

SIXTY-SEVENTH ANNUAL REPORT

of the

CONTROLLER

of

Armstrong County

JANUARY 1, 2014
to
DECEMBER 31, 2014

MYRA L. MILLER
County Controller

TAMMIE GAFF
First Deputy Controller
A/P Supervisor

BILLIE KIRKPATRICK
Second Deputy Controller
Chief Accountant/Auditor

STAFF:

SHARON L. COGLEY
SUE E. BURK
TERESA A. HORGOS
RUTH ANN COLO

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

This, the Sixty-Seventh 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 interest 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 the County's finances. The communication between the Controller's Office and the County Commissioners is especially open, and a mutual desire exists to gain 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, 2014 to December 31, 2014.

Respectfully,



Myra L. Miller
County Controller

Now, June 24, 2015, the within report made in
open court and same is ordered file.



Honorable Kenneth Valasek

Armstrong County Officials – As of 1/1/2014

- **JUDICIARY**

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

- **COMMISSIONERS**

David K. Battaglia, Chairman
Robert T. Bower
Richard L. Fink

- **CONTROLLER**

Myra L. Miller

- **TREASURER**

Amanda C. Hiles

- **RECORDER OF DEEDS**

Marianne Hileman

- **PROTHONOTARY**

Brenda C. George

- **SHERIFF**

William Rupert

- **CORONER**

Brian Myers

- **JURY COMMISSIONERS**

Paul J. Kijowski
Karen J. Schrecengost

County of Armstrong
GOVERNMENT-WIDE STATEMENT OF NET POSITION
For the Year Ended December 31, 2014

CURRENT ASSETS	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
	CURRENT ASSETS:		
Cash and cash equivalents	9,852,078	204,098	10,056,176
Investments	-	-	-
Receivables (net allowance for uncollectibles)	3,196,453	702,479	3,898,932
Due from other governments	1,590,608	-	1,590,608
Internal balances	-	-	-
Inventories	3,478	23,518	26,996
Prepays	129,986	17,421	147,407
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	628,402	-	628,402
	Capital assets net of accumulated depreciation:			
	Buildings and system	16,207,500	652,333	16,859,833
	Improvements other than buildings	3,440,787	10,247	3,451,034
	Machinery and equipment	20,244,161	1,495,297	-
Infrastructure	9,563,686	-	9,563,686	
Other	-	-	-	

TOTAL ASSETS	TOTAL ASSETS	65,604,179	3,105,393	68,709,572
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TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	DEFERRED OUTFLOWS OF RESOURCES:			
	Deferred amount on debt refundings	-	-	-
	Deferred amount on debt refundings	-	-	-
	Other	-	-	-
	TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-
TOTAL ASSETS & DEFERRED OUTFLOWS OF RESOURCES	65,604,179	3,105,393	68,709,572	

County of Armstrong
GOVERNMENT-WIDE STATEMENT OF NET POSITION
For the Year Ended December 31, 2014

LIABILITIES	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
	LIABILITIES:		
Accounts payable	2,449,007	1,357,379	3,806,386
Due to other governments	-	-	-
Deferred Revenue	232,335	-	232,335
Funds held as fiduciary	20,534	-	20,534
Due to other Funds	-	965,450	965,450
Noncurrent liabilities:			
Debt due within one year	2,398,727	-	2,398,727
Debt due in more than one year	52,642,120	-	52,642,120
Other non-current liabilities	-	-	-
Other Accrued Compensated Absences	844,696	346,264	1,190,960
Other Accrued Self-Ins Workers Comp Claims	319,349	-	319,349
TOTAL LIABILITIES	58,906,768	2,669,093	61,575,861

TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES:		
	Deferred amount on debt refundings	-	-
Deferred amount on debt refundings	-	-	-
Other	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-
TOTAL LIABILITIES & DEFERRED INFLOWS OF RESOURCES	-	-	-

NET POSITION	NET POSITION:			
	Net Investment in capital assets	20,008,702	384,252	20,392,954
	NET POSITION:			
Restricted	388,047	52,048	440,095	
Unrestricted	(13,699,338)	-	(13,699,338)	
TOTAL NET POSITION	6,697,411	436,300	7,133,711	

County of Armstrong
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2014

FUNCTIONS/PROGRAMS PRIMARY/GOVERNMENT:	PROGRAM REVENUES				NET (EXPENSES) REVENUES & CHANGES IN NET ASSETS		
	Expenses	Charges for Services	Operating Grants and Contribution	Capital Grants and Contributions	PRIMARY GOVERNMENT		
					Governmental Activities	Business- type Activities	Total
Governmental Activities:							
General government - administrative	5,651,954	1,864,236	115,399	771,730	(2,900,589)		(2,900,589)
General government - judicial	6,689,104	1,605,748	916,418	-	(4,166,938)		(4,166,938)
Public safety	7,595,943	1,786,285	1,190,789	-	(4,618,869)		(4,618,869)
Highways and streets	977,873	-	831,770	-	(146,103)		(146,103)
Sanitation	-	-	-	-	-		-
Health and welfare	7,767,469	262,118	5,810,946	-	(1,694,404)		(1,694,404)
Culture-recreation	778,043	518,654	-	48,649	(210,740)		(210,740)
Conservation	350,189	1,500	-	-	(348,689)		(348,689)
Community/urban redevelopment & housing	1,194,338	105,759	1,180,236	-	91,657		91,657
Economic development & assistance	567,109	519,899	-	-	(47,210)		(47,210)
Economic opportunity	2,301,968	-	2,222,719	-	(79,249)		(79,249)
Interest on long term debt	1,591,784	-	-	-	(1,591,784)		(1,591,784)
Unallocated depreciation	-	-	-	-	-		-
Other	-	-	-	-	-		-
Other	-	-	-	-	-		-
TOTAL GOVERNMENTAL ACTIVITIES	35,465,774	6,664,199	12,268,277	820,379	(15,712,919)	-	(15,712,919)

BUSINESS-TYPE ACTIVITIES	Major Business Type Activities:						
1 Health Center	8,145,547	8,638,046	-	-	-	492,499	492,499
2	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-
Other Business Type	-	-	-	-	-	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	8,145,547	8,638,046	-	-	-	492,499	492,499

TOTAL PRIMARY GOVERNMENTS	43,611,321	15,302,245	12,268,277	820,379	(15,712,919)	492,499	(15,220,420)
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County of Armstrong
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2014

NET (EXPENSES) REVENUES & CHANGES IN NET ASSETS

PRIMARY GOVERNMENT			
	Governmental	Business-type	
	Activities	Activites	Total
TOTAL PRIMARY GOVERNMENTS	(15,712,919)	492,499	(15,220,420)

GENERAL REVENUES:

GENERAL REVENUES AND TRANSFERS

Taxes:

Real Estate	16,837,508	-	16,837,508
Per Capita	2,362	-	2,362
Sales	-	-	-
Other <u>Hotel Room Rental Tax</u>	78,261	-	78,261
Other	-	-	-
Licenses and permits	54,070	-	54,070
Grant and contributions not restricted	-	-	-
Unrestricted investment earnings	84,152	-	84,152
Other <u>Rent</u>	107,533	-	107,533
Other <u>Transfers</u>	(364,296)	-	(364,296)
Other <u>Fines and Forfeitures</u>	303,509	-	303,509
Other <u>Donations</u>	600	-	600
Other <u>Interest BAB reimb</u>	192,845	-	192,845
TOTAL GENERAL REVENUES AND TRANSFERS	17,296,545	-	17,296,545

NET POSITION

CHANGE IN NET POSITION	1,583,626	492,499	2,076,124
NET POSITION - BEGINNING OF YEAR	4,915,070	915,703	5,830,773
PRIOR PERIOD ADJUSTMENT	198,715	(971,902)	(773,187)
NET POSITION - END OF YEAR	6,697,411	436,300	7,133,711

County of Armstrong
BALANCE SHEET - GOVERNMENT FUNDS
(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)
For the Year Ended December 31, 2014

ASSETS		Major # 1 Area Agency on		Major # 2	Major # 3
		General	Aging	Children & Youth	Community Action
	ASSETS:				
	Cash and cash equivalents	4,019,769	1,181,982	1,066,127	1,338
	Investments	-	-	-	-
	Receivables (net of allowance for uncollectibles)	2,603,887	294	5,139	-
	Due from other funds	2,818,948	-	82	-
	Due from other governments	91,723	-	263,098	32,481
	Inventories	3,478	-	-	-
	Prepays	92,931	15,655	740	-
	Deferred charges	-	-	-	-
	Restricted assets:				
	Temporarily restricted:				
	Cash and cash equivalents	-	-	-	-
	Investments	-	-	-	-
	Intergovernmental receivable	-	-	-	-
	Permanently restricted:				
	Investments	-	-	-	-
	Other	-	-	-	-
	TOTAL ASSETS	9,630,736	1,197,931	1,335,186	33,819
TOTAL ASSETS AND DEFERRED OUTFLOWS	DEFERRED OUTFLOWS OF RESOURCES:				
	Other	-	-	-	-
	TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-
	TOTAL ASSETS & DEFERRED OUTFLOWS OF RESOURCES	9,630,736	1,197,931	1,335,186	33,819
LIABILITIES	LIABILITIES:				
	Accounts Payable	782,730	277,416	288,325	-
	Due to other governments	-	-	-	-
	Due to other funds	32,832	(36,381)	1,025,011	-
	Deferred revenue	1,058,939	-	-	-
	Other Funds Held in Escrow	14,176	-	1,088	-
	Other	-	-	-	-
	TOTAL LIABILITIES	1,888,677	241,035	1,314,424	-
TOTAL LIABILITIES AND DEFERRED INFLOWS	DEFERRED INFLOWS OF RESOURCES:				
	Other	-	-	-	-
	TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-
	TOTAL LIABILITIES & DEFERRED INFLOWS OF RESOURCES	1,888,677	241,035	1,314,424	-
FUND BALANCE	FUND BALANCE:				
	Fund Balance, reserved	464,893	-	-	-
	Fund Balance, unreserved	7,277,166	956,896	20,762	33,819
	TOTAL FUND BALANCE	7,742,059	956,896	20,762	33,819
	TOTAL LIABILITIES, DEFERRED INFLOWS & FUND BALANCE	9,630,736	1,197,931	1,335,186	33,819

**County of Armstrong
BALANCE SHEET - GOVERNMENT FUNDS**

(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)
For the Year Ended December 31, 2014

	Major # 4	Major # 5	Major # 6	Other	Total
	Capital	Debt		Governmental Funds	Governmental Funds
ASSETS:					
Cash and cash equivalents	125,741	532,868	-	2,681,750	9,609,575
Investments	-	-	-	-	-
Receivables (net of allowance for uncollectibles)	-	466,814	-	120,319	3,196,453
Due from other funds	-	32,749	-	-	2,851,779
Due from other governments	-	-	-	238,745	626,047
Inventories	-	-	-	-	3,478
Prepays	-	-	-	20,660	129,986
Deferred charges	-	-	-	-	-
Restricted assets:					
Temporarily restricted:					
Cash and cash equivalents	-	-	-	-	-
Investments	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-
Permanently restricted:					
Investments	-	-	-	-	-
Other	-	-	-	-	-
TOTAL ASSETS	125,741	1,032,431	-	3,061,474	16,417,318

DEFERRED OUTFLOWS OF RESOURCES:					
Other	-	-	-	-	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-	-	-
TOTAL ASSETS & DEFERRED OUTFLOWS OF RESOURCES	125,741	1,032,431	-	3,061,474	16,417,318

LIABILITIES:					
Accounts Payable	755,588	-	-	344,948	2,449,007
Due to other governments	-	-	-	-	-
Due to other funds	-	-	-	865,756	1,887,218
Deferred revenue	-	523,447	-	-	1,582,386
Other Funds Held in Escrow	-	-	-	5,270	20,534
Other	-	-	-	-	-
TOTAL LIABILITIES	755,588	523,447	-	1,215,974	5,939,145

DEFERRED INFLOWS OF RESOURCES:					
Other	-	-	-	-	-
TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
TOTAL LIABILITIES & DEFERRED INFLOWS OF RESOURCES	755,588	523,447	-	1,215,974	5,939,145

FUND BALANCE:					
Fund Balance, reserved	-	-	-	-	464,893
Fund Balance, unreserved	(629,847)	508,984	-	1,845,500	10,013,280
TOTAL FUND BALANCE	(629,847)	508,984	-	1,845,500	10,478,173

TOTAL LIABILITIES, DEFERRED INFLOWS & FUND BALANCE	125,741	1,032,431	-	3,061,474	16,417,318
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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 charge 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

Long-term liabilities, are not due and payable in the current period and therefore are not reported as a fund liability

The difference in net assets between full accrual accounting and modified accrual accounting due to differing revenue recognition

Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds.....

NET ASSETS OF GOVERNMENTAL ACTIVITIES

(76,846)
(55,885,543)
1,350,051
50,831,576
6,697,411

County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2014

REVENUES:				
		Major # 1	Major # 2	Major # 3
		Area Agency on		
Taxes:	General	Aging	Children & Youth	Community Action
Real estate taxes	12,826,528	-	-	-
Per capita taxes	2,362	-	-	-
Personal property taxes	-	-	-	-
Hotel room rental taxes	-	-	-	-
Sales taxes	-	-	-	-
Other <u>Donations</u>	-	-	-	-
Other	-	-	-	-
TOTAL TAXES	12,828,890	-	-	-
Intergovernmental Revenues:				
Federal	152,494	729,681	1,085,331	169,170
State	1,081,828	1,760,124	2,170,107	591,809
Local government units	-	-	-	-
Combination	-	40,000	-	1,461,740
TOTAL INTERGOVERNMENTAL REVENUES	1,234,322	2,529,805	3,255,438	2,222,719
Charges for Service	4,793,799	152,927	107,671	-
Miscellaneous Revenues:				
Interest earnings	52,953	5,797	4,813	108
Rents	107,533	-	-	-
Other <u>Fines and Forfeitures</u>	303,509	-	-	-
Other <u>Bond Proceeds</u>	-	-	-	-
Other <u>Licenses/Permits</u>	54,070	-	-	-
Other <u>Interest BAB reimb</u>	-	-	-	-
Other <u>Marcellus Shale</u>	771,730	-	-	-
TOTAL MISCELLANEOUS REVENUES	1,289,795	5,797	4,813	108
TOTAL REVENUES:	20,146,806	2,688,529	3,367,922	2,222,827

County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2014

	Major # 4	Major # 5	Major # 6	Other	
REVENUES:				Governmental	Governmental
Taxes:	Capital	Debt			Total
Real estate taxes	-	4,040,671	-	-	16,867,199
Per capita taxes	-	-	-	-	2,362
Personal property taxes	-	-	-	-	-
Hotel room rental taxes	-	-	-	78,261	78,261
Sales taxes	-	-	-	-	-
Other <u>Donations</u>	-	-	-	600	600
Other	-	-	-	-	-
TOTAL TAXES	-	4,040,671	-	78,861	16,948,422
Intergovernmental Revenues:					
Federal	-	-	-	1,558,175	3,694,851
State	-	-	-	1,465,786	7,069,654
Local government units	-	-	-	2,034	2,034
Combination	-	-	-	-	1,501,740
TOTAL INTERGOVERNMENTAL REVENUES	-	-	-	3,025,995	12,268,279
Charges for Service	-	-	-	1,445,568	6,499,965
Miscellaneous Revenues:					
Interest earnings	1,042	4,451	-	12,625	81,789
Rents	-	-	-	-	107,533
Other <u>Fines and Forfeitures</u>	-	-	-	-	303,509
Other <u>Bond Proceeds</u>	48,649	-	-	-	48,649
Other <u>Licenses/Permits</u>	-	-	-	-	54,070
Other <u>Interest BAB reimb</u>	-	192,845	-	-	192,845
Other <u>Marcellus Shale</u>	-	-	-	-	771,730
TOTAL MISCELLANEOUS REVENUES	49,691	197,296	-	12,625	1,560,125
TOTAL REVENUES:	49,691	4,237,967	-	4,563,049	37,276,791

County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (continued)
For the Year Ended December 31, 2014

EXPENDITURES	EXPENDITURES:	Major # 1	Major # 2	Major # 3	
		Area Agency on			
		General	Aging	Children & Youth	Community Action
	General government	11,227,852	-	-	-
	Public Safety	5,293,814	-	-	-
	Highways and streets	-	-	-	-
	Sanitation	-	-	-	-
	Health and welfare	449,742	3,202,432	4,009,262	-
	Culture - recreation	-	-	-	-
	Conservation	350,189	-	-	-
	Community/urban redevelopment and housing	-	-	-	-
	Economic development and assistance	490,566	-	-	-
	Economic opportunity	-	-	-	2,301,968
	Debt service	-	-	-	-
	Capital outlay	126,455	74,100	22,359	-
	Other	-	-	-	-
	Other	-	-	-	-
	TOTAL EXPENDITURES	17,938,618	3,276,532	4,031,621	2,301,968

OTHER FINANCING SOURCES	OTHER FINANCING SOURCES/(USES):				
		Interfund operating transfers	(1,968,158)	-	646,512
	Sale of capital assets	-	-	-	-
	Proceeds from long-term debt	-	-	-	-
	Refund of bonds	-	-	-	-
	Other	-	-	-	-
	Other	-	-	-	-
	TOTAL OTHER FINANCING SOURCES/(USES)	(1,968,158)	-	646,512	-

CHANGE IN FUND BALANCE	240,030	(588,003)	(17,187)	(79,141)
FUND BALANCE - BEGINNING OF YEAR	6,784,830	1,585,535	582,637	112,960
PRIOR PERIOD ADJUSTMENT	717,199	(40,636)	(544,688)	-
FUND BALANCE - END OF YEAR	7,742,059	956,896	20,762	33,819

County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS (continued)
For the Year Ended December 31, 2014

EXPENDITURES	EXPENDITURES:	Major # 4	Major # 5	Major # 5	Other	
		Capital	Debt		Governmental	Governmental
					Funds	Total
General government	76,815	-	-	-	779,694	12,084,361
Public Safety	20,058	-	-	-	1,775,944	7,089,816
Highways and streets					349,471	349,471
Sanitation	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	7,661,436
Culture - recreation	(81,254)	-	-	-	713,299	632,045
Conservation	-	-	-	-	-	350,189
Community/urban redevelopment and housing	-	-	-	-	1,194,338	1,194,338
Economic development and assistance	-	-	-	-	77,698	568,264
Economic opportunity	-	-	-	-	-	2,301,968
Debt service	-	4,598,208	-	-	-	4,598,208
Capital outlay	428,301	-	-	-	746,509	1,397,724
Other	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL EXPENDITURES	443,920	4,598,208	-	-	5,636,953	38,227,820

OTHER FINANCING SOURCES	OTHER FINANCING SOURCES/(USES):					
Interfund operating transfers	50,000	236,450	-	-	670,900	(364,296)
Sale of capital assets	-	-	-	-	-	-
Proceeds from long-term debt	-	-	-	-	-	-
Refund of bonds	-	-	-	-	-	-
Other	-	-	-	-	-	-
Other	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES/(USES)	50,000	236,450	-	-	670,900	(364,296)

CHANGE IN FUND BALANCE	(344,229)	(123,791)	-	(403,004)	(1,315,325)
FUND BALANCE - BEGINNING OF YEAR	(285,618)	632,775	-	2,181,664	11,594,783
PRIOR PERIOD ADJUSTMENT	-	-	-	66,840	198,715
FUND BALANCE - END OF YEAR	(629,847)	508,984	-	1,845,500	10,478,173

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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, 2014

Amounts reported for governmental activities in the statement of activities are different because:	
Net changes in fund balance - total governmental funds	(1,315,325)
The net revenue of certain activities of the internal services fund is reported with governmental activities	(35,198)
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.	2,963,841
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	(29,693)
The net effect of various transactions involving capital assets, (i.e. purchases, disposals, etc.) is to increase net assets	-
Other	-
Other	-
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$ 1,583,625

County of Armstrong
STATEMENT OF NET POSITION
Proprietary Funds
For the Year Ended December 31, 2014

		BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS		
		Major Bus. #1	Major Bus. #2	Major Bus. #3
CURRENT ASSETS	CURRENT ASSETS:	Health Center		
	Cash and cash equivalents	204,098		-
	Investments	-		-
	Receivables (net of allowance for uncollectibles)	702,479	-	-
	Due from other governments	-	-	-
	Due from other funds	-	-	-
	Inventories	23,518	-	-
	Prepays	17,421	-	-
	Deferred charges	-	-	-
	Restricted assets:			
	Temporarily restricted:			
	Cash or cash equivalents	-	-	-
	Investments	-	-	-
	Intergovernmental receivables	-	-	-
	Other	-	-	-
TOTAL CURRENT ASSETS	947,516	-	-	
NON-CURRENT ASSETS	NON-CURRENT ASSETS:			
	Permanently restricted:			
	Investments	-	-	-
	Capital assets not being depreciated:			
	Land	-	-	-
	Construction in progress	-	-	-
	Capital assets net of accumulated depreciation:			
	Buildings and system	652,333	-	-
	Improvements other than buildings	10,247	-	-
	Machinery and equipment	1,495,297	-	-
Infrastructure	-	-	-	
Other	-	-	-	
TOTAL NON-CURRENT ASSETS	2,157,877	-	-	
TOTAL ASSETS	TOTAL ASSETS	3,105,393	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	DEFERRED OUTFLOWS OF RESOURCES:			
	Deferred amount on debt refundings	-	-	-
	Deferrals related to pensions	-	-	-
	Other	-	-	-
	TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	3,105,393	-	-	

County of Armstrong
STATEMENT OF NET POSITION
Proprietary Funds
For the Year Ended December 31, 2014

	GOVERNMENTAL ACTIVITIES		
	Other Business Funds	Total Business Funds	Internal Service Fund
CURRENT ASSETS:			
Cash and cash equivalents	-	204,098	53,180
Investments	-	-	189,322
Receivables (net of allowance for uncollectibles)	-	702,479	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	23,518	-
Prepays	-	17,421	-
Deferred charges	-	-	-
Restricted assets:			
Temporarily restricted:			
Cash or cash equivalents	-	-	-
Investments	-	-	-
Intergovernmental receivables	-	-	-
Other	-	-	-
TOTAL CURRENT ASSETS	-	947,516	242,502

NON-CURRENT ASSETS:			
Permanently restricted:			
Investments	-	-	-
Capital assets not being depreciated:			
Land	-	-	-
Construction in progress	-	-	-
Capital assets net of accumulated depreciation:			
Buildings and system	-	652,333	-
Improvements other than buildings	-	10,247	-
Machinery and equipment	-	1,495,297	-
Infrastructure	-	-	-
Other	-	-	-
TOTAL NON-CURRENT ASSETS	-	2,157,877	-

TOTAL ASSETS	-	3,105,393	242,502
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DEFERRED OUTFLOWS OF RESOURCES:			
Deferred amount on debt refundings	-	-	-
Deferrals related to pensions	-	-	-
Other	-	-	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	-	-	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	-	3,105,393	242,502

County of Armstrong
STATEMENT OF NET POSITION (continued)
Proprietary Funds
For the Year Ended December 31, 2014

CURRENT LIABILITIES	BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS		
	Major Bus. #1	Major Bus. #2	Major Bus. #3
	Health Center		
CURRENT LIABILITIES:			
Accounts payable	1,357,379	-	-
Due to other governments	-	-	-
Due to other funds	965,450	-	-
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	2,322,829	-	-

NON-CURRENT LIABILITIES	NON-CURRENT LIABILITIES:			
	Debt due in more than 1 year	-	-	-
	Other non-current liabilities	-	-	-
	Other <u>Accrued Compensated Absences</u>	346,264	-	-
	Other	-	-	-
	TOTAL NON-CURRENT LIABILITIES	346,264	-	-

LIABILITIES	TOTAL LIABILITIES	2,669,093	-	-
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TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES:			
	Deferred amount on debt refundings	-	-	-
	Deferrals related to pensions	-	-	-
	Other	-	-	-
	TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OR RESOURCES	2,669,093	-	-	

NET POSITION	NET POSITION:			
	Investment in capital assets, net of related debt	384,252	-	-
	Restricted	52,048	-	-
	Unrestricted	-	-	-
	TOTAL NET POSITION	436,300	-	-

TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	3,105,393	-	-
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County of Armstrong
STATEMENT OF NET POSITION (continued)
Proprietary Funds
For the Year Ended December 31, 2014

CURRENT LIABILITIES	GOVERNMENTAL ACTIVITIES		
	Other Business Funds	Total Business Funds	Internal Service Fund
CURRENT LIABILITIES:			
Accounts payable	-	1,357,379	-
Due to other governments	-	-	-
Due to other funds	-	965,450	-
Deferred revenue	-	-	-
Non-current liabilities-due in less than 1 year	-	-	-
Other current liabilities	-	-	-
Other <u>Accrued Self-Insurance Claims</u>	-	-	319,349
Other	-	-	-
TOTAL CURRENT LIABILITIES	-	2,322,829	319,349

NON-CURRENT LIABILITIES	NON-CURRENT LIABILITIES:			
	Debt due in more than 1 year	-	-	-
	Other non-current liabilities	-	-	-
	Other <u>Accrued Compensated Absences</u>	-	346,264	-
	Other	-	-	-
	TOTAL NON-CURRENT LIABILITIES	-	346,264	-

LIABILITIES	TOTAL LIABILITIES	-	2,669,093	-
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TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES:			
	Deferred amount on debt refundings	-	-	-
	Deferrals related to pensions	-	-	-
	Other	-	-	-
	TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-
	TOTAL LIABILITIES AND DEFERRED INFLOWS OR RESOURCES	-	2,669,093	-

NET POSITION	NET POSITION:			
	Investment in capital assets, net of related debt	-	384,252	-
	Restricted	-	52,048	(76,846)
	Unrestricted	-	-	-
	TOTAL NET POSITION	-	436,300	(76,846)

TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	-	3,105,393	(76,846)
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County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
Proprietary Funds
For the Year Ended December 31, 2014

		BUSINESS - TYPE ACTIVITIES - PROPRIETARY FUNDS		
		Major # 1	Major # 2	Major # 3
		Health Center		
OPERATING REVENUES	OPERATING REVENUES:			
	Charges for service	8,636,928	-	-
	Operating grants	-	-	-
	Other INTEREST	1,118	-	-
	Other	-	-	-
TOTAL OPERATING REVENUES	8,638,046	-	-	

OPERATING EXPENSES	OPERATING EXPENSES:			
	Personnel services	5,850,429	-	-
	Contracted Services	1,126,081	-	-
	Supplies and materials	347,893	-	-
	Repairs and maintenance	87,954	-	-
	Utilities	356,667	-	-
	Other services and charges	88,121	-	-
	Depreciation and amortization	288,402	-	-
	Other	-	-	-
	Other	-	-	-
TOTAL OPERATING EXPENSES	8,145,547	-	-	

OPERATING INCOME/(LOSS)	492,499	-	-
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NONOPERATING REVENUES/(EXPENSES)	NONOPERATING REVENUES/(EXPENSES):			
	Intergovernmental	-	-	-
	Investment earnings	-	-	-
	Interest expense	-	-	-
	Gain/(loss) on sale of assets	-	-	-
	Other	-	-	-
	Other	-	-	-
TOTAL NONOPERATING REVENUES/(EXPENSES)	-	-	-	

CHANGE IN NET POSITION	CHANGE IN NET POSITION	492,499	-	-
	NET POSITION - BEGINNING OF YEAR	915,703	-	-
	PRIOR PERIOD ADJUSTMENT	(971,902)	-	-
	NET POSITION - END OF YEAR	436,300	-	-

County of Armstrong
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
Proprietary Funds
For the Year Ended December 31, 2014

OPERATING REVENUES	GOVERNMENTAL ACTIVITIES		
	Other Business Funds	Business Total	Internal Service Fund
OPERATING REVENUES:			
Charges for service	-	8,636,928	164,234
Operating grants	-	-	-
Other	-	1,118	-
Other	-	-	-
TOTAL OPERATING REVENUES	-	8,638,046	164,234

OPERATING EXPENSES:			
Personnel services	-	5,850,429	-
Contracted Services	-	1,126,081	-
Supplies and materials	-	347,893	-
Repairs and maintenance	-	87,954	-
Utilities	-	356,667	-
Other services and charges	-	88,121	201,795
Depreciation and amortization	-	288,402	-
Other	-	-	-
Other	-	-	-
TOTAL OPERATING EXPENSES	-	8,145,547	201,795

OPERATING INCOME/(LOSS)	-	492,499	(37,561)
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NONOPERATING REVENUES/(EXPENSES)			
NONOPERATING REVENUES/(EXPENSES):			
Intergovernmental	-	-	-
Investment earnings	-	-	1,428
Interest expense	-	-	-
Gain/(loss) on sale of assets	-	-	935
Other	-	-	-
Other	-	-	-
TOTAL NONOPERATING REVENUES/(EXPENSES)	-	-	2,363

CHANGE IN NET POSITION	-	492,499	(35,198)
NET POSITION - BEGINNING OF YEAR	-	874,055	(41,648)
PRIOR PERIOD ADJUSTMENT	-	(971,902)	-
NET POSITION - END OF YEAR	-	394,652	(76,846)
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds		-	
Changes in Net Position of Business-type Activities		492,499	

County of Armstrong
STATEMENT OF FIDUCIARY NET POSITION
Fiduciary Funds
For the Year Ended December 31, 2014

		Fiduciary #1 Employee Retirement	Fiduciary #2 Other Agency Funds	Fiduciary #3	Total Fiduciary
ASSETS	ASSETS:				
	Cash and cash equivalents	2,443,829	1,986,757	-	4,430,586
	Receivables	384,862	-	-	384,862
	Investments, at fair value	58,895,402	-	-	58,895,402
	Due from other funds	-	-	-	-
	Restricted assets:				
	Temporarily restricted:				
	Cash and cash equivalents	-	-	-	-
	Investments	-	-	-	-
	Intergovernmental receivable	-	-	-	-
	Permanently restricted:				
	Investments	-	-	-	-
	Other	-	-	-	-
	Other	-	-	-	-
	Other	-	-	-	-
TOTAL ASSETS:	61,724,093	1,986,757	-	63,710,850	
TOTAL ASSETS AND DEFERRED OUTFLOWS	DEFERRED OUTFLOWS OF RESOURCES				
	Other				
	TOTAL DEFERRED OUTFLOWS OF RESOURCES				
	TOTAL ASSETS AND DEFERRED OUTFLOWS				
LIABILITIES	LIABILITIES:				
	Accounts payable and other current liabilities	-	354,875	-	354,875
	Due to other funds	-	-	-	-
	Due to other governments	-	76,619	-	76,619
	Other Funds Held in Escrow	-	1,499,622	-	1,499,622
	TOTAL LIABILITIES	-	1,931,116	-	1,931,116
TOTAL LIABILITIES AND DEFERRED INFLOWS	DEFERRED INFLOWS OF RESOURCES				
	Other	-	-	-	-
	TOTAL DEFERRED INFLOWS OF RESOURCES	-	-	-	-
	TOTAL LIABILITIES AND DEFERRED INFLOWS	-	1,931,116	-	1,931,116
NET POSITION	NET POSITION:				
	Held for specific purpose	61,724,093	-	-	61,724,093
	Unrestricted (deficit)	-	55,642	-	55,642
	Other	-	-	-	-
	Other	-	-	-	-
	TOTAL NET POSITION	61,724,093	55,642	-	61,779,735
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION		61,724,093	1,986,758	-	63,710,851

County of Armstrong
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Fiduciary Funds
For the Year Ended December 31, 2014

ADDITIONS		Fiduciary #1	Fiduciary #2	Fiduciary #3	Total
		Employee Retirement	Other Agency Funds		Fiduciary
ADDITIONS:					
Contributions:					
Employer		2,125,105		-	2,125,105
Plan Members		900,344		-	900,344
Private donations		-	-	-	-
Other- AR (from GF)		1,437		-	-
Other		-	-	-	-
TOTAL CONTRIBUTIONS		3,026,886		-	3,025,449
Investment Earnings:					
Interest		1,720,638		-	1,720,638
Net increase/decrease in the fair value of investments		9,385,935		-	9,385,935
Other Litigation revenues		3,710		-	3,710
TOTAL INVESTMENT EARNINGS		11,110,283		-	11,110,283
Less investment expenses		(228,702)		-	(228,702)
TOTAL ADDITIONS		13,908,467		-	13,907,030

DEDUCTIONS					
	DEDUCTIONS:				
Benefits		3,888,653		-	3,888,653
Administrative expenses		54,281		-	54,281
Other		-		-	-
TOTAL DEDUCTIONS		3,942,934		-	3,942,934

CHANGE IN NET POSITION					
	CHANGE IN NET POSITION		9,965,534		-
NET POSITION - BEGINNING OF YEAR		51,758,560		-	51,758,560
PRIOR PERIOD ADJUSTMENT		-		-	-
NET POSITION - END OF YEAR		61,724,093		-	61,724,093

DEBT STATEMENT

	List Each Issue or Loan	Year of Issue	Original Amount of Issue	Outstanding January 1st or Issued During Year	Principal Paid During Year	Principal Outstanding December 31st
GENERAL OBLIGATION	General Obligation Bonds and Notes					
	First Commonwealth Trust	2001	27,320,000	-	-	-
	Northwest Savings Bank (Go Note)	2004	2,000,000	46,206	46,206	-
	Merchant's National Bank	2007	8,120,000	-	-	-
	SunTrust Guaranteed Energy Phase I	2008	2,432,139	1,787,726	178,286	1,609,440
	SunTrust Guaranteed Energy Phase II	2008	315,113	128,245	11,321	116,924
	PNC	2010 A	17,190,000	16,730,000	200,000	16,530,000
	PNC	2010 B	11,300,000	10,845,000	235,000	10,610,000
	PNC	2010 C	1,510,000	1,105,000	140,000	965,000
	PNC	2011	10,500,000	10,305,000	90,000	10,215,000
	PNC	2012 A	7,810,000	6,085,000	1,090,000	4,995,000
	PNC	2012 B	310,000	310,000	-	310,000
	PNC	2012 CI	10,000,000	10,000,000	310,000	9,690,000
	PNC	2012 CII	525,000	110,000	110,000	-

	Revenue Bonds and Notes				
REVENUE					

	Lease Rental Debt of Authority				
LEASE RENTAL					

	Tax and Revenue Anticipation Notes				
TAX REVENUE ANTICIPATION		-	-	-	-
					-

TOTAL DEBT AND REVENUE ANTICIPATION NOTES	\$ 55,041,364
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STATEMENT OF CAPITAL EXPENDITURES

GOVERNMENTAL - TYPE ACTIVITY	Capital Purchases	Capital Construction	Total
General government - administrative	15,508	-	15,508
General government - judicial	29,313	-	29,313
Public safety	-	-	-
Police	-	-	-
Fire	-	-	-
Corrections	-	-	-
Emergency services	481,003	-	481,003
Other	-	-	-
Public works	-	-	-
Highways and streets	-	628,402	628,402
Sanitation	-	-	-
Other	-	-	-
Other	-	-	-
Health and welfare	96,460	-	96,460
Culture - recreation	147,039	-	147,039
Conservation	-	-	-
Community/urban redevelopment & housing	-	-	-
Economic development and assistance	-	-	-
Economic opportunity	-	-	-
BUSINESS - TYPE ACTIVITY			
Major Bus. Type 1 Health Center	-	-	-
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	\$ 769,323	\$ 628,402	\$ 1,397,725

TAX RATES & EMPLOYEE COMPENSATION	
TAX RATES:	
General Purposes	13.00
Debt Purposes	4.50
All Other Purposes	-
TOTAL	17.50
EMPLOYEE COMPENSATION:	
Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)...	\$ 14,134,293

2013 Financial Report Mailing list (DCED)

Electronic Filing

DCED - with signature seal page

ORIGINAL SIGNATURES

1 Prothonotary Office Original

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Buffalo, NY 14203

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Allentown, PA 18106-9987

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Children, Youth & Family (Mike)

Planning (Rich P.)

Commissioners (George)

Health Center (Janet M.)

Area Agency on Aging (Janet T.)

Financial Manager (Carly Cowan)

MH/MR (Christa Zubik)

*5 - our office
6 - Extra orig sign.*