

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF NET ASSETS
DECEMBER 31, 2003

	PRIMARY GOVERNMENT		TOTAL	COMPONENT UNITS
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITY		
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 11,877,842	\$ 309,977	\$ 12,187,819	\$ 8,392,899
Investments	6,271,147		6,271,147	1,379,712
Real estate taxes receivable	5,836,432		5,836,432	472,340
Due from other governments	10,257,528		10,257,528	1,894,560
Accounts receivable		131,502	131,502	2,957,449
Due from primary government			-	539,472
Inventories		53,587	53,587	168,673
Prepaid expenses	10,977		10,977	
Total current assets	34,253,926	495,066	34,748,992	15,805,105
CASH HELD FOR CAPITAL PROJECTS	1,430,428		1,430,428	-
INVESTMENTS HELD FOR SELF-INSURANCE	579,636		579,636	-
RESTRICTED CASH AND CASH EQUIVALENTS			-	3,580,137
RESTRICTED INVESTMENTS			-	43,417,502
FUTURE RENTALS RECEIVABLE			-	237,823,879
CAPITAL ASSETS	67,899,791	6,238,035	74,137,826	67,780,368
DEFERRED CHARGES AND OTHER ASSETS		55,192	55,192	2,222,340
TOTAL	\$104,163,781	\$6,788,293	\$110,952,074	\$370,629,331
LIABILITIES AND NET ASSETS (DEFICIT)				
Current liabilities:				
Accounts payable	\$ 17,587,685	\$ 453,591	\$ 18,041,276	\$ 2,222,086
Claims payable	2,171,181		2,171,181	
Accrued expenses	3,264,217	129,545	3,393,762	728,041
Due to primary government			-	1,514,670
Due to component units	509,809		509,809	
Due to other governments			-	104,799
Deferred revenue	1,127,176		1,127,176	2,117,473
Tax anticipation note	7,131,600		7,131,600	
Net pension obligation	3,775,083		3,775,083	
Current portion of:				
Bonds and note payable	2,563,379	905,000	3,468,379	
Compensated absences	478,183		478,183	
Capital lease obligations		116,771	116,771	
Total current liabilities	38,608,313	1,604,907	40,213,220	6,687,069
BONDS AND NOTE PAYABLE	77,637,060	7,338,415	84,975,475	32,448,709
CAPITAL LEASE OBLIGATIONS		254,654	254,654	
FUNDS HELD IN ESCROW			-	35,413,912
COMPENSATED ABSENCES	4,303,649		4,303,649	1,022,773
OTHER LIABILITIES			-	1,420,347
NONRECOURSE DEBT ISSUES			-	237,823,879
Total liabilities	120,549,022	9,197,976	129,746,998	314,816,689
NET ASSETS (DEFICIT):				
Invested in capital assets, net of related debt	(9,454,390)	(2,376,805)	(11,831,195)	45,907,418
Restricted	8,375,610		8,375,610	11,583,727
Unrestricted	(15,306,461)	(32,878)	(15,339,339)	(1,678,503)
Total net assets (deficit)	(16,385,241)	(2,409,683)	(18,794,924)	55,812,642
TOTAL	\$104,163,781	\$6,788,293	\$110,952,074	\$370,629,331

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2003

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSE) REVENUE AND CHANGE IN NET ASSETS			COMPONENT UNITS
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITY	TOTAL	
PRIMARY GOVERNMENT:								
Governmental activities:								
General government - administrative	\$ (13,176,720)	\$ 3,192,940	\$ 1,661,704		\$ (8,322,076)		\$ (8,322,076)	
General government - judicial	(12,335,032)	2,471,756	3,509,877		(6,353,399)		(6,353,399)	
Public safety - corrections	(23,239,483)	6,122,431	1,518,018		(15,599,034)		(15,599,034)	
Public works and enterprises	(6,130,015)	1,535,360		\$ 1,928,490	(2,666,165)		(2,666,165)	
Human services	(91,404,994)	18,214,388	28,309,198	132,097	(4,749,311)		(4,749,311)	
Culture and recreation	(5,449,802)	1,788,655	3,850	19,102	(3,638,195)		(3,638,195)	
Conservation and development	(4,615,465)	159,322	4,327,826		(128,317)		(128,317)	
Other	(4,065,524)	56,643	131,231	40,746	(3,854,904)		(3,854,904)	
Depreciation	(4,117,940)				(4,117,940)		(4,117,940)	
Interest on long-term debt	(3,988,686)				(3,988,686)		(3,988,686)	
Total governmental activities	(128,543,661)	33,543,495	39,461,704	2,120,435	(53,418,027)		(53,418,027)	
Business-type activity:								
Enterprise Fund	(5,372,693)	4,287,380				\$ (1,085,313)	(1,085,313)	
Total primary government	\$(133,916,354)	\$37,830,875	\$39,461,704	\$2,120,435	(53,418,027)	(1,085,313)	(54,503,340)	
COMPONENT UNITS:								
Scranton Lackawanna Health and Welfare Authority	\$ (18,309,325)	\$18,309,325					\$ -	(2,424,562)
Lackawanna County Library System	(4,215,615)		\$ 1,791,053					745,245
Lackawanna County Redevelopment Authority	(6,970,104)	2,459,154	5,256,195					162,066
Lackawanna County River Basin Sewer Authority	(6,255,089)	6,090,038						916,465
County of Lackawanna Transit System Authority	(5,192,269)	1,753,813	2,548,498					76,700
Lackawanna County Railroad Authority	(1,053,403)	622,320						(569,563)
Multi-Purpose Stadium Authority of Lackawanna County	(4,592,182)	3,972,619						(80,540)
Lackawanna County Performing Arts Center Authority	(1,187,709)	1,107,169						(1,174,189)
Total component units	\$(47,775,696)	\$34,314,438	\$ 9,595,746	\$2,691,323				
General revenues and transfers:								
Taxes levied for general purposes, net					37,699,072		37,699,072	2,740,316
Interest					391,729		406,072	238,568
Contributions and other					9,690,711	14,343	9,690,711	24,383
Transfers					(1,271,784)	1,271,784	-	-
Total general revenues and transfers					46,509,728	1,286,127	47,795,855	3,003,267
Change in net assets					(6,908,299)	200,814	(6,707,485)	1,829,078
Net assets (deficit), beginning, as previously reported					(9,476,942)	(3,534,867)	(13,011,809)	53,983,564
Prior period adjustment						924,370	924,370	
Net assets (deficit), beginning, as restated					(9,476,942)	(2,610,497)	(12,087,439)	53,983,564
Net assets (deficit), ending					(16,385,241)	(2,409,683)	(18,794,924)	\$ 55,812,642

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2003

	MAJOR FUNDS			NONMAJOR FUNDS	TOTAL
	GENERAL FUND	HEALTH AND HUMAN SERVICES FUND	LANDFILL TRUST FUND		
<u>ASSETS</u>					
Cash and cash equivalents	\$ 4,388,747	\$2,160,487		\$5,703,565	\$12,252,799
Investments			\$6,271,147		6,271,147
Due from other funds	3,573,106	41,938		1,300,000	4,915,044
Due from other governments	6,186,634	2,724,603		1,346,291	10,257,528
Real estate taxes receivable	5,836,432				5,836,432
TOTAL	\$19,984,919	\$4,927,028	\$6,271,147	\$8,349,856	\$39,532,950
<u>LIABILITIES AND FUND BALANCES (DEFICIT):</u>					
LIABILITIES:					
Accounts payable	\$12,926,005	\$1,936,166		\$2,725,514	\$17,587,685
Accrued expenses	1,179,547	470,778		115,973	1,766,298
Due to other funds	1,341,938	2,527,884			3,869,822
Due to component units	509,809				509,809
Deferred revenue	5,409,068	569,526		557,650	6,536,244
Tax anticipation note	7,131,600				7,131,600
Total liabilities	28,497,967	5,504,354		3,399,137	37,401,458
FUND BALANCES (DEFICIT):					
Reserved for:					
Debt service				1,961,948	1,961,948
Capital projects				884,308	884,308
Other specific purposes			\$6,271,147	2,104,463	8,375,610
Unreserved, undesignated	(8,513,048)	(577,326)			(9,090,374)
Total fund balances (deficit)	(8,513,048)	(577,326)	6,271,147	4,950,719	2,131,492
TOTAL	\$19,984,919	\$4,927,028	\$6,271,147	\$8,349,856	\$39,532,950

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2003

Total fund balances - governmental funds	\$ 2,131,492
Amounts reported for governmental activities in the statement of net assets are different because:	
Net assets (deficit) of the Internal Service Fund are included in governmental activities since they primarily benefit the County's governmental activities.	(1,570,319)
Capital assets used in governmental activities are not financial resources and are not reported in the governmental funds.	67,899,791
Real estate taxes receivable will not be collected soon enough to pay for the current period's expenditures and therefore are deferred in the governmental funds.	5,409,068
Long-term liabilities, including compensated absences, are not due and payable in the current period and, therefore, are not reported in the governmental funds.	(84,982,271)
Net pension obligation is included in the statement of net assets	(3,775,083)
A reserve for legal matters is included in the statement of net assets.	(125,000)
Accrued interest payable is included in the statement of net assets.	<u>(1,372,919)</u>
Total net assets (deficit) - governmental activities	<u>\$ (16,385,241)</u>

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003**

	MAJOR FUNDS			NONMAJOR FUNDS	TOTALS
	GENERAL FUND	HEALTH AND HUMAN SERVICES FUND	LANDFILL TRUST FUND		
REVENUES:					
Taxes	\$37,678,891				\$37,678,891
Payments in lieu of taxes	178,567				178,567
Licenses and permits	14,251				14,251
Grants	14,772,563	\$17,100,027		\$9,606,833	41,479,423
County charges and earnings	11,697,685	16,757,987		3,581,097	32,036,769
Court costs, fines and forfeitures	180,193			17,683	197,876
Interest and rent	220,189	15,009	\$202,476	59,144	496,818
Contributions and other	1,800,262	190	8,459,877	500,593	10,760,922
Total revenues	66,542,601	33,873,213	8,662,353	13,765,350	122,843,517
EXPENDITURES:					
Current:					
General government - administrative	11,040,094			52,981	11,093,075
General government - judicial	10,057,612			2,251,618	12,309,230
Public safety - corrections	20,918,678			2,403,613	23,322,291
Public works and enterprises	4,630,338			1,099,250	5,729,588
Human services	15,814,856	34,219,348		1,254,186	51,288,390
Culture and recreation	3,973,470			1,053,095	5,026,565
Conservation and development	760,328			3,860,345	4,620,673
Other	1,415,673		5,206	38,526	1,459,405
Debt service				6,411,316	6,411,316
Capital outlay				4,145,485	4,145,485
Total expenditures	68,611,049	34,219,348	5,206	22,570,415	125,406,018
Excess (deficiency) of revenues over (under) expenditures	(2,068,448)	(346,135)	8,657,147	(8,805,065)	(2,562,501)
Other financing sources (uses):					
Transfers in	2,573,781			8,687,399	11,261,180
Transfers out	(7,496,587)	(684,340)	(2,386,000)	(2,707,058)	(13,273,985)
Total other financing sources (uses)	(4,922,806)	(684,340)	(2,386,000)	5,980,341	(2,012,805)
Net change in fund balances	(6,991,254)	(1,030,475)	6,271,147	(2,824,724)	(4,575,306)
Fund balances (deficit), beginning	(1,521,794)	453,149	-	7,775,443	6,706,798
Fund balances (deficit), ending	\$ (8,513,048)	\$ (577,326)	\$6,271,147	\$4,950,719	\$2,131,492

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGE IN FUND BALANCE OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2003

Total net change in fund balances - governmental funds \$(4,575,306)

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

Net income of the Internal Service Fund is included in governmental activities since it primarily benefits the County's governmental activities. 57,898

Capital asset additions are reported as expenditures in the governmental funds. 1,408,698

Depreciation expense on capital assets is reported in the statement of activities. (4,117,940)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. This amount is the net change in revenue accrued between the prior and current year. 20,177

Repayment of long-term debt uses current financial resources and is reported in the governmental funds but not in the statement of activities. 2,377,981

Change in the net pension obligation. (2,368,005)

Increase in reserve for legal matters. (125,000)

Change in accrued interest on bonds payable. 44,650

Change in compensated absences. 368,548

Change in net assets of governmental activities \$(6,908,299)

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

BALANCE SHEET
 PROPRIETARY FUNDS
 DECEMBER 31, 2003

	BUSINESS-TYPE ACTIVITY ENTERPRISE FUND	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
<u>ASSETS</u>		
Current assets:		
Cash and cash equivalents	\$ 309,977	\$ 10,249
Investments		579,636
Accounts receivable	131,502	
Inventories	53,587	
Prepaid expenses		10,977
Total current assets	495,066	600,862
CAPITAL ASSETS	6,238,035	
DEFERRED CHARGES	55,192	
TOTAL	<u>\$6,788,293</u>	<u>\$ 600,862</u>
<u>LIABILITIES AND NET DEFICIT</u>		
Current liabilities:		
Current portion of:		
Bonds payable	\$ 905,000	
Capital lease obligation	116,771	
Accounts payable	453,591	
Claims payable		\$2,171,181
Accrued expenses	129,545	
Total current liabilities	1,604,907	2,171,181
BONDS PAYABLE	7,338,415	
CAPITAL LEASE OBLIGATIONS	254,654	
Total liabilities	<u>9,197,976</u>	<u>2,171,181</u>
NET DEFICIT:		
Invested in capital assets, net of related debt	(2,376,805)	
Unrestricted	(32,878)	(1,570,319)
Total net deficit	<u>(2,409,683)</u>	<u>(1,570,319)</u>
TOTAL	<u>\$6,788,293</u>	<u>\$ 600,862</u>

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET DEFICIT -
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2003

	BUSINESS-TYPE ACTIVITY ENTERPRISE FUND	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
OPERATING REVENUES,		
Charges for services	<u>\$ 4,287,380</u>	<u>\$ 1,065,842</u>
OPERATING EXPENSES:		
Operating services and supplies	3,830,476	
Depreciation and amortization	977,683	
Workers' compensation claims		793,682
Administrative		<u>225,842</u>
Total operating expenses	<u>4,808,159</u>	<u>1,019,524</u>
OPERATING (LOSS) INCOME	<u>(520,779)</u>	<u>46,318</u>
NONOPERATING REVENUES (EXPENSES):		
Interest income	14,343	11,580
Interest expense	<u>(564,534)</u>	
Nonoperating revenues (expenses), net	<u>(550,191)</u>	<u>11,580</u>
(LOSS) INCOME BEFORE TRANSFER IN	(1,070,970)	57,898
TRANSFER IN	<u>1,271,784</u>	<u>-</u>
NET INCOME	<u>200,814</u>	<u>57,898</u>
NET DEFICIT, BEGINNING, AS PREVIOUSLY REPORTED	(3,534,867)	(1,628,217)
PRIOR PERIOD ADJUSTMENT	<u>924,370</u>	
NET DEFICIT, BEGINNING, AS RESTATED	<u>(2,610,497)</u>	<u>(1,628,217)</u>
NET DEFICIT, ENDING	<u>\$(2,409,683)</u>	<u>\$(1,570,319)</u>

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

**STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
DECEMBER 31, 2003**

	BUSINESS-TYPE ACTIVITY ENTERPRISE FUND	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from users	\$4,259,807	\$ 1,065,842
Cash payments for goods and services	(3,706,386)	
Cash payments for insurance claims		<u>(1,100,842)</u>
Net cash provided by (used in) operating activities	<u>553,421</u>	<u>(35,000)</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:		
Purchase of capital assets	(181,022)	
Purchase of investments		(11,308)
Principal payments on bonds payable	(965,000)	
Principal payments on capital lease obligations	(111,433)	
Interest paid	<u>(526,802)</u>	
Net cash used in capital financing activities	<u>(1,784,257)</u>	<u>(11,308)</u>
CASH FLOWS PROVIDED BY NONCAPITAL FINANCING ACTIVITIES,		
Transfers in	<u>1,271,784</u>	<u>-</u>
CASH FLOWS PROVIDED BY INVESTING ACTIVITIES,		
Interest income	<u>14,344</u>	<u>11,580</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	55,292	(34,728)
CASH AND CASH EQUIVALENTS, BEGINNING	<u>254,685</u>	<u>44,977</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 309,977</u>	<u>\$ 10,249</u>
RECONCILIATION OF OPERATING (LOSS) INCOME TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Operating (loss) income	\$ (520,779)	\$ 46,318
Adjustments to reconcile operating (loss) income to net cash provided by operating activities:		
Depreciation and amortization	977,683	
Increase or decrease in:		
Accounts receivable	(27,573)	
Inventories	4,840	
Prepaid expenses	124,361	6,000
Accounts payable	5,733	
Accrued expenses	(10,844)	
Claims payable		<u>(87,318)</u>
Net cash provided by (used in) operating activities	<u>\$ 553,421</u>	<u>\$ (35,000)</u>

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

**STATEMENT OF FIDUCIARY NET ASSETS -
FIDUCIARY FUNDS
DECEMBER 31, 2003**

	PENSION TRUST FUND	AGENCY FUND
<u>ASSETS</u>		
Cash and cash equivalents	\$ 233,331	\$4,078,200
Accrued interest	322,701	
Investments, at fair value:		
Federated money market funds	3,285,096	
U.S. government securities	23,290,676	
Corporate bonds	6,999,165	
International bonds	324,900	
Notes and mortgages	1,552,603	
Common stocks	46,879,540	
Mutual funds	<u>9,692,293</u>	
Total investments	<u>92,024,273</u>	<u>-</u>
TOTAL	<u>\$92,580,305</u>	<u>\$4,078,200</u>
<u>LIABILITIES AND NET ASSETS</u>		
LIABILITIES:		
Due to other funds		\$1,045,221
Due to other governments		346,111
Other liabilities		<u>2,686,868</u>
Total liabilities		<u>\$4,078,200</u>
NET ASSETS,		
Held in trust for pension benefits	<u>\$92,580,305</u>	

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS -
PENSION TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2003

ADDITIONS:

Contributions by members \$ 3,239,213

Investment income:

Net appreciation in fair value of investments 16,931,301
Interest 904,354
Dividends 953,939
Investment expense (9,777)

Net investment income 18,779,817

Total additions 22,019,030

DEDUCTIONS,

Benefits paid 3,813,153

NET INCREASE 18,205,877

NET ASSETS AVAILABLE FOR PENSION BENEFITS:

Beginning 74,374,428

Ending \$92,580,305

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

COMBINING BALANCE SHEET -
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2003

	SCRANTON LACKAWANNA HEALTH AND WELFARE AUTHORITY	LACKAWANNA COUNTY LIBRARY SYSTEM	LACKAWANNA COUNTY REDEVELOPMENT AUTHORITY	LACKAWANNA COUNTY RIVER BASIN SEWER AUTHORITY	COUNTY OF LACKAWANNA TRANSIT SYSTEM AUTHORITY *	LACKAWANNA COUNTY RAILROAD AUTHORITY	MULTI-PURPOSE STADIUM AUTHORITY OF LACKAWANNA COUNTY	LACKAWANNA COUNTY PERFORMING ARTS CENTER AUTHORITY	TOTAL
ASSETS:									
Cash and cash equivalents	\$ 1,022,677	\$ 789,612	\$ 3,842,429	\$ 104,851	\$ 1,291,759	\$ 200,225	\$ 193,737	\$ 947,609	\$ 8,392,899
Restricted cash and cash equivalents		3,071		110,860	3,464,935			1,271	3,580,137
Investments	399,071	558,527		422,114					1,379,712
Restricted investments	35,413,912	472,340		7,102,889			900,701		43,417,502
Real estate taxes receivable			1,039,632		375,286	479,642			472,340
Due from other governments				2,749,315	539,472				1,894,560
Due from primary government									539,472
Accounts receivable							208,134		2,957,449
Inventories							168,673		168,673
Future rental receivable	237,823,879				7,462,357	15,255,370	17,811,768	9,205,974	237,823,879
Capital assets	18	3,486		17,353,847	76,877	11,943	1,538,669		67,780,368
Other assets				591,347					2,222,340
TOTAL	\$ 274,659,557	\$ 2,518,088	\$ 4,882,061	\$ 28,435,223	\$ 13,210,686	\$ 15,947,180	\$ 20,821,682	\$ 10,154,854	\$ 370,629,331
LIABILITIES:									
Accounts payable	\$ 1,401	\$ 7,756	\$ 1,047,781	\$ 377,193	\$ 155,501	\$ 376,167	\$ 243,285	\$ 3,000	\$ 2,222,086
Accrued expenses		5,130	256,509		262,096		136,828	65,478	728,041
Due to primary government							1,514,670		1,514,670
Due to other governments			104,799						104,799
Deferred revenues	35,413,912						742,045	1,333,333	2,117,473
Funds held in escrow									35,413,912
Long-term debt	1,420,347		10,525,759	6,552,316		833,250	6,985,617	7,551,767	32,448,709
Other liabilities				275,301	698,663				1,420,347
Compensated absences	237,823,879					48,809			1,022,773
Nonrecourse debt issues									237,823,879
Total liabilities	274,659,539	12,888	11,934,848	7,204,810	1,126,260	1,300,321	9,624,445	8,953,578	314,816,689
NET ASSETS (DEFICIT):									
Invested in capital assets,									
net of related debt		691,052		10,801,531	7,462,357	14,422,120	10,876,151	1,654,207	45,907,418
Restricted		3,071		7,213,749	3,464,935		900,701	1,271	11,583,727
Unrestricted	18	1,811,077	(7,052,787)	3,215,133	1,157,134	224,739	(579,615)	(454,202)	(1,678,503)
Total net assets (deficit)	18	2,505,200	(7,052,787)	21,230,413	12,084,426	14,646,859	11,197,237	1,201,276	55,812,642
TOTAL	\$ 274,659,557	\$ 2,518,088	\$ 4,882,061	\$ 28,435,223	\$ 13,210,686	\$ 15,947,180	\$ 20,821,682	\$ 10,154,854	\$ 370,629,331

* Presented as of June 30, 2003

See Notes to Financial Statements

COUNTY OF LACKAWANNA, PENNSYLVANIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS -
DISCRETELY PRESENTED COMPONENT UNITS -
FOR THE YEAR ENDED DECEMBER 31, 2003

	SCRANTON LACKAWANNA HEALTH AND WELFARE AUTHORITY	LACKAWANNA COUNTY LIBRARY SYSTEM	LACKAWANNA COUNTY REDEVELOPMENT AUTHORITY	LACKAWANNA COUNTY RIVER BASIN SEWER AUTHORITY	LACKAWANNA COUNTY OF TRANSIT SYSTEM AUTHORITY *	LACKAWANNA COUNTY RAILROAD AUTHORITY	MULTI-PURPOSE STADIUM AUTHORITY OF LACKAWANNA COUNTY	LACKAWANNA COUNTY PERFORMING ARTS CENTER AUTHORITY	TOTAL
OPERATING REVENUES:									
Charges for services	\$ 101,311	\$2,740,316		\$ 5,582,325	\$ 1,753,813	\$ 239,977	\$ 3,972,619	\$ 1,107,169	\$ 12,757,214
Real estate taxes			\$ 2,023,735						2,740,316
Tax incremental financing									2,023,735
Rental income	17,530,284	1,791,053	5,256,195	507,713	3,899,049	507,783	50,000		17,530,284
Grants		24,383	435,419		455,872	382,343			11,504,080
Other									1,805,730
Total operating revenues	17,631,595	4,555,752	7,715,349	6,090,038	6,108,734	1,130,103	4,022,619	1,107,169	48,361,359
OPERATING EXPENSES:									
Operating services and supplies		4,215,615	5,942,475	5,984,435	4,237,681	462,272	1,870,122	36,371	22,748,971
Depreciation and amortization	131,942		475,431		954,588	591,131	1,255,542	583,042	3,384,303
Administrative							1,212,473	53,933	1,873,779
Total operating expenses	131,942	4,215,615	6,417,906	5,984,435	5,192,269	1,053,403	4,338,137	673,346	28,007,053
OPERATING INCOME (LOSS)	17,499,653	340,137	1,297,443	105,603	916,465	76,700	(315,518)	433,823	20,354,306
NONOPERATING REVENUES (EXPENSES):									
Interest income	677,730		33,469	110,635	24,367	1,105	26,954	19,069	916,298
Interest expense	(13,925,590)	22,969	(552,196)	(270,654)			(254,045)	(514,363)	(15,516,850)
Other	(4,251,793)			327,117					(3,924,676)
Net nonoperating revenues (expenses)	(17,499,653)	22,969	(518,729)	167,098	24,367	1,105	(227,091)	(495,294)	(18,525,228)
NET INCOME (LOSS)	-	363,106	778,714	272,701	940,832	77,805	(542,609)	(61,471)	1,829,078
NET ASSETS (DEFICIT), BEGINNING,	18	2,142,094	(7,831,501)	20,957,712	11,143,594	14,569,054	11,739,846	1,262,747	53,983,564
NET ASSETS (DEFICIT), ENDING	18	\$2,505,200	\$ (7,052,787)	\$21,230,413	\$12,084,426	\$14,646,859	\$11,197,237	\$1,201,276	\$ 55,812,642

* Presented for the year ended June 30, 2003

See Notes to Financial Statements