Due from other governments	2,548,998	-	2,548,998	
Internal balances	1,292	-	1,292	
Inventories	5,132	41,088	46,220	
Prepays	72,244	14,583	86,827	
Deferred charges	-	-	-	
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents	-	-	-	
Investments	-	-	-	
Intergovernmental receivable	-	-	-	

NON-CURRENT ASSETS	NON-CURRENT ASSETS:			
	Permanently restricted:			
	Investments	-	-	-
Capital assets not being depreciated:				
Land	747,040	-	747,040	
Construction in progress	208,862	-	208,862	
Capital assets net of accumulated depreciation:				
Buildings and system	16,203,579	1,144,546	17,348,125	
Improvements other than buildings	380,603	18,360	398,963	
Machinery and equipment	2,976,206	1,751,707	4,727,913	
Infrastructure	6,759,100	-	6,759,100	
Other	-	-	-	
Other	-	-	-	

TOTAL ASSETS	\$ 42,323,076	\$ 4,669,992	\$ 46,993,068
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PRIMARY GOVERNMENT				
LIABILITIES	LIABILITIES:	GOVERNMENTAL	BUSINESS-TYPE	
		ACTIVITIES	ACTIVITIES	TOTAL
	Accounts payable	2,099,898	1,313,537	3,413,435
Due to other governments	-	-	-	
Deferred Revenue	69,043	-	69,043	
Funds held as fiduciary	244,357	-	244,357	
Other current liabilities	-	-	-	
Noncurrent liabilities:				
Debt due within one year	1,076,419	-	1,076,419	
Debt due in more than one year	34,989,785	-	34,989,785	
Other non-current liabilities	-	-	-	
Other Accrued Compensated Absences	742,256	552,572	1,294,828	
Other Accrued Self-Ins Workers Comp Claims	312,813	-	312,813	
TOTAL LIABILITIES	\$ 39,534,571	\$ 1,866,109	\$ 41,400,680	

NET ASSETS	NET ASSETS:			
	Investment in capital assets, net of related debt	(4,922,856)	1,866,242	(3,056,614)
Restricted	472,593	-	472,593	
Unrestricted	7,238,768	937,641	8,176,409	
TOTAL NET ASSETS	\$ 2,788,505	\$ 2,803,883	\$ 5,592,388	

County of Armstrong
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
December 31, 2009

GOVERNMENTAL ACTIVITIES	FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSES) REVENUES & CHANGES IN NET ASSETS		
		PRIMARY/GOVERNMENT:	Charges for	Grants and	Capital Grants	PRIMARY GOVERNMENT		
						Expenses	Services	Contribution
	Governmental Activities:							
	General government - administrative	6,281,300	2,344,497	330,401	-	(3,606,402)		(3,606,402)
	General government - judicial	5,324,937	2,130,184	852,722	-	(2,342,031)		(2,342,031)
	Public safety	6,698,640	1,479,467	740,449	-	(4,476,724)		(4,476,724)
	Highways and streets	630,199	-	2,137,104	-	1,506,905		1,506,905
	Sanitation	-	-	-	-	-		-
	Health and welfare	7,975,998	417,819	6,504,461	-	(1,053,718)		(1,053,718)
	Culture-recreation	738,486	463,881	185,363	-	(89,242)		(89,242)
	Conservation	375,920	48,642	-	-	(327,278)		(327,278)
	Community/urban redevelopment & housing	1,283,813	2,190	1,104,196	-	(177,427)		(177,427)
	Economic development & assistance	394,682	204,180	-	-	(190,502)		(190,502)
	Economic opportunity	4,492,625	-	5,001,014	-	508,389		508,389
	Interest on long term debt	1,802,898	-	-	-	(1,802,898)		(1,802,898)
	Unallocated depreciation	-	-	-	-	-		-
	Other	-	-	-	-	-		-
	Other	-	-	-	-	-		-
	TOTAL GOVERNMENTAL ACTIVITIES	\$ 35,997,496	\$ 7,090,860	\$ 16,855,710	\$ -	\$ (12,050,928)	\$ -	\$ (12,050,928)

BUSINESS-TYPE ACTIVITIES	Major Business Type Activities:								
	1	2	3	4	5	-	-	-	-
	Health Center	8,044,369	8,184,256	32,239	-	-	-	172,126	172,126
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
	Other Business Type	-	-	-	-	-	-	-	-
	TOTAL BUSINESS-TYPE ACTIVITIES	\$ 8,044,369	\$ 8,184,256	\$ 32,239	\$ -	\$ -	\$ 172,126	\$ 172,126	

TOTAL PRIMARY GOVERNMENTS	\$ 44,041,867	\$ 15,275,116	\$ 16,887,949	\$ -	\$ (12,050,928)	\$ 172,126	\$ (11,878,802)
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NET (EXPENSES) REVENUES & CHANGES IN NET ASSETS

GENERAL REVENUES AND TRANSFERS

	PRIMARY GOVERNMENT		
	Governmental	Business-type	Total
	Activities	Activites	
TOTAL PRIMARY GOVERNMENTS	\$ (12,050,928)	\$ 172,126	\$ (11,878,802)
GENERAL REVENUES:			
Taxes:			
Real Estate	14,051,560	-	14,051,560
Per Capita	22,553	-	22,553
Sales	-	-	-
Other <u>Hotel Room Rental Tax</u>	38,953	-	38,953
Other	-	-	-
Licenses and permits	41,746	-	41,746
Grant and contributions not restricted	-	-	-
Unrestricted investment earnings	140,194	2,171	142,365
Other <u>Rent</u>	110,738	-	110,738
Other <u>Transfers</u>	138,035	(138,035)	-
Other	-	-	-
Other	-	-	-
Transfers	-	-	-
TOTAL GENERAL REVENUES AND TRANSFERS	\$ 14,543,779	\$ (135,864)	\$ 14,407,915

CHANGE IN NET ASSETS	\$ 2,492,851	\$ 36,262	\$ 2,529,113
NET ASSETS - BEGINNING OF YEAR	1,546,889	2,767,621	4,314,510
PRIOR PERIOD ADJUSTMENT	(1,251,235)		(1,251,235)
NET ASSETS - END OF YEAR	\$ 2,788,505	\$ 2,803,883	\$ 5,592,388

County of Armstrong
BALANCE SHEET - GOVERNMENT FUNDS
(Including the Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Units)
December 31, 2009

ASSETS	General	Major # 1	Major # 2	Major # 3
		Area Agency on		
		Aging	Children & Youth	Liquid Fuel
ASSETS:				
Cash and cash equivalents	4,375,848	636,078	428,003	1,094,181
Investments	-	-	-	-
Receivables (net of allowance for uncollectibles)	1,976,661	84	12,044	-
Due from other funds	1,221,004	-	-	-
Due from other governments	245,246	139,248	567,988	875,759
Inventories	5,132	-	-	-
Prepays	53,820	7,646	2,043	-
Deferred charges	-	-	-	-
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents	-	-	-	-
Investments	-	-	-	-
Intergovernmental receivable	-	-	-	-
Permanently restricted:				
Investments	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL ASSETS	\$ 7,877,711	\$ 783,056	\$ 1,010,078	\$ 1,969,940

LIABILITIES	LIABILITIES:			
	General	Major # 1	Major # 2	Major # 3
Accounts Payable	340,436	168,718	303,321	1,086,509
Due to other governments	-	-	-	-
Due to other funds	25,996	1,857	705,574	-
Deferred revenue	1,111,462	-	-	-
Other Funds Held in Escrow	241,749	-	1,183	-
Other	-	-	-	-
TOTAL LIABILITIES	\$ 1,719,643	\$ 170,575	\$ 1,010,078	\$ 1,086,509

FUND BALANCE	FUND BALANCE:			
	General	Major # 1	Major # 2	Major # 3
Fund Balance, reserved	496,104	-	-	-
Fund Balance, unreserved	5,661,964	612,481	-	883,431
TOTAL FUND BALANCE	\$ 6,158,068	\$ 612,481	\$ -	\$ 883,431

TOTAL LIABILITIES & FUND BALANCE	\$ 7,877,711	\$ 783,056	\$ 1,010,078	\$ 1,969,940
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ASSETS:	Major # 4	Major # 5	Major # 5	Other	Total
	Debt Service	Capital	Community Action Agency	Governmental Funds	Governmental Funds
Cash and cash equivalents	38,699	229,352	197	2,886,879	9,689,237
Investments	-	-	-	14,994	14,994
Receivables (net of allowance for uncollectibles)	337,919	-	-	99,779	2,426,487
Due from other funds	25,996	-	-	-	1,247,000
Due from other governments	-	-	541,987	178,770	2,548,998
Inventories	-	-	-	-	5,132
Prepays	-	-	-	8,735	72,244
Deferred charges	-	-	-	-	-
Restricted assets:					
Temporarily restricted:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-
Permanently restricted:					
Investments	-	-	-	-	-
Other	-	-	-	-	-
Other	-	-	-	-	-
TOTAL ASSETS	\$ 402,614	\$ 229,352	542,184	\$ 3,189,157	\$ 16,004,092

LIABILITIES:					
Accounts Payable		3,518	-	197,396	2,099,898
Due to other governments		-	-	-	-
Due to other funds		-	-	512,281	1,245,708
Deferred revenue	274,597	-	-	-	1,386,059
Other Funds Held in Escrow		-	-	1,425	244,357
Other		-	-	-	-
TOTAL LIABILITIES	\$ 274,597	\$ 3,518	-	\$ 711,102	4,976,022

FUND BALANCE:					
Fund Balance, reserved	-	-	-	-	496,104
Fund Balance, unreserved	128,017	225,834	542,184	2,478,055	10,531,966
TOTAL FUND BALANCE	\$ 128,017	\$ 225,834	542,184	\$ 2,478,055	11,028,070

TOTAL LIABILITIES & FUND BALANCE	\$ 402,614	\$ 229,352	542,184	\$ 3,189,157	\$ 16,004,092
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Amounts reported for governmental activities in the statement of net assets are different because:		
Internal service funds are used by management to change the certain costs to county departments and employees.	The net assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets	(23,511)
Long-term liabilities, are not due and payable in the current period and therefore are not reported as a fund liability		(36,808,460)
The difference in net assets between full accrual accounting and modified accrual accounting due to differing revenue recognition criteria between the two methods		1,317,016
Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds.....		27,275,390
Other		-
Other		-
NET ASSETS OF GOVERNMENTAL ACTIVITIES		\$ 2,788,505

County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2009

REVENUES		Major # 1 Major # 2 Major # 3			
		General	Area Agency on		
			Aging	Children & Youth	Liquid Fuel
REVENUES:					
Taxes:					
Real estate taxes	11,472,917	-	-	-	
Per capita taxes	22,553	-	-	-	
Personal property taxes	-	-	-	-	
Hotel room rental taxes	-	-	-	-	
Sales taxes	-	-	-	-	
Other	-	-	-	-	
Other	-	-	-	-	
TOTAL TAXES	\$ 11,495,470	\$ -	\$ -	\$ -	
Intergovernmental Revenues:					
Federal	106,214	912,228	1,020,398	-	
State	1,143,005	2,075,738	2,188,087	2,135,422	
Local government units	-	-	-	1,682	
Combination	-	-	-	-	
TOTAL INTERGOVERNMENTAL REVENUES	\$ 1,249,219	\$ 2,987,966	\$ 3,208,485	\$ 2,137,104	
Charges for Service	5,397,099	160,658	237,506	-	
Miscellaneous Revenues:					
Interest earnings	70,651	8,340	4,623	13,347	
Rents	110,738	-	-	-	
Private contributions and donations	-	-	-	-	
Other Licenses/Permits	41,746	-	-	-	
Other	-	-	-	-	
TOTAL MISCELLANEOUS REVENUES	\$ 223,135	\$ 8,340	\$ 4,623	\$ 13,347	
TOTAL REVENUES:		\$ 18,364,923	\$ 3,156,964	\$ 3,450,614	\$ 2,150,451

REVENUES

REVENUES:	Major # 4	Major # 5	Major # 6	Other	Governmental
	Community			Governmental	
Taxes:	Debt Service	Capital	Action Agency	Funds	Total
Real estate taxes	2,535,148	-	-	-	14,008,065
Per capita taxes	-	-	-	-	22,553
Personal property taxes	-	-	-	-	-
Hotel room rental taxes	-	-	-	38,953	38,953
Sales taxes	-	-	-	-	-
Other	-	-	-	-	-
Other	-	-	-	-	-
TOTAL TAXES	\$ 2,535,148	\$ -	\$ -	\$ 38,953	\$ 14,069,571

Intergovernmental Revenues:					
Federal	-	-	155,754	1,267,961	3,462,555
State	-	-	507,130	986,947	9,036,329
Local government units	-	-	-	-	1,682
Combination	-	-	4,330,300	24,844	4,355,144
TOTAL INTERGOVERNMENTAL REVENUES	\$ -	\$ -	\$ 4,993,184	\$ 2,279,752	16,855,710

Charges for Service	-	-	-	1,295,597	7,090,860
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Miscellaneous Revenues:					
Interest earnings	448	4,248	276	34,393	136,326
Rents	-	-	-	-	110,738
Private contributions and donations	-	-	-	-	-
Other Licenses/Permits	-	-	-	-	41,746
Other	-	-	-	-	-
TOTAL MISCELLANEOUS REVENUES	\$ 448	\$ 4,248	\$ 276	\$ 34,393	268,810

TOTAL REVENUES:	\$ 2,535,596	\$ 4,248	\$ 4,993,460	\$ 3,648,695	\$ 38,304,951
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EXPENDITURES

EXPENDITURES:

	Area Agency on			
	Major # 1	Major # 2	Major # 3	
	General	Aging	Children & Youth	Liquid Fuel
General government	9,994,285	-	-	-
Public Safety	4,257,425	-	-	-
Highways and streets	-	-	-	360,141
Sanitation	-	-	-	-
Health and welfare	478,496	3,354,280	3,968,369	-
Culture - recreation	19,860	-	-	-
Conservation	375,920	-	-	-
Community/urban redevelopment and housing	-	-	-	-
Economic development and assistance	355,656	-	-	-
Economic opportunity	-	-	-	-
Debt service	-	-	-	-
Capital outlay	250,856	-	15,950	1,939,236
Other	-	-	-	-
Other	-	-	-	-
TOTAL EXPENDITURES	\$ 15,732,498	\$ 3,354,280	\$ 3,984,319	\$ 2,299,377

OTHER FINANCING SOURCES/(USES):

Interfund operating transfers	(1,290,520)	-	533,705	-
Sale of capital assets	-	-	-	-
Proceeds from long-term debt	-	-	-	-
Refund of bonds	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL OTHER FINANCING SOURCES/(USES)	\$ (1,290,520)	\$ -	\$ 533,705	\$ -

CHANGE IN FUND BALANCE

CHANGE IN FUND BALANCE	\$ 1,341,905	\$ (197,316)	\$ -	\$ (148,926)
FUND BALANCE - BEGINNING OF YEAR	4,798,118	809,797	-	1,032,357
PRIOR PERIOD ADJUSTMENT	18,045	-	-	-
FUND BALANCE - END OF YEAR	\$ 6,158,068	\$ 612,481	\$ -	\$ 883,431

EXPENDITURES

EXPENDITURES:

	Major # 4	Major # 5	Major # 5	Other	
	Community			Governmental	Governmental
	Debt Service	Capital	Action Agency	Funds	Total
General government	-	295,381	-	702,886	10,992,552
Public Safety	-	7,313	-	1,583,737	5,848,475
Highways and streets	-	-	-	-	360,141
Sanitation	-	-	-	-	-
Health and welfare	-	483	-	25,062	7,826,690
Culture - recreation	-	-	-	642,118	661,978
Conservation	-	-	-	-	375,920
Community/urban redevelopment and housing	-	-	-	1,283,813	1,283,813
Economic development and assistance	-	-	-	38,974	394,630
Economic opportunity	-	-	4,492,625	-	4,492,625
Debt service	2,815,326	-	-	-	2,815,326
Capital outlay	-	302,103	-	183,331	2,691,476
Other	-	-	-	-	-
Other	-	-	-	-	-
TOTAL EXPENDITURES	\$ 2,815,326	\$ 605,280	\$ 4,492,625	\$ 4,459,921	\$ 37,743,626

OTHER FINANCING SOURCES/(USES):

Interfund operating transfers	236,290	400,000	-	258,560	138,035
Sale of capital assets	-	-	-	-	-
Proceeds from long-term debt	-	-	-	-	-
Refund of bonds	-	-	-	-	-
Other	-	-	-	-	-
Other	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES/(USES)	\$ 236,290	\$ 400,000	\$ -	\$ 258,560	\$ 138,035

CHANGE IN FUND BALANCE

\$ (43,440)	\$ (201,032)	\$ 500,835	\$ (552,666)	\$ 699,360
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FUND BALANCE - BEGINNING OF YEAR

171,457	426,866	41,349	2,983,405	\$ 10,263,349
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PRIOR PERIOD ADJUSTMENT

-	-	-	47,316	\$ 65,361
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FUND BALANCE - END OF YEAR

\$ 128,017	\$ 225,834	\$ 542,184	\$ 2,478,055	\$ 11,028,070
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County of Armstrong
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2009

Amounts reported for governmental activities in the statement of activities are different because:	
Net changes in fund balance - total governmental funds	699,360
The net revenue of certain activities of the internal services fund is reported with governmental activities	(104,497)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Additionally, various other long-term liabilities do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds. This amount is the net effect of the differences in the treatment of long-term liabilities on the statement of activities.	789,797
The difference in the change in net assets between full accrual accounting and modified accrual accounting due to differing revenue recognition criteria between the two accounting methods	43,495
The net effect of various transactions involving capital assets, (i.e. purchases, disposals, etc.) is to increase net assets	1,064,696
Other	-
Other	-
Other	-
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$ 2,492,851

County of Armstrong
STATEMENT OF NET ASSETS FUNDS
Proprietary Funds
December 31, 2009

BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS				
Health Center				
CURRENT ASSETS:	Major Bus. #1	Major Bus. #2	Major Bus. #3	Major Bus. #4
CURRENT ASSETS:				
Cash and cash equivalents	581,340	-	-	-
Investments	-	-	-	-
Receivables (net of allowance for uncollectibles)	1,118,368	-	-	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
Inventories	41,088	-	-	-
Prepays	14,583	-	-	-
Deferred charges	-	-	-	-
Restricted assets:				
Temporarily restricted:				
Cash or cash equivalents	-	-	-	-
Investments	-	-	-	-
Intergovernmental receivables	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL CURRENT ASSETS	\$ 1,755,379	\$ -	\$ -	\$ -

NON-CURRENT ASSETS:				
Permanently restricted:				
Investments	-	-	-	-
Capital assets not being depreciated:				
Land	-	-	-	-
Construction in progress	-	-	-	-
Capital assets net of accumulated depreciation:				
Buildings and system	1,144,546	-	-	-
Improvements other than buildings	19,360	-	-	-
Machinery and equipment	1,751,707	-	-	-
Infrastructure	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL NON-CURRENT ASSETS	\$ 2,914,613	\$ -	\$ -	\$ -

TOTAL ASSETS	\$ 4,669,992	\$ -	\$ -	\$ -
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	BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS			GOVERNMENTAL
				ACTIVITIES
	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
CURRENT ASSETS:				
Cash and cash equivalents	-	-	581,340	88,300
investments	-	-	-	201,002
Receivables (net of allowance for uncollectibles)	-	-	1,118,368	-
Due from other governments	-	-	-	-
Due from other funds	-	-	-	-
inventories	-	-	41,088	-
Prepays	-	-	14,583	-
Deferred charges	-	-	-	-
Restricted assets:				
Temporarily restricted:				
Cash or cash equivalents	-	-	-	-
investments	-	-	-	-
Intergovernmental receivables	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL CURRENT ASSETS	-	-	\$ 1,755,379	\$ 289,302

NON-CURRENT ASSETS:				
Permanently restricted:				
Investments	-	-	-	-
Capital assets not being depreciated:				
Land	-	-	-	-
Construction in progress	-	-	-	-
Capital assets net of accumulated depreciation:				
Buildings and system	-	-	1,144,546	-
Improvements other than buildings	-	-	18,360	-
Machinery and equipment	-	-	1,751,707	-
infrastructure	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL NON-CURRENT ASSETS	\$ -	\$ -	\$ 2,914,613	\$ -

TOTAL ASSETS	\$ -	\$ -	\$ 4,669,992	\$ 289,302
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BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS

Major Bus. #1 Major Bus. #2 Major Bus. #3 Major Bus. #4

Health Center

CURRENT LIABILITIES

CURRENT LIABILITIES:

Accounts payable	1,313,537	-	-	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Non-current liabilities-due in less than 1 year	-	-	-	-
Other current liabilities	-	-	-	-
Other <u>Accrued Self-insurance Claims</u>	-	-	-	-
Other	-	-	-	-
TOTAL CURRENT LIABILITIES	\$ 1,313,537	\$ -	\$ -	\$ -

NON-CURRENT LIABILITIES

NON-CURRENT LIABILITIES:

Debt due in more than 1 year	-	-	-	-
Other non-current liabilities	-	-	-	-
Other <u>Accrued Compensated Absences</u>	552,572	-	-	-
Other	-	-	-	-
TOTAL NON-CURRENT LIABILITIES	\$ 552,572	\$ -	\$ -	\$ -

TOTAL LIABILITIES	\$ 1,866,109	\$ -	\$ -	\$ -
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NET ASSETS

NET ASSETS:

Investment in capital assets, net of related debt	1,866,242	-	-	-
Restricted	-	-	-	-
Unrestricted	937,641	-	-	-
TOTAL NET ASSETS	\$ 2,803,883	\$ -	\$ -	\$ -

TOTAL LIABILITIES AND NET ASSETS	\$ 4,669,992	\$ -	\$ -	\$ -
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CURRENT LIABILITIES	BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS			GOVERNMENTAL
	Major Bus. #5	Other	Total	ACTIVITIES
		Business	Business	Internal
		Funds	Funds	Service
				Fund
CURRENT LIABILITIES:				
Accounts payable	-	-	1,313,537	-
Due to other governments	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Non-current liabilities-due in less than 1 year	-	-	-	-
Other current liabilities	-	-	-	-
Other <u>Accrued Self-insurance Claims</u>	-	-	-	312,813
Other	-	-	-	-
TOTAL CURRENT LIABILITIES	\$ -	\$ -	\$ 1,313,537	\$ 312,813

NON-CURRENT LIABILITIES	NON-CURRENT LIABILITIES:				
	Debt due in more than 1 year	-	-	-	-
	Other non-current liabilities	-	-	-	-
	Other <u>Accrued Compensated Absences</u>	-	-	552,572	-
	Other	-	-	-	-
	TOTAL NON-CURRENT LIABILITIES	\$ -	\$ -	\$ 552,572	\$ -

TOTAL LIABILITIES	\$ -	\$ -	\$ 1,866,109	\$ 312,813
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NET ASSETS	NET ASSETS:				
	Investment in capital assets, net of related debt	-	-	1,866,242	-
	Restricted	-	-	-	(23,511)
	Unrestricted	-	-	937,641	-
	TOTAL NET ASSETS	\$ -	\$ -	\$ 2,803,883	\$ (23,511)

TOTAL LIABILITIES AND NET ASSETS	\$ -	\$ -	\$ 4,669,992	\$ 289,302
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County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS -
Proprietary Funds
For the Year Ended December 31, 2009

OPERATING REVENUES	BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS			
	Major # 1	Major # 2	Major # 3	Major # 4
	Health Center			
OPERATING REVENUES:				
Charges for service	8,184,256	-	-	-
Operating grants		-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL OPERATING REVENUES	\$ 8,184,256	\$ -	\$ -	\$ -

OPERATING EXPENSES:				
Personnel services	5,153,365	-	-	-
Contracted Services	851,493	-	-	-
Supplies and materials	945,636	-	-	-
Repairs and maintenance	117,355	-	-	-
Utilities	222,773	-	-	-
Other services and charges	753,747	-	-	-
Depreciation and amortization	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL OPERATING EXPENSES	\$ 8,044,369	\$ -	\$ -	\$ -

OPERATING INCOME	\$ 139,887	-	-	-
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NONOPERATING REVENUES/(EXPENSES):				
Intergovernmental	32,239	-	-	-
Investment earnings	2,171	-	-	-
Interest expense	-	-	-	-
Gain/(loss) on sale of assets	-	-	-	-
Other Independent Living-purchase of minor equip		-	-	-
Other-Donations		-	-	-
TOTAL NONOPERATING REVENUES/(EXPENSES)	\$ 34,410	\$ -	\$ -	\$ -

OPERATING TRANSFER IN/(OUT)	(138,035)	-	-	-
CHANGE IN NET ASSETS	\$ 36,262	-	-	-
NET ASSETS - BEGINNING OF YEAR	2,767,621	-	-	-
PRIOR PERIOD ADJUSTMENT		-	-	-
NET ASSETS - END OF YEAR	\$ 2,803,883	-	-	-

OPERATING REVENUES	BUSINESS-TYPE ACTIVITIES - PROPRIETARY FUNDS			GOVERNMENTAL ACTIVITIES
	Major # 5	Other Business Funds	Business Total	Internal Service Fund
OPERATING REVENUES:				
Charges for service	-	-	8,184,256	75,900
Operating grants	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL OPERATING REVENUES	\$ -	\$ -	\$ 8,184,256	\$ 75,900

OPERATING EXPENSES:				
Personnel services	-	-	5,153,365	-
Contracted Services	-	-	851,493	-
Supplies and materials	-	-	945,636	-
Repairs and maintenance	-	-	117,355	-
Utilities	-	-	222,773	-
Other services and charges	-	-	753,747	108,365
Depreciation and amortization	-	-	-	-
Other	-	-	-	-
Other	-	-	-	-
TOTAL OPERATING EXPENSES	\$ -	\$ -	\$ 8,044,369	\$ 108,365

OPERATING INCOME	-	-	\$ 139,887	\$ (32,465)
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NONOPERATING REVENUES/(EXPENSES):				
Intergovernmental	-	-	32,239	-
Investment earnings	-	-	2,171	5,173
Interest expense	-	-	-	-
Gain/(loss) on sale of assets	-	-	-	(1,305)
Other Independent Living-purchase of minor equip	-	-	-	-
Other	-	-	-	-
TOTAL NONOPERATING REVENUES/(EXPENSES)	\$ -	\$ -	\$ 34,410	\$ 3,868

OPERATING TRANSFER IN/(OUT)	-	-	(138,035)	-
CHANGE IN NET ASSETS	-	-	\$ 36,262	\$ (28,597)
NET ASSETS - BEGINNING OF YEAR	-	-	2,767,621	5,086
PRIOR PERIOD ADJUSTMENT	-	-	-	-
NET ASSETS - END OF YEAR	-	-	\$ 2,803,883	\$ (23,511)
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds			-	
Changes in Net Assets of Business-type Activities			\$ 36,262	

County of Armstrong
STATEMENT OF FIDUCIARY NET ASSETS
Fiduciary Funds
December 31, 2009

ASSETS		Fiduciary #1	Fiduciary #2	Fiduciary #3	Fiduciary #4	Fiduciary #5	Total
		Employee	Other				Fiduciary
	ASSETS:	Retirement	Agency Funds				
Cash and cash equivalents		1,682,763	1,438,374	-	-	-	3,121,137
Receivables		158,700		-	-	-	158,700
Investments, at fair value		41,375,866		-	-	-	41,375,866
Due from other funds		-	-	-	-	-	
Restricted assets:							
Temporarily restricted:							
Cash and cash equivalents		-	-	-	-	-	-
Investments		-	-	-	-	-	-
Intergovernmental receivable		-	-	-	-	-	-
Permanently restricted:							
Investments		-	-	-	-	-	-
Other		-	-	-	-	-	-
Other		-	-	-	-	-	-
Other		-	-	-	-	-	-
TOTAL ASSETS:		\$ 43,217,329	\$ 1,438,374	\$ -	\$ -	\$ -	\$ 44,655,703

LIABILITIES:							
Accounts payable and other current liabilities		-	747,418	-	-	-	747,418
Due to other funds		-	-	-	-	-	-
Due to other governments		-	-	-	-	-	-
Other	Funds Held in Escrow	-	690,956	-	-	-	690,956
Other		-	-	-	-	-	-
Other		-	-	-	-	-	-
TOTAL LIABILITIES		\$ -	\$ 1,438,374	\$ -	\$ -	\$ -	\$ 1,438,374

NET ASSETS:							
Held for specific purpose		43,217,329	-	-	-	-	43,217,329
Unrestricted (deficit)		-	-	-	-	-	-
Other		-	-	-	-	-	-
Other		-	-	-	-	-	-
TOTAL NET ASSETS		\$ 43,217,329	\$ -	\$ -	\$ -	\$ -	\$ 43,217,329

TOTAL LIABILITIES AND NET ASSETS		\$ 43,217,329	\$ 1,438,374	\$ -	\$ -	\$ -	\$ 44,655,703
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County of Armstrong
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
Fiduciary Funds
December 31, 2009

	Fiduciary #1	Fiduciary #2	Fiduciary #3	Fiduciary #4	Fiduciary #5	Total
	Employee					Fiduciary
	Retirement					
ADDITIONS:						
Contributions:						
Employer	1,273,691		-	-	-	1,273,691
Plan Members	746,841	-	-	-	-	746,841
Private donations	-	-	-	-	-	-
Other- Reimburse overpayment	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL CONTRIBUTIONS	\$ 2,020,532	\$ -	\$ -	\$ -	\$ -	\$ 2,020,532
Investment Earnings:						
Interest	1,050,412	-	-	-	-	1,050,412
Net increase/decrease in the fair value of investments	646,846	-	-	-	-	646,846
Other Litigation revenues	1,133	-	-	-	-	1,133
TOTAL INVESTMENT EARNINGS	\$ 1,698,391	\$ -	\$ -	\$ -	\$ -	\$ 1,698,391
Less investment expenses	(150,900)	-	-	-	-	(150,900)
TOTAL ADDITIONS	\$ 3,568,023	\$ -	\$ -	\$ -	\$ -	\$ 3,568,023

DEDUCTIONS:						
Benefits	1,955,994	-	-	-	-	1,955,994
Administrative expenses	48,379	-	-	-	-	48,379
Other	-	-	-	-	-	-
Other	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL DEDUCTIONS	\$ 2,004,373	\$ -	\$ -	\$ -	\$ -	\$ 2,004,373

CHANGE IN NET ASSETS	\$ 1,563,650	-	-	-	-	\$ 1,563,650
NET ASSETS - BEGINNING OF YEAR	35,571,906	-	-	-	-	35,571,906
PRIOR PERIOD ADJUSTMENT	6,081,773	-	-	-	-	-
NET ASSETS - END OF YEAR	\$ 43,217,329	-	-	-	-	\$ 43,217,329

DEBT STATEMENT

GENERAL OBLIGATION	List Each Issue or Loan		Original	Outstanding	Principal	Principal
	General Obligation Bonds and Notes	Year of Issue	Amount of Issue	January 1st or Issued During Year	Paid During Year	Outstanding December 31st
	First Commonwealth Trust	2001	27,320,000	25,765,000	790,000	24,975,000
	Northwest Savings Bank	2004	2,000,000	592,950	99,692	493,258
	Merchant's National Bank	2007	8,120,000	8,115,000	5,000	8,110,000
	SunTrust Guaranteed Energy Phase I	2008	2,432,139	2,432,139	114,838	2,317,301
	SunTrust Guaranteed Energy Phase II	2008	315,113	180,113	9,468	170,645

REVENUE	Revenue Bonds and Notes					

LEASE RENTAL	Lease Rental Debt of Authority					

TAX REVENUE ANTICIPATION	Tax and Revenue Anticipation Notes					

TOTAL DEBT AND REVENUE ANTICIPATION NOTES	\$ 36,066,204
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STATEMENT OF CAPITAL EXPENDITURES

GOVERNMENTAL - TYPE ACTIVITY	Capital Purchases	Capital Construction	Total
General government - administrative	302,658		302,658
General government - judicial	248,527		248,527
Public safety			-
Police			-
Fire			-
Corrections			-
Emergency services	11,921		11,921
Other			-
Public works			-
Highways and streets		1,939,236	1,939,236
Sanitation			-
Other			-
Health and welfare	22,548	-	22,548
Culture - recreation	166,586	-	166,586
Conservation	-	-	-
Community/urban redevelopment & housing	-	-	-
Economic development and assistance	-	-	-
Economic opportunity	-	-	-
BUSINESS - TYPE ACTIVITY			
Major Bus. Type 1 Health Center	55,108	-	55,108
Major Bus. Type 2	-	-	-
Major Bus. Type 3	-	-	-
Major Bus. Type 4	-	-	-
Major Bus. Type 5	-	-	-
Other Business Type	-	-	-
Airport (if not listed above)	-	-	-
Parking facility (if not listed above)	-	-	-
Transportation system (if not listed above)	-	-	-
Other	-	-	-
Other	-	-	-
TOTAL CAPITAL EXPENDITURES	\$ 807,348	\$ 1,939,236	\$ 2,746,584

TAX RATES & EMPLOYEE COMPENSATION	
TAX RATES:	
General Purposes	12.5 mills
Debt Purposes	3.0 mills
All Other Purposes	mills
TOTAL	15.5 mills
EMPLOYEE COMPENSATION:	
Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)...	\$ 13,451,710

ELECTED CONTROLLER'S / AUDITOR'S CERTIFIED OPINION

To the: Governing Body of the County
 President Judge of the Court of Common Pleas
 Secretary of the Department of Community and Economic Development

I / We,*the undersigned, the duly elected (or appointed replacement) and acting
Controller/Auditors* of the County of Armstrong have audited, adjusted, and settled the
accounts of the County of Armstrong for the year ended December 31, 2009.
My / Our* audit, adjustment, and settlement was made in accordance with Act 103 of
2002 rather than with U.S. generally accepted auditing standards.

The County has prepared these financial statements on basis of accounting consistent with U.S.
generally accepted accounting principles; consisting of the accrual basis for the government-wide,
proprietary fund and fiduciary fund financial statements and the modified accrual basis for the
governmental fund financial statements.

Due to the absence of notes and other disclosures required by U.S. generally accepted accounting
principles, these financial statements are not intended to be a complete presentation in accordance
with U.S. generally accepted accounting principles.

In my / our* opinion, these financial statements accurately reflect the results of operations and
the financial position of the County of Armstrong for the year ended December 31, 2009.

SIGNATURE AND VERIFICATION

Signed: *Myna L. Miller*

Controller / Auditor*

Subscribed and sworn to before me this 29th day of June, 2010.

Brenda C. George, Prothonotary
and Clerk of Courts

Signed: *by Vickie J. Bowers, Deputy*
Witness (Controller)/Auditor (Auditors)

(SEAL)

MY COMM. EXPIRES 1ST
MON. JAN. 2012
Counties are encouraged to have financial statement audits performed in accordance
with U.S. generally accepted auditing standards or the standards applicable to financial
audits contained in *Government Auditing Standards*, issued by the Comptroller General
of the United States. Controllers may submit opinions resulting from such audits in lieu
of this page.

* Circle One