COUNTY OF BUCKS, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2017

Prepared by the Office of the Controller
Neale Dougherty, Controller

Neale Dougherty
Controller
County of Bucks, Pennsylvania

Bucks County
Administration Building
Doylestown, Pennsylvania

INTRODUCTORY SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

TABLE OF CONTENTS

Page(s)

INTRODUCTORY SECTION:

Table of Contents ..... I - IV
Letter of Transmittal ..... V - XI
Controller's Office Mission Statement XII
Certificate of Achievement for Excellence in Financial Reporting XIII
Organization Chart XIV
Principal Officials XV
Map of Bucks County XVI

FINANCIAL SECTION:

Independent Auditors' Report ..... 1 - 3
Management's Discussion and Analysis ..... 5 - 14
Basic Financial Statements:
Government-wide Financial Statements:
Statement of Net Position 15
Statement of Activities 16

Fund Financial Statements:

Governmental Funds:
Balance Sheet – Governmental Funds ..... 18 - 19
Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Statement of Net Position 20
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds ..... 22 - 23
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-wide Statement of Activities 24

Fiduciary Funds:
Statement of Fiduciary Net Position – Fiduciary Funds 25
Statement of Changes in Fiduciary Net Position – Pension Trust Fund - Fiduciary Funds 26

Component Units:
Combining Statement of Net Position – Component Units ..... 28 - 29
Combining Statement of Activities – Component Units ..... 30 - 31

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

TABLE OF CONTENTS
(Continued)

	Notes	Page(s)
FINANCIAL SECTION:		
Notes to the Financial Statements:		
Summary of Significant Accounting Policies	1	33 - 40
Reporting Entity	2	40 - 42
Component Units - Summary of Significant Accounting Policies	3	42 - 44
Deposits and Investment Risk	4	44 - 48
Component Units - Deposits and Investments	5	48 - 49
Real Estate Taxes Receivable	6	49
Intergovernmental Receivables	7	49
Capital Assets	8	49 - 50
Component Units – Capital Assets	9	50 - 51
Employes' Retirement Systems	10	51 - 56
Component Units - Employes' Retirement System	11	56 - 57
Self-Insurance Program	12	57 - 58
Long-term Obligations	13	58 - 61
Advance Refunding	14	61
Component Units - Long-term Obligations	15	62 - 64
Interfund Receivables and Payables	16	65
Transfers In/Out Reconciliation	17	66
Fund Balance	18	66 - 67
Related Party Transactions	19	67
Commitments and Contingencies	20	67
Component Units - Commitments and Contingencies	21	68
Litigation	22	68
Debt Service Fund/Fund Balance	23	69
Restatement of Net Position	24	69
Subsequent Events	25	69
Required Supplementary Information:		
Bucks County Employes' Retirement System:		
Schedule of Pension Liability and Plan Fiduciary Net Position		71
Schedule of County Contributions		72
Schedule of Investment Returns		73
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:		
General Fund		74 - 76
Behavioral Health Services Fund		77
Children and Youth Services Fund		78 - 79
Mental Health/Developmental Programs Fund		80

COUNTY OF BUCKS, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

TABLE OF CONTENTS
(Continued)

Page(s)

FINANCIAL SECTION:

Other Supplementary Information:

Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Funds:
Description of Funds - Nonmajor Governmental Funds 81
Combining Balance Sheet - Nonmajor Governmental Funds ..... 82 -83
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds ..... 84 - 85

Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:
Area Agency on Aging Fund ..... 86 - 87
Bridge Reconstruction Fund 88
Community and Business Development Fund 89
Emergency Response 911 Fund 90
Hazardous Material Emergency Response Fund 91
HOME Fund 92
Liquid Fuels Tax Fund 93
Neshaminy Manor Fund ..... 94 - 95
2005 Series Bond Fund 96
2011 Series Bond Fund 97
2013 Series Bond Fund 98
2015 Notes Capital Acquisition Fund 99
Open Space Project Fund 100
Miscellaneous Capital Projects Fund 101

Major Governmental Funds:
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual:
Debt Service Fund 102
2016 Series Bond Fund 103

Combining Statement of Change in Assets and Liabilities – All Agency Funds 105-110

Capital Assets Used in the Operation of Governmental Funds:
Schedule of Capital Assets by Function and Activity 112-113
Schedule of Changes in Capital Assets by Function and Activity 114
Schedule of County General Obligations Payable 116-117

COUNTY OF BUCKS, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017

TABLE OF CONTENTS
(Continued)

	Schedule	Page(s)
STATISTICAL SECTION:		
Financial Trends		
Statistical Section Contents		119
Net Position by Component	1	121
Changes in Net Position	2	122-123
Fund Balances, Governmental Funds	3	124-125
Changes in Fund Balances, Governmental Funds	4	126-127
Revenue Capacity		
Tax Revenue by Source, Governmental Funds	5	128
Assessed Value and Estimated Actual Value of Taxable Real Estate Property	6	130-131
Property Tax Rates – Direct and Overlapping Governments	7	132-133
Principal Property Taxpayers	8	134
Property Tax Levies and Revenues	9	135
Debt Capacity		
Ratios of Outstanding Debt	10	136
Ratios of General and Lease Rental Debt Outstanding	11	137
Direct and Overlapping Governmental Activities Debt	12	138-139
Legal Debt Margin Information	13	140-141
Demographic and Economic Information		
Demographic and Economic Statistics	14	142
Principal Employers	15	143
Operating Information		
Full-time Equivalent County Government Employees by Function	16	144-145
Operating Indicators by Function	17	146-147
Capital Asset Statistics by Function	18	148

CONTROLLER'S OFFICE

COUNTY OF BUCKS

Administration Building
55 East Court Street, Doylestown, PA 18901-4318
(215) 348-6435 • Fax (215) 348-6107

June 25, 2018

To the citizens of Bucks County, Pennsylvania:

The comprehensive annual financial report of the County of Bucks, Pennsylvania for the fiscal year ended December 31, 2017, is hereby submitted. Responsibility for both the completeness and fairness of the data and its presentation, including all disclosures, rests with the County's management. The County has implemented the Governmental Accounting Standards Board's Statement No. 34 "Basic Financial Statements and Management Discussion and Analysis – for State and Local Governments." To the best of my knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the County in accordance with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The comprehensive annual financial report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended December 31, 2016, the County's organizational chart and a list of the County's principal officials. The financial section includes the independent auditors' report, Management's Discussion and Analysis, the basic financial statements, required supplementary information and the combining and individual fund financial statements and schedules for the year ended December 31, 2017. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to compliment MD&A and should be read in conjunction with it. The County of Bucks MD&A is immediately following the report of the independent auditors.

The County of Bucks, one of the three original counties founded by William Penn in 1682, consists of fifty-four municipalities with a population of approximately 628,341 residing in 614 square miles. Since January 1, 1992 the County has operated under the provisions of the Second Class A County Code as enacted by the General Assembly of the Commonwealth of Pennsylvania.

A three member Board of County Commissioners performs all of the County's legislative and executive functions. The Controller is elected as the County's Chief Financial Officer and supervises the fiscal affairs of the County. The Treasurer is elected to receive and receipt all monies due or accruing to the County including the deposit and investing of surplus funds. The Court of Common Pleas is part of the Unified Judicial System provided for by the Pennsylvania Constitution. Court related row offices include the Coroner, Clerk of Courts, District Attorney, Prothonotary, Recorder of Deeds, Register of Wills and Sheriff.

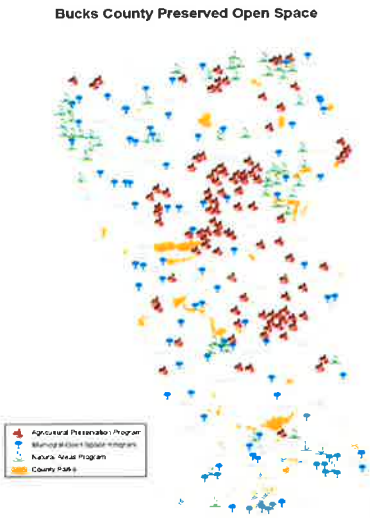
This report includes all funds of the County. The County provides a full range of human services that include the operation of a nursing facility, county-wide health services, park system and judicial system. In addition to general County activities, the Commissioners have financial accountability for the Bucks County Community College, the Bucks County Community College Authority, the Bucks County Free Library, the Bucks County Drug and Alcohol Commission, Inc., the Bucks County Airport Authority, and the Bucks County Housing Authority. Therefore, these component units are included in the reporting entity. The County Commissioners are also responsible for appointing the members of the boards of a number of other authorities and advisory boards, but the County's accountability for these organizations does not extend beyond the appointments. (See Note 2 to the financial statements.)

ECONOMIC CONDITION AND OUTLOOK

The County of Bucks is located in the southeastern part of Pennsylvania in the Washington/Boston corridor. It continues to grow along with the neighboring counties in Pennsylvania and New Jersey that make up the Philadelphia metropolitan area. Although the national economy affects Bucks County and the region, the County's 4.2% unemployment rate compared favorably to the statewide rate of 4.9% and the national rate of 4.4% at December 31, 2017. Bucks County's location, and the diversity of its labor force and employment base, will continue to make it attractive to businesses throughout this decade.

COUNTY OPEN SPACE PROGRAM

Bucks County continues to be one of Pennsylvania's fastest growing counties. In November 1995, a twenty-four member Open Space/Farmland Preservation Task Force was created "to develop a practical plan to protect in perpetuity those natural resource areas and farmlands deemed essential to preserve the unique character of Bucks County."



The Bucks County Open Space Program continues to play a large role in the preservation of land in the County. Unique to the Delaware Valley Region, the program's successes are due to a diversity of open space and farmland preservation funding opportunities. The program has provided residents and municipalities with the best available funding and technical assistance for open space and farmland preservation.

Implementation of the Open Space Program was divided into four main components: the Agricultural Land Preservation Program, the Parkland Acquisition Program, the Municipal Open Space Program, and the Natural Areas Program. Each component receiving funds through the program has specific criteria for the preservation of land in the County of Bucks.

The achievements of the Open Space Program for the year 2017 are as follows:

- *Farmland preservation* – In July 2017, the Board of County Commissioners joined Bucks County farm owners who have previously preserved their properties through the Bucks County Agricultural Land Preservation program to celebrate a significant milestone of preserving the 200th farm. The purpose of the County's Agricultural Land Preservation Program is to continue to protect the future of a viable agricultural community while allowing a farmer to pass on the family farm, and expand or improve the farm operation or sell the farm to another for continued agricultural production. The landowner retains ownership of the land, including the right to farm the land or to sell the land. The County remains the leader among Pennsylvania counties in entering into partnerships with municipalities in acquiring agricultural conservation easements.

- Since its formation in 1989, Bucks County farmland preservation has preserved 206 farms totaling over 16,500 acres through the use of agricultural conservation easements. A new addition to the program was the Patterson farm located in Lower Makefield Township. The 183 acre farm is actively producing corn, soybean and pumpkins. The Patterson farm is a signature farm for Lower Bucks County and is comprised of some of Pennsylvania's most fertile soils.

The Patterson Farm
Lower Makefield Township

- The Bucks County Agricultural Land Preservation Program is regulated by the Pennsylvania Department of Agriculture, Bureau of Farmland Preservation and governed by Pennsylvania Act 43 as well as County guidelines. The program utilizes funds from state, county, and local governments to purchase conservation easements on productive farmland. Farms considered for preservation are prioritized according to soil quality, location, conservation practices, and threat of development.

- *Parkland acquisition* - Bucks County has an ongoing goal of acquiring land in order to reduce parkland deficits, and to expand and create regional parks. The establishment of parks to connect population centers and disjointed parkland tracks in areas such as stream valleys and other natural corridors will make it possible to create recreational areas for hiking, jogging, biking, and other similar recreational activities. The County's goal is to develop as many useful and enjoyable trails along these corridors as possible, allowing residents, and tourists alike to use the County park system, for enjoyment of outdoor activities such as picnicking, hiking, walking, bicycling, fishing, and boating. The county consists of nine extensive park systems including: Core Creek, Lake Towhee, Peace Valley, Playwicki, Ringing Rocks, Silver Lake, Stover-Myers Mill, Tinicum, and Tohickon Valley totaling over 8,500 acres.

- *Municipal open space* - The Municipal Open Space Program offers local governments an alternative opportunity to preserve farmland that may not meet the standards of the Agricultural Land Preservation Program. Each open space plan details a municipality's resources suitable for preservation and the steps needed to protect them. All of the 54 municipalities have completed an open space plan, a prerequisite to participate in the County program. The Bucks County municipal governments have together protected over 3,713 acres of open space. All properties preserved with County funds are restricted from further development through the use of deed restrictions or conservation easements. Municipalities continue to use the Municipal Open Space Program as a vital way to plan for the preservation of their resources.

- *Natural areas* - The Natural Areas Program, under the umbrella of the Bucks County Open Space Program, has completed 111 projects, protecting over 4,000 acres. The Natural Areas Program provides financial assistance to protect significant examples of biological diversity throughout the County. The Natural Areas Inventory of Bucks County identifies 13 conservation landscapes that represent Bucks County's natural diversity including wildlife habitat, streams, forests, wetlands, unique geological formations and more. Parcels within these areas are field assessed for ecological importance and conservation value. Funding through the program is available to municipalities and land trusts and may be used to acquire conservation easements on privately owned land as well as fee simple purchases that ensure perpetual natural resource protection.

YEAR IN REVIEW

The year 2017 represents a vibrant time of capital growth, service excellence and fiscal prudence.

- On January 24, 2017, the County Commissioners joined President Judge Jeffrey L. Finley and District Attorney Matthew Weintraub and members of the Adult Probation, Juvenile Probation and County Detective offices to cut the ceremonial ribbon on the refurbished building that will be home to the County Detectives, Adult Probation and Juvenile Probation offices. The building will be the work headquarters for approximately 160 County employees in three departments. It features high-security elements, interview and cybersecurity rooms, and an open-space work station concept for employees. It also includes new telephone and information technology equipment and it is part of the County's ongoing effort to centralize services in the Doylestown Borough government complex.

- On May 15, 2017, the Bucks County Sheriff's Department completed its second Sheriff's Citizen Academy. The academy is a class that is designed to offer an insight to the citizens of Bucks County of the training and duties performed by the Bucks County Sheriff's Office. The academy demonstrates the basic training the duties must complete prior to working as a Sheriff's deputy.

- In June 2017, Bucks County Commissioner Vice Chairman Robert G. Loughery joined President Donald Trump, Vice President Mike Pence, members of their cabinet and staff and a bipartisan group of approximately 30 governors, mayors and county officials from around the nation for a White House Infrastructure Summit. The event was part of the White House Infrastructure Week working with state and local leaders to assess and improve the United States' infrastructure. During the event, Commissioner Loughery participated in working sessions and roundtable discussions exploring the topics of rural infrastructure, permitting reform and expediting infrastructure, transformative projects, water infrastructure, transportation infrastructure and energy infrastructure.

- In July 2017, Bucks County Register of Wills, Don Petrille, was elected as the President of The Register of Wills and Clerks of the Orphans' Court Association of Pennsylvania at their annual conference in Gettysburg, Pennsylvania. The new post is a high honor for the second term row officer to help his peers influence probate and adoption policies, as well as streamline judicial procedures across the Commonwealth.

- In August 2017, The Commissioners, acting on the recommendations of the Bucks County Prison Oversight Board and its Long-Range Planning Committee, approved the conceptual design of a new Women's Corrections Center within the secure perimeter of the Bucks County Correctional Facility. The new unit will include 300 beds designated for female offenders and will allow the Department of Corrections to add 90 medium security beds and other security enhancements at the current Men's Community Corrections Center.

- On October 28, 2017, Bucks County had another successful medication collection event. Law enforcement officers collected unneeded, unused and expired prescription and over-the-counter medications for safe disposal at 51 locations throughout the County. Collection totals exceeded 10,125 pounds, bringing the total-to-date of 98,664 pounds, over 49 tons, since 2010 when collections began in the County. The event's success reflects a true partnership among county-wide entities and local community businesses and coalitions.

- The County once again held a successful annual Household Hazardous Waste Collection Program. This was the fifteenth year the five southeastern Pennsylvania counties have worked together to sponsor a regional program. Bucks County's program consisted of five different hazardous waste drop off points throughout the County. The regional household hazardous waste collection program provides an opportunity for residents to properly dispose of many materials that are not able to be disposed by any other means, thereby keeping these products from contaminating our water supplies or soil. This year's collection had 4,223 County participants with 297,236 pounds of material collected which is an average of 70 pounds of material per participant.

FINANCIAL INFORMATION

Internal Control Structure. Management of the County of Bucks is responsible for establishing and maintaining an internal control structure that is designed to ensure that the assets of the County are protected from loss, theft or misuse, that transactions are executed in accordance with management's integrity, and to ensure that adequate accounting data is compiled to allow for preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management. An integral function of the Controller's Office Internal Audit staff is to test the design and effectiveness of the internal control structure.

Single Audit. As a recipient of Federal and State financial assistance, the County is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management and the internal audit staff of the County.

As part of the County's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to Federal financial assistance programs, as well as to determine that the County has complied with applicable laws and regulations. Historically, the results of the County's single audits have indicated no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgeting Controls. The County maintains budgetary controls, the objective of which is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Commissioners. Activities of the general fund, special revenue funds, debt service fund and capital projects funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by departmental classification. The County also maintains an encumbrance accounting system as an additional technique of budgetary control. Encumbrances are liquidated at year-end. Encumbrances generally are not reappropriated as part of the following year's budget, except for capital projects.

Financial Policies. As demonstrated by the statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management. The County budgetary guidelines were for all County departments to keep the level of service without increasing expenditures. Each department was tasked to maintain departmental expenditures with little or no increase in 2017.

The County has obtained an "Aaa" rating from Moody's Investors Service and obtained an "AAA" rating from Standard and Poor's Corporation on general obligation issues.

Cash Management. Cash temporarily idle during the year was held in interest bearing demand deposits or invested in certificates of deposit and repurchase agreements. The Pension Trust Fund's investment portfolio also includes corporate bonds, stocks and mutual funds. The average yield on cash and investments in the governmental fund types was .92% Interest earnings for the governmental activities totaled $1,097,548 in 2017.

The County's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, 99.98% of all deposits were either insured by federal depository insurance or collateralized. Deposits are collateralized by a pledge or assignment of assets pursuant to Act No. 72 of the General Assembly of the Commonwealth of Pennsylvania.

Risk Management. During 2017, the County continued a self-insurance program for medical benefit coverage and hospitalization, workers' compensation, general liability and auto liability. As part of this comprehensive program, resources are being accumulated in the general fund to fund current costs as well as potential future liabilities. Excess coverage is currently maintained with a third party for workers' compensation and auto liability.

HIGHLIGHTED DEPARTMENT

Each year, the County selects a department to highlight for its accomplishments and efforts. This year, the County has chosen to focus on the District Attorney's Office.

The District Attorney is the chief law enforcement official in Bucks County, charged with seeking justice for victims of crime, prosecuting criminals and protecting law-abiding citizens. The office has authority over all criminal investigations and prosecutions in the county, including final say over whether a crime has occurred, who is charged and who is not.

Such decisions, often life-changing for victims, defendants and their families, are taken quite seriously by District Attorney Matthew D. Weintraub and his employees. A career prosecutor, Weintraub was appointed in September 2016 by the Bucks County Board of Judges in September 2016 to succeed retired D.A. David W. Heckler, and was elected by the public in November 2017 to a full, four-year term.

The District Attorney's Office currently has 98 full-time and part-time employees – 39 attorneys, 23 county detectives and 36 additional office staffers – operating on an annual budget of approximately $4.9 million. Offices of attorneys and support staff are on the second floor of the Bucks County Justice Center in Doylestown, while detectives occupy the county's refurbished building at 30 East Court Street.

In 2017, the District Attorney was responsible for 9,384 criminal cases filed against adult defendants at the district court level, as well as 501 juvenile court petitions, innumerable appellate matters and criminal investigations that concluded without charges being filed.

Under normal circumstances this makes for a fast-paced environment, but 2017 was far from normal, with an unusual run of high-profile criminal cases grabbing public attention and straining office resources.

It began in January 2017 with the arrest of a mother and her paramour for the murder of 14-year-old Grace Packer in Richland. In February, William Thomas of Falls Township received 60 to 120 years for raping six girls over the past 20 years. In March, a grand jury investigation dismantled a $1 million per year Quakertown-area heroin ring, with all 14 defendants eventually convicted. Summer brought convictions in the 1984 murder of 14-year-old Barbara Rowan of Bensalem, which had gone unsolved for three decades. And Lee Kaplan, a Feasterville man who sexually assaulted six girls from a Lancaster County family, was convicted and imprisoned for up to 87 years.

Intense media scrutiny attended each of these cases, yet nothing approached the national spotlight trained on Solebury Township during a brutally hot week in July. Four young area men went missing over a two-day period and were found, shot to death and buried, on a sprawling rural tract off of Route 202. D.A. Weintraub and county detectives, joined by investigators and first responders from throughout the county, worked nonstop for five days in 90-degree heat to find the victims and solve the case.

Crews from CNN, The New York Times and myriad other national, regional and local news organizations hovered near the Solebury farm, where Weintraub gave twice-daily briefings to reporters. The District Attorney's social media news platforms recorded close to a half-million original views that week, which ended with all four bodies recovered and two suspects charged with the murders. One, Cosmo DiNardo, has pleaded guilty and is serving life in prison; his alleged accomplice is awaiting trial.

Amid this onslaught of high-profile crimes, Weintraub made innovations aimed at stemming drug crimes, addiction and gun violence, and sought to improve his office's dialogue with the public it serves.

Convinced that at least 80 percent of the county's crimes stem from substance abuse and addiction – and alarmed by the opioid epidemic that last year claimed 232 lives in Bucks – Weintraub obtained county funding to assemble a new, six-detective Drug Strike Force to pursue high-level drug dealers and suppliers.

Equally convinced that the county cannot simply arrest its way out of the opioid crisis, Weintraub and his office actively support community prevention, education and treatment efforts led by the Bucks County Drug and Alcohol Commission and other organizations. Weintraub personally speaks at scores of schools and after-hours community forums and workshops each year, sending deputy prosecutors in his stead when he cannot attend.

The county's collection program for expired or unwanted prescription drugs, initiated by Chief County Detective Christopher McAteer in 2010, reached a total of 53.6 tons in April, the largest in the state.

In an effort to reduce gun violence, especially against children, Weintraub announced "Ben's Campaign," an initiative to offer free gun locks and educational material to all gun owners in the county. It was named for a 2-year-old Milford Township boy who fatally shot himself with his father's unlocked and unsecured handgun.

Weintraub also succeeded in offering access to the Crimewatch digital information platform for all law enforcement agencies in the county last year. Crimewatch helps law enforcement to quickly organize and disseminate public safety information to citizens, and fights crime by providing a confidential tip option for readers who see criminal activity or wanted suspects in their communities.

The citizens of Bucks County can rest assured that the District Attorney's Office works tirelessly every day to make sure they live up to the Mission Statement of their department - To protect law-abiding citizens by aggressively and successfully prosecuting criminal activity in Bucks County while engaging in community-based crime prevention programs.

OTHER INFORMATION

Independent Audit. The accounting firm of Zelenkofske Axelrod LLC, Independent Certified Public Accountants, was selected to perform an audit of the County's basic financial statements in order for the County to meet the requirements of the Federal Single Audit Act of 1984 and related Uniform Guidance. The independent auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The independent auditors' reports related specifically to the single audit are presented in a separate report.

Litigation. In the normal course of business various claims and suits are pending against the County. In the opinion of counsel, the amount of such losses that might result from these claims and suits, if any, would not materially affect the financial position of the County, with the exception of the claim disclosed in note 22.

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the fiscal year ended December 31, 2016. This was the thirty-third consecutive year that the County has received this prestigious award. In order to be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America 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 the GFOA to determine its eligibility for another certificate.

Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Controller's Office. I wish to express my sincere appreciation to each member of the office for the contributions made in the preparation of this report.

Sincerely,

Neale Dougherty
Controller

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS

CONTROLLER'S OFFICE

MISSION STATEMENT

To protect the assets of the citizens of the County of Bucks by ensuring the lawful, appropriate and efficient receipt, maintenance and disbursement of County funds and property and communicating related information in an accurate and timely manner.

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Bucks

Pennsylvania

For its Comprehensive Annual Financial Report for the Fiscal Year Ended

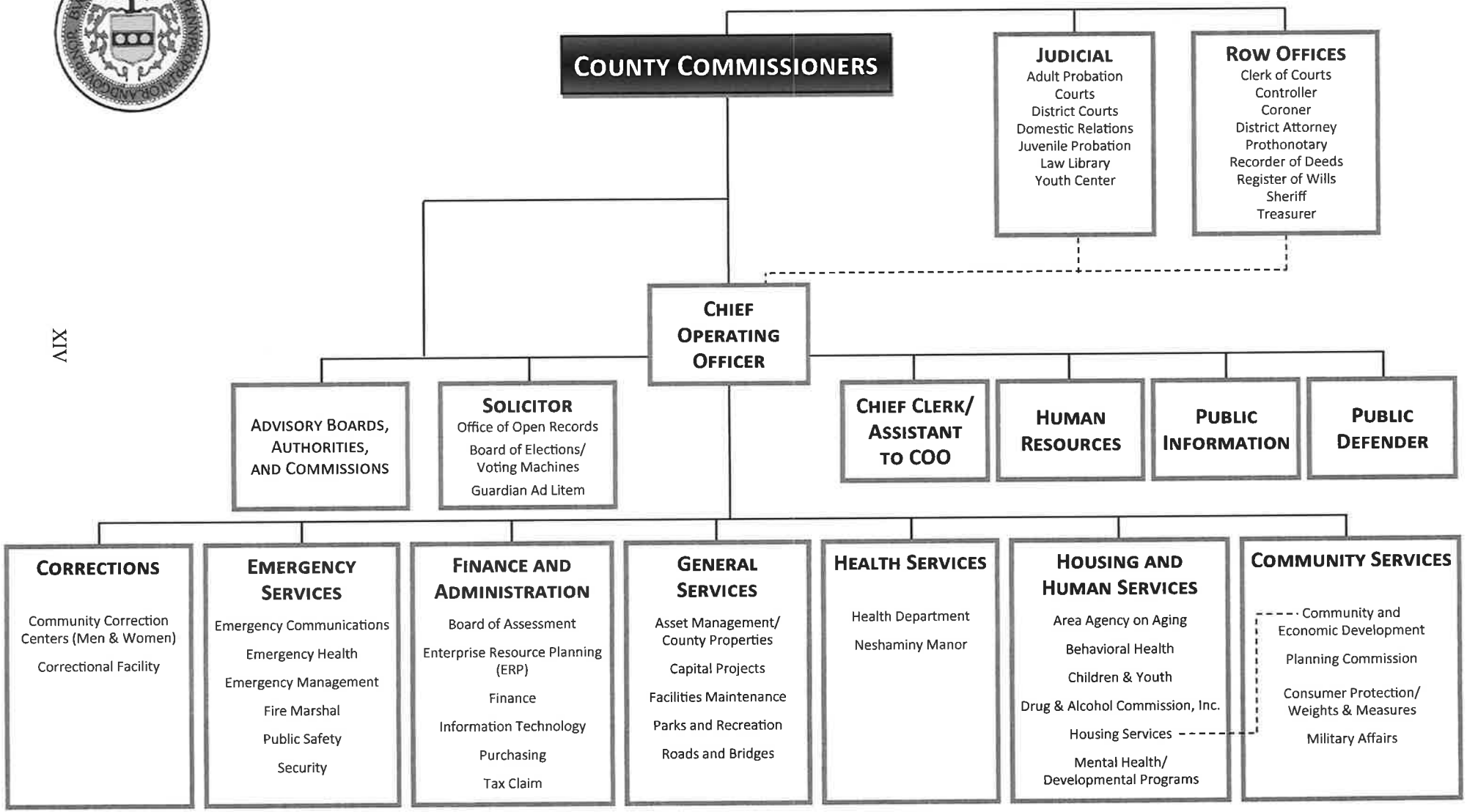
December 31, 2016

Christopher P. Morrill

Executive Director/CEO

County of Bucks
Organizational Chart

01/01/2018



COUNTY OF BUCKS, PENNSYLVANIA

PRINCIPAL OFFICIALS

COUNTY COMMISSIONERS

Robert G. Loughery, Chairman
Charles H. Martin, Vice-Chairman
Diane M. Ellis-Marseglia, LCSW

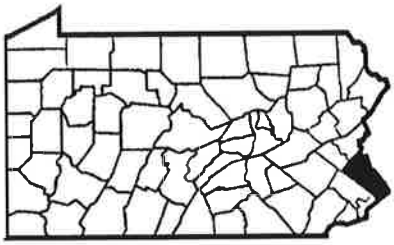
ROW OFFICERS

Mary K. Smithson, Clerk of Courts
Neale Dougherty, Controller
Dr. Joseph P. Campbell, III, Coroner
Matthew D. Weintraub, Esquire, District Attorney
Judi Reiss, Prothonotary
Robin Robinson, Recorder of Deeds
Donald Petrille Jr., Register of Wills
Milton Warrell, Sheriff
Thomas E. Panzer, Esquire, Treasurer

JUDICIARY

Honorable Jeffrey L. Finley, President Judge
Honorable Rea B. Boylan, Judge
Honorable Alan M. Rubenstein, Judge
Honorable Robert J. Mellon, Judge
Honorable C. Theodore Fritsch, Jr., Judge
Honorable Diane E. Gibbons, Judge
Honorable Robert O. Baldi, Judge
Honorable Wallace H. Bateman, Jr., Judge
Honorable Gary B. Gilman, Judge
Honorable James M. McMaster, Judge
Honorable Raymond F. McHugh, Judge
Honorable Brian T. McGuffin, Judge
Honorable Jeffrey G. Trauger, Judge

BUCKS COUNTY PENNSYLVANIA



THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

INDEPENDENT AUDITORS' REPORT

County Commissioners
County of Bucks
Doylestown, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the COUNTY OF BUCKS, as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the COUNTY OF BUCKS' basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the discretely presented component units' financial statements for the Bucks County Airport Authority, the Bucks County Community College, the Bucks County Community College Authority, the Bucks County Drug and Alcohol Commission, the Bucks County Free Library and the Bucks County Housing Authority which represent 100% of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for those aggregate discretely presented component units, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. The financial statements of the Bucks County Community College, the Bucks County Community College Authority, the Bucks County Free Library and the Bucks County Airport Authority were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

830 Sir Thomas Court; Suite 100; Harrisburg, PA 17109 | 2370 York Road; Suite A-5; Jamison, PA 18929
3800 McKnight E. Drive; Suite 3805; Pittsburgh, PA 15237 | 210 Tollgate Hill Road; Greensburg, PA 15601 | 144 King's Highway; Suite 304; Dover, DE 19901
www.zallc.org

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the COUNTY OF BUCKS, as of December 31, 2017, and the respective changes in financial position, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Adoptions of Governmental Accounting Standards Board Pronouncements

As described in Note 1 to the financial statements, in 2017 the COUNTY OF BUCKS adopted the provisions of Governmental Accounting Standards Board's Statement No. 74, *"Financial Reporting for Postemployment benefits Other than Pensions,"* Governmental Accounting Standards Board's Statement No. 80, "*Blending Requirements for Certain Component Units, "* Governmental Accounting Standards Board's Statement No. 81, "*Irrevocable Split-Interest Trusts,"* Governmental Accounting Standards Board's Statement No. 82, "*Pension Issues – an amendment of GASB Statements No. 67, No.68 and No. 73."* Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of changes in the net pension liability and related ratios, schedule of county contributions, schedule of investment returns, and budgetary comparison schedules on pages 5 through 14, 71, 72, 73, and pages 74 through 80 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the COUNTY OF BUCKS' basic financial statements. The introductory section, combining and individual fund financial statements, budget and actual schedules, schedules of capital assets, schedules of county general obligations payable (other supplementary information), and statistical section are presented for the purposes of additional analysis and are not a required part of the financial statements.

The combining and individual fund financial statements, budget and actual schedules, schedules of capital assets and schedules of county general obligations payable are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, budget and actual schedules, schedules of capital assets and schedules of county general obligations payable are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Zelenkofske Axelrod LLC

ZELENKOFSKE AXELROD LLC

Jamison, Pennsylvania
June 25, 2018

THIS PAGE INTENTIONALLY LEFT BLANK

Management's Discussion and Analysis

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS
MANAGEMENT'S DISCUSSION AND ANALYSIS

This narrative overview and analysis of the financial statements of the County of Bucks, Pennsylvania (the County) for the calendar year ended December 31, 2017 has been prepared by the County's management. The information presented here should be read in conjunction with the additional information contained in our letter of transmittal, which can be found beginning on page V, and the County's financial statements immediately following this discussion and analysis.

Financial Highlights

- At the end of the current calendar year, the County's net position was $213,220,443 resulting from an excess of its assets and deferred outflows of resources over its liabilities and deferred inflows of resources, however, its unrestricted net position showed a deficit balance of $(253,722,977).

- The County's property tax rate remained at 23.20 mills for calendar year 2017. The County's ratio was adjusted from 25% of the 1972 fair market value to 100% of the 1972 fair market value effective January 1, 2005.

- The County's total net position decreased by $16,281,381 during the current calendar year. This is 3.07% of the annual operating costs of the County. The decrease in net position is attributed to the increase in expenses without a corresponding increase in charges for services and real estate taxes. Although the property tax rate remained constant at 23.20 mills, the County's debt service millage increased to 5.3513 in 2017.

- For the current calendar year, the County's governmental funds reported a combined ending fund balance of $66,243,471, a decrease of $27,999,443 from the prior year. This year's ending balance includes $35,505,730 of unassigned fund balance, which is available for spending at the County's discretion in accordance with future approved budgets. The debt service fund reported a negative unassigned fund balance of ($1,157,388) at year end.

- The fund balance of the County's general fund at the end of the calendar year was $35,505,730, a decrease of ($11,832,003) from last year. The unassigned general fund balance was $35,505,730. General fund revenues for the current year were $206,653,705 as compared to $206,816,850 for the prior year, while current year expenditures amounted to $201,448,757 compared to $195,416,738 for last year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction and overview of the basic financial statements of the County of Bucks. The County's basic financial statements are comprised of:

- *Government-wide financial statements*, which provide both long-term and short-term information about the County's overall financial condition.
- *Fund financial statements*, which provide a more detailed look at major individual portions, or funds, of the County.
- *Notes to the financial statements*, which explain some of the information contained in the financial statements and provide more detailed data.
- *Other supplementary information*, which further explains and supports the information in the financial statements.

Government-wide financial statements. The government-wide financial statements report information about the County as a whole using accounting methods similar to those used by a private-sector business. The two statements presented are:

The statement of net position, which includes all of the County's assets and liabilities, except for fiduciary and agency funds, with the difference between the two reported as net position. Over time, increases or decreases in net position are an indicator of whether the County's financial position is improving or deteriorating.

The statement of activities presents revenues and expenses and their effect on the change in the County's net position during the current year. These changes in net position are recorded as soon as the underlying event giving rise to the change occurs, regardless of when cash is received or paid.

The government-wide financial statements of the County are reflected in two distinct categories:

- *Governmental activities* are primarily supported by taxes and state and federal grants. The governmental activities include the County's basic services such as general government, judiciary, corrections, authorities, social services, bridges, health, public safety and the financing activities of the County's six discretely presented component units: the Airport Authority, the Community College, the Community College Authority, the Drug and Alcohol Commission, the Free Library and the Housing Authority.

- *Component units* are legally separate entities for which the County is financially accountable or has oversight responsibility. Financial information for these component units is reported separately from the financial information presented for the primary government. The County's government-wide financial statements contain information for six distinct component units of Bucks County: the Airport Authority, the Community College, the Community College Authority, the Drug and Alcohol Commission, the Free Library and the Housing Authority.

A third category which is used by some entities is *business-type activities.* Business-type activities are supported by user fees and charges, which are intended to recover all or a significant portion of their costs. The County does not operate any activities that fall into this category. The County considered our 9-1-1 emergency response operation and our County nursing home as possible business-type activities. In both cases the majority of the revenue is controlled by the State and does not cover the operating costs. Therefore, the primary government of the County of Bucks will only include governmental activities.

Fund financial statements. The fund financial statements provide detailed information about the County's most significant funds, not the County as a whole. Funds are accounting devices for groupings of activities that enable the County to maintain control over resources that have been segregated for particular purposes or objectives. Some funds are required by state law. Other funds are established to control and manage resources designated for a specific purpose. All of the funds of the County of Bucks can be divided into two categories: governmental funds and fiduciary funds.

- ***Governmental funds.*** The governmental funds are used to account for the financial activity of the County's basic services, similar to those described for the governmental activities in the government-wide financial statements. However, unlike the government-wide statements, which provide a long-term focus of the County, the fund financial statements focus on a short-term view of the inflows and outflows of spendable resources, as well as on the balances of spendable resources available at the end of the calendar year. The financial information presented for the governmental funds is useful in evaluating the County's short-term financing requirements To help the readers of the financial statements better understand the relationships and differences between the long-term view of the government-wide financial statements from the short-term view of the fund financial statements, reconciliations are presented between the fund financial statements and the government-wide statements.

  The County maintains twenty individual governmental funds. Financial information is presented separately for the general fund, the behavioral health services fund, the children & youth services fund, the debt service fund, and the 2016 series bond fund which are considered to be major funds. Data for the remaining fourteen funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is presented in the form of combining statements in the other supplementary information section of this financial report.

- ***Fiduciary funds.*** The fiduciary funds are funds for which the County is the trustee or fiduciary. The County of Bucks is the trustee, or fiduciary, for its employees' pension plan. It is also responsible for other assets that are collected and held for others until the funds are allocated to the organizations, government agencies or private parties to which they belong. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. These fiduciary activities are reported in a separate statement of fiduciary net position and changes in fiduciary net position. They are not reflected in the government-wide financial statements because the assets are not available to support the County's operations.

The following chart summarizes the various components of the County's government-wide and fund financial statements, including the portion of the County government they cover, and the type of information they contain.

Summary of the Government-wide and Fund Financial Statements for the County of Bucks

	Government-wide Statements	Fund Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire County government (except fiduciary funds) and County's component units	Activities of the County that are not proprietary or fiduciary in nature	Activities for which the County is trustee for someone else's assets, such as the employees' pension plan
Required Financial Statements	Statement of net position Statement of activities	Balance Sheet Statement of revenues, expenditures and changes in fund balances	Statement of fiduciary net position Statement of changes in fiduciary net position
Accounting basis/ Measurement focus	Accrual accounting Economic resources	Modified accrual accounting Current financial resources	Accrual accounting Economic resources
Type of asset and liability information	All assets and liabilities, financial and capital, short and long-term	Only assets expected to be used up and liabilities that come due during the current year or soon thereafter; no capital assets are included	All assets and liabilities, both short and long-term; there are currently no capital assets, although there could be in the future
Type of inflow and outflow information	All revenues and expenses during the year, regardless of when cash is received or paid	Only revenues for which cash is received during the year or soon after the end of the year; only expenditures when goods or services are received and payment is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data presented in the government-wide and fund financial statements. The notes can be found immediately following the basic financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents additional information in three separate sections: required supplementary information, other supplementary information and statistical information.

- ***Required supplementary information.*** Certain information regarding pension plan funding progress for the County, as well as budgeted and actual revenues and expenditures for the County's general fund and major special revenue funds is presented in this section. This required supplementary information can be found immediately following the notes to the financial statements.

- ***Other supplementary information.*** Combining statements for non-major governmental funds and additional budgetary schedules for the County's non-major governmental funds, debt service fund, and open space fund are presented in this section. This supplementary information can be found immediately following the required supplementary information.

- ***Statistical information.*** Long-term trend tables of financial, economic and demographic data are presented in the statistical section. This information is located immediately after the supplementary information.

Government-wide Financial Analysis

Net position. As noted earlier, net position are useful indicators of a government's financial position. During 2017, net position decreased $16,281,381 or 7.09% to $213,220,443.

Capital assets (land, buildings, equipment, infrastructure and bridges) less any outstanding debt issued to acquire these assets comprise a large portion of the County's net position, $441,848,464. Although these capital assets assist the County in providing services to its citizens, they are generally not available to fund the operations of future periods.

A portion of the County's net position, $25,094,956 is subject to external restrictions imposed by creditors, grantors or laws and regulations. The remaining component of net position is the unrestricted net assets, which ended the calendar year with a deficit balance of $(253,722,977). This deficit is the result of the County having long-term commitments that are greater than currently available resources. The decrease in net position was affected by the increase in corrections and judiciary expenses and the decrease in program revenue received as charges for services.

Following is a summary of the County's assets, liabilities and net position:

Net Position of Bucks County
(Government Activities)

	December 31, 2017	December 31, 2016	Percentage Change
Current and other assets	$ 196,507,015	$ 206,048,428	(4.63%)
Capital assets	490,559,933	497,450,148	(1.39%)
Total assets	687,066,948	703,498,576	
Deferred outflows of resources	11,041,598	48,342,995	
Current and other liabilities	100,705,738	143,429,197	(29.79%)
Long-term liabilities outstanding	354,853,260	374,806,518	(5.32%)
Total liabilities	455,558,998	518,235,715	
Deferred inflows of resources	29,329,105	9,605,874	
Net Position:			
Net investment in capital assets	441,848,464	471,946,572	(6.38%)
Restricted	25,094,956	39,456,814	(36.40%)
Unrestricted (deficit)	(253,722,977)	(287,403,404)	(11.72%)
Total net position	$ 213,220,443	$ 223,999,982	

Changes in net position - The total cost of all County functions and programs this year was $530,905,615. These expenses cover a wide range of services, of which approximately 49.79% are related to social services.

The County's total revenues this year were $514,624,234. This is an increase of $6,356,944 from 2016. The County's property tax rate remained at 23.20 mills in 2017. Approximately 36.58% of all revenue comes from property taxes. State, Federal and local grants account for another 49.31%, with the remainder of the revenue coming from user charges, fines, fees and various other sources.

Governmental Activities

In 2017, the County's net position decreased by $16,281,381. Reasons for the change are described in the following pages.

The following table summarizes the County's governmental programs. Costs, program revenues and net cost are shown in the table. The net cost shows the financial burden that was placed on the County's taxpayer by each of these functions.

Governmental Programs

	2017			2016		
	Program Costs	Program Revenue	Net Costs	Program Costs	Program Revenue	Net Costs
General government	$ 69,871,764	$ 13,711,734	$ 56,160,030	$ 73,956,995	$ 14,726,687	$ 59,230,308
Judiciary	75,726,596	31,218,949	44,507,647	71,259,178	29,331,204	41,927,974
Corrections	43,840,322	1,113,340	42,726,982	39,632,649	1,051,945	38,580,704
Social services	264,362,021	247,987,607	16,374,414	263,534,251	247,694,470	15,839,781
Health & public safety	37,363,002	26,485,155	10,877,847	36,353,336	24,678,415	11,674,921
Other	39,741,910	2,656,970	37,084,940	35,968,208	2,087,336	33,880,872
	$ 530,905,615	$ 323,173,755	$ 207,731,860	$ 520,704,617	$ 319,570,057	$ 201,134,560

Net costs indicate the amount of support required from taxes and other general revenues for a program of the County. The cost of all governmental activities this year was $530,905,615 however the amount that taxpayers paid for these programs through tax payments was only $188,259,016. The federal and state governments subsidized certain programs with grants and contributions in the amount of $253,770,856, while those who benefited from the programs paid $69,402,899 through fees and charges. Unrestricted grants and contributions and other general types of revenues accounted for the balance of revenues in the amount of $3,191,463.

Taxes account for $188,259,016 of the revenue. In 2017, the real estate tax rate remained at 23.20 mills. The millage rate has remained constant since 2012.

Charges for services decreased by $722,913 in 2017. Charges for services include licenses and fees, fines, permits and commissions collected by County courts, Row Offices and departments.

Operating grants and contributions increased by $4,222,120 in 2017. This relates to an increase of $1,100,894 in General fund departmental revenue. Children & Youth Services revenue increased by $1,016,412 and Mental Health/DP revenue decreased by $710,562. Also, Neshaminy Manor intergovernmental revenue increased by $914,149 in 2017.

Health & Public Safety fee revenue increased related to an increase of $598,239 in Emergency Response 911 fees.

Investment earnings remained consistent in 2017 due to the low interest rates. The average rate of return in 2017 was .92% and in 2016 was .42%.

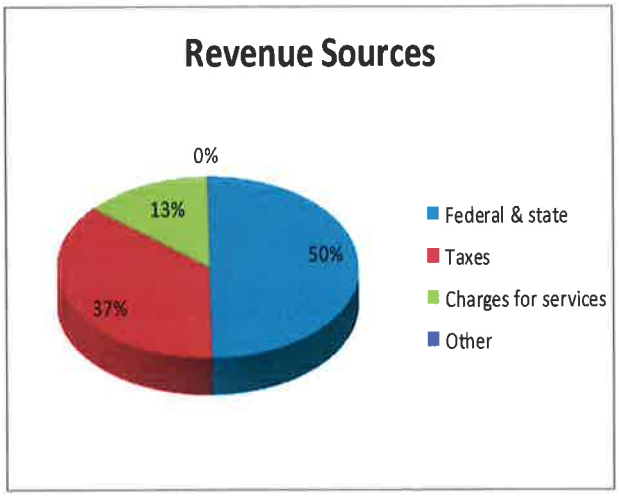
The following chart shows a more detailed breakdown of program costs and related revenues for the governmental activities of the County for the year ended December 31, 2017.

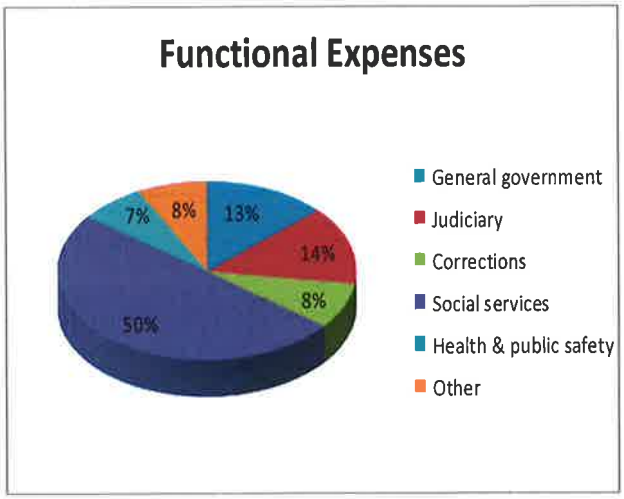
Governmental Activities

	Activities 2017	Activities 2016	Changes from 2016 to 2017
Revenues			
Program revenues:			
Charges for services	$ 69,402,899	$ 70,125,812	$ (722,913)
Operating grants and contributions	252,798,427	248,576,307	4,222,120
Capital grants and contributions	972,429	867,938	104,491
General revenues:			
Real estate taxes	188,259,016	186,348,957	1,910,059
Unrestricted grants and contributions	2,093,915	1,649,172	444,743
Unrestricted investment earnings	1,097,548	699,104	398,444
Total revenues	514,624,234	508,267,290	6,356,944
Expenses			
General government	69,871,764	73,956,995	(4,085,231)
Judiciary	75,726,596	71,259,178	4,467,418
Corrections	43,840,322	39,632,649	4,207,673
Authorities	21,978,776	21,593,437	385,339
Social services	264,362,021	263,534,251	827,770
Bridges	3,801,663	2,625,996	1,175,667
Health	15,360,413	15,245,558	114,855
Public safety	22,002,589	21,107,778	894,811
Interest on long-term debt	13,961,471	11,748,775	2,212,696
Total expenses	530,905,615	520,704,617	10,200,998
Increase in net position	(16,281,381)	(12,437,327)	(3,844,054)
Net position - January 1	229,501,824	236,437,309	(6,935,485)
Net position - December 31	$ 213,220,443	$ 223,999,982	$ (10,779,539)

Net position for 2016 was restated to $229,501,824.

The following graphs show the revenue sources and functional expenses of the County in more detail.





Financial Analysis of the Government's Funds

Governmental funds. The purpose of the County's governmental funds is to provide financial information on the short-term inflow, outflow and balance of spendable resources. This information is useful in assessing the County's ability to meet its near-term financing requirements. Fund balance serves as a useful measure of the County's net resources available for spending at the end of the calendar year. At the end of calendar year 2017, the County's governmental funds reported a combined fund balance of $66,243,471, a decrease of $27,999,443 over last year. Of the total fund balance, $25,094,956 represents restricted fund balance, which indicates that it is subject to external restrictions imposed by creditors, grantors or laws and regulations. The assigned fund balance of $6,800,173 includes $6,792,777 of loans receivable, and $7,396 of Hazardous Material Emergency Response funding not available for current use. The $35,505,730 unassigned fund balance in the general fund is available for future spending in accordance with approved budgets. The debt service fund reported a negative unassigned fund balance of ($1,157,388) at year end.

Restricted, Assigned and Unassigned Fund Balances
The behavioral health services fund, the children and youth services fund, and the mental health/developmental programs fund have no fund balances. The general fund, the primary operating fund of the County, reported an unassigned fund balance of $35,505,730 at the end of the current calendar year. Ratios of the general fund's unassigned fund balance and total fund balance to its total expenditures can be useful indicators of the general fund's liquidity. These ratios for the year just ended were 17.63% and 17.63% respectively.

The total fund balance of the general fund decreased by $11,832,003 during the current calendar year. Some of the key factors for this decrease are the decrease in real estate taxes recorded by $2,536,447 and the increase of $6,032,019 in general governmental expenditures.

The behavioral health services fund has been in operation since 1997. While significant dollars pass through this fund, the County has been able to operate this fund without any local tax contribution. Both intergovernmental revenue and behavioral health service expenditures decreased by approximately $460,000.

The children & youth services fund is comprised of two primary groups. The first is the protective services component and the second is the judicial section that deals with juveniles that have broken the law. Most of the costs of these programs are funded by federal and state dollars. The County covers the difference between the total cost of the program and the outside funding with a transfer from the general fund. The County's contribution for 2017 was $12,327,340 or 20.28% of the total cost of the program. The budgeted contribution was $12,223,100.

The debt service fund is supported primarily by real estate tax dollars. This fund pays the annual debt obligations of the County. The fund balance increased by $731,262 from a negative fund balance of ($1,888,650) to a negative fund balance of ($1,157,388). The County's debt service fund millage increased from 4.8798 mills to 5.3513 mills for 2017. Debt service payments for principal and interest increased from the prior year. The County used existing bond funds to pay for capital expenditures for the new Court facility and Administration building renovations, open space preservation, 911 radio system upgrade and other capital items.

The 2016 series bond fund is discussed in the capital asset and debt administration section that follows on page 12 after the General Fund Budgetary Highlights.

General Fund Budgetary Highlights
The County adopts an annual calendar year budget in December for the following year. The County maintains control by departmental classification. The County's current policy is to adopt an operating budget that does not include reserves. The ending fund balance is available for unanticipated expenditures or revenue shortfalls.

The County processes budget adjustments for any cost center that exceeds the approved expenditure budget for a major class category (i.e.: salary & fringe, supplies and services, capital, etc). If money is available from another major class, an administrative process may be used for the adjustment. If a cost center has revenues available that can cover increased expenditures, a budget adjustment increasing both revenues and expenditures is approved at a public meeting of the commissioners. Adjustments for expenditures that exceed budget with no cost center funding available are taken from the budgeted ending fund balance with the approval of the commissioners at a public meeting.

As a general rule the County does not reduce budgets of cost centers that are under budget to cover other cost centers over expenditures. Major budget adjustments for 2017 include a Correctional Facility budget increase for $3,950,000. The adjustment was to fund unanticipated costs associated with housing inmates at the prison. A budget adjustment for $563,000 was approved for the District Attorney's Office to fund unanticipated costs associated with investigating an onslaught of crimes. The County approved a budget adjustment for a transfer from the general fund of $1,617,000 and an additional $1,267,000 for the Neshaminy Manor Nursing Facility to fund increased expenditures. The County Department of Information Services was under budget by $1,552,533.

The general fund transfers out were $760 under budget. The original transfers out budget was increased by $2,345,000 to $17,787,000. The County's contribution to the Area Agency on Aging Fund was $1,420,082 and transfers to MH/DP were $1,660,805 which was $18,405 more than budgeted. The County transfer to the Children & Youth Fund was $12,327,340 which was budgeted for $12,223,100. The transfer to the Neshaminy Manor Fund was $1,715,009.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets amounts to $490,559,933 net of accumulated depreciation, at the end of the current calendar year. These capital assets include items such as land, buildings, improvements, bridges, vehicles, machinery, computers and general office equipment. Capital assets decreased by $6,890,215 in 2017 with $12,007,410 additions to assets and $18,897,625 depreciation expense. Major capital asset events occurring during the current year included the following:

- The County spent over $1,406,161 on the new Court facility.
- The County spent over $850,222 upgrading 911 radio system narrowbanding infrastructure.
- Open space programs including farmland, park and natural areas preservation amounted to more than $3,509,600.
- Improvements to the Administration Building totaled over $3,549,800.
- Other areas where significant capital investments were made include Information Systems of over $435,940 and parks improvements of over $601,290.

Capital Assets of Bucks County (Net of depreciation)	Governmental Activities December 31, 2017	Governmental Activities December 31, 2016
Land	$ 119,813,000	$ 116,303,381
Construction in progress	41,345,931	36,804,218
Buildings	190,574,025	198,769,326
Improvements other than buildings	20,599,536	20,697,430
Machinery & equipment	18,978,398	25,626,750
Infrastructure	9,417,789	9,417,789
Leasehold buildings and improvements	89,831,254	89,831,254
Total	$ 490,559,933	$ 497,450,148

More detailed information about the County's capital assets can be found in note 8 to the financial statements.

Long-term liabilities. At December 31, 2017, the County had $358,353,260 in long-term liabilities. The following schedule shows a summary of all long-term liabilities.

Long-term Liabilities of Bucks County

	Governmental Activities 2017	Governmental Activities 2016	Percentage Change
General obligation bonds and notes	$ 244,344,000	$ 277,282,000	(11.88%)
Unamortized premium	40,223,062	30,513,836	31.82%
Lease rental debt	49,399,077	45,772,573	7.92%
Compensated absences	15,311,275	15,581,592	(1.73%)
Self insurance claims	9,075,846	9,056,517	0.21%
Total	$ 358,353,260	$ 378,206,518	(5.25%)

In May 2017, the County issued the 2017 Series Bonds in the amount of $31,380,000. The proceeds of the bonds were used to finance the advance refunding of a portion of the County's outstanding General Obligation Bonds, Series of 2011 and pay the costs and expenses related to the issuance of the bonds.

On June 20, 2018, the Commissioners approved Ordinance #156 authorizing the incurrence of nonelectoral debt with the issuance of General Obligation Notes, Series of 2018 in the amount of $35,000,000. The proceeds of the notes will be used to finance certain capital projects including the renovation of the County's Administration Building and paying for the costs, fees and expenses related to the issuance of notes.

Moody's and Standard & Poor's rate the County's bonds. The latest ratings assigned to the County's debt are Aaa by Moody's and AAA by Standard & Poor's. The County of Bucks is limited by state statute to 300% of a three-year average of the total revenues received adjusted for special purpose grants. The County's legal debt margin is $1,245,932,610 for general obligation bonds and $1,693,132,702 for general obligation bonds and lease rental debt. Additional information about the County's long-term debt can be found in note 13 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

Bucks County's population grew from 621,643 to 628,341, 1.077% from 2008 to 2017. The market value of taxable real estate decreased over the same period from $86,916,233 to $74,236,800. The County has remained primarily a residential and small business community with 79% of the tax base on residential properties. Our ten largest taxpayers account for only 1.25% of the total real estate tax base, with no single taxpayer exceeding .63% of the base.

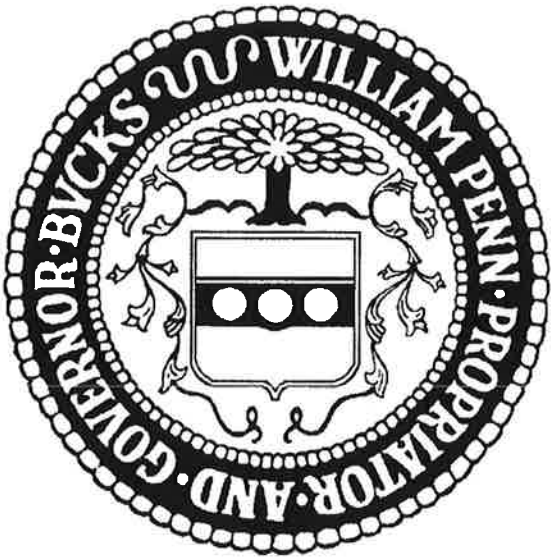
Effective January 1, 2005, the Commissioners approved changing the existing predetermined ratio from 25% of the 1972 assessed value for all tax parcels to 100% of the 1972 assessed value.

In preparing the 2018 budget, payroll figures were based on union pay scales where settlements were in place. Unsettled unions and non-union compensation rates were set at the base rate for our largest settled union. In establishing the 2018 budget, historical trends and vendor inquires were used as the basis for services that are purchased. Real estate tax revenues were projected to remain constant from 2017, a continuation of the recent trend. Grant and fee income was evaluated on a program-by-program basis.

The County adopted a formal fund balance policy. The County will maintain a reserved general fund balance equal to 10% of the total operating budget expenditures net of total expenditures of any governmental fund in which sufficient cash reserve is maintained within the fund. The policy is designed to protect the County's financial stability in the event of unforeseen emergencies and economic downturns.

Requests for information

This financial report is designed to provide a general overview of the County's finances for all interested parties. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Controller, 55 E. Court Street, Doylestown, PA, 18901



Basic Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

STATEMENT OF NET POSITION
December 31, 2017

	Primary Government	Component Units
	Governmental Activities	
ASSETS		
Cash and cash equivalents	$ 111,766,122	$ 55,274,533
Cash and cash equivalents, restricted	-	29,141,375
Investments	13,835,327	21,406,297
Receivables: (net of allowance for uncollectibles)		
Intergovernmental	20,850,847	2,443,749
Taxes	6,345,912	-
Accounts	16,436,701	6,483,838
Loans	6,792,777	-
Lease rentals from primary government	-	49,399,077
Other assets	4,326,347	10,908,145
Pension assets	16,152,982	-
Capital assets		159,937,559
Land	119,813,000	-
Construction in progress	41,345,931	-
Buildings, net	190,574,025	-
Improvements, net	20,599,536	-
Machinery and equipment, net	18,978,398	-
Infrastructure, net	9,417,789	-
Leasehold buildings and improvements, net	89,831,254	-
Total assets	687,066,948	334,994,573
DEFERRED OUTFLOW OF RESOURCES:		
Deferred outflow related to pension	11,041,598	-
Total deferred outflows of resources	11,041,598	-
LIABILITIES		
Accounts payable and accrued liabilities	31,194,343	4,073,463
Payroll items payable	5,435,737	4,261,156
Insurance claims	3,500,000	-
Interest payable	981,372	-
Miscellaneous liabilities	6,756,535	18,202,763
Compensated absences payable	-	566,783
Unearned revenues	52,837,751	5,097,133
Long-term obligations payable:		
Due within one year	35,019,186	8,387,923
Due in more than one year	319,834,074	132,268,827
Total liabilities	455,558,998	172,858,048
DEFERRED INFLOW OF RESOURCES:		
Deferred inflow related to refunding	3,660,000	-
Deferred inflow related to pension	25,669,105	-
Total deferred inflows of resources	29,329,105	-
NET POSITION		
Net investment in capital assets	441,848,464	107,474,670
Restricted for:		
Capital improvements	25,094,956	5,557,509
Unrestricted (deficit)	(253,722,977)	49,104,346
Total net position	$ 213,220,443	$ 162,136,525

See accompanying notes to the financial statements.

*The Bucks County Drug and Alcohol Commission, Inc., the Bucks County Community College Authority, and the Bucks County Community College Component Units are presented as of June 30, 2017.

COUNTY OF BUCKS, PENNSYLVANIA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017*

Functions/Programs	Expenses	Indirect Expense Allocation	Program Revenues: Charges for Services	Program Revenues: Capital Grants and Contributions	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenues and Changes in Net Position: Primary Government Governmental Activities	Net (Expense) Revenues and Changes in Net Position: Component Units
Primary government:							
Governmental activities:							
General government	$ 76,413,193	$ (6,541,429)	$ 12,966,829	$ 188,000	$ 556,905	$ (56,160,030)	
Judiciary	74,494,372	1,232,224	20,191,830	-	11,027,119	(44,507,647)	
Corrections	43,840,322	-	809,365	-	303,975	(42,726,982)	
Authorities	21,978,776	-	-	-	-	(21,978,776)	
Social services	259,905,445	4,456,576	17,389,610	-	230,597,997	(16,374,414)	
Bridges	3,801,663	-	1,066,491	784,429	806,050	(1,144,693)	
Health	14,507,784	852,629	1,931,242	-	7,326,326	(6,102,845)	
Public safety	22,002,589	-	15,047,532	-	2,180,055	(4,775,002)	
Interest on long-term debt	13,961,471	-	-	-	-	(13,961,471)	
Total primary government	$ 530,905,615	$ -	$ 69,402,899	$ 972,429	$ 252,798,427	(207,731,860)	
Component units:							
Airport	$ 1,290,639	$ -	$ 1,227,969	$ 2,064,792	$ -		$ 2,002,122
Community college	85,629,415	-	34,645,440	4,328,750	47,999,923		1,344,698
Drug and alcohol	7,475,355	-	986,122	-	6,673,133		183,900
Library	10,031,648	-	562,464	-	9,455,181		(14,003)
Housing	32,895,697	-	5,433,215	376,728	27,032,637		(53,117)
Total component units	$ 137,322,754	$ -	$ 42,855,210	$ 6,770,270	$ 91,160,874	-	3,463,600
General revenues:							
Real estate tax						188,259,016	-
Unrestricted investment earnings						1,097,548	2,239,554
Miscellaneous						2,093,915	370,264
Total general revenues						191,450,479	2,609,818
Change in net position						(16,281,381)	6,073,418
Net position - January 1 (as restated) See Note 24						229,501,824	156,063,107
Net position - December 31						$ 213,220,443	$ 162,136,525

See accompanying notes to the financial statements.

*The Bucks County Drug and Alcohol Commission, Inc., the Bucks County Community College Authority, and the Bucks County Community College Component Units are presented as of June 30, 2017.

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2017

		Special Revenue Funds	
ASSETS	**General Fund**	**Behavioral Health Services**	**Children and Youth Services**
Cash and cash equivalents	$ 31,502,308	$ 32,304,117	$ -
Investments	1,254,054	-	-
Receivables:			
Intergovernmental	5,606,079	-	6,380,737
Taxes	6,345,912	-	-
Accounts	15,414,616	3,093	47,783
Loans	-	-	-
Due from agencies	1,526,846	-	-
Due from other funds	31,708,984	-	5,629,827
Other assets	1,649,075	211,984	-
Total assets	$ 95,007,874	$ 32,519,194	$ 12,058,347
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 9,056,484	$ 6,707,019	$ 3,191,170
Payroll items payable	5,435,737	-	-
Miscellaneous liabilities	19,044,892	-	239,253
Due to other funds	8,106,788	3,456,358	-
Unearned revenue-other	12,499,657	22,355,817	8,627,924
Total liabilities	54,143,558	32,519,194	12,058,347
Deferred inflow of resources:			
Unavailable revenue-property taxes	5,358,586	-	-
Total deferred inflows of resources	5,358,586	-	-
Fund Balances:			
Restricted	-	-	-
Assigned	-	-	-
Unassigned	35,505,730	-	-
Total fund balances	35,505,730	-	-
Total liabilities, deferred inflows of resources and fund balances	$ 95,007,874	$ 32,519,194	$ 12,058,347

See accompanying notes to the financial statements.

Mental Health/ Developmental Programs	Debt Service Fund: Debt Service	Capital Projects Fund: 2016 Series Bond	Other Governmental Funds	Total Governmental Funds
$ 11,409,035	$ -	$ 5,384,742	$ 31,165,920	$ 111,766,122
-	-	8,699,260	3,882,013	13,835,327
480,609	-	-	8,383,422	20,850,847
-	-	-	-	6,345,912
17,543	-	15,800	937,866	16,436,701
-	-	-	6,792,777	6,792,777
-	-	-	-	1,526,846
-	-	-	2,476,961	39,815,772
-	-	-	938,442	2,799,501
$ 11,907,187	$ -	$ 14,099,802	$ 54,577,401	$ 220,169,805
$ 5,501,341	$ -	$ 1,232,033	$ 5,506,296	$ 31,194,343
-	-	-	-	5,435,737
-	-	-	-	19,284,145
4,836,630	1,157,388	1,424,357	20,834,251	39,815,772
1,569,216	-	-	7,785,137	52,837,751
11,907,187	1,157,388	2,656,390	34,125,684	148,567,748
-	-	-	-	5,358,586
-	-	-	-	5,358,586
-	-	11,443,412	13,651,544	25,094,956
-	-	-	6,800,173	6,800,173
-	(1,157,388)	-	-	34,348,342
-	(1,157,388)	11,443,412	20,451,717	66,243,471
$ 11,907,187	$ -	$ 14,099,802	$ 54,577,401	$ 220,169,805

COUNTY OF BUCKS, PENNSYLVANIA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
December 31, 2017

Total fund balances for governmental funds		$ 66,243,471
Total net assets reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:		
Land	$ 119,813,000	
Construction in progress	41,345,931	
Buildings, net of $119,521,986 accumulated depreciation	190,574,025	
Improvements other than buildings, net of $35,043,810 accumulated depreciation	20,599,536	
Machinery and equipment, net of $133,899,076 accumulated depreciation	18,978,398	
Infrastructure, net of $6,881,135 accumulated depreciation	9,417,789	
Leasehold buildings and improvements, net of $29,194,260 accumulated depreciation	89,831,254	
Total capital assets		490,559,933
Net pension asset is reflected on the statement of net position but is not a current expenditure for the fund statement.		16,152,982
Deferred outflows related to pension		11,041,598
Deferred inflow related to pension		(25,669,105)
Some of the County's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are reported as unavailable revenues in the funds.		5,358,586
Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities-both current and long-term are reported in the statement of net assets. Also, during the year the County issued additional debt. The amount borrowed is received in the governmental funds and increases fund balance. The premium will be amortized as an adjustment of interest expense in the statement of activities over the remaining life of the new debt.		
Balances at December 31, 2017 are:		
Accrued interest on bonds	$ (981,372)	
Bonds and notes payable	(244,344,000)	
Bonds premium	(40,223,062)	
Deferred gain - refunding	(3,660,000)	
Lease rental debt	(49,399,077)	
Compensated absences	(11,859,511)	
		(350,467,022)
Total net position of governmental activities		$ 213,220,443

See accompanying notes to the financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

		Special Revenue Funds	
	General Fund	Behavioral Health Services	Children and Youth Services
Revenues:			
Real estate taxes	$ 144,839,552	$ -	$ -
Licenses and fees	15,905,528	-	908,500
Judiciary costs and fines	20,001,788	-	-
Intergovernmental	21,659,123	113,390,803	47,558,330
Interest	798,767	156,321	-
Other	3,448,947	-	256
Total revenues	206,653,705	113,547,124	48,467,086
Expenditures:			
Current:			
General government	42,875,209	-	-
Judiciary	73,096,790	-	-
Corrections	42,432,265	-	-
Authorities	21,978,776	-	-
Social services	963,946	113,547,124	60,794,426
Bridges	-	-	-
Health	15,264,025	-	-
Public safety	4,119,579	-	-
Debt service	-	-	-
Capital projects	718,167	-	-
Total expenditures	201,448,757	113,547,124	60,794,426
Excess of revenues over (under) expenditures	5,204,948	-	(12,327,340)
Other financing sources (uses):			
Transfers in	483,323	-	12,327,340
Proceeds of refunding bonds	31,380,000	-	-
Bond premium	6,272,810	-	-
Payment to refunded bond escrow agent	(37,386,844)	-	-
Transfers out	(17,786,240)	-	-
Total other financing sources (uses)	(17,036,951)	-	12,327,340
Net change in fund balances	(11,832,003)	-	-
Fund balances - January 1	47,337,733	-	-
Fund balances - December 31	$ 35,505,730	$ -	$ -

See accompanying notes to the financial statements.

	Debt Service Fund	Capital Project Fund		
Mental Health/ Developmental Programs	**Debt Service**	**2016 Series Bond**	**Other Governmental Funds**	**Total Governmental Funds**
$ -	$ 43,299,730	$ -	$ -	$ 188,139,282
53,432	-	-	32,533,651	49,401,111
-	-	-	-	20,001,788
31,022,587	-	-	37,314,990	250,945,833
110,255	-	181,958	217,537	1,464,838
-	271,418	-	831,027	4,551,648
31,186,274	43,571,148	181,958	70,897,205	514,504,500
-	-	3,517,650	160,038	46,552,897
-	-	-	-	73,096,790
-	-	-	-	42,432,265
-	-	-	-	21,978,776
32,847,079	-	-	54,777,441	262,930,016
-	-	-	3,793,531	3,793,531
-	-	-	-	15,264,025
-	-	-	15,002,377	19,121,956
-	45,521,886	-	-	45,521,886
-	-	8,802,951	2,556,649	12,077,767
32,847,079	45,521,886	12,320,601	76,290,036	542,769,909
(1,660,805)	(1,950,738)	(12,138,643)	(5,392,831)	(28,265,409)
1,660,805	2,682,000	-	5,100,606	22,254,074
-	-	-	-	31,380,000
-	-	-	-	6,272,810
-	-	-	-	(37,386,844)
-	-	(1,136,561)	(3,331,273)	(22,254,074)
1,660,805	2,682,000	(1,136,561)	1,769,333	265,966
-	731,262	(13,275,204)	(3,623,498)	(27,999,443)
-	(1,888,650)	24,718,616	24,075,215	94,242,914
$ -	$ (1,157,388)	$ 11,443,412	$ 20,451,717	$ 66,243,471

COUNTY OF BUCKS, PENNSYLVANIA

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2017

Net change in fund balances - total governmental funds		$ (27,999,443)
The change in net position reported for governmental activities in the statement of activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation $(18,897,625) exceeded capital outlays $12,007,410 in the current period and the sale of assets.		(6,890,215)
Changes in net pension obligation and deferred outflows/inflows is reflected on the statement of net position but is not a current expenditure for the fund statement.		(1,485,139)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		119,735
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net assets.		
Issuance of general obligation bonds and notes	(52,725,000)	
Amortization related to refunding of debt	610,000	
Bond premium	(6,272,810)	
Debt Repayments	82,036,496	
Net adjustment		23,648,686
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. The details are as follows:		
Compensated absences	28,996	
Amortization of bond premium	(3,436,416)	
Accrued interest on bonds	(267,585)	
Combined adjustment		(3,675,005)
Change in net position of governmental activities		$ (16,281,381)

See accompanying notes to the financial statements.

COUNTY OF BUCKS, PENNSYLVANIA

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2017

	Pension Trust Employes' Retirement System	Agency Funds
Assets		
Cash and cash equivalents	$ 18,495,280	$ 23,718,365
Investments:		
Bonds, debentures, bills, and notes:		
Government obligations	26,176,291	-
Corporate obligations	53,712,194	-
Common stock	126,196,333	-
Mutual funds	458,989,659	-
Fixed income securities	101,687,033	-
Total investments	766,761,510	-
Receivables:		
Intergovernmental	-	1,899,428
Accounts	1,484,025	9,747,379
Total receivables	1,484,025	11,646,807
Total assets	$ 786,740,815	$ 35,365,172
Liabilities		
Accounts payable	$ 12,748,465	$ 18,901,227
Due to other governmental units	-	16,463,945
Total liabilities	12,748,465	$ 35,365,172
Net Position		
Net position restricted for pension benefits	$ 773,992,350	

See accompanying notes to the financial statements.

COUNTY OF BUCKS, PENNSYLVANIA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - PENSION TRUST FUND
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Pension Trust
Additions:	
Contributions	
Employee	$ 15,237,535
Employer	10,031,718
Total contributions	25,269,253
Investment Income:	
Net realized gain and unrealized appreciation in fair value of investments	91,304,807
Interest	4,472,300
Dividends	3,425,168
Total investment income	99,202,275
Less investment expense	1,737,654
Net investment income	97,464,621
Miscellaneous income	334,934
Total additions	123,068,808
Deductions:	
Benefit payments	34,374,939
Refunds of employee contributions	1,721,139
Interest on refunds of employee contributions and other expenses	266,115
Total deductions	36,362,193
Net increase in plan net position	86,706,615
Net position restricted for pension benefits:	
Beginning of year	687,285,735
End of year	$ 773,992,350

See accompanying notes to the financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF NET POSITION - COMPONENT UNITS
DECEMBER 31, 2017*

	Bucks County Airport Authority	Bucks County Community College
Assets		
Cash and cash equivalents	$ 1,493,253	$ 11,691,455
Investments		9,046,624
Receivables:		
Intergovernmental	-	1,096,948
Accounts	70,413	3,011,206
Lease rentals from primary government	-	-
Restricted cash	2,110,999	13,279,239
Other assets	155,417	5,241,089
Capital assets	23,409,663	115,050,647
Total assets	$ 27,239,745	$ 158,417,208
Liabilities		
Accounts payable	$ 291,133	$ 1,702,016
Payroll items payable	3,474	4,128,437
Compensated absences	-	-
Miscellaneous liabilities	85,342	4,236,270
Unearned revenues	91,660	4,967,266
Long-term obligations payable:		
Due within one year	309,667	5,070,834
Due in more than one year	1,960,489	78,739,802
Total liabilities	2,741,765	98,844,625
Net Position		
Net investment in capital assets	21,139,507	66,523,621
Restricted	2,025,178	-
Unrestricted	1,333,295	(6,951,038)
Total net position	$ 24,497,980	$ 59,572,583

See accompanying notes to the financial statements.

*The Bucks County Community College, the Bucks County Community College Authority, and the Bucks County Drug and Alcohol Commission, Inc. are presented as of June 30, 2017.

Bucks County Community College Authority	Bucks County Drug and Alcohol Commission	Bucks County Free Library	Bucks County Housing Authority	Totals
$ -	$ 841,908	$ 886,670	$ 40,361,247	$ 55,274,533
-	-	12,359,673	-	21,406,297
-	1,346,801	-	-	2,443,749
-	97,643	84,147	3,220,429	6,483,838
49,399,077	-	-	-	49,399,077
13,337,293	-	-	413,844	29,141,375
3,323,190	39,291	-	2,149,158	10,908,145
-	-	4,337,365	17,139,884	159,937,559
$ 66,059,560	$ 2,325,643	$ 17,667,855	$ 63,284,562	$ 334,994,573
$ 60,518	$ 1,294,544	$ 206,677	$ 518,575	$ 4,073,463
-	49,339	79,906	-	4,261,156
-	59,224	249,960	257,599	566,783
13,388,791	-	-	492,360	18,202,763
-	38,207	-	-	5,097,133
2,952,422	-	-	55,000	8,387,923
49,657,829	-	-	1,910,707	132,268,827
66,059,560	1,441,314	536,543	3,234,241	172,858,048
-	-	4,337,365	15,474,177	107,474,670
-	57,794	3,474,537	-	5,557,509
-	826,535	9,319,410	44,576,144	49,104,346
$ -	$ 884,329	$ 17,131,312	$ 60,050,321	$ 162,136,525

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNITS
FOR THE YEAR ENDED DECEMBER 31, 2017*

		Program Revenues			
Functions/Programs	**Expenses**	**Charges for Services**	**Capital Grants and Contributions**	**Operating Grants and Contributions**	**Bucks County Airport Authority**
Airport	$ 1,290,639	$ 1,227,969	$ 2,064,792	$ -	$ 2,002,122
Community college:					
Community college	84,589,442	34,645,440	4,328,750	46,967,923	-
Community college authority	1,039,973	-	-	1,032,000	-
Total community college	85,629,415	34,645,440	4,328,750	47,999,923	-
Drug and alcohol	7,475,355	986,122	-	6,673,133	-
Library	10,031,648	562,464	-	9,455,181	-
Housing	32,895,697	5,433,215	376,728	27,032,637	-
Total component units	$ 137,322,754	$ 42,855,210	$ 6,770,270	$ 91,160,874	2,002,122

General revenues:	
Unrestricted investment earnings	1,283
Miscellaneous	-
Total general revenues	1,283
Change in net position	2,003,405
Net position - beginning	22,494,575
Net position - ending	$ 24,497,980

See accompanying notes to the financial statements.

*The Bucks County Drug and Alcohol Commission, Inc., the Bucks County Community College Authority, and the Bucks County Community College Component Units are presented as of June 30, 2017.

Net (Expense) Revenues and Changes in Net Position

Bucks County Community College	Bucks County Community College Authority	Bucks County Drug and Alcohol	Bucks County Free Library	Bucks County Housing Authority	Totals
$ -	$ -	$ -	$ -	$ -	$ 2,002,122
1,352,671	-	-	-	-	1,352,671
-	(7,973)	-	-	-	(7,973)
1,352,671	(7,973)	-	-	-	1,344,698
-	-	183,900	-	-	183,900
-	-	-	(14,003)	-	(14,003)
-	-	-	-	(53,117)	(53,117)
1,352,671	(7,973)	183,900	(14,003)	(53,117)	3,463,600
62,352	-	1,662	1,751,230	423,027	2,239,554
-	-	11,942	-	358,322	370,264
62,352	-	13,604	1,751,230	781,349	2,609,818
1,415,023	(7,973)	197,504	1,737,227	728,232	6,073,418
58,157,560	7,973	686,825	15,394,085	59,322,089	156,063,107
$ 59,572,583	-	$ 884,329	$ 17,131,312	$ 60,050,321	$ 162,136,525

THIS PAGE INTENTIONALLY LEFT BLANK

Basic Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

Basic Financial Statements

Notes to the Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The major accounting principles and practices followed by the County of Bucks, Pennsylvania (the County) are presented below to assist the reader in understanding the financial statements and the accompanying notes. The accounting principles and practices and the format of the financial statements for all funds are presented in conformity with accounting principles generally accepted in the United States of America applicable to governmental units.

A. Reporting Entity

The County has adopted the applicable provisions of the Governmental Accounting Standards Board (GASB), for the purpose of determining the scope of its entity for financial reporting purposes, as more fully explained in Note 2, "Reporting Entity."

B. Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. As a general rule, the effect of interfund activity has been eliminated or reclassified from these statements.

Interfund balances reported in the fund financial statements are eliminated in the governmental activities column of the statement of net position except for the net residual amounts due between governmental and fiduciary activities which are reclassified. Activity between component units and the primary government is reported as an external transaction.

The statement of activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt obligations are recorded as liabilities in the government-wide financial statements rather than as an other financing source. Amounts paid to reduce long-term obligations of the County are reported as a reduction to the related liability, rather than an expenditure.

Net position should be reported as restricted when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or imposed by law through legislation. The net position restricted for program expenditures result from special revenue funds and the restrictions on their net position use.

C. Fund Financial Statements

The accounting system of the County is organized on the fund basis. A fund is considered a separate accounting entity with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures or expenses, as appropriate. The funds are segregated for the purpose of recording a specific activity or objective in accordance with special regulations, restrictions or limitations.

Separate fund financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

D. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements except for agency funds which have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Real estate taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt obligations are recorded as liabilities in the government-wide financial statements rather than as an other financing source. Amounts paid to reduce long-term obligations of the County are reported as a reduction to the related liability, rather than an expenditure.

Fund financial statements report detailed information about the County. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented as a single column reported as other governmental funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers real estate tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Federal and state reimbursement grants are recorded as revenue when the related eligible expenditures are incurred and the funds are available within 180 days of the end of the year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is made.

Real estate taxes, licenses, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The determination of major funds is based on criteria established in GASB 34. The non-major funds are combined in a single column in the fund financial statements. The County reports the following major funds:

The general fund is the County's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund. Revenues of this fund are primarily derived from real estate taxes, state and federal grants, and fees for services. Many of the important activities of the County are accounted for in this fund, including operation of general County government, boards, commissions, and the court system.

The behavioral health services fund accounts for medical assistance funds received from the State of Pennsylvania which are restricted for providing managed health care services to Bucks County residents.

The children and youth services fund accounts for State and Federal revenues that provide a broad range of children and youth services that are restricted to expenditures for those specific purposes. The excess of expenditures over revenues is financed by the general fund.

The mental health/developmental programs fund accounts for state and federal revenue that provides programs for MHDP clients. The excess of expenditures over revenues is financed by the general fund.

The debt service fund accounts for the accumulation of resources used for the payment of interest and principal on all long-term debt of governmental funds.

The 2016 series bond fund accounts for the renovation and improvement of the County administration building and renovation of the County's former family court building, the County's Open Space Program, and the acquisition of certain technology upgrades.

Additionally, the County reports the following fiduciary funds:

The pension trust fund is used to account for County and employee pension plan contributions and net investment income to provide for the payment of retirement benefits to the members of the County's retirement system.

Agency funds are used to account for restricted assets held by the County as agent for individuals, private organizations, and other governmental units. During 2017, the County maintained twenty-two such funds. The row office and district court agency funds are used to account for the collection of fees on behalf of the County and other government agencies. The Tax Claim agency fund is used to collect delinquent taxes for the County, the school districts and other municipalities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Indirect costs between governmental activities have been eliminated to avoid the "doubling up" effect.

Amounts reported as program revenues include: charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Budgetary Accounting Controls

In accordance with provisions of Public Law of the Commonwealth of Pennsylvania, commonly known as the County Code, the County prepares and adopts a budget on or before December 31, for the following calendar year. The County maintains budgetary control by departmental classification. Budgetary transfers and/or additional appropriations from additional revenues received, or from unexpended funds appropriated but not spent in prior years, must be approved by the County Commissioners. Expenditures cannot legally exceed the appropriations at the budgetary control levels described above. In accordance with State regulations the Commissioners did, by resolution, make supplemental budgetary appropriations between departments. Appropriations lapse at the end of the fiscal year.

Budgets are prepared on a modified accrual basis and are adopted for the general fund, the special revenue funds, the debt service fund, and the capital projects funds.

F. Encumbrances

Encumbrances, which are commitments related to executory contracts for goods or services, are recorded for budgetary control purposes in the general fund, special revenue funds, and capital projects funds. Encumbrance accounting is utilized to assure effective budgetary control and accountability. All encumbrances are liquidated at year end.

G. Cash and Cash Equivalents

The County considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents for the purpose of reporting cash flows.

H. Investments

All investments of the County are stated at fair value.

I. Receivables

Taxes receivable are recorded at face (original levy), and do not include penalty and interest.

J. Loans Receivable

Loans receivable consists of $6,792,777 loans to various municipalities for the purchase of mobile and portable radios to be used by municipal public safety constituents in the County. The terms of the loans are from one to seven years at 1.5% interest.

K. Interfund Transactions

In connection with financing its operations, the County conducts interfund transactions. Accordingly, to the extent that certain interfund transactions have not been paid or received as of December 31, 2017, appropriate interfund receivables or payables have been established in the fund financial statements.

L. Capital Assets

Capital assets are defined as long-lived assets of the County as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and as assets in the government-wide financial statements. Capital assets, which include property, plant, equipment and infrastructure assets, are recorded at historical cost. Capital assets are reported in the governmental activities column in the government-wide financial statements. The minimum capitalization threshold is an individual item with a cost of more than $5,000 and a useful life exceeding one year. Donated capital assets, donated works of art and similar items and capital assets received in a service concession arrangement are reported at acquisition value. Easements with an indefinite useful life are considered intangible assets of the County and accordingly are not depreciated.

Depreciation and amortization on capital assets are computed on the straight-line basis over the estimated useful lives as follows:

Asset Class	Estimated Useful Lives
Land improvements	30 Years
Improvements other than buildings	35 Years
Buildings	50 Years
Building improvements	25 Years
Furniture, fixtures, machinery, and equipment	3-10 Years
Leasehold improvement	10 Years
Infrastructure	50 Years

M. Unearned Revenues

Revenues that are received but not yet earned are recorded as unearned revenues in the County's financial statements. In the County's governmental funds, unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the government before it has legal claim to them, as when grant monies are received prior to the incurrence 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 unearned revenue is removed from the governmental funds' balance sheet and revenue is recognized.

N. Long-term Obligations Payable

In the government-wide financial statements, bond discounts and premiums are deferred and amortized over the life of the bonds using the straight line interest method. Bonds payable are reported net of the applicable bond premium or discount. This method approximates the effective method which is GAAP.

In the fund financial statements, governmental fund types recognize bond premiums and discounts as well as bond issuance costs during the current period. The face amount of the debt issued is reported as other financing sources while discounts and premiums on debt issuance are reported as other financing uses. Issuance costs are reported as debt service expenditures.

O. Fund Balance

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable fund balance – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.
- Restricted fund balance – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed fund balance – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Commissioners. These amounts cannot be used for any other purpose unless the Board of Commissioners remove or change the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed.
- Assigned fund balance – This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. The Board of Commissioners delegated the responsibility to the Finance Director to approve or remove assigned fund balance that reflect the Commissioner's intended use of resources. The policy is for the Finance Director to contact the Controller's Office to review and to record the assigned fund balance.
- Unassigned fund balance – This classification represents amounts that have not been assigned to other funds and have not been restricted, committed, or assigned to specific purposes. The general fund is the only fund that reports a positive unassigned fund balance amount.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance and lastly unassigned fund balance.

The County's adopted fund balance policy is a reserved, general fund balance equal to 10% of the total operating budgets net of total expenditures of any governmental fund in which sufficient cash reserve is maintained in the fund.

P. Net Position

The government-wide and fiduciary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

- Net investment in capital assets – This category includes the County's capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- Unrestricted net position – This category represents net position of the County, not restricted for any project or other purpose.

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and fiduciary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government had three items that qualified for reporting in this category. Under the modified accrual basis of accounting, the governmental funds report unavailable revenue from property taxes as a deferred inflow of resources. Under the accrual basis of accounting, the government wide statement of net position reports deferred gain on refunding and pension related items as a deferred inflow of resources.

R. Transfers

Transfers between funds are reported as other financing sources and (uses) within those funds.

S. Indirect Costs

Indirect costs are charged to various State and Federal grant programs based on a formal plan developed annually by the County.

T. Compensated Absences Payable

The County adopted GASB's Statement No. 16 "Accounting for Compensated Absences" as its standard of accounting and reporting for compensated absences by State and local governmental entities.

County employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation days up to the amount specified in their union contract. Employees hired prior to 2014 are reimbursed 50% of their accumulated sick leave to a maximum of 20% of their annual salary upon separation from the County after a minimum of 8 years of service.

The County has accrued for compensated absences in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

U. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

V. Adoption of GASB Statements

The County adopted the requirements of GASB issued Statement No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans". The adoption of this statement had no effect on previously reported amounts.

The County adopted the requirements of GASB issued Statement No. 80, "Blending Requirements for Certain Component Units". The adoption of this statement had no effect on previously reported amounts.

The County adopted the requirements of GASB issued Statement No. 81, "Irrevocable Split-Interest Agreements". The adoption of this statement had no effect on previously reported amounts.

The County adopted the requirements of GASB issued Statement No 82, "Pension Issues – an amendment of GASB Statements No.67, No. 68 and No.73". The adoption of this statement had no effect on previously reported amounts.

W. GASB Pronouncements

In June 2015, the GASB issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". The County is required to adopt statement No. 75 for its calendar year 2018 financial statements.

In November 2016, the GASB issued Statement No. 83, "Certain Asset Retirement Obligations". The effective date is for reporting periods beginning after June 15, 2018.

In January 2017, the GASB issued Statement No. 84, "Fiduciary Activities". The effective date is for reporting periods beginning after December 15, 2018.

In March 2017, the GASB issued Statement No. 85, "Omnibus 2017". The effective date is for reporting periods beginning after June 15, 2017.

In May 2017, The GASB issued Statement No. 86, "Certain Debt Extinguishment Issues". The effective date is for reporting periods beginning after June 15, 2017.

In June 2017, The GASB issued Statement No. 87, "Leases". The effective date is for reporting periods beginning after December 15, 2019.

In April 2018, the GASB issued Statement No. 88, "Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements." The effective date is for reporting periods after June 15, 2018.

The County has not yet completed the various analysis required to estimate the financial statement impact of these new pronouncements.

2. REPORTING ENTITY

Consistent with GASB Statement No. 61 "The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34", the criteria used by the County to evaluate possible inclusion of related entities (authorities, commissions, and affiliates) within the financial reporting entity are financial accountability and the nature and significance of the relationship.

The component units discussed below are included in the County's reporting entity because of the significance of financial and operational relationships with the County. These component units have been included in the financial reporting entity as discretely presented component units.

A. Discretely Presented Component Units

The component units' columns on the government-wide 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. The governing bodies of all of these component units are appointed by the County Commissioners.

The Bucks County Airport Authority was established by the County under the provisions of the Municipal Authorities Act of 1945. It is responsible for acquiring, holding, constructing, improving, maintaining and operating airports and all necessary facilities within the County. The County guarantees certain debt of the Authority.

The Bucks County Community College was established under the Community College Act of 1963. It provides two-year collegiate experience for citizens within the local area who would benefit from higher education. The County's real estate tax levy includes millage for the purpose of providing annual appropriations to the Community College.

The Bucks County Community College Authority was incorporated under the provision of the Municipality Authorities Act of 1945. The Authority was created for the purpose of acquiring, holding, constructing, improving, maintaining and operating, owning or leasing buildings to be devoted for public uses and all facilities necessary for furthering public post-secondary education and training. The County provides financial support through lease rentals and is responsible for bonded debt.

The Bucks County Drug and Alcohol Commission was incorporated in 1987 to act as the single County authority to comply with the Pennsylvania State Plan for prevention, treatment and control of drug and alcohol abuse. The County Board of Commissioners approves all amendments to the Commission's by-laws and the appointment of the Executive Director. The County annually provides an appropriation to the Commission.

The Bucks County Free Library was established to promote library service in Bucks County. The County owns the library facilities and provides a significant annual appropriation to fund operating and capital expenses of the library. Upon dissolution of the library system, all assets will be distributed to the County.

The Bucks County Housing Authority was organized in 1941 by the County under the provisions of the Pennsylvania Housing Authorities Law of 1937. It is responsible for planning, developing, constructing and/or managing rental housing opportunities for low-income families. The County guarantees certain debt of the Authority.

Complete financial statements for the individual component units can be obtained from their respective administrative offices. The financial statements of the Bucks County Airport Authority, Bucks County Free Library and Bucks County Housing Authority are for the year ended December 31, 2017. The financial statements of the Bucks County Community College, Bucks County Community College Authority, and Bucks County Drug and Alcohol Commission are for the year ended June 30, 2017.

Administrative Offices

Bucks County Airport Authority, Doylestown Airport, PO Box 1185, Doylestown, PA 18901
Bucks County Community College, Newtown, PA 18940
Bucks County Community College Authority, Newtown, PA 18940
Bucks County Drug and Alcohol Commission, Inc., 600 Louis Drive Suite 102A, Warminster, PA 18974
Bucks County Free Library, 150 S. Pine Street, Doylestown, PA 18901
Bucks County Housing Authority, 350 S. Main Street Suite 205, Doylestown, PA 18901

B. Related Organizations

The County's Board of Commissioners is also responsible for appointing the members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County Commissioners appoint the board members of the following:

Bucks County Conference and Visitors Bureau
Bucks County Housing Development Corporation
Bucks County Industrial Development Authority
Bucks County Office of Employment and Training, Inc.
Bucks County Opportunity Council
Bucks County Redevelopment Authority
Bucks County Transport, Inc.
Bucks County Water and Sewer Authority
Federal Land Reuse Authority of Bucks County
St. Mary's Hospital Authority

3. COMPONENT UNITS - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Significant accounting policies for the component units included in the accompanying financial statements are described below:

A. Bucks County Airport Authority

Basis of Accounting

The Airport Authority maintains its books on the accrual basis of accounting.

Capital Assets

Capital assets are stated at cost. The Authority includes infrastructure such as runways and improvements to land as part of their capital assets. Depreciation is being provided principally by the straight-line method over the estimated useful lives of the assets as follows:

Buildings and Improvements	20 to 30 years
Equipment	10 years

B. Bucks County Community College

Basis of Accounting

The financial statements of the Community College are prepared using the economic resources measurement focus and the accrual basis of accounting.

Cash and Cash Equivalents

Cash and cash equivalents include short-term investments with a maturity of three months or less.

Receivables

Accounts receivable for the Community College is recorded net of an allowance for uncollectible amounts of $950,000 at June 30, 2017.

Capital Assets

Capital assets of the Community College are stated at cost when purchased. Donated capital assets, donated works of art and similar items and capital assets received in a service concession arrangement are reported at acquisition value. Depreciation and amortization are recorded on the straight-line basis over the estimated useful lives of the assets as follows:

Leasehold improvements	15 to 40 years
Library books and microfilm	7 to 25 years
Equipment	3 to 8 years

The period of amortization of capitalized leased equipment, and building improvements coincides with the lease terms.

Compensated Absences Payable

The Community College accrues a liability for future absences, recognizing the obligation relating to employees' rights to receive compensation for absences attributable to services already rendered.

C. Bucks County Community College Authority

Basis of Accounting

The Bucks County Community College Authority reports revenues and expenses on the accrual basis of accounting.

Future Revenue Receivables

Beginning with the year ended June 30, 1975, the Bucks County Community College Authority (the Authority) adopted the "financing method" of accounting for the lease of its facilities to the County of Bucks, whereby, future lease rentals to be received are shown as an asset applicable to the retirement of the bonds outstanding. In prior years, the cost of completed projects and projects under construction were shown as an asset and the cost in excess of bonds outstanding was included in the fund balances.

D. Bucks County Drug and Alcohol Commission

Basis of Accounting

The Bucks County Drug and Alcohol Commission reports revenues and expenditures on the modified accrual basis of accounting.

E. Bucks County Free Library

Basis of Accounting

The Bucks County Free Library reports revenue and expenses on the accrual basis of accounting.

Investments

Investments are stated at their fair values.

F. Bucks County Housing Authority

Basis of Accounting

The Bucks County Housing Authority uses the economic resources measurement focus and the accrual basis of accounting.

Cash and Cash Equivalents

Cash and cash equivalents include short term investments with a maturity of three months or less.

Capital Assets

Capital assets are recorded at cost. Donated capital assets, donated works of art and similar items and capital assets received in a service concession arrangement are reported at acquisition value. Depreciation is provided using the straight-line method over the estimated useful lives as follows:

Buildings	40 years
Leasehold improvements	15 years
Furniture and Equipment	3-5 years

4. DEPOSITS AND INVESTMENT RISK

Under Section 1706 of the County Code of the Commonwealth of Pennsylvania, the County is authorized to invest funds in the following:

- United States Treasury Bills.
- Short-term obligations of the United States Government or its agencies or instrumentalities.
- Deposits in savings accounts or time deposits, other than certificates of deposit, or share accounts of institutions having their principal place of business in the Commonwealth of Pennsylvania and insured by the Federal Deposit Insurance Corporation (FDIC) or other like insurance.
- Obligations of the United States of America or any of its agencies or instrumentalities backed by the full faith and credit of the United States of America, the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the Commonwealth of Pennsylvania or of any political subdivision of the Commonwealth of Pennsylvania or any of its agencies or instrumentalities backed by the full faith and credit of the political subdivision.
- Shares of an investment company registered under the Investment Company Act of 1940, whose shares are registered under the Securities Act of 1933.
- Certificates of deposit purchased from institutions having their principal place of business in or outside the Commonwealth of Pennsylvania that are insured by the FDIC or other like insurance. For any amounts in excess of the insured maximum, such deposits shall be collateralized by a pledge or assignment of assets pursuant to Act No. 72 of the General Assembly. Certificates of deposits may not exceed 20% of a bank's total capital surplus or 20% of a savings and loan's or savings bank's assets net of its liabilities.
- Commercial paper and prime commercial paper meeting certain requirements.
- Repurchase agreements that are fully collateralized by obligations of the United States of America.

In addition, the County Code provides that a pension or retirement fund may make any investment authorized by 20 Pa.C.S. Ch. 73 (relating to fiduciaries' investments).
For all deposits above the insured maximum, assets are pledged as collateral under subsection (c)(3), to be pooled in accordance with the Act of August 6, 1971 (P.L. 281, No. 72).
There were no deposits or investments during the year that were in violation with the State statutes or County policy.

A. GASB Statement No. 40

GASB Statement No. 40 "Deposit and Investment Risk Disclosure" requires disclosures related to the following deposit and investment risks: credit risk, custodial credit risk, concentration of credit risk, interest rate risk and foreign currency risk.

B. Deposits & Investment Risk

As of December 31, 2017, the County had the following debt investments and maturities in its operating fund account:

		Maturity in Years	
	Fair Value	Less than 1 year	1-5 years
US government treasuries	$ 9,053,327	$ 9,053,327	$ -
Certificate of Deposit	4,782,000	4,782,000	-
Total debt securities	$ 13,835,327	$ 13,835,327	-

C. Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from increasing interest rates, the County's investment policy states that the County will attempt to match its investments with anticipated cash flow requirements. Unless matched to a specific cash flow, the County Treasurer's Office will not directly invest in securities maturing more than one year from the date of purchase.

D. Credit Risk

The risk that an issuer or other counterparty to an investment will not fulfill its obligations is called credit risk.

E. Custodial Credit Risk

For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside entity. Of the bank balance of $155,012,439 at December 31, 2017, $2,666,417 was insured by the FDIC. The balance of $152,346,022 was collateralized in accordance with Act No. 72 of the General Assembly of Pennsylvania which requires the institution to pool collateral for all governmental deposits.

The entire cash and cash equivalent balance in the retirement fund was collateralized with securities held by the pledging financial institutions, or by their trust departments or agents but not in the County's name.

F. Concentration of Credit Risk

The County's investment policy allows no more than twenty-five percent of the County's investment portfolio with a single financial institution, except that said twenty-five percent restriction shall not apply during the first quarter of any calendar year and does not apply to U.S. Treasurer's securities and State investment pools.

The twenty-five percent restriction shall not apply to proceeds of County bond issues where it is more beneficial to the County to invest large amounts due to the then current I.R.S. regulations applicable to investment of bond proceeds.

As of December 31, 2017, the County investments in debt securities have received the following ratings from Standard and Poor's:

Investment Type	Standard & Poor's Rating	Fair Value	Percentage of Debt Securities
US Government treasuries	AA+	$ 9,053,327	100.00%

(Continued)

As of December 31, 2017, the pension trust fund had the following debt investments and maturities:

		Maturity in Years			
	Fair Value	Less than 1 year	1-5 years	6-10 years	More than 10 years
US government treasuries	$ 26,176,291	$ -	$ 10,553,711	$ 6,782,832	$ 8,839,748
Corporate debt	53,712,194	3,156,314	15,173,796	22,863,807	12,518,277
Municipal bonds	7,050,790	-	-	563,435	6,487,355
	$ 86,939,275	$ 3,156,314	$ 25,727,507	$ 30,210,074	$ 27,845,380

G. Interest Rate Risk

The objective of the County's Investment Policy for the Retirement Fund is to provide for the funding and anticipated withdrawals on a continuing basis. To conserve and enhance the capital of the Fund in real terms through asset appreciation and income generation, while maintaining a moderate investment risk profile. To minimize principal fluctuations over the investment cycle (three to five years) and to achieve a long-term level of return commensurate with contemporary economic conditions and equal to or exceeding the investment objective set forth in the policy.

In order to maintain an effective money management structure that is style neutral, the large capitalization growth equity portion of the investment portfolio shall not exceed the large capitalization value equity portion of the portfolio by more than a two-to-one ratio. Conversely, value shall not exceed growth by the same ratio. This same relationship should be followed for the portfolio's small capitalization equity money managers as well.

H. Credit Risk

The County's Investment Policy for the Retirement Fund sets the overall rating of the fixed income assets to be at least "A", according to either Moody's or Standard & Poor's rating system. In cases where the yield spread adequately compensates for additional risk, BAA or BBB ratings can be purchased up to a maximum of 15% of total market value of fixed income securities. Cash and short term instruments maturing in 360 days or less shall be restricted to a maximum of 10% of total assets at all times. Cash equivalent reserves shall consist of cash instruments having a quality rating of A-2, P-2 or higher, as established by Moody's or Standards & Poor's. Bankers' acceptances, certificates of deposits and savings accounts must be made of United States banks or financial institutions, or foreign branches of United States banks, or United States branches of foreign banks, which are federally insured with unrestricted capital of at least $50 million. Short-term corporate obligations must be rated A or better by Moody's or by Standard & Poor's.

The diversification restrictions for individual stocks and fixed income securities purchased and held in the total portfolio shall not apply to similar investment instruments held in a commingled fund or a SEC registered mutual fund specifically approved by the Board.

I. Concentration of Credit Risk – Retirement Fund

The County's investment policy for the Retirement Fund allows investment in common stocks, preferred stocks and publicly traded Real Estate Investment Trusts which shall be restricted to high quality, readily marketable securities of corporations that are actively traded on a major exchange. Not more than 5% of the total stock portfolio valued at market may be invested in the common stock of any one corporation. Ownership of the shares of one company shall not exceed two percent of those outstanding. Not more than 25% of stock valued at market may be held in any one industry category. Fixed income securities of any one issuer shall not exceed 5% of the total bond portfolio at the time of purchase. This does not apply to U.S. Treasury Issues or other Federal agency securities. As of December 31, 2017, the pension trust fund investments in debt securities have received the following ratings from Standard and Poor's:

Investment Type	Standard and Poors Rating	Fair Value	Percentage of Debt Securities
US government treasuries	AAA	$ 26,176,291	30.11%
Corporate debt	AAA	912,331	1.05%
Corporate debt	AA	2,888,326	3.32%
Corporate debt	AA-	2,098,237	2.41%
Corporate debt	A+	3,883,099	4.47%
Corporate debt	A	2,311,586	2.66%
Corporate debt	A-	7,952,416	9.15%
Corporate debt	BBB+	16,407,898	18.87%
Corporate debt	BBB	7,232,410	8.32%
Corporate debt	BBB-	5,232,018	6.02%
Corporate debt	BB	355,032	0.41%
Corporate debt	Not Rated	4,438,841	5.11%
Municipal bonds	AAA	520,167	0.60%
Municipal bonds	AA	1,239,164	1.43%
Municipal bonds	A+	905,875	1.04%
Municipal bonds	A-	3,461,420	3.98%
Municipal bonds	BBB+	924,164	1.06%
Total investments		$ 86,939,275	

Investments are measured at fair value on a recurring basis. GASB Statement No. 72 sets the structure for measuring fair value. The County's investments by fair value as of December 31, 2017 are as follows:

		Fair Value Measurements Using		
	12/31/2017	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level				
Bonds, debentures, bills, and notes				
Government obligations	$ 26,176,291	$ 26,176,291	$ -	$ -
Corporate obligations	53,712,194	-	53,712,194	-
Other fixed income securities	101,687,033	-	76,402,895	25,284,138
Common stock	126,196,333	121,033,055	5,163,278	-
Mutual funds	458,989,659	126,348,238	292,054,441	40,586,980
Total investments by fair value level	$ 766,761,510	$ 273,557,584	$ 427,332,808	$ 65,871,118

(Continued)

The three levels of the fair value hierarchy are: Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that a government can access at the measurement date. Level 2 inputs are other than quoted prices, included in Level 1 that are observable for an asset or liability. Level 3 inputs are unobservable inputs for an asset or liability.

5. COMPONENT UNITS - DEPOSITS AND INVESTMENTS

A. Bucks County Airport Authority

At December 31, 2017, the carrying amount of Bucks County Airport Authority's deposits with financial institutions was $3,604,252, and the bank balance was $3,627,946, which is categorized as follows:

Amount insured by the FDIC or collateralized with securities held by the Authority or by its agent in the Authority's name.	$ 250,000
Collateralized with securities held by the pledging financial institution's trust department or agent not in the Authority's name.	3,377,946
Total bank balance	$ 3,627,946

B. Bucks County Community College

At June 30, 2017, the carrying amount of Bucks County Community College's deposits with financial institutions was $11,691,455 and the bank balance was $10,642,400, which is categorized as follows:

Amount insured by the FDIC or collateralized with securities held by the College or by its agent in the College's name.	$ 2,358,091
Collateralized with securities held by the pledging financial institution's trust department or agent not in the College's name.	8,284,309
Amount uninsured by the FDIC or collateralized with securities held by the College or by its agent in the College's name.	-
Total bank balance	$ 10,642,400

C. Bucks County Community College Authority

As of June 30, 2017, The Bucks County Community College Authority had the following debt investments and cash equivalents recorded at fair value as follows: cash equivalents $12,167,607 and US government agency $1,169,686. These restricted investments totaled $13,337,293.

D. Bucks County Drug and Alcohol Commission

The Bucks County Drug and Alcohol Commission considers all repurchase accounts with a maturity of three months or less to be cash equivalents. At June 30, 2017, the carrying amount of Bucks County Drug and Alcohol Commission's deposits with financial institutions was $841,908, and the bank balance was $841,908 which is categorized as follows:

Amount insured by the FDIC or collateralized with securities held by the financial institution.	$ 841,908

E. Bucks County Free Library

As of December 31, 2017, the Bucks County Free Library (the Library) had the following debt investments and cash equivalents with their respective maturities recorded at fair value as follows: cash equivalents $219,849, real estate investment trust $200,170, mutual funds $7,839,831, and equity funds $4,099,823. These investments total $12,359,673. At December 31, 2017, the carrying amount of the Library's deposits with financial institutions was $930,380 and the bank balance was $1,141,854. Of the bank balance, $250,000 was insured by the FDIC. The amount in excess of insurance was collateralized with securities held by the pledging financial institution's trust department or agent not in the Library's name.

F. Bucks County Housing Authority

At December 31, 2017, the carrying amount of Bucks County Housing Authority's deposits and investments with financial institutions was $40,775,091, and the bank balance was $41,000,181, which is categorized as follows:

Amount insured by the FDIC or collateralized with securities held by the financial institution.	$ 41,000,181

6. REAL ESTATE TAXES RECEIVABLE

Real estate taxes for the calendar year are levied and the related tax receivable is recorded on March 1 of each year. Any unpaid taxes are attached as an enforceable lien on such property as of January 15 of the following year. County taxes are payable as follows: 2% discount, March 1 through April 30; face amount May 1 through June 30; and 10% penalty thereafter. The County collects delinquent taxes on behalf of itself and other taxing authorities. These collections and remittances are accounted for through the Tax Claim Bureau. Real estate taxes levied for 2017 are recorded as receivables, net of allowance for uncollectibles of $1,898,697.

7. INTERGOVERNMENTAL RECEIVABLES

Amounts due from other governments at December 31, 2017 are summarized as follows:

Fund Category	Federal	State	Total
General	$ 1,423,844	$ 4,182,235	$ 5,606,079
Children and youth services	6,154,886	225,851	6,380,737
Mental health/developmental programs	117,664	362,945	480,609
Nonmajor governmental funds	871,673	7,511,749	8,383,422
Totals	$ 8,568,067	$ 12,282,780	$ 20,850,847

8. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017 was as follows:

Primary Government	Beginning Balance	Increase	Decrease	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 116,303,381	$ 3,509,619	$ -	$ 119,813,000
Construction in progress	36,804,218	4,541,713	-	41,345,931
Total capital assets, not being depreciated	153,107,599	8,051,332	-	161,158,931
Capital assets, being depreciated:				
Buildings	309,616,351	574,660	(95,000)	310,096,011
Improvements other than buildings	55,097,178	546,168	-	55,643,346
Machinery and equipment	150,446,524	2,835,250	(404,300)	152,877,474
Infrastructure	16,298,924	-	-	16,298,924
Leasehold buildings and improvements	119,025,514	-	-	119,025,514
Total capital assets being depreciated	650,484,491	3,956,078	(499,300)	653,941,269
Less accumulated depreciation:				
Buildings	(110,847,025)	(8,769,961)	95,000	(119,521,986)
Improvements other than buildings	(34,399,748)	(644,062)	-	(35,043,810)
Machinery and equipment	(124,819,774)	(9,483,602)	404,300	(133,899,076)
Infrastructure	(6,881,135)	-	-	(6,881,135)
Leasehold buildings and improvements	(29,194,260)	-	-	(29,194,260)
Total accumulated depreciation	(306,141,942)	(18,897,625)	499,300	(324,540,267)
Total capital assets, being depreciated, net	$ 344,342,549	$ (14,941,547)	$ -	$ 329,401,002
Governmental activities capital assets, net	$ 497,450,148	$ (6,890,215)	$ -	$ 490,559,933

Depreciation expense was charged to functions / programs of the primary government as follows:

Governmental activities:	
General government	$ 10,442,604
Judiciary	2,629,806
Corrections	1,408,057
Social services	1,432,005
Bridges	8,132
Health	96,388
Public safety	2,880,633
Total depreciation expense - governmental activities	$ 18,897,625

9. COMPONENT UNITS – CAPITAL ASSETS

A. Bucks County Airport Authority

The following is a summary of the Bucks County Airport Authority's capital assets at December 31, 2017:

Land, not being depreciated	$ 12,028,343
Easements, not being depreciated	232,426
Construction in progress	348,458
Buildings and improvements	23,667,917
Equipment	694,197
Accumulated depreciation	(13,561,678)
	$ 23,409,663

B. Bucks County Community College

The following is a summary of the Bucks County Community College's capital assets at June 30, 2017:

Land	$ 4,839,020
Furniture and equipment	25,321,963
Leasehold improvements	149,979,125
Library equipment	4,182,381
Construction in progress	3,776,186
Accumulated depreciation	(73,048,028)
	$ 115,050,647

C. Bucks County Free Library

The following is a summary of the Bucks County Free Library's capital assets at December 31, 2017:

Building improvements	$ 4,316,096
Furniture and equipment	1,721,752
Library book collections	6,260,139
Accumulated depreciation	(7,960,622)
	$ 4,337,365

D. Bucks County Housing Authority

The following is a summary of the Bucks County Housing Authority's capital assets at December 31, 2017:

Land, not being depreciated	$ 3,952,868
Buildings	62,928,009
Furniture and equipment	1,340,212
Construction in progress	540,753
Accumulated depreciation	(51,621,958)
	$ 17,139,884

10. EMPLOYEES' RETIREMENT SYSTEMS

A. Bucks County Employees' Retirement System

Plan Description

The County is the administrator of a single-employer, Employees' Retirement System established January 1, 1942 and governed by the County Pension Law, Act 96 of 1971, of the General Assembly of the Commonwealth of Pennsylvania, as amended (The Act). The plan is administered by the County Retirement Board. Benefits and contribution provisions of the plan are established and can be amended as provided by the act. The system provides benefits for all full-time County employees except for certain Health Department employees. Effective July 1, 1991, all per diem employees working 1,000 hours per year must participate in the plan. The plan is included in the basic financial statements of the County as a pension trust fund. A stand-alone financial report is not issued for the plan. The financial statements of the Pension Trust Fund are prepared on the accrual basis of accounting. Plan member and employer contributions to the plan are recognized in the period in which contributions are due. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Current membership in the system is composed of the following:

Membership	January 1, 2018
Inactive plan members or beneficiaries currently receiving benefits	1,407
Inactive plan members entitled to but not yet receiving benefits	334
Active plan members:	
Fully vested	1,758
Nonvested	679

All full-time County employees and per diem employees working at least 1,000 hours per year, are required to participate in the system. Benefits vest after five years of service. Employees who have reached the normal retirement age of 60 or age 55 with 20 years of County service are entitled to annual retirement benefits equal to the member's annuity based on the actuarial equivalent of the accumulated deductions and a County annuity equal to the product of: (a) the "final average salary" (average of 3 highest years) times (b) the "class basis" (1/80 or 1/60 depending on the date when the member entered the system), multiplied by (c) the service time at each class basis. The system permits early retirement on a voluntary basis before age 55 with 20 years of service. The cost of living adjustments are provided at the discretion of the Retirement Board.

If an active employee dies at age 60 or older or after completing 10 years of credited service, a death benefit will be paid to the employee's designated beneficiary(ies). Active employees, who become totally disabled after 5 years of County service, receive an annual pension equal to 25% of the "final average salary." A plan member who leaves County service with less than 5 years of service may withdraw his/her contributions plus any accumulated interest.

Rate of Return

As of December 31, 2017, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 14.38%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected return, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation for the 2017 measurement period (see the discussion of the pension plan's investment policy) are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return	Target Allocation
Domestic equity	5.4 - 6.4%	40 - 50%
International equity	5.5 - 6.5%	15 - 25%
Fixed income	1.3 - 3.3%	25 - 35%
Real Estate/Alternative	4.5 - 5.5%	0 - 10%
Cash	0 - 1.0%	0 - 10%

Discount rate. The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. (i.e. no depletion date is projected to occur).

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.5 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase 8.50%
County's net pension liability	$ 64,041,145	$ (16,152,982)	$ (79,368,778)

As a condition of participation, employees are required to contribute a portion of their salary to the system as stipulated through the Pennsylvania State Law Act 96 of August 31, 1971 (P.L. 398). Plan members are required to contribute 9% of their annual covered salary and may contribute up to 19%. Interest is credited each year in an amount not less than 4% and no greater than 5.5% as mandated by Pennsylvania State Law and voted upon by the County Retirement Board. Administrative costs are financed through investment earnings. The Act makes no provision for termination of the Plan.

Investments

The system's investments are held in a bank-administered trust fund. The Pension Trust Fund investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of future principal and interest payments, and are discounted at prevailing interest rates for similar instruments. Investments that do not have an established market are reported at estimated fair value. The following table presents the cost and market value of these investments at December 31, 2017:

	Cost	Fair Value
Bonds, debentures, bills, and notes		
Government obligations	$ 26,621,709	$ 26,176,291
Corporate obligations	53,593,205	53,712,194
Common stock	100,794,170	126,196,333
Mutual funds	324,038,947	458,989,659
Fixed income securities	101,418,954	101,687,033
Subtotal - investments	606,466,985	766,761,510
Principal and income cash account	18,495,280	18,495,280
Total	$ 624,962,265	$ 785,256,790

Actuarial Valuation

The annual required contribution was determined based on the most recent annual actuarial valuation dated as of January 1, 2017. The county elected to change from the aggregate actuarial cost method of funding for the valuation to the entry age normal funding method beginning in 2011. Significant actuarial assumptions used include, (a) a rate of return on the investment of present and future assets of 7.5% per year compounded annually, (b) projected salary increases of 3.5% per year, attributable to inflation, and (c) no post-retirement benefit increases. Both (a) and (b) included an inflation component of 3%. The actuarial value of assets were determined using the greater of the market value of assets as of the valuation date and adjusting the actuarial value of assets of the prior valuation date in accordance with the method approved by the Commonwealth of PA under Act 44 Section 210A(1). The actuarial value of assets will be limited to a maximum of 120% and a minimum of 80% of the market value of assets as of the valuation date.

For 2017, mortality rates were based on the RP-2013 Annuitant and Non-Annuitant Mortality Tables for males and females with no projected improvement. Prior to 2015, the plan had used the GAM83 mortality table. This change in assumption has resulted in a deferred outflows of resources in 2017.

Under the Act, cost-of-living adjustments to each member's retirement allowance shall be reviewed at least once every three years subsequent to the member's retirement date. The adjustment, should the County elect to give one, is a percentage of the change in the Consumer Price Index (CPI). The Plan did not include an assumption for projected ad hoc postemployment benefit changes as they are not considered to be substantively automatic.

The actuarial assumptions used in the valuation for the 2017 measurement period were based on past experience under the plan and reasonable future expectations which represent our best estimate of anticipated experience under the plan. An experience study has not been performed in the last 5 years.

The components of the net pension liability of the County for the 2017 measurement period were as follows:

Total pension liability	$ 757,839,368
Plan fiduciary net position	773,992,350
County's net position liability	$ (16,152,982)
Plan fiduciary net postion as a percentage of the total pension liability	102.13%

Changes in the Net Pension Liability

	Increase/(Decrease)		
	Total Pension Liability (a)	**Plan Fuduciary Net Position (b)**	**Net Pension Liability (a) - (b)**
Balances as of December 31, 2016	$ 727,282,242	$ 687,285,735	$ 39,996,507
Changes for the Year:			
1. Service Cost	22,230,167	-	22,230,167
2. Interest	53,613,292	-	53,613,292
3. Changes of Benefit Terms	-	-	-
4. Differences Between Expected and Actual Experience	(9,190,255)	-	(9,190,255)
5. Changes of Assumptions	-	-	-
6. Contributions - Employer	-	10,031,718	(10,031,718)
7. Contributions - Member	-	15,237,535	(15,237,535)
8. Net Investment Income	-	97,799,555	(97,799,555)
9. Benefit Payments, Including Refunds of Member Contributions	(36,096,078)	(36,096,078)	-
10. Plan Administrative Expenses	-	-	-
11. Other Changes	-	(266,115)	266,115
Net Changes	$ 30,557,126	$ 86,706,615	$ (56,149,489)
Balances as of December 31, 2017	$ 757,839,368	$ 773,992,350	$ (16,152,982)

(Continued)

For the 2017 measurement period, the County recognized pension expense (income) of $11,516,857 and reported deferred outflows of resources and deferred inflows of resources that relate to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 5,023,539	$ (11,925,042)
Change of assumptions	6,018,059	-
Net difference between projected and actual earnings on pension plan investments	-	(13,744,063)
Total	$ 11,041,598	$ (25,669,105)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended	
2018	$ 1,792,582
2019	1,792,582
2020	(9,109,735)
2021	(9,700,648)
2022	485,427
Thereafter	112,285

Contributions Required and Contributions Made

The Retirement Board establishes contribution rates based on an actuarially determined contribution recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability.

The actuarially required contribution (ARC) to the retirement fund for 2017 was $10,031,718. The County contributed cash of $10,031,718 on December 28, 2017. The contributions represented 6.48 percent of covered payroll. All contributions were for normal cost. Employee contributions in 2017 totaled $15,237,535. These contributions represented 9.84 percent of covered payroll.

B. Health Department

Retirement benefits are provided to County Health Department employees by the State Employees' Retirement System (SERS), a cost sharing multiple-employer public employee retirement system. (See Note 11A.) The payroll for employees covered by the SERS for the year ended December 30, 2017 was $166,569; the County's total payroll was $156,937,297.

The total contribution for the year ended December 31, 2017 was $63,905, which consisted of $53,533 from the County and $10,372 from employees. These contributions represented 32.14 percent and 6.23 percent of covered payroll, respectively. The County's contributions for the years ending December 31, 2017, 2016, and 2015 were $53,533, $59,658, and $65,744, respectively, equal to the required contributions for each year.

11. COMPONENT UNITS – EMPLOYEE RETIREMENT SYSTEM

	Bucks County Community College (BCCC)			Bucks County Free Library
	SERS	TIAA	PSERS	AUL/BPAS
Payroll for covered employees	$ 1,709,982	$ 23,328,000	$ 2,925,089	$ 2,227,529
Total contributions	$ 621,220	$ 3,920,000	$ 1,000,000	$ 357,846
Employer contributions	$ 514,347	$ 2,462,000	$ 788,192	$ 124,590
Employer contributions as percentage of covered payroll	30.08%	10.55%	26.95%	5.59%
Employee contributions	$ 106,873	$ 1,458,000	$ 219,382	$ 233,256
Employee contributions as percentage of covered payroll	6.25%	6.25%	7.50%	10.47%

A. SERS

The SERS is a cost sharing, multiple-employer public employee retirement system. Membership in the SERS is mandatory for most State employees, members, and employees of the legislature and certain elected persons in the executive branch. Certain other employees are not required, but are given the option to participate. The SERS provides retirement, death, and disability benefits. Retirement benefits vest after 10 years of credited service. Employees, who retire at age 60 or with 35 years of service if under age 60, are entitled to a normal annual retirement benefit. The general annual benefit is 2% of the member's high three-year average salary multiplied by their years of service. Covered employees are required by Commonwealth of Pennsylvania State statute to contribute 5% to 10% of their salary to the SERS. The Community College's contributions for the years ending June 30, 2017, 2016, and 2015 were $514,347, $449,511, and $417,494, respectively, equal to the required contributions for each year. Historical trend information including the SERS's "Schedule of Funding Progress" and the "Schedule of Employer Contributions" is presented in the SERS's December 31, 2017 annual financial report.

B. TIAA

Teachers Insurance and Annuity Association (TIAA) is a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the TIAA plus investment earnings.

All Bucks County Community College employees are eligible to participate from the date of employment. Members receive first day vesting rights and may assign contributions to the variety of investment programs. Members leaving the college within 5 years of their employment date may withdraw their contributions and accumulated interest.

Prior to the current AUL plan, all full time Bucks County Free Library employees were eligible to participate after one year of employment with mandatory participation upon completion of second year and attainment of age 30. Members may assign contributions to a variety of investment programs.

C. PSERS

The Public School Employees' Retirement System (PSERS) is a multiple-employer cost sharing public employee retirement system. Membership in the PSERS is mandatory for substantially all full-time public school employees in the Commonwealth. Members are eligible for monthly retirement benefits upon reaching (a) age 62; (b) age 60 and 30 or more years of service or; (c) 35 or more years of service regardless of age. Benefits are generally equal to 2% of the member's final average salary multiplied by the number of years of credited service. After completion of 10 years of service, a member's right to the defined benefit is vested and early retirement benefits may be elected.

The PSERS also provides for disability retirement benefits and death benefits. Participants are eligible for disability retirement benefits after completion of 5 years of eligible service. Such benefits are equal to 2% of the member's final average salary multiplied by the number of years of credited service, but not less than one third of such salary, nor greater than the benefit the member would have had at superannuation retirement age.

Covered employees are required by the Commonwealth of Pennsylvania statute to contribute 6.5% to 7.5% of their salary to the PSERS. The Community College is required by the same statute to contribute the remaining amounts necessary to pay benefits when due. The College's contributions for the years ending June 30, 2017, 2016, and 2015 were $788,192, $661,767, and $555,370, respectively, equal to the required contributions for each year. Historical trend information including the PSERS's "Schedule of Funding Progress" and the "Schedule of Employer Contributions" is presented in the PSERS's June 30, 2017 annual financial report.

D. American United Life Insurance Company (AUL)

AUL is a defined contribution plan. The benefits depend solely on amounts contributed to the AUL plus investment earnings. Effective May 2006, all new full time employees can elect to participate in the AUL plan. Employees with TIAA prior to May 2006 are permitted to remain with TIAA.

The County and its component units do not provide any additional post-employment benefits other than pension benefits.

12. SELF-INSURANCE PROGRAM

The County elected to self-insure potential obligations applicable to workers' compensation, general liability, and auto liability. This program is contractually administered by private agencies. In 2017, the County accounted for claims expenditures reported and all transactions associated with self-insurance in the general fund. The County has purchased reinsurance coverage for excess obligations over the limits listed below for workers' compensation, general liability and auto liability. There has been no significant reduction in insurance coverage from the prior year and the amount of settlements has not exceeded insurance coverage for each of the past three years. The County's liability limits per incident are as follows:

	1985-1992	1992-1997	1998-2002	2003	2004-2008	2009-2017
Worker's compensation	$150,000-$425,000	$350,000	$300,000	$400,000	$500,000	$450,000
General liability	None	$250,000	$250,000	$250,000	$250,000	$250,000
Auto liability	$150,000-$500,000	$250,000	$250,000	$250,000	$250,000	$250,000

(Continued)

In addition to administrative and premium costs, funds were made available by the County to process the payment of claim benefits by the program administrator. Costs of the self-insurance program charged to current year expenses were $3,549,179, which includes an estimate for claims incurred but not reported. The county reported loss claims and claims incurred but not reported for workers' compensation, general liability and auto liability based on independent actuarial evaluations. Liabilities for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using a four percent expected future investment yield assumption. The estimate of claims liability also includes amounts for nonincremental claims adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims.

The following summary reflects the changes in the insurance claims liability recorded in the governmental activities for the years ending December 31, 2016 and December 31, 2017:

	Year Ended December 31, 2016	Year Ended December 31, 2017
Beginning year liability	$ 8,944,708	$ 9,056,517
Claims and changes in estimates	3,514,603	3,549,179
Claims payments	(3,402,794)	(3,529,850)
Ending year liability	$ 9,056,517	$ 9,075,846

13. LONG-TERM OBLIGATIONS

On May 30, 2017, the County issued General Obligation Bonds, Series of 2017 in the amount of $31,380,000. The bonds have variable interest rates (of 2-5%) and mature in 2026. The proceeds were used to advance refund $32,490,000 of the County's General Obligation Bonds, Series of 2011. The advance refunding was undertaken to reduce debt service payments over the next 9 years by $1,705,012 and resulted in an economic gain of $1,703,851.

The proceeds included a premium of $6,272,810 and issuance costs of $265,967. Interest is due semi-annually on June 1st and December 1st.

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the County performed calculations of excess investment earnings on various bonds and financings and at December 31, 2017 does not expect to incur a liability.

The following summary reflects the changes in long-term obligations for the year ended December 31, 2017:

	January 1, 2017	Additions	(Retirements)	December 31, 2017	Due Within One Year
Governmental activities:					
Bonds and notes payable:					
County general obligation bonds and notes	$ 277,282,000	$ 31,380,000	$ (64,318,000)	$ 244,344,000	$ 28,615,000
Lease rental debt	45,772,573	21,345,000	(17,718,496)	49,399,077	2,952,422
Total bonds and notes	323,054,573	52,725,000	(82,036,496)	293,743,077	31,567,422
Other liabilities:					
Compensated absences	15,581,592	17,007,822	(17,278,139)	15,311,275	3,451,764
Self-insurance claims	9,056,517	3,549,179	(3,529,850)	9,075,846	3,500,000
Total other liabilities	24,638,109	20,557,001	(20,807,989)	24,387,121	6,951,764
Subtotal	347,692,682	$ 73,282,001	$ (102,844,485)	318,130,198	$ 38,519,186
Unamoritized premium	30,513,836			40,223,062	
Total governmental activities long-term liability	$ 378,206,518			$ 358,353,260	

The liability for self-insurance claims and costs is generally liquidated by the general fund. Compensated absences are liquidated by the General fund, Children and Youth fund, Mental Health/Developmental Programs fund and certain non-major funds.

The following tables summarize the long-term bonds principal and interest payments for debt outstanding as of December 31, 2017 and the scheduled maturities:

A. County General Obligation Bonds

General obligation bonds are direct obligations and pledge the full faith and credit of the government. The County's tax-exempt general obligation debt is subject to federal arbitrage regulations. County general obligations principal and interest payable at December 31, 2017 are as follows:

Series	Original Issue	Purpose	Interest Rates	Final Maturity	Principal	Interest	Total
2008	$ 64,370,000	Fund capital and non-capital projects - governmental activities and refund the 1998 bond series	4.70 - 5.25%	2024	$ 3,575,000	$ 178,750	$ 3,753,750
2011	75,065,000	Fund capital and non-capital projects - governmental activities	2.00 - 5.00%	2026	20,370,000	1,764,075	22,134,075
2013	65,300,000	Refund portion of 2004 bond series	1.25 - 5.00%	2028	51,480,000	14,039,600	65,519,600
2013A	59,615,000	Fund capital and non-capital projects - governmental activities	.557 - 2.62%	2024	45,750,000	4,158,158	49,908,158
2013 Note	15,000,000	Purchase mobile radios for the municipalities of the County	Variable	2020	6,591,000	115,255	6,706,255
2015	38,085,000	Refund 2005 series and 2007 series bonds	2.00 - 5.00%	2022	23,515,000	2,618,719	26,133,719
2015 Note	11,000,000	Fund replacement of certain 911 equipment	Variable	2022	7,958,000	3,611,850	11,569,850
2016	55,255,000	Refund portion of 2008 series bonds and fund certain capital projects	3.00 - 5.00%	2030	53,725,000	14,428,550	68,153,550
2017	31,380,000	Refund portion of 2011 series bonds and fund certain capital projects	2.00 - 5.00%	2026	31,380,000	10,235,050	41,615,050
Total					$ 244,344,000	$ 51,150,007	$ 295,494,007

Interest on the variable rate Notes (maximum 15%) is calculated based on the Bond Market Association Index which is adjusted on a weekly basis.

The requirements to amortize all County general obligation bonds outstanding as of December 31, 2017, including interest payments, for the next five years and the five year periods thereafter are as follows:

Years	Principal	Interest	Total
2018	$ 28,615,000	$ 10,449,376	$ 39,064,376
2019	29,593,000	9,167,851	38,760,851
2020	30,676,000	7,869,042	38,545,042
2021	27,577,000	6,579,966	34,156,966
2022	28,658,000	5,268,476	33,926,476
2023-2027	85,455,000	11,094,996	96,549,996
2028-2030	13,770,000	720,300	14,490,300
Total	$ 244,344,000	$ 51,150,007	$ 295,494,007

B. Lease Rentals Payable

The County historically leased the Community College facilities from the Bucks County Community College Authority (the Authority) and subleases the property to the Bucks County Community College (the College).

In 2007, the Authority issued a Revenue Note, Series of 2007 in the amount of $9,950,000 for the completion of the Lower Bucks campus. The County approved a guaranty of the debt and, if necessary, would make payments or assist the Authority in meeting its debt obligations. During 2017, no payments were required by the County. The Authority's debt related to this note at June 30, 2017 totaled $5,864,077.

In June 2007, the Authority entered into a new lease and sublease with the college and the County as a result of the 2007 Debt Issuance. The Authority leases to the County the property which the Authority acquired. The County subleases the leased premises to the College. The County agreed to pay the Authority out of the taxes and other general revenues for a rental of the leased premises. Any payment made by the College should be credited against the County's obligation to pay rentals.

In June 2007, the Authority issued College Building Revenue Bonds, Series of 2007 totaling $15,195,000. The bonds were issued to advance refund the Authority's 1997 College Building Revenue Bonds and the 1999 Revenue Note. The Authority also issued Revenue Note, Series of 2007 in the amount of $9,950,000 for the completion of the Lower Bucks College campus. On July 9, 2007 the Authority used $15,527,064 of the proceeds to pay in full the 1997 debt.

In June 2008, The Authority issued $20,285,000 of College Building Revenue Bonds to fund various capital projects including construction of academic buildings at the College's Upper Bucks Campus (the "Upper Campus Project"), ADA Code compliance renovations (the "ADA Project"), and construction of the Lower Bucks fire training center (the "Training Center Project"). In conjunction with the issuance of these bonds, the Authority, County, and the College entered into the first supplemental lease and sublease agreement, whereas the County will lease the project assets from the Authority and will sublease the project assets to the College related to the Upper Campus and ADA Projects. Project assets of the Upper Campus Project and the ADA Project are property of the Authority during the lease term. Project assets of the Training Center Project are property of the College during the lease term. The lease commits the College to pay the Authority annual rentals through 2028 for the use of all project assets. Lease payments are paid directly to the holder of the bonds. Lease payments to be made by the College will be sufficient to satisfy the debt service requirements of the bond. Fixed rent payments escalate and decline over the lease term to fund the Authority's debt as it matures.

In November 2008, in conjunction with the June 2008 first supplemental lease and sublease agreement, the College entered into a sublease agreement with the County. The agreement states that the facilities constructed related to the Training Center Project shall remain the property of the College, and at the expiration of the agreement in 2028 or any renewal, the assets shall become the property of the County.

In December 2014, the Authority issued College Building Revenue Bonds, Series of 2014 totaling $25,585,000. The proceeds will be used to fund the outfitting and renovations to Founders Hall Science Building at the College's main campus. In conjunction with the issuance of these bonds, the Authority, College and the County entered into the second supplemental lease and sublease agreement. The County will lease the project assets from the Authority and will sublease the project assets related to the Founders Hall projects to the College. Lease payments made by the College will be sufficient to satisfy the debt service.

Title to the assets related to the Upper Campus Project and the ADA Project passes to the College upon maturity of the bonds. Accordingly, the College recorded this amount as obligations under capital leases. The College treats the lease payments as a reduction of the capital lease obligations.

C. Guaranty Agreements

The County has entered into Surety Agreements in 1997, 2001, 2002, 2003, 2004, 2005 and 2015 between the County and the Bucks County Airport Authority (Airport). The County agreed to guarantee the debt of the Airport and, if necessary, would make payments or assist the Airport in meeting its debt obligations. The bonds mature annually in the years 2018 through 2035 with monthly interest payments. During 2017, no such payments were required to be made by the County. At December 31, 2017 the outstanding principal amount of guaranteed debt is $2,270,156. (See Note 15A.) At December 31, 2017 the County has not recorded a liability for this guaranty. The Airport Authority would be required to repay the County for any amounts the County paid in relation to this guarantee.

D. County Debt Margin

The County's legal debt margin at December 31, 2017, computed in accordance with the Commonwealth of Pennsylvania's Local Government Unit Debt Act of 1972, as amended, is $1,245,932,610 for general obligation bonds and $1,693,132,702 general obligation bonds and lease rental debt. The County is in compliance with all applicable debt covenants at December 31, 2017.

14. ADVANCE REFUNDING

In 1992, 1998, 2005, 2008, 2013, 2015, 2016 and 2017 the County issued general obligation bonds to advance refund prior years general obligation bonds. The entire proceeds (net of issuance costs and surplus cash) were used to purchase United States Government Securities, which were deposited in irrevocable trusts with escrow agents to provide for all future debt service. As a result, the prior bonds are considered to be defeased and the liability for the refunded bonds has been removed from the long-term obligations. The balance outstanding at December 31, 2017, which are considered defeased:

Bonds	Amounts
1990 First Series Bonds	$ 9,085,000
2004 Series Bonds	40,310,000
2005 Series Bonds	5,500,000
2007 Series Bonds	17,915,000
2008 Series Bonds	25,695,000
2011 Series Bonds	31,565,000
	$ 130,070,000

15. COMPONENT UNITS - LONG-TERM OBLIGATIONS

The following summary reflects the changes in long-term obligations recorded by the Component Units for the year ended December 31, 2017:

	January 1, 2017	Additions	(Retirements)	December 31, 2017
Bucks County Airport Authority	$ 1,695,547	$ 930,000	$ (355,391)	$ 2,270,156
Bucks County Community College Authority (1)	45,772,573	21,345,000	(17,718,496)	49,399,077
Bucks County Housing Authority	2,020,999	-	(55,292)	1,965,707
Total long-term obligations - Component Units	$ 49,489,119	$ 22,275,000	$ (18,129,179)	$ 53,634,940

(1) Bucks County Community College Authority is presented for the year ended June 30, 2017.

A. Bucks County Airport Authority

The Bucks County Airport Authority (the Airport Authority) long-term obligations at December 31, 2017 are as follows:

Series	Interest Rates	Final Maturity	Prinicipal (2)
2002	Interest rate varies weekly, currently averaging 1.4540%	2021	$ 300,000
2003	Interest rate varies weekly, currently averaging 1.4935%	2018	63,000
2004	Interest rate varies weekly, currently averaging 1.4540%	2021	474,000
2015	Interest rate varies weekly, currently averaging 1.4935%	2035	505,000
2017	Interest rate varies weekly, currently averaging 1.4935%	2037	660,000
2017	Interest rate varies weekly, currently averaging 4.25%	2037	268,156
			$ 2,270,156

(2) These obligations have been guaranteed by the County (see Note 13C).

The requirements to amortize all Airport Authority long-term obligations outstanding as of December 31, 2017, including principal payments, for the next five years and thereafter are as follows:

Series	Amounts
2018	$ 309,667
2019	251,035
2020	255,419
2021	260,819
2022	64,236
2023 - 2027	346,091
2028 - 2032	396,529
2033 - 2037	386,360
Total	$ 2,270,156

B. Bucks County Community College Authority

In October 2016, the Bucks County Community College Authority (the Authority) issued College Building Revenue Bonds, Series of 2016 totaling $13,845,000. The bonds were issued to advance refund the Authority's 2008 College Revenue Bonds. The Authority also issued Revenue Bonds, Series of 2017 in the amount of $7,500,000 for the completion of the Capital Improvement Program. The proceeds from the 2016 bonds were placed in an escrow account to be used to pay the 2008 bond obligation.

The Authority revenues used for the repayment of debt are derived from the Commonwealth of Pennsylvania and the County (see Note 13B). The Authority revenue bonds and notes principal payable at June 30, 2017 are as follows:

Series	Interest Rates	Final Maturity	Principal
2007 Note	3.99%	2027	$ 5,864,077
2014 Bond	2.00 - 5.00%	2034	$ 23,205,000
2016 Bond	1.75 - 5.00%	2028	$ 13,200,000
2017 Bond	2.28%	2027	$ 7,130,000

The requirements to amortize the Authority bonds and notes outstanding at June 30, 2017 including interest payments, for the next five years and for the five year periods thereafter are as follows:

Years	Principal	Interest	Amounts
2018	$ 2,952,422	$ 1,775,466	$ 4,727,888
2019	3,037,637	1,695,909	4,733,546
2020	3,144,168	1,585,844	4,730,012
2021	3,262,542	1,470,771	4,733,313
2022	3,636,321	1,362,291	4,998,612
2023 - 2027	20,335,987	4,527,103	24,863,090
2028 - 2032	9,445,000	1,589,425	11,034,425
2033 - 2035	3,585,000	202,875	3,787,875
Total	$ 49,399,077	$ 14,209,684	$ 63,608,761

C. Bucks County Housing Authority

Long-term obligations of the Bucks County Housing Authority (the Housing Authority) totaling $1,965,707 at December 31, 2017, consisted of Rural Housing Community Development Service (RD) mortgages totaling $1,665,707 and a Housing Trust Fund loan totaling $300,000.

HUD Guaranteed Bonds and Notes

During a prior audit period, the Authority's long-term debt (guaranteed by HUD) was written off in accordance with HUD's GAAP Conversion Guide.

GASB Interpretation No. 2, Disclosure of Conduit Debt Obligations, provides guidance as to the proper GAAP treatment of this HUD-guaranteed debt. The debt transactions between the Authority and HUD are similar to conduit debt obligations, which are "certain limited-obligation revenue bonds, certificates of participation, or similar debt instruments issued by a state or local governmental entity for the express purpose of providing capital financing for a specific third party that is not a part of the issuer's financial reporting entity."

The transaction between the Authority and HUD is similar to HUD giving funds to the Authority to operate and the funds are a capital contribution. HUD has essentially made an investment in the Authority. Therefore, the liability was reclassified as a capital contribution.

RD Mortgages

The RD has provided a mortgage for property managed by the Housing Authority as follows:

Property	Date Provided	Original Balance	Interest Rate	Monthly Payment	Balance December 31, 2017
Sellersville Heights	10/85	$ 2,200,000	10.75%	$ 4,661	$ 1,665,707

The RD provides an interest subsidy for each of these mortgages.

Housing Trust Fund Loan

The Housing Authority received $300,000 in Housing Trust Fund monies from the County. The funds are a deferred loan with zero interest and will be payable in 30 years, which is the end of the period of affordability in conjunction with the PA Low Income Housing Tax Credit Program.

16. INTERFUND RECEIVABLES AND PAYABLES

The general fund has paid expenses on behalf of other funds, therefore a corresponding interfund receivable and payable have been recorded. In addition, the County utilizes a pooled operating cash account to enhance investment return, therefore interfund receivables and payables are recorded to recognize amounts held in the general fund pooled cash account on behalf of other funds. Interfund receivable and payable balances of individual funds within the primary government as of December 31, 2017 are as follows:

	Due From Other Funds	Due To Other Funds
Primary government		
Governmental activities:		
Major governmental funds:		
General fund	$ 31,708,984	$ 8,106,788
Behavioral health services fund	-	3,456,358
Children and youth services fund	5,629,827	-
Mental health/developmental programs fund	-	4,836,630
Debt service fund	-	1,157,388
2016 series bond fund	-	1,424,357
Total major governmental funds	37,338,811	18,981,521
Nonmajor governmental funds:		
Area agency on aging fund	-	7,920,705
Bridge reconstruction fund	356,443	-
Community and business development fund	-	2,836,203
Emergency response 911 fund	-	1,846,871
Hazardous material emergency response fund	-	593,795
HOME fund	-	1,925,148
Liquid fuels tax fund	-	633,700
Neshaminy Manor fund	-	4,015,274
2011 series bond fund	-	1,061,069
2013 series bond fund	801,363	-
2015 notes capital acquisition	-	1,486
Open space fund	234,408	-
Miscellaneous capital projects fund	1,084,747	-
Total nonmajor governmental funds	2,476,961	20,834,251
Total primary government	$ 39,815,772	$ 39,815,772

(Continued)

17. TRANSFERS IN/OUT RECONCILIATION

During 2017, the County had transactions between funds including expenditures and transfer of resources to provide funding for program services accounted for in other funds. These transactions were recorded as transfers. Transfers within the primary government as of December 31, 2017 are as follows:

	Transfers In	Transfers Out
Transfers in/out:		
Governmental activities:		
Major governmental funds:		
General fund	$ 483,323	$ 17,786,240
Children and youth services fund	12,327,340	-
Mental health/developmental programs	1,660,805	-
2016 series bond	-	1,136,561
Debt service fund	2,682,000	-
Total major governmental funds	17,153,468	18,922,801
Nonmajor governmental funds	5,100,606	3,331,273
Total transfers in/out	$ 22,254,074	$ 22,254,074

18. FUND BALANCE/NET POSITION

The constraints on fund balance included in the governmental fund financial statements represent portions of fund balances that are restricted or assigned for various purposes and are not available for the payment of other subsequent expenditures. The general fund balance of $35,505,730 was unassigned.

The 2013 Series Bond fund has an assigned fund balance of $6,792,777. The funds are related to loans receivable from municipal public safety constituents.

The negative unassigned fund balance of ($1,157,388) in the debt service fund is debt payments in excess of real estate taxes and other income. The 2016 Series Bond fund has restricted fund balance of $11,443,412 for the payment of capital project expenditures.

In the nonmajor capital project funds, a total of $13,651,544 of fund balance was restricted for the payment of capital project expenditures.

In the nonmajor special revenue funds, the Hazardous Materials fund has an assigned fund balance of $7,396.

The restriction on net position included in the fiduciary funds represents $773,992,350 of net position held in trust for pension benefits for future payments to members.

(Continued)

Net Position

The restrictions on fund balance/net position included in the fund financial statements and the government-wide statements represent portions of net position that are restricted for various purposes and are not available for the payment of other subsequent expenditures. The following restricted net positions are included in the fund financial statements and the government-wide financial statements.

Governmental Activities

All applicable restricted governmental fund balance amounts disclosed above are also recorded as restricted net position in the Governmental Activities Statement of Net Position.

Fiduciary Funds

Pension Trust Fund

Net position restricted for pension benefits $773,992,350
This represents amounts that are held in trust for future payments of members' benefits.

19. RELATED PARTY TRANSACTIONS

The County is affiliated with the Southeastern Pennsylvania Transportation Authority (SEPTA) as a result of the following factors:

- SEPTA provides transportation services to County residents.
- The County has representation on SEPTA's Governing Board.
- The County partially subsidizes SEPTA's operations.

Because of the pervasive nature of SEPTA's operations (SEPTA services all of Southeastern Pennsylvania including several governmental entities significantly larger than Bucks County), it was not considered part of the County's reporting entity. However, the County does consider SEPTA a related party based on the factors enumerated above.

During 2017, the County provided operating and capital subsidies to SEPTA aggregating $3,311,000 and $752,000, respectively. Such subsidies are classified as Authorities in the general fund operating statement. As of December 31, 2017, the County's commitment to fund future SEPTA capital projects is $501,532.

The County is affiliated with Independence Blue Cross (IBC). As a result of the contractual relationship with IBC for health care coverage, the County appoints one representative on IBC's governing board. During 2017, the County expended $9,072,000 for employee health care coverage to IBC and $19,611,013 to Keystone Health Plan East.

20. COMMITMENTS AND CONTINGENCIES

The County currently occupies, and is under agreement to lease separate buildings for County use. The following is a schedule of future minimum lease payments to be made under these operating leases as of December 31, 2017. Rental expense for all operating leases amounted to $1,021,692 in 2017.

Years	Amounts
2018	$ 706,453
2019	293,650
2020	76,540
2021	26,100
Total	$ 1,102,743

21. COMPONENT UNITS - COMMITMENTS AND CONTINGENCIES

Leases

The Bucks County Community College (the College) entered into a lease agreement during fiscal year 2017 with the Bucks County Community College Authority (the Authority) to fund deferred maintenance and renovation projects at the college facilities. The lease commits the College to pay the Authority on behalf of the County annual rentals through 2027 for use of all project assets. Lease payments are structured in amounts sufficient to provide for the debt service requirements on the bonds. Fixed rent payments escalate and decline over the lease term to fund the Authority's debt as it matures.

The minimum future rentals under the lease agreement including interest are as follows:

Years	Amounts
2018	$ 802,564
2019	802,972
2020	804,038
2021	804,739
2022	805,076
2023-2027	4,036,177
Total	$ 8,055,566

22. LITIGATION

In the normal course of business there are various claims and suits pending against the County. In the opinion of counsel, the amount of such losses that might result from these claims and suits, if any, would not materially affect the financial condition of the County with the exception of the claim noted below.

From February 26, 2013 through April 10, 2014, a Plaintiff filed a complaint and two amended complaints against several defendants and the County of Bucks. The claims against the County alleged that the County's Inmate Lookup tool wrongfully disseminated his criminal history record information in violation of Pennsylvania Criminal History Records Information Act ("CHRIA"), 18 Pa.C.S.A. §§ 9101 *et seq.* Plaintiff seeks damages and injunctive relief against the County. Plaintiff also brought this action as a class action on behalf of all persons whose criminal history record information was made available on the BCCF Inmate Lookup Tool. After the parties filed cross motions for summary judgement, the court agreed with the County on March 28, 2016 that the Plaintiff had not suffered any "actual injury" and thus could not recover actual and real damages for himself or members of the putative class.

On May 4, 2016, the court granted Plaintiff's motion for class certification under Fed.R.Civ.P.23(b)(3), certifying a class comprised of "all persons whose criminal history record information was made available on the BCCF Inmate Lookup Tool." This class consists of 66,799 persons with potential punitive damages exposure between $1,000 - $10,000 per violation. The County believed it had a strong basis for appeal. Thus on May 17, 2016, the County filed a petition for permission to appeal the class certification order, pursuant to Fed. R. Civ. P. 23(f), with the United States Court of Appeals for the Third Circuit and permission was granted. The County filed its opening brief for the appeal in October 2016 and arguments were heard in March 2017. On July 6, 2017, the Third Circuit rendered a decision affirming the class certification decision by the District Court. The Court entered a Scheduling Order providing that the fact discovery deadline is May 21, 2018; the expert discovery deadline is August 17, 2018; and the deadline for summary judgement motions and/or *Daubert* motions (relating to the admissibility of expert witness testimony) is September 14, 2018. The County does not have any insurance covering this claim. The County will continue to defend this case vigorously and intends to file a motion for summary judgement.

23. DEBT SERVICE FUND/FUND BALANCE

The Debt Service Fund reported a negative unassigned fund balance at year end. The debt service expenditures incurred exceeded the amounts set aside for these payments. In 2018, the County plans to increase the fund balance by increasing the debt service fund transfers from the General Fund.

24. RESTATEMENT OF NET POSITION

The net position- January 1, in the Statement of Activities in the government-wide financial statements has been restated by $5,501,842 from 223,999,982 to $229,501,824 to reflect a correction in the real estate taxes receivable and allowance for uncollectables estimate.

25. SUBSEQUENT EVENTS

On June 20, 2018, the Commissioners approved Ordinance #156 authorizing the incurrence of nonelectoral debt with the issuance of General Obligation Notes, Series of 2018 in the amount of $35,000,000. The proceeds of the notes will be used to finance certain capital projects including the renovation of the County's Administration Building and paying for the costs, fees and expenses related to the issuance of notes.

(Continued)

THIS PAGE INTENTIONALLY LEFT BLANK

Required Supplementary Information

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION
BUCKS COUNTY EMPLOYES' RETIREMENT SYSTEM

Schedule of Pension Liability and Plan Fiduciary Net Position

	2017	2016	2015	2014
Total pension liability				
Service cost	$ 22,230,167	$ 21,519,050	$ 21,218,792	$ 19,835,549
Interest	53,613,292	51,237,559	47,217,839	44,831,746
Changes of benefit terms	-	2,088,402	1,543,979	4,802,609
Differences between expected and actual experience	(9,190,255)	7,256,223	(7,003,334)	2,407,516
Changes of assumptions	-	-	9,361,427	-
Benefit payments, including refunds of member contributions	(36,096,078)	(32,580,580)	(34,215,161)	(28,721,358)
Net change in total pension liability	30,557,126	49,520,654	38,123,542	43,156,062
Total pension liability - beginning	$ 727,282,242	$ 677,761,588	$ 639,638,046	$ 596,481,984
Total pension liability - ending (a)	$ 757,839,368	$ 727,282,242	$ 677,761,588	$ 639,638,046
Plan fiduciary net position				
Contributions - employer	$ 10,031,718	$ 10,390,836	$ 7,865,947	$ 5,797,038
Contributions - member	15,237,535	14,485,377	14,702,227	13,490,845
Net investment income	97,799,555	45,490,341	(4,624,721)	38,265,726
Benefit payments, including refunds of member contributions	(36,096,078)	(32,580,580)	(34,215,161)	(28,721,357)
Administration expense	-	-	-	-
Other	(266,115)	(214,845)	(256,571)	(367,854)
Net change in plan fiduciary net position	86,706,615	37,571,129	(16,528,279)	28,464,398
Plan fiduciary net position - beginning	$ 687,285,735	$ 649,714,606	$ 666,242,885	$ 637,778,487
Plan fiduciary net position - ending (b)	$ 773,992,350	$ 687,285,735	$ 649,714,606	$ 666,242,885
County's Net Pension liability	$ (16,152,982)	$ 39,996,507	$ 28,046,982	$ (26,604,839)
Plan fiduciary net position as a percentage of the total pension liability	102.13%	94.50%	95.86%	104.16%
Covered payroll	$ 154,924,051	$ 153,253,605	$ 144,353,180	$ 142,420,818
County's net pension liability as a percentage of covered payroll	-10.43%	26.1%	19.4%	-18.7%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available is shown.

COUNTY OF BUCKS, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION
BUCKS COUNTY EMPOLYES' RETIREMENT SYSTEM

Schedule of County Contributions
Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Actuarially determined contribution	$ 10,031,718	$ 10,390,836	$ 7,865,947	$ 5,797,038	$ 10,892,672	$ 12,496,284	$ 12,117,361	$ 14,452,118	$ 8,720,402	$ 1,062,592
Contributions in relation to the actuarially determined contribution	10,031,718	10,390,836	7,865,947	5,797,038	10,892,672	12,496,284	12,117,361	14,452,118	8,720,402	1,062,592
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 154,924,051	$ 153,253,605	$ 144,353,180	$ 142,420,818	$ 140,885,869	$ 144,641,742	$ 143,033,179	$ 137,116,868	$ 136,395,447	$ 122,136,993
Contributions as a percentage of covered payroll	6.48%	6.78%	5.45%	4.07%	7.73%	8.64%	8.47%	10.54%	6.39%	0.87%

Notes to Schedule

Valuation date January 1, 2016

Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level dollar
Remaining amortization period	25 years
Asset valuation method	Market value adjusted for unrecognized gains and losses from prior years
Inflation	3.00%
Salary increases	3.5% average, including inflation
Investment rate of return	7.5%, net of pension plan investment expense, including inflation
Retirement age	Age 60 or 55 with 20 years' service
Mortality	2013 RP Annuitant and Non-Annuitant Mortality Table for males and females with no projected improvement

COUNTY OF BUCKS, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION
BUCKS COUNTY EMPOLYES' RETIREMENT SYSTEM

Schedule of Investment Returns
Last 10 Fiscal Years

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Annual money-weighted rate of return, net of investment expense	14.38%	7.20%	(0.37)%	6.50%	N/A	N/A	N/A	N/A	N/A	N/A

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is completed, only available information is shown.

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Real estate taxes	$ 145,070,500	$ 145,070,500	$ 144,839,552	$ (230,948)
Licenses and fees	16,638,000	16,838,000	15,905,528	(932,472)
Judiciary costs and fines	19,629,000	19,739,000	20,001,788	262,788
Intergovernmental	23,200,700	23,330,200	21,659,123	(1,671,077)
Interest	963,300	963,300	798,767	(164,533)
Other	4,518,400	4,773,400	3,448,947	(1,324,453)
Total revenues	210,019,900	210,714,400	206,653,705	(4,060,695)
Expenditures:				
Current:				
General government:				
Agricultural extension service	349,200	349,200	349,200	-
Allocated costs	(6,608,500)	(7,281,500)	(7,963,009)	681,509
Commissioners	970,800	982,800	973,930	8,870
Consumer protection	540,500	549,500	544,209	5,291
Controller	2,631,200	2,631,200	2,346,662	284,538
Emergency management	754,500	754,500	640,479	114,021
ERP	712,000	712,000	707,074	4,926
Finance	745,000	745,000	712,168	32,832
Fire marshal	442,900	442,900	393,363	49,537
Housing & Emergency Shelter	150,000	150,000	150,000	-
Human resources	925,500	925,500	844,807	80,693
Information systems	6,346,000	6,346,000	4,793,467	1,552,533
Insurance	1,575,000	1,575,000	1,553,081	21,919
Mail room	599,000	599,000	595,177	3,823
Microfilming, printing and reproduction	191,000	195,000	176,652	18,348
Military affairs	385,800	392,800	389,278	3,522
Opportunity council	267,400	267,400	267,400	-
Parks and recreation	4,754,600	4,754,600	4,428,934	325,666
Planning and zoning	3,407,500	3,407,500	3,037,570	369,930
Public defender	4,144,500	4,204,500	4,157,456	47,044
Public information	531,500	531,500	452,019	79,481
Public works/County properties	10,213,200	10,161,200	10,070,890	90,310
Purchasing	585,400	585,400	559,668	25,732
Recorder of deeds	1,815,900	1,815,900	1,757,973	57,927
Self Insurance	3,500,000	3,500,000	2,981,376	518,624
Solicitor	1,121,600	1,179,600	1,176,903	2,697
Tax assessment	2,252,000	2,252,000	2,082,412	169,588
Tax claim bureau	607,800	607,800	526,367	81,433
Tax collectors	1,302,000	1,302,000	1,294,089	7,911
Treasurer	942,100	942,100	901,639	40,461
Voter registration	1,549,000	1,549,000	1,494,187	54,813
Voting machines	496,200	496,200	479,788	16,412
Total general government	48,200,600	47,625,600	42,875,209	4,750,391

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Judiciary:				
Adult probation & parole	$ 8,349,100	$ 8,478,600	$ 8,387,595	$ 91,005
Clerk of courts	2,017,600	2,057,600	2,051,420	6,180
Constables	2,124,700	2,124,700	2,009,936	114,764
Coroner	1,150,800	1,450,800	1,436,605	14,195
Court stenographers	2,710,800	2,910,800	2,861,881	48,919
Courts	9,573,700	9,538,700	9,219,858	318,842
District attorney	11,030,300	11,593,300	11,541,464	51,836
District courts	9,274,300	8,993,300	8,895,270	98,030
Domestic relations	9,702,700	9,777,700	9,762,963	14,737
Grand jury	47,400	47,400	41,264	6,136
Juvenile probation & parole	5,933,200	5,968,200	5,956,501	11,699
Law library	426,000	426,000	423,930	2,070
Prothonotary	2,212,500	2,342,500	2,325,285	17,215
Register of wills	1,565,000	1,565,000	1,466,046	98,954
Sheriff	6,638,600	6,723,600	6,716,772	6,828
Total judiciary	72,756,700	73,998,200	73,096,790	901,410
Corrections:				
Administration	3,367,500	3,247,500	3,211,206	36,294
County correctional facility	27,641,600	31,591,600	31,345,215	246,385
Men's community correction center	7,292,400	7,232,400	7,196,257	36,143
Women's community correction center	709,200	689,200	679,587	9,613
Total corrections	39,010,700	42,760,700	42,432,265	328,435
Authorities:				
BC transport	2,532,700	2,532,700	2,388,876	143,824
Civic groups	200,000	200,000	199,900	100
Community college appropriation	8,970,000	8,970,000	8,970,000	-
Drug and alcohol appropriation	354,000	354,000	354,000	-
Library appropriation	6,003,000	6,003,000	6,003,000	-
Transportation authority	4,063,000	4,063,000	4,063,000	-
Total authorities	22,122,700	22,122,700	21,978,776	143,924
Social services:				
Guardian ad litem	116,600	141,600	133,360	8,240
Human services	822,100	832,100	830,586	1,514
Victim witness pass through	86,000	86,000	-	86,000
Total social services	1,024,700	1,059,700	963,946	95,754

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Health:				
Emergency health services	$ 642,400	$ 642,400	$ 612,437	$ 29,963
Health department	14,514,200	14,651,700	14,651,588	112
Total health	15,156,600	15,294,100	15,264,025	30,075
Public safety:				
Emergency services training center	1,300,000	1,300,000	1,291,510	8,490
Hazardous waste program	205,200	205,200	204,182	1,018
Police training center	398,700	398,700	325,219	73,481
Security courthouse	2,396,000	2,394,000	2,298,668	95,332
Total public safety	4,299,900	4,297,900	4,119,579	178,321
Capital projects:				
County correctional facility	25,000	-	-	-
Domestic relations	50,000	9,000	8,408	592
Health department	30,000	35,500	35,073	427
Information systems center	50,000	50,000	43,268	6,732
Juvenile probation and parole	49,000	46,000	45,581	419
Parks and recreation	143,000	143,000	141,684	1,316
Public works/County properties	200,000	252,000	251,728	272
Security courthouse	25,000	27,000	23,749	3,251
Sheriff	200,000	170,000	168,676	1,324
Total capital projects	772,000	732,500	718,167	14,333
Total expenditures	203,343,900	207,891,400	201,448,757	6,442,643
Excess of revenues over expenditures	6,676,000	2,823,000	5,204,948	2,381,948
Other financing sources (uses):				
Transfers in	1,049,200	1,049,200	483,323	(565,877)
Proceeds of refunding bonds	-	-	31,380,000	31,380,000
Bond premium	-	-	6,272,810	6,272,810
Payment to refunded bond escrow agent	-	-	(37,386,844)	(37,386,844)
Transfers out	(15,442,000)	(17,787,000)	(17,786,240)	760
Total other financing sources (uses)	(14,392,800)	(16,737,800)	(17,036,951)	(299,151)
Net change in fund balance	(7,716,800)	(13,914,800)	(11,832,003)	2,082,797
Fund balance - January 1	52,799,400	52,799,400	47,337,733	(5,461,667)
Fund balance - December 31	$ 45,082,600	$ 38,884,600	$ 35,505,730	$ (3,378,870)

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds.

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BEHAVIORAL HEALTH SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenues:				
Intergovernmental	$ 113,922,800	$ 117,017,800	$ 113,390,803	$ (3,626,997)
Interest	77,200	77,200	156,321	79,121
Total revenues	114,000,000	117,095,000	113,547,124	(3,547,876)
Expenditures:				
Current:				
Social services	114,000,000	117,095,000	113,547,124	3,547,876
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds.

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILDREN & YOUTH SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual Amounts	Positive (Negative)
Revenues:				
Licenses and fees	$ 775,100	$ 944,100	$ 908,500	$ (35,600)
Intergovernmental	47,441,700	47,793,700	47,558,330	(235,370)
Other	3,000	3,000	256	(2,744)
Total revenues	48,219,800	48,740,800	48,467,086	(273,714)
Expenditures:				
Current:				
Social services:				
Children & youth agency:				
Administration	5,185,500	5,132,000	5,083,078	48,922
Adoption	5,855,000	6,025,000	5,798,693	226,307
Bridge housing	215,000	256,065	225,624	30,441
Caseworker visitation	16,800	17,300	17,231	69
Community residential	3,070,000	2,164,000	2,549,923	(385,923)
Counseling	1,355,000	1,680,000	1,629,614	50,386
Day care	225,000	221,000	200,602	20,398
Day treatment	87,000	49,589	27,033	22,556
Emergency shelter	269,000	201,000	235,952	(34,952)
Family center	176,820	176,820	177,030	(210)
Foster family	7,789,440	7,814,673	7,674,467	140,206
Independent living	900,000	808,000	870,721	(62,721)
Intake and referral	2,901,000	2,671,000	2,785,502	(114,502)
Juvenile act proceedings	632,500	648,500	632,400	16,100
Life skills	450,000	446,399	481,942	(35,543)
PRF/CAP	30,600	30,600	26,970	3,630
Protective services	10,711,000	11,516,500	11,321,523	194,977
Residential	410,000	470,000	408,589	61,411
Special grant initiatives	1,000,000	1,022,898	1,093,087	(70,189)
SPLC	861,600	855,917	850,416	5,501
TLFR	184,340	193,340	202,032	(8,692)
Youth center:				
RSU	2,645,400	2,691,200	2,689,169	2,031
Youth center	5,454,300	5,577,500	5,572,829	4,671

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - CHILDREN & YOUTH SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Juvenile probation:				
Alternative treatment	120,000	4,185	4,185	-
Community residential	1,600,000	846,322	846,322	-
Counseling	3,103,000	3,275,765	3,275,765	-
Day treatment	240,000	254,212	254,212	-
Detention out of county	600	516	516	-
Emergency shelter	6,000	22,146	22,146	-
Foster family services	200,000	235,544	235,544	-
Juvenile act proceedings	180,000	172,548	172,548	-
Residential	2,300,000	2,454,981	2,454,981	-
YDC/YFC	1,600,000	3,028,380	2,973,780	54,600
Total social services	59,774,900	60,963,900	60,794,426	169,474
Capital projects	-	-	-	-
Total expenditures	59,774,900	60,963,900	60,794,426	169,474
Excess of revenues under expenditures	(11,555,100)	(12,223,100)	(12,327,340)	(104,240)
Other financing sources:				
Transfers in	11,555,100	12,223,100	12,327,340	104,240
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds.

COUNTY OF BUCKS, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN BALANCE
BUDGET AND ACTUAL - MENTAL HEALTH / DEVELOPMENTAL PROGRAMS
THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenues:				
Licenses and fees	$ 45,000	$ 45,000	$ 53,432	$ 8,432
Intergovernmental	31,008,500	31,458,500	31,022,587	(435,913)
Interest	35,000	50,000	110,255	60,255
Total revenues	31,088,500	31,553,500	31,186,274	(367,226)
Expenditures:				
Current:				
Social services:				
Administration	5,304,000	5,599,000	5,267,671	331,329
Mental health services	16,005,900	15,755,900	16,115,936	(360,036)
Developmental programs	5,148,800	4,598,800	4,512,122	86,678
Resource Coordination	43,200	43,200	28,582	14,618
Early intervention	6,169,000	7,199,000	6,922,768	276,232
Total expenditures	32,670,900	33,195,900	32,847,079	348,821
Excess of revenues under expenditures	$ (1,582,400)	$ (1,642,400)	$ (1,660,805)	$ (18,405)
Other financing sources:				
Transfers in	1,582,400	1,642,400	1,660,805	18,405
Total other financing sources	1,582,400	1,642,400	1,660,805	18,405
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds.

Other Supplementary Information

THIS PAGE INTENTIONALLY LEFT BLANK

Other Supplementary Information

Combining and Individual
Fund Statements and Schedules

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

NONMAJOR GOVERNMENTAL FUNDS

DESCRIPTION OF FUNDS

SPECIAL REVENUE FUNDS

The special revenue funds accounts for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes as follows:

The area agency on aging fund accounts for state and federal revenues used to operate programs for the residents of Bucks County age 60 and older. The excess of expenditures over revenues is financed by the general fund.

The bridge reconstruction fund accounts for construction and improvements to County bridges.

The community and business development fund accounts for revenues received under this federal program.

The emergency response 911 fund accounts for all revenue and expenditures related to the County's emergency response 911 communications department.

The hazardous material emergency response fund accounts for revenues received under the Pennsylvania Hazardous Material Emergency Planning and Response Act (Act 165).

The home investment in affordable housing (HOME) fund accounts for revenues received under this federal program.

The liquid fuels tax fund accounts for state revenues required to be used primarily for building and improving local roads and bridges.

The Neshaminy Manor fund accounts for revenues received for the provision of services at the County's long-term care nursing facility.

CAPITAL PROJECTS FUNDS

The capital projects funds account for the financial resources intended to be used for the acquisition, construction or reconstruction of County facilities. Resources of the capital projects funds are derived principally from proceeds of bond issues.

The 2005 series bond fund is used to account for the expenditure of capital project monies financed by the note proceeds of the Bucks County general obligation notes, series of 2005.

The 2011 series bond fund is used to account for the construction of a new justice center, the County's Open Space program and the acquisition of certain technology upgrades.

The 2013 series bond fund is used to account for a portion of the construction of the new Justice Center and improvements to other County facilities, the County's Open Space program, the Emergency Services narrowbanding project and technology upgrades.

The 2015 notes capital acquisitions fund is used to account for the replacement of equipment related to the County's 911 system.

The open space project fund accounts for bond proceeds and expenditures for the first phase of the County's open space program. It also accounts for grants received and expenditures related to the purchase of flood victims' properties. The fund also accounts for expenditures of the County's "environmental protection" funds.

The miscellaneous capital projects fund accounts for various capital improvement programs for County owned property, plant, and equipment.

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017

	Special Revenue Funds						
	Area Agency on Aging	Bridge Recon-struction	Community and Business Development	Emergency Response 911	Hazardous Material Emergency Response	Home Fund	Liquid Fuels Tax
ASSETS							
Cash and cash equivalents	$ 10,447,425	$ -	$ 2,688,649	$ 892,581	$ 537,407	$ 2,822,022	$ 2,052,224
Investments	-	-	-	-	-	-	-
Receivables:							
Intergovernmental	1,595	701,553	728,205	2,229,472	106,705	143,468	-
Accounts	10,487	18,924	-	-	-	10,304	-
Loans	-	-	-	-	-	-	-
Due from other funds	-	356,443	-	-	-	-	-
Other assets	11,003	-	-	918,889	-	-	-
Total assets	$ 10,470,510	$ 1,076,920	$ 3,416,854	$ 4,040,942	$ 644,112	$ 2,975,794	$ 2,052,224
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	$ 467,063	$ 1,076,920	$ 470,466	$ 236,845	$ 11,451	$ 175,594	$ 740,359
Due to other funds	7,920,705	-	2,836,203	1,846,871	593,795	1,925,148	633,700
Unearned revenue	2,082,742	-	110,185	1,957,226	31,470	875,052	678,165
Total liabilities	10,470,510	1,076,920	3,416,854	4,040,942	636,716	2,975,794	2,052,224
Fund balances:							
Non Spendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Assigned	-	-	-	-	7,396	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	-	-	-	-	7,396	-	-
Total liabilities and fund balances	$ 10,470,510	$ 1,076,920	$ 3,416,854	$ 4,040,942	$ 644,112	$ 2,975,794	$ 2,052,224

	Capital Projects Funds							
Neshaminy Manor	2005 Series Bond	2011 Series Bond	2013 Series Bond	2015 Notes Capital Acquisitions	Open Space Fund	Miscell-aneous Capital Projects	Total Nonmajor Governmental Funds
$ -	$ -	$ 1,209,166	$ -	$ 5,096,125	$ 5,420,321	$ -	$ 31,165,920
-	-	-	-	3,882,013	-	-	3,882,013
4,472,424	-	-	-	-	-	-	8,383,422
889,901	-	-	-	8,250	-	-	937,866
-	-	-	6,792,777	-	-	-	6,792,777
-	-	-	801,363	-	234,408	1,084,747	2,476,961
8,550	-	-	-	-	-	-	938,442
$ 5,370,875	$ -	$ 1,209,166	$ 7,594,140	$ 8,986,388	$ 5,654,729	$ 1,084,747	$ 54,577,401
$ 1,336,534	$ -	$ 50,515	$ 266,000	$ 33,085	$ 362,432	$ 279,032	$ 5,506,296
4,015,274	-	1,061,069	-	1,486	-	-	20,834,251
19,067	-	-	-	-	2,031,230	-	7,785,137
5,370,875	-	1,111,584	266,000	34,571	2,393,662	279,032	34,125,684
-	-	-	-	-	-	-	-
-	-	97,582	535,363	8,951,817	3,261,067	805,715	13,651,544
-	-	-	6,792,777	-	-	-	6,800,173
-	-	-	-	-	-	-	-
-	-	97,582	7,328,140	8,951,817	3,261,067	805,715	20,451,717
$ 5,370,875	$ -	$ 1,209,166	$ 7,594,140	$ 8,986,388	$ 5,654,729	$ 1,084,747	$ 54,577,401

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017

	Special Revenue Funds						
	Area Agency on Aging	Bridge Recon-struction	Community and Business Development	Emergency Response 911	Hazardous Material Emergency Response	Home Fund	Liquid Fuels Tax
Revenues:							
Licenses and fees	$ 8,795	$ 38,038	$ -	$ 14,809,058	$ 230,424	$ 759,676	$ 1,028,453
Intergovernmental	7,701,815	784,429	2,030,624	-	106,705	1,116,637	787,126
Interest	91,231	-	-	4,124	5,359	-	-
Other	65,103	18,924	-	-	-	-	-
Total revenues	7,866,944	841,391	2,030,624	14,813,182	342,488	1,876,313	1,815,579
Expenditures:							
Current:							
General government	-	-	-	-	-	-	-
Social services	9,287,026	-	2,030,624	-	-	1,876,313	-
Bridges	-	1,977,952	-	-	-	-	1,815,579
Public safety	-	-	-	14,666,562	335,815	-	-
Capital projects	-	-	-	146,620	-	-	-
Total expenditures	9,287,026	1,977,952	2,030,624	14,813,182	335,815	1,876,313	1,815,579
Excess of revenues over (under) expenditures	(1,420,082)	(1,136,561)	-	-	6,673	-	-
Other financing sources :							
Proceeds from notes	-	-	-	-	-	-	-
Transfers in	1,420,082	1,136,561	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources	1,420,082	1,136,561	-	-	-	-	-
Net change in Fund balances	-	-	-	-	6,673	-	-
Fund balances:							
January 1	-	-	-	-	723	-	-
December 31	$ -	$ -	$ -	$ -	$ 7,396	$ -	$ -

	Capital Projects Funds							
Neshaminy Manor	2005 Series Bond	2011 Series Bond	2013 Series Bond	2015 Notes Capital Acquisitions	Open Space Fund	Miscell-aneous Capital Projects	Total Nonmajor Governmental Funds
$ 15,659,207	$ -	$ -	$ -	$ -	$ -	$ -	$ 32,533,651
24,415,266	25,000	-	-	-	142,884	204,504	37,314,990
-	-	13,678	-	74,907	28,238	-	217,537
-	-	-	747,000	-	-	-	831,027
40,074,473	25,000	13,678	747,000	74,907	171,122	204,504	70,897,205
-	-	-	-	-	32,871	127,167	160,038
41,583,478	-	-	-	-	-	-	54,777,441
-	-	-	-	-	-	-	3,793,531
-	-	-	-	-	-	-	15,002,377
206,004	2,095	204,866	456,873	850,222	25,000	664,969	2,556,649
41,789,482	2,095	204,866	456,873	850,222	57,871	792,136	76,290,036
(1,715,009)	22,905	(191,188)	290,127	(775,315)	113,251	(587,632)	(5,392,831)
-	-	-	-	-	-	-	-
1,715,009	-	-	-	-	-	828,954	5,100,606
-	(165,950)	-	(2,682,000)	-	(483,323)	-	(3,331,273)
1,715,009	(165,950)	-	(2,682,000)	-	(483,323)	828,954	1,769,333
-	(143,045)	(191,188)	(2,391,873)	(775,315)	(370,072)	241,322	(3,623,498)
-	143,045	288,770	9,720,013	9,727,132	3,631,139	564,393	24,075,215
$ -	$ -	$ 97,582	$ 7,328,140	$ 8,951,817	$ 3,261,067	$ 805,715	$ 20,451,717

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - AREA AGENCY ON AGING FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and fees	$ 7,000	$ 7,000	$ 8,795	$ 1,795
Intergovernmental	8,187,200	8,187,200	7,701,815	(485,385)
Interest	14,000	14,000	91,231	77,231
Other	130,000	130,000	65,103	(64,897)
Total revenues	8,338,200	8,338,200	7,866,944	(471,256)
Expenditures:				
Current:				
Social services:				
Administration	5,984,400	6,084,400	5,892,421	191,979
Care management	329,400	355,400	259,108	96,292
Congregate meals	1,052,900	966,900	806,504	160,396
Cons reimb-federal	4,000	4,000	2,648	1,352
Cons reimb-state	-	-	3,694	(3,694)
Counseling	19,000	23,600	12,300	11,300
Daycare/in home services	1,334,000	1,066,000	1,047,863	18,137
Employment	5,400	6,400	7,286	(886)
Environment modification	5,000	6,400	5,231	1,169
Family caregiver support	149,500	134,500	104,523	29,977
Home delivered meals	301,900	285,900	243,770	42,130
Information & referral	213,900	320,900	199,052	121,848
Legal services	74,900	86,900	79,378	7,522
OBRA	1,200	1,200	-	1,200
Ombudsman	57,900	68,900	66,359	2,541
Pre admission assistance II	800	800	480	320
Protective services	50,500	75,500	56,689	18,811
Recreation & socialization	330,000	450,000	425,885	24,115
RSVP	3,000	7,000	5,738	1,262
Transportation	67,500	40,500	68,097	(27,597)
Total social services	9,985,200	9,985,200	9,287,026	698,174

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - AREA AGENCY ON AGING FUND FOR THE YEAR ENDED DECEMBER 31, 2017 (Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Capital projects	$ -	$ -	$ -	$ -
Total expenditures	9,985,200	9,985,200	9,287,026	698,174
Excess of revenues under expenditures	(1,647,000)	(1,647,000)	(1,420,082)	226,918
Other financing sources: Transfers in	1,647,000	1,647,000	1,420,082	(226,918)
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - BRIDGE RECONSTRUCTION FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and Fees	$ 3,650,000	$ 563,400	$ 38,038	$ (525,362)
Intergovernmental	1,900,000	1,900,000	784,429	(1,115,571)
Other	-	-	18,924	18,924
Total revenues	5,550,000	2,463,400	841,391	(1,622,009)
Expenditures:				
Current:				
Bridges	5,550,000	3,600,000	1,977,952	1,622,048
Excess of revenues under expenditures	-	(1,136,600)	(1,136,561)	39
Other financing sources:				
Transfers in	-	1,136,600	1,136,561	(39)
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - COMMUNITY AND BUSINESS DEVELOPMENT FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	$ 2,867,200	$ 2,867,200	$ 2,030,624	$ (836,576)
Total revenues	2,867,200	2,867,200	2,030,624	(836,576)
Expenditures:				
Current:				
Social services	2,867,200	2,867,200	2,030,624	836,576
Total expenditures	2,867,200	2,867,200	2,030,624	836,576
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - EMERGENCY RESPONSE 911 FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and fees	$ 14,924,400	$ 15,074,400	$ 14,809,058	$ (265,342)
Interest	-	-	4,124	4,124
Total revenues	14,924,400	15,074,400	14,813,182	(261,218)
Expenditures:				
Current:				
Public safety	14,764,600	14,914,600	14,666,562	248,038
Capital projects	159,800	159,800	146,620	13,180
Total expenditures	14,924,400	15,074,400	14,813,182	261,218
Excess of revenues under expenditures	-	-	-	-
Other financing sources:				
Transfers in	-	-	-	-
Total other financing sources	-	-	-	-
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - HAZARDOUS MATERIAL EMERGENCY RESPONSE FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenues:				
Licenses and fees	$ 211,500	$ 226,500	$ 230,424	$ 3,924
Intergovernmental	44,300	44,300	106,705	62,405
Interest	-	-	5,359	5,359
Total revenues	255,800	270,800	342,488	71,688
Expenditures:				
Current:				
Public safety	325,300	340,300	335,815	4,485
Excess of revenues under expenditures	(69,500)	(69,500)	6,673	76,173
Other financing sources:				
Transfers in	69,500	69,500	-	(69,500)
Net change in Fund balance	-	-	6,673	6,673
Fund balance - January 1	-	-	723	723
Fund balance - December 31	$ -	$ -	$ 7,396	$ 7,396

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - HOME FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and fees	$ 660,000	$ 660,000	$ 759,676	$ 99,676
Intergovernmental	1,936,000	1,936,000	1,116,637	(819,363)
Total revenues	2,596,000	2,596,000	1,876,313	(719,687)
Expenditures:				
Current:				
Social services	2,596,000	2,596,000	1,876,313	719,687
Total expenditures	2,596,000	2,596,000	1,876,313	719,687
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - LIQUID FUELS TAX FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and fees	$ -	$ 1,950,000	$ 1,028,453	$ (921,547)
Intergovernmental	1,000,000	1,150,000	787,126	(362,874)
Total revenues	1,000,000	3,100,000	1,815,579	(1,284,421)
Expenditures:				
Current:				
Bridges	1,000,000	3,100,000	1,815,579	1,284,421
Total expenditures	1,000,000	3,100,000	1,815,579	1,284,421
Net change in Fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - NESHAMINY MANOR FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Licenses and fees	$ 17,839,900	$ 17,489,900	$ 15,659,207	$ (1,830,693)
Intergovernmental	22,741,100	22,741,100	24,415,266	1,674,166
Total revenues	40,581,000	40,231,000	40,074,473	(156,527)
Expenditures:				
Current:				
Social services:				
Activities	1,033,800	1,105,800	1,103,058	2,742
Business office	3,942,900	3,997,900	3,970,135	27,765
Dietary/café	4,381,100	4,351,100	4,334,848	16,252
Housekeeping	2,105,900	1,959,920	1,958,903	1,017
Laundry services	1,127,900	1,062,069	1,062,069	-
Nursing services - administration	2,936,800	3,037,849	3,037,849	-
Nursing services - CNA's	11,943,800	12,768,739	12,768,739	-
Nursing services - LPN's	3,168,000	3,407,454	3,407,454	-
Nursing services - Pool	1,027,500	1,013,412	1,013,412	-
Nursing services - RN's	2,975,300	3,191,015	3,191,015	-
Operation of facilities	1,333,900	1,416,660	1,416,660	-
Pharmacy	425,000	425,515	425,515	-
Physician	764,100	758,600	753,294	5,306
Procurement/utilities	690,000	740,000	736,526	3,474
Social services	506,900	529,900	528,934	966
Therapy	2,118,100	1,875,067	1,875,067	-
Total social services	40,481,000	41,641,000	41,583,478	57,522
Capital projects	100,000	207,000	206,004	996
Total expenditures	40,581,000	41,848,000	41,789,482	58,518

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - NESHAMINY MANOR FUND FOR THE YEAR ENDED DECEMBER 31, 2017 (Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Excess of revenues under expenditures	$ -	$ (1,617,000)	$ (1,715,009)	$ (98,009)
Other financing sources:				
Transfers in	-	1,617,000	1,715,009	98,009
Net change in Fund Balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - 2005 SERIES BOND FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenue:				
Intergovernmental	$ 25,000	$ 25,000	$ 25,000	$ -
Total revenues	25,000	25,000	25,000	-
Expenditures:				
Current:				
General government	-	-	-	-
Capital projects:				
Administration Building	75,000	2,100	2,095	5
Information systems	93,500	-	-	-
Total capital projects	168,500	2,100	2,095	5
Total expenditures	168,500	2,100	2,095	5
Excess of revenues under expenditures	(143,500)	22,900	22,905	5
Other financing uses:				
Transfers out	-	(166,000)	(165,950)	50
Total other financing uses	-	(166,000)	(165,950)	50
Net change in Fund balance	(143,500)	(143,100)	(143,045)	55
Fund balance - January 1	143,500	143,100	143,045	(55)
Fund balance - December 31	$ -	$ -	$ -	$ -

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - 2011 SERIES BOND FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue:				
Interest	$ 1,000	$ 1,000	$ 13,678	$ 12,678
Total revenues	1,000	1,000	13,678	12,678
Expenditures:				
Current:				
General government	-	-	-	-
Capital projects:				
Court facility	194,800	139,600	91,066	48,534
Information systems	150,200	150,200	113,800	36,400
Total capital projects	345,000	289,800	204,866	84,934
Total expenditures	345,000	289,800	204,866	84,934
Excess of revenues under expenditures	(344,000)	(288,800)	(191,188)	97,612
Other financing uses:				
Transfers out	-	-	-	-
Total other financing uses	-	-	-	-
Net change in Fund balance	(344,000)	(288,800)	(191,188)	97,612
Fund balance - January 1	344,000	288,800	288,770	(30)
Fund balance - December 31	$ -	$ -	$ 97,582	$ 97,582

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - 2013 SERIES BOND FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenue:				
Other	$ -	$ 747,000	$ 747,000	$ -
Total revenues	-	747,000	747,000	-
Expenditures:				
Current:				
General government	-	-	-	-
Capital projects:				
Administration Building	494,000	395,900	320,247	75,653
Court facility	144,000	590,900	73,735	517,165
Library buildings	66,000	62,800	62,763	37
Public Works	-	215,900	128	215,772
Total capital projects	704,000	1,265,500	456,873	808,627
Total expenditures	704,000	1,265,500	456,873	808,627
Excess of revenues under expenditures	(704,000)	(518,500)	290,127	808,627
Other financing uses:				
Transfers out	(2,234,000)	(2,682,000)	(2,682,000)	-
Total other financing sources	(2,234,000)	(2,682,000)	(2,682,000)	-
Net change in Fund balance	(2,938,000)	(3,200,500)	(2,391,873)	808,627
Fund balance - January 1	10,150,000	9,720,100	9,720,013	(87)
Fund balance - December 31	$ 7,212,000	$ 6,519,600	$ 7,328,140	$ 808,540

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - 2015 NOTES CAPITAL ACQUISITION FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenue:				
Interest	$ 55,000	$ 55,000	$ 74,907	$ 19,907
Total revenues	55,000	55,000	74,907	19,907
Expenditures:				
Current:				
General government	-	-	-	-
Capital projects:				
Emergency Communications	11,050,000	9,782,200	850,222	8,931,978
Total capital projects	11,050,000	9,782,200	850,222	8,931,978
Total expenditures	11,050,000	9,782,200	850,222	8,931,978
Excess of revenues under expenditures	(10,995,000)	(9,727,200)	(775,315)	8,951,885
Other financing uses:				
Proceeds from notes	-	-	-	-
Total other financing sources	-	-	-	-
Net change in Fund balance	(10,995,000)	(9,727,200)	(775,315)	8,951,885
Fund balance - January 1	10,995,000	9,727,200	9,727,132	(68)
Fund balance - December 31	$ -	$ -	$ 8,951,817	$ 8,951,817

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - OPEN SPACE PROJECT FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	$ -	$ -	$ 142,884	$ 142,884
Interest	10,000	10,000	28,238	18,238
Total revenues	10,000	10,000	171,122	161,122
Expenditures:				
Current:				
General government	65,000	65,000	32,871	32,129
Capital projects:				
Park improvements	2,520,800	2,527,000	25,000	2,502,000
Total capital projects	2,520,800	2,527,000	25,000	2,502,000
Total expenditures	2,585,800	2,592,000	57,871	2,534,129
Excess of revenues under expenditures	(2,575,800)	(2,582,000)	113,251	2,695,251
Other financing uses:				
Transfers out	(1,049,200)	(1,049,200)	(483,323)	565,877
Total other financing uses	(1,049,200)	(1,049,200)	(483,323)	565,877
Net change in Fund balance	(3,625,000)	(3,631,200)	(370,072)	3,261,128
Fund balance - January 1	3,625,000	3,631,200	3,631,139	(61)
Fund balance - December 31	$ -	$ -	$ 3,261,067	$ 3,261,067

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - MISCELLANEOUS CAPITAL PROJECTS FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenue:				
Intergovernmental	$ 444,300	$ 367,300	$ 204,504	$ (162,796)
Total revenues	$ 444,300	$ 367,300	$ 204,504	$ (162,796)
Expenditures:				
Current:				
General government	323,500	180,000	127,167	52,833
Capital projects:				
Parks capital improvements	1,267,300	1,267,300	576,292	691,008
Public works	-	238,400	88,677	149,723
Total capital projects	1,267,300	1,505,700	664,969	840,731
Total expenditures	1,590,800	1,685,700	792,136	893,564
Excess of revenues under expenditures	(1,146,500)	(1,318,400)	(587,632)	730,768
Other financing sources:				
Transfers in	588,000	754,000	828,954	74,954
Total other financing sources	588,000	754,000	828,954	74,954
Net change in Fund balance	(558,500)	(564,400)	241,322	805,722
Fund balance - January 1	558,500	564,400	564,393	(7)
Fund balance - December 31	$ -	$ -	$ 805,715	$ 805,715

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - DEBT SERVICE FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Orginal	Final	Actual Amounts	
Revenues:				
Real estate taxes	$ 43,479,500	$ 43,479,500	$ 43,299,730	$ (179,770)
Other	271,500	271,500	271,418	(82)
Total revenues	43,751,000	43,751,000	43,571,148	(179,852)
Expenditures:				
Debt service	45,985,000	46,433,000	45,521,886	911,114
Total expenditures	45,985,000	46,433,000	45,521,886	911,114
Excess of revenues under expenditures	(2,234,000)	(2,682,000)	(1,950,738)	731,262
Other financing sources:				
Transfers in	2,234,000	2,682,000	2,682,000	-
Total other financing sources	2,234,000	2,682,000	2,682,000	-
Net change in Fund balance	-	-	731,262	731,262
Fund balance - January 1	-	-	(1,888,650)	(1,888,650)
Fund balance - December 31	$ -	$ -	$ (1,157,388)	$ (1,157,388)

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE BUDGET AND ACTUAL - 2016 SERIES BOND FUND FOR THE YEAR ENDED DECEMBER 31, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
Revenue:				
Interest	$ 100,000	$ 100,000	$ 181,958	$ 81,958
Total revenues	100,000	100,000	181,958	81,958
Expenditures:				
Current:				
General government	1,179,400	3,960,000	3,517,650	442,350
Capital projects:				
Administration building	12,993,200	6,344,600	3,227,476	3,117,124
Correctional facility	467,500	1,939,000	1,241,360	697,640
Courts	485,600	485,600	19,467	466,133
Farmland preservation	2,232,000	2,232,000	1,832,690	399,310
Information systems	941,000	454,000	322,143	131,857
Library buildings	400,000	400,000	125,076	274,924
Natural areas preservation	955,000	955,000	661,115	293,885
Parkland acquisition	999,200	1,015,900	1,015,814	86
Public works	322,500	322,500	357,810	(35,310)
Parking garage	374,600	573,500	-	573,500
Total capital projects	20,170,600	14,722,100	8,802,951	5,919,149
Total expenditures	21,350,000	18,682,100	12,320,601	6,361,499
Excess of revenues under expenditures	(21,250,000)	(18,582,100)	(12,138,643)	6,443,457
Other financing sources uses:				
Transfers out	-	(1,136,600)	(1,136,561)	39
Total other financing sources	-	(1,136,600)	(1,136,561)	39
Net change in Fund balance	(21,250,000)	(19,718,700)	(13,275,204)	6,443,496
Fund balance - January 1	26,250,000	24,718,700	24,718,616	(84)
Fund balance - December 31	$ 5,000,000	$ 5,000,000	$ 11,443,412	$ 6,443,412

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
ACT 515/319				
Assets				
Cash and cash equivalents	$ 27,673	$ 506,347	$ (507,248)	$ 26,772
Liabilities				
Accounts payable	$ 27,673	$ 506,347	$ (507,248)	$ 26,772
AID FOR DEPENDENT CHILDREN				
Assets				
Cash and cash equivalents	$ 459,256	$ 5,975,075	$ (5,974,057)	$ 460,274
Intergovernmental receivables	1,562,934	1,899,428	(1,562,934)	1,899,428
Total assets	$ 2,022,190	$ 7,874,503	$ (7,536,991)	$ 2,359,702
Liabilities				
Accounts payable	$ 2,022,190	$ 7,874,503	$ (7,536,991)	$ 2,359,702
AREA AGENCY ON AGING				
Assets				
Cash and cash equivalents	$ 1,157	$ -	$ (1,008)	$ 149
Liabilities				
Accounts payable	$ 1,157	$ -	$ (1,008)	$ 149

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
BID DEPOSITS				
Assets				
Accounts receivable	$ 49,486	$ 11,003	$ (9,500)	$ 50,989
Liabilities				
Accounts payable	$ 49,486	$ 11,003	$ (9,500)	$ 50,989
CLERK OF COURTS				
Assets				
Cash and cash equivalents	$ 4,263,868	$ 10,923,302	$ (10,856,295)	$ 4,330,875
Investments	-	-	-	-
Total assets	$ 4,263,868	$ 10,923,302	$ (10,856,295)	$ 4,330,875
Liabilities				
Accounts payable	$ 4,017,995	$ 7,652,138	$ (7,572,780)	$ 4,097,353
Due to other governmental units	245,873	3,271,164	(3,283,515)	233,522
Total liabilities	$ 4,263,868	$ 10,923,302	$ (10,856,295)	$ 4,330,875
CORRECTIONS				
Assets				
Cash and cash equivalents	$ 656,309	$ 4,383,058	$ (4,411,684)	$ 627,683
Liabilities				
Accounts payable	$ 656,309	$ 4,383,058	$ (4,411,684)	$ 627,683

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
DISTRICT COURTS				
Assets				
Cash and cash equivalents	$ 1,113,476	$ 15,338,835	$ (15,536,593)	$ 915,718
Liabilities				
Accounts payable	$ 400,711	$ 6,050,123	$ (5,825,917)	$ 624,917
Due to other governmental units	712,765	9,288,712	(9,710,676)	290,801
Total liabilities	$ 1,113,476	$ 15,338,835	$ (15,536,593)	$ 915,718
DOMESTIC RELATIONS				
Assets				
Cash and cash equivalents	$ 58,295	$ 3,064,166	$ (3,081,902)	$ 40,559
Liabilities				
Due to other governmental units	$ 58,295	$ 3,064,166	$ (3,081,902)	$ 40,559
ESCHEAT FUNDS				
Assets				
Cash and cash equivalents	$ 94,292	$ 12,526	$ (6,199)	$ 100,619
Accounts receivable	1,235,830	417,628	(114,330)	1,539,128
Total assets	$ 1,330,122	$ 430,154	$ (120,529)	$ 1,639,747
Liabilities				
Due to other governmental units	$ 1,330,122	$ 430,154	$ (120,529)	$ 1,639,747
INMATE CANTEEN				
Assets				
Accounts receivable	$ 1,241,302	$ 1,128,011	$ (918,105)	$ 1,451,208
Liabilities				
Accounts payable	$ 1,241,302	$ 1,128,011	$ (918,105)	$ 1,451,208

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
LODGING ROOM RENTAL TAX ESCROW				
Assets				
Cash and cash equivalents	$ 107,920	$ 4,300,928	$ (3,797,145)	$ 611,703
Liabilities				
Accounts payable	$ 107,920	$ 4,300,928	$ (3,797,145)	$ 611,703
MISCELLANEOUS				
Assets				
Cash and cash equivalents	$ 21,943	$ 30,482	$ (29,636)	$ 22,789
Accounts receivable	-	14,290	-	14,290
Total assets	$ 21,943	$ 44,772	$ (29,636)	$ 37,079
Liabilities				
Accounts payable	$ 21,943	$ 44,772	$ (29,636)	$ 37,079
NESHAMINY MANOR				
Assets				
Cash and cash equivalents	$ 270,908	$ 789,223	$ (821,528)	$ 238,603
Accounts receivable	-	-	-	-
Total assets	$ 270,908	$ 789,223	$ (821,528)	$ 238,603
Liabilities				
Accounts payable	$ 270,908	$ 789,223	$ (821,528)	$ 238,603
PINE RUN ESCROW				
Assets				
Accounts receivable	$ 16,899	$ 28	$ -	$ 16,927
Liabilities				
Accounts payable	$ 16,899	$ 28	$ -	$ 16,927

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
PROTHONOTARY				
Assets				
Cash and cash equivalents	$ 3,314,419	$ 5,135,172	$ (6,342,999)	$ 2,106,592
Accounts receivable	-	14,740	-	14,740
Total assets	$ 3,314,419	$ 5,149,912	$ (6,342,999)	$ 2,121,332
Liabilities				
Accounts payable	$ 3,286,090	$ 4,772,660	$ (5,964,375)	$ 2,094,375
Due to other governmental units	28,329	377,252	(378,624)	26,957
Total liabilities	$ 3,314,419	$ 5,149,912	$ (6,342,999)	$ 2,121,332
RECORDER OF DEEDS				
Assets				
Cash and cash equivalents	$ 7,256,840	$ 147,386,854	$ (147,480,449)	$ 7,163,245
Liabilities				
Accounts payable	$ 2,338,033	$ 5,568,877	(6,102,531)	$ 1,804,379
Due to other governmental units	4,918,807	141,817,977	(141,377,918)	5,358,866
Total liabilities	$ 7,256,840	$ 147,386,854	$ (147,480,449)	$ 7,163,245
REGISTER OF WILLS				
Assets				
Cash and cash equivalents	$ 955,252	$ 2,858,396	$ (3,020,746)	$ 792,902
Liabilities				
Accounts payable	$ 942,012	$ 2,674,601	$ (2,835,595)	$ 781,018
Due to other governmental units	13,240	183,795	(185,151)	11,884
Total liabilities	$ 955,252	$ 2,858,396	$ (3,020,746)	$ 792,902

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
SECURITY ESCROW				
Assets				
Accounts receivable	$ 35,755	$ 14	$ -	$ 35,769
Liabilities				
Accounts payable	$ 35,755	$ 14	$ -	$ 35,769
SHERIFF				
Assets				
Cash and cash equivalents	$ 5,042,225	$ 31,465,481	$ (32,596,229)	$ 3,911,477
Liabilities				
Accounts payable	$ 5,004,122	$ 31,310,574	$ (32,440,639)	$ 3,874,057
Due to other governmental units	38,103	154,907	(155,590)	37,420
Total liabilities	$ 5,042,225	$ 31,465,481	$ (32,596,229)	$ 3,911,477
TAX CLAIM BUREAU				
Assets				
Cash and cash equivalents	$ 2,825,863	$ 2,930,305	$ (3,450,621)	$ 2,305,547
Accounts receivable	6,119,538	34,568,467	(34,225,346)	6,462,659
Total assets	$ 8,945,401	$ 37,498,772	$ (37,675,967)	$ 8,768,206
Liabilities				
Due to other governmental units	$ 8,945,401	$ 37,498,772	$ (37,675,967)	$ 8,768,206

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017
(Continued)

	Balance January 1, 2017	Additions	Deductions	Balance December 31, 2017
TAX PROTEST ESCROW				
Assets				
Accounts receivable	$ 148,815	$ 12,854	$ -	$ 161,669
Liabilities				
Accounts payable	$ 148,815	$ 12,854	$ -	$ 161,669
TREASURER LICENSES				
Assets				
Cash and cash equivalents	$ 54,138	$ 523,245	$ (514,525)	$ 62,858
Liabilities				
Accounts payable	$ 120	$ 103,722	$ (96,967)	$ 6,875
Due to other governmental units	54,018	419,523	(417,558)	55,983
Total liabilities	$ 54,138	$ 523,245	$ (514,525)	$ 62,858
TOTAL AGENCY FUNDS				
Assets				
Cash and cash equivalents	$ 26,523,834	$ 235,623,395	$ (238,428,864)	$ 23,718,365
Investments	-	-	-	-
Receivables:				
Intergovernmental	1,562,934	1,899,428	(1,562,934)	1,899,428
Accounts	8,847,625	36,167,035	(35,267,281)	9,747,379
Total assets	$ 36,934,393	$ 273,689,858	$ (275,259,079)	$ 35,365,172
Liabilities				
Accounts payable	$ 20,589,440	$ 77,183,436	$ (78,871,649)	$ 18,901,227
Due to other governmental units	16,344,953	196,506,422	(196,387,430)	16,463,945
Total liabilities	$ 36,934,393	$ 273,689,858	$ (275,259,079)	$ 35,365,172

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF CAPITAL ASSETS BY FUNCTION AND ACTIVITY
AS OF DECEMBER 31, 2017

	Land	Buildings	Improvements
General government	$ 118,594,864	$ 125,040,740	$ 51,972,017
Judiciary	470,020	86,551,357	2,026,378
Corrections	13,501	41,086,893	201,739
Social services	720,575	44,897,462	1,438,642
Bridges	-	254,705	-
Health	-	17,968	-
Public safety	14,040	12,246,886	4,570
Total capital assets allocated to functions	119,813,000	310,096,011	55,643,346
Construction in progress	-	-	-
Total capital assets	$ 119,813,000	$ 310,096,011	$ 55,643,346

Machinery and Equipment	Infrastructure	Leasehold Buildings and Improvements	Totals
$ 73,676,560	$ -	$ 119,025,514	$ 488,309,695
15,870,784	-	-	104,918,539
7,310,449	-	-	48,612,582
8,571,006	-	-	55,627,685
334,492	16,298,924	-	16,888,121
982,255	-	-	1,000,223
46,131,928	-	-	58,397,424
152,877,474	16,298,924	119,025,514	773,754,269
-	-	-	41,345,931
$ 152,877,474	$ 16,298,924	$ 119,025,514	$ 815,100,200

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF CHANGES IN CAPITAL ASSETS BY FUNCTION AND ACTIVITY FOR THE YEAR ENDED DECEMBER 31, 2017

	Capital Assets January 1, 2017	Additions	Deductions	Capital Assets December 31, 2017
General government	$ 483,527,526	$ 4,988,169	$ (206,000)	$ 488,309,695
Judiciary	104,580,263	422,276	(84,000)	104,918,539
Corrections	48,433,972	262,910	(84,300)	48,612,582
Social services	55,404,331	268,354	(45,000)	55,627,685
Bridges	16,888,121	-	-	16,888,121
Health	965,150	35,073	-	1,000,223
Public safety	56,988,509	1,488,915	(80,000)	58,397,424
Subtotals	766,787,872	7,465,697	(499,300)	773,754,269
Construction in progress	36,804,218	4,541,713	-	41,345,931
Total capital assets	$ 803,592,090	$ 12,007,410	$ (499,300)	$ 815,100,200

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

SCHEDULE OF COUNTY GENERAL OBLIGATIONS PAYABLE
DECEMBER 31, 2017

	Bond - 2008 Series		Bond - 2011 Series		Bond - 2013 Series		Note - 2013 Series (1)	
Year	Principal	Interest Rate	Principal	Interest Rate	Principal	Interest Rate	Principal	Interest Rate
2018	3,575,000	5.00%	4,740,000	5.00%	3,775,000	1.50-4.00%	2,169,000	1.23%
2019	-		4,985,000	5.00%	3,875,000	4.00%	2,197,000	1.23%
2020	-		5,215,000	4.00%	4,030,000	5.00%	2,225,000	1.23%
2021	-		5,430,000	4.00%	4,230,000	5.00%	-	
2022	-		-		4,440,000	5.00%	-	
2023	-		-		4,665,000	4.00%	-	
2024	-		-		4,850,000	5.00%	-	
2025	-		-		5,090,000	4.00%	-	
2026	-		-		5,295,000	4.00%	-	
2027	-		-		5,505,000	4.00%	-	
2028	-		-		5,725,000	4.00%	-	
2029	-		-		-		-	
2030	-		-		-		-	
	$ 3,575,000		$ 20,370,000		$ 51,480,000		$ 6,591,000	

(1) Based on latest available estimated rates at year end.

Bond - 2013 A Series		Bond - 2015 Series		Note - 2015 Series(1)		Bond - 2016 Series		Bond - 2017 Series		
Principal	Interest Rate	Principal	Interest Rate	Principal	Interest Rate	Principal	Interest Rate	Principal	Interest Rate	Totals
6,220,000	1.17%	4,985,000	5.000%	1,551,000	1.43%	1,595,000	5.00%	5,000	2.00%	28,615,000
6,290,000	1.50%	5,240,000	5.000%	1,571,000	1.43%	5,430,000	5.00%	5,000	2.00%	29,593,000
6,385,000	1.70%	5,515,000	5.000%	1,591,000	1.43%	5,710,000	5.00%	5,000	2.00%	30,676,000
6,495,000	2.07%	3,800,000	5.000%	1,612,000	1.43%	6,005,000	5.00%	5,000	2.00%	27,577,000
6,630,000	2.27%	3,975,000	5.000%	1,633,000	1.43%	6,305,000	5.00%	5,675,000	5.00%	28,658,000
6,780,000	2.47%	-		-		6,635,000	5.00%	5,950,000	5.00%	24,030,000
6,950,000	2.62%	-		-		6,975,000	5.00%	6,250,000	5.00%	25,025,000
-		-		-		2,225,000	5.00%	6,575,000	5.00%	13,890,000
-		-		-		2,340,000	5.00%	6,910,000	5.00%	14,545,000
-		-		-		2,460,000	5.00%	-		7,965,000
-		-		-		2,575,000	4.00%	-		8,300,000
-		-		-		2,680,000	4.00%	-		2,680,000
-		-		-		2,790,000	4.00%	-		2,790,000
$ 45,750,000		$ 23,515,000		$ 7,958,000		$ 53,725,000		$ 31,380,000		$ 244,344,000

THIS PAGE INTENTIONALLY LEFT BLANK

STATISTICAL SECTION

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

STATISTICAL SECTION

This section of the County of Bucks' annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents

	Schedule	Page
Financial Trends	1 - 4	121-127
These schedules contain trend information to help the reader understand how the County's financial performance and well being have changed over time.		
Revenue Capacity	5 - 9	128-135
These schedules contain information to help the reader assess the County's most significant local revenue source, property tax.		
Debt Capacity	10 - 13	136-141
These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.		
Demographic and Economic Information	14 - 15	142-143
These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.		
Operating Information	16 - 18	144 - 148
These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.		

THIS PAGE INTENTIONALLY LEFT BLANK

Schedule 1

COUNTY OF BUCKS, PENNSYLVANIA

Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

Primary Government- Governmental Activities	Fiscal Year 2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Net investment in capital assets	$ 289,782,125	$ 278,377,964	$ 313,045,181	$ 323,373,667	$ 397,558,253	$ 405,193,449	$ 434,457,767	$ 456,055,104	$ 471,946,572	$ 441,848,464
Restricted	18,393,218	14,724,376	8,671,487	89,009,536	55,454,007	92,513,287	42,506,034	37,479,215	39,456,814	25,094,956
Unrestricted	(23,896,482)	(36,816,231)	(50,681,970)	(158,529,763)	(201,553,597)	(245,184,633)	(216,163,740)	(280,954,536)	(287,403,404)	(253,722,977)
Total net position	$ 284,278,861	$ 256,286,109	$ 271,034,698	$ 253,853,440	$ 251,458,663	$ 252,522,103	$ 260,800,061	$ 212,579,783	$ 223,999,982	$ 213,220,443

Source: County of Bucks, Pennsylvania, Comprehensive Annual Financial Reports

Schedule 2

COUNTY OF BUCKS, PENNSYLVANIA

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Primary Government- Governmental Activities	Fiscal Year 2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Program Expenses										
General government	$ 46,856,323	$ 91,591,316	$ 52,454,349	$ 66,430,005	$ 66,110,304	$ 65,264,698	$ 61,811,436	$ 55,245,999	$ 73,956,995	$ 69,871,764
Judiciary	54,752,779	58,351,757	63,545,970	67,989,986	66,197,992	65,734,815	65,743,203	67,372,984	71,259,178	75,726,596
Corrections	33,255,114	35,368,917	37,220,613	38,489,415	37,434,942	37,578,263	38,105,157	38,475,635	39,632,649	43,840,322
Authorities	19,747,938	20,038,165	20,553,198	20,531,184	20,857,109	20,604,855	20,460,186	20,739,370	21,593,437	21,978,776
Social services	248,325,978	235,097,807	220,229,893	225,798,807	223,844,221	223,700,942	222,591,974	233,517,508	263,534,251	264,362,021
Bridges	1,200,417	1,839,018	1,503,949	2,813,243	3,086,309	2,445,315	3,101,909	3,160,642	2,625,996	3,801,663
Health	15,378,311	15,912,950	16,282,095	16,672,969	15,595,944	15,415,371	15,003,734	15,136,894	15,245,558	15,360,413
Public safety	17,227,331	19,321,677	19,568,595	20,275,833	20,742,490	19,949,064	20,011,672	20,419,351	21,107,778	22,002,589
Interest on long-term debt	8,991,097	12,991,408	10,606,612	13,931,424	12,415,243	17,457,157	12,150,315	18,573,175	11,748,775	13,961,471
Total program expenses	$ 445,735,288	$ 490,513,015	$ 441,965,274	$ 472,932,866	$ 466,284,554	$ 468,150,480	$ 458,979,586	$ 472,641,558	$ 520,704,617	$ 530,905,615
Program Revenues										
Charges for services:										
General government	$ 15,321,724	$ 14,481,383	$ 14,819,851	$ 14,897,508	$ 18,322,793	$ 18,540,036	$ 16,478,492	$ 12,877,620	$ 13,452,004	$ 12,966,829
Judiciary	13,457,294	14,664,216	14,127,263	13,781,158	14,401,708	15,538,109	15,301,350	19,268,479	19,352,318	20,191,830
Corrections	1,234,559	1,469,048	939,718	929,671	1,223,131	1,085,113	995,684	922,854	854,173	809,365
Authorities	-	-	-	-	-	-	-	-	-	-
Social services	15,966,265	17,413,902	17,678,403	19,616,975	21,277,856	20,701,810	19,837,953	19,014,373	18,529,735	17,389,610
Bridges	-	-	-	-	-	-	855,024	1,643,565	1,408,885	1,066,491
Health	1,537,051	1,410,780	1,446,186	1,443,263	1,550,946	1,691,296	1,796,833	1,800,634	1,925,280	1,931,242
Public safety	7,238,372	3,991,917	8,941,109	10,255,527	8,411,841	11,066,845	12,649,039	9,606,970	14,603,417	15,047,532
Operating grants and contributions:										
General government	3,086,631	924,436	1,204,147	325,699	909,205	2,858,066	1,232,317	-	753,127	556,905
Judiciary	8,437,029	9,514,899	8,881,731	9,653,530	8,626,568	10,643,585	8,804,850	10,202,623	9,978,886	11,027,119
Corrections	472,129	314,716	447,892	323,103	276,485	37,297	-	233,376	197,772	303,975
Authorities	2,502,488	2,397,753	2,797,181	2,640,261	2,898,710	-	-	-	-	-
Social services	215,063,068	203,276,023	188,246,135	186,990,297	185,416,239	189,734,509	189,689,255	200,233,418	229,164,735	230,597,997
Bridges	739,310	667,279	706,110	1,144,478	2,399,281	1,751,860	608,780	1,341,657	332,069	806,050
Health	8,091,663	8,230,116	8,760,965	7,653,450	6,961,795	7,219,979	6,891,832	7,036,746	6,890,681	7,326,326
Public safety	3,352,569	1,569,884	2,939,550	135,861	255,246	306,141	130,232	1,357,306	1,259,037	2,180,055
Capital projects	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	-	5,497,354	8,526,737	10,248,211	5,449,755	3,415,241	5,092,407	787,690	867,938	972,429
Total program revenues	$ 296,500,152	$ 285,823,706	$ 280,462,978	$ 280,038,992	$ 278,381,559	$ 284,589,887	$ 280,364,048	$ 286,327,311	$ 319,570,057	$ 323,173,755
Net expense	$ (149,235,136)	$ (204,689,309)	$ (161,502,296)	$ (192,893,874)	$ (187,902,995)	$ (183,560,593)	$ (178,615,538)	$ (186,314,247)	$ (201,134,560)	$ (207,731,860)

(Continued)

Schedule 2

COUNTY OF BUCKS, PENNSYLVANIA

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Continued)

General Revenues and Other Changes in Net Position	Fiscal Year 2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Taxes:										
Real estate tax	$ 175,396,724	$ 173,341,168	$ 173,974,589	$ 174,400,398	$ 183,686,655	$ 184,730,262	$ 185,097,728	$ 187,782,458	$ 186,348,957	$ 188,259,016
Grant and contributions not restricted to specific programs	886,516	420,287	291,851	-	-	-	-	-	-	-
Unrestricted investment earnings	5,230,469	2,935,105	1,984,445	556,340	472,566	411,050	397,945	282,173	699,104	1,097,548
Miscellaneous	-	-	-	755,878	1,348,997	1,065,759	1,397,823	664,883	1,649,172	2,093,915
Total general revenue	$ 181,513,709	$ 176,696,560	$ 176,250,885	$ 175,712,616	$ 185,508,218	$ 186,207,071	$ 186,893,496	$ 188,729,514	$ 188,697,233	$ 191,450,479
Net (expense) revenue	$ 32,278,573	$ (27,992,749)	$ 14,748,589	$ (17,181,258)	$ (2,394,777)	$ 2,646,478	$ 8,277,958	$ 2,415,267	$ (12,437,327)	$ (16,281,381)

Source: County of Bucks, Pennsylvania, Comprehensive Annual Financial Reports

COUNTY OF BUCKS, PENNSYLVANIA

Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2008	2009	2010	2011	2012
General fund					
Reserved	$ 232,057	$ 274,703	$ 209,801	$ -	$ -
Unreserved	73,670,388	63,256,018	57,798,371	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	1,785,000	500,000
Unassigned	-	-	-	43,855,928	43,271,835
Total general fund	$ 73,902,445	$ 63,530,721	$ 58,008,172	$ 45,640,928	$ 43,771,835
All other governmental funds					
Reserved:					
Debt service funds	$ 12,634,540	$ 9,277,817	$ 5,202,815	$ -	$ -
Capital projects funds	-	-	-	-	-
Unreserved:					
Special revenue funds	5,758,678	5,446,559	3,468,672	-	-
Capital projects funds	95,083,164	59,647,010	36,143,643	-	-
Non Spendable:					
Debt service funds	-	-	-	-	-
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Restricted:					
Debt service funds	-	-	-	1,828,301	403,619
Special revenue funds	-	-	-	1,400,867	37,194
Capital projects funds	-	-	-	85,780,368	55,013,194
Assigned:					
Debt service funds	-	-	-	-	-
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	7,843,579	7,575,939
Unassigned:					
Debt service funds	-	-	-	-	-
Special revenue funds	-	-	-	56,652	-
Capital projects funds	-	-	-	-	-
Total all other governmental funds	$ 113,476,382	$ 74,371,386	$ 44,815,130	$ 96,909,767	$ 63,029,946
Total fund balances of all governmental funds	$ 187,378,827	$ 137,902,107	$ 102,823,302	$ 142,550,695	$ 106,801,781

Note: (1) The County implemented GASB 54 in 2011. The County has elected to not retroactively reclassify fund balance in governmental funds prior to 2011.

Source: County of Bucks, Pennsylvania, Comprehensive Annual Financial Reports

Schedule 3

2013	2014	2015	2016	2017
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
49,053,161	49,656,040	52,646,746	47,337,733	35,505,730
$ 49,053,161	$ 49,656,040	$ 52,646,746	$ 47,337,733	$ 35,505,730
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
6,285,723	13,080,063	11,680,852	9,336,294	-
381,241	-	-	-	-
-	-	-	-	-
85,846,323	36,319,685	24,399,152	39,456,814	25,094,956
-	-	-	-	-
-	-	12,308	723	7,396
7,590,709	-	-	-	6,792,777
-	(2,436,930)	(2,686,576)	(1,888,650)	(1,157,388)
-	-	-	-	-
-	-	-	-	-
$ 100,103,996	$ 46,962,818	$ 33,405,736	$ 46,905,181	$ 30,737,741
$ 149,157,157	$ 96,618,858	$ 86,052,482	$ 94,242,914	$ 66,243,471

COUNTY OF BUCKS, PENNSYLVANIA

Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	2008	2009	2010	2011
Revenues:				
Real estate taxes	$ 173,391,040	$ 173,836,964	$ 173,483,637	$ 175,012,541
Licenses and fees	43,833,854	40,964,054	46,345,642	48,112,313
Judiciary costs and fines	10,974,010	11,987,883	11,606,888	12,811,789
Intergovernmental	240,522,839	231,625,482	221,288,523	216,681,202
Interest	6,138,711	3,525,110	2,222,537	714,375
Other	1,147,723	1,076,566	1,275,684	2,527,771
Total revenues	476,008,177	463,016,059	456,222,911	455,859,991
Expenditures:				
Current:				
General government	46,938,111	56,783,539	54,748,710	56,518,099
Judiciary	53,801,403	57,454,636	62,907,760	66,562,244
Corrections	31,976,444	33,967,624	36,333,379	37,159,001
Authorities	19,747,938	20,038,165	20,553,198	20,531,184
Social services	246,787,461	233,791,777	219,384,008	224,424,546
Bridges	1,026,199	1,642,042	1,491,172	2,805,264
Health	15,310,893	15,903,338	16,250,189	16,583,421
Public safety	15,808,082	17,821,175	18,616,597	18,075,091
Debt service:				
Principal	22,020,000	22,415,000	16,477,000	16,945,000
Interest	11,840,077	14,884,560	14,536,331	14,169,141
Capital projects	28,331,324	37,790,923	30,003,372	27,766,432
Total expenditures	493,587,932	512,492,779	491,301,716	501,539,423
Excess of revenues over (under) expenditures	(17,579,755)	(49,476,720)	(35,078,805)	(45,679,432)
Other financing sources (uses):				
Transfers in	24,741,211	23,682,688	18,040,570	22,739,634
Proceeds from loan	-	-	-	75,065,000
Issuance of debt	64,370,000	-	-	-
Issuance of refunding bonds	-	-	-	-
Bond premium	2,020,648	-	-	10,341,825
Payment to refunded bond escrow agent	(11,125,312)	-	-	-
Transfers out	(24,741,211)	(23,682,688)	(18,040,570)	(22,739,634)
Total other financing sources (uses)	55,265,336	-	-	85,406,825
Net change in fund balances	$ 37,685,581	$ (49,476,720)	$ (35,078,805)	$ 39,727,393
Debt service as a percentage of noncapital expenditures	7.27%	7.00%	6.72%	6.57%

Schedule 4

2012	2013	2014	2015	2016	2017
$ 183,749,448	$ 184,861,750	$ 185,141,716	$ 187,373,525	$ 186,611,947	$ 188,139,282
50,683,252	52,861,897	51,613,194	46,022,998	50,566,377	49,401,111
13,608,003	14,143,188	14,932,974	19,111,497	19,173,003	20,001,788
212,766,741	215,232,060	212,159,479	220,219,289	247,846,700	250,945,833
662,444	506,218	373,679	405,219	785,794	1,464,838
2,482,681	3,323,333	3,081,190	2,693,645	3,546,459	4,551,648
463,952,569	470,928,446	467,302,232	475,826,173	508,530,280	514,504,500
54,366,211	57,080,210	53,551,192	44,851,368	49,386,875	46,552,897
64,388,101	64,463,835	64,423,434	66,053,215	68,725,472	73,096,790
36,076,663	36,269,421	36,833,472	37,203,950	38,279,689	42,432,265
20,857,109	20,604,855	20,460,186	20,739,370	21,593,437	21,978,776
222,330,904	222,407,294	221,300,715	232,226,249	262,131,213	262,930,016
3,070,090	2,437,183	3,093,777	3,152,510	2,617,864	3,793,531
15,509,461	15,330,278	14,918,268	15,051,428	15,153,178	15,264,025
18,025,554	18,070,032	17,385,772	17,793,451	18,514,565	19,121,956
19,358,000	20,700,000	25,798,000	23,484,000	26,591,000	31,828,000
16,645,995	15,139,806	16,196,266	14,648,751	14,352,439	13,693,886
29,073,395	46,707,954	45,879,449	22,475,738	18,341,316	12,077,767
499,701,483	519,210,868	519,840,531	497,680,030	535,687,048	542,769,909
(35,748,914)	(48,282,422)	(52,538,299)	(21,853,857)	(27,156,768)	(28,265,409)
21,291,591	20,758,786	19,279,166	22,286,177	20,701,213	22,254,074
-	-	-	11,000,000	-	-
-	80,300,000	-	-	24,240,559	-
-	59,615,000	-	38,085,000	31,014,441	31,380,000
-	10,026,839	-	3,924,424	11,108,418	6,272,810
-	(59,304,041)	-	(41,721,942)	(31,016,219)	(37,386,844)
(21,291,591)	(20,758,786)	(19,279,166)	(22,286,177)	(20,701,213)	(22,254,074)
-	90,637,798	-	11,287,482	35,347,199	265,966
$ (35,748,914)	$ 42,355,376	$ (52,538,299)	$ (10,566,376)	$ 8,190,431	$ (27,999,443)
7.65%	7.59%	8.86%	8.02%	7.91%	8.58%

Schedule 5

COUNTY OF BUCKS, PENNSYLVANIA

Tax Revenues by Source, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Unaudited

Fiscal Year	Real Estate Tax	Personal Property Tax	Total
2008	173,391,040	-	173,391,040
2009	173,836,964	-	173,836,964
2010	173,483,638	-	173,483,638
2011	175,012,541	-	175,012,541
2012	183,749,448	-	183,749,448
2013	184,861,750	-	184,861,750
2014	185,141,716	-	185,141,716
2015	187,373,525	-	187,373,525
2016	186,611,947	-	186,611,947
2017	188,139,282	-	188,139,282

Source: County of Bucks, Pennsylvania, Comprehensive Annual Financial Reports

THIS PAGE INTENTIONALLY LEFT BLANK

COUNTY OF BUCKS, PENNSYLVANIA

Assessed Value and Estimated Actual Value of Taxable Real Property
Last Ten Fiscal Years
Unaudited
(Dollars in Thousands)

	Property Value (1)				
Year	Residential	Commercial	Farm	Industrial	Tax Exempt Property
2008 (3)	6,316,892	1,130,153	204,293	353,655 (2)	902,657
2009 (3)	6,300,078 (2)	1,125,400 (2)	206,688	344,383 (2)	914,211
2010 (3)	6,268,965 (2)	1,155,652	208,249	341,990 (2)	919,165
2011 (3)	6,299,184	1,149,387	210,949	337,548 (2)	949,566
2012 (3)	6,309,474	1,147,746 (2)	212,155	334,739 (2)	925,160
2013 (3)	6,387,940	1,217,860	219,938	333,254 (2)	778,625
2014 (3)	6,372,115	1,161,690	214,642	331,754 (2)	942,440
2015 (3)	6,413,282	1,156,191	215,130	329,972 (2)	942,181
2016 (3)	6,460,955	1,155,245	216,884	329,650 (2)	953,071
2017 (3)	6,511,163	1,159,803	219,468	327,879 (2)	953,868

Notes: (1) Assessment values are as of January 1.
(2) The assessment base decrease was the result of annual appeal reductions.
(3) County ratio adjusted from 25% to 100% of 1972 base year.
(4) Total assessed value.

Sources: County Board of Assessment

Governmental and Institutional Taxable	Total Taxable Assessed Value		Tax Rate	Estimated Actual Taxable Value	Assessed Value As A Percentage Of Actual Value
15,055	8,020,048		21.94	86,916,233	9.2%
14,141	7,990,690	(2)	21.94	73,309,083	10.9%
14,986	7,989,842	(2)	21.94	73,266,851	10.9%
14,724	8,014,285		21.94	70,922,875	11.3%
49,169	8,053,283		23.20	74,567,527	10.8%
67,641	8,226,636		23.20	74,787,600	11.0%
18,785	8,104,154		23.20	75,038,463	10.8%
19,962	8,404,000		23.20	71,716,800	11.7%
21,874	8,134,540		23.20	72,629,800	11.2%
21,966	8,240,280		23.20	74,236,800	11.1%

Schedule 7

COUNTY OF BUCKS, PENNSYLVANIA

Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
Unaudited
(Dollars in Thousands)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
TOTAL COUNTY DIRECT RATE	21.94	21.94	21.94	21.94	23.20	23.20	23.20	23.20	23.20	23.20
General County	16.53	16.58	17.51	17.45	17.84	17.75	17.25	17.21	17.21	16.74
Debt Service	4.35	4.27	3.36	3.44	4.31	4.40	4.90	4.88	4.88	5.35
Community College	1.06	1.09	1.07	1.05	1.05	1.05	1.05	1.11	1.11	1.11
School District Rates										
Bensalem Township	130.40	134.00	139.47	141.43	144.35	144.35	148.97	151.80	155.44	155.44
Bristol Borough	120.00	120.00	138.00	154.00	154.00	154.00	154.00	154.00	154.00	154.00
Bristol Township	176.45	177.07	185.28	188.31	192.27	196.50	201.80	206.65	213.05	215.82
Centennial	96.45	102.70	108.54	113.58	116.07	118.04	122.17	126.76	132.69	136.66
Central Bucks	110.50	114.80	119.20	120.80	122.80	122.80	124.10	124.10	124.10	124.10
Council Rock	105.41	107.96	110.68	110.68	112.56	114.02	114.72	115.01	117.77	120.71
Morrisville Borough	187.30	177.30	177.30	177.30	177.30	180.31	187.87	192.19	197.57	200.97
Neshaminy	148.60	152.00	152.00	152.00	152.00	152.00	152.00	152.00	152.00	155.80
New Hope/Solebury	76.70	79.84	82.15	83.30	84.72	86.15	87.97	89.64	93.94	97.70
Palisades	100.00	104.10	108.85	110.34	110.34	110.34	110.34	111.24	112.24	113.30
Pennridge	116.60	119.55	123.02	123.02	123.02	125.11	129.62	132.09	135.26	135.26
Pennsbury	145.00	148.80	150.30	150.30	150.30	150.30	153.45	157.89	161.36	165.06
Quakertown	125.50	125.50	138.37	140.25	141.51	143.92	146.65	149.73	153.32	157.77
Borough Rates										
Bristol	49.89	49.89	49.89	49.89	49.89	49.89	56.64	56.64	57.89	57.89
Chalfont	11.50	11.50	12.00	13.00	13.50	15.50	15.50	17.00	17.00	17.00
Doylestown	8.73	10.73	10.73	11.23	11.23	12.73	12.73	12.73	12.73	12.73
Dublin	10.00	10.00	10.00	10.00	10.00	10.00	13.00	13.00	15.25	15.25
Hulmeville	8.25	8.52	9.97	9.97	9.97	9.97	12.75	12.75	14.50	16.00
Ivyland	11.25	12.50	12.50	13.50	13.50	13.50	13.50	13.50	13.50	13.50
Langhorne	12.20	12.20	12.20	12.20	12.20	14.20	14.20	18.20	18.20	18.20
Langhorne Manor	9.88	9.88	9.88	9.88	9.38	9.38	12.28	12.27	12.27	12.27
Morrisville	35.93	39.43	39.93	40.93	40.93	40.93	44.56	47.80	51.40	50.90
New Britain	15.88	21.88	21.88	21.88	21.88	22.63	23.63	27.38	27.38	27.38
New Hope	9.73	11.73	11.73	11.73	12.23	12.23	12.23	12.77	13.77	13.77
Newtown	6.00	6.00	6.00	6.00	9.00	9.00	9.00	13.25	13.25	13.25
Penndel	10.50	10.50	12.00	12.50	15.50	18.50	20.00	26.87	26.87	30.30
Perkasie	5.75	5.75	5.75	5.75	5.75	5.75	5.75	6.25	6.25	6.25
Quakertown	1.63	1.63	1.63	1.63	1.63	1.63	1.63	1.63	1.63	1.63
Richlandtown	1.25	1.25	1.25	1.25	1.25	1.25	5.00	5.00	5.00	5.00
Riegelsville	8.75	9.75	11.25	11.25	11.75	12.25	12.75	12.75	13.25	13.25
Sellersville	8.33	9.33	12.00	16.00	16.00	17.50	18.00	20.00	24.00	24.00
Silverdale	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75	2.75
Telford	4.52	4.61	4.61	4.63	5.31	5.59	5.33	6.06	6.06	6.06
Trumbauersville	3.25	3.25	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Tullytown	11.50	11.50	11.50	11.50	11.50	11.50	11.50	11.50	11.50	11.50
Yardley	16.74	16.74	16.74	16.74	16.73	16.73	16.73	16.73	16.73	24.73

(Continued)

Schedule 7

COUNTY OF BUCKS, PENNSYLVANIA

Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years
Unaudited
(Dollars in Thousands)
(Continued)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Township Rates										
Bedminster	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50
Bensalem	18.50	18.50	18.50	19.50	19.50	19.50	19.50	19.50	19.50	19.50
Bridgeton	3.00	3.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Bristol	19.61	20.99	23.99	23.99	23.99	23.99	23.99	23.98	23.98	23.98
Buckingham	1.25	1.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	4.00
Doylestown	7.00	7.25	7.25	10.25	10.25	10.25	10.25	10.25	10.88	11.88
Durham	0.83	0.83	2.00	4.00	4.00	4.00	4.00	4.00	6.00	6.00
East Rockhill	4.28	5.23	7.49	7.49	8.14	8.14	8.14	10.24	10.24	10.24
Falls	7.22	7.22	7.22	7.22	7.22	7.22	7.22	7.22	7.22	7.22
Haycock	1.25	2.50	4.00	5.00	5.00	6.00	6.00	6.00	6.00	6.00
Hilltown	6.75	6.75	6.75	8.75	8.75	8.75	8.75	8.75	8.75	8.75
Lower Makefield	14.87	15.12	15.12	15.12	15.12	15.12	15.12	15.12	15.16	17.51
Lower Southampton	14.08	14.08	14.08	14.08	14.08	14.08	14.08	14.08	14.08	14.08
Middletown	14.84	15.84	17.57	17.57	17.57	17.57	17.57	17.57	17.57	17.57
Milford	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
New Britain	11.06	11.06	11.06	12.06	12.06	12.06	12.06	12.06	12.06	12.06
Newtown	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	3.50
Nockamixon	1.00	1.00	6.50	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Northampton	9.06	10.14	11.14	11.14	11.14	11.14	12.93	12.93	12.93	12.93
Plumstead	9.00	9.75	13.25	13.25	13.25	13.25	13.94	13.94	13.94	13.94
Richland	2.50	9.50	9.50	9.50	9.50	9.50	11.30	11.30	11.30	11.30
Solebury	14.10	15.60	15.35	19.06	19.56	19.56	19.56	22.31	22.31	22.31
Springfield	3.50	3.50	3.50	3.50	4.50	4.50	6.00	9.00	12.00	12.00
Tinicum	6.00	7.50	8.50	8.50	8.50	8.50	8.50	8.50	8.50	8.50
Upper Makefield	12.35	12.35	13.35	13.35	12.85	12.85	12.85	11.85	9.85	7.60
Upper Southampton	17.88	17.88	18.88	21.88	21.88	21.88	21.88	23.88	23.88	23.88
Warminster	12.07	12.07	12.07	17.07	17.07	17.07	17.07	17.07	17.07	17.07
Warrington	8.45	11.55	11.55	11.55	11.55	12.22	12.84	12.84	12.84	13.34
Warwick	11.25	13.25	15.25	15.25	15.25	15.25	15.25	15.25	15.25	15.25
West Rockhill	5.25	5.25	5.25	5.25	5.25	5.25	5.25	7.25	7.25	7.25
Wrightstown	6.92	6.92	6.58	6.58	6.58	6.58	5.33	5.33	7.33	7.33

Note: Overlapping rates are those of county, school, and municipal governments that apply to property owners within the County of Bucks.

Source: Bucks County Board of Assessment

Schedule 8

COUNTY OF BUCKS, PENNSYLVANIA

Principal Property Taxpayers
December 31, 2016
Unaudited

	2017			2008		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Value	Rank	Percentage of Total Assessed Valuation
Keystone Turf Club, Inc.	$ 51,478,010	1	.63%	$ 11,832,000	1	.15%
McStome, Inc. c/o Kravco, Inc.	8,618,000	2	.11%	10,679,000	2	.14%
Neshaminy Mall Joint Venture Ltd.	7,871,500	3	.10%	9,473,520	3	.12%
Open Door Estates	6,741,880	4	.08%	6,741,880	4	.09%
Salem Harbour Assoc	5,045,800	5	.06%	5,045,800	5	.06%
Oxford Valley Road Associates	4,732,560	6	.06%	4,732,560	6	.06%
Valley Square Owner LLC	4,621,410	7	.06%			
Doylestown Hospital	4,380,640	8	.05%	4,380,640	9	.05%
800 (Eight) Trenton Assoc, LP	4,368,800	9	.05%	4,368,800	10	.05%
Village Pennbrook 2 LLC	4,320,000	10	.05%			
Center Point Place Associates				4,627,160	7	.06%
Valley Square Lifestyle, LP				4,621,410	8	.06%
	$ 102,178,600		1.25%	$ 66,502,770		.84%

Source: County Board of Assessment

Schedule 9

COUNTY OF BUCKS, PENNSYLVANIA

REAL ESTATE AND PERSONAL PROPERTY TAX LEVIES AND REVENUES

Last Ten Years
Unaudited

Year Ended December 31,	Total Tax Levy (1)	Current Tax Revenues (2)	Percent of Levy Collected	Delinquent Tax Revenues (3)	Total Tax Revenues	Percent of Total Tax Revenues To Levy	Outstanding Taxes	Percent of Outstanding Taxes to Levy
Real Estate:								
2008	176,121,212	169,986,374	96.5%	3,404,666	173,391,040	98.4%	6,960,791	4.0%
2009	176,502,344	172,557,863	97.8%	1,279,101	173,836,964	98.5%	6,333,634	3.6%
2010	176,351,610	172,098,927	97.6%	1,384,711	173,483,638	98.4%	6,859,309	3.9%
2011	176,262,358	172,534,988	97.9%	2,477,553	175,012,541	99.3%	6,284,509	3.6%
2012	187,059,074	180,414,043	96.4%	3,335,405	183,749,448	98.2%	6,425,066	3.4%
2013	187,034,095	180,697,304	96.6%	4,164,446	184,861,750	98.8%	6,287,552	3.4%
2014	187,754,567	181,625,834	96.7%	3,515,882	185,141,716	98.6%	6,255,613	3.3%
2015	188,703,210	184,133,785	97.6%	3,239,740	187,373,525	99.3%	6,729,630	3.6%
2016	189,578,750	183,119,060	96.6%	3,492,887	186,611,947	98.4%	6,336,082	3.3%
2017	190,679,804	185,236,288	97.1%	2,902,994	188,139,282	98.7%	6,240,388	3.3%

Notes: (1) Includes additions to duplicate.
(2) Includes discounts, penalties, rebates, and error adjustments.
(3) Includes penalties and adjustments.
(4) Personal Property tax levy was eliminated effective January 1, 1988.

Source: County of Bucks, Pennsylvania, Comprehensive Annual Financial Reports

Schedule 10

COUNTY OF BUCKS, PENNSYLVANIA

Ratios of Outstanding Debt
Last Ten Fiscal Years
Unaudited

	Governmental Activities						
Fiscal Year	General Obligation Bond	Unamortized Premium	Total Primary Government	Taxable Assessed Valuation (1)	Percentage of Actual Value Of Taxable Property	Debt Per Capita	Percentage of Personal Income
2008 (2)	250,890,000	6,154,029	257,044,029	7,982,750	0.31%	427.06	0.86%
2009 (2)	228,475,000	5,690,358	234,165,358	8,019,889	0.37%	431.64	0.82%
2010 (2)	211,998,000	5,226,686	217,224,686	7,989,842	0.31%	401.14	0.76%
2011 (2)	270,118,000	15,104,840	285,222,840	8,014,285	0.38%	488.16	0.88%
2012	250,760,000	13,951,713	264,711,713	8,053,283	0.35%	452.27	0.83%
2013	316,460,000	22,156,970	338,616,970	8,226,636	0.42%	550.75	0.97%
2014	290,482,000	20,335,387	310,817,387	8,104,154	0.39%	505.60	0.87%
2015	276,253,000	22,157,913	298,410,913	8,404,000	0.39%	553.90	0.81%
2016	277,282,000	30,513,836	307,795,836	8,134,540	0.40%	564.45	0.78%
2017	244,344,000	40,223,062	284,567,062	8,240,280	0.40%	531.50	N/A

Note: (1) Dollars in Thousands.
(2) The County ratio was adjusted from 25% to 100% of 1972 base year.

N/A - Information not available

Schedule 11

COUNTY OF BUCKS, PENNSYLVANIA

Ratios of General Debt Outstanding Last Ten Fiscal Years Unaudited

	Governmental Activities					
Fiscal Year	General Obligation Bond	Unamortized Premium	Total	Percentage of Actual Value Of Taxable Property	Debt Per Capita	Percentage of Personal Income
2008 (1)	250,890,000	6,154,029	257,044,029	0.31%	427.06	0.86%
2009 (1)	228,475,000	5,690,358	234,165,358	0.37%	431.64	0.82%
2010 (1)	211,998,000	5,226,686	217,224,686	0.31%	401.14	0.76%
2011 (1)	270,118,000	15,104,840	285,222,840	0.38%	488.16	0.88%
2012 (1)	250,760,000	13,951,713	264,711,713	0.35%	452.27	0.83%
2013 (1)	316,460,000	22,156,970	338,616,970	0.42%	550.75	0.97%
2014 (1)	290,482,000	20,335,387	310,817,387	0.39%	505.60	0.87%
2015 (1)	276,253,000	22,157,913	298,410,913	0.39%	553.90	0.81%
2016 (1)	277,282,000	30,513,836	307,795,836	0.40%	564.45	0.78%
2017 (1)	244,344,000	40,223,062	284,567,062	0.40%	531.50	N/A

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
(1) The County ratio was adjusted from 25% to 100% of 1972 base year.

Schedule 12

COUNTY OF BUCKS, PENNSYLVANIA

Direct and Overlapping Governmental Activities Debt
As of December 31, 2017

Government Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
School Districts			
Bensalem Township	$ 118,618,234	100.0%	$ 118,618,234
Bristol Borough	10,726,816	100.0%	10,726,816
Bristol Township	146,152,124	100.0%	146,152,124
Centennial	125,710,354	100.0%	125,710,354
Central Bucks	74,613,871	100.0%	74,613,871
Council Rock	190,370,740	100.0%	190,370,740
Morrisville Borough	4,538,876	100.0%	4,538,876
Neshaminy	127,279,579	100.0%	127,279,579
New Hope/Solebury	35,843,189	100.0%	35,843,189
Palisades	13,854,467	100.0%	13,854,467
Pennridge	101,639,731	100.0%	101,639,731
Pennsbury	170,206,100	100.0%	170,206,100
Quakertown	124,863,382	100.0%	124,863,382
Total school districts	$ 1,244,417,463		$ 1,244,417,463
Boroughs			
Bristol	$ 6,342,687	100.0%	$ 6,342,687
Chalfont	-		-
Doylestown	2,142,943	100.0%	2,142,943
Dublin	345,311	100.0%	345,311
Hulmeville	-		-
Ivyland	-		-
Langhorne	-		-
Langhorne Manor	-		-
Morrisville	1,091,028	100.0%	1,091,028
New Britain	50,000	100.0%	50,000
New Hope	2,338,727	100.0%	2,338,727
Newtown	70,200	100.0%	70,200
Penndel	998,000	100.0%	998,000
Perkasie	4,251,282	100.0%	4,251,282
Quakertown	5,874,816	100.0%	5,874,816
Richlandtown	-		-
Riegelsville	-		-
Sellersville	451,078	100.0%	451,078
Silverdale	-		-
Telford	347,621	100.0%	347,621
Trumbauersville	-		-
Tullytown	-		-
Yardley	-		-
Total boroughs	$ 24,303,693		$ 24,303,693

(Continued)

Schedule 12

COUNTY OF BUCKS, PENNSYLVANIA

Direct and Overlapping Governmental Activities Debt
As of December 31, 2017
Unaudited
(Continued)

Government Unit	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Townships			
Bedminster	$ 2,182,638	100.0%	$ 2,182,638
Bensalem	28,784,260	100.0%	28,784,260
Bridgeton	-		-
Bristol	52,344,296	100.0%	52,344,296
Buckingham	10,690,254	100.0%	10,690,254
Doylestown	6,712,410	100.0%	6,712,410
Durham	-		-
East Rockhill	1,343,079	100.0%	1,343,079
Falls	-		-
Haycock	193,750	100.0%	193,750
Hilltown	-		-
Lower Makefield	44,211,912	100.0%	44,211,912
Lower Southampton	4,403,871	100.0%	4,403,871
Middletown	25,614,147	100.0%	25,614,147
Milford	4,085,964	100.0%	4,085,964
New Britain	1,131,890	100.0%	1,131,890
Newtown	7,081,219	100.0%	7,081,219
Nockamixon	-		-
Northampton	19,838,468	100.0%	19,838,468
Plumstead	18,169,651	100.0%	18,169,651
Richland	2,780,000	100.0%	2,780,000
Solebury	22,315,647	100.0%	22,315,647
Springfield	4,185,000	100.0%	4,185,000
Tinicum	6,598,000	100.0%	6,598,000
Upper Makefield	9,355,817	100.0%	9,355,817
Upper Southampton	2,694,635	100.0%	2,694,635
Warminster	3,634,312	100.0%	3,634,312
Warrington	37,572,513	100.0%	37,572,513
Warwick	4,377,248	100.0%	4,377,248
West Rockhill	3,927,013	100.0%	3,927,013
Wrightstown	2,083,693	100.0%	2,083,693
Total townships	$ 326,311,687		$ 326,311,687
Total overlapping debt			$ 1,595,032,843
County of Bucks direct debt			284,567,062
Total direct and overlapping debt			$ 1,879,599,905

Note: Overlapping rates are those of county, school, and municipal governments that apply to property owners within the County of Bucks.

COUNTY OF BUCKS, PENNSYLVANIA

Legal Debt Margin Information
Last Ten Fiscal Years
Unaudited

	2008	2009	2010	2011
Borrowing Base Revenues (1):				
Two years prior	$ 452,890,419	$ 516,230,910	$ 464,830,652	$ 460,560,281
Prior year	516,230,910	464,830,652	460,560,281	470,872,941
Current Year	464,830,652	460,560,281	470,872,941	464,766,172
Total borrowing base revenues	$ 1,433,951,981	$ 1,441,621,843	$ 1,396,263,874	$ 1,396,199,394
Average borrowing base revenues	$ 477,983,994	$ 480,540,614	$ 465,421,291	$ 465,399,798
Debt Limit For General Obligation Bonds:				
Average borrowing base revenues	$ 477,983,994	$ 480,540,614	$ 465,421,291	$ 465,399,798
Debt limit percent	x 300%	x 300%	x 300%	x 300%
Debt limit	1,433,951,981	1,441,621,843	1,396,263,874	1,396,199,394
Total amount of debt applicable to debt limit (2)	(249,565,178)	(227,394,877)	(211,097,064)	(269,234,701)
Legal debt margin	$ 1,184,386,803	$ 1,214,226,966	$ 1,185,166,810	$ 1,126,964,693
Total net debt applicable to the limit as a percentage of debt limit	17.40%	15.77%	15.12%	19.28%
Debt Limit For General Obligation Bonds and Lease Rental Debt:				
Average borrowing base revenues	$ 477,983,994	$ 480,540,614	$ 465,421,291	$ 465,399,798
Debt limit percent	x 400%	x 400%	x 400%	x 400%
Debt limit	1,911,935,975	1,922,162,457	1,861,685,165	1,861,599,192
Total amount of debt applicable to debt limit	(264,078,136)	(268,936,555)	(249,749,284)	(305,003,097)
Legal debt margin	$ 1,647,857,839	$ 1,653,225,902	$ 1,611,935,881	$ 1,556,596,095
Total net debt applicable to the limit as a pecentage of debt limit	13.81%	13.99%	13.42%	16.38%

Notes: (1) Borrowing base revenues represent total revenues less nonrecurring governmental fund type revenues excluding component units.
(2) Debt includes general obligation bonds of the County net of delinquent taxes and liens collectible.

Source: County of Bucks, Pennsylvania, Comprehensive Annual Financial Report

2012	2013	2014	2015	2016	2017
$ 470,872,941	$ 464,766,172	$ 465,542,162	$ 455,939,059	$ 488,513,499	$ 435,530,163
464,766,172	465,542,162	455,939,059	488,513,499	435,530,163	539,269,236
465,542,162	455,939,059	488,513,499	435,530,163	539,269,236	514,259,630
$ 1,401,181,275	$ 1,386,247,393	$ 1,409,994,720	$ 1,379,982,721	$ 1,463,312,898	$ 1,489,059,029
$ 467,060,425	$ 462,082,464	$ 469,998,240	$ 459,994,240	$ 487,770,966	$ 496,353,010
$ 467,060,425	$ 462,082,464	$ 469,998,240	$ 459,994,240	$ 487,770,966	$ 496,353,010
x 300%	x 300%	x 300%	x 300%	x 300%	x 300%
1,401,181,275	1,386,247,393	1,409,994,720	1,379,982,721	1,463,312,898	1,489,059,029
(249,687,467)	(315,350,543)	(289,249,661)	(275,013,402)	(276,119,070)	(243,126,419)
$ 1,151,493,808	$ 1,070,896,850	$ 1,120,745,059	$ 1,104,969,319	$ 1,187,193,828	$ 1,245,932,610
17.82%	22.75%	20.51%	19.93%	18.87%	16.33%
$ 467,060,425	$ 462,082,464	$ 469,998,240	$ 459,994,240	$ 487,770,966	$ 496,353,010
x 400%	x 400%	x 400%	x 400%	x 400%	x 400%
1,868,241,700	1,848,329,857	1,879,992,960	1,839,976,961	1,951,083,864	1,985,412,039
(282,381,950)	(344,923,802)	(315,506,348)	(323,883,150)	(321,699,671)	(292,279,337)
$ 1,585,859,750	$ 1,503,406,055	$ 1,564,486,612	$ 1,516,093,811	$ 1,629,384,193	$ 1,693,132,702
15.11%	18.66%	16.78%	17.60%	16.49%	14.72%

Schedule 14

COUNTY OF BUCKS, PENNSYLVANIA

Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income	Median Age (3)	Public School Enrollment (4)	Local Unemployment Rate (5)
2008	621,643	31,046,441	49,943	41	92,897	4.8%
2009	626,015	33,034,820	52,770	41	91,963	7.2%
2010	625,249	32,999,810	52,478	42	91,327	7.9%
2011	626,854	34,740,248	55,420	41	90,835	7.3%
2012	627,053	34,232,169	54,609	42	89,985	7.4%
2013	628,487	35,540,382	56,678	44	89,353	6.9%
2014	626,685	36,347,753	57,973	42	88,640	5.2%
2015	627,367	40,343,409	64,306	43	88,226	4.5%
2016	626,399	41,276,562	65,895	43	86,771	4.6%
2017	628,341	N/A	N/A	42	87,193	4.2%

Sources:
(1) Obtained from the Bureau of Census
(2) Dollars in Thousands
(3) Obtained from the United States Department of Commerce, Bureau of Census
(4) Pennsylvania Department of Education
(5) PA Department of Labor and Industry

N/A - Information not available

Schedule 15

COUNTY OF BUCKS, PENNSYLVANIA

Principal Employers
December 31, 2017
Unaudited

	2017			2008		
Employer	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Central Bucks School District	N/A	1	N/A	N/A	1	N/A
Giant Food Stores LLC	N/A	2	N/A	N/A	6	N/A
St. Mary Medical Center	N/A	3	N/A	N/A	3	N/A
Doylestown Hospital	N/A	4	N/A	N/A	5	N/A
Bucks County	N/A	5	N/A	N/A	2	N/A
Northtec LLC	N/A	6	N/A	N/A	7	N/A
Woods Services	N/A	7	N/A			
Wal-Mart Associates Inc	N/A	8	N/A	N/A		N/A
Grand View Health	N/A	9	N/A		10	
Pennsbury School District	N/A	10	N/A	N/A	8	N/A
Healthcare Services				N/A	4	N/A
The Woods School				N/A	9	N/A
	0		N/A	0		N/A
Total Employees in County	326,960			336,821		

Source: Center for Workforce Information & Analysis as of 3rd Quarter 2017
Center for Workforce Information & Analysis as of 4th Quarter 2008

N/A - Not available

Schedule 16

COUNTY OF BUCKS, PENNSYLVANIA

Full-time Equivalent County Government Employees by Function
Direct and Overlapping Governments
Last Ten Fiscal Years
Unaudited

Function	Full-time Equivalent Employees as of December 31									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government										
Commissioners	10	10	10	9	9	9	8	8	8	7
Solicitor	8	8	8	8	8	8	8	8	9	9
Voter Registration	12	10	10	11	10	9	9	9	10	9
Board of Assessment	31	30	32	31	27	25	23	23	24	22
Consumer Protection	9	9	9	7	6	6	6	6	6	6
Treasurer	11	11	11	11	11	11	11	11	10	10
Tax Claim	5	6	8	8	6	6	6	6	6	6
Controller	30	29	28	30	27	27	23	27	27	19
Voting Machines	4	4	4	3	3	3	3	3	3	3
Planning Commission	31	33	33	32	28	25	25	25	26	21
Recorder of Deeds	26	27	26	23	23	21	22	23	22	18
Central Telephone & Service	2	2	2	2	-	-	-	-	-	-
Information Systems	51	53	48	45	38	37	35	32	36	29
Purchasing	8	8	8	7	7	6	4	7	7	7
Microfilming & Reproduction	6	5	6	5	5	5	5	3	2	2
Public Information	7	7	6	6	6	5	4	4	4	4
ERP	2	2	4	4	4	3	3	4	4	3
Fire Marshall	4	4	4	4	3	2	3	2	2	3
Finance	8	7	7	7	6	6	5	5	5	5
Public Works	158	156	111	106	101	90	86	100	99	85
Human Resources	8	10	10	10	9	9	7	9	10	9
Mail Room	2	2	2	2	2	1	1	2	2	2
Public Defender	36	36	36	36	35	34	37	36	37	37
Military Affairs	3	3	3	3	3	3	3	3	3	3
Community Development	8	8	7	8	7	6	6	6	6	3
Parks and Recreation	37	37	39	38	35	33	31	33	33	34
Total General Government	517	517	472	456	419	390	374	395	401	356
Judiciary										
Register of Wills	20	21	21	18	19	17	17	18	18	15
Sheriff	65	67	72	69	66	64	69	75	72	67
Coroner	8	8	8	8	8	7	7	8	8	7
Prothonotary	29	30	30	29	29	25	25	28	28	26
Clerk of Courts	25	25	24	25	25	24	24	24	25	23
Domestic Relations	89	88	88	87	83	82	82	84	84	79
District Attorney	76	78	79	78	78	70	71	82	83	84
Law Library	2	2	2	2	2	2	2	2	2	2
Courts	85	81	84	86	85	76	71	82	80	70
Jury Commissioners	2	2	2	2	2	-	-	-	-	-
Crime Lab	3	3	4	5	5	3	5	-	-	-
Court Stenographers	21	21	21	20	20	20	21	21	22	20
Adult Probation and Parole	69	72	68	71	69	67	70	74	78	74
Juvenile Probation & Parole	51	51	49	51	49	44	46	45	54	54
District Courts	121	112	108	105	106	93	97	103	105	88
Total Judiciary	666	661	660	656	646	594	607	646	659	609

(Continued)

Schedule 16

COUNTY OF BUCKS, PENNSYLVANIA

Full-time Equivalent County Government Employees by Function
Direct and Overlapping Governments
Last Ten Fiscal Years

Unaudited
(Continued)

	Full-time Equivalent Employees as of December 31									
Function	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**
Corrections										
Corrections - Administration	16	16	17	18	18	16	15	17	16	11
Women's Community Correction Center	10	10	10	9	9	9	7	8	8	6
Prison	250	254	256	253	244	240	252	244	246	250
Men's Community Correction Center	62	67	67	66	66	62	62	66	66	61
Total Corrections	338	347	350	346	337	327	336	335	336	328
Health										
Health Dept-Admin-State	7	6	6	6	5	5	5	3	2	2
Health Dept-Admin-County	113	117	114	113	105	78	80	81	83	78
Emergency Health	6	6	6	6	5	5	5	5	5	5
Total Health	126	129	126	125	115	88	90	89	90	85
Public Safety										
Emergency Management	5	3	4	4	2	4	2	4	6	5
Police Training	1	1	1	1	1	1	1	2	2	2
Security	26	24	27	27	27	23	25	28	27	22
Hazardous Material	2	2	2	2	2	1	2	2	2	2
Emergency Reponse/911	126	131	133	136	127	124	121	123	123	113
Total Public Safety	160	161	167	170	159	153	151	159	160	144
Social Services										
Guardian Ad Litem	6	6	6	6	6	6	6	7	7	7
Human Services	3	3	4	4	4	2	4	4	4	5
Children & Youth	179	173	180	179	177	172	169	184	193	187
Youth Center	68	68	68	70	72	70	69	69	69	70
Juvenile Probation & Parole	9	9	9	8	8	8	8	8	-	-
Neshaminy Manor	301	309	367	362	341	336	336	350	360	343
Area Agency on Aging	54	54	55	53	51	48	45	51	47	55
MH/Developmental Programs	44	42	50	50	45	41	40	42	42	40
Behavioral Health	-	-	-	-	-	4	6	6	8	9
Total Social Services	664	664	739	732	704	687	683	721	730	716
	2,471	2,479	2,514	2,485	2,380	2,239	2,241	2,345	2,376	2,238

Schedule 17

COUNTY OF BUCKS, PENNSYLVANIA

Operating Indicators by Function
Last Ten Fiscal Years
Unaudited

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government										
Fiscal Affairs										
Property transfers recorded	11,913	10,913	10,607	10,172	11,690	13,172	12,510	13,725	14,314	16,588
Subdivision plans filed	395	239	269	171	181	200	148	139	124	139
New building permits received	1,110	459	440	418	561	841	758	931	944	935
Administration										
General election information										
Registered voters	444,962	430,463	434,183	420,769	435,735	429,036	432,509	428,779	460,583	446,327
Votes cast	335,982	110,319	231,993	109,662	322,400	103,752	200,373	116,778	349,791	135,338
Percent of votes cast	75.51%	25.63%	53.43%	26.06%	73.99%	24.18%	46.33%	27.24%	75.95%	30.32%
Court System										
Court Services										
Criminal cases filed	8,639	8,172	8,204	8,380	8,535	8,486	7,865	8,154	8,741	8,726
Civil cases filed	N/A	3,557	4,282	8,017	7,689	6,925	6,786	6,791	5,765	6,415
Protection from abuse cases filed	774	783	704	592	568	513	478	487	664	648
Estates probated	583	756	770	766	699	777	881	822	765	810
Wills probated	2,585	2,998	3,059	2,399	2,318	3,189	2,372	2,597	3,307	3,729
Marriage licenses issued	3,574	3,284	4,052	3,358	3,473	3,475	3,887	3,727	4,049	3,978
Child adoptions	213	255	283	207	155	105	115	130	140	126
Child relinquishments	169	129	N/A	N/A	154	74	131	167	157	161
Court Administration										
Criminal cases tried	N/A	197	92	97	115	142	126	113	108	133
Criminal cases negotiated plea settlements	N/A	184	453	629	726	734	759	690	687	803
Accelerated rehabilitative disposition (ARD) cases	1,733	1,440	1,419	2,054	2,087	2,246	2,016	1,874	1,771	1,934
New civil arbitration filings	397	403	294	378	469	459	363	364	407	383
Civil cases tried	128	119	108	68	94	126	166	141	195	176
Civil cases settled	206	162	168	1,771	169	1,689	210	164	137	202
District judge case filings	133,017	121,716	122,717	122,014	116,850	118,526	108,544	102,714	101,775	106,191
New juvenile probation cases	1,507	1,415	1,415	1,082	1,018	780	694	559	552	620
Youth Facility										
Average daily population	31	27	27	24	23	21	18	24	22	27
Annual admissions	671	709	707	599	624	554	547	508	562	546
Corrections										
Maximum Security										
Average daily population										
High	798	796	782	819	883	880	864	880	913	1,065
Low	750	737	746	737	809	791	758	813	825	908
Annual admissions	7,682	7,430	7,254	7,565	7,180	6,946	6,453	6,736	6,828	7,347
Minimum Custody										
Average daily population										
High	316	311	311	314	312	318	303	270	272	245
Low	300	290	277	272	263	269	250	227	224	197
House Arrest										
Average daily population										
High	295	294	234	256	231	202	179	186	156	152
Low	222	232	186	194	183	160	130	145	126	129

(Continued)

COUNTY OF BUCKS, PENNSYLVANIA

Operating Indicators by Function
Last Ten Fiscal Years
Unaudited
(Continued)

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Parks										
Park reservations	1,320	1,335	1,425	1,343	1,311	1,322	1,301	1,325	1,487	1,446
Human Services										
Area Agency on Aging										
Case management clients - long term	1,332	2,395	2,198	2,661	2,676	2,676	2,491	1,416	1,550	1,849
Meals provided	91,174	82,612	82,204	78,157	82,862	51,440	63,584	53,709	45,433	38,888
In-home services clients	669	453	410	296	328	333	451	611	604	1,220
Adult day care clients	100	81	69	48	37	38	61	68	52	36
Home -delivered meals	92,948	66,646	105,950	113,579	92,877	127,756	75,988	89,685	103,731	112,728
Children and Youth										
Children served	647	6,336	540	512	580	582	562	513	518	592
Placement days	169,312	114,411	82,753	154,544	121,590	126,541	129,608	117,012	112,088	131,129
Child abuse reports	842	711	847	800	737	886	N/A	1,400	1,601	2,592
Neshaminy Manor										
Days of care	130,663	130,192	129,896	128,985	129,395	130,298	130,499	130,687	131,097	130,657
Mental Health										
Emergency/crisis intervention hours	33,236	10,764	9,498	15,263	8,229	15,512	17,293	21,728	22,035	27,550
Community residential days	63,556	55,727	58,510	83,756	68,100	73,906	70,498	71,484	72,976	75,632
Community employment hours	21,693	6,130	5,869	6,080	5,125	5,804	4,331	10,858	13,710	14,654
Service case management hours	69,199	20,067	13,933	16,125	12,692	22,568	18,744	15,836	15,734	13,666
Day treatment hours	14,227	16,659	4,668	7,354	3,547	6,667	5,911	4,525	4,630	3,608
Outpatient hours	15,217	32,647	9,208	9,760	6,255	8,789	6,423	3,484	2,392	2,153
Family support hours	2,323	1,020	1,325	1,734	7,530	2,937	8,439	1,048	2,454	N/A
Family based hours	1,976	510	2,140	2,688	797	3,307	2,210	N/A	N/A	N/A
Mental Retardation										
Adult development hours	233,574	124,408	14,082	14,524	14,063	9,668	9,531	8,422	8,941	7,305
Vocational rehabilitation hours	555,280	284,846	37,291	34,864	32,939	27,296	26,442	28,498	25,217	18,878
Supported employment hours	64,578	28,192	3,375	3,419	3,037	2,528	1,726	1,711	1,522	1,320
Residential services clients	505	877	56	54	51	53	52	49	50	45
Early intervention clients	3,088	5,927	1,882	1,785	1,865	1,845	2,172	1,962	2,082	2,605
Family support services	37,479	27,645	44,581	37,541	21,573	27,067	31,717	N/A	N/A	N/A

Source: Administrative Office of Pennsylvania Courts (AOPC)
Various Bucks County government departments

N/A - Not available

Schedule 18

COUNTY OF BUCKS, PENNSYLVANIA

Capital Asset Statistics by Function
Last Ten Fiscal Years
Unaudited

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government										
Motor Vehicles (2)	47	59	60	55	51	53	43	47	49	50
Judiciary										
Motor Vehicles (2)	109	71	68	65	62	65	74	77	84	87
Corrections										
Motor Vehicles (2)	47	44	42	41	40	39	39	39	39	35
Social Services										
Motor Vehicles (2)	-	-	-	-	-	-	-	-	-	-
Nursing Facility										
Motor Vehicles (2)	11	8	8	8	8	8	8	8	8	7
Health										
Motor Vehicles (2)	3	3	3	3	3	3	3	3	3	4
Roads and Bridges										
Motor Vehicles (2)	15	8	6	6	6	6	6	6	6	6
Parks										
Motor Vehicles (2)	63	47	47	45	45	45	47	47	45	46
Emergency Services										
Motor Vehicles (2)	13	9	9	9	9	9	9	8	4	4
Public Works										
County-owned bridges (1)	115	115	115	115	115	115	115	115	115	115
Parks										
Number of parks	23	23	23	23	23	23	23	23	23	23
Park acreage	8,273	8,273	8,273	8,273	8,273	8,273	8,273	8,273	8,273	8,273

Note: (1) Demolition of 2 bridges in 2006
(2) Restructure of county fleet in 2009

Source: Various government departments