MONTHLY REPORT

ALLEGHENY COUNTY, PENNSYLVANIA

WITH FINANCIAL STATEMENTS

As Of April 30, 2014

CHELSA WAGNER, CONTROLLER

County of Allegheny:

Controller's Message, April 2014

I am pleased to provide an overview of the financial status of Allegheny County operations as of April 30, 2014. The report compares revenues and expenditures to the current year's budget and to the same period in 2013, providing two ways to view the County's financial activity.

Through the first four months of 2014, operating revenues and other financing sources totaled $445.9 million, $66.6 million more than 2013. Real Estate tax collections were $84.3 million higher as of April 30, 2014 than 2013 as a result of the reassessment and the discount period not being extended one month as in 2013. Miscellaneous Revenues are up $5.0 million from last year due to the sale of the Health Department building located at 3333 Forbes Ave for $4.8 million. Offsetting these increases were decreases in Federal ($3.2 million) and State Revenues ($20.7 million).

Compared with last year, expenditures have increased by $9.2 million or 3.5%. Increases include General Government ($2.6 million), Public Safety ($5.3 million), Health and Welfare ($2.0 million), and Economic Development ($106,000) offset by a decrease in Debt Service ($903,000). Public Safety's increase of $5.3 million over last year is due to one half of the budgeted match $3.1 million expensed for the Enhanced 9-1-1 system. The increase in General Government of $2.6 million is due to a $1.0 million in the Custodial Maintenance Division Services, as well as, a $1.1 million increase in Non-departmental tax increment financing expenditures.

Pension Fund's Actuarial Funded Ratio increased from 59.5% to 62.4% as of January 1, 2014, and the Total Funded Ratio increased slightly to 82.1%. In addition, during the first three months of 2014 the Plan's Net Assets have increased $6.8 million.

Chelsa Wagner
Controller

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REVENUE ANALYSIS

Schedule of Operating Fund Revenues - Budget and Actual (Unaudited)

For Four Months Ended April 30, 2014

With Comparative Actual Amounts For Four Months Ended April 30, 2013

Revenue Source	2014 Budget	YTD Actual 04/30/14	Unrealized Revenues	Percentage Received Target=33%	Prior Year Actual 04/30/13	Difference From Prior Year
Taxes - Property	$341,620,000	313,901,659	27,718,341	91.89%	$229,651,336	84,250,323
Tax Refunds-Real Estate	(6,460,000)	(1,475,073)	(4,984,927)	22.83%	(1,565,340)	90,267
Non-profit In Lieu of Taxes	400,000	341,408	58,592	85.35%	168,269	173,139
Taxes - Sales and Use	44,800,000	13,915,461	30,884,539	31.06%	13,193,859	721,602
Taxes - Rental Vehicles	6,800,500	1,497,116	5,303,384	22.01%	1,422,300	74,816
Taxes - Alcoholic Beverage	34,711,000	7,966,795	26,744,205	22.95%	8,558,045	(591,250)
2% Gaming Local Share Tax	5,675,000	1,873,016	3,801,984	33.00%	(446,806)	2,319,822
Federal Revenues	87,452,853	23,891,527	63,561,326	27.32%	27,138,209	(3,246,682)
State Revenues	179,025,767	48,707,163	130,318,604	27.21%	69,435,101	(20,727,938)
Local Government Revenue	19,213,000	5,738,920	13,474,080	29.87%	5,638,745	100,175
Charges for Services and Facilities	84,617,483	21,037,831	63,579,652	24.86%	22,811,691	(1,773,860)
Fines and Forfeitures	4,673,500	1,260,618	3,412,882	26.97%	1,387,089	(126,471)
Interest Earnings	294,000	93,755	200,245	31.89%	57,091	36,664
Licenses and Permits	2,865,128	1,044,930	1,820,198	36.47%	798,321	246,609
Miscellaneous	6,158,891	6,144,718	14,173	99.77%	1,097,454	5,047,264
Total Operating Revenues	811,847,122	445,939,844	365,907,278	54.93%	379,345,364	66,594,480
Use of Fund Balance	2,050,890	-	-		-	-
Net Other Financing Sources	3,406,988	-	3,406,988	0.00%	-	-
Total Revenue & Other Financing Sources	$817,305,000	445,939,844	371,365,156	54.56%	$379,345,364	66,594,480

This Schedule presents 2014 Budget to Actual and 2014 Actual to Prior Year Actual followed by detailed analysis.

Revenues compared to prior year:

- Total operating revenues to date are $66.6 million more than last year at this time. The budget was raised by 2.2%. The County is at 54.6% of budgeted operating revenue received with 67% of the year remaining.
- **Property Taxes** collected are $313.9 million, $84.3 million more than last year. The discount period ended March 31 of this year rather than April 30 of the prior year resulting in a increase in payments by the end of March 2014 compared to March 2013. The millage rate remained unchanged from 2013 to 2014 at 4.73.
- **Tax Refunds-Real Estate** are $90,000 less than 2013 with additional tax appeals still pending.
- The **Rental Vehicle Taxes** 2014 revenues recorded are $1.5 million or $75,000 more than April 2013.
- **Alcoholic Beverage Taxes** recorded are $8.0 million. This is $591,000 less than last year.
- The **2% Gaming Local Share Tax** is $1.9 million or $2.3 million more than 2013 because last years first quarter revenue of $1.5 million was not received until May.
- **Federal Revenues** decreased $3.2 million from the prior year at this time. Foster Care Title IV-E decreased $2.4 million, Temporary Assistance for Needy Families decreased $1.1 million and Medical Assistance 309-C funding increased $540,000.
- **State Revenues** decreased $20.7 million from the prior year at this time. State funding for Act 315 and Act 12 Revenue has not been received by April 2014 reducing revenue by $ 2.6 million and $600,000, respectively. The PA Department of Public Welfare CYF revenue decreased by $10.1 million from last year. State revenue from Act 148 decreased $6.7 million from April 2013. Liquid Fuel revenue was not accrual as of April 30, 2014 whereas $1.6 million was accrued last year.
- **Charges for Services and Facilities** decreased $1.8 million from the prior year. The decrease in revenue is primarily from a $1.7 million decrease in Recording and Filing Fees.
- **Licenses and Permits** increased $247,000 due to Heath License/Permit Food which increasing $226,000.
- **Miscellaneous Revenue** increased $5 million compared to the prior year, due to the sale of the Health Department building located in Oakland for $4.8 million.

Revenues compared to target of 33% of Budget:

- The **Property Tax** collections are $313.9 million or 91.9% of annual budget, offset by Tax Refunds of $1.5 million. The unrealized Property Tax revenue is $27.7 million.
- **Non-profit in Lieu of Taxes** have received revenue in the amount of $341,000 as of April 30, 2014 which is 85.4% of the $400,000 2014 budget. This accounts for just over 56% of the 2014 budget. The County and these companies have signed agreements that they will pay a predetermined amount each year. Each case has a different due date and are billed per the agreement.
- **Rental Vehicles Tax** revenue received as on April 30, 2014 is $1.5 million or 22.0% of it's overall 2014 budget amount. A comparable 21.1% of the 2013 budget was received as of April 2013.
- **Alcoholic Beverage tax** budget increased $1.9 million or 5.9% from last year and had $8.0 million collected or 23.0% as of April 30, 2014. As of April 30, 2013 the amount of revenue collected was also under budget at 26.1%.
- **Federal Revenue** collected is $23.9 million or 27.3% of budget. Foster Care received $4.1 million or 16.3% of the $25.2 million yearly budget. Kane's Federal Revenue 309-C Medical Assistance with a budget of $30.6 million received 31.7% of the yearly budget as of April 30. Kane's Medicare Part A and Part B was $1.0 million and 568,000, respectively or 24.7% and 22.7% of total budget. The budget increased $3.3 million or 4.0% from 2013.
- The **State Revenues** collected are $48.7 million or 27.2% of budget. No State revenue for Act 315 and Act 12 has not been received as of April 30, pending the submission of final year end audited reports. Act 315 and Act 12 have a yearly budget of $7.1 million and $1.6 million, respectively. Revenue received for the Department of Public Welfare CYF as of April 30 is $3.0 million or 20.31% of the yearly budget. As of April 30 revenue from Act 148 stands at $33.8 million received which is 29.9% of the yearly $113.0 million budget. Kane's State Revenue for MA pharmacy is at $1.7 million or 30.0% of total budget, and 309-C Medical Assistance budget of $25.0 million receiving 31.7% of the yearly budget as of April 30.
- The 2014 **Charges for Services and Facilities** budget anticipated more revenue and increased $5.2 million or 6.5% for last year. Revenues are $21.0 million or 25.0% of annual budget. Recording and Filing fees received are $7.2 million or 24.6% of the yearly budget. Parental Support refunds outweighed collections received by $552,000 as of April 30, 2014 with collections expected to dwarf refunds with a budget of $1.9 million. Private Pay and Patient Maintenance collected by Kane are budgeted to be $4.3 million and $7.8 million with amount collected being $1 million (24.6% of budget) and $2.1 million (26.6% of budget), respectively.
- 2014 **Miscellaneous Revenues** are $6.1 million or 99.77% collected as of April 30, 2014. This can be attributed by the sale of property in the amount of $4.8 million or 79% of the 2014 budget. The sale was not included in the 2014 budget. The property sold was the Health Department building in Oakland.

EXPENDITURE ANALYSIS
AND
BUDGET ADJUSTMENTS

Summarized Operating Fund Expenditures By General Functional Area (Unaudited)
For Four Months Ended April 30, 2014
With Comparative Actual Amounts For Four Months Ended April 30, 2013

Expenditure Function	2014 Budget	YTD Actual and Encumbrances 04/30/14	2014 Unencumbered Appropriation	Percentage Expended Target=33%	Prior Year Actual and Encumbrances	Difference From Prior Year
General Government	$204,250,581	65,857,011	138,393,570	32.24%	$63,240,448	2,616,563
Public Safety	108,858,988	37,119,260	71,739,728	34.10%	31,861,134	5,258,126
Public Works	26,187,228	9,314,838	16,872,390	35.57%	9,396,156	(81,318)
Transportation	35,062,390	15,222,900	19,839,490	43.42%	15,222,899	1
Health and Welfare	338,560,728	110,044,369	228,516,359	32.50%	107,996,871	2,047,498
Culture and Recreation	9,703,919	2,916,127	6,787,792	30.05%	2,816,941	99,186
Education	23,840,264	9,105,000	14,735,264	38.19%	9,080,000	25,000
Debt Service	68,739,549	14,079,510	54,660,039	20.48%	14,982,589	(903,079)
Economic Development	2,661,836	4,251,011	(1,589,175)	159.70%	4,145,288	105,723
Total Operating Expenditures	$817,865,483	267,910,026	549,955,457	32.76%	$258,742,326	9,167,700

YTD Actual & Encumbrances - Actual expenditures, certain accruals and encumbrances as of the date of the report.
2014 Unencumbered Appropriations - The result of subtracting the YTD Actual & Encumbrances from the Budget.
Percentage Expended - The YTD Actual & Encumbrances divided by the Budget. The target represents the percentage expected based on the month of the year. However, not all expenditures are distributed evenly throughout the year.

Budget Adjustments (see page 8-9)

The 2014 budget passed by Council was increased $560,483 due to 2013 obligations (encumbrances) which are recorded as 2014 expenditures. The increase represents appropriations from 2013 to cover these costs and are categorized as prior year reappropriations. There have no budget amendments or transfers through the first four months of 2014.

DEPARTMENTAL BUDGET ADJUSTMENTS
For Four Months Ended April 30, 2014

	Adopted Budget	Prior Year Reappropriations	Budget Amendments/ Transfers	2013 Budget
General Government				
10 - County Executive	$ 415,032	-	-	415,032
11 - County Manager	1,083,368	-	-	1,083,368
12 - County Solicitor	2,022,574	-	-	2,022,574
13 - Budget & Finance	889,448	-	-	889,448
14 - Public Defender	9,233,117	-	-	9,233,117
15 - Human Resources	1,659,015	493	-	1,659,508
16 - MBE/DBE/WBE	507,611	-	-	507,611
17 - Medical Examiner	8,982,921	4,762	-	8,987,683
18 - Court Records	8,036,964	70	-	8,037,034
20 - Administrative Services-Administration	2,089,133	7,377	-	2,096,510
20 - Administrative Services-Prop. Assess.	5,787,252	-	-	5,787,252
20 - Administrative Services-MIS	6,920,451	68,071	-	6,988,522
20 - Administrative Services-Purchasing	624,972	-	-	624,972
20 - Administrative Services-Elections	5,163,325	-	-	5,163,325
20 - Administrative Services-Prop & Supplies	-	-	-	-
21 - Real Estate Registry and Deeds	2,952,544	-	-	2,952,544
38 - Facilities Management	15,735,043	700	-	15,735,743
46 - Non-departmental	16,287,174	-	-	16,287,174
49 - Misc Agencies - Duquesne Law	485,000	-	-	485,000
55 - County Council	1,096,715	-	-	1,096,715
60 - Court of Common Pleas	67,805,876	30,623	-	67,836,499
70 - Controller	6,201,175	119,871	-	6,321,046
71 - Sheriff	17,261,371	16,216	-	17,277,587
72 - Treasurer	6,506,341	55,976	-	6,562,317
73 - District Attorney	16,200,000	-	-	16,200,000
Total General Government	203,946,422	304,159	-	204,250,581
Public Safety				
30 - Jail	71,061,171	4,595	-	71,065,766
31 - County Police	28,949,737	43,022	-	28,992,759
33 - Emergency Services	8,791,831	8,632	-	8,800,463
Total Public Safety	108,802,739	56,249	-	108,858,988
Public Works				
35 - Public Works	26,178,353	8,875	-	26,187,228
Total Public Works	26,178,353	8,875	-	26,187,228
Transportation				
49 - Misc Agencies - PAT	29,168,700	-	-	29,168,700
Total Transportation	35,062,390	-	-	35,062,390

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DEPARTMENTAL BUDGET ADJUSTMENTS (cont.)

For Four Months Ended April 30, 2014

	Adopted Budget	Prior Year Reappropriations	Budget Amendments/ Transfers	2014 Budget
Health and Welfare				
20 - Administrative Services - Veterans Services	716,723	-	-	716,723
25 - Human Services - Mental Health	4,700,000	-	-	4,700,000
25 - Human Services - Child Welfare	229,100,539	24,307	-	229,124,846
25 - Human Services - Dept of Aging	400,000	-	-	400,000
25 - Human Services - Expenditure Recovery	(56,679,344)	-	-	(56,679,344)
26 - John J. Kane Regional Centers	100,806,323	104,151	-	100,910,474
27 - Health Department	17,439,699	14,738	-	17,454,437
32 - Shuman Center	10,929,115	31,041	-	10,960,156
48 - Juvenile Court Placement	30,973,436	-	-	30,973,436
Total Health and Welfare	338,386,491	174,237	-	338,560,728
Culture and Recreation				
37 - Parks	8,812,854	16,963	-	8,829,817
49 - Misc Agencies - Memorial Hall	572,064	-	-	572,064
49 - Misc Agencies - Coop Extension	302,038	-	-	302,038
Total Culture and Recreation	9,686,956	16,963	-	9,703,919
Education				
49 - Misc Agencies - CCAC	23,705,264	-	-	23,705,264
49 - Misc Agencies - AC Library Association	35,000	-	-	35,000
49 - Misc Agencies - Local Govn't Academy	100,000	-	-	100,000
Total Education	23,840,264	-	-	23,840,264
Debt Services				
47 - Debt Service	68,739,549	-	-	68,739,549
Total Debt Services	68,739,549	-	-	68,739,549
Economic Development				
49 - Misc Agencies - RAAC - Economic Dev	2,276,836	-	-	2,276,836
49 - Misc Agencies - Allegheny COGs	60,000	-	-	60,000
49 - Misc Agencies - Vacant Prop Revit	200,000	-	-	200,000
49 - Misc Agencies - Allegheny Places Proj	-	-	-	-
49 - Misc Agencies - Allegh League of Muni	125,000	-	-	125,000
Total Economic Development	2,661,836	-	-	2,661,836
Total Operating Budget	817,305,000	560,483	-	817,865,483
Operating Transfers	-	-	-	-
2014 Operating Budget & Transfers	$817,305,000	560,483	-	817,865,483

Schedule of Operating Fund Expenditures and Encumbrances - Budget and Actual (Unaudited)
Department by Function
For Four Months Ended April 30, 2014
With Comparative Actual Amounts For Four Months Ended April 30, 2013

	2014 Budget	YTD Actual and Encumbrances 04/30/14	2014 Unencumbered Appropriation	Percentage Expended Target=33%	Prior Year Actual and Encumbrances	Difference From Prior Year
General Government						
10 - County Executive	$ 415,032	123,360	291,672	29.72%	$ 114,821	8,539
11 - County Manager	1,083,368	354,483	728,885	32.72%	335,024	19,459
12 - County Solicitor	2,022,574	586,542	1,436,032	29.00%	575,183	11,359
13 - Budget & Finance	889,448	282,584	606,864	31.77%	230,642	51,942
14 - Public Defender	9,233,117	2,920,860	6,312,257	31.63%	2,814,981	105,879
15 - Human Resources	1,659,508	412,566	1,246,942	24.86%	393,295	19,271
16 - MBE/DBE/WBE	507,611	166,565	341,046	32.81%	165,770	795
17 - Medical Examiner	8,987,683	2,804,496	6,183,187	31.20%	2,850,461	(45,965)
18 - Court Records	8,037,034	2,289,938	5,747,096	28.49%	2,384,959	(95,021)
20 - Administrative Services-Administration	2,096,510	139,276	1,957,234	6.64%	782,892	(643,616)
20 - Administrative Services-Prop. Assess.	5,787,252	1,796,734	3,990,518	31.05%	2,043,256	(246,522)
20 - Administrative Services-MIS	6,988,522	1,932,057	5,056,465	27.65%	2,265,838	(333,781)
20 - Administrative Services-Purchasing	624,972	192,621	432,351	30.82%	181,790	10,831
20 - Administrative Services-Elections	5,163,325	940,872	4,222,453	18.22%	980,334	(39,462)
20 - Administrative Services-Prop & Supplies	-	-	-	-	(3,741)	3,741
21 - Real Estate Registry and Deeds	2,952,544	861,756	2,090,788	29.19%	913,451	(51,695)
38 - Facilities Management	15,735,743	6,272,214	9,463,529	39.86%	4,733,604	1,538,610
46 - Non-departmental	16,287,174	6,838,032	9,449,142	41.98%	6,007,828	830,204
49 - Misc Agencies - Duquesne Law	485,000	242,500	242,500	50.00%	232,500	10,000
55 - County Council	1,096,715	284,488	812,227	25.94%	286,325	(1,837)
60 - Court of Common Pleas	67,836,499	20,645,251	47,191,248	30.43%	19,873,347	771,904
70 - Controller	6,321,046	2,061,393	4,259,653	32.61%	1,929,052	132,341
71 - Sheriff	17,277,587	6,156,017	11,121,570	35.63%	5,940,578	215,439
72 - Treasurer	6,562,317	2,187,505	4,374,812	33.33%	2,155,851	31,654
73 - District Attorney	16,200,000	5,364,901	10,835,099	33.12%	5,052,407	312,494
Total General Government	**204,250,581**	**65,857,011**	**138,393,570**	**32.24%**	**63,240,448**	2,616,563
Public Safety						
30 - Jail	71,065,766	23,881,384	47,184,382	33.60%	22,391,710	1,489,674
31 - County Police	28,992,759	9,326,873	19,665,886	32.17%	8,711,999	614,874
33 - Emergency Services	8,800,463	3,911,003	4,889,460	44.44%	757,425	3,153,578
Total Public Safety	**108,858,988**	**37,119,260**	**71,739,728**	**34.10%**	**31,861,134**	5,258,126
Public Works						
35 - Public Works	26,187,228	9,314,838	16,872,390	35.57%	9,396,156	(81,318)
Total Public Works	**26,187,228**	**9,314,838**	**16,872,390**	**35.57%**	**9,396,156**	(81,318)
Transportation						
49 - Misc Agencies - PAT	5,893,690	-	5,893,690	0.00%	-	-
49 - Misc Agencies - PAT	29,168,700	15,222,900	13,945,800	52.19%	15,222,899	1
Total Transportation	**35,062,390**	**15,222,900**	**19,839,490**	**43.42%**	**15,222,899**	1

Operating departments exceeding "target benchmark" of 33% by more than 1% (i.e. 34%) are shaded

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Schedule of Operating Expenditures and Encumbrances - Budget and Actual (Unaudited) (cont.)
Departments by Function
For Four Months Ended April 30, 2014
With Comparative Actual Amounts For Four Months Ended April 30, 2013

	2014 Budget	YTD Actual and Encumbrances 04/30/14	2014 Unencumbered Appropriation	Percentage Expended Target=33%	Prior Year Actual and Encumbrances	Difference From Prior Year
Health and Welfare						
20 - Administrative Services - Veteran Services	716,723	311,899	404,824	43.52%	325,167	(13,268)
25 - Human Services - Mental Health	4,700,000	1,196,088	3,503,912	25.45%	(1,154,717)	2,350,805
25 - Human Services - Child Welfare	229,124,846	74,465,337	154,659,509	32.50%	78,001,061	(3,535,724)
25 - Human Services - Dept of Aging	400,000	163,696	236,304	40.92%	143,899	19,797
25 - Human Services - Expenditure Recovery	(56,679,344)	(17,346,244)	(39,333,100)	30.60%	(17,587,595)	241,351
26 - John J. Kane Regional Centers	100,910,474	33,110,366	67,800,108	32.81%	31,154,256	1,956,110
27 - Health Department	17,454,437	5,308,832	12,145,605	30.42%	4,932,693	376,139
32 - Shuman Center	10,960,156	3,356,157	7,603,999	30.62%	3,263,284	92,873
48 - Juvenile Court Placement	30,973,436	9,478,238	21,495,198	30.60%	8,918,823	559,415
Total Health and Welfare	**338,560,728**	**110,044,369**	**228,516,359**	**32.50%**	**107,996,871**	2,047,498
Culture and Recreation						
37 - Parks	8,829,817	2,652,027	6,177,790	30.03%	2,559,910	92,117
49 - Misc Agencies - Memorial Hall	572,064	200,000	372,064	34.96%	200,000	-
49 - Misc Agencies - Coop Extension	302,038	64,100	237,938	21.22%	57,031	7,069
Total Culture and Recreation	**9,703,919**	**2,916,127**	**6,787,792**	**30.05%**	**2,816,941**	99,186
Education						
49 - Misc Agencies - CCAC	23,705,264	8,970,000	14,735,264	37.84%	8,970,000	-
49 - Misc Agencies - AC Library Association	35,000	35,000	-	100.00%	30,000	5,000
49 - Misc Agencies - Local Govn't Academy	100,000	100,000	-	100.00%	80,000	20,000
Total Education	**23,840,264**	**9,105,000**	**14,735,264**	**38.19%**	**9,080,000**	25,000
Debt Services						
47 - Debt Service	68,739,549	14,079,510	54,660,039	20.48%	14,982,589	(903,079)
Total Debt Services	**68,739,549**	**14,079,510**	**54,660,039**	**20.48%**	**14,982,589**	(903,079)
Economic Development						
49 - Misc Agencies - RAAC - Economic Dev	2,276,836	4,289,192	(2,012,356)	188.38%	4,160,679	128,513
49 - Misc Agencies - Allegheny COGs	60,000	-	60,000	0.00%	13,500	(13,500)
49 - Misc Agencies - Allegh League of Municipal	125,000	-	125,000	0.00%	-	-
49 - Misc Agencies - Vacant Property Project	200,000	(38,181)	238,181	-19.09%	(28,891)	(9,290)
Total Economic Development	**2,661,836**	**4,251,011**	**(1,589,175)**	**159.70%**	**4,145,288**	105,723
Total Operating Expenditures	**$ 817,865,483**	**267,910,026**	**549,955,457**	**32.76%**	**$ 258,742,326**	9,167,700
Operating Transfers	**-**					
Less: Reappropriation	**560,483**					
2014 Operating Budget & Transfer	**$ 817,305,000**					

Operating departments exceeding "target benchmark" of 33% by more than 1% (i.e. 34%) are shaded

Expenditures compared to prior years:

- Expenditures and encumbrances of $267.9 million are $9.2 million higher than last year at this time. Increases occurred in General Government ($2.6 million), Public Safety ($5.3 million), Health and Welfare ($2.0 million), and Economic Development ($105,000) offset by a decrease in Debt Service of $903,079. The 2014 adopted operating budget is $17.4 million or 2.2% more than the 2013 operating budget.
- Total **General Government** expenditures are $2.6 million more than through the first four months of last year. **Facilities Management** had an increase in expenditures in the amount of $1.5 million which was primarily due to an increase of $1 million in the Custodial Maintenance Division Services, for a energy saving project at Kane, Shuman and the Jail that requires lease purchase of $550,800. Also, increase expenditures for Boyce Park ski area of $202,000 and $168,000 for increased heating costs occurred. **Non-departmental** increase by 830,000 from last April due to $1.1 million increase in tax increment financing due to property taxes being due one month earlier than 2013. **Court of Common Pleas** increased $772,000 due to Services in Family Division—Adult County Cash Match due to 2014 including a deficit cash match accrual. **Administrative Services – Administration** decreased $644,000 due to Telephone recovery for January thru March being recorded in 2014 which got delayed being recorded in 2013.
- **Public Safety** increased from last year by $5.3 million. The bulk of this increase $3.1 million was for one half of the budgeted match for the Enhanced 9-1-1 account. Also, Contracted Services in **Jail** Medical Division increased by $1.5 million from last year due to 2014 having over accrual of $800,714 and 2013 not having an accrual for $354,708.
- **Health and Welfare** increased by $2.0 million in comparison to April of 2013. **Kane Regional Centers** had an increase of $2.0 million from this time last April due to an increase in Salaries and Fringe Benefits of $746,000, Supplies in the Pharmacy of $752,000 and $271,000 in Services. Expenditures in **Human Services** also include $2.3 million of County Match from **Mental Health** Division offset by $3.5 million decrease in Services related to **Child Welfare** Division.

Expenditures compared to target of 33% of Budget:

- **Administrative Services—Administration** is under the 33% target at 6.6% with more Telephone Recovery recorded than Telephone expense.
- The **Facilities Management** expenditures and encumbrances are currently at $6.2 million or 39.9% of the annual budget. This is $1.1 million over target budget with one-third of the year expended. This is primarily due to Services in Custodial Maintenance being $1.0 million over target due to an energy saving Equipment Lease-Purchase for $550,800 that was not included in the budget.
- **Non-departmental** is at 42.0% of expended target. Fringe Benefits-Cost Recovery is $4.3 million under target which increases expenditures offset by Fringe Benefits being under target by $1.4 million.
- **Miscellaneous Agencies—Duquesne Law** expenditures currently stand at $ 252,500 or exactly 50% of the annual budget of $485,000. This is consistent with last year.
- The **Sheriff Department** is at 35.6% and over target by $454,000 due to Salaries and Fringe Benefits. It is expected that Salaries and Fringe Benefits over budget will be cross charged to the Sheriff's Special Account.
- **Public Works** is over target at 35.6% or over target spending by $673,000 mainly due to Materials with an increase over prior year of $285,000 in Rock Salt.
- **Administrative Services—Veteran Services** is $75,000 over target and 43.5% of the annual budget. Materials are $96,000 over target and Services are $20,000 under target. Expenditures for Materials include the annual flag purchase for Memorial Day.
- **Human Services-Department of Aging** is over target by $32,000 in Services which is the County Cash Match.
- **Misc Agencies—Memorial Hall** expenditures currently stand at $ 200,000 or exactly 35.0% of the annual budget of $572,000. This is consistent with last year.

Summarized Operating and Risk Management Fund Fringe Benefits
By General Benefit Category
For Four Months Ended April 30, 2014
With Comparative Actual Amounts For Four Months Ended April 30, 2013

	2014 Total Budget	Current YTD Actual 04/30/14	2014 Budget Available	Percentage Expended Target=33%	Prior Year Actual 04/30/13	Difference From Prior Year
Medical Benefits	$ 66,362,375	24,303,664	42,058,711	36.62%	23,361,707	941,957
Workers Comp Benefits	5,357,150	1,754,278	3,602,872	32.75%	2,047,674	(293,396)
All Other Fringe Benefits	40,433,427	13,679,492	26,753,935	33.83%	13,053,893	625,599
Total Fringe Benefit Expenditures	$ 112,152,952	39,737,434	72,415,518	35.43%	38,463,274	1,274,160

Other Fringe Benefits consists of Retirement, FICA, Life Insurance, and Unemployment Compensation

Includes County General, Human Services, Kane Regional Centers, Liquid Fuel Funds along with Risk Management Fund.

Total Fringe Benefit Expenditures are at 35.4% of budget and $1.3 million more than last year. Medical benefits increased by $942,000 more than last year due to a $1.0 million increase in Health Insurance.

Workers Compensation benefits are less than last year by $293,000 due to a decrease from last year of $210,000 in administration and a $103,000 in employee medical.

Other Fringe Benefit costs increased $626,000. The County Pension match and FICA and Medicare increased by $557,000 and $115,000, respectively.

Cash

Balances

At April 30, 2014 and 2013

Unrestricted Operating Cash

Bank	Description	YTD Balance 4/30/2014	YTD Balance 4/30/2013
11151	General Fund	$269,104,654	228,499,909
11151	Human Service	($96,198,429)	(75,715,312)
11151	Kane Regional	($21,972,476)	(15,693,169)
Net Unrestricted Operating Cash		$150,933,749	137,091,428

Restricted Cash

Bank	Description	YTD Balance 4/30/2014	YTD Balance 4/30/2013
11151	Capital	94,100,788	94,639,118
11102	Debt Service	42,239,338	32,946,596
11103	Liquid Fuels	990,691	1,496,572
		137,330,817	129,082,286
	All Other Restricted Cash	161,895,703	153,699,556
	Total Restricted Cash	299,226,521	282,781,842
	Total Operating and Restricted	450,160,269	419,873,270

Unrestricted Operating Cash - Cash not restricted for a specific use and is available to pay the general obligations of the County.
Bank Account 11151 - A pooled cash account which includes unrestricted and restricted cash not required to be maintained in a separate bank account.

Net unrestricted operating cash as of the end of April 30, 2014 is $151.0 million vs. the $137.1 million at April 30, 2013. The increase in the County's unrestricted operating cash is due primarily to taxes being due earlier. Total cash as of April 30,2014 is $450.2 vs. $419.9 million at April 30, 2013.

REPORT CARD ON CAPITAL, GRANTS AND OTHER SPECIAL REVENUE FUNDS

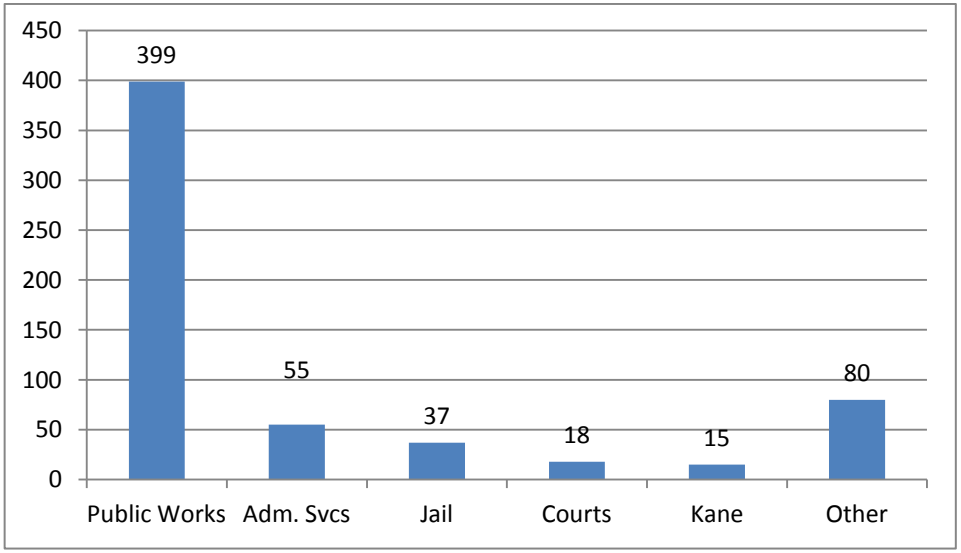
NUMBER OF OPEN PROJECTS / GRANTS

APRIL 2014

FUND	NUMBER OF OPEN PROJECTS / GRANTS
Capital Projects Fund	604
Human Service Grants Fund	367
County Grants Fund	262
Trust & Agency Fund	38

CAPITAL PROJECTS FUND BY DEPARTMENTS

TOTAL 604 OPEN PROJECTS / GRANTS

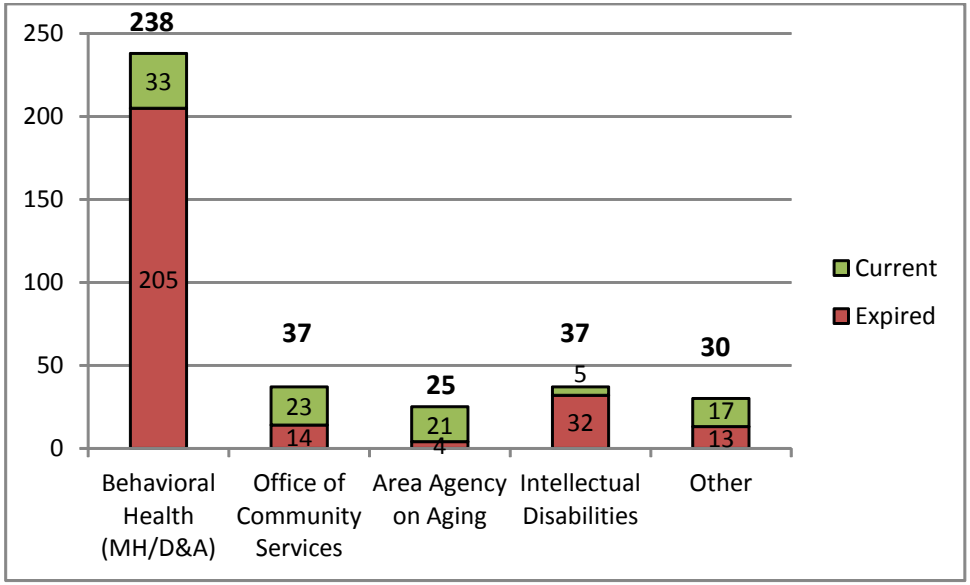


Public Works projects include activities related to roads, bridges, buildings, parks, feasibility studies etc. Administrative Services projects include funds to support activities such as significant hardware upgrades performed by the Division of Computer Services, upgrades to Print Shop equipment, and the Countywide reassessment. Jail projects include equipment purchases for the kitchen, laundry, training and cleaning processes, locking systems, other system upgrades, and various other projects.

Of currently open projects, only forty-seven represents projects included in the 2014 Capital Budget. The majority of open projects are from the 2008 – 2013 Capital Budgets. However, a significant number of open Capital Projects relate to activities approved in 2007 or earlier Capital Budgets.

HUMAN SERVICE GRANTS FUND BY DIVISION

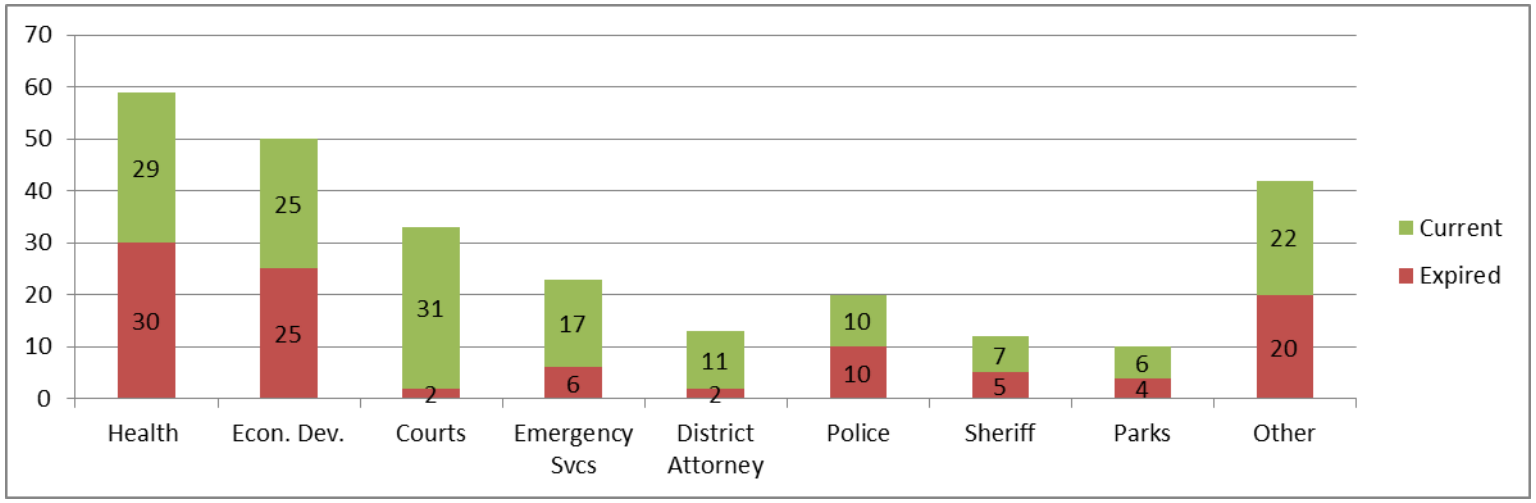
TOTAL 367 OPEN PROJECTS / GRANTS



Expired grants are those with a planned end equal to or lesser than April 30, 2014. Current grants are those with a planned end date after April 30, 2014 or on-going grants, with no planned end date.

COUNTY GRANTS FUND

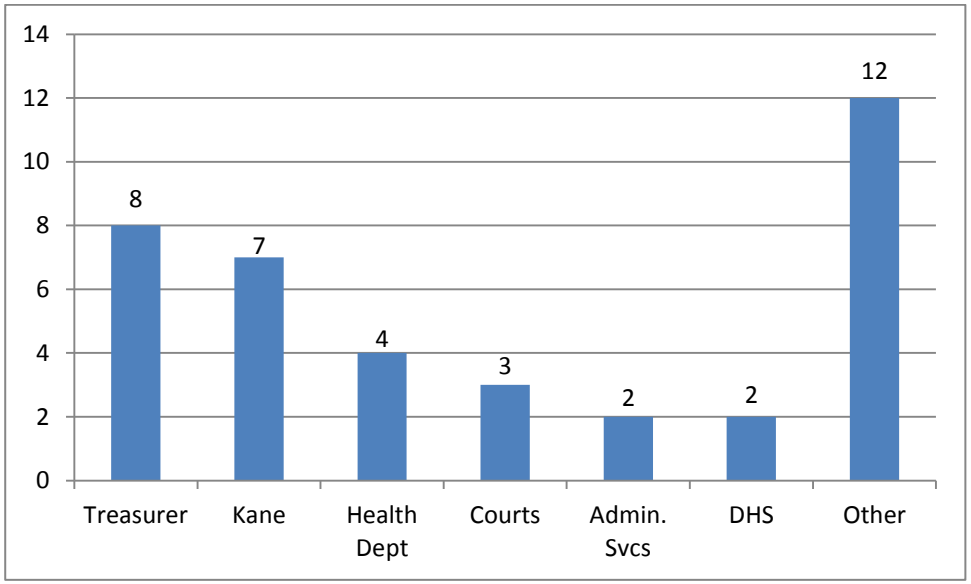
TOTAL 262 OPEN PROJECTS / GRANTS



Expired grants are those with a planned end date equal to or lesser than April 30, 2014.

TRUST & AGENCY FUND BY DEPARTMENT

TOTAL 38 OPEN PROJECTS / GRANTS



Examples of Trust & Agency projects include

- Treasurer - Hotel Tax funds due to various other entities and Hunting, Fishing, and Boat license fees due to the state
- Kane - Funds held in trust for Kane patients
- Other - Prisoner welfare funds, Tax refund accounts, Landfill trust funds

Most of these projects are on-going with no planned end date.

PERFORMANCE OF PENSION FUND

STATEMENT OF CHANGES IN PLAN POSITION FOR THREE MONTHS ENDED MARCH 31, 2014 AND DECEMBER 31, 2013		
	3 Months Ended 3/31/2014	**Year Ended 12/31/2013**
Additions:		
Contributions:		
Employee	$6,614,192	$27,888,016
Employer	6,563,271	27,587,089
Total contributions	***13,177,463***	***55,475,105***
Investment income:		
Realized gain on sale of investments*	3,362,952	34,719,226
Unrealized gain (loss) in fair value of investments	1,356,798	47,961,994
Other Investment Income	3,248,526	12,996,268
Less: Investment Management Fees	376,573	3,367,296
Total Investment gain – net	***13,487,016***	***92,310,192***
Miscellaneous Income	240,670	76,876
Total additions - net	***26,905,149***	***147,862,173***
Deductions:		
Benefit payments	19,286,720	74,610,381
Refunds of employee contributions	663,725	4,716,139
Administrative expenses	171,503	1,138,048
Total deductions	***13,258,611***	***80,464,568***
Net increase (decrease) in Net Position	***6,782,585***	***67,397,605***
Net Position at beginning of year	825,843,628	758,446,475
Net Position at end of the period	**$832,626,213**	**$825,844,080**

*Some management fees are deducted from gains.

	Plan Participants		**Cost Per Participant of Management and Administrative Fees**	
	As of 3/31/14	**As of 12/31/13**	**Cost for 3 Months Ended 3/31/14**	**Annual Cost as of 12/31/13**
Retirees**	4,102	4,077	$48.32	$400.12
Employees***	7,240	7,183		
Total Participants	11,342	11,260		

**Source: Retirement Office

***Source: Estimate based on Retirement Office & Controller's Office data.

Annual Pension Cost and Net Pension Obligation as of December 31, 2013

Annual required contribution	$59,191,000
Interest (7.75%) on net pension obligation	13,819,728
Adjustment to annual required contribution	-20,520,031
Annual pension cost	52,490,697
Contributions made	-27,587,089
Increase in net pension obligation	24,903,608
Net pension obligation, beginning of year	178,319,070
Net pension obligation, end of year	$203,222,678

(1) Actuarial Valuation Date	(2) Actuarial Value of Assets	(3) Actuarial Accrued Liability – Entry Age	(4) Overfunded/ (Unfunded) Actuarial Accrued Liability	(5) Actuarial Funded Ratio* [2/3]	(6) Total Funded Ratio**	(7) Covered Payroll	(8) Overfunded/ (Unfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll [4/7]
January 1, 2014	$ 825,844	1,324,313	(498,469)	62.4%	82.1%	337,016	(147.9%)
January 1, 2013	758,446	1,273,872	(514,426)	59.5	77.8	339,905	(151.6)
January 1, 2012	685,100	1,235,830	(550,730)	55.4	75.0	340,881	(161.6)

***The Actuarial Funded Ratio** is the oldest measurement of funding progress and solvency and is the relationship between the Actuarial Liabilities and the Actuarial Value of existing assets. The Actuarial Liability is determined by the Entry Age Normal Actuarial Method and other assumptions used by the Fund's Actuary. It should be noted the Allegheny County's Actuarial Liability is amortized over a 15 year period, whereas many other pension funds use a 30 year amortization period. The actuarial liability is higher when shorter amortization period is used.

****The Total Funded Ratio** reflects not only existing assets and liabilities, but considers the value of future contributions, future benefit accruals and future expenses. The ratio formed between the Value of Total Assets (Market Value) and the Value of Total Liabilities represents the Funds' ability to meet long-range funding commitment demanded by the plan's benefit structure. It is possible for a fund to exhibit strong funding factors when limited to accrued benefits and assets and, at the same time, be in funding jeopardy going forward.