

ALLEGANY COUNTY, MARYLAND
COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FOR THE FISCAL YEAR
JULY 1, 2000 - JUNE 30, 2001

Prepared by:
The Allegany County Finance Office
Jerry L. Frantz, CPA, Director

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BOARD OF COMMISSIONERS

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Kevin M. Shaffer, *Accountant*

October 30, 2001

The Board of County Commissioners and the
Citizens of Allegany County, Maryland

Ladies and Gentlemen:

The Comprehensive Annual Financial Report (CAFR) of Allegany County, Maryland for the fiscal year ending June 30, 2001, including the report of our independent Certified Public Accountants is presented herewith. This report has been prepared by the Allegany County Finance Department in accordance with Article 19 of the Annotated Code of the State of Maryland and with Part I, Chapter 26, Article 26-3 of the Allegany County Code. Allegany County is responsible for the accuracy of this report and the completeness and the fairness of the presentation, including all disclosures. We believe the data, as presented, is accurate in all material respects; it is presented in a manner to fairly show the financial position and results of operations of the County as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial affairs have been included.

This report is divided into three sections:

- 1) An introductory section which contains the transmittal letter of the Director of Finance, a list of principal County officials, the Certificate of Achievement for Excellence in Financial Reporting and the County's organizational chart.
- 2) A financial section which includes the auditor's opinion, the Combined Financial Statements, the notes to the Financial Statements and the Combining Financial Statements.
- 3) A statistical section which includes various tables of unaudited data presenting financial, economic, social and demographic information about the County.

The financial statements, the notes to the financial statements, and the statistical schedules included herein pertain primarily to those functions under the jurisdiction of the County Commissioners and are reported as the Primary Government. In addition to those functions administered by the County Commissioners, the financial statements include, to the extent appropriate, the financial operations of the Allegany County Board of Education, the Allegany County Library System, the LaVale Sanitary Commission and Allegany College. These entities are reported as Discretely Presented Component Units. The inclusion of the aforementioned entities in the County CAFR is based on generally accepted accounting principles (GAAP) which conclude that the basis – but not the only criterion – for including an entity in the reporting unit's financial report is the financial accountability exercised by the County over other governmental units. Copies of the independently audited financial reports of the above-mentioned agencies are available from those respective units.

ECONOMIC CONDITION AND OUTLOOK

The Civilian Labor Force data provided by the Maryland Department of Labor, Licensing and Regulation provides a snap shot perspective of the County's economic condition since calendar year 1995. While data changes very little over the course of the six years, a comparison of 1995 versus 2000 shows some improvement in the number of employed and a corresponding decrease in the number of unemployed and unemployment rate.

<u>Year</u>	<u>Number Employed</u>	<u>Number Unemployed</u>	<u>Unemployment Rate</u>
1995	29,764	3,092	9.4
1996	30,459	2,921	8.8
1997	30,191	3,320	9.9
1998	29,864	2,927	8.9
1999	29,936	2,305	7.1
2000	29,899	2,541	7.8

Source: www.dllr.state.md.us/lmi/laus/alleglau.htm

During Fiscal Year 2001, Allegany County made progress in a number of the critical sectors that the community has targeted for growth and progress. There were seven (7) manufacturing projects, three (3) customer service call center projects, one (1) correction services project and one (1) health care project. Specifically the projects included: Litton PRC, Inc. new customer service call center with 140 jobs, CBIZ/BGS&G new customer service call center with 40 (+) jobs and Maryland Regional Unemployment Center new customer service call center with 40 (+) jobs.

Among the manufacturing projects, there was a new distribution center for Biederlack of America, major new plant/expansion for Hunter Douglas Fabrication North East which added 200 new jobs, and facility expansions at both Schroeder Industries and AMM/ Powercon. U.S. Marine Bayliner added a new export containerization operation and ATK Tactical Systems added new jobs for their missile propellant production plant. Among the largest projects was the announcement that Closet Maid, an Emerson Electric Company, will build a new production plant in nearby Garrett County. The ultimate project, phased over five to six years, could employ up to 750 people and will attract workers from Allegany County.

In addition to the call centers and manufacturing projects, the State of Maryland began construction of a new maximum-security wing at their Western Correctional Institution, which provided construction employment during the fiscal year and will ultimately provide over 200 permanent jobs. Also during the year the Western Maryland Health System completed development on the greatly anticipated cardiac care unit, creating a number of highly skilled jobs and local treatment for open-heart procedures.

To further the potential development for the County, the State of Maryland made significant investments in several transportation-related projects during the fiscal year. These included the completion of the new Route 220 North from I-68 to the Pennsylvania State line and a new large plane maintenance hangar at the Cumberland Regional Airport. Also during the year, work continued on the Canal Parkway, which opened in early FY 2002, to provide access from downtown Cumberland to the Airport and to provide for a State-subsidized commuter air service from the Cumberland Regional Airport to BWI at Baltimore.

MAJOR INITIATIVES

FISCAL YEAR 2001 During this year, Allegany County made substantial progress in three areas. First, the Department of Economic Development reached full staffing with three professionals and two support staff. In the area of marketing, the County initiated a new product of "e-commerce cards" that promoted the community through the high tech method of mini-CD's. The first card to be developed was as a marketing tool for the new Allegany Business Center at Frostburg State University, the County's technology-based business park. Plans for FY 2002 will include cards for targeted industries and the County's new "advanced manufacturing" industrial park. The final area of progress involved the County's investments in new business parks targeted at high technology or advanced manufacturing. Construction of the Allegany Business Center at Frostburg State University (ABC at FSU) was nearly complete at the end of FY 2001. This new park, located on the campus of Frostburg State, will give the County a property to market to the hot tech industries of biotechnology, IT/computer science, environmental science and educational materials. In addition to ABC at FSU, the County moved forward

with design work and financial packaging to begin development of the Barton Business Park for "advanced manufacturing." This 150-acre project, which is expected to move to construction in FY 2002, is expected to tie together the County's manufacturing heritage with the opportunities of the 21st century.

FISCAL YEAR 2002 and BEYOND Noting the changes in the national economy, Allegany County remains cautiously optimistic about the future of the region's economy. The County has led an effort to diversify the economy to include light manufacturing, customer service call centers, University-based tech firms, advanced manufacturing, upscale tourism, correctional services and retirement housing. Most of these sectors are growing nationally and are well suited to the work force of Western Maryland. The completion of ABC at FSU in early FY 2002, will move the County forward into the technology business world. In addition, the County expects that construction will begin on the Barton Business Park for Advanced Manufacturing in FY 2002 and put the County in a good position to compete for growth in this sector as the nation rebounds out of the current economic slump.

FINANCIAL INFORMATION

Allegany County closed the fiscal year ended June 30, 2001 with an undesignated General Fund balance of \$544,098, down from June 30, 2000's balance of \$1,650,272. Net property taxes increased by less than 1%, or \$176,700. Income tax revenue saw a substantial increase of \$2,170,000 from the previous year, an increase of slightly over 11%.

The State has recognized that seven of the twenty-three Maryland counties and the City of Baltimore should receive a "Targeted Disparity Grant" based on their local income tax revenues per capita being lower than 70% of the Statewide average revenues per capita. Allegany County is one of the seven Counties and in FY 2000 received \$4,206,580 which increased to \$5,099,138 in FY 2001.

Accounting System and Budgetary Control

The County's financial statements are prepared and its accounting systems are organized and operated on a fund basis, in accordance with generally accepted accounting principles (GAAP) applicable to governmental units. These principles are promulgated by the Governmental Accounting Standards Board (GASB).

The County's financial statements for governmental funds (General, Special Revenue, Capital Projects, and Debt Service) have been prepared on the modified accrual basis of accounting. Revenues on this basis are recognized when measurable and available to finance current expenditures; expenditures are recognized when goods and services are received and liabilities are due and payable. The County's proprietary funds are accounted for on the accrual basis. Revenues on the accrual basis are recognized when earned; expenses are recognized when incurred.

In developing and evaluating the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance that: (1) transactions are executed in accordance with management's authorizations; (2) assets are protected against loss from unauthorized use or disposition; and (3) financial records are reliable for preparing financial statements and maintaining accountability for assets and obligations. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefit likely to be achieved; and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal control evaluations made by the auditors and management were made within the above criteria. We believe that the County's internal controls and the financial management system adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Accounting System and Budgetary Control

The County adopts fiscal year budgets for all governmental funds. Inter-departmental budget amendments must be approved by the Board of Commissioners; Intra-departmental transfers must be approved by the Director of Finance. All budgets are controlled on a line-item basis. Purchase order amounts are encumbered prior to the release of the purchase order to the vendor. When an encumbrance exceeds that available appropriation authority, the purchase order is delayed until the budget is amended. Open encumbrances lapse at year-end and must be reappropriated in the following year. As a result, encumbrances are not reported in the County's annual financial statements.

FINANCIAL INFORMATION (Continued)

General Government Functions

The General Fund is the principal operating fund of the County and is used to account for activities not required by law, policy, or financial management, to be accounted for in another fund. General Fund revenues and expenditures for Fiscal Years 2001 and 2000 are summarized below:

Sources of Funds	2001		2000		Percentage Increase (Decrease) 2000-2001
	Actual Amount	Percent of Total	Actual Amount	Percent of Total	
Revenues:					
Property Taxes	\$ 26,205,688	44.08%	\$ 26,028,928	46.83%	0.68%
Local Income taxes	19,177,773	32.26%	17,007,620	30.60%	12.76%
Other local taxes	1,458,068	2.45%	1,518,164	2.73%	-3.96%
Licenses and permits	534,121	0.90%	508,317	0.91%	5.08%
Intergovernmental:				0.00%	
Federal Funds	1,305,970	2.20%	1,300,660	2.34%	0.41%
State Funds	6,240,229	10.50%	5,366,275	9.66%	16.29%
Other Intergovernmental	20,364	0.03%	24,802	0.04%	-17.89%
Service charges	1,623,690	2.73%	1,386,926	2.50%	17.07%
Fines and forfeitures	29,382	0.05%	64,177	0.12%	-54.22%
Interest	1,046,616	1.76%	926,607	1.67%	12.95%
Miscellaneous	955,649	1.61%	594,412	1.07%	60.77%
Total Operating Revenues	58,597,550	98.56%	54,726,888	98.47%	7.07%
Other sources:					
Debt/Lease Proceeds	0	0.00%	0	0.00%	
Transfers In	855,563	1.44%	852,317	1.53%	0.38%
Total other sources	855,563	1.44%	852,317	1.53%	0.38%
Total Revenues and Other Financing Sources	\$ 59,453,113	100.00%	\$ 55,579,205	100.00%	6.97%
Uses of Funds					
Expenditures:					
General Government	\$ 5,879,131	9.61%	\$ 5,328,287	9.65%	10.34%
Public Safety	7,510,268	12.27%	6,131,244	11.11%	22.49%
Public Works	1,856,758	3.03%	1,684,139	3.05%	10.25%
Health	299,806	0.49%	296,818	0.54%	1.01%
Social Services	1,846,040	3.02%	1,778,194	3.22%	3.82%
Recreation & Culture	284,468	0.46%	310,749	0.56%	-8.46%
Conservation of Natural Resources	232,807	0.38%	189,422	0.34%	22.90%
Community Development	166,293	0.27%	137,063	0.25%	21.33%
Economic Development	848,455	1.39%	843,079	1.53%	0.64%
Health Department	868,839	1.42%	847,128	1.53%	2.56%
Miscellaneous	48,197	0.08%	21,332	0.04%	125.94%
Total Expenditures	19,841,062	32.42%	17,567,455	31.83%	12.94%
Operating transfers out:					
To other units:					
Board of Education	24,955,556	40.78%	23,136,600	41.92%	7.86%
Allegany College	4,975,600	8.13%	4,575,000	8.29%	8.76%
Library	721,780	1.18%	620,000	1.12%	16.42%
Information Technology	226,905	0.37%	211,230	0.38%	7.42%
To other funds:					
Highway Fund	1,647,981	2.69%	1,647,981	2.99%	0.00%
Transit Fund	132,548	0.22%	167,726	0.30%	-20.97%
Housing	143,547	0.23%	119,249	0.22%	20.38%
Narcotics Task Force	14,952	0.02%	14,759	0.03%	1.31%
Debt Service	6,170,405	10.08%	5,389,352	9.76%	14.49%
Capital Projects	820,831	1.34%	1,748,057	3.17%	-53.04%
Other Funds	1,545,280	2.53%	0	0.00%	
Total operating transfers	41,355,385	67.58%	37,629,954	68.17%	9.90%
Total Expenditures and other financing uses	\$ 61,196,447	100.00%	\$ 55,197,409	100.00%	10.87%
Increase (Decrease) in fund balance	\$ (1,743,334)		381,796		

FINANCIAL INFORMATION (Continued)

Special Revenue Fund Functions

Revenues and other financing sources for the Special Revenue Funds compared to the previous year are summarized below:

Sources of Funds	2001		2000		Percentage Increase (Decrease) 2000-2001
	Actual Amount	Percent of Total	Actual Amount	Percent of Total	
Revenues:					
State shared taxes	\$ 4,108,731	33.80%	\$ 4,025,755	35.11%	2.06%
Other local taxes	81,851	0.67%	92,187	0.80%	-11.21%
Intergovernmental:					
Federal Funds	2,454,350	20.19%	2,817,567	24.57%	-12.89%
State Funds	1,536,719	12.64%	866,929	7.56%	77.26%
Other Intergovernmental	27,800	0.23%	14,026	0.12%	98.20%
Service charges	172,816	1.42%	182,704	1.59%	-5.41%
Fines and forfeitures	29,149	0.24%	36,848	0.32%	-20.89%
Miscellaneous	1,510,056	12.42%	1,222,160	10.66%	23.56%
Total Operating Revenues	9,921,472	81.61%	9,258,176	80.75%	7.16%
Other Sources					
Debt Proceeds	0	0.00%	250,000	2.18%	
Transfers In	2,236,079	18.39%	1,957,320	17.07%	14.24%
Total other sources	2,236,079	18.39%	2,207,320	19.25%	1.30%
Total Revenues and Other Financing Sources	\$ 12,157,551	100.00%	\$ 11,465,496	100.00%	6.04%

Major expenditure classifications and other financing uses for the Special Revenue Funds, compared to the prior year, are summarized below.

Function:	2001		2000		Percentage Increase (Decrease) 2000-2001
	Actual Amount	Percent of Total	Actual Amount	Percent of Total	
Public Safety	\$ 385,705	2.88%	\$ 420,010	4.08%	-8.17%
Highway	6,199,038	46.37%	5,130,536	49.83%	20.83%
Other Public Works	817,630	6.12%	709,851	6.89%	15.18%
Social Services	873,938	6.54%	0	0.00%	
Community Development & Housing	1,194,156	8.93%	1,132,122	11.00%	5.48%
Economic Development	2,599,063	19.44%	1,828,749	17.76%	42.12%
Total Expenditures	12,069,530	90.27%	9,221,268	89.56%	30.89%
Operating transfers out:	1,300,420	9.73%	1,074,854	10.44%	20.99%
Total Expenditures and other financing uses	\$ 13,369,950	100.00%	\$ 10,296,122	100.00%	29.85%

FINANCIAL INFORMATION (Continued)

Debt Service

The debt service fund is used to account for the resources obtained and used for payment of interest and principal on general long-term debt. This fund is supported primarily by transfers from the General Fund and the Revolving Building Fund.

Transfers to the Debt Service Fund to retire general obligation debt and Debt Service Expenditures for fiscal year 2001, compared to the previous year, are summarized below.

	2001		2000		Percentage Increase (Decrease) 2000-2001
	Actual Amount	Percent of Total	Actual Amount	Percent of Total	
Sources of Funds					
Transfers in from:					
General Fund	\$ 6,170,405	83.29%	\$ 5,389,352	82.30%	14.49%
CDBG Fund	2,284	0.03%	2,284	0.03%	0.00%
Revolving Bldg Fund	1,047,500	14.14%	931,934	14.23%	12.40%
Capital Project Funds	188,025	2.54%	225,085	3.44%	-16.46%
Total Sources	<u>\$ 7,408,214</u>	<u>100.00%</u>	<u>\$ 6,548,655</u>	<u>100.00%</u>	13.13%
Function:					
Principal payments	\$ 3,777,228	59.88%	\$ 3,606,289	57.66%	4.74%
Interest payments	2,524,096	40.01%	2,641,415	42.23%	-4.44%
Other debt service expenditures	6,890	0.11%	6,747	0.11%	2.12%
Total Expenditures	<u>\$ 6,308,214</u>	<u>100.00%</u>	<u>\$ 6,254,451</u>	<u>100.00%</u>	0.86%

The debt activity for the Allegany county Nursing Home, Allegany County Sanitary Districts and the Allegany County Water Districts are included in the appropriate enterprise funds.

Capital Project Functions

The Capital Projects Funds are used to account for the acquisition and/or construction of general capital improvements and the related funding. Funding may take the form of bond proceeds, grants, reimbursements, and/or general fund transfers. County policy is to budget projects in advance of construction and to transfer from the general fund as necessary to fund the County's portion of capital project costs.

Revenues and other financing sources for the Capital Project Funds, compared to the previous year, are summarized below.

	2001		2000		Percentage Increase (Decrease) 2000-2001
	Actual Amount	Percent of Total	Actual Amount	Percent of Total	
Sources of Funds					
Revenues:					
Intergovernmental:					
Federal Funds	\$ 1,724,387	44.23%	\$ 556,393	3.74%	209.92%
State Funds	417,839	10.72%	7,625,623	51.28%	-94.52%
Other Intergovernmental	7,362	0.19%	56,482	0.38%	0.00%
Interest	578,546	14.84%	355,667	2.39%	62.67%
Miscellaneous	165,370	4.24%	2,981,399	20.05%	-94.45%
Total Operating Revenues	<u>2,893,504</u>	<u>74.22%</u>	<u>11,575,564</u>	<u>77.84%</u>	-75.00%
Other sources:					
Debt Proceeds	0	0.00%	150,000	1.01%	-100.00%
Transfers In	1,004,970	25.78%	3,145,072	21.15%	-68.05%
Total other sources	<u>1,004,970</u>	<u>25.78%</u>	<u>3,295,072</u>	<u>22.16%</u>	-69.50%
Total Revenues and Other Financing Sources	<u>\$ 3,898,474</u>	<u>100.00%</u>	<u>\$ 14,870,636</u>	<u>100.00%</u>	-73.78%

FINANCIAL INFORMATION (Continued)

Capital Project Functions

Expenditures and other financing uses for the Capital Project Funds, compared to the previous year, are summarized below.

Uses of Funds	2001		2000		Percentage Increase (Decrease) 2000-2001
	Actual Amount	Percent of Total	Actual Amount	Percent of Total	
Expenditure by Function:					
General Government	\$ 306,273	2.99%	\$ 11,630	0.08%	2533.47%
Public Safety	2,572,610	25.13%	7,819,967	51.23%	-67.10%
Public Works	1,730,785	16.90%	272,690	1.79%	534.71%
Health	0	0.00%	73,118	0.48%	-100.00%
Social Services	80,000	0.78%	0	0.00%	
Education	562,642	5.50%	493,970	3.24%	13.90%
Recreation & Culture	1,961,754	19.16%	940,783	6.16%	108.52%
Conservation of Natural Resources	14,377	0.14%	0	0.00%	
Economic Development	1,208,397	11.80%	718,228	4.70%	68.25%
Miscellaneous	188,755	1.84%	114,187	0.75%	65.30%
Total Expenditures	<u>8,625,593</u>	<u>84.24%</u>	<u>10,444,573</u>	<u>68.42%</u>	-17.42%
Operating transfers to:					
Board of Education	1,091,128	10.66%	3,082,115	20.19%	-64.60%
Other funds	522,313	5.10%	1,738,828	11.39%	-69.96%
Operating transfers out:	<u>1,613,441</u>	<u>15.76%</u>	<u>4,820,943</u>	<u>31.58%</u>	-66.53%
Total Expenditures and other financing uses	<u>\$ 10,239,034</u>	<u>100.00%</u>	<u>\$ 15,265,516</u>	<u>100.00%</u>	-32.93%

Enterprise Fund Functions

The County's Enterprise Funds include the County Nursing Home, the Allegany County Water Districts, the Allegany County Sanitary Districts and the County Loan Fund.

Enterprise Funds are used to account for operations which are (a) financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Allegany County Nursing Home

The following is a summary of Nursing Home operations:

	FY 2001	FY 2000	Percentage Increase (Decrease) 2000-2001
Operating Revenues	\$ 6,699,249	\$ 6,314,469	6.09%
Operating Expenses excluding depreciation	<u>6,485,758</u>	<u>6,012,742</u>	7.87%
Operating Income (Loss) before depreciation	213,491	301,727	-29.24%
Depreciation Expense	<u>130,674</u>	<u>128,722</u>	1.52%
Operating Income (Loss)	<u>82,817</u>	<u>173,005</u>	-52.13%
Non-operating Revenue (Expenses)	<u>184</u>	<u>260</u>	-29.23%
Net Income (Loss)	<u>83,001</u>	<u>173,265</u>	-52.10%
Depreciation on assets acquired with contributed capital	<u>12,573</u>	<u>12,573</u>	0.00%
Change in Retained Earnings	<u>\$ 95,574</u>	<u>\$ 185,838</u>	

FINANCIAL INFORMATION (Continued)

Enterprise Fund Functions – (continued)

Allegany County Sanitary Districts

The following is a summary of the Sanitary Districts operations:

	<u>FY 2001</u>	<u>FY 2000</u>	<u>Percentage Increase (Decrease) 2000-2001</u>
Operating Revenues	\$ 4,522,301	\$ 3,954,495	14.36%
Operating Expenses excluding depreciation	<u>3,791,304</u>	<u>3,391,602</u>	11.79%
Operating Income (Loss) before depreciation	730,997	562,893	29.86%
Depreciation Expense	<u>1,460,318</u>	<u>1,440,372</u>	1.38%
Operating Income (Loss)	(729,321)	(877,479)	-16.88%
Non-operating Revenue (Expenses)	<u>398,088</u>	<u>413,386</u>	-3.70%
Net Income (Loss)	(331,233)	(464,093)	-28.63%
Depreciation on assets acquired with contributed capital	<u>1,068,995</u>	<u>1,059,460</u>	0.90%
Change in Retained Earnings	\$ <u>737,762</u>	\$ <u>595,367</u>	23.92%

Enterprise Fund Function – (continued)

Allegany County Water Districts

The following is a summary of the Water Districts operations:

	<u>FY 2001</u>	<u>FY 2000</u>	<u>Percentage Increase (Decrease) 2000-2001</u>
Operating Revenues	\$ 731,879	\$ 586,126	24.87%
Operating Expenses excluding depreciation	<u>682,149</u>	<u>565,537</u>	20.62%
Operating Income (Loss) before depreciation	49,730	20,589	141.54%
Depreciation Expense	<u>293,527</u>	<u>161,615</u>	81.62%
Operating Income (Loss)	(243,797)	(141,026)	72.87%
Non-operating Revenue (Expenses)	<u>585,802</u>	<u>(56,771)</u>	-1131.87%
Net Income (Loss)	342,005	(197,797)	-272.91%
Transfer -in	60,428	-	
Depreciation on assets acquired with contributed capital	<u>192,555</u>	<u>102,287</u>	88.25%
Change in Retained Earnings	\$ <u>594,988</u>	\$ <u>(95,510)</u>	

FINANCIAL INFORMATION (Continued)

Enterprise Fund Function – (continued)

Allegany County Loan Fund

The Allegany County Loan Fund was established in FY 1991 to account for those non-traditional long-term loans made to other funds and outside entities.

The following is a summary of the Allegany County Loan Fund operations:

	<u>FY 2001</u>	<u>FY 2000</u>	<u>Percentage Increase (Decrease) 2000-2001</u>
Operating Revenues	\$ 196,674	\$ 216,633	-9.21%
Operating Expenses	<u>-</u>	<u>-</u>	
Operating Income (Loss)	196,674	216,633	-9.21%
Non-operating Revenue (Expenses)	<u>-</u>	<u>-</u>	
Net Income (Loss)	196,674	216,633	-9.21%
Operating transfers in	1,457,950	-	
Operating transfers out	<u>(724,927)</u>	<u>(750,078)</u>	-3.35%
Change in Retained Earnings	\$ <u>929,697</u>	\$ <u>(533,445)</u>	

Cash Management

Expenditures for all funds, except those required by law or agreement, are made from one bank account to maximize investment income and for efficient operation of the accounting system.

The County's investment policy is to minimize risk while achieving a competitive yield on its cash balances. Deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held by the County's agent in the County's name. All investments of the County were classified in the lowest risk category as defined by the Governmental Accounting Standards Board.

Risk Management

Allegany County retains an insurance advisor who monitors health and life insurance coverage. Periodical inspections of County buildings and property by the insurance carriers ensure the property levels of liability and building and contents coverage. The County's exposure to risk is limited to immaterial deductible amounts.

Debt Management

At June 30, 2001, Allegany County had debt outstanding of \$55,694,766 compared to \$58,831,131 at June 30, 2000, a decrease of \$3,136,365. The debt included \$47,537,740 of general obligation debt and \$8,157,026 of revenue debt supported by user charges and special assessments. Allegany County issued no general obligation debt and revenue debt of \$1,200,000 during Fiscal Year 2001. The debt proceeds were used to finance inflow and infiltration studies for several sewer systems.

The County had a Debt Affordability Study prepared in Fiscal Year 1995 by H. C. Wainwright & Co., Inc. The study was initiated to establish a framework for reviewing the County's debt capacity, to develop debt policies and to review the County's current debt level. Because of conservative financial management, aggressive payback schedules and prudent budgeting, the County's debt position was rated favorably in a peer group analysis. The study also recommended the County adopt "Standards of Debt Affordability" to be used as guidelines for managing and issuing debt. Allegany County chose to adopt the guidelines. The current debt load as well as requested projects are entered into the debt model to determine if the county can afford the increased debt service. This is currently done as part of the budget process.

Independent Audit

Part I, Chapter 26, Article 26-3 of the Allegany County Code requires an annual audit of the County's financial records by an independent auditor. In this report, the firm of Turnbull, Hoover and Kahl and Associates, P.A., Certified Public Accounts, expresses their opinion that the County's combined financial statements present fairly the financial position of the funds and account groups in conformity with generally accepted accounting principles.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Allegany County for its comprehensive annual financial report for the fiscal year ended June 30, 2000. This was the ninth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgments

I wish to acknowledge the support and interest of the Board of County Commissioners and the County Administrator in the recording and reporting of financial matters. It is of the utmost importance that the accounting functions have this backing. I also want to express my appreciation to W. Jay George, CPA, Assistant Director of Finance, Randall P. Bittinger, CPA, Chief Accountant, and the entire staff of the Finance Office for their cooperation, dedication and professionalism in the preparation of this report. In conclusion, I want to acknowledge the efforts of the many County employees that support the accounting function.

Respectfully submitted,

Jerry L. Frantz, CPA
Director of Finance

Allegany County, Maryland
Summary of Certain Officials
June 30, 2001

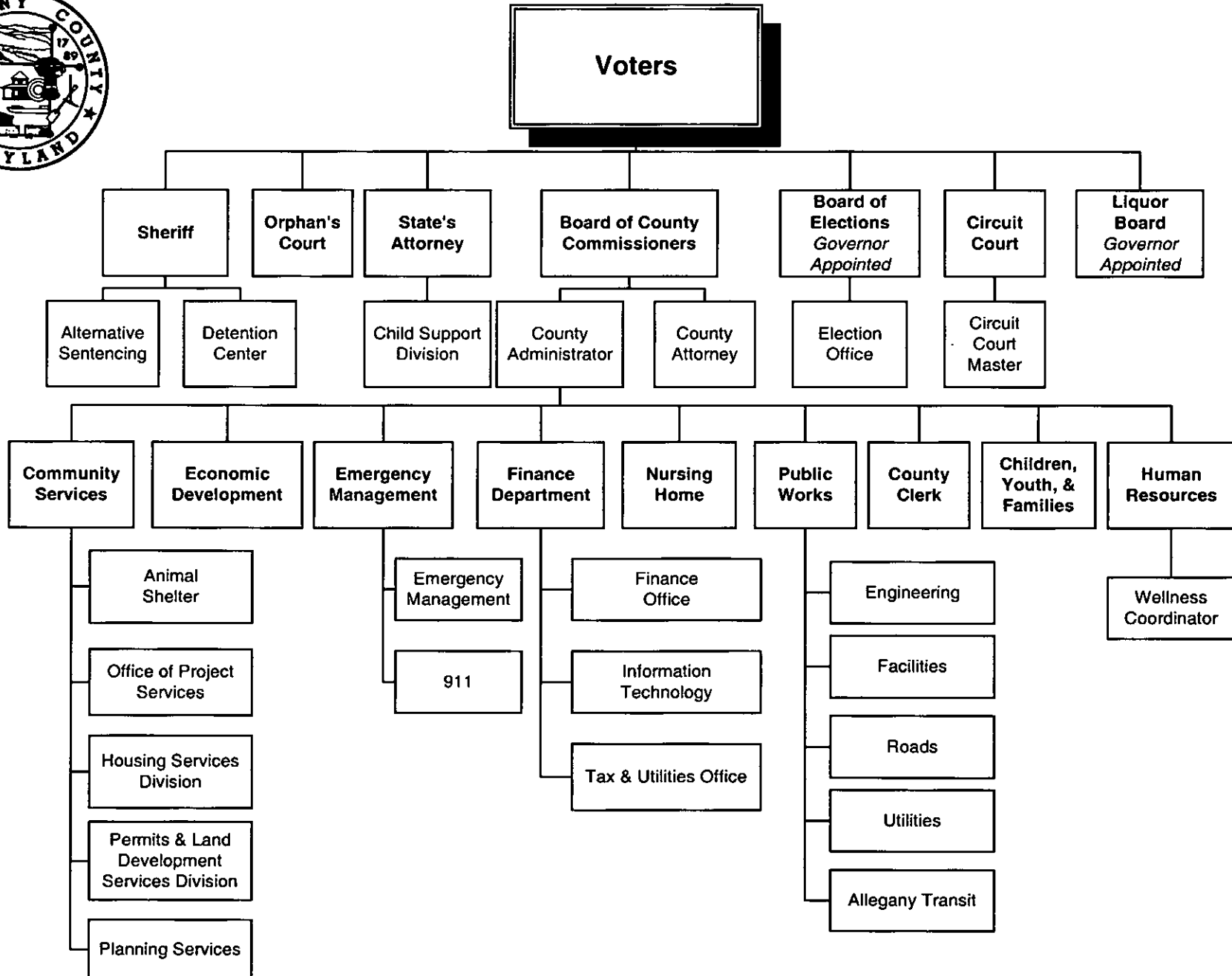
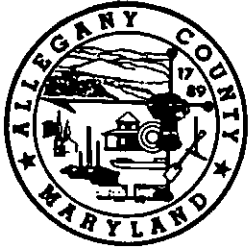
Board of Commissioners

Dale R. Lewis, President
James J. Stakem, Commissioner
Robert M. Hutcheson, Commissioner

County Administrator	Vance C. Ishler
Clerk of the Board	Carol A. Gaffney
Director of Finance	Jerry L. Frantz, CPA
Director of Public Works	W. Stephen Young, P.E.
Director of Community Services	David A. Eberly
Planning Division Chief	Benjamin R. Sansom
Director of Economic Development	Thomas E. Cooley
Director of Interagency Data Processing	Dennis M. Shankle
Director of Human Resources & Personnel Services	Charles U. Starkey
Sheriff	David A. Goad
State's Attorney	Lawrence V. Kelly, Esquire
County Attorney	William M. Rudd, Esquire
Election Administrator	Catherine O. Davis
Health Officer	Edward F. Dressman

Allegany County, Maryland

Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Allegany County,
Maryland

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2000

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



Anne Spray Kinney
President

Jeffrey L. Esser
Executive Director

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TURNBULL, HOOVER & KAHL, P.A.

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RICHARD J. HOOVER, CPA
BERNARD B. KAHL, CPA

MEMBER

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
MARYLAND ASSOCIATION OF
CERTIFIED PUBLIC ACCOUNTANTS

Board of Allegany County Commissioners
County Office Complex
701 Kelly Road
Cumberland, Maryland

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying general purpose financial statements of Allegany County, Maryland (the County) as of and for the year ended June 30, 2001, as listed in the accompanying table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Allegany County Board of Education or the LaVale Sanitary Commission which account for the following percentages in the combined financial statements:

	<u>Percentage of Assets</u>	<u>Percentage of Revenues</u>
Allegany County Board of Education	35.4	40.6
LaVale Sanitary Commission	2.4	2.0

The financial statements of these entities were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for Allegany County Board of Education and LaVale Sanitary Commission is based solely on the reports of the other auditors.

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

evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, based upon our audit and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Allegany County, Maryland as of June 30, 2001 and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 31, 2001 on our consideration of Allegany County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules (pages 49 to 93) listed in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Allegany County, Maryland. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, based upon our audit and the reports of other auditors, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Turnbull, Hoover & Kahl, P.A.

October 31, 2001

**ALLEGANY COUNTY, MARYLAND
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2001**

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	ACCOUNT GROUPS		Totals- Memorandum Only	Discretely Presented Component Units	Totals- Memorandum Only
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Agency	General Fixed Assets	General Long- Term Debt	Primary Government		Reporting Entity
ASSETS:											
Current Assets:											
Cash:											
Cash	\$ 1,805,045	\$ 85,874	\$ -	\$ -	\$ 241,663	\$ -	\$ -	\$ -	\$ 2,132,582	\$ 9,722,754	\$ 11,855,336
Cash-LaVale Sanitary Commission	-	-	-	-	-	-	-	-	0	729,668	729,668
Cash - restricted	-	81,307	-	10,702	256,229	-	-	-	348,238	-	348,238
Investments	8,599,300	1,555,313	-	7,495,253	356,518	-	-	-	18,006,384	7,892,731	25,899,115
Property taxes receivable	2,878,149	-	-	-	-	-	-	-	2,878,149	56,067	2,934,216
Taxes receivable - State	-	-	-	-	-	200,750	-	-	200,750	-	200,750
Receivables:											
Accounts, net	-	-	-	-	4,327,699	-	-	-	4,327,699	886,435	5,214,134
Intergovernmental	-	-	-	-	-	164,041	-	-	164,041	2,762,243	2,926,284
Notes and loans	-	225,797	-	-	-	-	-	-	225,797	-	225,797
Taxes - restricted	-	-	-	-	51,028	-	-	-	51,028	-	51,028
Accounts (net) - restricted	-	-	-	-	169,898	-	-	-	169,898	-	169,898
Other	2,577,828	1,117,443	-	397,936	374,913	-	-	-	4,468,120	344,845	4,812,965
Due from other funds	-	2,598,656	1,400,000	583,364	2,602,461	194	-	-	7,184,675	1,794,845	8,979,520
Noncurrent Assets:											
Advances to other funds	1,922,409	-	-	-	2,310,283	-	-	-	4,232,692	-	4,232,692
General fixed assets	-	-	-	-	-	-	63,009,027	-	63,009,027	149,180,551	212,189,578
Property, plant and equipment	-	-	-	-	87,203,906	-	-	-	87,203,906	13,526,899	100,730,805
Construction in Progress	-	-	-	-	1,057,178	-	-	-	1,057,178	4,862,910	5,920,088
Less: Accumulated depreciation	-	-	-	-	(27,857,164)	-	(38,504,439)	-	(66,361,603)	(6,297,082)	(72,658,685)
Amount available in debt service fund	-	-	-	-	-	-	-	1,400,000	1,400,000	-	1,400,000
Amount to be provided for retirement of long term debt	-	-	-	-	-	-	-	48,725,175	48,725,175	2,671,988	51,397,163
Miscellaneous Assets:											
Inventories, at cost	-	17,696	-	-	125,863	-	-	-	143,559	543,463	687,022
Prepaid expenses\expenditures	5,916	60,698	-	-	-	-	-	-	66,614	19,055	85,669
Miscellaneous	-	-	-	-	-	-	-	-	0	13,363	13,363
TOTAL ASSETS	\$ 17,788,647	\$ 5,742,784	\$ 1,400,000	\$ 8,487,255	\$ 71,220,475	\$ 364,985	\$ 24,504,588	\$ 50,125,175	\$ 179,633,909	\$ 188,710,735	\$ 368,344,644

(Continued)

The accompanying Notes to the Financial Statements are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2001

	GOVERNMENTAL FUND TYPES				PROPRIETARY	FIDUCIARY	ACCOUNT GROUPS		Totals-	Discretely Presented Component Units	Totals-
	General	Special Revenue	Debt Service	Capital Projects	FUND TYPE Enterprise	FUND TYPE Agency	General Fixed Assets	General Long- Term Debt	Memorandum Only Primary Government		Memorandum Only Reporting Entity
LIABILITIES:											
Current Liabilities:											
Accounts payable	\$ 466,233	\$ 810,360	\$ -	\$ 1,519,089	\$ 653,163	\$ 164,235	\$ -	\$ -	\$ 3,613,080	\$ 3,031,948	\$ 6,645,028
Accrued payroll	348,587	114,079	-	70	158,039	-	-	-	620,775	7,372,922	7,993,697
Accrued payroll fringe	100,563	39,786	-	7	55,157	-	-	-	195,513	-	195,513
Accrued interest	-	-	-	-	83,806	-	-	-	83,806	-	83,806
Current portion of long term debt:											
Revenue debt:											
Bonds & loans	-	-	-	-	220,481	-	-	-	220,481	-	220,481
Advances from other funds	-	-	-	-	394,570	-	-	-	394,570	-	394,570
Matured bonds and coupons payable	-	-	-	-	-	-	-	-	0	-	0
Due to other funds	3,935,698	353,988	-	379,234	2,515,755	-	-	-	7,184,675	1,794,845	8,979,520
Taxes levied for the state	-	-	-	-	-	200,750	-	-	200,750	-	200,750
Noncurrent liabilities:											
Cash advance due to General Fund	-	-	-	-	1,922,409	-	-	-	1,922,409	-	1,922,409
Long term debt:											
General obligation debt:											
Bonds, loans	-	-	-	-	-	-	-	37,945,000	37,945,000	-	37,945,000
Notes	-	-	-	-	-	-	-	1,080,232	1,080,232	-	1,080,232
Leases payable	-	-	-	-	-	-	-	51,783	51,783	320,901	372,684
State loans	-	-	-	-	-	-	-	8,460,725	8,460,725	-	8,460,725
Revenue debt:											
Bonds & loans	-	-	-	-	5,626,263	-	-	-	5,626,263	-	5,626,263
Advances from other funds	-	-	-	-	1,915,712	-	-	-	1,915,712	-	1,915,712
Compensated absences	-	-	-	-	574,640	-	-	2,587,435	3,162,075	2,729,626	5,891,701
Miscellaneous Liabilities:											
Amounts held in escrow	157,608	173,159	-	-	-	-	-	-	330,767	95,097	425,864
Deferred revenues	2,590,263	1,170,213	-	-	-	-	-	-	3,760,476	1,282,017	5,042,493
Miscellaneous	178,145	4,208	-	-	233,725	-	-	-	416,078	-	416,078
TOTAL LIABILITIES	7,777,097	2,665,793	0	1,898,400	14,353,720	364,985	0	50,125,175	77,185,170	16,627,356	93,812,526

(Continued)

The accompanying Notes to the Financial Statements are an integral part of these statements.

**ALLEGANY COUNTY, MARYLAND
COMBINED BALANCE SHEET
ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
June 30, 2001**

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPE	ACCOUNT GROUPS		Totals- Memorandum Only	Discretely Presented Component Units	Totals- Memorandum Only
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Agency	General Fixed Assets	General Long- Term Debt	Primary Government		Reporting Entity
<u>FUND EQUITY AND OTHER CREDITS</u>											
Contributed Capital	-	-	-	-	42,797,003	-	-	-	42,797,003	533,693	43,330,696
Investment in general fixed assets	-	-	-	-	-	-	24,504,588	-	24,504,588	153,503,371	178,007,959
Retained earnings	-	-	-	-	14,069,752	-	-	-	14,069,752	8,780,934	22,850,686
Fund Balance:											
Reserved for non-current assets	1,928,325	272,798	-	-	-	-	-	-	2,201,123	-	2,201,123
Reserved for fund purposes	-	990,148	-	863,921	-	-	-	-	1,854,069	1,412,945	3,267,014
Reserved for inventories	-	17,696	-	-	-	-	-	-	17,696	254,171	271,867
Unreserved:											
Designated for next fiscal year	1,608,262	333,733	-	3,088,822	-	-	-	-	5,030,817	-	5,030,817
Designated for contingencies	5,000,000	-	-	-	-	-	-	-	5,000,000	-	5,000,000
Designated for specific programs	930,865	0	1,400,000	2,277,711	-	-	-	-	4,608,576	5,625,037	10,233,613
Undesignated	544,098	1,462,616	-	358,401	-	-	-	-	2,365,115	1,973,228	4,338,343
TOTAL EQUITY AND OTHER CREDITS	10,011,550	3,076,991	1,400,000	6,588,855	56,866,755	0	24,504,588	0	102,448,739	172,083,379	274,532,118
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 17,788,647	\$ 5,742,784	\$ 1,400,000	\$ 8,487,255	\$ 71,220,475	\$ 364,985	\$ 24,504,588	\$ 50,125,175	\$ 179,633,909	\$ 188,710,735	\$ 368,344,644

The accompanying Notes to the Financial Statements are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES/EQUITY
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED JUNE 30, 2001

	PRIMARY GOVERNMENT				Totals- Memorandum Only Primary Government	Discretely Presented Component Units	Totals- Memorandum Only Reporting Entity
REVENUES:	General	Special Revenue	Debt Service	Capital Projects			
Taxes	\$ 46,841,529	\$ 4,190,582	\$ -	\$ -	\$ 51,032,111	\$ -	\$ 51,032,111
Licenses and permits	534,121	-	-	-	534,121	-	534,121
Intergovernmental	7,566,563	4,018,869	-	2,149,588	13,735,020	55,961,601	69,696,621
Service charges	1,623,690	172,816	-	-	1,796,506	35,570	1,832,076
Fines and forfeitures	29,382	29,149	-	-	58,531	-	58,531
Miscellaneous	2,002,265	1,510,056	-	743,916	4,256,237	6,268,927	10,525,164
Total Revenues	<u>58,597,550</u>	<u>9,921,472</u>	<u>0</u>	<u>2,893,504</u>	<u>71,412,526</u>	<u>62,266,098</u>	<u>133,678,624</u>
OTHER FINANCING SOURCES:							
Debt proceeds	0	-	-	0	0	-	0
Transfers from other funds	855,563	2,236,079	7,408,214	1,004,970	11,504,826	837,405	12,342,231
Transfers from primary gov't	-	-	-	-	0	26,995,369	26,995,369
Total Other Financing Sources	<u>855,563</u>	<u>2,236,079</u>	<u>7,408,214</u>	<u>1,004,970</u>	<u>11,504,826</u>	<u>27,832,774</u>	<u>39,337,600</u>
Total Revenues and Other Financing Sources	<u>59,453,113</u>	<u>12,157,551</u>	<u>7,408,214</u>	<u>3,898,474</u>	<u>82,917,352</u>	<u>90,098,872</u>	<u>173,016,224</u>
EXPENDITURES:							
General government	5,879,131	-	-	306,273	6,185,404	-	6,185,404
Public safety	7,510,268	385,705	-	2,572,610	10,468,583	-	10,468,583
Public works	1,856,758	7,016,668	-	1,730,785	10,604,211	-	10,604,211
Health and hospitals	299,806	-	-	0	299,806	-	299,806
Social services	1,846,040	873,938	-	80,000	2,799,978	-	2,799,978
Education	0	-	-	562,642	562,642	85,237,450	85,800,092
Recreation, culture and libraries	284,468	-	-	1,961,754	2,246,222	-	2,246,222
Libraries	-	-	-	-	0	1,586,089	1,586,089
Conservation of natural resources	232,807	-	-	14,377	247,184	-	247,184
Community devel & housing	166,293	1,194,156	-	-	1,360,449	-	1,360,449
Economic development	848,455	2,599,063	-	1,208,397	4,655,915	-	4,655,915
Debt service	-	-	6,308,214	-	6,308,214	-	6,308,214
Intergovernmental	905,343	-	-	-	905,343	-	905,343
Miscellaneous	11,693	-	-	188,755	200,448	-	200,448
Total expenditures	<u>19,841,062</u>	<u>12,069,530</u>	<u>6,308,214</u>	<u>8,625,593</u>	<u>46,844,399</u>	<u>86,823,539</u>	<u>133,667,938</u>
OTHER FINANCING USES:							
Transfers to other funds	10,475,544	1,300,420	-	522,313	12,298,277	837,405	13,135,682
Transfers to component units	30,879,841	-	-	1,091,128	31,970,969	-	31,970,969
Total Other Financing Uses	<u>41,355,385</u>	<u>1,300,420</u>	<u>0</u>	<u>1,613,441</u>	<u>44,269,246</u>	<u>837,405</u>	<u>45,106,651</u>
Total Expenditures and Other Financing Uses	<u>61,196,447</u>	<u>13,369,950</u>	<u>6,308,214</u>	<u>10,239,034</u>	<u>91,113,645</u>	<u>87,660,944</u>	<u>178,774,589</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,743,334)	(1,212,399)	1,100,000	(6,340,560)	(8,196,293)	2,437,928	(5,758,365)
Net income (loss) from proprietary type activities before operating transfers	-	-	-	-	0	(246,971)	(246,971)
Fund balance/equity, beginning	12,020,900	4,633,651	300,000	12,929,415	29,883,966	4,710,927	34,594,893
Prior period adjustment	(266,016)	(385,520)	-	-	(651,536)	-	(651,536)
Residual equity transfer	-	41,259	-	-	41,259	-	41,259
Fund balance/equity, ending	<u>\$ 10,011,550</u>	<u>\$ 3,076,991</u>	<u>\$ 1,400,000</u>	<u>\$ 6,588,855</u>	<u>\$ 21,077,396</u>	<u>\$ 6,901,884</u>	<u>\$ 27,979,280</u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	GENERAL FUND			SPECIAL REVENUE FUNDS		
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Taxes	\$ 44,454,612	\$ 46,841,529	\$ 2,386,917	\$ 3,875,000	\$ 4,190,582	\$ 315,582
Licenses and permits	489,300	534,121	44,821	-	-	0
Intergovernmental	7,875,496	7,566,563	(308,933)	7,908,480	4,018,869	(3,889,611)
Service charges	1,692,460	1,623,690	(68,770)	187,500	172,816	(14,684)
Fines and forfeitures	26,700	29,382	2,682	28,500	29,149	649
Miscellaneous	1,191,070	2,002,265	811,195	1,384,509	1,510,056	125,547
Total Revenues	55,729,638	58,597,550	2,867,912	13,383,989	9,921,472	(3,462,517)
OTHER FINANCING SOURCES:						
Unexpended fund balance	2,472,172	-	(2,472,172)	1,156,196	-	(1,156,196)
Debt proceeds	-	-	0	1,500,000	-	(1,500,000)
Transfers from other funds	920,460	855,563	(64,897)	1,963,782	2,236,079	272,297
Total Other Financing Sources	3,392,632	855,563	(2,537,069)	4,619,978	2,236,079	(2,383,899)
Total Revenues and Other Financing Sources	59,122,270	59,453,113	330,843	18,003,967	12,157,551	(5,846,416)
EXPENDITURES:						
General government	6,259,848	5,879,131	380,717	-	-	0
Public safety	7,990,088	7,510,268	479,820	541,326	385,705	155,621
Public works	1,883,407	1,856,758	26,649	7,605,199	7,016,668	588,531
Health and hospitals	336,178	299,806	36,372	-	-	0
Social services	1,766,284	1,846,040	(79,756)	1,393,110	873,938	519,172
Education	500	-	500	-	-	0
Recreation, culture and libraries	614,895	284,468	330,427	-	-	0
Conservation of natural resources	244,702	232,807	11,895	-	-	0
Community devel & housing	170,249	166,293	3,956	1,471,227	1,194,156	277,071
Economic development	890,650	848,455	42,195	5,876,311	2,599,063	3,277,248
Debt service	-	-	0	-	-	0
Intergovernmental	896,184	905,343	(9,159)	-	-	0
Miscellaneous	37,146	11,693	25,453	-	-	0
Total expenditures	21,090,131	19,841,062	1,249,069	16,887,173	12,069,530	4,817,643
OTHER FINANCING USES:						
Transfers to other funds	7,152,298	10,475,544	(3,323,246)	1,116,794	1,300,420	(183,626)
Transfers to component units	30,879,841	30,879,841	0	-	-	0
Total Other Financing Uses	38,032,139	41,355,385	(3,323,246)	1,116,794	1,300,420	(183,626)
Total Expenditures and Other Financing Uses	59,122,270	61,196,447	(2,074,177)	18,003,967	13,369,950	4,634,017
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ 0	(1,743,334)	\$ (1,743,334)	\$ 0	(1,212,399)	\$ (1,212,399)
Fund balance, beginning		12,020,900			4,633,651	
Prior period adjustment		(266,016)			(385,520)	
Residual equity transfer		-			41,259	
Fund balance, ending		\$ 10,011,550			\$ 3,076,991	

(Continued)

The accompanying Notes to the Financial Statements are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	DEBT SERVICE FUND			CAPITAL PROJECTS FUND		
	Amended		Variance	Amended		Variance
REVENUES:	Budget	Actual	Favorable (Unfavorable)	Budget	Actual	Favorable (Unfavorable)
Taxes	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 0
Licenses and permits	-	-	0	-	-	0
Intergovernmental	-	-	0	6,735,000	2,149,588	(4,585,412)
Service charges	-	-	0	-	-	0
Fines and forfeitures	-	-	0	-	-	0
Miscellaneous	-	-	0	0	743,916	743,916
Total Revenues	0	0	0	6,735,000	2,893,504	(3,841,496)
OTHER FINANCING SOURCES:						
Unexpended fund balance	-	-	0	10,169,325	-	(10,169,325)
Debt proceeds	-	-	0	1,595,000	0	(1,595,000)
Transfers from other funds	6,262,699	7,408,214	1,145,515	0	1,004,970	1,004,970
Total Other Financing Sources	6,262,699	7,408,214	1,145,515	11,764,325	1,004,970	(10,759,355)
Total Revenues and Other Financing Sources	6,262,699	7,408,214	1,145,515	18,499,325	3,898,474	(14,600,851)
EXPENDITURES:						
General government	-	-	0	590,000	306,273	283,727
Public safety	-	-	0	6,665,000	2,572,610	4,092,390
Public works	-	-	0	3,254,000	1,730,785	1,523,215
Health and hospitals	-	-	0	-	-	0
Social services	-	-	0	80,000	80,000	0
Education	-	-	0	1,046,300	562,642	483,658
Recreation, culture and libraries	-	-	0	1,590,000	1,961,754	(371,754)
Conservation of natural resources	-	-	0	-	14,377	(14,377)
Community devel & housing	-	-	0	-	-	0
Economic development	-	-	0	3,982,000	1,208,397	2,773,603
Debt service	6,262,699	6,308,214	(45,515)	-	-	0
Intergovernmental	-	-	0	-	-	0
Miscellaneous	-	-	0	-	188,755	(188,755)
Total expenditures	6,262,699	6,308,214	(45,515)	17,207,300	8,625,593	8,581,707
OTHER FINANCING USES:						
Transfers to other funds	-	-	0	88,025	522,313	(434,288)
Transfers to component units	-	-	0	3,210,000	1,091,128	2,118,872
Total other financing uses	0	0	0	3,298,025	1,613,441	1,684,584
Total Expenditures and Other Financing Uses	6,262,699	6,308,214	(45,515)	20,505,325	10,239,034	10,266,291
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ 0	1,100,000	\$ 1,100,000	\$ (2,006,000)	(6,340,560)	\$ (4,334,560)
Fund balance, beginning		300,000			12,929,415	
Prior period adjustment		-			-	
Residual equity transfer		-			-	
Fund balance, ending		\$ 1,400,000			\$ 6,588,855	

The accompanying Notes to the Financial Statements are an integral part of these statements.

**ALLEGANY COUNTY, MARYLAND
COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED JUNE 30, 2001**

	Primary Government Enterprise Funds	Component Unit LaVale Sanitary Commission	Totals- Memorandum Only Reporting Entity
<u>OPERATING REVENUES:</u>			
Service Charges	\$ 5,119,522	\$ 2,189,225	\$ 7,308,747
Patient fees	6,628,948	-	6,628,948
Miscellaneous	401,633	-	401,633
Total Operating Revenues	<u>12,150,103</u>	<u>2,189,225</u>	<u>14,339,328</u>
<u>OPERATING EXPENSES:</u>			
Salaries	4,078,307	361,287	4,439,594
Employee benefits	1,649,066	246,490	1,895,556
Office expenses	120,167	23,324	143,491
Utilities	1,679,483	53,092	1,732,575
Repairs and maintenance	315,084	123,870	438,954
Contractual services	59,932	-	59,932
Treatment costs	1,024,442	1,468,997	2,493,439
Professional services	506,166	47,515	553,681
Materials & supplies	921,472	-	921,472
Insurance	139,413	22,270	161,683
Indirect Costs	326,858	-	326,858
Miscellaneous	38,821	3,847	42,668
Depreciation	1,884,519	328,575	2,213,094
Total Operating Expenses	<u>12,743,730</u>	<u>2,679,267</u>	<u>15,422,997</u>
Operating Income (Loss)	<u>(593,627)</u>	<u>(490,042)</u>	<u>(1,083,669)</u>

(continued)

The accompanying Notes to the Financial Statements
are an integral part of these statements.

**ALLEGANY COUNTY, MARYLAND
COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED JUNE 30, 2001**

	Primary Government Enterprise Funds	Component Unit LaVale Sanitary Commission	Totals- Memorandum Only Reporting Entity
<u>OPERATING INCOME (LOSS)</u>	\$ (593,627)	\$ (490,042)	\$ (1,083,669)
<u>NON-OPERATING REVENUE (EXPENSES):</u>			
Real and personal property taxes	420,653	374,835	795,488
Local income taxes	-	377,101	377,101
Interest & penalties on taxes	14,553	-	14,553
Discounts on property taxes	(4,511)	(13,165)	(17,676)
Enterprise/Industrial exemptions	317	-	317
Collection fees	(9,694)	-	(9,694)
Front footage assessments	178,179	-	178,179
Interest income	94,133	39,227	133,360
Interest income, debt service	6,060	-	6,060
Interest expense	(388,666)	-	(388,666)
Capital grants	661,364	-	661,364
Other income (expense)	11,686	8,000	19,686
Non-operating Income (Loss)	<u>984,074</u>	<u>785,998</u>	<u>1,770,072</u>
Income (loss) before operating transfers	390,447	295,956	686,403
<u>OPERATING TRANSFERS:</u>			
Operating transfer in	1,518,378	-	1,518,378
Operating transfer out	<u>(724,927)</u>	<u>-</u>	<u>(724,927)</u>
Net income (loss)	1,183,898	295,956	1,479,854
Add:			
Depreciation expense on fixed assets acquired with contributed capital	<u>1,274,123</u>	<u>137,814</u>	<u>1,411,937</u>
Increase (decrease) in Retained Earnings	2,458,021	433,770	2,891,791
Retained earnings, beginning	<u>11,611,731</u>	<u>7,556,149</u>	<u>19,167,880</u>
Retained earnings, ending	<u>\$ 14,069,752</u>	<u>\$ 7,989,919</u>	<u>\$ 22,059,671</u>

The accompanying Notes to the Financial Statements
are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
AND DISCRETELY PRESENTED COMPONENT UNIT
FOR THE YEAR ENDED JUNE 30, 2001

	Primary Government Enterprise Funds	Component Unit LaVale Sanitary Commission	Totals- Memorandum Only Reporting Entity
Cash flows from operating activities:			
Cash received from customers	\$ 10,815,700	\$ 2,202,797	\$ 13,018,497
Cash payments for goods and services	(5,052,333)	(1,731,192)	(6,783,525)
Cash payments to employees for services	(5,663,076)	(609,219)	(6,272,295)
Other operating revenues	236,845	-	236,845
Net cash provided by operating activities	<u>337,136</u>	<u>(137,614)</u>	<u>199,522</u>
Cash flows from noncapital financing activities:			
Advances from other funds	15,837,770	-	15,837,770
Advances to other funds	(17,434,183)	-	(17,434,183)
Operating transfers from other funds	1,518,378	-	1,518,378
Operating transfers to other funds	(724,927)	-	(724,927)
Provided by nonoperating revenues	-	384,771	384,771
Net cash provided by noncapital financing activities	<u>(802,962)</u>	<u>384,771</u>	<u>(418,191)</u>
Cash flows from capital and related financing activities			
Proceeds from new debt	1,200,000	-	1,200,000
Acquisition and construction of capital assets	(1,547,373)	(169,715)	(1,717,088)
Principal paid on capital debt	(559,137)	-	(559,137)
Interest paid on capital debt	(394,068)	(14,076)	(408,144)
Proceeds of sales of fixed assets	-	-	0
Proceeds from capital grants	1,063,518	-	1,063,518
Debt fees	663,377	369,546	1,032,923
Net cash used for capital and related financing activities	<u>426,317</u>	<u>185,755</u>	<u>612,072</u>
Cash flows from investing activities:			
Purchase of investments	(356,518)	-	(356,518)
Sale of investments	346,277	-	346,277
Interest on investments	93,854	39,227	133,081
Net cash used in investing activities	<u>83,613</u>	<u>39,227</u>	<u>122,840</u>
Net increase (decrease) in cash	<u>44,104</u>	<u>472,139</u>	<u>516,243</u>
Cash at beginning of the year	<u>453,788</u>	<u>257,529</u>	<u>711,317</u>
Cash at end of year	<u>\$ 497,892</u>	<u>\$ 729,668</u>	<u>\$ 1,227,560</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income (loss)	\$ (593,627)	\$ (490,042)	\$ (1,083,669)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	1,884,519	328,575	2,213,094
Provision for uncollectible accounts	23,886	-	23,886
Change in assets & liabilities:			
(Increase) decrease in receivables	(1,121,445)	12,372	(1,109,073)
(Increase) decrease in inventory	(15,726)	8,816	(6,910)
Increase (decrease) in acc'ts payable	95,234	4,107	99,341
Increase (decrease) in accrued payroll	64,295	(1,442)	62,853
Total adjustments	<u>930,763</u>	<u>352,428</u>	<u>1,283,191</u>
Net cash provided by operating activities	<u>\$ 337,136</u>	<u>\$ (137,614)</u>	<u>\$ 199,522</u>

During the year, the following enterprise activities reduced contributed capital for depreciation on assets acquired by grants; Water Districts - \$192,555, Sanitary Districts - \$1,070,037, Nursing Home - \$12,573 and the LaVale Sanitary District - \$137,814.

The accompanying Notes to the Financial Statements are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
ALLEGANY COLLEGE OF MARYLAND COMPONENT UNIT
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2001

	Current Funds		Endowment	Plant	Totals
	Unrestricted	Restricted	Fund	Fund	Memorandum Only
REVENUES AND OTHER ADDITIONS:					
Education and general	\$ 13,078,213	\$ -	\$ -	\$ -	\$ 13,078,213
Auxiliary enterprise	1,334,754	-	-	-	1,334,754
Governmental appropriations	-	-	-	3,967,682	3,967,682
Governmental grants	-	3,124,499	-	-	3,124,499
Private gifts, grants and other	-	31,755	-	-	31,755
Investment income - restricted	-	-	10,507	-	10,507
Investment income - unrestricted	-	-	36,549	2,268	38,817
Retirement of indebtedness	-	-	-	76,011	76,011
Expended for plant facilities	-	-	-	5,321,286	5,321,286
TOTAL REVENUES AND OTHER ADDITIONS	14,412,967	3,156,254	47,056	9,367,247	26,983,524
TRANSFERS IN:					
Transfers from other Allegany College funds	-	-	-	-	-
Transfers from primary government	4,975,600	-	-	-	4,975,600
TOTAL TRANSFERS IN	4,975,600	-	-	-	4,975,600
TOTAL REVENUES, OTHER ADDITIONS AND TRANSFERS IN	19,388,567	3,156,254	47,056	9,367,247	31,959,124
EXPENDITURES AND OTHER DEDUCTIONS:					
Education and general expenditures	17,900,535	-	-	-	17,900,535
Auxiliary enterprise expenditures	1,469,060	-	-	-	1,469,060
Governmental expenditures - restricted	-	3,124,499	-	-	3,124,499
Other restricted expenditures	-	31,755	-	-	31,755
Scholarships	-	-	40,282	-	40,282
Retirement of indebtedness	-	-	-	2,268	2,268
Miscellaneous	-	-	-	76,011	76,011
Interest on indebtedness	-	-	-	18,679	18,679
Disposal of plant facilities	-	-	-	279,255	279,255
Expended for plant facilities	-	-	-	4,500,449	4,500,449
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	19,369,595	3,156,254	40,282	4,876,662	27,442,793
TRANSFERS OUT:					
Transfers to other Allegany College funds	407,197	-	-	(407,197)	-
TOTAL EXPENDITURES, OTHER DEDUCTIONS AND TRANSFERS OUT	19,776,792	3,156,254	40,282	4,469,465	27,442,793
NET INCREASE (DECREASE) IN FUND BALANCE	(388,225)	-	6,774	4,897,782	4,516,331
FUND BALANCES, BEGINNING OF YEAR	1,616,811	-	892,591	34,392,021	36,901,423
FUND BALANCES, END OF YEAR	\$ 1,228,586	\$ 0	\$ 899,365	\$ 39,289,803	\$ 41,417,754

The accompanying Notes to the Financial Statements
are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
ALLEGANY COLLEGE OF MARYLAND COMPONENT UNIT
STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES
FOR THE YEAR ENDED JUNE 30, 2001

	Unrestricted	Restricted	Totals Memorandum Only
REVENUES:			
Education and general:			
Student tuition and fees	\$ 7,821,248	\$ -	\$ 7,821,248
State appropriations	3,910,809	-	3,910,809
Governmental grants	58	3,124,499	3,124,557
Private gifts, grants and other	533,021	31,755	564,776
In-kind	813,077	-	813,077
Sales and services of auxiliary enterprises	1,334,754	-	1,334,754
TOTAL REVENUES	14,412,967	3,156,254	17,569,221
TRANSFERS IN:			
Transfers from primary government	4,975,600	-	4,975,600
TOTAL REVENUES AND TRANSFERS IN	19,388,567	3,156,254	22,544,821
EXPENDITURES AND OTHER DEDUCTIONS:			
Education and general expenditures:			
Instructional	7,471,371	578,598	8,049,969
Academic support	2,656,114	282,538	2,938,652
Student services	1,631,719	60,334	1,692,053
Plant operation and maintenance	1,606,548	3,571	1,610,119
Institutional support	3,300,903	46,678	3,347,581
Public service	5,192	23,048	28,240
Scholarships	415,611	2,161,487	2,577,098
Research	-	-	-
In-kind	813,077	-	813,077
Auxiliary enterprises expenditures	1,469,060	-	1,469,060
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	19,369,595	3,156,254	22,525,849
TRANSFERS OUT			
Transfers to other Allegany College funds	407,197	-	407,197
TOTAL EXPENDITURES, OTHER DEDUCTIONS AND TRANSFERS OUT	19,776,792	3,156,254	22,933,046
NET INCREASE (DECREASE) IN FUND BALANCE	\$ (388,225)	\$ -	(388,225)

The accompanying Notes to the Financial Statements
are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
DISCRETELY PRESENTED COMPONENT UNITS
COMBINING BALANCE SHEET
June 30, 2001

	Governmental Fund Types		Proprietary Fund Type	College Fund Type	
	Board of Education	Allegany County Library	LaVale Sanitary Commission	Allegany College	Total
ASSETS					
Cash:					
Cash	\$ 9,345,526	\$ 230,218	\$ -	\$ 147,010	\$ 9,722,754
Cash - LaVale Sanitary Comm.	-	-	729,668	-	729,668
Investments	3,627,220	1,019,684	-	3,245,827	7,892,731
Taxes receivable	-	-	56,067	-	56,067
Accounts receivable:					
Accounts, net	-	4,592	497,400	384,443	886,435
Intergovernmental	2,478,454	-	7,613	276,176	2,762,243
Other	159,209	24,683	-	160,953	344,845
Due from other funds	1,794,845	-	-	-	1,794,845
General fixed assets:	110,152,466	5,192,952	-	33,835,133	149,180,551
Property, plant & equipment	-	-	13,310,673	216,226	13,526,899
Construction in progress	-	-	113,900	4,749,010	4,862,910
Depreciation	-	-	(6,096,256)	(200,826)	(6,297,082)
Amount to be provided for retirement of long-term debt	2,671,988	-	-	-	2,671,988
Inventory	254,171	-	145,668	143,624	543,463
Prepaid expenditures/expenses	-	-	19,055	-	19,055
Miscellaneous	-	-	-	13,363	13,363
TOTAL ASSETS	\$ 130,483,879	\$ 6,472,129	\$ 8,783,788	\$ 42,970,939	\$ 188,710,735
LIABILITIES					
Accounts payable	\$ 1,921,769	\$ 48,707	\$ 234,687	\$ 826,785	\$ 3,031,948
Accrued payroll	7,157,756	22,705	24,289	168,172	7,372,922
Accrued interest	-	-	-	-	0
Current portion of long-term debt:					
Revenue debt					
Bonds and loans	-	-	-	-	0
Matured bonds and coupons	-	-	-	-	0
Due to other funds	1,794,845	-	-	-	1,794,845
Long-term debt:					
Revenue debt					
Leases payable	-	-	-	320,901	320,901
Compensated absences	2,671,988	57,638	-	-	2,729,626
Amounts held in escrow	-	-	-	95,097	95,097
Deferred revenues	1,138,587	-	1,200	142,230	1,282,017
TOTAL LIABILITIES	14,684,945	129,050	260,176	1,553,185	16,627,356
FUND EQUITY & OTHER CREDITS					
Contributed capital	-	-	533,693	-	533,693
Investment in fixed assets	110,047,177	5,192,952	-	38,263,242	153,503,371
Retained earnings	181,120	-	7,989,919	609,895	8,780,934
Fund Balance:					
Reserved:					
Reserved for fund purposes	-	537,344	-	875,601	1,412,945
Reserved for inventory	254,171	-	-	-	254,171
Unreserved/Designated:					
Designated for programs	3,849,310	155,732	-	1,619,995	5,625,037
Unreserved/Undesignated	1,467,156	457,051	-	49,021	1,973,228
TOTAL FUND EQUITY AND OTHER CREDITS	115,798,934	6,343,079	8,523,612	41,417,754	172,083,379
TOTAL LIABILITIES, FUND EQUITY AND OTHER CREDITS	\$ 130,483,879	\$ 6,472,129	\$ 8,783,788	\$ 42,970,939	\$ 188,710,735

The accompanying Notes to the Financial Statements
are an integral part of these statements.

ALLEGANY COUNTY, MARYLAND
DISCRETELY PRESENTED COMPONENT UNITS
GOVERNMENTAL FUND TYPES
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE/EQUITY
FOR THE YEAR ENDED JUNE 30, 2001

	Governmental Fund Types		
	Board of Education	Allegany County Library	Total
REVENUES			
Intergovernmental	\$ 55,346,075	\$ 615,526	\$ 55,961,601
Service charges	-	35,570	35,570
Miscellaneous	5,668,134	600,793	6,268,927
TOTAL REVENUES	61,014,209	1,251,889	62,266,098
OTHER FINANCING SOURCES			
Transfers from other funds	832,405	5,000	837,405
Transfer from primary government	26,273,589	721,780	26,995,369
TOTAL OTHER FINANCING SOURCES	27,105,994	726,780	27,832,774
TOTAL REVENUES AND OTHER FINANCING SOURCES	88,120,203	1,978,669	90,098,872
EXPENDITURES			
Education	85,237,450	-	85,237,450
Library	-	1,586,089	1,586,089
TOTAL EXPENDITURES	85,237,450	1,586,089	86,823,539
OTHER FINANCING USES			
Transfers to other funds	832,405	5,000	837,405
TOTAL EXPENDITURES AND OTHER FINANCING USES	86,069,855	1,591,089	87,660,944
Excess (deficiency) of revenues and other sources over expenditures and other uses	2,050,348	387,580	2,437,928
Net income (loss) from proprietary activities before operating transfers	(246,971)	-	(246,971)
Fund balance/equity, adjusted beginning	3,948,380	762,547	4,710,927
Fund balance/equity, ending	\$ 5,751,757	\$ 1,150,127	\$ 6,901,884

The accompanying Notes to the Financial Statements
are an integral part of these statements.

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ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies

A. Introduction

Allegany County, Maryland (the County) was established in 1789. The County in 1974 adopted the Code Home Rule form of government provided in Article XI-F of the Maryland Constitution and Article 25B of the Annotated Code of Maryland. Under this form of government, the Board has the authority to enact, amend and repeal public local laws relating to the incorporation, organization and government of the county, including laws authorizing the issuance and sale of bonds to finance capital projects for the County. Each member of the Board has one vote and, except for emergency bills, a simple majority of the Board is sufficient to enact any bill into law.

In 1996, the Commissioners adopted legislation making the County Administrator the Chief Administrative Officer of Allegany County responsible to the Board and charged with the administration of all County affairs. The Administrator will carry out the policies of the Board, direct and supervise the administration of all departments and agencies and perform all duties enumerated in the Allegany County Code Chapter 2, Article 1.

The executive offices of the County are located at the County Office Complex, 701 Kelly Road, Cumberland, Maryland 21502. The County Commissioners' office telephone number is 301-777-5911. The County's website can be viewed at www.allconet.org.

The financial statements of Allegany County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant County principles, policies and procedures are summarized in the following Notes to the Combined Financial Statements.

B. Reporting Entity

The reporting entity includes Allegany County's departments and agencies (the primary government) and other organizations (component units) which are included because of the significance of operational or financial relationships with the County.

As a result of its evaluation, the County has concluded that the following are component units of Allegany County and should be included in the reporting entity:

Blended Component Units – no external governmental units are blended in the combined financial statements.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

B. Reporting Entity – continued

Discretely Presented Component Units – the component unit column in the combined financial statements include the financial data of the County's component units. They are reported in a separate column to emphasize that they are legally separate from the County.

1. The Board of Education – operates the public school system. The Board of Education may not issue debt without the County's approval and the County provides a significant portion of the Board's funding. The members of the board are elected by the voters of Allegany County.
2. The Allegany County Library – operates the County's Library system. The Library System may not issue debt without the County's approval. The County provides a major portion of the Library's funding and appoints the members of the board.
3. LaVale Sanitary Commission – provides water and waste treatment facilities for LaVale and surrounding areas. Allegany County has pledged its full faith and credit for the debt of the LaVale Sanitary Commission. The governing board is appointed by the County Commissioners. The County provides no operating subsidies to the LaVale Sanitary Commission.
4. Allegany College – offers two years of higher education to area residents. Allegany County provides a significant portion of the funding for the operation of the College and provides the local contribution for capital projects from bond proceeds repaid by Allegany County. The College has elected to report its financial information in accordance with the AICPA College Guide Model.

Complete financial statements of the individual component units can be obtained from their respective administrative offices:

Administrative Offices:

Allegany County Board of Education
108 Washington Street
Cumberland, Maryland 21502

LaVale Sanitary Commission
1 Roselawn Avenue
LaVale, Maryland 21502

Allegany County Library System
31 Washington Street
Cumberland, Maryland 21502

Allegany College
12401 Willowbrook Road
Cumberland, Maryland 21502

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

C. Fund Accounting

The accounting system of Allegany County is organized and operated on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds and account groups in these financial statements are organized into three broad fund types, two account groups, and discretely presented funds as follows:

1. Governmental Fund Types are used to account for most governmental functions of the County. The governmental fund measurement focus is upon determination of financial position (modified accrual basis of accounting). The County's governmental fund types are: the General Fund, the Special Revenue Funds, the Debt Service Fund and the Capital Project Funds. Expenditures in the General and Special Revenue Funds are considered "current expenditures" benefiting the current period. The Capital Project Funds are considered "capital outlay" benefiting current and future periods. The Debt Service Fund expenditures are "debt service" expenditures that benefit prior fiscal periods as well as current and future periods.
2. Proprietary Fund Types are used to account for the County's activities that are similar to those often found in the private sector. Proprietary fund measurement focus is upon determination of net income, financial position, and changes in financial position (accrual basis of accounting). The government has elected not to apply FASB pronouncements in accounting and reporting for its proprietary operations after November 30, 1989. The County uses Enterprise Funds to record this activity.
3. Fiduciary Fund Types are used to account for assets held by the County in the capacity of an agent or trustee. The County uses an Agency Fund to account for this activity.
4. General Fixed Asset Account Group represents a summary of the County's fixed assets, other than those fixed assets reported in the Enterprise Funds.
5. General Long-Term Debt Account Group accounts for the long-term debt of the County expected to be financed by governmental revenues, it does not include the debt of the Enterprise Funds.
6. Discretely Presented Component Units of the County are the Allegany County Board of Education, the Allegany County Library System, the LaVale Sanitary Commission and Allegany College.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

D. Basis of Accounting

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

The General, Special Revenue, Capital Project, Debt Service and Agency Funds are accounted for using the modified accrual basis of accounting. Revenues are recorded when collected by the County, except those revenues that are susceptible to accrual because they are both measurable and available. The County considers revenues as available if they are collected within 60 days after year-end. Such revenues include property taxes, state-shared taxes and grants from other governmental units.

Expenditures are recognized under the modified accrual basis of accounting when the related fund liability is incurred, except that principal and interest on general long-term debt are recognized when due.

The Enterprise Funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred, without regard to receipt or payment of cash.

E. Budgets and Budgetary Accounting

Annual budgets are adopted for all General, Special Revenue, Debt Service and Capital Project Funds. All governmental fund budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Encumbrances and appropriations generally lapse at year-end and are treated as expenditures in the year the liability is incurred. Budgets are adopted for the Enterprise Funds, though not required, on a revenue and expenditure basis to permit monitoring of the financial activity. Budgets to actual comparisons are presented in this report for all the primary government's governmental fund types. Budget-to-actual comparisons for the discretely presented component units and the enterprise funds are not required and, therefore, are not presented.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to January 15, the County Administrator submits recommended budget guidelines to the Board of Commissioners for their approval.
2. After receiving approval of the budget guidelines, the County Administrator and the Director of Finance meet with the various departments and agencies to explain and distribute the guidelines.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

E. Budgets and Budgetary Accounting-continued

3. The County Administrator and the Director of Finance compile all budget requests; after making departmental and agency review of the requests, a recommended budget is presented to the Board of County Commissioners for review and approval.
4. A public hearing is held to obtain public input and opinion of a preliminary budget.
5. Under Local Code Home Rule, the property tax rate must be set by June 1, and by that time, the budget is publicly adopted by the County Commissioners.
6. During the year supplemental appropriations can be made by public approval by the Board of Commissioners. Supplemental appropriations in the General Fund for fiscal year 2001 were increased by \$1.5 million and were funded by grants and fund balance designated for those programs in future years.
7. During the year, budget amendments within a department are approved by the Director of Finance. Budget amendments between departments and/or funds require Commissioner approval.
8. Legally, total expenditures for all individual governmental funds may not exceed the total budget for a particular fund except for emergencies, state-mandated programs, or by approval of a majority of the Board of Commissioners.
9. Appropriations lapse at the end of the fiscal year for all funds, except the Capital Project Funds, and certain federal grants that do not have a year-end date of June 30.
10. Budget monitoring is the responsibility of the Finance Department and the appropriate department head.

F. Encumbrances

The County has elected not to employ the use of encumbrance accounting for financial reporting purposes. The County utilizes an encumbrance-based accounting system for internal reporting. However, these encumbrances lapse at year-end. Accordingly, the County does not prepare budgetary basis statements of revenues, expenditures and changes in fund balance.

G. Cash, Cash Equivalents, and Investments

In order to maximize investment interest income and for efficient operation of the accounting system, Allegany County's expenditures, except those required by law or agreement, are made from one bank account to maximize investment income and for the efficient operation of the accounting system.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

G. Cash, Cash Equivalents, and Investments-continued

"Cash and Cash Equivalents" include currency on-hand, demand deposits, and investments with original maturities of three months or less.

Investments are stated at cost, which approximates market.

Allegany County's Discretely Presented Component Unit policies for cash, cash equivalents, and investments are generally similar to the County's. Their reports should be consulted for additional detail.

H. Short-Term Interfund Receivables/Payables

As a result of having numerous transactions between the various funds resulting from a centralized disbursement operation in the General Fund, short-term interfund receivables and payables are created and reported as "Due From Other Funds" and "Due To Other Funds" on the balance sheet.

I. Advances To/From Other Funds

Non-current portions of long-term interfund loans, "Advance To Other Funds" and "Advance From Other Funds," are equally offset by fund balance reserve accounts to indicate that they should not be considered "available spendable resources" since they do not represent net current assets.

J. Inventory

Inventory in most funds of the oversight entity consists of immaterial expendable supplies and is recorded as an expenditure at the time of purchase. They are not recorded as an asset on the accompanying balance sheet. Inventories that are material use the consumption method and are valued at cost using the First-in First-out method. A reservation of fund balance is reported because these assets do not represent an expendable available resource of the County.

Inventory policies of the discretely presented component units vary and the individual financial reports should be consulted for details.

K. Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or to construct them. Capital assets acquired or constructed in the governmental funds are recorded as expenditures and the related assets are reported in the General Fixed Asset Account Group. All purchased or constructed fixed assets are valued at historical cost, if available, and at estimated historical cost if records do not exist. Donated fixed assets are valued at their fair market value on the date received.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

K. Fixed Assets-continued

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend lives are not capitalized. Improvements are capitalized.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, sidewalks and streets, and drainage systems are capitalized. Depreciation is recorded in the general fixed-asset account group using the straight-line method.

Fixed assets are recorded in the Enterprise Funds at their historical cost. Depreciation of these assets is charged as an expense against operations. Depreciation on that portion of assets acquired with contributed capital is closed to the appropriate contributed capital account. Net income or loss adjusted by the amount of depreciation on fixed assets acquired by the donated capital is closed to retained earnings. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives for various classes of assets are:

Asset Class	Life (years)
Buildings	30-40
Sewer/Water Systems	30-50
Other Infrastructure	30-40
Furniture & Fixtures	7-10
Equipment	7-10
Vehicles	5-7
Heavy Equipment	7-10
Other Fixed Assets	7-50

L. Long-Term Debt

Long-term liabilities that will be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. Payment of principal and interest is accounted for in the Debt Service Fund. Long-term liabilities of all enterprise funds are accounted for in the respective issuing funds.

M. Fund Equity

Fund balance has three major components:

1. **Reserved Fund Balance** – indicates the portion of fund equity that reflects assets which do not represent available spendable resources or have been legally segregated for specific purposes and is not available for other uses.
2. **Designated Fund Balance** – indicates that portion of fund equity for which County management has designated to be expended for specific purposes.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 1. Summary of Significant Accounting Policies-Continued

M. Fund Equity-continued

3. Unreserved/Undesignated Fund Balance – that portion of fund equity available for expenditure in future periods.

N. Total Columns on Combined Statements

Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund balances have not been eliminated in the aggregation of this data.

Note 2. Cash Deposits and Investments

Allegany County Primary Government:

Article 95, Section 22 of the Annotated Code of Maryland authorizes the County to invest surplus funds in bonds or in other obligations of which the faith and credit of the United States of America are pledged, obligations of federal government agencies issued in accordance with an Act of Congress, repurchase agreements that are secured by any bond or other obligation for the payment of which the faith and credit of the United States are pledged, any bank or banks in the State of Maryland, any savings and loan association, any building and loan association, in interest-bearing time deposit; and/or savings accounts, or in the Local Government Investment Pool.

The County's cash and investment at June 30, 2001 are summarized as follows:

Cash and cash equivalents	\$ 2,480,820
Investments	18,006,384
	<u>\$ 20,487,204</u>
Deposits and investment summary	
Deposits	\$ 14,324,873
Investments	6,156,065
Cash on hand	6,226
	<u>\$ 20,487,204</u>

Cash Deposits – At year-end, the carrying amount of the County's cash deposits was \$14,324,873 the bank balances were \$16,431,103. The entire bank balance was either covered by federal depository insurance or collateralized by securities held by the County's agent in the name of the County.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 2. Cash Deposits and Investments-Continued

Allegany County Primary Government:

Investments – investments are categorized as follows to give an indication of the level of risk assumed by the County or its component units at year-end.

Category 1 – includes investments that are insured or registered or for which the securities are held by the County (or Component Unit) or the County's agent in the County's (or Component Unit's) name.

Category 2 – includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department (if a Bank) or agent in the County's or Component Unit's name.

Category 3 – includes uninsured and unregistered investments for which the securities are held by the counterparty in the County's name or held by the counterparty's trust department (if a Bank) or agent but not in the County's or Component Unit's name.

Investments	Category			Carrying Amount	Fair Value
	1	2	3		
Repurchase agreements	\$ 6,156,065	\$ 0	\$ 0	\$ 6,156,065	\$ 6,165,065
Total Investments				\$ 6,156,065	\$ 6,165,065

The County carries its investments at cost. Investments consist entirely of nonparticipating contracts (nonnegotiable certificates of deposit) or repurchase agreements with maturities of less than one year.

Allegany County Discretely Presented Component Units:

Allegany County Board of Education

Cash deposits – At year-end, the carrying amount of the Board's deposits was \$12,972,746 and the bank balance was \$13,752,679. The entire bank balance was either covered by federal depository insurance or by collateral held by the Board's agent in the Board's name.

Allegany County Library System

Cash deposits – At year-end, the carrying amount of the Library's cash deposits was \$229,643 and the bank balance was \$230,965. The entire bank balance was covered by federal depository insurance or a separate collateral agreement. Cash on hand was \$575.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 2. Cash Deposits and Investments-Continued

Allegany County Library System-continued

Investments: Investments:

Investments	Category			Carrying Amount	Fair Value
	1	2	3		
Money Market Fund			\$6,705	\$6,705	\$6,705
Investments not subject to Categorization, Maryland Local Gov't Fund Pool				1,012,979	1,012,979
Totals		\$	\$6,705	\$1,019,684	\$1,019,684

The Maryland Local Government Investment Pool is administered by the Mercantile-Safe Deposit and Trust Company and oversight, by State law, is provided by the Maryland State Treasurer's Office. Due to the short-term nature of the Pool's assets and liabilities the carrying value of the Library's share of the pool is carried at cost which approximates fair value.

LaVale Sanitary Commission

Cash deposits – At year-end, the carrying amount of the LaVale Sanitary Commission's cash deposits was \$729,568, the bank balance was \$742,887, and cash on hand was \$100. The entire bank balance was either covered by federal depository insurance or by collateral held by LaVale Sanitary Commission's agent in the Commission's name.

Allegany College

Cash deposits – At year-end, the carrying amount of the College's cash deposits was \$147,009, the bank balance was \$448,133 which was either covered by federal depository insurance or was covered by collateral held by the College's agent in the College's name.

Investments:

Investments	Category			Carrying Amount	Fair Value
	1	2	3		
US Gov't Obligations	\$2,587,087			\$2,587,087	\$2,588,992
Repurchase Agreements	658,740			658,740	658,740
Totals	\$3,245,827	\$	\$	\$3,245,827	\$3,247,732

Note 3. Property Taxes Receivable

Property taxes are levied each July 1 and due on or before September 30 of that year. Unpaid property taxes attach as an enforceable lien on the property as of October 1. The County bills and collects its own property taxes. County property tax revenues are recognized when levied to the extent that they result in current receivables, collectable within sixty days after year-end, as defined by the Government Accounting Standards Board (GASB).

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 3. Property Taxes Receivable - Continued

As of July 1, 1996, State law mandates owner-occupied residential property owners may elect to pay real property taxes under a semiannual or annual payment schedule. The first installment for a semiannual payment or the annual payment is due by September 30, and the second installment of a semiannual schedule is due December 31, of the tax year without interest. Any unpaid installments after January 1 are charged interest of 1.5% monthly. Property owners electing to pay real property taxes semiannually may not have delinquent taxes on the property.

The County levied real and personal property taxes for property located in unincorporated areas at a rate of \$2.46 per \$100 of assessed valuation for the fiscal year 2001. The County granted tax differential rates to municipalities located within the County in accordance with Article 32A of the Annotated Code of Maryland. The various differential rates reduced the unincorporated rate of \$2.46 for municipal property owners as follows:

Barton	2.38
Cumberland	2.26
Frostburg	2.28
Lonaconing	2.33
Luke	2.32
Midland	2.38
Westernport	2.33

Property tax receivables at June 30, 2001 were \$2,878,149 of which \$1,657,438 was current year's taxes receivable and the balance of \$1,220,711 was prior years' unpaid taxes.

Note 4. Accounts Receivable

Allegheny County's receivables due from customers at June 30, 2001 consist of the following:

	Receivable	Allowance for Doubtful Accounts	Net Receivable
Water Districts	\$ 234,099	\$ 14,418	\$ 219,681
Sanitary Districts	1,096,469	87,013	1,009,456
Nursing Home	826,238	90,000	736,238
County Loan Fund	2,733,904	371,580	2,362,324
	\$ 4,890,710	\$ 563,011	\$ 4,327,699

In the governmental funds, it is the County's policy to record revenues in the period to which they relate, provided such amounts are measurable and available. The County considers revenues to be available if they are earned and received in cash during the year or received within 60 days after the end of the fiscal year.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 5. Fixed Assets

The following is a summary of changes in fixed assets of Allegany County's primary government:

General Fixed Asset Account Group					
Asset class	Balance July 1, 2000	Additions	Deletions	Transfers In (Out)	Balance June 30, 2001
Land	\$ 3,921,539	\$ 319,864	\$ 213,835	\$ -	\$ 4,027,568
Buildings	13,452,062	1,806,371	430,045	-	14,828,388
Infrastructure	31,692,234	-	888,323	-	30,803,911
Furniture & Fixtures	1,120,077	10,090	269,685	-	860,482
Equipment	3,355,076	398,610	1,401,335	-	2,352,351
Vehicles	5,320,918	1,271,240	163,184	-	6,428,974
Heavy Equipment	2,658,805	404,220	169,627	-	2,893,398
Other Fixed Assets	775,696	64,045	25,786	-	813,955
Sub-totals	\$ 62,296,407	\$ 4,274,440	\$ 3,561,820	\$ -	\$ 63,009,027
Accum Depreciation	0				(38,504,439)
General Fixed Asset Account Group assets net of depreciation	\$ 62,296,407				\$ 24,504,588

Enterprise Funds					
Enterprise Fund Asset class	Balance July 1, 2000	Additions	Deletions	Transfers In (Out)	Balance June 30, 2001
Nursing Home					
Buildings	\$ 2,591,117	\$ 28,954	\$ -	\$ -	\$ 2,620,071
Furniture & Fixtures	1,035,491	82,621	-	-	1,118,112
Equipment	630,252	33,125	-	-	663,377
Vehicles	65,352	69,952	-	-	135,304
Other Fixed Assets	1,377	2,800	-	-	4,177
Sub-totals	\$ 4,323,589	\$ 217,452	\$ -	\$ -	\$ 4,541,041
Accum Depreciation	(2,380,449)				(2,511,123)
Nursing Home assets net of depreciation	\$ 1,943,140				\$ 2,029,918
Water Districts					
Work in Progress	\$ 993,700	\$ -	\$ -	\$ (993,700)	\$ -
Land	6,570	-	-	-	6,570
Water Systems	6,179,401	-	-	5,309,909	11,489,310
Furniture & Fixtures	225	-	-	-	225
Equipment	71,243	-	-	-	71,243
Vehicles	114,138	-	-	-	114,138
Other Fixed Assets	1,102,772	-	-	-	1,102,772
Sub-totals	\$ 8,468,049	\$ -	\$ -	\$ 4,316,209	\$ 12,784,258
Accum Depreciation	(1,973,809)				(2,267,336)
Water District assets net of depreciation	\$ 6,494,240				\$ 10,516,922
Sanitary Districts					
Land	\$ 27,718	\$ -	\$ -	\$ -	\$ 27,718
Buildings	156,566	-	-	-	156,566
Construction in Progress	6,325,744	1,251,633	-	(6,520,199)	1,057,178
Water/Sewer Systems	66,253,154	-	-	1,003,990	67,257,144
Furniture & Fixtures	16,369	-	-	-	16,369
Equipment	650,428	22,139	-	-	672,567
Vehicles	290,441	43,030	-	-	333,471
Heavy Equipment	190,998	13,120	-	-	204,118
Other Fixed Assets	10,654	-	-	1,200,000	1,210,654
Sub-totals	\$ 73,922,072	\$ 1,329,922	\$ -	\$ (4,316,209)	\$ 70,935,785
Accum Depreciation	(21,618,389)				(23,078,705)
Sanitary District assets net of depreciation	\$ 52,303,683				\$ 47,857,080
Total All Enterprise Funds					
Total cost	\$ 86,713,710	\$ 1,547,374	\$ -	\$ -	\$ 88,261,084
Accum Depreciation	(25,972,647)				(27,857,164)
Enterprise Fund assets net of depreciation	\$ 60,741,063				\$ 60,403,920

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 5. Fixed Assets-Continued

The following is a summary of changes in fixed assets of Allegany County's discretely presented component units:

Discretely Presented Component Units					
Asset class	Balance July 1, 2000	Additions	Less Deletions	Transfers In (Out)	Balance June 30, 2001
Board of Education					
General Fixed Assets					
Land	\$ 2,109,846	\$ 33,500	\$ 31,780	\$ -	\$ 2,111,566
Buildings and Improvements	105,030,637	2,438,197	5,557,935	-	101,910,899
Equipment	6,001,695	115,755	92,738	-	6,024,712
Totals	<u>\$ 113,142,178</u>	<u>\$ 2,587,452</u>	<u>\$ 5,682,453</u>	<u>\$ -</u>	<u>\$ 110,047,177</u>
Property, Plant & Equipment					
Equipment	\$ 452,049	5,483	10,175	-	\$ 447,357
Accum Depreciation	(288,201)				(342,068)
Property, Plant & Equipment net of depreciation	<u>\$ 163,848</u>				<u>\$ 105,289</u>
Allegany County Library					
General Fixed Assets					
Buildings & Improvements	\$ 3,626,020	\$ 701,572	\$ 200	\$ -	\$ 4,327,392
Furniture & Equipment	602,681	\$ 148,701	\$ 4,520	-	746,862
Vehicles	\$ 118,698	-	-	-	118,698
Construction in Progress	543,146	158,426	701,572	-	0
Totals	<u>\$ 4,890,545</u>	<u>\$ 1,008,699</u>	<u>\$ 706,292</u>	<u>\$ -</u>	<u>\$ 5,192,952</u>
Allegany College					
General Fixed Assets					
Land	\$ 345,150	\$ 37,000	\$ -	\$ -	\$ 382,150
Buildings	23,208,342	363,697	-	-	23,572,039
Furniture, Fixtures & Equipment	9,401,463	758,736	279,255	-	9,880,944
Construction in Progress	374,131	4,374,879	-	-	4,749,010
Totals	<u>\$ 33,329,086</u>	<u>\$ 5,534,312</u>	<u>\$ 279,255</u>	<u>\$ -</u>	<u>\$ 38,584,143</u>
Property, Plant & Equipment					
Furniture, Fixtures & Equipment	\$ 215,593	\$ 4,818	\$ 4,185	\$ -	\$ 216,226
Accum Depreciation	(196,499)				(200,826)
Property, Plant & Equipment net of depreciation	<u>\$ 19,094</u>				<u>\$ 15,400</u>
LaVale Sanitary District					
Property, Plant & Equipment					
Land	\$ 176,385	\$ -	\$ -	\$ -	\$ 176,385
Buildings	145,021				145,021
Construction in Progress	84,064	77,150	47,314		113,900
Infrastructure	12,219,265	11,795			12,231,060
Equipment	630,123	128,084			758,207
Sub-totals	<u>\$ 13,254,858</u>	<u>\$ 217,029</u>	<u>\$ 47,314</u>	<u>\$ -</u>	<u>\$ 13,424,573</u>
Accum Depreciation	(5,767,681)				(6,096,256)
Sanitary District assets net of depreciation	<u>\$ 7,487,177</u>				<u>\$ 7,328,317</u>
Total All Discretely Presented Component Units					
General Fixed Assets	<u>\$ 151,361,809</u>	<u>\$ 9,130,463</u>	<u>\$ 6,668,000</u>	<u>\$ -</u>	<u>\$ 153,824,272</u>
Property, Plant & Equipment	<u>\$ 13,922,500</u>	<u>\$ 227,330</u>	<u>\$ 61,674</u>	<u>\$ -</u>	<u>\$ 14,088,156</u>
Accum Depreciation	<u>(6,252,381)</u>				<u>(6,639,150)</u>
Property, Plant & Equipment net of depreciation	<u>\$ 7,670,119</u>				<u>\$ 7,449,006</u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 6. Short-Term Debt

Allegany County had no short-term debt outstanding at June 30, 2001.

Note 7. Long-Term Debt

The following is a summary of general obligation debt transactions for the County for the fiscal year ended June 30, 2001:

General Obligation Debt				
General Government Debt:	Payable at June 30, 2000	Amount Issued	Amount Retired	Payable at June 30, 2001
General Obligation	\$ 41,215,000	\$ -	\$ (3,270,000)	\$ 37,945,000
Notes	1,145,756	-	(65,524)	1,080,232
Capital Leases	145,619	-	(93,836)	51,783
State Loans	8,808,593	-	(347,868)	8,460,725
Compensated Absences	2,488,673	98,762	-	2,587,435
Total	<u>\$ 53,803,641</u>	<u>\$ 98,762</u>	<u>\$ (3,777,228)</u>	<u>\$ 50,125,175</u>

The annual requirements to amortize Allegany County primary government's general obligation debt outstanding as of June 30, 2001 are as follows:

Year Ending June 30,	General Obligation Bonds		Notes		Capital Leases		State Loans		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$ 3,360,000	\$ 1,808,924	\$ 68,946	\$ 56,652	\$ 50,806	\$ 1,657	\$ 421,042	\$ 479,260	\$ 3,900,794	\$ 2,346,493
2003	3,460,000	1,637,795	72,585	53,013	977	6	450,001	453,747	3,983,563	2,144,561
2004	3,565,000	1,463,833	76,417	49,181	-	-	477,462	426,286	4,118,879	1,939,300
2005	3,380,000	1,294,178	80,450	45,148	-	-	505,925	397,822	3,966,375	1,737,148
2006	3,500,000	1,125,939	84,697	40,901	-	-	536,129	367,619	4,120,826	1,534,459
2007-2011	14,035,000	3,388,122	465,140	134,534	-	-	2,539,956	1,375,950	17,040,096	4,898,606
2012-2016	6,235,000	688,214	33,671	62,569	-	-	2,227,525	658,703	8,496,196	1,409,486
2017-2021	410,000	12,044	44,705	51,535	-	-	1,263,611	153,585	1,718,316	217,164
2022-2026	-	-	59,355	36,885	-	-	39,074	533	98,429	37,418
2027-2031	-	-	94,266	18,060	-	-	-	-	94,266	18,060
	<u>\$ 37,945,000</u>	<u>\$ 11,419,049</u>	<u>\$ 1,080,232</u>	<u>\$ 548,478</u>	<u>\$ 51,783</u>	<u>\$ 1,663</u>	<u>\$ 8,460,725</u>	<u>\$ 4,313,505</u>	<u>\$ 47,537,740</u>	<u>\$ 16,282,695</u>
						Add compensated absences			2,587,435	
									<u>50,125,175</u>	

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 7. Long-Term Debt - Continued

Allegany County Primary Government Schedule of Long - Term General Obligation Debt:					
General Obligation Bonds:	Date of Issue	Date of Maturity	Interest Rate (%)	June 30,	
				2001	2000
Public Improvement Bonds:					
Bonds of 1988	11/01/88	11/01/03	5.5 - 8.5	\$ 885,000	\$ 1,180,000
Bonds of 1990	10/15/90	10/15/05	5.25 - 8.25	1,325,000	1,590,000
Bonds of 1991	08/01/91	08/01/06	5.4 - 7.125	3,390,000	3,955,000
Bonds of 1992	08/01/92	04/01/07	2.75-5.70	1,080,000	1,230,000
Bonds of 1994	01/01/94	01/01/09	4.05-4.70	3,190,000	3,515,000
Bonds of 1995	11/01/95	11/01/10	4.25-5.10	4,560,000	4,910,000
Bonds of 1996	06/15/96	11/01/16	4.8-6.25	4,495,000	4,675,000
Bonds of 1997	03/01/97	03/01/12	3.65-5.4	5,315,000	5,675,000
Bonds of 1998	08/15/98	08/01/13	4.375-4.65	13,705,000	14,485,000
Notes:					
Farmers Home Admin	1992	2032	5.75	276,458	279,673
Tri - County Council Loan	06/22/93	06/22/08	5.0	56,075	62,615
PPG Loan	01/05/96	2011	5.2	747,699	803,468
Capital Leases:					
HVAC Lease	11/11/96	2001	6.7	42,577	123,630
Home detention equip (1)	10/98	10/2001	4.8	2,529	9,878
Home detention equip (2)	6/99	08/2002	4.8	6,677	12,111
State Loans:					
Md Industrial Land Act:					
Precise Metals Bldg	03/19/80	03/19/09	6.316	523,967	596,838
Superfos Expansion	1991	2028	6.9	698,405	740,005
Blue Cross Bldg	1992	2012	6.8	1,175,486	1,209,833
Schwab Bldg I	1992	2012	6.44	623,395	665,792
Hunter Douglas	1993	2019	5.93	466,904	481,890
Micro - Integration	1994	2014	5.93	768,810	809,595
Superfos III	1995	2014	5.93	1,122,538	1,176,679
Hunter Douglas II	1998	2018	4.64	88,822	92,477
MICRF Loans:					
Potomac Farms	06/22/93	06/22/08	5.0	279,567	312,139
PPG Purchase	01/05/96	2020	5.0	2,251,410	2,260,125
PPG Improvements	2001	2022	4.69	249,852	250,000
MAHF Loan	08/10/90	08/10/30	1.0	61,569	63,220
MD Historical Trust Loan	2000	2020	1.0	150,000	150,000
Compensated Absences				2,587,435	2,488,673
Total Long - Term General Obligation Debt				\$ 50,125,175	\$ 53,803,641

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 7. Long-Term Debt - Continued

The following is a summary of revenue debt transactions for the County for the fiscal year ended June 30, 2001:

Revenue Debt

	Payable at July 1, 2000	Amount Issued	Amount Retired	Payable at June 30, 2001
Water Districts Debt:				
Farmers Home Admin	\$ 1,685,463	\$ -	\$ (20,363)	\$ 1,665,100
Allegany County Advances	251,041	-	(61,592)	189,449
Total	\$ 1,936,504	\$ 0	\$ (81,955)	\$ 1,854,549
Sanitary Districts Debt:				
Water Quality Loans	\$ 2,181,089	\$ -	\$ (166,151)	\$ 2,014,938
Farmers Home Admin	2,190,587	-	(23,881)	2,166,706
Allegany County Advances	1,207,983	1,200,000	(287,150)	2,120,833
	\$ 5,579,659	\$ 1,200,000	\$ (477,182)	\$ 6,302,477

Schedule of Revenue Debt:

	Date of Issue	Date of Maturity	Interest Rate (%)	June 30,	
				2001	2000
Water Districts Debt:					
FHA Loan 1991 Series A	02/21/91	2013	6.0	\$ 105,259	\$ 106,506
FHA Loan 1991 Series B	02/21/91	2013	6.0	256,990	260,037
FHA Loan 1998	10/22/97	2037	4.5	327,910	331,403
FHA Loan 2000	12/28/99	12/28/2039	3.25	499,095	505,534
FHA Loan 2000 R-1	12/28/99	12/28/2039	3.25	235,470	238,507
FHA Loan 2000 R-2	12/28/99	12/28/2039	3.25	240,376	243,476
Allegany Co. Advance	07/01/88	06/30/03	8.0	56,876	82,138
Allegany Co. Advance	01/01/89	06/30/04	8.0	123,442	158,543
Allegany Co. Advance	06/30/93	06/30/23	8.0	9,131	10,360
Sub - total				1,854,549	1,936,504
Less: Current maturities of long - term debt				(87,745)	(81,888)
Total Water Districts long - term debt				\$ 1,766,804	\$ 1,854,616
Sanitary Districts Debt:					
Maryland Water Quality Loans					
Bowling Green	1974	2004	5.9	\$ 10,926	\$ 13,293
Bowling Green	1980	2010	5.5	6,694	7,259
Bowling Green	1984	2014	8.3	41,108	42,636
Cresaptown	1974	2004	5.9	12,472	15,174
Cresaptown	1980	2010	5.5	6,416	6,957
Cresaptown	1984	2014	8.3	25,599	26,554
Cresaptown	1986	2015	8.8	12,986	13,401
Bedford Road	1977	2007	5.5	62,256	69,402
Bedford Road	1983	2013	8.2	240,413	252,008
McCoole	1978	2008	5.5	100,459	111,989
Oldtown	1981	2011	6.1	30,349	32,511
Flintstone	1980	2010	6.1	91,048	97,534
Georges Creek	1981	2011	6.1	181,548	192,926
Georges Creek	1982	2012	6.1	314,081	331,539
Celanese Treatment Plant	1991	2010	3.705	334,710	365,671
Mexico Farms	1992	2009	3.705	543,873	602,235
Sub - total				2,014,938	2,181,089

Schedule continued on next page

Schedule continued on next page

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 7. Long-Term Debt - Continued

Revenue Debt - Continued					
Schedule of Revenue Debt - Continued					
Sanitary Districts continued	Date of	Date of	Interest	June 30,	
	Issue	Maturity	Rate (%)	2001	2000
Farmers Home Administration Loans					
Georges Creek	1988	2027	5.0	37,932	38,624
Mexico Farms	1992	2032	5.5	388,339	392,864
Cash Valley Road	1966	2036	4.5	139,134	140,770
Oldtown Road	1966	2036	4.5	527,666	533,870
McCoole Water	1999	2039	4.5	1,073,635	1,084,459
Sub - total				<u>2,166,706</u>	<u>2,190,587</u>
Allegany County Advances:					
Bowling Green	07/01/88	06/30/03	8.0	119,842	173,070
Braddock Run	01/01/89	06/30/01	8.0	-	6,721
Jennings Run	07/01/88	06/30/03	8.0	111,886	161,581
Georges Creek	07/01/88	06/30/03	8.0	58,147	83,973
Georges Creek	07/01/88	06/30/03	8.0	121,752	175,829
Franklin	01/01/89	06/30/04	8.0	22,581	29,001
Bedford Road	01/01/89	06/30/02	8.0	9,616	21,289
Braddock Run	1991	2007	5.4-7.125	130,983	152,809
Jennings Run	1992	2007	5.4-7.125	106,792	124,587
Georges Creek	1992	2007	5.4-7.125	139,468	162,746
Bedford Road	1992	2007	5.4-7.125	99,766	116,377
I&I Study	2001	2021	5.5	1,200,000	-
Sub - total				<u>2,120,833</u>	<u>1,207,983</u>
Total				<u>6,302,477</u>	<u>5,579,659</u>
Less: Current maturities of long - term debt				<u>(527,306)</u>	<u>(477,188)</u>
Total Sanitary Districts Long - term Debt				<u>\$5,775,171</u>	<u>\$5,102,471</u>

The annual requirements to amortize the Water Districts long-term debt outstanding at June 30, 2001 are:

Year Ending June 30,	Farmers Home Admin. Loans		County Advances		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2002	21,128	67,960	66,617	13,850	87,745	81,810
2003	21,994	67,094	72,053	8,414	94,047	75,508
2004	22,895	66,193	45,968	3,161	68,863	69,354
2005	23,836	65,252	1,681	352	25,517	65,604
2006	24,819	64,269	1,819	215	26,638	64,484
2007-2011	140,431	305,009	1,311	66	141,742	305,075
2012-2016	172,480	272,959	-	-	172,480	272,959
2017-2021	212,491	232,949	-	-	212,491	232,949
2022-2026	262,610	182,830	-	-	262,610	182,830
2027-2031	333,282	119,838	-	-	333,282	119,838
2032-2036	259,833	54,508	-	-	259,833	54,508
2037-2039	169,301	9,732	-	-	169,301	9,732
Totals	<u>1,665,100</u>	<u>1,508,593</u>	<u>189,449</u>	<u>26,058</u>	<u>1,854,549</u>	<u>1,534,651</u>

The annual requirements to amortize the Sanitary Districts long-term debt outstanding at June 30, 2001 are:

Year Ending June 30,	Water Quality Loans		Farmers Home Admin. Loans		County Advances		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	174,324	107,569	25,028	101,142	327,952	126,295	527,304	335,006
2003	182,931	98,961	26,227	99,943	336,943	102,342	546,101	301,246
2004	192,002	89,890	27,483	98,687	125,684	81,952	345,169	270,529
2005	201,517	81,329	28,800	97,370	119,681	74,411	349,998	253,110
2006	204,893	70,254	30,180	95,990	121,921	67,201	356,994	233,445
2007-2011	878,430	194,585	174,060	456,790	329,758	253,059	1,382,248	904,434
2012-2016	180,841	22,331	220,081	410,769	328,291	170,088	729,213	603,188
2017-2021	-	-	278,382	352,468	430,603	67,776	708,985	420,244
2022-2026	-	-	352,275	278,575	-	-	352,275	278,575
2027-2031	-	-	435,123	185,750	-	-	435,123	185,750
2032-2036	-	-	432,478	79,731	-	-	432,478	79,731
2037-2039	-	-	136,589	8,414	-	-	136,589	8,414
Totals	<u>2,014,938</u>	<u>664,919</u>	<u>2,166,706</u>	<u>2,265,629</u>	<u>2,120,833</u>	<u>943,124</u>	<u>6,302,477</u>	<u>3,873,672</u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 7. Long-Term Debt - Continued

The following is a summary of debt transactions for the discretely presented funds for the fiscal year ended June 30, 2001

Discretely Presented Component Unit Debt					
			Allegany College		
Payable at July 1, 2000			\$ 89,196		
Amount issued			307,716		
Amount retired			(76,011)		
Payable at June 30, 2001			<u>\$ 320,901</u>		
Schedule of Long - term Debt					
	Date of Issue	Date of Maturity	Interest Rate (%)	June 30,	
				2001	2000
Allegany College					
Leases Payable	Various	Various	2.75-15.13	\$ 320,901	\$ 89,196
Total Allegany College Long - term Debt				<u>\$ 320,901</u>	<u>\$ 89,196</u>
The annual requirements to amortize the long - term debt outstanding as of June 30, 2001 of Allegany County's discretely presented component units are as follows:					
	Year ending June 30,		Allegany College		
	<u>2002</u>		<u>\$ 87,248</u>		
	2003		84,037		
	2004		77,328		
	2005		61,665		
	2006		60,917		
	2007 - and beyond		2,964		
	Totals		<u>374,159</u>		
	Less interest		53,258		
	Principal		<u>\$ 320,901</u>		

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 8. Pension and Retirement Systems

Allegany County Primary Government

Plan Descriptions

Allegany County contributes to the Maryland State Retirement and Pension Systems ("Systems"). Both systems are cost sharing multiple-employer defined benefit plans. The Systems were established by Article 73B of the Annotated Code of Maryland to provide retirement, disability, annual cost-of-living adjustments and death benefits to plan members and their beneficiaries. Responsibility for the organization and administration of the Systems is vested in the Board of Trustees of the Maryland State Retirement and Pension Systems. The retirement and pension systems issue a publicly available financial report, which includes financial statements and required supplementary information. The report may be obtained by writing to the following:

Maryland State Retirement Agency
301 W. Preston Street
Baltimore, Maryland 21201

Allegany County has also established two defined contribution plans; the County Administrator's Retirement Plan and the Management Contractual Employees Retirement Plan, to provide retirement benefits to certain contractual employees of the County. The ICMA Retirement Corporation administers both plans. At June 30, 2001, there are 7 members enrolled in the plans.

Funding Policy

Employees covered under the retirement system are required to contribute five percent of their base salary, and the County is required to contribute at an actuarially determined rate. The current rate is 10.23% of covered payroll. The employees belonging to the pension system must contribute two percent of their base salary and five percent of the base salary that exceeds the social security wage base. The County is required to contribute at an actuarially determined rate also. The contribution rate for the County is currently 5.23% of covered payroll. The contribution requirements of plan members and Allegany County are established and may be amended by the plan's board of trustees. Allegany County's contributions for the years ended June 30, 2001, 2000, 1999, were \$636,150, \$710,846, and \$702,477, respectively, equal to the required employer contributions for each year.

The two defined contribution plans require the County to contribute 9% to the Administrators Retirement Plan and 5.23% to the Management Contractual Employees Retirement Plan of annual covered payroll. The annual covered payroll was \$271,109 and the required contribution was \$17,549, which was made. Plan provisions and contribution requirements are established and may be amended by the County Commissioners.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 8. Pension and Retirement Systems-Continued

Allegany County Primary Government

Funding Policy - continued

The financial statements of the defined contribution plans are prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period the contributions are due. Plan investments are reported at fair market value.

Allegany County Component Units

Board of Education-Component Unit

The Board of Education participates in the Maryland State Retirement System part of the same cost sharing multiple-employer defined benefit pension and retirement systems the County participates in. The employees are covered under either the Teachers' Retirement System, the Employees' Retirement System, the Teachers' Pension System or the Employees' Pension System Plans. A copy of the report can be obtained by writing to the Maryland State Retirement Agency at the address listed above.

Members of the retirement system are required to contribute 5% of their base salary or the percentage they were contributing prior to July 1, 1973 if less. Members of the pension plan are required to contribute 5% of their salary in excess of the social security wage base. The Board is required to contribute at an actuarially determined rate. The current rate is 6.96% of annual covered payroll. The contribution requirements of plan members and the Board are established and may be amended by the plan's board of trustees. The Board contributions for the years ended June 30, 2001, 2000 and 1999 were \$747,297, \$807,519 and \$836,389, respectively, equal to the required contributions for each year.

Allegany County Library System-Component Unit

The employees of the Library are provided retirement benefits through the Maryland State Retirement Systems; the same cost sharing multiple-employer defined benefit retirement system in which the County participates. All employees of the Library System except custodial personnel are covered by the Maryland State Teacher's Retirement Systems. The Maryland State Department of Education is directly responsible for all financial and administrative requirements of the employees' participation in the Teachers Retirement System. The Library System itself is only financially and administratively responsible for custodial employees' participation in the Maryland State Retirement Systems. As of year-end, all custodial employees participated in the pension system. Detailed information on the Library's retirement plan provisions, funding status, required contributions and trends may be obtained in their financial reports for the period ending June 30, 2001. The Library's contributions for the years ended June 30, 2001, 2000 and 1999 were \$4,184, \$4,417, and \$4,072, respectively, equal to the required employer contributions for custodial staff for each year. All payments have been made by the State of Maryland for the non-custodial employees.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 8. Pension and Retirement Systems-Continued

Allegany College-Component Unit

The College's permanent employees are provided pension benefits through one of several pension plans: Maryland State Teachers' Retirement System, Maryland State Teachers' Pension System, TIAA/CREF Retirement Plan, Maryland State Employees' Retirement System, and the Maryland State Employees' Pension System. All of the plans the College participates in are the same cost sharing multiple-employer defined benefit plans the County participates in, with the exception of TIAA/CREF Retirement Plan which is a separate plan the County is not associated with. The State of Maryland is responsible for funding the employee portion of pension costs for substantially all employees covered by the Teachers' Retirement System, Teachers' Pension System, and the TIAA/CREF Retirement Plan.

Detailed information on the College's retirement plan provisions, funding status, required contributions and trends may be obtained in their financial reports for the period ending June 30, 2001. Allegany College's contributions for the years ended June 30, 2001, 2000 and 1999 were \$57,812, \$60,600 and \$56,553, respectively, equal to the required employer contributions for each year. All payments have been made by the State of Maryland for those employees for which they are responsible.

LaVale Sanitary Commission – Component Unit

The Sanitary Commission provides a defined benefit pension plan for all their full-time employees. The plan is a single employer non-contributory plan and is not a part of any of the plans the County participates in. Detailed information on LaVale Sanitary Commission's retirement plan provisions, funding status, required contributions and trends may be obtained in their financial reports for the period ending June 30, 2001. LaVale Sanitary's contributions for the years ended June 30, 2001, 2000 and 1999 were \$71,403, \$133,223, and \$36,938, respectively, equal to the required employer contributions for each year.

Note 9. Other Required Fund Disclosures

A. Fund deficits

The Allegany County Revolving Building Funds had a deficit balance at June 30, 2001 of \$368,356. The deficit will be funded by Federal grants for several economic development projects.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 9. Other Required Fund Disclosures - Continued

B. Expenditures and other financial uses over budget in individual budgeted funds

The following funds had an excess of actual expenditures and other financing uses over budget for the year ending June 30, 2001:

<u>Fund</u>	<u>Excess</u>
Debt Service Fund	45,515
Drug Task Force Fund	14,264
Community Development Block Grant Fund	112,103
General Fund	2,074,177

- The expenditures over budget in the Debt Service Fund were funded by a transfer from the General Fund.
- The Drug Task Force expenditures over budget were funded by cash seized during drug raids and forfeited.
- The expenditures over budget in the Community Development Block Grant Fund were funded by an unanticipated and unbudgeted block grant.
- The General Fund expenditures over budget were funded by unexpended fund balance accumulated in prior years.

C. Transfers to component units and interfund transfers

Transfers to component units for the year ending June 30, 2001 are as follows:

<u>Transferred From:</u> <u>Transferred To:</u>	<u>Amount</u>	<u>Total By</u> <u>Fund Type</u>
From the General Fund to:		
Board of Education	\$ 24,955,556	
Board of Education, Data Processing	226,905	
Allegany College	4,975,600	
Library	721,780	\$ 30,879,841
From the County Capital Projects Funds to:		
Board of Education	1,091,128	1,091,128
	\$ 31,970,969	\$ 31,970,969

Note 9. Other Required Fund Disclosures-Continued

C. Transfers to component units and transfers to other funds – continued

Transfers to other funds for the year ending June 30, 2001 are as follows:

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Transferred From: Transferred To:	Amount	Total By Fund
From the General Fund to:		
Highway Fund	\$ 1,647,981	
Transit Fund	132,548	
Community Development & Housing Fund	143,547	
Narcotics Task Force Fund	14,952	
Revolving Building Fund	26,902	
Debt Service Fund	6,170,405	
Capital Improvement Projects Fund	209,990	
Pay-As-You-Go Capital Reserve Fund	610,841	
Sanitary Districts	60,428	
Loan Fund	1,457,950	\$ 10,475,544
From the Highway Fund to:		
Pay-As-You-Go Capital Reserve Fund	120,000	120,000
From the Community Development Block Grant Fund to:		
Debt Service Fund	2,284	2,284
From the Revolving Bldg Fund to:		
General Fund	130,636	
Debt Service Fund	1,047,500	1,178,136
From the Pay-As-You-Go Capital Reserve Fund to:		
Debt Service Fund	188,025	188,025
From the 1997 and 1998 Public Imp Bonds Fund to:		
Revolving Building Fund	262,954	
Community Development Block Grant Fund	7,195	
Capital Improvement Projects Fund	64,138	334,287
From the County Loan Fund to:		
General Fund	724,927	724,927
TOTALS	\$ 13,023,203	\$ 13,023,203

D. Advances To/From Other Funds

Advances to/from other funds as of June 30, 2001 are as follows:

	Advances to Other Funds	Advances from Other Funds
General Fund	\$ 1,922,409	
Nursing Home Fund		\$ 722,409
Sanitary Districts		1,200,000
County Loan Fund	2,310,282	
Allegany County Sanitary Districts:		
Long-term debt		1,792,880
Current portion of long-term debt		327,953
Allegany County Water Districts:		
Long-term debt		122,832
Current portion of long-term debt		66,617
	\$ 4,232,691	\$ 4,232,691

The amounts owed to the General fund from the Nursing Home and Sanitary District Funds and the amounts owed to the County Loan Fund from the Sanitary District and Water District Funds are reported as advances to indicate that such amounts are long-term assets and are not to be considered as "available spendable resources."

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 9. Other Required Fund Disclosures-Continued

E. Interfund Receivables/Payables

Interfund receivable and payable balances as of June 30, 2001 are as follows:

	Due from Other Funds	Due to Other Funds
General Fund	\$ -	\$ 3,935,698
Special Revenue Funds:		
Highway Fund	850,956	8,832
Coal Haul Roads Fund	475,473	-
Transit Fund	373,442	-
Office of Children, Youth and Families Fund	695,505	-
Community Development Block Grant Fund	63,121	-
CDBG Program Income Fund	21,457	-
Community Development & Housing Fund	105,214	-
Narcotics Task Force Fund	9,926	-
Revolving Building Fund	-	345,156
State Fire and Rescue Fund	3,562	-
Sub-total	2,598,656	353,988
Debt Service Fund	1,400,000	-
Capital Project Funds:		
Non - Industrial Development Fund	-	71,264
Pay - As - You - Go Fund	583,364	-
Public Imp. Bonds of 1997 & 1998 Fund	-	307,970
Sub-total	583,364	379,234
Agency Fund	194	-
Enterprise Funds:		
Water Districts	-	289,508
Sanitary Districts	1,973,812	2,226,247
County Loan Fund	628,649	-
Sub-total	2,602,461	2,515,755
TOTALS	\$ 7,184,675	\$ 7,184,675

Note 10. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which it carries commercial insurance. The County retains no risk for claims up to the maximum amount of the policy except for deductible amounts. During the fiscal year and for the three prior fiscal years, the County did not have any losses exceeding its insurance coverage.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 11. Pending Claims and Litigation

The County is the defendant in several lawsuits in which plaintiffs are seeking to recover amounts from the County as a result of alleged damages incurred by those plaintiffs. The County Attorney and County management estimates that the potential claims against the County resulting from such litigation which are not covered by insurance would not materially affect the financial statements, taken as a whole.

The State of Maryland has filed suit against Allegany County seeking a court-enforced timetable for fixing the County's combined sewer and storm water system overflow problem. The cost associated with correcting the problem cannot be reasonably estimated. However those costs will likely be spread over an extended period of years.

Note 12. Deferred Revenues

Allegany County reports deferred revenue on its combined balance sheets. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheets and revenue is recognized.

The following is a summary of deferred revenues on property taxes:

Balance at June 30, 2000	\$ 2,425,724
Add: FY2001 collections of previously deferred delinquent taxes	
less than deferrals of current property taxes	164,539
Balance at June 30, 2001	<u>\$ 2,590,263</u>

Note 13. Compensated Absences

Statement 16 of the Governmental Accounting Standards Board (GASB) – Accounting For Compensated Absences requires employers to accrue a liability for certain future vacation, sick, and other leave benefits, provided the following conditions are met:

- a. The employer's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
- b. The obligation relates to rights that vest.
- c. Payment of the compensation is probable and not contingent on a specific event outside the control of the County or the employee.
- d. The amount can be reasonably estimated.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 13. Compensated Absences - Continued

In addition, GASB Statement 16 states that the amount of compensated absences recorded as expenditures in governmental funds shall be the amount accrued during the year that would normally be liquidated with expendable available financial resources.

County employees earn vacation time depending upon their length of service and are eligible to use this time in the year in which it is earned. Vacation time may be carried from one year to the next, but may not exceed 200% of the annual accrual at any point in time. Vacation time earned when the 200% ceiling has been reached is accrued as sick time and remains as such. All vacation time outstanding and earned upon leaving County service is paid to the employee at the current salary level.

County employees earn fifteen sick leave days per year with no accumulation ceiling. It is the policy of the County to pay for up to 120 days of sick leave accumulated, upon the retirement of most employees. Thus, an employee may be eligible for up to 120 days of additional pay upon retirement for accumulated sick leave.

Because the County does allow accumulation of vacation and sick leave benefits, estimates have been made and accrued liabilities recorded for the County's governmental fund types in the General Long-Term Account Group as this liability will not normally be paid from available spendable resources. Compensated absence liabilities for the County's proprietary funds are recorded in the funds in which the employment and related liability occurred.

At June 30, 2001, compensated absence liabilities for Allegany County are summarized as follows:

Total Governmental Fund Types	<u>\$ 2,587,435</u>
Nursing Home	295,547
Sanitary Districts	<u>279,093</u>
Total Proprietary Fund Types	<u>574,640</u>
Total Allegany County primary government	<u>\$ 3,162,075</u>

Note 14. Contingent Liabilities and Commitments

The County and the Allegany County Sanitary Districts participate in a number of state- and federally-assisted grant programs, principal of which are Community Development Block Grants, as well as, Appalachian Regional Commission, Economic Development Administration, and Housing and Urban Development economic development and housing assistance grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs for and including the year ended June 30, 2001 may not have been concluded.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 15. Fund Balances – Reserves and Designations

The financial reports of Allegany County present three general types of fund balances within the governmental fund types, they are:

1. **Reserved Fund Balance** – the portion of fund balance that is not available for expenditure or is legally segregated for a specific future use.
 2. **Designated Fund Balance** – the portion of fund balance designated for specific future purposes.
 3. **Unreserved/Undesignated Fund Balance** – that portion of fund balance available for expenditure.
- The fund balances for the governmental fund types at June 30, 2001, consist of the following:

General Fund			
Reserved Fund Balance for:			
Prepaid expenditures	\$	5,916	
Advance to the Nursing Home		722,409	
Advance to the Sanitary Districts		<u>1,200,000</u>	
Sub - total			\$ 1,928,325
Designated Fund Balance for:			
Next fiscal year	\$	1,608,262	
Contingencies		5,000,000	
Specific Programs		<u>930,865</u>	
Sub - total			7,539,127
Unreserved/Undesignated			<u>544,098</u>
Total Fund Balance			<u>\$ 10,011,550</u>
Special Revenue Fund Type			
Reserved Fund Balance for:			
Noncurrent assets	\$	272,798	
Fund purposes, legally & contractually		990,148	
Inventory		<u>17,696</u>	
Sub - total			\$ 1,280,642
Designated Fund Balance for:			
Next fiscal year	\$	333,733	
Designated for specific programs		<u>0</u>	
Sub - total			333,733
Unreserved/Undesignated			<u>1,462,616</u>
Total Fund Balance			<u>\$ 3,076,991</u>
Debt Service Fund Type			
Designated Fund Balance for:			
Payment of 1996 Public Improvement Bond			\$ 1,400,000
Total Fund Balance			<u>\$ 1,400,000</u>
Capital Projects Fund Type			
Reserved Fund Balance for:			
Fund purposes, legally & contractually			\$ 863,921
Designated Fund Balance for:			
Next fiscal year	\$	3,088,822	
Designated for specific programs		<u>2,277,711</u>	
Sub - total			5,366,533
Unreserved/Undesignated			<u>358,401</u>
Total Fund Balance			<u>\$ 6,588,855</u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 16. Segment Information – Enterprise Funds

Selected financial information as of and for the year ended June 30, 2001 with respect to the Enterprise Funds of the County.

<u>Results of operations</u>	<u>Water Districts</u>	<u>Sanitary Districts</u>	<u>Nursing Home</u>	<u>County Loan Fund</u>	<u>Totals</u>
Operating Revenues	\$ 731,879	\$ 4,522,301	\$ 6,699,249	\$ 196,674	\$ 12,150,103
Less:					
Operating expenses	682,149	3,791,304	6,385,758	-	10,859,211
Depreciation	293,527	1,460,318	130,674	-	1,884,519
Operating Income (Loss)	(243,797)	(729,321)	182,817	196,674	(593,627)
Non-operating					
Income (Loss)	(65,130)	(33,662)	184	-	(98,608)
Tax revenues (net)	-	421,318	-	-	421,318
Capital grants	650,932	10,432	-	-	661,364
Operating transfers - in	60,428	-	-	1,457,950	1,518,378
Operating transfers - out	-	-	-	(724,927)	(724,927)
Net Income (Loss)	402,433	(331,233)	183,001	929,697	1,183,898
Depreciation on assets acquired with contributed capital	192,555	1,068,995	12,573	-	1,274,123
Increase (decrease) in retained earnings	594,988	737,762	195,574	929,697	2,458,021
Retained earnings, beginning	824,795	5,370,787	977,999	4,438,150	11,611,731
Retained earnings, ending	\$ 1,419,783	\$ 6,108,549	\$ 1,173,573	\$ 5,367,847	\$ 14,069,752
<u>Financial position</u>					
Assets:					
Current assets	\$ 375,965	\$ 4,308,740	\$ 764,003	\$ 3,057,564	\$ 8,506,272
Non - current assets	10,516,922	47,857,080	2,029,918	2,310,283	62,714,203
Total assets	\$ 10,892,887	\$ 52,165,820	\$ 2,793,921	\$ 5,367,847	\$ 71,220,475
Liabilities					
Current liabilities	\$ 422,384	\$ 3,490,138	\$ 402,174	\$ -	\$ 4,314,696
Non - current liabilities	1,766,804	7,270,718	1,001,502	-	10,039,024
Fund equity:					
Contributed capital	7,283,916	35,296,415	216,672	-	42,797,003
Retained earnings	1,419,783	6,108,549	1,173,573	5,367,847	14,069,752
Total liabilities and fund equity	\$ 10,892,887	\$ 52,165,820	\$ 2,793,921	\$ 5,367,847	\$ 71,220,475
Net working capital	\$ (46,419)	\$ 818,602	\$ 361,829	\$ 3,057,564	\$ 4,191,576

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 17. Contributed Capital

A summary of changes in the Enterprise Funds Contributed Capital for the Allegany County Primary Government is as follows:

Enterprise Fund	Balance July 1, 2000	Additions/ Transfers	FY 2001 Depreciation on assets acquired with Contributed Capital	Balance June 30, 2001
Nursing Home	\$ 229,245	\$ -	\$ 12,573	\$ 216,672
Water Districts:				
Ellerslie/Corriganville	862,404	-	28,301	834,103
Eckhart/Braddock Run	1,098,967	-	32,748	1,066,219
Hoffman Water	79,404	-	1,846	77,558
Route 36 Water Line	580,431	535,862	26,588	1,089,705
Borden/Zhilman Water	1,244,500	-	26,200	1,218,300
Carlos/Shaft	-	1,320,499	33,012	1,287,487
Oldtown Road	-	1,754,404	43,860	1,710,544
Sub - total Water Districts	3,865,706	3,610,765	192,555	7,283,916
Sanitary Districts:				
General Fund	4,648,989	(4,594,932)	-	54,057
Bowling Green	2,214,270	-	66,566	2,147,704
Cresaptown	1,351,369	-	38,878	1,312,491
Braddock Run	711,491	-	47,877	663,614
Bedford Road	1,824,207	-	67,351	1,756,856
Jennings Run	2,714,864	-	98,723	2,616,141
McCoole	4,009,525	-	111,408	3,898,117
Oldtown	461,660	-	14,656	447,004
Flintstone	559,350	-	17,757	541,593
Georges Creek	13,262,011	-	381,374	12,880,637
Franklin	313,123	-	9,684	303,439
Celanese Treatment Plant	3,851,513	-	88,384	3,763,129
Mexico Farms	2,356,425	-	54,801	2,301,624
Cash Valley	599,699	-	16,658	583,041
Oldtown Road	1,097,679	984,167	54,878	2,026,968
Sub - total Sanitary Districts	39,976,175	(3,610,765)	1,068,995	35,296,415
Total Allegany County Primary Government Enterprise Funds	\$ 44,071,126	\$ 0	\$ 1,274,123	\$ 42,797,003

A summary of changes in Enterprise Funds Contributed Capital for Allegany County's Discretely Presented Component Unit is as follows:

Component Unit	Balance July 1, 2000	Additions	FY 2001 Depreciation on assets acquired with Contributed Capital	Balance June 30, 2001
LaVale Sanitary Commission	\$ 671,507	\$ -	\$ 137,814	\$ 533,693

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 18. Long-Term Receivables

The following table summarizes the loan receivable balances in the County Loan Fund at June 30, 2001:

Entity	Source of funds	Balance June 30, 2001
Loans:		
MEDCO	General Fund	\$ 1,923,452
Western Maryland Scenic Railroad	Gen Fund/PIB of 1988	250,000
City of Frostburg	PIB of 1991	172,185
YMCA	General Fund	100,000
Paving project	General Fund	157,950
Community Development Sewer Loans	General Fund	8,737
Community Development Loans	General Fund	121,580
Allowance for doubtful accounts		(371,580)
Sub-total		2,362,324
Interfund Advances:		
Allegany Cty Sanitary Districts	Gen Fund/PIB of 1991	2,120,833
Allegany Cty Water Districts	General Fund	189,450
Sub-total		2,310,283
Total		\$ 4,672,607

The County has established a Loan Fund to account for the long-term receivables due from other entities and the proprietary funds. Except for the payments received from fire companies, which is a revolving pool, the cash receipts are transferred to the General Fund, as they become available. The primary loan due the County is for the Kelly-Springfield Headquarters Building.

During 1987, the County loaned \$3,500,000 to the Maryland Economic Development Company (MEDCO) for the development of a new corporate headquarters for the Kelly-Springfield Tire Company in Cumberland, Maryland. This note is a receivable and is recorded in the County Loan Fund. The new corporate headquarters is owned by MEDCO and leased to the Kelly-Springfield Tire Company. MEDCO is scheduled to repay the County's loan over a twenty-year period at an interest rate of three percent beginning November 1, 1989 with monthly payments ranging from \$0 to \$33,295 with the final payment due October 2, 2007.

As the stated interest rate of three percent is substantially below prevailing market interest rates, generally accepted accounting principles require that the note be discounted utilizing a fair market interest rate.

For this purpose, the County has used an interest rate of nine- percent resulting in a net present value of \$1,647,048 as of May 18, 1987, the date of the County's disbursements to MEDCO. The discount, which amounted to \$1,852,952, was recorded as a reduction in the face amount of the note receivable and as an economic development expenditure in fiscal year 1987. This discount is being amortized over the term of the note.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE COMBINED FINANCIAL STATEMENTS
JUNE 30, 2001

Note 19. Post-Employment Health Care Benefits

In addition to providing pension benefits, the County provides health and life insurance, in accordance with County resolutions, to all retired employees with ten years of continuous service. Expenditures for post-retirement health and life insurance premiums are recognized on a pay-as-you-go basis. During fiscal year 2001, expenditures of \$415,920 were recorded for post-retirement benefits for 244 retirees in the governmental and proprietary funds.

Note 20. Subsequent Events

On September 1, 2001, Allegany County advance refunded portions of various general obligation bond issues. The County issued \$9,735,000 of general obligation bonds to refund all or portions of the Public Facilities Bonds of 1988, the Public Facilities Bonds of 1990, the Public Facilities Bonds of 1991, the Public Improvement and Refunding Bonds of 1992, the Public Improvement Bonds of 1996 and the Public Improvement Bonds of 1997 and to pay the costs of issuing the bonds. The proceeds of the Bonds will be applied to the purchase of non-callable direct obligations of the United States of America and will be held in trust by an escrow agent. As a result, the refunded bonds are considered defeased and the liability will be removed from the County's balance sheet in fiscal year 2002. The advance refunding was undertaken to reduce total debt service payments over the next 16 years by \$532,033 and to obtain an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$439,785.

Note 21. Prior Period Adjustments

For the year ended June 30, 2001, Allegany County implemented Statement 33 of the Governmental Accounting Standards Board (GASB) which resulted in a prior period adjustment to the County's General Fund and the Transit special revenue fund. The amount of the adjustment was a reduction of \$266,016 to the beginning fund balance of the General Fund and a reduction in the beginning fund balance of the Transit Fund of \$385,520. These amounts reflect grant revenues recorded as receivables at June 30, 2000 which were not received within sixty days after year end and therefore are not considered available for revenue recognition in that year using the criterion established by Statement 33.

ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
<u>Taxes:</u>			
Property Taxes:			
Real and personal property	\$ 36,206,612	\$ 35,593,144	\$ (613,468)
Payments in lieu of taxes:			
Coal companies	175,000	181,892	6,892
Housing Authorities	38,500	36,531	(1,969)
Interest on Delinquent taxes	550,000	579,806	29,806
Sub-total	<u>36,970,112</u>	<u>36,391,373</u>	<u>(578,739)</u>
Less:			
Prompt payment discounts	325,000	340,673	(15,673)
Tax credits for elderly	500	224	276
Deferred revenues	175,000	373,991	(198,991)
Industrial exemptions	9,770,000	9,278,924	491,076
Coal tax exemptions	350,000	89,801	260,199
Enterprise zone exemptions	100,000	82,102	17,898
Brownfields Credit	30,000	19,970	10,030
Sub-total	<u>10,750,500</u>	<u>10,185,685</u>	<u>564,815</u>
Total Net Property Taxes	<u>26,219,612</u>	<u>26,205,688</u>	<u>(13,924)</u>
Income Taxes	<u>16,825,000</u>	<u>19,177,773</u>	<u>2,352,773</u>
Other Local Taxes:			
Hotel/motel tax	180,000	147,091	(32,909)
Admissions	180,000	201,204	21,204
Recordation	600,000	626,161	26,161
911 Fees	270,000	294,455	24,455
Trailer court	75,000	71,656	(3,344)
Transfer Tax	105,000	117,501	12,501
Total Local Taxes	<u>1,410,000</u>	<u>1,458,068</u>	<u>48,068</u>
Total Taxes	<u>44,454,612</u>	<u>46,841,529</u>	<u>2,386,917</u>
<u>Licenses and Permits:</u>			
Alcoholic beverages licenses	83,000	85,018	2,018
Amusement licenses	15,000	5,950	(9,050)
Traders licenses	87,000	84,636	(2,364)
Occupational licenses	1,300	1,100	(200)
Animal licenses	14,000	20,126	6,126
Building permits	31,000	35,878	4,878
Marriage licenses	6,000	5,860	(140)
Cable franchise fees	232,000	281,376	49,376
Sediment control permits	20,000	14,177	(5,823)
Total Licenses and Permits	<u>489,300</u>	<u>534,121</u>	<u>44,821</u>

Continued

**ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001**

	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES (Con't):			
<u>Intergovernmental:</u>			
Federal Funds:			
Domestic Violence program	176,441	143,091	(33,350)
Civil defense	30,000	30,711	711
FEMA Grant	13,000	11,000	(2,000)
EMT Grant	15,000	7,500	(7,500)
MTA Grant	2,277	106,501	104,224
MTA Transportation planning	79,723	63,203	(16,520)
Health and Human Services Grant	168,000	215,620	47,620
Med Trans Grant	327,306	327,306	0
Child support enforcement	191,140	125,429	(65,711)
Food distribution to the needy	12,300	17,460	5,160
Summer camp program	12,798	2,252	(10,546)
Emergency shelter grant	38,000	39,687	1,687
Supportive housing grant	129,000	108,753	(20,247)
ARC Grants	25,000	20,157	(4,843)
Masters program	80,202	80,080	(122)
Miscellaneous federal grants	6,975	4,791	(2,184)
Payments in lieu of property taxes	2,400	2,429	29
Sub-total Federal funds	<u>1,309,562</u>	<u>1,305,970</u>	<u>(3,592)</u>
State Funds:			
Public Health	22,000	22,987	987
State Health Grant	12,722	12,600	(122)
Police protection	220,000	232,634	12,634
State 911 grant	2,700	1,200	(1,500)
State MTA Operating Grant	-	45,000	45,000
Alltrans Grant	191,575	142,415	(49,160)
State transportation planning	9,965	7,900	(2,065)
Summer camp program	9,800	10,631	831
Juvenile services grant	13,718	12,669	(1,049)
JSA Crisis Intervention	22,845	21,110	(1,735)
Dept. of Social Services	15,000	86,653	71,653
Department of Natural Resources	185,000	181,733	(3,267)
Conservation aid salary	20,000	20,000	0
Program Open Space grant	320,000	58,975	(261,025)
Fire suppression, DNR	1,000	1,839	839
Disparity grant	5,099,138	5,099,138	0
State Jury Reimbursement	13,400	13,760	360
Governors Office of Crime Control	37,959	20,575	(17,384)
Dept. of Public Safety	3,000	3,593	593
Work Crew Supervisor	46,473	45,659	(814)
Victim/Witness Program	4,833	4,833	0
Miscellaneous	296,306	194,325	(101,981)
Sub-total State Funds	<u>6,547,434</u>	<u>6,240,229</u>	<u>(307,205)</u>

Continued

ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES (Con't)			
<u>Intergovernmental (con't):</u>			
Other Intergovernmental:			
Other agencies	18,500	20,364	1,864
Sub-total Other Intergov'tal:	18,500	20,364	1,864
Total Intergovernmental	7,875,496	7,566,563	(308,933)
<u>Service Charges:</u>			
General government charges:			
State civil process	26,000	20,855	(5,145)
Child support incentive	15,000	2,463	(12,537)
Sheriff fees	8,000	4,979	(3,021)
Publication sales	0	(153)	(153)
Plans & specifications	3,000	9,430	6,430
Regulation & Maps	3,000	1,438	(1,562)
Tax sale fees	15,000	16,215	1,215
Election Filing fee	0	0	0
Security interest filing fee	125	0	(125)
License application fees	8,800	8,200	(600)
Liquor License transfer fee	3,000	2,813	(187)
Semiannual service charge	0	323	323
Health Ins Admin fee	600	836	236
Collection fees-special areas	35,000	34,970	(30)
Liquor License Collection fee	3,500	3,342	(158)
Hotel/Motel collection fee	5,500	6,615	1,115
Partial payment fee	1,600	1,134	(466)
Engineering fees	101,000	1,000	(100,000)
Miscellaneous general gov't	384,345	393,404	9,059
Sub-total general gov't charges	613,470	507,864	(105,606)
Public safety charges:			
Police protection charges	8,000	10,075	2,075
Fingerprinting fee	1,500	1,580	80
Jail work release	27,720	37,096	9,376
Boarding state prisoners	215,000	232,059	17,059
Community service fee	10,000	11,225	1,225
Home detention fee	25,000	30,195	5,195
Inmate Medical Copay	1,000	1,052	52
Building Inspection fees	60,000	24,711	(35,289)
Sub-total public safety charges	348,220	347,993	(227)
Sanitation and Waste Removal:			
Landfill fees	90,000	94,121	4,121
Recycling fees	112,500	108,041	(4,459)
Recycled material sales	15,000	11,953	(3,047)
Sub-total Sanitation and Waste	217,500	214,115	(3,385)

Continued

**ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001**

	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES (Con't):			
<u>Service Charges (con't):</u>			
Health service charges:			
Dog adoption fees	17,000	20,924	3,924
Sub-total Health service charges	17,000	20,924	3,924
Recreation Charges:			
Host fee, Rocky Gap	66,950	66,944	(6)
Hotel fee, Rocky gap	100,000	101,270	1,270
Sub-total recreation service charges	166,950	168,214	1,264
Public service enterprises:			
Upper Potomac River Commission	309,720	349,614	39,894
AllTrans fares	19,000	14,966	(4,034)
Road closing fees	600	0	(600)
Sub-total public service charges	329,320	364,580	35,260
Total Service Charges	1,692,460	1,623,690	(68,770)
<u>Fines and Forfeitures:</u>			
Circuit court fines	8,000	8,237	237
Criminal court costs	200	0	(200)
Dog ordinance fines	15,000	15,110	110
Other fines	3,500	6,035	2,535
Total Fines and Forfeitures	26,700	29,382	2,682
<u>Miscellaneous:</u>			
Interest	647,570	1,046,616	399,046
Rents and concessions	464,100	230,429	(233,671)
Contributions & donations	500	0	(500)
Sale of surplus property	4,000	645,817	641,817
Miscellaneous	74,900	79,403	4,503
Total Miscellaneous	1,191,070	2,002,265	811,195
Total Revenues	55,729,638	58,597,550	2,867,912
OTHER FINANCING SOURCES:			
<u>Unexpended balance - prior years</u>	2,472,172	-	(2,472,172)
<u>Lease Proceeds</u>	-	-	0
<u>Transfers In:</u>			
Transfers from special revenue funds	130,636	130,636	0
Transfers from capital project funds	-	0	0
Transfers from enterprise funds	789,824	724,927	(64,897)
Total Transfers In	920,460	855,563	(64,897)
Total Other Financing Sources	3,392,632	855,563	(2,537,069)
Total Revenues and Other Financing Sources	59,122,270	59,453,113	330,843

(continued)

ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Amended Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES:			
<u>General Government:</u>			
Legislative:			
County Commissioners	111,133	102,129	9,004
County Commissioners Office	138,469	130,202	8,267
Total legislative	249,602	232,331	17,271
Judicial:			
Alternative dispute resolution	40,000	21,246	18,754
Circuit court masters program	130,545	136,248	(5,703)
Circuit court	251,122	254,251	(3,129)
Family Law Master	204,795	163,020	41,775
Orphans court	29,759	21,558	8,201
State's attorney	629,070	652,022	(22,952)
State's attorney child support division	227,344	203,082	24,262
Domestic violence program	134,851	102,130	32,721
Child support process serving	37,000	250	36,750
Domestic violence protective order	37,859	15,213	22,646
Law library	35,000	35,000	0
Victim-Witness coordinator	29,285	22,997	6,288
Grand and petit juries	52,345	72,974	(20,629)
Total Judicial	1,838,975	1,699,991	138,984
Executive:			
Administrator	186,381	184,666	1,715
Elections:			
Registration and elections	303,791	244,897	58,894
Financial Administration:			
Finance Office	522,835	499,472	23,363
Tax Office	352,506	321,935	30,571
Professional services	34,000	30,842	3,158
Total Financial Administration	909,341	852,249	57,092
Legal:			
Legal counsel	159,706	156,098	3,608
Other legal	53,000	36,739	16,261
Total legal	212,706	192,837	19,869
Personnel Administration:			
Human Resources department	134,448	130,531	3,917
Civil service commission	11,450	11,129	321
Wellness/Employee recognition	22,199	19,437	2,762
Total personnel administration	168,097	161,097	7,000
Planning and Zoning:			
Planning and zoning department	178,622	171,559	7,063
Land use planning	135,675	38,712	96,963
Total Planning and Zoning	314,297	210,271	104,026
General Services:			
County Building Maintenance	914,265	818,442	95,823
Data Processing	117,868	99,488	18,380
Total general services	1,032,133	917,930	114,203

Continued

ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Amended Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES (Con't):			
<u>General Government (con't):</u>			
Other general government:			
Liquor control board	98,100	93,735	4,365
Insurance	277,500	255,733	21,767
Employee benefits	252,425	417,474	(165,049)
Post retirement benefits	416,500	415,920	580
Total Other General Government	1,044,525	1,182,862	(138,337)
Total General Government	6,259,848	5,879,131	380,717
<u>Public Safety:</u>			
Police:			
Sheriffs department	1,465,774	1,473,611	(7,837)
Hot Spot Grant	10,000	9,454	546
Highway Safety	3,200	3,659	(459)
Foreign vehicle registration	3,000	3,056	(56)
C3I Unit	6,500	10,891	(4,391)
Family Agency network	47,105	43,359	3,746
Local law enforcement grant	14,500	0	14,500
Police grant health department	100	1,699	(1,599)
Marijuana eradication	2,000	1,359	641
Total Police	1,552,179	1,547,088	5,091
Fire:			
Suppression of forest fires	8,500	0	8,500
Volunteer fire companies	805,074	783,875	21,199
Total Fire	813,574	783,875	29,699
Correction:			
County jail maintenance	59,871	76,691	(16,820)
County jail	3,558,372	3,385,503	172,869
County jail contingency	49,756	-	49,756
JSA crisis intervention	22,845	21,110	1,735
Juvenile service grant	13,718	12,669	1,049
Alternative sentencing	133,251	130,162	3,089
Jail mental health	12,722	12,360	362
Home detention grant	64,521	51,268	13,253
Total Correction	3,915,056	3,689,763	225,293
Other Protection:			
Permits & enforcement	261,011	223,314	37,697
Building Codes	127,350	104,851	22,499
Emergency Management Agency	119,460	84,826	34,634
Transportation planning	102,317	79,003	23,314
Animal control	256,714	252,667	4,047
911	686,751	620,356	66,395
Hazardous materials operations	87,676	80,202	7,474
Emergency medical assistance	30,000	23,864	6,136
Flood Control	25,000	7,710	17,290
Project Impact	13,000	12,749	251
Total Other Protection	1,709,279	1,489,542	219,737
Total Public Safety	7,990,088	7,510,268	479,820

Continued

ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Amended Budget	Actual	Variance Favorable (Unfavorable)
<u>EXPENDITURES (Con't):</u>			
<u>Public Works:</u>			
Public Services:			
Airport	205,000	205,000	0
Waste collection:			
Solid waste disposal	333,970	353,115	(19,145)
Household hazardous waste	11,200	9,300	1,900
Solid waste recycling	186,820	145,456	41,364
UPRC	387,150	387,150	0
County engineer	759,267	756,737	2,530
Total Public Works	<u>1,883,407</u>	<u>1,856,758</u>	<u>26,649</u>
<u>Health and Hospitals:</u>			
Health Dept bldg. maintenance	298,474	266,425	32,049
Allegany County Health Department	32,967	28,644	4,323
Western Maryland Health Planning	4,737	4,737	0
Total Health and Hospitals	<u>336,178</u>	<u>299,806</u>	<u>36,372</u>
<u>Social Services:</u>			
Medtrans	314,386	386,221	(71,835)
Alltrans	283,727	244,508	39,219
Frostburg child care	70,000	36,105	33,895
Pauper's burials	1,950	-	1,950
TANF Grant	98,000	194,416	(96,416)
Service linked housing	15,000	24,687	(9,687)
Human Resources Devel. Comm.	683,400	683,400	0
Supportive Housing Program	129,000	108,753	20,247
Emergency shelter grant	38,000	39,687	(1,687)
New Hope, Inc.	22,598	12,883	9,715
Child abuse coordinator	34,923	34,920	3
Family Crisis Center	63,000	63,000	0
Food distribution to the needy	12,300	17,460	(5,160)
Total Social Services	<u>1,766,284</u>	<u>1,846,040</u>	<u>(79,756)</u>
<u>Education:</u>			
Maryland School for the Blind	<u>500</u>	<u>-</u>	<u>500</u>
<u>Recreation and Culture:</u>			
Program Open Space	335,000	15,714	319,286
Allegany County fair	135,625	132,179	3,446
Fairgrounds maintenance	61,251	58,646	2,605
Allegany County Arts Council	25,000	25,000	0
Cumberland Summer Theatre	7,500	7,500	0
Historic Society	29,589	24,607	4,982
Agriculture Expo	13,750	13,750	0
Allegany Co. homecoming	7,180	7,072	108
Total Recreation and Culture	<u>614,895</u>	<u>284,468</u>	<u>330,427</u>

(continued)

**ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001**

	Amended Budget	Actual	Variance Favorable (Unfavorable)
<u>EXPENDITURES (Con't):</u>			
<u>Conservation of Natural Resources:</u>			
Agricultural Extension Service	96,247	87,324	8,923
Soil conservation services	103,455	101,404	2,051
Gypsy Moth control	45,000	44,079	921
Total Conservation of Natural Resources	<u>244,702</u>	<u>232,807</u>	<u>11,895</u>
<u>Community Development & Housing</u>			
Office of Project Services	158,249	154,293	3,956
Allegany Co. Public Housing Authority	12,000	12,000	0
Total Community Development & Housing	<u>170,249</u>	<u>166,293</u>	<u>3,956</u>
<u>Economic Development:</u>			
Department of Economic Development	373,666	357,786	15,880
Scenic railroad development	162,000	162,000	0
Tri-County Council	15,000	15,000	0
Visitors Bureau	246,074	231,034	15,040
Toll House	5,600	2,881	2,719
Thrasher Museum	65,000	65,000	0
Thrasher Museum grant	11,775	1,433	10,342
Community promotion	11,535	13,321	(1,786)
Total Economic Development	<u>890,650</u>	<u>848,455</u>	<u>42,195</u>
<u>Miscellaneous:</u>			
Contingency	6,546	-	6,546
Miscellaneous	30,600	11,693	18,907
Total Miscellaneous	<u>37,146</u>	<u>11,693</u>	<u>25,453</u>
<u>Appropriations to Other Governmental Units:</u>			
Grants in Lieu of Taxes	28,704	28,704	0
Health Department	859,680	868,839	(9,159)
Department of Social Services	7,800	7,800	0
Total Appropriations to Other Gov't Units:	<u>896,184</u>	<u>905,343</u>	<u>(9,159)</u>
Total Expenditures	<u>21,090,131</u>	<u>19,841,062</u>	<u>1,249,069</u>
<u>OTHER FINANCING USES:</u>			
<u>Transfers:</u>			
<u>Transfers to Component Units:</u>			
Allegany Co. Board of Education	24,955,556	24,955,556	0
Allegany College	4,975,600	4,975,600	0
Allegany County Library	721,780	721,780	0
Information Technology	226,905	226,905	0
Total transfers to component units	<u>30,879,841</u>	<u>30,879,841</u>	<u>0</u>

Continued

ALLEGANY COUNTY, MARYLAND
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Amended Budget	Actual	Variance Favorable (Unfavorable)
<u>OTHER FINANCING USES (con't):</u>			
<u>Operating Transfers to Other Funds:</u>			
Highway fund	1,647,981	1,647,981	0
Transit Fund	132,548	132,548	0
Housing & Section 8 fund	141,399	143,547	(2,148)
Narcotics Task Force	14,952	14,952	0
Revolving Building Fund	26,902	26,902	0
Debt service Fund	5,188,516	6,170,405	(981,889)
Capital Projects Fund	-	209,990	(209,990)
Pay-As-You-GO Capital Proj.Fund	-	610,841	(610,841)
Sanitary Districts		60,428	(60,428)
Loan Fund	-	1,457,950	(1,457,950)
Total operating transfers to other funds	<u>7,152,298</u>	<u>10,475,544</u>	<u>(3,323,246)</u>
Total Other Financing Uses	<u>38,032,139</u>	<u>41,355,385</u>	<u>(3,323,246)</u>
 Total Expenditures and Other Financing Uses	 <u>59,122,270</u>	 <u>61,196,447</u>	 <u>(2,074,177)</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 <u>0</u>	 (1,743,334)	 <u>(1,743,334)</u>
 Fund balance, beginning		12,020,900	
Prior period adjustment		<u>(266,016)</u>	
Fund balance, ending		<u>\$ 10,011,550</u>	

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ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2001

	Highway Fund	Coal Haul Roads	Transit	Office of Children Youth and Families	Community Development Block Grant	Block Grant Program Income	Community Development & Housing	Drug Task Force	Revolving Building Fund	State Fire and Rescue	Total
ASSETS:											
Current Assets:											
Cash:											
Cash	\$ -	\$ -	\$ 275	\$ -	\$ -	\$ -	\$ -	\$ 85,599	\$ -	\$ -	\$ 85,874
Cash restricted	-	-	-	-	-	27,861	53,446	-	-	-	81,307
Investments	1,050,000	-	-	-	-	-	-	-	250,000	255,313	1,555,313
Receivables:											
Notes and loans receivable	8,832	-	-	-	-	216,965	-	-	-	-	225,797
Other receivables	397,204	-	430,832	28,552	-	-	-	1,061	259,322	472	1,117,443
Due from other funds	850,956	475,473	373,442	695,505	63,121	21,457	105,214	9,926	-	3,562	2,598,656
Other Assets:											
Inventory	-	-	17,696	-	-	-	-	-	-	-	17,696
Prepaid expenditures	-	-	-	4,865	-	-	55,833	-	-	-	60,698
Total Assets	<u>\$ 2,306,992</u>	<u>\$ 475,473</u>	<u>\$ 822,245</u>	<u>\$ 728,922</u>	<u>\$ 63,121</u>	<u>\$ 266,283</u>	<u>\$ 214,493</u>	<u>\$ 96,586</u>	<u>\$ 509,322</u>	<u>\$ 259,347</u>	<u>\$ 5,742,784</u>
LIABILITIES:											
Current Liabilities:											
Accounts payable	\$ 284,399	\$ 4,244	\$ 5,969	\$ 82,107	\$ 806	\$ -	\$ 8,237	\$ 1,719	\$ 422,714	\$ 165	\$ 810,360
Accrued payroll	84,820	-	13,954	5,153	-	57	5,142	756	4,197	-	114,079
Accrued payroll fringe	31,528	-	4,564	778	-	21	1,852	416	627	-	39,786
Due to other funds	8,832	-	-	-	-	-	-	-	345,156	-	353,988
Other Liabilities:											
Amounts held in escrow	83,500	-	-	-	-	-	53,446	36,213	-	-	173,159
Deferred revenues	-	-	427,302	549,387	-	-	88,540	-	104,984	-	1,170,213
Miscellaneous liabilities	-	-	1,968	2,250	-	10	(20)	-	-	-	4,208
Total Liabilities	<u>493,079</u>	<u>4,244</u>	<u>453,757</u>	<u>639,675</u>	<u>806</u>	<u>88</u>	<u>157,197</u>	<u>39,104</u>	<u>877,678</u>	<u>165</u>	<u>2,665,793</u>
FUND EQUITY											
Fund Balance:											
Reserved:											
Reserved for noncurrent assets	-	-	-	-	-	216,965	55,833	-	-	-	272,798
Reserved for fund purposes	-	471,229	-	89,247	62,315	49,230	1,463	57,482	-	259,182	990,148
Reserved for inventory	-	-	17,696	-	-	-	-	-	-	-	17,696
Unreserved:											
Designated for next fiscal year	250,000	-	83,733	-	-	-	-	-	-	-	333,733
Designated for specific programs	-	-	-	-	-	-	-	-	-	-	0
Undesignated	1,563,913	-	267,059	-	-	-	-	-	(368,356)	-	1,462,616
Total Fund Equity	<u>1,813,913</u>	<u>471,229</u>	<u>368,488</u>	<u>89,247</u>	<u>62,315</u>	<u>266,195</u>	<u>57,296</u>	<u>57,482</u>	<u>(368,356)</u>	<u>259,182</u>	<u>3,076,991</u>
Total Liabilities and Fund Equity	<u>\$ 2,306,992</u>	<u>\$ 475,473</u>	<u>\$ 822,245</u>	<u>\$ 728,922</u>	<u>\$ 63,121</u>	<u>\$ 266,283</u>	<u>\$ 214,493</u>	<u>\$ 96,586</u>	<u>\$ 509,322</u>	<u>\$ 259,347</u>	<u>\$ 5,742,784</u>

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Highway Fund			Coal Haul Roads Fund			Transit Fund		
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:									
Taxes - State Shared	\$ 3,800,000	\$ 4,108,731	\$ 308,731	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 0
Other local taxes	-	-	0	75,000	81,851	6,851	-	-	0
Intergovernmental:									
Federal	-	8,310	8,310	-	-	0	384,297	309,590	(74,707)
State	338,000	-	(338,000)	-	-	0	149,088	159,348	10,260
Other	-	-	0	-	-	0	-	-	0
Service charges	-	-	0	-	-	0	169,500	159,291	(10,209)
Fines and forfeitures	-	-	0	-	-	0	-	-	0
Miscellaneous	2,000	1	(1,999)	-	-	0	12,790	10,623	(2,167)
Total Revenues	<u>4,140,000</u>	<u>4,117,042</u>	<u>(22,958)</u>	<u>75,000</u>	<u>81,851</u>	<u>6,851</u>	<u>715,675</u>	<u>638,852</u>	<u>(76,823)</u>
OTHER FINANCING SOURCES:									
Unexpended balance - prior years	863,392	-	(863,392)	-	-	0	30,603	-	(30,603)
Proceeds from debt issuance	-	-	0	-	-	0	-	-	0
Transfer from other funds	1,647,981	1,647,981	0	-	-	0	132,548	132,548	0
Total Other Financing Sources	<u>2,511,373</u>	<u>1,647,981</u>	<u>(863,392)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>163,151</u>	<u>132,548</u>	<u>(30,603)</u>
Total Revenues and Other Financing Sources	<u>6,651,373</u>	<u>5,765,023</u>	<u>(886,350)</u>	<u>75,000</u>	<u>81,851</u>	<u>6,851</u>	<u>878,826</u>	<u>771,400</u>	<u>(107,426)</u>
EXPENDITURES:									
Public safety	-	-	0	-	-	0	-	-	0
Highway	6,651,373	6,194,794	456,579	75,000	4,244	70,756	-	-	0
Other public works	-	-	0	-	-	0	878,826	817,630	61,196
Social Services	-	-	0	-	-	0	-	-	0
Community Development & Housing	-	-	0	-	-	0	-	-	0
Economic development	-	-	0	-	-	0	-	-	0
Miscellaneous	-	-	0	-	-	0	-	-	0
Total Expenditures	<u>6,651,373</u>	<u>6,194,794</u>	<u>456,579</u>	<u>75,000</u>	<u>4,244</u>	<u>70,756</u>	<u>878,826</u>	<u>817,630</u>	<u>61,196</u>
OTHER FINANCING USES:									
Transfers to other funds	-	120,000	(120,000)	-	-	0	-	-	0
Total Expenditures and Other Financing Uses	<u>6,651,373</u>	<u>6,314,794</u>	<u>336,579</u>	<u>75,000</u>	<u>4,244</u>	<u>70,756</u>	<u>878,826</u>	<u>817,630</u>	<u>61,196</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 0</u>	<u>(549,771)</u>	<u>\$ (549,771)</u>	<u>\$ 0</u>	<u>77,607</u>	<u>\$ 77,607</u>	<u>\$ 0</u>	<u>(46,230)</u>	<u>\$ (46,230)</u>
Fund balance, beginning		2,363,684			393,622			800,238	
Prior period adjustment		-			-			(385,520)	
Residual equity transfer		-			-			-	
Fund balance, ending		<u>\$ 1,813,913</u>			<u>\$ 471,229</u>			<u>\$ 368,488</u>	

(Continued)

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Office of Children, Youth & Families			Community Development Block Grant Fund			Block Grant Program Income		
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:									
Taxes - State Shared	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 0
Other local taxes	-	-	0	-	-	0	-	-	0
Intergovernmental:									
Federal	-	-	0	6,984	115,341	108,357	4,560	4,670	110
State	1,393,110	877,618	(515,492)	-	-	0	-	-	0
Other	-	12,642	12,642	-	-	0	-	-	0
Service charges	-	-	0	-	-	0	-	-	0
Fines and forfeitures	-	-	0	-	-	0	-	-	0
Miscellaneous	-	31,666	31,666	-	-	0	5,400	32,109	26,709
Total Revenues	<u>1,393,110</u>	<u>921,926</u>	<u>(471,184)</u>	<u>6,984</u>	<u>115,341</u>	<u>108,357</u>	<u>9,960</u>	<u>36,779</u>	<u>26,819</u>
OTHER FINANCING SOURCES:									
Unexpended balance - prior years	-	-	0	-	-	0	19,440	-	(19,440)
Proceeds from debt issuance	-	-	0	-	-	0	-	-	0
Transfer from other funds	-	-	0	0	7,195	7,195	-	-	0
Total Other Financing Sources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,195</u>	<u>7,195</u>	<u>19,440</u>	<u>0</u>	<u>(19,440)</u>
Total Revenues and Other Financing Sources	<u>1,393,110</u>	<u>921,926</u>	<u>(471,184)</u>	<u>6,984</u>	<u>122,536</u>	<u>115,552</u>	<u>29,400</u>	<u>36,779</u>	<u>7,379</u>
EXPENDITURES:									
Public safety	-	-	0	0	81,998	(81,998)	-	-	0
Highway	-	-	0	-	-	0	-	-	0
Other public works	-	-	0	-	-	0	-	-	0
Social Services	1,393,110	873,938	519,172	-	-	0	-	-	0
Community Development & Housing	-	-	0	4,700	34,805	(30,105)	29,400	3,819	25,581
Economic development	-	-	0	-	-	0	-	-	0
Miscellaneous	-	-	0	-	-	0	-	-	0
Total Expenditures	<u>1,393,110</u>	<u>873,938</u>	<u>519,172</u>	<u>4,700</u>	<u>116,803</u>	<u>(112,103)</u>	<u>29,400</u>	<u>3,819</u>	<u>25,581</u>
OTHER FINANCING USES:									
Transfers to other funds	-	-	0	2,284	2,284	0	-	-	0
Total Expenditures and Other Financing Uses	<u>1,393,110</u>	<u>873,938</u>	<u>519,172</u>	<u>6,984</u>	<u>119,087</u>	<u>(112,103)</u>	<u>29,400</u>	<u>3,819</u>	<u>25,581</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 0</u>	<u>47,988</u>	<u>\$ 47,988</u>	<u>\$ 0</u>	<u>3,449</u>	<u>\$ 3,449</u>	<u>\$ 0</u>	<u>32,960</u>	<u>\$ 32,960</u>
Fund balance, beginning	-	-	-	-	58,866	-	-	233,235	-
Prior period adjustment	-	-	-	-	-	-	-	-	-
Residual equity transfer	-	41,259	-	-	-	-	-	-	-
Fund balance, ending		<u>\$ 89,247</u>			<u>\$ 62,315</u>			<u>\$ 266,195</u>	

(Continued)

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Community Development & Housing Fund			Drug Task Force Fund			Revolving Building Fund		
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:									
Taxes - State Shared	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 0	\$ -	\$ -	\$ 0
Other local taxes	-	-	0	-	-	0	-	-	0
Intergovernmental:									
Federal	1,039,728	738,908	(300,820)	-	-	0	3,883,000	1,277,531	(2,605,469)
State	237,000	262,162	25,162	-	-	0	230,000	0	(230,000)
Other	-	-	0	14,952	15,158	206	-	-	0
Service charges	18,000	13,525	(4,475)	-	-	0	-	-	0
Fines and forfeitures	-	-	0	28,500	29,149	649	-	-	0
Miscellaneous	1,000	1,102	102	1,000	4,364	3,364	1,350,919	1,418,727	67,808
Total Revenues	<u>1,295,728</u>	<u>1,015,697</u>	<u>(280,031)</u>	<u>44,452</u>	<u>48,671</u>	<u>4,219</u>	<u>5,463,919</u>	<u>2,696,258</u>	<u>(2,767,661)</u>
OTHER FINANCING SOURCES:									
Unexpended balance - prior years	-	-	0	-	-	0	0	-	0
Proceeds from debt issuance	-	-	0	-	-	0	1,500,000	-	(1,500,000)
Transfer from other funds	141,399	143,547	2,148	14,952	14,952	0	26,902	289,856	262,954
Total Other Financing Sources	<u>141,399</u>	<u>143,547</u>	<u>2,148</u>	<u>14,952</u>	<u>14,952</u>	<u>0</u>	<u>1,526,902</u>	<u>289,856</u>	<u>(1,237,046)</u>
Total Revenues and Other Financing Sources	<u>1,437,127</u>	<u>1,159,244</u>	<u>(277,883)</u>	<u>59,404</u>	<u>63,623</u>	<u>4,219</u>	<u>6,990,821</u>	<u>2,986,114</u>	<u>(4,004,707)</u>
EXPENDITURES:									
Public safety	-	-	0	59,404	73,668	(14,264)	-	-	0
Highway	-	-	0	-	-	0	-	-	0
Other public works	-	-	0	-	-	0	-	-	0
Social Services	-	-	0	-	-	0	-	-	0
Community Development & Housing	1,437,127	1,155,532	281,595	-	-	0	-	-	0
Economic development	-	-	0	-	-	0	5,876,311	2,599,063	3,277,248
Miscellaneous	-	-	0	-	-	0	-	-	0
Total Expenditures	<u>1,437,127</u>	<u>1,155,532</u>	<u>281,595</u>	<u>59,404</u>	<u>73,668</u>	<u>(14,264)</u>	<u>5,876,311</u>	<u>2,599,063</u>	<u>3,277,248</u>
OTHER FINANCING USES:									
Transfers to other funds	-	-	0	-	-	0	1,114,510	1,178,136	(63,626)
Total Expenditures and Other Financing Uses	<u>1,437,127</u>	<u>1,155,532</u>	<u>281,595</u>	<u>59,404</u>	<u>73,668</u>	<u>(14,264)</u>	<u>6,990,821</u>	<u>3,777,199</u>	<u>3,213,622</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 0</u>	<u>3,712</u>	<u>\$ 3,712</u>	<u>\$ 0</u>	<u>(10,045)</u>	<u>\$ (10,045)</u>	<u>\$ 0</u>	<u>(791,085)</u>	<u>\$ (791,085)</u>
Fund balance, beginning		53,584			67,527			422,729	
Prior period adjustment		-			-			-	
Residual equity transfer		-			-			-	
Fund balance, ending		<u>\$ 57,296</u>			<u>\$ 57,482</u>			<u>\$ (368,356)</u>	

(Continued)

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	State Fire & Rescue Fund			Total All Funds		
	Amended Budget	Actual	Variance Favorable (Unfavorable)	Amended Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Taxes - State Shared	\$ -	\$ -	\$ 0	\$ 3,800,000	\$ 4,108,731	\$ 308,731
Other local taxes	-	-	0	75,000	81,851	6,851
Intergovernmental:						
Federal	-	-	0	5,318,569	2,454,350	(2,864,219)
State	227,761	237,591	9,830	2,574,959	1,536,719	(1,038,240)
Other	-	-	0	14,952	27,800	12,848
Service charges	-	-	0	187,500	172,816	(14,684)
Fines and forfeitures	-	-	0	28,500	29,149	649
Miscellaneous	11,400	11,464	64	1,384,509	1,510,056	125,547
Total Revenues	<u>239,161</u>	<u>249,055</u>	<u>9,894</u>	<u>13,383,989</u>	<u>9,921,472</u>	<u>(3,462,517)</u>
OTHER FINANCING SOURCES:						
Unexpended balance - prior years	242,761	-	(242,761)	1,156,196	0	(1,156,196)
Proceeds from debt issuance	-	-	0	1,500,000	0	(1,500,000)
Transfer from other funds	-	-	0	1,963,782	2,236,079	272,297
Total Other Financing Sources	<u>242,761</u>	<u>0</u>	<u>(242,761)</u>	<u>4,619,978</u>	<u>2,236,079</u>	<u>(2,383,899)</u>
Total Revenues and Other Financing Sources	<u>481,922</u>	<u>249,055</u>	<u>(232,867)</u>	<u>18,003,967</u>	<u>12,157,551</u>	<u>(5,846,416)</u>
EXPENDITURES:						
Public safety	481,922	230,039	251,883	541,326	385,705	155,621
Highway	-	-	0	6,726,373	6,199,038	527,335
Other public works	-	-	0	878,826	817,630	61,196
Social Services	-	-	0	1,393,110	873,938	519,172
Community Development & Housing	-	-	0	1,471,227	1,194,156	277,071
Economic development	-	-	0	5,876,311	2,599,063	3,277,248
Miscellaneous	-	-	0	0	0	0
Total Expenditures	<u>481,922</u>	<u>230,039</u>	<u>251,883</u>	<u>16,887,173</u>	<u>12,069,530</u>	<u>4,817,643</u>
OTHER FINANCING USES:						
Transfers to other funds	-	-	0	1,116,794	1,300,420	(183,626)
Total Expenditures and Other Financing Uses	<u>481,922</u>	<u>230,039</u>	<u>251,883</u>	<u>18,003,967</u>	<u>13,369,950</u>	<u>4,634,017</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 0</u>	<u>19,016</u>	<u>\$ 19,016</u>	<u>\$ 0</u>	<u>(1,212,399)</u>	<u>\$ (1,212,399)</u>
Fund balance, beginning		240,166			4,633,651	
Prior period adjustment		-			(385,520)	
Residual equity transfer		-			41,259	
Fund balance, ending		<u>\$ 259,182</u>			<u>\$ 3,076,991</u>	

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**ALLEGANY COUNTY, MARYLAND
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001**

	Budget	Actual	Variance Favorable (Unfavorable)
<u>OTHER FINANCING SOURCES:</u>			
Transfers from other funds:			
From the General Fund	\$ 5,188,516	\$ 6,170,405	\$ 981,889
From the Community Development Block Grant Fund	2,284	2,284	0
From the Revolving Building Fund	983,874	1,047,500	63,626
From the Pay-As-You-Go Capital Projects Fund	88,025	188,025	100,000
From the 1997 & 1998 Capital Improvement Bond Fund	-	0	0
Total Other Financing Sources	<u>6,262,699</u>	<u>7,408,214</u>	<u>1,145,515</u>
<u>EXPENDITURES:</u>			
Principal payments on :			
General obligation debt	3,429,349	3,429,360	(11)
State loans	<u>337,803</u>	<u>347,868</u>	<u>(10,065)</u>
Total principal payments	<u>3,767,152</u>	<u>3,777,228</u>	<u>(10,076)</u>
Interest payments on:			
General obligation debt	2,052,118	2,052,106	12
State loans	<u>418,429</u>	<u>471,990</u>	<u>(53,561)</u>
Total interest payments	<u>2,470,547</u>	<u>2,524,096</u>	<u>(53,549)</u>
Other expenditures:			
Paying agent fees	<u>25,000</u>	<u>6,890</u>	<u>18,110</u>
Total Expenditures	<u>6,262,699</u>	<u>6,308,214</u>	<u>(45,515)</u>
Excess (deficiency) of Other Sources Over Expenditures	\$ <u>0</u>	1,100,000	\$ <u>1,100,000</u>
Fund balance, beginning		<u>300,000</u>	
Fund balance, ending		\$ <u>1,400,000</u>	

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ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2001

ASSETS

	Capital Improvement Projects Fund	Pay-As-You-Go Capital Reserve Fund	Public Improvement Bonds of 1998 Capital Projects Fund	Total Capital Project Funds
ASSETS				
Cash - Restricted	\$ -	\$ -	\$ 10,702	\$ 10,702
Investments	365,602	5,283,000	1,846,651	7,495,253
Accounts receivable				
Other	339,485	56,491	1,960	397,936
Due from other funds	-	583,364	-	583,364
Total Assets	\$ 705,087	\$ 5,922,855	\$ 1,859,313	\$ 8,487,255

LIABILITIES AND FUND EQUITY

LIABILITIES				
Accounts payable	\$ 26,255	\$ 1,038,003	\$ 454,831	\$ 1,519,089
Accrued payroll	-	70	-	70
Accrued payroll fringe	-	7	-	7
Due to other funds	71,264	-	307,970	379,234
Total Liabilities	97,519	1,038,080	762,801	1,898,400
FUND EQUITY				
Fund balance:				
Reserved for fund purposes	-	-	863,921	863,921
Unreserved:				
Designated for next fiscal year	-	3,088,822	-	3,088,822
Designated for specific programs	787,979	1,489,732	-	2,277,711
Undesignated	(180,411)	306,221	232,591	358,401
Total Fund Equity	607,568	4,884,775	1,096,512	6,588,855
Total Liabilities and Fund Equity	\$ 705,087	\$ 5,922,855	\$ 1,859,313	\$ 8,487,255

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

	Capital Improvement Projects Fund			Pay-As-You-Go (PAYGO) Fund		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Intergovernmental						
Federal Funds	\$ 1,331,000	\$ 867,204	\$ (463,796)	\$ 2,282,000	\$ 857,183	\$ (1,424,817)
State Funds	302,000	123,376	(178,624)	720,000	210,757	(509,243)
Other	-	7,362	7,362	-	-	0
Miscellaneous:						
Interest	-	22,502	22,502	-	404,669	404,669
Miscellaneous	-	-	0	-	157,950	157,950
Total Revenues	<u>1,633,000</u>	<u>1,020,444</u>	<u>(612,556)</u>	<u>3,002,000</u>	<u>1,630,559</u>	<u>(1,371,441)</u>
OTHER FINANCING SOURCES:						
Unexpended fund balance	1,400,000	-	(1,400,000)	5,349,025	-	(5,349,025)
Debt proceeds	-	-	0	1,595,000	-	(1,595,000)
Transfers from other funds	-	274,129	274,129	-	730,841	730,841
Total other financing sources	<u>1,400,000</u>	<u>274,129</u>	<u>(1,125,871)</u>	<u>6,944,025</u>	<u>730,841</u>	<u>(6,213,184)</u>
Total Revenues and Other Financing Sources	<u>3,033,000</u>	<u>1,294,573</u>	<u>(1,738,427)</u>	<u>9,946,025</u>	<u>2,361,400</u>	<u>(7,584,625)</u>
EXPENDITURES:						
General Government	-	-	0	590,000	306,273	283,727
Public Safety	1,433,000	966,124	466,876	2,332,000	698,564	1,633,436
Public Works	200,000	64,511	135,489	3,054,000	1,666,274	1,387,726
Health	-	-	0	-	-	0
Social Services	-	-	0	-	-	0
Education	-	-	0	-	-	0
Recreation, Culture & Libraries	-	-	0	1,500,000	1,803,328	(303,328)
Conservation of Natural Resources	-	14,377	(14,377)	-	-	0
Economic Development	1,400,000	1,068,186	331,814	1,982,000	140,211	1,841,789
Miscellaneous	-	-	0	-	0	0
Total Expenditures	<u>3,033,000</u>	<u>2,113,198</u>	<u>919,802</u>	<u>9,458,000</u>	<u>4,614,650</u>	<u>4,843,350</u>
OTHER FINANCING USES:						
Transfers to other funds	-	-	0	88,025	188,025	(100,000)
Transfers to component units	-	-	0	400,000	482,717	(82,717)
Total Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>488,025</u>	<u>670,742</u>	<u>(182,717)</u>
Total Expenditures and Other Financing Uses	<u>3,033,000</u>	<u>2,113,198</u>	<u>919,802</u>	<u>9,946,025</u>	<u>5,285,392</u>	<u>4,660,633</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ 0</u>	<u>(818,625)</u>	<u>\$ (818,625)</u>	<u>\$ 0</u>	<u>(2,923,992)</u>	<u>\$ (2,923,992)</u>
Fund balance, beginning		1,426,193			7,808,767	
Fund balance, ending		<u>\$ 607,568</u>			<u>\$ 4,884,775</u>	

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2001

Public Improvement Bonds of 1998 Capital Projects Fund			Total All Capital Projects		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ 0	\$ 3,613,000	\$ 1,724,387	\$ (1,888,613)
2,100,000	83,706	(2,016,294)	3,122,000	417,839	(2,704,161)
-	-	0	-	7,362	7,362
-	151,375	151,375	-	578,546	578,546
-	7,420	7,420	-	165,370	165,370
<u>2,100,000</u>	<u>242,501</u>	<u>(1,857,499)</u>	<u>6,735,000</u>	<u>2,893,504</u>	<u>(3,841,496)</u>
3,420,300	-	(3,420,300)	10,169,325	-	(10,169,325)
-	-	0	1,595,000	-	(1,595,000)
-	-	0	-	1,004,970	1,004,970
<u>3,420,300</u>	<u>0</u>	<u>(3,420,300)</u>	<u>11,764,325</u>	<u>1,004,970</u>	<u>(10,759,355)</u>
5,520,300	242,501	(5,277,799)	18,499,325	3,898,474	(14,600,851)
-	-	0	590,000	306,273	283,727
2,900,000	907,922	1,992,078	6,665,000	2,572,610	4,092,390
-	-	0	3,254,000	1,730,785	1,523,215
-	-	0	-	-	0
80,000	80,000	0	80,000	80,000	0
1,046,300	562,642	483,658	1,046,300	562,642	483,658
90,000	158,426	(68,426)	1,590,000	1,961,754	(371,754)
-	-	0	-	14,377	(14,377)
600,000	-	600,000	3,982,000	1,208,397	2,773,603
-	188,755	(188,755)	-	188,755	(188,755)
<u>4,716,300</u>	<u>1,897,745</u>	<u>2,818,555</u>	<u>17,207,300</u>	<u>8,625,593</u>	<u>8,581,707</u>
-	334,288	(334,288)	88,025	522,313	(434,288)
804,000	608,411	195,589	1,204,000	1,091,128	112,872
<u>804,000</u>	<u>942,699</u>	<u>(138,699)</u>	<u>1,292,025</u>	<u>1,613,441</u>	<u>(321,416)</u>
5,520,300	2,840,444	2,679,856	18,499,325	10,239,034	8,260,291
<u>\$ 0</u>	<u>(2,597,943)</u>	<u>\$ (2,597,943)</u>	<u>\$ 0</u>	<u>(6,340,560)</u>	<u>\$ (6,340,560)</u>
	3,694,455			12,929,415	
	<u>\$ 1,096,512</u>			<u>\$ 6,588,855</u>	

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
CAPITAL IMPROVEMENT PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

	Street Signs	Landfill Closeout	\$3.2 Million Flood Grant	Flood Mitigation County Wide	Flood Mitigation Locust Grove	Project Impact	Westernport Storm Sewer	Landfill Water Line Extension
REVENUES:								
Intergovernmental:								
Federal:								
FEMA Grant	\$ -	\$ -	\$ -	\$ -	\$ 90,625	\$ 423,300	\$ -	\$ -
EPA Grant								
Miscellaneous Federal	-	-	-	-	-	13,718	-	-
State:								
State Aid Highway	-	-	-	-	-	-	-	-
MD Dept. of Environment	-	-	-	-	13,312	-	-	-
Historic Preservation								
Program Open Space	-	-	-	-	-	-	-	-
Dept. of Public Safety	(166)	-	-	-	-	-	-	-
Miscellaneous State Grants	-	-	-	-	-	-	-	-
Other Intergovernmental	-	-	-	-	-	-	-	-
Miscellaneous:								
Interest	-	14,585	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Total Revenues	(166)	14,585	0	0	103,937	437,018	0	0
OTHER FINANCING SOURCES:								
Debt Proceeds	-	-	-	-	-	-	-	-
Transfers From:								
General Fund	-	-	-	-	-	-	-	94,990
Capital Projects Funds	-	-	-	(43,375)	52,223	-	-	-
Total Transfers In	0	0	0	(43,375)	52,223	0	0	94,990
Total Revenues and Other Financing Sources	(166)	14,585	0	(43,375)	156,160	437,018	0	94,990
EXPENDITURES:								
Public Safety	-	-	8,782	-	67,609	424,017	12,750	-
Public Works	(18)	9,346	-	-	-	-	-	2,255
Recreation, Culture	-	-	-	-	-	-	-	-
Economic Development	-	-	-	-	-	-	-	-
Total Expenditures	(18)	9,346	8,782	0	67,609	424,017	12,750	2,255
OTHER FINANCING USES:								
Transfer to:	-	-	-	-	-	-	-	-
Total Expenditures and Other Financing Uses	(18)	9,346	8,782	0	67,609	424,017	12,750	2,255
Excess (deficiency) of revenues and other sources over expenditures and other uses	(148)	5,239	(8,782)	(43,375)	88,551	13,001	(12,750)	92,735
Fund Balance, beginning	148	241,739	(16,125)	43,375	(90,039)	12,512	(32,493)	(92,735)
Fund Balance, Ending	\$ 0	\$ 246,978	\$ (24,907)	\$ 0	\$ (1,488)	\$ 25,513	\$ (45,243)	\$ 0

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
CAPITAL IMPROVEMENT PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

<u>Riverside Industrial Park</u>	<u>Pleasant Valley Road</u>	<u>Lonaconing Greenway Park</u>	<u>George's Creek Watershed</u>	<u>Highland Trail</u>	<u>FEMA Geo Creek</u>	<u>Riverside EDA Park</u>	<u>Other Projects</u>	<u>Fund Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 318,382	\$ -	\$ -	\$ 832,307
-	-	7,546	13,633	-	-	-	-	21,179
-	-	-	-	-	-	-	-	13,718
-	-	-	-	21,800	-	-	-	21,800
-	-	-	-	-	32,062	-	-	45,374
-	-	-	-	40,618	-	-	-	40,618
-	-	-	-	15,750	-	-	-	15,750
-	-	-	-	-	-	-	-	(166)
-	-	-	-	-	-	-	-	0
-	-	7,362	-	-	-	-	-	7,362
7,917	-	-	-	-	-	-	-	22,502
-	-	-	-	-	-	-	-	0
<u>7,917</u>	<u>0</u>	<u>14,908</u>	<u>13,633</u>	<u>78,168</u>	<u>350,444</u>	<u>0</u>	<u>0</u>	<u>1,020,444</u>
-	-	-	-	-	-	-	-	0
-	-	-	-	-	115,000	-	-	209,990
-	-	-	-	-	55,291	-	-	64,139
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>170,291</u>	<u>0</u>	<u>0</u>	<u>274,129</u>
<u>7,917</u>	<u>0</u>	<u>14,908</u>	<u>13,633</u>	<u>78,168</u>	<u>520,735</u>	<u>0</u>	<u>0</u>	<u>1,294,573</u>
-	-	8,835	-	-	444,131	-	-	966,124
-	52,928	-	-	-	-	-	-	64,511
-	-	-	14,377	-	-	-	-	14,377
<u>968,173</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,013</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,068,186</u>
<u>968,173</u>	<u>52,928</u>	<u>8,835</u>	<u>14,377</u>	<u>100,013</u>	<u>444,131</u>	<u>0</u>	<u>0</u>	<u>2,113,198</u>
-	-	-	-	-	-	-	-	0
<u>968,173</u>	<u>52,928</u>	<u>8,835</u>	<u>14,377</u>	<u>100,013</u>	<u>444,131</u>	<u>0</u>	<u>0</u>	<u>2,113,198</u>
(960,256)	(52,928)	6,073	(744)	(21,845)	76,604	0	0	(818,625)
<u>1,475,743</u>	<u>-</u>	<u>(7,362)</u>	<u>-</u>	<u>(30,804)</u>	<u>(81,140)</u>	<u>0</u>	<u>3,374</u>	<u>1,426,193</u>
<u>\$ 515,487</u>	<u>\$ (52,928)</u>	<u>\$ (1,289)</u>	<u>\$ (744)</u>	<u>\$ (52,649)</u>	<u>\$ (4,536)</u>	<u>\$ 0</u>	<u>\$ 3,374</u>	<u>\$ 607,568</u>

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
PAY-AS-YOU-GO (PAYGO) CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

REVENUES:	Computer Network	NRCS Flood Projects	Flood Projects	Town Creek Bridge	Roads Paving Program	911 Radio System	Lonaconing Roads Garage
Federal Grants	\$ -	\$ -	\$ -	\$ 542,631	\$ -	\$ -	\$ -
State Grants	-	160,132	-	-	-	-	-
Miscellaneous:							
Interest	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Revenues	<u>0</u>	<u>160,132</u>	<u>0</u>	<u>542,631</u>	<u>0</u>	<u>0</u>	<u>0</u>
OTHER FINANCING SOURCES:							
Transfers From:							
General Fund	-	-	153,000	171,830	-	8,225	-
Highway Fund	-	-	-	-	-	-	-
Capital Projects Funds	-	-	-	-	-	-	120,000
Total Transfers In	<u>0</u>	<u>0</u>	<u>153,000</u>	<u>171,830</u>	<u>0</u>	<u>8,225</u>	<u>120,000</u>
Total Revenues and Other Financing Sources	<u>0</u>	<u>160,132</u>	<u>153,000</u>	<u>714,461</u>	<u>0</u>	<u>8,225</u>	<u>120,000</u>
EXPENDITURES:							
General Government	40,066	-	-	-	-	-	-
Public Safety	-	160,132	29,495	-	-	11,136	-
Public Works	-	-	-	837,963	548,183	-	-
Recreation and Culture	-	-	-	-	-	-	-
Economic Development	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
Total Expenditures	<u>40,066</u>	<u>160,132</u>	<u>29,495</u>	<u>837,963</u>	<u>548,183</u>	<u>11,136</u>	<u>0</u>
OTHER FINANCING USES:							
Transfer to:							
Other funds	-	-	-	-	-	-	-
Component Units	-	-	-	-	-	-	-
Total Transfers	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures and and Other Financing Uses	<u>40,066</u>	<u>160,132</u>	<u>29,495</u>	<u>837,963</u>	<u>548,183</u>	<u>11,136</u>	<u>0</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(40,066)	0	123,505	(123,502)	(548,183)	(2,911)	120,000
Fund Balance, beginning	<u>110,466</u>	<u>0</u>	<u>0</u>	<u>333,252</u>	<u>1,658,100</u>	<u>2,911</u>	<u>380,000</u>
Fund Balance, Ending	<u>\$ 70,400</u>	<u>\$ 0</u>	<u>\$ 123,505</u>	<u>\$ 209,750</u>	<u>\$ 1,109,917</u>	<u>\$ 0</u>	<u>\$ 500,000</u>

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
PAY-AS-YOU-GO (PAYGO) CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

Washington Middle Classrooms	Capital Outlay	Capital Reserves	Fairgrounds Lighting	Health Department Air Conditioning	George's Creek Flood	Bowman's Addition Flood	Tax Software	Total This Page
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 314,552	\$ -	\$ 857,183
-	-	-	-	-	-	50,625	-	210,757
-	-	404,669	-	-	-	-	-	404,669
-	-	(750,000)	-	-	-	-	-	(750,000)
<u>0</u>	<u>0</u>	<u>(345,331)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>365,177</u>	<u>0</u>	<u>722,609</u>
-	-	196,265	(1,632)	10,841	20,312	-	-	558,841
-	-	0	-	-	-	-	-	120,000
-	-	-	-	-	-	-	-	-
<u>0</u>	<u>0</u>	<u>196,265</u>	<u>(1,632)</u>	<u>10,841</u>	<u>20,312</u>	<u>0</u>	<u>0</u>	<u>678,841</u>
<u>0</u>	<u>0</u>	<u>(149,066)</u>	<u>(1,632)</u>	<u>10,841</u>	<u>20,312</u>	<u>365,177</u>	<u>0</u>	<u>1,401,450</u>
-	-	-	-	-	-	-	109,647	149,713
-	-	-	-	-	-	497,801	-	698,564
-	-	-	-	-	-	-	-	1,386,146
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>497,801</u>	<u>109,647</u>	<u>2,234,423</u>
-	-	100,000	-	88,025	-	-	-	188,025
<u>205,924</u>	<u>-</u>	<u>35,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>240,924</u>
<u>205,924</u>	<u>0</u>	<u>135,000</u>	<u>0</u>	<u>88,025</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>428,949</u>
<u>205,924</u>	<u>0</u>	<u>135,000</u>	<u>0</u>	<u>88,025</u>	<u>0</u>	<u>497,801</u>	<u>109,647</u>	<u>2,663,372</u>
(205,924)	0	(284,066)	(1,632)	(77,184)	20,312	(132,624)	(109,647)	(1,261,922)
<u>205,924</u>	<u>97,702</u>	<u>590,287</u>	<u>1,632</u>	<u>65,677</u>	<u>-</u>	<u>290,150</u>	<u>150,000</u>	<u>3,886,101</u>
<u>\$ 0</u>	<u>\$ 97,702</u>	<u>\$ 306,221</u>	<u>\$ 0</u>	<u>\$ (11,507)</u>	<u>\$ 20,312</u>	<u>\$ 157,526</u>	<u>\$ 40,353</u>	<u>\$ 2,624,179</u>

(Continued)

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
PAY-AS-YOU-GO (PAYGO) CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

	Total Previous Page	Geo Crk Elementary Roof	John Humbird School	Industrial Park Signage	Jail Reuse	Louise Drive
REVENUES:						
Federal Grants	\$ 857,183	\$ -	\$ -	\$ -	\$ -	\$ -
State Grants	210,757	-	-	-	-	-
Miscellaneous:						
Interest	404,669	-	-	-	-	-
Miscellaneous	(750,000)	-	-	-	-	-
Total Revenues	<u>722,609</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>157,950</u>
OTHER FINANCING SOURCES:						
Transfers From:						
General Fund	558,841	94,000	(2,000)	-	200,000	-
Highway Fund	120,000	-	-	-	-	-
Capital Projects Funds	0	-	-	-	-	-
Total Transfers In	<u>678,841</u>	<u>94,000</u>	<u>(2,000)</u>	<u>0</u>	<u>200,000</u>	<u>0</u>
Total Revenues and Other Financing Sources	<u>1,401,450</u>	<u>94,000</u>	<u>(2,000)</u>	<u>0</u>	<u>200,000</u>	<u>157,950</u>
EXPENDITURES:						
General Government	149,713	-	-	-	6,100	-
Public Safety	698,564	-	-	-	-	-
Public Works	1,386,146	-	-	-	-	-
Recreation and Culture	0	-	-	-	-	-
Economic Development	0	-	-	38,518	-	-
Miscellaneous	0	-	-	-	-	-
Total Expenditures	<u>2,234,423</u>	<u>0</u>	<u>0</u>	<u>38,518</u>	<u>6,100</u>	<u>0</u>
OTHER FINANCING USES:						
Transfer to:						
Other funds	188,025	-	-	-	-	-
Component Units	240,924	7,037	34,756	-	-	-
Total Transfers	<u>428,949</u>	<u>7,037</u>	<u>34,756</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures and and Other Financing Uses	<u>2,663,372</u>	<u>7,037</u>	<u>34,756</u>	<u>38,518</u>	<u>6,100</u>	<u>0</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,261,922)	86,963	(36,756)	(38,518)	193,900	157,950
Fund Balance, beginning	3,886,101	-	835,000	50,000	394,000	-
Fund Balance, Ending	<u>\$ 2,624,179</u>	<u>\$ 86,963</u>	<u>\$ 798,244</u>	<u>\$ 11,482</u>	<u>\$ 587,900</u>	<u>\$ 157,950</u>

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
PAY-AS-YOU-GO (PAYGO) CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

<u>Bd of Ed Maintenance Building</u>	<u>PPG Water System Repair</u>	<u>PPG Office Building Demolition</u>	<u>Payroll/ Gen Ledger Software Upgrade</u>	<u>Fairgrounds Multipurpose Bldg</u>	<u>Barton Ind Park Water</u>	<u>OP Road Improvements</u>	<u>Other Designated Projects</u>	<u>Fund Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 857,183
-	-	-	-	-	-	-	-	210,757
-	-	-	-	-	-	-	-	404,669
-	-	-	-	750,000	-	-	-	157,950
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>750,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,630,559</u>
-	-	-	-	(340,000)	-	100,000	-	610,841
-	-	-	-	-	-	-	-	120,000
-	-	-	-	-	-	-	-	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(340,000)</u>	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>730,841</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>410,000</u>	<u>0</u>	<u>100,000</u>	<u>0</u>	<u>2,361,400</u>
-	-	-	150,460	-	-	-	-	306,273
-	-	-	-	-	-	-	-	698,564
-	-	-	-	-	-	280,128	-	1,666,274
-	-	-	-	1,803,328	-	-	-	1,803,328
-	34,972	51,136	-	-	15,585	-	-	140,211
-	-	-	-	-	-	-	-	0
<u>0</u>	<u>34,972</u>	<u>51,136</u>	<u>150,460</u>	<u>1,803,328</u>	<u>15,585</u>	<u>280,128</u>	<u>0</u>	<u>4,614,650</u>
-	-	-	-	-	-	-	-	188,025
<u>200,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>482,717</u>
<u>200,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>670,742</u>
<u>200,000</u>	<u>34,972</u>	<u>51,136</u>	<u>150,460</u>	<u>1,803,328</u>	<u>15,585</u>	<u>280,128</u>	<u>0</u>	<u>5,285,392</u>
(200,000)	(34,972)	(51,136)	(150,460)	(1,393,328)	(15,585)	(180,128)	0	(2,923,992)
<u>200,000</u>	<u>50,000</u>	<u>100,000</u>	<u>500,000</u>	<u>736,666</u>	<u>287,000</u>	<u>400,000</u>	<u>370,000</u>	<u>7,808,767</u>
\$ <u>0</u>	\$ <u>15,028</u>	\$ <u>48,864</u>	\$ <u>349,540</u>	\$ <u>(656,662)</u>	\$ <u>271,415</u>	\$ <u>219,872</u>	\$ <u>370,000</u>	\$ <u>4,884,775</u>

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
1998 PUBLIC IMPROVEMENT BONDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

	Allegany College Science Bldg.	LaVale Library	Georges Creek Library	Beall High Roof	Oldtown School Roof	South Penn School Roof
REVENUES:						
Intergovernmental:						
State						
State Dept of Public Safety	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Miscellaneous:						
Interest	61	-	-	-	-	-
Miscellaneous	-	-	320	-	-	-
Total Revenues	<u>61</u>	<u>0</u>	<u>320</u>	<u>0</u>	<u>0</u>	<u>0</u>
OTHER FINANCING SOURCES:						
Bond Proceeds	-	36,435	-	(8,086)	(28,349)	-
Transfer from other funds	-	-	-	-	-	-
Total Other Financing Sources	<u>0</u>	<u>36,435</u>	<u>0</u>	<u>(8,086)</u>	<u>(28,349)</u>	<u>0</u>
Total Revenues and Other Financing Sources	<u>61</u>	<u>36,435</u>	<u>320</u>	<u>(8,086)</u>	<u>(28,349)</u>	<u>0</u>
EXPENDITURES:						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-
Public Works	-	-	-	-	-	-
Health	-	-	-	-	-	-
Social Services	-	-	-	-	-	-
Education	370,854	-	-	-	-	-
Recreation, Culture & Libraries	-	156,603	1,823	-	-	-
Economic Development	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Expenditures	<u>370,854</u>	<u>156,603</u>	<u>1,823</u>	<u>0</u>	<u>0</u>	<u>0</u>
OTHER FINANCING USES:						
Transfer to:						
Other Funds	-	-	-	-	-	-
Component Units	-	-	-	54,044	-	71,032
Total Transfers	<u>0</u>	<u>0</u>	<u>0</u>	<u>54,044</u>	<u>0</u>	<u>71,032</u>
Total Expenditures and Other Financing Uses	<u>370,854</u>	<u>156,603</u>	<u>1,823</u>	<u>54,044</u>	<u>0</u>	<u>71,032</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(370,793)	(120,168)	(1,503)	(62,130)	(28,349)	(71,032)
Fund Balance, beginning	370,793	92,433	0	62,130	28,349	71,032
Fund Balance, Ending	<u>\$ 0</u>	<u>\$ (27,735)</u>	<u>\$ (1,503)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
1998 PUBLIC IMPROVEMENT BONDS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2001

<u>Beall Elementary School</u>	<u>Allegany College Phase I</u>	<u>Industrial Shell Bldg.</u>	<u>Mt Savage School Renovations</u>	<u>Family Crisis Center</u>	<u>Flood Projects</u>	<u>Correctional Facility</u>	<u>1998 Bond Interest</u>	<u>Fund Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	83,706	\$ -	\$ 83,706
-	-	-	-	80,000	-	-	71,314	151,375
-	-	-	-	-	-	7,100	-	7,420
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80,000</u>	<u>0</u>	<u>90,806</u>	<u>71,314</u>	<u>242,501</u>
-	-	-	-	-	-	-	-	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80,000</u>	<u>0</u>	<u>90,806</u>	<u>71,314</u>	<u>242,501</u>
-	-	-	-	-	-	-	-	0
-	-	-	-	-	-	907,922	-	907,922
-	-	-	-	-	-	-	-	0
-	-	-	-	-	-	-	-	0
-	-	-	-	80,000	-	-	-	80,000
-	191,788	-	-	-	-	-	-	562,642
-	-	-	-	-	-	-	-	158,426
-	-	-	-	-	-	-	-	0
-	-	-	-	-	-	-	188,755	188,755
<u>0</u>	<u>191,788</u>	<u>0</u>	<u>0</u>	<u>80,000</u>	<u>0</u>	<u>907,922</u>	<u>188,755</u>	<u>1,897,745</u>
-	-	262,954	-	-	71,334	-	-	334,288
<u>83,000</u>	<u>-</u>	<u>-</u>	<u>400,335</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>608,411</u>
<u>83,000</u>	<u>0</u>	<u>262,954</u>	<u>400,335</u>	<u>0</u>	<u>71,334</u>	<u>0</u>	<u>0</u>	<u>942,699</u>
<u>83,000</u>	<u>191,788</u>	<u>262,954</u>	<u>400,335</u>	<u>80,000</u>	<u>71,334</u>	<u>907,922</u>	<u>188,755</u>	<u>2,840,444</u>
(83,000)	(191,788)	(262,954)	(400,335)	0	(71,334)	(817,116)	(117,441)	(2,597,943)
<u>83,000</u>	<u>194,193</u>	<u>600,000</u>	<u>653,749</u>	<u>-</u>	<u>146,381</u>	<u>1,013,155</u>	<u>379,240</u>	<u>3,694,455</u>
\$ <u>0</u>	\$ <u>2,405</u>	\$ <u>337,046</u>	\$ <u>253,414</u>	\$ <u>0</u>	\$ <u>75,047</u>	\$ <u>196,039</u>	\$ <u>261,799</u>	\$ <u>1,096,512</u>

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ALLEGANY COUNTY, MARYLAND
COMBINING BALANCE SHEET
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
June 30, 2001

	Allegany County Water Districts	Allegany County Sanitary Districts	Allegany County Nursing Home	Allegany County Loan Fund	Total
ASSETS					
Current Assets:					
Cash:					
Cash	\$ -	\$ 240,463	\$ 1,200	\$ -	\$ 241,663
Cash - restricted	-	256,229	-	-	256,229
Investments	155,000	201,518	-	-	356,518
Receivables:	-	-	-	-	-
Accounts (net)	219,681	1,009,456	736,238	2,362,324	4,327,699
Taxes - restricted	-	51,028	-	-	51,028
Accounts (net) - restricted	-	169,898	-	-	169,898
Other	1,284	307,038	-	66,591	374,913
Due from other funds	-	1,973,812	-	628,649	2,602,461
Non-current Assets:					
Advances to other funds	-	-	-	2,310,283	2,310,283
Property, plant and equipment	12,784,258	69,878,607	4,541,041	-	87,203,906
Construction in Progress	-	1,057,178	-	-	1,057,178
Depreciation	(2,267,336)	(23,078,705)	(2,511,123)	-	(27,857,164)
Inventory	-	99,298	26,565	-	125,863
Total Assets	\$ 10,892,887	\$ 52,165,820	\$ 2,793,921	\$ 5,367,847	\$ 71,220,475
LIABILITIES					
Current Liabilities:					
Accounts payable	\$ 34,669	\$ 389,604	\$ 228,890	\$ -	\$ 653,163
Accrued payroll	-	29,745	128,294	-	158,039
Accrued payroll fringe	-	10,167	44,990	-	55,157
Accrued interest	10,462	73,344	-	-	83,806
Current portion of long-term debt					
Revenue debt:					
Bonds and loans	21,128	199,353	-	-	220,481
Advances from other funds	66,617	327,953	-	-	394,570
Due to other funds	289,508	2,226,247	-	-	2,515,755
Noncurrent Liabilities:					
Cash advance due to General Fund	-	1,200,000	722,409	-	1,922,409
Long term debt:					
Revenue debt:					
Bonds and loans	1,643,972	3,982,291	-	-	5,626,263
Advance from other funds	122,832	1,792,880	-	-	1,915,712
Compensated absences	-	295,547	279,093	-	574,640
Miscellaneous liabilities	-	233,725	-	-	233,725
Total Liabilities	2,189,188	10,760,856	1,403,676	-	14,353,720
FUND EQUITY					
Contributed capital	7,283,916	35,296,415	216,672	-	42,797,003
Retained Earnings	1,419,783	6,108,549	1,173,573	5,367,847	14,069,752
Total Fund Equity	8,703,699	41,404,964	1,390,245	5,367,847	56,866,755
Total Liabilities and Fund Equity	\$ 10,892,887	\$ 52,165,820	\$ 2,793,921	\$ 5,367,847	\$ 71,220,475

ALLEGANY COUNTY, MARYLAND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Allegany County Water Districts	Allegany County Sanitary Districts	Allegany County Nursing Home	Allegany County Loan Fund	Total
OPERATING REVENUES:					
Service charges	\$ 730,638	\$ 4,388,884	\$ -	\$ -	\$ 5,119,522
Patient fees	-	-	6,628,948	-	6,628,948
Miscellaneous	1,241	133,417	70,301	196,674	401,633
Total Operating Revenues	731,879	4,522,301	6,699,249	196,674	12,150,103
OPERATING EXPENSES:					
Salaries	103,959	637,836	3,336,512	-	4,078,307
Employee benefits	43,697	266,153	1,339,216	-	1,649,066
Office expenses	184	37,652	82,331	-	120,167
Utilities	447,083	1,098,543	133,857	-	1,679,483
Repairs & maintenance	38,954	179,750	96,380	-	315,084
Contractual services	-	31,127	28,805	-	59,932
Treatment costs	-	1,024,442	-	-	1,024,442
Professional services	6,950	48,679	450,537	-	506,166
Materials and supplies	15,982	217,003	688,487	-	921,472
Insurance	225	86,795	52,393	-	139,413
Indirect cost	25,115	140,843	160,900	-	326,858
Miscellaneous	-	22,481	16,340	-	38,821
Depreciation	293,527	1,460,318	130,674	-	1,884,519
Total operating expenses	975,676	5,251,622	6,516,432	0	12,743,730
Operating Income (Loss)	(243,797)	(729,321)	182,817	196,674	(593,627)
NON-OPERATING INCOME (EXPENSES)					
Real and personal property taxes	-	420,653	-	-	420,653
Interest & penalties on taxes	-	14,553	-	-	14,553
Discounts on taxes	-	(4,511)	-	-	(4,511)
Enterprise/industrial exemptions	-	317	-	-	317
Collection fees	-	(9,694)	-	-	(9,694)
Front footage assessments	-	178,179	-	-	178,179
Interest income	22,348	71,601	184	-	94,133
Interest income, debt service	-	6,060	-	-	6,060
Interest expense	(87,478)	(301,188)	-	-	(388,666)
Gain on sale of equipment	-	-	-	-	0
Federal grants	536,282	-	-	-	536,282
State grants	114,650	-	-	-	114,650
Other grants	-	10,432	-	-	10,432
Other income (expense)	-	11,686	-	-	11,686
Net non-operating revenue (expenses)	585,802	398,088	184	0	984,074
Income (Loss) before operating transfers	342,005	(331,233)	183,001	196,674	390,447
OPERATING TRANSFERS:					
Operating transfer in	60,428	-	-	1,457,950	1,518,378
Operating transfer out	-	-	-	(724,927)	(724,927)
Net Income (Loss)	402,433	(331,233)	183,001	929,697	1,183,898
Add:					
Depreciation expense on fixed assets acquired with contributed capital	192,555	1,068,995	12,573	-	1,274,123
Increase (decrease) in Retained Earnings	594,988	737,762	195,574	929,697	2,458,021
Retained Earnings, Beginning	824,795	5,370,787	977,999	4,438,150	11,611,731
Retained Earnings, Ending	\$ 1,419,783	\$ 6,108,549	\$ 1,173,573	\$ 5,367,847	\$ 14,069,752

ALLEGANY COUNTY, MARYLAND
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Allegany County Water Districts	Allegany County Sanitary Districts	Allegany County Nursing Home	Allegany County Loan Fund	Total
Cash flows from operating activities:					
Cash received from customers	\$ 697,461	\$ 4,307,491	\$ 6,510,476	\$ (699,728)	\$ 10,815,700
Cash payments for goods and services	(534,401)	(2,918,984)	(1,598,948)	-	(5,052,333)
Cash payments to employees for services	(147,656)	(864,780)	(4,650,640)	-	(5,663,076)
Other operating revenues	-	172,385	64,460	-	236,845
Net cash provided by operating activities	15,404	696,112	325,348	(699,728)	337,136
Cash flows from noncapital financing activities:					
Advances from other funds	1,274,253	9,943,233	6,490,505	(1,870,221)	15,837,770
Advances to other funds	(962,988)	(11,709,535)	(6,598,586)	1,836,926	(17,434,183)
Operating transfers from other funds	60,428	-	-	1,457,950	1,518,378
Operating transfers to other funds	-	-	-	(724,927)	(724,927)
Net cash provided by noncapital financing activities	371,693	(1,766,302)	(108,081)	699,728	(802,962)
Cash flows from capital and related financing activities:					
Proceeds from new debt	-	1,200,000	-	-	1,200,000
Acquisition and construction of capital assets	(4,316,209)	2,986,287	(217,451)	-	(1,547,373)
Principal paid on capital debt	(81,955)	(477,182)	-	-	(559,137)
Interest paid on capital debt	(87,600)	(306,468)	-	-	(394,068)
Proceeds from sale of assets	-	-	-	-	0
Additional contributed capital	3,610,765	(3,610,765)	-	-	0
Grant revenues	469,105	594,413	-	-	1,063,518
Debt fees	-	663,377	-	-	663,377
Net cash used for capital and related financing activities	(405,894)	1,049,662	(217,451)	0	426,317
Cash flows from investing activities:					
Purchase of investments	(155,000)	(201,518)	-	-	(356,518)
Sale of investments	150,107	196,170	-	-	346,277
Interest on investments	23,690	69,980	184	-	93,854
Net cash used in investing activities	18,797	64,632	184	0	83,613
Net increase (decrease) in cash	-	44,104	-	-	44,104
Cash at beginning of the year	-	452,588	1,200	-	453,788
Cash at end of year	\$ 0	\$ 496,692	\$ 1,200	\$ 0	\$ 497,892

Reconciliation of operating income to net cash provided by operating activities:

Operating income (loss)	\$ (243,797)	\$ (729,321)	\$ 182,817	\$ 196,674	\$ (593,627)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	293,527	1,460,318	130,674	-	1,884,519
Provision for uncollectable accounts	1,457	22,429	-	-	23,886
Change in assets & liabilities:					
(Increase) decrease in receivables	(35,876)	(64,854)	(124,313)	(896,402)	(1,121,445)
(Increase) decrease in inventory	-	-	(15,726)	-	(15,726)
Increase (decrease) in acc'ts payable	93	(31,667)	126,808	-	95,234
Increase (decrease) in accrued payroll	-	39,207	25,088	-	64,295
Total adjustments	259,201	1,425,433	142,531	(896,402)	930,763
Net cash provided by operating activities	\$ 15,404	\$ 696,112	\$ 325,348	\$ (699,728)	\$ 337,136

During the year, the following enterprise activities reduced contributed capital for depreciation on assets acquired by grants:
Water Districts - \$192,555, Sanitary Districts - \$1,070,037, and the Nursing Home \$12,573.

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY WATER DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2001

	Oldtown			
	Road	Ellerslie	Eckhart	Hoffman
OPERATING REVENUES:				
Service charges	\$ 88,963	\$ 230,548	\$ 236,454	\$ 6,173
Miscellaneous				
Total Operating Revenues	<u>88,963</u>	<u>230,548</u>	<u>236,454</u>	<u>6,173</u>
OPERATING EXPENSES:				
Salaries	16,095	36,148	25,660	858
Fringe benefits	6,765	15,194	10,786	361
Office expenses	-	100	84	-
Utilities	66,775	113,128	155,451	3,097
Repairs and maintenance	169	35,199	3,109	4
Professional fees	-	1,000	5,950	-
Materials and supplies	2,815	5,159	4,921	98
Insurance	-	113	112	-
Indirect cost	237	8,269	9,966	230
Depreciation	67,521	60,988	51,301	2,330
Total Operating Expenses	<u>160,377</u>	<u>275,298</u>	<u>267,340</u>	<u>6,978</u>
Operating Income (Loss)	<u>(71,414)</u>	<u>(44,750)</u>	<u>(30,886)</u>	<u>(805)</u>
NON-OPERATING REVENUE (EXPENSES):				
Interest income	-	14,743	4,535	168
Interest expense	(15,589)	(11,995)	(27,910)	(805)
Federal grants	241,370	-	-	-
State grants	114,650	-	-	-
Non-operating Income (Loss)	<u>340,431</u>	<u>2,748</u>	<u>(23,375)</u>	<u>(637)</u>
Income (Loss) before operating transfers	\$ 269,017	\$ (42,002)	\$ (54,261)	\$ (1,442)
OPERATING TRANSFERS:				
Operating transfer in	-	-	-	-
Net Income (Loss)	<u>269,017</u>	<u>(42,002)</u>	<u>(54,261)</u>	<u>(1,442)</u>
Add: Depreciation expense on fixed assets acquired with contributed capital	<u>43,860</u>	<u>28,301</u>	<u>32,747</u>	<u>1,847</u>
Change in retained earnings	<u>\$ 312,877</u>	<u>\$ (13,701)</u>	<u>\$ (21,514)</u>	<u>\$ 405</u>
Retained earnings, beginning				
Retained earnings, ending				

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY WATER DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2001

Route 36 Vale Summit	Borden/ Zhilman	Carlos/ Shaft	Grahamtown	Total
\$ 33,399	\$ 61,580	\$ 73,521	\$ -	\$ 730,638
1,241				1,241
<u>34,640</u>	<u>61,580</u>	<u>73,521</u>	<u>0</u>	<u>731,879</u>
5,013	9,301	10,884	-	103,959
2,107	3,909	4,575	-	43,697
-	-	-	-	184
37,032	32,649	38,951	-	447,083
337	87	49	-	38,954
-	-	-	-	6,950
703	1,052	1,234	-	15,982
-	-	-	-	225
1,764	2,932	1,717	-	25,115
28,569	34,537	48,281	-	293,527
<u>75,525</u>	<u>84,467</u>	<u>105,691</u>	<u>0</u>	<u>975,676</u>
(40,885)	(22,887)	(32,170)	0	(243,797)
218	1,928	756	-	22,348
-	(14,828)	(16,351)	-	(87,478)
-	60,500	52,585	181,827	536,282
-	-	-	-	114,650
<u>218</u>	<u>47,600</u>	<u>36,990</u>	<u>181,827</u>	<u>585,802</u>
\$ (40,667)	\$ 24,713	\$ 4,820	\$ 181,827	342,005
60,428	-	-	-	60,428
<u>19,761</u>	<u>24,713</u>	<u>4,820</u>	<u>181,827</u>	<u>402,433</u>
26,588	26,200	33,012	-	192,555
<u>\$ 46,349</u>	<u>\$ 50,913</u>	<u>\$ 37,832</u>	<u>\$ 181,827</u>	
				824,795
				<u>\$ 1,419,783</u>

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING BALANCE SHEET
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
June 30, 2001

	General Fund	Bowling Green	Cresaptown	Braddock Run	Bedford Road	Jennings Run/Wills Creek
ASSETS						
Current Assets:						
Cash:						
Cash	\$ 240,463	\$ -	\$ -	\$ -	\$ -	\$ -
Cash - Restricted	-	-	-	256,229	-	-
Investments	155,000	-	-	-	46,518	-
Receivables:						
Accounts (net)	1,709	121,652	63,571	293,410	83,400	80,687
Taxes - restricted	-	9,366	1,386	2,921	7,167	2,124
Accounts (net) - restricted	-	8,084	-	-	10,086	45,611
Other	182,056	-	-	13,040	2,469	14,095
Due from other funds	-	419,843	370,934	138,935	-	-
Noncurrent Assets:						
Property, plant and equipment:	2,080,942	5,408,931	2,725,081	3,124,179	4,905,324	6,096,887
Construction in progress	1,057,178	-	-	-	-	-
Less: Accumulated depreciation	(681,688)	(2,333,828)	(1,155,966)	(1,964,350)	(2,343,384)	(2,876,203)
Inventory	99,298	-	-	-	-	-
Total Assets	<u>\$ 3,134,958</u>	<u>\$ 3,634,048</u>	<u>\$ 2,005,006</u>	<u>\$ 1,864,364</u>	<u>\$ 2,711,580</u>	<u>\$ 3,363,201</u>
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 212,623	\$ 17,779	\$ 428	\$ 43,763	\$ 9,427	\$ 9,480
Accrued wages payable	26,650	-	-	-	-	-
Accrued payroll fringe benefits	9,021	-	-	-	-	-
Accrued interest payable	-	2,497	2,808	3,292	4,574	2,684
Current portion of long term debt						
Bonds & loans	-	4,763	4,917	-	20,080	-
Advances from other funds	34,139	57,572	-	21,825	26,227	71,544
Due to other funds	1,227,334	-	-	-	108,003	390,121
Noncurrent Liabilities:						
Cash advance due General Fund	-	-	-	-	-	1,200,000
Long term debt:						
Bonds & loans	-	53,959	52,557	-	282,590	-
Advances from other funds	1,165,861	62,270	-	109,159	83,155	147,134
Compensated absences	295,547	-	-	-	-	-
Miscellaneous liabilities	15,911	-	-	210,294	-	-
Total Liabilities	<u>2,987,086</u>	<u>198,840</u>	<u>60,710</u>	<u>388,333</u>	<u>534,056</u>	<u>1,820,963</u>
FUND EQUITY						
Contributed capital	54,057	2,147,704	1,312,491	663,614	1,756,856	2,616,141
Retained earnings:	93,815	1,287,504	631,805	812,417	420,668	(1,073,903)
Total Fund Equity	<u>147,872</u>	<u>3,435,208</u>	<u>1,944,296</u>	<u>1,476,031</u>	<u>2,177,524</u>	<u>1,542,238</u>
Total Liabilities and Fund Equity	<u>\$ 3,134,958</u>	<u>\$ 3,634,048</u>	<u>\$ 2,005,006</u>	<u>\$ 1,864,364</u>	<u>\$ 2,711,580</u>	<u>\$ 3,363,201</u>

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING BALANCE SHEET
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
June 30, 2001

<u>McCoole</u>	<u>Oldtown</u>	<u>Flintstone</u>	<u>Georges Creek</u>	<u>Franklin/Brophytown</u>	<u>Celanese Treatment Plant</u>	<u>Mexico Farms</u>	<u>Cash Valley Road</u>	<u>Oldtown Road</u>	<u>Total All Districts</u>
- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	- \$	240,463
-	-	-	-	-	-	-	-	-	256,229
-	-	-	-	-	-	-	-	-	201,518
46,432	2,967	6,756	158,975	7,647	-	121,450	4,460	16,340	1,009,456
2,780	91	2,084	16,340	188	-	2,409	1,166	3,006	51,028
9,096	2,730	1,051	90,656	2,584	-	-	-	-	169,898
-	-	-	30,858	9,423	10,571	44,526	-	-	307,038
-	5,797	-	707,350	215,990	102,803	-	12,160	-	1,973,812
6,135,222	858,822	1,108,299	23,991,766	563,453	5,077,913	4,215,044	813,332	2,773,412	69,878,607
-	-	-	-	-	-	-	-	-	1,057,178
(1,058,316)	(345,568)	(436,661)	(7,856,344)	(211,670)	(800,591)	(677,175)	(101,666)	(235,295)	(23,078,705)
-	-	-	-	-	-	-	-	-	99,298
<u>5,135,214</u>	<u>\$ 524,839</u>	<u>\$ 681,529</u>	<u>\$ 17,139,601</u>	<u>\$ 587,615</u>	<u>\$ 4,390,696</u>	<u>\$ 3,706,254</u>	<u>\$ 729,452</u>	<u>\$ 2,557,463</u>	<u>\$ 52,165,820</u>
20,863 \$	1,327 \$	1,656 \$	9,084 \$	- \$	11,232 \$	47,443 \$	1 \$	4,498 \$	389,604
-	-	-	-	-	3,095	-	-	-	29,745
-	-	-	-	-	1,146	-	-	-	10,167
5,607	309	4,382	27,838	-	5,049	9,783	943	3,578	73,344
23,482	2,294	6,881	31,321	-	32,108	65,303	1,712	6,492	199,353
-	-	-	109,701	6,945	-	-	-	-	327,953
322,760	-	14,936	-	-	-	158,203	-	4,890	2,226,247
-	-	-	-	-	-	-	-	-	1,200,000
1,150,612	28,056	84,168	502,240	-	302,602	866,910	137,422	521,175	3,982,291
-	-	-	209,665	15,636	-	-	-	-	1,792,880
-	-	-	-	-	-	-	-	-	295,547
-	-	-	-	-	7,520	-	-	-	233,725
<u>1,523,324</u>	<u>31,986</u>	<u>112,023</u>	<u>889,849</u>	<u>22,581</u>	<u>362,752</u>	<u>1,147,642</u>	<u>140,078</u>	<u>540,633</u>	<u>10,760,856</u>
3,898,117	447,004	541,593	12,880,637	303,439	3,763,129	2,301,624	583,041	2,026,968	35,296,415
(286,227)	45,849	27,913	3,369,115	261,595	264,815	256,988	6,333	(10,138)	6,108,549
<u>3,611,890</u>	<u>492,853</u>	<u>569,506</u>	<u>16,249,752</u>	<u>565,034</u>	<u>4,027,944</u>	<u>2,558,612</u>	<u>589,374</u>	<u>2,016,830</u>	<u>41,404,964</u>
<u>5,135,214</u>	<u>\$ 524,839</u>	<u>\$ 681,529</u>	<u>\$ 17,139,601</u>	<u>\$ 587,615</u>	<u>\$ 4,390,696</u>	<u>\$ 3,706,254</u>	<u>\$ 729,452</u>	<u>\$ 2,557,463</u>	<u>\$ 52,165,820</u>

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2001

	General Fund	Bowling Green	Cresaptown	Braddock Run	Bedford Road	Jennings Run/Wills Creek
OPERATING REVENUES:						
Service charges	\$ 6,489	\$ 480,690	\$ 289,740	\$ 938,311	\$ 322,660	\$ 296,776
Miscellaneous	-	-	-	-	-	-
Total Operating Revenues	6,489	480,690	289,740	938,311	322,660	296,776
OPERATING EXPENSES:						
Wages and salaries	1,715	92,415	38,787	78,761	77,771	56,729
Employee benefits	721	38,845	16,303	33,105	32,689	23,845
Office expenses	294	6,473	3,003	4,628	4,368	3,388
Utilities	1,713	200,620	7,944	26,965	14,158	11,303
Repairs and maintenance	350	22,478	10,886	12,923	21,211	19,783
Contractual services	97	5,173	2,173	4,411	4,355	3,178
Water/Sewage treatment costs	-	110,879	101,143	457,656	95,138	91,917
Professional fees	15	810	340	18,216	682	1,150
Materials and supplies	1,711	25,505	6,732	23,759	15,430	11,937
Insurance	257	13,796	5,794	11,762	11,613	8,475
Indirect cost	437	23,408	9,831	19,957	19,704	14,380
Miscellaneous	15	804	688	3,686	678	493
Depreciation	233	113,860	56,482	85,709	102,321	124,778
Total Operating Expenses	7,558	655,066	260,106	781,538	400,118	371,356
Operating Income (Loss)	(1,069)	(174,376)	29,634	156,773	(77,458)	(74,580)
NON-OPERATING REVENUE (EXPENSES):						
Real and personal property taxes	-	78,705	16,390	8,562	72,375	16,170
Interest & Penalties, taxes	-	2,780	358	697	1,872	512
Discounts, taxes	-	(879)	(201)	(104)	(787)	(166)
Enterprise/industrial exemptions	-	180	-	129	8	-
Collection fees	-	(1,834)	(369)	(258)	(1,641)	(366)
Front footage assessments	-	8,302	-	-	11,967	47,031
Interest income	103	9,138	4,065	15,321	10,587	6,882
Interest income, debt service	-	111	-	-	1,814	1,201
Interest expense	-	(17,371)	(4,488)	(9,256)	(32,681)	(19,167)
Other capital grants	-	-	-	10,432	-	-
Miscellaneous non-operating revenue	-	-	1	11,681	2	1
Non-operating Income (Loss)	103	79,132	15,756	37,204	63,516	52,098
Net Income (Loss) before operating transfers:	(966)	(95,244)	45,390	193,977	(13,942)	(22,482)
Operating transfers in (out)	-	-	-	-	-	-
Net Income (Loss)	(966)	(95,244)	45,390	193,977	(13,942)	(22,482)
Add: Depreciation expense on fixed assets acquired with contributed capital	-	66,566	38,878	47,877	67,351	98,723
Retained earnings, beginning	94,781	1,316,182	547,537	570,563	367,259	(1,150,144)
Retained earnings, ending	\$ 93,815	\$ 1,287,504	\$ 631,805	\$ 812,417	\$ 420,668	\$ (1,073,903)
CONTRIBUTED CAPITAL						
Contributed capital, beginning	\$ 4,648,989	\$ 2,214,270	\$ 1,351,369	\$ 711,491	\$ 1,824,207	\$ 2,714,864
Inter District Transfers	(984,167)	-	-	-	-	-
Less: Reclass	(3,610,765)	-	-	-	-	-
Depreciation expense on fixed assets acquired with contributed capital	-	(66,566)	(38,878)	(47,877)	(67,351)	(98,723)
Contributed capital, ending	\$ 54,057	\$ 2,147,704	\$ 1,312,491	\$ 663,614	\$ 1,756,856	\$ 2,616,141

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2001

McCoole	Oldtown	Flintstone	Georges Creek	Franklin/ Brophytown	Celanese Treatment Plant	Mexico Farms	Cash Valley Road	Oldtown Road	Total All Districts
159,849 \$	10,785 \$	23,338 \$	533,077 \$	66,134 \$	337,582 \$	851,576 \$	14,606 \$	57,271 \$	4,388,884
-	-	-	-	1,076	132,341	-	-	-	133,417
159,849	10,785	23,338	533,077	67,210	469,923	851,576	14,606	57,271	4,522,301
31,794	2,441	3,892	120,845	5,079	82,532	26,473	3,958	14,644	637,836
13,364	1,026	1,636	50,795	2,135	32,585	11,285	1,664	6,155	266,153
1,792	334	222	7,675	290	2,628	1,508	225	824	37,652
43,050	6,982	7,820	73,985	9,720	192,565	497,038	77	4,603	1,098,543
8,142	12,770	8,057	29,470	1,784	19,138	9,246	250	3,262	179,750
1,780	137	221	6,770	283	-	1,503	224	822	31,127
48,968	-	-	-	-	-	107,023	6,443	5,275	1,024,442
279	229	242	1,559	44	24,713	236	35	129	48,679
10,373	3,413	5,648	50,334	2,484	43,762	10,516	582	4,817	217,003
4,748	365	589	18,054	755	3,788	4,009	598	2,192	86,795
8,056	620	1,000	30,633	1,282	-	6,803	1,014	3,718	140,843
279	108	35	10,256	45	5,000	234	32	128	22,481
146,685	17,409	23,118	489,239	11,814	105,326	92,536	20,561	70,247	1,460,318
319,310	45,834	52,480	889,615	35,715	512,037	768,410	35,663	116,816	5,251,622
(159,461)	(35,049)	(29,142)	(356,538)	31,495	(42,114)	83,166	(21,057)	(59,545)	(729,321)
12,601	1,659	7,974	140,189	5,957	-	17,639	8,325	34,107	420,653
963	33	551	4,714	84	-	827	297	865	14,553
(86)	(20)	(86)	(1,525)	(104)	-	(152)	(65)	(336)	(4,511)
-	-	-	-	-	-	-	-	-	317
(302)	(38)	(193)	(3,189)	(129)	-	(420)	(194)	(761)	(9,694)
8,816	2,822	3,770	92,732	2,739	-	-	-	-	178,179
4,210	214	878	14,939	758	-	2,631	290	1,585	71,601
247	39	142	2,367	139	-	-	-	-	6,060
(54,627)	(1,961)	(5,637)	(61,371)	(2,194)	(15,309)	(46,946)	(6,297)	(23,883)	(301,188)
-	-	-	-	-	-	-	-	-	10,432
-	-	-	-	-	-	-	-	-	11,686
(28,178)	2,748	7,399	188,857	7,250	(15,309)	(26,421)	2,356	11,577	398,088
(187,639)	(32,301)	(21,743)	(167,681)	38,745	(57,423)	56,745	(18,701)	(47,968)	(331,233)
-	-	-	-	-	-	-	-	-	0
(187,639)	(32,301)	(21,743)	(167,681)	38,745	(57,423)	56,745	(18,701)	(47,968)	(331,233)
111,408	14,656	17,757	381,374	9,684	88,384	54,801	16,658	54,878	1,068,995
(209,996)	63,494	31,899	3,155,422	213,166	233,854	145,442	8,376	(17,048)	5,370,787
(286,227) \$	45,849 \$	27,913 \$	3,369,115 \$	261,595 \$	264,815 \$	256,988 \$	6,333 \$	(10,138) \$	6,108,549
4,009,525 \$	461,660 \$	559,350 \$	13,262,011 \$	313,123 \$	3,851,513 \$	2,356,425 \$	599,699 \$	1,097,679 \$	39,976,175
-	-	-	-	-	-	-	-	984,167	0
-	-	-	-	-	-	-	-	-	(3,610,765)
(111,408)	(14,656)	(17,757)	(381,374)	(9,684)	(88,384)	(54,801)	(16,658)	(54,878)	(1,068,995)
3,898,117 \$	447,004 \$	541,593 \$	12,880,637 \$	303,439 \$	3,763,129 \$	2,301,624 \$	583,041 \$	2,026,968 \$	35,296,415

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ALLEGANY COUNTY, MARYLAND
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2001

	Balance July 1, 2000	Additions	Deductions	Balance June 30, 2001
ASSETS:				
Taxes levied for State:				
Taxes receivable - State	\$ 186,434	\$ 1,725,126	\$ 1,710,810	\$ 200,750
Taxes levied for Special Areas:				
Lonaconing, Town of	9,308	95,060	98,116	6,252
Midland, Town of	2,441	24,860	25,100	2,201
Westernport, Town of	30,951	288,698	284,198	35,451
Bel Air Special Tax Area	656	21,589	21,213	1,032
Bowling Green Fire Co.	2,854	22,603	22,752	2,705
Bedford Road Fire Co.	2,694	24,783	24,313	3,164
Bowling Green Special Tax Area	914	8,671	8,470	1,115
Cresaptown Ambulance	5,719	81,373	80,298	6,794
Cresaptown Civic Imp. Assoc.	1,032	11,673	11,548	1,157
Cresaptown Fire Co.	6,057	103,852	102,530	7,379
Corriganville Light & Imp.	1,387	9,919	9,853	1,453
Ellerslie Special Tax Area	689	5,141	5,127	703
LaVale Volunteer Fire Dept.	7,753	102,315	102,793	7,275
LaVale Rescue Squad	3,877	51,163	51,402	3,638
LaVale Sanitary District	30,703	401,604	404,227	28,080
McCoole Special Tax Area	820	2,929	2,940	809
Moscow Light	183	2,692	2,646	229
Mt. Savage Special Tax Area	677	6,905	6,711	871
Potomac Park Special Tax Area	1,026	7,231	7,397	860
Rawlings Fire Co.	1,506	18,330	17,991	1,845
Bowling Green Sanitary District	10,105	79,375	80,114	9,366
Cresaptown Sanitary District	1,232	16,392	16,238	1,386
Braddock Run Sanitary District	5,106	9,802	11,986	2,922
Bedford Road Sanitary District	6,642	72,501	71,976	7,167
Jennings Run Sanitary District	1,871	16,179	15,926	2,124
McCoole Sanitary District	2,721	12,623	12,564	2,780
Oldtown Sanitary District	87	1,659	1,655	91
Flintstone Sanitary District	2,241	7,974	8,131	2,084
Georges Creek Sanitary District	15,261	140,476	139,398	16,339
Franklin Sanitary District	295	5,957	6,064	188
Mexico Farms Sanitary	2,755	17,639	17,985	2,409
Cash Valley Road Sanitary	1,205	8,325	8,364	1,166
Oldtown Road Sanitary	2,200	34,110	33,304	3,006
Sub-total special areas	162,968	1,714,403	1,713,330	164,041
Due from other funds	198	0	4	194
Total Assets	\$ 349,600	\$ 3,439,529	\$ 3,424,144	\$ 364,985
LIABILITIES:				
Accounts payable	\$ 198	\$ 0	\$ 4	\$ 194
A/P Special Areas	162,968	1,714,403	1,713,330	164,041
Taxes payable - State	186,434	1,725,126	1,710,810	200,750
Total Liabilities	\$ 349,600	\$ 3,439,529	\$ 3,424,144	\$ 364,985

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ALLEGANY COUNTY, MARYLAND
GENERAL FIXED ASSET ACCOUNT GROUP
SCHEDULE OF FIXED ASSETS - BY CATEGORY AND SOURCE
June 30, 2001

<u>ASSETS</u>	Primary Government
Land	\$ 4,027,568
Buildings	14,828,388
Infrastructure	30,803,911
Furniture & fixtures	860,482
Machinery & equipment	2,352,351
Vehicles	6,428,974
Heavy equipment	2,893,398
Other fixed assets	813,955
Less:	
Accumulated depreciation	(38,504,439)
Total Assets	\$ <u>24,504,588</u>
 <u>FUND EQUITY</u>	
Investment in general fixed assets acquired before July 1, 1993 - source unidentified	\$ 13,796,922
Investment in general fixed assets by source:	
General Fund:	
General revenues	1,186,397
Federal grants	360,203
State grants	420,026
Miscellaneous revenues	308,944
Debt proceeds	18,060
Special Revenue Funds:	
General revenues	36,218,656
Federal grants	1,292,959
State grants	366,814
Miscellaneous revenues	111,423
Debt proceeds	3,387,789
Capital Project Funds:	
General revenues	1,679,662
Federal grants	1,248,586
State grants	1,036,054
Miscellaneous revenues	65,820
Debt proceeds	1,510,712
Less:	
Accumulated depreciation	(38,504,439)
Total Fund Equity	\$ <u>24,504,588</u>

ALLEGANY COUNTY, MARYLAND
GENERAL FIXED ASSET ACCOUNT GROUP
SCHEDULE OF FIXED ASSETS BY FUNCTION
June 30, 2001

Function	Land	Buildings & Infrastructure	Furniture & Fixtures	Vehicles & Equipment	Less Depreciation	Total
General Government	\$ 1,968,211	\$ 3,103,673	\$ 122,506	\$ 922,297	\$ (1,192,522)	\$ 4,924,165
Public Safety	1,000	571,487	68,976	1,856,296	(1,462,406)	1,035,353
Public Works	68,650	31,209,444	287,434	8,851,884	(29,742,499)	10,674,913
Health	30,079	696,042	371,160	4,121	(388,643)	712,759
Social Services	116	-	-	239,414	(179,410)	60,120
Recreation & Culture	501,603	512,201	3,516	428,108	(213,782)	1,231,646
Libraries	6,000	189,512	-	-	(164,319)	31,193
Natural Resources	-	-	-	28,899	(7,882)	21,017
Urban Development & Housing	58,155	646,220	4,160	22,748	(223,744)	507,539
Economic Development	1,393,754	8,703,720	6,000	131,641	(4,929,232)	5,305,883
Total General Fixed Assets	\$ 4,027,568	\$ 45,632,299	\$ 863,752	\$ 12,485,408	\$ (38,504,439)	\$ 24,504,588

ALLEGANY COUNTY, MARYLAND
GENERAL FIXED ASSET ACCOUNT GROUP
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2001

Function	General Fixed Assets July 1, 2000	Asset Reclass	Additions	Deductions	Less Depreciation	General Fixed Assets June 30, 2001
General Government	\$ 5,372,881	\$ -	\$ 1,889,749	\$ 1,145,943	(1,192,522)	\$ 4,924,165
Public Safety	2,598,625	-	368,486	469,352	(1,462,406)	1,035,353
Public Works	39,192,625	-	1,991,462	766,675	(29,742,499)	10,674,913
Health	972,806	-	130,046	1,450	(388,643)	712,759
Social Services	260,353	-	-	20,823	(179,410)	60,120
Recreation & Culture	1,263,812	-	193,958	12,342	(213,782)	1,231,646
Libraries	142,453	-	54,512	1,453	(164,319)	31,193
Natural Resources	41,529	-	12,900	25,530	(7,882)	21,017
Urban Development & Housing	757,743	-	4,160	30,620	(223,744)	507,539
Economic Development	10,385,397	-	49,028	199,310	(4,929,232)	5,305,883
Total General Fixed Assets	\$ 60,988,224	\$ -	\$ 4,694,301	\$ 2,673,498	\$ (38,504,439)	\$ 24,504,588

ALLEGANY COUNTY, MARYLAND
GENERAL LONG TERM DEBT ACCOUNT GROUP
SCHEDULE OF LONG TERM DEBT
June 30, 2001

	Allegany County Primary Government
<u>ASSETS</u>	
Amount available for debt retirement	\$ 1,400,000
Amount to be provided for retirement of Compensated Absences	2,587,435
Amount to be provided for retirement of general long-term debt	<u>46,137,740</u>
Total Assets	\$ <u>50,125,175</u>
<u>LIABILITIES</u>	
General Obligation Debt Payable:	
Bonds	\$ 37,945,000
Notes	1,080,232
Leases	51,783
State loans	8,460,725
Compensated absences	<u>2,587,435</u>
Total Liabilities	\$ <u>50,125,175</u>

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ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT
TEN YEAR SUMMARY - GENERAL FUND
REVENUES AND EXPENDITURES
FOR THE YEARS ENDED JUNE 30,

REVENUES AND OTHER FINANCING SOURCES:	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
General Property Taxes	\$ 26,205,688	\$ 26,028,928	\$ 24,974,964	\$ 23,767,146	\$ 23,532,238	\$ 22,897,461	\$ 22,297,655	\$ 21,174,346	\$ 19,680,779	\$ 18,124,559
Income Taxes	19,177,773	17,007,620	17,212,342	16,831,635	15,930,461	14,946,947	14,663,028	14,053,000	13,749,086	11,782,053
Local Taxes	1,458,068	1,518,164	1,754,516	1,402,499	1,295,474	1,748,847	1,066,053	1,015,010	1,011,660	944,944
State Shared Taxes	-	-	-	-	-	-	64,197	57,214	62,240	433,086
Licenses and Permits	534,121	508,317	486,641	468,556	486,796	469,666	424,306	402,143	376,779	326,894
Federal Government	1,305,970	1,300,660	1,405,030	1,027,725	962,718	744,840	676,882	611,615	444,204	317,052
State Government	6,240,229	5,366,275	5,033,553	4,848,243	3,056,394	2,807,315	2,611,224	2,190,453	(96,923)	409,856
Intergovernmental-other	20,364	24,802	9,573	20,908	35,419	20,418	12,453	224,609	30,845	77,343
Service Charges	1,623,690	1,386,926	1,515,973	1,281,508	1,129,846	1,019,466	1,116,469	1,019,931	889,700	1,321,131
Fines and Forfeitures	29,382	64,177	31,037	8,208	9,899	10,491	16,228	10,911	34,084	17,611
Miscellaneous:										
Interest	1,046,616	926,607	808,964	776,247	654,849	757,582	666,757	505,362	486,652	577,800
Rents	230,429	425,315	403,918	420,180	425,683	426,770	466,657	500,474	444,998	414,111
Debt Service Reimb	-	-	-	-	-	-	-	-	-	-
Sale of Assets	645,817	96,274	-	-	13,527	201,539	108,504	240	6,362	35,000
Other Miscellaneous	79,403	72,823	75,539	113,431	58,803	104,728	110,498	89,813	40,718	46,216
Lease proceeds	-	-	41,008	-	-	-	-	-	-	-
Transfers In	855,563	852,317	772,099	756,944	876,710	625,001	608,285	524,549	423,587	297,093
TOTAL REVENUES AND OTHER FINANCING SOURCES	59,453,113	55,579,205	54,525,157	51,723,230	48,468,817	46,781,071	44,909,196	42,379,670	37,584,771	35,124,749

(Continued)

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT
TEN YEAR SUMMARY - GENERAL FUND
REVENUES AND EXPENDITURES
FOR THE YEARS ENDED JUNE 30,

EXPENDITURES (1)	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
General Government	6,106,036	5,539,517	5,243,005	4,897,200	4,884,952	4,722,012	4,410,072	4,116,333	3,761,958	3,939,573
Public Safety	7,510,268	6,131,244	5,788,967	5,716,370	5,278,577	4,890,461	4,506,428	4,026,939	3,676,768	3,419,234
Public Works	1,856,758	1,684,139	1,647,488	1,610,964	1,658,793	1,671,451	1,894,953	1,827,343	1,567,729	2,253,819
Conservation of Health	1,168,645	1,108,442	922,547	1,033,185	1,019,386	971,676	1,005,010	1,076,435	1,017,852	823,584
Social Services	1,853,840	1,784,994	1,781,049	1,392,351	1,260,036	1,222,948	1,147,625	1,080,699	801,793	655,592
Community Devel. & Housing	166,293	137,063	135,176	22,200	22,200	22,200	12,000	15,000	21,000	24,000
Education	29,931,156	27,711,600	26,505,400	25,655,400	24,980,400	24,400,400	23,700,400	22,350,400	20,535,200	20,270,200
Recreation and Culture	1,006,248	930,749	936,286	944,854	697,053	720,899	575,754	535,605	465,810	505,506
Conservation of Natural Resources	232,807	189,422	179,116	171,048	178,638	176,383	177,333	184,351	154,904	157,367
Economic Development	848,455	843,079	760,030	634,082	713,478	690,479	601,012	482,181	426,041	475,917
Intergovernmental	28,704	28,704	28,704	28,704	28,704	28,704	28,704	28,704	28,704	28,704
Miscellaneous	11,693	21,332	11,383	11,333	108,706	14,373	5,132	74,521	69,187	20,259
TOTAL EXPENDITURES	50,720,903	46,110,285	43,939,151	42,117,691	40,830,923	39,531,986	38,064,423	35,798,511	32,526,946	32,573,755
OTHER FINANCING USES:										
Transfers to:										
Debt Service Fund	6,170,405	5,389,352	4,151,683	3,797,484	3,242,357	3,336,884	3,371,385	3,001,695	2,925,751	2,212,292
Highway Fund	1,647,981	1,647,981	1,772,981	1,772,981	1,720,309	1,669,773	1,647,927	1,684,334	1,132,455	1,089,080
Transit Fund	132,548	167,726	159,366	172,165	163,742	207,880	181,993	171,062	171,062	82,810
Housing Funds	143,547	119,249	93,925	202,023	225,420	222,483	184,064	124,164	70,740	91,047
Other Special Revenue Funds	41,854	14,759	13,844	51,810	51,252	176,300	55,938	41,000	41,000	20,000
Capital Projects Fund	820,831	1,748,057	2,785,029	2,421,155	994,504	839,930	622,363	427,500	352,991	415,000
Nursing Home Fund				-	-	-	-	-	-	422,311
Other Enterprise Funds	1,518,378	-	212,000	-	-	200,000	9,808	10,605	23,000	30,000
TOTAL OTHER FINANCING USES	10,475,544	9,087,124	9,188,828	8,417,618	6,397,584	6,653,250	6,073,478	5,460,360	4,716,999	4,362,540
TOTAL EXPENDITURES AND OTHER FINANCING USES	61,196,447	55,197,409	53,127,979	50,535,309	47,228,507	46,185,236	44,137,901	41,258,871	37,243,945	36,936,295
Excess (deficiency) of revenues and other sources over expenditures and other uses	(1,743,334)	381,796	1,397,178	1,187,921	1,240,310	595,835	771,295	1,120,799	340,826	(1,811,546)
Prior Period Adjustment	(266,016)									79,101
Beginning fund balance	12,020,900	11,639,104	10,241,926	9,054,005	7,813,695	7,217,860	6,446,565	5,325,766	4,984,940	6,717,385
Fund Balance (deficit), ending	\$ 10,011,550	\$ 12,020,900	\$ 11,639,104	\$ 10,241,926	\$ 9,054,005	\$ 7,813,695	\$ 7,217,860	\$ 6,446,565	\$ 5,325,766	\$ 4,984,940

(1) Amounts recorded in the financial statements as transfers to other units have been reclassified and presented in the appropriate expenditure category.

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT
PENSION CONTRIBUTIONS

Allegany County participates in the State of Maryland Retirement System and Pension System. Both plans are cost sharing multiple-employer defined benefit plans. All full-time and permanent part-time employees must be members of one of the plans. The Retirement System covers most employees hired prior to January 1, 1980, while the Pension System covers employees hired after December 31, 1979, plus Retirement System participants who voluntarily joined the Pension System. The Maryland State Retirement System administers the Retirement System (established October 1, 1941) and the Pension System (established January 1, 1980) under the provisions of Article 73B of the Annotated Code of Maryland. Allegany County has also established two defined contribution retirement plans, the County Administrators Retirement Plan (one member) and the Management Contractual Employees Retirement Plan (six members), administered by the ICMA Retirement Corporation.

Both the Retirement System and Pension System are jointly contributory. The County's contribution to both plans include the current service cost, which includes a normal cost and the cost of amortizing an unfunded accrued liability amount over forty years. Contributions to the defined contribution are made entirely by the County, 9% of covered payroll for the Administrators Plan and 5.23% for the Management Contractual Employees Plan.

<u>Contribution for Fiscal Year</u>	<u>Pension System Current Year Service Cost</u>	<u>Retirement System Current Year Service Cost</u>	<u>Defined Contribution Service Cost</u>	<u>Total County Contributions</u>
2001	\$ 533,734	\$ 102,417	\$ 17,549	\$ 653,700
2000	590,537	107,446	12,863	710,846
1999	575,528	126,949	-	702,477
1998	655,529	139,833	-	795,362
1997	517,226	392,306	-	909,532
1996	498,628	407,180	-	905,808
1995	407,609	297,853	-	705,462
1994	386,344	326,706	-	713,050
1993	389,507	259,917	-	649,424
1992	360,156	238,503	-	598,659

**ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT
ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year	Real Property		Personal Property		Corporate Personal Property (3)		Totals	
	Market Value (2)	Assessed Value (1)	Market Value (2)	Assessed Value (1)	Market Value (2)	Assessed Value (1)	Market Value (2)	Assessed Value (1)
2001	\$ 2,027,094,175	\$ 810,837,670	\$ 8,839,920	\$ 8,839,920	\$ 662,748,955	\$ 662,748,955	\$ 2,698,683,050	\$ 1,482,426,545
2000	1,986,596,538	794,638,615	10,869,940	10,869,940	736,321,330	736,321,330	2,733,787,808	1,541,829,885
1999	1,908,270,840	763,308,336	10,700,350	10,700,350	529,490,145	529,490,145	2,448,461,335	1,303,498,831
1998	1,830,044,875	732,017,950	11,762,460	11,762,460	426,419,050	426,419,050	2,268,226,385	1,170,199,460
1997	1,786,714,125	714,685,650	12,839,150	12,839,150	449,714,780	449,714,780	2,249,268,055	1,177,239,580
1996	1,733,567,015	693,426,806	12,133,200	12,133,200	463,799,310	463,799,310	2,209,499,525	1,169,359,316
1995	1,681,057,398	672,422,959	12,729,660	12,729,660	488,676,600	488,676,600	2,182,463,658	1,173,829,219
1994	1,613,737,580	645,495,032	11,737,570	11,737,570	499,393,340	499,393,340	2,124,868,490	1,156,625,942
1993	1,529,346,093	611,738,437	9,447,470	9,447,470	530,665,880	530,665,880	2,069,459,443	1,151,851,787
1992	1,444,813,645	577,925,458	10,047,780	10,047,780	536,183,740	536,183,740	1,991,045,165	1,124,156,978

- Note:
- (1) All amounts are adjusted for additions and abateements during the original tax levy year.
 - (2) The assessed value for real property is 50% of the market value with an additional adjustment for a growth factor, the adjusted percentage is 40% for FY 1999. Personal property is assessed at 100% of market value.
 - (3) Includes assessments on public utilities.

Source: Allegany County Tax Office and
Allegany County Finance Office

**ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT**

**TEN YEAR SUMMARY OF
REAL ESTATE
PROPERTY TAX LEVIES AND COLLECTIONS**

Fiscal Year	Taxes Collected in Year of Levy			Total Taxes Collected		
	Tax Levy (1)	Taxes Collected	Percent	Tax Levy Adjusted (2)	Total Taxes Collected	Percent
2001	\$ 19,287,454	\$ 17,801,226	92.29%	\$ 19,287,454	\$ 17,801,226	92.29%
2000	18,779,731	17,392,441	92.61%	18,731,438	18,111,547	96.69%
1999	18,044,743	16,559,997	91.77%	18,020,691	17,952,594	99.62%
1998	17,295,160	15,927,233	92.09%	17,293,395	17,241,065	99.70%
1997	16,829,374	15,577,450	92.56%	16,724,271	16,695,835	99.83%
1996	16,521,260	15,348,048	92.90%	16,514,547	16,511,441	99.98%
1995	16,098,878	14,865,657	92.34%	16,092,018	16,089,640	99.99%
1994	15,422,298	14,237,976	92.32%	15,411,050	15,410,106	99.99%
1993	14,624,638	13,474,334	92.13%	14,602,416	14,601,543	99.99%
1992	13,763,664	12,601,964	91.56%	13,752,353	13,751,556	99.99%

**TEN YEAR SUMMARY OF
PERSONAL PROPERTY
TAX LEVIES AND COLLECTIONS**

Fiscal Year	Taxes Collected in Year of Levy			Total Taxes Collected		
	Tax Levy (1)	Taxes Collected	Percent	Tax Levy Adjusted (2)	Total Taxes Collected	Percent
2001	\$ 191,726	\$ 170,281	88.81%	\$ 191,726	\$ 170,281	88.81%
2000	259,145	204,901	79.07%	226,274	199,593	88.21%
1999	269,137	198,792	73.86%	239,605	216,742	90.46%
1998	280,996	205,900	73.28%	243,232	229,776	94.47%
1997	306,030	241,579	78.94%	268,105	264,458	98.64%
1996	283,624	219,179	77.28%	260,867	256,958	98.50%
1995	305,322	229,287	75.10%	254,692	253,095	99.37%
1994	280,826	226,212	80.55%	250,039	249,655	99.85%
1993	224,627	191,715	85.35%	238,023	237,873	99.94%
1992	237,992	200,665	84.32%	242,994	242,994	100.00%

Note: (1) Certified charges adjusted for additions and abatements in year of levy.

(2) Certified charges adjusted for additions and abatements from year of levy to June 30, 2001.

Source: Allegany County Tax Office and
Allegany County Finance Office

(Continued)

**ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT**

**TEN YEAR SUMMARY OF
CORPORATE PERSONAL PROPERTY
TAX LEVIES AND COLLECTIONS**

Fiscal Year	Taxes Collected in Year of Levy			Total Taxes Collected		
	Tax Levy (1)	Taxes Collected	Percent	Tax Levy Adjusted (2)	Total Taxes Collected	Percent
2001	\$ 15,858,558	\$ 15,708,793	99.06%	\$ 15,858,558	\$ 15,708,793	99.06%
2000	17,560,034	17,393,342	99.05%	17,527,058	17,401,502	99.28%
1999	12,431,900	12,085,500	97.21%	12,461,159	12,345,382	99.07%
1998	10,061,447	9,625,733	95.67%	9,981,213	9,927,534	99.46%
1997	10,350,893	9,921,882	95.86%	10,314,544	10,280,381	99.67%
1996	10,905,217	10,668,315	97.83%	10,849,434	10,835,676	99.87%
1995	11,507,012	11,231,999	97.61%	11,313,246	11,305,669	99.93%
1994	11,697,860	11,483,877	98.17%	11,640,714	11,635,410	99.95%
1993	11,726,084	11,326,684	96.59%	11,540,499	11,534,382	99.95%
1992	12,642,185	12,509,038	98.95%	12,680,951	12,677,337	99.97%

**TEN YEAR SUMMARY OF
ALL PROPERTY TAX LEVIES AND COLLECTIONS**

Fiscal Year	Taxes Collected in Year of Levy			Total Taxes Collected		
	Tax Levy (1)	Taxes Collected	Percent	Tax Levy Adjusted (2)	Total Taxes Collected	Percent
2001	\$35,337,738	\$33,680,300	95.31%	\$35,337,738	\$33,680,300	95.31%
2000	36,598,910	34,990,684	95.61%	36,484,770	35,712,642	97.88%
1999	30,745,780	28,844,289	93.82%	30,721,455	30,514,718	99.33%
1998	27,637,603	25,758,866	93.20%	27,517,840	27,398,375	99.57%
1997	27,486,297	25,740,911	93.65%	27,306,920	27,240,674	99.76%
1996	27,710,101	26,235,542	94.68%	27,624,848	27,604,075	99.92%
1995	27,911,212	26,326,943	94.32%	27,659,956	27,648,404	99.96%
1994	27,400,984	25,948,065	94.70%	27,301,803	27,295,171	99.98%
1993	26,575,349	24,992,733	94.04%	26,380,938	26,373,798	99.97%
1992	26,643,841	25,311,667	95.00%	26,676,298	26,671,887	99.98%

Note: (1) Certified charges adjusted for additions and abatements in year of levy.

(2) Certified charges adjusted for additions and abatements from year of levy to June 30, 2001.

Source: Allegany County Tax Office and
Allegany County Finance Office

ALLEGANY COUNTY, MARYLAND
SCHEDULE OF PROPERTY TAX RATES - DIRECT AND OVERLAPPING
LAST TEN FISCAL YEARS

	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
<u>Allegany County Tax Rates</u>										
Barton	\$ 2.38	\$ 2.38	\$ 2.37	\$ 2.37	\$ 2.37	\$ 2.38	\$ 2.39	\$ 2.39	\$ 2.40	\$ 2.40
Cumberland	2.26	2.26	2.26	2.25	2.26	2.25	2.25	2.25	2.27	2.28
Frostburg	2.28	2.28	2.28	2.28	2.28	2.28	2.29	2.29	2.30	2.32
Lonaconing	2.33	2.33	2.33	2.33	2.33	2.33	2.34	2.34	2.36	2.37
Luke	2.32	2.32	2.32	2.32	2.31	2.31	2.31	2.30	2.34	2.34
Midland	2.38	2.38	2.37	2.37	2.37	2.38	2.39	2.39	2.40	2.40
Westernport	2.33	2.33	2.33	2.33	2.33	2.33	2.34	2.34	2.36	2.37
Unincorporated	2.46	2.47	2.47	2.47	2.47	2.48	2.50	2.50	2.48	2.45
<u>Municipal Tax Rates</u>										
Barton	0.58	0.58	0.58	0.58	0.58	0.58	0.58	0.58	0.58	0.58
Cumberland	2.60	2.62	2.62	2.62	2.62	2.62	2.62	2.62	2.62	2.62
Frostburg	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Lonaconing	0.85	0.85	0.85	0.85	0.85	0.85	0.85	0.85	0.85	0.85
Luke	0.60	0.60	0.60	0.58	0.53	0.49	0.49	0.49	0.49	0.50
Midland	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70
Westernport	1.50	1.50	1.50	1.50	1.50	1.50	1.35	1.35	1.35	1.35
<u>Special Taxing Areas</u>										
<u>Sanitary Districts</u>										
Bedford Road	0.22	0.22	0.22	0.22	0.22	0.24	0.24	0.24	0.24	0.24
Bowling Green	0.36	0.39	0.39	0.39	0.39	0.40	0.40	0.40	0.40	0.40
Braddock Run	0.01	0.04	0.04	0.04	0.05	0.08	0.08	0.08	0.08	0.08
Cresaptown	0.09	0.09	0.09	0.09	0.09	0.10	0.26	0.26	0.26	0.26
Jennings Run - Wills Creek	0.08	0.08	0.08	0.08	0.08	0.12	0.12	0.12	0.17	0.17
Cash Valley Subdistrict	0.58	0.61	0.61	0.61	0.61	-	-	-	-	-
McCoole	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35
Flintstone/ Gilpin	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Franklin/ Brophytown	0.23	0.23	0.23	0.23	0.23	0.23	0.23	0.23	0.23	0.23
Oldtown	0.22	0.22	0.22	0.22	0.22	0.22	0.22	0.22	0.22	0.22
George's Creek	0.40	0.40	0.40	0.40	0.40	0.40	0.40	0.40	0.35	0.35
Mexico Farms	0.46	0.50	0.50	0.50	0.50	0.50	0.50	0.50	-	-
Oldtown Road	0.65	0.96	0.96	0.96	0.96	-	-	-	-	-
<u>Other Special Districts</u>										
Bedford Road Volunteer Fire Co	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Bel Air Special Tax Area	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Bowling Green and Roberts Place	0.08	0.08	0.08	0.08	0.08	0.08	0.07	0.07	0.07	0.07
Bowling Green Volunteer Fire Co	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.07
Corriganville Light & Imp Assoc.	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.15	0.10	-
Cresaptown Ambulance Taxing Area	0.07	0.07	0.05	0.05	0.05	0.05	0.05	0.05	0.05	-
Cresaptown Civic Improvement Assoc	0.08	0.08	0.08	0.08	0.08	0.08	0.08	0.08	0.08	0.08
Cresaptown Special Fire Tax Area	0.13	0.13	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Ellerslie Special Taxing Area	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
LaVale Sanitary Commission	0.25	0.25	0.30	0.30	0.30	0.30	0.30	0.30	0.25	0.25
LaVale Fire Department	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
LaVale Volunteer Rescue Squad	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
McCoole Special Taxing Area	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Moscow Special Taxing Area	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	-	-
Mt Savage Special Taxing Area	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Potomac Park Citizens Committee	0.08	0.08	0.08	0.08	0.08	0.08	0.08	0.08	0.08	0.08
Rawlings Special Fire Tax Area	0.15	0.15	0.15	0.15	0.15	0.15	0.10	0.10	0.10	0.10

Notes:

Thirty special taxing areas have been established in the County. As provided by various statutes, taxes are levied and assessed within the special taxing areas to provide revenues for the amortization of bonded indebtedness of sanitary districts and to pay for fire protection, street lighting and other civic services.

All tax rates are per \$100 of assessed value.

Source: Allegany County Finance Department; Maryland State Assessment Office

**ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT
PROPERTY TAXES RECEIVABLE
LAST TEN YEARS**

<u>Fiscal Year Ending June 30,</u>	<u>Real Estate</u>	<u>Local Personal Property</u>	<u>Corporate Personal Property (1)</u>	<u>Totals</u>
2001	\$ 2,263,813	\$ 94,132	\$ 520,203	\$ 2,878,148
2000	2,105,537	145,352	449,215	2,700,104
1999	2,147,924	187,982	749,100	3,085,006
1998	1,966,459	164,392	768,074	2,898,925
1997	1,805,275	167,447	886,568	2,859,290
1996	1,708,949	136,369	687,231	2,532,549
1995	1,798,317	127,797	663,263	2,589,377
1994	1,742,793	120,133	808,810	2,671,736
1993	1,677,889	114,369	928,436	2,720,694
1992	1,641,760	108,187	590,716	2,340,663

(1) Includes public utilities.

**ALLEGANY COUNTY, MARYLAND
SPECIAL ASSESSMENT COLLECTIONS - PAVING LIENS
LAST TEN YEARS**

<u>Fiscal Year</u>	<u>Beginning Balance</u>	<u>Special Assessment Levies</u>	<u>Assessment Collections</u>	<u>Ending Balance</u>
1992	\$ 123,464	\$ -	\$ 1,095	\$ 122,369
1993	122,369	-	28,049	94,320
1994	94,320	-	12,866	81,454
1995	81,454	-	7,286	74,168
1996	74,168	-	9,590	64,578
1997	64,578	-	15,243	49,335
1998	49,335	-	20,650	28,685
1999	28,685	-	7,573	21,112
2000	21,112	-	5,645	15,467
2001	15,467	-	6,635	8,832

Source: Allegany County Tax Office and Finance Office

ALLEGANY COUNTY, MARYLAND
LEGAL DEBT LIMITATION
June 30, 2001

There is no aggregate limit to the amount of bonds and other indebtedness which may be outstanding at any one time for Allegany County. The incurring of direct bonded debt by the County must be authorized by a local public law enacted by the Board of Commissioners.

ALLEGANY COUNTY, MARYLAND
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
FISCAL YEAR ENDED JUNE 30, 2000 (1)

<u>Name of Governmental Unit</u>	<u>Net Debt Outstanding</u>	<u>Allegany County's Share of The Debt (2)</u>	<u>Overlapping Debt</u>
Allegany County	\$ 51,314,968	\$ 51,314,968	\$ -
Cumberland	5,272,789	-	5,272,789
Frostburg	522,618	-	-
Westernport	140,545	-	-
Allegany County Board of Education	-	-	-
	<u>\$ 57,250,920</u>	<u>\$ 51,314,968</u>	<u>\$ 5,272,789</u>

(1) The most recent year which all information is available.

(2) Allegany County debt and debt for which Allegany County has pledged it's full faith and credit.

Source: Allegany County Finance Office

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY PRIMARY GOVERNMENT
PRINCIPAL AMOUNT OF LONG AND SHORT TERM DEBT
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Long Term Debt</u>	<u>Short Term Debt</u>
2001	\$ 47,537,740	\$ -
2000	51,314,968	-
1999	54,521,256	-
1998	42,160,366	-
1997	44,383,886	-
1996	40,389,891	-
1995	29,451,362	-
1994	31,012,050	-
1993	27,816,840	2,500,000
1992	30,743,072	2,000,000

Source: Allegany County Finance Department

**ALLEGANY COUNTY SANITARY AND WATER DISTRICTS
PRINCIPAL AMOUNT OF LONG AND SHORT TERM DEBT
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>SANITARY DISTRICTS</u>		<u>WATER DISTRICTS</u>	
	<u>Long-Term Debt (1)</u>	<u>Short-Term Debt</u>	<u>Long-Term Debt</u>	<u>Short-Term Debt</u>
2001	\$ 6,302,477	\$ -	\$ 1,854,549	\$ -
2000	5,579,659	-	1,936,504	-
1999	6,084,055	-	1,013,319	-
1998	5,457,904	-	1,072,976	-
1997	5,903,706	-	787,313	-
1996	6,327,735	-	843,652	-
1995	6,066,868	-	886,966	-
1994	6,518,251	-	927,995	-
1993	6,997,039	-	966,733	-
1992	6,753,126	40,378	987,056	-

Notes:

(1) Includes advances (loans) from Allegany County to retire various debt issues early.

Source: Allegany County Finance Office

**ALLEGANY COUNTY PRIMARY GOVERNMENT
REVENUE BOND COVERAGE
SANITARY AND WATER DISTRICTS
LAST TEN FISCAL YEARS**

SANITARY DISTRICTS

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue		Interest	Total	Coverage
			Available for Debt Service	Principal			
2001	\$ 4,619,201	\$ 3,780,872	\$ 838,329	\$ 477,182	\$ 301,188	\$ 778,370	1.08%
2000	4,701,126	3,391,602	1,309,524	504,396	333,245	837,641	1.56%
1999	4,476,135	3,370,286	1,105,849	473,846	344,220	818,066	1.35%
1998	4,085,484	3,358,193	727,291	445,802	342,069	787,871	0.92%
1997	3,811,774	3,078,577	733,197	424,029	367,263	791,292	0.93%
1996	3,688,264	2,752,182	936,082	443,633	378,023	821,656	1.14%
1995	3,653,676	2,869,509	784,167	451,383	415,643	867,026	0.90%
1994	3,571,134	2,634,176	936,958	478,789	427,730	906,519	1.03%
1993	3,404,293	2,648,538	755,755	451,508	433,543	885,051	0.85%
1992	3,239,702	2,893,877	345,825	313,680	357,058	670,738	0.52%

WATER DISTRICTS

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue		Interest	Total	Coverage
			Available for Debt Service	Principal			
2001	\$ 754,227	\$ 682,149	\$ 72,078	\$ 81,955	\$ 87,478	\$ 169,433	\$ 0.43%
2000	606,260	565,537	40,723	70,515	76,905	147,420	0.28%
1999	533,325	478,747	54,578	59,657	65,273	124,930	0.44%
1998	465,612	298,190	167,422	53,837	64,571	118,408	1.41%
1997	435,286	272,717	162,569	56,339	58,807	115,146	1.41%
1996	417,338	280,479	136,859	43,314	62,440	105,754	1.29%
1995	387,749	230,505	157,244	41,029	65,649	106,678	1.47%
1994	362,405	242,458	119,947	38,738	68,680	107,418	1.12%
1993	343,128	214,414	128,714	43,324	69,691	113,015	1.14%
1992	349,558	220,285	129,273	31,800	72,852	104,652	1.24%

1 - Total revenues including interest.

2 - Total operating expenses less depreciation.

**ALLEGANY COUNTY PRIMARY GOVERNMENT
RATIO OF BONDED DEBT
TO ASSESSED VALUES AND BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended June 30</u>	<u>County Debt (1)</u>	<u>Assessed Value (2)</u>	<u>Ratio of County Debt to Assessed Value</u>	<u>Estimated Population (3)</u>	<u>Debt per Capita</u>
2001	\$ 47,537,740	\$ 1,482,426,545	3.21%	74,930	\$ 634
2000	51,314,968	\$ 1,541,829,855	3.33%	71,333	719
1999	54,521,256	1,303,498,831	4.18%	71,160	766
1998	42,160,366	1,170,199,460	3.60%	71,330	591
1997	44,838,886	1,177,239,580	3.81%	72,101	622
1996	40,389,891	1,169,359,316	3.45%	72,964	554
1995	29,451,362	1,173,829,219	2.51%	73,564	400
1994	31,012,050	1,156,625,942	2.68%	73,687	421
1993	27,816,840	1,151,851,787	2.41%	74,141	375
1992	30,743,072	1,124,156,978	2.73%	74,599	412

- Notes: (1) Allegany County component unit debt only, does not include any other component units of the Allegany County reporting entity. Includes Nursing Home portion of 1978 and 1992 bond issues.
- (2) Includes adjustments for additions and abatements during the year of levy.
- (3) Source: Maryland Population Reports, Maryland Center for Health Statistics, Department of Health and Mental Hygiene. Updated for revised estimates when available with the assistance of the Allegany County Department of Planning and Zoning. Fiscal year 2001 population number from US Census.

Source: Allegany County Finance Office

ALLEGANY COUNTY, MARYLAND
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL BONDED
DEBT TO TOTAL GENERAL FUND EXPENDITURES (1)
LAST TEN FISCAL YEARS

<u>Fiscal Year</u>	<u>Principal (1)</u>	<u>Interest</u>	<u>Sinking Fund Deposit</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures and Other Financing Uses</u>	<u>Ratio of Debt Service to General Fund Expenditures</u>
2001	\$ 3,777,228	\$ 2,530,986	\$ 0	6,308,214	61,196,447	10.31%
2000	3,606,289	2,648,162	(5,796)	\$ 6,248,655	\$ 55,197,409	11.32%
1999	2,784,487	2,453,383	(106,065)	5,131,805	53,127,979	9.66%
1998	2,783,737	2,317,555	(1,662)	5,099,630	50,535,309	10.09%
1997	2,605,479	2,066,598	(2,909)	4,669,168	47,228,507	9.89%
1996	3,220,784	1,778,294	(135,952)	4,863,126	46,185,236	10.53%
1995	2,630,833	1,800,065	7,040	4,437,938	44,137,901	10.05%
1994	4,211,705	1,571,818	(37,420)	5,746,103	41,258,871	13.93%
1993	2,337,646	2,055,582	57,495	4,450,723	37,243,945	11.95%
1992	1,646,621	1,991,824	55,947	3,694,392	36,936,295	10.00%
1991	1,561,368	1,337,290	54,094	2,952,752	37,771,435	7.82%

(1) Does not include any debt retired with proceeds of new debt or debt retired using sinking fund deposits.

Source: Allegany County Finance Department

**ALLEGANY COUNTY, MARYLAND
DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

<u>Fiscal Year</u>	<u>Estimated Population (1)</u>	<u>Per Capita Income (2)</u>	<u>Public School Enrollment (3)</u>	<u>Unemployment Rate (2)</u>
2001	74,930 (4)	N/A	10,425	N/A
2000	71,333	N/A	10,490	6.4%
1999	71,160	N/A	10,987	7.1%
1998	71,330	20,429	11,110	8.9%
1997	72,101	19,803	11,190	7.3%
1996	72,964	18,700	11,300	8.5%
1995	73,564	17,896	11,303	9.5%
1994	73,687	17,068	11,240	9.6%
1993	74,141	16,326	11,167	11.6%
1992	74,599	15,923	11,198	11.2%

N/A - Not available

Source: (1) Maryland Population Reports, Maryland Center for Health Statistics, Department of Health and Mental Hygiene. Updated for revised estimates when available with the assistance of the Allegany County Department of Planning and Zoning. FY 1990 number from US Bureau of Census.

(2) Figures are on a calendar year basis from the Maryland Department of Economic and Employment Development, Office of Labor Market Analysis and Information and Department of Commerce.

(3) Allegany County Board of Education Calendar Handbook, FY 91 - FY 00, enrollment as of September 30, for that fiscal year. FY 91-00 includes Pre-K enrollment.

(4) U S Census 2000

ALLEGANY COUNTY, MARYLAND
PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS
LAST TEN YEARS

Fiscal Year	Commercial Contruction (1)		Residential Contruction (1)		Bank Deposits (2) (thousands)	Property Value (3) (thousands)			
	Number of Units	Value (thousands)	Number of Units	Value (thousands)		Commercial	Residential	Agricultural	Non-Taxable
2001	25	\$ 13,565	87	\$ 6,460	N/A	\$ 211,168	\$ 585,853	\$ 31,408	\$ 303,311
2000	15	2,473	117	7,427	685,786	207,328	566,802	22,928	297,999
1999	17	3,960	110	6,780	695,208	199,843	540,770	21,402	289,478
1998	23	3,682	118	7,288	701,879	199,719	516,343	20,206	273,321
1997	34	16,147	162	10,119	1,867,000	194,441	496,980	19,053	254,293
1996	18	19,094	163	9,311	1,213,358	187,185	480,916	18,779	246,540
1995	14	1,224	213	11,530	1,170,540	188,036	464,550	18,011	217,481
1994	14	2,814	210	8,469	949,528	181,065	444,428	16,460	205,227
1993	15	4,950	223	9,156	841,235	171,051	421,600	15,493	194,472
1992	16	930	249	9,793	973,444	159,153	400,596	14,039	189,560

Source: (1) Allegany County Planning & Zoning Department
(2) Financial Institutions Data Exchange
(3) State Department of Assessments and Taxation

**ALLEGANY COUNTY, MARYLAND
TEN LARGEST PROPERTY TAXPAYERS
FOR FISCAL YEAR 2001**

<u>Name of Taxpayer</u>	<u>Assessment</u>	<u>Percentage of Assessable Base</u>	<u>Gross Tax</u>	<u>Industrial Exemption</u>	<u>Net Tax</u>	<u>Percentage of Tax Revenues</u>
AES WR Limited Partnership	\$ 237,871,410	15.43%	\$ 5,851,637	\$ 5,831,450	\$ 20,187	0.08%
Westvaco Corporation	208,577,120	13.53%	4,844,833	\$ 3,166,934	1,677,899	6.45%
Potomac Edison Co.	56,222,880	3.65%	1,350,271	-	1,350,271	5.19%
Bell Atlantic-MD	44,901,880	2.91%	1,060,852	-	1,060,852	4.08%
Columbia Gas of Maryland, Inc.	14,828,390	0.96%	348,926	-	348,926	1.34%
CSX Transportation	14,417,550	0.94%	337,684	-	337,684	1.30%
LaVale Associates	12,863,200	0.83%	316,438	-	316,438	1.22%
Superfos Packaging, Inc	8,806,590	0.57%	206,890	165,927	40,963	0.16%
Biederlack of America Corporation	5,674,430	0.37%	138,644	84,101	54,543	0.21%
Hunter Douglas Fabrication Company	4,243,160	0.28%	96,893	26,089	70,804	0.27%

Source: Allegany County Tax Office and
Allegany County Finance Office

ALLEGANY COUNTY, MARYLAND
MISCELLANEOUS STATISTICAL DATA
June 30, 2001

Form of government: Board of County Commissioners/Board President

Area - square miles	428	Education:	
County Roads - Mileage	544	Number of Schools:	
Public Services:		Secondary	4
Police Protection:		Middle	4
Sheriff	1	Elementary	14
Assistant Sheriff	0	Vocational Education	1
Deputy Sheriffs	20	Community College	1
State Troopers	39	State University	1
Fire and Rescue Units:			
Volunteer Fire Stations	23	Enrollment: (Spring 2001)	
Paid Fire Departments	1	Public School System	10,425
Rescue Units	4	Community College	2,371
Medivac Units	1	State University	4,918

Building Permits Issued for the Fiscal Year Ending June 30, 2001
(Does not include several municipalities)

	<u>No. Issued</u>	<u>Estimated Value</u>	Elections:	
Apartments	0	-	(registration as of June 30, 2001)	
Residential	87	\$ 6,460,000	Democratic voters	17,377
Commercial & Industrial	25	13,565,350	Republican voters	18,959
Other	311	3,100,806	Other parties	75
Totals	<u>423</u>	<u>\$ 23,126,156</u>	Unaffiliated/Others	3,423
			Total registered voters	<u>39,834</u>

Percentage of voters casting ballots
last general election (2000) 67%

Source: Allegany County: Finance Department, Department of Economic Development,
Election Board and Planning and Zoning Department. Others include: Board
of Education, Allegany College and Frostburg State University.

**ALLEGANY COUNTY, MARYLAND
MAJOR COUNTY EMPLOYERS
FY 2001**

Employer	Product or Service	Estimated Employment
Western Maryland Health Systems	Health Services	2,350
Westvaco Corporation	Printing and Sheeted Papers	1,500
Allegany County Board of Education	Public School System	1,291
CSX Transportation	Rail Transportation	1,000
Frostburg State University	Higher Education, 4 Year Institution	918
Western Correctional Institute	Correctional Facility	578
Allegany County	Local County Government (Full time only)	500
Hunter Douglas	Window Coverings	487
Allegany College	Higher Education, 2 Year Institution	445
Biederlack Company, Inc	Blanket Manufacturer	400
Bayliner Marine Corporation	Boat Manufacturer	400
City of Cumberland	Municipal Government	320
Federal Correctional Institute	Correctional Facility	316
S. Schwab Company	Knit Goods	270

Source: Allegany Finance Department and
Department of Economic Development

**STATE OF MARYLAND
9-1-1 TRUST FUND RECEIPTS AND EXPENDITURES
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001
ALLEGANY COUNTY, MARYLAND**

FUNDS	FY 2001 Local Fee	State Fee 9-1-1 Numbering System	FY 2001 State Misc.	FY 2001 County Funding	FY 2001 Total
Receipts	\$ 242,839	\$ 1,200	\$ 0	376,317	\$ 620,356
Total Funds Available	<u>242,839</u>	<u>1,200</u>	<u>0</u>	<u>376,317</u>	<u>620,356</u>
EXPENDITURES					
Personnel costs	206,413	-	-	253,824	460,237
Non-personnel cost:					
Telephone	14,935	-	-	39,554	54,489
Equipment purchased/leased	1,821	1,200	-	3,690	6,711
Repairs	7,649	-	-	20,780	28,429
Utilities	1,821	-	-	4,301	6,122
Miscellaneous	10,200	-	-	28,064	38,264
Capital FY 2000	-	0	-	-	0
Capital FY 1999	-	0	-	-	0
Ineligible expenditures	-	-	-	26,104	26,104
Total Expenditures	<u>242,839</u>	<u>1,200</u>	<u>0</u>	<u>376,317</u>	<u>620,356</u>
Excess (Deficiency) in Funding	\$ <u>0</u>	\$ <u>0</u>	\$ <u>0</u>	<u>0</u>	\$ <u>0</u>

Prepared by: Allegany County Finance Office

**ALLEGANY COUNTY
FIRE, RESCUE AND AMBULANCE EXPENDITURES
F.Y. 2001**

Fire, Rescue And Ambulance Expenditures:	
Fire Companies	\$ 783,875
Fire Suppression	0
Total Expenditures	<u>783,875</u>
Less Loan Payments	0
Plus New Loans	<u>0</u>
Gross Expenditures	<u>783,875</u>
Less Non Qualified Expenditures	<u>22,775</u>
Net Expenditures	<u>\$ 761,100</u>

Prepared by: Allegany County Finance Office

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