

WAYNE COUNTY NEW YORK

THE PLACE TO BUILD AND GROW

COUNTY OF WAYNE, NEW YORK
Comprehensive Annual Financial Report
For the Year Ended December 31, 2014

Prepared by:

Treasurer's Office
Thomas Warnick,
Treasurer

County of Wayne, New York
Comprehensive Annual Financial Report
December 31, 2014
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1. INTRODUCTORY SECTION



County of Wayne
Office of the County Treasurer

Post Office Box 8
Lyons, New York 14489-0008

Thomas A. Warnick
COUNTY TREASURER

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FAX 315-946-5949
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June 30, 2015

To the Citizens of the County of Wayne, New York:

The Comprehensive Annual Financial Report of the COUNTY OF WAYNE, New York (County) for the fiscal year ended December 31, 2014, is hereby submitted.

This report consists of management's representations concerning the finances of the COUNTY OF WAYNE. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the COUNTY OF WAYNE has established a comprehensive internal control framework which is designed both to protect the government's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the COUNTY OF WAYNE'S financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the COUNTY OF WAYNE'S comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The COUNTY OF WAYNE'S financial statements have been audited by Raymond Wager, CPA, P.C., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the COUNTY OF WAYNE for the fiscal year ended December 31, 2014, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the COUNTY OF WAYNE'S financial statements for the fiscal year ended December 31, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the COUNTY OF WAYNE was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited governments internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the COUNTY OF WAYNE'S separately issued Single Audit Report.

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

Profile of the Government

The COUNTY OF WAYNE, incorporated in 1883, is located between Rochester (to the West) and Syracuse (to the East) in upstate New York. The area consists of 621 square miles and serves a population of 92,962. The Northern boundary is Lake Ontario and the Southern boundary is the Finger Lakes Region. This geographical location provides the COUNTY OF WAYNE with a diverse and stable economy.

The County is part of the agricultural belt on the Southern shore of Lake Ontario, widely known for the production of fresh fruit, name brand canned and frozen fruits and vegetables. Lake Ontario also provides an abundance of fresh water for business and recreation. Other nonagricultural products manufactured in the County of Wayne include polyethylene products, lithium batteries, pallets, furniture, digital equipment, mechanical packing equipment, aerospace, copper tubing and electronic assembly.

The close proximity of Rochester and Syracuse has provided continued growth in the towns that border their areas as expansion has trended outwards from the cities. The COUNTY OF WAYNE'S economic situation is stable.

The COUNTY OF WAYNE is empowered to levy a real property tax on properties located within its borders. It is also empowered to levy a local sales tax, administered by the State of New York. The COUNTY OF WAYNE operates under a Board of Supervisors form of Government. Each of the 15 Town Supervisors make up the membership of the County Board. The Board of Supervisors is responsible, among other things, for passing resolutions, adopting the budget, appointing committees, and appointing certain management positions of the County. The County Treasurer, County Clerk, County Sheriff, County Coroner, and District Attorney, are County-wide elected officials.

The County provides a full range of services. The services include police and law enforcement; educational assistance; the construction and maintenance of highways; public health; public transportation; recreational facilities and programs; economic assistance; economic opportunity and development; and community development.

The annual budget serves as the foundation for the COUNTY OF WAYNE'S financial planning and control. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County's governing body. Budgets are adopted on a basis consistent with generally accepted accounting principles. Activities of the general fund (with the exception of self-insurance activities), special revenue funds, and enterprise fund are included in the annual appropriated budget. Project-length financial plans are adopted for the capital projects fund. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and activity within an individual fund. (see Notes to General Purpose Financial Statements, Background and Summary of Significant Accounting Policies- Budgetary Data.)

As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps better understood when it is considered from the broader perspective of the specific environment within which the COUNTY OF WAYNE operates.

Local economy. The COUNTY OF WAYNE currently enjoys a stable economy and local indicators point to many challenges ahead. Its rural location somewhat shields the local economy from the boom and bust cycles experienced by major economic centers. As the economic landscape continues to evolve, this isolation will dissipate. The agricultural sector along with the manufacturing and service sector will be competing in broader markets than is currently the case.

Major manufacturing facilities are located just outside the government's boundaries, which employ a significant number of County residents. These manufacturers continue to restructure themselves to remain competitive. The COUNTY OF WAYNE continues to encourage and assist the local economy through its Economic Development Corporation. Two manufacturers have been successful in obtaining significant contracts which will increase employment within the County.

The COUNTY OF WAYNE has an employed labor force of 43,200. The unemployed numbering 3,000 equates to an unemployment rate of 6.5 percent. Growth in employment continues in the western portion of the County where many residents commute to the greater Rochester area, while the eastern more agriculture sector continues to lose population and employment.

The COUNTY OF WAYNE has established a New York State Empire Zone which will encourage employment and business growth by providing State tax incentives to business locating within the Zone.

Long-term financial planning. The governing board continues to encourage and support the development and protection of our natural resources. The County has made significant investments in establishing The Wayne County Water and Sewer Authority. It is expected that over time, a unified water supply and sewer treatment facilities will have a positive effect on the County.

Relevant financial policies. The COUNTY OF WAYNE continues its conservative approach to financial policies. The choice of capping Medicaid at a 3% growth rate continues to keep the budget growth lower than it could be. The choice of not financing the tobacco settlement income stream keeps revenue coming in each year.

The COUNTY OF WAYNE continues its policy to maintain a minimum fund balance of \$25 million. The current fund balance provides flexibility to deal with the uncertainties of the current economic climate and the State of New York's Budget difficulties.

The COUNTY OF WAYNE has completed a project to upgrade all County owned facilities to become more environmentally friendly and efficient as well. New fixtures, controls and HVAC Systems will pay for themselves with a decrease in energy cost.

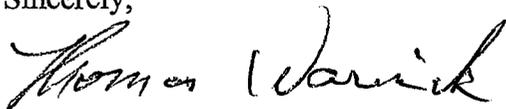
Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Wayne for its comprehensive annual financial report for the fiscal year ended December 31, 2013. The government has received this prestigious award for twelve of the last thirteen years. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

The preparation of this report on a timely basis could not be accomplished without the efficient and dedicated services of the entire staff of the Treasurer's office. We would like to express our appreciation to all members of the department who assisted and contributed to its preparation. Finally, we would like to thank all members of the Board of Supervisors for their interest and support in planning and conducting the financial operations of the County in a responsible and progressive manner.

Sincerely,

A handwritten signature in cursive script that reads "Thomas Warnick".

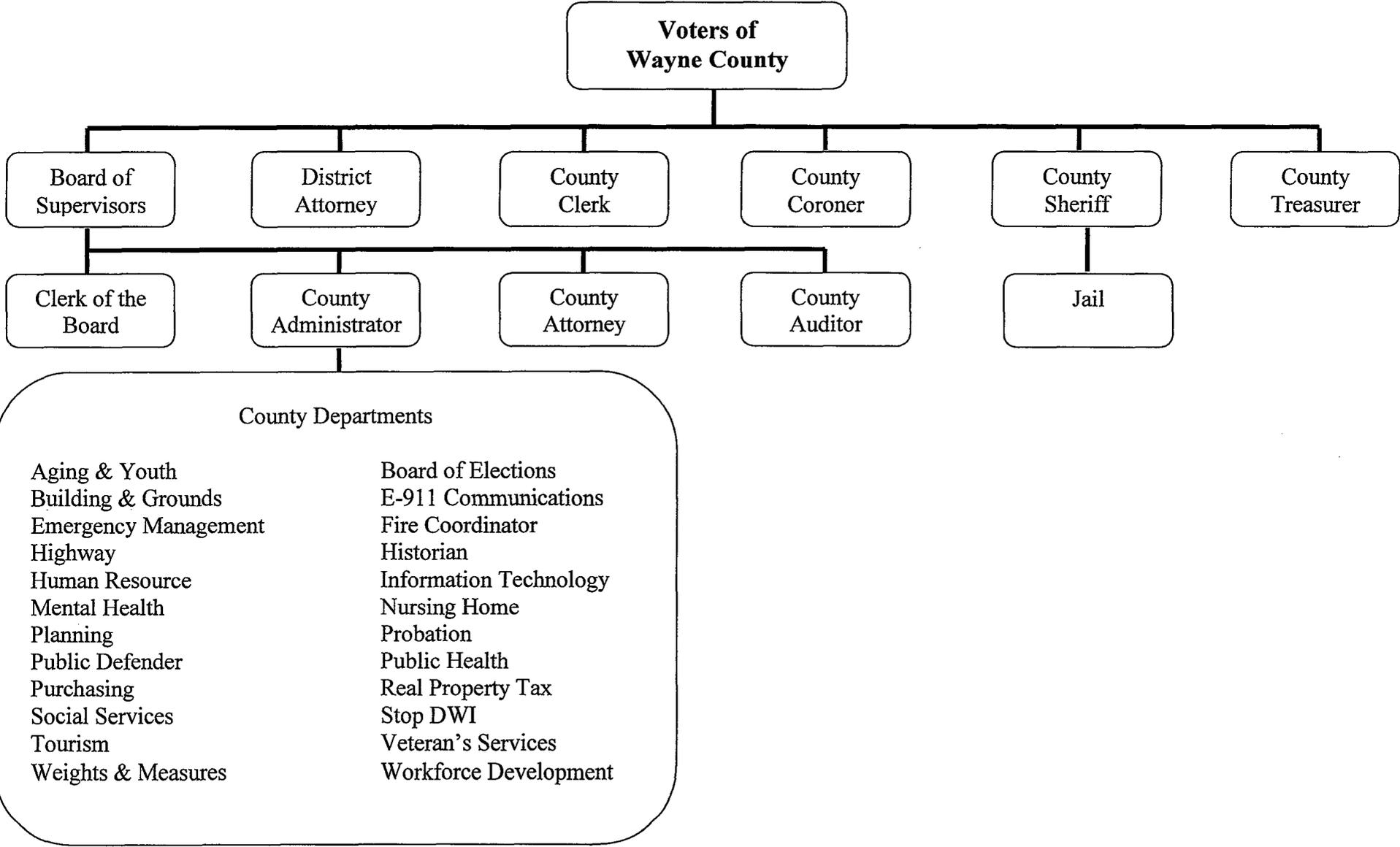
Thomas Warnick
County Treasurer

COUNTY OF WAYNE

List of the Governing Board

Chairman of the Board.....	James Hoffman
Clerk of the Board.....	Sandra Sloane
Town of Arcadia.....	Dick Colacino
Town of Butler.....	David Spickerman, Sr.
Town of Galen.....	Steven Groat
Town of Huron.....	Laurie Crane
Town of Lyons.....	Brian Manklelow
Town of Macedon.....	William Hammond
Town of Marion.....	Monica Deyo
Town of Ontario.....	John Smith
Town of Palmyra.....	Ken Miller
Town of Rose.....	Kenan Balridge
Town of Savannah.....	Michael Kolczynski
Town of Sodus.....	Steve LeRoy
Town of Walworth.....	Patti Marini
Town of Williamson.....	James Hoffman
Town of Wolcott.....	Kim Park

Organizational Chart Wayne County Government



COUNTY OF WAYNE

List of County Departments

Aging & Youth.....	Penny Shockley
Advance Life Support Services.....	Jim Lee
Behavioral Health.....	James Haitz
Board of Supervisors.....	James Hoffman
Buildings and Grounds/Parks.....	Kevin Rooney
Central Garage.....	Dan McKinney
Coroner.....	Dr. David Hannan
County Administrator.....	James Marquette
County Attorney.....	Daniel Connors
County Clerk.....	Michael Jankowski
District Attorney.....	Richard Healy
E911 Director.....	Greg DeWolf
Elections.....	Mark H. Alquist
Elections.....	Marjorie M. Bridson
Emergency Management.....	George Bastedo
EMS Coordinator.....	William Liddle
Fire Coordinator.....	Rick Bond
Highway	Kevin Rooney
Historian.....	Peter Evans
Human Resources.....	Charles Dye
Information Technology.....	Deb George
Motor Vehicle.....	Michael Jankowski

COUNTY OF WAYNE

List of County Departments (Continued)

Nursing Home.....	Margaret T. Haroff
Planning.....	Robert McNary
Probation.....	Richard Stevens
Public Health.....	Diane Devlin
Real Property Tax.....	Karen Ambroz
Records Center.....	Michael Jankowski
Sheriff's Office.....	Barry Virts
Social Service.....	M. Josh McCrossen
Stop – DWI.....	Henry Krasucki
Tourism & Promotion.....	Christine Worth
Treasurer.....	Thomas Warnick
Veterans Service Agency.....	Patrick Skelly
Weights and Measures.....	Rich Molisani
Workforce Development.....	Kathleen Templar



Government Finance Officers Association

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

Presented to

**County of Wayne
New York**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

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2. FINANCIAL SECTION

Raymond F. Wager, CPA, P.C.
Certified Public Accountants

Shareholders:

Raymond F. Wager, CPA
Thomas J. Lauffer, CPA
Thomas C. Zuber, CPA

Members of
American Institute of
Certified Public Accountants
and
New York State Society of
Certified Public Accountants

Independent Auditors' Report

To the Chairman and Members
Of the Board of Supervisors
County of Wayne, New York

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Wayne, New York, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Wayne County Nursing Home which represents 100 percent of the assets, net position, and revenues of the business-type activities/enterprise funds. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Wayne County Nursing Home, is based solely 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.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Wayne, New York, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, and schedule of funding progress postemployment benefit plan on pages 20–31 and 78–81 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Wayne, New York's basic financial statements. The accompanying combining and individual fund statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying combining and individual fund statements and schedules as listed in the table of contents on pages 81-88 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying combining and individual fund statements and schedules as listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical section as listed in the table of contents on pages 98-122 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.



June 12, 2015

COUNTY OF WAYNE, NEW YORK

Management's Discussion and Analysis

December 31, 2014

As management of the County of Wayne, New York we offer readers of the County of Wayne's financial statements this narrative overview and analysis of the financial activities of the County of Wayne, New York for the year ended December 31, 2014. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

- The assets of the County of Wayne, New York exceeded its liabilities at the close of the most recent year by \$154,606 (net position) which is a decrease of \$8,731 from the prior year. Of this amount, \$69,340 (unrestricted net position) may be used by the government's ongoing obligations to citizens and creditors.
- As of the close of the current year, the County of Wayne's governmental funds reported combined ending fund balances of \$65,518, a decrease of \$5,042 in comparison with the prior year. Approximately 73% of that amount, \$47,799, is *available for spending* at the government's discretion (*unassigned fund balance*).
- At the end of the current year, unassigned fund balance for the general fund was \$55,939, or 46% of total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The *statement of net position* presents information on all of the County of Wayne's assets and liabilities, with the difference between the two reported as *net position*.

Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County of Wayne, New York is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *government activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County of Wayne, New York maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund which is considered to be a major fund. Data from the other four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The County of Wayne, New York adopts an annual appropriated budget for the general fund, county road fund, and road machinery fund. A budgetary comparison statement has been provided for each major fund to demonstrate compliance with these budgets.

Proprietary Fund. The County of Wayne, New York maintains a proprietary fund for the Wayne County Nursing Home, (Enterprise Fund), which is presented as a business-type activity in the entity wide financial statements and financed primarily through user charges.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the County of Wayne's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the financial statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County of Wayne, New York, assets exceeded liabilities by \$154,606 at the close of the most recent year.

The largest portion of the County of Wayne's net position (51%) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The County of Wayne uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County of Wayne's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

COUNTY OF WAYNE'S NET POSITION

Amounts shown in thousands

	Governmental Activities		Business-Type Activities		Total	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
<u>ASSETS:</u>						
Current and Other Assets	\$ 93,476	\$ 98,078	\$ 10,808	\$ 4,590	\$ 104,284	\$ 102,668
Noncurrent Assets	-	-	71	118	71	118
Capital Assets	<u>96,851</u>	<u>88,996</u>	<u>10,043</u>	<u>11,800</u>	<u>106,894</u>	<u>100,796</u>
Total Assets	<u>\$ 190,327</u>	<u>\$ 187,074</u>	<u>\$ 20,922</u>	<u>\$ 16,508</u>	<u>\$ 211,249</u>	<u>\$ 203,582</u>
<u>DEFERRED OUTFLOWS:</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 723</u>	<u>\$ 773</u>	<u>\$ 723</u>	<u>\$ 773</u>
<u>LIABILITIES:</u>						
Current Liabilities	\$ 23,370	\$ 21,971	\$ 3,478	\$ 4,183	\$ 26,848	\$ 26,154
Noncurrent Liabilities	<u>15,629</u>	<u>16,433</u>	<u>14,889</u>	<u>15,892</u>	<u>30,518</u>	<u>32,325</u>
Total Liabilities	<u>\$ 38,999</u>	<u>\$ 38,404</u>	<u>\$ 18,367</u>	<u>\$ 20,075</u>	<u>\$ 57,366</u>	<u>\$ 58,479</u>
<u>NET POSITION:</u>						
Net Investment in Capital						
Assets	\$ 83,446	\$ 74,976	\$ (5,407)	\$ (4,626)	\$ 78,039	\$ 70,350
Restricted	7,227	12,640	-	-	7,227	12,640
Unrestricted	<u>60,655</u>	<u>61,054</u>	<u>8,685</u>	<u>1,832</u>	<u>69,340</u>	<u>62,886</u>
Total Net Position	<u>\$ 151,328</u>	<u>\$ 148,670</u>	<u>\$ 3,278</u>	<u>\$ (2,794)</u>	<u>\$ 154,606</u>	<u>\$ 145,876</u>

The *unrestricted net position* of \$69,340, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current year, the County of Wayne, New York is able to report positive balances in all three categories of net position, both for the governmental fund statements and the government wide statements.

There was a decrease of \$399 in unrestricted net position reported in connection with the County of Wayne, New York's governmental activities. This decrease is a result of capital expenditures for an energy efficiency project to upgrade all County buildings.

There was an increase of 6,853 in unrestricted net position reported in connection with the County of Wayne, New York's business activities. This increase is a result of a Medicaid intergovernmental transfer payment to the County's Nursing Home in the amount of \$9,297.

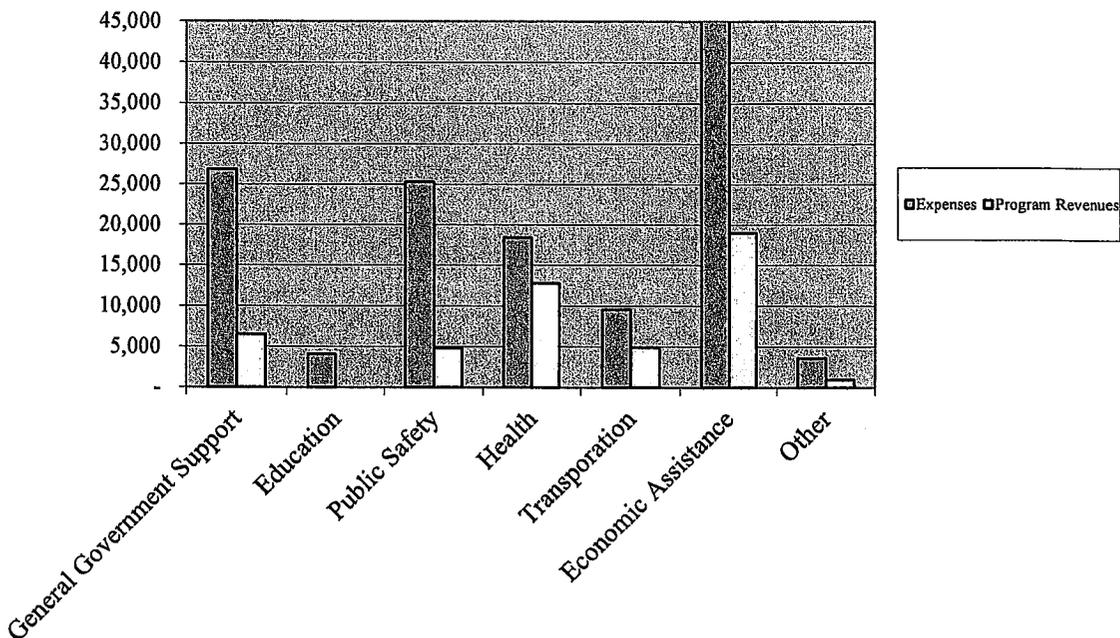
COUNTY OF WAYNE'S CHANGE IN NET POSITION

Amounts shown in thousands

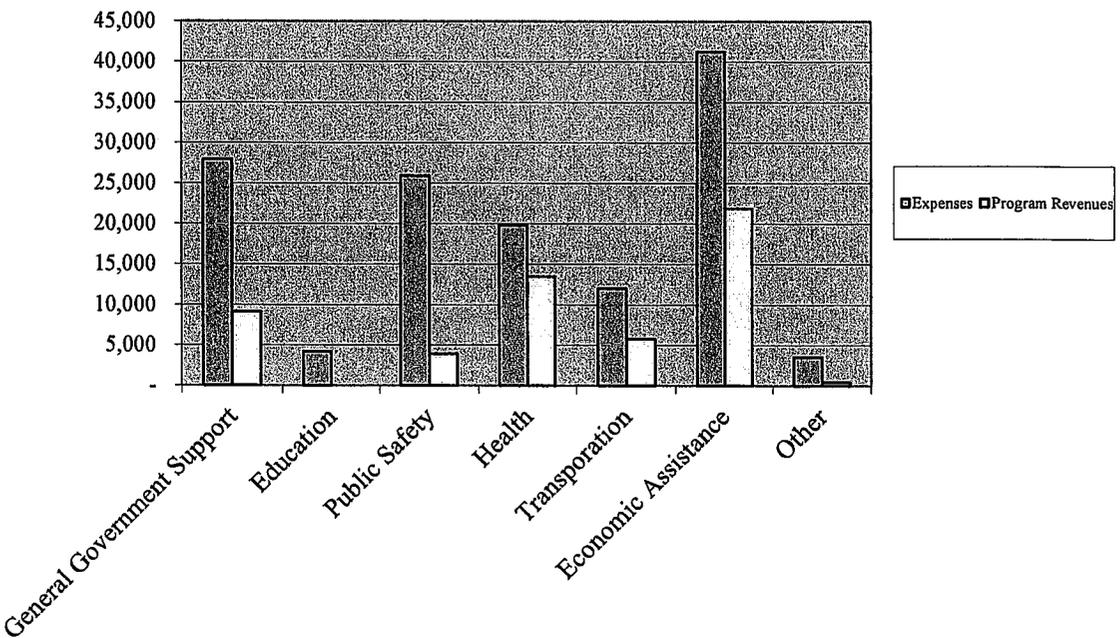
	Governmental		Business-Type		Total	
	Activities		Activities			
REVENUES:	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
<u>Program Revenues -</u>						
Charges for Services	\$ 16,354	\$ 19,544	\$ 27,802	\$ 17,434	\$ 44,156	\$ 36,978
Operating Grants and Contributions	30,564	33,969	-	-	30,564	33,969
Capital Grants and Contributions	2,082	1,114	338	323	2,420	1,437
<u>General Revenues -</u>						
Property Taxes	41,955	39,626	-	-	41,955	39,626
Other Taxes	41,945	41,521	-	-	41,945	41,521
Other	3,437	2,211	1	1	3,438	2,212
Total Revenues	<u>\$ 136,337</u>	<u>\$ 137,985</u>	<u>\$ 28,141</u>	<u>\$ 17,758</u>	<u>\$ 164,478</u>	<u>\$ 155,743</u>
<u>EXPENSES:</u>						
General Government Support	\$ 26,851	\$ 27,947	\$ -	\$ -	\$ 26,851	\$ 27,947
Education	4,073	4,207	-	-	4,073	4,207
Public Safety	25,306	25,914	-	-	25,306	25,914
Health	18,440	19,818	21,603	23,384	40,043	43,202
Transportation	9,540	12,012	-	-	9,540	12,012
Economic Assistance	45,871	41,267	-	-	45,871	41,267
Culture and Recreation	1,267	1,239	-	-	1,267	1,239
Home and Community Services	1,570	1,501	-	-	1,570	1,501
Debt Service	760	768	466	494	1,226	1,262
Total Expenses	<u>\$ 133,678</u>	<u>\$ 134,673</u>	<u>\$ 22,069</u>	<u>\$ 23,878</u>	<u>\$ 155,747</u>	<u>\$ 158,551</u>
INCREASE (DECREASE) IN NET POSITION	<u>\$ 2,659</u>	<u>\$ 3,312</u>	<u>\$ 6,072</u>	<u>\$ (6,120)</u>	<u>\$ 8,731</u>	<u>\$ (2,808)</u>

Governmental activities - Governmental activities increased the County of Wayne's net position by \$2,659 due to the County Road Fund project expenditures decreasing by \$2,472.

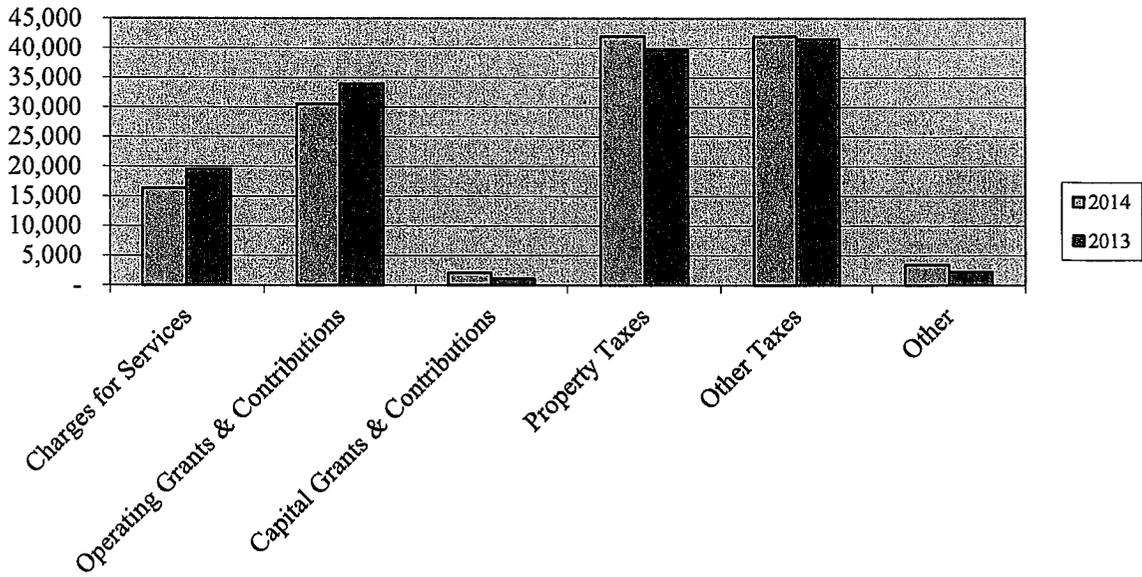
**EXPENSES AND PROGRAM REVENUES - GOVERNMENTAL
ACTIVITIES - 2014**



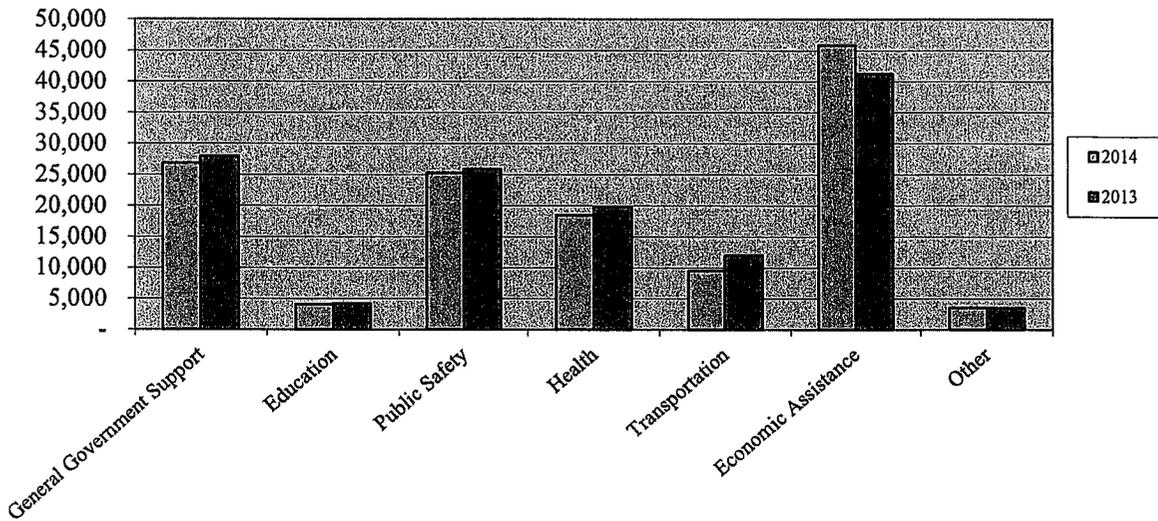
**EXPENSES AND PROGRAM REVENUES - GOVERNMENTAL
ACTIVITIES - 2013**



**REVENUE BY SOURCE - GOVERNMENTAL
ACTIVITIES - 2014 & 2013**

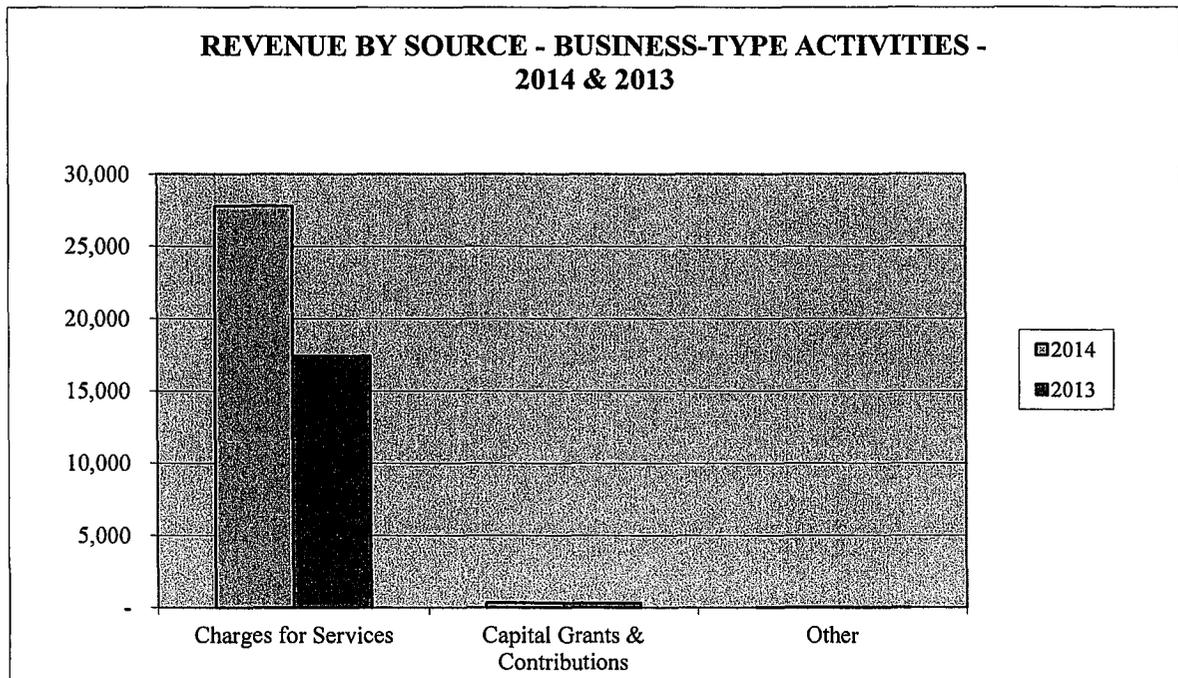
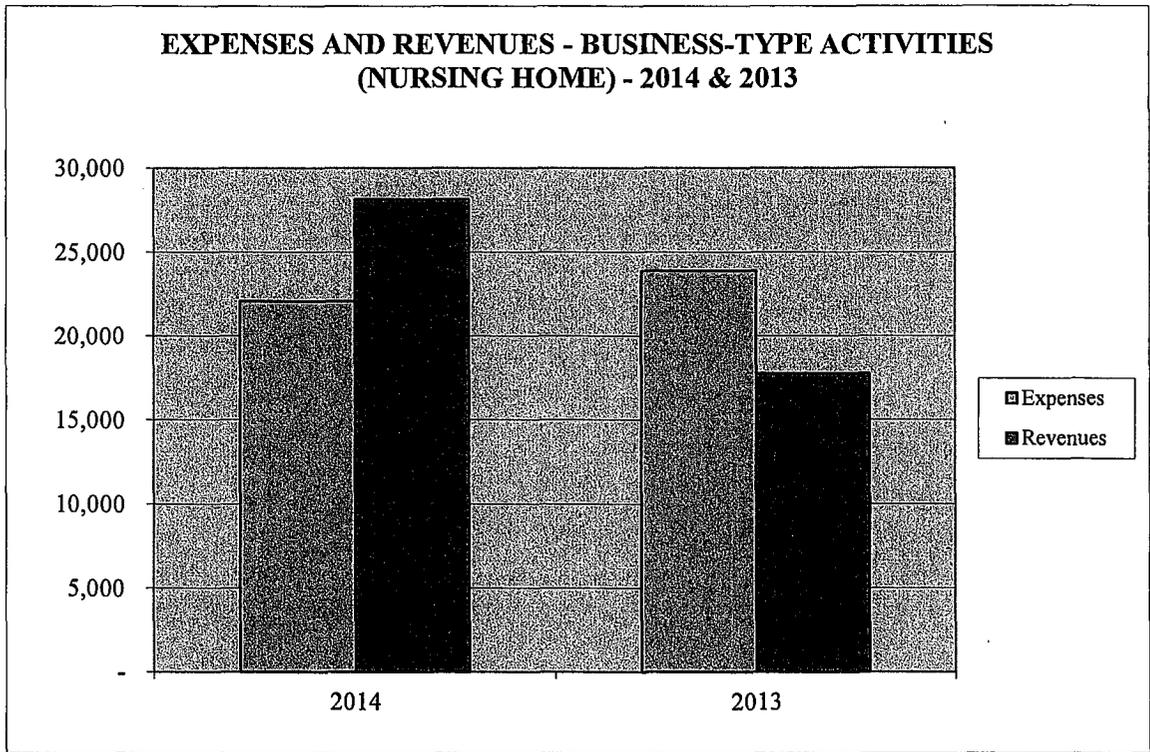


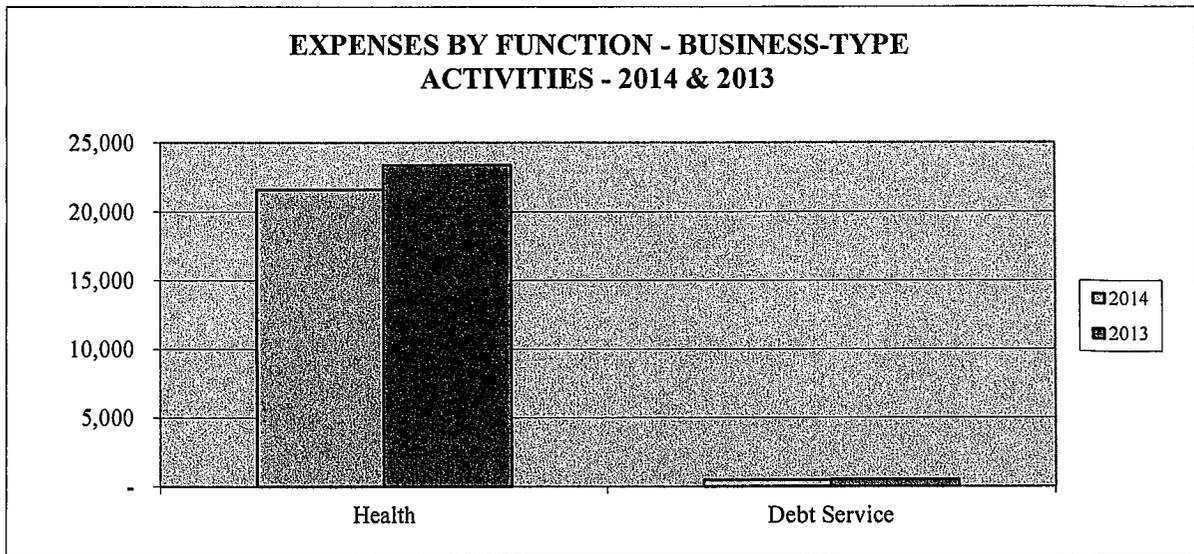
**EXPENSES BY FUNCTION - GOVERNMENTAL ACTIVITIES -
2014 & 2013**



For the most part, increases in expenses closely paralleled inflation and growth in demand for services.

Business-type activities - Business-type activities increased the County of Wayne's net position by \$6,072. This increase was caused by an exceptional Medicaid intergovernmental transfer payment of \$9,297.





FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the County of Wayne, New York uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current year, the County of Wayne, New York's governmental funds reported combined ending fund balances of \$65,518, a decrease of \$5,042 in comparison with the prior year. Approximately, 73% of this total amount \$47,799 constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *nonspendable, restricted or assigned* to indicate that it is not available for new spending because it has already been committed.

The general fund is the chief operating fund of the County of Wayne, New York. At the end of the current year, unassigned fund balance of the general fund was \$55,939, while total fund balance reached \$67,612. As a measure of the general funds liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 46% of total general fund expenditures, while total fund balance represents 55% of that same amount.

The fund balance of the County of Wayne's general fund decreased by \$1,732 during the current year.

Proprietary fund The County of Wayne, New York's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Nursing Home at the end of the year amounted to \$8,685. The increase in net position was \$6,072.

GENERAL FUND BUDGETARY HIGHLIGHTS

- Tax levy increase of 3.2%.
- Tax rate increase of 2.7%.
- These increases are within the New York State tax cap statutes.

BUDGETARY VARIANCES

The key factors for budget variances in the general fund are listed below along with explanations for each.

Expenditure Items:	Budget Variance Original Vs. Amended	Explanation for Budget Variance
Economic Assistance & Opportunity	\$4,536	Budgeted expenses for programs was over estimated.
Transfers-Out	\$1,079	Planned transfer to Nursing Home was not needed.

Revenue Items:	Budget Variance Amended Vs. Actual	Explanation for Budget Variance
Non-Property Taxes	\$1,120	Growth in retail sales contributed to increased sales tax collections more than anticipated.
State & County Aid	(\$3,065)	Program expenses were lower decreasing reimbursement from the State and Federal Gov't.
Federal Aid	(\$1,326)	Program expenses were lower decreasing reimbursement from the State and Federal Gov't.
Expenditure Items:	Budget Variance Amended Vs. Actual	Explanation for Budget Variance
Health	\$2,980	Cut in programs and staff by \$3,410.
Economic Assistance & Opportunity	\$3,369	\$4,078 – Budgeted expenses for programs was less than expected.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets The County of Wayne, New York's capital assets for its governmental and business type activities as of December 31, 2014, amounts to \$106,895 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges. There were no major capital events during the current year. (Additional information can be found in Note V of the Notes to the Basic Financial Statements).

COUNTY OF WAYNE'S CAPITAL ASSETS (net of depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 1,637	\$ 1,637	\$ 37	\$ 37	\$ 1,674	\$ 1,674
Buildings	34,524	33,257	9,229	11,028	43,753	44,285
Machinery and Equipment	3,414	2,723	778	735	4,192	3,458
Infrastructure	39,580	37,332	-	-	39,580	37,332
Construction in Progress	17,696	14,047	-	-	17,696	14,047
Total Capital Assets	\$ 96,851	\$ 88,996	\$ 10,044	\$ 11,800	\$ 106,895	\$ 100,796

Long-term debt At the end of the current year, the County of Wayne, New York had total bonded debt outstanding of \$36,112. The entire amount of debt is backed by the full faith and credit of the government. (Additional information can be found in Note VIII of the Notes to the Basic Financial Statements).

COUNTY OF WAYNE'S OUTSTANDING DEBT General Obligations

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Serial Bonds	\$ 8,575	\$ 8,835	\$ 14,555	\$ 15,405	\$ 23,130	\$ 24,240
Capital Lease	4,830	5,185	-	-	4,830	5,185
Unamortized Bond Premium	-	-	896	1,021	896	1,021
OPEB Liability	328	120	207	197	535	317
Workers' Compensation Liability	6,721	5,575	-	-	6,721	5,575
Total	\$ 20,454	\$ 19,715	\$ 15,658	\$ 16,623	\$ 36,112	\$ 36,338

The County of Wayne's total debt decreased by \$226 during the current year. This represents annual debt service on the general obligations of the County.

The County of Wayne, New York maintains an A+ rating from Standard & Poor's for its general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 7 percent of the last five year average of total assessed value. The current debt limit for the County of Wayne is \$310,580 million which is significantly in excess of the County of Wayne's outstanding general obligation debt.

ECONOMIC FACTORS AND NEXT YEARS BUDGETS AND RATES

- The property tax rate decreased from 7.97 to 7.91 per thousand.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the County of Wayne's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the County Treasurer, 16 William Street, Lyons, New York, 14489.

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Basic Financial Statements

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COUNTY OF WAYNE, NEW YORK

Statement of Net Position

December 31, 2014

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets -			
Cash and cash equivalents	\$ 68,470,463	\$ 6,826,057	\$ 75,296,520
Receivables, net	23,167,571	3,346,690	26,514,261
Prepaid items	1,837,711	606,979	2,444,690
Inventories	-	28,355	28,355
Total Current Assets	\$ 93,475,745	\$ 10,808,081	\$ 104,283,826
Noncurrent assets -			
Custodial accounts	\$ -	\$ 71,332	\$ 71,332
Total Noncurrent Assets	\$ -	\$ 71,332	\$ 71,332
Capital assets, net of accumulated depreciation -			
Land	\$ 1,636,650	\$ 37,328	\$ 1,673,978
Buildings	34,523,884	9,228,195	43,752,079
Equipment	3,414,398	777,887	4,192,285
Infrastructure	39,580,001	-	39,580,001
Work in progress	17,696,221	-	17,696,221
Total Capital Assets, Net	\$ 96,851,154	\$ 10,043,410	\$ 106,894,564
TOTAL ASSETS	\$ 190,326,899	\$ 20,922,823	\$ 211,249,722
DEFERRED OUTFLOWS			
Deferred amounts on refunding bonds	\$ -	\$ 722,921	\$ 722,921
TOTAL ASSETS & DEFERRED OUTFLOWS	\$ 190,326,899	\$ 21,645,744	\$ 211,972,643
LIABILITIES			
Current liabilities -			
Accounts payable	\$ 1,837,947	\$ 513,737	\$ 2,351,684
Accrued liabilities	5,701,873	2,124,667	7,826,540
Due to other governments	10,311,418	-	10,311,418
Unearned revenues	693,429	-	693,429
Due in one year	4,825,346	840,000	5,665,346
Total Current Liabilities	\$ 23,370,013	\$ 3,478,404	\$ 26,848,417
Noncurrent liabilities -			
Patient funds held in trust	\$ -	\$ 71,332	\$ 71,332
Due in more than one year	15,628,625	14,817,868	30,446,493
Total Noncurrent Liabilities	\$ 15,628,625	\$ 14,889,200	\$ 30,517,825
TOTAL LIABILITIES	\$ 38,998,638	\$ 18,367,604	\$ 57,366,242
NET POSITION			
Net investment in capital assets	\$ 83,446,154	\$ (5,407,054)	\$ 78,039,100
Restricted for -			
Capital reserves	1,437,174	-	1,437,174
Liability reserve	3,178,559	-	3,178,559
Retirement contribution reserve	2,122,909	-	2,122,909
Other purposes	488,710	-	488,710
Unrestricted	60,654,755	8,685,194	69,339,949
TOTAL NET POSITION	\$ 151,328,261	\$ 3,278,140	\$ 154,606,401

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK

Statement of Activities

For the Year Ended December 31, 2014

Functions/Programs					Net (Expense) Revenue and Changes in Net Position		
	Program Revenues				Primary Government		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities -							
General government support	\$ 26,851,356	\$ 6,144,068	\$ 333,245	\$ -	\$ (20,374,043)	\$ -	\$ (20,374,043)
Education	4,072,897	-	-	-	(4,072,897)	-	(4,072,897)
Public safety	25,306,384	925,912	1,830,499	2,081,553	(20,468,420)	-	(20,468,420)
Health	18,440,140	5,407,810	7,400,534	-	(5,631,796)	-	(5,631,796)
Transportation	9,539,670	1,370,245	3,522,139	-	(4,647,286)	-	(4,647,286)
Economic assistance and opportunity	45,870,807	1,722,608	17,314,659	-	(26,833,540)	-	(26,833,540)
Culture and recreation	1,266,624	247,862	162,639	-	(856,123)	-	(856,123)
Home and community services	1,570,211	535,744	-	-	(1,034,467)	-	(1,034,467)
Interest on long-term debt	760,193	-	-	-	(760,193)	-	(760,193)
Total Governmental Activities	\$ 133,678,282	\$ 16,354,249	\$ 30,563,715	\$ 2,081,553	\$ (84,678,765)	\$ -	\$ (84,678,765)
Business-Type Activities -							
Nursing home	\$ 21,603,226	\$ 27,802,115	\$ -	\$ 337,710	\$ -	\$ 6,536,599	\$ 6,536,599
Interest on long-term debt	465,833	-	-	-	-	(465,833)	(465,833)
Total Business-Type Activities	\$ 22,069,059	\$ 27,802,115	\$ -	\$ 337,710	\$ -	\$ 6,070,766	\$ 6,070,766
Total Primary Government	\$ 155,747,341	\$ 44,156,364	\$ 30,563,715	\$ 2,419,263	\$ (84,678,765)	\$ 6,070,766	\$ (78,607,999)
General Revenues:							
Property taxes					\$ 41,954,972	\$ -	\$ 41,954,972
Sales tax					41,945,115	-	41,945,115
Compensation for loss					2,159,448	-	2,159,448
Investment earnings					267,732	1,150	268,882
Fines and forfeitures					188,209	-	188,209
Miscellaneous					821,892	-	821,892
Total General Revenues					\$ 87,337,368	\$ 1,150	\$ 87,338,518
Change in Net Position					\$ 2,658,603	\$ 6,071,916	\$ 8,730,519
Net Position - Beginning					148,669,658	(2,793,776)	145,875,882
Net Position - Ending					\$ 151,328,261	\$ 3,278,140	\$ 154,606,401

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK

Balance Sheet

Governmental Funds

December 31, 2014

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets			
Cash and cash equivalents	\$ 65,456,530	\$ 3,013,933	\$ 68,470,463
Receivables, net	22,201,205	966,366	23,167,571
Due from other funds	5,000,000	-	5,000,000
Prepaid items	1,709,425	128,286	1,837,711
Total Assets	<u>\$ 94,367,160</u>	<u>\$ 4,108,585</u>	<u>\$ 98,475,745</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances			
Liabilities -			
Accounts payable	\$ 1,178,749	\$ 659,198	\$ 1,837,947
Accrued liabilities	7,708,792	543,646	8,252,438
Due to other funds	-	5,000,000	5,000,000
Due to other governments	10,311,418	-	10,311,418
Overpayments and collections in advance	2,132,186	-	2,132,186
Unearned revenue	79,859	-	79,859
Total Liabilities	<u>\$ 21,411,004</u>	<u>\$ 6,202,844</u>	<u>\$ 27,613,848</u>
Deferred Inflows of Resources -			
Deferred property taxes	\$ 5,344,149	\$ -	\$ 5,344,149
Total Deferred Inflows of Resources	<u>\$ 5,344,149</u>	<u>\$ -</u>	<u>\$ 5,344,149</u>
Fund Balances -			
Nonspendable	\$ 1,709,425	\$ 128,286	\$ 1,837,711
Restricted	6,357,530	869,822	7,227,352
Assigned	3,605,621	5,047,936	8,653,557
Unassigned	55,939,431	(8,140,303)	47,799,128
Total Fund Balances	<u>\$ 67,612,007</u>	<u>\$ (2,094,259)</u>	<u>\$ 65,517,748</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 94,367,160</u>	<u>\$ 4,108,585</u>	

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	96,851,154
Deferred tax revenue reported in governmental funds is reported as revenue in the entity-wide statement of activities.	5,344,149
Interest is accrued on outstanding bonds in the statement of net position but not in the funds.	(116,165)
The following long-term obligations are not due and payable in the current period, therefore are not reported in the governmental funds:	
Worker's compensation liability	(2,535,493)
OPEB liability	(328,132)
Bond payable	(8,575,000)
Capital lease	(4,830,000)
Net Position of Governmental Activities	<u>\$ 151,328,261</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the Year Ended December 31, 2014

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
Real property and tax items	\$ 41,550,945	\$ -	\$ 41,550,945
Non-property taxes	41,945,115	-	41,945,115
Departmental income	13,039,411	-	13,039,411
Intergovernmental charges	1,519,842	1,092,029	2,611,871
Use of money and property	239,187	28,545	267,732
Licenses and permits	6,094	-	6,094
Fines and forfeitures	188,209	-	188,209
Sale of property and compensation for loss	1,524,984	38,428	1,563,412
Miscellaneous	2,064,598	50,203	2,114,801
Interfund revenues	427,991	783,033	1,211,024
State and county aid	13,284,069	4,865,998	18,150,067
Federal aid	13,757,507	737,694	14,495,201
Total Revenues	<u>\$ 129,547,952</u>	<u>\$ 7,595,930</u>	<u>\$ 137,143,882</u>
Expenditures:			
Current -			
General government support	\$ 26,103,905	\$ -	\$ 26,103,905
Education	4,072,897	-	4,072,897
Public safety	25,114,464	-	25,114,464
Health	18,399,557	-	18,399,557
Transportation	38,378	12,734,038	12,772,416
Economic assistance and opportunity	45,693,777	27,404	45,721,181
Culture and recreation	1,206,898	-	1,206,898
Home and community services	1,545,824	-	1,545,824
Debt Service -			
Debt service - principal	260,000	-	260,000
Debt service - interest and other charges	479,718	-	479,718
Capital outlay	-	6,508,569	6,508,569
Total Expenditures	<u>\$ 122,915,418</u>	<u>\$ 19,270,011</u>	<u>\$ 142,185,429</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 6,632,534</u>	<u>\$ (11,674,081)</u>	<u>\$ (5,041,547)</u>
Other Financing Sources and Uses:			
Transfers - in	\$ 1,127	\$ 8,365,620	\$ 8,366,747
Transfers - out	(8,365,620)	(1,127)	(8,366,747)
Total Other Financing Sources and Uses	<u>\$ (8,364,493)</u>	<u>\$ 8,364,493</u>	<u>\$ -</u>
Net change in fund balances	\$ (1,731,959)	\$ (3,309,588)	\$ (5,041,547)
Fund Balance - Beginning	<u>69,343,966</u>	<u>1,215,329</u>	<u>70,559,295</u>
Fund Balance - Ending	<u>\$ 67,612,007</u>	<u>\$ (2,094,259)</u>	<u>\$ 65,517,748</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2014

Net Change in Fund Balances - Total Governmental Funds \$ (5,041,547)

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

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

Capital Outlay	\$ 6,357,206	
Addition of Assets	4,723,908	
Depreciation	<u>(3,226,335)</u>	7,854,779

Bond and capital lease debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term obligations in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term obligations in the statement of net position. The following details these items as they effect the governmental activities:

Debt Repayment		615,000
----------------	--	---------

Deferred tax revenue reported in governmental funds is recorded in the entity-wide statement of activities. 404,027

In the statement of activities, the health plan and OPEB liabilities are measured by the amount accrued during the year. In the governmental funds, expenditures for those items are measured by the amount actually paid. The following provides the difference of these items as presented in the governmental activities:

OPEB Liability	\$ (208,140)	
Workers' Compensation Liability	<u>(972,631)</u>	(1,180,771)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 7,115

Change in Net Position of Governmental Activities \$ 2,658,603

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK

Statement of Net Position

Proprietary Funds

December 31, 2014

	Business - Type Activity
	<u>Enterprise Fund</u>
	Nursing
	<u>Home</u>
ASSETS:	
Current Assets -	
Cash and cash equivalents	\$ 6,826,057
Receivables, net	3,346,690
Prepaid items	606,979
Inventories	28,355
Total Current Assets	\$ 10,808,081
Noncurrent Assets -	
Custodial accounts	\$ 71,332
Total Noncurrent Assets	\$ 71,332
Capital Assets (Net of Accumulated Depreciation) -	
Land	\$ 37,328
Buildings	9,228,195
Equipment	777,887
Total Capital Assets, Net	\$ 10,043,410
TOTAL ASSETS	\$ 20,922,823
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred amounts on refunding	\$ 722,921
TOTAL ASSETS & DEFERRED OUTFLOWS	\$ 21,645,744
LIABILITIES:	
Current Liabilities -	
Accounts payable	\$ 513,737
Accrued liabilities	2,124,667
Due in one year	840,000
Total Current Liabilities	\$ 3,478,404
Noncurrent Liabilities -	
Patient funds held in trust	\$ 71,332
Due in more than one year	14,817,868
Total Noncurrent Liabilities	\$ 14,889,200
TOTAL LIABILITIES	\$ 18,367,604
NET POSITION:	
Net investment in capital assets	\$ (5,407,054)
Unrestricted	8,685,194
TOTAL NET POSITION	\$ 3,278,140

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2014

	Business - Type Activity <hr/> Enterprise Fund Nursing Home
OPERATING REVENUES:	
Charges for services, net	\$ 18,298,474
Intergovernmental transfer payments-medicaid	9,297,095
Adjustment of prior years' revenue, net	125,939
Other operating revenue	80,607
TOTAL OPERATING REVENUES	\$ 27,802,115
OPERATING EXPENSES:	
Personal services	\$ 7,798,495
Fringe benefits	4,260,952
Depreciation and amortization	2,002,173
NYS assessments	1,038,912
Contractual expenses	6,330,480
Provisions for doubtful accounts	172,214
TOTAL OPERATING EXPENSES	\$ 21,603,226
OPERATING INCOME OR (LOSS)	\$ 6,198,889
NONOPERATING REVENUES (EXPENSES):	
Interest	\$ 1,150
Interest expense	(465,833)
TOTAL NONOPERATING REVENUES (EXPENSES)	\$ (464,683)
INCOME (LOSS) BEFORE CONTRIBUTIONS:	\$ 5,734,206
CAPITAL CONTRIBUTION:	
County subsidy	\$ 337,710
TOTAL CAPITAL CONTRIBUTION	\$ 337,710
CHANGE IN NET POSITION	\$ 6,071,916
TOTAL NET POSITION, BEGINNING	(2,793,776)
TOTAL NET POSITION, ENDING	\$ 3,278,140

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2014

	<u>Business - Type Activity</u>
	<u>Enterprise Fund</u>
	<u>Nursing</u>
	<u>Home</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>	
Resident service revenue	\$ 26,264,571
Cash payments to suppliers	(7,502,802)
Cash payments to employees	(11,745,867)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 7,015,902</u>
<u>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</u>	
County subsidy of indirect costs	\$ 337,710
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	<u>\$ 337,710</u>
<u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</u>	
Purchases of property, plant and equipment	\$ (237,013)
Retirement of serial debt	(850,000)
Interest on serial debt	(543,050)
NET CASH (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>\$ (1,630,063)</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>	
Investment income	\$ 1,150
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>\$ 1,150</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	\$ 5,724,699
CASH AND CASH EQUIVALENTS - BEGINNING	1,101,358
CASH AND CASH EQUIVALENTS - ENDING	<u>\$ 6,826,057</u>
<u>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</u>	
OPERATING INCOME (LOSS)	\$ 6,198,889
Adjustments to reconcile operating income to net cash provided by operating activities:	
Cash flows reported in other categories:	
Depreciation and amortization	2,002,173
Non-cash donation of equipment	(8,637)
Provisions for doubtful accounts	172,214
Change in assets and liabilities:	
Receivables	(451,354)
Inventories and other current assets	(3,682)
Prepaid items	86,461
Accounts payable	(43,035)
Accrued liabilities	312,640
Due to third party payer	(1,249,767)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 7,015,902</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK

Statement of Fiduciary Net Position

Fiduciary Funds

December 31, 2014

	Private Purpose Trust Fund	Agency Funds
ASSETS		
Cash and cash equivalents	\$ 683,208	\$ 1,493,512
TOTAL ASSETS	\$ 683,208	\$ 1,493,512
LIABILITIES		
Accounts payable	\$ -	\$ 1,177
Other liabilities	-	1,492,335
TOTAL LIABILITIES	\$ -	\$ 1,493,512
NET POSITION		
Held for private purposes	\$ 683,208	
TOTAL NET POSITION	\$ 683,208	

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2014

	<u>Private Purpose Trust Fund</u>
Additions	
Contributions	<u>\$ 277,501</u>
Total Additions	<u>\$ 277,501</u>
 Deductions	
General government support	\$ 74,568
Other home and community	<u>101,379</u>
Total Deductions	<u>\$ 175,947</u>
Change in net position	\$ 101,554
Net Position - Beginning	<u>581,654</u>
Net Position - Ending	<u><u>\$ 683,208</u></u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

I. Summary of Significant Accounting Policies:

The basic financial statements of the County of Wayne, New York (the County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. The more significant of the County's accounting policies are described below:

A. Financial Reporting Entity

The County is governed by County law, general laws of the State of New York and various local laws and ordinances. The Board of Supervisors, which is the legislative body responsible for the overall operation of the County, consists of the fifteen supervisors representing the towns in the County with each members vote weighted on the basis of population in the district represented. The Chairman serves as chief executive officer and the Treasurer serves as chief financial officer of the County.

The County provides the following basic services: educational assistance, police and law enforcement, public health, highway maintenance, public transportation, economic assistance, economic opportunity and development, recreation facilities and programs, and library and community development.

The accompanying basic financial statements include only operations of the County, since management has determined that there are no other organizations that meet the criteria for inclusion in the reporting entity of the County.

B. Basis of Presentation

1. Countywide Financial Statements

The County's basic financial statements include both countywide (reporting the County as a whole) and fund financial statements (reporting the County's major and nonmajor funds). All of the County's services are classified as governmental activities.

In the countywide Statement of Net Position, the governmental activities are presented on a consolidated basis and are reported on a full accrual, economic resources basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net position is reported in three parts – invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The County first uses restricted resources to finance qualifying activities.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

The countywide Statement of Activities reports both the gross and net cost of each of the County's functions, i.e., public safety, transportation, and economic assistance and opportunity. The functions are also supported by general government revenues (real property taxes and sales tax). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and grants and contributions. Program revenues must be directly associated with the function. Grants include operating-specific and discretionary (either operating or capital) grants.

The net costs by function are normally covered by general revenue (real property taxes and sales taxes).

In addition, as a general rule, interfund activity has been eliminated from the countywide financial statements, however, interfund services provided and used have not been eliminated in the process of consolidation.

This countywide focus is more on the sustainability of the County as an entity and the change in the County's net position resulting from the current year's activities.

The County's fiduciary funds are presented in the fiduciary fund financial statements by type (restricted purposes, and agency). Since by definition these assets are being held for the benefit of a third party (other local governments, private parties, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the countywide financial statements.

2. Fund Financial Statements

The fund statements provide information about the County's funds, including fiduciary funds. Separate statements for each fund category (governmental and fiduciary) are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column.

Nonmajor funds are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

3. Fund Categories

a. Governmental Funds

Are those through which most governmental functions of the County are financed. The acquisition, use and balances of the County's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus of the governmental funds is upon determination of current financial resources. The following are the County's governmental fund types:

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

General Fund - is the principal fund of the County and includes all operations not required to be recorded in other funds.

Special Revenue Funds - are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

The special revenue funds of the County include the Community Development, County Road, and Road Machinery Funds.

Capital Projects Fund - account for financial resources to be used for the acquisition, construction, and/or reconstruction of capital facilities not being financed by proprietary funds.

Major funds include – The General Fund.
Nonmajor funds include – The Road Machinery Fund, the Community Development Fund, the County Road Fund and the Capital Projects Fund.

b. Proprietary Fund Types

Are used to account for ongoing organizations or activities which are similar to those often found in the private sector. The measurement focus is upon determination of the flow of economic resources. The following proprietary fund is utilized.

Enterprise Funds – are used to account for those operations of the Wayne County Nursing Home (Enterprise Fund), where the governing board has determined that cost of operations are to be financed through user charges.

The Wayne County Nursing Home's statement of revenues, expenses, and changes in net position distinguish between operating and non-operating revenues and expenses. Operating revenues and expenses generally result from providing services in connection with principal ongoing operations. Operating expenses include the cost of services provided, administrative expenses, and depreciation and amortization on capital assets. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

c. Fiduciary Funds

Fiduciary funds are used to account for assets held by the local government in a trustee or custodial capacity.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

Agency Fund - is custodial in nature and does not present results of operations or have measurement focus. The Agency Fund is accounted for using the accrual basis of accounting. This fund is used to account for assets such as, payroll withholdings, bail deposits, mortgage tax and sales tax that the government holds for others in an agency capacity awaiting distribution to other governmental agencies.

Private Purpose Trust Funds - are used to report resources legally held in trust for Public Health, Office of the Aging and D.A.R.E. Program donations received by the County. In addition, memorials and awards, such as the Dan Kane memorial and the Wayne County History Award are accounted for in the Private Purpose Trust Funds. Resources of these funds may be used to support these activities.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expense, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

C. **Basis of Accounting/Measurement Focus**

1. **Accrual**

The countywide fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds have no measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Non-exchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes, grants, and donations is recognized in the year in which all eligibility requirements have been satisfied.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

2. Modified Accrual

The governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Material revenues that are accrued include real property taxes to be collected within 60 days of the reporting period and sales tax. Where expenditures are the prime factor for determining eligibility, revenues from federal and state grants are accrued when the expenditure is made, and anticipated to be received within the next fiscal reporting period.

Expenditures are recorded when the related fund liability is incurred except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

D. Assets, Liabilities, and Net Position or Equity

1. Cash and Cash Equivalents

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the County to invest in obligations of the U.S. Treasury and U.S. Agencies, repurchase agreements and obligations of New York State or its political subdivisions.

Cash equivalents are stated at cost, which approximates fair value.

2. Cash Flows

For the purpose of the statement of cash flows of proprietary funds prepared under the direct method, all highly liquid investments with an original maturity of three months or less are considered cash equivalents. Custodial accounts and restricted assets, if any, are not considered to be cash equivalents.

3. Accounts Receivable

a. General

Accounts receivable are stated net of an allowance for uncollectibles. The accounts receivable allowance for uncollectibles is based on historical collection experience. All amounts due from other governments are deemed fully collectible.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

b. Enterprise Funds

Accounts receivable are stated net of an allowance for uncollectibles. Accounts for which no payments have been received for several months are considered delinquent, and when customary collection efforts are exhausted the account is written-off. The nursing home records an allowance for uncollectibles in anticipation of future write-offs. The allowance for uncollectibles is based on the nursing home's historical collection experience and review of outstanding accounts.

4. Inventories and Prepaid Items

Inventory at the Wayne County Nursing Home is stated at the lower of cost or market; principally on the first-in, first-out basis; and consists of general housekeeping, medical, and dietary supplies. Inventory purchases in all other funds are recorded as expenditures at the time of purchase and year-end balances are not maintained.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses. The County currently accounts for prepaid items based on the consumption method.

5. Capital Assets – Property, Plant and Equipment

a. General

Capital assets which include buildings, machinery and equipment, and infrastructure (i.e., roads, bridges, and similar items), purchased or acquired with an original cost of \$25,000 or more are reported at historical cost or estimated historical cost. Donated assets are reported at fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. All infrastructure acquired prior to the implementation of GASB #34 has been included in Capital Assets. Depreciation on all assets is provided on the straight-line basis over the following useful lives:

	<u>Class</u>	<u>Life in Years</u>
Buildings		15-50 Years
Machinery and Equipment		5-25 Years
Infrastructure		20-50 Years

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

b. Enterprise Funds

Property, plant and equipment acquired by the enterprise funds is stated at cost (or estimated historical cost), including interest capitalized during construction, where applicable. Contributed capital assets are recorded at fair market value at the date received. Depreciation has been provided using the straight-line method over the following estimated useful lives.

<u>Description</u>	<u>Estimated Lives</u>
<u>Health Facility -</u>	
Land Improvements	Varies 8-20 Years
Buildings and Improvements	Varies 5-40 Years
Machinery and Equipment	Varies 5-20 Years

When enterprise fund assets are retired, or otherwise disposed of, the cost and related accumulated depreciation is removed from the accounts, and any resulting gain or loss is reflected in income for the period. Maintenance and repairs are charged to expense as incurred; significant renewals and improvements are capitalized.

6. Deferred Inflows of Resources

Wayne County's governmental funds report a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net assets that applies to future periods. Wayne County will not recognize the related revenues until a future event occurs. Wayne County has only one type of item which occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the fiscal year) under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, deferred property taxes are reported in the governmental funds balance sheet. Wayne County did not have deferred inflows of resources to report in its government-wide or proprietary fund financial statements for the current year.

7. Unearned Revenue

The County reports unearned revenues in its basic financial statements. Unearned revenue arises when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both recognition criteria are met, or when the County has legal claim to resources, the liability for deferred revenue is removed and revenue is recognized.

8. Unexpended Balances

Unexpended balances of appropriations lapse at the end of each year, except for capital projects. Project length financial plans are developed for each project.

December 31, 2014

(I) (Continued)

9. **Accrued Liabilities and Long-Term Obligations**

Payables, accrued liabilities and long-term obligations are reported in the county-wide financial statements. In the governmental funds, payables and accrued liabilities are paid in a timely manner and in full from current financial resources. Claims and judgments, other post-employment benefits payable and compensated absences that will be paid from governmental funds are reported as a liability in the funds financial statements only to the extent that they are due for payment in the current year. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

Long-term obligations represent the County's future obligations or future economic outflows. The liabilities are reported as due in one year or due within more than one year in the Statement of Net Position.

a. **Compensatory Absences**

Pursuant to a resolution of the Board of Supervisors and contractual agreements, County employees are entitled to accrue a maximum of 180 days of sick leave, 30 days of vacation leave, and one day personal leave. An individual who leaves employment of the County is entitled to be paid for unused vacation leave. No payments are made for unused sick leave and personal leave.

The County accrues for compensated absences when incurred. The estimated liability for compensated absences is recorded as part of accrued liabilities in both the enterprise fund and the governmental fund types. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

b. **Other Benefits**

County employees participate in the New York State Employees' Retirement System.

In addition to providing pension benefits, the County provides post-employment health coverage to retired employees in accordance with the provision of various employment contracts in effect at the time of retirement. The County recognizes the cost of providing health insurance by recording its share of insurance premiums as an expenditure.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

10. Encumbrances

For financial reporting purposes encumbrances have been reclassified to assigned fund balance in the governmental funds for general fund and assigned or restricted fund balance in the capital fund. Encumbrance accounting, under which purchase orders, contracts or other commitments for the expenditure of monies are recorded for budgetary control purposes to reserve that portion of the applicable appropriations, is employed in the general, county-wide capital improvement project and nonmajor funds.

11. Interfund Transfers

The operations of the County include transactions between funds. These transactions may be temporary in nature, such as with interfund borrowings. The County typically loans resources between funds for the purpose of providing cash flow. These interfund receivables and payables are expected to be repaid within one year. Permanent transfers of funds include the transfer of expenditures and revenues to provide financing or other services.

12. Equity Classifications

a. Government-Wide Statements

Equity is classified as net position and displayed in three components:

1. Net Investment in Capital Assets - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted Net Position - consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
3. Unrestricted Net Position - all other net position that does not meet the definition of "restricted" or "net investment in capital assets".

b. Financial Statements – Fund Balance

The County implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

1. **Nonspendable fund balance** – Amounts that are not in a spendable form (i.e. inventory or prepaids) or are legally or contractually required to be maintained intact.
2. **Restricted fund balance** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
3. **Assigned fund balance** – Amounts a government intends to use for a specific purpose; as indicated in the County's operating policies, intent can be expressed by the governing body (County Legislature) or by an official (County Treasurer) to which the governing body delegates the authority. This category of fund balance also represents the residual amounts not otherwise reported as unspendable, or restricted in governmental funds outside of the General Fund.
4. **Unassigned fund balance** – Amounts that have not been assigned to another fund or are not restricted, committed, or assigned to specific purposes within the General Fund.

When fund balance resources are available for a specific purpose in more than one classification, it is the County's practice to use the most restrictive funds first in the following order: restricted, assigned and unassigned as they are needed.

E. Impact of Recently Issued Accounting Principles

1. Changes in Accounting Standards

At December 31, 2014, the County implemented the following new standards issued by GASB:

The GASB has issued Statement No. 69, *Government Combinations and Disposals of Government Operations*. However, upon review the County determined it was not applicable for the financial reporting period ended December 31, 2014.

The GASB has issued Statement No. 70, *Accounting and Financial Reporting for Non-exchange Financial Guarantees*. However, upon review the County determined it was not applicable for the financial reporting period ended December 31, 2014.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(I) (Continued)

2. Recently Issued Accounting Pronouncements

The GASB has issued Statement No. 68, *Accounting and Reporting for Pension Plans – an Amendment of GASB Statement No. 27*, which will be effective for the year ending December 31, 2015.

The GASB has issued Statement No. 71, *Accounting and Reporting for Pension Plans – an Amendment of GASB Statement No. 68*, which will be effective for the year ending December 31, 2015.

The GASB has issued Statement No. 72, *Fair Value Measurement and Application*, which will be effective for the year ending December 31, 2016.

The County is currently studying these statements and plans on adoption as required.

II. Cash and Cash Equivalents:

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. While the County does not have a specific policy for custodial credit risk, New York State statutes govern the County's investment policies, as discussed previously in these notes.

The County's aggregate bank balances (disclosed in the financial statements), included balances not covered by depository insurance at year end, collateralized as follows:

Uncollateralized	\$	-
Collateralized with securities held by the pledging financial institution, or its trust department or agent, but not in the County's name		86,014,868
Total	\$	<u>86,014,868</u>

Restricted cash represents cash and cash equivalents where use is limited by legal requirements. These assets represent amounts required by statute to be reserved for various purposes. Restricted cash as of year-end included \$7,227,352 in the governmental funds and \$683,208 in the fiduciary funds.

III. Real Property Taxes Receivable:

Real property taxes for the County are levied together with taxes for town and special district purposes on January 1, and are due within 30 days. In 2014, these taxes attached as an enforceable lien on property on October 10. The towns and special districts receive the full amount of their levies annually. The County assumes enforcement responsibility for all unpaid taxes in the towns and special districts. Unpaid village and school district taxes are turned over to the County for collection; any such taxes remaining unpaid at year end are relieved as County taxes in the subsequent year.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(III) (Continued)

The balance of the taxes receivable, net at December 31, 2014 consists of the following:

Taxes receivable, overdue	\$	2,768,868
Taxes receivable, current		3,281,384
Returned school taxes		4,518,643
Delinquent village		803,161
Property acquired		29,724
Total	\$	<u>11,401,780</u>

At December 31, 2014, uncollected real property taxes of \$11,401,780 which includes land held for resale of \$29,724. Current year returned village and school taxes of \$5,321,804 are offset by liabilities to the villages and school districts which will be paid no later than April 15, 2015. The remaining portion of tax assets is offset by deferred tax revenue of \$5,344,149 (and represents an estimate of the tax liens which will not be collected within the first sixty days of the subsequent year).

The County is permitted by the New York State Constitution to levy taxes up to 1.5% of the most recent five-year average full valuation of taxable real property. In 2014, the County has a legal margin of \$69,750,646.

IV. Accounts Receivable:

Receivables as of year end for the government's individual major funds, and non-major funds in the aggregate and enterprise type funds including applicable allowances for uncollectible accounts are as follows:

<u>Receivables</u>	<u>General</u>	<u>Road Machinery</u>	<u>Capital Fund</u>	<u>County Road</u>	<u>Nursing Home</u>	<u>Total</u>
Accounts	\$ 1,369,293	\$ 36,214	\$ -	\$ 8,398	\$ 3,809,331	\$ 5,223,236
Taxes	6,079,976	-	-	-	-	6,079,976
State & Federal	7,084,937	-	201,780	719,974	-	8,006,691
Returned School and Village Taxes	5,321,804	-	-	-	-	5,321,804
Other governments	2,678,876	-	-	-	-	2,678,876
Gross Receivables	\$ 22,534,886	\$ 36,214	\$ 201,780	\$ 728,372	\$ 3,809,331	\$ 27,310,583
Less: Allowance for uncollectibles	(333,681)	-	-	-	(462,641)	(796,322)
Net Total Receivables	\$ 22,201,205	\$ 36,214	\$ 201,780	\$ 728,372	\$ 3,346,690	\$ 26,514,261

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

V. Change in Capital Assets:

A. Governmental Activities

A summary of changes in capital assets follows:

<u>Type</u>	<u>Balance</u> <u>1/1/2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2014</u>
<u>Capital assets not being depreciated:</u>				
Land	\$ 1,636,650	\$ -	\$ -	\$ 1,636,650
Work in progress	14,047,321	6,357,206	(2,708,306)	17,696,221
<i>Total capital assets not being depreciated</i>	<u>\$ 15,683,971</u>	<u>\$ 6,357,206</u>	<u>\$ (2,708,306)</u>	<u>\$ 19,332,871</u>
<u>Other capital assets:</u>				
Buildings and improvements	\$ 50,924,001	\$ 2,708,306	\$ (94,169)	\$ 53,538,138
Machinery and equipment	8,681,675	1,060,913	(29,380)	9,713,208
Infrastructure	145,557,010	3,732,533	(1,872,805)	147,416,738
Land improvements	274,240	-	-	274,240
<i>Total other capital assets</i>	<u>\$ 205,436,926</u>	<u>\$ 7,501,752</u>	<u>\$ (1,996,354)</u>	<u>\$ 210,942,324</u>
<u>Less accumulated depreciation for:</u>				
Buildings and improvements	\$ 17,666,454	\$ 1,374,481	\$ (26,681)	\$ 19,014,254
Machinery and equipment	5,958,936	367,204	(27,330)	6,298,810
Infrastructure	108,224,892	1,484,650	(1,872,805)	107,836,737
Land improvements	274,240	-	-	274,240
<i>Total accumulated depreciation</i>	<u>\$ 132,124,522</u>	<u>\$ 3,226,335</u>	<u>\$ (1,926,816)</u>	<u>\$ 133,424,041</u>
<i>Other capital assets, net</i>	<u>\$ 73,312,404</u>	<u>\$ 4,275,417</u>	<u>\$ (69,538)</u>	<u>\$ 77,518,283</u>
Total	<u><u>\$ 88,996,375</u></u>	<u><u>\$ 10,632,623</u></u>	<u><u>\$ (2,777,844)</u></u>	<u><u>\$ 96,851,154</u></u>

Depreciation expense for the period was charged to functions/programs as follows:

Governmental Activities:

General government support	\$ 254,392
Public safety	449,422
Transportation	1,693,224
Health	664,199
Economic assistance and opportunity	83,718
Culture and recreation	58,172
Home and community service	23,208
Total Depreciation Expense	<u><u>\$ 3,226,335</u></u>

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(V) (Continued)

B. Business-Type Activities

A summary of changes in capital assets follows:

<u>Type</u>	<u>Balance 1/1/2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/2014</u>
<u>Capital assets not being dereciated:</u>				
Land	\$ 37,328	\$ -	\$ -	\$ 37,328
<i>Total capital assets not being depreciated</i>	<u>\$ 37,328</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,328</u>
<u>Other capital assets:</u>				
Buildings and improvements	\$ 26,040,331	\$ 36,503	\$ -	\$ 26,076,834
Machinery and equipment	2,111,544	209,147	-	2,320,691
Land improvements	33,719	-	-	33,719
<i>Total other capital assets</i>	<u>\$ 28,185,594</u>	<u>\$ 245,650</u>	<u>\$ -</u>	<u>\$ 28,431,244</u>
<u>Less accumulated depreciation for:</u>				
Buildings and improvements	\$ 15,012,449	\$ 1,836,190	\$ -	\$ 16,848,639
Machinery and equipment	1,376,821	165,983	-	1,542,804
Land improvements	33,719	-	-	33,719
<i>Total accumulated depreciation</i>	<u>\$ 16,422,989</u>	<u>\$ 2,002,173</u>	<u>\$ -</u>	<u>\$ 18,425,162</u>
<i>Other capital assets, net</i>	<u>\$ 11,762,605</u>	<u>\$ (1,756,523)</u>	<u>\$ -</u>	<u>\$ 10,006,082</u>
Total	<u><u>\$ 11,799,933</u></u>	<u><u>\$ (1,756,523)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 10,043,410</u></u>

Proprietary Fund Net Investment in Capital Assets – Deficit

The component of net position consists of capital assets, net of accumulated depreciation and amortization, reduced by outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. At December 31, 2014, the net investment in capital assets was a deficit balance of \$5,407,054.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

VI. Interfund Receivables, Payables, Revenues and Expenditures:

The composition of Interfund balances as of December 31, 2014, is as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>	<u>Interfund Revenues</u>	<u>Interfund Expenditures</u>
General Fund	\$ 5,000,000	\$ -	\$ 1,127	\$ 8,365,620
County Road Fund	-	-	6,713,292	-
Capital Fund	-	5,000,000	1,039,985	1,127
Road Machinery Fund	-	-	612,343	-
Total government activities	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>	<u>\$ 8,366,747</u>	<u>\$ 8,366,747</u>

Transfers among funds are provided as part of the annual budget process. They facilitate annual contributions to the County Road, Road Machinery, Nursing Home, and Capital Projects Fund as the County does not routinely allocate a portion of the tax levy for the operation of these funds.

VII. Long-Term Obligations:

The Board of Supervisors adopted a Debt Management Policy providing for the types of debt which may be issued, the maximum amount of debt allowed, the purpose for which the County may issue debt and other financial objectives.

A. At December 31, 2014 the total outstanding noncurrent obligations of the County aggregated \$36,111,839.

B. **Serial Bonds** - The County borrows money in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. These long-term liabilities are full faith and credit debt of the County have been issued for both governmental and business-type activities. The provision to be made in future budgets for capital indebtedness represents the amount, exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities. Enterprise Fund debt is liquidated with Enterprise Fund income.

Total long-term interest expense amounted to \$1,226,026 for the 2014 year.

C. **Other Long-Term Obligations** - In addition to the above long-term debt, the County has the following noncurrent obligations:

Capital Leases, OPEB Liability, and Workers' Compensation Liability

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(VII) (Continued)

D. Changes in Noncurrent Liabilities - The following is a summary of long-term obligations outstanding at December 31, 2014:

	Balance			Balance 12/31/14	Classified As	
	01/01/14	Additions	Deletions		Current	Non-Current
<u>Governmental Activities:</u>						
Serial Bonds	\$ 8,835,000	\$ -	\$ 260,000	\$ 8,575,000	\$ 270,000	\$ 8,305,000
Capital Lease	5,185,000	-	355,000	4,830,000	370,000	4,460,000
OPEB Liability	119,992	208,140	-	328,132	-	328,132
Workers' Compensation Liability	5,575,146	1,145,693	-	6,720,839	4,185,346	2,535,493
Total Governmental Activities Long-Term Obligations	\$ 19,715,138	\$ 1,353,833	\$ 615,000	\$ 20,453,971	\$ 4,825,346	\$ 15,628,625
<u>Business-Type Activities:</u>						
Serial Bonds	\$ 15,405,000	\$ -	\$ 850,000	\$ 14,555,000	\$ 840,000	\$ 13,715,000
Unamortized Bond Premium	1,020,712	-	125,248	895,464	-	895,464
OPEB Liability	197,544	9,860	-	207,404	-	207,404
Total Business-Type Activities Long-Term Obligations	\$ 16,623,256	\$ 9,860	\$ 975,248	\$ 15,657,868	\$ 840,000	\$ 14,817,868

Liquidation of the net pension obligation and the liability for claims and judgments occurs through the governmental fund budget process and will be financed by the real property tax levy, general County revenues or in the case of business-type activities through the amount budgeted as intergovernmental charges. The net pension obligation and the liability for judgments and claims are liquidated in the fund where the liability was incurred. Thus, the General Fund satisfies most liabilities for the governmental activities. In regard to business-type activities, the corresponding liability is allocated to the proprietary fund.

E. Serial Bonds Payable - The County issues general obligation bonds in order to acquire land or equipment or construct buildings and improvements. This enables the cost of these capital assets to be borne by the present and future taxpayers receiving the benefit of the capital assets. The amount to be provided for payment of long-term liabilities represents the amount exclusive of interest, authorized to be collected in future years from taxpayers and others for liquidation of the long-term liabilities.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(VII) (Continued)

Serial bonds due in varying amounts to the date of maturity, outstanding at December 31, 2014 are as follows:

<u>Purpose</u>	<u>Original Issue Amount</u>	<u>Interest Rate</u>	<u>Final Maturity</u>	<u>Amount Outstanding 12/31/2014</u>
<u>Governmental Activities:</u>				
Local ARRA Bond	\$ 9,810,000	6.127%-7.207%	12/10/2034	\$ 8,575,000
<u>Business-Type Activity:</u>				
Public Improvement	\$ 23,181,503	4.125%-4.250%	6/1/2032	\$ 11,180,000
Public Improvement	\$ 13,015,000	2.00%-5.00%	6/1/2029	3,375,000
Total Business-Type Activity				\$ 14,555,000

Annual debt service requirements to maturity for the general government obligation bonds are as follows:

<u>Year Ending December 31</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ 270,000	\$ 469,031	\$ 840,000	\$ 517,700
2016	285,000	457,934	830,000	491,613
2017	295,000	446,220	825,000	465,750
2018	305,000	434,096	820,000	436,975
2019	320,000	420,560	815,000	408,350
2020-24	1,835,000	1,863,957	3,980,000	1,624,075
2025-29	2,340,000	1,349,938	3,895,000	847,400
2030-34	2,925,000	630,757	2,550,000	162,563
Total	\$ 8,575,000	\$ 6,072,493	\$ 14,555,000	\$ 4,954,426

At December 31, 2014, \$23,130,000 was subject to the constitutional debt limit and represented approximately 7.45% of the debt limit. In the opinion of management, the County has complied with all significant debt covenants at December 31, 2014.

- F. **Capital Leases** - Through its governmental funds, the County leases a building from the Lyons Community Health Initiatives Corporation for various County departments. The lease agreement has been determined to be a capital lease for accounting purposes under the criteria established by SFAS No. 13, *Accounting for Leases*. Accordingly, the lease has been recorded at the present value of its future minimum lease payments as of the inception date.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(VII) (Continued)

Capital assets acquired through capital leases are as follows:

<u>Assets</u>	<u>Governmental Activities</u>
Buildings	\$ 9,155,000
<u>Less: Accumulated Depreciation</u>	<u>(3,707,775)</u>
Total	<u><u>\$ 5,447,225</u></u>

The future minimum lease obligation and the net present value of the minimum lease payments as of December 31, 2014, were as follows:

<u>Year Ending December 31</u>	<u>Amount</u>
2015	\$ 638,065
2016	642,530
2017	645,608
2018	642,297
2019	642,877
2020-24	<u>3,213,138</u>
Total Minimum Lease Payments	\$ 6,424,515
Less: Amount Representing Interest	<u>(1,594,515)</u>
Present Value of Minimum Lease Payments	<u><u>\$ 4,830,000</u></u>

VIII. Fund Balances/Net Position

A. Fund Balances

1. Nonspendable

The County has the following nonspendable funds:

Nonspendable Prepaid Items - The County has prepaid various items and the cash is no longer available, therefore, those funds are nonspendable.

2. Restricted

Currently, New York State laws still use the terminology reserves. The County currently utilizes the following reserves which are classified as restricted funds:

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(VIII) (Continued)

Liability Reserve - created to set aside money for the payment of liability and property claims.

Unemployment Reserve - created to set aside money for the payment of unemployment expenses.

Repair Reserve - to be used for emergency repair and replacement of major mechanical systems and roofs in and on major County assets.

Capital Reserve - to be used for future funding of capital construction costs.

STOP DWI Reserve - contains accumulated excess of STOP DWI fines less STOP DWI expenses.

Retirement Contribution Reserve - to be used to finance retirement contributions.

3. **Assigned**

The County has the following assigned funds:

General Fund –	1. Appropriated for taxes 2. Encumbrances
Road Machinery Fund -	1. Year End Equity 2. Encumbrances
County Road Fund -	1. Year End Equity 2. Encumbrances
Capital Projects Fund –	1. Year End Equity

Encumbrances represent purchase commitments made by the County's purchasing agent through their authorization of a purchase order prior to year end. The County assignment is based on the functional level of expenditures.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(VIII) (Continued)

The specific purposes for the most significant amounts of open outstanding encumbrances at December 31, 2014 are as follows:

	<u>Total</u>
1. <u>General Fund</u>	
Assigned Counsel - Family	\$ 73,600
Assigned Counsel - Felony	31,500
Sheriff - Inmate Expense	22,967
Children with Special Needs - Tuition	115,459
Legal Assistance	51,754
Juvenile - Secure Detention	157,918
State Training School	1,125,000
Total General Fund	<u><u>\$ 1,578,198</u></u>
2. <u>County Road Fund</u>	
Contracted Services - Snow & Ice Removal	<u><u>\$ 223,185</u></u>
3. <u>Road Machinery Fund</u>	
Highway Equipment	<u><u>\$ 22,850</u></u>
4. <u>Capital Fund</u>	
Homeland Security - Equipment	<u><u>\$ 18,144</u></u>
4. <u>Unassigned</u>	

Unassigned funds include the residual classification for the County's general fund and all spendable amounts not contained in other classifications.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(VIII) (Continued)

The following table summarizes the County's governmental fund balances:

<u>FUND BALANCE:</u>	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Special Revenue Funds</u>	<u>Total</u>
<u>Nonspendable -</u>				
Prepaid items	\$ 1,709,425	\$ -	\$ 128,286	\$ 1,837,711
<u>Restricted -</u>				
Liability	\$ 3,178,559	\$ -	\$ -	\$ 3,178,559
Unemployment	47,206	-	-	47,206
Repair	285,221	-	-	285,221
Capital improvements	597,602	-	839,572	1,437,174
Stop DWI	126,033	-	-	126,033
Retirement contribution	2,122,909	-	-	2,122,909
Community development	-	-	30,250	30,250
Total Restricted	\$ 6,357,530	\$ -	\$ 869,822	\$ 7,227,352
<u>Assigned -</u>				
Appropriated for taxes	\$ 1,766,777	\$ -	\$ -	\$ 1,766,777
Transportation	-	48,415	1,697,753	1,746,168
Economic Opportunity and Development	1,458,997	148,772	-	1,607,769
Public Safety	39,705	1,394,996	-	1,434,701
Health Services	125,176	-	-	125,176
General Support	209,698	1,541,372	-	1,751,070
Other	5,268	216,628	-	221,896
Total Assigned	\$ 3,605,621	\$ 3,350,183	\$ 1,697,753	\$ 8,653,557
<u>Unassigned</u>	\$ 55,939,431	\$ (8,140,303)	\$ -	\$ 47,799,128
TOTAL FUND BALANCE	\$ 67,612,007	\$ (4,790,120)	\$ 2,695,861	\$ 65,517,748

B. Net Position - Restricted for Other Purposes

Represents those amounts which have been restricted by enabling legislation or Board Resolutions.

	<u>Total</u>
Unemployment Reserve	\$ 47,206
Repair Reserve	285,221
Stop DWI Reserve	126,033
Community Development Fund	30,250
Total Net Position - Restricted for Other Purposes	<u>\$ 488,710</u>

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

IX. Pension and Other Postemployment Benefit Obligations and Plans:

A. Pension Plans

The County participates in the New York State and Local Employees' Retirement System (ERS). The ERS is a cost-sharing multiple-employer retirement system. ERS provides retirement benefits, as well as death and disability benefits. Obligations of employers and employees to contribute and benefits to employees are governed by the New York State Retirement and Social Security Law (NYSRSSL). As set forth in the NYSRSSL, the Comptroller of the State of New York (Comptroller) serves as sole trustee and administrative head of ERS. The Comptroller shall adopt and may amend rules and regulations for the administration and transaction of the business of ERS and for the custody and control of their funds. ERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the New York State and Local Retirement Systems, Governor Alfred E. Smith Office Building, Albany, New York 12244.

ERS and PFRS are noncontributory except for employees who joined the New York State and Local Employee's Retirement System between July 28, 1976 and December 31, 2009 and have less than ten years of credited service. These members contribute 3% of their salary. Prior to October 2000, all County employees who joined between July 28, 1976 and December 31, 2009 were required to contribute 3%, but the laws were modified to forgive the 3% contribution for those with ten or more years of service time. All members who joined between January 1, 2010 and March 31, 2012 are required to contribute 3% of their salary for the duration of service. Effective April 1, 2012 and subsequently will then have their contribution rates vary from 3% to 6% based on their level of annualized wages for the duration of service. Under the authority of the NYSRSSL, the Comptroller shall certify annually the rates expressed as proportions of payroll of members, which shall be used in computing the contributions required to be made by employers to the pension accumulation fund.

The County is required to contribute at an actuarially determined rate. The required contributions for the current year and two preceding years were:

2014	\$ 6,436,975
2013	\$ 6,922,159
2012	\$ 6,380,700

The County's contributions made to the Systems were equal to 100% of the contributions required each year.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(IX) (Continued)

B. Other Postemployment Benefits

Plan Description. In addition to providing pension benefits described in Note IX, the County provides post-employment medical and prescription drug benefits (OPEB) for retirees, spouses, and their covered dependents through the Wayne County Postretirement Health Care Benefits Program (Plan). The benefits, benefit levels, employee contributions and employer contributions are governed by the County and can be amended by the County through its personnel manual and union contracts. Wayne County, New York provides four plan options to all eligible employees and dependents. The Blue Choice HMO is the only community rated plan offered whereas the Traditional, Point of Service and PIP plans are self insured, as such the majority of the activity of the plan is reported in the Wayne County Health Care Plan Trust. The Health Plan Trust is described further in Note XI. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan.

Funding Policy. The County currently pays for postemployment health care benefits on a pay-as-you-go basis. Once New York State Law allows for the establishment of a trust to fund and invest assets necessary to pay for the accumulated liability, the County will study the establishment of such a trust. These financial statements assume that pay-as-you-go funding will continue.

Annual OPEB Cost and Net OPEB Obligation. The County's annual other postemployment (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB obligation by governmental activities and business-type activities:

	Governmental Activities	Business-type Activities	Primary Government
Annual required contribution	\$ 1,969,760	\$ 1,259,355	\$ 3,229,115
Interest on net OPEB obligation	7,748	4,953	12,701
Adjustment to annual required contribution	<u>(13,704)</u>	<u>(8,762)</u>	<u>(22,466)</u>
Annual OPEB cost (expense)	\$ 1,963,804	\$ 1,255,546	\$ 3,219,350
Contributions made	<u>(1,755,664)</u>	<u>(1,245,686)</u>	<u>(3,001,350)</u>
Increase (Decrease) in net OPEB obligation	\$ 208,140	\$ 9,860	\$ 218,000
Net OPEB obligation - beginning of year	119,992	197,544	317,536
Net OPEB obligation - end of year	<u>\$ 328,132</u>	<u>\$ 207,404</u>	<u>\$ 535,536</u>

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(IX) (Continued)

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 was as follows:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
12/31/2014	\$ 3,219,350	93.23%	\$ 535,536
12/31/2013	\$ 2,695,210	118.35%	\$ 317,536
12/31/2012	\$ 3,736,073	103.92%	\$ 811,994
12/31/2011	\$ 3,746,384	96.30%	\$ 973,608
12/31/2010	\$ 4,067,881	104.74%	\$ 848,357
12/31/2009	\$ 4,123,852	97.51%	\$ 1,041,340
12/31/2008	\$ 2,961,033	87.17%	\$ 938,562
12/31/2007	\$ 2,969,753	81.20%	\$ 558,793

Funded Status and Funding Progress. As of December 31, 2014, the most recent actuarial valuation date, the plan was unfunded. The actuarial accrued liability for benefits was \$43,255,239, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability of \$43,255,239. The covered payroll (annual payroll of active employees covered by the plan) was \$43,560,537, and the ratio of the UAAL to the covered payroll was 99.3%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of the occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress is presented as required supplementary information following the notes to the financial statements.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and includes the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2014, actuarial valuation, the projected unit credit actuarial cost method was used. The discount rate used was four percent. Because the plan is unfunded, reference to the general assets, which are short-term in nature, was considered in the selections of the four percent inflation rate. The valuation assumes a nine percent medical and a fourteen percent prescription drug cost trend, reduced by decrements to a rate of five percent each after eight years. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2014, was twenty two years.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(IX) (Continued)

C. Deferred Compensation Plan

The County maintains a deferred compensation plan in accordance with Section 457 of the Internal Revenue Code for which County employees have the option to participate.

X. Risk Management:

A. Health Plan

Wayne County, New York participates in a Health Plan Trust which was established between the Wayne County Board of Supervisors and the Board of Trustees of the Wayne County Health Care Plan Trust on January 1, 2000 and shall continue in existence from year to year.

The purpose of the Trust, and the general nature of its business is established and maintained, pursuant to Article 44 of the Insurance Law of the State of New York, and employee welfare (Plan), self-funding in whole or in part, or insuring in whole or in part, health benefit coverage for eligible employees. The Trust's goal is to improve health benefits at a reduced cost to the taxpayers of the employers, pursuant to the provisions of Section 119-0 of the New York State General Municipal Law and Section 501(c)(9) of the Internal Revenue Code.

A new employer who seeks membership in the Plan shall be accepted upon majority vote of the Board of Trustees and subject to the terms and conditions established by the Board of Trustees. The current participants in the plan include seven Towns, one Authority, and the County. Participants in the Plan can withdraw upon mutual consent of the Plan and employer after three years of participation in the Plan. Written notice must be given that acknowledges mutual agreement of withdrawal. In addition, an employer may unilaterally withdraw from the Plan after three years if the employer's contributions exceed the billed rate of the New York State licensed commercial insurer providing equivalent coverage. If withdrawal occurs before three years, the employer shall remain liable to pay the balance of its share of contributions. If surplus funds exist at termination, the balance will be paid over to a successor health plan or an insurance company to provide benefits for eligible employers and employees. The Plan is a risk sharing pool and all monies paid into the Plan shall be pooled and administered as a common fund. If surplus funds exist at the end of any year, the distribution of such funds shall be determined by the Board of Trustees.

The Plan purchases, on an annual basis, stop-loss insurance policies to limit its exposure for claims paid within any one year.

The Plan establishes a liability for both reported and unreported insured events, which includes estimates of both future payments of losses and related claim adjustment expenses. However, because actual claims costs depend on complex factors, the process used in computing claims liabilities does not necessarily result in an exact amount. Such claims are based on the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled, and claims that have been incurred but not reported. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made. During the year ended December 31, 2014, the County incurred premiums or contribution expenditures totaling \$9,679,817.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(X) (Continued)

The Plan was audited for the year ended December 31, 2014 and the audit report is available at the Wayne County Administrative Offices.

B. Workers' Compensation

The County, along with all the towns and villages within the County, participated in a self-insured workers' compensation fund which is accounted for within the General Fund of the County since the County is the major participant.

Current membership of the Plan includes 35 participants from various municipal entities. The Plan is administered by Wayne County and utilizes a third party administrator who is responsible for processing claims, estimating liabilities and providing actuarial services. The Plan participants are charged an annual assessment which is allocated in light of comparative experience and relative exposure based on the estimated total liability of the participating members actuarially computed each year.

The Plan purchases, on an annual basis, stop-loss insurance to limit exposure for claims paid.

This program establishes a liability for both reported and unreported self-insured events, which includes estimates of both future payments of losses and related claim adjustment expense. The following represents changes in those aggregate liabilities for the fund for the past two years ended December 31:

	<u>2014</u>	<u>2013</u>
Unpaid claims and claim adjustment liabilities at beginning of year	\$ 5,575,146	\$ 5,707,967
Incurred claim and claim adjustment expenditures:		
Provision for insured events of the current year	\$ 132,529	\$ 199,967
Increases/(decreases) in provision for insured events of prior years	<u>3,816,454</u>	<u>3,896,963</u>
Total incurred claim and claim adjustment expenditures	\$ 3,948,983	\$ 4,096,930
Less payments:		
Claim and claim adjustment expenditures attributable to insure events of the current year	\$ 132,529	\$ 199,967
Claim and claim adjustment expenditures attributable to insure events of prior years	<u>2,670,761</u>	<u>4,029,784</u>
Total payments	\$ 2,803,290	\$ 4,229,751
Total Unpaid Claims and Claim Adjustments Liabilities at the End of the Year	<u>\$ 6,720,839</u>	<u>\$ 5,575,146</u>

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(X) (Continued)

Historical trend information showing the progress in the revenue and expenditure activities for the fund is available from the County.

C. Other

The County has elected to be partially self-insured for unemployment, general liability, malpractice, and automobile insurance. The County has several commercially purchased third party insurance policies in place for certain of these risks as well. Maximum coverage under the policies ranges from \$50,000 to \$5,000,000 and there has been no change in coverage under such policies during the past year. In 2014, the County paid \$225,734 in claims relating to these self-insurance programs. In addition, as of December 31, 2014, no loss contingencies existed or were considered probable or estimable for incurred but not reported claims payable. Settlements have not exceeded coverage under the policies during the past three years. Self-insurance activity is recorded in the General Fund.

All claims are evaluated under the criteria established in GASB No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*. The following represents changes in the aggregate liabilities for the partially self-insured programs referred to above for the past two years ended December 31:

	<u>2014</u>	<u>2013</u>
Unpaid claims and claim adjustment liabilities at beginning of year	\$ -	\$ -
Incurred claim and claim adjustment expenditures:		
Provision for insured events of the current year	<u>\$ 225,734</u>	<u>\$ 275,421</u>
Less payments:		
Claim and claim adjustment expenditures attributable to insure events of the current year	<u>\$ 225,734</u>	<u>\$ 275,421</u>
Total unpaid claims and claim adjustments liabilities at the end of the year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

XI. Contingent Liabilities:

A. Economic Assistance and Opportunity Programs

The Department of Social Services of the County provides for the operation and administration of economic assistance and opportunity programs. The financial statements of the General Fund contain expenditures for the costs of operating these programs including estimates of costs incurred, but unpaid at the end of the year. The County's share of costs applicable to the operation of the Medicaid program are recognized as expenditures in the period that such amounts are charged to the State by third-party providers.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(XI) (Continued)

Program and administrative costs are subject to audit and adjustment by various State and Federal agencies. Differences between ultimate settlements and estimated costs included in the financial statements are recorded in the year of settlement. County management believes that it is in substantial compliance with all program requirements.

B. Federal and State Funded Programs

The County participates in a number of Federal and New York State grant and assistance programs. These programs are subject to financial and compliance audits by the grantors or their representatives. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County expects such amounts, if any, to be immaterial. Expenditures disallowed by completed audits have generally been immaterial in nature and, accordingly, have been reflected as adjustments to revenues in the year the expenditure was determined to be unallowable.

C. Litigation

The County is subject to lawsuits in the ordinary conduct of its' affairs. As of the end of the year the County does not believe that the pending suits, individually or in the aggregate, are likely to have a material adverse effect on the financial condition of the County.

XII. Related Organizations:

A. Wayne County Industrial Development Agency (IDA)

The IDA is a Public Benefit Corporation created by state legislation to promote the economic welfare, opportunities, and prosperity of the County's inhabitants. The IDA was established to promote and assist in acquiring or constructing various business and recreational facilities in Wayne County, New York. Members of the IDA are appointed by the Wayne County Board of Supervisors, however, the Board of Supervisors exercise no oversight responsibility for management of the IDA or accountability for fiscal matters. The County is not liable for any IDA indebtedness.

An audit of the IDA's financial statements for the year ended December 31, 2014 has been performed by EFP Rotenberg, LLP. The auditor's report was unqualified, that is, the financial statements are fairly presented in accordance with accounting principles generally accepted in the United States of America. Pertinent financial data related to the IDA for the year ended December 31, 2014 is as follows:

Total Assets	\$	4,623,238
Total Liabilities	\$	125,100
Total Net Position	\$	4,498,138
Total Revenues-2014	\$	835,153
Total Expenditures-2014	\$	683,409

Complete financial statements for the IDA may be obtained at the entity's administrative office located at 16 William Street, Lyons, New York 14489.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(XII) (Continued)

B. Wayne County Economic Development Corporation (EDC)

The EDC is a Public Benefit Corporation created by state legislation to promote the economic welfare, opportunities, and prosperity of the County's inhabitants. The EDC was established to promote and assist in acquiring or constructing various business and recreational facilities in Wayne County, New York. Members of the EDC are appointed by the Wayne County Board of Supervisors, however, the Board of Supervisors exercise no oversight responsibility for management of the IDA or accountability for fiscal matters. The County is not liable for any EDC indebtedness.

An audit of the EDC's financial statements for the year ended December 31, 2014 has been performed by EFP Rotenberg, LLP. The auditor's report was unqualified, that is, the financial statements are fairly presented in accordance with accounting principles generally accepted in the United States of America. Pertinent financial data related to the EDC for the year ended December 31, 2014 is as follows:

Total Assets	\$	1,688,668
Total Liabilities	\$	488,391
Total Net Position	\$	1,200,277
Total Revenues-2014	\$	485,204
Total Expenditures-2014	\$	407,479

Complete financial statements for the EDC may be obtained at the entity's administrative office located at 16 William Street, Lyons, New York 14489.

C. Wayne County Civic Facility Development Corporation

The Wayne County Civic Facility Development Corporation is a Nonprofit Local Development Corporation created by state legislation to promote the economic welfare, opportunities, and prosperity of the County's inhabitants. The LDC was established to promote and assist in acquiring or constructing various business and recreational facilities in Wayne County, New York. Members of the LDC are appointed by the Wayne County Board of Supervisors, however, the Board of Supervisors exercise no oversight responsibility for management of the LDC or accountability for fiscal matters. The County is not liable for any LDC indebtedness.

An audit of the LDC's financial statements for the year ended December 31, 2014 has been performed by EFP Rotenberg, LLP. The auditor's report was unqualified, that is, the financial statements are fairly presented in accordance with accounting principles generally accepted in the United States of America. Pertinent financial data related to the LDC for the year ended December 31, 2014 is as follows:

Total Assets	\$	165,770
Total Net Position	\$	165,770
Total Revenues-2014	\$	410
Total Expenditures-2014	\$	9,431

Complete financial statements for the CFDC may be obtained at the entity's administrative office located at 16 William Street, Lyons, New York 14489.

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(XII) (Continued)

D. Wayne Industrial Sustainability Development Corporation

The Wayne Industrial Sustainability Development Corporation is a Nonprofit Local Development Corporation created by state legislation to promote the economic welfare, opportunities, and prosperity of the County's inhabitants. The LDC was established to promote and assist in acquiring or constructing various business and recreational facilities in Wayne County, New York. Members of the LDC are appointed by the Wayne County Board of Supervisors, however, the Board of Supervisors exercise no oversight responsibility for management of the LDC or accountability for fiscal matters. The County is not liable for any LDC indebtedness.

An audit of the LDC's financial statements for the year ended December 31, 2014 has been performed by EFP Rotenberg, LLP. The auditor's report was unqualified, that is, the financial statements are fairly presented in accordance with accounting principles generally accepted in the United States of America. Pertinent financial data related to the LDC for the year ended December 31, 2014 is as follows:

Total Assets	\$	1,239,478
Total Net Position	\$	1,239,478
Total Revenues-2014	\$	15,021
Total Expenditures-2014	\$	11,892

Complete financial statements for the LDC may be obtained at the entity's administrative office located at 16 William Street, Lyons, New York 14489.

E. Wayne County Water and Sewer Authority

The Wayne County Water and Sewer Authority (the Authority), a public benefit corporation, was created by special legislation, Chapter 685 of the Laws of 1987 (NYS Public Authorities Laws 199-aa et seq.). Members of the Authority's Board of Directors are appointed by the Board of Supervisors. The Directors of the Authority have sole responsibility for management of the Authority and full accountability for fiscal matters. The Authority has the powers necessary to plan, finance, operate, and manage water systems in the County. The Authority provides a structure for planning and implementing improvements in the availability, reliability, and quality of public water supplies in the County.

An audit of the Authority's financial statements for the year ended December 31, 2014 has been performed by Raymond F. Wager, CPA, P.C. The auditor's report was unqualified, that is, the financial statements are fairly presented in accordance with accounting principles generally accepted in the United States of America. Pertinent financial data related to the Authority for the year ended December 31, 2014 is as follows:

COUNTY OF WAYNE, NEW YORK

Notes to the Basic Financial Statements

December 31, 2014

(XII) (Continued)

Total Assets	\$	16,568,827
Total Liabilities	\$	1,188,882
Total Net Position	\$	15,379,945
Total Revenues-2014	\$	5,618,740
Total Expenses-2014	\$	5,792,220

Complete financial statements for the Authority may be obtained at the entity's administrative office located at 3377 Daansen Road, Walworth, New York 14568.

XIII. Subsequent Events:

County management has evaluated subsequent events through June 12, 2015, which is the date these financial statements were available to be issued.

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Required Supplementary Information
(Unaudited)

COUNTY OF WAYNE, NEW YORK
Required Supplementary Information (Unaudited)
Budgetary Comparison Schedule
General Fund
For The Year Ended December 31, 2014

	<u>Original Budget (Incl. Carryover Encumbrances)</u>	<u>Budget (Amended)</u>	<u>Actual</u>	<u>Encumbrances</u>	<u>Variance</u>
Revenues:					
Real property and tax items	\$ 41,382,520	\$ 41,382,520	\$ 41,550,945	\$ -	\$ 168,425
Non-property taxes	40,825,266	40,825,266	41,945,115	-	1,119,849
Departmental income	13,424,950	13,439,925	13,039,411	-	(400,514)
Intergovernmental charges	1,520,578	1,520,578	1,519,842	-	(736)
Use of money and property	293,150	293,150	239,187	-	(53,963)
Licenses and permits	8,800	8,800	6,094	-	(2,706)
Fines and forfeitures	190,550	190,550	188,209	-	(2,341)
Sale of property and compensation for loss	1,330,713	1,348,923	1,524,984	-	176,061
Miscellaneous	2,079,640	2,087,240	2,064,598	-	(22,642)
Interfund revenues	683,000	683,000	427,991	-	(255,009)
State and county aid	18,896,510	16,349,117	13,284,069	-	(3,065,048)
Federal aid	11,689,140	15,083,791	13,757,507	-	(1,326,284)
Total Revenues	<u>\$ 132,324,817</u>	<u>\$ 133,212,860</u>	<u>\$ 129,547,952</u>	<u>\$ -</u>	<u>\$ (3,664,908)</u>
Expenditures:					
Current:					
<u>General government support -</u>					
Audit	\$ 163,883	\$ 173,464	\$ 161,079	\$ -	\$ 12,385
Board of elections	104,442	107,644	91,425	1,350	14,869
Civil service	816,449	933,640	756,168	26,844	150,628
County clerk	1,225,292	1,250,353	1,191,527	8,349	50,477
County executive	351,824	357,228	346,540	185	10,503
District attorney	1,505,448	1,590,348	1,536,494	556	53,298
Finance and taxation	13,100,864	13,134,122	12,613,258	-	520,864
Human resources	537,167	550,418	516,484	-	33,934
Information technology services	2,181,523	2,204,503	2,129,917	1,245	73,341
Law	335,122	610,600	505,154	42,326	63,120
Legal aid society	2,148,282	2,187,494	2,031,467	106,896	49,131
Legislative	479,370	492,135	480,598	-	11,537
Public works	2,391,825	2,469,450	2,264,945	21,947	182,558
Real property	568,207	578,672	553,628	-	25,044
Miscellaneous	2,302,984	960,109	925,221	-	34,888
Total general government support	<u>\$ 28,212,682</u>	<u>\$ 27,600,180</u>	<u>\$ 26,103,905</u>	<u>\$ 209,698</u>	<u>\$ 1,286,577</u>
<u>Education -</u>					
Community college	\$ 4,500,000	\$ 4,500,000	\$ 4,072,897	\$ -	\$ 427,103
Total education	<u>\$ 4,500,000</u>	<u>\$ 4,500,000</u>	<u>\$ 4,072,897</u>	<u>\$ -</u>	<u>\$ 427,103</u>
<u>Public safety -</u>					
Police	\$ 3,741,338	\$ 3,807,385	\$ 3,567,665	\$ 4,800	\$ 234,920
Fire	230,355	240,911	222,614	4,010	14,287
Emergency management office	730,794	800,255	729,348	9,529	61,378
Probation	2,698,735	2,738,488	2,553,517	999	183,972
Sheriff	17,534,796	18,247,432	16,897,743	20,367	1,329,322
Miscellaneous	1,149,866	1,149,559	1,143,577	-	5,982
Total public safety	<u>\$ 26,085,884</u>	<u>\$ 26,984,030</u>	<u>\$ 25,114,464</u>	<u>\$ 39,705</u>	<u>\$ 1,829,861</u>

COUNTY OF WAYNE, NEW YORK
Required Supplementary Information (Unaudited)
Budgetary Comparison Schedule
General Fund
For The Year Ended December 31, 2014

	<u>Original Budget (Incl. Carryover Encumbrances)</u>	<u>Budget (Amended)</u>	<u>Actual</u>	<u>Encumbrances</u>	<u>Variance</u>
Expenditures:					
Current:					
<u>Health -</u>					
Nursing home	\$ -	\$ 9,000	\$ 8,948	\$ -	\$ 52
Public health	10,858,607	10,988,117	8,009,237	125,176	2,853,704
Mental health	10,776,367	10,937,788	10,381,372	-	556,416
Total health	<u>\$ 21,634,974</u>	<u>\$ 21,934,905</u>	<u>\$ 18,399,557</u>	<u>\$ 125,176</u>	<u>\$ 3,410,172</u>
<u>Transportation -</u>					
Bus operations	\$ 38,378	\$ 38,378	\$ 38,378	\$ -	\$ -
Total transportation	<u>\$ 38,378</u>	<u>\$ 38,378</u>	<u>\$ 38,378</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Economic assistance and opportunity -</u>					
Social services	\$ 41,029,342	\$ 45,145,556	\$ 40,719,094	\$ 1,458,997	\$ 2,967,465
Work force development	924,800	957,985	909,222	-	48,763
Miscellaneous	3,882,786	5,127,621	4,065,461	-	1,062,160
Total economic assistance and opportunity	<u>\$ 45,836,928</u>	<u>\$ 51,231,162</u>	<u>\$ 45,693,777</u>	<u>\$ 1,458,997</u>	<u>\$ 4,078,388</u>
<u>Culture and recreation -</u>					
Parks	\$ 406,539	\$ 486,270	\$ 423,413	\$ 5,268	\$ 57,589
Youth	662,867	687,933	628,229	-	59,704
Library	42,145	42,124	42,013	-	111
Historian	120,814	130,394	113,243	-	17,151
Total culture and recreation	<u>\$ 1,232,365</u>	<u>\$ 1,346,721</u>	<u>\$ 1,206,898</u>	<u>\$ 5,268</u>	<u>\$ 134,555</u>
<u>Home and community services -</u>					
Planning	\$ 827,848	\$ 835,647	\$ 720,661	\$ -	\$ 114,986
Miscellaneous	829,638	831,128	825,163	-	5,965
Total home and community services	<u>\$ 1,657,486</u>	<u>\$ 1,666,775</u>	<u>\$ 1,545,824</u>	<u>\$ -</u>	<u>\$ 120,951</u>
Debt Service:					
Debt service - principal	\$ 260,000	\$ 260,000	\$ 260,000	\$ -	\$ -
Debt service - interest and other charges	479,718	479,718	479,718	-	-
Total debt service	<u>\$ 739,718</u>	<u>\$ 739,718</u>	<u>\$ 739,718</u>	<u>\$ -</u>	<u>\$ -</u>
Total Expenditures	<u>\$ 129,938,415</u>	<u>\$ 136,041,869</u>	<u>\$ 122,915,418</u>	<u>\$ 1,838,844</u>	<u>\$ 11,287,607</u>
Excess (deficiency) of revenue over expenditures	<u>\$ 2,386,402</u>	<u>\$ (2,829,009)</u>	<u>\$ 6,632,534</u>		
Other Financing Sources and Uses:					
Transfers - in	\$ -	\$ 1,127	\$ 1,127		
Transfers - out	(7,286,402)	(8,365,620)	(8,365,620)		
Total Other Financing Sources and Uses	<u>\$ (7,286,402)</u>	<u>\$ (8,364,493)</u>	<u>\$ (8,364,493)</u>		
Net change in fund balances	\$ (4,900,000)	\$ (11,193,502)	\$ (1,731,959)		
Fund Balance - Beginning	<u>69,343,966</u>	<u>69,343,966</u>	<u>69,343,966</u>		
Fund Balance - Ending	<u>\$ 64,443,966</u>	<u>\$ 58,150,464</u>	<u>\$ 67,612,007</u>		

COUNTY OF WAYNE, NEW YORK
Required Supplementary Information (Unaudited)
Schedule of Funding Progress
Other Post Employment Benefit Plan
December 31, 2014

Actuarial Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL) Entry-Age Normal	(3) Funded Ratio (1)/(2)	(4) Unfunded Actuarial Accrued Liability (UAAL) (2) - (1)	(5) Active Members Covered Payroll	(6) UAAL As a Percentage of Covered Payroll (4) / (5)
December, 31						
2014	\$ -	\$ 43,255,239	0.00%	\$ 43,255,239	\$ 43,560,537	99%
2013	\$ -	\$ 44,658,564	0.00%	\$ 44,658,564	\$ 44,071,506	101%
2012	\$ -	\$ 49,528,739	0.00%	\$ 49,528,739	\$ 45,490,444	109%
2011	\$ -	\$ 50,286,868	0.00%	\$ 50,286,868	\$ 44,529,034	113%
2010	\$ -	\$ 66,695,116	0.00%	\$ 66,695,116	\$ 43,020,854	155%
2009	\$ -	\$ 69,698,249	0.00%	\$ 69,698,249	\$ 41,189,835	169%
2008	\$ -	\$ 48,456,450	0.00%	\$ 48,456,450	\$ 39,899,861	121%
2007	\$ -	\$ 48,910,971	0.00%	\$ 48,910,971	\$ 38,351,405	128%

COUNTY OF WAYNE, NEW YORK

Note to Required Supplementary Information

December 31, 2014

I. Stewardship – Note to Required Supplementary Information:

A. Budgetary Data

Budgets are adopted on a basis consistent with generally accepted accounting principles and the budgetary comparison schedules presented as required supplementary information are prepared on this basis. Budgets are adopted annually for the general fund, special revenue funds, and the enterprise fund. The general fund is the only major fund with a legally adopted budget. The only legally adopted budgets for the nonmajor funds are the Road Machinery Fund and the County Road Fund.

1. No later than November 15, the budget officer submits a tentative budget to the finance and budget review committee for the year commencing the following January 1. The tentative budget includes appropriations and the proposed means of financing them.

2. After public hearings are conducted to obtain taxpayer comments, no later than December 20, the Board of Supervisors adopts the County budget. The original budget is a balanced budget.

Activities of the general fund, special revenue funds, and the enterprise fund are included in the annual appropriated budget.

3. Certain expenditures may not legally exceed budgeted appropriations for program expenditures within an administrative unit or department. Individual governmental fund comparisons of budgetary and actual data are presented at the legal level of control established by the Board of Supervisors (i.e., the department level).

All revisions that alter total appropriations in any department must be approved by certain committees of the Board of Supervisors or in some instances the entire Board of Supervisors. Management has the ability to amend or transfer the budgeted amounts between “objects” without the approval of the Board of Supervisors. Supplementary appropriations made during the year include additional grant program increases in mandated expenditures and/or the reallocation of resources

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Combining and Individual Fund Statements and Schedules

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COUNTY OF WAYNE, NEW YORK

Notes To Nonmajor Governmental Funds

Special Revenue Funds

December 31, 2014

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

The **Special Revenue Funds** of the County include the community development, county road, and road machinery funds. The special revenue funds use the modified accrual basis of accounting.

ROAD MACHINERY FUND

The **Road Machinery Fund** is required by Section 133 of the Highway Law. This fund is used to record the purchase, repair and maintenance of highway machinery, tools and equipment; for the construction, purchase and maintenance of buildings for the storage and repair of highway machinery and equipment; and for the purchase of materials and supplies to provide an adequate central stockpile for highway, snow removal and bridge purposes.

COMMUNITY DEVELOPMENT FUND

The **Community Development Fund** is used to account for work force investment monies. A budgetary comparison has not been presented as the Community Development Fund does not have a legally adopted budget.

COUNTY ROAD FUND

The **County Road Fund** is used to account for maintenance of County roads and bridges, snow removal and construction and reconstruction of County roads.

CAPITAL PROJECTS FUND

The **Capital Projects Fund** is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

The unassigned fund balance at December 31, 2014 is a deficit of \$8,140,303. This deficit is a result of project expenditures incurred prior to obtaining financing.

COUNTY OF WAYNE, NEW YORK

Combining Balance Sheet

Nonmajor Governmental Funds

December 31, 2014

	<u>Special Revenue Funds</u>				Total
	Road Machinery Fund	Community Development Fund	County Road Fund	Capital Projects Fund	Nonmajor Governmental Funds
Assets					
Cash and cash equivalents	\$ 741,074	\$ 30,250	\$ 1,854,748	\$ 387,861	\$ 3,013,933
Receivables, net	36,214	-	728,372	201,780	966,366
Prepaid items	14,472	-	113,814	-	128,286
Total Assets	<u>\$ 791,760</u>	<u>\$ 30,250</u>	<u>\$ 2,696,934</u>	<u>\$ 589,641</u>	<u>\$ 4,108,585</u>
Liabilities and Fund Balance					
Liabilities -					
Accounts payable	\$ 13,002	\$ -	\$ 266,435	\$ 379,761	\$ 659,198
Accrued liabilities	55,519	-	488,127	-	543,646
Due to other funds	-	-	-	5,000,000	5,000,000
Total Liabilities	<u>\$ 68,521</u>	<u>\$ -</u>	<u>\$ 754,562</u>	<u>\$ 5,379,761</u>	<u>\$ 6,202,844</u>
Fund Balances -					
Nonspendable	\$ 14,472	\$ -	\$ 113,814	\$ -	\$ 128,286
Restricted	-	30,250	839,572	-	869,822
Assigned	708,767	-	988,986	3,350,183	5,047,936
Unassigned	-	-	-	(8,140,303)	(8,140,303)
Total Fund Balances	<u>\$ 723,239</u>	<u>\$ 30,250</u>	<u>\$ 1,942,372</u>	<u>\$ (4,790,120)</u>	<u>\$ (2,094,259)</u>
Total Liabilities and Fund Balances	<u>\$ 791,760</u>	<u>\$ 30,250</u>	<u>\$ 2,696,934</u>	<u>\$ 589,641</u>	<u>\$ 4,108,585</u>

COUNTY OF WAYNE, NEW YORK

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended December 31, 2014

	<u>Special Revenue Funds</u>				<u>Total Nonmajor Governmental Funds</u>
	<u>Road Machinery Fund</u>	<u>Community Development Fund</u>	<u>County Road Fund</u>	<u>Capital Projects Fund</u>	
Revenues:					
Intergovernmental charges	\$ 567,447	\$ -	\$ 524,582	\$ -	\$ 1,092,029
Use of money and property	439	16	28,088	2	28,545
Sale of property and compensation for loss	18,259	-	20,169	-	38,428
Miscellaneous	-	28,622	16,581	5,000	50,203
Interfund revenues	771,155	-	11,878	-	783,033
State and county aid	-	-	2,925,467	1,940,531	4,865,998
Federal aid	-	-	596,672	141,022	737,694
Total Revenues	<u>\$ 1,357,300</u>	<u>\$ 28,638</u>	<u>\$ 4,123,437</u>	<u>\$ 2,086,555</u>	<u>\$ 7,595,930</u>
Expenditures:					
Current -					
Transportation	\$ 1,985,752	\$ -	\$ 10,748,286	\$ -	\$ 12,734,038
Economic assistance and opportunity	-	27,404	-	-	27,404
Capital outlay	-	-	-	6,508,569	6,508,569
Total Expenditures	<u>\$ 1,985,752</u>	<u>\$ 27,404</u>	<u>\$ 10,748,286</u>	<u>\$ 6,508,569</u>	<u>\$ 19,270,011</u>
Excess (deficiency) of revenue over expenditures	<u>\$ (628,452)</u>	<u>\$ 1,234</u>	<u>\$ (6,624,849)</u>	<u>\$ (4,422,014)</u>	<u>\$ (11,674,081)</u>
Other Financing Sources and Uses:					
Transfers - in	\$ 612,343	\$ -	\$ 6,713,292	\$ 1,039,985	\$ 8,365,620
Transfers - out	-	-	-	(1,127)	(1,127)
Total Other Financing Sources and Uses	<u>\$ 612,343</u>	<u>\$ -</u>	<u>\$ 6,713,292</u>	<u>\$ 1,038,858</u>	<u>\$ 8,364,493</u>
Net change in fund balances	\$ (16,109)	\$ 1,234	\$ 88,443	\$ (3,383,156)	\$ (3,309,588)
Fund Balance - Beginning	<u>739,348</u>	<u>29,016</u>	<u>1,853,929</u>	<u>(1,406,964)</u>	<u>1,215,329</u>
Fund Balance - Ending	<u>\$ 723,239</u>	<u>\$ 30,250</u>	<u>\$ 1,942,372</u>	<u>\$ (4,790,120)</u>	<u>\$ (2,094,259)</u>

COUNTY OF WAYNE, NEW YORK
Budgetary Comparison Schedule
Road Machinery Fund
For The Year Ended December 31, 2014

	<u>Original Budget (Incl. Carryover Encumbrances)</u>	<u>Budget (Amended)</u>	<u>Actual</u>	<u>Encumbrances</u>	<u>Variance</u>
Revenues:					
Intergovernmental charges	\$ 676,000	\$ 676,000	\$ 567,447	\$ -	\$ (108,553)
Use of money and property	2,000	2,000	439	-	(1,561)
Sale of property and compensation for loss	15,000	15,000	18,259	-	3,259
Interfund revenues	750,000	790,900	771,155	-	(19,745)
Total Revenues	<u>\$ 1,443,000</u>	<u>\$ 1,483,900</u>	<u>\$ 1,357,300</u>	<u>\$ -</u>	<u>\$ (126,600)</u>
Expenditures:					
<u>Current:</u>					
<u>Transportation -</u>					
Road machinery	\$ 2,147,676	\$ 2,243,933	\$ 1,985,752	\$ 28,756	\$ 229,425
Total Expenditures	<u>\$ 2,147,676</u>	<u>\$ 2,243,933</u>	<u>\$ 1,985,752</u>	<u>\$ 28,756</u>	<u>\$ 229,425</u>
Excess (deficiency) of revenue over expenditures	<u>\$ (704,676)</u>	<u>\$ (760,033)</u>	<u>\$ (628,452)</u>		
Other Financing Sources and Uses:					
Transfers - in	\$ 604,676	\$ 612,343	\$ 612,343		
Total Other Financing Sources and Uses	<u>\$ 604,676</u>	<u>\$ 612,343</u>	<u>\$ 612,343</u>		
Net change in fund balances	\$ (100,000)	\$ (147,690)	\$ (16,109)		
Fund Balance - Beginning	<u>739,348</u>	<u>739,348</u>	<u>739,348</u>		
Fund Balance - Ending	<u>\$ 639,348</u>	<u>\$ 591,658</u>	<u>\$ 723,239</u>		

COUNTY OF WAYNE, NEW YORK
Budgetary Comparison Schedule
County Road Fund
For The Year Ended December 31, 2014

	Original Budget (Incl. Carryover Encumbrances)	Budget (Amended)	Actual	Encumbrances	Variance
Revenues:					
Intergovernmental charges	\$ 532,500	\$ 524,582	\$ 524,582	\$ -	\$ -
Use of money and property	14,300	14,300	28,088	-	13,788
Sale of property and compensation for loss	11,900	11,900	20,169	-	8,269
Miscellaneous	9,800	9,800	16,581	-	6,781
Interfund revenues	11,878	11,878	11,878	-	-
State and county aid	2,600,000	3,055,782	2,925,467	-	(130,315)
Federal aid	-	1,017,479	596,672	-	(420,807)
Total Revenues	\$ 3,180,378	\$ 4,645,721	\$ 4,123,437	\$ -	\$ (522,284)
Expenditures:					
Current:					
<u>Transportation -</u>					
Highway maintenance	\$ 9,862,104	\$ 12,410,214	\$ 10,748,286	\$ 237,185	\$ 1,424,743
Total Expenditures	\$ 9,862,104	\$ 12,410,214	\$ 10,748,286	\$ 237,185	\$ 1,424,743
Excess (deficiency) of revenue over expenditures	\$ (6,681,726)	\$ (7,764,493)	\$ (6,624,849)		
Other Financing Sources and Uses:					
Transfers - in	\$ 6,681,726	\$ 6,713,292	\$ 6,713,292		
Total Other Financing Sources and Uses	\$ 6,681,726	\$ 6,713,292	\$ 6,713,292		
Net change in fund balances	\$ -	\$ (1,051,201)	\$ 88,443		
Fund Balance - Beginning	1,853,929	1,853,929	1,853,929		
Fund Balance - Ending	\$ 1,853,929	\$ 802,728	\$ 1,942,372		

COUNTY OF WAYNE, NEW YORK
COUNTY INFRASTRUCTURE CAPITAL PROJECTS FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - Nonmajor Capital Projects
From Inception and for the Year Ended December 31, 2014

Revenues:	<u>Prior</u>	<u>Current</u>	<u>Total to</u>	<u>Project</u>
	<u>Years</u>	<u>Year</u>	<u>Date</u>	<u>Authorization</u>
Use of money and property/ miscellaneous	\$ 22,128	\$ 5,002	\$ 27,130	\$ 15,708
Bond proceeds	-	-	-	7,685,680
State sources	1,486,435	1,940,531	3,426,966	3,763,884
Federal sources	1,629,519	141,022	1,770,541	1,910,223
Total Revenues	<u>\$ 3,138,082</u>	<u>\$ 2,086,555</u>	<u>\$ 5,224,637</u>	<u>\$ 13,375,495</u>
Expenditures:				
Capital outlay	\$ 11,406,583	\$ 6,509,696	\$ 17,916,279	\$ 21,156,836
Total Expenditures	<u>\$ 11,406,583</u>	<u>\$ 6,509,696</u>	<u>\$ 17,916,279</u>	<u>\$ 21,156,836</u>
Excess (deficiency) of revenue over expenditures	\$ (8,268,501)	\$ (4,423,141)	\$ (12,691,642)	\$ (7,781,341)
Other Financing Sources and Uses:				
Transfers - in	\$ 6,861,537	\$ 1,039,985	\$ 7,901,522	\$ 7,781,341
Total Other Financing Sources and Uses	<u>\$ 6,861,537</u>	<u>\$ 1,039,985</u>	<u>\$ 7,901,522</u>	<u>\$ 7,781,341</u>
Net change in fund balance	<u>\$ (1,406,964)</u>	<u>\$ (3,383,156)</u>	<u>\$ (4,790,120)</u>	<u>\$ -</u>
Fund Balance, Beginning		<u>(1,406,964)</u>		
Fund Balance, Ending		<u><u>\$ (4,790,120)</u></u>		

COUNTY OF WAYNE, NEW YORK

Note to Agency Funds

December 31, 2014

Agency Funds are used to account for assets held by Wayne County, New York as an agent for individuals, private organizations, other governments and/or other funds.

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COUNTY OF WAYNE, NEW YORK
Statement of Changes in Agency Fund Assets and Liabilities
December 31, 2014

	Beginning Balance 1/1/14	Additions	Deletions	Ending Balance 12/31/14
ASSETS				
Cash and cash equivalents	\$ 1,469,290	\$ 39,205,660	\$ 39,181,438	\$ 1,493,512
TOTAL ASSETS	\$ 1,469,290	\$ 39,205,660	\$ 39,181,438	\$ 1,493,512
LIABILITIES				
Accounts payable	\$ -	\$ 1,177	\$ -	\$ 1,177
Other liabilities	1,469,290	39,204,483	39,181,438	1,492,335
TOTAL LIABILITIES	\$ 1,469,290	\$ 39,205,660	\$ 39,181,438	\$ 1,493,512

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3. STATISTICAL SECTION
(Unaudited)

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STATISTICAL SECTION

Table of Contents

This part of the County of Wayne's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

	<u>Pages</u>
Financial Trends	
<i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i>	98 - 102
Revenue Capacity	
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	103 - 108
Debt Capacity	
<i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i>	109 - 113
Demographic and Economic Information	
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i>	114 - 118
Operating Information	
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	119 - 122

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Report for the relevant year.

FINANCIAL TRENDS
COUNTY OF WAYNE, NEW YORK
Net Position by Component
Last Ten Years
(Accrual Basis of Accounting)
(Unaudited)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
GOVERNMENTAL ACTIVITIES:										
Net investment in capital assets	\$ 83,446,154	\$ 74,976,375	\$ 68,383,352	\$ 65,404,573	\$ 70,047,743	\$ 75,645,561	\$ 69,021,852	\$ 67,221,890	\$ 69,832,362	\$ 72,466,894
Restricted	7,227,352	12,638,939	14,696,106	10,855,541	-	-	-	-	-	-
Unrestricted	60,654,755	61,054,344	62,277,747	65,642,139	79,796,244	73,068,788	76,715,487	69,460,328	57,493,466	47,095,544
TOTAL GOVERNMENTAL										
ACTIVITIES NET POSITION	<u>\$ 151,328,261</u>	<u>\$ 148,669,658</u>	<u>\$ 145,357,205</u>	<u>\$ 141,902,253</u>	<u>\$ 149,843,987</u>	<u>\$ 148,714,349</u>	<u>\$ 145,737,339</u>	<u>\$ 136,682,218</u>	<u>\$ 127,325,828</u>	<u>\$ 119,562,438</u>
BUSINESS-TYPE ACTIVITIES:										
Net investment in capital assets	\$ (5,407,054)	\$ (4,625,779)	\$ (3,736,143)	\$ (2,009,010)	\$ (1,083,222)	\$ (45,574)	\$ 956,287	\$ 1,825,383	\$ 2,898,912	\$ 3,372,518
Unrestricted	8,685,194	1,832,003	7,209,562	5,852,383	4,052,022	8,800,797	10,584,296	4,470,537	3,186,740	1,152,005
TOTAL BUSINESS-TYPE										
ACTIVITIES NET POSITION	<u>\$ 3,278,140</u>	<u>\$ (2,793,776)</u>	<u>\$ 3,473,419</u>	<u>\$ 3,843,373</u>	<u>\$ 2,968,800</u>	<u>\$ 8,755,223</u>	<u>\$ 11,540,583</u>	<u>\$ 6,295,920</u>	<u>\$ 6,085,652</u>	<u>\$ 4,524,523</u>
PRIMARY GOVERNMENT:										
Net investment in capital assets	\$ 78,039,100	\$ 70,350,596	\$ 64,647,209	\$ 63,395,563	\$ 68,964,521	\$ 75,599,987	\$ 69,978,139	\$ 69,047,273	\$ 72,731,274	\$ 75,839,412
Restricted	7,227,352	12,638,939	14,696,106	10,855,541	-	-	-	-	-	-
Unrestricted	69,339,949	62,886,347	69,487,309	71,494,522	83,848,266	81,869,585	87,299,783	73,930,865	60,680,206	48,247,549
TOTAL PRIMARY										
GOVERNMENT NET										
POSITION	<u>\$ 154,606,401</u>	<u>\$ 145,875,882</u>	<u>\$ 148,830,624</u>	<u>\$ 145,745,626</u>	<u>\$ 152,812,787</u>	<u>\$ 157,469,572</u>	<u>\$ 157,277,922</u>	<u>\$ 142,978,138</u>	<u>\$ 133,411,480</u>	<u>\$ 124,086,961</u>

FINANCIAL TRENDS
COUNTY OF WAYNE, NEW YORK
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)
(Unaudited)

EXPENSES:	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Governmental Activities -										
General government support	\$ 26,851,356	\$ 27,947,384	\$ 29,597,985	\$ 30,887,686	\$ 27,982,560	\$ 27,479,536	\$ 25,455,815	\$ 28,287,246	\$ 16,409,929	\$ 15,957,478
Education	4,072,897	4,206,903	3,675,079	2,718,286	2,994,769	3,112,478	3,403,506	3,347,114	2,947,756	2,764,200
Public safety	25,306,384	25,913,803	23,151,356	23,492,230	21,364,450	20,053,259	20,953,612	18,106,131	16,716,127	16,960,995
Health	18,440,140	19,817,425	22,745,377	19,825,452	20,769,344	19,467,869	20,392,136	20,429,279	20,993,401	24,610,475
Transportation	9,539,670	12,012,301	9,338,625	20,360,196	14,837,414	13,993,730	14,407,604	13,647,679	12,742,274	13,133,127
Economic assistance and opportunity	45,870,807	41,266,958	40,456,016	40,523,765	35,911,019	36,105,004	40,434,377	37,583,684	37,535,014	37,930,959
Culture and recreation	1,266,624	1,238,624	1,227,703	1,148,273	755,142	829,333	890,065	855,683	47,265	761,146
Home and community services	1,570,211	1,501,357	1,420,745	1,931,676	2,461,167	2,297,709	2,276,870	2,205,099	2,220,808	2,304,690
Interest on long-term debt	760,193	768,067	812,571	495,574	865,664	366,607	386,040	-	22,100	57,480
Total Governmental Activities Expenses	\$ 133,678,282	\$ 134,672,822	\$ 132,425,457	\$ 141,383,138	\$ 127,941,529	\$ 123,705,525	\$ 128,600,025	\$ 124,461,915	\$ 109,634,674	\$ 114,480,550
Business-Type Activities -										
Nursing home	\$ 22,069,059	\$ 23,878,322	\$ 24,097,193	\$ 23,297,386	\$ 22,773,406	\$ 20,688,009	\$ 20,198,649	\$ 19,292,697	\$ 17,485,606	\$ 19,493,248
TOTAL PRIMARY GOVERNMENT EXPENSES	\$ 155,747,341	\$ 158,551,144	\$ 156,522,650	\$ 164,680,524	\$ 150,714,935	\$ 144,393,534	\$ 148,798,674	\$ 143,754,612	\$ 127,120,280	\$ 133,973,798
PROGRAM REVENUES:										
Governmental Activities -										
Charges for services:										
General government support	\$ 6,144,068	\$ 8,030,871	\$ 7,790,082	\$ 6,520,905	\$ 6,529,955	\$ 6,005,511	\$ 4,838,157	\$ 6,227,962	\$ 5,196,760	\$ 6,801,711
Public safety	925,912	1,404,838	1,615,007	696,647	908,459	928,263	893,356	1,108,638	1,119,716	970,423
Health	5,407,810	5,040,544	4,385,082	5,425,253	4,051,132	4,070,501	3,727,091	3,146,381	2,091,055	3,240,376
Transportation	1,370,245	2,009,493	995,792	873,370	555,217	473,234	858,966	590,778	585,986	481,137
Economic assistance and opportunity	1,722,608	2,788,352	2,800,316	2,533,022	2,783,860	3,280,310	2,189,720	1,749,698	2,005,829	1,693,836
Culture and recreation	247,862	242,069	232,632	25,815	18,133	38,674	91,270	25,564	40,137	28,359
Home and community services	535,744	28,161	233,138	-	179,969	185,157	198,309	152,091	208,315	484,434
Operating grants and contributions	30,563,715	33,968,808	26,481,757	28,636,223	33,959,403	33,211,757	35,023,808	32,539,807	36,244,486	38,933,415
Capital grants and contributions	2,081,553	1,114,055	3,520,189	6,057,146	2,824,411	4,455,594	8,591,977	3,156,497	2,178,559	-
Total Governmental Activities Program Revenues	\$ 48,999,517	\$ 54,627,191	\$ 48,053,995	\$ 50,768,381	\$ 51,810,539	\$ 52,649,001	\$ 56,412,654	\$ 48,697,416	\$ 49,670,843	\$ 52,633,691
Business-Type Activities -										
Charges for services:										
Nursing home	\$ 27,802,115	\$ 17,433,817	\$ 23,725,413	\$ 24,168,111	\$ 16,974,439	\$ 17,614,137	\$ 25,156,283	\$ 18,086,374	\$ 14,989,485	\$ 12,589,999
Operating grants and contributions	-	-	-	-	-	250,000	250,000	1,386,065	763,705	1,670,708
Capital grants and contributions	337,710	323,193	-	-	-	-	-	-	3,278,734	6,331,422
Total Business-Type Activities Program Revenues	\$ 28,139,825	\$ 17,757,010	\$ 23,725,413	\$ 24,168,111	\$ 16,974,439	\$ 17,864,137	\$ 25,406,283	\$ 19,472,439	\$ 19,031,924	\$ 20,592,129
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	\$ 77,139,342	\$ 72,384,201	\$ 71,779,408	\$ 74,936,492	\$ 68,784,978	\$ 70,513,138	\$ 81,818,937	\$ 68,169,855	\$ 68,702,767	\$ 73,225,820

FINANCIAL TRENDS
COUNTY OF WAYNE, NEW YORK
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)
(Unaudited)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
NET (EXPENSES) REVENUES:										
Governmental activities	\$ (84,678,765)	\$ (80,045,631)	\$ (84,371,462)	\$ (90,614,757)	\$ (76,130,990)	\$ (71,056,524)	\$ (72,187,371)	\$ (75,764,499)	\$ (59,963,831)	\$ (61,848,859)
Business-type activities	6,070,766	(6,121,312)	(371,780)	870,725	(5,798,967)	(2,823,872)	5,207,634	179,742	1,546,318	1,098,881
TOTAL PRIMARY GOVERNMENT NET (EXPENSES) REVENUES	\$ (78,607,999)	\$ (86,166,943)	\$ (84,743,242)	\$ (89,744,032)	\$ (81,929,957)	\$ (73,880,396)	\$ (66,979,737)	\$ (75,584,757)	\$ (58,417,513)	\$ (60,749,978)
GENERAL REVENUES:										
Governmental Activities -										
Property taxes	\$ 41,954,972	\$ 39,625,556	\$ 45,893,658	\$ 39,102,455	\$ 38,207,945	\$ 35,189,003	\$ 40,805,994	\$ 43,810,545	\$ 40,274,119	\$ 39,479,876
Sales taxes	41,945,115	41,521,488	39,710,639	39,104,033	36,581,140	35,753,996	36,649,330	36,519,743	22,286,700	22,229,082
Investment earnings	267,732	329,418	454,389	494,753	637,789	977,878	1,907,844	3,574,521	2,616,141	1,419,708
Miscellaneous	3,169,549	1,881,622	1,767,728	3,971,782	1,833,754	2,112,657	1,879,324	1,216,080	2,550,261	3,156,820
Total Governmental Activities General Revenues	\$ 87,337,368	\$ 83,358,084	\$ 87,826,414	\$ 82,673,023	\$ 77,260,628	\$ 74,033,534	\$ 81,242,492	\$ 85,120,889	\$ 67,727,221	\$ 66,285,486
Business-Type Activities -										
Investment earnings	\$ 1,150	\$ 1,056	\$ 1,826	\$ 3,848	\$ 12,544	\$ 38,512	\$ 37,029	\$ 30,526	\$ 14,810	\$ 2,555
Total Business-Type Activities General Revenues	\$ 1,150	\$ 1,056	\$ 1,826	\$ 3,848	\$ 12,544	\$ 38,512	\$ 37,029	\$ 30,526	\$ 14,810	\$ 2,555
TOTAL PRIMARY GOVERNMENT GENERAL REVENUES	\$ 87,338,518	\$ 83,359,140	\$ 87,828,240	\$ 82,676,871	\$ 77,273,172	\$ 74,072,046	\$ 81,279,521	\$ 85,151,415	\$ 67,742,031	\$ 66,288,041
CHANGE IN NET POSITION:										
Governmental Activities	\$ 2,658,603	\$ 3,312,453	\$ 3,454,952	\$ (7,941,734)	\$ 1,129,638	\$ 2,977,010	\$ 9,055,121	\$ 9,356,390	\$ 7,763,390	\$ 4,436,627
Business-Type Activities	6,071,916	(6,120,256)	(369,954)	874,573	(5,786,423)	(2,785,360)	5,244,663	210,268	1,561,128	1,101,436
TOTAL PRIMARY GOVERNMENT CHANGE IN NET POSITION	\$ 8,730,519	\$ (2,807,803)	\$ 3,084,998	\$ (7,067,161)	\$ (4,656,785)	\$ 191,650	\$ 14,299,784	\$ 9,566,658	\$ 9,324,518	\$ 5,538,063

FINANCIAL TRENDS
COUNTY OF WAYNE, NEW YORK
Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
GENERAL FUND:										
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ 1,053,846	\$ 2,132,804	\$ 781,193	\$ 347,035	\$ 104,340	\$ -
Reserved for other	-	-	-	-	10,377,966	10,940,507	11,607,082	10,467,981	10,215,428	11,089,731
Ensuing fiscal year	-	-	-	-	3,650,000	2,709,000	2,709,000	7,400,000	1,800,000	1,000,000
Undesignated	-	-	-	-	61,547,722	57,060,051	55,244,053	46,774,121	43,760,291	33,310,200
Nonspendable	1,709,425	2,652,811	2,319,127	1,974,824	-	-	-	-	-	-
Restricted	6,357,530	11,778,668	13,912,583	10,073,190	-	-	-	-	-	-
Assigned	3,605,621	1,938,697	5,851,721	5,667,760	-	-	-	-	-	-
Unassigned	55,939,431	52,973,790	47,149,777	59,176,623	-	-	-	-	-	-
TOTAL GENERAL FUND	\$ 67,612,007	\$ 69,343,966	\$ 69,233,208	\$ 76,892,397	\$ 76,629,534	\$ 72,842,362	\$ 70,341,328	\$ 64,989,137	\$ 55,880,059	\$ 45,399,931
ALL OTHER GOVERNMENTAL FUNDS:										
Reserved for:										
Designated - special revenue	\$ -	\$ -	\$ -	\$ -	\$ 1,062,792	\$ 1,242,728	\$ 966,347	\$ 865,858	\$ 952,800	\$ 339,360
Encumbrances	-	-	-	-	4,162	7,177	-	1,552	1,221	-
Unreserved for:										
Special revenue funds	-	-	-	-	1,484,211	1,234,473	990,990	982,252	1,109,615	1,100,031
Capital projects funds	-	-	-	-	1,903,987	18,036,449	4,010,714	1,490,752	359,968	1,014,171
Nonspendable	128,286	181,129	181,201	151,421	-	-	-	-	-	-
Restricted	869,822	860,271	783,523	782,351	-	-	-	-	-	-
Assigned:										
Special revenue funds	1,697,753	1,580,893	1,925,525	1,648,164	-	-	-	-	-	-
Capital projects funds	3,350,183	-	3,661,803	4,029,577	-	-	-	-	-	-
Unassigned:										
Capital projects funds	(8,140,303)	(1,406,964)	(2,910,121)	(2,698,932)	-	-	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ (2,094,259)	\$ 1,215,329	\$ 3,641,931	\$ 3,912,581	\$ 4,455,152	\$ 20,520,827	\$ 5,968,051	\$ 3,340,414	\$ 2,423,604	\$ 2,453,562

FINANCIAL TRENDS
COUNTY OF WAYNE, NEW YORK
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)
(Unaudited)

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
REVENUES:										
Real property and tax items	\$ 41,550,945	\$ 40,418,240	\$ 39,134,352	\$ 39,023,319	\$ 38,625,531	\$ 38,749,334	\$ 40,283,588	\$ 41,460,670	\$ 40,274,119	\$ 39,479,876
Non-property taxes	41,945,115	41,521,488	39,710,639	39,104,033	36,581,140	35,753,996	36,649,330	36,519,743	22,286,700	22,229,082
Departmental income	13,039,411	13,295,088	13,366,939	14,295,462	12,944,389	13,286,107	11,334,150	10,444,610	9,189,012	10,377,014
Intergovernmental charges	2,611,871	4,163,183	2,054,053	1,779,550	1,862,465	1,478,665	1,265,907	2,311,481	1,813,742	3,047,466
Use of money and property	267,732	329,418	454,389	494,753	637,789	977,878	1,907,844	3,574,521	2,616,141	1,419,708
Licenses and permits	6,094	7,971	5,433	4,329	4,047	7,107	6,276	2,941	3,442	2,507
Fines and forfeitures	188,209	166,090	201,103	230,206	215,824	209,771	190,536	242,080	241,602	273,289
Sale of property and compensation for loss	1,563,412	1,536,910	1,848,761	1,411,186	1,995,207	2,130,228	1,806,967	2,145,080	1,896,612	2,012,955
Miscellaneous	2,114,801	1,962,801	2,343,488	2,326,061	1,570,325	1,757,022	1,243,184	1,042,023	2,602,509	1,578,365
Interfund revenues	1,211,024	1,512,412	1,084,307	1,222,254	1,163,436	1,287,068	937,351	1,142,555	971,173	1,113,481
State sources	18,291,089	16,401,025	17,895,084	20,359,276	22,094,005	24,601,990	24,720,125	22,210,847	23,258,202	23,048,833
Federal sources	14,354,179	18,660,755	12,106,862	14,334,093	12,694,602	10,951,898	17,088,693	11,340,377	13,268,231	13,871,627
TOTAL REVENUES	\$ 137,143,882	\$ 139,975,381	\$ 130,205,410	\$ 134,584,522	\$ 130,388,760	\$ 131,191,064	\$ 137,433,951	\$ 132,436,928	\$ 118,421,485	\$ 118,454,203
EXPENDITURES:										
Current:										
General government support	\$ 26,103,905	\$ 27,784,461	\$ 29,595,392	\$ 28,362,121	\$ 28,611,158	\$ 27,152,381	\$ 24,398,898	\$ 27,672,203	\$ 14,449,156	\$ 15,809,002
Education	4,072,897	4,206,903	3,675,079	2,718,286	2,994,769	3,112,478	3,403,506	3,347,114	2,947,756	2,764,200
Public safety	25,114,464	25,799,600	24,052,147	23,212,892	21,585,528	20,125,373	19,235,731	17,606,318	17,338,396	16,728,999
Health	18,399,557	19,814,031	22,358,568	20,403,560	20,860,353	19,346,513	19,379,957	18,959,853	17,583,463	18,423,371
Transportation	12,772,416	13,092,750	11,316,058	13,596,032	12,213,452	12,808,668	17,739,124	10,982,722	9,444,881	12,066,362
Economic assistance and opportunity	45,721,181	42,000,405	40,826,046	40,353,773	36,278,266	36,263,147	40,068,571	38,808,440	37,833,551	38,288,802
Culture and recreation	1,206,898	1,183,581	1,191,714	1,122,498	931,909	798,758	842,485	817,826	775,584	746,322
Home and community services	1,545,824	1,480,525	1,410,356	1,865,498	2,448,229	2,275,572	2,264,921	2,203,082	2,224,200	2,306,851
Employee benefits	-	-	-	-	-	-	-	-	1,778,771	-
Capital outlay	6,508,569	6,186,321	1,416,082	2,488,039	15,376,877	1,172,624	1,224,890	627,417	-	1,168,580
Debt Service:										
Debt service - principle payments	260,000	255,000	245,000	240,000	525,000	280,000	260,000	-	325,000	725,000
Debt service - interest payments	479,718	487,648	495,267	501,531	841,725	371,740	386,040	-	22,100	57,480
TOTAL EXPENDITURES	\$ 142,185,429	\$ 142,291,225	\$ 136,581,709	\$ 134,864,230	\$ 142,667,266	\$ 123,707,254	\$ 129,204,123	\$ 121,024,975	\$ 104,722,858	\$ 109,084,969
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (5,041,547)	\$ (2,315,844)	\$ (6,376,299)	\$ (279,708)	\$ (12,278,506)	\$ 7,483,810	\$ 8,229,828	\$ 11,411,953	\$ 13,698,627	\$ 9,369,234
OTHER FINANCING SOURCES (USES):										
Transfers - in	\$ 8,366,747	\$ 10,046,373	\$ 7,290,338	\$ 8,423,161	\$ 10,971,789	\$ 14,246,829	\$ 12,163,019	\$ 8,906,581	\$ 7,418,637	\$ 7,818,154
Transfers - out	(8,366,747)	(10,046,373)	(8,843,878)	(8,423,161)	(10,971,789)	(14,496,829)	(12,413,019)	(10,292,646)	(10,667,094)	(14,149,576)
Serial bonds	-	-	-	-	-	9,810,000	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	\$ -	\$ -	\$ (1,553,540)	\$ -	\$ -	\$ 9,560,000	\$ (250,000)	\$ (1,386,065)	\$ (3,248,457)	\$ (6,331,422)
NET CHANGE IN FUND BALANCE	\$ (5,041,547)	\$ (2,315,844)	\$ (7,929,839)	\$ (279,708)	\$ (12,278,506)	\$ 17,043,810	\$ 7,979,828	\$ 10,025,888	\$ 10,450,170	\$ 3,037,812
FUND BALANCE, BEGINNING	70,559,295	72,875,139	80,804,978	81,084,686	93,363,189	76,309,379	68,329,551	58,303,663	47,853,493	44,818,681
FUND BALANCE, ENDING	\$ 65,517,748	\$ 70,559,295	\$ 72,875,139	\$ 80,804,978	\$ 81,084,683	\$ 93,353,189	\$ 76,309,379	\$ 68,329,551	\$ 58,303,663	\$ 47,856,493
Debt Service as a percentage of non-capital expenditures	0.55%	0.52%	0.55%	0.56%	1.08%	0.53%	0.50%	0.00%	0.33%	0.72%

REVENUE CAPACITY
COUNTY OF WAYNE, NEW YORK
Assessed Value of Taxable Property
Last Ten Years
(Unaudited)

<u>Year</u>	<u>Residential</u> <u>Property</u>	<u>Commercial</u> <u>Property</u>	<u>Industrial</u> <u>Property</u>	<u>(1)</u> <u>Other</u> <u>Property</u>	<u>Tax Exempt</u> <u>Property</u>	<u>Assessed Value</u> <u>of Taxable</u> <u>Property</u>	<u>(2)</u> <u>Full Value</u> <u>of Taxable</u> <u>Property</u>	<u>Total Direct</u> <u>Tax Rate</u>
2005						3,747,934,034	3,863,730,988	9.54
2006	3,033,548,300	440,296,136	113,165,615		885,792,909	3,942,356,262	4,074,096,117	9.05
2007	3,258,279,464	473,003,134	113,811,840		896,979,861	4,207,336,607	4,277,957,663	8.45
2008	3,382,200,021	498,404,614	118,480,060		924,922,684	4,356,435,371	4,413,308,089	7.95
2009	3,429,055,310	497,859,918	121,005,840	474,044,300	927,047,224	4,436,161,010	4,487,967,609	7.81
2010	3,524,220,877	552,325,355	115,041,653	615,881,830	920,316,635	4,532,870,446	4,583,140,584	7.65
2011	3,558,840,926	606,396,618	119,162,529	585,455,143	953,311,104	4,625,964,538	4,635,121,907	7.54
2012	3,489,479,682	460,229,275	76,945,912	600,902,296	944,940,898	4,630,101,494	4,651,112,583	7.52
2013	3,047,479,160	555,233,522	121,584,231	1,086,138,119	948,242,228	4,661,055,088	4,672,661,814	7.97
2014	3,056,649,831	553,130,712	128,951,731	1,077,312,930	944,812,198	4,681,331,428	4,709,472,876	7.90

Source: Wayne County Real Property Tax Office

(1) "Other Property" includes Agricultural, Amusement, Community Service, Forest, Public Service, and Vacant Land.

(2) Tax Rate is per \$1,000 of full value

Note - Data by property type is not available prior to 2006.

REVENUE CAPACITY
COUNTY OF WAYNE, NEW YORK
County Property Tax Rates by Town
(Per \$1,000 of Assessed Valuation)
Last Ten Years
(Unaudited)

<u>Town</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Arcadia	7.73	7.52	7.31	7.4	7.56
Butler	7.97	7.76	7.54	7.41	8.5
Galen	7.97	7.52	7.3	7.39	7.55
Huron	7.90	7.70	7.48	8.15	8.06
Lyons	7.69	7.48	7.26	7.37	7.53
Macedon	7.97	7.76	7.54	7.65	7.81
Marion	8.13	7.92	7.7	7.8	7.81
Ontario	7.97	7.76	7.54	7.65	7.81
Palmyra	7.75	7.78	7.32	7.43	7.6
Rose	7.76	7.55	7.33	7.57	7.57
Savannah	8.95	8.47	7.94	8.23	8.22
Sodus	7.80	7.60	7.38	7.47	7.64
Walworth	7.97	7.76	7.54	7.65	7.81
Williamson	7.97	7.76	7.54	8.05	8.14
Wolcott	7.78	7.57	7.35	7.45	8.16

<u>Town</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Arcadia	7.69	8.19	8.79	10.90	10.87
Butler	8.55	9.10	8.76	9.25	9.22
Galen	9.17	8.79	9.03	9.24	9.22
Huron	8.12	8.37	11.2	10.73	10.46
Lyons	7.67	9.06	9.20	9.63	9.19
Macedon	7.95	8.45	9.05	9.54	9.52
Marion	7.95	9.18	9.84	9.54	10.35
Ontario	7.95	8.45	9.05	9.54	9.51
Palmyra	7.73	8.84	9.29	9.30	9.28
Rose	7.70	8.20	8.79	9.28	9.25
Savannah	8.36	8.34	8.78	9.26	9.23
Sodus	7.77	8.26	8.85	9.34	11.07
Walworth	7.95	8.45	9.05	9.54	9.52
Williamson	8.11	8.45	10.28	10.15	9.52
Wolcott	7.95	8.21	9.26	9.28	9.25

**REVENUE CAPACITY
COUNTY OF WAYNE, NEW YORK
Principal Taxpayers
Current Year and Nine Years Ago
(Unaudited)**

<u>Taxpayer</u>	<u>2014</u>			<u>2005</u>		
	<u>Taxable</u>		<u>Percentage</u>	<u>Taxable</u>		<u>Percentage</u>
	<u>Assessed</u>	<u>Rank</u>	<u>of Total</u>	<u>Assessed</u>	<u>Rank</u>	<u>of Total</u>
	<u>Value</u>		<u>Assessed</u>	<u>Value</u>		<u>Assessed</u>
			<u>Valuation</u>			<u>Valuation</u>
RG&E	\$ 381,816,723	1	7.16%	\$ 464,792,548	1	8.15%
NYSEG	57,973,398	2	1.09%	41,720,523	2	0.73%
EMPIRE PIPELINE	35,875,107	3	0.67%	-	-	-
VERIZON	16,523,780	4	0.31%	-	-	-
WAL-MART	14,581,300	5	0.27%	-	-	-
MARSHALL FARMS	12,722,600	6	0.24%	-	-	-
WACHS NEWARK DEV.	12,437,700	7	0.23%	-	-	-
MADEIRA ASSOC	12,205,400	8	0.23%	-	-	-
FOWLER FARMS	12,126,980	9	0.23%	-	-	-
WHISPERING WOODS	10,627,800	10	0.20%	-	-	-
VERIZON	-	-	-	30,477,073	3	0.53%
EMPIRE PIPELINE	-	-	-	25,404,840	4	0.44%
WEGMANS	-	-	-	14,422,551	5	0.25%
ORCHARD GROVE PARK	-	-	-	11,340,055	6	0.20%
CSX	-	-	-	10,186,719	7	0.18%
MADEIRA ASSOC	-	-	-	8,022,670	8	0.14%
CADBURY SCHWEPPS	-	-	-	6,700,000	9	0.12%
NY TELEPHONE	-	-	-	6,039,450	10	0.11%
TOTAL ASSESSED VALUE	<u>\$ 566,890,788</u>		<u>10.63%</u>	<u>\$ 619,106,429</u>		<u>10.85%</u>

REVENUE CAPACITY
COUNTY OF WAYNE, NEW YORK
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
December 31, 2014
(Unaudited)

<u>Town</u>	<u>County</u>	<u>Town</u>	<u>Village</u>	<u>School</u>	<u>Total County Direct and Overlapping Rates</u>
Arcadia	7.73	5.28	13.16	23.84	50.01
Butler	7.97	5.16	11.12	22.69	46.94
Galen	7.97	3.73	16.68	24.40	52.78
Huron	7.9	3.77	-	15.05	26.72
Lyons	7.69	6.73	19.59	22.70	56.71
Macedon	7.97	3.31	5.55	31.42	48.25
Marion	8.13	5.16	-	24.80	38.09
Ontario	7.97	3	-	24.80	35.77
Palmyra	7.75	4.53	12.02	25.97	50.27
Rose	7.76	6.58	-	22.70	37.04
Savannah	8.95	6.76	-	27.01	42.72
Sodus	7.80	3.49	10.40	24.80	46.49
Walworth	7.97	3.79	-	31.42	43.18
Williamson	7.97	4.32	-	24.80	37.09
Wolcott	7.78	3.15	11.11	15.05	37.09

REVENUE CAPACITY
COUNTY OF WAYNE, NEW YORK
Property Tax Levies and Collections
Last Ten Years
(Dollars Expressed in Thousands)
(Unaudited)

<u>Year</u>	<u>Collected Within The</u>			<u>Total Collections</u>		
	<u>Total Tax</u>	<u>Year of the Levy</u>		<u>Collections</u>	<u>to Date</u>	
		<u>Levy</u>	<u>Percentage</u>		<u>in Subsequent</u>	<u>Percent</u>
<u>For Year</u>	<u>Amount</u>	<u>Levy</u>	<u>Years</u>	<u>Amount</u>	<u>Collected</u>	
2005	\$ 65,321	\$ 61,651	94.4%	\$ 1,408	\$ 63,059	97%
2006	\$ 64,116	\$ 59,997	93.6%	\$ 1,185	\$ 62,931	98%
2007	\$ 64,229	\$ 60,227	93.8%	\$ 76	\$ 64,153	99%
2008	\$ 65,642	\$ 60,053	91.4%	\$ 75	\$ 65,567	99%
2009	\$ 64,334	\$ 59,707	92.8%	\$ 53	\$ 64,281	99%
2010	\$ 65,397	\$ 60,312	92.2%	\$ 52	\$ 63,345	97%
2011	\$ 66,198	\$ 61,275	92.5%	\$ 40	\$ 66,158	99%
2012	\$ 67,051	\$ 62,070	92.5%	\$ 142	\$ 66,909	99%
2013	\$ 68,127	\$ 63,177	92.7%	\$ 1,294	\$ 66,833	98%
2014	\$ 70,125	\$ 65,397	93.0%	\$ 4,697	\$ 65,428	93%

REVENUE CAPACITY
COUNTY OF WAYNE, NEW YORK
Property Value and Bank Deposits
Last Ten Years
(Dollars Expressed in Thousands)
(Unaudited)

<u>Year</u>	<u>(1)</u> <u>Assessed Value</u>	<u>(2)</u> <u>Bank</u> <u>Deposits</u>
2005	3,747,937	696,682
2006	3,942,356	702,781
2007	4,207,337	731,228
2008	4,356,436	740,629
2009	4,436,161	800,828
2010	4,532,870	801,781
2011	4,625,965	790,343
2012	4,629,708	724,116
2013	4,661,055	735,754
2014	4,681,331	780,669

Source: (1) Wayne County real property tax office
(2) Federal Deposit Insurance Corporation

DEBT CAPACITY
COUNTY OF WAYNE, NEW YORK
Ratio of Net General Obligation Bonded Debt To Assessed Value
and Net General Obligation Bonded Debt Per Capita
Last Ten Years
(Dollars Expressed in Thousands)
(Unaudited)

<u>Year</u>	<u>(1)</u> <u>Population</u>	<u>(1)</u> <u>Assessed</u> <u>Value</u>	<u>(2)</u> <u>Net Bonded</u> <u>Debt</u>	<u>Ratio of Net</u> <u>Bonded Debt</u> <u>to Assessed</u> <u>Value</u>	<u>Net Bonded</u> <u>Debt per</u> <u>Capita</u>	<u>Total Debt</u> <u>Outstanding as</u> <u>a % of Personal</u> <u>Income</u>
2005	94	3,747,937	22,675	.61	24.12	1.13%
2006	94	3,942,356	21,525	.55	22.90	1.03%
2007	94	4,207,337	20,700	.49	22.02	0.96%
2008	94	4,356,435	19,875	.46	21.14	1.15%
2009	91	4,436,161	28,860	.65	31.71	1.64%
2010	94	4,532,870	27,800	.74	29.58	1.02%
2011	91	4,625,965	26,735	.71	29.38	1.29%
2012	93	4,630,102	25,350	.55	27.26	1.16%
2013	93	4,661,055	24,240	.52	26.06	1.57%
2014	94	4,681,331	13,405	.29	14.26	2.94%

Source: (1) Center for Government Research United States Bureau of Census
(2) Wayne County annual financial reports

DEBT CAPACITY
COUNTY OF WAYNE, NEW YORK
Ratio of Outstanding Debt by Type and Activity
Last Ten Years
(Dollars Expressed in Thousands)
(Unaudited)

<u>Year</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>(2)</u> Percentage of Full Value on Property Value	<u>Total Debt Outstanding</u> as a % of Personal Income Per Capita	
	<u>(1)</u> General Obligation <u>Bonds</u>	<u>(1)</u> Capital Leases	<u>(1)</u> General Obligation <u>Bonds</u>	<u>(1)</u> Total Primary <u>Government</u>		<u>(1)</u> Personal Income	<u>(1)</u> Per Capita
2005	\$ 325	\$ 7,450	\$ 22,350	\$ 30,125	0.61%	1.13%	\$ 321.82
2006	\$ -	\$ 7,220	\$ 21,525	\$ 28,745	0.55%	1.03%	\$ 306.57
2007	\$ -	\$ 6,975	\$ 20,700	\$ 27,675	0.49%	0.96%	\$ 291.87
2008	\$ -	\$ 6,715	\$ 19,875	\$ 26,590	0.46%	1.15%	\$ 281.98
2009	\$ 9,810	\$ 6,435	\$ 19,050	\$ 35,295	0.79%	0.55%	\$ 386.62
2010	\$ 9,575	\$ 5,980	\$ 18,225	\$ 33,780	0.74%	1.02%	\$ 360.24
2011	\$ 9,335	\$ 5,835	\$ 17,400	\$ 32,570	0.70%	1.29%	\$ 356.78
2012	\$ 9,090	\$ 5,515	\$ 16,260	\$ 30,865	0.66%	1.16%	\$ 329.14
2013	\$ 8,835	\$ 5,185	\$ 15,405	\$ 29,425	0.64%	1.57%	\$ 316.58
2014	\$ 8,575	\$ 4,830	\$ 13,660	\$ 27,065	0.60%	2.94%	\$ 298.17

Source: (1) Center for Government Research United States Bureau of Census
(2) County Real Property Tax Office

DEBT CAPACITY
COUNTY OF WAYNE, NEW YORK
Computation of Legal Debt Margin
Last Ten Years
(Dollars Expressed in Thousands)
(Unaudited)

<u>Year Ended</u> <u>Dec 31</u>	<u>Assessed</u> <u>Value</u>	<u>Full Valuation</u> <u>of Real Property</u>
2005	3,747,937	\$ 3,863,730
2006	3,942,356	4,074,096
2007	4,207,337	4,277,956
2008	4,356,435	4,413,308
2009	4,436,161	4,487,968
2010	4,532,870	4,583,141
2011	4,625,965	4,635,122
2012	4,630,101	4,651,113
2013	4,661,055	4,672,662
2014	4,681,331	<u>4,709,473</u>
Total		<u>\$ 44,368,569</u>
Average full valuation of taxable real property		<u>\$ 4,436,857</u>
Debt Limit - 7% thereof		310,580
Percentage of debt - contracting power exhausted		7.45%

Note: New York State imposes a limit on a municipality's authority to incur debt. This limit is derived by taking the average full valuation of taxable real property multiplied by 7% for the last ten years.

Source: Wayne County real property tax office

DEBT CAPACITY
COUNTY OF WAYNE, NEW YORK
Total Direct Underlying Indebtedness
December 31, 2014
(Dollars Expressed in Thousands)
(Unaudited)

<u>Governmental Unit</u>	<u>Total</u> <u>Indebtedness</u>
Towns	\$ 29,479
Villages	16,896
School Districts	166,930
Fire Districts	<u>1,518</u>
Total Underlying	\$ 214,823
County	<u>25,350</u>
Total Underlying and Direct	<u><u>\$ 240,173</u></u>

Source: Special Report on Municipal Affairs New York State Comptroller

DEBT CAPACITY
COUNTY OF WAYNE, NEW YORK
Ratio of Annual Debt Service Expenditures for General Obligation
Bonded Debt to Total General Governmental Expenditures
Last Ten Years
(Dollars Expressed in Thousands)
(Unaudited)

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Government Expenditures</u>	<u>Ratio of Debt Service to General Governmental Expenditures</u>
2005	1557	1001	2,558	114,481	2.23
2006	825	910	1,735	109,635	1.58
2007	825	876	1,701	124,462	1.36
2008	825	842	1,667	128,600	1.30
2009	825	808	1,633	123,705	1.32
2010	825	774	1,599	126,199	1.27
2011	825	740	1,565	138,692	1.13
2012	825	706	1,531	143,269	1.07
2013	825	672	1,497	145,581	1.03
2014	825	637	1,463	134,937	1.08

DEMOGRAPHIC AND ECONOMIC INFORMATION
COUNTY OF WAYNE, NEW YORK
Demographic Statistics
Last Ten Years
(Unaudited)

	(1)	(1)	(2)	(3)	(4)
	<u>Population</u>	Per Capita <u>Income</u>	School <u>Enrollment</u>	Unemployment <u>Rate</u>	Total Personal <u>Income</u>
<u>Year</u>					
2005	93,609	25,815	17,375	5.1%	2,667,505
2006	93,765	26,795	16,911	4.4%	2,792,375
2007	94,820	24,553	16,512	5.5%	2,892,289
2008	94,300	24,525	16,193	6.7%	2,312,707
2009	91,291	19,258	15,901	5.8%	1,758,082
2010	93,772	34,353	15,397	8.5%	3,221,350
2011	91,291	34,632	15,028	9.8%	3,161,590
2012	93,772	35,832	14,774	8.8%	3,360,038
2013	92,962	38,043	14,496	6.5%	3,536,553
2014	93,772	39,372	14,288	6.9%	3,640,846

Data Sources: (1) Center for Government Research United States Bureau of the Census
(2) New York State Department of Labor
(3) Center for Government Research
(4) Bureau of Economic Analysis

DEMOGRAPHIC AND ECONOMIC INFORMATION
COUNTY OF WAYNE, NEW YORK
Principle Employers
Current Year and Nine Years Ago
(Unaudited)

<u>Employer</u>	<u>2014</u>			<u>2005</u>		
	<u>Number of Employees</u>	<u>Rank</u>	<u>Percent of Population</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>Percent of Population</u>
IEC Electronics	712	1	0.76%	-	-	-
Garlock Technologies	570	2	0.61%	599	3	-
Berry Plastics	550	3	0.63%	-	-	-
Advanced Atomization	322	4	0.59%	661	2	-
Dr. Pepper/Snapple Group	300	5	0.32%	-	-	-
Baldwin/Richardson Foods	294	6	0.32%	-	-	-
Optimax	222	7	0.24%	-	-	-
Marshall Farms	207	8	0.22%	-	-	-
Ultralife, Inc.	180	9	0.19%	600	1	0.64%
Maco Bag Corp	165	10	0.18%	-	-	-
The Pliant Corp	-	-	-	460	4	0.47%
Seneca Foods	-	-	-	350	6	0.37%
School Specialty	-	-	-	270	7	0.29%
Fowler Brothers	-	-	-	250	8	0.27%
Exxonmobil Chemical Co.	-	-	-	191	9	0.20%
Spinco Metal Products	-	-	-	183	10	0.20%
Motts North America	-	-	-	353	5	0.38%
Total	<u>3,522</u>		<u>4.06%</u>	<u>3,917</u>		<u>2.82%</u>

Source: Wayne County Industrial Development Corporation Employment Statistics

DEMOGRAPHIC AND ECONOMIC INFORMATION
COUNTY OF WAYNE, NEW YORK
Constitutional Tax Limit
Last Ten Years
(Unaudited)

<u>Year</u>	<u>Tax Limit</u>	<u>Tax Levy</u> *	<u>Legal Margin</u>
2005	54,330,239	36,531,116	17,799,123
2006	55,836,601	36,529,063	19,307,538
2007	58,687,391	35,801,795	22,885,596
2008	60,715,969	35,066,207	25,649,762
2009	63,117,453	35,049,084	28,068,369
2010	65,348,499	35,043,598	30,304,901
2011	67,183,707	34,738,272	34,639,798
2012	68,305,530	35,831,922	34,634,373
2013	69,084,366	36,783,359	33,040,724
2014	69,750,646	37,890,542	32,599,135

Note: New York State law limits the property taxing authority of the County. The annual levy for current purposes cannot exceed 1.5% of the average five-year full valuation assessment.

* Estimated County levy subject to tax limit prior to budget adoption.

Source: Annual Constitutional Tax Limit Report

DEMOGRAPHIC AND ECONOMIC INFORMATION

COUNTY OF WAYNE, NEW YORK

Resident Employment Status

Last Ten Years

(Amounts Expressed in Thousands)

(Unaudited)

<u>Year</u>	<u>Employed</u>	<u>Unemployed</u>	<u>Total</u>	Unemployment Rate (expressed as a percentage)
2005	46.5	2.5	49.00	5.1%
2006	46.3	2.1	48.40	4.4%
2007	45.8	2.7	48.50	5.5%
2008	44.4	4.9	49.30	6.7%
2009	45.5	4.0	49.50	5.8%
2010	43.3	4.0	47.30	8.5%
2011	42.9	4.6	47.50	9.8%
2012	43.6	4.2	47.80	8.8%
2013	43.2	3.0	46.20	6.5%
2014	42.4	2.8	45.20	6.2%

DEMOGRAPHIC AND ECONOMIC INFORMATION

COUNTY OF WAYNE, NEW YORK

Full - Time Equivalent County Government

Employees by Function/Program

Last Ten Years

(Unaudited)

<u>Function/Program</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General government support	150	153	165	166	173	169	174	160	172	151
Public safety	260	262	257	257	251	246	255	249	247	240
Health	288	361	385	398	383	379	379	359	368	371
Transportation	60	62	67	64	63	66	68	59	71	53
Economic assistance and opportunity	204	214	222	216	197	209	195	183	238	197
Culture and recreation	20	20	28	36	16	13	15	6	21	6
Home and community services	6	5	4	5	5	5	9	5	5	5
Total Function/Program	988	1,077	1,128	1,142	1,088	1,087	1,095	1,021	1,122	1,023

OPERATING INFORMATION
COUNTY OF WAYNE, NEW YORK
Operating Indicators by Function/Program
Last Ten Years
(Unaudited)

<u>Function/Program</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Public Safety -										
Number of sheriff's patrol	45	47	64	66	60	60	62	62	59	65
Number of jailers	64	62	65	70	70	72	73	75	73	78
Number of calls for service	29,935	31,122	32,490	33,549	29,161	25,660	21,130	21,564	20,428	19,896
Health Services -										
Mental health number of employees	73	74	92	97	86	72	83	69	69	75
Public health number of employees	19	20	29	34	36	36	36	38	37	36
Nursing home										
Number of employees	196	267	264	267	261	263	260	252	262	260
Number of beds	192	192	192	192	192	192	192	192	192	192
Economic Assistance -										
Department of social services										
Number of employees	204	214	222	212	197	209	195	193	189	144
Public assistance case load	577	574	562	553	529	501	476	470	466	531
Culture and Recreation -										
Parks	12	12	12	12	12	12	12	12	12	12

OPERATING INFORMATION
COUNTY OF WAYNE, NEW YORK
Capital Asset Statistics by Function/Program
Last Ten Years
(Unaudited)

Function/Program	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Culture and Recreation -										
Number of County parks	12	12	12	12	12	12	12	12	12	12
Transportation -										
Miles of County roads	406	406	406	406	406	406	406	406	406	406
Miles of County railroad lines	49	49	49	49	49	49	49	49	49	49
Public Safety -										
Jail facility capacity	190	190	190	190	190	190	190	190	190	190
Cost of housing per day	\$187.00	\$184.71	\$181.37	\$163.80	\$151.13	\$141.49	\$135.72	\$126.59	\$140.32	\$116.54

OPERATING INFORMATION
COUNTY OF WAYNE, NEW YORK
Direct and Overlapping Sales Tax Rates
Last Ten Years
(Unaudited)

<u>Year</u>	<u>County</u> <u>Rate</u>	<u>New York</u> <u>State</u> <u>Rate</u>	<u>Total</u> <u>Tax</u> <u>Rate</u>
2005	4.00%	4.00%	8.00%
2006	4.00%	4.00%	8.00%
2007	4.00%	4.00%	8.00%
2008	4.00%	4.00%	8.00%
2009	4.00%	4.00%	8.00%
2010	4.00%	4.00%	8.00%
2011	4.00%	4.00%	8.00%
2012	4.00%	4.00%	8.00%
2013	4.00%	4.00%	8.00%
2014	4.00%	4.00%	8.00%

Source: New York State Department of Taxation and Finance

OPERATING INFORMATION
COUNTY OF WAYNE, NEW YORK
Annual State Tax Base Industry Totals
Last Nine Years
(Amounts Expressed in Thousands)
(Unaudited)

<u>Industry</u>	<u>3/10-2/11</u>	<u>3/09-2/10</u>	<u>3/08 - 2/09</u>	<u>3/07 - 2/08</u>	<u>3/06 - 2/07</u>	<u>3/05 - 2/06</u>	<u>3/04 - 2/05</u>	<u>3/03 - 2/04</u>	<u>3/02 - 2/03</u>
Utilities (excluding residential energy)	\$ 33,596	\$ 29,029	\$ 31,663	\$ 30,642	\$ 28,549	\$ 32,963	\$ 30,201	\$ 28,762	\$ 29,839
Construction	12,115	13,176	12,470	14,302	12,841	13,897	12,752	13,919	13,810
Manufacturing	22,514	19,799	20,708	24,263	22,161	22,125	24,490	23,819	21,451
Wholesale Trade	61,069	55,015	56,561	58,394	58,068	56,664	54,709	51,482	44,871
Retail Trade Total	413,443	410,077	411,889	404,668	384,615	457,371	463,125	460,029	435,955
Motor Vehicles and Parts	157,700	143,491	147,787	160,117	157,868	167,001	174,325	181,714	170,404
Furniture and Home Furnishings	9,552	10,644	11,469	12,456	11,564	10,902	8,986	8,990	9,136
Electronics and Appliances	6,785	6,724	7,114	7,935	7,047	7,272	6,836	7,283	6,187
Building Materials and Garden Equipment	58,858	60,335	63,542	55,781	44,522	44,259	47,006	46,111	41,476
Food and Beverage	35,726	37,352	40,805	40,364	44,255	58,197	56,811	54,454	53,633
Health and Personal Care	10,637	10,834	11,629	11,686	11,561	11,152	10,574	10,651	9,538
Gasoline Stations	26,056	31,263	27,411	26,309	41,289	82,208	80,690	69,892	67,478
Clothing (excluding local sales)	2,496	1,813	1,468	1,516	1,665	4,352	4,424	3,788	1,208
Sporting Goods, Hobby, Book and Music Stores	3,429	3,442	3,051	2,996	2,899	3,659	4,018	4,523	3,429
General Merchandise	76,027	79,103	72,746	63,899	41,650	44,612	44,544	43,873	46,094
Miscellaneous Retail	8,651	7,697	7,820	8,339	8,264	7,988	8,631	8,977	9,750
Nonstore Retail	17,526	17,378	17,050	13,271	12,033	15,768	16,280	19,775	17,623
Information	53,771	52,764	53,881	54,423	50,471	46,769	44,341	39,618	41,299
Professional, Scientific, and Technical	6,056	5,540	6,284	5,496	6,008	7,679	5,172	5,119	4,458
Administrative/Support Services	18,999	18,738	19,312	18,644	16,794	16,072	16,069	14,738	13,378
Health Care	808	722	487	480	574	727	653	584	424
Arts, Entertainment, and Recreation	4,011	4,845	5,266	5,471	6,268	8,044	8,178	7,602	8,414
Accommodation and Food Services	60,531	57,587	54,357	51,710	48,269	46,321	45,575	46,106	45,918
Food Services	57,934	54,970	51,522	48,716	45,727	44,289	43,697	43,858	43,831
Accommodation	2,598	2,617	2,835	2,994	2,542	2,033	1,878	2,248	2,087
Other Services Total	35,146	33,391	33,552	30,898	25,498	27,164	28,011	29,913	26,200
Repair and Maintenance	31,907	30,182	29,839	27,236	22,045	24,189	25,020	26,869	22,789
Personal and Laundry Services	2,063	1,988	2,263	2,033	1,722	1,295	1,408	1,444	1,194
All Other Services	1,177	1,221	1,450	1,629	1,730	1,680	1,582	1,600	2,217
Ag., Mining, Trans., FIRE, Educ., Govt.	32,396	29,402	35,310	33,872	31,554	30,880	30,023	27,714	30,256
Unclassified by Industry	1,570	1,054	3,000	3,752	9,399	7,649	6,197	5,000	1,954
Grand Total	\$ 756,025	\$ 731,139	\$ 744,740	\$ 737,015	\$ 701,069	\$ 774,325	\$ 769,496	\$ 754,405	\$ 718,227

Source: NYS Department of Taxation and Finance

Note - Information for the periods 3/11-2/12 and 3/12-2/13 was not readily available from New York State as of the date this Comprehensive Annual Financial Report was prepared.