COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF NET ASSETS
DECEMBER 31, 2004

	Governmental Activities	Business-Type Activities	Total	Component Units
CURRENT ASSETS:				
Cash	$ 42,693,149	$ 355,376	$ 43,048,525	$ 4,147,500
Restricted cash	-	-	-	3,933,511
Investments	6,968,750	-	6,968,750	2,207,607
Restricted investments	-	-	-	35,952,737
Accounts receivable, net	-	38,443	38,443	215,913,292
Inventory	-	84,895	84,895	135,380
Due from other governments	9,141,181	-	9,141,181	1,530,010
Due from component units	1,091,753	-	1,091,753	-
Due from primary govenrment	-	-	-	379,195
Prepaid expenses	19,033	-	19,033	-
Taxes receivable	6,763,082	-	6,763,082	288,901
Loans receivable	-	-	-	94,418
Other assets	-	-	-	2,242,995
Total Current Assets	66,676,948	478,714	67,155,662	266,825,546
DEFERRED CHARGES	-	440,370	440,370	-
CAPITAL ASSETS:				
Non-depreciable	4,825,666	1,404,000	6,229,666	67,069,249
Depreciable buildings, property, equipment and infrastructure, net	63,584,253	4,100,751	67,685,004	-
Total Capital Assets	68,409,919	5,504,751	73,914,670	67,069,249
	$ 135,086,867	$ 6,423,835	$ 141,510,702	$ 333,894,795

The accompanying notes are an integral part of these financial statements.

STATEMENT OF NET ASSETS (CONT'D)
DECEMBER 31, 2004

	Governmental Activities	Business-Type Activities	Total	Component Units
CURRENT LIABILITIES:				
Current portion of long-term debt:				
Bonds payable	$ 4,366,550	$ 213,279	$ 4,579,829	$ -
Capital lease obligations	-	122,369	122,369	-
Accounts payable	15,778,018	144,830	15,922,848	1,696,677
Accrued expenses	4,922,516	83,434	5,005,950	555,579
Due to component units	574,057	-	574,057	-
Due to primary government	-	-	-	3,254,957
Due to other governments	-	-	-	77,612
Deferred revenues	853,940	23,219	877,159	1,926,390
Funds held in escrow	-	-	-	27,641,215
Claims payable	2,287,165	-	2,287,165	-
Other liabilities	-	-	-	1,404,479
Total current liabilities	28,782,246	587,131	29,369,377	36,556,909
LONG-TERM DEBT, net of current portion:				
Bonds and notes payable	128,380,159	7,698,751	136,078,910	239,078,987
Unamortized bond premium	79,638	462,542	542,180	-
Capital lease obligations	-	131,829	131,829	-
OTHER LIABILITIES:				
Net pension obilgation	2,856,077	-	2,856,077	-
Compensated absences	4,306,346	-	4,306,346	1,097,144
Total liabilities	164,404,466	8,880,253	173,284,719	276,733,040
NET ASSETS (DEFICIT):				
Invested in capital assets, net of related debt	(5,460,919)	(2,683,649)	(8,144,568)	48,046,168
Restricted	36,785,580	-	36,785,580	12,655,902
Unrestricted	(60,642,260)	227,231	(60,415,029)	(3,540,315)
Total net assets (deficit)	(29,317,599)	(2,456,418)	(31,774,017)	57,161,755
	$ 135,086,867	$ 6,423,835	$ 141,510,702	$ 333,894,795

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2004

FUNCTION/PROGRAMS:	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Program Revenues: Total	Governmental Activities	Business-Type Activities	Total	Component Units
Governmental Activities:									
General government - administrative	$ 14,787,089	$ 3,202,799	$ 191,143	$ 15,800	$ 3,409,742	$ (11,377,347)	$ -	$ (11,377,347)	$ -
General Government - judicial	15,206,216	6,319,058	3,167,556	43,500	9,530,114	(5,676,102)	-	(5,676,102)	-
Public safety - corrections	26,940,387	2,451,899	1,217,024	-	3,668,923	(23,271,464)	-	(23,271,464)	-
Public works and enterprises	5,224,575	1,962,076	2,100,069	4,282,178	8,344,323	3,119,748	-	3,119,748	-
Health and human services	53,677,619	20,810,349	31,734,314	96,472	52,641,135	(1,036,484)	-	(1,036,484)	-
Culture and recreation	5,387,021	1,866,314	141,109	10,160	2,017,583	(3,369,438)	-	(3,369,438)	-
Conservation and development	6,120,716	105,845	2,812,737	-	2,918,582	(3,202,134)	-	(3,202,134)	-
Interest on long-term debt	6,175,239	-	-	-	-	(6,175,239)	-	-	-
Miscellaneous expense	3,162,047	256,696	292,192	581,913	1,130,801	(2,031,246)	-	(2,031,246)	-
Total Governmental Activities	136,680,909	36,975,036	41,656,144	5,030,023	83,661,203	(53,019,706)	-	(53,019,706)	-
Business-Type Activities:									
Enterprise Fund	4,205,265	3,299,821	-	-	-	-	(905,444)	(905,444)	-
Total Primary Government	$ 140,886,174	$ 40,274,857	$ 41,656,144	$ 5,030,023	$ 83,661,203	(53,019,706)	(905,444)	(53,925,150)	-
Component units:									
Scranton Lackawanna Health and Welfare Authority	$ (27,331,751)	$ 27,331,751	$ -	$ -					-
Lackawanna County Library System	(4,204,115)	-	1,091,772	-					(3,112,343)
Lackawanna County Redevelopment Authority	(6,538,662)	3,155,351	4,216,054	-					832,743
Lackawanna County River Basin Sewer Authority	(5,895,842)	6,182,166	-	1,181,839					1,468,163
County of Lackawanna Transit System Authority	(5,476,765)	1,943,566	2,434,323	527,284					(571,592)
Lackawanna County Railroad Authority	(1,062,844)	575,540	-	1,386,753					899,449
Multi-purpose Stadium Authority of Lackawanna County	(4,949,083)	3,874,156	-	30,000					(1,044,927)
Lackawanna County Performing Arts Center Authority	(1,162,613)	1,120,264	-	-					(42,349)
Total Component Units	$ (56,621,675)	$ 44,182,794	$ 7,742,149	$ 3,125,876					(1,570,856)
General revenues and transfers:									
Real estate taxes						39,436,036	-	39,436,036	2,838,055
Interest revenue						464,280	1,801	466,081	168,312
Contribution and other revenue						516,209	-	516,209	11,565
Transfers						(856,908)	856,908	-	-
Total general revenues and transfers						39,559,617	858,709	40,418,326	3,017,932
Change in net assets						(13,460,089)	(46,735)	(13,506,824)	1,447,076
Net assets (deficit), beginning as previously reported						(16,385,241)	(2,409,683)	(18,794,924)	55,812,642
Prior period adjustment						527,731	-	527,731	(97,963)
Net assets (deficit), as restated						(15,857,510)	(2,409,683)	(18,267,193)	55,714,679
Net assets (deficit), ending						$ (29,317,599)	$ (2,456,418)	$ (31,774,017)	$ 57,161,755

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

BALANCE SHEET - GOVERNMENTAL FUNDS DECEMBER 31, 2004

	General Fund	Health and Human Services Funds	Landfill Trust Fund	Non-Major Fund	Total
ASSETS:					
Cash	$ 6,351,982	$ 2,340,265	$ -	$ 32,733,268	$ 41,425,515
Investments	-	-	6,368,468	-	6,368,468
Due from other funds	3,192,174	-	-	81,508	3,273,682
Due from other governments	5,602,630	1,970,960	-	1,567,593	9,141,183
Due from component units	191,753	-	-	900,000	1,091,753
Taxes receivable	6,763,082	-	-	-	6,763,082
	$ 22,101,621	$ 4,311,225	$ 6,368,468	$ 35,282,369	$ 68,063,683
LIABILITIES:					
Accounts payable	$ 9,749,022	$ 1,275,216	$ -	$ 4,753,779	$ 15,778,017
Accrued liabilities	551,297	164,923	-	51,566	767,786
Due to other funds	-	2,077,056	-	-	2,077,056
Due to other component units	574,057	-	-	-	574,057
Deferred revenue	6,323,591	294,744	-	559,197	7,177,532
Total Liabilities	17,197,967	3,811,939	-	5,364,542	26,374,448
FUND BALANCES:					
Unreserved	4,903,654	-	-	-	4,903,654
Reserved for:					
Debt service	-	-	-	4,918,909	4,918,909
Capital projects	-	-	-	22,300,419	22,300,419
Other specific purposes	-	499,286	6,368,468	2,698,499	9,566,253
Total Fund Balances	4,903,654	499,286	6,368,468	29,917,827	41,689,235
	$ 22,101,621	$ 4,311,225	$ 6,368,468	$ 35,282,369	$ 68,063,683

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

RECONCILIATION OF BALANCE SHEET - GOVERNMENTAL FUNDS WITH THE STATEMENT OF NET ASSETS YEAR ENDED DECEMBER 31, 2004

Total Fund Balance		$ 41,689,235
Amounts reported 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.		(1,596,843)
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds.		
Capital assets	$ 127,730,087	
Accumulated depreciation	(59,320,168)	
		68,409,919
Deferred revenue in the governmental fund balance sheet includes accounts receivable balances that were not considered a current resource.		6,323,590
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:		
Notes and bonds payable	(132,746,709)	
Net pension obligation	(2,856,077)	
Compensated absences	(4,306,346)	
Unamortized bond premiums	(79,638)	
		(139,988,770)
A reserve for legal matters is included in the statement of net assets		(615,500)
Accrued interest payable is included in the statement of net assets		(3,539,230)
Total Net Assets		$ (29,317,599)

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2004

	General Fund	Health and Human Services Fund	Landfill Trust Fund	Non-Major Fund	Total
REVENUES:					
Taxes	$ 38,436,653	$ -	$ -	$ -	$ 38,436,653
Payments in lieu of taxes	84,860	-	-	-	84,860
Licenses and permits	14,424	-	-	-	14,424
Grants	17,337,997	17,808,700	-	11,424,798	46,571,495
County charges and earnings	10,965,688	19,127,877	-	5,147,119	35,240,684
Fines and forfeits	96,512	-	-	25,940	122,452
Interest and rents	251,597	14,288	137,296	47,908	451,089
Miscellaneous revenues	544,250	1,014	-	516,169	1,061,433
Total Revenues	67,731,981	36,951,879	137,296	17,161,934	121,983,090
EXPENDITURES:					
General government - administrative	12,488,120	-	-	97,862	12,585,982
General government - judicial	12,742,901	-	-	2,350,292	15,093,193
Public safety - corrections	23,409,419	-	-	2,391,430	25,800,849
Public works and enterprises	550,411	-	-	1,444,525	1,994,936
Health and human services	16,206,976	35,478,768	-	489,192	52,174,936
Culture and recreation	4,343,929	-	-	654,714	4,998,643
Conservation and development	747,778	-	-	5,016,394	5,764,172
Miscellaneous expense	851,434	-	39,975	3,054,130	3,945,539
Capital outlay	-	-	-	8,354,900	8,354,900
Total Expenditures	71,340,968	35,478,768	39,975	23,853,439	130,713,150
OTHER FINANCING SOURCES (USES):					
Proceeds from long-term debt	20,145,000	-	-	43,590,000	63,735,000
Bond issuance premiums	-	-	-	79,638	79,638
Operating transfers-in	4,157,963	-	-	33,006,019	37,163,982
Debt principal	-	-	-	(11,188,730)	(11,188,730)
Debt interest	-	-	-	(4,008,928)	(4,008,928)
Operating transfers-out	(7,277,274)	(677,947)	-	(30,065,669)	(38,020,890)
Total Other Financing Sources (Uses), net	17,025,689	(677,947)	-	31,412,330	47,760,072
EXCESS OF REVENUES OVER EXPENDITURES	13,416,702	795,164	97,321	24,720,825	39,030,012
FUND BALANCE (DEFICIT) - Beginning, as previously reported	(8,513,048)	(577,326)	6,271,147	4,950,719	2,131,492
Prior period adjustment	-	281,448	-	246,283	527,731
FUND BALANCE (DEFICIT) - Beginning, as restated	(8,513,048)	(295,878)	6,271,147	5,197,002	2,659,223
FUND BALANCE - Ending	$ 4,903,654	$ 499,286	$ 6,368,468	$ 29,917,827	$ 41,689,235

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

RECONCILIATION OF NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS WITH CHANGE IN NET ASSETS YEAR ENDED DECEMBER 31, 2004

Net Change in Fund Balance		$ 39,030,012
Amounts reported in the statement of activities are different because:		
Net income of the Internal Service Fund is in governmental activities since it primarily benefits the County's governmental funds.		(26,524)
Capital outlays to purchase or build capital assets are reported in the government funds as expenditures. However, for governmental activities those costs are shown in the combined statement of net assets and allocated over their estimated useful lives as annual depreciation in the combined statement of activities. This is the amount by which depreciation exceeds capital outlays in the period.		
Depreciation expense	$ (4,160,223)	
Capital outlays	4,670,351	
		510,128
In the statement of net change in fund balance non-exchange revenue is only recognized when measurable and available. Therefore any non-exchange balances collected past sixty days of the balance sheet date are not recognized as revenue until the period collected. This amount is the net change in revenue accrued between the prior and the current year.		914,524
Proceeds from long-term debt are considered a current financial resource and is reported in the the statement of change in fund balances but not in the statement of activities.		(63,735,000)

The accompanying notes are an integral part of these financial statements.

RECONCILIATION OF NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUNDS WITH CHANGE IN NET ASSETS (CONT'D) YEAR ENDED DECEMBER 31, 2004

Payments of long-term debt principal are considered a use of current financial resources and is reported in the the statement of change in fund balances but not in the statement of activities.	11,188,730
Proceeds from bond premiums are considered a current financial resource and is reported in the the statement of change in fund balances but not in the statement of activities.	(79,638)
Change in net pension obligation	919,006
Increase in reserve for legal matters	(490,500)
Change in accrued interest on bonds payable	(2,166,311)
Change in compensated absences	475,484
Change in net assets of governmental activities	$ (13,460,089)

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

BALANCE SHEET
PROPRIETARY FUNDS
DECEMBER 31, 2004

	Business - Type Activity Enterprise Fund	Governmental Activities Internal Service Fund	Total
CURRENT ASSETS:			
Cash	$ 355,376	$ 71,008	$ 426,384
Investments	-	600,282	600,282
Accounts receivable	38,443	-	38,443
Inventory	84,895	-	84,895
Prepaid expenses	-	19,033	19,033
Total Current Assets	478,714	690,323	1,169,037
CAPITAL ASSETS	5,504,751	-	5,504,751
DEFERRED CHARGES	440,370	-	440,370
	$ 6,423,835	$ 690,323	$ 7,114,158
CURRENT LIABILITIES:			
Current portion of:			
Bonds and notes payable	$ 213,279	$ -	$ 213,279
Capital lease obligations	122,369	-	122,369
Accounts payable	144,830	-	144,830
Claims payable	-	2,287,166	2,287,166
Deferred revenue	23,219	-	23,219
Accrued expenses	83,434	-	83,434
Total Current Liabilities	587,131	2,287,166	2,874,297
LONG-TERM DEBT, NET OF CURRENT PORTION:			
Bonds and notes payable	7,698,751	-	7,698,751
Capital lease obligations	131,829	-	131,829
UNAMORTIZED BOND PREMIUM	462,542	-	462,542
Total Liabilities	8,880,253	2,287,166	11,167,419

The accompanying notes are an integral part of these financial statements.

BALANCE SHEET
PROPRIETARY FUNDS (CONT'D)
DECEMBER 31, 2004

	Business - Type Activity Enterprise Fund	Governmental Activities Internal Service Fund	Total
FUND BALANCES:			
Invested in capital assets, net of debt	(2,683,649)	-	(2,683,649)
Unrestricted	227,231	(1,596,843)	(1,369,612)
Total Fund Balance	(2,456,418)	(1,596,843)	(4,053,261)
	$ 6,423,835	$ 690,323	$ 7,114,158

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET DEFICIT - PROPRIETARY FUNDS YEAR ENDED DECEMBER 31, 2004

	Business-Type Activity Enterprise Fund	Governmental Activities Internal Service Fund	Total
OPERATING REVENUES:			
Charges for services	$ 3,299,821	$ 1,053,224	$ 4,353,045
OPERATING EXPENDITURES:			
Operating services and supplies	3,140,234	-	3,140,234
Depreciation and amortization	848,730	-	848,730
Workers' compensation claims	-	800,228	800,228
Administrative	-	300,224	300,224
Total Expenditures	3,988,964	1,100,452	5,089,416
OPERATING LOSS	(689,143)	(47,228)	(736,371)
NONOPERATING REVENUES (EXPENSES):			
Interest income	1,801	20,704	22,505
Interest expense	(216,301)	-	(216,301)
Nonoperating revenues (expenses), net	(214,500)	20,704	(193,796)
LOSS BEFORE TRANSFERS	(903,643)	(26,524)	(930,167)
TRANSFERS-IN	1,366,664	-	1,366,664
TRANSFERS-OUT	(509,756)	-	(509,756)
CHANGE IN NET DEFICIT	(46,735)	(26,524)	(73,259)
NET DEFICIT - Beginning	(2,409,683)	(1,570,319)	(3,980,002)
NET DEFICIT - Ending	$ (2,456,418)	$ (1,596,843)	$ (4,053,261)

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2004

	Business-Type Activity Enterprise Fund	Governmental Activies Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net deficit	$ (46,735)	$ (26,524)
Adjustments to reconcile change in net deficit to net cash provided by operating activities:		
Depreciation and amortization	848,730	-
Operating transfers	(253,821)	-
Change in assets and liabilities:		
Accounts receivable	93,059	-
Inventories	(31,308)	-
Prepaid expenses	-	(8,056)
Accounts payable	(308,761)	-
Claims payable	-	115,984
Accrued expenses	(46,110)	-
Deferred revenue	23,219	-
Net Cash Provided By Operating Activities	278,273	81,404
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchase of capital assets	(115,647)	-
Payments on capital leases	(117,227)	-
Net Cash Used by Capital and Related Financing Activities	(232,874)	-
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of investments	-	(20,645)
NET INCREASE IN CASH	45,399	60,759
CASH - BEGINNING	309,977	10,249
CASH - ENDING	$ 355,376	$ 71,008

The accompanying notes are an integral part of these financial statements.

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONT'D) YEAR ENDED DECEMBER 31, 2004

	Business-Type Activity Enterprise Fund	Governmental Activies Internal Service Fund
SUPPLEMENTAL DISCLOSURES:		
Cash paid during the year for:		
Interest	$ 163,290	$ -
Schedule of noncash investing and financing activities:		
Refunding of 1994 bonds payable (increase to 2004 Series A bonds payable)	$ 8,625,000	$ -
Deferred amount on bond refunding (decrease to unamortized bond discount)	$ 381,585	$ -
Deferred amount on bond refunding (increase to unamortized bond premium)	$ 276,193	$ -

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
DECEMBER 31, 2004

	Pension Trust Fund	Agency Fund	Total
ASSETS:			
Cash and investments	$ 254,936	$ 3,456,851	$ 3,711,787
Accrued interest	470,133	-	470,133
	725,069	3,456,851	4,181,920
Investments, at fair value:			
Federated money market funds	1,623,991	-	1,623,991
U.S. government securities	27,949,206	-	27,949,206
Certificates of deposit	1,792,700	-	1,792,700
Corporate bonds	6,877,069	-	6,877,069
International bonds	415,235	-	415,235
Notes and mortgages	1,913,067	-	1,913,067
Common stocks	51,083,579	-	51,083,579
Mutual funds	11,468,798	-	11,468,798
Total investments	103,123,645	-	103,123,645
	$ 103,848,714	$ 3,456,851	$ 107,305,565
CURRENT LIABILITIES:			
Due to other funds	$ -	$ 1,169,461	$ 1,169,461
Other liabilities	-	2,287,390	2,287,390
Total Liabilities	-	3,456,851	3,456,851
NET ASSETS:			
Held in trust for pension benefits	103,848,714	-	103,848,714
	$ 103,848,714	$ 3,456,851	$ 107,305,565

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2004

	Pension Trust Fund	Agency Fund	Total
ADDITIONS:			
Contributions:			
Contributions by members	$ 3,441,988	$ -	$ 3,441,988
Employer contributions	3,911,821	-	-
Total contributions	7,353,809	-	3,441,988
Investment income:			
Net appreciation in fair value of investments	5,826,659	-	5,826,659
Interest	1,490,679	-	1,490,679
Dividends	1,067,111	-	1,067,111
Investment expense	(37,395)	-	(37,395)
Net investment income	8,347,054	-	8,347,054
Total additions	15,700,863	-	15,700,863
DEDUCTIONS:			
Retirement benefits paid	2,890,759	-	2,890,759
Participant contributions refunded	694,589	-	694,589
Death benefits paid	435,739	-	435,739
Administrative expenses	411,367	-	411,367
Total deductions	4,432,454	-	4,432,454
Net increase	11,268,409	-	11,268,409
FUND BALANCE - Beginning	92,580,305	-	92,580,305
FUND BALANCE - Ending	$ 103,848,714	$ -	$ 103,848,714

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

COMBINING BALANCE SHEET
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2004

	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	$ 534,469	$ 40,869	$ 1,529,380	$ 143,501	$ 359,264	$ 397,062	$ 124,574	$ 1,018,381	$ 4,147,500
Restricted cash	-	3,110	-	173,883	3,711,231	-	-	45,287	3,933,511
Investments	871,510	697,116	-	-	638,981	-	-	-	2,207,607
Restricted investments	27,641,215	-	-	7,407,913	-	-	903,609	-	35,952,737
Real estate taxes receivable	-	288,901	-	-	-	-	-	-	288,901
Due from others	-	-	22,839	-	10,220	-	-	-	33,059
Due from other governments	-	-	-	-	852,575	96,185	-	-	948,760
Due from primary government	-	-	-	-	379,195	-	-	-	379,195
Accounts receivable	-	69,192	881,652	3,291,704	-	67,977	166,149	-	4,476,674
Grants receivable	-	-	581,250	-	-	-	-	-	581,250
Loans receivable	-	-	94,418	-	-	-	-	-	94,418
Inventory	-	-	-	-	-	-	135,380	-	135,380
Future rental receivable	211,403,559	-	-	-	-	-	-	-	211,403,559
Capital assets	-	713,748	-	18,016,357	6,666,003	16,086,406	16,973,242	8,613,493	67,069,249
Other assets	16	467,999	-	-	106,991	68,388	1,599,601	-	2,242,995
	$ 240,450,769	$ 2,280,935	$ 3,109,539	$ 29,033,358	$ 12,724,460	$ 16,716,018	$ 19,902,555	$ 9,677,161	$ 333,894,795
LIABILITIES:									
Accounts payable	$ -	$ 103,906	$ 614,291	$ 258,317	$ 108,302	$ 205,942	$ 404,786	$ 1,133	$ 1,696,677
Accrued expenses	1,500	11,083	27,046	-	352,187	-	99,970	63,793	555,579
Due to primary government	-	-	18,871	-	-	-	3,236,086	-	3,254,957
Due to other governments	-	-	77,612	-	-	-	-	-	77,612
Deferred revenues	-	-	-	-	-	89,916	669,808	1,166,666	1,926,390
Funds held in escrow	27,641,215	-	-	-	-	-	-	-	27,641,215
Long-term debt	-	-	8,577,348	5,698,280	-	824,000	5,307,151	7,268,649	27,675,428
Other liabilities	1,404,479	-	-	-	-	-	-	-	1,404,479
Compensated absences	-	-	-	299,378	748,957	48,809	-	-	1,097,144
Nonrecourse debt issues	211,403,559	-	-	-	-	-	-	-	211,403,559
Total liabilities	240,450,753	114,989	9,315,168	6,255,975	1,209,446	1,168,667	9,717,801	8,500,241	276,733,040
NET ASSETS (DEFICIT):									
Invested in capital assets, net of related debt	-	713,748	-	12,318,077	6,666,003	15,262,406	11,741,091	1,344,843	48,046,168
Restricted	-	91,810	-	7,581,796	4,033,400	-	903,609	45,287	12,655,902
Unrestricted	16	1,360,388	(6,205,629)	2,877,510	815,611	284,945	(2,459,946)	(213,210)	(3,540,315)
Total net assets (deficit)	16	2,165,946	(6,205,629)	22,777,383	11,515,014	15,547,351	10,184,754	1,176,920	57,161,755
	$ 240,450,769	$ 2,280,935	$ 3,109,539	$ 29,033,358	$ 12,724,460	$ 16,716,018	$ 19,902,555	$ 9,677,161	$ 333,894,795

*Presented as of June 30, 2004

The accompanying notes are an integral part of these financial statements.

COUNTY OF LACKAWANNA, PENNSYLVANIA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2004

	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
OPERATING REVENUES:									
Charges for services	$ 90,060	$ -	$ -	$ 5,822,419	$ 1,943,566	$ 395,632	$ 3,874,156	$ 1,120,264	$ 13,246,097
Real estate taxes	-	2,838,055	-	-	-	-	-	-	2,838,055
Tax incremental financing	-	-	2,263,933	-	-	-	-	-	2,263,933
Rental income	26,523,286	-	-	-	-	146,238	-	-	26,669,524
Grants	-	1,091,772	4,216,054	-	2,509,253	1,386,753	-	-	9,203,832
Other	58,053	11,576	891,407	359,747	452,354	33,470	30,000	-	1,836,607
Total operating revenues	26,671,399	3,941,403	7,371,394	6,182,166	4,905,173	1,962,093	3,904,156	1,120,264	56,058,048
OPERATING EXPENSES:									
Operating services and supplies	-	4,204,115	4,947,003	4,385,677	4,807,619	442,154	1,229,748	49,441	20,065,757
Depreciation and amortization	-	-	-	1,259,087	653,899	620,690	1,186,415	596,254	4,316,345
Administrative	129,268	-	1,156,783	-	15,247	-	2,344,152	16,109	3,661,559
Total operating expenses	129,268	4,204,115	6,103,786	5,644,764	5,476,765	1,062,844	4,760,315	661,804	28,043,661
OPERATING INCOME (LOSS)	26,542,131	(262,712)	1,267,608	537,402	(571,592)	899,249	(856,159)	458,460	28,014,387
NONOPERATING REVENUES (EXPENSES):									
Interest income	660,350	21,419	14,426	78,807	2,180	1,043	32,444	17,993	828,662
Interest expense	(12,595,615)	-	(434,876)	(251,078)	-	-	(188,768)	(500,809)	(13,971,146)
Other	(14,606,868)	-	-	1,181,839	-	200	-	-	(13,424,829)
Net nonoperating revenues (expenses)	(26,542,133)	21,419	(420,450)	1,009,568	2,180	1,243	(156,324)	(482,816)	(26,567,313)
NET INCOME (LOSS)	(2)	(241,293)	847,158	1,546,970	(569,412)	900,492	(1,012,483)	(24,356)	1,447,074
NET ASSETS (DEFICIT), BEGINNING, as originally stated	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
Prior period adjustment	-	(97,961)	-	-	-	-	-	-	(97,961)
NET ASSETS (DEFICIT), BEGINNING as reinstated	18	2,407,239	(7,052,787)	21,230,413	12,084,426	14,646,859	11,197,237	1,201,276	55,714,681
NET ASSETS (DEFICIT), ENDING	$ 16	$ 2,165,946	$ (6,205,629)	$ 22,777,383	$ 11,515,014	$ 15,547,351	$ 10,184,754	$ 1,176,920	$ 57,161,755

*Presented as of June 30, 2004

The accompanying notes are an integral part of these financial statements.