

COUNTY OF GREENE, PENNSYLVANIA

SINGLE AUDIT

2007

MAHER DUESSEL
CERTIFIED PUBLIC ACCOUNTANTS

COUNTY OF GREENE, PENNSYLVANIA

YEAR ENDED DECEMBER 31, 2007

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Independent Auditor's Report

Board of County Commissioners
County Controller
County of Greene, Pennsylvania

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the County of Greene, Pennsylvania, (County) as of and for the year ended December 31, 2007, 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 financial statements of Greene County Industrial Development Authority (Authority), the discretely presented component unit, which represents 23 percent, -20 percent, and 6 percent, respectively, of the assets, unrestricted net assets, and revenues of the government-wide financial statements. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Authority, is based on the report of the other auditors.

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

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County as of December 31, 2007, and the respective changes in financial position thereof, and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 10, 2008, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

The management's discussion and analysis and pension information on pages i through xvi and 44 through 45, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management

Board of County Commissioners
County Controller
County of Greene, Pennsylvania
Independent Auditor's Report
Page Two

regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit this information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The additional information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*, and is also not a required part of the basic financial statements of the County. Similarly, the accompanying schedule of DPW expenditures is presented for purposes of additional analysis as required by the Commonwealth of Pennsylvania Department of Public Welfare and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Maier Duessel

Pittsburgh, Pennsylvania
October 10, 2008

MANAGEMENT'S DISCUSSION AND ANALYSIS

Introduction

The County is presenting its financial statements as required by Governmental Accounting Standards Board Statement No. 34 (GASB #34), "Basic Financial Statements – and Management's Discussion and Analysis (MD&A) – for State and Local Governments." This discussion and analysis of Greene County's (County) financial performance presents a narrative overview for the fiscal year ended December 31, 2007. It should be read in conjunction with the accompanying basic financial statements and the notes to those statements.

Financial Highlights

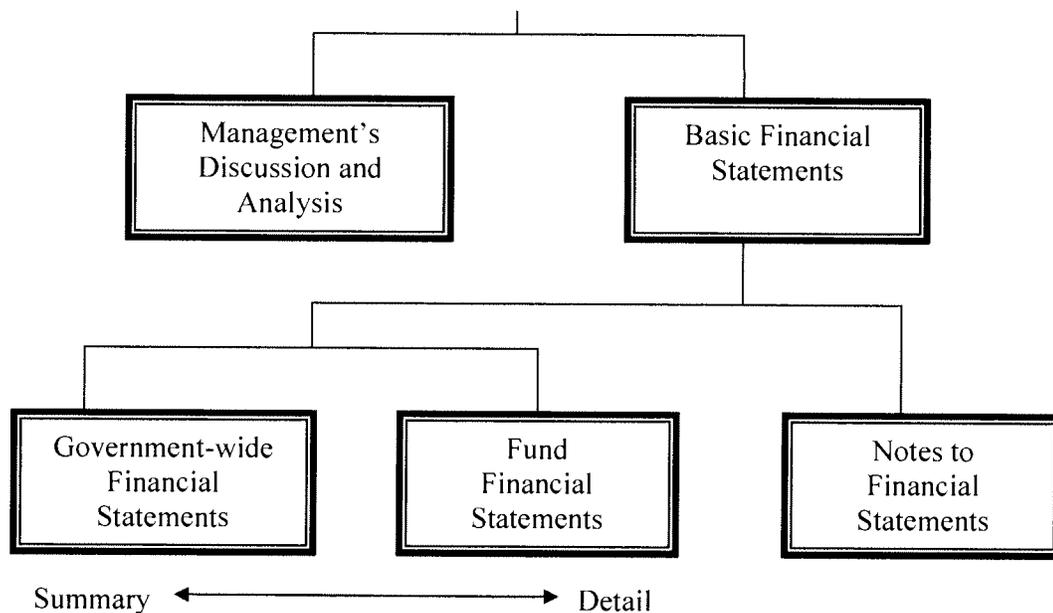
- The County issued a General Obligation Bond Series in 2006 in the amount of \$5,265,000. This bond contained both County-managed infrastructure improvement projects and Authority-managed Water and Sewage line projects. Six of the twelve County projects have been completed and another three are 90% complete. Four of the twelve main Authority projects have also been completed and the remaining projects have all been started.
- The County's net assets increased by \$8,445,011 in 2007. Assets increased approximately \$7.8 million while liabilities decreased \$0.6 million.
- The County General Fund revenues exceeded expenditures and the fund balance increased by \$320,089.
- The Board of Commissioners maintained the real estate tax rates for general fund, debt, and library for 2007 (and 2008) at the 04/05/06 level of 6.42 mills. This is the longest period of time in at least the last 16 years that tax rates have gone without an increase.
- The County refinanced the 1998 Bonds in early 2008. While not reflected in the financial statements for 2007, this fact is addressed, and the 2008 Refinancing Issue may be noted, in the MD&A.
- The County, as guarantor of the 1997 Revenue bonds issued by the Industrial Development Authority, made a principal payment in the amount of \$205,000 on their behalf. This payment was made out of the sinking fund and an escrow account that the County opened in 2004 in anticipation of this event.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Overview of the Financial Statements

This report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the County as a whole (government-wide statements) and present a long-term view of the County's finances. Fund Financial Statements follow and show how services were financed in the short-term and report the County's Operations in more detail than the government-wide statements. The remaining statements provide financial information about activities which the County acts solely as a trustee or agent for the benefit of those outside of the government. The following diagram shows the relationship of these statements:

REQUIRED COMPONENTS OF THE COMPREHENSIVE ANNUAL FINANCIAL REPORT



The first two statements are government-wide financial statements that provide information about the County's overall financial status, as well as the financial status of the County's component unit. The remaining statements are fund financial statements that focus on individual parts of County government, reporting the County's operations in more detail than the government-wide statements. The fund financial statements include:

- ➔ *Governmental funds statements* which explain how services were financed in the short term, as well as what remains for future spending. A general fund budgetary comparison statement is provided to demonstrate compliance.
- ➔ *Fiduciary Funds statements* which reflect activities involving resources that are held by the County as a trustee or agent for individuals, private organizations, or other governmental units. Fiduciary funds are not reflected in the government-wide statements because the resources cannot be used to support the County's programs.

MANAGEMENT'S DISCUSSION AND ANALYSIS

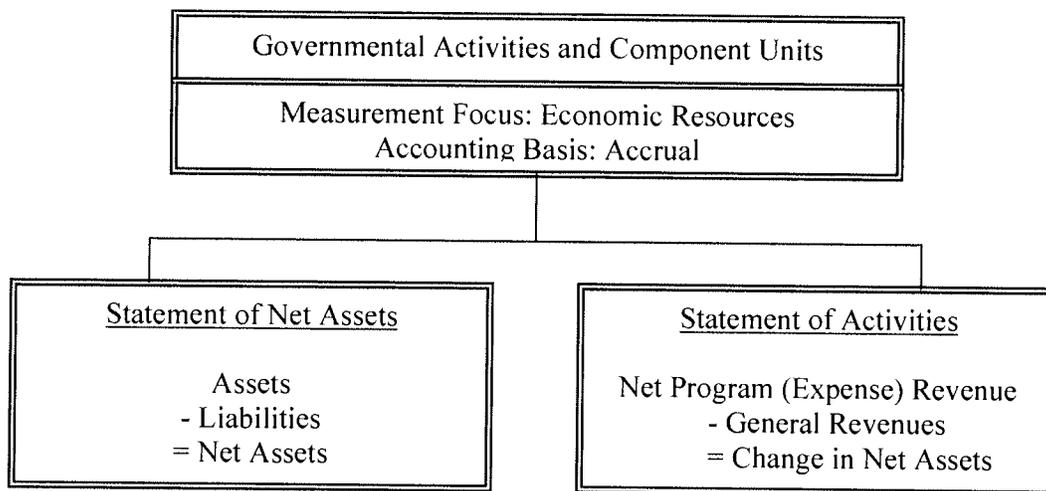
The financial statements also include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements as well as required supplementary information regarding the County's budget. In addition to these required elements, a section is included with detailed individual statements about non-major funds.

The remainder of this overview explains the structure and contents of the government-wide and fund financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The primary features are reflected in the following diagram.

GOVERNMENT-WIDE FINANCIAL STATEMENTS



The statement of net assets includes all of the County's assets and liabilities, except fiduciary funds, with the difference between the two reported as net assets. This statement serves a purpose similar to that of the balance of a private-sector business. The statement of activities focuses on how the County's net assets changed during the year. Because it separates program revenue (revenue generated by specific programs through charges for services, grants and contributions) from general revenue (revenue provided by taxes and other sources not generated by a particular program), it shows to what extent each program has to rely on taxes for funding. All changes in net assets are reported using the accrual method of accounting, which requires that revenues be reported when they are earned and expenses be reported when the goods and/or services are received, regardless of when cash is received or paid.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Net assets are one way to measure the County's financial position. Over time, increases or decreases in the County's net assets are one indicator of whether the County's financial position is improving or deteriorating. However, other non-financial factors must be considered to assess the overall position of the County.

The County's government-wide financial statements are divided into two categories:

- *Governmental activities* – include the County's basic services, segregated by type. General government activity is comprised of both administrative and judicial functions. This differs from the fund statements presentation which presents administrative government as general government, and judicial government is presented separately.
- *Component unit* – reflecting the activity of the Greene County Industrial Development Authority (IDA), a legally separate entity for which the County provides financial support and appoints board members.

As the component unit (The IDA) is only indirectly managed by the County, it has been removed from this condensed statement. However, the financial information for the IDA is available in the accompanying basic financial statements and the notes to those statements. Four years are shown for comparative purposes.

- Statement of Net Assets

	Governmental Activities			
	2007	2006	2005	2004
Assets:				
Current and other Assets	\$ 13,813,897	\$ 5,721,034	\$ 7,603,198	\$ 6,981,130
Capital Assets	34,197,762	24,469,314	20,951,429	20,080,141
Total Assets	<u>\$ 48,011,659</u>	<u>\$ 40,190,348</u>	<u>\$ 28,554,627</u>	<u>\$ 27,061,271</u>
Liabilities:				
Current Liabilities	\$ 7,190,832	\$ 7,336,892	\$ 4,409,100	\$ 3,386,556
Other Liabilities	13,248,134	13,725,774	8,897,137	9,349,314
Total Liabilities	<u>20,438,966</u>	<u>21,062,666</u>	<u>13,306,237</u>	<u>12,735,870</u>
Net Assets:				
Invested in capital assets, net of related debt	23,296,147	15,292,934	12,771,629	11,900,341
Restricted	2,845,005	4,974,863	1,424,401	1,348,522
Unrestricted	1,431,541	(1,140,115)	1,052,360	1,076,538
Total Liabilities and Net Assets	<u>\$ 47,993,659</u>	<u>\$ 40,190,348</u>	<u>\$ 28,554,627</u>	<u>\$ 27,061,271</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS

Greene County, from the "Balance Sheet" perspective, is in good financial condition. County assets have traditionally exceeded liabilities due to the County bridges which are owned by the County but financed through state dollars. The chart below shows the ratios for the current and past three years. During 2006, when the County issued bonds for various construction projects, the ratio decreased slightly. In 2007, as those projects completed and became assets, the ratio improved and increased over previous years.

	2007	2006	2005	2004
Asset-to-Liability Ratio's	2.35 : 1	1.91 : 1	2.15 : 1	2.12 : 1

The County owns approximately 34 million dollars in depreciated assets and the County debt directly related to these assets is approximately 11 million. The difference of 23 million is the equity the County has in those assets. The County's depreciated assets, compared to the equity of the assets, in the Statement of Net Assets, provide an indication of how sensibly bond money is spent and how well bond money is leveraged to obtain matching grant funds. The Chart below shows that for every dollar of debt the county has, we have 3.14 dollars of assets to match it.

In the case of Murtha Drive and the Foundation Coal Aquatics Center, which will both be depreciated over 40 years, the bond debt extends out only 20 years. These assets are worth 10.65 million and the County used just over \$1 million of bond money to build them. The balance of the projects were completed with Local, State, and Federal grants.

	2007	2006	2005	2004
Asset-to-Debt Ratio's	3.14 : 1	2.67 : 1	2.56 : 1	2.45 : 1

The County's liabilities fall into two categories; long-term and short-term. Our long-term liabilities are the 2008, 2006, and 2003 bonds. A specified portion of the collected taxes are paid into funds each year to make the payments on these bonds and the full schedule of bonds can be seen in the notes accompanying the financial statements.

The short-term liabilities, generally speaking, can be divided into two categories: money the county owes, but has not yet paid out; and money the county has received for a specific purpose, but not yet spent (i.e. we are "liable" for the specific purpose until we have spent the money). Accounts payable for the County make up the largest portion of the first category. As the chart below reflects, the accounts payable for the County has grown considerably over the last 2 years. This is largely due to the capital improvement projects the County has undertaken utilizing the 2006 Bonds. The County has in the past, and continues to pay its bills on a "net 30" basis.

	2007	2006	2005	2004
Accounts Payable	3,646,428	4,272,023	1,942,663	1,752,198

MANAGEMENT'S DISCUSSION AND ANALYSIS

While the County's equity in capital assets has been discussed above in relation to assets, the Net Assets portion of the statement also contains restricted and unrestricted net assets. The County's restricted net assets are twofold: Capital projects, which is the remaining bond money; and Debt Service, which is the money dedicated to paying off the County bonds.

To put all the sections and numbers of the Statement of Net Assets in perspective, consider the following:

1. In the simplest terms, the Statement of Net Assets shows what the County has in cash and the value of the properties it owns, what the County owes, and the difference between those two numbers. As an analogy, a person has their cash in the bank, their car and the house, but they also have bills, a car loan, and a mortgage to pay. If the County was a person, he would have about two and a half times more money in the bank than bills and loans to pay, and his house would be worth over three times what was left to pay on the mortgage.
2. A local lending institution in Waynesburg, when making a home loan, requires that a person's debt payments be less than 35% of what they make. The County has to allocate only 9% of its tax revenue for debt.
3. Greene County's asset-to-liability ratio is 2.35:1. This means for every \$1 we owe, we hold \$2.35 in cash or assets. The County asset-to-debt ratio is 3.14:1, which again means that for every \$1 of debt we have, we hold \$3.14 in assets. These ratios are exceptional and the chart below compares Greene County numbers to some other counties in southwestern PA.

	Greene	Allegheny	Westmoreland	Beaver
Asset to Liability Ratios	2.35 : 1	1.03 : 1	1.25 : 1	0.98 : 1
Asset to Debt Ratios	3.14 : 1	1.06 : 1	0.76 : 1	1.97 : 1

- Statement of Activities

When the benefit of a service provided by the County goes to an individual or a corporation, the County charges a fee to the individual (fines are also in this same line item) and this is known as program revenue. The Statement of Activities requires program revenue, and any operating or capital grants and contributions to be associated with the major department that generated the revenue and also shows separately stated general revenues. Expenses for the departments are shown as well and this statement therefore shows what parts of county government are being funded with tax dollars and what parts are funded by user fees and grants.

The statement below is condensed to allow comparative year data to be shown. As with the Statement of Net Assets, the IDA portion of this statement has been removed but can be seen in the accompanying basic financial statements and the notes to those statements.

MANAGEMENT'S DISCUSSION AND ANALYSIS

-Statement of Activities	2007			2006		
Primary Government:	Expenses	Program Revenues	General revenue required	Expenses	Program Revenues	General revenue required
General government	7,639,976	2,154,293	5,485,683	7,244,228	2,216,548	5,027,680
Public safety	3,452,298	1,365,895	2,086,403	3,168,388	1,361,412	1,806,976
Public works	937,571	7,286,989	(6,349,418)	626,377	2,295,023	(1,668,646)
Human services	12,016,912	11,829,785	187,127	11,922,017	11,494,280	427,737
Culture and recreation	1,833,324	2,609,059	(775,735)	2,189,054	2,181,096	7,958
Community & economic development	2,558,107	1,175,771	1,382,336	1,883,852	919,773	964,079
Unallocated depreciation	135,718	-	135,718	136,171	-	136,171
Interest on long-term debt	600,856	-	600,856	696,268	-	696,268
Total activities	<u>29,174,762</u>	<u>26,421,792</u>		<u>27,866,355</u>	<u>20,468,132</u>	
 General revenues:						
Property taxes, levied for general purposes			\$9,034,316			\$8,868,717
Property taxes, levied for debt service			846,215			867,547
Property taxes, levied for library expenditures			87,893			88,770
Interest			744,894			692,535
Rental income			326,109			301,022
Gain (loss) on sale of assets			16,030			(65,777)
Reimbursement of prior period expenditures			142,524			518,012
Total general revenues			11,197,981			11,270,826
Total revenues			<u>37,618,645</u>			<u>31,738,958</u>
Change in net assets			8,445,011			3,872,603
 Net Assets:						
Beginning of year			19,127,682			15,248,390
End of year			<u>\$27,572,693</u>			<u>\$19,120,993</u>

The Statement of Activities shows that the County supported its operations with approximately 11.2 million in general revenues; of which 9 million was general tax revenue. In general, expenses, program revenues, and general revenues increased from 2006 to 2007. The following chart provides additional detail on revenues:

<u>Program Revenue Source</u>	<u>2007</u>	<u>2006</u>
Charges for Services	\$ 2,699,735	\$ 2,652,523
Operating Grants and Contributions	\$14,645,155	\$14,215,928
Capital Grants and Contributions	\$ 9,076,902	\$ 3,599,682

MANAGEMENT'S DISCUSSION AND ANALYSIS

Operating grants remained approximately the same with Human Services receiving over 11 million for operations. The major increase in program revenues is under capital grants and is directly related to local, state, and federal funding for County projects such as Murtha Drive and the Foundation Coal Aquatics Center. This can clearly be seen in the statement for Public Works and Culture & Recreation. Compared to last year, the County received an additional 5.5 million in the form of Capital grants.

The bottom line on this statement is a significant positive Change in Net Assets. While the county has experienced a series of positive Changes in Net Assets – 8% in 2003, 6.2% in 2004, and 6.4% in 2005, and 25% in 2006 – this year's increase of over 44% is exceptional and indicates a rising "book value" of the County Government – a positive change in the value of Greene County's assets relative to its liabilities.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant funds (determined by GASB #34), not the County as a whole. Funds are accounting groups that the County uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state law. The County has two kinds of funds:

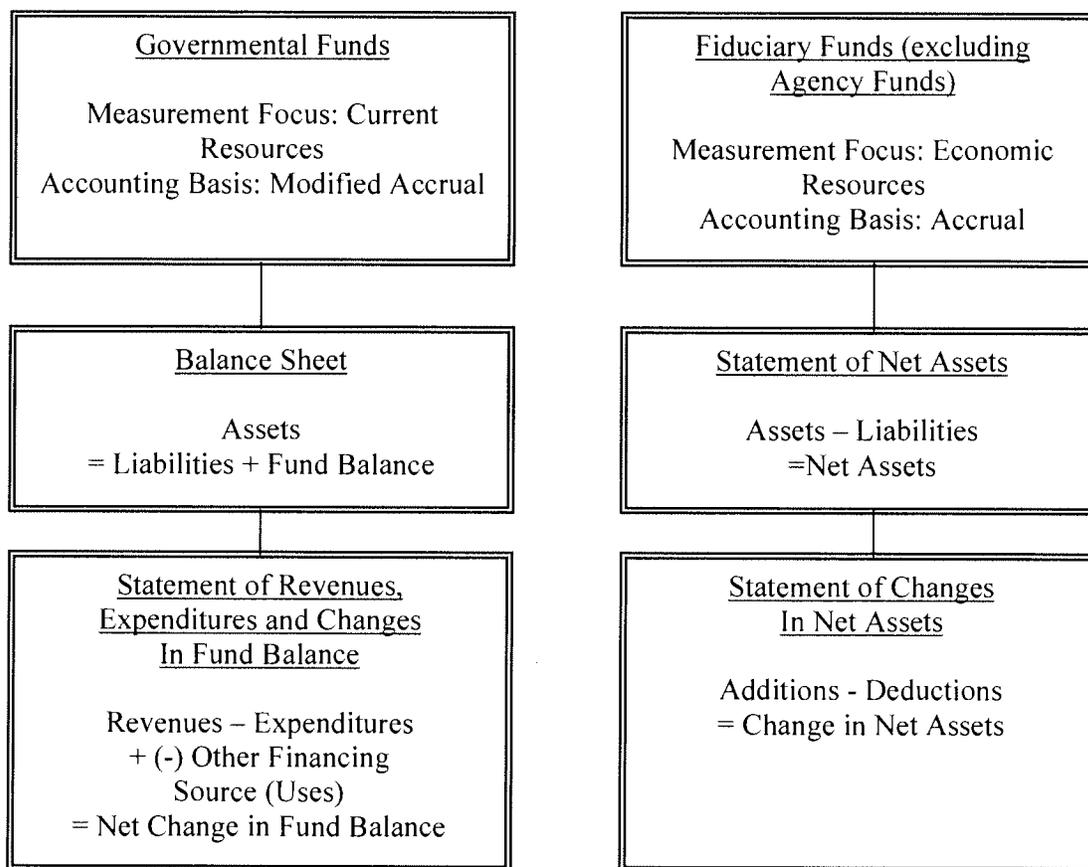
- *Governmental funds* – The County's basic services are included in governmental funds, which focus on: (1) the in and out flow of cash and other financial assets that can be readily converted into cash, and; (2) the balance left at year-end that is available for spending. These funds are reported using the modified accrual accounting basis and a current financial resources measurement focus. Consequently, the governmental funds statements provide a detailed short-term view that helps determine the financial resources available in the near future to finance County programs. The relationship between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is described in a reconciliation that follows the governmental fund financial statements. The County adopts an annual budget for the General Fund and the Liquid Fuels Tax Fund. Because it is considered one of the County's major funds, a budgetary comparison schedule is presented for the General Fund, reflecting the following: (1) the original budget; (2) the final amended budget; (3) actual revenues and expenditures, and; (4) the variance between the final budget and actual revenues and expenditures. The other County major funds rely on the availability of federal and state support and, in certain cases, County support which is budgeted in the General Fund. For this reason no budget is incorporated for these other major funds.

MANAGEMENT'S DISCUSSION AND ANALYSIS

- *Fiduciary funds* – The County is the trustee, or fiduciary, for the Employee's Retirement System. In addition, the County is also responsible for certain agency funds, which are clearing accounts for assets held by the County in its role as custodian until the funds are allocated to the private parties, organizations or government agencies to which they belong. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. This fiduciary activity is reported in a separate statement of fiduciary net assets and a statement of changes in fiduciary net assets. These funds are excluded from the County's government-wide financial statements because the County cannot use these assets to finance operations.

The following diagram presents the major features of the fund financial statements, including the information contained therein.

Fund Financial Statements



MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Funds

Greene County has 4 funds this year that are considered *Major* funds for the purpose of GASB #34 reporting; the General fund, Capital Projects, Human Services, and the Behavioral Health fund. There are 25 *other* funds that make up the "Other Governmental Funds" on the Governmental Funds Balance Sheet and Statement of Revenue and Expenditures.

- Major Funds Balance Sheet

The following statement is a condensed version of the major funds balance sheet. The General Fund is the primary fund for the County as a whole; it is the fund where property taxes are reported and where most of the non-Human Services/Capital expenditures are recorded.

	General Fund	Behavioral Health	Human Services	Capital Projects
Assets				
Cash and cash equivalents	\$ 2,131,826	\$ 2,561,556	\$ 784,901	\$ 1,088,211
Investments	-	-	-	1,000,000
Due from other funds	2,177,540	21,545	30,387	-
Due from other governments	298,686	4,676	358,849	959,836
Taxes receivable	1,006,659	-	-	-
Accounts receivable	110,071	41,585	3,106	81,857
Other assets	-	134,092	-	-
Total Assets	\$ 5,724,782	\$ 2,763,454	\$ 1,177,243	\$ 3,129,904
Liabilities and Fund Balance				
Liabilities:				
Accounts payable	\$ 676,894	\$ 1,429,412	\$ 326,993	\$ -
Accrued liabilities and withholdings	485,023	-	-	-
Due to other funds	781,222	229,350	335,650	631,325
Deferred revenue	1,290,774	1,104,692	514,600	-
Total Liabilities	3,233,913	2,763,454	1,177,243	631,325
Fund Balance:				
Reserved	-	-	-	2,498,579
Unreserved	2,490,869	-	-	-
Total Liabilities and Fund Balance	\$ 5,724,782	\$ 2,763,454	\$ 1,177,243	\$ 3,129,904

MANAGEMENT'S DISCUSSION AND ANALYSIS

The General Fund balance sheet shows the cash available at the end of 2007 for operations in the unreserved fund balance of 2.49 million dollars. This fund balance allows County operations, in conjunction with the TAN Loan, to continue at the beginning of the year (prior to tax collection) and allows the General Fund to assist the other funds of the County regulate cash flow. The fund balance is also used to cushion Accounts Receivable and *Due Froms* when the State or Federal Government is slow to reimburse the County for expenditures. Normally this reimbursement would be for operating grants but in 2007 it also included the large capital grants the county worked with as well. The strong fund balance allowed the county to complete the capital projects without any major cash flow issues. The Fund Balance increased in 2007 by 320 thousand dollars.

During 2002, the County utilized the fund balance to pay a principal payment for the Industrial Development Authority Revenue Bonds issued in 1997. The IDA informed the County in late November 2002 that they would not be able to make the payment and the County, as a guarantor on the bonds, was required to make the payment. As a result of this, the County has a contingent liability for the IDA Debt Service

This contingent liability will be in effect until 2017 or until the IDA shows the ability to make these payments on an ongoing basis. In 2004, the County started setting aside 1/5th of the next principal payment and an amount equal to the interest payments each year. In 2007 the IDA was again not able to meet this obligation and the County made the payment in December.

The *Due from other funds* line for the General Fund directly correlates to the *Due to other funds* for the 28 other County funds (3 major, 25 other).

The Capital Projects fund came on the major funds list in 2006 as a result of the Bond Issue and all the projects that entailed. Due to the size of some of the Federal and State grants received in 2006 and 2007, The Capital Projects fund was also used to balance cash flow for non-bond projects while awaiting reimbursements; thus the *Due From other governments* line in the Balance Sheet.

The Behavioral Health and Human Services fund show no fund balance as, by law, they cannot "carry" funds from one year to the next. However; unspent monies are not sent back to the issuing agency but are instead shown as deferred revenue.

As major funds can change from year to year, comparative figures are not shown; but General Fund assets and liabilities declined in 2007, mainly in the *Due from other funds* and *accounts payable* lines of the balance sheet. This is largely a result of finishing many of the capital projects and these lines have essentially returned to the 2005 levels.

MANAGEMENT'S DISCUSSION AND ANALYSIS

- Revenue & Expenditures & Change in Fund Balance (R&E)

The statement below is a very condensed version of the Governmental Statement of Revenue, Expenditures, and Changes in Fund Balances for 2007. This statement shows the four major funds, what revenues they generated, what expenditures were incurred, any other activity, and then the change in fund balance from the previous year.

	General Fund	Behavioral Health	Human Services	Capital Projects
Revenues:				
Taxes	9,051,248	-	-	-
Intergovernmental	1,390,450	5,706,856	3,610,324	7,457,157
Charges for services, Fines, & Permits	1,670,135	-	36,634	-
Interest	291,552	121,903	37,787	230,990
Rental income	313,949	-	-	-
Donations	124,047	-	3,036	-
Total revenues	<u>12,841,381</u>	<u>5,828,759</u>	<u>3,687,781</u>	<u>7,688,147</u>
Expenditures:				
Administration	4,400,621	-	-	106,978
Judicial	2,395,731	-	-	-
Public safety:	2,682,764	-	-	332,789
Public works:	179,729	-	-	5,834,980
Human services:	-	5,854,532	3,635,524	-
Culture and recreation:	1,291,688	-	-	2,727,087
Conservation and economic development:	1,392,293	-	-	443,271
Debt service:	38,357	-	3,840	-
Total expenditures	<u>12,381,183</u>	<u>5,854,532</u>	<u>3,639,364</u>	<u>9,445,105</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>460,198</u>	<u>(25,773)</u>	<u>48,417</u>	<u>(1,756,958)</u>
Other Financing Sources (Uses):				
Transfers in	473,288	116,961	42,244	-
Other sources from sale of assets/ prior period reimbursement	-	-	-	-
	186,057	-	1,305	-
Transfers out	(683,054)	(91,188)	(91,966)	-
Other uses	(116,400)	-	-	-
Total other financing sources (uses)	<u>(140,109)</u>	<u>25,773</u>	<u>(48,417)</u>	<u>-</u>
Net Change in Fund Balance	<u>320,089</u>	<u>-</u>	<u>-</u>	<u>(1,756,958)</u>
Beginning of year	<u>2,170,780</u>	<u>-</u>	<u>-</u>	<u>4,255,537</u>
End of year	<u>2,490,869</u>	<u>-</u>	<u>-</u>	<u>2,498,579</u>

The General Fund

The revenue shown for the General fund is all normal revenue types that the County collects. Additional revenue, such as the money received from the sale of an asset, is shown under Other Financing Sources (Uses).

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Other Financing Sources (Uses) section shows specifically *Transfers In*, *Other Sources*, and *Transfers Out* and *Other Uses*. *Transfers In* are made up of administrative fees paid to the General Fund by departments that have their own source of revenues and that are allowed to reimburse the County for specific expenses (i.e. Phone Service, Office Space, Payroll Services and Computer Services). These include all Human Services departments, Tourism, Domestic Relations, and a portion of Adult Probation.

Other Sources from the sale of assets and prior period reimbursements in 2007 includes vehicle and land sales in the amount of \$47,000 and prior period reimbursements of \$139,000. The reimbursements include \$116,000 for recycling trailers that the County purchased in 2005.

Transfers Out is payments made to various departments for required match on grants. These include Human Services, the Stop Grant, and Domestic Relations.

The IDA allocation in this statement is shown as an *Other Use*.

The calculation of the fund balance increase (decrease) is shown at the bottom of this statement and is then carried over to the Balance Sheet. For 2007, the fund balance increased \$320,089. It should be noted that the other sources noted above make up almost two-thirds of this amount. Other contributing factors include higher than expected revenues on all revenue types, and some lower than expected benefit costs. Details for this can be seen below in the budgetary analysis section of this statement. While the Balance Sheet tells us what the fund balance is, the Revenue and Expense Statement tells us how it changed for 2006. This MD&A tells us *why* it changed.

Behavioral Health and Human Services

These funds cover Mental Health, Mental Retardation, Transportation, and other Human Services functions. The revenue section shows that the majority of the funding for these programs comes from State and Federal sources. Expenditures basically match revenue and as noted above in the Balance Sheet section, these funds are not allowed to show a fund balance, i.e. they have no "equity", only money that they are given to spend that they may have not spent in the current year. The *Other Financing Sources (Uses)* section of this statement shows the county contribution to these programs (*Transfers In*) and the reimbursement from the programs to the county for services (*Transfers Out*).

The Capital Projects Fund

The Bond proceeds are not part of the revenue shown for Capital Projects. This revenue is from federal (\$6.1 Million), state (\$1.1 million) and local (\$200 thousand) capital grants in connection with various county projects as well as interest on the bond/grant investments. The actual Bond proceeds were received in 2006 and are not shown for 2007.

MANAGEMENT'S DISCUSSION AND ANALYSIS

This statement clearly shows where the bond and capital grants are being spent within County government. The largest expenditure for 2007 is in *Public Works* and is related to the Murtha Drive/Wal-Mart Development project. *Culture and Recreation* is the second largest use and is related to the Foundation Coal Aquatics Center as well as the renovations to Monview Park. The *Public Safety* expense is for the Jail Expansion and *Economic Development* shows the grants that were given to local water and sewer authorities to help fund expansion projects.

Unlike the General Fund, the Capital Projects fund is a multi-year fund and does not “close out” at the end of the year. There are no deferred revenues with respect to the bond and the budget does not end until the bond money is spent or all the projects are complete. With this in mind, the *Fund Balance* for the Capital Projects Fund simply reflects the remaining project funds at the end of the year. The fact that the Capital Projects fund ended the year with 1.76 million less in it is an indication that projects are being completed.

Other Governmental Funds

The 25 funds that make up this group are not shown on the above statements and are too numerous to list and discuss. Activity for all these funds can be seen in the accompanying basic financial statements and the notes to those statements. It is worth noting here, and of concern to management, that the Debt Service fund, while ending the year with a fund balance of \$346,000, did show a negative change in fund balance of \$376,000. Given the same level of revenue and expenditures, this fund would be in the negative for 2008. Recognizing this situation, the County General Fund budget for 2008 contains a payment for the Debt Service fund in the amount of \$100,000 and the County is expected to increase Debt millage slightly in 2009. While planning for the 2008 bond refinancing was initiated in late 2007, the savings from that issue was not finalized till after the 2007 millage rates were set. Rather than increase millage based on unconfirmed debt numbers, the County decided to make this addition to the debt service fund, from the general fund, and change millage in the following year when all debt numbers were confirmed.

Fiduciary Funds

The County reports 3 funds under the Statement of Fiduciary Net Assets. Of these, 2 are *Agency* funds (the Tax Claim Bureau, and Other Escrow Accounts) and, at the end of the year, the assets will equal the liabilities.

The 3rd fund in this group is a *Trust* fund; the County Pension Plan. The S&P 500 Index is an important indicator in relation to the health of the Pension Plan and this index showed only nominal growth in 2007 of 4.81% while the County pension investments showed growth of 6.13%. The Net Assets Reserved for Pension Benefits (which includes growth and contributions as well as offsetting liabilities) grew 10.22% in 2007 versus 18.1% in 2006 and 6.1% in 2005.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The County of Greene regularly contributes to the Pension fund when, as in the past few years, the investment performance is not sufficient to provide excess interest. This contribution is based on an actuarial valuation and for 2007 the county contributed \$451,000 from the General Fund (partially reimbursed by state programs such as CYS, and Human Services) to the Pension Fund, down slightly from the \$454,000 contributed in 2006 and up from \$340,000 in 2005. Expected contributions for 2008 are budgeted at \$413,000.

The Plan is, and will continue to be, a significant financial consideration for the County.

GENERAL FUND BUDGETARY HIGHLIGHTS And MANAGEMENT DISCUSSION & ANALYSIS SUMMARY

The County budget process for any given year starts 5 months before the year begins and continues throughout the 12 months of that year. For 2007, when the preliminary budget was passed in 2006, the County did not yet have many of the benefit rates for the upcoming year, various assessment issues had not been finalized, and several grants for various departments were not yet guaranteed.

During the course of the year, as these issues were resolved and the budget was amended to reflect these changes accurately. Additionally, unanticipated revenues and reductions in revenue were incorporated along with additions or reductions in spending in accordance with the County Code.

As Benefit rates were finalized, budget moves to allocate the funds to the departments and out of the "holding lines" in general administration account for the reduction in the budget of administration and some of the increases in the other sections.

Revenue for housing programs was increased significantly during the course of 2007 and the prior period reimbursement for recycling trailers (discussed above) accounted for \$329,074 of the increased revenue budget. Grants for Recreation in the amount of \$150,000 were also budgeted (along with the expense). Other smaller grants were budgeted for the Courts, Sheriff, and Economic Development.

Expenses were raised in conjunction with some of the grants and other adjustments to expenditures include increasing the allocation for the independent auditor and decreasing the contingent liability for the IDA as they were able to make one of the two interest payments on the IDA bond.

The difference between the original and final amended General Fund budget was increased revenues of \$481,803 and increased expenditures of \$596,522.

MANAGEMENT'S DISCUSSION AND ANALYSIS

The actual General Fund revenue exceeded even the increased budget figure by \$1,096,595 while expenditures were under budget by \$396,375.

More funds flowed through the County government in 2007 than in any previous year. The many favorable financial ratios, strong positive growth of net assets, an increase in the general fund balance and the completion of major development projects indicate that Greene County continues to be well-managed with respect to budget, policy, investment, control and audit.

This report is designed to provide citizens, taxpayers, investors, customers and creditors with a general overview of Greene County Finances and to demonstrate accountability for the funds it receives. Questions concerning this report, the financial management policies of the county, or requests for additional information should be directed to:

Gene Lee, Chief Clerk
93 East High Street
Waynesburg, PA 15370

COUNTY OF GREENE, PENNSYLVANIA

STATEMENT OF NET ASSETS

DECEMBER 31, 2007

	Governmental Activities	Industrial Development Authority
Assets		
Cash and cash equivalents	\$ 8,404,409	\$ 765,283
Investments	1,060,399	-
Receivables:		
Taxes receivable, net of allowance	1,066,461	-
Due from other governments	2,604,722	1,948,659
Accounts receivable	354,123	-
Prepaid expenses/other assets	134,118	-
Deferred charges	189,665	-
Long-term notes receivable	-	11,317,281
Fixed assets not being depreciated	4,081,515	10,000
Fixed assets, net of accumulated depreciation	13,403,270	-
Infrastructure assets, net of accumulated depreciation	16,712,977	-
Total Assets	48,011,659	14,041,223
Liabilities		
Accounts payable	3,646,428	-
Accrued liabilities and withholdings	485,023	-
Accrued interest payable	223,585	-
Due to other governments	7,508	-
Unearned revenue	2,267,850	-
Net pension obligation	271,938	-
Accrued compensated absences	288,500	-
USDA Loan Program Reserve	-	418,298
Bonds, notes, and leases payable:		
Amount due within one year	484,500	430,000
Amount due in more than one year	12,763,116	13,385,572
Accrued bond issuance premium	518	-
Total Liabilities	20,438,966	14,233,870
Net Assets		
Invested in capital assets, net of related debt	23,296,147	-
Restricted for:		
Capital projects	2,498,579	-
Debt service	346,426	-
Unrestricted	1,431,541	(192,647)
Total Net Assets	\$ 27,572,693	\$ (192,647)

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2007

<u>Functions/Programs</u>	Program Revenues				Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Industrial Development Authority
Primary government:						
Governmental activities:						
General government	\$ 7,639,976	\$ 1,063,679	\$ 1,022,382	\$ 68,232	\$ (5,485,683)	\$ -
Public safety	3,452,298	836,745	529,150	-	(2,086,403)	-
Public works	937,571	51,937	133,245	7,101,807	6,349,418	-
Human services	12,016,912	169,006	11,660,779	-	(187,127)	-
Culture and recreation	1,833,324	465,029	539,680	1,604,350	775,735	-
Community and economic development	2,558,107	113,339	759,919	302,513	(1,382,336)	-
Unallocated depreciation	135,718	-	-	-	(135,718)	-
Interest on long-term debt	600,856	-	-	-	(600,856)	-
Total governmental activities	<u>\$ 29,174,762</u>	<u>\$ 2,699,735</u>	<u>\$ 14,645,155</u>	<u>\$ 9,076,902</u>	<u>(2,752,970)</u>	
Component unit:						
Industrial Development Authority	<u>\$ 2,005,953</u>	<u>\$ 580,059</u>	<u>\$ 1,379,476</u>	<u>\$ -</u>		<u>(46,418)</u>
General revenues:						
Property taxes, levied for general purposes					9,034,316	-
Property taxes, levied for debt service					846,215	-
Property taxes, levied for library expenditures					87,893	-
Interest					744,894	14,060
Rental income					326,109	-
Grants, subsidies, and contributions-not restricted					-	342,488
Gain (loss) on sale of assets					16,030	-
Reimbursement of prior period expenditures					142,524	-
Total general revenues					<u>11,197,981</u>	<u>356,548</u>
Change in net assets					8,445,011	310,130
Net Assets:						
Beginning of year					19,127,682	(502,777)
End of year					<u>\$ 27,572,693</u>	<u>\$ (192,647)</u>

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

BALANCE SHEET GOVERNMENTAL FUNDS

DECEMBER 31, 2007

	General Fund	Behavioral Health	Human Services	Capital Projects	Other Governmental Funds	Total Governmental Funds
Assets						
Cash and cash equivalents	\$ 2,131,826	\$ 2,561,556	\$ 784,901	\$ 1,088,211	\$ 1,837,915	\$ 8,404,409
Investments	-	-	-	1,000,000	60,399	1,060,399
Due from other funds	2,177,540	21,545	30,387	-	313,720	2,543,192
Due from other governments	298,686	4,676	358,849	959,836	982,675	2,604,722
Taxes receivable	1,006,659	-	-	-	59,802	1,066,461
Accounts receivable	110,071	41,585	3,106	81,857	80,149	316,768
Other assets	-	134,092	-	-	26	134,118
Total Assets	\$ 5,724,782	\$ 2,763,454	\$ 1,177,243	\$ 3,129,904	\$ 3,334,686	\$ 16,130,069
Liabilities and Fund Balance						
Liabilities:						
Accounts payable	\$ 676,894	\$ 1,429,412	\$ 326,993	\$ -	\$ 742,931	\$ 3,176,230
Accrued liabilities and withholdings	485,023	-	-	-	-	485,023
Due to other funds	781,222	229,350	335,650	631,325	998,488	2,976,035
Due to other governments	-	-	-	-	7,508	7,508
Deferred revenue	1,290,774	1,104,692	514,600	-	364,443	3,274,509
Total Liabilities	3,233,913	2,763,454	1,177,243	631,325	2,113,370	9,919,305
Fund Balance:						
Reserved for:						
Capital Projects	-	-	-	2,498,579	-	2,498,579
Debt service	-	-	-	-	346,426	346,426
Unreserved, reported in:						
General Fund	2,490,869	-	-	-	-	2,490,869
Special Revenue Funds	-	-	-	-	874,890	874,890
Total Fund Balance	2,490,869	-	-	2,498,579	1,221,316	6,210,764
Total Liabilities and Fund Balance	\$ 5,724,782	\$ 2,763,454	\$ 1,177,243	\$ 3,129,904	\$ 3,334,686	\$ 16,130,069

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS

YEAR ENDED DECEMBER 31, 2007

Total Fund Balance - Governmental Funds	\$ 6,210,764
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>	
Capital assets, including infrastructure and construction in progress used in governmental activities are not current financial resources and therefore are not reported as assets in governmental funds.	34,197,762
Property taxes receivable will be collected next year but are not considered available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds.	1,006,659
Governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these accounts are deferred and amortized in the statement of activities.	189,147
Net Pension obligation is reflected in the statement of net assets but is not considered a use of available resource in the fund financial statements.	(271,938)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:	
	Compensated absences \$ (288,500)
	GO bonds/notes/leases (13,247,616)
	Accrued interest on bonds <u>(223,585)</u>
	<u>(13,759,701)</u>
Total Net Assets - Governmental Activities	<u>\$ 27,572,693</u>

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

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

YEAR ENDED DECEMBER 31, 2007

	General Fund	Behavioral Health	Human Services	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:						
Taxes	\$ 9,051,248	\$ -	\$ -	\$ -	\$ 1,019,914	\$ 10,071,162
Licenses and permits	22,419	-	-	-	-	22,419
Fines and forfeits	214,720	-	-	-	30,251	244,971
Intergovernmental	1,390,450	5,706,856	3,610,324	7,457,157	5,422,998	23,587,785
Charges for services	1,432,996	-	36,634	-	877,130	2,346,760
Interest	291,552	121,903	37,787	230,990	62,663	744,895
Rental income	313,949	-	-	-	12,160	326,109
Donations	124,047	-	3,036	-	8,645	135,728
Total revenues	12,841,381	5,828,759	3,687,781	7,688,147	7,433,761	37,479,829
Expenditures:						
General government - administration	4,400,621	-	-	106,978	31,414	4,539,013
General government - judicial	2,395,731	-	-	-	636,357	3,032,088
Public safety:						
Corrections	2,361,278	-	-	332,789	-	2,694,067
EMA/911	321,486	-	-	-	686,883	1,008,369
Public works:						
Highways and bridges	-	-	-	5,834,980	1,604,512	7,439,492
Sanitation/solid waste	45,841	-	-	-	9,420	55,261
Airport	133,888	-	-	-	-	133,888
Human services:						
Child/youth services	-	-	-	-	2,115,825	2,115,825
Drug and alcohol	-	-	-	-	585,929	585,929
Mental health/retardation	-	5,854,532	-	-	-	5,854,532
Other human services	-	-	3,635,524	-	-	3,635,524
Culture and recreation:						
Parks and recreation	1,291,688	-	-	2,727,087	276,231	4,295,006
Libraries	-	-	-	-	355,145	355,145
Conservation and economic development:						
Conservation/development	126,740	-	-	-	199,570	326,310
Housing/community development	387,441	-	-	443,271	312,440	1,143,152
Economic development	855,541	-	-	-	-	855,541
Tourist promotion	22,571	-	-	-	94,134	116,705
Debt service:						
Debt interest	3,417	-	346	-	597,948	601,711
Debt principal payments	34,940	-	3,494	-	643,948	682,382
Fiscal agent's fees	-	-	-	-	768	768
Total expenditures	12,381,183	5,854,532	3,639,364	9,445,105	8,150,524	39,470,708
Excess (Deficiency) of Revenues Over Expenditures	460,198	(25,773)	48,417	(1,756,958)	(716,763)	(1,990,879)
Other Financing Sources (Uses):						
Transfers in	473,288	116,961	42,244	-	580,548	1,213,041
Other sources from sale of assets/ prior period reimbursement	186,057	-	1,305	-	1,485	188,847
Transfers out	(683,054)	(91,188)	(91,966)	-	(346,833)	(1,213,041)
Other uses	(116,400)	-	-	-	-	(116,400)
Total other financing sources (uses)	(140,109)	25,773	(48,417)	-	235,200	72,447
Net Change in Fund Balance	320,089	-	-	(1,756,958)	(481,563)	(1,918,432)
Fund Balance:						
Beginning of year	2,170,780	-	-	4,255,537	1,702,879	8,129,196
End of year	<u>\$ 2,490,869</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,498,579</u>	<u>\$ 1,221,316</u>	<u>\$ 6,210,764</u>

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

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

YEAR ENDED DECEMBER 31, 2007

Net Change in Fund Balance - Governmental Funds \$ (1,918,432)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as a depreciation expense. This is the amount which capital outlays exceeded depreciation in the current period.

	Capital outlays	\$ 10,603,118		
	Less: Depreciation expense	<u>(844,376)</u>		9,758,742

The governmental funds record revenue when it is available and measurable, whereas these revenues are recorded when earned in the statement of activities. This is the difference in revenue recognition between the two methods. (18,611)

This issuance of long term obligations (e.g., bonds, loans, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term obligations consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. 678,435

Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term obligations and related items. (20,083)

Governmental funds recognize interest on long-term obligations as an expenditure when it is due, and thus, requires the use of current financial resources in the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due. The change in interest accrued in the statement of activities over the amount due is shown here. 1,417

The proceeds from the sale of capital assets are reported as revenue in the governmental funds. However, the cost of the capital assets is removed from the capital asset account on the statement of net assets and offset against proceeds from the sale of capital assets resulting in a gain from the sale of capital assets on the statement of activities. Thus, less revenue is reported in the governmental funds than in the statement of activities.

	Proceeds from the sale of capital assets	(46,323)		
	Gain (loss) on the sale of capital assets	<u>16,030</u>		(30,293)

The change in net pension obligation is reflected in the statement of activities, but is not considered an available resource in the fund financial statements. 17,286

In the statement of activities, certain operating expenses-accumulated employee benefits (service and buy-back of unused sick days) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used. This amount represents the difference between the amount earned versus the amount used. (23,450)

Change in Net Assets of Governmental Activities \$ 8,445,011

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

YEAR ENDED DECEMBER 31, 2007

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 8,583,216	\$ 8,583,216	\$ 9,051,248	\$ 468,032
Licenses and permits	19,800	19,800	22,419	2,619
Fines and forfeits	161,390	161,390	214,720	53,330
Intergovernmental	640,813	1,146,050	1,390,450	244,400
Charges for services	1,207,511	1,207,511	1,432,996	225,485
Interest	226,256	226,256	291,552	65,296
Rental income	309,190	309,190	313,949	4,759
Donations	114,807	91,373	124,047	32,674
Total revenues	<u>11,262,983</u>	<u>11,744,786</u>	<u>12,841,381</u>	<u>1,096,595</u>
Expenditures:				
General government - administration	5,113,817	4,602,536	4,400,621	201,915
General government - judicial	2,068,020	2,311,111	2,395,731	(84,620)
Public safety:				
Corrections	1,955,758	2,169,746	2,361,278	(191,532)
EMA/911	242,958	289,887	321,486	(31,599)
Public works:				
Sanitation/solid waste	33,551	51,971	45,841	6,130
Airport	118,698	122,423	133,888	(11,465)
Culture and recreation:				
Parks and recreation	974,200	1,186,225	1,291,688	(105,463)
Conservation and economic development:				
Conservation/development	88,803	96,518	126,740	(30,222)
Housing/community development	78,927	291,334	387,441	(96,107)
Economic development	662,637	812,140	855,541	(43,401)
Tourist promotion	12,560	12,560	22,571	(10,011)
Debt service:				
Debt interest	3,417	3,417	3,417	-
Debt principal payment	34,940	34,940	34,940	-
Total expenditures	<u>11,388,286</u>	<u>11,984,808</u>	<u>12,381,183</u>	<u>(396,375)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(125,303)</u>	<u>(240,022)</u>	<u>460,198</u>	<u>700,220</u>
Other Financing Sources (Uses):				
Transfers in	430,100	547,357	473,288	(74,069)
Other sources from sale of assets/prior period reimbursement	37,237	195,495	186,057	(9,438)
Transfers out	(792,540)	(1,199,952)	(683,054)	516,898
Other uses	35,078	(99,927)	(116,400)	(16,473)
Total other financing sources (uses)	<u>(290,125)</u>	<u>(557,027)</u>	<u>(140,109)</u>	<u>416,918</u>
Net Change in Fund Balance	<u>(415,428)</u>	<u>(797,049)</u>	<u>320,089</u>	<u>1,117,138</u>
Fund Balance:				
Beginning of year	<u>2,170,780</u>	<u>2,170,780</u>	<u>2,170,780</u>	<u>-</u>
End of year	<u>\$ 1,755,352</u>	<u>\$ 1,373,731</u>	<u>\$ 2,490,869</u>	<u>\$ 1,117,138</u>

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

STATEMENT OF FIDUCIARY NET ASSETS FIDUCIARY FUNDS

DECEMBER 31, 2007

	Pension Trust Fund	Tax Claim Bureau	Escrow Accounts	Total
Assets				
Cash and cash equivalents	\$ 62,624	\$ 155,963	\$ 547,865	\$ 766,452
Investments	11,060,170	-	-	11,060,170
Due from other funds	468,808	-	1,390	470,198
Accounts receivable	61,364	-	-	61,364
Total Assets	11,652,966	155,963	549,255	12,358,184
Liabilities				
Due to other funds	-	-	37,355	37,355
Due to other governments	-	155,963	511,900	667,863
Total Liabilities	-	155,963	549,255	705,218
Net Assets				
Net Assets Held in Trust for Pension Benefits	\$ 11,652,966	\$ -	\$ -	\$ 11,652,966

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS FIDUCIARY FUNDS

YEAR ENDED DECEMBER 31, 2007

Additions:

Contributions:

County	\$ 451,000
Plan member	423,696

Total contributions 874,696

Investment income:

Appreciation in fair value of investments	247,565
Interest and dividends	400,489

Total investment income 648,054

Total additions 1,522,750

Deductions:

Pension benefits	153,676
Refund of contributions	197,565
Administrative expenses	91,198

Total deductions 442,439

Change in Net Assets 1,080,311

Net Assets Held in Trust for Pension Benefits:

Beginning of year 10,572,655

End of year \$ 11,652,966

See accompanying notes to financial statements.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The County of Greene (County), located in western Pennsylvania, is a sixth class county established under the "Pennsylvania County Code," as amended.

Governmental Accounting Standards Board (GASB) Statement No. 14, "*Defining the Governmental Reporting Entity*," established the criteria for determining the activities, organizations, and functions of government to be included in the financial statements of the reporting entity. A component unit is a legally separate entity that meets any one of the following criteria: 1) the primary government appoints the voting majority of the board, and is able to impose its will on the component unit, or is in a relationship of financial benefit or burden with the component unit; 2) the component unit is fiscally dependent on the primary government, or 3) the financial statements of the primary government would be misleading if data from the component unit was not included. Blended component units, although legally separate entities, are, in substance, part of the government's operations, so data from these units are combined with data of the primary government. The discretely presented component unit is reported in a separate column in the government-wide statements to emphasize it is legally separate from the primary government.

The following agencies were reviewed and were determined to be component units of the County and are recorded as blended component units:

- Greene County Fair Board
- Greene County Soil Conservation District
- Greene County Library System
- Greene County Tourism Promotion Agency

The following agency was reviewed and was determined to be a component unit of the County and is reported as a discretely presented component unit:

- Greene County Industrial Development Authority

The following agencies were reviewed and were determined not to be component units of the County, thus only footnote disclosures are required:

- Greene County Food Bank Greene
 - Greene County Memorial Hospital Authority
 - Washington-Greene Community Action Corporation
 - Washington-Greene Job Training Council
-

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

- Greene County Housing Authority
- Greene County Industrial Developments, Inc.

Upon review, it was determined that these agencies are either not fiscally dependent on the County, the County does not appoint the majority of the governing board, or are joint ventures in which the County has no equity interest. Separate financial statements for the discretely presented component unit may be obtained by contacting the County.

B. Basis of Presentation

The financial statements of the County are prepared in accordance with accounting principles generally accepted in the United States of America, as applicable to governmental units.

Government-wide and Fund Financial Statements

The basic financial statements included both government-wide (based on the County as a whole) and fund financial statements. While the previous reporting model emphasized fund types (the total of all funds of a particular type), in the new reporting model, the focus is either on the County as a whole (which includes component units) or major individual funds within the fund financial statements.

Both the government-wide and the fund financial statements (within the basic financial statements) categorized primary activities as governmental. In the government-wide statement of net assets, governmental activities are presented on a consolidated basis, and are reflected on a full accrual, economic resources basis, which incorporates long-term assets and receivables as well as long-term debt obligations. Inter-fund activity has been eliminated from these statements. Activity between the discretely presented component unit and the primary government is reported as external transactions. The County generally uses restricted resources before unrestricted resources when an expense incurred for a purpose that both restricted and unrestricted net assets are available.

The government-wide statement of activities reflects both the gross and net cost per functional category (public safety, public works, etc.) that are being supported by general government revenues (property tax, interest and other general revenues). The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants, and contributions. The program revenues must be directly associated with the function. Program revenues include 1) charges for service (including fines) to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function. Taxes or other items not properly included among program revenues are reported as general revenues. The

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

County does not allocate indirect expenses. The capital grants column reflects capital-specific grants.

In the fund financial statements, financial transactions and accounts of the County are organized on the basis of funds. The operation of each fund is considered to be an independent and separate accounting entity with a self-balancing set of accounts recording cash and/or other financial resources together with all related liabilities and residual equities or balances, and charges therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations. The fund statements are presented on a current financial resources and modified accrual basis of accounting. Since the governmental fund statements are presented on a different measurement focus of accounting than the government-wide statements' governmental column, a reconciliation is presented which briefly explains the adjustments necessary to reconcile the fund financial statements to the governmental column of the government-wide financial statements.

The County's fiduciary funds are presented in the fund financial statements by type (pension and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, litigants, pensions participants, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. The following is a brief description of the major fund types presented in this report:

The *General Fund* is the principal operating fund of the County, which is used to account for all financial transactions except those required to be accounted for in other funds.

The *Behavioral Health Fund* accounts for expenditures and reimbursement of Commonwealth of Pennsylvania Medical Assistance revenue related to the provision of a mandatory Behavioral Health Managed Care Program. Includes expenditures and reimbursement of revenue related to providing treatment services to individuals who suffer from mental disabilities or with drug and alcohol issues.

The *Human Services Fund* accounts for expenditures and reimbursement of Commonwealth of Pennsylvania and federally funded programs. Includes expenditures and reimbursement of revenue related to providing services to individuals with various needs.

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by the proprietary fund.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

The County also reports the following other governmental funds:

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Fund

The *Debt Service Fund* accounts for the servicing of general long-term debt not being financed by proprietary trust funds.

Additionally, the County reports the following fund types:

Fiduciary Funds

Fiduciary Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. These include the Pension Trust Fund, the Tax Claim Bureau, and Escrow Accounts.

The *Pension Trust Fund* is used to account for the pension plan for County employees. The Pension Trust Fund is accounted for in essentially the same manner as a proprietary fund, since capital maintenance is critical.

The *Tax Claim Bureau* and *Escrow Accounts* are custodial in nature and do not involve measurement of results of operations. The Escrow Accounts are used to account for cash collected by elected row officers (Register of Wills, Recorder of Deeds, Prothonotary, and Clerk of Courts) and other County offices that are subsequently disbursed to the County General Fund, other governments, or individuals for whom it was collected.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements, regardless of the measurement focus.

Governmental and Agency Funds utilize the modified accrual basis of accounting. Under this method of accounting, revenues are recognized when received except for revenues subject to accrual, which are recorded when measurable and available to finance current period expenditures. Such revenue items include real estate and other taxes (property tax received within 60 days of year-end) and federal and state subsidies.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except expenditures for long-term debt and certain other long-term obligations, which are recognized when paid.

Revenues from federal, state, and other grants designated for payment of specific expenditures are recognized when the related expenditures are incurred. Any excess revenues or expenditures at the fiscal year-end are recorded as deferred revenue or as a receivable, respectively.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied to the extent collectible. Hotel/motel taxes passed through the County are reported net of the related expenditures to be consistent with budget reporting. Grants and similar items are recognized as soon as all eligibility requirements imposed by the grantor have been met.

D. Budgets and Budgetary Accounting

Budgets and Budgetary Accounting

Annual budgets are required to be adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund. The budgetary controls for all other governmental funds are maintained through enforcement of related grant provisions or debt indentures.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Starting in August and September, the Budget Director prepares a budget package that is sent to each department and row officer. The department or agency heads use this budget package to develop financial projections for their programs for the ensuing year, which are then submitted to the budget staff.
 2. The budget staff enters this information into budget spreadsheets. The Chief Clerk then reviews the information that is obtained, accumulates questions, and schedules a meeting to discuss the proposed budget with the department heads and row officers.
 3. Once the budget staff is satisfied with the department's budget numbers, the budget is presented in preliminary form to the County Board of Commissioners
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COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

(Commissioners). The County Commissioners can interview department or agency heads to discuss their budgets if deemed necessary.

4. Upon consolidation of the department and agency expenditure projections, the County Commissioners ascertain the most viable method of financing them.
5. Subsequently, the Budget Director assembles the preliminary projections of revenues and expenditures into a final budget incorporating any revisions or adjustments resulting from the aforementioned County Commissioners' review.
6. By early December, the final budget is presented to the County Commissioners. Pursuant to budgetary requirements as set forth in the County Code, public notice is given that the final budget is available for inspection for a period of 20 days.
7. After the 20-day inspection period, but no later than December 31, the County Commissioners adopt the final budget by enacting an appropriate resolution.

Legally, management of the County may make budgetary transfers between departments as long as overall fund expenditures are not affected. Department heads may make budgetary transfers within their own department as long as overall department expenditures are not affected. However, as a matter of control, all such transfers are ratified by the County Commissioners. The County 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 the proceeds of any borrowing now or hereafter authorized by law. The County Commissioners may authorize the transfer of any unencumbered balance of any appropriation item or any portion thereof. The County Commissioners must approve changes to overall appropriations at the fund level. Therefore, the legal level of budgetary responsibility is by fund.

During the year, there were no significant supplemental appropriations enacted. Budget transfers did occur between accounts within funds. The statement of revenues, expenditures, and changes in fund balance - budget and actual, reflects the originally adopted budget and the originally adopted budget adjusted for budget transfers. Appropriations lapse at the close of the fiscal year to the extent that they have not been expended.

Budgets are not implemented for the Capital Projects Fund. All transactions of the Capital Projects Fund are approved by the County Commissioners prior to commitment, thereby constructively achieving budgetary control.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

The Liquid Fuels Fund had a deficit fund balance of approximately \$113,000 as of December 31, 2007. The fund incurred expenditures prior to year-end that will not be reimbursed by the State until the following fiscal year.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds, are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in governmental funds. Encumbrances at year-end are reported as reservations of fund balances, since they do not constitute expenditures or liabilities but serve as authorization or expenditures in the subsequent year. As of December 31, 2007, the County had no such material encumbrances.

F. Cash and Cash Equivalents

The County considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

G. Investments

All investments of the County are carried at fair market value. Premiums and discounts on the pension trust fund notes are not amortized and are not material. All investments, except those of the pension trust fund, are U.S. government treasury notes and certificates of deposit with local banking institutions.

Income earned on the investments from the various funds was allocated back to the fund that made the investment.

H. Interfund Transfers

Interfund receivables and payables are used to account for loans between funds and legal obligations for one fund to pay another. Advances between funds are accounted for in the appropriate interfund receivable and payable accounts.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Fund	Due From	Due To
Governmental - General	\$ 2,177,540	\$ 781,222
Governmental - Capital Projects	-	631,325
Special Revenue - HHS	30,387	335,650
Special Revenue - GCCYS Fund	241,247	625,163
Special Revenue - Child Support Fund	-	126,879
Special Revenue - BHS-MH/MR	21,545	229,350
Special Revenue - BHS D&A	23,519	56,476
Special Revenue - 911 Fund	32,800	165,548
Special Revenue - Tourism Fund	-	12,134
Special Revenue - Conservation Fund	-	12,288
Special Revenue - Clerk of Courts Automation	165	-
Special Revenue - Community Service Fee Fund	579	-
Special Revenue Prothonotary Automation	340	-
Special Revenue - Affordable Housing Fund	1,860	-
Special Revenue - Records & Improvement - County	928	-
Special Revenue - Records & Improvement - R&R	1,392	-
Special Revenue - Probation Supervision	5,200	-
Special Revenue - D A Grant	5,690	-
Trust Agency - Pension Fund	468,808	-
Trust Agency - Escrow	1,390	37,355
	<u>\$ 3,013,390</u>	<u>\$ 3,013,390</u>

Individual funds transfers at December 31, 2007 were as follows:

Fund	Transfer In	Transfer Out
Governmental - General	\$ 473,288	\$ 683,054
Special Revenue - HHS	42,244	91,966
Special Revenue - GCCYS Fund	375,069	147,611
Special Revenue - Child Support Fund	143,184	38,123
Special Revenue - BHS-MH/MR	116,961	91,188
Special Revenue - BHS D&A	9,995	4,500
Special Revenue - 911 Fund	32,800	51,108
Special Revenue - Tourism Fund	-	904
Special Revenue - Liquid Fuels Fund	-	13,091
Special Revenue - Law Library	19,500	-
Special Revenue - Affordable Housing Fund	-	16,500
Special Revenue - Probation Supervision	-	74,996
	<u>\$ 1,213,041</u>	<u>\$ 1,213,041</u>

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

I. Inventories

General Fund inventories of consumable materials and supplies are not valued or recorded on the balance sheet. The cost is recorded as an expenditure at the time individual inventory items are purchased.

J. Fixed Assets

Capital outlays are recorded as expenditures in the fund financial statements and as assets in the government-wide financial statements to the extent the County's capitalization threshold of \$5,000 is met.

To the extent the County's capitalization threshold of \$5,000 is met, capital outlays are recorded as fixed assets and depreciated over their estimated useful lives for the government-wide statements, using the straight line method with mid-year convention and the following estimated useful lives:

Infrastructure	40 – 60 years
Building	40 years
Equipment	3 – 15 years
Vehicles	10 years

All fixed assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated capital assets are valued at their fair market value on the date donated.

K. Deferred Revenues

Deferred revenues represent amounts received, which will be included in revenues of future fiscal years. In the General Fund and Special Revenue Funds, deferred revenues consist of carry-over balances of various federal and state operating grants

L. Accrued Compensated Absences

The balance in this account represents the amount to be provided for accrued employee benefits. This is the amount that the County would pay for the buy-back of accrued sick leave and severance pay. The County policy for buying back sick days is, once a year, employees may exchange any number of accrued sick days at a rate of \$50 per day for the number of days greater than 22. The policy also provides that, at retirement, the County will buy back all accrued sick days at the rate of \$50 per day. Severance pay is a one-time payment of \$5,000 to a retiring employee who has 20 years of service at age 55 or has 5 years of service and is at least 62 years of age. The balances of accrued employee benefits are as follows:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Amount for potential sick day buy-backs non-retirement eligible	\$ 93,400
Amount for sick day buy-backs retirement eligible	40,100
Amount for severance pay	<u>155,000</u>
	<u>\$ 288,500</u>

M. Reporting Groups

The County groups expenditures in a manner which eases the readability of the financial statements. Traditionally, most governmental statements are grouped similarly to this format. We have provided detail for the three combined groups and all others are self-explanatory.

1. General Government - Administration – Includes the Commissioners Administration, Elections, Human Resources, Information Technology, Veterans Affairs, Weights & Measures, Buildings & Grounds, Maintenance, Central Purchasing, Commissioners Finance, Controller, Tax Assessment, Tax Claim Bureau, Treasurer's Office, and Planning Office.
2. General Government - Judicial – Includes the Courts, Clerk of Courts, Coroner, District Attorney, District Justices, Register & Recorder, Prothonotary, Jury Commissioners, Sheriff, Public Defender, and Domestic Relations.
3. Public Safety - Corrections – Includes the Jail, Adult Probation, Juvenile Probation, and Community Service.

N. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Reserved

Reserved is used to denote that portion of fund balance that is not available for expenditure appropriation or is legally segregated for a specific purpose.

Unreserved

Unreserved is used to denote that portion of the fund balance that is available for appropriation.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

O. Net Assets

The government-wide financial statements are required to report three components of net assets:

- Invested in capital assets, net of related debt - This component of net assets consists of capital assets net of accumulated depreciation and is reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted - This component of net assets consists of constraints placed on net asset use through external restrictions.
- Unrestricted - This component of net assets consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Pennsylvania statutes provide for investment of governmental funds into certain authorized investment types including U.S. Treasury bills, other short-term U.S. and Pennsylvania government obligations, insured or collateralized time deposits, and certificates of deposit. The statutes do not prescribe regulations related to demand deposits; however, they do allow the pooling of governmental funds for investment purposes.

In addition to the investments authorized for governmental funds, fiduciary fund investments may also be made in corporate stocks and bonds, real estate, and other investments consistent with sound business practice.

The deposit and investment policy of the County adheres to state statutes and prudent business practice. Deposits of the governmental funds are either maintained in demand deposits, savings accounts, and/or certificates of deposit. There were no deposit or investment transactions during the year that were in violation of either the state statutes or the policy of the County.

GASB Statement No. 40, "*Deposit and Investment Risk Disclosures*," requires disclosures related to the following deposits and investment risks: credit risks (including custodial credit risk and concentrations of credit risk), interest rate risk, and foreign currency risk. The following is a description of the County's deposit and investment risk:

Custodial Credit Risk - For a deposit, custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2007, \$400,000 of the County's \$8,614,157 bank balance was insured by the Federal Depository Insurance

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Corporation. The remaining bank balance of \$8,214,157 was exposed to custodial credit risk, which is collateralized in accordance with Act 72 of the Pennsylvania state legislature which requires the institution to pool collateral for all governmental deposits and have the collateral held by an approved custodian in the institution's name. These deposits have carrying amounts of \$8,404,409 as of December 31, 2007 and are classified as cash and cash equivalents in the statement of net assets.

For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside entity. The County does not have a formal investment policy for custodial credit risk.

The County's cash equivalent investments are held with a state investment pool (PLGIT). The fair value of the County's position in the external investment pool is the same as the value of the pool shares. The underlying security in this pool is held by either the counterparty or its custodial agent in a nominee name for the pool. These investments are not evidenced by specific securities relating to the County's shares or units in the pool. All investments in PLGIT, which are not SEC-registered, are subject to oversight by the Commonwealth of Pennsylvania. As of December 31, 2007, the bank balance of the investment in PLGIT is \$16,119. The carrying value of the investment in PLGIT of \$16,005 is considered to be a cash equivalent for presentation on the statement of net assets and governmental fund balance sheet.

The County also has certificates of deposit, with maturities in excess of three months, of \$1,060,399 that are classified as investments on the statement of net assets and the governmental funds balance sheet.

Concentration of Credit Risk - The County places no limit on the amount the County may invest in any one issuer. At December 31, 2007, the County has no investments of greater than 5% with one issuer.

Credit risk - The risk that an issuer or other counterparty to an investment will not fulfill its obligations is called credit risk. The County has no formal investment policy that would limit its investment choices based on credit ratings by nationally recognized statistical rating organizations. As of December 31, 2007, the County's investments in PLGIT have received an AAA rating from Standards & Poor's.

Interest Rate Risk - The County has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. All investments in PLGIT have an average maturity of less than

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

one year. The certificates of deposit bear interest at a rate of 5.1% and 4.5% and have maturities of 180 days and 60 months, respectively.

Agency Funds

The County maintains bank accounts for the elected row officers and other County offices. The balance of these accounts is reflected in the statement of fiduciary net assets. Receipts and disbursements for these programs were \$3,471,111, and \$3,487,940, respectively, for the year ended December 31, 2007. The carrying amount of deposits for the row offices and other County offices was \$703,828 and the bank balance was \$831,873. None of the bank balances were covered by federal depository insurance. The balance of \$831,873 was collateralized in accordance with Act 72 of the Pennsylvania state legislature, which requires the institution to pool collateral for all governmental deposits and has the collateral held by an approved custodian in the institution's name.

Pension Trust Fund

The Pension Trust Funds' investments are held separately from those of other County Funds. Investments were consistent with those authorized.

As of December 31, 2007, the County had the following cash and investments in its Pension Trust Funds:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Cash or Investment Type	Investment Maturities (In Years) from December 31, 2007					
	Fair Market Value	Less than 1 year	1-5 Years	6 -10 Years	15-Nov Years	16 or more Years
U.S. Treasuries	\$ 857,302	\$ 301,641	\$ 206,907	\$ 103,398	\$ 134,797	\$ 110,559
U.S. Government Agency Obligations	660,109	99,656	277,751	160,234	-	122,468
U.S. Government CMO/POOL	565,336	-	-	52,550	312,196	200,590
Municipal Bonds and Notes -Taxable	51,697	-	51,697	-	-	-
Corporate Bonds	1,460,119	100,932	607,477	346,609	102,437	302,664
Corporate CMO's and Remics	294,277	-	-	-	-	294,277
Total debt securities	3,888,840	\$ 502,229	\$ 1,143,832	\$ 662,791	\$ 549,430	\$ 1,030,558
Cash and cash equivalents	62,624					
Money market accounts	1,555,672					
Common stock equities	5,615,658					
Total cash, cash equivalents, and other investments	7,233,954					
Total cash, cash equivalents, and investments reported on statement of fiduciary net assets	\$ 11,122,794					

The following is a description of the Pension Trust Funds' deposit and investment risks:

Credit risk - The risk that an issuer or other counterparty to an investment will not fulfill its obligations is called credit risk. The Pension Trust Funds have no formal investment policy that would limit its investment choices based on credit ratings by nationally recognized statistical rating organizations. As of December 31, 2007, the Pension Trust Funds' investments in fixed income bonds have received the following ratings from Moody's:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Credit Quality Distribution for Securities with Credit Exposure

<u>Investment Type</u>	<u>Standard and Poor's Rating</u>	<u>Percentage of Total Pension Trust Fund Cash and Investments</u>
Governmental Bonds	AAA	19.19%
Corporate Bonds	AAA	2.18%
Corporate Bonds	A1	3.46%
Corporate Bonds	A2	4.13%
Corporate Bonds	A3	0.32%
Corporate Bonds	AA1	2.44%
Corporate Bonds	AA3	0.91%
Corporate Bonds	BAA2	1.43%
Corporate Bonds	WR	0.91%
Governmental & Corporate Bonds	Unrated	65.03%
		<u>100%</u>

Custodial Credit Risk - Custodial credit risk is the risk that in the event of the failure of the bank or counterparty, the Pension Trust Funds will not be able to recover the value of their deposits or investments or collateral securities that are in the possession of an outside entity. The Pension Trust Funds do not have a formal deposit or investment policy for custodial credit risk. As of December 31, 2007, the County's entire pension investment balance of \$11,122,794 (bank and book balance) was exposed to custodial credit risk.

Concentration of Credit Risk - The County places no limit on the amount the County may invest in any one issuer. At December 31, 2007, the County has no investments of greater than 5% with one issuer.

Interest Rate Risk - The Pension Trust Funds do not have a formal deposit or investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

3. REAL ESTATE TAXES

Real estate taxes attach as an enforceable lien on property as of January 1 and are levied on April 1. Taxes paid through May 31 are given a 2% discount. Amounts paid after July 31 are assessed a 10% penalty.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

4. REAL ESTATE TAXES RECEIVABLE

Uncollected real estate taxes on the current tax duplicate are returned by the County Treasurer to the tax claim bureau of the County on January 15th following the year of the unpaid levy as required by local tax collection law. The County also collects delinquent real estate taxes on behalf of other taxing authorities.

The balance sheet of Governmental Funds contains the amount of taxes that will be collected within 60 days of year's end. Since this amount represents actual collections, it contains no allowance for uncollectible taxes.

The statement of net assets contains the balance of all taxes receivable, regardless of when they will be collected, and includes an allowance for uncollectible taxes. The County calculates its allowance for uncollectible accounts based on historical collection data.

The balances for the General Fund are calculated as follows:

Year Tax is Levied	Amount of Unpaid Tax	Percentage of Tax Believed to be Uncollectible	Taxes Receivable Net of Allowance for Uncollectible
1943-2002	\$ 126,025	20.0%	\$ 100,820
2003-2004	41,030	1.0%	40,619
2005-2006	324,625	0.3%	323,652
2007	<u>541,568</u>	0.0%	<u>541,568</u>
	<u>\$ 1,033,248</u>		<u>\$ 1,006,659</u>

5. DUE FROM OTHER GOVERNMENTS

Amounts due from other governments represent receivables for revenues earned by the County or collections made by another governmental unit on behalf of the County. Most significant are carry-forward receivable balances on various federal and state operating programs.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

6. FIXED ASSETS

Following is a summary of changes in general fixed assets by major class. The following table illustrates the changes in general fixed assets as they have occurred in fiscal year 2007.

Governmental Activities:	Balance at January 1, 2007	Increases	Decreases	Balance at December 31, 2007
Fixed assets not being depreciated:				
Land	\$ 1,778,949	\$ -	\$ -	\$ 1,778,949
Construction in progress	5,247,387	3,003,608	5,948,429	2,302,566
Total fixed assets not being depreciated	7,026,336	3,003,608	5,948,429	4,081,515
Fixed assets being depreciated:				
Buildings and improvements	11,037,929	4,353,408	166,333	15,225,004
Vehicles	1,378,890	322,974	18,923	1,682,941
Furniture and equipment	2,390,411	74,623	10,661	2,454,373
Total fixed assets being depreciated	14,807,230	4,751,005	195,917	19,362,318
Less accumulated depreciation for:				
Buildings and improvements	3,779,990	257,617	136,290	3,901,317
Vehicles	683,189	116,639	18,673	781,155
Furniture and equipment	1,052,549	234,688	10,661	1,276,576
Total accumulated depreciation	5,515,728	608,944	165,624	5,959,048
Total fixed assets being depreciated, net of accumulated depreciation	9,291,502	4,142,061	30,293	13,403,270
Infrastructure assets	9,522,913	8,796,933	-	18,319,846
Less accumulated depreciation	1,371,437	235,432	-	1,606,869
Infrastructure assets, net of accumulated depreciation	8,151,476	8,561,501	-	16,712,977
Governmental activities fixed assets, net	<u>\$24,469,314</u>	<u>\$ 15,707,170</u>	<u>\$5,978,722</u>	<u>\$ 34,197,762</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

<u>Governmental Activities:</u>	
General government	\$ 183,866
Public safety	122,129
Public works	274,698
Human services	84,326
Culture and recreation	43,641
Unallocated depreciation	<u>135,716</u>
Total depreciation expense - governmental activities	<u>\$ 844,376</u>

7. PENSION PLAN

Plan Description

The County contributes to the Greene County Employee Pension Plan (Plan), a single employer defined benefit public employee retirement system, which is self-administered by the County. The Plan is governed by County Pension Law Act 96 of 1971 (Act), as amended, enacted by the General Assembly of the Commonwealth of Pennsylvania. The Plan was established January 1, 1993, with its most recent amendment dated January 1, 1999. The latest actuarial valuation is dated January 1, 2006.

Substantially, all full-time employees of the County are participants in the Plan. The County's payroll for employees covered by the Plan as of January 1, 2006 was \$7,402,541.

All full-time employees, with 1,000 hours of service, are eligible to participate in the Plan. Benefits vest 100% after five years of credit service.

Normal retirement benefits are attained at age 55 and the completion of 20 years of service or age 60, if earlier. A monthly members' annuity, which is the actuarial equivalent of the participant's accumulated member contributions plus interest, plus a monthly County annuity, calculates as follows: Monthly benefit equal to 1/100 (1.0%) of average compensation multiplied by the participant's past service.

At January 1, 2006, the date of the most recent valuation, participants in the Plan were as follows:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Participants:	
Retirees and beneficiaries	57
Deferred vested	10
Active plan members	<u>248</u>
Total	<u><u>315</u></u>

State statute and the County Commissioners establish these benefit provisions and all other requirements. A more detailed description of the Plan is available from the County Administration Office.

Summary of Significant Accounting Policies

Financial information of the County's Plan is presented on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the Plan are recognized when due as required by the Act. Benefits and refunds are recognized when due and payable in accordance with the terms of the individual plan.

Investments of the Plan are reported at fair value. Short-term investments are reported at cost, which approximate fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair value.

Contributions and Funding Policy

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as a percentage of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Level percentage of payroll employer contribution rates are determined using the aggregate actuarial funding method and the same actuarial assumptions used to calculate the pension benefit calculation.

As a condition of participation, employees are to currently contribute 5% of their salary as stipulated in the Plan. Interest is credited to employee accounts each year at the annual rate of 5.5% as voted upon by the County Retirement Board. Employees who terminate prior to retirement eligibility receive their accumulated member contributions plus credited interest through the date of termination. The rate was 4.0% through December 31, 1995 and 5.0% through December 31, 1997. The rate became 5.5% starting January 1, 1998.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Employer contributions for funding of normal costs of \$426,300, or 6.590% of covered payroll, were calculated in accordance with actuarially determined contribution requirements based on an actuarial valuation dated January 1, 2006. Actual employer contributions amounted to \$451,000.

Required Government Accounting Standards Board Statement No. 25 and 27 Disclosures

Prior Year Annual Pension Cost and Net Pension Obligation					
	2003	2004	2005	2006	2007
Annual Required Contribution ARC	\$ 288,851	\$ 371,827	\$ 390,418	\$ 426,300	\$ 447,615
Interest on NPO	34,645	27,376	26,197	24,969	21,692
Adjustment of the ARC	(54,414)	(44,920)	(42,986)	(40,971)	(35,593)
Annual Pension Cost APC	269,082	354,283	373,629	410,298	433,714
Contributions Made	366,000	370,000	390,000	454,000	451,000
Change in NPO	(96,918)	(15,717)	(16,371)	(43,702)	(17,286)
NPO Beginning of Year	461,932	365,014	349,297	332,926	289,224
NPO End of Year	<u>\$ 365,014</u>	<u>\$ 349,297</u>	<u>\$ 332,926</u>	<u>\$ 289,224</u>	<u>\$ 271,938</u>

Accounting Information

A. Years Expected Average Future Service (for use in calculating the ARC adjustment in the 2006 annual pension costs) - 13 years.

B. Annual pension costs for the year beginning January 1, 2007:

Annual Required Contribution	\$ 447,615
Interest on NPO	21,692
Adjustment to the ARC	<u>(35,593)</u>
Annual pension cost	<u>\$ 433,714</u>

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Other disclosure information:

Actuarial cost method	Aggregate (% Pay)
Asset valuation method	Fair value
Amortization method	N/A**
Amortization remaining amortization period	N/A**
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	5.00%
Underlying inflation rate	3.00%

** The aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities

Trend Information

<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation (Asset)</u>
12/31/2005	\$ 373,629	104.4%	\$ 332,926
12/31/2006	410,298	110.7%	289,224
12/31/2007	433,714	104.0%	271,938

8. DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to full-time County employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

It is the opinion of the County's legal counsel that the County has no liability for losses under the Plan, but does have the duty of due care that would be required of an ordinary and prudent investor.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

9. LONG-TERM DEBT OBLIGATIONS

The changes in long-term obligations payable during the year ended December 31, 2007, are as follows.

	At December 31, 2006	Repayments	At December 31, 2007	Due Within One Year
G. O. Refunding 1998	\$ 6,710,000	\$ 35,000	\$ 6,675,000	\$ 35,000
G. O. Refunding 2003	1,635,000	395,000	1,240,000	400,000
G. O. Bond 2006	5,265,000	5,000	5,260,000	5,000
Note Payable	19,489	3,948	15,541	4,169
Capital Leases	95,509	38,434	57,075	40,331
Total	<u>\$ 13,724,998</u>	<u>\$ 477,382</u>	<u>\$ 13,247,616</u>	<u>\$ 484,500</u>

The costs associated with the issuance of bonds are to be amortized over the life of related debt. At December 31, 2007, \$189,665 of deferred bond issue costs are recognized as an asset on the statement of net assets.

General Obligations Bonds

During 1998, the County issued the \$6,935,000 G.O. Refunding Series of 1998 for the purpose of the advance refunding of the County's G.O. Bond Series of 1997. These bonds have interest rates ranging from 3.8% to 5.5% with final maturity to occur in 2021. The proceeds of the 1998 refunding bond issue were placed in an irrevocable trust and used to purchase securities of the U.S. Government at various interest rates and with maturities sufficient to meet the debt service requirements of the 1997 refunded debt. These are administered by a trustee and are restricted for the retirement of the 1997 refunded debt. Neither the trust, which has a sufficient amount on deposit to retire the 1997 Bonds at maturity, nor the obligation are included on the County's statements of net assets. As of December 31, 2007 there were no defeased bonds outstanding. The 1998 bonds are scheduled to mature as follows:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 35,000	\$ 318,018	\$ 353,018
2009	40,000	316,358	356,358
2010	40,000	314,567	354,567
2011	485,000	302,755	787,755
2012	510,000	280,367	790,367
2013-2017	2,925,000	1,016,664	3,941,664
2018-2021	<u>2,640,000</u>	<u>251,098</u>	<u>2,891,098</u>
Total	<u>\$ 6,675,000</u>	<u>\$ 2,799,827</u>	<u>\$ 9,474,827</u>

During 2003, the County issued general obligation refunding bonds (G.O. Bond Series 2003) to currently refund G.O. Bond Series 1993. The \$2,827,846 issuance proceeds were used primarily to currently refund the G.O. Bond Series 1993, and provide \$233,761 for capital projects. Bond proceeds were deposited into an irrevocable trust to provide for the future debt service of the 1993 Bonds. Neither the trust, which has a sufficient amount on deposit to retire the 1993 Bonds at maturity, nor the obligation are included on the County's statements of net assets. As of December 31, 2007 there were no defeased bonds outstanding. Series 2003 Bonds bear interest rates ranging from 2.1% to 3.0% and are scheduled to mature as follows:

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 400,000	\$ 28,140	\$ 428,140
2009	415,000	18,145	433,145
2010	<u>425,000</u>	<u>6,375</u>	<u>431,375</u>
Total	<u>\$ 1,240,000</u>	<u>\$ 52,660</u>	<u>\$ 1,292,660</u>

During 2006, the County issued general obligation bonds (G.O. Bond Series 2006) bearing interest rates ranging from 3.6% to 4.3%. The Sale Proceeds of the Bonds, \$5,246,954, (representing the par amount of the Bonds less net original issue discount of \$18,046) were used primarily to provide for capital projects.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 5,000	\$ 224,148	\$ 229,148
2009	5,000	223,968	228,968
2010	5,000	223,788	228,788
2011	5,000	223,608	228,608
2012	5,000	223,418	228,418
2013-2017	25,000	1,114,085	1,139,085
2018-2022	1,115,000	1,074,480	2,189,480
2023-2027	4,095,000	405,788	4,500,788
Total	<u>\$ 5,260,000</u>	<u>\$ 3,713,283</u>	<u>\$ 8,973,283</u>

Notes Payable

During 2006, the County signed a Note with First National Bank in the amount of \$21,386 with an interest rate of 5.22% for a period of 60 months for the purpose of purchasing a vehicle. This note is scheduled to mature as follows:

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 4,169	\$ 713	\$ 4,882
2009	4,392	490	4,882
2010	4,627	255	4,882
2011	2,353	92	2,445
Total	<u>\$ 15,541</u>	<u>\$ 1,550</u>	<u>\$ 17,091</u>

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Maturities of all outstanding bonds and notes of the County, in the aggregate, are as follows:

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 444,169	\$ 571,019	\$ 1,015,188
2009	464,392	558,961	1,023,353
2010	474,627	544,985	1,019,612
2011	492,353	526,454	1,018,807
2012	515,000	503,785	1,018,785
2013-2017	2,950,000	2,130,749	5,080,749
2018-2022	3,755,000	1,325,578	5,080,578
2023-2027	4,095,000	405,789	4,500,789
Total	<u>\$ 13,190,541</u>	<u>\$ 6,567,320</u>	<u>\$ 19,757,861</u>

Capital Lease One

During 2004, the County signed a lease with Dollar Bank leasing in the amount of \$170,293 with an interest rate of 4.78% for a period of 60 months for the purpose of leasing 16 copiers. The payments on the lease are due as follows:

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 36,647	\$ 1,710	\$ 38,357
2009	15,792	189	15,981
Total	<u>\$ 52,439</u>	<u>\$ 1,899</u>	<u>\$ 54,338</u>

Capital Lease Two

During 2004, the County signed a lease agreement with Dollar Bank Leasing in the amount of \$16,842 with an interest rate of 5.28% for a period of 60 months for the purpose of leasing 1 copier. The payments on the lease are due as follows:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

<u>Year Ending December 31,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total</u>
2008	\$ 3,684	\$ 156	\$ 3,840
2009	952	8	960
Total	<u>\$ 4,636</u>	<u>\$ 164</u>	<u>\$ 4,800</u>

10. SHORT-TERM DEBT OBLIGATIONS

The County utilizes short-term financing, when needed, in the form of a Tax Anticipation Note (TAN). The TAN is secured to finance general operations through periods of uneven property tax collection, so that cash flows are not restricted. The County received a TAN on January 2, 2007 for \$4,900,000, with an interest rate of 3.88%, and subsequently paid off the balance by December 31, 2007.

	<u>Beginning Balance</u>	<u>Draws</u>	<u>Repayments</u>	<u>Ending Balance</u>
Tax Anticipation Note	\$ -	\$ 4,900,000	\$ 4,900,000	\$ -

11. CONTINGENT LIABILITIES

A. Grant Programs

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor, cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

B. Litigation

At this time, the County is not involved in any material litigation.

C. Guaranty by the County of Greene – Meadow Ridge Industrial Park Bond Issue

On December 30, 1997, the Greene County Industrial Authority (Authority) issued an \$850,000 GCIDA Guaranteed Revenue Bond Series of 1997 for the purpose of developing the Meadow Ridge Industrial Park in Perry Township (Mount Morris), PA. Under a separate guaranty agreement, the County guaranteed full and prompt payment of any principal and

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

interest due on these bonds in the event that the Authority lacked sufficient funds to make such debt service payments. The plan was for Regional Industrial Development Corporation (RIDC) to purchase and develop the land and for the Authority to sell parcels of the land located in the developed industrial park in sums sufficient enough to make the debt service payments. As of the date of this report, very few parcels were sold and the first principal payment in the amount of \$195,000 was to be due on December 1, 2002. In the fall of 2002, the Authority informed the County that, due to lack of lot sales in Meadow Ridge Industrial Park, and also due to a lack of Authority operating funds, the Authority would be unable to make the required principal portion of the debt service payment. The Authority requested that the County make the \$195,000 principal payment on the bonds which was due on December 1, 2002. Since 2002, the County has made all interest payments for the Authority. In 2007 the County also made the principal payment in the amount of \$205,000. Under the above-referenced Guarantee Agreement, the County is obligated to make such payment and will continue to do so.

In the development agreement mentioned above, Section VI – Sale of Land states the following:

- 6.1 Minimum Sale Price of Land: The Authority and RIDC will establish a price per acre of land, as improved, which shall recognize market conditions, but which shall in all events be, at least, sufficient to cover the PIDA Release Price. The land price shall be fixed, so as to be sufficiently attractive to encourage development and to promote the industrial park.
- 6.2 Application of Proceeds on Sale: The proceeds of any sale of any Development Parcel shall be applied as:
 - a) The first \$11,000 per acre or 40% of the sale of any Development Parcel, whichever is higher, shall be applied to reduce either the PIDA Loan or the Construction Loan, whichever is then outstanding.
 - b) The balance of any sale price of and Development Parcel shall be paid to the Authority.

12. SUBSEQUENT EVENT

On April 15, 2008, the County issued \$7,320,000 in General Obligation Bonds to currently refund all of the outstanding 1998 refunding series bond issuance, to fund various capital projects, for capitalized interest, and to pay the costs of issuance of the bonds. The bonds are due in annual principal installments ranging from \$335,000 to \$510,000 beginning in 2010. Interest payments are payable semi-annually on January 15 and July 15 with rates ranging from 2.50% to 3.90%.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

COMPONENT UNIT:

GREENE COUNTY INDUSTRIAL DEVELOPMENT AUTHORITY

1. NATURE OF OPERATIONS

Greene County Industrial Development Authority (Authority) was formed by the County of Greene, (County) Pennsylvania for the purpose of financing industrial development projects in the County. These projects are generally operated/implemented by private companies in conjunction with either long-term lease or long-term note obligations to the Authority.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Authority were prepared using the accrual method of accounting.

Cash and Cash Equivalents

The Authority considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. There were no cash equivalents at December 31, 2007

Fixed Assets

Fixed assets are reflected at cost. Repairs and minor replacements are charged to operating expense when incurred. All depreciable assets were fully depreciated at December 31, 2007. Depreciation is calculated using the straight-line method for equipment with a useful life of five to 10 years.

Use of Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the financial statements.

3. FIXED ASSETS

Fixed assets consist of the following December 31, 2007:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

	Balance as of December 31, 2006	Additions	(Deletions)	Balance as of December 31, 2007
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
Equipment purchased	61,398	-	-	61,398
Subtotal	71,398	-	-	71,398
Less accumulated depreciation	(61,398)	-	-	(61,398)
Fixed assets - net	<u>\$ 10,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,000</u>

4. NOTES RECEIVABLE AND BONDS PAYABLE

To finance larger industrial projects the Authority issued bonds. These obligations are then offset by long-term notes receivable between the Authority and the related entity. Following is a summary of outstanding projects by bond issues:

Hatfield Ferry Project / 1998 Bond Refinancing

To fund the Hatfield Ferry Project, the Authority issued pollution control revenue bonds in the principal amount of \$27,495,000 on February 1, 1977. In conjunction with this agreement, the Authority also issued a pollution control note between itself and the Monongahela Power Company, the Potomac Edison Company, and the West Penn Power Company. The agreement stipulates that principal and interest, in an amount equivalent to that due in accordance with the revenue bonds stated above, be paid pursuant to the scheduled time parameters as stipulated in the original bond indenture agreement.

During the year ended December 31, 1998, the Monongahela Power Company refinanced the bond issue mentioned above and the associated note receivable with the 1998 Series-B Issue in the amount of \$6,060,000, which bears interest at rates ranging from 4.35% to 5.10%. The bonds mature annually through 2012.

During the year ended December 31, 1998, the Potomac Edison Company refinanced the bond issue mentioned above and the associated note receivable with the 1998 Series-B Issue in the amount of \$3,200,000, which bears an interest rate of 4.35%. The bonds matured annually through 2002.

During the year ended December 31, 1998, the West Penn Power Company refinanced the bond issue mentioned above and the associated note receivable with the Allegheny Power

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Company 1998 Series-B Issue in the amount of \$14,435,000, which bears an interest rate of 4.75%. The bonds mature annually through 2007.

Health Care Facility First Mortgage Revenue Bonds Series 1995A[GF/Greene Care, Inc. Project – Rolling Meadows Care, Inc.]

Pursuant to Trust Indenture dated January 1, 1995 between the Authority and The Bank of New York as Trustee, the 1995 Series A and 1995 Series B bonds were issued. The 1995 bonds were issued to acquire land and build a nursing facility in Franklin Township, Greene County. The bonds will accrue and pay interest at various rates ranging from 8.375% to 10.5%. Series A will mature from 2004 to 2025. The 1995 bonds are limited obligations of the Authority; payable from the gross receipts of the facility and mortgaged property. In 2007 Rolling Meadows failed to make its required 2007 debt service payment totaling \$666,975.

In a letter to the Authority from bond counsel representing Rolling Meadows Care, Inc., dated May 09, 2008 he states “.....As you may know, beginning in December, 2003, Rolling Meadows defaulted in its payment obligations under the Installment Sale Agreement. In order to address the default, in June of 2005, Rolling Meadows received the consent of a majority of the bondholders for a two year Forbearance Agreement. Under the terms of the Forbearance Agreement, the bondholders agreed not to foreclose on the bond financed project or otherwise take action against Rolling Meadows. The Forbearance Agreement expired in June 2007.”

“Rolling Meadows and the Bank of Oklahoma, NA, as indenture trustee, have agreed that the best course of action is for Rolling Meadows to solicit the consent of the bondholders for a new Forbearance Agreement. In order to protect the tax-exempt status of the bonds under federal tax law, the new Forbearance Agreement must be approved by the Industrial Development Authority.”

That approval was made by the Authority in the form of a Resolution adopted at their May 21, 2008 board meeting. However, the status of the attempt to solicit the consent of the bondholders for a new Forbearance Agreement was given by bond counsel in an e-mail dated September 17, 2008 stating “ The best information I have at this point is that the bondholders have not yet approved the forbearance agreement. There are a lot of bondholders who have voted ‘yes’ already, just short of the majority needed for final approval.”

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

Meadow Ridge Public Infrastructure Project

This project (1997) is being financed by the issuance of Guaranteed Revenue Bonds, Series of 1997, in the principal amount of \$850,000. The proceeds are to be used to construct certain public infrastructure improvements in the Meadow Ridge Business Park located in Mt. Morris, Perry Township, Greene County. The bonds are guaranteed by the County with interest at rates ranging from 5.2% to 5.55%, and will be redeemed beginning in 2002 until final maturity in 2017.

Kyowa America Corporation Project

During the year ended December 31, 1998, the Kyowa American Corporation financed a major addition to their Greene County manufacturing facility by the issuance of their \$4,655,000 Manufacturing Facilities Revenue Bonds, Series D 1998, and the associated note receivable. This bond issue bears a variable rate demand interest rate which is payable monthly for the life of the bonds. Principal payments are due annually with the final payment due in 2014.

CWS Company Project

During the year ended December 31, 2005, the CWS Company financed the construction of a manufacturing facility to be located in Greene County, by the issuance of their \$2,000,000 Multi-Option Adjustable Rate Industrial Development Revenue Bonds, Series of 1999, and an associated note receivable. This bond issue bears an adjustable rate of interest which is payable on the first day of September for the life of the bonds. Principal payments are due annually with the final payment due in 2014.

Following is an analysis of bonds payable as of December 31, 2007:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

	<u>Balance as of</u> <u>December 31, 2006</u>	<u>Retired</u>	<u>Balance as of</u> <u>December 31, 2007</u>
Monogahela Power Company	\$ 4,000,000	\$ 1,000,000	\$ 3,000,000
Allegheny/West Penn Power Company	14,435,000	14,435,000	-
Health Care Facility: Series A	5,970,000	-	5,970,000
Meadow Ridge	655,000	205,000	450,000
Kyowa America	1,325,000	150,000	1,175,000
CWS Company	<u>1,215,000</u>	<u>130,000</u>	<u>1,085,000</u>
Total	<u>\$ 27,600,000</u>	<u>\$ 15,920,000</u>	<u>\$ 11,680,000</u>

Scheduled maturities and redemptions of bonds payable are as follows:

<u>For year ended December 31,</u>	
2008	\$ 430,000
2009	455,000
2010	480,000
2011	505,000
2012	3,745,000
Thereafter	<u>6,065,000</u>
Total	<u>\$ 11,680,000</u>

5. INTEREST INCOME

Interest income represents the revenue received from the parties listed under long-term notes receivables and is used to pay bond principal and interest.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

6. GRANT AGREEMENTS

During the year ended December 31, 2007, the Authority received the following Federal and state grants:

Mather Gob Pile Reclamation – Federal	\$	342,488
Mather Gob Pile Environmental Study		8,096
Other Grants – COG Conservation District		11,194
PA DCED Grants - Mather Gob Pile		66,454
SCP – BREP Grant		5,800
BIOS Grant – Evergreene		449,876
RACP Grant – Evergreene		113,868
PA DCED RACP - Meadow Ridge		<u>70,000</u>
Total	\$	<u><u>1,067,776</u></u>

7. USDA REVOLVING LOANS RECEIVABLE

During the year ending December 31, 1998, the Authority obtained federal funding through the U.S. Department of Agriculture Revolving Loan Program (Rural Development Mission Area Program – CFDA No. 10.769). Those federal funds were drawn down by the Authority and then loaned to eligible small businesses in Greene County for economic development purposes. The repayment to the Authority of principal and interest is deposit into a separate revolving loan bank account and may then be re-loaned to other qualified businesses. The balance of the long-term USDA Revolving Loans Receivable as December 31, 2007 was as follows:

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2007

<u>Name</u>	<u>Interest Rate</u>	<u>Balance</u>
Waynesburg Floral	5.00%	\$ 5,462
Washington Street Café	5.00%	802
County of Greene	5.00%	10,547
Circle L Trucking	5.00%	13,368
Sandra Jefferies	5.00%	(5,159)
Walt's Auto	4.50%	557
Pat's Pub	6.75%	37,450
Buddy's Inc. – Refinanced	8.50%	34,553
Roberts O&P	5.00%	284
Michael's Auto	5.00%	31,232
Waynesburg Muffler – I	5.00%	17,258
Nature's Remedies	5.00%	20,126
Howard Country Cottage	5.00%	19,271
Waynesburg Petals & Gifts	5.00%	8,206
BCI Sign & Design, Inc.	5.00%	10,112
Subtotal		204,069
Less: Reserve for Bad Debts		(116,788)
Total		<u>\$ 87,281</u>

REQUIRED SUPPLEMENTARY INFORMATION

**COUNTY OF GREENE , PENNSYLVANIA
EMPLOYEES RETIREMENT FUND**

**SCHEDULE OF CONTRIBUTIONS FROM EMPLOYERS AND
OTHER CONTRIBUTING ENTITIES
FOR THE PENSION TRUST FUND**

<u>Annual Calendar Year</u>	<u>Annual Required Contributions</u>	<u>Percentage Contributed</u>
2002	\$ 275,097	58%
2003	288,851	127%
2004	371,827	100%
2005	390,418	100%
2006	426,300	106%
2007	451,000	100%

The information presented above was determined as part of the actuarial valuations for the dates indicated.

See accompanying note to supplementary schedules.

COUNTY OF GREENE, PENNSYLVANIA

NOTE TO SUPPLEMENTARY SCHEDULES

YEAR ENDED DECEMBER 31, 2007

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

Actuarial valuation date	1/1/2006
Actuarial cost method	Aggregate* (% Pay)
Asset valuation method	Fair Value
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases	5.00%
Underlying inflation rate	3.00%

* Plans that use the aggregate actuarial cost method are not required to present a schedule of funding progress. The aggregate actuarial cost method does not identify or separately amortize unfunded actuarial liabilities.

ADDITIONAL INFORMATION

COUNTY OF GREENE, PENNSYLVANIA

COMBINING BALANCE SHEET OTHER GOVERNMENTAL FUNDS

DECEMBER 31, 2007

	Special Revenue Funds									
	Law Library	Slater Poor Fund	Election Grant Fund	DA Grant Fund	Affordable Housing Trust	Probation Supervision	Probation DUI	Community Service	Clerk of Courts Automation	Prothonotary Automation
Assets										
Cash and cash equivalents	\$ 16,576	\$ 1,957	\$ 11,566	\$ 9,182	\$ 102,072	\$ 40,997	\$ 16,249	\$ 12,633	\$ 12,425	\$ 16,800
Investments	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	5,690	1,860	5,200	-	579	165	340
Due from other governments	-	-	-	-	-	-	-	-	-	-
Taxes receivable	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 16,576	\$ 1,957	\$ 11,566	\$ 14,872	\$ 103,932	\$ 46,197	\$ 16,249	\$ 13,212	\$ 12,590	\$ 17,140
Liabilities and Fund Balance										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-	-	-	-
Deferred revenues	-	-	11,566	14,872	-	-	-	-	-	-
Total Liabilities	-	-	11,566	14,872	-	-	-	-	-	-
Fund Balance:										
Reserved for:										
Debt service	-	-	-	-	-	-	-	-	-	-
Unreserved fund balance	16,576	1,957	-	-	103,932	46,197	16,249	13,212	12,590	17,140
Total Fund Balance	16,576	1,957	-	-	103,932	46,197	16,249	13,212	12,590	17,140
Total Liabilities and Fund Balance	\$ 16,576	\$ 1,957	\$ 11,566	\$ 14,872	\$ 103,932	\$ 46,197	\$ 16,249	\$ 13,212	\$ 12,590	\$ 17,140

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

COMBINING BALANCE SHEET OTHER GOVERNMENTAL FUNDS

DECEMBER 31, 2007
(Continued)

	Special Revenue Funds									
	Adoption Counseling	RI Fund County	RI Fund R&R	Conservation District	Community Development	Child Support Enforcement	911 and Hazmat	Liquid Fuels	Tourism	Library System
Assets										
Cash and cash equivalents	\$ 785	\$ 39,202	\$ 33,400	\$ 372,537	\$ 38,321	\$ 32,996	\$ 180,275	\$ 47,717	\$ 68,353	\$ 115,734
Investments	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	928	1,392	-	-	-	32,800	-	-	-
Due from other governments	-	-	-	53,280	-	93,883	-	385,950	-	-
Taxes receivable	-	-	-	-	-	-	-	-	10,772	7,510
Accounts receivable	-	-	-	-	-	-	30,586	1,260	-	-
Other assets	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 785	\$ 40,130	\$ 34,792	\$ 425,817	\$ 38,321	\$ 126,879	\$ 243,661	\$ 434,927	\$ 79,125	\$ 123,244
Liabilities and Fund Balance										
Liabilities:										
Accounts payable	\$ -	\$ -	\$ -	\$ 190	\$ -	\$ -	\$ 22,703	\$ 548,386	\$ 2,113	\$ -
Due to other funds	-	-	-	12,288	-	126,879	165,548	-	12,134	-
Due to other governments	-	-	-	-	-	-	-	-	-	-
Deferred revenues	-	-	-	66,979	38,321	-	25,113	-	-	-
Total Liabilities	-	-	-	79,457	38,321	126,879	213,364	548,386	14,247	-
Fund Balance:										
Reserved for:										
Debt service	-	-	-	-	-	-	-	-	-	-
Unreserved fund balance	785	40,130	34,792	346,360	-	-	30,297	(113,459)	64,878	123,244
Total Fund Balance	785	40,130	34,792	346,360	-	-	30,297	(113,459)	64,878	123,244
Total Liabilities and Fund Balance	\$ 785	\$ 40,130	\$ 34,792	\$ 425,817	\$ 38,321	\$ 126,879	\$ 243,661	\$ 434,927	\$ 79,125	\$ 123,244

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

COMBINING BALANCE SHEET OTHER GOVERNMENTAL FUNDS

DECEMBER 31, 2007
(Continued)

Assets	Special Revenue Funds					Total Other Governmental Funds
	Children and Youth	Fair Board	BHS D&A	Coroner	Debt Service	
Cash and cash equivalents	\$ 113,718	\$ 8,686	\$ 236,828	\$ 4,000	\$ 304,906	\$ 1,837,915
Investments	-	60,399	-	-	-	60,399
Due from other funds	241,247	-	23,519	-	-	313,720
Due from other governments	409,927	-	39,635	-	-	982,675
Taxes receivable	-	-	-	-	41,520	59,802
Accounts receivable	84	48,219	-	-	-	80,149
Other assets	-	26	-	-	-	26
Total Assets	\$ 764,976	\$ 117,330	\$ 299,982	\$ 4,000	\$ 346,426	\$ 3,334,686
Liabilities and Fund Balance						
Liabilities:						
Accounts payable	\$ 132,305	\$ -	\$ 37,234	\$ -	\$ -	\$ 742,931
Due to other funds	625,163	-	56,476	-	-	998,488
Due to other governments	7,508	-	-	-	-	7,508
Deferred revenues	-	1,320	206,272	-	-	364,443
Total Liabilities	764,976	1,320	299,982	-	-	2,113,370
Fund Balance:						
Reserved for:						
Debt Service	-	-	-	-	346,426	346,426
Unreserved fund balance	-	116,010	-	4,000	-	874,890
Total Fund Balance	-	116,010	-	4,000	346,426	1,221,316
Total Liabilities and Fund Balance	\$ 764,976	\$ 117,330	\$ 299,982	\$ 4,000	\$ 346,426	\$ 3,334,686

(Concluded)

COUNTY OF GREENE, PENNSYLVANIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE OTHER GOVERNMENTAL FUNDS YEAR ENDED DECEMBER 31, 2007

	Special Revenue Funds									
	Law Library	Slater Poor Fund	Election Grant Fund	DA Grant Fund	Affordable Housing Trust	Probation Supervision	Probation DUI	Community Service	Clerk of Courts Automation	Prothonotary Automation
Revenues:										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines and forfeits	-	-	-	-	-	-	22,173	8,078	-	-
Intergovernmental	-	-	3,503	5,128	-	-	-	-	-	-
Charges for services	5,474	-	-	-	27,570	75,670	-	-	2,742	4,960
Interest	74	93	178	233	1,542	109	785	157	56	72
Rental income	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-	-
Total revenues	5,548	93	3,681	5,361	29,112	75,779	22,958	8,235	2,798	5,032
Expenditures:										
Administration:										
General government	-	-	3,681	-	-	-	-	-	-	179
Judicial	26,331	-	-	5,361	-	-	16,584	1,657	-	-
Public safety:										
EMA/911	-	-	-	-	-	-	-	-	-	-
Public works:										
Highways and bridges	-	-	-	-	-	-	-	-	-	-
Sanitation/solid waste	-	-	-	-	-	-	-	-	-	-
Human services:										
Child/youth services	-	-	-	-	-	-	-	-	-	-
Drug and alcohol	-	-	-	-	-	-	-	-	-	-
Other human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation:										
Parks and recreation	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	-
Community and economic development:										
Conservation/development	-	-	-	-	-	-	-	-	-	-
Housing/community development	-	-	-	-	9,927	-	-	-	-	-
Tourist promotion	-	-	-	-	-	-	-	-	-	-
Debt service:										
Debt interest	-	-	-	-	-	-	-	-	-	-
Debt principal payments	-	-	-	-	-	-	-	-	-	-
Fiscal agent's fees	-	-	-	-	-	-	-	-	-	-
Total expenditures	26,331	-	3,681	5,361	9,927	-	16,584	1,657	-	179
Excess (Deficiency) of Revenues Over Expenditures	(20,783)	93	-	-	19,185	75,779	6,374	6,578	2,798	4,853
Other Financing Sources (Uses):										
Transfers in	19,500	-	-	-	-	-	-	-	-	-
Debt proceeds	-	-	-	-	-	-	-	-	-	-
Other sources from sale of assets/ prior period reimbursement	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(16,500)	(74,996)	-	-	-	-
Total other financing sources (uses)	19,500	-	-	-	(16,500)	(74,996)	-	-	-	-
Net Change in Fund Balance	(1,283)	93	-	-	2,685	783	6,374	6,578	2,798	4,853
Fund Balance:										
Beginning of year	17,859	1,864	-	-	101,247	45,414	9,875	6,634	9,792	12,287
End of year	<u>\$ 16,576</u>	<u>\$ 1,957</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,932</u>	<u>\$ 46,197</u>	<u>\$ 16,249</u>	<u>\$ 13,212</u>	<u>\$ 12,590</u>	<u>\$ 17,140</u>

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

OTHER GOVERNMENTAL FUNDS

YEAR ENDED DECEMBER 31, 2007

(Continued)

	Special Revenue Funds									
	Adoption Counseling	RI Rund County	RI Rund R&R	Conservation District	Community Development	Child Support Enforcement	911 and Hazmat	Liquid Fuels	Tourism	Library System
Revenues:										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 84,128	\$ 88,048
Fines and forfeits	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	217,551	311,933	474,507	239,781	1,427,350	14,693	329,925
Charges for services	-	12,560	18,840	44,001	-	5,490	343,447	1,710	21,687	-
Interest	86	197	169	7,746	-	75	1,172	2,920	1,572	2,522
Rental income	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-	8,645
Total revenues	86	12,757	19,009	269,298	311,933	480,072	584,400	1,431,980	122,080	429,140
Expenditures:										
Administration:										
General government	-	8,423	19,131	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	585,133	-	-	-	-
Public safety:										
EMA/911	-	-	-	-	-	-	686,883	-	-	-
Public works:										
Highways and bridges	-	-	-	-	-	-	-	1,604,512	-	-
Sanitation/solid waste	-	-	-	-	9,420	-	-	-	-	-
Human services:										
Child/youth services	-	-	-	-	-	-	-	-	-	-
Drug and alcohol	-	-	-	-	-	-	-	-	-	-
Other human services	-	-	-	-	-	-	-	-	-	-
Culture and recreation:										
Parks and recreation	-	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-	355,145
Community and economic development:										
Conservation/development	-	-	-	199,570	-	-	-	-	-	-
Housing/community development	-	-	-	-	302,513	-	-	-	-	-
Tourist promotion	-	-	-	-	-	-	-	-	94,134	-
Debt service:										
Debt interest	-	-	-	-	-	-	-	-	-	-
Debt principal payments	-	-	-	-	-	-	-	-	-	-
Fiscal agent's fees	-	-	-	-	-	-	-	-	-	-
Total expenditures	-	8,423	19,131	199,570	311,933	585,133	686,883	1,604,512	94,134	355,145
Excess (Deficiency) of Revenues Over Expenditures	86	4,334	(122)	69,728	-	(105,061)	(102,483)	(172,532)	27,946	73,995
Other Financing Sources (Uses):										
Transfers in	-	-	-	-	-	143,184	32,800	-	-	-
Debt proceeds	-	-	-	-	-	-	-	-	-	-
Other sources from sale of assets/ prior period reimbursement	-	-	-	-	-	-	-	720	-	-
Transfers out	-	-	-	-	-	(38,123)	(51,108)	(13,091)	(904)	-
Total other financing sources (uses)	-	-	-	-	-	105,061	(18,308)	(12,371)	(904)	-
Net Change in Fund Balance	86	4,334	(122)	69,728	-	-	(120,791)	(184,903)	27,042	73,995
Fund Balance:										
Beginning of year	699	35,796	34,914	276,632	-	-	151,088	71,444	37,836	49,249
End of year	<u>\$ 785</u>	<u>\$ 40,130</u>	<u>\$ 34,792</u>	<u>\$ 346,360</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,297</u>	<u>\$ (113,459)</u>	<u>\$ 64,878</u>	<u>\$ 123,244</u>

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

OTHER GOVERNMENTAL FUNDS

YEAR ENDED DECEMBER 31, 2007

(Continued)

	Special Revenue Funds					Totals
	Children and Youth	Fair Board	BHS D&A	Coroner	Debt Service	
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 847,738	\$ 1,019,914
Fines and forfeits	-	-	-	-	-	30,251
Intergovernmental	1,824,647	58,064	515,916	-	-	5,422,998
Charges for services	53,800	199,853	56,399	2,927	-	877,130
Interest	13,103	3,546	8,119	59	18,078	62,663
Rental income	-	12,160	-	-	-	12,160
Donations	-	-	-	-	-	8,645
Total revenues	1,891,550	273,623	580,434	2,986	865,816	7,433,761
Expenditures:						
Administration:						
General government	-	-	-	-	-	31,414
Judicial	-	-	-	1,291	-	636,357
Public safety:						
EMA/911	-	-	-	-	-	686,883
Public works:						
Highways and bridges	-	-	-	-	-	1,604,512
Sanitation/solid waste	-	-	-	-	-	9,420
Human services:						
Child/youth services	2,115,825	-	-	-	-	2,115,825
Drug and alcohol	-	-	585,929	-	-	585,929
Culture and recreation:						
Parks and recreation	-	276,231	-	-	-	276,231
Libraries	-	-	-	-	-	355,145
Community and economic development:						
Conservation/development	-	-	-	-	-	199,570
Housing/community development	-	-	-	-	-	312,440
Tourist promotion	-	-	-	-	-	94,134
Debt service:						
Debt interest	-	-	-	-	597,948	597,948
Debt principal payments	3,948	-	-	-	640,000	643,948
Fiscal agent's fees	-	-	-	-	768	768
Total expenditures	2,119,773	276,231	585,929	1,291	1,238,716	8,150,524
Excess (Deficiency) of Revenues Over Expenditures	(228,223)	(2,608)	(5,495)	1,695	(372,900)	(716,763)
Other Financing Sources (Uses):						
Transfers in	375,069	-	9,995	-	-	580,548
Debt proceeds	-	-	-	-	-	-
Other sources from sale of assets/ prior period reimbursement	765	-	-	-	-	1,485
Transfers out	(147,611)	-	(4,500)	-	-	(346,833)
Total other financing sources (uses)	228,223	-	5,495	-	-	235,200
Net Change in Fund Balance	-	(2,608)	-	1,695	(372,900)	(481,563)
Fund Balance:						
Beginning of year	-	118,618	-	2,305	719,326	1,702,879
End of year	\$ -	\$ 116,010	\$ -	\$ 4,000	\$ 346,426	\$ 1,221,316

(Concluded)

COUNTY OF GREENE, PENNSYLVANIA

ALL AGENCY FUNDS COMBINING BALANCE SHEET

DECEMBER 31, 2007

	Clerk of Courts - Criminal	Clerk of Courts- Flower Fund	Orphan's Court	Register and Recorder	Magistrate 13-03-01	Magistrate 13-03-02	Magistrate 13-03-03	Sheriff
Assets								
Cash	\$ 85,161	\$ 3	\$ 1,058	\$ 25,486	\$ 2,699	\$ 10,685	\$ 9,603	\$ 74,450
Due from other funds	1,390	-	-	-	-	-	-	-
Total Assets	\$ 86,551	\$ 3	\$ 1,058	\$ 25,486	\$ 2,699	\$ 10,685	\$ 9,603	\$ 74,450
Liabilities and Fund Balance								
Liabilities:								
Due to litigants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74,450
Due to other governments	86,551	3	1,058	25,486	2,699	10,685	9,603	-
Due to other	-	-	-	-	-	-	-	-
Total Liabilities	\$ 86,551	\$ 3	\$ 1,058	\$ 25,486	\$ 2,699	\$ 10,685	\$ 9,603	\$ 74,450
Assets								
Cash	\$ 815	\$ 206	\$ 142,813	\$ 9,485	\$ 21,560	\$ 5,619	\$ 72,582	\$ 53
Due from other funds	-	-	-	-	-	-	-	-
Total Assets	\$ 815	\$ 206	\$ 142,813	\$ 9,485	\$ 21,560	\$ 5,619	\$ 72,582	\$ 53
Liabilities and Fund Balance								
Liabilities:								
Due to litigants	\$ 815	\$ 206	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other governments	-	-	142,813	9,485	21,560	-	72,582	-
Due to other	-	-	-	-	-	5,619	-	53
Total Liabilities	\$ 815	\$ 206	\$ 142,813	\$ 9,485	\$ 21,560	\$ 5,619	\$ 72,582	\$ 53
Assets								
Cash	\$ 2,161	\$ 6,438	\$ 30,380	\$ 37,202	\$ 3,837	\$ 5,569	\$ 547,865	
Due from other funds	-	-	-	-	-	-	1,390	
Total Assets	\$ 2,161	\$ 6,438	\$ 30,380	\$ 37,202	\$ 3,837	\$ 5,569	\$ 549,255	
Liabilities and Fund Balance								
Liabilities:								
Due to litigants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 75,471	
Due to other governments	-	6,438	30,380	37,202	3,837	5,569	465,951	
Due to other	2,161	-	-	-	-	-	7,833	
Total Liabilities	\$ 2,161	\$ 6,438	\$ 30,380	\$ 37,202	\$ 3,837	\$ 5,569	\$ 549,255	

COUNTY OF GREENE, PENNSYLVANIA

ALL AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

DECEMBER 31, 2007

	<u>Balance</u> <u>January 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>December 31, 2007</u>
Clerk of Courts-Criminal:				
<u>Assets</u>				
Cash	\$ 86,856	\$ 799,096	\$ (800,791)	\$ 85,161
<u>Liabilities</u>				
Due to other governments	\$ 86,856	\$ 799,096	\$ (800,791)	\$ 85,161
 Clerk of Courts-Flower Fund:				
<u>Assets</u>				
Cash	\$ 1,906	\$ 414	\$ (2,317)	\$ 3
<u>Liabilities</u>				
Due to other governments	\$ 1,906	\$ 414	\$ (2,317)	\$ 3
 Orphan's Court:				
<u>Assets</u>				
Cash	\$ 977	\$ 19,553	\$ (19,472)	\$ 1,058
<u>Liabilities</u>				
Due to other governments	\$ 977	\$ 19,553	\$ (19,472)	\$ 1,058
 Register and Recorder:				
<u>Assets</u>				
Cash	\$ 30,857	\$ 370,935	\$ (376,306)	\$ 25,486
<u>Liabilities</u>				
Due to other governments	\$ 30,857	\$ 370,935	\$ (376,306)	\$ 25,486

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

ALL AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

DECEMBER 31, 2007

(Continued)

	<u>Balance</u> <u>January 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>December 31, 2007</u>
Magistrate 13-03-1:				
<u>Assets</u>				
Cash	\$ 4,577	\$ 201,928	\$ (203,806)	\$ 2,699
<u>Liabilities</u>				
Due to other governments	\$ 4,577	\$ 201,928	\$ (203,806)	\$ 2,699
Magistrate 13-03-2:				
<u>Assets</u>				
Cash	\$ 12,549	\$ 464,984	\$ (466,848)	\$ 10,685
<u>Liabilities</u>				
Due to other governments	\$ 12,549	\$ 464,984	\$ (466,848)	\$ 10,685
Magistrate 13-03-03:				
<u>Assets</u>				
Cash	\$ 8,501	\$ 341,913	\$ (340,811)	\$ 9,603
<u>Liabilities</u>				
Due to other governments	\$ 8,501	\$ 341,913	\$ (340,811)	\$ 9,603
Sheriff:				
<u>Assets</u>				
Cash	\$ 48,668	\$ 441,902	\$ (416,120)	\$ 74,450
<u>Liabilities</u>				
Due to litigants	\$ 48,668	\$ 441,902	\$ (416,120)	\$ 74,450

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

ALL AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

DECEMBER 31, 2007

(Continued)

	Balance January 1, 2007	Additions	Deductions	Balance December 31, 2007
Sheriff-State Modernization:				
Assets				
Cash	\$ 990	\$ 3,252	\$ (3,427)	\$ 815
Liabilities				
Due to litigants	\$ 990	\$ 3,252	\$ (3,427)	\$ 815
Sheriff-Validation System:				
Assets				
Cash	\$ 192	\$ 701	\$ (687)	\$ 206
Liabilities				
Due to litigants	\$ 192	\$ 701	\$ (687)	\$ 206
Prothonotary:				
Assets				
Cash	\$ 132,306	\$ 118,491	\$ (107,984)	\$ 142,813
Liabilities				
Due to other governments	\$ 132,306	\$ 118,491	\$ (107,984)	\$ 142,813
Prothonotary-Escrow Accts:				
Assets				
Cash	\$ 8,898	\$ 587	\$ -	\$ 9,485
Liabilities				
Due to other governments	\$ 8,898	\$ 587	\$ -	\$ 9,485

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

ALL AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

DECEMBER 31, 2007

(Continued)

	<u>Balance</u> <u>January 1, 2007</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>December 31, 2007</u>
Jail:				
<u>Assets</u>				
Cash	\$ 22,475	\$ 173,803	\$ (174,718)	\$ 21,560
<u>Liabilities</u>				
Due to other governments	\$ 22,475	\$ 173,803	\$ (174,718)	\$ 21,560
Airport Security:				
<u>Assets</u>				
Cash	\$ 5,536	\$ 83	\$ -	\$ 5,619
<u>Liabilities</u>				
Due to other	\$ 5,536	\$ 83	\$ -	\$ 5,619
Domestic Relations:				
<u>Assets</u>				
Cash	\$ 102,636	\$ 303,326	\$ (333,380)	\$ 72,582
<u>Liabilities</u>				
Due to other governments	\$ 102,636	\$ 303,326	\$ (333,380)	\$ 72,582
Fire Damage Escrow:				
<u>Assets</u>				
Cash	\$ 53	\$ -	\$ -	\$ 53
<u>Liabilities</u>				
Due to other	\$ 53	\$ -	\$ -	\$ 53
Juvenile Probation:				
<u>Assets</u>				
Cash	\$ 2,061	\$ 100	\$ -	\$ 2,161
<u>Liabilities</u>				
Due to other	\$ 2,061	\$ 100	\$ -	\$ 2,161
Children and Youth:				
<u>Assets</u>				
Cash	\$ 6,053	\$ 3,178	\$ (2,793)	\$ 6,438
<u>Liabilities</u>				
Due to other governments	\$ 6,053	\$ 3,178	\$ (2,793)	\$ 6,438

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

ALL AGENCY FUNDS COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

DECEMBER 31, 2007
(Continued)

	Balance January 1, 2007	Additions	Deductions	Balance December 31, 2007
Commonwealth Treasurer:				
Assets				
Cash	\$ 53,009	\$ 187,746	\$ (210,375)	\$ 30,380
Liabilities				
Due to other governments	\$ 53,009	\$ 187,746	\$ (210,375)	\$ 30,380
District Attorney:				
Assets				
Cash	\$ 32,448	\$ 18,639	\$ (13,885)	\$ 37,202
Liabilities				
Due to other governments	\$ 32,448	\$ 18,639	\$ (13,885)	\$ 37,202
Farmland Preservation:				
Assets				
Cash	\$ 2,414	\$ 1,423	\$ -	\$ 3,837
Liabilities				
Due to other governments	\$ 2,414	\$ 1,423	\$ -	\$ 3,837
Human Services-M. Howard:				
Assets				
Cash	\$ 732	\$ 19,057	\$ (14,220)	\$ 5,569
Liabilities				
Due to other governments	\$ 732	\$ 19,057	\$ (14,220)	\$ 5,569

(Concluded)

COUNTY OF GREENE, PENNSYLVANIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2007

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>U.S. Department of Health and Human Services</u>			
Passed Through the Pennsylvania Department of Public Welfare:			
Centers for Disease Control & Prevention Investigations	93.283		\$ 3,000
Promoting Safe and Stable Families	93.556		385,398
Temporary Assistance for Needy Families - Mental Health/Mental Retardation	93.558		16,431
Temporary Assistance for Needy Families - CYF	93.558		45,370
Temporary Assistance for Needy Families - CCIS Day Care	93.558		12,956
Subtotal 93.558			74,757
Child Support Enforcement	93.563		412,148
Child Welfare Services - State Grants - Title IV (B) - Children and Youth	93.645		35,333
Foster Care - Title IV-E - Children and Youth	93.658		571,335
Adoption Assistance	93.659		69,218
Social Services Block Grant - Title XX - Children and Youth	93.667		30,910
Social Services Block Grant - CCIS Day Care	93.667		91,786
Social Services Block Grant - Mental Health/Mental Retardation	93.667		47,599
Subtotal 93.667			170,295
Child Care and Development Block Grant	93.575		183,510
Community-Based Child Abuse Prevention Grants	93.590		43,081
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596		309,519
Chafee Foster Care Independence Program	93.674		30,949
Medical Assistance Program	93.778		350,736
Medical Assistance Program - Mental Health/Mental Retardation	93.778		2,170,774
Subtotal 93.778			2,521,510
Block Grants for Community Mental Health Services	93.958		132,895
Passed Through the Pennsylvania Department of Public Welfare:			
Passed Through the YWCA of Greater Pittsburgh:			
Child Care and Development Block Grant	93.575		33,625
Passed Through the Pennsylvania Department of Health:			
Block Grants for Prevention and Treatment of Substance Abuse	93.959		150,336
Passed Through the Pennsylvania Department of State:			
Voting Access for Individuals with Disabilities	93.617		1,331
Total U.S. Department of Health and Human Services			5,128,240
<u>U.S. Department of Housing and Urban Development</u>			
Passed Through Pennsylvania Department of Community and Economic Development:			
Community Development Block Grants/State's Program	14.228		302,513
HOME Investment Partnerships Program	14.239	C000026939/C000022635	383,236
Supportive Housing Program	14.235		111,467
Total U.S. Department of Housing and Urban Development			797,216
<u>U.S. Department of Agriculture</u>			
Passed Through the Pennsylvania Department of Public Welfare:			
Temporary Assistance for Needy Families - Food Stamps	10.561		15,572
Passed Through Pennsylvania Department of Agriculture:			
Emergency Food Assistance Program (Administrative Costs)	10.568		4,395
Total U.S. Department of Agriculture			19,967

(Continued)

See notes to schedule of expenditures of federal awards.

COUNTY OF GREENE, PENNSYLVANIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2007

(Continued)

<u>Federal Grantor/Program Title (continued)</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantor's Number</u>	<u>Expenditures</u>
<u>U.S. Department of Transportation</u>			
Passed Through the Pennsylvania Department of Transportation:			
Highway Planning and Construction	20.205	M122072000	5,802,348
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513		149,888
Passed Through the Pennsylvania Emergency Management Agency (PEMA):			
Interagency Hazardous Materials Training and Planning Grant	20.703		1,494
Total U.S. Department of Transportation			5,953,730
<u>U.S. Department of Justice</u>			
Passed Through the Pennsylvania Commission on Crime and Delinquency:			
Crime Victim Assistance	16.575		9,971
Violence Against Women Formula Grants	16.588		82,839
Total U.S. Department of Justice			92,810
<u>U.S. Department of Homeland Security</u>			
Passed Through the Pennsylvania Emergency Management Agency (PEMA):			
Emergency Management Performance Grants	97.042		16,975
<u>Elections Assistance Commission</u>			
Passed Through the Pennsylvania Department of State:			
Help America Vote Act Requirements Payments	90.401		13,681
<u>Department of Education</u>			
Passed Through the Pennsylvania Department of Public Welfare:			
Special Education - Grants for Infants and Families with Disabilities	84.181		31,314
Passed Through the Pennsylvania Department of Health:			
Safe and Drug-Free Schools and Communities - State Grants	84.186		4,200
Total U.S. Department of Education			35,514
<u>Federal Aviation Agency</u>			
Passed Through the Pennsylvania Department of Transportation:			
Airport Improvement Program	20.106		80,165
Total Federal Financial Assistance			\$ 12,138,298

(Concluded)

See notes to schedule of expenditures of federal awards.

COUNTY OF GREENE, PENNSYLVANIA

SCHEDULE OF PENNSYLVANIA DEPARTMENT OF PUBLIC WELFARE - FINANCIAL ASSISTANCE

DECEMBER 31, 2007

Program	Combined Federal/ State Expenditures
Child Support Enforcement Program	\$ 412,148
County Children and Youth Programs	1,867,761
Medical Assistance Transportation Program	832,494 *
Human Services Development Fund	197,707
County Child Care Information Services for Subsidized Child Day Care	1,550,529 *
Mental Health/Mental Retardation	6,252,553
Combined Homeless Assistance Program: Housing Assistance Program	74,855
	\$ 11,188,047

* Denotes major programs for DPW testing purpose. The 2007 dollar threshold used to distinguish between type A and type B was \$364,149. The amount expended under the major DPW programs for the year ended December 31, 2007 was \$2,383,023.

COUNTY OF GREENE, PENNSYLVANIA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED DECEMBER 31, 2007

1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the County of Greene and is presented on the modified accrual basis of accounting which is consistent with the basis of accounting used in the preparation of County's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements of the County.

2. SUBRECIPIENTS

The County did pass-through federal funds to subrecipients during the year ended December 31, 2007. The County maintained contracts with their subrecipients, which contained appropriate audit provisions.

3. REQUIRED DISCLOSURE FOR PENNSYLVANIA DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT

	<u>Receipts</u>	<u>Disbursements</u>
CDBG	\$ 302,513	\$ 302,513
HOME	383,236	383,236
	<u>\$ 685,749</u>	<u>\$ 685,749</u>

COUNTY OF GREENE, PENNSYLVANIA

DEPARTMENT OF PUBLIC WELFARE –
FUNDED FINANCIAL ASSISTANCE
PROGRAM EXHIBITS

MAHER DUESSEL
CERTIFIED PUBLIC ACCOUNTANTS

MAHER DUESSEL

CERTIFIED PUBLIC ACCOUNTANTS

THREE GATEWAY CENTER - SIX WEST
PITTSBURGH, PA 15222

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Independent Accountant's Report on "Agreed-Upon Procedures" for Department of Public Welfare-Funded Financial Assistance Programs, Schedules, and Exhibits

Board of County Commissioners
County Controller
County of Greene, Pennsylvania

We have performed the procedures enumerated below, which were agreed to by the Commonwealth of Pennsylvania, Department of Public Welfare (DPW), and the County of Greene solely to assist you with respect to the financial schedules and exhibits required by the DPW Single Audit Supplement. This engagement to apply agreed-upon procedures was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of the DPW. Consequently, we make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested, or for any other purpose.

The procedures and associated findings are as follows:

- a. We have verified by comparison of the amounts and classifications that the supplemental financial schedules listed below, which summarize amounts reported to DPW for fiscal year June 30, 2007, have been accurately compiled and reflect the audited books and records of the County of Greene. We have also verified by comparison to the example schedules that these schedules are presented, at a minimum, at the level of detail and in the format required by the DPW Single Audit Supplement pertaining to this period.

<u>Program Name</u>	<u>Exhibit</u>	<u>Schedules</u>
Title IV-D Child Support Enforcement	A-1 (a)	Comparison of Single Audit Expenditures with the Reported Expenditures
County Children and Youth Social Service Programs	I	Schedule of Revenues and Expenditures
Medical Assistance Transportation	III	Schedule of Revenues and Expenditures
Mental Health Services	IV (a)	Schedule of Revenues, Expenditures, and Carryover Funds
	IV (b)	Report of Income and Expenditures Single Audit Supplement
Mental Retardation Services	IV (c)	Schedule of Revenues, Expenditures, and Carryover Funds
	IV (d)	Report of Income and Expenditures Single Audit Supplement
Early Intervention Services	V (a)	Schedule of Revenues, Expenditures, and Carryover Funds
	V (b)	Report of Income and Expenditures Single Audit Supplement
CCIS Daycare	VIII (b)	Schedule of Child Care Information Services Recap for Fiscal Year 2007
	XVIII (a)	Schedule of Revenues and Expenditures - Administrative Budget - Fund A
	XVIII (b)	Schedule of Revenues and Expenditures - Administrative Budget - Fund C
	XVIII (c)	Schedule of Revenues and Expenditures - Administrative Budget - TANF
	XVIII (d)	Year-to-Date Administrative Expenditures Fund A (screenshot)
	XVIII (e)	Year-to-Date Administrative Expenditures Fund C (screenshot)
	XVIII (f)	Year-to-Date Administrative Expenditures TANF (screenshot)

Board of County Commissioners
County Controller
County of Greene, Pennsylvania
Independent Accountant’s Report on Applying
Agreed-Upon Procedures

<u>Program Name</u>		<u>Schedules</u>
		Year-to-Date Administration/Family Support Services Budget Summary
CCIS Daycare (continued)	XVIII (g)	(screenshot)
	XVIII (h)	Recap Report Summary (CCMIS) (screenshot)
Human Services Development Fund	X	Schedule of Revenues and Expenditures
(Combined) Homeless Assistance	XIX	Revenues and Expenses
Family Center	n/a	Schedule of Revenues and Expenditures
Time-Limited Family Reunification	n/a	Schedule of Revenues and Expenditures
Fatherhood Initiative	n/a	Schedule of Revenues and Expenditures

b. We have inquired of management regarding adjustments to reported revenues or expenditures, which were not reflected on the reports submitted to DPW for the period in question.

c. The processes detailed in paragraphs (a) and (b) above disclosed no adjustments and/or findings.

We were not engaged to, and did not perform, an audit, the objective of which would be the expression of an opinion on the specified elements, accounts, or items. Accordingly, we did not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of the Department of Public Welfare and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

Maher Duessel
Pittsburgh, Pennsylvania
October 10, 2008

COUNTY OF GREENE, PENNSYLVANIA

TITLE IV - D CHILD SUPPORT ENFORCEMENT PROGRAM COMPARISON OF SINGLE AUDIT EXPENDITURES WITH THE REPORTED EXPENDITURES FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Exhibit A-1 (a)

	Single Audit Expenditures				Report Expenditures				Single Audit Over (Under) Reported			
	Total	Unallowable	Net	Amt Paid	Total	Unallowable	Net	Amt Paid	Total	Unallowable	Net	Amt Paid
Quarter Ending: 9/30/06												
1. Salary & Overhead	\$ 162,242	\$ 4,862	\$ 157,380	\$ 103,871	\$ 162,242	\$ 4,862	\$ 157,380	\$ 103,871	\$ -	\$ -	\$ -	\$ -
2. Fees & Costs	1	-	1	1	1	-	1	1	-	-	-	-
3. Interest & Program Income	525	8	517	341	525	8	517	341	-	-	-	-
4. Blood Testing Fees	1,311	-	1,311	1,180	1,311	-	1,311	1,180	-	-	-	-
5. Blood Testing Costs	1,269	-	1,269	1,142	1,269	-	1,269	1,142	-	-	-	-
6. ADP	-	-	-	-	-	-	-	-	-	-	-	-
Net Total (1-2-3-4+5+6)	<u>\$ 161,674</u>	<u>\$ 4,854</u>	<u>\$ 156,820</u>	<u>\$ 103,491</u>	<u>\$ 161,674</u>	<u>\$ 4,854</u>	<u>\$ 156,820</u>	<u>\$ 103,491</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Quarter Ending: 12/31/06												
1. Salary & Overhead	\$ 172,247	\$ 5,176	\$ 167,071	\$ 110,267	\$ 172,247	\$ 5,176	\$ 167,071	\$ 110,267	\$ -	\$ -	\$ -	\$ -
2. Fees & Costs	-	-	-	-	-	-	-	-	-	-	-	-
3. Interest & Program Income	260	8	252	166	260	8	252	166	-	-	-	-
4. Blood Testing Fees	992	-	992	655	992	-	992	893	-	-	-	(238)
5. Blood Testing Costs	741	-	741	489	741	-	741	667	-	-	-	(178)
6. ADP	-	-	-	-	-	-	-	-	-	-	-	-
Net Total (1-2-3-4+5+6)	<u>\$ 171,736</u>	<u>\$ 5,168</u>	<u>\$ 166,568</u>	<u>\$ 109,935</u>	<u>\$ 171,736</u>	<u>\$ 5,168</u>	<u>\$ 166,568</u>	<u>\$ 109,875</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 60</u>
Quarter Ending: 3/31/07												
1. Salary & Overhead	\$ 167,297	\$ 5,040	\$ 162,257	\$ 107,090	\$ 167,297	\$ 5,040	\$ 162,257	\$ 107,090	\$ -	\$ -	\$ -	\$ -
2. Fees & Costs	1	-	1	1	1	-	1	1	-	-	-	-
3. Interest & Program Income	680	10	670	442	680	10	670	442	-	-	-	-
4. Blood Testing Fees	972	-	972	642	972	-	972	875	-	-	-	(233)
5. Blood Testing Costs	1,197	-	1,197	790	1,197	-	1,197	1,077	-	-	-	(287)
6. ADP	-	-	-	-	-	-	-	-	-	-	-	-
Net Total (1-2-3-4+5+6)	<u>\$ 166,841</u>	<u>\$ 5,030</u>	<u>\$ 161,811</u>	<u>\$ 106,795</u>	<u>\$ 166,841</u>	<u>\$ 5,030</u>	<u>\$ 161,811</u>	<u>\$ 106,849</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (54)</u>
Quarter Ending: 6/30/07												
1. Salary & Overhead	\$ 150,254	\$ 4,563	\$ 145,691	\$ 96,156	\$ 150,254	\$ 4,563	\$ 145,691	\$ 96,156	\$ -	\$ -	\$ -	\$ -
2. Fees & Costs	1	-	1	1	1	-	1	1	-	-	-	-
3. Interest & Program Income	770	14	756	499	770	14	756	499	-	-	-	-
4. Blood Testing Fees	739	-	739	488	739	-	739	665	-	-	-	(177)
5. Blood Testing Costs	1,140	-	1,140	752	1,140	-	1,140	1,026	-	-	-	(274)
6. ADP	-	-	-	-	-	-	-	-	-	-	-	-
Net Total (1-2-3-4+5+6)	<u>\$ 149,884</u>	<u>\$ 4,549</u>	<u>\$ 145,335</u>	<u>\$ 95,920</u>	<u>\$ 149,884</u>	<u>\$ 4,549</u>	<u>\$ 145,335</u>	<u>\$ 96,017</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (97)</u>

COUNTY OF GREENE, PENNSYLVANIA

COUNTY CHILDREN AND YOUTH SOCIAL SERVICE PROGRAMS SCHEDULE OF REVENUES AND EXPENDITURES FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit I

	A	B	C	D	E	F	G	H	I	J	K
	Grand Total	Federal Title XX	Federal Title IV-E	Federal Title IV-B	Federal Other	Federal TANF	MA	Program Income	Net Total	State Act 148	Local Share
NET CHILD WELFARE EXPEND											
01. 100% Reimbursement	\$ 43,622	\$ -	\$ 9,808	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,814	\$ 33,814	\$ -
02. 90% Reimbursement	38,719	-	11,414	-	-	11,684	-	469	15,152	13,636	1,516
03. 80% Reimbursement	1,821,654	25,686	512,870	35,333	-	21,239	-	86,586	1,139,940	911,951	227,989
04. 60% Reimbursement	313,712	-	55,972	-	-	-	2,362	22,654	232,724	139,636	93,088
05. 50% Reimbursement	26,636	-	258	-	-	7,892	-	32	18,454	9,229	9,225
06. Other Reimbursement	-	-	-	-	-	-	-	-	-	-	-
07. TOTAL (Lines 1 - 6)	2,244,343	25,686	590,322	35,333	-	40,815	2,362	109,741	1,440,084	1,108,266	331,818
YDC/YFC PLACEMENT COSTS											
08. 80% DPW Participation	-	-	-	-	-	-	-	-	-	-	-
09. 60% DPW Participation	4,466	-	-	-	-	-	-	-	4,466	2,680	1,786
10. TOTAL YDC/YFC COSTS	4,466	-	-	-	-	-	-	-	4,466	2,680	1,786
11. RESERVED											
12. NON ALLOWABLE EXPEND	16,492	-	-	-	-	-	-	-	16,492	-	16,492
13. TOTAL EXPENDITURES	\$ 2,265,301	\$ 25,686	\$ 590,322	\$ 35,333	\$ -	\$ 40,815	\$ 2,362	\$ 109,741	\$ 1,461,042	\$ 1,110,946	\$ 350,096
14. Total HSDF Used for Child Welfare	\$ -	15. Total Title IV-D Collections				\$ 29,832	16. Total Title IV-D/Title IV-E Collections				\$ 6,786
a. State Act 148 - Line 7	\$1,108,266	b. State Act 148 Allocation				\$ 1,367,863	c. Adjusted State Share (Lower of a or b)				\$ 1,108,266

COUNTY OF GREENE, PENNSYLVANIA

MEDICAL ASSISTANCE TRANSPORTATION PROGRAM SCHEDULE OF REVENUES AND EXPENDITURES

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit III

	<u>Reported</u>	<u>Actual</u>
Service Data:		
<hr/>		
Expenditures:		
Group I clients	\$ 822,101	\$ 822,101
Group II clients	<u>28,834</u>	<u>28,834</u>
Total expenditures	<u>\$ 850,935</u>	<u>\$ 850,935</u>
Allocation Data:		
<hr/>		
Revenues:		
Department of Public Welfare	\$ 846,998	\$ 846,998
Interest income	<u>3,937</u>	<u>3,937</u>
Total revenues	<u>850,935</u>	<u>850,935</u>
Funds expended:		
Operating costs	819,466	819,466
Administrative costs	<u>31,469</u>	<u>31,469</u>
Total funds expended	<u>850,935</u>	<u>850,935</u>
Excess Revenues over Expenditures	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF GREENE, PENNSYLVANIA

MENTAL HEALTH SERVICES
SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS
SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (a) MH

Sources of DPW Funding	App	DPW Funds Available			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjustments (6A)	CSR State Grant Fund Adjustments (6B)	CSR - Promise Adjustments (6C)	TOTAL FUND BALANCE (7)
		Carryover (1)	Allotment (2)	Total Allocation (3)						
A. MH Services	10248	\$ 818	\$ 885,195	\$ 886,013	\$ 802,362	\$ 83,651	\$ -	\$ -	\$ -	\$ 83,651
B. Other State Funds										
1. Spec. Res.	10258	-	-	-	-	-	-	-	-	-
2. BH Initiative	10262	-	107,164	107,164	107,164	-	-	-	-	-
3. BH IGT	10262	-	78,312	78,312	78,312	-	-	-	-	-
4. New Directions	10244	-	-	-	-	-	-	-	-	-
5. Total Other State		-	185,476	185,476	185,476	-	-	-	-	-
C. SSBG	70135	-	20,184	20,184	20,184	-	-	-	-	-
D. CMHSBG	70167	-	132,895	132,895	132,895	-	-	-	-	-
E. Other Federal Funds										
1. Max. Part. Project	70121	32,861	-	32,861	-	32,861	-	-	-	32,861
2. PATH Homeless	70154	-	-	-	-	-	-	-	-	-
3. Capitalization of POMS	70522	-	-	-	-	-	-	-	-	-
4. COSIG Grant	70561	-	-	-	-	-	-	-	-	-
5. MH Systems Transformation	70589	-	-	-	-	-	-	-	-	-
6. Federal SSBG- Hurricane Relief	70684	-	-	-	-	-	-	-	-	-
7. Terrorism Related Disaster Relief	80168	-	-	-	-	-	-	-	-	-
8. Bioterrorism Hosp Prep/Pub Hth Prep Resp	80343	15,620	3,000	18,620	13,676	4,944	-	-	-	4,944
9. Federal Reg Svs Crisis Counseling Prog	82413	-	-	-	-	-	-	-	-	-
10. Federal Crisis Counseling - Summer Flood	82427	-	-	-	-	-	-	-	-	-
11. Reserved	00001	-	-	-	-	-	-	-	-	-
12. Reserved	00002	-	-	-	-	-	-	-	-	-
13. Total Other Federal		48,481	3,000	51,481	13,676	37,805	-	-	-	37,805
F. TOTAL		\$ 49,299	\$ 1,226,750	\$ 1,276,049	\$ 1,154,593	\$ 121,456	\$ -	\$ -	\$ -	\$ 121,456

COUNTY OF GREENE, PENNSYLVANIA

MENTAL HEALTH PROGRAM REPORT OF INCOME AND EXPENDITURES SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (b) MH

		Admin Dvpt Training	Admin Mgmt	Admin Office	Community Employ Svcs	Crisis Intervention	Child Psych Rehab	Community Services	Community Trtmnt Teams	Day Trtmnt
I.	TOTAL ALLOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
II.	TOTAL EXPENDITURES	-	343,646	276,110	-	21,998	-	104,065	34,988	10,472
III.	COSTS OVER ALLOCATION									
	A. County Funded Eligible	-	-	-	-	-	-	-	-	-
	B. County Funded Ineligible	-	-	-	-	-	-	-	-	-
	C. Other Eligible	-	-	-	-	-	-	-	-	-
	D. Other Ineligible	-	-	-	-	-	-	-	-	-
	E. Total Costs Over Allocation	-	-	-	-	-	-	-	-	-
IV.	REVENUES									
	A. Program Service Fees	-	-	-	-	-	-	-	-	-
	B. Private Insurance Fees	-	-	-	-	-	-	-	-	-
	C. Medical Assistance	-	-	-	-	-	-	-	-	2,912
	D. Medical Assistance - MA 325	-	-	-	-	-	-	-	-	-
	E. Medical Assistance - Administrative Claims	-	-	-	-	-	-	-	-	-
	F. Room and Board	-	-	-	-	-	-	-	-	-
	G. Earned Interest	-	-	16,626	-	-	-	-	-	-
	H. Other	-	-	8,139	-	-	-	-	-	-
	I. Total Revenue	-	-	24,765	-	-	-	-	-	2,912
V.	DPW REIMBURSEMENT									
	A. Base Allocation 90%	-	136,876	144,902	-	-	-	40,999	-	-
	B. Base Allocation 100%	-	-	-	-	21,998	-	-	-	7,560
	C. DPW Categorical Funding 90% Subtotal	-	-	-	-	-	-	-	-	-
	D. DPW Categorical Funding 100% Subtotal	-	81,536	67,474	-	-	-	58,511	34,988	-
	E. SSBG 90% Adult	-	-	-	-	-	-	-	-	-
	SSBG 90% Child	-	-	-	-	-	-	-	-	-
	SSBG 100% Adult	-	-	-	-	-	-	-	-	-
	SSBG 100% Child	-	-	-	-	-	-	-	-	-
	F. CMHSBG 90%	-	-	-	-	-	-	-	-	-
	CMHSBG 100%	-	110,026	22,869	-	-	-	-	-	-
VI.	10% County Match	-	15,208	16,100	-	-	-	4,555	-	-
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	-	343,646	251,345	-	21,998	-	104,065	34,988	7,560
VIII.	TOTAL CARRYOVER									

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

MENTAL HEALTH PROGRAM REPORT OF INCOME AND EXPENDITURES SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (b) MH

(Continued)

		Emergency Services	Farm Based Services	Family Sup Services	Housing Support Svcs	Int Case Mgmt	Psychiatric Inpt Hosp	Outpatient
I.	TOTAL ALLOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
II.	TOTAL EXPENDITURES	104,084	467	1,961	2,675	55,133	-	43,971
III.	COSTS OVER ALLOCATION							
	A. County Funded Eligible	-	-	-	-	-	-	-
	B. County Funded Ineligible	-	-	-	-	-	-	-
	C. Other Eligible	-	-	-	-	-	-	-
	D. Other Ineligible	-	-	-	-	-	-	-
	E. Total Costs Over Allocation	-	-	-	-	-	-	-
IV.	REVENUES							
	A. Program Service Fees	-	-	-	-	-	-	5
	B. Private Insurance Fees	-	-	-	-	-	-	-
	C. Medical Assistance	-	-	-	-	4,361	-	-
	D. Medical Assistance - MA 325	-	-	-	-	-	-	-
	E. Medical Assistance - Administrative Claims	-	-	-	-	-	-	-
	F. Room and Board	-	-	-	-	-	-	-
	G. Earned Interest	-	-	-	-	-	-	-
	H. Other	-	-	-	-	-	-	-
	I. Total Revenue	-	-	-	-	4,361	-	5
V.	DPW REIMBURSEMENT							
	A. Base Allocation 90%	55,592	-	1,765	543	-	-	10,217
	B. Base Allocation 100%	-	467	-	-	42,238	-	-
	C. DPW Categorical Funding 90% Subtotal	-	-	-	-	-	-	-
	D. DPW Categorical Funding 100% Subtotal	42,315	-	-	2,071	-	-	32,614
	E. SSBG 90% Adult	-	-	-	-	-	-	-
	SSBG 90% Child	-	-	-	-	-	-	-
	SSBG 100% Adult	-	-	-	-	8,534	-	-
	SSBG 100% Child	-	-	-	-	-	-	-
	F. CMHSBG 90%	-	-	-	-	-	-	-
	CMHSBG 100%	-	-	-	-	-	-	-
VI.	10% County Match	6,177	-	196	61	-	-	1,135
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	104,084	467	1,961	2,675	50,772	-	43,966
VIII.	TOTAL CARRYOVER							

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

MENTAL HEALTH PROGRAM REPORT OF INCOME AND EXPENDITURES SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (b) MH (Continued)

		Other	Psychiatric Rehab	Comm Res Services	Resource Coordination	Social Rehab Services	Vocational Rehab	Totals
I.	TOTAL ALLOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,276,049
II.	TOTAL EXPENDITURES	-	-	123,858	11,346	86,690	9,535	1,230,999
III.	COSTS OVER ALLOCATION							
	A. County Funded Eligible	-	-	-	-	-	-	-
	B. County Funded Ineligible	-	-	-	-	-	-	-
	C. Other Eligible	-	-	-	-	-	-	-
	D. Other Ineligible	-	-	-	-	-	-	-
	E. Total Costs Over Allocation	-	-	-	-	-	-	-
IV.	REVENUES							
	A. Program Service Fees	-	-	-	-	-	-	5
	B. Private Insurance Fees	-	-	-	-	-	-	-
	C. Medical Assistance	-	-	-	651	-	-	7,924
	D. Medical Assistance - MA 325	-	-	-	-	-	-	-
	E. Medical Assistance - Administrative Claims	-	-	-	-	-	-	-
	F. Room and Board	-	-	-	-	-	-	-
	G. Earned Interest	-	-	-	-	-	-	16,626
	H. Other	-	-	-	-	-	-	8,139
	I. Total Revenue	-	-	-	651	-	-	32,694
V.	DPW REIMBURSEMENT							
	A. Base Allocation 90%	-	-	-	-	2,273	250	393,417
	B. Base Allocation 100%	-	-	-	10,695	-	-	82,958
	C. DPW Categorical Funding 90% Subtotal	-	-	-	-	-	-	-
	D. DPW Categorical Funding 100% Subtotal	-	-	123,858	-	81,772	-	525,139
	E. SSBG 90% Adult	-	-	-	-	-	-	-
	SSBG 90% Child	-	-	-	-	-	-	-
	SSBG 100% Adult	-	-	-	-	2,393	9,257	20,184
	SSBG 100% Child	-	-	-	-	-	-	-
	F. CMHSBG 90%	-	-	-	-	-	-	-
	CMHSBG 100%	-	-	-	-	-	-	132,895
VI.	10% County Match	-	-	-	-	252	28	43,712
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	-	-	123,858	10,695	86,690	9,535	1,198,305
VIII.	TOTAL CARRYOVER							\$ 121,456

(Concluded)

COUNTY OF GREENE, PENNSYLVANIA

MENTAL RETARDATION SERVICES
SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS
SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (c) MR

Sources of DPW Funding	App	DPW Funds Available			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjustments (6A)	CSR State Grant Fund Adjustments (6B)	CSR-Promise Adjustments (6C)	TOTAL FUND BALANCE (7)
		Carryover (1)	Allotment (2)	Total Allocation (3)						
A. MR Services										
1. Community (NR/Res)	10255	\$ 137,342	\$ 267,978	\$ 405,320	\$ 247,274	\$ 158,046	\$ -	\$ -	\$ -	\$ 158,046
2. SSBG	70177	-	24,379	24,379	24,379	-	-	-	-	-
3. Reserved	00001	-	-	-	-	-	-	-	-	-
4. Subtotal MR Services		137,342	292,357	429,699	271,653	158,046	-	-	-	158,046
B. Waiver										
1. Consolidated Waiver Services	10255/70175	41,464	3,481,724	3,523,188	3,402,353	120,835	-	-	-	120,835
2. Waiver Administration	10255/70175	-	43,116	43,116	43,116	-	-	-	-	-
3. P/FDS Waiver	10255/70175	106,925	280,471	387,396	201,545	185,851	-	-	-	185,851
4. Reserved	00002	-	-	-	-	-	-	-	-	-
5. Subtotal Waiver		148,389	3,805,311	3,953,700	3,647,014	306,686	-	-	-	306,686
C. Early Intervention										
1. State Early Intervention	10235	34,163	257,174	291,337	280,118	11,219	-	-	-	11,219
2. State Early Intervention - Training	10235	-	2,408	2,408	2,406	2	-	-	-	2
3. E.I. Administration	10235	-	26,859	26,859	26,859	-	-	-	-	-
4. Infants and Toddlers	70170	-	31,314	31,314	31,314	-	-	-	-	-
5. SSBG-E.I.	70178	-	3,424	3,424	3,424	-	-	-	-	-
6. ITF Waiver Services	10235/70184	-	172,994	172,994	172,994	-	-	-	-	-
7. ITF Waiver Administration	10235/70184	-	13,734	13,734	13,734	-	-	-	-	-
8. Reserved	00003	-	-	-	-	-	-	-	-	-
9. Reserved	00004	-	-	-	-	-	-	-	-	-
10. Subtotal Early Intervention		34,163	507,907	542,070	530,849	11,221	-	-	-	11,221
D. Other										
1. Elwyn	10236	-	-	-	-	-	-	-	-	-
2. Pennhurst Dispersal	10241	-	-	-	-	-	-	-	-	-
3. Pennhurst Dispersal (Cons Waiver)	10241/70175	-	-	-	-	-	-	-	-	-
4. Reserved	00005	-	-	-	-	-	-	-	-	-
5. Subtotal Other		-	-	-	-	-	-	-	-	-
E. TOTAL		\$ 319,894	\$ 4,605,575	\$ 4,925,469	\$ 4,449,516	\$ 475,953	\$ -	\$ -	\$ -	\$ 475,953

COUNTY OF GREENE, PENNSYLVANIA

MENTAL RETARDATION SERVICES REPORT OF INCOME AND EXPENDITURES SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (d) MR

(Continued)

		Emp Services	FD/FS	Home & Community	Other	Pre-Voc
I.	TOTAL ALLOCATION	\$ -	\$ -	\$ -	\$ -	\$ -
II.	TOTAL EXPENDITURES	54,881	1,900	496,972	-	307,956
III.	COSTS OVER ALLOCATION					
	A. County Funded Eligible	-	-	-	-	-
	B. County Funded Ineligible	-	-	-	-	-
	C. Other Eligible	-	-	-	-	-
	D. Other Ineligible	-	-	-	-	-
	E. Total Costs Over Allocation	-	-	-	-	-
IV.	REVENUES					
	A. Program Service Fees	716	-	1,736	-	100,987
	B. Private Insurance Fees	-	-	-	-	-
	C. Medical Assistance	-	-	-	-	-
	D. Medical Assistance - MA EI	-	-	-	-	-
	E. Medical Assistance - Administrative Claims	-	-	-	-	-
	F. Room and Board	-	-	-	-	-
	G. Earned Interest	-	-	-	-	-
	H. Other	-	-	-	-	-
	I. Total Revenue	716	-	1,736	-	100,987
V.	DPW REIMBURSEMENT					
	A. Base Allocation 90%	128	-	-	-	-
	B. Base Allocation 100%	-	-	-	-	-
	C. DPW Categorical Funding 90% Subtotal	-	-	-	-	-
	D. DPW Categorical Funding 100% Subtotal	54,023	1,900	495,236	-	206,969
	E. SSBG 90% Adult	-	-	-	-	-
	SSBG 90% Child	-	-	-	-	-
	SSBG 100% Adult	-	-	-	-	-
	SSBG 100% Child	-	-	-	-	-
VI.	10% County Match	14	-	-	-	-
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	54,165	1,900	495,236	-	206,969
VIII.	TOTAL CARRYOVER					

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

MENTAL RETARDATION SERVICES REPORT OF INCOME AND EXPENDITURES SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit IV (d) MR

(Continued)

		Respite	Spec Supp	Supp Coor	Trans	Totals
I.	TOTAL ALLOCATION	\$ -	\$ -	\$ -	\$ -	\$ 4,383,399
II.	TOTAL EXPENDITURES	5,030	16,851	190,985	118,706	4,384,758
III.	COSTS OVER ALLOCATION					
	A. County Funded Eligible	-	-	-	-	-
	B. County Funded Ineligible	-	-	-	-	-
	C. Other Eligible	-	-	-	-	-
	D. Other Ineligible	-	-	-	-	-
	E. Total Costs Over Allocation	-	-	-	-	-
IV.	REVENUES					
	A. Program Service Fees	-	-	-	-	125,364
	B. Private Insurance Fees	-	-	-	-	-
	C. Medical Assistance	-	-	40,675	-	40,675
	D. Medical Assistance - Administrative Claims	-	-	-	-	1,165
	E. Room and Board	-	-	-	-	170,626
	F. Earned Interest	-	-	17,420	-	104,422
	G. Other	-	-	-	-	10,951
	H. Total Revenue	-	-	58,095	-	453,203
V.	DPW REIMBURSEMENT					
	A. Base Allocation 90%	-	7,671	-	-	9,207
	B. Base Allocation 100%	-	-	-	-	96,016
	C. DPW Categorical Funding 90% Subtotal	-	-	88,917	-	106,793
	D. DPW Categorical Funding 100% Subtotal	5,030	8,328	34,093	118,706	3,682,272
	E. SSBG 90% Adult	-	-	-	-	-
	SSBG 90% Child	-	-	-	-	-
	SSBG 100% Adult	-	-	-	-	24,379
	SSBG 100% Child	-	-	-	-	-
VI.	10% County Match	-	852	9,880	-	12,888
VII.	TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	5,030	16,851	132,890	118,706	3,931,555
VIII.	TOTAL CARRYOVER					\$ 464,732

(Concluded)

COUNTY OF GREENE, PENNSYLVANIA

EARLY INTERVENTION SERVICES SCHEDULE OF REVENUES, EXPENDITURES, AND CARRYOVER FUNDS SINGLE AUDIT SUPPLEMENT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit V (a) EI

Sources of DPW Funding	DPW Funds Available			Cost Eligible for DPW Participation (4)	Balance of Funds (5)	Grant Fund Adjustments (6A)	Total Fund Balance (7)
	Carryover Funds (1)	Allotment (2)	Total Allocation (3)				
A Early Intervention							
1. State Early Intervention	\$ 34,163	\$ 257,174	\$ 291,337	\$ 280,118	\$ 11,219	\$ -	\$ 11,219
2. State Early Intervention - Training	-	2,408	2,408	2,406	2	-	2
3. EI Administration	-	26,859	26,859	26,859	-	-	-
4. Infants & Toddlers w/ Disabilities Part C	-	31,314	31,314	31,314	-	-	-
5. SSBG-EI	-	3,424	3,424	3,424	-	-	-
6. ITF Waiver Serv.	-	172,994	172,994	172,994	-	-	-
7. ITF Waiver Admin.	-	13,734	13,734	13,734	-	-	-
8. Reserved	-	-	-	-	-	-	-
B TOTAL	\$ 34,163	\$ 507,907	\$ 542,070	\$ 530,849	\$ 11,221	\$ -	\$ 11,221

COUNTY OF GREENE, PENNSYLVANIA

EARLY INTERVENTION SERVICES REPORT OF INCOME AND EXPENDITURES

SINGLE AUDIT SUPPLEMENT FOR THE TWELVE MONTH PERIOD ENDED JUNE 30, 2007

Exhibit V (b) EI

	Administrator's Office	Early Intervention	Supports Coordination	Totals
I. TOTAL ALLOCATION	\$ -	\$ -	\$ -	\$ 542,070
II. TOTAL EXPENDITURES	43,786	559,956	82,736	686,478
III. Costs Over Allocation				
A. County Funded Eligible	-	-	-	-
B. County Funded Ineligible	-	-	-	-
C. Other Eligible	-	-	-	-
D. Other Ineligible	-	-	-	-
E. Total Costs Over Allocation	-	-	-	-
IV. REVENUES				
A. Program Service Fees	-	-	-	-
B. Private Insurance	-	-	-	-
C. Medical Assistance - MA EI	-	56,855	38,292	95,147
D. Medical Assistance - Administrative	-	-	-	-
E. Interest	-	-	-	-
F. Other	-	21,701	-	21,701
G. Total Revenue	-	78,556	38,292	116,848
V. DPW REIMBURSEMENT				
A. Base Allocation 90%	-	-	-	-
B. Base Allocation 100%	-	-	-	-
C. DPW Categorical Funding 90%	26,859	274,141	39,697	340,697
D. DPW Categorical Funding 100%	13,734	172,994	-	186,728
E. SSBG 90% Child	-	3,424	-	3,424
VI. COUNTY MATCH				
10% County Match	3,193	30,841	4,747	38,781
VII. TOTAL DPW REIMBURSEMENT AND COUNTY MATCH	43,786	481,400	44,444	569,630
VIII. TOTAL CARRYOVER				\$ 11,221

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE SCHEDULE OF CHILD CARE INFORMATION SERVICES RECAP FOR FISCAL YEAR 2007

Exhibit VIII(b)

CONTRACTOR Greene County Human Services
 FEDERAL ID NO: 25-6001034
 CONTRACT NO: DC06-305336

COUNTY Greene
 PREPARED BY John Buchanan
 PHONE NO.: 724-852-5277

	FUND A		FUND C		TOTAL
	ADMIN	SERVICE	ADMIN	SERVICE	
REVENUE					
DPW Funds	\$ 186,138.74	\$ 512,181.28	\$ 14,653.42	\$ 148,148.68	\$ 861,122.12
Interest		496.79		143.70	640.49
Audit Adjustments	-		-		-
Penalties	-		-		-
		-		-	-
		-		-	-
		-		-	-
		-		-	-
TOTAL REVENUE	186,138.74	512,678.07	14,653.42	148,292.38	861,762.61
EXPENDITURES					
Final Report Totals	192,186.76	513,931.37	14,492.23	148,771.71	869,382.07
Adjustment		(135.00)			(135.00)
		-		-	-
		-		-	-
		-		-	-
		-		-	-
TOTAL EXPENDITURES	192,186.76	513,796.37	14,492.23	148,771.71	869,247.07
TOTAL DUE DPW	\$ (6,048.02)	\$ (1,118.30)	\$ 161.19	\$ (479.33)	\$ (7,484.46)

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE SCHEDULE OF CHILD CARE INFORMATION SERVICES RECAP FOR FISCAL YEAR 2007

Exhibit VIII(b), Continued

CONTRACTOR	<u>Greene County Human Services</u>	COUNTY	<u>Greene</u>
FEDERAL ID NO:	<u>25-6001034</u>	PREPARED BY	<u>John Buchanan</u>
CONTRACT NO:	<u>DC06-305336</u>	PHONE NO.:	<u>724-852-5277</u>

	TANF							
	TANF training	TANF ws training	TANF working	TANF ws-working	TANF State Moe	Food Stamps	General Assistance	TANF TOTAL
REVENUE								
DPW Funds	\$ 4,197.31	\$ 1,000.00	\$ 4,163.98	\$ 1,205.00	\$ -	\$ 2,245.60	\$ -	\$ 12,811.89
Interest	4.07	0.97	4.04	1.17	-	2.17	-	12.42
TANF/FS FSS								
DPW Funds	1,024.00	108.99	674.00	258.99	356.00	907.00	-	3,328.98
Audit Adjustments	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
TOTAL REVENUE	5,225.38	1,109.96	4,842.02	1,465.16	356.00	3,154.77	-	16,153.29
EXPENDITURES								
Final Report Totals	4,830.45	2,807.05	3,834.49	858.45	-	3,451.50	-	15,781.94
TANF/FS FSS	1,011.36	107.65	665.68	255.79	351.61	895.81	-	3,287.90
TOTAL EXPENDITURES	5,841.81	2,914.70	4,500.17	1,114.24	351.61	4,347.31	-	19,069.84
TOTAL DUE DPW	\$ (616.43)	\$ (1,804.74)	\$ 341.85	\$ 350.92	\$ 4.39	\$ (1,192.54)	\$ -	\$ (2,916.55)

(Concluded)

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE SCHEDULE OF REVENUES AND EXPENDITURES ADMINISTRATIVE BUDGET - FUND A

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (a)

	Budget	Actual
Revenues:		
Pennsylvania Department of Public Welfare	\$ 709,751	\$ 698,817
Expenditures:		
Personnel:		
Salaries and wages	131,501	130,677
Employee benefits	35,000	34,981
Total personnel	166,501	165,658
Operations:		
Communications:		
Telephone	5,400	5,042
Advertising	882	774
Printing	3,750	3,580
Postage	2,910	2,213
Total communications	12,942	11,609
Supplies	6,010	5,993
Equipment (under \$5,000)	2,488	2,004
Travel	1,500	1,289
Educational training	750	648
Audit	200	186
Other:		
Uncollected overpayments	500	-
County service	514,060	513,796
Total other	514,560	513,796
Indirect costs	4,800	4,800
Total operations	543,250	540,325
Equipment (over \$5,000)	-	-
Total expenditures	709,751	705,983
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ (7,166)

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE

SCHEDULE OF REVENUES AND EXPENDITURES ADMINISTRATIVE BUDGET - FUND C

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (b)

	Budget	Actual
Revenues:		
Pennsylvania Department of Public Welfare	\$ 169,100	\$ 162,945
Expenditures:		
Personnel:		
Salaries and wages	9,491	9,450
Employee benefits	2,700	2,663
Total personnel	12,191	12,113
Operations:		
Communications:		
Telephone	700	526
Advertising	200	87
Printing	540	400
Postage	430	248
Total communications	1,870	1,261
Supplies	1,057	682
Equipment (under \$5,000)	1,700	224
Travel	200	140
Educational training	100	71
Other:		
Uncollected overpayments	500	-
County service	151,482	148,772
Total other	151,982	148,772
Indirect costs	-	-
Total operations	156,909	151,150
Equipment (over \$5,000)	-	-
Total expenditures	169,100	163,263
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ (318)

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE

SCHEDULE OF REVENUES AND EXPENDITURES ADMINISTRATIVE BUDGET - TANF

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (c)

	Budget	Actual
Revenues:		
Pennsylvania Department of Public Welfare	\$ 35,251	\$ 16,153
Expenditures:		
Personnel:		
Salaries and wages	2,420	2,415
Employee benefits	685	684
Total personnel	3,105	3,099
Operations:		
Communications:		
Telephone	38	26
Advertising	-	-
Printing	20	19
Postage	20	18
Total communications	78	63
Supplies	105	102
Equipment (under \$5,000)	12	11
Travel	18	9
Educational training	11	2
Other:		
County service	31,922	19,070
Uncollected overpayments	-	-
Total other	31,922	19,070
Indirect costs	-	-
Total operations	32,146	19,257
Equipment (over \$5,000)	-	-
Total expenditures	35,251	22,356
Excess (Deficiency) of Revenues Over Expenditures	\$ -	\$ (6,203)

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE YEAR-TO-DATE ADMINISTRATIVE EXPENDITURES - FUND A SCREENSHOT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (d)

Administration/Family Support Services Budget

Budget Category	Budget Amount	Expenditures YTD	Last Updated Date
Personnel			
Salaries	\$131,501.00	\$130,677.27	07/19/2007
Benefits	\$35,000.00	\$34,980.52	07/19/2007
Personnel SubTotal	\$166,501.00	\$165,657.79	
Communications			
Telephone	\$5,400.00	\$5,042.26	07/19/2007
Advertising	\$882.00	\$774.17	04/17/2007
Printing	\$3,750.00	\$3,579.90	07/19/2007
Postage	\$2,910.00	\$2,212.61	07/19/2007
Communications SubTotal	\$12,942.00	\$11,608.94	
Supplies	\$6,010.00	\$5,993.87	07/19/2007
Equipment	\$2,488.00	\$2,003.55	07/19/2007
Travel	\$1,500.00	\$1,288.72	07/19/2007
Training	\$750.00	\$648.18	05/29/2007
Audit	\$200.00	\$185.71	05/18/2007
Other			
Other	\$0.00	\$0.00	05/18/2006
Uncollected Overpayments	\$500.00	\$0.00	05/18/2006
Other SubTotal	\$500.00	\$0.00	
Indirect Costs	\$4,800.00	\$4,800.00	07/19/2007
Totals YTD	\$195,691.00	\$192,186.76	

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE

YEAR-TO-DATE ADMINISTRATIVE EXPENDITURES - FUND C SCREENSHOT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (e)

Administration/Family Support Services Budget

Budget Category	Budget Amount	Expenditures YTD	Last Updated Date
Personnel			
Salaries	\$9,491.00	\$9,450.41	07/19/2007
Benefits	\$2,700.00	\$2,663.35	07/19/2007
Personnel SubTotal	\$12,191.00	\$12,113.76	
Communications			
Telephone	\$700.00	\$525.96	07/19/2007
Advertising	\$200.00	\$86.60	05/29/2007
Printing	\$540.00	\$399.22	07/19/2007
Postage	\$430.00	\$247.86	07/19/2007
Communications SubTotal	\$1,870.00	\$1,259.64	
Supplies	\$1,057.00	\$681.95	07/19/2007
Equipment	\$1,700.00	\$223.85	07/19/2007
Travel	\$200.00	\$140.76	07/19/2007
Training	\$100.00	\$72.27	05/29/2007
Other			
Uncollected Overpayments	\$500.00	\$0.00	05/18/2006
Totals YTD	\$17,618.00	\$14,492.23	

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE

YEAR-TO-DATE ADMINISTRATIVE EXPENDITURES - TANF SCREENSHOT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (f)

Administration/Family Support Services Budget

Budget Category	Budget Amount	Expenditures YTD	Last Updated Date
Personnel			
Salaries	\$2,420.00	\$2,415.49	08/16/2007
Benefits	\$685.00	\$683.98	08/16/2007
Personnel SubTotal	\$3,105.00	\$3,099.47	
Communications			
Telephone	\$38.00	\$25.76	08/16/2007
Advertising	\$0.00	\$0.00	08/16/2007
Printing	\$20.00	\$19.36	08/16/2007
Postage	\$20.00	\$18.07	08/16/2007
Communications SubTotal	\$78.00	\$63.19	
Supplies	\$105.00	\$102.42	08/16/2007
Equipment	\$12.00	\$11.22	08/16/2007
Travel	\$18.00	\$9.47	07/19/2007
Training	\$11.00	\$2.13	05/18/2007
Totals YTD	\$3,329.00	\$3,287.90	

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE

YEAR-TO-DATE ADMINISTRATION/FAMILY SUPPORT SERVICES BUDGET SUMMARY SCREENSHOT

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (g)

CCIS	County	Funding Source	Admin/Fam Sup Svcs Allocation	Expenditures YTD
Greene	Greene	Low Income - Fund A	\$195,691.00	\$192,186.76
		Former TANF - Fund C	\$17,618.00	\$14,492.23
		TANF	\$3,329.00	\$3,287.90
		General Assistance/Work Support 2	\$0.00	\$0.00

Page 1 of 1

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE RECAP REPORT SUMMARY (CCMIS) SCREENSHOT FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (h)

RE417-Payment Recap Report

Funding Fiscal Year: 2006-07

CCIS: Greene

Provider: ALL

	Expenditures	Overpayments	Total
Greene			
Greene			
Low Income (Fund A) - Regular			
Total Low Income (Fund A) - Regular	\$513,936.37	\$5.00	\$513,931.37
			<i>-135.00</i>
Former TANF (Fund C) - Regular			
Total Former TANF (Fund C) - Regular	\$148,734.91	\$(36.80)	\$148,771.71
TANF Training - Regular			
Total TANF Training - Regular	\$4,830.45		\$4,830.45
TANF Work Support - Training - Regular			
Total TANF Work Support - Training - Regular	\$2,807.05		\$2,807.05
TANF Working - Regular			
Total TANF Working - Regular	\$3,834.49		\$3,834.49
TANF Work Support - Working - Regular			
Total TANF Work Support - Working - Regular	\$858.45		\$858.45
Food Stamps - Regular			
Total Food Stamps - Regular	\$3,451.50		\$3,451.50
Greene Total	\$678,453.22	\$(31.80)	\$678,485.02
Greene Total	\$678,453.22	\$(31.80)	\$678,485.02
Greene County Funding Source Totals:	<i>(see page 2)</i>		<i>-135.00</i>
Low Income (Fund A)	\$513,936.37	\$5.00	\$513,931.37
			<i>-135.00</i>
Former TANF (Fund C)	\$148,734.91	\$(36.80)	\$148,771.71
TANF Training	\$4,830.45	\$0.00	\$4,830.45
TANF Work Support - Training	\$2,807.05	\$0.00	\$2,807.05
TANF Working	\$3,834.49	\$0.00	\$3,834.49
TANF Work Support - Working	\$858.45	\$0.00	\$858.45
Food Stamps	\$3,451.50	\$0.00	\$3,451.50

(Continued)

COUNTY OF GREENE, PENNSYLVANIA

CCIS DAYCARE RECAP REPORT SUMMARY (CCMIS) SCREENSHOT FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XVIII (h)

Funding Fiscal Year: 2006-07

CCIS: Greene

Provider: ALL

	Expenditures	Overpayments	Total
Greene County Total:	\$678,453.22	\$(31.80)	\$678,485.02
CCIS Funding Source Totals:			
Low Income (Fund A)	\$513,936.37	\$5.00	\$513,931.37
			<u>- 135.00</u>
Former TANF (Fund C)	\$148,734.91	\$(36.80)	\$148,771.71
TANF Training	\$4,830.45	\$0.00	\$4,830.45
TANF Work Support - Training	\$2,807.05	\$0.00	\$2,807.05
TANF Working	\$3,834.49	\$0.00	\$3,834.49
TANF Work Support - Working	\$858.45	\$0.00	\$858.45
Food Stamps	\$3,451.50	\$0.00	\$3,451.50
CCIS Grand Total:	\$678,453.22	\$(31.80)	\$678,485.02
			<u>- 135.00</u>

Provider:

World of Wonders 5111213516

\$ 678,350.02

Recoupment from 2005-06 \$135⁰⁰

COUNTY OF GREENE, PENNSYLVANIA

HUMAN SERVICES DEVELOPMENT FUND SCHEDULE OF REVENUES AND EXPENDITURES

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit X

	<u>Budget</u>	<u>Actual</u>
Revenues:		
Pennsylvania Department of Public Welfare	\$ 190,617	\$ 190,617
Interest income	2,654	2,654
	<hr/>	<hr/>
Total revenues	193,271	193,271
Expenditures:		
Adult Services	10,372	10,372
Children and Youth	10,000	10,000
Generic	55,326	55,326
Service Coordination	75,894	75,894
Mental Retardation	20,400	20,400
Homeless Assistance	3,372	3,372
County Administration	17,907	17,907
	<hr/>	<hr/>
Total expenditures	193,271	193,271
	<hr/>	<hr/>
Excess of Revenues Over Expenditures	\$ -	\$ -

COUNTY OF GREENE, PENNSYLVANIA

(COMBINED) HOMELESS ASSISTANCE PROGRAMS REVENUES AND EXPENSES

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

Exhibit XIX

I. SOURCES OF FUNDING	TOTAL AVAILABLE FUNDS
DPW Allocation	A 72,053
Client Contributions	B -
Other	C -
Interest Earned	D 52
TOTAL HAP FUNDING	E 72,105

II. EXPENSES	Bridge Housing	Case Management	Rental Assistance	Emergency Shelter	Innovative Supportive Housing Services	TOTAL EXPENSES
On Behalf of Clients	41,917	-	-	6,820	657	F 49,394
Personnel	-	14,187	-	-	-	G 14,187
Operating	-	1,319	-	-	-	H 1,319
Fixed Assets/Equipment	-	-	-	-	-	I -
SUBTOTAL	41,917	15,506	-	6,820	657	J 64,900

County Administration	K 7,205
Total HAP Expenses	L \$ 72,105
Total Unexpended HAP Funds	\$ -

COUNTY OF GREENE, PENNSYLVANIA

FAMILY CENTER SCHEDULE OF REVENUES AND EXPENDITURES

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Personnel:		
Salaries and wages	\$ 175,327	\$ 175,327
Employee benefits	44,426	44,084
Total personnel	<u>219,753</u>	<u>219,411</u>
Operations:		
Transportation/Travel	6,730	6,730
Service Contracts; CAS Indirect	23,288	22,457
Communications	3,000	3,000
Facility Expenses	17,890	17,890
Supplies	8,000	7,995
FC PAT Training	1,479	1,479
Other: Participant Incentives	3,229	2,889
Indirect Costs: County of Greene	31,486	31,486
Total operating	<u>95,102</u>	<u>93,926</u>
Equipment (over \$1,500)	<u>-</u>	<u>-</u>
Total Budget	<u><u>\$ 314,855</u></u>	<u><u>\$ 313,337</u></u>

COUNTY OF GREENE, PENNSYLVANIA

TIME-LIMITED FAMILY REUNIFICATION SCHEDULE OF REVENUES AND EXPENDITURES

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Personnel:		
Salaries and wages	\$ 61,764	\$ 61,764
Employee benefits	10,926	10,926
Total personnel	<u>72,690</u>	<u>72,690</u>
Operations:		
Training/Conferences	2,500	2,340
Transportation/Travel	5,800	5,584
Service Contracts; CAS Indirect	10,079	9,627
Communications	2,000	1,990
Facility Expenses	6,550	6,550
Supplies	7,868	7,868
Evaluation	2,500	2,500
Other: Participant Incentives	4,000	4,000
Indirect Costs: County of Greene	12,665	12,665
Total operating	<u>53,962</u>	<u>53,124</u>
Equipment (over \$1,500)	<u>-</u>	<u>-</u>
Total Budget	<u>\$ 126,652</u>	<u>\$ 125,814</u>

COUNTY OF GREENE, PENNSYLVANIA

FATHERHOOD INITIATIVE SCHEDULE OF REVENUES AND EXPENDITURES

FOR THE TWELVE-MONTH PERIOD ENDED JUNE 30, 2007

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Personnel:		
Salaries and wages	\$ 11,985	\$ 11,985
Employee benefits	2,987	2,761
Total personnel	<u>14,972</u>	<u>14,746</u>
Operations:		
Training/Conferences	950	950
Transportation/Travel	1,350	1,350
Service Contracts	2,435	2,313
Communications	700	700
Facility Expenses	1,428	1,428
Supplies	2,705	2,695
Other: Participant Incentives	3,000	3,000
Indirect Costs: County of Greene	3,060	3,060
Total operating	<u>15,628</u>	<u>15,496</u>
Equipment (over \$1,500)	<u>-</u>	<u>-</u>
Total Budget	<u><u>\$ 30,600</u></u>	<u><u>\$ 30,242</u></u>

COUNTY OF GREENE, PENNSYLVANIA

INDEPENDENT AUDITOR'S REPORTS IN ACCORDANCE
WITH OMB CIRCULAR A-133

YEAR ENDED DECEMBER 31, 2007

MAHER DUESSEL

CERTIFIED PUBLIC ACCOUNTANTS

MAHER DUESSEL

CERTIFIED PUBLIC ACCOUNTANTS

THREE GATEWAY CENTER - SIX WEST
PITTSBURGH, PA 15222

(412) 471-5500
FAX (412) 471-5508

Independent Auditor's Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards*

Board of County Commissioners
County Controller
County of Greene, Pennsylvania

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the County of Greene, Pennsylvania (County), as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements and have issued our report thereon dated October 10, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with accounting principles generally accepted in the United States of America, such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Board of County Commissioners
County Controller
County of Greene, Pennsylvania
Independent Auditor's Report on Internal Control over
Financial Reporting and on Compliance and Other Matters

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the County in a separate letter dated October 10, 2008.

* * * * *

This report is intended solely for the information and use of the Board of County Commissioners, County Controller, and management of the County of Greene, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Maher Duessel

Pittsburgh, Pennsylvania
October 10, 2008

MAHER DUESSEL

CERTIFIED PUBLIC ACCOUNTANTS

THREE GATEWAY CENTER - SIX WEST
PITTSBURGH, PA 15222

(412) 471-5500
FAX (412) 471-5508

Independent Auditor's Report on Compliance with Requirements Applicable
to Each Major Federal and Pennsylvania Department of Public Welfare (DPW) Program
and on Internal Control over Compliance in Accordance with OMB Circular A-133
and the DPW Compliance Supplement

Board of County Commissioners
County Controller
County of Greene, Pennsylvania

Compliance

We have audited the compliance of the County of Greene, Pennsylvania (County), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* and the Pennsylvania Department of Public Welfare (DPW) *Compliance Supplement* that are applicable to each of its major federal and DPW programs for the year ended December 31, 2007. The County's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. The County's major DPW programs are identified on the Schedule of DPW Financial Assistance. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal and DPW programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the Pennsylvania Department of Public Welfare (DPW) *Compliance Supplement*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal and DPW programs for the year ended December 31, 2007.

Board of County Commissioners
County Controller
County of Greene, Pennsylvania
Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Federal and Pennsylvania Department
of Public Welfare (DPW) Program

Internal Control over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal and DPW programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal and DPW program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph and would not necessarily identify all deficiencies in the entity's internal control over compliance that might be significant deficiencies or material weaknesses as defined above. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Board of County Commissioners, County Controller, and management of the County of Greene, and federal and state awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Maher Duessel

Pittsburgh, Pennsylvania
October 10, 2008

COUNTY OF GREENE, PENNSYLVANIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED DECEMBER 31, 2007

1. Summary of Auditor's Results:

- i. The auditor's report on the financial statements was an unqualified opinion.
- ii. There were no significant deficiencies in internal control that were disclosed by the audit of the financial statements.
- iii. The audit did not disclose any noncompliance which was material to the financial statements.
- iv. There were no significant deficiencies in internal control over each of its major federal programs that were disclosed by the audit.
- v. The auditor's report on compliance for each of its major federal programs was an unqualified opinion.
- vi. The audit did not disclose audit findings which the auditor is required to report as described below.
- vii. The major federal program was:
 - a. Highway Planning and Construction CFDA Number: 20.205
 - b. Home Investment Partnership's Program CFDA Number: 14.239
- viii. The dollar threshold used to distinguish between type A and type B programs was \$364,149.
- ix. The County of Greene, Pennsylvania was not considered to be a low risk auditee.

2. Findings related to primary government financial statements which are required to be reported in accordance with GAGAS.

No matters were reported.

3. Findings and questioned costs for federal and DPW awards.

No matters were reported.

COUNTY OF GREENE, PENNSYLVANIA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED DECEMBER 31, 2007

None