



Prince George's County Executive
Rushern L. Baker, III visits the MGM site



Laurel Library Groundbreaking



District VII Police Station Opening



Emergency Operations Center Opening



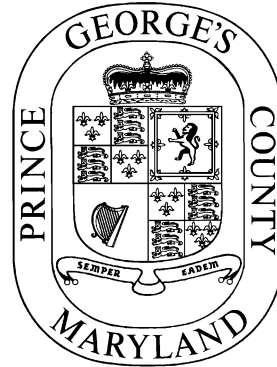
Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

Rushern L. Baker, III
County Executive

***PRINCE GEORGE'S COUNTY
MARYLAND***

**Rushern L. Baker, III
County Executive**



2014 - 2015

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2015

Prepared by Office of Finance

Gail D. Francis

Director of Finance

INTRODUCTORY SECTION

This section contains the listing of County officials, the Letter of Transmittal and the Certificate of Achievement for Excellence in Financial Reporting.

**Prince George's County, Maryland
Comprehensive Annual Financial Report
Year Ended June 30, 2015**



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ELECTED OFFICIALS



COUNTY EXECUTIVE
Rushern L. Baker, III

Mel Franklin
COUNTY COUNCIL
Chairman

Derrick Leon Davis
Dannielle M. Glaros
Andrea C. Harrison
Mary A. Lehman

Obie Patterson
Deni Taveras
Karen R. Toles
Todd M. Turner

CERTAIN OTHER EXECUTIVE BRANCH APPOINTED OFFICIALS

Nicholas A. Majett, Chief Administrative Officer

Betty Hager Francis, Deputy Chief Administrative Officer

Glenda R. Wilson, Chief of Staff

Thomas Himler, Deputy Chief Administrative Officer

M. Andree Green, County Attorney

Barry L. Stanton, Deputy Chief Administrative Officer

Gail D. Francis, Director of Finance

Terri L. Bacote-Charles, Director, Office of Management and Budget

INDEPENDENT AUDITORS

CliftonLarsonAllen LLP



Rushern L. Baker, III
County Executive



Rushern L. Baker, III
County Executive

Prince George's County Elected Officials



Mel Franklin
Chair, District 9



Derrick Leon Davis
Vice Chair, District 6



Mary A. Lehman
District 1



Deni Taveras
District 2



Dannielle M. Glaros
District 3



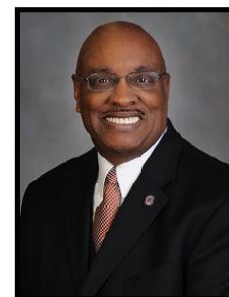
Todd M. Turner, Esq.
District 4



Andrea C. Harrison
District 5

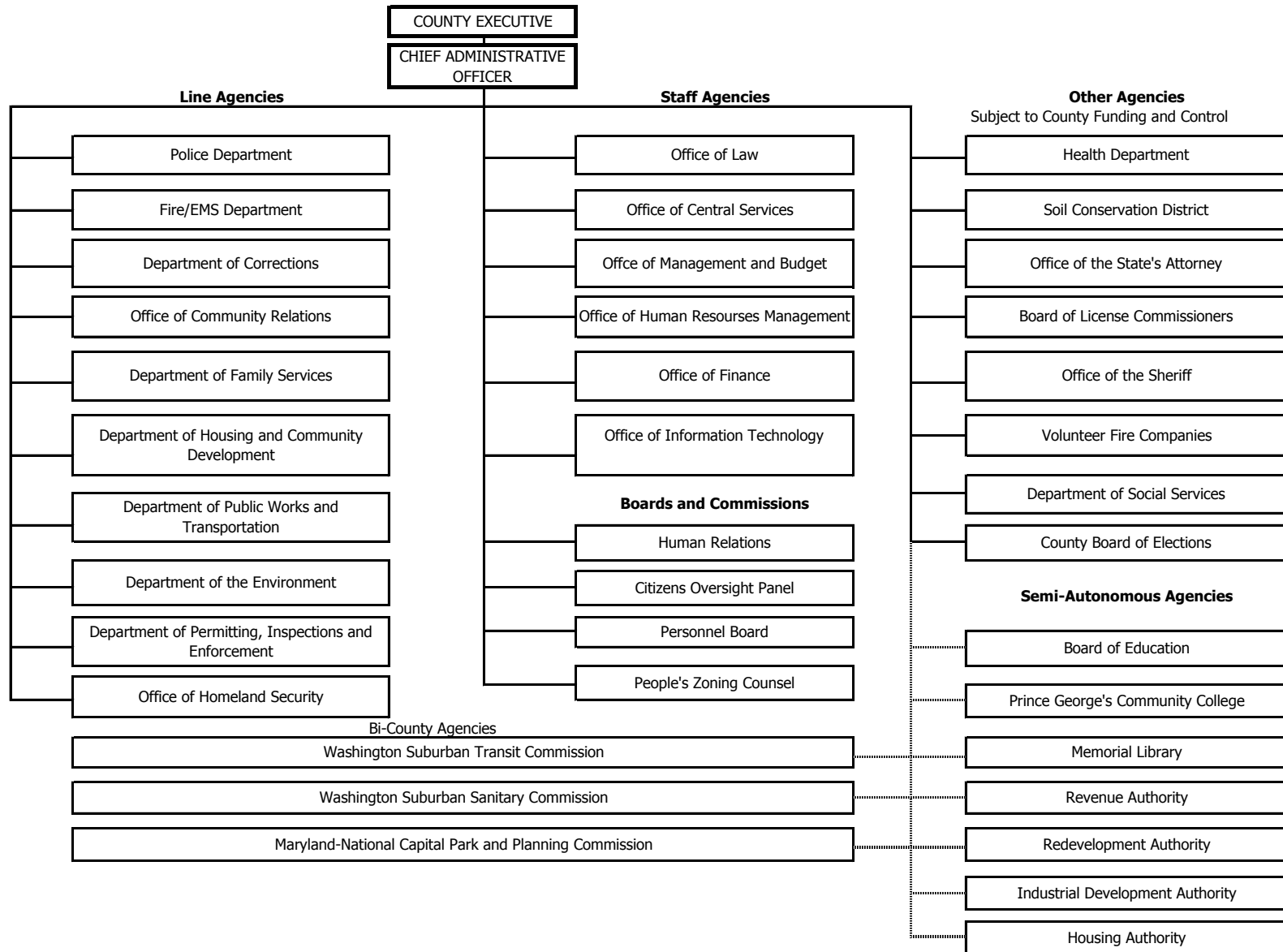


Karen R. Toles
District 7



Obie Patterson
District 8

**PRINCE GEORGE'S COUNTY GOVERNMENT
ORGANIZATIONAL CHART
Executive Branch**





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Prince George's County
Maryland**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2014

This Page Not Used

**Prince George's County,
Maryland**



**Office of Finance
Gail D. Francis, Director**

June 29, 2016

The Honorable County Council,
the County Executive, and
Citizens of Prince George's
County, Maryland
Upper Marlboro, Maryland 20772

Ladies and Gentlemen:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of Prince George's County (the County) for the fiscal year ended June 30, 2015 required by local ordinances and state statutes. These ordinances and statutes stipulate that the County annually issue a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a way that presents fairly the financial position and results of operations of the governmental and business-type activities, various funds, and component units of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The County is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Information related to the County's Single Audit, including a Schedule of Expenditures of Federal awards, the independent auditor's report on compliance with requirements applicable to each major program and internal control over compliance, and a Schedule of Findings and Questioned Costs will be included in a separately issued single audit report.

The Honorable County Council,
County Executive, and County Citizens

Accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental activities require the County to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (the MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors on pages 3 through 16.

THE REPORTING ENTITY AND ITS SERVICES

The financial reporting entity (the County) includes all the funds of the Primary Government (i.e., Prince George's County, Maryland as legally defined). It also includes Component Units for which the Primary Government is financially accountable. Discretely presented Component Units are reported in a separate column in the basic financial statements to emphasize that they are legally separate from the Primary Government and to differentiate their financial position and results of operations from those of the Primary Government. The County's eight Component Units are the following: Board of Education of Prince George's County, Housing Authority of Prince George's County, Industrial Development Authority of Prince George's County, Prince George's County Memorial Library System, Prince George's Community College, Prince George's Community Television Inc., Revenue Authority of Prince George's County, and Redevelopment Authority of Prince George's County.

The Washington Suburban Sanitary Commission (WSSC), the Maryland-National Capital Park and Planning Commission (M-NCPPC), the Washington Suburban Transit Commission (WSTC), and the Washington Metropolitan Area Transit Authority (WMATA) are joint ventures as disclosed in the accompanying notes to the financial statements. The Metropolitan Washington Council of Governments (COG) is reported as a jointly governed organization rather than a joint venture. Dimensions Health Corporation, Economic Development Corporation, and the Local Government Insurance Trust are deemed to be neither component units, nor joint venture activities as such, and accordingly are excluded from this report.

The services provided by the Primary Government include police, fire and emergency services, health and human services, family and environmental service programs, public works, and court and correctional services. The Primary Government also adopts and maintains building codes, regulates licenses and permits, collects taxes and revenue, maintains records, conducts elections, and collects, recycles and disposes of refuse. Services provided by the component units and partially financed by the Primary Government include: elementary, secondary, and community college education; public and private building construction; community building projects; projects devoted wholly or partially for public use that will stimulate employment or economic growth; library services; planning services; parking facilities; public and private residential housing; and public access to cable television programming. Public transit, parks and recreational facilities, and water and sewer services are provided by various joint venture entities.

The Honorable County Council,
County Executive, and County Citizens

GOVERNMENTAL STRUCTURE AND DEMOGRAPHICS

Prince George's County, Maryland - a body corporate and politic - is a political subdivision of the State of Maryland, which operates under a "home rule" Charter which was adopted in November 1970. The powers of the County are contained in the Charter of Prince George's County, Maryland (the "Charter") and in the Constitution and laws of the State of Maryland. The Charter controls two branches of government. The executive branch enforces the laws and manages the business affairs of the County. It consists of a County Executive (elected by the qualified voters of the entire County) and all other officers, agents, and employees under the County Executive's supervision and authority, including the Chief Administrative Officer who is responsible for the day-to-day administration of the County. The legislative branch of the County consists of a nine-member County Council (elected by Councilmanic District) and its staff. The Charter limits the County Executive and members of the Council to two consecutive four-year terms in office. The judicial branch is independent and separate from the other branches of government and gets its authority from the Maryland Constitution. It is primarily comprised of the Court System and the State's Attorney's Office.

When Prince George's County was formed, it included all of that part of Maryland lying between the Potomac and Patuxent Rivers, extending from Mattawoman and Swansons Creeks on the south to the Pennsylvania line on the north, thus encompassing the area which today is comprised of the District of Columbia, Montgomery, Frederick, Washington, Allegany, and Garrett Counties, the northwest half of Carroll County, and that part of Charles County lying north of Mattawoman Creek. Named for Prince George of Denmark, husband of Princess Anne, heir to the throne of England, our County was founded in 1696. Between 1696 and 1800, Prince George's County was reduced to its present size by acts of Maryland's General Assembly.

Prince George's County encompasses 483square miles that borders Washington, D.C., Montgomery, Howard and Anne Arundel Counties and is 37 miles south of the City of Baltimore. The County's centralized location and its rich diversity has attracted nearly 904,430 residents and more than 14,281 businesses to its twenty-seven unique municipalities. Having a robust transportation system allows easy accessibility to the region's national and international airports and to the Port of Baltimore.

The Honorable County Council,
County Executive, and County Citizens

The Prince George's County Department of Parks and Recreation, under the guidance of The Maryland-National Capital Park and Planning Commission (M-NCPPC), is committed to providing quality recreation programs, facilities, and services within the County. The M-NCPPC was created by the Maryland General Assembly in 1927 to develop and operate public park systems and provide land use planning for the physical development of the great majority of Prince George's County and to operate the public recreation program. State of the art facilities and award winning programs have been the result. More than 26,000 acres of parkland in the County provide a balance between open space in its natural undeveloped state, and land developed with an extensive array of recreation facilities. Residents and visitors of Prince George's County will find a wide variety of programs and activities. Whether it is a class in the newest fitness craze, innovative programs for seniors, or a relaxing jazz concert at an arts center, the Department of Parks and Recreation offers a myriad of programs and activities for every age and interest. Small staff retreats, sports tournaments for hundreds of participants or large events to attract thousands, are all activities that have been hosted in park facilities within Prince George's County.

MAJOR INITIATIVES

In fiscal year 2015, the Prince George's County Government continued to be faced with economic challenges. The impact from the gradual recovering housing market and slow growth in the national and regional economy continue to impact the County's revenue stream causing reductions in funding to County agencies. Despite the general economic outlook showing some signs of recovery especially in the housing market, the County had to be fiscally prudent and make critical priority investments to maintain its commitment to quality services across all levels – education, public safety, health/human services, transportation, environmental, economic development and community revitalization. The County Executive's Path to Greatness vision provides the basis for the spending priorities, while the fiscal policies provide the balance between accomplishing these spending priorities within the framework of sound financial management policies and practices. These policies are the foundation of both short-term and long-term planning decisions. The Transforming Neighborhoods Initiative (TNI) prioritizes spending and targets resources to our most vulnerable areas of the County while still providing resources to our most vulnerable citizens. It means to strengthen and expand our economy – commercial property base, job base, and income base – to provide additional resources for major priorities – education and public safety. It means to provide quality healthcare and effective human services. It means to continue along the Path to Greatness to transform Prince George's County into a major force in the economic development world from both a regional and national perspective.

The County's commitment to programs and services has improved the quality of life for its citizens and residents and quickly made Prince George's County "the place to be" in the region. Some of the major investments in the multiple facets of the TNI as contained in the fiscal year 2015 budget are in the areas of Economic Development, Education, Public Safety, Healthcare, Human Services and the Environment.

The Honorable County Council,
County Executive, and County Citizens

Education

Funding to the Board of Education (BOE) was increased in fiscal year 2015 and remains one of the County's major priorities, making up 62.8% of all General Fund spending. The fiscal year 2015 budget included \$1.8 billion to the BOE, an increase of 6.4% from fiscal year 2014. A portion of this increase includes approximately \$164.3 million in other funding sources. The total County contribution for fiscal year 2015 to the BOE was approximately \$630.2 million, an increase of \$6.5 million from fiscal year 2014. The Path to Greatness does not exist unless there is a first-class school system to educate our children. The investments that have been made are beginning to produce academic gains. This positive direction to support the goal of excellent education allows our children to have the high-quality educational system that they deserve. A high-performing system will produce both a highly educated and skilled workforce for businesses to recruit from now and in the future. The County's investment in the public school system has helped to ensure that all students are prepared to meet the challenges of an economically competitive, technologically advanced and culturally diverse society.

In fiscal year 2015, the County invested funds in the continued construction of the new Fairmont Heights High School replacement, Eugene Burroughs Middle School and Glenarden Woods Elementary School renovations. In fiscal year 2015, the Prince George's Community College received \$104.6 million, an increase of 2.7% from fiscal year 2014. The County's contribution for fiscal year 2015 was \$30.3 million, which is 28.9% of total agency funding. Funding included cost of living adjustments and an increase of 23 full-time positions and 45 part-time positions to support core services and improve the faculty ratio of the college. The Community College is a campus under continuous change to provide high-quality programs and services that respond to student and community needs. The CIP budget included capital funds for the continued planning and design of the Queen Anne Academic Center, feasibility study for a Southern Region Campus, construction of the new Culinary Arts Center and construction of the Circulation/Roadway modification project.

Despite spending cuts, the County is fortunate to have one of the best library systems in the State of Maryland. The Prince George's County Memorial Library System received \$26.5 million in fiscal year 2015, a decrease of \$0.7 million from fiscal year 2014 primarily due to eliminating a one-time IT investment in FY 2014. The County contribution for fiscal year 2015 was \$18.5 million, an increase of 1.5% from fiscal year 2014, excluding the one-time use of I-Net Fund. Funding helped maintain the restoration of Sunday operating hours at three branches and increase Sunday hours for four additional branches. FY 2015 CIP funds will contribute to construction of a new Laurel Branch Library and the new Hyattsville Branch Library, planning and design for the Surratts-Clinton Branch renovations, the New Carrollton Branch Library renovations and various improvement projects.

The Honorable County Council,
County Executive, and County Citizens

Public Safety

Public Safety is a vital aspect of the Path to Greatness and is one of the County's major priorities. It is essential that the extraordinary progress continue in reducing crime and maintaining safe communities. In total, the County invested \$580.3 million in public safety – Police, Fire/EMS, Corrections, Sheriff, Homeland Security and Volunteer Fire – in fiscal year 2015, an increase of nearly \$27.3 million from fiscal year 2014.

The Police Department received the majority of these funds (\$286.4 million). This was an increase of 5.1% from fiscal year 2014 to provide patrol, emergency police response and investigative services to protect the lives and property of County citizens, residents and visitors. The Office of Homeland Security has also played a critical role in improving the safety of our residents. The fiscal year 2015 budget provided \$24.4 million in funds to Homeland Security which was an increase of 2.6% from fiscal year 2014.

The Fire/EMS Department received \$148.6 million in fiscal year 2015, an increase of 9.0%, to assist in the delivery of fire and emergency medical system services to our residents. This reflects a combined funding for Volunteer Fire companies which have been merged within the Volunteer Services Command of the Fire/EMS Department.

In fiscal year 2015, the Department of Corrections received approximately \$68.5 million. The Department of Corrections' budget was increased by 0.1% from fiscal year 2014. The Office of the Sheriff also experienced an increase in funding this fiscal year of 8.2% from fiscal year 2014 bringing its fiscal year 2015 funding to \$36.9 million.

Funding for several major public safety capital projects was also included in the fiscal year 2015 budget to include the District V police station, a new 17,000 to 20,000 square feet Police station along the southern portion of Route 301, Records Management System that supports all public safety data, and a Public Safety Pier to ensure adequate response times if needed at the National Harbor. Corrections completed Phase I of a new Detention Center kitchen replacement. Phase II will demolish the old kitchen and renovate to provide additional storage and laundry space. It also includes the Detention Center Medical Unit Renovation and Expansion for an additional 7,500 square feet of space, additional beds, isolation cells, triage exam room, upgrade the Security Control Station, new ventilation and HVAC systems. Under Fire/EMS services, it includes a new Hyattsville Fire/EMS #801 four bay station with an alerting system to reduce response times and space for the American Red Cross, renovations at several stations and volunteer stations to include: replacement roofs, electrical, mechanical, structural and plumbing systems.

The Honorable County Council,
County Executive, and County Citizens

Health and Human Services

Another critical component to a thriving community is quality healthcare and effective human services. Despite an overall decrease in County-source funding in these areas from \$29.1 million in fiscal year 2014 to \$24.7 million in fiscal year 2015, overall funding to these agencies decreased by \$4.4 million from fiscal year 2014 for various health and human services programs, including services for the elderly and disabled and also for families and children in need. This included staffing changes to shift certain positions to support grant sources due to anticipated staffing reductions based on historical data and transferring three limited term general fund positions to the Department of Social Services. Increased funding was provided for infection control contractual services, funding was maintained for day-to-day operating resources for providing access to healthcare to County residents and reducing chronic disease and included support for the “SNAP to Health” program.

The Department of Family Services received \$2.7 million in fiscal year 2015, an increase of \$136,700 from fiscal year 2014. It also received grant revenues of approximately \$10.0 million. Major changes in the fiscal year 2015 grant budget included decreased funding due to the transfer of the Mental Health Division to the Health Department.

The Department of Social Services (DSS) partners with the community to stabilize and strengthen families, protect children and vulnerable adults, and encourage self-sufficiency and personal responsibility. In fiscal year 2015, DSS received \$2.9 million to continue those services, an increase of \$159,400 from fiscal year 2014.

The Health Department received \$19.1 million in fiscal year 2015, a decrease of \$663,100 of general funding from fiscal year 2014, to continue its mission of protecting and promoting a better quality of life for individuals within Prince George’s County. The Health Department received \$56.8 million in grant funding, an increase of approximately \$6.2 million from fiscal year 2014. This increase included funding for the following: Transfer of the Department of Family Services’ Mental Health and Disabilities Division, the Addictions and Mental Health Division of the Health Department and funding for the Mobilization for Health: National Prevention Partnership.

The Honorable County Council,
County Executive, and County Citizens

Another piece of the Path to Greatness and TNI is housing and community development where the goal is to promote and increase the supply of quality affordable housing by creating safe, well-planned and attractive communities to support families and individuals in need. The Department of Housing and Community Development (DHCD) builds and revitalizes homes, businesses and communities for individuals and families of low, moderate, and middle incomes residing and working in the County. This is achieved through the collaborative efforts of DHCD, the Housing Authority of Prince George's County and the Redevelopment Authority of Prince George's County. In fiscal year 2015, the DHCD received \$3.35 million, a decrease of \$114,200 from fiscal year 2014. It also received grant funding in the amount of \$98.26 million this fiscal year, an increase of approximately \$5.86 million from fiscal year 2014. Major changes in the fiscal year 2015 approved grant budget include an increase in funding for the National Mortgage Settlement Fund, The Single Family Rehabilitation Loan Program, The Homeowner Rehabilitation Loan Program and the Weatherization Assistance Program. This funding supports a broad range of physical improvements for those areas of the County designated for redevelopment and revitalization. Major programs support infrastructure improvements, public housing renovations and modernization, improve home energy efficiency improvements, handicapped accessibility improvements, employment and educational training, job creation and retention for low and moderate-income people and businesses, health care, and general assistance to immigrants, the elderly and homeless. During fiscal year 2015, the DHCD provided housing subsidies to 5,965 families and funding increased from fiscal year 2014 to fiscal year 2015 at \$76.8 million, an increase of \$3.0 million in the Section 8 Housing Choice Voucher program.

Environmental Services

The Department of the Environment received \$3.9 million in fiscal year 2015, a decrease of 7.8%, primarily due the transfer of the Taxi Cab Commission to the Department of Public Works and Transportation. Funding supports environmental programs to improve the quality of life through a clean and sustainable environment and adhere to state and federal mandates. Stormwater Management investments increased for various water quality programs. While savings were realized through reduced routine trash pick-ups, investments increased in Solid Waste to initiate a pilot organic food composting program seeking to use innovative technologies.

Capital project funding included phase one of the area B final cover system at the Brown Station Road Sanitary Landfill, Sandy Hill Sanitary Landfill closure and construction of facilities to maintain it after closure and stormwater management projects for water quality compliance and impervious area restoration, flood protection and drainage improvement

The Honorable County Council,
County Executive, and County Citizens

Economic Development

Economic development is a vital component of the Path to Greatness commitment to ensure a high quality of life and the long-term viability of Prince George's County. In fiscal year 2015, the County invested \$4.8 million in three economic development-related organizations - the Economic Development Corporation, the Prince George's Financial Services Corporation, and the Prince George's County Conference and Visitors Bureau. These groups work to attract, retain and expand businesses, revitalize our established communities, promote the County's tourism activities and provide financial assistance to businesses.

Prince George's County, Maryland wraps around the eastern boundaries of Washington, D.C. The County has a flourishing economy that adds a brand of diversified, planned growth to the national economic climate. Expanding businesses are making the choice to establish operations in Prince George's County. Some of the impetus for these decisions includes competitively priced land and buildings, an integrated transportation system, proximity to Washington, D.C., the Revitalization Tax Credit, a High Technology Incentive Package, and Enterprise Zone benefits. The County also has a foreign trade zone and two state enterprise zones within its boundaries.

Grant Programs

Grants are used to account for and administer several State and Federal funded programs. These grants support County agency core responsibilities in an effort to provide expanded and/or increased services to Prince George's County citizens and residents. While human service agencies continue to administer the majority of the grants awarded to the County, many grants can be found in other areas such as Public Safety and Criminal/Civil Justice. For example, the Sheriff's Department received approximately \$2.7 million in grant funds this fiscal year, a \$479,100 decrease from fiscal year 2014 and includes approximately \$2.5 million for Child Support Enforcement (Cooperative Reimbursement). Other areas receiving the additional funding include approximately \$4.38 million for the Police Department (a \$232,800 decrease from the fiscal year 2014 budget and includes nearly \$2.3 million in funding to address violent crime). Major grant increases for fiscal year 2015 include funding for the Department of the Environment (a \$3.6 million increase from fiscal year 2014) and the Health Department (a \$6.2 million increase from fiscal year 2014) for the transfer of the Department of Family Services' Mental Health and Disabilities Division (\$5.5 million) to the Addictions and Mental Health Division of the Health Department and funding for the Mobilization for Health: National Prevention Partnership.

The Honorable County Council,
County Executive, and County Citizens

KEY ECONOMIC FACTORS

Property values increased in fiscal year 2015. Group 2's assessable value grew by 5.3% in January 2014, the first increase in assessed value since calendar year 2009. Home sales rose 6.6% in fiscal year 2015 compared to fiscal year 2014. Median sales price rose to \$227,900 in fiscal year 2015, up from \$209,000 in fiscal year 2014, indicating stable growth in the housing market. These two factors contributed to an increase in transfer and recordation tax revenues in fiscal year 2015.

Foreclosure events remained high in the County, increasing by 3.9% in fiscal year 2015 for a total of 10,244 events. The County continued to lead the State of Maryland in foreclosure activity, accounting for a fifth of total foreclosure activity. Additionally, the overall number of foreclosures in fiscal year 2015 decreased on a quarterly basis from 2,684 in the first quarter to 2,293 in the fourth quarter.

Income tax revenues rose to \$529.6 million in fiscal year 2015, a 6.4% increase over fiscal year 2014. The increase was primarily attributable to improvements in the County's employment and income levels.

LONG-TERM FINANCIAL PLANNING

A Charter amendment adopted by the citizens in November 2002 requires the County to maintain a contingency reserve equal to 5% of the General Fund Budget. The County also maintains an operating reserve equal to 2% of the General Fund Budget to ensure a reasonable degree of stability to its programs over the long-term. Funds can only be used to meet a public emergency, which constitutes a sudden, unexpected or unforeseen condition or occurrence, creating an imminent hazard to life, health or property and requiring an immediate action.

As part of the annual operating budget process, the County uses various forecasting and debt models to develop six-year revenue, expenditure, and fund balance projections. These models assist in revealing possible structural imbalances and provide an opportunity to take corrective actions. As a result, the County can further endure the efficient use of public funds over the long term.

The Honorable County Council,
County Executive, and County Citizens

FINANCIAL POLICIES

Prince George's County has grown to become the second largest jurisdiction in the State of Maryland (and the third largest in the metropolitan Washington area). The County continues to provide quality governmental services for its citizens while maintaining a sound financial position.

Management of the County is responsible for establishing and maintaining effective internal controls designed to ensure that the assets of the County are protected from loss, theft or misuse, and to ensure that accurate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. 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 valuation of costs and benefits requires estimates and judgments by management. As a recipient of federal, state, and local financial assistance, the County is also responsible for establishing and maintaining effective internal control over compliance with requirements, laws, and regulations applicable to these programs. The internal control structure is subject to periodic evaluation by management and the County's Office of Audits and Investigations.

As part of the County's Single Audit, described earlier, tests are made of the County's internal control over compliance and of its compliance with laws and regulations applicable to each of the County's major federal award programs. The Primary Government maintains an Office of Audits and Investigations as required by Charter. The duties and responsibilities of this office include: annual financial audits of all agencies receiving or disbursing County funds; special audits of the accounts of any such agency upon request by the Council or County Executive; special audits of the accounts maintained by various County officers upon their death, resignation, removal, or expiration of term; and performance audits of any agency which is a recipient of funds appropriated or approved by the Council.

In addition to periodic audit activities, the County maintains an extensive budgetary control system. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Council. Budgetary control in the General Fund is maintained at the department/agency level and at the fund level for all other funds. No County liability shall be incurred or contracted by any department, agency, or employee, and no bill or invoice shall be approved or paid, unless authorized by the Council budget adoption or specific appropriation to cover payment out of public funds. Any person willfully violating this provision shall be deemed responsible for the contract, debt, or expenditure. Any Department Head allowing such actions is subject to disciplinary action by the Council.

The County Executive is authorized to transfer budget amounts up to \$250,000 within any department or fund; however, the County Council must approve any revisions that alter the total budgeted expenditures of any department or fund or transfer in excess of \$250,000. No agency of the Primary Government shall expend, or contract to expend, more than the amounts appropriated in the budget for each fiscal year. The Component Units may transfer budget appropriations within certain limits, but generally may not alter total appropriations without a budget amendment by the County Council.

The Honorable County Council,
County Executive, and County Citizens

The County has implemented a system of performance measurements, and many agencies are developing and tracking improved performance measures. Other agencies are tracking financial and program performance on a routine basis with a special emphasis on efficiency and outcome measures. The data is used to guide daily management decisions and to focus on operational 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.

INDEPENDENT AUDIT

County ordinances and state statutes require an annual audit by independent certified public accountants. The public accounting firm of CliftonLarsonAllen LLP was engaged to perform this task for fiscal year 2015. Besides meeting requirements set forth in these ordinances and statutes, the audit must also meet the requirements of the federal Single Audit Act and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Auditing standards generally accepted in the United States of America and the standards set forth in the General Accountability Office's *Government Auditing Standards* were used by the auditors to perform the audit work. The auditor's report on the basic financial statements and the combining and individual fund statements and schedules is included in the financial section of this report.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Prince George's County, Maryland for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the 35th consecutive year (fiscal years ended 1980 – 2014) that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a one-year period. 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.

In addition, the County also received the GFOA's Award for Distinguished Budget Presentation for its annual appropriated budget for the fiscal year beginning July 1, 2014. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document was judged to be proficient in several categories including policy documentation, financial planning, and organization.

The Honorable County Council,
County Executive, and County Citizens

ACKNOWLEDGMENTS

Prince George's County, Maryland received AAA bond ratings from Moody's Investor Services Inc., Fitch Ratings, and Standard and Poor's Ratings Services, despite continuing economic challenges due to the ups and downs in market conditions and having to operate under various tax rate constraints. This reflects the County's continued sound financial management, the ongoing and significant economic development occurring and its extremely diverse local economy. County leadership, especially County Executive Rushern L. Baker, Chief Administrative Officer Nicholas A. Majett and Deputy Chief Administrative Officer Thomas Himler – as well as the esteemed members of the Prince George's County Council – have established a spirit of collaboration and an earnest commitment to excellence to support and escalate continued successes throughout the government.

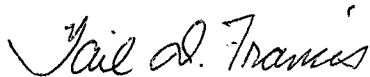
Preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Office of Finance's Accounting Division, and in particular Tracey Clayton, Operations Manager. We would like to express our appreciation to the Accounting Division and to all others that assisted and contributed to the preparation of this report. A list of individuals who helped ensure the success of this endeavor and deserve special recognition is provided below:

Office of Finance – Accounting Division

Jennifer Abell
Linda Chialastri
Charles M. Curtis Jr.
Elizabeth Dixon

Mary Hatfield
Teresa Hayward
Muriel Logan
Dejuan Shambley
Brenda Sigaran

Respectfully submitted,



Gail D. Francis
Director of Finance

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FINANCIAL SECTION

This section contains the Independent Auditor's Report, Management's Discussion and Analysis (MD&A), the Basic Financial Statements, Required Supplementary Information, and the Combining and Individual Fund Statements and Schedules.



INDEPENDENT AUDITORS' REPORT

The Honorable County Council
Prince George's County Government

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Prince George's County Government (the "County"), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the County's 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Prince George's Community College, Prince George's County Memorial Library System and Prince George's Community Television, Inc., which represent 11 percent, 72 percent, and 7 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Prince George's Community College, Prince George's County Memorial Library System and Prince George's Community Television, Inc., 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of Prince George's Community Television, Inc. were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 presentation of the financial statements.

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 opinion 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Prince George's County Government as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the general fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

During the fiscal year ended June 30, 2015, the County adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions and the related GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68. As a result of the implementation of these standards, the County reported a restatement for the change in accounting principle (see Note 2). Our auditors' opinion was not modified with respect to the restatement.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the schedule of funding progress - pension and other postemployment benefits plans, as listed in the accompanying table of contents 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 and other auditors 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 inquiries 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 Prince George's County Government's basic financial statements. The combining and individual fund statements and schedules and other information including the introductory section and statistical tables as noted on the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund statements and schedules 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 basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the report of the other auditors, the combining and individual fund statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section as listed in the table of contents 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.

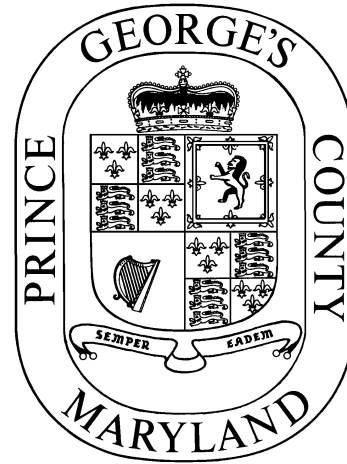
Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2016, on our consideration of the Prince George's County Government's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Prince George's County Government's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Baltimore, Maryland
June 29, 2016



**MANAGEMENT'S DISCUSSION AND
ANALYSIS**

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Management is pleased to present this narrative overview and analysis of the financial activities of Prince George's County, Maryland (the County) for the fiscal year ended June 30, 2015. We encourage the readers to consider the information presented here in conjunction with the additional information that we furnished in our letter of transmittal. The following discussion focuses on the County's primary government and, unless otherwise noted, component unit information is not included.

FINANCIAL HIGHLIGHTS

- The County's liabilities and deferred inflows exceed assets and deferred outflows at June 30, 2015 by \$321.1 million (net position). The primary government has an unrestricted net deficit balance of \$2.4 billion, partially due to debt related to assets owned by its component units - the Board of Education and the Community College and also the new reporting requirements for pension liabilities (\$1.3 billion).
- The County's total net position decreased by \$155.3 million from the previous year. Net position of governmental activities decreased \$157.6 million, while the net position of business-type activities increased \$2.3 million.
- The County implemented GASB Statement No. 68 resulting in a the following decreases in net position:

	Governmental Activities	Business-type Activities
Net Position as of June 30, 2014	\$ 842,078,993	\$ 221,953,740
Net Pension Liability	(1,243,786,713)	(17,394,229)
Net Pension Obligation	15,112,238	-
Deferred Outflow of Resources	14,864,861	1,355,557
Net Position as restated	\$ (371,730,621)	\$ 205,915,068

- At June 30, 2015, the County's governmental funds report combined ending fund balances of \$455.4 million, an increase of \$46.1 million in comparison to the previous fiscal year. Of this amount, \$34.0 million remains in the General Fund of the County as unassigned, which represents approximately 2.1% of total general fund expenditures for fiscal year 2015.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's financial statements, which include government-wide and fund statements, as well as notes to the financial statements.

Government-Wide Financial Statements

Similar to private-sector reporting, government-wide financial statements are designed to provide a broad overview of the financial position of the County. They include a **statement of net position** and a **statement of activities**. These statements appear on pages 17 and 18 of this report.

The statement of net position shows the County's assets and deferred outflows less its liabilities and deferred inflows at June 30, 2015. The difference between the assets, deferred outflow of resources, liabilities and deferred inflow of resources is reported as net position. Changes in net position over time may be helpful in indicating an improving or deteriorating financial position. Additionally, nonfinancial factors, such as a change in the County's property tax base or the condition of the County's facilities, should be considered to assess the overall health of the County.

The statement of activities follows the statement of net position and presents information on how net position changed during the fiscal year. The statement presents all underlying events, which give rise to the change, regardless of the timing of the related cash flows.

Both statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The government-wide financial statements of the County (known as the primary government) include general government, public safety, public works and transportation, health, public welfare, and education. The government-wide financial statements also include the legally separate component units for which the County is financially accountable. Financial information for these component units is reported separately from the primary government.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Like other state and local governments, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the County government can be divided into three categories: governmental, proprietary and fiduciary.

Governmental funds – Governmental funds, presented on pages 19 to 24, essentially account for the same functions as those reported under the governmental activities in the government-wide financial statements. However, this set of financial statements focuses on events that produce near-term inflows and outflows of spendable resources as well as on the balances of spendable resources available at the end of the fiscal year and is a narrower focus than the government-wide statements. This information may be useful in evaluating the County's near-term financing requirements and available resources.

By comparing functions between the two sets of statements for governmental funds and governmental activities, readers can discern the long-term impact of near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statements of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Governmental funds individually presented in the County's basic financial statements include three major funds: the General Fund, the Capital Projects Fund, and the Federal and State Aided Programs Fund. The remaining three funds have been combined and presented in one column as "Other Governmental Funds." Combining statements for these other governmental funds are presented on pages 125 to 128 of this report.

Proprietary funds – The County maintains two different types of proprietary funds: enterprise and internal service funds. These funds are included on pages 25 to 29 of this report.

Enterprise funds are used to report, in detail, the same information presented as business-type activities in the government-wide financial statements. The County uses enterprise funds to account for solid waste stormwater management, and water protection and restoration. The solid waste and stormwater activities are considered major funds of the County. Internal service funds are an accounting device used to accumulate and allocate costs internally for the County. The County uses internal service funds to account for self-insurance, vehicle maintenance, and computer services. Because the internal service funds predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide statements. The internal service funds are presented in total in the fund financial statements, but may be viewed separately in the combining statements on pages 129 to 133 in this report.

Fiduciary funds – The County uses fiduciary funds to account for resources held for the benefit of parties outside the County government. Although these funds are presented with the fund statements, they do not appear in the government-wide financial statements because the resources of these funds are not available to support the programs of the County. The accounting method used for fiduciary funds is much like that used for proprietary funds. These funds are presented on pages 30 and 31 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in both government-wide and fund financial statements. Notes are presented on pages 33 to 92 of this report.

Other Information

This report also includes required supplementary information related to the funding progress of the County's Trust Funds. This information is included on pages 93 through 108.

Combining and individual statements and schedules referred to earlier, which present more detailed views of the General Fund, nonmajor governmental funds, internal service funds, fiduciary funds, and nonmajor component units are presented on pages 109 to 147.

Additional information about the County, which may be of interest to the reader, is found in the Statistical Section of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, changes in net position over time is a useful indicator of a business enterprise's financial position. The County's total net position as of June 30, 2015 was a deficit of \$321.1 million. Investment in capital assets such as land, roads, bridges, buildings, machinery and equipment accounts for \$1.8 billion of net position. The amount is presented less any outstanding debt related to the acquisition and accumulated depreciation of those assets. The County uses capital assets to provide services to the citizens, and consequently, these assets are not available for future spending. Although assets are reported net of related debt, the capital assets themselves cannot be used to liquidate that liability, and other resources will be needed to repay any associated debt.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Schedules of Net Position
June 30, 2015 and 2014
(in thousands)

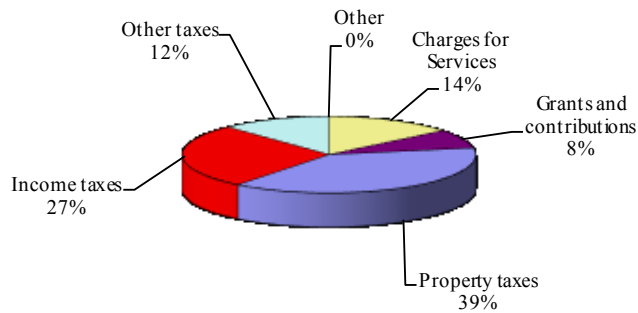
	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$ 791,713	733,010	213,714	206,214	1,005,427	939,224
Capital assets	2,298,529	2,248,982	311,910	299,956	2,610,439	2,548,938
Total assets	3,090,242	2,981,992	525,624	506,170	3,615,866	3,488,162
Deferred outflow of resources	102,579	17,738	2,923	21,936	105,502	39,674
Long-term liabilities	3,319,508	1,816,355	286,010	276,123	3,605,518	2,092,478
Other liabilities	389,466	341,296	33,106	30,029	422,572	371,325
Total liabilities	3,708,974	2,157,651	319,116	306,152	4,028,090	2,463,803
Deferred inflow of resources	13,198	-	1,199	-	14,397	-
Net assets						
Net investment in capital assets	1,615,023	1,487,561	139,610	142,375	1,754,633	1,629,936
Restricted	304,407	309,177	47,599	28,976	352,006	338,153
Unrestricted (deficit)	(2,448,781)	(954,659)	21,023	50,603	(2,427,758)	(904,056)
Total net position	\$ (529,351)	842,079	208,232	221,954	(321,119)	1,064,033

Restricted net position represents resources subject to external restriction on how they may be used to meet the County's ongoing obligations to citizens and creditors. As indicated earlier, the County's governmental activities unrestricted net position deficit is attributable to outstanding debt that has been issued on behalf of the County's component units and pension liabilities. The majority of this debt is for the Board of Education as the County continues to issue bonds to finance school construction projects. Counties in the State of Maryland issue debt for school construction; however, the buildings are owned by the County's Board of Education. All other governmental and business-type activities had positive net asset balances as of June 30, 2015.

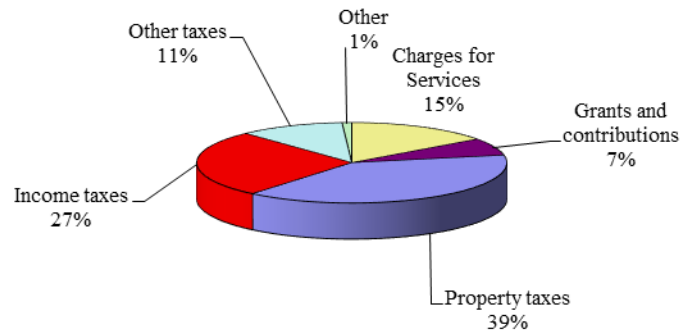
PRINCE GEORGE'S COUNTY, MARYLAND
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 JUNE 30, 2015

The following represents revenues by source and expenses by function of primary government for the years ended June 30, 2014 and June 30, 2015.

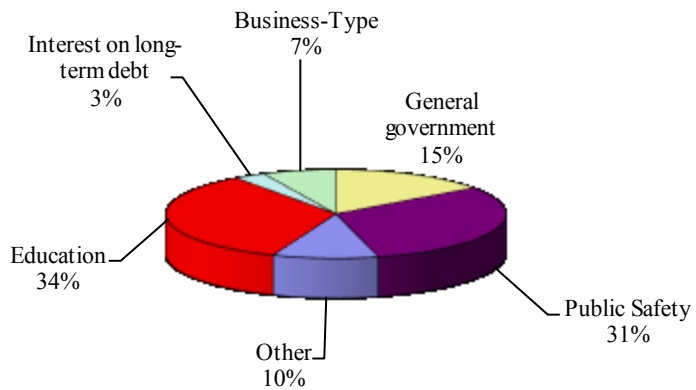
Revenue by Source FY 2015



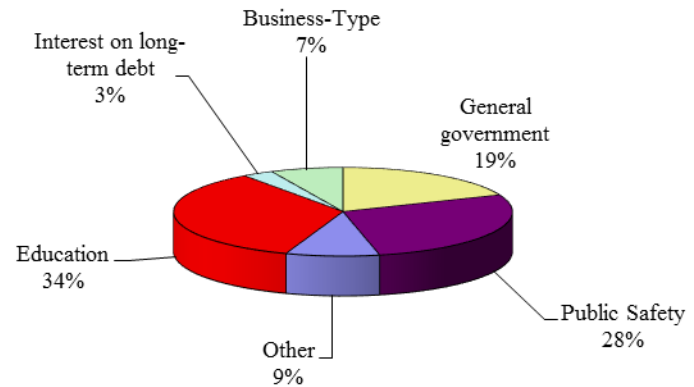
Revenue by Source FY 2014



Expenses by Function FY 2015



Expenses by Function FY 2014

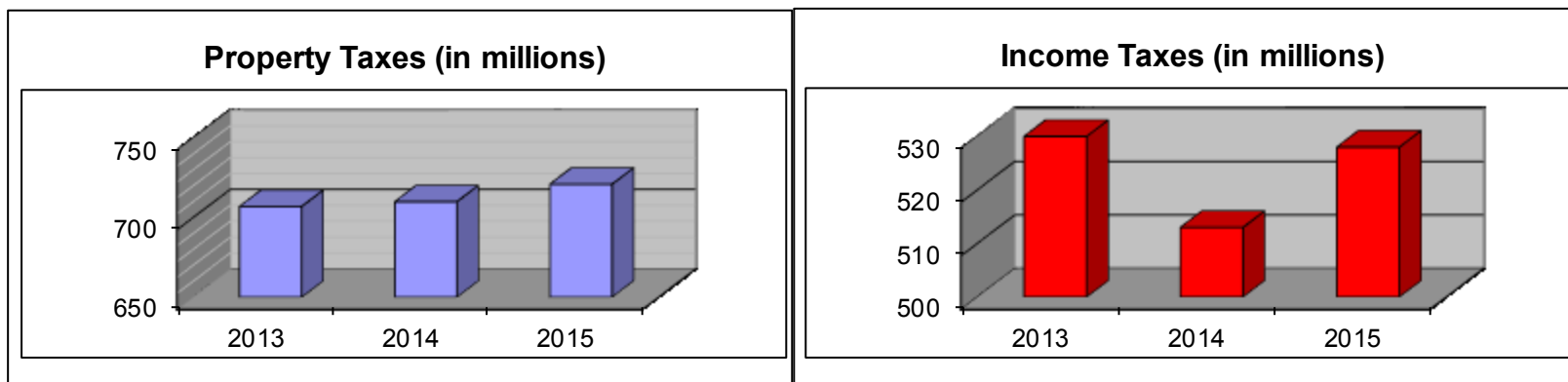


PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Governmental Activities

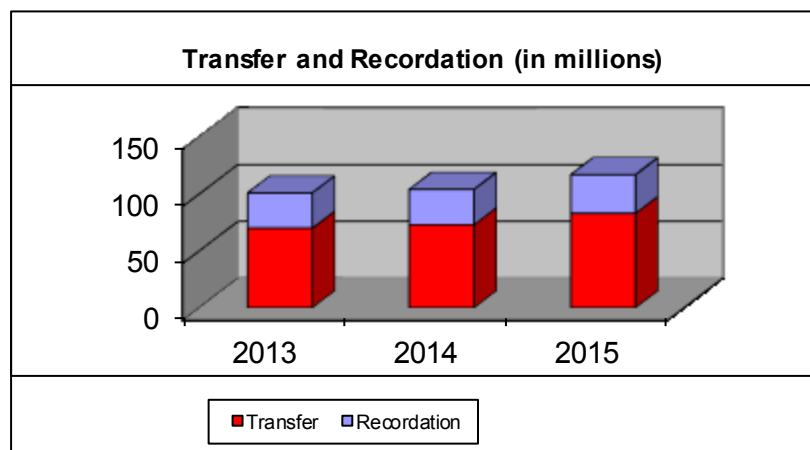
Net position for the County's governmental activities decreased by approximately \$1.37 billion in fiscal year 2015. The majority of the decrease was due to a \$1.2 billion restatement of the beginning net position balance related to the recording of pension liabilities per GASB Statement No. 68. Details are disclosed in note 2 on page 45. The remaining decrease of \$157.6 million is explained below.

The County's total revenue from governmental activities was approximately \$1.86 billion in fiscal year 2015 (approximately \$78.1 million greater than fiscal year 2014.) Property and income taxes make up approximately 68 percent of this revenue. Income taxes increased by approximately \$36.5 million or 7.1 percent. A large portion of this amount is based on estimates from the State of Maryland which creates some volatility in the amount. Rates are in line with tax collections during fiscal year 2013. Property tax revenue increased approximately \$11.3 million or 1.5%. The growth was related to an increase in assessable value.



PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Transfer and recordation taxes (\$117.2 million), telecommunications taxes (\$33.6 million), and energy taxes (\$66.8 million) comprise the majority of the remaining other taxes. Other taxes increased by approximately \$24.5 million or 11.3 percent. The \$12.8 million increase in transfer and recordation relates to an increase in home sales and an increase in the median sales price during fiscal year 2015.



The County's total expense from governmental activities was approximately \$2.02 billion in fiscal year 2015 (approximately \$57.4 million less than fiscal year 2014.) The categories experiencing the largest decreases were general government (approximately \$91.3 million—22.1% decrease) and education (approximately \$25.1 million—3.3% decrease). Some of the factors affecting the changes include:

- Fiscal year 2014 general government expenses included a one-time \$44.6 million expenditure to redeem Dimensions Health Corporation Revenue Bonds. There was not a similar expense in fiscal year 2015 leading to a decrease in general government expenditures.
- Contributions to Board of Education construction projects decreased by \$38.7million.
- Public safety expenditures increased by \$56.1 million, mainly driven by adjustments to the pension liability \$16.6 million and \$10.8 million in equipment purchases.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

**Schedule of Changes in Net Position
For the years ended June 30, 2015 and 2014**

(in thousands)

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program Revenues:						
Charges for services	\$ 178,354	184,247	110,187	108,770	288,541	293,017
Operating grants and contributions	145,620	120,011	-	-	145,620	120,011
Capital grants and contributions	15,418	18,329	92	1,262	15,510	19,591
General revenue:						
Property taxes	720,938	709,669	38,090	38,000	759,028	747,669
Income taxes	549,887	513,351	-	-	549,887	513,351
Other taxes	239,706	215,229	-	-	239,706	215,229
Other revenues	8,653	19,587	1,382	1,166	10,035	20,753
Total revenues	<u>1,858,576</u>	<u>1,780,423</u>	<u>149,751</u>	<u>149,198</u>	<u>2,008,327</u>	<u>1,929,621</u>
Expenses:						
General government	322,215	413,676	-	-	322,215	413,676
Public safety	678,934	626,789	-	-	678,934	626,789
Environmental	5,560	4,433	-	-	5,560	4,433
Health and Human Services	99,156	97,846	-	-	99,156	97,846
Infrastructure and Development	107,710	104,326	-	-	107,710	104,326
Education	743,632	768,756	-	-	743,632	768,756
Interest on long-term debt	58,989	57,749	-	-	58,989	57,749
Solid waste	-	-	91,898	95,483	91,898	95,483
Stormwater management	-	-	54,403	52,372	54,403	52,372
Water Protection and Restoration	-	-	1,133	315	1,133	315
Total expenses	<u>2,016,196</u>	<u>2,073,575</u>	<u>147,434</u>	<u>148,170</u>	<u>2,163,630</u>	<u>2,221,745</u>
Change in net position	(157,620)	(293,152)	2,317	1,028	(155,303)	(292,124)
Net position - beginning of year	842,079	1,135,231	221,954	220,926	1,064,033	1,356,157
Prior period adjustment	(1,213,810)	-	(16,039)	-	(1,229,849)	-
Net position - end of year	<u>\$ (529,351)</u>	<u>842,079</u>	<u>208,232</u>	<u>221,954</u>	<u>(321,119)</u>	<u>1,064,033</u>

*Prior period adjustment due to implementation of GASB Statement No. 68. See note 2 on page 45. The 2014 amounts have not been restated for the effect of implementation due to the lack of available information.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Business-type Activities

Business-type activities increased the County's net position by approximately \$2.3 million in fiscal year 2015. Key elements of this increase are as follows:

- Total operating expenses for the Solid Waste Fund decreased by approximately \$4.3 million. This was primarily a result of a decrease in landfill postclosure expense of \$ 5.5 million. This occurred because the engineer's projected cost to complete Brown Station Road Landfill decreased by approximately \$38.1 million from fiscal year 2014. As a result of this significant reduction, postclosure expenses were reduced.
- Total operating expenses for the Stormwater Management Fund increased by \$1.1 million. The majority of the increase related to General and Administrative expenses associated with the costs incurred during inclement weather conditions.
- Total operating revenue for the Watershed Protection and Restoration Fund was \$14.7 million which offset the decrease in net position described in the two previously stated funds.

FINANCIAL ANALYSIS OF GOVERNMENT FUNDS

Governmental Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. In assessing the County's financing requirements, unreserved fund balance is a particularly useful measure of net resources available for spending at the end of the fiscal year.

As of June 30, 2015, County governmental funds reported combined fund balances of \$455.4 million, an increase of \$46.1 million in comparison to the prior year balances. Restricted Governmental fund balance was \$301.5 million which includes, \$144.5 million for a charter-mandated contingency reserve (Rainy Day Fund), \$86.5 million for various construction projects, \$9.0 million for drug enforcement, \$35.1 million for debt service and \$26.4 million for other purposes.

The General Fund is the chief operating fund of the County. At June 30, 2015, total fund balance in the general fund was \$318.2 million of which \$34.0 million was unassigned. The General Fund balance increased by \$17.1 million as a result of current fiscal year operations. The following key factors were responsible for the changes:

- Total revenues increased \$16.3 million from fiscal year 2015, which exceeded the final budget by \$32.2 million. The majority of the increase (\$68.6 million) related to the tax revenue which was discussed earlier in the governmental activities analysis
- Total expenditures and transfers out decreased by \$24.0 million or approximately 1.4 percent. The County spent \$11.0 million on equipment purchases in fiscal year 2015 compared to \$58.2 million in the prior fiscal year.
- Public safety costs increased by \$27 million due to \$10.8 million in equipment purchases. Contributions to public safety retirement plans increased by approximately \$4.8 million (4.1 percent).
- Equity (\$3.3 million) from two funds that were reported as special revenue funds in fiscal year 2014 was transferred to the General Fund in fiscal year 2015.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Capital Projects Fund expenditures totaled \$189.5 million for fiscal year 2015 compared to \$236.2 million in fiscal year 2014. There was a decrease of \$38.7 million in spending on Board of Education projects including a reduction of \$15.1 million for Oxon Hill Replacement, \$11.0 million for Henry Ferguson High School, and 10.2 million for the Hyattsville Area Elementary School. The County also spent \$21.7 million on a regional area administration building, which was partially offset by a reduction in expenditures for the public safety training facility and an Enterprise Resource Program. The County received 189.7 million in bond proceeds in fiscal year 2015. There was no bond sale in fiscal year 2014. These factors led to a total increase in fund balance of approximately \$34.1 million in fiscal year 2015.

Expenditures in the Federal and State Aided Programs Fund in increased by approximately \$1.1 million (1.0 percent) in comparison to fiscal year 2014. There were no significant changes in the County's grant programs.

Proprietary Funds

Proprietary fund statements provide more detail for the County's business-type activities than the government-wide financial statements.

Enterprise Funds. At June 30, 2015, total net position amounted to \$214.7 million for enterprise funds as compared to \$227.8 million at June 30, 2014. Unrestricted net position of the Stormwater Management Fund at the end of the year amounted to \$42.9 million and for the Solid Waste Fund it was a negative \$15.4 million. The total net position for the Watershed Protection and Restoration Fund increased by \$13.7 million. Whereas, the total net position decreased in the Stormwater Management Fund and Solid Waste Fund by \$21.9 million and \$4.9 million, respectively.

The County implemented GASB Statement No. 68 resulting in the following decreases in net position:

	Solid Waste	Stormwater Management
Net Position as of June 30, 2014	\$ 56,660,962	\$ 157,282,042
Net Pension Liability	(6,613,889)	(10,780,340)
Deferred Outflow of Resources	528,494	827,063
Net Position as restated	\$ 50,575,567	\$ 147,328,765

Other factors concerning the finances of these two funds have already been addressed in the discussion of the County's business-type activities.

BUDGETARY HIGHLIGHTS

The County's final General Fund budget was increased by \$35.8 million from the original budget. The additional funding was used to pay for increases fringe benefit costs election related expenses, and costs associated with unanticipated snow events. The funding for this was a combination of additional use of fund balance (\$27.5 million), a declaration of additional tax revenue (\$6.3 million), and additional intergovernmental revenue (\$2.0 million).

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The County's investment in capital assets for its governmental and business-type activities as of June 30, 2015 was \$2.6 billion (net of accumulated depreciation.) This investment in capital assets includes land, buildings and improvements, equipment and vehicles, road networks, bridges, landfill property in service, and stormwater property in service. The total increase in the County's investment in capital assets for the current fiscal year was 2.4% (2.2% increase for governmental activities and 4.2% increase for business-type activities.)

Major capital asset events during the year include the following:

- \$90.7 million transferred to the Land and Buildings categories from construction in progress, including \$24.4 million for the combined forensics facility, \$21.7 million for the regional administration building, and \$16.5 million for the combined forensics facility.
- \$11.9 million added to construction in process related to various road projects
- Additional \$19.3 million added to construction in property relating Solid Waste activities.

The County's capital assets, net of accumulated depreciation, are presented in the following table as of June 30, 2015 and 2014:

Capital Assets as of June 30
(net of accumulated depreciation)

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$ 97,964,238	91,293,138	27,035,978	26,904,308	125,000,216	118,197,446
Buildings and improvements	443,859,158	368,179,437	18,537,839	19,399,124	462,396,997	387,578,561
Equipment	38,943,669	42,921,449	7,781,814	10,526,671	46,725,483	53,448,120
Infrastructure	1,629,422,356	1,621,748,252	-	-	1,629,422,356	1,621,748,252
Landfill property in service	-	-	17,540,867	23,131,307	17,540,867	23,131,307
Stormwater property in service	-	-	137,915,326	139,898,372	137,915,326	139,898,372
Construction in progress	<u>88,339,803</u>	<u>124,840,016</u>	<u>103,097,746</u>	<u>80,096,539</u>	<u>191,437,549</u>	<u>204,936,555</u>
Total	<u>\$ 2,298,529,224</u>	<u>2,248,982,292</u>	<u>311,909,570</u>	<u>299,956,321</u>	<u>2,610,438,794</u>	<u>2,548,938,613</u>

Additional information on the County's capital assets is located in note 7 on pages 56 to 60 of this report.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

Long-term debt. At the end of the current fiscal year, the County had total bonded debt outstanding of \$1.459 billion.

Outstanding Debt

	Governmental activities		Business-type activities		Total	
	2015	2014	2015	2014	2015	2014
General obligation bonds	\$ 1,268,947,000	1,159,218,000	189,983,000	172,582,000	1,458,930,000	1,331,800,000
Revenue bonds	-	-	-	385,998	-	385,998
Total	<u>\$ 1,268,947,000</u>	<u>1,159,218,000</u>	<u>189,983,000</u>	<u>172,967,998</u>	<u>1,458,930,000</u>	<u>1,332,185,998</u>

Total bonded debt of the County increased by \$126.7 million (9.5%) from the previous fiscal year. The key factors in the increase are bond proceeds of \$217.8 million in September 2014 and the retirement of \$89.6 million of general obligation and revenue bonds.

In September 2014 The County issued \$28.8 million of general obligation bonds to refund \$30.3 million of certain outstanding general obligation bonds. As a result of the refunding, the County will reduce its overall debt service obligations by \$2.1 million. The present value of debt service savings is \$2.1 million.

The underlying ratings of the County's general obligation bonds as of June 20, 2015, were as follows:

	<u>Current Rating</u>
Standard & Poor's	AAA
Moody's Investors Service, Inc.	Aaa
Fitch Ratings	AAA

Additional information on the County's long-term debt is located in note 13 starting on page 75 of this report.

PRINCE GEORGE'S COUNTY, MARYLAND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2015

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Factors considered in preparing the County's budget for fiscal year 2016 included:

- Property values rose in 2015. Group 3's assessable value increased by 19.5% in January 2015 from three years ago, causing an increase in the growth rate of property tax revenue.
- Home sales increased 6.6% in fiscal year 2015 compared to fiscal year 2014. The average median sales price rose to \$227,900 in FY 2015, up from \$209,000 in FY 2014. These two factors contributed to an increase in transfer and recordation tax revenues in FY 2015.
- Foreclosure increased by 3.9% in fiscal year 2015 compared to fiscal year 2014 for a total of 10,244 events. The overall number of foreclosures in fiscal year 2015 decreased on a quarterly basis from 2,684 in the first quarter to 2,293 in the fourth quarter.
- Income tax revenues rose to \$529.6 million in FY 2015, a 6.4% increase from fiscal year 2014.

During fiscal year 2015, the unassigned fund balance in the General Fund was \$34.0 million. The County has not appropriated a use of general fund fund balance for fiscal year 2016.

Requests for Information

This financial report is designed to provide a general overview of Prince George's County, Maryland for those individuals with an interest in our government's finances. Address questions concerning any of the information provided in this report or requests for additional information to the Office of Finance, Accounting Division, Attention: Assistant Director of Accounting, 14741 Governor Oden Bowie Drive, Suite 3151, Upper Marlboro, MD 20772. You can also reach us by fax at 301.952.3043 or send an email to: cmcurtis@co.pg.md.us.

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BASIC FINANCIAL STATEMENTS

This sub-section contains the Basic Financial Statements and the Notes to the Financial Statements.

PRINCE GEORGE'S COUNTY, MARYLAND
Statement of Net Position
June 30, 2015

	Primary Government			Component Units			Reclassifications (See note 1-r)	Total Reporting Entity
	Governmental Activities	Business-type Activities	Total	Board of Education of Prince George's County	Other Component Units	Total Component Units		
ASSETS								
Cash and investments	\$ 196,050,848	86,949,974	283,000,822	245,620,897	59,355,043	304,975,940	-	587,976,762
Cash with fiscal agents	14,341,695	-	14,341,695	-	-	-	-	14,341,695
Receivables (net of allowances for uncollectibles):								
Taxes	4,675,006	562,013	5,237,019	-	-	-	-	5,237,019
Accounts	33,963,722	3,845,864	37,809,586	38,006,332	31,442,232	69,448,564	-	107,258,150
Notes	19,880,799	-	19,880,799	-	1,058,220	1,058,220	-	20,939,019
Accrued interest receivable	545,938	196,457	742,395	-	8,785	8,785	-	751,180
Internal balance	11,509,229	(11,509,229)	-	-	-	-	-	-
Due from component units	7,164,655	-	7,164,655	-	-	-	-	7,164,655
Due from primary government	-	-	-	2,015,262	81,780	2,097,042	-	2,097,042
Due from other governmental units	183,089,291	997,344	184,086,635	74,451,047	4,867,561	79,318,608	-	263,405,243
Inventories	2,327,574	-	2,327,574	7,646,946	105,495	7,752,441	-	10,080,015
Prepaid costs and deposits	131,978	500,000	631,978	295,651	2,080,048	2,375,699	-	3,007,677
Restricted assets:								
Cash and investments	317,982,239	132,172,116	450,154,355	-	10,618,786	10,618,786	-	460,773,141
Land	-	-	-	-	12,182,883	12,182,883	-	12,182,883
Capital assets:								
Nondepreciable assets	186,304,041	130,133,724	316,437,765	89,944,608	68,436,261	158,380,869	-	474,818,634
Depreciable assets, net	2,112,225,183	181,775,846	2,294,001,029	1,167,782,609	210,093,528	1,377,876,137	-	3,671,877,166
Other assets	50,000	-	50,000	-	3,316,707	3,316,707	-	3,366,707
Total assets	<u>3,090,242,198</u>	<u>525,624,109</u>	<u>3,615,866,307</u>	<u>1,625,763,352</u>	<u>403,647,329</u>	<u>2,029,410,681</u>	<u>-</u>	<u>5,645,276,988</u>
DEFERRED OUTFLOW OF RESOURCES								
Pension deferrals	93,110,651	2,529,801	95,640,452	24,111,597	1,134,912	25,246,509	-	120,886,961
Deferred charge on refunding	9,468,156	393,162	9,861,318	-	1,252,635	1,252,635	-	11,113,953
Total deferred outflow of resources	<u>102,578,807</u>	<u>2,922,963</u>	<u>105,501,770</u>	<u>24,111,597</u>	<u>2,387,547</u>	<u>26,499,144</u>	<u>-</u>	<u>132,000,914</u>
LIABILITIES								
Accounts payable	48,435,125	13,354,931	61,790,056	77,291,692	18,170,287	95,461,979	-	157,252,035
Retainages payable	5,010,961	1,518,932	6,529,893	6,911,307	-	6,911,307	-	13,441,200
Accrued liabilities	42,601,996	1,440,965	44,042,961	113,895,918	1,131,848	115,027,766	-	159,070,727
Unearned revenue	37,562,089	-	37,562,089	18,577,528	2,296,142	20,873,670	-	58,435,759
Matured bonds and interest payable	-	2,359,019	2,359,019	-	-	-	-	2,359,019
Deposits	55,473,059	83,713	55,556,772	-	307,499	307,499	-	55,864,271
Due to primary government	-	-	-	1,604,523	5,560,132	7,164,655	-	7,164,655
Due to component units	2,097,042	-	2,097,042	-	-	-	-	2,097,042
Noncurrent liabilities:								
Due within one year	198,285,440	14,348,060	212,633,500	28,394,327	7,608,936	36,003,263	-	248,636,763
Due in more than one year	3,319,508,306	286,010,074	3,605,518,380	1,426,182,243	68,078,407	1,494,260,650	-	5,099,779,030
Total liabilities	<u>3,708,974,018</u>	<u>319,115,694</u>	<u>4,028,089,712</u>	<u>1,672,857,538</u>	<u>103,153,251</u>	<u>1,776,010,789</u>	<u>-</u>	<u>5,804,100,501</u>
DEFERRED INFLOW OF RESOURCES -								
Pension deferrals	13,197,667	1,191,771	14,389,438	14,584,539	773,006	15,357,545	-	29,746,983
Deferred charge on refunding	-	7,424	7,424	-	-	-	-	7,424
Total deferred inflow of resources	<u>13,197,667</u>	<u>1,199,195</u>	<u>14,396,862</u>	<u>14,584,539</u>	<u>773,006</u>	<u>15,357,545</u>	<u>-</u>	<u>29,754,407</u>
NET POSITION								
Net investment in capital assets	1,615,022,591	139,610,243	1,754,632,834	1,131,945,524	240,267,232	1,372,212,756	(483,674,784)	2,643,170,806
Restricted for:								
Capital projects	111,956,775	36,598,743	148,555,518	4,706,603	-	4,706,603	-	153,262,121
Contingency reserve	144,518,015	-	144,518,015	-	-	-	-	144,518,015
Debt service	35,133,877	-	35,133,877	-	-	-	-	35,133,877
Restricted for I-net	12,797,996	-	12,797,996	-	-	-	-	12,797,996
Landfill	-	9,650,037	9,650,037	-	-	-	-	9,650,037
Preservation	-	1,350,159	1,350,159	-	-	-	-	1,350,159
Education	-	-	-	-	2,810,041	2,810,041	-	2,810,041
Community development	-	-	-	-	17,160,061	17,160,061	-	17,160,061
Unrestricted (deficit)	(2,448,779,934)	21,023,001	(2,427,756,933)	(1,174,219,255)	41,871,285	(1,132,347,970)	483,674,784	(3,076,430,119)
Total Net Position	<u>\$ (529,350,680)</u>	<u>\$ 208,232,183</u>	<u>\$ (321,118,497)</u>	<u>\$ (37,567,128)</u>	<u>\$ 302,108,619</u>	<u>\$ 264,541,491</u>	<u>\$ -</u>	<u>\$ (56,577,006)</u>

See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
Statement of Activities
For the year ended June 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets				
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units	
					Governmental Activities	Business-type Activities	Total	Board of Education of Prince George's County	Other Component Units
Primary government:									
Governmental activities:									
General government	\$ 322,214,792	79,730,348	24,419,173	6,235,669	(211,829,602)	-	(211,829,602)	-	-
Public safety	678,934,030	44,390,006	18,335,079	8,056,602	(608,152,343)	-	(608,152,343)	-	-
Environmental	5,560,232	313,784	567,867	257,127	(4,421,454)	-	(4,421,454)	-	-
Health and Human Services	99,155,575	4,508,261	79,342,253	180,474	(15,124,587)	-	(15,124,587)	-	-
Infrastructure and Development	107,710,388	49,411,650	22,955,481	687,926	(34,655,331)	-	(34,655,331)	-	-
Education:									
Board of Education	684,661,903	-	-	-	(684,661,903)	-	(684,661,903)	-	-
Community College	35,644,365	-	-	-	(35,644,365)	-	(35,644,365)	-	-
Memorial Library	23,326,087	-	-	-	(23,326,087)	-	(23,326,087)	-	-
Interest on long-term debt	58,988,913	-	-	-	(58,988,913)	-	(58,988,913)	-	-
Total governmental activities	<u>2,016,196,285</u>	<u>178,354,049</u>	<u>145,619,853</u>	<u>15,417,798</u>	<u>(1,676,804,585)</u>	<u>-</u>	<u>(1,676,804,585)</u>	<u>-</u>	<u>-</u>
Business-type activities:									
Solid Waste	91,898,001	92,113,510	-	-	-	215,509	215,509	-	-
Stormwater	54,402,786	3,332,530	-	92,153	-	(50,978,103)	(50,978,103)	-	-
Watershed Protection	1,134,078	14,741,320	-	-	-	13,607,242	13,607,242	-	-
Total business-type activities	<u>147,434,865</u>	<u>110,187,360</u>	<u>-</u>	<u>92,153</u>	<u>-</u>	<u>(37,155,352)</u>	<u>(37,155,352)</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 2,163,631,150</u>	<u>288,541,409</u>	<u>145,619,853</u>	<u>15,509,951</u>	<u>(1,676,804,585)</u>	<u>(37,155,352)</u>	<u>(1,713,959,937)</u>	<u>-</u>	<u>-</u>
Component units:									
Board of Education	2,207,635,462	18,464,257	260,455,488	106,865,642	-	-	-	(1,821,850,075)	-
Other Component Units:									
General Government	22,297,567	23,933,146	660,000	129,735	-	-	-	-	2,425,314
Education	163,701,038	28,461,868	33,090,689	4,451,499	-	-	-	-	(97,696,982)
Community development	76,226,363	2,377,902	68,581,855	1,553,185	-	-	-	-	(3,713,421)
Total component units	<u>\$ 2,469,860,430</u>	<u>73,237,173</u>	<u>362,788,032</u>	<u>113,000,061</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,821,850,075)</u>	<u>(98,985,089)</u>
General Revenues:									
Property taxes					720,937,819	38,090,056	759,027,875	-	-
Income taxes					549,887,248	-	549,887,248	-	-
Transfer and recordation taxes					117,209,045	-	117,209,045	-	-
Energy taxes					66,785,516	-	66,785,516	-	-
Telecommunications tax					33,645,771	-	33,645,771	-	-
Other taxes					22,065,496	-	22,065,496	-	-
Unrestricted state shared tax					2,867,440	-	2,867,440	-	-
Earnings (loss) on investments					4,460,524	1,382,411	5,842,935	297,776	800,919
Unrestricted grants and contributions					862,813	-	862,813	1,635,788,067	90,348,678
Miscellaneous revenues					462,854	-	462,854	(739,186)	2,563,890
Total general revenues					<u>1,519,184,526</u>	<u>39,472,467</u>	<u>1,558,656,993</u>	<u>1,635,346,657</u>	<u>93,713,487</u>
Change in net position					(157,620,059)	2,317,115	(155,302,944)	(186,503,418)	(5,271,602)
Net position - beginning of year					842,078,993	221,953,740	1,064,032,733	279,326,591	292,467,225
Prior period adjustment					(1,213,809,614)	(16,038,672)	(1,229,848,286)	(130,390,301)	14,912,996
Net position - beginning of year, restated					<u>(371,730,621)</u>	<u>205,915,068</u>	<u>(165,815,553)</u>	<u>148,936,290</u>	<u>307,380,221</u>
Net position - end of year					<u>\$ (529,350,680)</u>	<u>208,232,183</u>	<u>(321,118,497)</u>	<u>(37,567,128)</u>	<u>302,108,619</u>

See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
Balance Sheet
Governmental Funds
June 30, 2015

<u>Assets</u>	<u>General</u>	<u>Federal and State Aided Programs</u>	<u>Capital Projects</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
Cash and investments	\$ 81,894,210	866,138	91,863	12,752,927	95,605,138
Cash with fiscal agents	-	-	-	14,341,695	14,341,695
Receivables (net of allowances for uncollectibles):					
Taxes	4,675,006	-	-	-	4,675,006
Accounts	30,768,484	124,915	-	-	30,893,399
Notes	10,132,607	8,741,088	-	-	18,873,695
Accrued interest receivable	512,530	-	-	-	512,530
Due from other funds	154,000,000	-	-	-	154,000,000
Due from component units	6,574,901	-	-	-	6,574,901
Due from other governmental units	132,821,408	46,506,824	3,121,206	63,845	182,513,283
Inventories	1,641,389	-	-	-	1,641,389
Restricted assets:					
Cash and investments	26,261,725	2,227,538	270,928,332	18,564,644	317,982,239
Other assets	50,000	-	-	-	50,000
Total assets	449,332,260	58,466,503	274,141,401	45,723,111	827,663,275
<u>Liabilities, Deferred Inflows, and Fund Balances</u>					
Liabilities:					
Compensated absences and termination benefits payable	384,884	-	-	-	384,884
Accounts payable	8,064,447	11,583,907	23,233,174	423,669	43,305,197
Retainages	-	-	5,010,961	-	5,010,961
Accrued liabilities	21,154,186	1,468,862	-	-	22,623,048
Unearned revenue	10,132,607	24,591,513	-	-	34,724,120
Deposits	31,783,948	94,683	23,594,428	-	55,473,059
Due to other funds	-	18,500,000	130,500,000	-	149,000,000
Due to component units	-	-	2,097,042	-	2,097,042
Total liabilities	71,520,072	56,238,965	184,435,605	423,669	312,618,311
Deferred inflows of resources					
Unavailable tax revenue	59,619,087	-	-	-	59,619,087
Total deferred inflow of resources	59,619,087	-	-	-	59,619,087
Fund balances:					
Nonspendable	1,641,389	-	-	-	1,641,389
Restricted	170,778,503	2,227,538	86,449,965	42,021,831	301,477,837
Committed	57,807,206	-	3,255,831	-	61,063,037
Assigned	53,937,841	-	-	3,277,611	57,215,452
Unassigned	34,028,162	-	-	-	34,028,162
Total fund balances	318,193,101	2,227,538	89,705,796	45,299,442	455,425,877
Total liabilities, deferred inflows of resources, and fund balances	\$ 449,332,260	58,466,503	274,141,401	45,723,111	827,663,275

See accompanying notes to financial statements.

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Reconciliation of the Balance Sheet of Governmental Funds
 to the Statement of Net Position
 June 30, 2015

Total fund balances for governmental funds (Exhibit A-3) \$ 455,425,877

Amounts reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets which do not include the combined assets related to the internal service funds consist of:

Land	\$ 96,964,238	
Infrastructure, net of \$1,171,033,918, accumulated depreciation	1,629,422,356	
Buildings and improvements, net of \$147,538,532, accumulated depreciation	443,859,158	
Equipment, net of \$137,069,024 accumulated depreciation	38,603,592	
Construction in progress	88,339,803	
Total capital assets		2,297,189,147

The assets and liabilities of the Internal Service Funds (funds used by management to charge the cost of fleet maintenance, information technology, and self-insurance) are included in the governmental activities in the statement of net assets. Internal service fund net assets are: (64,704,019)

County revenue that is collected after year-end, but not available soon enough to pay for the current period's expenditures is reported as deferred inflow of resources in the funds. 59,619,087

Long-term note receivable that is not included in governmental funds 1,007,104

Long-term liabilities for governmental funds activity 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 is recognized as an expenditure when due. Balances at June 30, 2015 are:

Unmatured accrued interest (19,512,226)

Long-term liabilities:

Bonded debt	(1,268,947,000)	
Deferred outflow of resources - bond refunding costs	9,468,156	
Unamortized discount (premium)	(116,854,745)	
Capital lease obligations	(41,572,611)	
Pension and OPEB obligations	(1,772,093,280)	
Compensated absences and termination benefits payable	(70,884,061)	
Notes payable	(76,543,369)	
Deferred outflow of resources - pensions	91,544,144	
Deferred inflow of resources - pensions	(12,492,884)	
Total long-term liabilities		(3,258,375,650)

Total net position of governmental activities \$ (529,350,680)

PRINCE GEORGE'S COUNTY, MARYLAND
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2015

	General	Federal and State Aided Programs	Capital Projects	Non-Major Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 1,507,260,462	-	-	2,374,050	1,509,634,512
Licenses and permits	25,122,180	-	-	307,905	25,430,085
Fines and forfeitures	12,989,156	-	-	1,975,137	14,964,293
Use of money and property	10,406,865	2,354,991	55,264	47,116	12,864,236
Charges for services	43,363,217	3,003,416	3,741,845	23,393,341	73,501,819
Intergovernmental	43,876,538	100,562,452	12,497,993	4,236,037	161,173,020
Miscellaneous	2,483,346	199,437	158,658	147,636	2,989,077
Total revenues	<u>1,645,501,764</u>	<u>106,120,296</u>	<u>16,453,760</u>	<u>32,481,222</u>	<u>1,800,557,042</u>
Expenditures:					
Current:					
General government	193,820,017	2,399,929	-	1,189,543	197,409,489
Public safety	620,307,323	14,935,273	-	372,773	635,615,369
Environmental	3,884,600	833,517	-	-	4,718,117
Health and human services	24,659,568.00	72,288,366	-	440,156	97,388,090
Infrastructure and development	19,883,764	14,829,196	-	-	34,712,960
Capital projects	-	-	122,161,533	-	122,161,533
Education:					
Board of Education	630,218,800	428,870	54,014,233	-	684,661,903
Community College	30,345,300	-	5,299,065	-	35,644,365
Memorial Library	18,485,200	-	8,049,754	-	26,534,954
Debt service:					
Principal retirement	18,523,619	309,000	-	78,500,000	97,332,619
Interest	6,621,720	231,679	-	51,288,537	58,141,936
Total expenditures	<u>1,566,749,911</u>	<u>106,255,830</u>	<u>189,524,585</u>	<u>131,791,009</u>	<u>1,994,321,335</u>
Excess of revenues over (under) expenditures	<u>78,751,853</u>	<u>(135,534)</u>	<u>(173,070,825)</u>	<u>(99,309,787)</u>	<u>(193,764,293)</u>
Other financing sources (uses):					
General obligation bonds issued	-	-	189,689,000	-	189,689,000
Capital lease financing	19,612,680	-	-	-	19,612,680
Bond and notes premium	-	-	22,168,378	8,245,140	30,413,518
Bonds issued - refunding	-	-	-	27,520,000	27,520,000
Bond premium - refunding	-	-	-	2,234,722	2,234,722
Payment to bond refunding escrow agent	-	-	-	(29,606,914)	(29,606,914)
Transfers in	3,293,216	-	-	89,250,445	92,543,661
Transfers out	(84,551,094)	-	(4,699,351)	(3,293,216)	(92,543,661)
Total other financing sources (uses)	<u>(61,645,198)</u>	<u>-</u>	<u>207,158,027</u>	<u>94,350,177</u>	<u>239,863,006</u>
Net change in fund balances	<u>17,106,655</u>	<u>(135,534)</u>	<u>34,087,202</u>	<u>(4,959,610)</u>	<u>46,098,713</u>
Fund balances, beginning of year	301,086,446	2,363,072	55,618,594	50,259,052	409,327,164
Fund balances, end of year	<u>\$ 318,193,101</u>	<u>2,227,538</u>	<u>89,705,796</u>	<u>45,299,442</u>	<u>455,425,877</u>

See accompanying notes to financial statements.

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Net Activities
 For the Year Ended June 30, 2015

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

Net change in fund balances - total governmental funds		46,098,713
Capital Outlay, reported as expenditures in governmental funds, are shown as capital assets in the Statement of Net Assets.		101,856,886
Depreciation expense on governmental capital assets is included as an expense in the statement of activities, but does not require the use of current financial resources, and therefore, is not reported as expenditures in governmental funds.		(76,667,682)
Donated capital assets are reported as revenue on the statement of activities; however, they do not provide current financial resources to the funds.		24,566,767
Revenues in the statement of activities that do not provide current financial resources are reported as deferred revenue in the funds. This represents changes in deferred revenue at the fund level.		4,626,636
In the statement of activities the loss on disposal of equipment is reported, whereas in the governmental funds, disposal of capital assets are not recorded. Thus the change in net assets differs from the change in fund balance.		(166,145)
Internal Service Funds are used by management to charge the cost of fleet maintenance, information technology, and self insurance. The net revenue is reported with governmental activities.		(33,862,297)
Long-term debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of activities, however, issuing debt decreases 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.		
Debt Issued:		
Bond proceeds	(217,209,000)	
Bond and notes premium	(32,648,240)	
Capital lease and note proceeds	(19,612,680)	
Payment to escrow agent	29,606,914	
Principal payments	97,480,427	
Net adjustment		(142,382,579)
Certain expenses reported in the statement of activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds.		
Accrued Inteeest Expense	(846,977)	
Compensated Absences	(850,073)	
Pension Expenses	(9,247,332)	
Other post employment benefirs	(86,570,112)	
Amortizarion	15,824,136	
		(81,690,358)
Change in net position of governmental activities		(157,620,059)

See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the year ended June 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,478,578,500	1,484,899,700	1,507,260,462	22,360,762
Licenses and permits	19,727,500	19,727,500	25,122,180	5,394,680
Fines and forfeitures	14,937,500	14,937,500	12,989,156	(1,948,344)
Use of money and property	4,321,600	4,321,600	10,406,865	6,085,265
Charges for services	40,487,000	40,487,000	43,363,217	2,876,217
Intergovernmental	43,748,200	45,763,500	43,876,538	(1,886,962)
Miscellaneous	1,674,000	1,674,000	2,483,346	809,346
Total revenues	<u>1,603,474,300</u>	<u>1,611,810,800</u>	<u>1,645,501,764</u>	<u>33,690,964</u>
Expenditures:				
General government:				
County Executive	5,835,800	5,689,700	5,476,308	213,392
Legislative Branch	14,225,400	14,073,600	12,995,035	1,078,565
Office of Ethics and Accountability	564,900	549,700	537,021	12,679
Circuit Court	14,922,200	15,583,400	15,550,845	32,555
Orphan's Court	415,700	409,900	405,679	4,221
Personnel Board	322,200	328,900	322,813	6,087
Office of Finance	3,611,400	3,611,400	3,590,985	20,415
Citizen Complaint Oversight Panel	228,200	240,200	218,654	21,546
Office of Community Relations	4,242,000	4,179,400	4,156,118	23,282
Office of Management and Budget	2,491,700	2,463,300	2,461,867	1,433
Board of License Commissioners	1,037,400	1,014,800	1,004,231	10,569
Office of Law	3,818,200	3,988,900	3,666,839	322,061
Office of Human Resource Management	5,224,400	5,224,400	5,222,937	1,463
Board of Elections	3,328,400	5,174,400	5,115,740	58,660
Office of Central Services	16,736,500	17,571,800	17,571,803	(3)
Property Management	518,500	3,218,500	2,778,280	440,220
Collington Center	5,000	5,000	5,000	-
Non-departmental	146,910,700	145,581,000	137,698,969	7,882,031
Total general government	<u>224,438,600</u>	<u>228,908,300</u>	<u>218,779,124</u>	<u>10,129,176</u>

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Public safety				
Office of the State's Attorney	15,423,700	15,607,900	15,501,551	106,349
Police Department	286,446,400	292,923,600	289,467,637	3,455,963
Fire Department	148,640,100	160,304,700	160,301,616	3,084
Sheriff's Department	36,906,200	41,753,000	41,279,866	473,134
Department of Corrections	68,466,800	78,926,000	78,471,841	454,159
Office of Homeland Security	24,437,000	24,639,700	24,451,054	188,646
Total Public Safety	<u>580,320,200</u>	<u>614,154,900</u>	<u>609,473,565</u>	<u>4,681,335</u>
Environmental				
Department of Environmental Resources	3,884,600	3,884,600	3,884,600	-
Total Environment	<u>3,884,600</u>	<u>3,884,600</u>	<u>3,884,600</u>	<u>-</u>
Health and Human Services				
Department of Family Services	2,710,300	2,651,300	2,040,936	610,364
Health	19,077,600	19,409,600	17,872,627	1,536,973
Public Welfare	2,900,900	4,916,200	4,746,005	170,195
Total Health and Human Services	<u>24,688,800</u>	<u>26,977,100</u>	<u>24,659,568</u>	<u>2,317,532</u>
Infrastructure and Development				
Public Works and Transportation	7,079,500	8,410,300	8,176,822	233,478
Department of Permitting, Inspections and Enforcement	7,600,800	8,356,000	8,350,682	5,318
Department of Housing and Community Development	3,354,400	3,356,500	3,356,260	240
Total Infrastructure and Development	<u>18,034,700</u>	<u>20,122,800</u>	<u>19,883,764</u>	<u>239,036</u>
Education	683,049,300	679,049,300	679,049,300	-
Total Expenditures	<u>1,534,416,200</u>	<u>1,573,097,000</u>	<u>1,555,729,921</u>	<u>17,367,079</u>
Excess of revenues over expenditures	<u>69,058,100</u>	<u>38,713,800</u>	<u>89,771,843</u>	<u>51,058,043</u>
Other financing sources (uses):				
Transfers in - other funds	2,430,000	2,430,000	3,293,216	863,216
Transfers out - other funds	(88,754,300)	(85,913,300)	(84,551,094)	1,362,206
Appropriated fund balance	17,266,200	44,769,500	-	(44,769,500)
Total other financing sources (uses)	<u>(69,058,100)</u>	<u>(38,713,800)</u>	<u>(81,257,878)</u>	<u>(42,544,078)</u>
Deficiency of revenues and other financing sources under expenditures and other uses (budgetary basis)	<u>-</u>	<u>-</u>	8,513,965	<u>8,513,965</u>
Adjustments:				
Purchase agreement financing			19,612,680	
Capital financing expenditures			<u>(11,019,990)</u>	
Excess of revenues and other financing sources over expenditures and other uses (GAAP basis)			17,106,655	
Fund balance, beginning of year			<u>301,086,446</u>	
Fund balance, end of year			<u><u>318,193,101</u></u>	

See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
 Statement of Net Position
 Proprietary Funds
 June 30, 2015

Assets	Business-type Activities - Enterprise Funds			Total	Governmental Activities- Internal Service Funds
	Solid Waste Fund	Stormwater Management Fund	Non-Major Watershed Protection and Restoration Fund		
Current assets:					
Cash and investments	\$ 3,884,035	56,310,537	26,755,402	86,949,974	100,445,710
Taxes receivable	-	597,867	-	597,867	-
Less allowance for uncollectibles	-	(35,854)	-	(35,854)	-
Accounts receivable	4,094,302	-	540,231	4,634,533	3,070,323
Less allowance for uncollectibles	(788,669)	-	-	(788,669)	-
Accrued interest receivable	89,146	86,585	20,726	196,457	33,408
Due from component units	-	-	-	-	589,754
Due from other governmental units	590,554	406,790	-	997,344	576,008
Inventories	-	-	-	-	686,185
Prepaid costs and deposits	-	-	500,000	500,000	131,978
Total current assets	<u>7,869,368</u>	<u>57,365,925</u>	<u>27,816,359</u>	<u>93,051,652</u>	<u>105,533,366</u>
Noncurrent assets:					
Restricted cash and investments					
Revenue bond operation and maintenance	9,000,000	-	-	9,000,000	-
Sandy Hill Trust	1,890,485	-	-	1,890,485	-
Landfill closure	90,861,023	-	-	90,861,023	-
Unspent bond proceeds	-	30,420,608	-	30,420,608	-
Total restricted cash and investments	<u>101,751,508</u>	<u>30,420,608</u>	<u>-</u>	<u>132,172,116</u>	<u>-</u>
Capital assets:					
Land	11,306,082	15,729,896	-	27,035,978	1,000,000
Buildings and improvements	29,227,755	242,525	-	29,470,280	2,640,889
Accumulated depreciation	(12,315,094)	(242,525)	-	(12,557,619)	(2,640,889)
Improvements other than buildings	5,151,450	-	-	5,151,450	328,014
Accumulated depreciation	(3,526,272)	-	-	(3,526,272)	(328,014)
Equipment	28,608,941	4,085,871	-	32,694,812	9,818,115
Accumulated depreciation	(21,569,763)	(3,343,235)	-	(24,912,998)	(9,478,038)
Landfill property in service	121,336,027	-	-	121,336,027	-
Accumulated depreciation	(103,795,160)	-	-	(103,795,160)	-
Stormwater property in service	-	195,398,267	-	195,398,267	-
Accumulated depreciation	-	(57,482,941)	-	(57,482,941)	-
Construction in progress	28,983,676	74,114,070	-	103,097,746	-
Total capital assets	<u>83,407,642</u>	<u>228,501,928</u>	<u>-</u>	<u>311,909,570</u>	<u>1,340,077</u>
Total noncurrent assets	<u>185,159,150</u>	<u>258,922,536</u>	<u>-</u>	<u>444,081,686</u>	<u>1,340,077</u>
Total assets	<u>193,028,518</u>	<u>316,288,461</u>	<u>27,816,359</u>	<u>537,133,338</u>	<u>106,873,443</u>
Deferred outflow of resources:					
Pension deferrals	964,079	1,565,722	-	2,529,801	1,566,507
Deferred charge on refunding	121,004	272,158	-	393,162	-
Total deferred outflow of resources	<u>1,085,083</u>	<u>1,837,880</u>	<u>-</u>	<u>2,922,963</u>	<u>1,566,507</u>

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
Statement of Net Position, Continued
Proprietary Funds
June 30, 2015

Liabilities	Business-type Activities - Enterprise Funds			Total	Governmental Activities- Internal Service Funds
	Solid Waste Fund	Stormwater Management Fund	Non-Major Watershed Protection and Restoration Fund		
Current liabilities:					
Payable from unrestricted assets:					
Current portion of bonded debt	\$ 3,555,000	7,460,000	-	11,015,000	-
Current portion of capital lease obligations	-	-	-	-	-
Current portion of compensated absences and termination benefits payable	810,329	1,278,650	-	2,088,979	1,301,705
Current portion of estimated liability on pending claims	-	-	-	-	44,136,635
Current portion of postclosure liability	1,244,081	-	-	1,244,081	-
Accounts payable	7,085,863	6,051,452	217,616	13,354,931	5,129,928
Retainages	173,218	1,345,714	-	1,518,932	-
Accrued liabilities	899,430	541,535	-	1,440,965	466,722
Unearned revenue	-	-	-	-	2,837,969
Matured bonds and interest payable	-	2,359,019	-	2,359,019	-
Deposits	83,713	-	-	83,713	-
Due to other funds	5,000,000	-	-	5,000,000	-
Total current liabilities	<u>18,851,634</u>	<u>19,036,370</u>	<u>217,616</u>	<u>38,105,620</u>	<u>53,872,959</u>
Long-term liabilities:					
Bonded debt, less current portion (net of unamortized premiums and discounts)	33,368,000	145,600,000	-	178,968,000	-
Unamortized bond premium (discount)	1,432,988	6,958,553	-	8,391,541	-
Compensated absences and termination benefits payable, less current portion	74,577	-	-	74,577	234,823
Net pension liability	6,337,514	10,381,052	-	16,718,566	10,480,901
Estimated liability on pending claims, less current portion	-	-	-	-	114,359,732
Estimated liability for landfill closure costs, less current portion	81,857,390	-	-	81,857,390	-
Total long-term liabilities	<u>123,070,469</u>	<u>162,939,605</u>	<u>-</u>	<u>286,010,074</u>	<u>125,075,456</u>
Total liabilities	<u>141,922,103</u>	<u>181,975,975</u>	<u>217,616</u>	<u>324,115,694</u>	<u>178,948,415</u>
Deferred inflow of resources:					
Deferred charge on refunding	7,424	-	-	7,424	-
Pension deferrals	462,892	728,879	-	1,191,771	704,783
Total deferred outflow of resources	<u>470,316</u>	<u>728,879</u>	<u>-</u>	<u>1,199,195</u>	<u>704,783</u>
Net position:					
Net investment in capital assets	48,428,741	91,181,502	-	139,610,243	1,340,077
Restricted for capital improvements and future maintenance	9,000,000	-	27,598,743	36,598,743	-
Restricted for Sandy Hill Trust	1,890,485	-	-	1,890,485	-
Restricted for landfill closure costs	7,759,552	-	-	7,759,552	-
Restricted for Chesapeake Bay and tree preservation activities	-	1,350,159	-	1,350,159	-
Restricted for I-Net	-	-	-	-	12,797,996
Unrestricted	(15,357,596)	42,889,826	-	27,532,230	(85,351,321)
Total net position	\$ <u>51,721,182</u>	<u>135,421,487</u>	<u>27,598,743</u>	<u>214,741,412</u>	<u>(71,213,248)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(6,509,229)	
Net position of business-type activities				<u>\$ 208,232,183</u>	

See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
 Statement of Revenues, Expenses and Changes in Fund Net Position
 Proprietary Funds
 For the year ended June 30, 2015

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities- Internal Service Funds</u>
	<u>Solid Waste Fund</u>	<u>Stormwater Management Fund</u>	<u>Non-Major Watershed Protection and Restoration Fund</u>	<u>Total</u>	
Operating revenues:					
Premium contributions	\$ -	-	-	-	112,053,741
Licenses and permits	-	3,332,530	-	3,332,530	-
Sales	423,281	-	-	423,281	26,666,254
Charges for services	91,643,764	-	14,653,170	106,296,934	9,713,179
Use of money and property - rentals	-	-	-	-	170,434
Miscellaneous	46,465	-	88,150	134,615	2,185,367
Total operating revenues	<u>92,113,510</u>	<u>3,332,530</u>	<u>14,741,320</u>	<u>110,187,360</u>	<u>150,788,975</u>
Operating expenses:					
Salaries	7,460,187	11,962,187	-	19,422,374	10,059,058
Project charges - salaries/recoveries	8,168,400	8,180,890	-	16,349,290	-
Fringe benefits	6,425,416	8,708,195	-	15,133,611	5,080,475
Contractual services	37,575,662	-	-	37,575,662	8,943,496
Materials	-	-	-	-	15,969,385
Rent	-	-	-	-	338,929
General and administrative	22,716,195	14,656,638	1,134,078	38,506,911	9,426,900
Depreciation and amortization	8,670,639	4,783,190	-	13,453,829	187,816
Insurance claims and premiums	-	-	-	-	130,394,725
Landfill postclosure costs	(824,789)	-	-	(824,789)	-
Other	-	-	-	-	5,017,209
Total operating expenses	<u>90,191,710</u>	<u>48,291,100</u>	<u>1,134,078</u>	<u>139,616,888</u>	<u>185,417,993</u>
Operating income (loss)	<u>1,921,800</u>	<u>(44,958,570)</u>	<u>13,607,242</u>	<u>(29,429,528)</u>	<u>(34,629,018)</u>
Nonoperating revenues (expenses):					
Taxes	-	38,090,056	-	38,090,056	-
Interest income	784,091	506,514	91,806	1,382,411	150,073
Interest expense	(1,445,301)	(5,558,057)	-	(7,003,358)	-
Debt issuance costs	-	(76,588)	-	(76,588)	-
Gain (loss) on sale of capital assets	(114,975)	(2,786)	-	(117,761)	(3,622)
Total nonoperating revenues (expenses)	<u>(776,185)</u>	<u>32,959,139</u>	<u>91,806</u>	<u>32,274,760</u>	<u>146,451</u>
Income (loss) before contributions and transfers	<u>1,145,615</u>	<u>(11,999,431)</u>	<u>13,699,048</u>	<u>2,845,232</u>	<u>(34,482,567)</u>
Capital contributions	-	92,153	-	92,153	-
Change in net position	<u>1,145,615</u>	<u>(11,907,278)</u>	<u>13,699,048</u>	<u>2,937,385</u>	<u>(34,482,567)</u>
Net position - beginning of year	56,660,962	157,282,042	13,899,695	-	(26,697,349)
Prior period adjustment	(6,085,395)	(9,953,277)	-	-	(10,033,332)
Net position, beginning of year as restated	<u>50,575,567</u>	<u>147,328,765</u>	<u>13,899,695</u>	<u>-</u>	<u>(36,730,681)</u>
Net position - end of year	<u>\$ 51,721,182</u>	<u>135,421,487</u>	<u>27,598,743</u>	<u>-</u>	<u>(71,213,248)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				(620,270)	
Change in net position of business-type activities				<u>\$ 2,317,115</u>	

See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
 Statement of Cash Flows
 Proprietary Funds
 For the year ended June 30, 2015

	Business-type Activities - Enterprise Funds			Total	Governmental Activities- Internal Service Funds
	Solid Waste Fund	Stormwater Management Fund	Non-Major Watershed Protection and Restoration Fund		
Cash flows from operating activities:					
Cash received from customers	\$ 90,669,320	3,332,530	14,446,519	108,448,369	156,151,867
Cash payments to suppliers for goods and services	(59,883,327)	(12,691,668)	(1,466,603)	(74,041,598)	(109,406,017)
Cash payments to employees for services	(22,243,696)	(29,180,301)	-	(51,423,997)	(15,484,696)
Premium and claim payments	-	-	-	-	(50,299,664)
Other cash receipts	-	-	-	-	1,002,075
Net cash and cash equivalents provided (used) by operating activities	<u>8,542,297</u>	<u>(38,539,439)</u>	<u>12,979,916</u>	<u>(17,017,226)</u>	<u>(18,036,435)</u>
Cash flows from noncapital financing activities:					
Tax collections	-	38,129,764	-	38,129,764	-
Transfers from other Funds	-	-	-	-	2,635,585
Transfers from other Funds	-	-	-	-	(2,635,585)
Net cash and cash equivalents provided by noncapital financing activities	<u>-</u>	<u>38,129,764</u>	<u>-</u>	<u>38,129,764</u>	<u>-</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of property, plant and equipment	(3,751,665)	(21,773,174)	-	(25,524,839)	(148,540)
Capital grants	-	792,689	-	792,689	-
Proceeds of bonded debt	6,673,928	23,026,173	-	29,700,101	-
Payment to refund bond escrow agent	(1,382,313)	-	-	(1,382,313)	-
Payment of bond issue costs	(1,628)	(76,588)	-	(78,216)	-
Principal payments on bonded debt	(4,690,998)	(6,410,000)	-	(11,100,998)	-
Principal payments on notes payable	-	-	-	-	(290,000)
Principal payments on capital lease	-	-	-	-	-
Interest payments	(1,622,339)	(6,256,404)	-	(7,878,743)	(252)
Net cash and cash equivalents provided by (used) in capital and related financing activities	<u>(4,775,015)</u>	<u>(10,697,304)</u>	<u>-</u>	<u>(15,472,319)</u>	<u>(438,792)</u>
Cash flows from investing activities:					
Interest on investments	<u>784,091</u>	<u>396,336</u>	<u>66,142</u>	<u>1,246,569</u>	<u>103,232</u>
Net cash and cash equivalents provided by investing activities	<u>784,091</u>	<u>396,336</u>	<u>66,142</u>	<u>1,246,569</u>	<u>103,232</u>
Net increase (decrease) in cash and cash equivalents	4,551,373	(10,710,643)	13,046,058	6,886,788	(18,371,995)
Cash and cash equivalents, beginning of year	<u>101,084,170</u>	<u>97,441,788</u>	<u>13,709,344</u>	<u>212,235,302</u>	<u>118,817,705</u>
Cash and cash equivalents, end of year	<u>\$ 105,635,543</u>	<u>86,731,145</u>	<u>26,755,402</u>	<u>219,122,090</u>	<u>100,445,710</u>
Cash classified as:					
Current assets	\$ 3,884,035	56,310,537	26,755,402	86,949,974	100,445,710
Restricted assets	101,751,508	30,420,608	-	132,172,116	-
	<u>\$ 105,635,543</u>	<u>86,731,145</u>	<u>26,755,402</u>	<u>219,122,090</u>	<u>100,445,710</u>

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
Statement of Cash Flows, Continued
Proprietary Funds
For the year ended June 30, 2015

	Business-type Activities - Enterprise Funds			Total	Governmental Activities- Internal Service Funds
	Solid Waste Fund	Stormwater Management Fund	Non-Major Watershed Protection and Restoration Fund		
Reconciliation of operating loss to net cash provided (used in) operating activities:					
Operating income (loss)	\$ 1,921,800	(44,958,570)	13,607,242	(29,429,528)	(34,629,018)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:					
Depreciation and amortization	8,670,639	4,783,190	-	13,453,829	187,816
Provision for doubtful receivables	307,312	-	-	307,312	-
Pension Expense	(249,068)	(409,068)	-	(658,136)	(414,155)
Effect of changes in operating assets and liabilities:					
Accounts receivable	(1,736,017)	-	(294,801)	(2,030,818)	(78,692)
Inventories	-	-	-	-	(80,580)
Due from other governmental units	(15,485)	-	-	(15,485)	-
Prepaid costs	-	-	(500,000)	(500,000)	(44,954)
Deferred landfill closure costs	20,980,167	-	-	20,980,167	-
Compensated absences and termination benefits payable	(6,109)	(3,173)	-	(9,282)	21,445
Accounts payable	803,848	2,016,985	167,475	2,988,308	(1,313,076)
Retainages	(123,817)	59,285	-	(64,532)	-
Accrued costs	65,484	83,212	-	148,696	47,552
Due to other funds	400,000	-	-	400,000	-
Deferred revenue	-	-	-	-	2,797,943
Deposits	-	(111,300)	-	(111,300)	-
Due from component units	-	-	-	-	3,646,868
Estimated liability for landfill closure costs	(22,476,457)	-	-	(22,476,457)	-
Estimated liability on pending claims	-	-	-	-	11,822,416
Total adjustments	6,620,497	6,419,131	(627,326)	12,412,302	16,592,583
Net cash and cash equivalents provided by (used in) operating activities	\$ 8,542,297	(38,539,439)	12,979,916	(17,017,226)	(18,036,435)
Decrease (increase) in accrued interest receivable	\$ (125,205)	(110,178)	(25,664)	(261,047)	-
Donated capital assets	-	-	-	-	(46,768)
	\$ (125,205)	(110,178)	(25,664)	(261,047)	(46,768)

PRINCE GEORGE'S COUNTY, MARYLAND
 Statement of Fiduciary Net Position
 Fiduciary Funds
 June 30, 2015

	Pension and Other Postemployment <u>Benefit Trust Funds</u>	Agency <u>Funds</u>
Assets:		
Equity in pooled cash and investments	\$ 14,746,851	\$ 6,506,272
Collateral for loaned securities	3,235,958	-
Investments:		
Pooled separate accounts	469,759,331	-
U.S. Government & agency securities	22,419,070	-
Corporate bonds	62,863,420	-
Common stock	251,527,218	-
Real estate investment trust	3,475,309	-
International Government securities	1,889,736	-
Preferred stock	70,733	-
Asset backed securities	23,279,888	-
Money market funds	495,076,899	-
Short-term investments	19,976,546	-
Alternative investments	388,640,418	-
Receivables:		
Taxes	-	6,096,257
Accounts	309,125	-
Accrued interest receivable	1,554,694	-
Prepaid costs and deposits	43,728	-
Total assets	<u>1,758,868,924</u>	<u>\$ 12,602,529</u>
Liabilities:		
Collateral for loaned securities payable	3,235,958	-
Accounts payable	983,821	231,479
Accrued costs	12,228,036	-
Due to other governmental units	-	9,513,859
Funds held in trust	-	2,857,191
Total liabilities	<u>16,447,815</u>	<u>\$ 12,602,529</u>
Net position:		
Net position restricted for pensions and other post-employment benefits	<u>\$ 1,742,421,109</u>	

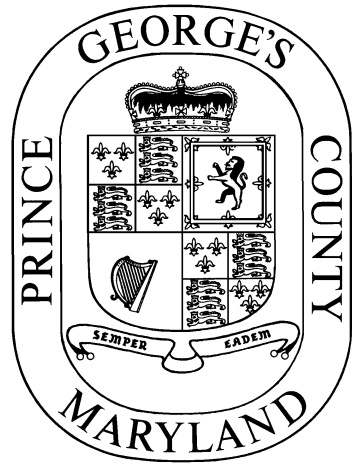
See accompanying notes to financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
 Statement of Changes in Fiduciary Net Position
 Fiduciary Funds
 For the year ended June 30, 2015

	<u>Pension and Other Postemployment Benefit Trust Funds</u>
Additions:	
Contributions:	
Employer	\$ 166,502,429
Employee	35,740,144
Other	608,490
Total contributions	<u>202,851,063</u>
Investment income:	
Net depreciation in fair value of investments	22,221,147
Interest and dividends	40,990,196
Total investment income	<u>63,211,343</u>
Less investment expense	6,369,858
Net investment income	<u>56,841,485</u>
Total additions	<u>259,692,548</u>
Deductions:	
Benefits	202,959,492
Refunds of contributions	3,682,183
General and administrative expenses	2,920,310
Total deductions	<u>209,561,985</u>
Net increase	50,130,563
Net position restricted for pensions and other post-employment benefits Beginning of year	<u>1,692,290,546</u>
End of year	<u>\$ 1,742,421,109</u>

See accompanying notes to financial statements.

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NOTES TO FINANCIAL STATEMENTS

The notes are an integral part of the
financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements
June 30, 2015

PRINCE GEORGE'S COUNTY
Notes to Financial Statements

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PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

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PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

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PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(1) Summary of Significant Accounting Policies

The accounting policies of Prince George's County, Maryland (the County) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the County's significant accounting policies:

(a) Reporting Entity

The County is a body corporate and politic founded in 1696 as a political subdivision of the State of Maryland, which performs all local government functions within its jurisdiction. The County operates under a "home rule" Charter adopted in November 1970. Under the Charter, the County is governed by an elected County Executive and nine-member County Council.

As required by GAAP, the accompanying financial statements include various departments and agencies of the Primary Government and the County's component units, entities for which the County is considered to be financially accountable because of the significance of their operational or financial relationship with the County.

The government-wide financial statements include a separate column for the Board of Education of Prince George's County, Maryland and a separate column combining all other discretely presented component units. Each component unit is legally separate from the Primary Government and has a June 30 fiscal year end. There are no blended component units, i.e., legally separate component units whose financial information is combined with the operations of the Primary Government, included in this financial report. A description of the County's eight discretely presented component units follows:

- (i) The Board of Education of Prince George's County, Maryland (Board of Education or the Board) - The Board operates all public schools (grades K through 12) within the County. The Board is fiscally dependent because the County: approves its budget, is legally obligated to fund the Board's operations, and issues and is obligated to pay debt for the Board. A complete financial report is available through the Board's administrative offices, which are located at the Sasscer Administration Building, 14201 School Lane, Upper Marlboro, Maryland 20772.
- (ii) The Housing Authority of Prince George's County (Housing Authority) - The Housing Authority was created to develop safe, sanitary, and decent housing for County citizens. The governing body and management personnel are appointed by the County Executive. The County also approves the budget of the Housing Authority. Requests for copies of financial statements should be addressed to the administrative offices of the Housing Authority, which are located at Inglewood Center III, 9400 Peppercorn Place, Suite 200, Landover, Maryland 20785.
- (iii) The Industrial Development Authority of Prince George's County (IDA) - The IDA is a public building authority providing physical facilities to local governments located in the State of Maryland. The County appoints a majority of the governing body and is able to impose its will through approval of the IDA's budget and substantial involvement in IDA operations. Requests for copies of financial statements should be addressed to the administrative offices of the Industrial Development Authority, which are located at 14741 Governor Oden Bowie Drive, Suite 3151, Upper Marlboro, Maryland 20772.
- (iv) The Prince George's County Memorial Library System (Memorial Library or Library) - The Memorial Library operates the County's public library system. The County is legally obligated to provide financial support to the Library. The County approves its budget, holds title to its assets, and can unilaterally abolish the Library. Requests for the Library's financial statements should be made to the administrative offices, which are located at 6532 Adelphi Road, Hyattsville, Maryland 20785.
- (v) The Prince George's Community College (Community College or College) - The College operates a higher education institution within the County. The County is legally obligated to provide financial support to the College. In addition, the fiscal dependency criterion applies because of the County's substantial budgetary approval authority. Individuals interested in obtaining detailed financial statements for the College should contact its administrative offices, which are located at 301 Largo Road, Landover, Maryland 20772.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

- (vi) The Prince George's Community Television, Inc. (PGCT) - PGCT operates local government public access channel programming for cable television operations. The County appoints a majority of the governing body and imposes its will over PGCT operations. PGCT is fiscally dependent on the County (i.e., the County has substantive approval authority over the budget, sets fees, and prohibits debt issuances.) A full set of financial statements is available at PGCT's administrative offices, which are located at 9475 Lottsford Road, Suite 125, Landover, Maryland 20785.
- (vii) The Redevelopment Authority of Prince George's County (Redevelopment Authority) - The Redevelopment Authority was created to provide residential, commercial, or industrial development or redevelopment within County boundaries. The County appoints a majority of the governing body and is able to impose its will through approval of the Redevelopment Authority's budget and substantial involvement in Redevelopment Authority operations. Requests for copies of financial statements should be addressed to the administrative offices of the Redevelopment Authority, which are located at 9201 Basil Court, Suite 155, Largo, Maryland 20774.
- (viii) The Revenue Authority of Prince George's County (Revenue Authority) - The Revenue Authority was created to develop projects within the boundary lines of the County devoted wholly or partially for public uses and to stimulate employment and economic growth. The Revenue Authority is also responsible for the acquisition, construction, and operation of parking and related facilities for motorized and non-motorized vehicles within the County. The County appoints a majority of the governing body and is able to impose its will through approval of the Revenue Authority's budget and substantial involvement in Revenue Authority operations. Additionally, the County must approve and is responsible for all bonded debt issuances. Requests for financial statements should be directed to the Revenue Authority's administrative offices, which are located at 1300 Mercantile Lane, Suite 108, Landover, Maryland 20785.

As discussed in Note 20, the Washington Suburban Sanitary Commission, Washington Suburban Transit Commission, Washington Metropolitan Area Transit Authority, and the Maryland-National Capital Park and Planning Commission are not part of the reporting entity, but rather are considered joint ventures for financial reporting purposes.

(b) Basis of Presentation

Government-wide Statements: The statement of net position and the statement of activities report non-fiduciary financial activity of the County and its component units. The majority of inter-fund activity is eliminated from the statements. Governmental activities, which are mainly supported by tax revenues, are reported separately from business-type activities, which rely on fee charges to external parties. Additionally, the primary government is reported separately from its component units.

The statement of activities compares direct expenses and program revenues for distinct activities and for each of the County's governmental and business-type activities. Direct expenses are those that are specifically related to a program or function. Program revenues include (1) fees and charges for services generated by programs and (2) grants and contributions restricted to a particular program. All taxes and other items not included as program revenues are reported as general revenues.

Fund Financial Statements: Fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. The focus is on major governmental and enterprise funds, which are reported in separate columns in the fund financial statements. The remaining governmental funds are combined and reported as non-major funds.

The County reports the following major governmental funds:

General Fund - The General Fund is the County's primary operating fund. It accounts for all financial resources except those required to be accounted for in another fund.

Federal and State Aided Programs - This Special Revenue Fund accounts for direct financial assistance received by the County through categorical grants from Federal and State agencies.

Capital Projects Fund - The Capital Projects Fund accounts for the acquisition of capital assets or construction of major capital projects not being financed by proprietary or fiduciary funds.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The County reports the following major proprietary funds:

Solid Waste – This fund accounts for the disposition of refuse, garbage, rubbish, or any other matter to ensure the public health of the inhabitants of the County. The fund also covers programs and activities associated with solid waste management, environmental protection, and recycling and clean-up of the environment.

Stormwater Management Fund – This fund accounts for the servicing of County stormwater management facilities including floodplain maintenance, stormdrain maintenance, and a variety of rehabilitation, repair and maintenance contracts for open channels, ditches, and flood channels.

The County also reports the following additional funds:

Non-Major Enterprise Fund - The Watershed Protection and Restoration Fund This fund was established July 1, 2013 in accordance with provisions of Maryland House Bill 987. The fund accounts for the services rendered to complete water quality and flood control management improvements. This fund is reported as a non-major enterprise fund.

Internal Service Funds - Internal Service Funds are proprietary funds that account for vehicle maintenance, information technology, and risk management services to other departments or agencies of the County, or to other governmental units, on a cost-reimbursement basis. Internal Service Fund accounting is similar to enterprise funds; however for government-wide reporting the activity is mostly included with governmental activities because they predominantly serve the governmental funds.

Trust Funds - Trust Funds are fiduciary funds out of which retirement annuities and/or benefit payments are paid and designated to public employees.

Agency Funds – These fiduciary funds account for money held on behalf of other governmental entities for taxes collected by the County.

(c) Basis of Accounting

Government-wide, Proprietary and Trust Funds are accounted for using the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred. GASB 62 Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, eliminates a previous election that allowed financial statements for Government-wide, Proprietary, and Trust Funds to apply post-November 30, 1989 FASB Statements and Interpretations for the financial statements to the extent that the FASB Statements and Interpretations did not conflict with or contradict GASB pronouncements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the business-type and governmental funds of the County. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Stormwater Management Fund and Solid Waste Fund and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are needed. Furthermore within the unrestricted fund balance the County will apply expenditures against committed, then assigned, and then unassigned amounts.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

Governmental funds are used to account for the County's general government activities. Governmental funds use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers most revenues available if they are collected within 60 days after year-end. Expenditures generally are recorded when the related 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 when payments are due.

Property taxes, interest, charges for services, and special assessments are susceptible to accrual. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the "susceptible to accrual" criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Agency funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting.

The County reports unearned revenue in its financial statements. Unearned revenues arise in governmental funds when the County receives resources before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods when the County has a legal claim to the resources, the liability for unearned revenue is removed and revenue is recognized. Unearned revenue is also reported in the government-wide statements.

The County reports deferred inflows and outflows of resources as separate financial statement elements. Deferred outflows of resources are the consumption of net assets applicable to a future period. While deferred inflows of resources are the acquisition of net assets applicable to a future period. The government-wide and proprietary fund financial statements report both deferred outflows and inflows of resources relating to debt refunding and pension costs. The governmental funds report deferred inflows relating to unavailable tax revenue.

(d) Budgetary Data

The Prince George's County Charter requires that certain transactions be accounted for on a basis other than GAAP. Actual results of operations are presented in the Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual for the General Fund in accordance with legislative requirements, in order to provide a meaningful comparison of actual results with budget estimates. Under the budgetary basis, encumbrances are recorded as the equivalent of expenditures, as opposed to only a restriction, assignment, or commitment of fund balance (GAAP basis). This treatment of encumbrances represents one of two material differences between the GAAP and budget basis. The other significant difference relates to the presentation of purchase agreement financing transactions. These transactions represent equipment or real estate lease purchase contracts where an escrow account is maintained under a three-party agreement between the County, the leasing company, and the fiscal escrow agent, who controls the receipt of the financing proceeds and disbursements for equipment and real estate purchases. Under the GAAP basis, both the purchases and periodic principal and interest payments on the financing must be recorded; however, under the budgetary basis, only the principal and interest payments are recorded.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- Agency budget requests are normally due to the Office of Management and budget prior to mid-November.
- Prior to January 15, the Component Units submit to the County Executive a proposed budget for the fiscal year commencing the following July 1.
- Prior to April 1, the County Executive submits to the County Council a proposed operating budget for the County, which includes the needs of the Component Units for the upcoming year. The operating budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the County Council to obtain taxpayer comments.
- Prior to June 1, the budget is legally enacted through passage of an ordinance.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

- The appropriated budget is prepared by fund and by object within an agency. The County Executive is authorized to transfer budgeted amounts within an agency within any fund; however, the County Council must approve any revisions that alter the total expenditures of any agency or fund. No agency of the Primary Government shall during any fiscal year expend, or contract to expend, in excess of the amounts appropriated in the budget for such fiscal year. The level of budgetary control (level at which expenditures/expenses are monitored) is maintained at three major object classifications: compensation, other current expenditures/expenses (which include debt service payments, expenditure recoveries, and operating transfers out), and capital outlays. The legal level of control is exercised at the agency level in the General Fund. No County liability shall be incurred or contracted by any department, agency, or employee, and no bill or invoice shall be approved or paid, unless the Council has authorized by budget adoption or a specific appropriation to cover payment out of public funds. Any person willfully violating this provision shall be deemed to be responsible for the contract, debt, or expenditure. The agency head allowing such action shall be subject to such disciplinary action as the Council shall determine.
- Subsequent to passage of the budget ordinance, the County Council may approve supplemental appropriations. During fiscal year 2015, such appropriations amounted to a \$35.8 million increase in the Primary Government's General Fund budget (major fund).
- All unencumbered appropriations in the General Fund lapse at the end of the fiscal year.

The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual for the General Fund is located included in Exhibit A-5. The following funds of the Primary Government have legally adopted annual budgets:

General Fund
Nonmajor governmental funds:
Property Management Services Fund
Collington Center Fund
Domestic Violence Fund
Drug Enforcement and Education Fund

Although budgets are not legally adopted for all Special Revenue Funds of the County, budgetary control is exercised. The Federal and State Aided Programs Fund's expenditures are limited to the amount awarded for the associated grant programs.

Expenditures in the Debt Service Fund are limited by authorized transfer amounts from other funds. Capital Projects Funds are appropriated at the project level. Annual operating budgets are not prepared for the Debt Service or Capital Projects Funds.

(e) Cash and Cash Equivalents

For Statement of Cash Flows purposes, the Primary Government defines cash equivalents to include the following: all highly liquid, unrestricted investments with a maturity of three months or less when purchased; all cash and investment pools which are used essentially as demand accounts; all cash with fiscal agents; and all restricted cash and investments have been determined to be cash equivalents.

(f) Investments

Investments of the Primary Government (other than those held by the Trust Funds) are stated at cost or amortized cost, unless the remaining maturity at the time of purchase is one year or more, in which case they are recorded at fair value. In the Trust Funds, investments are stated at quoted market value or fair value as determined by the trustee/investment manager in the absence of readily ascertainable market values.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(g) Allowance for Uncollectible Receivables

The County calculates its allowance for uncollectible receivables using historical collection data and, in certain cases, specific account analysis. The total allowance amounts are summarized below:

Primary Government:	
General Fund	\$ 13,768,528
Federal and State Aided Fund	19,764,359
Solid Waste Fund	789,669
Stormwater Management Fund	35,854
	\$ 34,358,410
	\$ 34,358,410

As part of the County's Community Development Block Grant and Rental Rehabilitation federal financial assistance programs, the County makes loans to residents and developers to restore and repair low-income housing units. At June 30, 2015, there were approximately \$28.5 million of outstanding loans receivable under these programs. Approximately \$8.7 million of these loans are offset by equivalent deferred revenue in the Federal and State Aided Programs Special Revenue Fund. The remaining \$19.8 million is completely offset by an allowance for uncollectible notes receivable (included in the table above), because collections are highly uncertain. In many cases, the County has agreed to forgive loan repayment if the resident/developer complies with certain requirements that may include residing in the property for a certain number of years.

(h) Inventories

Inventories, consisting of expendable items held for consumption, are stated at the lower of cost (first-in, first-out method) or market or at average cost, which approximates the first-in, first-out method of costing. The consumption method is used and the cost of such items is recognized as an expense or expenditure when used in operations.

(i) Prepaid Costs and Deposits

Payments made to vendors for services that will benefit periods beyond June 30, 2015 are recorded as prepaid expenses. The consumption method is used for prepaid items and expenditures or expenses are recognized when used in operations.

(j) Restricted Assets

Proceeds from debt and funds set aside for payment of revenue bonds and other general obligation debt are classified as restricted assets since their use is limited by applicable debt agreements.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(k) Capital Assets

Capital assets which include land, buildings, equipment, and infrastructure assets (e.g. road networks, bridges, stormwater property, and similar items) are recorded at cost and as governmental or business-type activities in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Contributed capital assets are recorded at estimated fair market value at the time received. Assets recorded under capital lease agreements are recorded at the lower of fair value or the net present value of minimum lease payments on the date of the lease inception. Interest is capitalized on assets acquired or constructed with tax-exempt debt. The amount of interest capitalized is calculated by offsetting interest expense incurred from the date of borrowing until installation or completion of the project with interest earned on invested proceeds over the same period.

The costs of normal maintenance and repairs that do not materially extend the assets' useful lives have not been capitalized.

Depreciation has been recorded over the following estimated useful lives using the straight-line method:

Land improvements	10 - 20 years
Buildings and plant improvements	3 - 50 years
Stormwater property in service	50 years
Equipment and machinery	3 - 20 years
Bridges	50 years
Road Networks	60 years

The Primary Government's landfill facility at Brown Station Road has completed expansion of the construction of eleven new treatment areas referred to as "cells." Nine cells are currently operational. The total estimated cost of the operational cells was transferred from construction-in-progress to landfill property in service based on the total acreage of the operational cells as a percentage of the total landfill acreage multiplied by total estimated costs of the entire facility. Depreciation is computed by dividing the number of tons of refuse dumped by total estimated landfill capacity, which is then multiplied by the estimated total landfill cost. An independent engineer estimates the total capacity of the landfill as 11,231,652 tons.

(l) Self-Insurance Funds

Included in the estimated liability for pending claims are estimates of incurred but not reported claims and incremental claims adjustment expenses for all lines of coverage.

(m) Arbitrage Rebate Liability

This liability represents the excess investment earnings on unspent bond proceeds over the bond yield, in accordance with the Internal Revenue Code of 1986 as amended. The County has no liability for fiscal year 2015.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(n) Long-term Obligations

(i) Long-term Debt

In the government-wide financial statements and the proprietary fund financial statements, long-term obligations are reported as liabilities in the applicable, governmental activities, business-type activities, or proprietary fund type statement of net assets. For long-term obligations, only that portion expected to be financed from current available financial resources is reported as a fund liability of a Governmental Fund. Long-term liabilities to be financed from proprietary fund operations are accounted for in those funds.

(ii) Bond Premiums/Discounts and Issuance Costs

Bond premiums and discounts for government-wide and proprietary fund financial statements are deferred and amortized over the term of the bonds using the bonds-outstanding method, which approximates the effective interest method. Bond premiums or discounts are reported as a net addition or reduction of the face amount of bonds payable. Bond issuance costs are recorded as debt service expenses in the year of issuance.

In the governmental funds financial statements, bond premiums and discounts are recognized in the current period. Issuance costs, whether or not withheld from actual debt proceeds, are reported as debt service expenditures.

(iii) Bond Covenants

The various bond indentures contain significant limitations and restrictions on annual debt service requirements, maintenance and flow of monies through various restricted accounts, minimum amounts to be maintained in various sinking funds, and minimum revenue bond coverages. The County is in compliance with all bond covenants.

(o) Net Position and Fund Balance

Net position includes three categories: Net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets consists of capital assets, less accumulated depreciation, reduced by outstanding debt related to capital assets. Restricted net position is restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Unrestricted net position is the remaining residual balance.

The County reports fund balance in various governmental funds. The fund balance categories are listed below:

- Nonspendable – Includes amounts that cannot be spent because they are in nonspendable form (i.e. inventory) or legally or contractually required to remain intact.
- Restricted - Includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
- Committed - Includes amounts that can be used only for the specific purposes. The County Council as the highest level of decision-making authority within the County establishes the commitment of fund balance through the approval of the subsequent year's annual budget and appropriations ordinance by Council Bill. The same formal action (Council Bill) used to create a commitment is required to rescind or modify it.
- Assigned – Includes government's intent to use for specific purposes but does not meet the criteria to be classified as restricted or committed. County Council Resolution CR-36-2011 granted the authority to assign fund balance in the General Fund to a three person committee consisting of the Director of the Office of Management and Budget, or their designee, the Director of Finance or their designee, and the County Council Administrator, or their designee.
- Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification can be used only to report a deficit balance.
- When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are needed, except for capital projects which use unrestricted resources first. Furthermore within the unrestricted fund balance the County will apply expenditures against committed, then assigned, and then unassigned amounts.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(p) Revenues, Expenditures, and Expenses

(i) Property Tax Revenue Recognition

The County's real property taxes are due and payable on the first day of July each year, the levy date and the date on which an enforceable lien attaches to the property. Levies are based on assessments as certified to the County by the State of Maryland Department of Assessments and Taxation. Certain bills are eligible for semi-annual payments. Annual bills and the first installment of semi-annual bills are due on or before September 30th and become delinquent on October 1st. The second semi-annual installment is due on or before December 31st and becomes delinquent on January 1st. Delinquent taxes are subject to interest and penalty at the monthly rate of 1.67% until paid in full. Personal property and real property taxes levied for fractions of a year are due when billed and are overdue within 30 days of billing. General property taxes receivable, net of the allowance for uncollectibles of \$12,882,380, amounted to \$4,675,006.

Property on which taxes remain in a delinquent status as of the second Monday in May is placed for tax sale.

At the November 1978 General Election, the voters of the County adopted an amendment to the Charter limiting future collection of real property taxes to the amount collected in fiscal year 1979. The amendment, which became effective in December 1978, added Section 817B to the Charter. It is generally referred to as "TRIM" (TRIM is an acronym for Tax Reform Initiative by Marylanders).

An amendment to TRIM was approved by the voters of the County at the November 1984 General Election, authorizing the Council to levy taxes beginning in 1986 on a maximum rate basis as an alternative to the maximum amount basis. The maximum rate authorized was two dollars and forty cents (\$2.40) for each one hundred dollars (\$100) of assessed value. Beginning in fiscal year 1992, the Court of Appeals upheld the authority of the County to increase the tax rate to pay principal and interest on bonds outstanding prior to the effective date of "TRIM". Prior to fiscal year 2002, real property in the County was assessed at 40% of the phased-in market value. Pursuant to a change in State law, real property in fiscal year 2002 was assessed at 100% of the phased-in market value. For fiscal year 2014, the tax rate was set at ninety-six cents (\$0.96) and two dollars forty cents (\$2.40) for each one hundred dollars (\$100) of assessed value for real and personal property, respectively. There were no bonds outstanding issued before the effective date of "TRIM".

(ii) Landfill Operations - Primary Government

• Revenue Recognition

The revenue of the County's landfill operations reported in the Solid Waste Enterprise Fund is based upon service rates authorized by the County Council. These rates are intended to produce revenue approximately equal to costs similar to certain types of regulated enterprises. Therefore, the Solid Waste Enterprise Fund follows accounting guidance for regulated enterprises.

• Closure and Post-closure Care Costs

The October 9, 1991 U.S. Environmental Protection Agency rule, "Solid Waste Disposal Facility Criteria", establishes certain closure and thirty (30) year postclosure care requirements affecting municipal solid waste landfills. In accordance with GAAP, the County accrues for closure and post-closure costs related to its landfill operations. Consistent with accounting policies for regulated enterprises, the recognition of closure and post-closure care costs otherwise chargeable to expense have been deferred because it has been determined that future estimated revenue in an amount at least equal to the deferred cost will result from inclusion of those amounts in allowable costs for rate-making purposes, and that future revenue will be sufficient to permit recovery of the previously incurred cost as well as to provide for expected levels of similar future costs. The deferred landfill closure costs are recognized to the extent that designated revenues are collected. In fiscal year 2015, \$12.00 per ton of solid waste dumped was designated for closure and postclosure costs.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(q) Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses or expenditures during the reporting period. Actual results could differ from those estimates.

(r) Total Column Government-wide Statement of Net Position

The total column for the reporting entity includes a reclassification for the unrestricted net asset deficit related to component unit debt (\$483,674,784). The reclassification is necessary because the County issues debt to finance construction projects for its component units (Board of Education and Community College); however, the component units own the assets. The debt reduces unrestricted net assets for the County, while the capital assets are reported in net assets invested in capital assets, net of related debt by the component units.

(2) New Accounting Pronouncements

The County implemented GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27", and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB Statement No. 68." These statements change the financial reporting for pensions. The changes are reflected in the County's financial statements presentation. The implementation of GASB Statements 68 and 71 required restatement of the following beginning net position balances:

	Total Net Position as of June 30, 2014	Net Pension Liability	Net Pension Obligation	Deferred Outflow of Resources	Adjusted Net Position as of June 30, 2014
Governmental Activities	842,078,993	(1,243,786,713)	15,112,238	14,864,861	(371,730,621)
Business-type Activities	221,953,740	(17,394,229)	-	1,355,557	205,915,068
Total	<u>1,064,032,733</u>	<u>(1,261,180,942)</u>	<u>15,112,238</u>	<u>16,220,418</u>	<u>(165,815,553)</u>
Internal Service Funds	(26,697,349)	(10,827,418)	-	794,086	(36,730,681)
Enterprise Fund - Solid Waste	56,660,962	(6,613,889)	-	528,494	50,575,567
Enterprise Fund - Stormwater Management	157,282,042	(10,780,340)	-	827,063	147,328,765
Total Proprietary Funds	<u>187,245,655</u>	<u>(28,221,647)</u>	<u>-</u>	<u>2,149,643</u>	<u>161,173,651</u>

(3) Compliance and Accountability

Net Assets Deficit - Primary Government - Internal Service Fund – Workers' Compensation

The Primary Government's Workers' Compensation Internal Service Fund's net deficit at June 30, 2015 was \$102,367,320. The County's risk management contributions decreased by \$10.5 million during fiscal year 2015. Expenditures increased by \$10.2 million driven by an \$11.3 million increase in the estimated liability for pending claims. The County will continue to increase premium contributions and reduce certain administrative costs in future fiscal years to reduce this deficit.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(4) Cash and Investments

(a) Investment Policy

The Primary Government's investment policy's primary objective for the management of the County's funds is the protection of investment principal in the overall portfolio through the use of diversification and third-party collateralization while maintaining sufficient liquidity to meet all cash flow requirements. The secondary objective is to maximize investment return consistent with risk limitations.

The Primary Government maintains a cash and investment pool that is available for use by all funds. Each fund's share of this pool is displayed as "Cash and investments" (restricted and unrestricted). Investment income is allocated to all funds based on the percentage of the fund's cash and investments at month-end to the total pool, with the exception of income on bond proceeds, which is allocated to the General Fund pursuant to certain legal provisions. The Component Units maintain separate bank accounts covered by Federal depository insurance or collateral held by the banks in the entity's name. Details of the component units' investment policies are included in their individual financial statements and are available to the general public [see note 1(a)]. In addition, investments are separately held by several funds. Statutes authorize the County to invest in obligations of the U.S. Treasury, agencies and instrumentalities; interest bearing accounts; certificates of deposit; repurchase agreements; bankers' acceptances, money market accounts, and the State's investment pool. Statutes require that deposits, interest bearing accounts, certificates of deposit, and repurchase agreements be fully collateralized.

The Primary Government, the Board of Education, the Revenue Authority, and the Memorial Library participate in the Maryland Local Government Investment Pool (MLGIP). The MLGIP is an external investment pool that is not subject to regulation by the Securities and Exchange Commission (SEC). The State Legislature created the MLGIP within the annotated code of Maryland. The MLGIP, under the administrative control of the State Treasurer, is managed by PNC Institutional Investments. An MLGIP Advisory Committee of current participants was formed to review, on a semi-annual basis, the activities of the Fund and to provide suggestions to enhance the Pool. The reported value of the County's position in the pool is the same as the fair value of the pool shares.

The Pension Plans of the Primary Government have separate investment policies that are set by each Pension Plan's Board of Trustees to assure overall diversification of investments. Custody of Plan assets is maintained at financial institutions selected by each Board, but the responsibility for selection of specific investments is delegated to appointed investment managers. The Policy seeks to achieve a long-term rate of return on investments, net of expenses that exceed benchmarks established by the investment committee and maintains sufficient income and liquidity to pay monthly retirement benefits. For the Police and Fire Pension Plans, the policy establishes a strategic target for asset allocation among equity securities (45%), fixed income (25%), real assets (10%), hedge funds (10%), and private equity (10%). For other Comprehensive and Supplemental Plans, the policy establishes a strategic target for asset allocation among equity securities (58%), fixed income (32%) and real estate (10%). The Plans are authorized to invest in U.S. Government securities, common and international stock, money market mutual funds, corporate bonds, repurchase agreements, and real estate. State statutes do not prohibit the Plans from participating in securities lending activities. All investments are valued at fair value. Fair value for investments in pooled separate accounts is determined using quoted market value or fair value as determined by valuation committees when quoted market value is not available. Assets of each Plan are held in separate trust funds. Within each trust, assets are held in custodial accounts for which the custodian makes no investment decisions. The investment policies allow the Plans' to invest in Alternative Investments which the Plans enter into under limited partnership agreements. The limited partnership determines the fair value of alternative investments when quoted market value is not available. The Plans use a third party administrator to aid in the evaluation of the Alternative Investments.

The Prince George's County, Maryland Non-Pension Post Employment Benefits Fund (the OPEB Trust Fund) was established during fiscal year 2008. In September 2010, the Board of Trustees established an investment policy to set forth the Trustees' investment objectives, policies, guidelines, monitoring and review procedures relating to the management and safekeeping of all assets of the OPEB Trust. The Fund's assets may be invested in domestic equity investments, convertible bonds, preferred stocks, US Government obligations, repurchase agreements, corporate bonds, asset backed securities, agency guaranteed mortgage pass-through securities, low risk collateralized mortgage obligations, and international investments. American Depository Receipts (ADRs) and dual listed foreign stocks may be held by each domestic equity manager to a maximum of 10%.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(b) Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting the exposure to fair value losses arising from rising interest rates, the Primary Government's investment policy limits investments with maturities greater than one year to a calculation based on 50% of the average of the investment low point for the last three years. Investments made with unspent bond proceeds may not have a maturity greater than 3 years at time of purchase. At June 30, 2015, investments with maturities greater than one year at the time of purchase were 25.0% of the portfolio. The table below includes the Primary Government's fixed income holdings by investment type, fair value, and maturity:

Primary Government Investments (in thousands)				
Investment Type	Fair Value	Less than 1 year	1 to 5	6 to 10
U.S. Agency Securities	\$ 195,421	\$ 15,017	\$ 180,404	\$ -
Certificates of Deposit	45,245	40,245	5,000	-
Money Market Mutual Funds	81,094	81,094	-	-
Local Government Investment Pool	420,911	420,911	-	-
	<u>\$ 742,671</u>	<u>\$ 557,267</u>	<u>\$ 185,404</u>	<u>\$ -</u>

The table below includes the OPEB Plan's fixed income holdings by investment type, fair value, and maturity:

OPEB Fund Investments (in thousands)					
Investment Type	Fair Value	Less than 1 year	1 to 5	6 to 10	over 10
Short-term investments	\$ 2,310	\$ 2,310	\$ -	\$ -	\$ -
	<u>\$ 2,310</u>	<u>\$ 2,310</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The Pension Plans' policies limit the average maturity and duration of certain investments. The table below includes the Pension Plans' fixed income holdings by investment type, fair value, and maturity:

Pension Fund Investments (in thousands) ⁽¹⁾					
Investment Type	Fair Value	Less than 1 year	1 to 5	6 to 10	over 10
U.S. Government Securities	\$ 16,886	\$ -	\$ 1,596	\$ 4,596	\$ 10,694
U.S. Agency Securities	9,735	3,204	3,803	-	2,729
Corporate Bonds	87,653	88	22,849	57,806	6,911
Asset-Backed Securities	45,732	-	1,973	13,407	30,352
Short-Term Investments	24,411	24,411	-	-	-
	<u>\$ 184,417</u>	<u>\$ 27,703</u>	<u>\$ 30,221</u>	<u>\$ 75,809</u>	<u>\$ 50,686</u>

⁽¹⁾ Table does not include International Government Securities or Real Estate Investment Trust investments, which do not have maturity dates.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(c) Credit Risk

Credit risk involves disclosing the credit quality of investments in debt securities as described by nationally recognized rating agencies. The Primary Government's investment policy prescribes the following credit quality standards. Bankers' acceptances and commercial paper must have a debt rating in the highest letter and numerical rating by at least one nationally recognized statistical rating organization as designated by the SEC. As of June 30, 2015, the primary government had investments in the following issuers with credit quality ratings as a percent of the total investments in debt securities:

Primary Government Fund Investments (in thousands)				
Credit Risk				
Investment Type	Amount	Moody's	S&P	%
U.S. Agency Securities	\$ 195,421	Aaa	AA+	28.02%
Government Money Market Mutual Funds	81,094	Aaa	AAAm	11.63%
Maryland Local Government Investment Pool	420,911	NR	AAAm	60.35%
	<u>\$ 697,426</u>			

As of June 30, 2015, the OPEB Plan had investments in the following issuers with credit quality ratings as a percentage of the total investments in debt securities:

OPEB FUND INVESTMENTS							
CREDIT RISK							
INVESTMENT TYPE	AMOUNT	MOODY'S	%	INVESTMENT TYPE	AMOUNT	S&P	%
Short-Term investments	2,310	NR	100.00%	Short-Term investments	2,310	NR	100.00%
	<u>\$ 2,310</u>				<u>\$ 2,310</u>		

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The Pension Plans' policies do not address credit quality, except a requirement that no more than 5% of investments can be committed to government sponsored entities unless they are AAA rated. During fiscal year 2015 the Plans investments in government sponsored entities with ratings below AAA exceeded the 5% limit. As of June 30, 2015 the Plans had investments in the following issuers with credit quality ratings as a percentage of the total investments in debt securities:

Pension Fund Investments ⁽¹⁾							
Credit Risk							
Investment Type	Amount	Moody's	%	Investment Type	Amount	S&P	%
U.S. Agency Securities	\$ 3,868	Aaa	2.31%				
U.S. Agency Securities	1,551	AA	0.93%	U.S. Agency Securities	4,155	AA	2.48%
U.S. Agency Securities	639	A	0.38%	U.S. Agency Securities	2,191	A	1.31%
U.S. Agency Securities	3,677	NR	2.19%	U.S. Agency Securities	3,389	NR	2.02%
Short-Term Investments	24,411	NR	14.57%	Short-Term Investments	24,411	NR	14.57%
Corporate Bonds	2,484	Aa	1.48%	Corporate Bonds	4,638	AA	2.77%
Corporate Bonds	8,519	A	5.09%	Corporate Bonds	7,171	A	4.28%
Corporate Bonds	2,889	Baa	1.72%	Corporate Bonds	5,047	BBB	3.01%
Corporate Bonds	18,575	Ba	11.09%	Corporate Bonds	24,862	BB	14.84%
Corporate Bonds	47,418	B	28.30%	Corporate Bonds	40,959	B	24.45%
Corporate Bonds	4,365	CAA	2.61%	Corporate Bonds	2,908	CCC	1.74%
Corporate Bonds	3,403	NR	2.03%	Corporate Bonds	2,068	NR	1.23%
Asset-Backed Securities	352	Aaa	0.21%	Asset-Backed Securities	90	AAA	0.05%
Asset-Backed Securities	361	A	0.22%	Asset-Backed Securities	361	A	0.22%
Asset-Backed Securities	7,285	NR	4.35%	Asset-Backed Securities	7,547	NR	4.50%
Mortgage-Backed Securities	524	AAA	0.31%	Mortgage-Backed Securities	536	AAA	0.32%
Mortgage-Backed Securities	1,059	AA	0.63%	Mortgage-Backed Securities	239	AA	0.14%
Mortgage-Backed Securities	263	A	0.16%	Mortgage-Backed Securities	348	A	0.21%
				Mortgage-Backed Securities	263	BBB	0.16%
Mortgage-Backed Securities	35,888	NR	21.42%	Mortgage-Backed Securities	36,348	NR	21.70%
	<u>\$ 167,531</u>				<u>\$ 167,531</u>		

⁽¹⁾ Table does not include International Government Securities or Real Estate Investment Trust investments, which do not have maturity dates.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(d) Concentration of Credit Risk

Concentration risk is the risk of loss attributed to the magnitude of the Pension Plans' investment in a single issuer. The Primary Government's investment policy establishes maximum percentages of the portfolio for an investment class. These percentages apply at the time the investment is purchased and may be overridden to satisfy liquidity requirements. The investment policy limits certain investments to less than 5% of total investments. The percentages are as follows:

Primary Government Investments	
Investment Type Name	Maximum %
U.S. Government Securities	100%
U.S. Agency Securities	90%
Repurchase Agreements	80%
Certificates of Deposit and Time Deposits	80%
Bankers' Acceptances	50%
Commercial Paper	5%
Pooled Investments	100%
Municipal Securities and Municipal Money Market Mutual Funds	100%

The OPEB Plan had no investments that exceed 5% that are required to be reported.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The Pension Plan policy limits certain investments to less than 5% of total investments. The following investments represent over 5% of total investments with a single investor.

	Pension Plans		
	<u>Police</u>	<u>Fire Service</u>	<u>Other</u>
State Street /PIMCO			
Bond Fund	\$ 86,046,788	\$ 38,374,250	\$ 36,822,978
Percentage	9.80%	9.70%	8.84%
State Street / Clarion Lion Properties Fund			
Equity Fund	-	-	\$ 20,793,179
Percentage	-	-	4.99%
State Street /Causway International			
Equity Fund	57,535,156	26,979,344	24,710,133
Percentage	6.55%	6.82%	5.93%
State Street /Pointer LP			
Alternative Investments	52,934,247	23,675,653	-
Percentage	6.03%	5.98%	-
State Street / SSGA S&P 500			
Equity Fund	58,497,356	23,849,320	-
Percentage	6.66%	6.03%	-
State Street / Ballie Gifford Funds			
Equity Fund	54,968,575	28,987,709	-
Percentage	6.26%	7.32%	-

(e) Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County or the Plans will not be able to recover deposits or collateral securities that are in the possession of an outside party. Deposits include bank accounts and non-negotiable certificates of deposit. Deposits at financial institutions were fully insured or collateralized at year-end.

Primary Government Cash and Investments Balances (in thousands)	
as of June 30, 2015	
Cash in Bank	\$ 6,685
Outstanding checks in zero balance accounts	(18,157)
Investments	742,671
	<u>\$ 731,199</u>

Custodial credit risk for investments is the risk that securities are uninsured, unregistered, and held by the counterparty, or by its trust department or agent, but not in the County or the Plans' name. As of June 30, 2015, there were no investments exposed to custodial credit risk.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(f) Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The primary government's policy does not allow investments in foreign denominations. The Pension Plans' policy allows the Plans to invest in foreign currency denominations, but does not address foreign currency exposure. The table below lists the Plans' foreign currency exposure for fixed income and equity securities as of June 30, 2015.

Other Pension Fund Investments (in thousands)					
Foreign Currency Exposure					
Local Currency	Equity	Income	Other	Total	%
Australian Dollar	1,881	5	240	2,126	0.13%
Canadian Dollar	1,763	213	5,042	7,018	0.42%
Danish Krone	927	-	-	927	0.05%
Euro Currency	7,398	28	909	8,335	0.49%
Hong Kong Dollar	1,793	11	164	1,968	0.12%
Israeli Shekei	494	-	-	494	0.03%
Japenese Yen	6,818	191	-	7,009	0.41%
New Zealand Dollar	283	8	-	291	0.02%
Norwegian Krone	343	105	-	448	0.03%
Pound Sterling	4,946	8	600	5,554	0.33%
Singapore Dollar	547	35	-	582	0.03%
South Korean Won	2,257	-	-	2,257	0.13%
Swedish Krona	703	11	-	714	0.04%
Swish Franc	1,605	-	-	1,605	0.09%
Total Foreign Holdings	\$ 31,758	\$ 615	\$ 6,955	\$ 39,328	2.33%

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(g) Securities Lending

The Board of Trustees for the Plans authorizes the lending of securities to broker-dealers for collateral that will be returned for the same securities in the future. The collateral securities, letters of credit and cash are initially pledged at 100% of the market value of the securities lent and revalued daily to ensure that the collateral does not fall below 100%. The Plans are indemnified of credit risk as it relates to counterparty loan activity. The collateral securities and letters of credit cannot be sold or pledged unless the borrower defaults. As a result, such amounts have not been reported as assets and liabilities in the combined statement of plan net position of the Pension Trust Funds. Cash collateral is invested in the Plans' custodian's short-term investment pool, which at year-end has an average duration of 28 days and an average weighted maturity of 109 days. The relationship between the maturities of the investment pool and the Plans' loans is affected by the maturities of the securities loans made by other entities that use the pool, which the Plans cannot determine. Securities lent for cash collateral are unclassified in the Combined Statement of Plan Net Position. Securities lent for securities or letters of credit collateral are classified according to the category of custodial risk for the collateral. The collateral held and the fair value of securities on loan as of June 30, 2015 totaled \$3,235,958 and \$3,179,860, respectively. Cash collateral held, amounting to \$3,235,958 is included as an asset and liability in the accompanying financial statements at year-end. .

(h) Derivatives

The Investment Policy of the Pension Plans allows the plans to invest in certain derivatives in order to increase potential earnings and hedge against potential losses. In fiscal year 2015 the Plans invested directly in various derivatives including futures contracts, forward currency contacts, and rights. During the fiscal year the plans had the following derivative instrument activity:

Investment Type	Notional Amount	Changes in Fair Value	Classification	Fair Value at June 30, 2015
Foreign Currency Forward Contracts	\$ -	\$ 90,967	Long-Term Instruments	\$ -
Rights	-	-	Common Stock	-
Warrants	13,008	(6)	Common Stock	-
	<u>\$ 13,008</u>	<u>\$ 90,961</u>		<u>\$ -</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(5) Interfund Receivables, Payables, and Transfers

Interfund balances for the Primary Government as of June 30, 2015 are as follows:

Due from/to other funds:			
Receivable Fund	Payable Fund		Amount
General Fund	Federal and State Aided Programs	\$	18,500,000
	Capital Projects		130,500,000
	Solid Waste Fund		5,000,000
			<u>\$ 154,000,000</u>
Due from/to other entities:			
Receivable Entity	Payable Entity		Amount
Component Unit - Board of Education	Primary Government - Capital Projects Fund	\$	2,015,262
Component Unit - Memorial Library	Primary Government - Capital Projects Fund		81,780
			<u>\$ 2,097,042</u>
Primary Government - General Fund	Component Unit - Housing Authority	\$	3,693,380
Primary Government - General Fund	Component Unit - Community Television		450,000
Primary Government - General Fund	Component Unit - Revenue Authority		826,998
Primary Government - General Fund	Component Unit - Board of Education		1,604,523
Primary Government - Internal Service Funds	Component Unit - Community College		584,241
Primary Government - Internal Service Funds	Component Unit - Memorial Library		5,513
			<u>\$ 7,164,655</u>

The balance due to the General Fund from other funds is the result of temporary borrowing to cover cash deficits. Amounts due from component units are related to risk management or other contractual agreements.

Interfund transfers for the Primary Government as of June 30, 2015 are as follows:

Transfers from/to other funds:			
Transfers From	Transfers To		Amount
General Fund	Nonmajor Governmental Funds		84,551,094
Nonmajor Governmental Funds	General Fund		3,293,216
Capital Projects	Nonmajor Governmental Funds		4,699,351
			<u>\$ 92,543,661</u>

The Property Management and Collington Center funds that were reported as Special Revenue Funds in fiscal year 2014 are reported in the General Fund in fiscal year 2015. Their fund balances (\$3.3M) as of July 1, 2014 were transferred to the General Fund. The other transfers are to support contributions to grants and debt service.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(6) Due From Other Governmental Units

The State owes the Primary Government \$105,918,685 for its share of income tax collections. The other Primary Government amounts are primarily grant-related receivables. A summary of amounts due from other governmental units at June 30, 2015 is listed below:

	State of Maryland	Federal Government	Other Sources	Total
Primary Government	\$ 153,601,477	16,510,549	13,974,609	184,086,635
Component Units:				
Board of Education	24,900,268	21,935,363	27,615,416	74,451,047
Other Component Units	1,526,925	3,240,890	99,746	4,867,561
Total	26,427,193	25,176,253	27,715,162	79,318,608
Total Reporting Entity	\$ 180,028,670	41,686,802	41,689,771	263,405,243

(7) Capital Assets

(a) Governmental Activities

Changes in capital assets during fiscal year 2015 were as follows:

	Balance July 1, 2014	Additions	Disposals and Completed Construction	Balance June 30, 2015
Primary Government:				
Capital assets, not being depreciated:				
Land	\$ 91,293,139	6,671,099	-	97,964,238
Construction in progress	124,840,015	85,311,738	121,811,950	88,339,803
Total capital assets, not being depreciated:	<u>216,133,154</u>	<u>91,982,837</u>	<u>121,811,950</u>	<u>186,304,041</u>
Capital assets, being depreciated:				
Buildings and improvements	507,135,918	87,230,675	-	594,366,593
Equipment	176,496,141	13,464,966	4,470,376	185,490,731
Infrastructure	2,744,750,608	55,705,666	-	2,800,456,274
Total capital assets, being depreciated:	<u>3,428,382,667</u>	<u>156,401,307</u>	<u>4,470,376</u>	<u>3,580,313,598</u>
Less accumulated depreciation for:				
Buildings and improvements	138,956,481	11,550,954	-	150,507,435
Equipment	133,574,692	17,272,980	4,300,610	146,547,062
Infrastructure	1,123,002,356	48,031,562	-	1,171,033,918
Total accumulated depreciation	<u>1,395,533,529</u>	<u>76,855,496</u>	<u>4,300,610</u>	<u>1,468,088,415</u>
Total capital assets being depreciated, net	<u>2,032,849,138</u>	<u>79,545,811</u>	<u>169,766</u>	<u>2,112,225,183</u>
Governmental activities capital assets	<u>\$ 2,248,982,292</u>	<u>171,528,648</u>	<u>121,981,716</u>	<u>2,298,529,224</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

Depreciation expense was charged to functions/programs of governmental activities as follows:

Governmental Activities:			
General government		\$	21,349,065
Public safety			8,728,628
Environmental			323,647
Health and Human Services			349,518
Infrastructure and Development			45,916,823
Capital assets being held by internal service funds are charged to the various functions based on their usage of the assets			187,816
Total depreciation expense - governmental activities		\$	<u>76,855,496</u>

Construction of capital assets in progress for the Primary Government at June 30, 2015, exclusive of Proprietary Fund assets and improvements not capitalized, is as follows:

	<u>Project No.</u>	Expended through <u>June 30, 2015</u>
Training/Administration Headquarters	3.50.0006	\$ 23,668,134
Records Management System	8.31.0001	2,313,266
Virginia Manor Road	4.66.0019	16,006,638
Oxon Hill Road	4.66.0025	15,883,600
Other public facilities	Various	1,238,339
Other library projects	Various	4,855,212
Public safety projects	Various	5,109,347
Other road and bridge projects	Various	<u>19,265,267</u>
Total Primary Government		<u>\$ 88,339,803</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(b) Business-type Activities

Changes in capital assets during fiscal year 2015 were as follows:

	Balance <u>July 1, 2014</u>	<u>Additions</u>	<u>Disposals and Completed Construction</u>	Balance <u>June 30, 2015</u>
Capital assets, not being depreciated:				
Land	\$ 26,904,308	131,670	-	27,035,978
Construction in progress	80,096,539	23,001,207	-	103,097,746
Total capital assets, not being depreciated:	<u>107,000,847</u>	<u>23,132,877</u>	-	<u>130,133,724</u>
Capital assets, being depreciated:				
Buildings and improvements	34,621,730	-	-	34,621,730
Equipment and vehicles	33,397,327	30,024	732,539	32,694,812
Landfill property in service	121,336,027	-	-	121,336,027
Stormwater property in service	193,036,329	2,361,938	-	195,398,267
Total capital assets being depreciated:	<u>382,391,413</u>	<u>2,391,962</u>	<u>732,539</u>	<u>384,050,836</u>
Less accumulated depreciation for:				
Buildings and improvements	15,222,606	861,285	-	16,083,891
Equipment and vehicles	22,870,656	2,657,120	614,778	24,912,998
Landfill property in service	98,204,720	5,590,440	-	103,795,160
Stormwater property in service	53,137,957	4,344,984	-	57,482,941
Total accumulated depreciation	<u>189,435,939</u>	<u>13,453,829</u>	<u>614,778</u>	<u>202,274,990</u>
Total capital assets being depreciated, net	<u>192,955,474</u>	<u>(11,061,867)</u>	<u>117,761</u>	<u>181,775,846</u>
Business-type activities capital assets	<u>\$ 299,956,321</u>	<u>12,071,010</u>	<u>117,761</u>	<u>311,909,570</u>

Depreciation expense was charged to functions / programs of the business-type activities as follows:

Solid Waste Fund	\$ 8,670,639
Stormwater Management Fund	4,783,190
Total depreciation expense - business-type activities	<u>\$ 13,453,829</u>

As of June 30, 2015, construction requisitions outstanding for governmental and proprietary funds of the Primary Government totaled approximately \$18.9 million and \$19.9 million, respectively.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

Changes in capital assets for the Stormwater Management Fund during 2015 were as follows:				
	Balance July 1, 2014	Additions	Disposals and Completed Construction	Balance June 30, 2015
Capital assets, not being depreciated:				
Land	\$ 15,598,226	131,670	-	15,729,896
Construction in progress	54,834,503	19,279,567	-	74,114,070
Total capital assets, not being depreciated:	70,432,729	19,411,237	-	89,843,966
Capital assets, being depreciated:				
Buildings and improvements	242,525	-	-	242,525
Equipment and vehicles	4,141,597	-	55,726	4,085,871
Stormwater property in service	193,036,329	2,361,938	-	195,398,267
Total capital assets being depreciated:	197,420,451	2,361,938	55,726	199,726,663
Less accumulated depreciation for:				
Buildings and improvements	239,291	3,234	-	242,525
Equipment and vehicles	2,961,202	434,972	52,939	3,343,235
Stormwater property in service	53,137,957	4,344,984	-	57,482,941
Total accumulated depreciation	56,338,450	4,783,190	52,939	61,068,701
Total capital assets being depreciated, net	141,082,001	(2,421,252)	2,787	138,657,962
Stormwater Management Fund capital assets	\$ 211,514,730	16,989,985	2,787	228,501,928
Changes in capital assets for the Solid Waste Fund during 2015 were as follows:				
	Balance July 1, 2014	Additions	Disposals and Completed Construction	Balance June 30, 2015
Capital assets, not being depreciated:				
Land	\$ 11,306,082	-	-	11,306,082
Construction in progress	25,262,036	3,721,640	-	28,983,676
Total capital assets, not being depreciated:	36,568,118	3,721,640	-	40,289,758
Capital assets, being depreciated:				
Buildings and improvements	34,379,205	-	-	34,379,205
Equipment and vehicles	29,255,730	30,024	676,813	28,608,941
Landfill property in service	121,336,027	-	-	121,336,027
Total capital assets being depreciated:	184,970,962	30,024	676,813	184,324,173
Less accumulated depreciation for:				
Buildings and improvements	14,983,315	858,051	-	15,841,366
Equipment and vehicles	19,909,454	2,222,148	561,839	21,569,763
Landfill property in service	98,204,720	5,590,440	-	103,795,160
Total accumulated depreciation	133,097,489	8,670,639	561,839	141,206,289
Total capital assets being depreciated, net	51,873,473	(8,640,615)	114,974	43,117,884
Solid Waste Fund capital assets	\$ 88,441,591	(4,918,975)	114,974	83,407,642

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

Construction in progress in the enterprise funds as of June 30, 2015 consists of the following:

Primary Government - Business-type Activities:			
o	Stormwater Management Enterprise Fund		
	- Stormdrain Relief Program (5.54.0005)	\$	14,078,161
	- Water Quality Control Facility (5.54.0006)		718,191
	- Anacostia Retrofit (5.54.0008)		2,569,877
	- Street Tree Removal & REplacement (5.66.0001)		726,744
	- Stormwater Management Restoration (5.66.0002)		11,910,583
	- Watershed Implementation Plan II (5.54.0017)		6,314,080
	- Major Reconstruction – DPWT (5.54.0011)		23,454,669
	- COE Anacostia Restoration (5.54.0012)		4,525,877
	- Bladensburg Environmental Revitalization (5.54.0013)		6,856,978
	- Other miscellaneous projects		2,958,910
			<u>74,114,070</u>
o	Solid Waste Enterprise Fund		
	- Brown Station Landfill Expansion (5.54.0001)		10,136,776
	- Rural Convenience Center (5.54.0002)		311,203
	- Sandy Hill Landfill Expansion (5.54.0003)		17,626,138
	- Commercial Manufacturer/Waste Transfer Station (5.54.0004)		909,559
			<u>28,983,676</u>
	Total Primary Government - Business-type Activities	\$	<u>103,097,746</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(c) Component Units Capital Assets Activity

Changes in Board of Education capital assets during fiscal year 2015 were as follows:				
	Balance		Disposals and	Balance
	<u>June 30, 2014</u>	Additions	<u>Completed Construction</u>	<u>June 30, 2015</u>
Capital assets, not being depreciated:				
Land	\$ 23,619,039	-	-	23,619,039
Construction in progress	83,489,499	75,330,808	92,494,738	66,325,569
Total capital assets, not being depreciated:	<u>107,108,538</u>	<u>75,330,808</u>	<u>92,494,738</u>	<u>89,944,608</u>
Capital assets, being depreciated:				
Buildings and improvements	1,697,530,187	88,134,825	42,454	1,785,622,558
Equipment and vehicles	163,658,979	27,354,694	5,657,324	185,356,349
Total capital assets, being depreciated:	<u>1,861,189,166</u>	<u>115,489,519</u>	<u>5,699,778</u>	<u>1,970,978,907</u>
Less accumulated depreciation for:				
Buildings and improvements	656,328,742	51,124,491	113,432	707,339,801
Equipment and vehicles	87,397,998	13,305,659	4,847,160	95,856,497
Total accumulated depreciation	<u>743,726,740</u>	<u>64,430,150</u>	<u>4,960,592</u>	<u>803,196,298</u>
Total capital assets being, depreciated, net	<u>1,117,462,426</u>	<u>51,059,369</u>	<u>739,186</u>	<u>1,167,782,609</u>
Component units - Board of Education capital assets	<u>\$ 1,224,570,964</u>	<u>126,390,177</u>	<u>93,233,924</u>	<u>1,257,727,217</u>
Changes in other component units' capital assets during fiscal year 2015 were as follows:				
	Balance		Disposals and	Balance
	<u>June 30, 2014</u>	Additions	<u>Completed Construction</u>	<u>June 30, 2015</u>
Capital assets, not being depreciated:				
Land (restated)	\$ 66,024,365	980,038	-	67,004,403
Construction in progress	1,385,175	46,683	-	1,431,858
Total capital assets, not being depreciated:	<u>67,409,540</u>	<u>1,026,721</u>	<u>-</u>	<u>68,436,261</u>
Capital assets, being depreciated:				
Buildings and improvements	277,581,594	18,603,872	-	296,185,466
Equipment and vehicles	55,462,535	5,439,898	3,208,477	57,693,956
Total capital assets, being depreciated:	<u>333,044,129</u>	<u>24,043,770</u>	<u>3,208,477</u>	<u>353,879,422</u>
Less accumulated depreciation for:				
Buildings and improvements	97,659,669	7,483,248	-	105,142,917
Equipment and vehicles	34,983,192	6,860,977	3,201,192	38,642,977
Total accumulated depreciation	<u>132,642,861</u>	<u>14,344,225</u>	<u>3,201,192</u>	<u>143,785,894</u>
Total capital assets being, depreciated, net	<u>200,401,268</u>	<u>9,699,545</u>	<u>7,285</u>	<u>210,093,528</u>
Other component units - capital assets	<u>\$ 267,810,808</u>	<u>10,726,266</u>	<u>7,285</u>	<u>278,529,789</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(8) Risk Management

Details of estimated liabilities on pending claims, by fund, at June 30, 2015 are as follows:

	Risk Management	Other	
	<u>Pools</u>	<u>Self-Insurance</u>	<u>Total</u>
Primary Government:			
Internal Service Funds:			
Unemployment Compensation	\$ -	\$ 105,029	\$ 105,029
Property Loss	439,766	-	439,766
Automobile Liability	2,821,949	-	2,821,949
Workers' Compensation	131,995,664	-	131,995,664
General Liability	10,443,427	-	10,443,427
Life and Health Benefits	-	12,690,532	12,690,532
Total Primary Government	<u>\$ 145,700,806</u>	<u>\$ 12,795,561</u>	<u>\$ 158,496,367</u>

The Primary Government, together with the Board of Education, the Board of Trustees for Prince George's Community College, and the Board of Trustees of Prince George's County Memorial Library are exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains various pooled risk management Internal Service Funds (comprised of the above mentioned members) to account for and finance its uninsured losses. Under this program, the County is an approved self-insurer by the State of Maryland, and as such, is subject to provide coverage according to State mandatory limits of \$500,000 per injury. Property coverage is self-insured for \$250,000 per incident with excess insurance above this level provided by The Travelers Indemnity Company (Travelers), which includes replacement values of both structures and contents. Liability coverage is self-insured. The County has a liability limit under the State Tort Claims Act of \$200,000 per person not to exceed \$500,000 per incident for all participants with the exception of the Board of Education, which retains immunity at \$100,000 per incident. These limits do not apply to claims brought under Federal jurisdiction. Excess liability coverage is provided by Travelers at the \$1,000,000 through \$5,000,000 levels for the Community College and the Library. There were no losses in excess of insurance coverage in the last three fiscal years. Insurance coverage at June 30, 2015 is consistent with the prior year.

Participants of the risk management pools normally make contributions based upon prior experience with evaluations conducted annually by an actuary. In fiscal year 2015, the Primary Government made contributions amounting to \$48,859,983. The actuarially computed claims liability has been discounted at a rate of 5 percent, based on the pool's investment yield rate and current economic conditions.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The total claims liability of \$145,700,806 reported for the risk management pools at June 30, 2015 is based upon the requirements of GAAP, which requires that a liability for claims be recognized if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated, including claims incurred but not reported. The liability estimates are supported by an independent actuarial review made as of June 30, 2015. The funds do not utilize annuity contracts from commercial insurers; therefore, all known liabilities have been disclosed during this reporting period. Changes in the funds' claims liability amounts in fiscal years 2014 and 2015 were as follows:

	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at End of Fiscal Year</u>
Fiscal year 2014	\$135,823,560	46,521,510	(48,005,488)	134,339,582
Fiscal year 2015	\$134,339,582	56,684,617	(45,323,393)	145,700,806

The following is a summary of the fiscal year 2015 claims expenses by fund:

	<u>Total Claim Payments</u>	<u>Liability on Pending Claims Adjustment</u>	<u>Total Claims Expenses</u>
Property Loss Fund	\$ 24	\$ 7,251	\$ 7,275
Auto Liability Fund	1,768,666	(417,879)	1,350,787
Workers' Compensation Fund	41,332,239	11,083,314	52,415,553
General Liability Fund	2,222,464	688,538	2,911,002
	<u>\$ 45,323,393</u>	<u>\$ 11,361,224</u>	<u>\$ 56,684,617</u>

The Primary Government maintains separate Internal Service Funds for unemployment compensation and life and health benefits. An independent actuary is not involved in evaluating contribution levels and estimated claims for the Unemployment Compensation or Life and Health Benefits Internal Service Funds. Changes in these funds' claims liability amount in fiscal years 2014 and 2015 were as follows:

	<u>Balance at Beginning of Fiscal Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at End of Fiscal Year</u>
Fiscal year 2014	\$12,246,134	49,094,238	(49,006,003)	12,334,369
Fiscal year 2015	\$12,334,369	51,659,526	(51,198,334)	12,795,561

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(9) Pension Plans

(a) Primary Government

Employees of the Primary Government participate in the following pension plans:

The majority of employees participate in the statewide local government retirement system pension plan listed below. It is a cost-sharing, multiple-employer, defined benefit pension plan administered by the Maryland State Retirement and Pension System (MSRPS)], in accordance with Article 73B of the annotated Code of Maryland.

- Employees Retirement and Pension System of Maryland

Public safety employees of the Primary Government may participate in the following single-employer, defined benefit pension plans:

- Police Pension Plan
- Fire Service Pension Plan
- Deputy Sheriffs' Comprehensive Pension Plan
- Correctional Officers' Comprehensive Pension Plan

Qualified employees can also supplement the State Retirement and Pension System plan with one of the following single-employer, defined benefit "Supplemental Plans":

- Deputy Sheriffs' Supplemental Pension Plan
- Correctional Officers' Association Supplemental Pension Plan
- AFSCME Local 241 (Crossing Guards) Supplemental Pension Plan
- AFSCME Local 2462, and 2735 Supplemental Pension Plan
- General Schedule Employees Supplemental Pension Plan
- Fire Civilian Supplemental Pension Plan
- Police Civilian Supplemental Pension Plan

(i) Plans Administered by the State Retirement and Pension System of Maryland (MSRPS) - [Multiple-employer, Cost-sharing, Defined Benefit Pension Plans]

Qualified full-time and permanent part-time general service employees and officers of the Primary Government participate in the statewide Retirement System or Pension System plans administered by the MSRPS. Effective June 1, 1984, employees who were members of a Retirement System on December 31, 1979, could elect to join a Pension System or remain in a Retirement System. All employees hired on or after January 1, 1980, are required to join the Pension System. All MSRPS plans have provisions for early retirement, death, and disability benefits.

Article 73B of the Annotated Code of Maryland assigns the authority to establish and amend benefit and contribution provisions to SRPS' Board of Trustees. MSRPS issues a publicly available financial report that includes financial statements and required supplementary information on the Plans. Requests for copies of annual financial reports should be addressed to MSRPS' administrative offices located at 120 East Baltimore Street, Baltimore, Maryland 21202, or can be made by telephoning (410) 625-5555 or 1-800-492-5909.

Participants of the Pension System plan contribute 5% of earnings above the Social Security wage base and may retire with full benefits after 30 years of service regardless of age or at age 62 or older with specified years of service. Retirement benefits are based on the participant's highest average annual compensation during any 3 consecutive years of credited service.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

Participants of the Retirement System plan contribute 7% of annual compensation and upon retirement are entitled to unlimited cost-of-living adjustments, or contribute 5% of annual compensation and upon retiring are limited to 5% cost-of living increases annually. Retirement System participants may retire with full benefits after attaining age 60, or after completing 30 years of service, regardless of age. Annual retirement benefits are equal to 1/55 of the average of the participant's three highest years of annual compensation, multiplied by the number of years of credited service. The Primary Government made the actuarially required contributions of \$15,745,854 for fiscal year 2015

(ii) Police, Fire Service, Deputy Sheriff's, Correctional Officers', and Supplemental Pension Plans [Single-Employer, Defined Benefit Pension Plans]

Plan Descriptions

The Primary Government has adopted the Police Pension Plan, Fire Service Pension Plan, Deputy Sheriff's Comprehensive Pension Plan, Correctional Officers' Comprehensive Pension Plan, Deputy Sheriff's Supplemental Pension Plan, Correctional Officers' Association Supplemental Pension Plan, AFSCME Local 241 (Crossing Guards) Supplemental Pension Plan, AFSCME Locals 1691, 2462, and 2735 Supplemental Pension Plan, General Schedule Employees Supplemental Pension Plan, Fire Civilian Supplemental Pension Plan, and Police Civilian Supplemental Pension Plan. The Pension Plans provide retirement and disability benefits for all full-time employees. Administrative, investment, and member benefit service responsibilities are provided by a separate Board of Trustees for each Plan. Such Trustees have the authority to amend benefit provisions and contribution requirements. Currently, each Plan has the same Retirement Administrator, who is an employee of the Primary Government.

Normal retirement is at age 55 or after 20 years of service for police officers, firefighters, paramedics, deputy sheriffs and correctional officers under the Comprehensive Plans. For AFSCME Local 241 (Crossing Guards), AFSCME Locals 2462 and 2735, general schedule employees, and deputy sheriff's under the supplemental plan, normal retirement age is the earliest of age 62 with 5 years of service, age 55 with 15 years of service, any age with 30 years of service, or 25 years of service for deputy sheriff's. For correctional officers under the supplemental plan, normal retirement is the earliest of age 60 or 25 years of County service. Retirement benefits are calculated as a percentage of average compensation, with such percentage determined by length of credited service up to a maximum of 85% for 30 years of service for police officers, firefighters, paramedics, deputy sheriffs, and correctional officers under the Comprehensive Plans. For general schedule, fire civilian employees, AFSCME Locals 2462, and 2735, and police civilian employees the maximum retirement benefit is 30% for 30 years of service, 22.5% for 30 years of service for AFSCME Local 241 (crossing guards), 36% for 30 years of service for deputy sheriff's, and 38.75% for 30 years of service for correctional officers under the Supplemental Plans.

The Pension Plans are classified by the Primary Government as Pension Trust Funds and separate financial statements are prepared using the accrual basis of accounting. Employee and employer contributions are recognized as revenue in the period in which employee services are performed and expenses, benefits, and refunds are recognized when corresponding liabilities are incurred, regardless of when payment is made. Investments of the pension funds, represented by equity in pooled pension trust funds and cash and investments are carried at market value (or at a fair value when a quoted market value is not available) as reported by the investment managers. Complete separate financial statements may be obtained at the following address: Prince George's County Office of Personnel, 1400 McCormick Drive, Room 110, Largo, Maryland 20774.

Funding Policy

Contributions to the Plans for 2015 were made in accordance with actuarially determined requirements computed through an actuarial valuation performed as of July 1, 2014. The Primary Government's fiscal year 2014 total payroll was \$504,339,232. Employee contribution rates are determined by collective-bargaining agreements or by the Board of Trustees for each Plan. Participant contributions are included in the plan assets and are 100% vested with the employee. Upon termination of employment, a participant may elect to receive a refund of contributions; if there has been at least five years of credited service, the participant may instead elect a retirement annuity upon attaining retirement age. Participants begin vesting in employer contributions after 5 years of credited service.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The contribution rates as a percentage of covered payrolls during fiscal year 2015 were as follows:

		July 1, 2014 to June 30, 2015	
		Employee	Employer
		Rates	Rates
Comprehensive Plans:			
	Police	6.00%	55.00%
	Fire Service	6.00	64.50
	Deputy Sheriff's	10.00	45.30
	Correctional Officers'	12.00	36.86
Supplemental Plans:			
	Deputy Sheriff's	5.20	154.50
	Correctional Officers'	5.75	43.11
	Crossing Guards	4.39	5.57
	AFSCME	1.78	8.09
	General Schedule	3.77	8.38
	Fire Civilian	5.27	13.55
	Police Civilian	4.76	6.17

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred inflows of Resources Related to Pensions

At June 30, 2015 the County reported a liability of \$123,525,669 for its proportionate share of the net pension liability of the MSRPS. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by and actuarial valuation as of that date. As of June 30, 2014, the County's proportionate share was 0.696%.

At June 30, 2015 the County reported a liability of \$1,210,860,910 for its other County Plans. The total pension liability, net pension liability, and certain sensitivity information shown in this report are based on an actuarial valuation performed as of July 1, 2014. The total pension liability was rolled forward from the valuation date to the plan year ending June 30, 2015 using generally accepted actuarial principles.

For fiscal year ended June 30, 2015, the County recognized pension expense of \$157,970,927.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

		Net Pension Liability	Pension Expense
	Proportionate share of MSRPS	\$ 123,525,669	\$ 11,057,599
	County Plans		
	Comprehensive Plans:		
	Police	594,994,642	72,302,252
	Fire Service	368,419,333	44,236,825
	Deputy Sheriff's	59,961,501	7,568,956
	Correctional Officers'	97,629,561	11,406,393
	Supplemental Plans:		
	Deputy Sheriff's	5,778,591	572,986
	Correctional Officers'	1,160,476	226,119
	Crossing Guards	526,795	58,862
	AFSCME	16,512,510	3,118,282
	General Schedule	54,355,304	6,333,159
	Fire Civilian	4,366,716	382,532
	Police Civilian	7,155,481	706,962
	Total	<u>\$ 1,334,386,579</u>	<u>\$ 157,970,927</u>

At June 30, 2015 the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

		Deferred Outflow of Resources	Deferred Inflow of Resources
Changes in assumptions			
	Proportionate share of MSRPS	\$ 5,109,589	-
Difference between expected and actuarial experience			
Comprehensive Plans:			
	Police	5,953,575	-
	Fire Service	9,025,634	-
	Deputy Sheriff's	1,910,863	-
	Correctional Officers'	160,126	-
Supplemental Plans:			
	Crossing Guards	-	12,171
	AFSCME	-	736,952
	General Schedule	3,004,959	-
	Fire Civilian	-	119,625
	Police Civilian	190,764	-
Net difference between projected and actual earnings on pension plan investments			
	Proportionate share of MSRPS	-	13,520,691
Comprehensive Plans:			
	Police	26,386,967	-
	Fire Service	13,329,003	-
	Deputy Sheriff's	1,957,490	-
	Correctional Officers'	3,564,337	-
Supplemental Plans:			
	Deputy Sheriff's	119,710	-
	Correctional Officers'	231,662	-
	Crossing Guards	16,633	-
	AFSCME	2,564,715	-
	General Schedule	4,034,292	-
	Fire Civilian	234,457	-
	Police Civilian	658,681	-
County contributions subsequent to the measurement			
	Proportionate share of MSRPS	15,745,854	-
		<u>\$ 95,640,452</u>	<u>\$ 14,389,439</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The \$15,745,854 reported as deferred outflows of resource related to pensions resulting from the County's contributions will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended				
June 30		MSRPS	Other Plans	Total
2016	\$	(1,682,220)	17,311,992	15,629,772
2017		(1,682,220)	17,311,992	15,629,772
2018		(1,682,220)	17,311,992	15,629,772
2019		(1,682,220)	17,334,295	15,652,075
2020		(1,682,222)	3,741,314	2,059,092
Thereafter		-	904,677	904,677
Total	\$	(8,411,102)	73,916,262	65,505,160

Actuarially Assumptions

The total pension liability in the actuarial valuations was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	MSRPS Plan:		County Plans
Valuation Date	June 30, 2014	Valuation Date	July 1, 2014
Measurement Date	June 30, 2014	Measurement Date	June 30, 2015
Inflation	2.9% general, 3.4% Payroll growth rate	Inflation	2.75% general, 3.00% Payroll growth rate
Salary Increases	3.4% - 11.9%, inflation	Salary Increases	1.00% - 7.00%
Investment Rate of Return	7.65%	Investment Rate of Return	7.50%
Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2012 valuation pursuant to an experience study of the period 2006-2010.		Experience-based table of rates that are specific to the type of eligibility condition. Updated for the 2014 valuation pursuant to an experience study of the period 2008-2013.	
RP 2000 Combined Healthy Mortality Table projected to the year 2025		RP 2014 Health Annuitant Mortality Table with rates multiplied by 0.75 for males and 1.10 for females for non-disabled annuitants and 1.00 and 1.35	
There were no benefit changes during the year. Adjustments to roll forward liabilities were made to reflect the following assumption changes in the 2014 valuation		There were no benefit changes during the year. The total pension liability was rolled forward from the actuarial valuation date to the measurement date.	
Investment rate of return changed from 7.70% to 7.65%			

The long-term expected rate of return on pension plan investment are determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, 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 class included in the pension plan's target asset allocation are presented in the table below:

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

MSRPS				Police and Fire Service Plans				Other Comprehensive and Supplemental Plans			
		Long-Term Expected				Long-Term Expected				Long-Term Expected	
Asset Class	Target Allocation	Real Rate of Return		Asset Class	Target Allocation	Real Rate of Return		Target Allocation		Real Rate of Return	
Public Equity	35.00%	4.70%		Hedge Funds	10.00%	4.50%		10.00%		4.50%	
Fixed Income	10.00%	2.00%		Private Equity	10.00%	8.75%		10.00%		8.75%	
Credit Opportunity	10.00%	2.00%		Real Assets	10.00%	8.05%		10.00%		8.05%	
Real Return	14.00%	2.80%		TIPS	5.00%	1.50%		4.00%		1.50%	
Absolute Return	10.00%	5.00%		High Yield	5.00%	4.25%		4.00%		4.25%	
Private Equity	10.00%	6.30%		Core/Core Fixed Income	15.00%	2.75%		19.00%		2.50%	
Real Estate	10.00%	4.50%		Emerging Market	4.50%	8.00%		4.50%		8.00%	
Cash	100%	140%		International Developed	18.00%	6.00%		17.00%		6.00%	
				Domestic Small Cap	4.50%	4.75%		4.50%		4.75%	
				Domestic Large Cap	18.00%	4.50%		17.00%		4.50%	

For the year ended June 30, 2014 the money-weighted weight of return on pension plan investments, net of pension plan investment expense, for the MSRPS was 14.38%. For the year ended June 30, 2015 the money-weighted weight of return on pension plan investments, net of pension plan investment expense, for the Police, Fire Service, and Other Comprehensive and Supplemental Plans was 4.25%, 4.38%, and 3.38% respectively. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

Single discount rates of 7.65% and 7.5% were used to measure the total pension liability for the MSRPS and Other County Plans, respectively. The single discount rate was based on the expected rate of return on pension plan investments of 7.65 and 7.5%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumption, 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.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

Sensitivity of the Net Pension Liability

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using single discount rate that is 1-percent-point lower or 1-percentage-point higher:

Sensitivity of Net Pension Liability to the Single Discount Rate Assumption				
Plan	Current Single			
	Discount Rate			
	(SDR) Assumption	1% Decrease	SDR	1% Increase
MSRPS	7.65%	\$ 178,016,036	\$ 123,525,669	\$ 77,883,102
Police	7.50%	773,255,556	594,994,642	446,895,702
Fire Service	7.50%	460,538,849	368,419,333	291,880,926
Deputy Sheriffs' Comprehensive	7.50%	74,328,216	59,961,501	47,950,715
Correctional Officers' Comprehensive	7.50%	124,294,235	97,629,561	75,482,776
Deputy Sheriffs' Supplemental	7.50%	6,705,313	5,778,591	4,989,036
Correctional Officers' Supplemental	7.50%	2,144,392	1,160,476	325,815
Crossing Guards	7.50%	700,511	526,795	374,323
AFSCME	7.50%	27,972,487	16,512,510	6,801,725
General Schedule	7.50%	74,095,382	54,355,304	37,554,610
Fire Civilian	7.50%	5,664,474	4,366,716	3,261,781
Police Civilian	7.50%	10,649,840	7,155,481	4,234,251
		\$ 1,738,365,291	\$ 1,334,386,579	\$ 997,634,762

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's net position is available in the separately issued financial reports. The MSRPS plan may be obtained on the Internet at <http://www.sra.maryland.gov/Agency/Downloads/CAFR/>; by writing to the MSRPS at 120 East Baltimore Street, Baltimore, Maryland 21202; or by calling (410)- 625-5555 or 1-800-492-5909. The County's other reports may be obtained by contain the Prince George's County Office of Personnel at 1400 McCormick Drive, Room 110, Largo, Maryland 20774.

(b) Component Units

Generally, all employees of the Board of Education, the Housing Authority, the Community College, the Memorial Library, and certain employees of the PGCT participate in one of the statewide Employee's Retirement and Pension Systems or Teacher's Retirement and Pension Systems. Information covering the Housing Authority and PGCT is included with the Primary Government because those individuals are also employees of the Primary Government. Separate financial statements prepared for the Board of Education, Memorial Library, and Community College, are available to the general public [see note 1(a)], and reflect detailed information relevant to their participation in MSRPS. Review of these financial statements indicates the Component Units individually met the actuarially determined contribution requirements for fiscal years 2015, 2014, and 2013. Additional MSRPS information is included in the table below:

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

	Board of Education	Community College	Memorial Library
Proportionate share of MSRPS	0.75100%	0.01820%	0.00787%
Net Pension Liability	\$ 133,245,038	\$ 3,221,728	\$ 1,397,000
Pension Expense	11,927,643	39,884	40,264
Deferred Outflows	24,111,597	485,868	224,456
Deferred Inflows	14,584,539	352,639	152,987

The State of Maryland is required to contribute certain amounts to the Teacher's Retirement and Pension Systems on behalf of the Board of Education, Community College, and Memorial Library. Such contributions, made by the State on behalf of these Component Units during fiscal year 2015 amounted to \$94,696,788, \$4,956,180 and \$1,834,270, respectively, and are reflected in the Component Units' financial statements.

In addition to the statewide plans mentioned above, the Community College also offers to its employees two single-employer, defined contribution pension plans. The State of Maryland made "on behalf" employer contributions totaling \$900,126 to these plans during fiscal year 2015. The Revenue Authority established a single-employer, defined contribution pension plan for its employees on July 1, 1987. Detailed information concerning these plans may also be obtained from the separately issued financial reports of these Component Units.

(10) Postemployment Benefits Other Than Pensions

(a) Plan Description

In addition to providing pension plan benefits, the County also extends certain health care and life insurance benefits to retired persons (the Plan). The legal authority for providing these benefits was established by the County Council, Executive Orders 42-1980 and 43A-1980, "Continuation of Life and Health Benefits at Retirement", and certain collective bargaining agreements form the legal basis for providing such benefits to retirees of the Primary Government. The Plan is a single employer defined benefit health care plan. Effective June 25, 2008, the County established the Prince George's County, Maryland Non-Pension Post Employment Benefits Trust Fund to hold all contributions made by the County together with any income, gains or profits and taking into account any losses. A description of the types of benefits and eligibility requirements is summarized below:

Medical Insurance

- All State Retirement and Pension System of Maryland, Police, Fire Service, Correctional Officers' Comprehensive, and Deputy Sheriffs' Comprehensive Pension Plan retirees who are enrolled in a qualified plan at the time of retirement may continue this benefit.

Life Insurance

- Reduced coverage is available to all State Retirement and Pension System of Maryland, Police, Fire Service, Correctional Officers' Comprehensive, and Deputy Sheriffs' Comprehensive Pension Plan retirees.

Vision Care and Prescription Drug Insurance

- The County pays premium costs of this benefit for Police, Fire Service, Correctional Officers' Comprehensive, and Deputy Sheriffs' Comprehensive Plan retirees. State Retirement and Pension System of Maryland retirees pay 100% of the monthly cost for vision care and 75% for prescription insurance. The County pays the remaining 25% of prescription coverage.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The Plan is classified by the Primary Government as a Trust Fund and separate financial statements are prepared using the accrual basis of accounting. Complete separate financial statements may be obtained at the following address: Prince George's County Office of Personnel, 1400 McCormick Drive, Room 110, Largo, Maryland 20774.

(b) Funding Policy

The County negotiates the contribution percentages between the County and the plan members through union contracts and personnel policy. A non-public safety and public safety retiree pays the same percentage of the premium contribution for the HMOs (20%), POS/PPO (25%), and dental (100%) plans. Non-public safety retirees pay 10% to 100% of the premium cost for each of the prescription and vision plans; whereas, the public safety retirees pay 1% to 10% of the premium contribution for each of the same two plans. The public safety group bargained these premium contributions for the retirees of this group during prior bargaining negotiations. The premium contribution share outlined above applies to a retiree who qualifies for retirement under their specified pension plan and is enrolled in the plans at the time of retirement. The County contribution is based on projected pay-as-you-go financing requirements with an additional amount to prefund benefits as approved in the annual budget. The County contributed \$33.1 million, during fiscal year 2015 for current premiums (approximately 70% of total premiums). Plan members receiving benefits contributed \$12.3 million (approximately 26%) to the Plan.

(c) Annual Other Postemployment Benefit (OPEB) Costs

Annual OPEB costs (AOC) are the actuarially determined annual required contribution (ARC) to the OPEB plan. The net OPEB obligation (NOPEBO) represents the difference between the AOC and the actual employer contributions. The County's AOC for fiscal year 2015 was \$119.6 million. Actual contributions for the fiscal year were \$32.5 million. The resulting NOPEBO of \$87.1 million along with the \$378.3 million NOPEBO from fiscal year 2014, results in a total NOPEBO at the end of the year of \$464.9 million. Three-year trend information for the County's AOC, percentage of AOC contributed to the plan, and net NOPEBO are as follows (in thousands):

Year Ended June 30	NOPEBO beginning of year	Annual OPEB Cost (AOC)				Decrease in NOPEBO	NOPEBO end of year	Percentage of AOC Contributed
		ARC	Interest	Adjustment	Total			
2015	\$ 378,336	119,906	13,242	(13,517)	119,631	(33,061)	464,906	28%
2014	270,753	143,837	10,803	(10,320)	144,320	(36,737)	378,336	25%
2013	165,747	135,968	6,630	(6,334)	136,264	(31,258)	270,753	23%

(d) Funding Status and Funding Progress

The following is the funded status for the OPEB plan as of June 30, 2015, the most recent actuarial valuation date:

Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered payroll
(a)	(b)	(b-a)	(a/b)	(c)	((b-a)/c)
\$ 48,140	\$ 1,651,196	\$ 1,603,056	2.92%	\$ 524,603	306%

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(e) Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefits costs between employers and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. The actuarial assumptions used in the latest valuation are as follows:

Actuarial valuation date	07/01/2014
Actuarial cost method	Projected unit credit cost method
Inflation rate	2.75%
Discount rate	3.5% which is based on paygo funding
Health care trends	
Medical Pre-65	8.5% in 2013 with annual decrease of 0.375% through 2022, 0.125% decrease in 2023, and remain at 5% annually thereafter
Medical 65 +	7% in 2013 with annual decrease of 0.25% through 2020, and remain at 5% annually thereafter
Prescription	8% in 2013 with annual decrease of 0.375% through 2021, and remain at 5% annually thereafter
Vision and administrative expenses	4%
Amortization method	Level percent of payroll, open
Remaining amortization period	30 years

Actuarial valuations of the OPEB Plan involve estimates of the value of reported amounts and assumptions about the probability of future events. Actuarially determined amounts are subject to revisions as actual results are compared to past expectations and new estimates are made about the future.

The schedules of funding progress, presented as required supplementary information following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

(f) Component Units

The Board of Education, the Housing Authority, the Community College, and the Memorial Library implemented GASB Statement No.45 during fiscal year 2008. The Housing Authority and the Memorial Library participate in the County's retiree life and health insurance benefit plan. Fiscal year 2013 employer contributions to the Plan by the Housing Authority and the Memorial Library were \$87,000 and \$332,224, respectively. The Board of Education and the Community College operate separate retiree benefit plans. The Board of Education paid employer contribution of \$107.2 million and recognized a NOPEBO of \$1.12 billion in fiscal year 2015. The Community College contributed \$3.7 million in employer contribution with an NOPEBO of \$1.4 million. Separate financial statements prepared for the Board of Education, Housing Authority, Memorial Library, and Community College, are available to the general public [see note 1(a)], and reflect detailed information relevant to their OPEB plans.

(g) Other Benefits - LOSAP

In 1974, the County created the Length of Service Awards Program (LOSAP). LOSAP provides 582 annuities to former volunteer members of the County's fire companies or rescue squads who met certain age and service criteria. Benefits totaling \$2,112,777 in fiscal year 2015 also include survivor annuities and lump-sum death benefits and are reported in the Primary Government's General Fund, on a "pay-as-you-go" basis. The most recent actuarial review was performed as of July 1, 2006. If the County were to implement an advance funding program, the estimated contribution beginning with fiscal year 2008 would be approximately \$1.8 million. The unfunded liability of approximately \$21.1 million as of July 1, 2006, was projected to be funded over 30 years.

PRINCE GEORGE'S COUNTY, MARYLAND
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(11) Unavailable and Unearned Revenue

Unavailable revenue reported in the General and other Governmental Funds represents tax billings and other receivables not available at June 30, 2015 for funding of current operations. These amounts are reported as a deferred inflow of resources in the governmental funds. Unearned revenue in the Federal and State Aided Programs Fund represents the unexpended portion of funds received for various grants and unrealized revenue relating to notes receivable arising from the sale of property. The Enterprise Funds' unearned revenue represents billings or receipts for future services collected in advance. Unearned revenue in the Internal Service funds is a combination of premiums paid in advance for life and health benefits, and accumulated premium contributions of component units in excess of related risk management expenses. Unearned revenue reported in the Government-wide statements represents billings and receivables collected in advance related to items such as property tax deferrals and grant programs. The following is a summary of all primary government deferred and unearned revenue as of June 30, 2015:

		Unavailable	Unearned	Total
General Fund				
	Income Taxes Receivable	\$ 54,395,885	\$ -	\$ 54,395,885
	Property Taxes Receivable	5,223,202	-	5,223,202
	Notes Receivable	-	10,132,607	10,132,607
	Subtotal	59,619,087	10,132,607	69,751,694
Federal And State Aided Programs				
	Grant Drawdowns in Excess of Expenditures	-	24,591,513	24,591,513
Internal Service Funds				
	Receipt of Revenue prior to Service Provided	-	2,837,969	2,837,969
		<u>\$ 59,619,087</u>	<u>\$ 37,562,089</u>	<u>\$ 97,181,176</u>

(12) Deferred Compensation Plans

The County offers its employees various Deferred Compensation Plans, which have been created in accordance with Internal Revenue Code Section 457. The plans permit employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseen emergency. All assets and income deferred by County plan participants are held in trust for the exclusive benefit of the participants and their beneficiaries and are not reflected in the accompanying financial statements.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(13) Bonded Debt

(a) Outstanding Long-term Liabilities

The following is a summary of all primary government outstanding long-term liabilities as of June 30, 2015:

	Governmental Activities		Business-type Activities		Total		Total
	Amounts Due Within One Year	Amounts Due in More Than One Year	Amounts Due Within One Year	Amounts Due in More Than One Year	Amounts Due Within One Year	Amounts Due in More Than One Year	
Bonds payable							
General obligation bonds	\$ 89,000,000	1,179,947,000	11,015,000	178,968,000	100,015,000	1,358,915,000	1,458,930,000
Bond premium	-	116,854,745	-	8,391,541	-	125,246,286	125,246,286
Total bonds payable	89,000,000	1,296,801,745	11,015,000	187,359,541	100,015,000	1,484,161,286	1,584,176,286
Notes payable	10,815,853	65,727,516	-	-	10,815,853	65,727,516	76,543,369
Capital lease obligations	9,771,835	31,800,776	-	-	9,771,835	31,800,776	41,572,611
Estimated liabilities on pending claims	44,136,635	114,359,732	-	-	44,136,635	114,359,732	158,496,367
Compensated absences and termination benefits payable	44,561,117	28,244,356	2,088,979	74,577	46,650,096	28,318,933	74,969,029
Net pension liability	-	1,317,668,013	-	16,718,566	-	1,334,386,579	1,334,386,579
OPEB obligations	-	464,906,168	-	-	-	464,906,168	464,906,168
Landfill closure / postclosure	-	-	1,244,081	81,857,390	1,244,081	81,857,390	83,101,471
Other long-term liabilities	109,285,440	2,022,706,561	3,333,060	98,650,533	112,618,500	2,121,357,094	2,233,975,594
Total long-term liabilities	\$ 198,285,440	3,319,508,306	14,348,060	286,010,074	212,633,500	3,605,518,380	3,818,151,880

(b) Bonded Debt Transactions

The following is a summary of bonded debt transactions of the County for the fiscal year ended June 30, 2015:

	Primary Government						Component Units	Total
	Governmental Activities		Business-type Activities		Total			
			Solid Waste	Stormwater Management				
Bonded debt at July 1, 2014	\$	1,159,218,000	36,397,998	136,570,000	1,332,185,998	56,685,000	1,388,870,998	
Debt issued		217,209,000	6,541,000	22,900,000	246,650,000	-	246,650,000	
Debt retired		(78,500,000)	(4,690,998)	(6,410,000)	(89,600,998)	(5,100,000)	(94,700,998)	
Debt defeased		(28,980,000)	(1,325,000)	-	(30,305,000)	-	(30,305,000)	
Bonded debt (including current portion)								
As of June 30, 2015		1,268,947,000	36,923,000	153,060,000	1,458,930,000	51,585,000	1,510,515,000	
Less current portion		(89,000,000)	(3,555,000)	(7,460,000)	(100,015,000)	(5,340,000)	(105,355,000)	
Noncurrent portion as of of June 30, 2015	\$	1,179,947,000	33,368,000	145,600,000	1,358,915,000	46,245,000	1,405,160,000	

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(c) Debt Service Requirements

The annual requirements to amortize all bonded debt outstanding as of June 30, 2015 are as follows:

Year ended June 30,	Primary Government						Total	Component Units		Total
	Governmental Activities		Business-type Activities					Principal	Interest	
	Principal	Interest	Solid Waste		Stormwater Management					
			Principal	Interest	Principal	Interest				
2016	\$ 89,000,000	52,655,787	3,555,000	1,554,254	7,460,000	6,521,652	160,746,693	5,340,000	2,644,136	168,730,829
2017	92,905,000	48,569,160	1,920,000	1,432,239	7,880,000	6,175,103	158,881,502	5,590,000	2,391,969	166,863,471
2018	94,915,000	44,345,981	2,030,000	1,336,878	7,970,000	5,786,778	156,384,637	5,865,000	2,123,535	164,373,172
2019	95,685,000	40,189,687	2,040,000	1,244,153	8,345,000	5,395,278	152,899,118	6,145,000	1,839,254	160,883,372
2020	98,270,000	35,690,970	2,320,000	1,144,278	9,040,000	4,973,928	151,439,176	2,030,000	1,539,102	155,008,277
2021- 2025	456,640,000	111,990,973	11,700,000	4,123,449	45,335,000	18,521,809	648,311,231	11,685,000	5,956,155	665,952,386
2026 - 2030	284,875,000	33,309,380	9,550,000	1,816,401	40,745,000	9,534,669	379,830,450	14,930,000	2,324,233	397,084,684
2031- 2035	56,657,000	3,829,185	3,808,000	321,650	26,285,000	2,023,285	92,924,120	-	-	92,924,120
	<u>\$ 1,268,947,000</u>	<u>370,581,123</u>	<u>36,923,000</u>	<u>12,973,300</u>	<u>153,060,000</u>	<u>58,932,502</u>	<u>1,901,416,925</u>	<u>51,585,000</u>	<u>18,818,384</u>	<u>1,971,820,309</u>

(d) Bonded Debt Details

Details of the County's long-term bonded debt at June 30, 2014 are as follows:

	Interest Rates	Maturity Dates	Amount Issued	Amount Outstanding
<u>Primary Government:</u>				
Governmental Activities:				
General obligation bonds:				
2003, 2005-2007B, 2008, 2009A, 2009B CPI; 2009A TQSC, 2009B TESC; 2010 A/B; 2011, 2011A/11B, 2013 A/B/C, 2014A/B	1.615 - 6.05%	2034	\$ 1,915,635,000	\$ 1,268,947,000
Total governmental activities long-term bonded debt			<u>\$ 1,915,635,000</u>	<u>\$ 1,268,947,000</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

	Interest Rates	Maturity Dates	Amount Issued	Amount Outstanding
Business-type Activities:				
2003, 2005, 2006, 2007A, 2007B, 2008, 2010 A/B, 2011A/B, 2013 A/B/C, 2014 A/B stormwater management - general obligation	2.50 - 5.50%	2034	\$ 180,350,000	\$ 153,060,000
2003B, 2005, 2007B, 2008, 2009A and 2009B, 2010A/B, 2011A/B, 2013A/B/C, 2014A/B solid waste management system - general obligation	2.50 - 5.50%	2034	\$ 103,003,000	\$ 36,923,000
Total business-type activities long-term bonded debt			\$ 283,353,000	\$ 189,983,000
Total primary government long-term bonded debt			\$ 2,198,988,000	\$ 1,458,930,000
Component Units:				
Revenue bonds:				
Housing Authority -				
Capital Fund Securitization Revenue Bonds	2.0 - 4.55%	2023	\$ 1,465,000	\$ 765,000
Industrial Development Authority -				
2003A refunding lease revenue	2.0 - 5.125%	2019	27,430,000	15,675,000
2003B subordinated lease revenue	3.5 - 4.75%	2030	22,085,000	15,045,000
2009 taxable lease revenue bonds	0.64 - 6.169%	2030	23,850,000	20,100,000
Total Component Units revenue bonds			\$ 74,830,000	\$ 51,585,000
Total long-term bonded debt			\$ 2,273,818,000	\$ 1,510,515,000

(e) Bond Additions

On September 16, 2014, the Primary Government issued \$217,850,000 of General Obligation Consolidated Public Improvement Bonds, Series 2014A dated September 30, 2014 maturing on September 1 of the years 2015 through 2034. To provide funds for planning, construction, reconstruction, extension, enlargement, demolition, improvement or acquisition of certain capital projects. Of the total \$217,850,000 bonds issued, \$28,161,000 (\$22,900,000 for Stormwater and \$5,261,000 for Solid Waste) is reported as business-type activities and the remainder as governmental activities.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(f) Bond Authorizations

The County Charter requires that any borrowing to finance capital projects must be authorized by an enabling act of the General Assembly of Maryland or by an enabling act of the County Council. The County Council is required by the Charter to submit to voter referendum any act enabling the County to borrow money to finance capital projects, except for school construction bonds. In addition, the County Council is required by the Charter to adopt a bond authorization act before bonds may be issued. The amount of bonds enabled and authorized but not yet issued at June 30, 2015 is summarized as follows:

	<u>Enabled Amount</u>	<u>Authorized and Unissued amount</u>
Enabled by authority of the State of Maryland:		
Health	\$ 16,000,000	-
Roads, parking and mass transit	826,135,000	187,204,000
Public buildings	572,156,000	88,511,000
Public Safety	574,466,000	90,013,000
	<u>\$ 1,988,757,000</u>	<u>365,728,000</u>

The legal debt limit and margin at June 30, 2015 were \$5,014,269,901 and \$4,069,343,477, respectively. The County was in compliance with all significant bond covenants at June 30, 2015.

(g) Advance Refunding

On September 16, 2014, the Primary Government issued \$28,800,000 of General Obligation Consolidated Public Improvement Refunding Bonds, Series 2014B, dated September 30, 2014 to advance refund \$30,305,000 of certain maturities of the County's (i) General Obligation Consolidated Public Improvement Bonds, 2004 Refunding Series C, dated December 1, 2004, (ii) General Obligation Consolidated Public Improvement Bonds, 2004 Refunding Series D, dated December 1, 2004, (iii) General Obligation Consolidated Public Improvement Bonds, 2004 Refunding Series E, dated December 1, 2004, (iv) General Obligation Consolidated Public Improvement Bonds, 2004 Refunding Series F, dated December 1, 2004. Of the \$30,305,000 advance refunded bonds, \$1,325,000 (\$1,325,000 for Solid Waste) is reported as business-type activities. The remaining \$28,980,000 Refunded Bonds relate to governmental activities. The net Refunding Bond proceeds of \$31,051,150 were deposited in an irrevocable trust with an escrow agent for purchase of U.S. government securities, together with interest earnings and cash on hand to pay the principal, interest and early redemption premium on all refunded bonds referenced above. The \$648,142 deferred inflow of resources generated by this refunding will be amortized over the remaining life of the refunded debt. The refunding was designed to restructure debt to effect reduction in overall debt service of \$2,089,736 and to net economic present value debt service savings of \$2,075,196.

(h) Prior Period Defeasance of Debt

In prior periods, the County defeased or participated in the defeasance of certain long-term bonded debt. The proceeds of new bonds were placed in an irrevocable trust to provide for future debt service payments on the old debt. Accordingly, the trust account assets and the liability for the defeased debt are not included in the County's financial statements. A general description of the defeased debt and the amounts outstanding at June 30, 2015 follows:

- On August 3, 2000, the Primary Government issued \$6,365,000 of Water Quality Refunding Bonds, Series 2000A, dated August 3, 2000 to advance refund \$5,930,000 of certain selected callable maturities of the County's (i) Consolidated Public Improvement Bonds, Series 1995, dated May 1, 1995, and (ii) Consolidated Public Improvement Bonds, Series 1996, dated May 15, 1996. At June 30, 2015, \$1,000,000 of the refunded bonds outstanding that mature in the year 2016 are considered defeased.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

- On August 3, 2000, the Primary Government issued \$8,370,000 of Water Quality Refunding Bonds, Series 2000B, dated August 3, 2000 to advance refund \$7,770,000 of certain selected callable maturities of the County's (i) General Obligation Stormwater Management Bonds, Series 1993, dated February 1, 1993, and (ii) Unlimited Tax General Obligation Stormwater Management Bonds, Series 1997, dated June 15, 1997. At June 30, 2015, \$820,000 of the refunded bonds outstanding that mature in fiscal years 2016 through 2017 are considered defeased.
- On July 15, 2003, the Primary Government issued \$90,585,000 of General Obligation Public Improvement Refunding Bonds, Series 2003B, dated June 15, 2003 to advance refund \$94,935,000 of certain maturities of the County's (i) General Obligation Consolidated Public Improvement Bonds, Series 1994, dated January 15, 1994, (ii) General Obligation Consolidated Public Improvement Bonds, Series 1995, dated May 1, 1995, (iii) General Obligation Consolidated Public Improvement Bonds, Series 1996, dated May 15, 1996, (iv) General Obligation Consolidated Public Improvement Bonds, Series 1997A, dated June 15, 1997. Of the \$94,935,000 advance refunded bonds, \$7,785,000 are bonds of the Solid Waste Enterprise Fund. The remaining \$87,150,000 refunded bonds relate to governmental activities. At June 30, 2015, \$3,445,000 of the outstanding refunded bonds that mature in the years 2016 through 2017 are considered defeased.
- On December 15, 2004, the Primary Government issued \$141,130,000 of General Obligation Public Improvement Bonds, 2004 Refunding Series A, B, C, D, E and F, dated December 1, 2004 to advance refund certain portions of the County's (i) General Obligation Consolidated Public Improvement Bonds, Series 1996 (ii) General Obligation Public Improvement Bonds, Series 1997A, (iii) General Obligation Public Improvement Bonds, Series 1998, (iv) General Obligation Public Improvement Bonds, Series 1999, (v) General Obligation Public Improvement Bonds, Series 2000, and (vi) General Obligation Public Improvement Bonds, Series 2001. Of the \$141,170,000 advance refunded bonds, \$8,490,000 are bonds of the Solid Waste Enterprise Funds. The remaining \$132,680,000 Refunded Bonds relate to governmental activities. At June 30, 2015, \$30,430,000 of the refunded bonds outstanding that mature in the years 2016 through 2018 are considered defeased.
- On June 21, 2007, the Primary Government issued \$80,735,000 of General Obligation Consolidated Public Improvement Refunding Bonds, Series 2007B, dated June 1, 2007 to (a) currently refund \$1,600,000 of certain maturities of the County's Unlimited Tax General Obligation Stormwater Management Bonds, Series 1997B and b) advance refund certain portions of the County's (i) Consolidated Public Improvement Bonds, Series 1998, (ii) Consolidated Public Improvement Bonds, Series 1999, (iii) Consolidated Public Improvement Bonds, Series 2000, (iv) Consolidated Public Improvement Bonds, Series 2001, and (v) Consolidated Public Improvement Bonds, Series 2003A. Of the \$80,070,000 advance refunded bonds, \$7,960,000 are bonds of the Stormwater Enterprise Fund, \$2,710,000 are bonds of the Solid Waste Enterprise Fund and the remaining \$69,400,000 refunded bonds relate to governmental activities. At June 30, 2015, \$79,680,000 of the refunded bonds outstanding that mature in the years 2016 through 2024 are considered defeased.
- On September 15, 2011, the Primary Government issued \$182,375,000 of General Obligation Consolidated Public Improvement Refunding Bonds, Series 2011B, dated September 27, 2011 to advance refund \$201,895,000 of certain maturities of the County's (i) General Obligation Consolidated Public Improvement Bonds, Series 2001, dated November 28, 2001, (ii) General Obligation Consolidated Public Improvement Bonds, Series 2002, dated September 15, 2002, (iii) General Obligation Consolidated Public Improvement Bonds, Series 2003 A, dated June 15, 2003, and (iv) General Obligation Consolidated Public Improvement Bonds, Series 2004, dated June 15, 2004. Of the \$201,895,000 advance refunded bonds, \$7,440,000 (\$4,570,000 for Stormwater and \$2,870,000 for Solid Waste) is reported as business-type activities. The remaining \$194,455,000 Refunded Bonds relate to governmental activities. At June 30, 2015, \$173,435,000 of the refunded bonds outstanding that mature in the years 2016 through 2025 are considered defeased.
- On February 20, 2013, the Primary Government issued \$200,390,000 of General Obligation Consolidated Public Improvement Refunding Bonds, Series 2013B, dated February 5, 2013 to advance refund \$190,055,000 of certain maturities of the County's (i) General Obligation Consolidated Public Improvement Bonds, Series 2005, dated Jul 1, 2005, (ii) General Obligation Consolidated Public Improvement Bonds, Series 2006, dated May 15, 2006, and (iii) General Obligation Consolidated Public Improvement Bonds, Series 2007 A, dated June 1, 2007. Of the \$190,055,000 advance refunded bonds, \$8,865,000 (\$6,765,000 for Stormwater and \$2,100,000 for Solid Waste) is reported as business-type activities. The remaining \$181,190,000 Refunded Bonds relate to governmental activities. At June 30, 2015, \$190,055,000 of the refunded bonds outstanding that mature in the years 2017 through 2028 are considered defeased.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(14) Conduit Debt Transactions

The County encourages private industry to locate and remain in the County by, among other things, the issuance of tax exempt Economic Development Revenue Bonds, which bear the County's name and benefit the private enterprise. The funds provided from the sale of such debt are used for the public interest, such as for hospital construction or expansion of private businesses to increase employment and the County's tax base. These bonds do not constitute indebtedness or a charge against the general credit or taxing power of the County. The bond indentures explicitly state the absence of any legal obligation by the County to repay the indebtedness. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of June 30, 2015, there were one hundred and seventy series of Economic Development Revenue Bonds outstanding. The aggregate principal amount, for the one series issued after July 1, 1995 that remain outstanding, is \$49.5 million. The aggregate principal amount payable on June 30, 2015 for the one hundred and sixty-eight series issued prior to July 1, 1995, could not be determined; however, their original issue amounts totaled approximately \$1.1 billion.

(15) Special Taxing Districts

The County has issued various special taxing district bonds pursuant to Section 10-279 of the Prince George's County Code and Section 9-1301 of Article 24 of the Annotated Code of Maryland. Neither the full faith and credit nor the taxing power of the County is pledged for the payment of these bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. Details of the outstanding debt as of June 30, 2015 are as follows.

Bond	Project	Issuance Date	Amount Issued	Amount Outstanding	Final Maturity
Prince George's County, Maryland Taxable Subordinate Special Obligation Bonds, Series 2005	National Harbor Convention Center Project	05/11/2005	\$ 95,000,000	84,435,000	07/01/2033
Prince George's County, Maryland Special Tax District Bonds, Series 2005	Victoria Falls Project	09/08/2005	12,000,000	11,379,000	07/01/2035
Prince George's County, Maryland Special Obligation Bonds, Series 2005	National Harbor Project	09/21/2005	65,000,000	60,100,000	07/01/2034
Prince George's County, Maryland Special Obligation Bonds, Series 1997A	Woodview Village Improvements Projects	10/25/2006	7,450,000	5,270,000	07/01/2026
Prince George's County, Maryland Special Obligation Refunding Bonds, Series 2006	Woodview Village Phase II Infrastructure Improvements	11/20/2006	8,205,000	6,605,000	07/01/2032
Prince George's County, Maryland Taxable Subordinate Special Obligation Bonds, Series 2008	National Harbor Convention Center Project	04/02/2008	50,000,000	50,000,000	09/01/2037
Prince George's County, Maryland Special Obligation Bonds, Series 2009	National Harbor Project	01/27/2009	35,000,000	34,357,000	01/01/2039
Prince George's County Woodmore Towne Centre at Glenarden Special Obligation Developer Note, Series 2012	Woodmore Town Center	01/18/2012	17,000,000	14,755,791	01/01/2032
Prince George's County Brandywine Shopping Center Phase II Special Obligation Developer Notes, Series 2014A	Bradywine Shopping Center	05/06/2014	2,220,000	2,002,673	01/01/2043
Prince George's County Brandywine Shopping Center Phase II Special Obligation Developer Notes, Series 2014B	Bradywine Shopping Center	05/06/2014	2,280,000	2,056,799	01/01/2043
Prince George's County Town Center at Camp Springs Special Obligation Developer Notes, Series 2014A	Camp Springs Town Center	06/30/2014	4,900,000	4,900,000	01/01/2043
			<u>\$ 299,055,000</u>	<u>275,861,263</u>	

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(16) Other Long-term and Short-term Debt

The following represents the changes in other long-term liabilities for governmental activities:

	Balance <u>June 30, 2014</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2015</u>
Net Pension Liability	\$ 15,112,238	1,345,730,541	43,174,766	\$ 1,317,668,013
OPEB obligations	378,336,056	119,631,000	33,060,888	464,906,168
Compensated absences and termination benefits payable	71,776,953	45,589,637	44,561,117	72,805,473
Estimated liabilities on pending claims and judgements	146,673,951	108,344,143	96,521,727	158,496,367
Capital lease obligations	29,738,883	19,612,680	7,778,952	41,572,611
Notes payable:				
Purchase agreements and certificates of participation	83,039,920	-	10,923,418	72,116,502
MILA loans	86,817	-	36,950	49,867
Commercial Building Loan Fund	4,347,000	-	309,000	4,038,000
Maryland CDA Infrastructure Financing	413,300	-	74,300	339,000
Total notes payable	<u>87,887,037</u>	<u>-</u>	<u>11,343,668</u>	<u>76,543,369</u>
	<u>\$ 729,525,118</u>	<u>1,638,908,001</u>	<u>236,441,118</u>	<u>\$ 2,131,992,001</u>

The following represents the changes in other long-term liabilities for business-type activities:

	Balance <u>June 30, 2014</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2015</u>
Compensated absences and termination benefits payable	\$ 2,172,838	2,126,420	2,135,702	\$ 2,163,556
Landfill closure / postclosure costs	105,577,928	-	22,476,457	83,101,471
Net Pension Liability	-	17,910,337	1,191,771	16,718,566
	<u>\$ 107,750,766</u>	<u>20,036,757</u>	<u>25,803,930</u>	<u>\$ 101,983,593</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for internal service funds are included as part of the above for governmental activities. At year-end, \$1,536,528 (\$1,301,705 within one year, and \$234,823 due in more than one year) of internal service fund compensated absences are included in the above amounts. For the remainder of compensated absences the General Fund normally liquidates over 90 percent and the remainder is liquidated by the Federal and State Aided Programs Special Revenue Fund. Also, for governmental activities net pension obligations, net other post employment benefit obligations, and capital lease obligations are generally liquidated by the General Fund. Estimated liability on pending claims and judgments is reported in risk management internal service funds and will be liquidated by those funds. Notes payables are generally liquidated by the General Fund with the exception of the Commercial Building Loan Fund which is liquidated by the Federal and State Aided Programs Special Revenue Fund.

a) Capital Lease Obligations

The County entered into agreements with Grant Capital Management to finance the purchase of snow removal equipment and Fire/EMS ambulances in April of 2011; snow removal equipment and Fire/EMS ambulances in May 2013; Fire/EMS ambulances and other Public Safety vehicles in June 2014; and Public Safety and other County agency vehicles and equipment in June 2015. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

The assets acquired through capital leases are as follows:

	Governmental Activities
Asset:	
Equipment	\$ 25,886,532
Less: Accumulated depreciation	(9,961,241)
Total	<u>\$ 15,925,291</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015, were as follows:

<u>Year ending June 30</u>	Governmental Activities
2016	\$10,185,044
2017	10,490,971
2018	8,847,161
2019	7,203,352
2020	4,077,581
2021	2,038,790
Total minimum lease payments	42,842,899
Less: amount representing interest	(1,270,288)
Present value of minimum lease payments	<u>\$41,572,611</u>

b) Pension Liability and OPEB Obligations

The Net Pension Liability represents the difference between the actuarially determined total pension liability and plan fiduciary net position and Net OPEB obligations represents the difference between the actuarially required and the actual employer contributions. The balance as of June 30, 2015 for the Pension and OPEB liabilities was \$1,334,386,579 (see note 9 – Pension Plans) and \$464,906,168 (see note 10 – Postemployment Benefits Other Than Pensions), respectively.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

c) Compensated Absences and Termination Benefits

County employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation in full, and for sick leave in varying amounts based on years of service. Participants in the plans administered by the State Retirement and Pension System of Maryland may apply accrued sick leave as service credits toward retirement.

Vested or accumulated vacation and sick leave that relates to employees who terminated employment with the County on or before June 30, 2015 are reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation and sick leave that do not meet the above criteria are not reported in the governmental funds.

For purposes of reporting in the County's government-wide financial statements and the proprietary fund financial statements, vested or accumulated vacation and sick leave are recognized as an expense and liability as the benefits accrue to employees. Current amounts are such amounts expected to be paid within one year.

The liability includes an accrual at the current rate for ancillary salary-related payments (i.e., employer's share of Social Security and Medicare taxes) associated with its ultimate liquidation.

The following is a summary of compensated absences and termination benefits payable at June 30, 2015 (in thousands):

	Primary Government						Component Units
	Governmental Activities	Business-type Activities			Total	Total	
		Solid Waste	Stormwater Management				
Primary Government	\$ 72,805	885	1,279	2,164	74,969	-	
Component Units:							
Board of Education	-	-	-	-	-	76,109	
Housing Authority	-	-	-	-	-	556	
Memorial Library	-	-	-	-	-	1,956	
Community College	-	-	-	-	-	2,530	
	72,805	885	1,279	2,164	74,969	81,151	
Less current portion	44,561	810	1,279	2,089	46,650	3,878	
Total long-term portion	\$ 28,244	75	-	75	28,319	77,273	

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

d) Notes Payable

(i) Purchase Agreement and Certificates of Participation Notes Payable

The County has entered into certain financing/purchasing agreements for the purpose of acquiring real estate, equipment, textbooks, vehicles, and school buses. Under these agreements, the financing amounts are deposited with a fiscal escrow agent who will pay the vendors as the County takes delivery of the assets. The County makes periodic loan repayments directly to the lender over a specified period of time.

The interest rates on all financing/purchasing agreements in force range from 2.0% to 6.5%. The liability for the debt is carried as notes payable in various funds as listed below. Following is a schedule by year of future principal and interest payments as of June 30, 2015 (in thousands):

		Primary Government		
		Governmental Activities		
Year ending <u>June 30.</u>		<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$	10,377	5,010	15,387
2017		10,235	2,538	12,773
2018		5,435	2,194	7,629
2019		5,520	1,957	7,477
2020		5,670	1,706	7,376
2021- 2025		26,840	4,742	31,582
2026- 2030		6,530	1,222	7,752
2031		1,510	38	1,548
	Total note payments \$	<u>72,117</u>	<u>19,407</u>	<u>91,524</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(ii) Other General Long-Term Debt Notes Payable

The Primary Government is obligated for promissory notes in the amount of \$49,867, payable to the Maryland Industrial Land Act (MILA) of the State of Maryland with interest rate of 6.9%. The loan matures September 15, 2016.

The Primary Government entered into an agreement with HUD to administer a \$10,000,000 Section 108 Commercial Building Loan Fund. The first project financed under the loan fund was a \$2,000,000 loan paid to a private partnership for land acquisition. The first principal payment of \$165,000 was paid August 1, 2002. The loan was paid in full on August 1, 2011. The second project financed under the loan fund was a \$2,600,000 loan paid to a developer for the construction of a restaurant. The developer is responsible for servicing the loan balance that matures August 1, 2022, at rates ranging from 1.21% to 5.69%. At June 30, 2015, \$1,623,000 remains outstanding. The third project financed under this loan was a \$1,900,000 loan paid to a developer for land acquisition and the construction of rental housing units. The first principal payment of \$70,000 was paid on August 1, 2006. The developer is responsible for servicing the loan balance that matures August 1, 2023, at rates ranging from 2.31% to 5.97%. At June 30, 2015, \$1,163,000 was outstanding. The fourth project financed under this loan was a \$1,837,000 loan paid to a sign manufacturing company for building acquisition and construction renovations to relocate the company. The first principal payment of \$46,000 was paid on August 1, 2006. The company is responsible for servicing the loan balance that matures on August 1, 2024, at 4.41%. The outstanding balance as of June 30, 2015 was \$1,252,000.

On March 10, 1999, the Primary Government issued for the benefit of the Community Development Administration ("CDA"), a division of the Maryland Department of Housing and Community Development, a general obligation bond designated as "Prince George's County, Maryland Infrastructure Bond, 1999 Series A" in the amount of \$1,217,800 secured by the full faith and credit of the County. Secured by the pledges of seven participating local governments, including the Primary Government, the CDA issued on March 10, 1999 Infrastructure Financing Bonds (MBIA Insured) 1999 Series A in the aggregate principal amount of \$6,985,000. The Primary Government used the proceeds to provide funds to refinance certain outstanding loans and to purchase a fire truck for Accokeek Volunteer Fire Department, Inc. ("AVFD") and to pay the costs of issuance of bonds. Because the County issued the obligation to obtain a loan for the benefit of AVFD, the latter executed a promissory note on March 11, 1999 promising to pay to the Primary Government the principal sum of \$1,217,800, plus interest on the unpaid principal amount. The debt service payment made by AVFD to the Primary Government equals the Primary Government's debt service payments to the CDA. The debt is repayable to the State in 20 annual installments with interest rates ranging from 4.125% to 5.0%, and matures May 1, 2019. At June 30, 2015, \$339,000 remained outstanding.

Following is a schedule by year of future principal and interest payments as of June 30, 2015 (in thousands):

<u>Primary Government - Governmental Activities</u>								
Year ending	<u>MILA</u>		<u>CBLF</u>		<u>CDA</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>		
2016	\$ 40	2	322	208	78	17	667	
2017	10	-	354	191	83	13	651	
2018	-	-	368	171	87	9	635	
2019	-	-	400	148	91	5	644	
2020	-	-	432	484	-	-	916	
2021- 2025	-	-	2,162	224	-	-	2,386	
Total note payments	\$ 50	2	4,038	1,426	339	44	5,899	

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(17) Fund Balance Policy and Reporting

The County has not adopted a minimum fund balance policy for its governmental funds. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are needed, except for capital projects which use unrestricted resources first. Furthermore within the unrestricted fund balance the County will apply expenditures against committed, then assigned, and then unassigned amounts.

Stabilization Arrangement - Per voter referendum and Council Bills (CB-81-1992 & CB-6-2003) the County is required to maintain a Charter Mandated contingency reserve equal to 5% of the annual budget. Funds can only be used to meet a public emergency, which constitutes a sudden, unexpected or unforeseen condition or occurrence, creating an imminent hazard to life, health or property and requiring an immediate action, the Council may, by resolution and upon the recommendation of the County Executive, make emergency appropriations from contingent reserve. Withdrawals may be used only for appropriations which have become unfunded. The balance in the stabilization fund is disclosed in the table below.

A schedule of fund balance classifications at June 30, 2015 follows:

	Primary Government				
	Total	General Fund	Federal and State Aided Programs	Capital Projects Fund	Non-Major Funds
Restricted Fund Balances					
Restricted for contingencies:					
Economic Stabilization	\$ 144,518,015	\$ 144,518,015	\$ -	\$ -	\$ -
Health and human services	250,512	-	-	250,512	-
Infrastructure and development	11,768,299	-	-	11,768,299	-
Education	74,431,154	-	-	74,431,154	-
Debt Service	35,133,877	-	2,227,538	-	32,906,339
Restricted for other purposes					
Domestic Violence	69,378	-	-	-	69,378
Drug Enforcement and Education	9,046,114	-	-	-	9,046,114
Unspent Proceeds from debt issuances:					
Equipment purchases	25,772,795	25,772,795	-	-	-
Real estate purchases	487,693	487,693	-	-	-
Total restricted fund balances	\$ 301,477,837	170,778,503	\$ 2,227,538	\$ 86,449,965	\$ 42,021,831

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

	Total	General Fund	Federal and State Aided Programs	Capital Projects Fund	Non-Major Funds
Nonspendable:					
Inventory	\$ 1,641,389	\$ 1,641,389	\$ -	\$ -	\$ -
Unrestricted - Committed Fund Balance					
Operating Reserve	\$ 57,807,206	57,807,206	\$ -	\$ -	\$ -
Environmental	3,255,831	-	-	3,255,831	-
Total committed fund balances	\$ 61,063,037	57,807,206	\$ -	\$ 3,255,831	\$ -
Unrestricted - Assigned Fund Balance					
Economic Development	\$ 42,596,624	\$ 42,596,624	\$ -	\$ -	\$ -
Property Sales and Acquisitions	-	-	-	-	-
Drug Enforcement and Education	3,277,611	-	-	-	3,277,611
Other	7,317,217	7,317,217	-	-	-
Appropriation of Fund Balance for Subsequent Year's Budget	4,024,000	4,024,000	-	-	-
Total assigned fund balances	\$ 57,215,452	53,937,841	\$ -	\$ -	\$ 3,277,611
Unassigned:					
	\$ 34,028,162	\$ 34,028,162	\$ -	\$ -	\$ -
Total fund balance	\$ 455,425,877	\$ 318,193,101	\$ 2,227,538	\$ 89,705,796	\$ 45,299,442

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(18) Encumbrances

Certain governmental funds use encumbrance accounting for budgetary purposes. Encumbrances represent claims against appropriations for purchase order and executed contracts that have not been expended. All outstanding encumbrances were closed as of three end of fiscal year 2015.

(19) Summary Disclosure of Significant Contingencies

(a) Litigation

In addition to those suits in which claims for liability are adequately covered by insurance, the County is involved in numerous lawsuits with a potential liability ranging up to \$1.0 million. In the opinion of legal counsel and management, it is reasonably possible that some of these cases will be settled against the County, resulting in varying degrees of monetary damages.

(b) Contingent Liabilities

(i) Questioned Costs

The County participates in a number of Federally-assisted grant programs. These programs are currently under examination in accordance with Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Nonprofit Organizations." The final results of this examination for fiscal year 2014 have not yet been determined. The amount of expenditures which may be disallowed by the granting agencies cannot be specifically determined at this time. The County expects any disallowed costs to be immaterial, as has been the case in previous audits.

(ii) Brown Station Road Landfill

The Primary Government owns and operates the Brown Station Road Landfill, which is accounted for in the Solid Waste Enterprise Fund. Phase I of the landfill was closed in September 1993 after 25 years of operation. Phase II of the landfill began operations on May 13, 1992 and approximately 74.6% of total estimated capacity has been utilized as of June 30, 2015. It is expected to operate through the year 2020.

To close both Phase I and Phase II of the landfill, State and Federal laws and regulations require the County to place a final cover on both landfill phases. (The closure and post-closure plan for both phases is pending final State approval.) These laws also require the County to perform certain maintenance and monitoring functions at the landfill site. In accordance with statutory requirements, the Primary Government estimates closure costs only for Phase I, of approximately \$37.1 million (\$14.2 million of which has been liquidated), and closure and 30-year post-closure costs for Phase II of \$39.5 million. Estimated costs are "as if incurred" in fiscal year 2015 and may change due to inflation, technological enhancements, and revisions to State and Federal requirements - as well as any additional measures that may be undertaken to safeguard the quality of life for residents. These estimates are updated annually.

At June 30, 2015, the Primary Government has recorded an accumulated total liability for closure and post-closure costs of \$49.3 million for Phases I and II based on the percentage of capacity of Phases I and II utilized to date multiplied by the total capacity of Phases I and II. As of June 30, 2015, the Primary Government's Solid Waste Enterprise Fund shows restricted assets of \$90,861,023 for landfill closure costs. The fiscal year 2015 financial statements reflect post-closure expenses of approximately \$5.0 million, based on the above criteria.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(iii) Sandy Hill Landfill

On July 1, 1992, the Primary Government entered into a three-part agreement with The Maryland-National Capital Park and Planning Commission (M-NCPPC), a joint venture, to operate the Sandy Hill Landfill. The daily operations and responsibility to develop and to maintain the "Existing Landfill" through closure and one year of post-closure of this refuse disposal facility had been contracted to Waste Management, Inc., for the period May 1977 to March 2007. Since 2007, post-closure activities have been the responsibility of the County.

As part of the 1992 Agreement, the County received \$1,890,485 from M-NCPPC when responsibility for the landfill was assigned to the County. The funds are held in a Trust Fund for post-closure construction phase and maintenance of the Landfill and its environmental control facilities including monitoring.

In May 1997, the County was granted a permit by the Maryland Department of the Environment (MDE) to vertically expand the operation. The Landfill stopped accepting waste in June 2000 and was certified closed by the State effective August 6, 2012.

As with the Brown Station Road Landfill, State and Federal laws and regulations require a final landfill cover and 30 years of post-closure activities. The Primary Government has recorded an estimated liability for 30 years of post-closure costs of \$33.8 million because this landfill is substantially full. Estimated costs for post-closure activities, are "as if incurred," and will be updated annually for changes in technology, applicable regulations and inflation.

(c) Operating Leases

Under the terms of various operating lease agreements for facilities, the Primary Government's approximate future minimum annual rental payments for facilities are as follows (in thousands):

Year ending June 30,			
2016		\$	16,911
2017			17,175
2018			17,460
2019			17,742
2020			13,621
2021-2025			71,241
2026-2030			79,836
2031-2035			72,551
		\$	<u>306,537</u>

During fiscal year 2015, rent expense under these lease agreements amounted to approximately \$16.9 million.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

20) Joint Ventures

The County participates in the financial activities of certain entities providing services within the County, which are deemed joint venture activities. The joint ventures described in the following paragraphs are not reflected in the accompanying financial statements because the County has no equity interest in the operations of these entities.

(a) Washington Suburban Transit Commission (WSTC)

The WSTC is a State of Maryland bi-county agency, which receives funds from Montgomery and Prince George's Counties, both of which participate in the Washington Metropolitan Area Transit Authority (WMATA), to construct and maintain a cohesive and uniform transportation system. WSTC is composed of seven members; two from each county, two members appointed by the Governor of Maryland, and one ex officio representative from the Maryland Department of Transportation. WSTC acts as a coordinator for transit-related information and provides a forum for the discussion, formulation and transmittal of Federal, state and local funds paid to WMATA on behalf of the Maryland region. The annual operating costs of WSTC are shared equally by Montgomery and Prince George's Counties. The Primary Government's share of these costs for fiscal year 2015 amounted to \$119,707.

(b) The Maryland-National Capital Park and Planning Commission (M-NCPPC)

M-NCPPC is a bi-county agency servicing Montgomery and Prince George's Counties' regional system of parks. It also conducts the recreation program for Prince George's County. The Commission consists of ten members - five from each County. The County can modify its share of the budget and also approves applicable fees and sets the recreational tax rate. The County must also approve any debt issuances and is obligated to honor any bonded debt deficiencies (which to date have not occurred). At June 30, 2014, the Primary Government was contingently liable as guarantor on bonds issued by M-NCPPC in the amount of \$57,536,298.

(c) Washington Metropolitan Area Transit Authority (WMATA)

On January 9, 1970 the County entered into an agreement with other local jurisdictions for construction of the Washington Metropolitan Area Rapid Transit System. Since then, the County has entered into several additional agreements providing for financing of both construction and operations. The County's obligation for funding the construction of the rail transit facilities is borne by the State of Maryland. WMATA is governed by a board of six directors and six alternates, who are appointed on a pro rata basis by the Northern Virginia Transportation Commission, the City Council of the Government of the District of Columbia, and the WSTC (mentioned above).

In 2015, the State contributed \$4.9 million toward the payment of principal and interest on WMATA revenue bonds. This was provided pursuant to amended Chapter 530, Acts of Maryland General Assembly 1980, which provides for State payment of 100% of the debt service bond repayment costs.

(d) Washington Suburban Sanitary Commission (WSSC)

The WSSC is a bi-county political subdivision of the State of Maryland created to provide water supply and sewage disposal facilities for Montgomery and Prince George's Counties. WSSC's governing body is composed of six members, three from each county; the budgeting authority and financing responsibility is shared equally by the participating counties.

PRINCE GEORGE'S COUNTY, MARYLAND
Notes to Financial Statements

(e) Availability of Financial Statements

Complete separate financial statements may be obtained at the administrative offices of the individual joint ventures as follows:

Washington Suburban Transit Commission
8720 Georgia Avenue, Suite 904
Silver Spring, Maryland 20910

The Maryland-National Capital Park and Planning Commission
6611 Kenilworth Avenue
Riverdale, Maryland 20737

Washington Metropolitan Area Transit Authority
600 Fifth Street, N.W.
Washington, D.C. 20001

Washington Suburban Sanitary Commission
14501 Sweitzer Lane
Laurel, Maryland 29797

(21) Jointly Governed Organization

The Metropolitan Washington Council of Governments (COG) provides resources to participating local governments within the Washington, D.C. metropolitan area for a regional approach to local urban problems, emphasizing regional planning, community and economic development and conservation. Under COG's bylaws, contributions of participating local governments are calculated on a per capita basis. The twenty-four board members are elected by the local jurisdiction which they represent; two members are appointed by the Primary Government. The Primary Government's fiscal year 2015 contributions to COG amounted to approximately \$553,047.

(22) Subsequent Events

On October 1, 2015 the Maryland General Assembly passed the Local Government Tort Claims Act increasing the liability limits to \$400,000 per person not to exceed \$800,000 per incident. The revised amounts increase the potential exposures to future risk management claims

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REQUIRED SUPPLEMENTARY INFORMATION

Prince George's County, Maryland
 Schedule of Funding Progress - Other Post Employment Benefits
 For the fiscal year ended June 30, 2015

Analysis of the dollar amounts of actuarial value of assets, actuarial accrued liability, and unfunded actuarial accrued liability in isolation can be misleading. Expressing the actuarial value of assets as a percentage of the actuarial accrued liability provides one indication of funding status on a going-concern basis. Analysis of the plan over time indicates whether the plans are becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the plan. Trends in unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the Plans' progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller the percentage, the stronger the plan. The OPEB Plan had actuarial valuations as of July 1, 2008, July 1, 2010, July 1, 2012 and July 1, 2014. The significant actuarial assumptions used to compute the accrued actuarial liability are the same as those used to compute the actuarially determined contribution requirements.

Actuarial Valuation <u>Date</u>	Actuarial Value of Assets <u>(a)</u>	Actuarial Accrued Liability (AAL) <u>(b)</u>	Unfunded AAL (UAAL) <u>(b-a)</u>	Funded Ratio <u>(a/b)</u>	Covered Payroll <u>(c)</u>	UAAL as a Percentage of Covered Payroll <u>((b-a)/c)</u>
OPEB Plan Net Assets						
07/01/14	48,140	\$ 1,651,196	\$ 1,603,056	2.92%	\$ 524,603	305.58%
07/01/13	49,856	1,690,289	1,640,433	2.95%	504,339	325.26%
07/01/12	47,938	1,584,584	1,536,646	3.03%	494,980	310.45%
07/01/11	44,457	875,301	830,844	5.08%	477,915	173.85%
07/01/10	42,444	825,330	782,886	5.14%	419,062	186.82%
07/01/09	35,295	842,813	807,518	4.19%	460,100	175.51%

Prince Georges County Maryland
Police Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 32,427,700	38,339,800
Interest	104,196,812	97,116,878
Difference between expected and actual experience	7,177,558	-
Assumption changes	-	40,734,204
Benefit payments	(79,160,257)	(76,560,744)
Refunds	(823,760)	(1,272,420)
Net change in total pension liability	<u>63,818,053</u>	<u>98,357,718</u>
Total pension liability - beginning	<u>1,412,639,118</u>	<u>1,314,281,400</u>
Total pension liability - ending (a)	<u><u>\$ 1,476,457,171</u></u>	<u><u>1,412,639,118</u></u>
Plan fiduciary net position		
Employer contributions	65,705,413	66,113,037
Employee contributions	8,710,935	8,190,741
Net investment income	31,033,375	120,575,139
Benefit payments	(79,160,257)	(76,560,744)
Refunds	(823,760)	(1,272,420)
Administrative expense	(585,034)	(517,840)
Net transfers	-	-
Net change in plan fiduciary net position	<u>24,880,672</u>	<u>116,527,913</u>
Plan fiduciary net position - beginning	<u>856,581,857</u>	<u>740,053,944</u>
Plan fiduciary net position - end (b)	<u><u>\$ 881,462,529</u></u>	<u><u>856,581,857</u></u>
Net pension liability - (a) - (b)	<u><u>\$ 594,994,642</u></u>	<u><u>556,057,261</u></u>
Plan fiduciary net position as a percentage of total pension liability	59.70%	60.64%
Covered employee payroll⁽²⁾	\$ 123,481,300	121,886,100
Net pension liability as a percentage of covered employee payroll	481.85%	456.21%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
Fire Service Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 18,272,700	17,384,400
Interest	53,654,660	49,506,707
Benefit changes	-	-
Difference between expected and actual experience	10,759,866	-
Assumption changes	-	31,788,934
Benefit payments	(43,816,726)	(41,916,128)
Refunds	(1,210,716)	(719,912)
Net change in total pension liability	<u>37,659,784</u>	<u>56,044,001</u>
Total pension liability - beginning	<u>728,531,001</u>	<u>672,487,000</u>
Total pension liability - ending (a)	<u><u>\$ 766,190,785</u></u>	<u><u>728,531,001</u></u>
Plan fiduciary net position		
Employer contributions	37,391,396	34,826,767
Employee contributions	4,159,906	3,835,790
Net investment income	12,392,319	56,155,443
Benefit payments	(43,816,726)	(41,916,128)
Refunds	(1,210,716)	(719,912)
Administrative expense	(456,462)	(413,936)
Net transfers	-	-
Net change in plan fiduciary net position	<u>8,459,717</u>	<u>51,768,024</u>
Plan fiduciary net position - beginning	<u>389,311,734</u>	<u>337,543,710</u>
Plan fiduciary net position - end (b)	<u><u>\$ 397,771,451</u></u>	<u><u>389,311,734</u></u>
Net pension liability - (a) - (b)	<u><u>\$ 368,419,334</u></u>	<u><u>339,219,267</u></u>
Plan fiduciary net position as a percentage of total pension liability	51.92%	53.44%
Covered employee payroll ⁽²⁾	\$ 59,216,400	58,003,300
Net pension liability as a percentage of covered employee payroll	622.16%	584.83%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
Deputy Sheriff's Comprehensive Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 4,085,500	3,871,100
Interest	8,333,756	7,628,903
Benefit changes	-	-
Difference between expected and actual experience	2,253,312	-
Assumption changes	-	4,557,828
Benefit payments	(6,730,533)	(6,582,813)
Refunds	(152,216)	(68,733)
Net change in total pension liability	<u>7,789,819</u>	<u>9,406,285</u>
Total pension liability - beginning	<u>112,490,085</u>	<u>103,083,800</u>
Total pension liability - ending (a)	<u>\$ 120,279,904</u>	<u>112,490,085</u>
Plan fiduciary net position		
Employer contributions	6,613,913	5,853,975
Employee contributions	1,562,200	1,405,110
Net investment income	1,894,023	8,305,560
Benefit payments	(6,730,533)	(6,582,813)
Refunds	(152,216)	(68,733)
Administrative expense	(220,964)	(211,737)
Net transfers	-	-
Net change in plan fiduciary net position	<u>2,966,423</u>	<u>8,701,362</u>
Plan fiduciary net position - beginning	<u>57,351,980</u>	<u>48,650,618</u>
Plan fiduciary net position - end (b)	<u>\$ 60,318,403</u>	<u>57,351,980</u>
Net pension liability - (a) - (b)	<u>\$ 59,961,501</u>	<u>55,138,105</u>
Plan fiduciary net position as a percentage of total pension liability	50.15%	50.98%
Covered employee payroll ⁽²⁾	\$ 15,222,500	14,251,600
Net pension liability as a percentage of covered employee payroll	393.90%	386.89%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
Correctional Officers' Comprehensive Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 6,809,700	6,838,600
Interest	14,532,414	12,993,205
Benefit changes	-	-
Difference between expected and actual experience	1,847,358	-
Assumption changes	-	9,933,562
Benefit payments	(8,724,601)	(8,354,218)
Refunds	(640,680)	(742,136)
Net change in total pension liability	<u>13,824,191</u>	<u>20,669,013</u>
Total pension liability - beginning	<u>195,020,213</u>	<u>174,351,200</u>
Total pension liability - ending (a)	<u><u>\$ 208,844,404</u></u>	<u><u>195,020,213</u></u>
Plan fiduciary net position		
Employer contributions	9,198,374	7,363,022
Employee contributions	3,282,970	3,054,222
Net investment income	3,510,171	15,128,737
Benefit payments	(8,724,601)	(8,354,218)
Refunds	(640,680)	(742,136)
Administrative expense	(175,666)	(240,480)
Net transfers	-	-
Net change in plan fiduciary net position	<u>6,450,568</u>	<u>16,209,147</u>
Plan fiduciary net position - beginning	<u>104,764,275</u>	<u>88,555,128</u>
Plan fiduciary net position - end (b)	<u><u>\$ 111,214,843</u></u>	<u><u>104,764,275</u></u>
Net pension liability - (a) - (b)	<u><u>\$ 97,629,561</u></u>	<u><u>90,255,938</u></u>
Plan fiduciary net position as a percentage of total pension liability	53.25%	53.72%
Covered employee payroll ⁽²⁾	\$ 27,085,400	25,445,200
Net pension liability as a percentage of covered employee payroll	360.45%	354.71%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
Deputy Sheriff's Supplemental Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 39,600	45,400
Interest	695,358	658,384
Benefit changes	-	-
Difference between expected and actual experience	87,731	-
Assumption changes	-	615,240
Benefit payments	(819,027)	(805,234)
Refunds	(22,784)	-
Net change in total pension liability	<u>(19,122)</u>	<u>513,790</u>
Total pension liability - beginning	<u>9,665,290</u>	<u>9,151,500</u>
Total pension liability - ending (a)	<u>\$ 9,646,168</u>	<u>9,665,290</u>
Plan fiduciary net position		
Employer contributions	815,900	768,500
Employee contributions	30,157	29,030
Net investment income	131,609	521,224
Benefit payments	(819,027)	(805,234)
Refunds	(22,784)	-
Administrative expense	(31,774)	(27,614)
Net transfers	-	-
Net change in plan fiduciary net position	<u>104,081</u>	<u>485,906</u>
Plan fiduciary net position - beginning	<u>3,763,494</u>	<u>3,277,588</u>
Plan fiduciary net position - end (b)	<u>\$ 3,867,575</u>	<u>3,763,494</u>
Net pension liability - (a) - (b)	<u>\$ 5,778,593</u>	<u>5,901,796</u>
Plan fiduciary net position as a percentage of total pension liability	40.09%	38.94%
Covered employee payroll ⁽²⁾	\$ 583,300	574,600
Net pension liability as a percentage of covered employee payroll	990.67%	1027.11%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
 Correctional Officers' Supplemental Pension Plan
 Required Supplementary Information
 Schedule of Changes in Net Pension Liability and Related Ratios
 Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 128,100	140,000
Interest	651,696	581,835
Benefit changes	-	-
Difference between expected and actual experience	17,577	-
Assumption changes	-	557,170
Benefit payments	(369,988)	(309,055)
Refunds	(5,512)	-
Net change in total pension liability	<u>421,873</u>	<u>969,950</u>
Total pension liability - beginning	<u>8,810,750</u>	<u>7,840,800</u>
Total pension liability - ending (a)	<u>\$ 9,232,623</u>	<u>8,810,750</u>
Plan fiduciary net position		
Employer contributions	675,703	559,655
Employee contributions	90,308	84,396
Net investment income	281,057	1,045,836
Benefit payments	(369,988)	(309,055)
Refunds	(5,512)	-
Administrative expense	(31,774)	(27,614)
Net transfers	-	-
Net change in plan fiduciary net position	<u>639,794</u>	<u>1,353,218</u>
Plan fiduciary net position - beginning	<u>7,432,352</u>	<u>6,079,134</u>
Plan fiduciary net position - end (b)	<u>\$ 8,072,146</u>	<u>7,432,352</u>
Net pension liability - (a) - (b)	<u>\$ 1,160,477</u>	<u>1,378,398</u>
Plan fiduciary net position as a percentage of total pension liability	87.43%	84.36%
Covered employee payroll ⁽²⁾	\$ 1,620,500	1,519,300
Net pension liability as a percentage of covered employee payroll	71.61%	90.73%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
 Crossing Guards Pension Plan
 Required Supplementary Information
 Schedule of Changes in Net Pension Liability and Related Ratios
 Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 60,100	66,300
Interest	149,464	140,397
Benefit changes	-	-
Difference between expected and actual experience	(15,625)	-
Assumption changes		81,491
Benefit payments	(150,128)	(144,342)
Refunds	(24,818)	(9,611)
Net change in total pension liability	<u>18,993</u>	<u>134,235</u>
Total pension liability - beginning	<u>2,049,235</u>	<u>1,915,000</u>
Total pension liability - ending (a)	<u><u>\$ 2,068,228</u></u>	<u><u>2,049,235</u></u>
Plan fiduciary net position		
Employer contributions	87,270	81,888
Employee contributions	68,869	64,330
Net investment income	89,869	222,555
Benefit payments	(150,128)	(144,342)
Refunds	(24,818)	(9,611)
Administrative expense	(28,122)	(21,310)
Net transfers	-	(220)
Net change in plan fiduciary net position	<u>42,940</u>	<u>193,290</u>
Plan fiduciary net position - beginning	<u>1,498,494</u>	<u>1,305,204</u>
Plan fiduciary net position - end (b)	<u><u>\$ 1,541,434</u></u>	<u><u>1,498,494</u></u>
Net pension liability - (a) - (b)	<u><u>\$ 526,794</u></u>	<u><u>550,741</u></u>
Plan fiduciary net position as a percentage of total pension liability	74.53%	73.12%
Covered employee payroll ⁽²⁾	\$ 1,418,200	1,402,400
Net pension liability as a percentage of covered employee payroll	37.15%	39.27%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
 AFSCME Pension Plan
 Required Supplementary Information
 Schedule of Changes in Net Pension Liability and Related Ratios
 Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 2,404,200	2,949,000
Interest	6,865,340	6,434,666
Benefit changes	-	-
Difference between expected and actual experience	(864,476)	-
Assumption changes	-	755,549
Benefit payments	(4,075,963)	(3,860,360)
Refunds	(236,734)	(92,288)
Net change in total pension liability	<u>4,092,367</u>	<u>6,186,567</u>
Total pension liability - beginning	<u>92,474,867</u>	<u>86,288,300</u>
Total pension liability - ending (a)	<u>\$ 96,567,234</u>	<u>92,474,867</u>
Plan fiduciary net position		
Employer contributions	4,203,607	3,924,252
Employee contributions	924,937	862,630
Net investment income	2,579,265	11,124,936
Benefit payments	(4,075,963)	(3,860,360)
Refunds	(236,734)	(92,288)
Administrative expense	(96,546)	(116,210)
Net transfers	(51,363)	(125,063)
Net change in plan fiduciary net position	<u>3,247,203</u>	<u>11,717,897</u>
Plan fiduciary net position - beginning	<u>76,807,522</u>	<u>65,089,625</u>
Plan fiduciary net position - end (b)	<u>\$ 80,054,725</u>	<u>76,807,522</u>
Net pension liability - (a) - (b)	<u>\$ 16,512,509</u>	<u>15,667,345</u>
Plan fiduciary net position as a percentage of total pension liability	82.90%	83.06%
Covered employee payroll ⁽²⁾	\$ 51,329,300	51,111,200
Net pension liability as a percentage of covered employee payroll	32.17%	30.65%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
General Schedule Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 4,665,500	5,213,600
Interest	12,468,033	11,683,071
Benefit changes	-	-
Difference between expected and actual experience	3,639,626	-
Assumption changes	-	3,805,637
Benefit payments	(9,850,377)	(9,661,847)
Refunds	(292,878)	(135,253)
Net change in total pension liability	<u>10,629,904</u>	<u>10,905,208</u>
Total pension liability - beginning	<u>168,929,808</u>	<u>158,024,600</u>
Total pension liability - ending (a)	<u>\$ 179,559,712</u>	<u>168,929,808</u>
Plan fiduciary net position		
Employer contributions	7,757,860	7,189,526
Employee contributions	3,531,597	3,338,347
Net investment income	4,006,797	17,349,257
Benefit payments	(9,850,377)	(9,661,847)
Refunds	(292,878)	(135,253)
Administrative expense	(115,975)	(153,155)
Net transfers	21,670	152,316
Net change in plan fiduciary net position	<u>5,058,694</u>	<u>18,079,191</u>
Plan fiduciary net position - beginning	<u>120,145,715</u>	<u>102,066,524</u>
Plan fiduciary net position - end (b)	<u>\$ 125,204,409</u>	<u>120,145,715</u>
Net pension liability - (a) - (b)	<u>\$ 54,355,303</u>	<u>48,784,093</u>
Plan fiduciary net position as a percentage of total pension liability	69.73%	71.12%
Covered employee payroll ⁽²⁾	\$ 92,786,900	90,154,600
Net pension liability as a percentage of covered employee payroll	58.58%	54.11%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
Fire Civilian Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 180,400	218,900
Interest	836,587	789,219
Benefit changes	-	-
Difference between expected and actual experience	(154,697)	-
Assumption changes	-	256,389
Benefit payments	(572,118)	(603,003)
Refunds	(53,345)	-
Net change in total pension liability	<u>236,827</u>	<u>661,505</u>
Total pension liability - beginning	<u>11,373,005</u>	<u>10,711,500</u>
Total pension liability - ending (a)	<u>\$ 11,609,832</u>	<u>11,373,005</u>
Plan fiduciary net position		
Employer contributions	511,188	455,754
Employee contributions	198,816	177,317
Net investment income	232,048	1,014,503
Benefit payments	(572,118)	(603,003)
Refunds	(53,345)	-
Administrative expense	(65,939)	(57,930)
Net transfers	-	(4,197)
Net change in plan fiduciary net position	<u>250,650</u>	<u>982,444</u>
Plan fiduciary net position - beginning	<u>6,992,464</u>	<u>6,010,020</u>
Plan fiduciary net position - end (b)	<u>\$ 7,243,114</u>	<u>6,992,464</u>
Net pension liability - (a) - (b)	<u>\$ 4,366,718</u>	<u>4,380,541</u>
Plan fiduciary net position as a percentage of total pension liability	62.39%	61.48%
Covered employee payroll ⁽²⁾	\$ 3,871,700	3,638,800
Net pension liability as a percentage of covered employee payroll	112.79%	120.38%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
Police Civilian Pension Plan
Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios
Fiscal Year 2015 and 2014 ⁽¹⁾

Fiscal year ending June 30	2015	2014
Total Pension Liability		
Service cost	\$ 795,600	1,023,800
Interest	1,938,410	1,908,551
Benefit changes	-	-
Difference between expected and actual experience	212,896	-
Assumption changes	-	(785,355)
Benefit payments	(1,397,887)	(1,395,958)
Refunds	(218,740)	(260,381)
Net change in total pension liability	<u>1,330,279</u>	<u>490,657</u>
Total pension liability - beginning	<u>26,248,557</u>	<u>25,757,900</u>
Total pension liability - ending (a)	<u>\$ 27,578,836</u>	<u>26,248,557</u>
Plan fiduciary net position		
Employer contributions	1,089,407	1,068,827
Employee contributions	838,457	802,285
Net investment income	649,268	2,833,208
Benefit payments	(1,397,887)	(1,395,958)
Refunds	(218,740)	(260,381)
Administrative expense	(67,533)	(64,464)
Net transfers	29,693	(22,836)
Net change in plan fiduciary net position	<u>922,665</u>	<u>2,960,681</u>
Plan fiduciary net position - beginning	<u>19,500,690</u>	<u>16,540,009</u>
Plan fiduciary net position - end (b)	<u>\$ 20,423,355</u>	<u>19,500,690</u>
Net pension liability - (a) - (b)	<u>\$ 7,155,481</u>	<u>6,747,867</u>
Plan fiduciary net position as a percentage of total pension liability	74.05%	74.29%
Covered employee payroll ⁽²⁾	\$ 18,118,600	17,183,600
Net pension liability as a percentage of covered employee payroll	39.49%	39.27%

⁽¹⁾ GASB67 implemented in Fiscal Year 2014. Ultimately 10 years will be displayed.

⁽²⁾ Payroll from actuarial valuation performed at fiscal year end.

Prince Georges County Maryland
 Maryland State Retirement and Pension System
 Required Supplementary Information
 Schedule of Proportionate Share of Net Pension Liability
 Fiscal Year 2014 ⁽¹⁾

Measurement Date	2014
County's proportionate share of net pension liability	0.696047452306603%
County's proportionate share of net pension liability	\$ 123,525,669
County's covered payroll	\$ 196,774,400
County's proportionate share of the net pension liability as a percentage of its covered employee payroll	62.78%
Plan fiduciary net position as a percentage of the total pension liability	71.87%

⁽¹⁾ GASB68 implemented in Fiscal Year 2015. Ultimately 10 years will be displayed.

Prince Georges County Maryland
Required Supplementary Information
Schedule of County Contributions
Last 10 Fiscal Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Police										
Actuarially determined contribution	\$ 65,705,413	\$ 66,113,037	\$ 56,265,491	\$ 52,792,772	\$ 47,358,991	\$ 40,746,884	\$ 41,312,456	\$ 40,899,662	\$ 37,460,992	\$ 30,145,860
Contributions in relation to the actuarially determined contribution	65,705,413	66,113,037	56,265,491	52,792,772	47,358,991	40,746,884	41,312,456	40,899,662	37,460,992	30,145,860
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 121,869,863	\$ 132,856,596	\$ 113,612,283	\$ 110,472,635	\$ 105,941,115	\$ 105,067,297	\$ 110,266,912	\$ 97,043,082	\$ 98,591,589	\$ 87,538,941
Contributions as a percentage of covered-employee payroll	53.91%	49.76%	49.52%	47.79%	44.70%	38.78%	37.47%	42.15%	38.00%	34.44%
Fire										
Actuarially determined contribution	\$ 37,391,396	\$ 34,826,767	\$ 29,993,835	\$ 31,141,432	\$ 25,956,943	\$ 23,247,348	\$ 25,628,801	\$ 25,411,809	\$ 20,371,224	\$ 15,970,509
Contributions in relation to the actuarially determined contribution	37,391,396	34,826,767	29,993,835	31,141,432	25,956,943	23,247,348	25,628,801	25,411,809	20,371,224	15,970,509
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 58,868,793	\$ 61,520,842	\$ 51,609,161	\$ 58,769,965	\$ 49,076,124	\$ 48,791,822	\$ 54,472,521	\$ 50,944,023	\$ 50,094,360	\$ 42,641,726
Contributions as a percentage of covered-employee payroll	63.52%	56.61%	58.12%	52.99%	52.89%	47.65%	47.05%	49.88%	40.67%	37.45%
Deputy Sheriff's Comprehensive										
Actuarially determined contribution	\$ 6,613,913	\$ 5,853,975	\$ 5,171,709	\$ 5,243,696	\$ 4,627,135	\$ 3,898,491	\$ 4,110,295	\$ 4,138,909	\$ 4,172,392	\$ 3,207,739
Contributions in relation to the actuarially determined contribution	6,613,913	5,853,975	5,171,709	5,243,696	4,627,135	3,898,491	4,110,295	4,138,909	4,172,392	3,207,739
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 14,760,637	\$ 14,819,114	\$ 13,408,926	\$ 13,689,694	\$ 13,180,174	\$ 13,060,220	\$ 13,868,817	\$ 12,455,970	\$ 11,766,144	\$ 8,955,325
Contributions as a percentage of covered-employee payroll	44.81%	39.50%	38.57%	38.30%	35.11%	29.85%	29.64%	33.23%	35.46%	35.82%
Correctional Officers' Comprehensive										
Actuarially determined contribution	\$ 9,198,374	\$ 7,363,022	\$ 6,361,469	\$ 6,655,547	\$ 6,196,486	\$ 5,082,212	\$ 5,001,190	\$ 4,932,268	\$ 4,636,499	\$ 3,901,798
Contributions in relation to the actuarially determined contribution	9,198,374	7,363,022	6,361,469	6,655,547	6,196,486	5,082,212	5,001,190	4,932,268	4,636,499	3,901,798
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 25,545,117	\$ 26,087,235	\$ 23,470,084	\$ 25,215,683	\$ 24,347,628	\$ 23,217,583	\$ 24,013,591	\$ 22,030,546	\$ 22,076,288	\$ 19,293,060
Contributions as a percentage of covered-employee payroll	36.01%	28.22%	27.10%	26.39%	25.45%	21.89%	20.83%	22.39%	21.00%	20.22%

Prince Georges County Maryland
Required Supplementary Information
Schedule of County Contributions
Last 10 Fiscal Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Deputy Sheriff's Supplemental										
Actuarially determined contribution	\$ 815,900	\$ 768,500	\$ 652,200	\$ 274,717	\$ 257,053	\$ 255,608	\$ 214,001	\$ 224,419	\$ 204,941	\$ 120,830
Contributions in relation to the actuarially determined contribution	815,900	768,500	652,200	274,717	257,053	255,608	214,001	224,419	204,941	120,830
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 579,946	\$ 558,262	\$ 717,237	\$ 1,021,708	\$ 1,105,715	\$ 1,307,494	\$ 1,259,659	\$ 1,292,922	\$ 1,367,827	\$ 1,173,123
Contributions as a percentage of covered-employee payroll	140.69%	137.66%	90.93%	26.89%	23.25%	19.55%	16.99%	17.36%	14.98%	10.30%
Correctional Officers' Supplemental										
Actuarially determined contribution	\$ 675,703	\$ 559,655	\$ 528,851	\$ 568,320	\$ 546,421	\$ 142,397	\$ 149,743	\$ 167,390	\$ 154,982	\$ 139,315
Contributions in relation to the actuarially determined contribution	675,703	559,655	528,851	568,320	546,421	142,397	149,743	167,390	154,982	139,315
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 1,567,767	\$ 1,613,254	\$ 1,547,850	\$ 1,689,161	\$ 1,726,284	\$ 1,825,432	\$ 1,940,038	\$ 2,075,209	\$ 2,045,106	\$ 2,033,674
Contributions as a percentage of covered-employee payroll	43.10%	34.69%	34.17%	33.65%	31.65%	7.80%	7.72%	8.07%	7.58%	6.85%
Crossing Guards										
Actuarially determined contribution	\$ 87,270	\$ 81,888	\$ 86,674	\$ 85,002	\$ 79,090	\$ 74,880	\$ 85,965	\$ 78,794	\$ 74,160	\$ 70,517
Contributions in relation to the actuarially determined contribution	87,270	81,888	86,674	85,002	79,090	74,880	85,965	78,794	74,160	70,517
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 1,568,767	\$ 1,478,859	\$ 1,576,052	\$ 1,560,515	\$ 1,480,461	\$ 1,635,018	\$ 1,666,680	\$ 1,596,052	\$ 1,580,337	\$ 1,487,452
Contributions as a percentage of covered-employee payroll	5.56%	5.54%	5.50%	5.45%	5.34%	4.58%	5.16%	4.94%	4.69%	4.74%
AFSCME										
Actuarially determined contribution	\$ 4,203,607	\$ 3,924,252	\$ 3,876,642	\$ 4,063,116	\$ 3,907,035	\$ 3,761,772	\$ 4,100,704	\$ 3,978,481	\$ 1,704,492	\$ 1,074,642
Contributions in relation to the actuarially determined contribution	4,203,607	3,924,252	3,876,642	4,063,116	3,907,035	3,761,772	4,100,704	3,978,481	1,704,492	1,074,642
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 51,962,760	\$ 54,596,819	\$ 54,115,932	\$ 56,189,039	\$ 54,702,748	\$ 57,385,298	\$ 59,410,466	\$ 55,667,983	\$ 38,750,947	\$ 23,786,661
Contributions as a percentage of covered-employee payroll	8.09%	7.19%	7.16%	7.23%	7.14%	6.56%	6.90%	7.15%	4.40%	4.52%

Prince Georges County Maryland
Required Supplementary Information
Schedule of County Contributions
Last 10 Fiscal Years

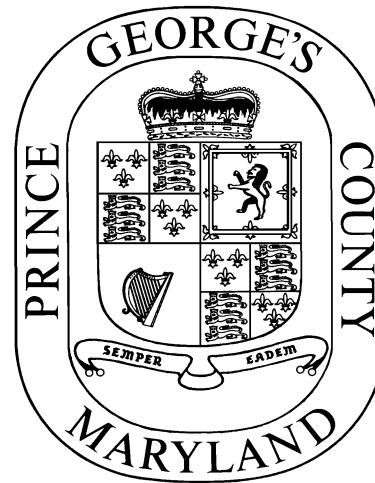
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Schedule										
Actuarially determined contribution	\$ 7,757,860	\$ 7,189,526	\$ 6,269,930	\$ 6,225,415	\$ 5,687,109	\$ 5,355,284	\$ 5,477,978	\$ 5,104,563	\$ 5,643,606	\$ 6,151,208
Contributions in relation to the actuarially determined contribution	7,757,860	7,189,526	6,269,930	6,225,415	5,687,109	5,355,284	5,477,978	5,104,563	5,643,606	6,151,208
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 92,547,260	\$ 96,687,856	\$ 83,866,383	\$ 84,317,601	\$ 79,224,231	\$ 81,358,176	\$ 81,562,184	\$ 77,971,726	\$ 84,430,989	\$ 89,421,358
Contributions as a percentage of covered-employee payroll	8.38%	7.44%	7.48%	7.38%	7.18%	6.58%	6.72%	6.55%	6.68%	6.88%
Fire Civilian										
Actuarially determined contribution	\$ 511,188	\$ 455,754	\$ 412,724	\$ 425,660	\$ 374,931	\$ 339,173	\$ 346,042	\$ 350,325	\$ 328,707	\$ 303,807
Contributions in relation to the actuarially determined contribution	511,188	455,754	412,724	425,660	374,931	339,173	346,042	350,325	328,707	303,807
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 3,772,598	\$ 4,007,893	\$ 3,634,202	\$ 3,879,187	\$ 3,935,198	\$ 4,213,435	\$ 4,280,833	\$ 4,154,906	\$ 4,063,497	\$ 3,596,788
Contributions as a percentage of covered-employee payroll	13.55%	11.37%	11.36%	10.97%	9.53%	8.05%	8.08%	8.43%	8.09%	8.45%
Police Civilian										
Actuarially determined contribution	\$ 1,089,407	\$ 1,068,827	\$ 998,499	\$ 1,050,281	\$ 968,151	\$ 882,194	\$ 956,128	\$ 892,370	\$ 889,899	\$ 739,871
Contributions in relation to the actuarially determined contribution	1,089,407	1,068,827	998,499	1,050,281	968,151	882,194	956,128	892,370	889,899	739,871
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 17,614,642	\$ 19,058,383	\$ 17,251,532	\$ 17,910,236	\$ 17,347,443	\$ 17,631,392	\$ 17,799,883	\$ 16,006,191	\$ 14,599,716	\$ 12,384,854
Contributions as a percentage of covered-employee payroll	6.18%	5.61%	5.79%	5.86%	5.58%	5.00%	5.37%	5.58%	6.10%	5.97%

Prince Georges County Maryland
Required Supplementary Information
Schedule of County Contributions
Fiscal Year 2014

MSRPS	
Contractually required contribution	\$ 16,220,418
Contributions in relation to the contractually determined contribution	16,220,418
Contribution deficiency (excess)	<u>\$ -</u>
Covered-employee payroll	\$ 193,777,189
Contributions as a percentage of covered-employee payroll	8.37%

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

This sub-section contains the Combining and Individual Fund Statements for the General Fund, Nonmajor Governmental Funds, Internal Service Funds, Fiduciary Funds, and Nonmajor Component Units. Also included are Supplementary Schedules.



GENERAL FUND

The General Fund is used to account for resources traditionally associated with government which are not legally or by sound financial management required to be accounted for in another fund.

PRINCE GEORGE'S COUNTY, MARYLAND
 Balance Sheet
 General Fund
 June 30, 2015

<u>Assets</u>		<u>Liabilities, Deferred Inflow of Resources, and Fund Balance</u>	
Cash and investments	\$ 81,894,210	Liabilities:	
Taxes receivable:		Compensated absences and termination benefits payable	\$ 384,884
Property taxes	17,557,386	Accounts payable	8,064,447
Less allowance for uncollectible taxes	<u>(12,882,380)</u>	Accrued costs	21,154,186
Net property taxes	<u>4,675,006</u>	Unearned revenue	10,132,607
Accounts receivable	30,972,839	Deposits	<u>31,783,948</u>
Less allowance for uncollectible accounts	<u>(204,355)</u>	Total liabilities	<u>71,520,072</u>
Net accounts receivable	<u>30,768,484</u>		
Notes receivable	10,132,607	Deferred Inflow of Resources:	
Accrued interest receivable	512,530	Unavailable revenue - income taxes	54,395,885
Due from other funds:		Unavailable revenue - property taxes	<u>5,223,202</u>
Special Revenue	18,500,000	Total deferred inflow of resources	<u>59,619,087</u>
Capital Projects	130,500,000		
Solid Waste	5,000,000	Fund balance:	
Total due from other funds	<u>154,000,000</u>	Nonspendable	1,641,389
Due from component units:		Restricted	
Housing Authority, net of allowance	3,693,380	Economic stabilization	144,518,015
Revenue Authority	826,998	Equipment purchases	25,772,795
Board of Education	1,604,523	Real estate purchases	<u>487,693</u>
Community Television	<u>450,000</u>	Total Restricted	<u>170,778,503</u>
Total due from component units	<u>6,574,901</u>	Committed - Operating Reserve	57,807,206
Due from other governmental units:		Assigned	
State	121,743,401	Economic Development	42,596,624
Federal	93,259	Local Impact Grant	3,000,000
Other	<u>10,984,748</u>	Summer Youth Enrichment Program	1,024,000
Total due from other governmental units	<u>132,821,408</u>	Property Sales and Acquisition	<u>7,317,217</u>
Inventories, at average cost	1,641,389	Total Assigned	<u>53,937,841</u>
Cash and investments-restricted	26,261,725	Unassigned	<u>34,028,162</u>
Other assets	50,000	Total fund balance	<u>318,193,101</u>
\$ 449,332,260		\$ 449,332,260	

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Revenue, Expenditures, and Changes in Fund Balance
 General Fund
 For the year ended June 30, 2015

Revenues:	
Taxes	\$ 1,507,260,462
Licenses and permits	25,122,180
Fines and forfeitures	12,989,156
Use of money and property	10,406,865
Charges for services	43,363,217
Intergovernmental	43,876,538
Miscellaneous	<u>2,483,346</u>
Total revenues	<u>1,645,501,764</u>
Expenditures:	
General government	193,820,017
Public safety	620,307,323
Environmental	3,884,600
Health and Human Services	24,659,568
Infrastructure and Development	19,883,764
Payments to component units	679,049,300
Debt Service	<u>25,145,339</u>
Total expenditures	<u>1,566,749,911</u>
Excess of revenues over expenditures	<u>78,751,853</u>
Other financing sources (uses):	
Purchase agreement financing	19,612,680
Transfers in - other funds	3,293,216
Transfers out - other funds	<u>(84,551,094)</u>
Total other financing sources (uses)	<u>(61,645,198)</u>
Excess of revenues and other financing sources under expenditures and other uses	<u>17,106,655</u>
Fund balance, beginning of year	<u>301,086,446</u>
Fund balance, end of year	<u>\$ <u>318,193,101</u></u>

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Revenue-Budget and Actual (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	Budget As Revised	Actual Revenues				Variance Positive (Negative)
		General Fund	Economic Incentive	Property Management	Total	
General property taxes:						
Real property (net of credits)	\$ 654,948,500	653,858,987	-	-	653,858,987	(1,089,513)
Unincorporated business personal property	1,725,600	1,087,707	-	-	1,087,707	(637,893)
Railroad and public utility	29,004,600	34,904,949	-	-	34,904,949	5,900,349
Corporate personal property	36,999,900	31,055,354	-	-	31,055,354	(5,944,546)
Total general property taxes	722,678,600	720,906,997	-	-	720,906,997	(1,771,603)
Local taxes:						
Income	507,425,400	523,596,667	-	-	523,596,667	16,171,267
State income disparity grant	27,503,600	21,694,767	-	-	21,694,767	(5,808,833)
Recordation	37,755,500	34,105,769	-	-	34,105,769	(3,649,731)
Interest and penalties on delinquent taxes	3,500,000	3,146,103	-	-	3,146,103	(353,897)
Transfer	77,692,100	83,103,276	-	-	83,103,276	5,411,176
Trailer camp	35,000	27,471	-	-	27,471	(7,529)
Hotel/motel	4,850,700	5,895,774	-	-	5,895,774	1,045,074
Amusement	13,884,300	12,996,148	-	-	12,996,148	(888,152)
Telecommunications tax	31,600,400	31,271,721	-	-	31,271,721	(328,679)
Energy tax	54,414,000	66,785,516	-	-	66,785,516	12,371,516
Total local taxes	758,661,000	782,623,212	-	-	782,623,212	23,962,212
Shared taxes:						
Gas and motor vehicle	2,810,100	2,867,440	-	-	2,867,440	57,340
State transfer taxes	750,000	862,813	-	-	862,813	112,813
	3,560,100	3,730,253	-	-	3,730,253	170,153
Total taxes	1,484,899,700	1,507,260,462	-	-	1,507,260,462	22,360,762

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Revenue-Budget and Actual (Non-GAAP Budgetary Basis), Continued
 General Fund
 For the year ended June 30, 2015

	Budget As Revised	Actual Revenues				Variance Positive (Negative)
		General Fund	Economic Incentive	Property Management	Total	
Licenses and permits:						
Street privileges and permits	\$ 3,164,800	4,770,196	-	-	4,770,196	1,605,396
Liquor license and permits	1,759,900	1,728,150	-	-	1,728,150	(31,750)
Traders	900,000	828,898	-	-	828,898	(71,102)
Hawkers and peddlers	3,000	58,040	-	-	58,040	55,040
Taxicab	500,000	537,615	-	-	537,615	37,615
Dance licenses	5,000	(100)	-	-	(100)	(5,100)
Bonder's license fees	725,000	485,033	-	-	485,033	(239,967)
Animal registration	125,000	71,812	-	-	71,812	(53,188)
Mechanics	12,000	13,240	-	-	13,240	1,240
Electrical licenses	150,000	153,195	-	-	153,195	3,195
Building permits	7,674,200	12,129,615	-	-	12,129,615	4,455,415
Single family and apartment rental license fee	2,550,000	2,077,245	-	-	2,077,245	(472,755)
New sign permits	50,000	83,976	-	-	83,976	33,976
Towing facility	120,000	-	-	-	-	(120,000)
Palmist	2,000	-	-	-	-	(2,000)
Burglar alarm	327,400	505,519	-	-	505,519	178,119
Benefit performance and casino permits	-	1,755	-	-	1,755	1,755
Board of registration - contractor's fee	7,300	5,075	-	-	5,075	(2,225)
Health permits	1,560,900	1,634,020	-	-	1,634,020	73,120
Secondhand dealers	40,000	7,500	-	-	7,500	(32,500)
Other	51,000	31,396	-	-	31,396	(19,604)
Total licenses and permits	19,727,500	25,122,180	-	-	25,122,180	5,394,680
Fines and forfeitures:						
Motor vehicles	800,000	444,796	-	-	444,796	(355,204)
Animal	40,000	55,565	-	-	55,565	15,565
Automated Speed Enforcement	8,995,500	8,515,818	-	-	8,515,818	(479,682)
Traffic Light	3,240,000	3,882,186	-	-	3,882,186	642,186
Other	1,862,000	90,791	-	-	90,791	(1,771,209)
Total fines and forfeitures	14,937,500	12,989,156	-	-	12,989,156	(1,948,344)

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Revenue-Budget and Actual (Non-GAAP Budgetary Basis), Continued
 General Fund
 For the year ended June 30, 2015

	Budget As Revised	Actual Revenues				Variance Positive (Negative)
		General Fund	Economic Incentive	Property Management	Total	
Use of money and property:						
Interest and dividends	\$ 1,517,000	4,160,546	197,597	-	4,358,143	2,841,143
Telephone commissions	454,500	278,564	-	-	278,564	(175,936)
Rental of County-owned property	2,000,000	2,745,248	-	-	2,745,248	745,248
Xerox commissions	-	69,383	-	-	69,383	69,383
Vending machines and cafeteria commissions	-	58,086	-	-	58,086	58,086
Other use of money and property	350,100	17,956	2,879,485	-	2,897,441	2,547,341
Total use of money and property	<u>4,321,600</u>	<u>7,329,783</u>	<u>3,077,082</u>	<u>-</u>	<u>10,406,865</u>	<u>6,085,265</u>
Charges for services:						
Sheriff's fees	2,955,800	3,264,729	-	-	3,264,729	308,929
Zoning Appeals Board fee	25,000	23,535	-	-	23,535	(1,465)
Tax certification fees	-	37,650	-	-	37,650	37,650
Tax collection service	65,000	65,000	-	-	65,000	-
Health fees	1,100,000	1,255,866	-	-	1,255,866	155,866
Appearance and witness fees	180,000	190,451	-	-	190,451	10,451
Emergency transport and related services	11,555,300	15,172,586	-	-	15,172,586	3,617,286
Tax sale cost recoveries	35,000	61,496	-	-	61,496	26,496
Housing - State prisoners	475,000	632,250	-	-	632,250	157,250
Housing - Federal prisoners	250,000	124,872	-	-	124,872	(125,128)
Contractual police services	750,000	200,969	-	-	200,969	(549,031)
Fire inspection fee	-	300,666	-	-	300,666	300,666
Inmate commissions	300,000	180,124	-	-	180,124	(119,876)
County sales	500	-	-	-	-	(500)
Animal control fees	68,000	165,357	-	-	165,357	97,357
Circuit Court marriage ceremonies	45,000	23,110	-	-	23,110	(21,890)
Local 911 fee	6,142,400	6,322,499	-	-	6,322,499	180,099
Cable franchise fees	12,329,000	12,651,041	-	-	12,651,041	322,041
Stadium contract revenue	1,500,000	1,013,476	-	-	1,013,476	(486,524)
Jury fees reimbursements	700,000	786,425	-	-	786,425	86,425
Interpreter fee	400,000	382,873	-	-	382,873	(17,127)
Other	1,611,000	508,242	-	-	508,242	(1,102,758)
Total charges for services	<u>40,487,000</u>	<u>43,363,217</u>	<u>-</u>	<u>-</u>	<u>43,363,217</u>	<u>2,876,217</u>

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Revenue-Budget and Actual (Non-GAAP Budgetary Basis), Continued
 General Fund
 For the year ended June 30, 2015

	Budget As Revised	Actual Revenues				Variance Positive (Negative)
		General Fund	Economic Incentive	Property Management	Total	
Intergovernmental revenues:						
Civil defense	\$ -	-	-	-	-	-
Police protection	11,124,300	11,101,828	-	-	11,101,828	(22,472)
Land management	10,000	8,403	-	-	8,403	(1,597)
Health Department - State share	6,297,000	7,011,973	-	-	7,011,973	714,973
Racing grant	1,000,000	1,000,000	-	-	1,000,000	-
Fish and wildlife service	140,000	151,310	-	-	151,310	11,310
Teacher Retirement grant	9,628,700	9,628,702	-	-	9,628,702	2
FEMA Reimbursement	-	143,588	-	-	143,588	143,588
State grants	50,000	263,895	-	-	263,895	213,895
Federal grants	175,000	214,030	-	-	214,030	39,030
Payment from Prince George's County Public S	-	2,708,291	-	-	2,708,291	2,708,291
DSS salary reimbursement	250,000	250,624	-	-	250,624	624
Payment from M-NCPPC	9,704,900	7,998,836	-	-	7,998,836	(1,706,064)
Other	7,383,600	3,395,058	-	-	3,395,058	(3,988,542)
Total intergovernmental revenues	45,763,500	43,876,538	-	-	43,876,538	(1,886,962)
Miscellaneous revenues:						
Cedarville state forest	-	2,220	-	-	2,220	2,220
Sale of surplus property	400,000	15,014	-	-	15,014	(384,986)
Sale of voter lists	11,000	6,714	-	-	6,714	(4,286)
Sale of accident reports and photos	165,000	138,834	-	-	138,834	(26,166)
Other miscellaneous sales	98,000	92,360	-	367,077	459,437	361,437
Miscellaneous revenue	1,000,000	1,861,127	-	-	1,861,127	861,127
Total miscellaneous revenues	1,674,000	2,116,269	-	367,077	2,483,346	809,346
	\$ 1,611,810,800	1,642,057,605	3,077,082	367,077	1,645,501,764	33,690,964

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
General government:			
County Executive:			
Compensation	\$ 4,318,700	4,141,931	176,769
Fringe benefits	969,800	993,044	(23,244)
Other current expenses	401,200	341,333	59,867
Total County Executive	<u>5,689,700</u>	<u>5,476,308</u>	<u>213,392</u>
Legislative Branch:			
Compensation	9,718,900	9,402,633	316,267
Fringe benefits	2,735,300	2,683,937	51,363
Other current expenses	2,616,700	2,014,953	601,747
Capital Outlay	30,000	25,815	4,185
Project charges	(1,027,300)	(1,132,303)	105,003
Total Legislative Branch	<u>14,073,600</u>	<u>12,995,035</u>	<u>1,078,565</u>
Office of Ethics and Accountability:			
Compensation	406,700	393,885	12,815
Fringe benefits	92,700	107,980	(15,280)
Other current expenses	50,300	35,156	15,144
Total Ethics and Accountability	<u>549,700</u>	<u>537,021</u>	<u>12,679</u>
Circuit Court:			
Compensation	9,074,200	9,186,429	(112,229)
Fringe benefits	2,761,100	2,725,030	36,070
Other current expenses	3,880,100	3,650,755	229,345
Project charges	(132,000)	(11,369)	(120,631)
Total Circuit Court	<u>15,583,400</u>	<u>15,550,845</u>	<u>32,555</u>

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
General government, continued:			
Orphan's Court:			
Compensation	\$ 312,300	312,088	212
Fringe benefits	80,600	81,251	(651)
Other current expenses	17,000	12,340	4,660
Total Orphan's Court	409,900	405,679	4,221
Personnel Board:			
Compensation	192,500	193,820	(1,320)
Fringe benefits	49,700	49,995	(295)
Other current expenses	86,700	78,998	7,702
Total Personnel Board	328,900	322,813	6,087
Office of Finance:			
Compensation	4,448,200	4,524,247	(76,047)
Fringe benefits	1,485,700	1,406,660	79,040
Other current expenses	793,800	835,746	(41,946)
Project charges	(3,116,300)	(3,175,668)	59,368
Total Office of Finance	3,611,400	3,590,985	20,415
Citizen Complaint Oversight Panel:			
Compensation	125,400	126,630	(1,230)
Fringe benefits	39,100	38,335	765
Other current expenses	75,700	53,689	22,011
Total Citizen Complaint Oversight Panel	240,200	218,654	21,546

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
General government, continued:			
Office of Community Relations			
Compensation	\$ 3,036,100	3,001,463	34,637
Fringe benefits	908,000	939,645	(31,645)
Other current expenses	235,300	215,010	20,290
Total Office of Community Relations	4,179,400	4,156,118	23,282
Office of Management and Budget:			
Compensation	2,081,100	1,919,680	161,420
Fringe benefits	555,500	565,037	(9,537)
Other current expenses	155,500	144,909	10,591
Project charges	(328,800)	(167,759)	(161,041)
Total Office of Management and Budget	2,463,300	2,461,867	1,433
Board of License Commissioners:			
Compensation	633,900	651,805	(17,905)
Fringe benefits	226,700	233,018	(6,318)
Other current expenses	99,200	119,353	(20,153)
Capital Outlay	55,000	55	54,945
Total Board of License Commissioners	1,014,800	1,004,231	10,569
Office of Law:			
Compensation	4,704,500	4,720,966	(16,466)
Fringe benefits	1,353,200	1,344,609	8,591
Other current expenses	454,900	434,103	20,797
Project charges	(2,523,700)	(2,832,839)	309,139
Total Office of Law	3,988,900	3,666,839	322,061

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
General government, continued:			
Office of Human Resources Management			
Compensation	\$ 5,006,200	4,829,215	176,985
Fringe benefits	1,301,600	1,317,317	(15,717)
Other current expenses	970,400	969,130	1,270
Project charges	<u>(2,053,800)</u>	<u>(1,892,725)</u>	<u>(161,075)</u>
Total Office of Human Resources Management	<u>5,224,400</u>	<u>5,222,937</u>	<u>1,463</u>
Board of Elections:			
Compensation	4,138,400	4,124,046	14,354
Fringe benefits	429,900	427,289	2,611
Other current expenses	<u>606,100</u>	<u>564,405</u>	<u>41,695</u>
Total Board of Elections	<u>5,174,400</u>	<u>5,115,740</u>	<u>58,660</u>
Office of Central Services:			
Compensation	8,817,800	8,673,932	143,868
Fringe benefits	2,973,500	2,657,019	316,481
Other current expenses	7,677,300	7,819,856	(142,556)
Project charges	<u>(1,896,800)</u>	<u>(1,579,004)</u>	<u>(317,796)</u>
Total Office of Central Services	<u>17,571,800</u>	<u>17,571,803</u>	<u>(3)</u>
Property Management			
Other current expenses	518,500	234,556	283,944
Capital outlay	<u>2,700,000</u>	<u>2,543,724</u>	<u>156,276</u>
Total Property Management	<u>3,218,500</u>	<u>2,778,280</u>	<u>440,220</u>
Collington Center			
Other current expenses	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Total Collington Center	<u>5,000</u>	<u>5,000</u>	<u>-</u>

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
General government, continued:			
Non-departmental:			
Grants to community organizations	\$ 6,277,400	5,588,509	688,891
Grants to governmental groups	231,800	206,533	25,267
Grants and contributions to component uni	2,235,100	2,235,100	-
Memberships	614,900	771,171	(156,271)
Economic Development	4,258,900	3,868,833	390,067
Economic Development Incentive	13,000,000	6,060,039	6,939,961
Conference and Visitors Bureau	758,000	758,000	-
Discretionary Grants	842,700	1,170,427	(327,727)
General Fund insurance payments	8,437,800	8,329,677	108,123
Judgments - associated legal and professional expenses	686,900	348,936	337,964
Professional Service	8,463,400	9,733,910	(1,270,510)
Postage	1,150,000	1,542,004	(392,004)
Utilities and leases	50,060,100	47,708,547	2,351,553
Debt payments	4,282,200	4,395,676	(113,476)
Debt issuance costs	8,000	9,116	(1,116)
Project charges	(3,939,100)	(3,426,034)	(513,066)
Grant to Dimensions Health Corporation	15,000,000	15,000,000	-
Interest	640,000	700,217	(60,217)
Group Health (Retirees)	25,048,400	25,048,000	400
Group Life (Retirees)	900,000	971,013	(71,013)
Unemployment Compensation	550,000	342,500	207,500
Deferred compensation contributions	100,000	67,534	32,466
Retired county personnel pension payments	50,000	44,602	5,398
Compensated Absences	-	157,004	(157,004)
Summer Youth Programs	2,395,100	1,440,797	954,303
Other miscellaneous	3,529,400	4,626,858	(1,097,458)
	145,581,000	137,698,969	7,882,031
Total non-departmental			
	228,908,300	218,779,124	10,129,176
Total general government			

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund

	Year ended June 30, 2015		
	Budget <u>as revised</u>	<u>Expenditures</u>	Variance Positive <u>(Negative)</u>
Public safety:			
Office of the State's Attorney			
Compensation	\$ 10,918,800	10,965,826	(47,026)
Fringe benefits	3,274,200	3,198,693	75,507
Other current expenses	1,541,900	1,480,701	61,199
Project charges	<u>(127,000)</u>	<u>(143,669)</u>	<u>16,669</u>
Total State's Attorney Office	<u>15,607,900</u>	<u>15,501,551</u>	<u>106,349</u>
Police Department:			
Compensation	168,150,800	167,273,650	877,150
Fringe benefits	96,759,700	96,931,747	(172,047)
Other current expenses	28,308,100	26,013,850	2,294,250
Capital Outlay	-	10,427	(10,427)
Project charges	<u>(295,000)</u>	<u>(762,037)</u>	<u>467,037</u>
Total Police Department	<u>292,923,600</u>	<u>289,467,637</u>	<u>3,455,963</u>
Fire Department:			
Fire Department - Career Service:			
Compensation	82,011,800	82,724,711	(712,911)
Fringe benefits	57,847,900	57,878,988	(31,088)
Other current expenses	20,645,000	19,785,424	859,576
Capital Outlay	-	16,027	(16,027)
Project charges	<u>(200,000)</u>	<u>(103,534)</u>	<u>(96,466)</u>
Total Fire Department	<u>160,304,700</u>	<u>160,301,616</u>	<u>3,084</u>
Sheriff's Department:			
Compensation	23,313,400	23,359,990	(46,590)
Fringe benefits	14,070,900	13,679,695	391,205
Other current expenses	4,368,700	4,268,154	100,546
Project charges	<u>-</u>	<u>(27,973)</u>	<u>27,973</u>
Total Sheriff's Department	<u>41,753,000</u>	<u>41,279,866</u>	<u>473,134</u>

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
Public safety, continued			
Department of Corrections:			
Compensation	\$ 47,225,400	47,476,836	(251,436)
Fringe benefits	20,794,200	20,877,477	(83,277)
Other current expenses	11,169,400	10,306,764	862,636
Project charges	(263,000)	(189,236)	(73,764)
Total Department of Corrections	<u>78,926,000</u>	<u>78,471,841</u>	<u>454,159</u>
Office of Homeland Security			
Compensation	12,761,200	12,687,168	74,032
Fringe benefits	3,648,200	3,633,440	14,760
Other current expenses	8,230,300	8,130,446	99,854
Total Office of Homeland Security	<u>24,639,700</u>	<u>24,451,054</u>	<u>188,646</u>
Total public safety	<u>614,154,900</u>	<u>609,473,565</u>	<u>4,681,335</u>
Environmental			
Soil Conservation:			
Compensation	1,050,500	946,782	103,718
Fringe benefits	283,900	276,232	7,668
Other current expenses	15,300	11,928	3,372
Project charges	(1,349,700)	(1,234,942)	(114,758)
Total Soil Conservation	<u>-</u>	<u>-</u>	<u>-</u>
Department of the Environment:			
Compensation	5,363,800	5,005,825	357,975
Fringe benefits	1,622,500	1,674,632	(52,132)
Other current expenses	1,259,800	1,041,591	218,209
Project charges	(4,361,500)	(3,837,448)	(524,052)
Total Department of the Environment	<u>3,884,600</u>	<u>3,884,600</u>	<u>-</u>
Total Environmental	<u>3,884,600</u>	<u>3,884,600</u>	<u>-</u>

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund
 For the year ended June 30, 2015

	<u>Year ended June 30, 2015</u>		
	<u>Budget as revised</u>	<u>Expenditures</u>	<u>Variance Positive (Negative)</u>
Health and Human Services			
Department of Family Services:			
Compensation	\$ 1,270,300	840,186	430,114
Fringe benefits	366,900	274,979	91,921
Other current expenses	1,253,300	976,501	276,799
Project charges	<u>(239,200)</u>	<u>(50,730)</u>	<u>(188,470)</u>
Total Department of Family Services	<u>2,651,300</u>	<u>2,040,936</u>	<u>610,364</u>
Health Department:			
Compensation	12,524,600	12,143,912	380,688
Fringe benefits	4,138,900	4,077,078	61,822
Other current expenses	5,346,100	4,164,509	1,181,591
Project charges	<u>(2,600,000)</u>	<u>(2,512,872)</u>	<u>(87,128)</u>
Total Health	<u>19,409,600</u>	<u>17,872,627</u>	<u>1,536,973</u>
Department of Social Services:			
Compensation	2,923,300	2,927,357	(4,057)
Fringe benefits	510,400	509,275	1,125
Other current expenses	<u>1,482,500</u>	<u>1,309,373</u>	<u>173,127</u>
Total Department of Social Services	<u>4,916,200</u>	<u>4,746,005</u>	<u>170,195</u>
Total Health and Human Services	<u>26,977,100</u>	<u>24,659,568</u>	<u>2,317,532</u>

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund

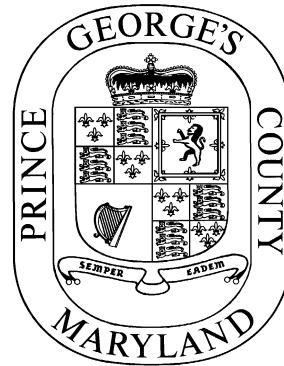
	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
Infrastructure and Development			
Department of Public Works and Transportation			
Compensation	\$ 15,976,700	14,341,866	1,634,834
Fringe benefits	4,932,700	4,650,058	282,642
Other current expenses	40,261,900	40,614,375	(352,475)
Capital Outlay	-	91,761	(91,761)
Project charges	(52,761,000)	(51,521,238)	(1,239,762)
Total public works	8,410,300	8,176,822	233,478
Department of Permitting, Inspections and Enforcement			
Compensation	16,919,500	16,983,588	(64,088)
Fringe benefits	5,216,100	5,249,730	(33,630)
Other current expenses	3,339,700	2,758,483	581,217
Project charges	(17,119,300)	(16,641,119)	(478,181)
Total Permitting, Inspections and Enforcement	8,356,000	8,350,682	5,318
Department of Housing and Community Development:			
Compensation	2,168,000	2,212,642	(44,642)
Fringe benefits	800,400	659,178	141,222
Other current expenses	388,100	484,440	(96,340)
Total Department of Housing and Community Development	3,356,500	3,356,260	240
Total Infrastructure and Development	20,122,800	19,883,764	239,036

(Continued)

Exhibit B-4, Cont.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Expenditures and Other Financing
 Sources (Uses) Compared with Budget (Non-GAAP Budgetary Basis)
 General Fund

	Year ended June 30, 2015		
	Budget as revised	Expenditures	Variance Positive (Negative)
Payments to Component Units:	\$		
Board of Education	630,218,800	630,218,800	-
Community College	30,345,300	30,345,300	-
Memorial Library	18,485,200	18,485,200	-
Total payments to component units	679,049,300	679,049,300	-
 Total expenditures and encumbrances	 \$ 1,573,097,000	 1,555,729,921	 17,367,079
 Other financing sources) (uses):			
Transfers in:			
Special revenue funds	\$ 2,430,000	3,293,216	863,216
Total transfers in	2,430,000	3,293,216	863,216
Transfers out:			
Special revenue funds	\$ (59,000)	(59,000)	-
Debt service fund	(85,854,300)	(84,492,094)	1,362,206
Total transfers out	(85,913,300)	(84,551,094)	1,362,206
Total other financing sources (uses)	\$ (83,483,300)	(81,257,878)	2,225,422



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Domestic Violence Fund - to account for the receipt of revenue from marriage license fees to finance the costs of shelters for homeless spouses who are the object of domestic violence.

Drug Enforcement and Education Fund - to account for the proceeds from the forfeiture or sale of property seized as a result of the enforcement of drug laws, which will finance costs associated with the County's drug enforcement and education activities.

The *Debt Service Fund* accounts for the payment of general long-term debt of the County (not serviced by Enterprise Funds), including state participation loans and service charges.

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2015

<u>Assets</u>	<u>Domestic Violence</u>	<u>Drug Enforcement and Education</u>	<u>Total</u>	<u>Debt Service</u>	<u>Total</u>
Cash and investments	180,237	12,572,690	12,752,927	-	12,752,927
Cash with fiscal agents	-	-	-	14,341,695	14,341,695
Due from other funds	-	-	-	-	-
Due from other governmental units	59,735	4,110	63,845	-	63,845
Restricted cash and investments	-	-	-	18,564,644	18,564,644
	<u>239,972</u>	<u>12,576,800</u>	<u>12,816,772</u>	<u>32,906,339</u>	<u>45,723,111</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	170,594	253,075	423,669	-	423,669
Total liabilities	<u>170,594</u>	<u>253,075</u>	<u>423,669</u>	<u>-</u>	<u>423,669</u>
Fund balances:					
Restricted	69,378	9,046,114	9,115,492	32,906,339	42,021,831
Assigned	-	3,277,611	3,277,611	-	3,277,611
Total fund balances	<u>69,378</u>	<u>12,323,725</u>	<u>12,393,103</u>	<u>32,906,339</u>	<u>45,299,442</u>
	<u>239,972</u>	<u>12,576,800</u>	<u>12,816,772</u>	<u>32,906,339</u>	<u>45,723,111</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Revenue, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended June 30, 2015

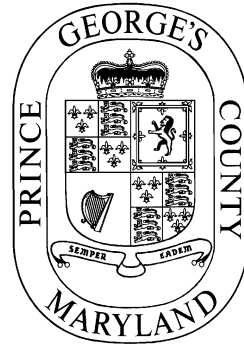
	Special Revenue					Debt Service	Total
	Property Management Services	Collington Center	Domestic Violence	Drug Enforcement and Education	Total		
Revenues:							
Taxes	\$ -	-	-	-	-	2,374,050	2,374,050
Licenses and permits	-	-	307,905	-	307,905	-	307,905
Fines and forfeitures	-	-	-	1,975,137	1,975,137	-	1,975,137
Use of money and property:							
Interest and dividends	-	-	-	45,907	45,907	1,209	47,116
Charges for services	-	-	-	-	-	23,393,341	23,393,341
Sale of property	-	-	-	147,636	147,636	-	147,636
Intergovernmental	-	-	-	-	-	4,236,037	4,236,037
Total revenues	-	-	307,905	2,168,680	2,476,585	30,004,637	32,481,222
Expenditures:							
General government	-	-	-	-	-	1,189,543	1,189,543
Public safety	-	-	-	372,773	372,773	-	372,773
Health and Human Services	-	-	440,156	-	440,156	-	440,156
Debt service:							
Principal retirement	-	-	-	-	-	78,500,000	78,500,000
Interest	-	-	-	-	-	51,288,537	51,288,537
Total expenditures	-	-	440,156	372,773	812,929	130,978,080	131,791,009
Excess of revenues over (under) expenditures	-	-	(132,251)	1,795,907	1,663,656	(100,973,443)	(99,309,787)
Other financing sources (uses):							
Bond premium	-	-	-	-	-	8,245,140	8,245,140
Transfers in - other funds	-	-	59,000	-	59,000	89,191,445	89,250,445
Transfers out- other funds	(2,170,242)	(1,122,974)	-	-	(3,293,216)	-	(3,293,216)
Bonds issued - refunding	-	-	-	-	-	27,520,000	27,520,000
Bond premium - refunding	-	-	-	-	-	2,234,722	2,234,722
Payment to refunding escrow agent	-	-	-	-	-	(29,606,914)	(29,606,914)
Total other financing sources (uses)	(2,170,242)	(1,122,974)	59,000	-	(3,234,216)	97,584,393	94,350,177
Net change in fund balances	(2,170,242)	(1,122,974)	(73,251)	1,795,907	(1,570,560)	(3,389,050)	(4,959,610)
Fund balances, beginning of year	2,170,242	1,122,974	142,629	10,527,818	13,963,663	36,295,389	50,259,052
Fund balances, end of year	\$ -	-	69,378	12,323,725	12,393,103	32,906,339	45,299,442

PRINCE GEORGE'S COUNTY, MARYLAND
 Combining Schedule of Revenue, Expenditures and Changes in Fund Balances - Budget and Actual
 Nonmajor Governmental Funds - Special Revenue
 For the year ended June 30, 2015

	Property Management Services				Collington Center				Domestic Violence			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:												
Licenses and permits	\$ -	-	-	-	-	-	-	-	315,400	315,400	307,905	(7,495)
Interest and Dividends	-	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-
Use of money and property	-	-	-	-	-	-	-	-	-	-	-	-
Sale of property	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	-	-	-	-	-	-	-	-	315,400	315,400	307,905	(7,495)
Expenditures:												
General government	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-	-	-	440,000	440,000	440,156	(156)
Total expenditures	-	-	-	-	-	-	-	-	440,000	440,000	440,156	(156)
Excess of revenues over (under) expenditures	-	-	-	-	-	-	-	-	(124,600)	(124,600)	(132,251)	(7,651)
Other financing sources (uses):												
Transfers in - other funds	-	-	-	-	-	-	-	-	59,000	59,000	59,000	-
Transfers out - other funds	-	-	(2,170,242)	(2,170,242)	-	-	(1,122,974)	1,122,974	-	-	-	-
Appropriated fund balance	-	-	-	-	-	-	-	-	65,600	65,600	-	65,600
Total other financing sources (uses)	-	-	(2,170,242)	(2,170,242)	-	-	(1,122,974)	1,122,974	124,600	124,600	59,000	65,600
Net change in fund balances (budgetary basis)	\$ -	-	(2,170,242)	(2,170,242)	-	-	(1,122,974)	1,122,974	-	-	(73,251)	57,949
Current year encumbrances outstanding			-				-				-	
Fund balances, beginning of year			\$ 2,170,242				1,122,974				142,629	
Fund balances, end of year (GAAP basis)			\$ -				-				69,378	

PRINCE GEORGE'S COUNTY, MARYLAND
 Combining Schedule of Revenue, Expenditures and Changes in Fund Balances - Budget and Actual, Continued
 Nonmajor Governmental Funds - Special Revenue
 For the year ended June 30, 2015

	Drug Enforcement and Education				Totals			
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:								
Licenses and permits	\$ -	-	-	-	315,400	315,400	307,905	(7,495)
Interest and Dividends	70,000	70,000	45,907	(24,093)	70,000	70,000	45,907	(24,093)
Fines and forfeitures	1,200,000	1,200,000	1,975,137	775,137	1,200,000	1,200,000	1,975,137	775,137
Use of money and property	-	-	-	-	-	-	-	-
Sale of property	10,000	10,000	147,636	137,636	10,000	10,000	147,636	137,636
Total revenues	<u>1,280,000</u>	<u>1,280,000</u>	<u>2,168,680</u>	<u>888,680</u>	<u>1,595,400</u>	<u>1,595,400</u>	<u>2,476,585</u>	<u>881,185</u>
Expenditures:								
General government	-	-	-	-	-	-	-	-
Public safety	2,315,000	2,315,000	372,773	1,942,227	2,315,000	2,315,000	372,773	1,942,227
Health and human services	-	-	-	-	440,000	440,000	440,156	(156)
Total expenditures	<u>2,315,000</u>	<u>2,315,000</u>	<u>372,773</u>	<u>1,942,227</u>	<u>2,755,000</u>	<u>2,755,000</u>	<u>812,929</u>	<u>1,942,071</u>
Excess of revenues over (under) expenditures	<u>(1,035,000)</u>	<u>(1,035,000)</u>	<u>1,795,907</u>	<u>2,830,907</u>	<u>(1,159,600)</u>	<u>(1,159,600)</u>	<u>1,663,656</u>	<u>2,823,256</u>
Other financing sources (uses):								
Transfers in - other funds	-	-	-	-	59,000	59,000	59,000	-
Transfers out - other funds	-	-	-	-	-	-	(3,293,216)	(3,293,216)
Appropriated fund balance	<u>1,035,000</u>	<u>1,035,000</u>	<u>-</u>	<u>(1,035,000)</u>	<u>1,100,600</u>	<u>1,100,600</u>	<u>-</u>	<u>(1,100,600)</u>
Total other financing sources (uses)	<u>1,035,000</u>	<u>1,035,000</u>	<u>-</u>	<u>(1,035,000)</u>	<u>1,159,600</u>	<u>1,159,600</u>	<u>(3,234,216)</u>	<u>(4,393,816)</u>
Net change in fund balances (budgetary basis)	\$ <u>-</u>	<u>-</u>	<u>1,795,907</u>	<u>1,795,907</u>	<u>-</u>	<u>-</u>	<u>(1,570,560)</u>	<u>806,588</u>
Current year encumbrances outstanding							-	
Fund balances, beginning of year			<u>10,527,818</u>				<u>13,963,663</u>	
Fund balances, end of year (GAAP basis)			<u>12,323,725</u>				<u>12,393,103</u>	



INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the Primary Government and to other government units, on a cost-reimbursement basis.

Self-Insurance Funds - to provide insurance protection to the Primary Government and the participating Component Unit Entities - Board of Education, Library, and Community College. The Life and Health Benefits Fund provides coverage for the Primary Government and Library employees. The Unemployment Compensation Fund covers required payments to the State of Maryland Unemployment Compensation Fund.

Vehicle Maintenance Fund - to account for the activities which provide the maintenance and repair services for County-owned

Computer Services Fund - to provide for computer and office automation services to County departments and agencies.

PRINCE GEORGE'S COUNTY, MARYLAND
 Combining Statement of Net Position
 Internal Service Funds
 June 30, 2015

Self-Insurance Funds									
<u>Assets</u>	<u>Unemployment Compensation</u>	<u>Property Loss</u>	<u>Automobile Liability</u>	<u>Worker's Compensation</u>	<u>General Liability</u>	<u>Life and Health Benefits</u>	<u>Vehicle Maintenance Fund</u>	<u>Computer Services Fund</u>	<u>Total</u>
Current assets:									
Cash and investments	\$ 253,377	441,641	2,751,771	31,714,560	10,611,160	34,197,932	8,056,121	12,419,148	100,445,710
Accounts receivable	-	1,024	68,366	107,468	26	808,545	168,219	1,916,675	3,070,323
Accrued interest receivable	-	72	1,812	31,524	-	-	-	-	33,408
Due from component units	-	-	-	589,754	-	-	-	-	589,754
Due from other governmental units	-	-	-	-	-	-	-	576,008	576,008
Inventories, at cost	-	-	-	-	-	-	664,594	21,591	686,185
Prepaid costs and deposits	-	-	-	-	6,298	81,840	43,840	-	131,978
Total current assets	<u>253,377</u>	<u>442,737</u>	<u>2,821,949</u>	<u>32,443,306</u>	<u>10,617,484</u>	<u>35,088,317</u>	<u>8,932,774</u>	<u>14,933,422</u>	<u>105,533,366</u>
Noncurrent assets:									
Capital assets:									
Land	-	-	-	-	-	-	1,000,000	-	1,000,000
Buildings	-	-	-	-	-	-	2,640,889	-	2,640,889
Accumulated depreciation	-	-	-	-	-	-	(2,640,889)	-	(2,640,889)
Improvements other than buildings	-	-	-	-	-	-	328,014	-	328,014
Accumulated depreciation	-	-	-	-	-	-	(328,014)	-	(328,014)
Equipment	-	-	-	-	-	-	9,804,127	13,988	9,818,115
Accumulated depreciation	-	-	-	-	-	-	(9,465,804)	(12,234)	(9,478,038)
Total noncurrent assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,338,323</u>	<u>1,754</u>	<u>1,340,077</u>
Total assets	<u>\$ 253,377</u>	<u>442,737</u>	<u>2,821,949</u>	<u>32,443,306</u>	<u>10,617,484</u>	<u>35,088,317</u>	<u>10,271,097</u>	<u>14,935,176</u>	<u>106,873,443</u>
Deferred outflow of resources									
Pension deferrals	-	-	-	-	-	-	600,047	966,460	1,566,507
Total deferred outflow of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>600,047</u>	<u>966,460</u>	<u>1,566,507</u>

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Combining Statement of Net Position
 Internal Service Funds
 June 30, 2015

Liabilities	Self-Insurance Funds						Vehicle Maintenance Fund	Computer Services Fund	Total
	Unemployment Compensation	Property Loss	Automobile Liability	Worker's Compensation	General Liability	Life and Health Benefits			
Current liabilities:									
Current portion of compensated absences and termination benefits payable	\$ -	-	-	-	-	-	540,959	760,746	1,301,705
Accounts payable	147,076	2,971	-	36	174,046	891,645	344,842	3,569,312	5,129,928
Accrued costs	-	-	-	-	11	-	179,729	286,982	466,722
Unearned revenue	-	-	-	2,814,926	-	23,043	-	-	2,837,969
Current portion of estimated liability on pending claims	105,029	290,817	1,114,388	28,682,658	1,253,211	12,690,532	-	-	44,136,635
Total current liabilities	252,105	293,788	1,114,388	31,497,620	1,427,268	13,605,220	1,065,530	4,617,040	53,872,959
Noncurrent liabilities:									
Compensated absences and termination benefits payable, less current portion	-	-	-	-	-	-	91,050	143,773	234,823
Estimated liability on pending claims, less current portion	-	148,949	1,707,561	103,313,006	9,190,216	-	-	-	114,359,732
Net pension liability	-	-	-	-	-	-	3,994,433	6,486,468	10,480,901
Total long-term liabilities	-	148,949	1,707,561	103,313,006	9,190,216	-	4,085,483	6,630,241	125,075,456
Total liabilities	252,105	442,737	2,821,949	134,810,626	10,617,484	13,605,220	5,151,013	11,247,281	178,948,415
Deferred inflow of resources									
Pension deferrals	-	-	-	-	-	-	275,200	429,583	704,783
Total deferred inflow of resources	-	-	-	-	-	-	275,200	429,583	704,783
Net position									
Net investment in capital assets	-	-	-	-	-	-	1,338,323	1,754	1,340,077
Restricted	-	-	-	-	-	-	-	12,797,996	12,797,996
Unrestricted	1,272	-	-	(102,367,320)	-	21,483,097	4,106,608	(8,574,978)	(85,351,321)
Total net position	\$ 1,272	-	-	(102,367,320)	-	21,483,097	5,444,931	4,224,772	(71,213,248)

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Revenue, Expenses and Changes in Fund Net Position
Internal Service Funds
For the year ended June 30, 2015

	Self-Insurance Funds							Total	
	Unemployment Compensation	Property Loss	Automobile Liability	Worker's Compensation	General Liability	Life and Health Benefits	Vehicle Maintenance Fund		Computer Services Fund
Operating revenues:									
Premium contributions	342,500	2,184,104	2,977,614	37,850,683	5,847,582	62,851,258	-	-	112,053,741
Sales									
Fuel sales	-	-	-	-	-	-	197,109	-	197,109
Office automation sales	-	-	-	-	-	-	-	26,469,145	26,469,145
Charges for services:									
Maintenance and repair charges	-	-	-	-	-	-	9,713,179	-	9,713,179
Use of money and property - rentals	-	-	-	-	-	-	170,434	-	170,434
Miscellaneous - subrogations and other	-	2,055	444,042	736,980	215	569,771	432,304	-	2,185,367
Total operating revenues	<u>342,500</u>	<u>2,186,159</u>	<u>3,421,656</u>	<u>38,587,663</u>	<u>5,847,797</u>	<u>63,421,029</u>	<u>10,513,026</u>	<u>26,469,145</u>	<u>150,788,975</u>
Operating expenses:									
Salaries	-	-	-	-	-	-	3,917,011	6,142,047	10,059,058
Fringe benefits	-	-	-	-	-	-	2,013,977	3,066,498	5,080,475
Contractual services	-	-	-	-	-	-	8,074	8,935,422	8,943,496
Materials	-	-	-	-	-	-	153,466	15,815,919	15,969,385
Facility and equipment rental	-	-	-	-	-	-	268,096	70,833	338,929
General and administrative:									
Administrative expenses	16,122	173,005	1,174,489	2,968,036	1,558,963	2,709,642	133,845	347,628	9,081,730
State worker's compensation tax	-	-	-	345,170	-	-	-	-	345,170
Depreciation	-	-	-	-	-	-	187,816	-	187,816
Insurance claims	325,965	7,275	1,350,787	52,415,553	2,911,002	51,333,561	-	-	108,344,143
Insurance premiums	-	1,558,765	-	3,313,099	104,407	17,074,311	-	-	22,050,582
Other:									
Repair and maintenance	-	-	-	-	-	-	4,983,520	33,689	5,017,209
Total operating expenses	<u>342,087</u>	<u>1,739,045</u>	<u>2,525,276</u>	<u>59,041,858</u>	<u>4,574,372</u>	<u>71,117,514</u>	<u>11,665,805</u>	<u>34,412,036</u>	<u>185,417,993</u>
Operating income (loss)	<u>413</u>	<u>447,114</u>	<u>896,380</u>	<u>(20,454,195)</u>	<u>1,273,425</u>	<u>(7,696,485)</u>	<u>(1,152,779)</u>	<u>(7,942,891)</u>	<u>(34,629,018)</u>
Nonoperating revenue (expenses):									
Interest income	-	108	4,377	131,407	14,181	-	-	-	150,073
Gain (loss) on sale of capital assets	-	-	-	-	-	-	(3,622)	-	(3,622)
Total nonoperating revenue (expenses)	<u>-</u>	<u>108</u>	<u>4,377</u>	<u>131,407</u>	<u>14,181</u>	<u>-</u>	<u>(3,622)</u>	<u>-</u>	<u>146,451</u>
Intrafund transfers in (out)	<u>-</u>	<u>(447,222)</u>	<u>(900,757)</u>	<u>2,635,585</u>	<u>(1,287,606)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	413	-	-	(17,687,203)	-	(7,696,485)	(1,156,401)	(7,942,891)	(34,482,567)
Total net position - beginning	859	-	-	(84,680,117)	-	29,179,582	10,428,515	18,373,812	(26,697,349)
Prior period adjustment	-	-	-	-	-	-	(3,827,183)	(6,206,149)	(10,033,332)
Total net position - end	<u>1,272</u>	<u>-</u>	<u>-</u>	<u>(102,367,320)</u>	<u>-</u>	<u>21,483,097</u>	<u>5,444,931</u>	<u>4,224,772</u>	<u>(71,213,248)</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2015

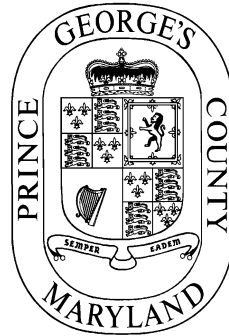
	Self-Insurance Funds							Total	
	Unemployment Compensation	Property Loss	Automobile Liability	Worker's Compensation	General Liability	Life and Health Benefits	Vehicle Maintenance Fund		Computer Services Fund
Cash flows from operating activities:									
Cash received from customers	342,500	2,183,981	3,355,811	44,947,560	5,847,771	63,480,406	9,920,675	26,073,163	156,151,867
Cash payments to suppliers for goods and services	(369,423)	(173,005)	(1,174,489)	(3,454,915)	(1,418,098)	(70,239,862)	(5,769,303)	(26,806,922)	(109,406,017)
Cash payments to employees for services	-	-	-	-	-	-	(6,046,350)	(9,438,346)	(15,484,696)
Premium and claim payments	-	(1,558,789)	(1,768,666)	(44,645,338)	(2,326,871)	-	-	-	(50,299,664)
Other cash receipts	-	-	-	-	-	569,771	432,304	-	1,002,075
Net cash and cash equivalents provided (used) by operating activities	(26,923)	452,187	412,656	(3,152,693)	2,102,802	(6,189,685)	(1,462,674)	(10,172,105)	(18,036,435)
Cash flows from noncapital financing activities:									
Intrafund transfers in (out)	-	(447,222)	(900,757)	2,635,585	(1,287,606)	-	-	-	-
Net cash and cash equivalents provided (used) by noncapital financing activities	-	(447,222)	(900,757)	2,635,585	(1,287,606)	-	-	-	-
Cash flows from capital and related financing activities:									
Acquisition and construction of capital assets	-	-	-	-	-	-	(148,540)	-	(148,540)
Principal payments on notes payable	-	-	-	-	-	-	(290,000)	-	(290,000)
Interest payments	-	-	-	-	-	-	(252)	-	(252)
Net cash and cash equivalents used in capital and related financing activities	-	-	-	-	-	-	(438,792)	-	(438,792)
Cash flows from investing activities:									
Interest on investments	-	36	2,353	89,188	11,655	-	-	-	103,232
Net cash and cash equivalents provided by investing activities	-	36	2,353	89,188	11,655	-	-	-	103,232
Net increase (decrease) in cash and cash equivalents	(26,923)	5,001	(485,748)	(427,920)	826,851	(6,189,685)	(1,901,466)	(10,172,105)	(18,371,995)
Cash and cash equivalents, beginning of year	280,300	436,640	3,237,519	32,142,480	9,784,309	40,387,617	9,957,587	22,591,253	118,817,705
Cash and cash equivalents, end of year	253,377	441,641	2,751,771	31,714,560	10,611,160	34,197,932	8,056,121	12,419,148	100,445,710

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2015

	Self-Insurance Funds							Total	
	Unemployment Compensation	Property Loss	Automobile Liability	Worker's Compensation	General Liability	Life and Health Benefits	Vehicle Maintenance Fund		Computer Services Fund
Reconciliation of operating income to net cash provided (used) by operating activities									
Operating income (loss)	413	447,114	896,380	(20,454,195)	1,273,425	(7,696,485)	(1,152,779)	(7,942,891)	(34,629,018)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities									
Depreciation - equipment	-	-	-	-	-	-	187,816	-	187,816
Pension expense	-	-	-	-	-	-	(157,597)	(256,558)	(414,155)
Effect of changes in operating assets and liabilities:									
Accounts receivable	-	(1,024)	(65,845)	(101,897)	(26)	646,131	(160,049)	(395,982)	(78,692)
Inventories	-	-	-	-	-	-	(99,622)	19,042	(80,580)
Prepaid costs	-	-	-	-	(1,114)	-	(43,840)	-	(44,954)
Compensated absences and termination benefits payable	-	-	-	-	-	-	24,358	(2,913)	21,445
Accounts payable	82,906	(1,154)	-	(141,709)	141,976	306,218	(78,840)	(1,622,473)	(1,313,076)
Accrued costs	-	-	-	-	3	-	17,879	29,670	47,552
Unearned revenue	-	-	-	2,814,926	-	(16,983)	-	-	2,797,943
Due from component units	-	-	-	3,646,868	-	-	-	-	3,646,868
Estimated liability on pending claims	(110,242)	7,251	(417,879)	11,083,314	688,538	571,434	-	-	11,822,416
Total adjustments	(27,336)	5,073	(483,724)	17,301,502	829,377	1,506,800	(309,895)	(2,229,214)	16,592,583
Net cash and cash equivalents provided (used) by operating activities	(26,923)	452,187	412,656	(3,152,693)	2,102,802	(6,189,685)	(1,462,674)	(10,172,105)	(18,036,435)
Non-cash investing, capital and related financing activities:									
Decrease (increase) in accrued interest receivable	-	-	(2,023)	(42,219)	(2,526)	-	-	-	(46,768)
	-	-	(2,023)	(42,219)	(2,526)	-	-	-	(46,768)

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FIDUCIARY FUNDS

Trust Funds are used to account for assets held by the Primary Government in a trustee capacity. Agency Funds are used to account for assets held by the Primary Government as an agent for individuals, private organizations, other governments, and/or other funds.

Pension Trusts - are fiduciary funds out of which retirement annuities and/or other benefits are paid to authorized and designated public employees.

Other Post Employment Benefit Trust - is used to account for retiree life and health benefits.

Agency Funds - are legal and accounting methods used by government for the administration of assets that come into its possession and are purely custodial (assets equal liabilities) and do not involve measurement of results of operations.

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Fiduciary Plan Net Position
Pension and Other Postemployment Benefit Trust Funds
June 30, 2015

	Pension Trust Funds	Other Post- Employment Benefit Trust Fund	Total
Assets:			
Equity in pooled cash and investments	\$ 6,601,050	8,145,801	14,746,851
Collateral for loaned securities	3,235,958	-	3,235,958
Investments:			
Pooled separate accounts	469,759,331	-	469,759,331
U. S. Government & agency securities	22,419,070	-	22,419,070
Corporate bonds	62,863,420	-	62,863,420
Common stock	251,527,218	-	251,527,218
Real estate investment trust	3,475,309	-	3,475,309
International Government securities	1,889,736	-	1,889,736
Preferred stock	70,733	-	70,733
Asset-backed securities	23,279,888	-	23,279,888
Money market funds	448,616,241	46,460,658	495,076,899
Short-term investments	17,666,409	2,310,137	19,976,546
Alternative investments	388,640,418	-	388,640,418
Accounts receivable	13,262	295,863	309,125
Accrued interest receivable	1,554,694	-	1,554,694
Prepaid expenses	43,728	-	43,728
	<u>1,701,656,465</u>	<u>57,212,459</u>	<u>1,758,868,924</u>
Liabilities:			
Collateral for loaned securities payable	3,235,958	-	3,235,958
Accounts payable	79,888	903,933	983,821
Accrued costs	1,166,635	11,061,401	12,228,036
	<u>4,482,481</u>	<u>11,965,334</u>	<u>16,447,815</u>
Net assets held in trust for benefit payments	<u>\$ 1,697,173,984</u>	<u>45,247,125</u>	<u>1,742,421,109</u>

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Changes in Fiduciary Plan Net Position
Pension and Other Postemployment Benefit Trust Funds
For the year ended June 30, 2015

	<u>Pension Trust Funds</u>	<u>Other Post- Employment Benefit Trust Funds</u>	<u>Total</u>
Additions:			
Contributions:			
Employer	\$ 134,050,031	32,452,398	166,502,429
Member	23,399,152	12,340,992	35,740,144
Other	-	608,490	608,490
Total contributions	157,449,183	45,401,880	202,851,063
Investment income:			
Net appreciation (depreciation) in fair value of investments	22,107,105	114,042	22,221,147
Interest and dividends	40,990,181	15	40,990,196
Total investment income	63,097,286	114,057	63,211,343
Less investment expense	6,297,482	72,376	6,369,858
Net investment income	56,799,804	41,681	56,841,485
Total additions	214,248,987	45,443,561	259,692,548
Deductions:			
Benefits	155,667,608	47,291,884	202,959,492
Refunds of contributions	3,682,183	-	3,682,183
General and administrative expenses	1,875,789	1,044,521	2,920,310
Total deductions	161,225,580	48,336,405	209,561,985
Net increase (decrease)	53,023,407	(2,892,844)	50,130,563
Net position restricted for benefit payments, beginning of year	1,644,150,577	48,139,969	1,692,290,546
Net position restricted for benefit payments, end of year	\$ 1,697,173,984	45,247,125	1,742,421,109

PRINCE GEORGE'S COUNTY, MARYLAND
 Combining Statement of Fiduciary Plan Net Position
 Pension Trust Funds
 June 30, 2015

	Comprehensive Pension Plans				Supplemental Pension Plans							Total
	Police	Fire Service	Deputy Sheriff's	Correctional Officers'	Deputy Sheriff	Correctional Officers'	Crossing Guards	AFSCME	General Schedule	Fire Civilian	Police Civilian	
Assets:												
Equity in pooled cash and investments	\$ 2,939,996	1,740,225	498,648	558,414	30,053	56,379	35,872	62,285	404,726	71,424	203,028	6,601,050
Collateral for loaned securities	1,181,005	937,338	160,778	297,279	10,300	21,515	4,045	214,890	335,223	19,266	54,319	3,235,958
Investments:												
Pooled separate accounts	35,614,865	17,771,423	59,898,508	110,752,951	3,837,377	8,015,550	1,506,864	80,058,369	124,888,845	7,177,663	20,236,916	469,759,331
U. S. Government & agency securities	15,288,876	7,130,194	-	-	-	-	-	-	-	-	-	22,419,070
Corporate bonds	42,974,724	19,888,696	-	-	-	-	-	-	-	-	-	62,863,420
Common stock	179,579,669	71,947,549	-	-	-	-	-	-	-	-	-	251,527,218
Real Estate Investment Trust	2,511,427	963,882	-	-	-	-	-	-	-	-	-	3,475,309
International Government securities	1,960,991	(71,255)	-	-	-	-	-	-	-	-	-	1,889,736
Preferred Stock	48,503	22,230	-	-	-	-	-	-	-	-	-	70,733
Asset-backed securities	15,310,352	7,969,536	-	-	-	-	-	-	-	-	-	23,279,888
Money market funds	310,583,972	138,032,269	-	-	-	-	-	-	-	-	-	448,616,241
Short-term investments	11,756,293	5,910,116	-	-	-	-	-	-	-	-	-	17,666,409
Alternative investments	262,391,035	126,249,383	-	-	-	-	-	-	-	-	-	388,640,418
Accounts receivable	-	-	-	-	-	-	-	-	13,262	-	-	13,262
Accrued interest receivable	1,072,673	480,354	290	1,015	145	217	-	-	-	-	-	1,554,694
Prepaid expenses	22,819	10,346	1,614	2,976	-	-	41	2,045	3,183	186	518	43,728
Total assets	883,237,200	398,982,286	60,559,838	111,612,635	3,877,875	8,093,661	1,546,822	80,337,589	125,645,239	7,268,539	20,494,781	1,701,656,465
Liabilities:												
Collateral for loaned securities payable	1,181,005	937,338	160,778	297,279	10,300	21,515	4,045	214,890	335,223	19,266	54,319	3,235,958
Accounts payable	37,295	12,683	27,332	1,645	-	-	6	320	497	29	81	79,888
Accrued costs	556,371	260,813	53,325	98,868	-	-	1,338	67,654	105,110	6,130	17,026	1,166,635
Total liabilities	1,774,671	1,210,834	241,435	397,792	10,300	21,515	5,389	282,864	440,830	25,425	71,426	4,482,481
Net position restricted for pension benefits	\$ 881,462,529	397,771,452	60,318,403	111,214,843	3,867,575	8,072,146	1,541,433	80,054,725	125,204,409	7,243,114	20,423,355	1,697,173,984

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Changes in Fiduciary Plan Net Position
Pension Trust Funds
For the year ended June 30, 2015

	Comprehensive Pension Plans				Supplemental Pension Plans							Total
	Police	Fire Service	Deputy Sheriff's	Correctional Officers'	Deputy Sheriff's	Correctional Officers'	Crossing Guards	AFSCME	General Schedule	Fire Civilian	Police Civilian	
Additions:												
Contributions:												
Employer	\$ 65,705,413	37,391,396	6,613,913	9,198,374	815,900	675,703	87,270	4,203,607	7,757,860	511,188	1,089,407	134,050,031
Employee	8,710,935	4,159,906	1,562,200	3,282,970	30,157	90,308	68,869	924,937	3,531,597	198,816	838,457	23,399,152
Total contributions	74,416,348	41,551,302	8,176,113	12,481,344	846,057	766,011	156,139	5,128,544	11,289,457	710,004	1,927,864	157,449,183
Transfers from (to) other funds	-	-	-	-	-	-	-	(51,363)	21,670	-	29,693	-
Investment income :												
Net depreciation in fair value of assets	12,432,631	3,294,246	909,021	1,686,562	57,822	125,872	63,017	1,223,255	1,899,044	108,982	306,653	22,107,105
Interest and dividends	21,609,106	10,499,729	1,276,854	2,341,132	79,524	167,170	34,056	1,719,440	2,672,623	156,082	434,465	40,990,181
Total investment income	34,041,737	13,793,975	2,185,875	4,027,694	137,346	293,042	97,073	2,942,695	4,571,667	265,064	741,118	63,097,286
Less investment expense	3,008,362	1,401,655	291,852	517,523	5,736	11,984	7,205	363,430	564,870	33,015	91,850	6,297,482
Net investment income	31,033,375	12,392,320	1,894,023	3,510,171	131,610	281,058	89,868	2,579,265	4,006,797	232,049	649,268	56,799,804
Total additions	105,449,723	53,943,622	10,070,136	15,991,515	977,667	1,047,069	246,007	7,656,446	15,317,924	942,053	2,606,825	214,248,987
Deductions:												
Benefits	79,160,257	43,816,726	6,730,533	8,724,601	819,028	369,989	150,128	4,075,963	9,850,377	572,119	1,397,887	155,667,608
Refunds of contributions	823,760	1,210,716	152,216	640,680	22,784	5,512	24,818	236,734	292,878	53,345	218,740	3,682,183
General and administrative expenses	585,034	456,462	220,964	175,666	31,774	31,774	28,122	96,546	115,975	65,939	67,533	1,875,789
Total deductions	80,569,051	45,483,904	7,103,713	9,540,947	873,586	407,275	203,068	4,409,243	10,259,230	691,403	1,684,160	161,225,580
Net increase (decrease)	24,880,672	8,459,718	2,966,423	6,450,568	104,081	639,794	42,939	3,247,203	5,058,694	250,650	922,665	53,023,407
Net position restricted for pension benefits, beginning of year	856,581,857	389,311,734	57,351,980	104,764,275	3,763,494	7,432,352	1,498,494	76,807,522	120,145,715	6,992,464	19,500,690	1,644,150,577
Net position restricted for pension benefits, end of year	\$ 881,462,529	397,771,452	60,318,403	111,214,843	3,867,575	8,072,146	1,541,433	80,054,725	125,204,409	7,243,114	20,423,355	1,697,173,984

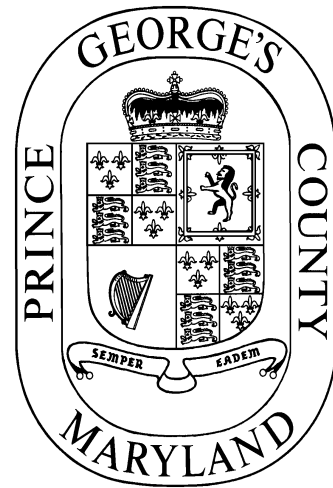
PRINCE GEORGE'S COUNTY, MARYLAND
 Agency Funds - Primary Government
 Combining Statement of Changes in Assets and Liabilities
 For the year ended June 30, 2015

	Balance June 30, 2014	Additions	Deductions	Balance June 30, 2015
State of Maryland property taxes:				
Assets:				
Cash and investments	\$ 393	76,439,379	(76,439,724)	48
Taxes receivable	734,543	82,833,889	(82,928,442)	639,990
Total assets	<u>734,936</u>	<u>159,273,268</u>	<u>(159,368,166)</u>	<u>640,038</u>
Liabilities:				
Due to State of Maryland	734,936	83,016,878	(83,111,776)	640,038
Total Liabilities	<u>\$ 734,936</u>	<u>83,016,878</u>	<u>(83,111,776)</u>	<u>640,038</u>
M-NCPPC property taxes:				
Assets:				
Cash and investments	\$ 2,467,225	215,733,150	(218,071,168)	129,207
Taxes receivable	3,335,513	216,028,794	(216,294,186)	3,070,121
Total assets	<u>\$ 5,802,738</u>	<u>431,761,944</u>	<u>(434,365,354)</u>	<u>3,199,328</u>
Liabilities:				
Due to M-NCPPC	\$ 5,802,738	217,407,438	(220,010,848)	3,199,328
Total liabilities	<u>\$ 5,802,738</u>	<u>217,407,438</u>	<u>(220,010,848)</u>	<u>3,199,328</u>
Washington Suburban Sanitary Commission charges:				
Assets:				
Cash and investments	\$ 12,065	17,941,042	(17,949,958)	3,149
Taxes receivable	245,217	17,905,855	(17,890,050)	261,022
Total assets	<u>\$ 257,282</u>	<u>35,846,897</u>	<u>(35,840,008)</u>	<u>264,171</u>
Liabilities:				
Liability - due to Washington Suburban Sanitary Commission	\$ 257,282	17,956,847	(17,949,958)	264,171
Total liabilities	<u>\$ 257,282</u>	<u>17,956,847</u>	<u>(17,949,958)</u>	<u>264,171</u>
Incorporated towns property taxes:				
Assets:				
Cash and investments	\$ 19	109,553,756	(109,553,384)	391
Taxes receivable	567,023	109,809,325	(109,863,675)	512,673
Total assets	<u>\$ 567,042</u>	<u>219,363,081</u>	<u>(219,417,059)</u>	<u>513,064</u>
Liabilities:				
Due to towns	567,042	110,884,788	(110,938,766)	513,064
Total liabilities	<u>\$ 567,042</u>	<u>110,884,788</u>	<u>(110,938,766)</u>	<u>513,064</u>
Washington Suburban Transit Commission taxes:				
Assets:				
Cash and investments	\$ 301,024	37,856,905	(33,749,218)	4,408,711
Taxes receivable	329,903	21,050,481	(21,075,459)	304,925
Total assets	<u>\$ 630,927</u>	<u>58,907,386</u>	<u>(54,824,677)</u>	<u>4,713,636</u>
Liabilities:				
Due to Washington Suburban Transit Commission	\$ 630,927	37,653,030	(33,570,321)	4,713,636
Total liabilities	<u>\$ 630,927</u>	<u>37,653,030</u>	<u>(33,570,321)</u>	<u>4,713,636</u>

(Continued)

PRINCE GEORGE'S COUNTY, MARYLAND
 Agency Funds - Primary Government
 Combining Statement of Changes in Assets and Liabilities, Continued
 For the year ended June 30, 2015

	Balance June 30, 2014	Additions	Deductions	Balance June 30, 2015
Special taxes:				
Assets:				
Cash and investments	\$ 1,583,770	24,674,140	(24,751,588)	1,506,322
Taxes Receivable	<u>1,370,668</u>	<u>25,897,175</u>	<u>(25,960,317)</u>	<u>1,307,526</u>
Total assets	<u>\$ 2,954,438</u>	<u>50,571,315</u>	<u>(50,711,905)</u>	<u>2,813,848</u>
Liabilities:				
Due to other participants	\$ 2,954,438	25,897,175	(26,037,765)	2,813,848
Total liabilities	<u>\$ 2,954,438</u>	<u>25,897,175</u>	<u>(26,037,765)</u>	<u>2,813,848</u>
Agricultural transfer taxes:				
Assets:				
Cash and investments	\$ 259,284	75,666	(12,500)	322,450
Total assets	<u>\$ 259,284</u>	<u>75,666</u>	<u>(12,500)</u>	<u>322,450</u>
Liabilities:				
Accounts payable	\$ -	138,828	-	138,828
Due to other governmental units	<u>\$ 259,284</u>	<u>75,666</u>	<u>(151,328)</u>	<u>183,622</u>
Total liabilities	<u>\$ 259,284</u>	<u>214,494</u>	<u>(151,328)</u>	<u>322,450</u>
Inmate Holding Account				
Assets:				
Cash and investments	\$ 142,939	730,197	(737,142)	135,994
Total assets	<u>\$ 142,939</u>	<u>730,197</u>	<u>(737,142)</u>	<u>135,994</u>
Liabilities:				
Accounts payable	\$ 96,263	816,824	(820,436)	92,651
Due to participants	<u>46,676</u>	<u>730,197</u>	<u>(733,530)</u>	<u>43,343</u>
Total liabilities	<u>\$ 142,939</u>	<u>1,547,021</u>	<u>(1,553,966)</u>	<u>135,994</u>
<u>Totals</u>				
Assets:				
Cash and investments	\$ 4,766,719	483,004,235	(481,264,682)	6,506,272
Taxes receivable	<u>6,582,867</u>	<u>473,525,519</u>	<u>(474,012,129)</u>	<u>6,096,257</u>
Total assets	<u>\$ 11,349,586</u>	<u>956,529,754</u>	<u>(955,276,811)</u>	<u>12,602,529</u>
Liabilities:				
Accounts payable	\$ 96,263	955,652	(820,436)	231,479
Due to other governmental units	8,252,209	466,994,647	(465,732,997)	9,513,859
Due to participants	<u>3,001,114</u>	<u>26,627,372</u>	<u>(26,771,295)</u>	<u>2,857,191</u>
Total liabilities	<u>\$ 11,349,586</u>	<u>494,577,671</u>	<u>(493,324,728)</u>	<u>12,602,529</u>



NONMAJOR COMPONENT UNITS

PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Net Position
Nonmajor Component Units
June 30, 2015

	General Government			Education		Community Development		Total
	Prince George's Community Television	Revenue Authority of Prince George's County	Industrial Development Authority of Prince George's County	Prince George's County Memorial Library	Prince George's Community College	Housing Authority of Prince George's County	Redevelopment Authority of Prince George's County	
<u>ASSETS</u>								
Current assets:								
Cash and investments	\$ 1,034,628	9,473,983	3,840,746	5,689,585	32,633,437	5,283,270	1,399,394	59,355,043
Receivables (net of allowances for uncollectibles)								
Accounts	105,000	9,489,092	-	403,565	20,444,196	400,706	599,673	31,442,232
Notes	-	-	-	-	-	-	1,058,220	1,058,220
Accrued interest receivable	-	-	21	-	8,764	-	-	8,785
Due from primary government	-	-	-	81,780	-	-	-	81,780
Due from other governmental units	-	-	1,512,156	96,548	2,502,026	756,831	-	4,867,561
Inventories	-	-	-	-	105,495	-	-	105,495
Prepaid costs and deposits	65,139	91,145	-	290,587	1,605,747	1,453	25,977	2,080,048
Total current assets	<u>1,204,767</u>	<u>19,054,220</u>	<u>5,352,923</u>	<u>6,562,065</u>	<u>57,299,665</u>	<u>6,442,260</u>	<u>3,083,264</u>	<u>98,999,164</u>
Restricted assets:								
Cash and investments	-	-	3,849	-	7,389,025	1,666,007	1,559,905	10,618,786
Land held for transfer and other	-	-	-	-	-	2,800,032	9,382,851	12,182,883
Total restricted assets	<u>-</u>	<u>-</u>	<u>3,849</u>	<u>-</u>	<u>7,389,025</u>	<u>4,466,039</u>	<u>10,942,756</u>	<u>22,801,669</u>
Noncurrent assets:								
Land	-	7,225,144	-	-	2,772,440	1,771,423	55,235,396	67,004,403
Construction in progress	-	-	-	-	-	-	1,431,858	1,431,858
Buildings and improvements	-	5,181,165	73,043,523	-	173,038,141	30,718,082	320,223	282,301,134
Accumulated depreciation	-	(1,178,103)	(28,222,894)	-	(45,743,626)	(18,475,082)	(68,047)	(93,687,752)
Improvements other than buildings	241,661	13,642,671	-	-	-	-	-	13,884,332
Accumulated depreciation	(241,661)	(11,213,504)	-	-	-	-	-	(11,455,165)
Equipment	227,614	1,915,444	-	13,592,171	40,858,670	1,071,020	29,037	57,693,956
Accumulated depreciation	(195,060)	(1,430,160)	-	(8,367,526)	(27,581,778)	(1,043,564)	(24,889)	(38,642,977)
Other noncurrent Assets	-	3,158,656	-	-	-	158,051	-	3,316,707
Total noncurrent assets	<u>32,554</u>	<u>17,301,313</u>	<u>44,820,629</u>	<u>5,224,645</u>	<u>143,343,847</u>	<u>14,199,930</u>	<u>56,923,578</u>	<u>281,846,496</u>
Total assets	\$ <u>1,237,321</u>	<u>36,355,533</u>	<u>50,177,401</u>	<u>11,786,710</u>	<u>208,032,537</u>	<u>25,108,229</u>	<u>70,949,598</u>	<u>403,647,329</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>								
Pension deferrals	-	-	-	244,675	485,868	404,369	-	1,134,912
Deferred charge on refunding	-	-	1,252,635	-	-	-	-	1,252,635
Total deferred outflow of resources	<u>-</u>	<u>-</u>	<u>1,252,635</u>	<u>244,675</u>	<u>485,868</u>	<u>404,369</u>	<u>-</u>	<u>2,387,547</u>

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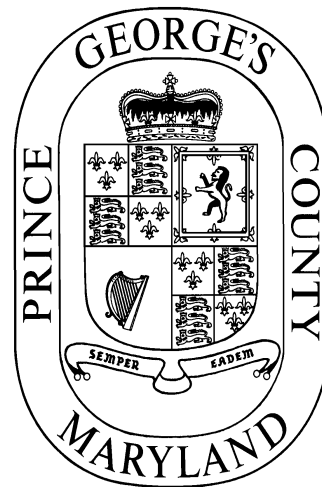
PRINCE GEORGE'S COUNTY, MARYLAND
Combining Statement of Net Position
Nonmajor Component Units
June 30, 2015

	General Government			Education		Community Development		Total
	Prince George's Community Television	Revenue Authority of Prince George's County	Industrial Development Authority of Prince George's County	Prince George's County Memorial Library	Prince George's Community College	Housing Authority of Prince George's County	Redevelopment Authority of Prince George's County	
LIABILITIES								
Current liabilities:								
Accounts payable	\$ 5,478	365,617	-	492,281	12,942,991	1,717,481	692,074	16,215,922
Accrued liabilities	88,918	-	240,194	747,914	-	-	54,822	1,131,848
Due to primary government	450,000	826,998	-	5,513	584,241	3,693,380	-	5,560,132
Due to other governmental units	-	632,301	-	-	-	1,322,064	-	1,954,365
Unearned revenue	-	148,842	-	289,145	1,815,461	42,694	-	2,296,142
Deposits	-	-	-	-	-	126,149	181,350	307,499
Current portion of bonded debt	-	-	5,265,000	-	-	75,000	-	5,340,000
Current portion of capital lease obligations	-	131,390	-	-	1,816,403	-	4,628	1,952,421
Current portion of compensated absences and termination benefits payable	-	-	-	25,710	262,996	27,809	-	316,515
Total current liabilities	544,396	2,105,148	5,505,194	1,560,563	17,422,092	7,004,577	932,874	35,074,844
Noncurrent liabilities:								
Bonded debt, less current portion	-	-	45,555,000	-	-	690,000	-	46,245,000
Unamortized premium (discount)	-	-	75,214	-	-	251	-	75,465
Capital lease obligations, less current portion	-	137,683	-	-	1,366,188	-	-	1,503,871
Relocation costs	-	-	-	-	-	-	-	-
Compensated absences and termination benefits payable, less current portion	-	-	-	1,928,517	2,266,791	528,363	-	4,723,671
Notes payable, less current portion	-	-	-	-	-	-	6,861,657	6,861,657
Net pension liability	-	-	-	1,397,700	3,221,728	2,442,790	-	7,062,218
Net OPEB obligation	-	-	-	-	1,396,019	210,506	-	1,606,525
Total noncurrent liabilities	-	137,683	45,630,214	3,326,217	8,250,726	3,871,910	6,861,657	68,078,407
Total liabilities	544,396	2,242,831	51,135,408	4,886,780	25,672,818	10,876,487	7,794,531	103,153,251
DEFERRED INFLOW OF RESOURCES								
Pension Deferrals	-	-	-	152,987	352,639	267,380	-	773,006
Total deferred Inflow of resources	-	-	-	152,987	352,639	267,380	-	773,006
NET POSITION								
Net investment in capital assets	32,554	13,873,584	15,044,824	5,224,645	140,318,208	13,386,734	52,386,683	240,267,232
Restricted	5,353	57,509	-	-	2,804,688	5,625,029	11,477,523	19,970,102
Unrestricted (deficit)	655,018	20,181,609	(14,750,196)	1,766,973	39,370,052	(4,643,032)	(709,139)	41,871,285
Total net assets (deficit)	\$ 692,925	34,112,702	294,628	6,991,618	182,492,948	14,368,731	63,155,067	302,108,619

PRINCE GEORGE'S COUNTY, MARYLAND
 Combining Statement of Activities
 Nonmajor Component Units
 For the year ended June 30, 2015

Programs / Functions	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets								Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	General Government			Education		Community Development			
					Prince George's Community Television	Revenue Authority of Prince George's County	Industrial Development Authority of Prince George's County	Prince George's County Memorial Library	Prince George's Community College	Housing Authority of Prince George's County	Redevelopment Authority of Prince George's County		
Component Units:													
General government													
PGCT	\$ 1,643,568	429,267	-	-	(1,214,301)	-	-	-	-	-	-	(1,214,301)	
Revenue Authority	16,108,314	15,631,645	660,000	129,735	-	313,066	-	-	-	-	-	313,066	
IDA	4,545,685	7,872,234	-	-	-	-	3,326,549	-	-	-	-	3,326,549	
Education													
Library	32,699,265	926,943	68,081	4,451,499	-	-	-	(27,252,742)	-	-	-	(27,252,742)	
PGCC	131,001,773	27,534,925	33,022,608	-	-	-	-	-	(70,444,240)	-	-	(70,444,240)	
Community Development													
Housing Authority	73,282,555	2,215,941	66,117,311	253,185	-	-	-	-	-	(4,696,118)	-	(4,696,118)	
Redevelopment Authority	2,943,808	161,961	2,464,544	1,300,000	-	-	-	-	-	-	982,697	982,697	
Total component units \$	<u>262,224,968</u>	<u>54,772,916</u>	<u>102,332,544</u>	<u>6,134,419</u>	<u>(1,214,301)</u>	<u>313,066</u>	<u>3,326,549</u>	<u>(27,252,742)</u>	<u>(70,444,240)</u>	<u>(4,696,118)</u>	<u>982,697</u>	<u>(98,985,089)</u>	
General revenues:													
Other grants and contributions					1,157,870	-	-	27,078,548	62,112,260	-	-	90,348,678	
Investment income					273	89,547	21	9,973	303,494	394,794	2,817	800,919	
Miscellaneous					1,037	647,794	-	143,034	854,419	917,606	-	2,563,890	
Total general revenues					<u>1,159,180</u>	<u>737,341</u>	<u>21</u>	<u>27,231,555</u>	<u>63,270,173</u>	<u>1,312,400</u>	<u>2,817</u>	<u>93,713,487</u>	
Change in net assets					(55,121)	1,050,407	3,326,570	(21,187)	(7,174,067)	(3,383,718)	985,514	(5,271,602)	
Net position - beginning of year					748,046	31,144,895	(3,031,942)	8,370,242	176,699,623	18,904,946	59,631,415	292,467,225	
Prior period adjustment					-	1,917,400	-	(1,357,437)	12,967,392	(1,152,497)	2,538,138	14,912,996	
Net position - end of year					\$ <u>692,925</u>	<u>34,112,702</u>	<u>294,628</u>	<u>6,991,618</u>	<u>182,492,948</u>	<u>14,368,731</u>	<u>63,155,067</u>	<u>302,108,619</u>	

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CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

PRINCE GEORGE'S COUNTY, MARYLAND
Schedule of Capital Assets Used in the Operation of Governmental Funds -
By Function and Activity (1)
June 30, 2015

Exhibit G-1

<u>Function and activity</u>	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Infrastructure</u>	<u>Equipment</u>	<u>Vehicles</u>
Primary government:						
General government:						
Control - legislative, executive and judicial	\$ 299,920,355	23,487,757	276,147,443	-	-	285,155
Staff agencies:						
Finance	29,550	-	-	-	29,550	-
Personnel	52,140	-	-	-	52,140	-
Central services	31,991,656	-	-	30,815,695	536,934	639,027
General government buildings	73,412,332	12,667,199	60,745,133	-	-	-
Other	57,401,982	-	-	-	-	57,401,982
Total staff agencies	<u>162,887,660</u>	<u>12,667,199</u>	<u>60,745,133</u>	<u>30,815,695</u>	<u>618,624</u>	<u>58,041,009</u>
Total general government	<u>462,808,015</u>	<u>36,154,956</u>	<u>336,892,576</u>	<u>30,815,695</u>	<u>618,624</u>	<u>58,326,164</u>
Public safety:						
State's Attorney	221,431	-	-	-	27,435	193,996
Police services	63,069,530	2,124,313	42,244,274	-	5,516,469	13,184,474
Fire services	79,853,069	4,719,501	54,672,100	-	1,815,935	18,645,533
Sheriff services	1,031,204	-	32,684	-	492,936	505,584
Corrections	107,672,108	1,953,617	105,220,287	-	234,045	264,159
Homeland Security	54,782,284	-	-	48,952,026	2,899,000	2,931,258
Total public safety	<u>306,629,626</u>	<u>8,797,431</u>	<u>202,169,345</u>	<u>48,952,026</u>	<u>10,985,820</u>	<u>35,725,004</u>
Environmental						
Environmental resources	15,354,454	604,804	14,256,906	-	34,939	457,805
Health and human services						
Health	16,584,870	165,800	15,176,754	-	476,418	765,898
Total health and human Services	<u>16,584,870</u>	<u>165,800</u>	<u>15,176,754</u>	<u>-</u>	<u>476,418</u>	<u>765,898</u>
Infrastructure and Development						
Public works	2,848,392,345	48,384,659	20,361,590	2,720,688,553	215,709	58,741,834
Federal programs	14,721,508	2,856,588	2,540,519	-	6,619,348	2,705,053
Total governmental fund capital assets allocated	<u>3,664,490,818</u>	<u>96,964,238</u>	<u>591,397,690</u>	<u>2,800,456,274</u>	<u>18,950,858</u>	<u>156,721,758</u>
Construction-in-progress	88,339,803					
Total primary government	<u>\$ 3,752,830,621</u>					

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Changes in Capital Assets Used in the Operation of Governmental Funds -
 By Function and Activity (1)
 For the year ended June 30, 2015

	Balance June 30, 2014	Additions	Deductions and adjustments	Net Inter-agency transfers	Balance June 30, 2015
Primary government:					
General government:					
Control, legislative, executive and judicial	\$ 254,235,701	45,684,654	-	-	299,920,355
Staff agencies:					
Finance	29,550	-	-	-	29,550
Management and budget	-	-	-	-	-
Law	-	-	-	-	-
Personnel	52,140	-	-	-	52,140
Central services	1,271,611	30,815,695	(95,649)	-	31,991,657
Family services	-	-	-	-	-
General government buildings	73,412,332	-	-	-	73,412,332
Other	58,690,281	4,850	(1,293,150)	-	57,401,981
Total staff agencies	<u>133,455,914</u>	<u>30,820,545</u>	<u>(1,388,799)</u>	<u>-</u>	<u>162,887,660</u>
Total general government	<u>387,691,615</u>	<u>76,505,199</u>	<u>(1,388,799)</u>	<u>-</u>	<u>462,808,015</u>
Public safety:					
State's attorney	48,981	172,450	-	-	221,431
Police services	33,804,302	29,889,659	(624,430)	-	63,069,531
Fire services	67,663,899	13,527,375	(1,338,206)	-	79,853,068
Environmental resources	-	-	-	-	-
Sheriff services	895,427	222,951	(87,174)	-	1,031,204
Corrections	95,365,040	12,485,493	(178,425)	-	107,672,108
Homeland Security	54,651,416	14,848	116,021	-	54,782,285
Total public safety	<u>252,429,065</u>	<u>56,312,776</u>	<u>(2,112,214)</u>	<u>-</u>	<u>306,629,627</u>
Environmental	15,484,528	-	(130,074)	-	15,354,454
Health and human services					
Health	16,709,835	-	(124,965)	-	16,584,870
Social services	-	-	-	-	-
Infrastructure and Development					
Public works and transportation	2,820,090,820	28,503,932	(202,407)	-	2,848,392,345
Federal programs	13,138,134	1,601,960	(18,587)	-	14,721,507
Construction-in-progress	124,840,016	85,311,737	(121,811,950)	-	88,339,803
Total governmental fund capital assets	<u>\$ 3,630,384,013</u>	<u>248,235,604</u>	<u>(125,788,996)</u>	<u>-</u>	<u>3,752,830,621</u>

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

PRINCE GEORGE'S COUNTY, MARYLAND
 Schedule of Capital Assets Used in the Operation of Governmental Funds -
 By Source
 June 30, 2015

	Primary Government
Governmental fund capital assets	
Land	\$ 96,964,238
Buildings	591,397,690
Infrastructure	2,800,456,274
Equipment	175,672,616
Construction in progress	88,339,803
Total governmental fund capital assets	<u>\$ 3,752,830,621</u>
Investment in governmental fund capital assets from:	
Capital projects funds:	
General obligation bonds	\$ 47,222,138
Intergovernmental	21,204,679
General fund revenue	3,631,427,383
Special revenue fund revenue	18,341,928
Federal programs	14,721,507
Other	19,912,986
	<u>\$ 3,752,830,621</u>

(1) This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position.

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STATISTICAL SECTION (UNAUDITED)

The Statistical Section provides detailed information for the primary government, as a context for understanding what the information in the comprehensive annual financial report says about the overall financial health of the County in the following areas:

Financial Trends - Information to help the reader understand how the County's financial performance and well-being have changed over time.

Revenue Capacity - Information to help the reader assess the County's most significant local revenue source, the property tax.

Debt Capacity - 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 - Demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.

Operating Information - Service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

PRINCE GEORGE'S COUNTY, MARYLAND
NetPosition By Component
Last Ten Fiscal Years

Table 1

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	Restated (2) 2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	\$ 1,370,963,205	\$ 1,351,726,843	\$ 1,421,477,574	\$ 1,481,956,322	\$ 1,475,449,993	\$ 1,466,248,839	\$ 1,621,314,368	\$ 1,499,391,740	\$ 1,487,561,224	\$ 1,615,022,591
Restricted	327,801,840	502,518,691	475,649,709	422,228,258	351,254,119	361,876,157	349,076,708	341,015,595	309,177,376	304,406,663
Unrestricted (deficit) (2)	(354,886,633)	(459,623,656)	(567,350,879)	(663,421,910)	(558,755,424)	(562,309,599)	(624,691,441)	(705,176,214)	(954,659,608)	(2,448,779,934)
Total governmental activities net position	<u>1,343,878,412</u>	<u>1,394,621,878</u>	<u>1,329,776,404</u>	<u>1,240,762,670</u>	<u>1,267,948,688</u>	<u>1,265,815,397</u>	<u>1,345,699,635</u>	<u>1,135,231,121</u>	<u>842,078,993</u>	<u>(529,350,680)</u>
Business-type activities										
Net investment in capital assets	114,802,351	118,553,646	131,283,415	143,085,674	156,560,233	148,934,828	143,858,665	107,572,137	142,374,427	139,610,243
Restricted	22,429,322	19,906,051	19,900,630	18,389,718	20,916,015	19,500,275	18,481,818	19,212,114	28,976,024	47,598,939
Unrestricted (deficit)	49,010,063	53,899,957	46,861,226	40,119,901	40,427,579	56,189,966	59,916,152	94,141,653	50,603,289	21,023,001
Total business-type activities net position	<u>186,241,736</u>	<u>192,359,654</u>	<u>198,045,271</u>	<u>201,595,293</u>	<u>217,903,827</u>	<u>224,625,069</u>	<u>222,256,635</u>	<u>220,925,904</u>	<u>221,953,740</u>	<u>208,232,183</u>
Primary government										
Net investment in capital assets	1,485,765,556	1,470,280,489	1,552,760,989	1,625,041,996	1,632,010,226	1,615,183,667	1,765,173,033	1,606,963,877	1,629,935,651	1,754,632,834
Restricted	350,231,162	522,424,742	495,550,339	440,617,976	372,170,134	381,376,432	367,558,526	360,227,709	338,153,400	352,005,602
Unrestricted (deficit) (1)	(305,876,570)	(405,723,699)	(520,489,653)	(623,302,009)	(518,327,845)	(506,119,633)	(564,775,289)	(611,034,561)	(904,056,319)	(2,427,756,933)
Total primary government net position	<u>\$ 1,530,120,148</u>	<u>\$ 1,586,981,532</u>	<u>\$ 1,527,821,675</u>	<u>\$ 1,442,357,963</u>	<u>\$ 1,485,852,515</u>	<u>\$ 1,490,440,466</u>	<u>\$ 1,567,956,270</u>	<u>\$ 1,356,157,025</u>	<u>\$ 1,064,032,733</u>	<u>\$ (321,118,497)</u>

Notes:

(1) The County's governmental activities has an unrestricted deficit because the County issues debt to fund construction costs for two of its component units. Prior to 2008, absent the effect of this relationship, the County would have reported positive assets for its governmental activities and for government-wide purposes. Government-wide unrestricted net position would have been:

Unrestricted (deficit) net assets noted above	\$ (305,876,570)	\$ (405,723,699)	\$ (520,489,653)	(623,302,009)	(518,327,845)	(506,119,633)	(564,775,289)	(611,034,561)	(904,056,319)	(2,427,756,933)
Debt issued for capital on behalf of others	412,915,242	481,347,768	481,969,501	470,259,263	435,418,383	399,196,957	445,921,535	483,621,901	486,417,276	483,674,784
County net assets absent effect of this relationship	<u>\$ 107,038,672</u>	<u>\$ 75,624,069</u>	<u>\$ (38,520,152)</u>	<u>\$ (153,042,746)</u>	<u>\$ (82,909,462)</u>	<u>\$ (106,922,676)</u>	<u>\$ (118,853,754)</u>	<u>\$ (127,412,660)</u>	<u>\$ (417,639,043)</u>	<u>\$ (1,944,082,149)</u>

(2) Fiscal Year 2012 amounts restated due to implementation of GASB 65.

Table 2

PRINCE GEORGE'S COUNTY, MARYLAND
Change In Net Position
Last Ten Fiscal Years

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	2012 (restated)	2013	2014	2015
Expenses										
Governmental activities:										
General government (1)	\$ 246,279,862	\$ 234,249,287	\$ 276,079,032	\$ 264,000,847	\$ 293,993,880	\$ 278,735,961	\$ 335,347,065	\$ 402,876,040	\$ 413,676,920	\$ 322,214,792
Public safety (2)	424,904,065	501,713,673	523,937,600	535,747,925	510,354,496	543,688,542	551,296,748	600,225,256	626,789,316	678,934,030
Environmental (3)	-	-	-	-	-	-	-	-	4,432,568	5,560,232
Health and Human Services (4)	85,828,296	92,933,730	100,602,469	103,468,096	104,844,923	98,491,351	95,750,683	97,589,420	97,846,141	99,155,575
Infrastructure and Development (5)	83,590,609	82,853,168	82,256,246	76,563,498	73,726,841	86,362,933	55,761,006	91,413,306	104,325,736	107,710,388
Board of Education	660,804,233	657,734,909	665,957,080	652,303,197	684,470,305	656,525,606	649,326,640	715,792,239	716,497,118	684,661,903
Community College	19,441,705	35,272,367	28,438,902	38,415,219	33,644,625	40,125,724	31,862,246	31,383,689	30,767,855	35,644,365
Memorial Library	16,875,719	18,430,402	19,568,825	19,397,277	19,802,615	19,494,605	27,027,089	23,313,523	21,490,903	23,326,087
Interest on long-term debt	48,773,181	46,949,253	59,042,614	54,873,156	49,295,577	51,136,299	47,505,779	46,733,055	57,748,877	58,988,913
Total governmental activities expenses	1,586,497,670	1,670,136,789	1,755,882,768	1,744,769,215	1,770,133,262	1,774,561,021	1,793,877,256	2,009,326,528	2,073,575,434	2,016,196,285
Business-type activities:										
Solid Waste	73,753,196	95,820,024	97,039,320	99,930,368	87,486,790	95,955,265	98,663,436	95,739,816	95,482,526	91,898,001
Stormwater	27,533,408	29,913,750	33,743,601	35,724,787	48,297,374	42,103,279	42,169,443	43,080,734	52,371,683	54,402,786
Watershed Protection	-	-	-	-	-	-	-	-	316,175	1,134,078
Total business-type activities expenses	101,286,604	125,733,774	130,782,921	135,655,155	135,784,164	138,058,544	140,832,879	138,820,550	148,170,384	147,434,865
Total primary government expenses	\$ 1,687,784,274	\$ 1,795,870,563	\$ 1,886,665,689	\$ 1,880,424,370	\$ 1,905,917,426	\$ 1,912,619,565	\$ 1,934,710,135	\$ 2,148,147,078	\$ 2,221,745,818	\$ 2,163,631,150
Program Revenues										
Governmental activities:										
Charges for Services :										
General government (1)	\$ 91,686,725	\$ 87,079,431	\$ 63,137,800	\$ 47,130,404	\$ 60,275,045	\$ 55,529,493	\$ 87,727,105	\$ 94,431,227	\$ 83,203,693	\$ 79,730,348
Public safety (2)	38,743,839	35,696,477	33,963,072	34,964,503	38,398,284	41,420,265	52,677,652	56,363,172	37,430,678	44,390,006
Environmental (3)	-	-	-	-	-	-	-	-	287,158	313,784
Health and Human Services (4)	16,545,080	10,830,733	13,540,038	12,642,837	9,278,928	10,430,145	12,369,621	10,299,291	7,075,381	4,508,261
Infrastructure and Development (5)	60,861,954	69,809,011	25,581,816	43,153,508	57,097,256	29,476,879	130,701,054	33,769,227	56,250,140	49,411,650
Operating grants and contributions										
General government (1)	17,522,852	19,955,319	59,178,382	39,248,215	56,606,758	57,182,264	26,281,362	25,222,907	12,192,715	24,419,173
Public safety (2)	21,087,793	25,723,138	18,475,021	17,538,135	29,537,332	28,884,685	32,508,021	26,524,768	24,989,052	18,335,079
Environmental (3)	-	-	-	-	-	-	-	-	230,114	567,867
Health and Human Services (4)	54,819,787	60,832,447	61,984,042	65,449,596	65,178,448	71,886,283	68,530,281	67,629,045	69,120,126	79,342,253
Infrastructure and Development (5)	177,988	239,159	386,975	1,868,144	2,233,204	4,513,987	8,581,718	2,917,851	13,478,641	22,955,481
Capital grants and contributions										
General government (1)	12,115,657	6,221,385	5,767,776	5,756,794	36,514,825	7,466,894	2,949,658	198,425	1,775,255	6,235,669
Public safety (2)	3,415,264	1,114,478	3,462,729	3,847,755	4,881,000	8,519,103	3,696,298	4,896,876	2,747,572	8,056,602
Environmental (3)	-	-	-	-	-	-	-	-	211,498	257,127
Health and Human Services (4)	2,111,331	-	-	-	117,954	351,545	-	169,076	22,000	180,474
Infrastructure and Development (5)	3,204,632	6,428,142	4,414,109	4,138,715	7,887,841	18,914,344	7,186,862	10,076,015	13,572,964	687,926
Total governmental activities program revenues	322,292,902	323,929,720	289,891,760	275,738,606	368,006,875	334,575,887	433,209,632	332,497,880	322,586,987	339,391,700

The County revised its functional categories for governmental activity expenses in fiscal year 2014. The following represents changes to expenses categories from 2005-2013. (1)General Government- no longer includes States Attorney, Soil Conservation, Department of Family Services, and Department of Housing and Community Development. (2) Public safety added State's Attorney and dropped Department of Environmental Resources. (3) Environment added Department of Environmental Resources and Soil Conservation. (4) Health and Human Services merged (Health and Public Welfare (Department of Social Services) categories with the Department of Family Services. (5) Infrastructure added the new Department of Permitting, Inspections, and Enforcement and Department of Housing and Community Development to the existing Public Works (Department of Public Works and Transportation) Category.

continued

Table 2, continued

PRINCE GEORGE'S COUNTY, MARYLAND
Change in Net Position, continued
Last Ten Fiscal Years

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	2012 (restated)	2013	2014	2015
Program Revenues, continued										
Business-type activities:										
Charges for services:										
Solid waste	79,655,114	82,202,081	84,240,272	86,550,100	90,575,778	90,451,449	89,987,217	91,459,801	90,893,287	92,113,510
Stormwater	5,264,325	5,156,895	3,729,657	3,057,990	3,369,309	2,150,063	1,829,457	2,811,579	3,677,700	3,332,530
Watershed Protection									14,199,502	14,741,320
Capital grants and contributions										
Stormwater	434,113	1,280,775	2,356,379	210,096	1,432,137	1,627,916	1,064,605	2,005,401	1,262,405	92,153
Total business-type activities program revenues	85,353,552	88,639,751	90,326,308	89,818,186	95,377,224	94,229,428	92,881,279	96,276,781	110,032,894	110,279,513
Total primary government program revenues	\$ 407,646,454	\$ 412,569,471	\$ 380,218,068	\$ 365,556,792	\$ 463,384,099	\$ 428,805,315	\$ 526,090,911	\$ 428,774,661	\$ 432,619,881	\$ 449,671,213
Net (Expense)/Revenue										
Governmental activities	(1,264,204,768)	(1,346,207,069)	(1,465,991,008)	(1,469,030,609)	(1,402,126,387)	(1,439,985,134)	(1,360,667,624)	(1,676,828,648)	(1,750,988,447)	(1,676,804,585)
Business-type activities	(15,933,052)	(37,094,023)	(40,456,613)	(45,836,969)	(40,406,940)	(43,829,116)	(47,951,600)	(42,543,769)	(38,137,490)	(37,155,352)
Total primary government net expense	\$ (1,280,137,820)	\$ (1,383,301,092)	\$ (1,506,447,621)	\$ (1,514,867,578)	\$ (1,442,533,327)	\$ (1,483,814,250)	\$ (1,408,619,224)	\$ (1,719,372,417)	\$ (1,789,125,937)	\$ (1,713,959,937)
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Property taxes	\$ 501,372,153	\$ 549,681,586	\$ 610,202,347	\$ 659,038,907	\$ 732,832,234	\$ 733,197,993	\$ 722,138,728	\$ 707,228,408	\$ 709,669,105	\$ 720,937,819
Income taxes	409,188,499	404,809,214	423,422,141	435,714,262	440,257,032	480,489,026	504,817,831	529,764,061	513,350,683	549,887,248
Transfer and recordation taxes	238,085,835	221,761,305	136,725,597	92,709,263	95,796,346	90,645,343	85,069,002	100,116,901	104,407,509	117,209,045
Energy taxes	48,281,237	54,373,964	62,747,183	66,805,287	71,280,769	63,880,450	59,651,917	56,588,560	55,240,457	66,785,516
Telecommunications tax	48,259,958	55,321,521	52,611,249	49,513,889	44,357,561	41,982,171	37,827,000	36,926,752	33,914,325	33,645,771
Unrestricted State shared tax	28,395,891	29,835,059	28,739,189	25,080,807	1,334,216	1,334,399	2,064,874	2,613,510	2,701,111	2,867,440
Other taxes	22,740,505	19,650,191	22,023,675	19,803,811	21,402,102	20,494,339	19,664,177	21,988,466	21,666,726	22,065,496
Investment earnings	27,856,149	42,680,195	38,333,826	29,435,697	9,101,595	3,122,028	3,698,357	(2,115,280)	2,944,473	4,460,524
Grants and contributions	10,654,521	9,246,405	9,875,131	1,371,225	1,970,627	1,865,679	3,212,453	11,822,540	13,355,751	862,813
Miscellaneous	1,071,976	1,817,209	7,811,548	543,727	1,492,071	840,412	5,197,518	1,426,216	586,179	462,854
Total governmental activities	1,335,906,724	1,389,176,649	1,392,491,886	1,380,016,875	1,419,824,553	1,437,851,840	1,443,341,857	1,466,360,134	1,457,836,319	1,519,184,526
Business-type activities:										
Property taxes	27,556,955	31,851,155	37,941,543	44,151,124	49,419,329	47,579,296	43,625,750	39,629,544	37,999,606	38,090,056
Investment earnings	6,205,935	8,442,987	8,200,687	5,235,867	3,953,359	2,971,062	2,333,788	1,583,464	1,165,720	1,382,411
Total business-type activities	33,762,890	40,294,142	46,142,230	49,386,991	53,372,688	50,550,358	45,959,538	41,213,008	39,165,326	39,472,467
Total primary government	\$ 1,369,669,614	\$ 1,429,470,791	\$ 1,438,634,116	\$ 1,429,403,866	\$ 1,473,197,241	\$ 1,488,402,198	\$ 1,489,301,395	\$ 1,507,573,142	\$ 1,497,001,645	\$ 1,558,656,993
Governmental activities										
Extraordinary items										
Asset impairment / insurance recovery (1)	7,467,198	7,773,886	8,653,648	-	-	-	-	-	-	-
Special items										
Legal Recovery	-	-	-	-	10,700,000	-	-	-	-	-
Business-type activities:										
Special items										
Gain on capital asset due to change in estimat	8,436,838	-	-	-	3,342,786	-	-	-	-	-
Change in Net Position										
Governmental activities	79,169,154	50,743,466	(64,845,474)	(89,013,734)	28,398,166	(2,133,294)	82,674,233	(210,468,514)	(293,152,128)	(157,620,059)
Business-type activities	26,266,676	3,200,119	5,685,617	3,550,022	16,308,534	6,721,242	(1,992,062)	(1,330,761)	1,027,836	2,317,115
Total primary government	\$ 105,435,830	\$ 53,943,585	\$ (59,159,857)	\$ (85,463,712)	\$ 44,706,700	\$ 4,587,948	\$ 80,682,171	\$ (211,799,275)	\$ (292,124,292)	\$ (155,302,944)

Notes:

- (1) Relates to impairment loss, net of insurance recoveries from Courthouse fire 11/03/2004.
(2) Fiscal Year 2012 amounts restated due to implementation of GASB 65.

Table 3

PRINCE GEORGE'S COUNTY, MARYLAND
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011(3)	2012	2013	2014	2015
General Fund										
Reserved	\$ 124,132,311	\$ 134,748,047	\$ 148,641,724	\$ 146,494,025	\$ 144,338,502					
Unreserved	244,843,858	209,847,753	153,501,293	131,730,338	186,520,591					
Nonspendable	-	-	-	-	-	1,593,534	1,619,282	1,532,552	1,549,546	\$ 1,641,389
Restricted	-	-	-	-	-	144,187,959	164,668,289	156,735,799	160,797,750	170,778,503
Committed	-	-	-	-	-	52,389,072	53,570,342	54,968,228	55,424,074	57,807,206
Assigned	-	-	-	-	-	85,733,302	87,170,249	63,342,963	52,361,681	53,937,841
Unassigned	-	-	-	-	-	94,256,531	76,659,622	82,782,432	30,953,395	34,028,162
Sub-total General Fund	<u>334,016,264</u>	<u>368,976,169</u>	<u>344,595,800</u>	<u>302,143,017</u>	<u>278,224,363</u>	<u>330,859,093</u>	<u>378,160,398</u>	<u>359,361,974</u>	<u>301,086,446</u>	<u>318,193,101</u>
All Other Governmental Funds										
Reserved	\$ 133,640,179	\$ 234,004,815	\$ 208,115,317	\$ 200,562,222	\$ 147,214,598					
Unreserved										
Special revenue funds	8,420,864	9,879,522	10,253,895	12,254,369	14,585,859					
Capital projects funds	132,311,898	119,329,618	120,072,592	(10,280,606)	6,600,247					
Restricted	-	-	-	-	-	145,408,266	140,131,186	315,273,781	99,653,204	\$ 130,699,334
Committed	-	-	-	-	-	-	10,301,182	6,498,711	2,323,282	3,255,831
Assigned	-	-	-	-	-	5,481,651	6,525,555	6,357,576	6,264,232	3,277,611
Sub-total all other Governmental Funds	<u>\$ 90,971,710</u>	<u>\$ 274,372,941</u>	<u>\$ 363,213,955</u>	<u>\$ 338,441,804</u>	<u>\$ 202,535,985</u>	<u>\$ 168,400,704</u>	<u>\$ 150,889,917</u>	<u>\$ 328,130,068</u>	<u>\$ 108,240,718</u>	<u>\$ 137,232,776</u>
Total all Governmental Funds	<u>\$ 424,987,974</u>	<u>\$ 643,349,110</u>	<u>\$ 707,809,755</u>	<u>\$ 640,584,821</u>	<u>\$ 480,760,348</u>	<u>\$ 499,259,797</u>	<u>\$ 529,050,315</u>	<u>\$ 687,492,042</u>	<u>\$ 409,327,164</u>	<u>\$ 455,425,877</u>

Notes:

- (1) The County was required to maintain a contingency reserve equal to 3% of General Fund estimated revenues beginning in the fiscal year 1998. The reserve is intended to help stabilize County budgets against future economic fluctuations and unforeseen emergencies.
- (2) In November 2002, County voters approved a charter amendment to increase the contingency reserve requirement from 3% to 5% of General Fund estimated revenues.
- (3) Beginning in fiscal year 2011 the County implemented GASB Statement No. 54 which revised the fund balance categories for Governmental Funds.

Table 4

PRINCE GEORGE'S COUNTY, MARYLAND
Changes In Fund Balances, Governmental Funds
Last Ten Fiscal Years

	FISCAL YEARS									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013 (restated)</u>	<u>2014</u>	<u>2015</u>
Revenues										
Taxes	\$ 1,306,817,992	\$ 1,334,376,477	\$ 1,335,935,914	\$ 1,348,462,490	\$ 1,412,184,766	\$ 1,423,616,459	\$ 1,427,541,836	\$ 1,449,168,044	\$ 1,440,900,965	\$ 1,509,634,512
Licenses and permits	29,249,555	27,722,783	20,960,406	17,751,849	17,471,856	18,577,036	18,127,287	22,710,061	21,830,867	25,430,085
Fines and forfeitures	3,864,070	3,637,603	3,506,178	4,444,315	4,351,788	5,877,508	13,459,810	19,684,818	19,885,245	14,964,293
Use and money and property	29,649,294	43,789,806	46,107,420	31,177,059	11,966,421	5,821,464	7,871,454	1,705,533	8,138,507	12,864,236
Charges for services	71,311,402	77,527,480	55,874,984	47,463,048	52,725,012	53,795,309	67,300,432	76,580,819	65,128,244	73,501,819
Intergovernmental	135,645,708	134,926,985	128,630,290	132,186,494	212,201,660	207,706,513	161,533,603	155,741,974	155,812,040	161,173,020
Miscellaneous	6,757,912	3,102,382	2,493,716	6,066,125	6,810,373	5,184,078	7,752,696	6,119,301	10,305,705	2,989,077
Total revenues	1,423,440,519	1,583,295,933	1,625,083,516	1,593,508,908	1,587,551,380	1,717,711,876	1,720,578,367	1,731,710,550	1,722,001,573	1,800,557,042
Expenditures										
General Government (1)	208,772,025	209,100,631	209,100,631	187,025,859	195,276,748	214,101,638	229,901,474	229,989,658	264,913,081	197,409,489
Public safety (2)	482,844,406	515,162,619	515,162,619	512,181,110	509,526,761	535,858,802	543,037,453	577,535,728	615,372,626	635,615,369
Environmental (3)	-	-	-	-	-	-	-	10,219,798.00	4,323,358	4,718,117
Health and Human Services (4)	90,781,764	93,190,158	93,190,158	96,918,135	103,841,312	98,190,664	95,249,039	98,493,348	95,977,561	97,388,090
Infrastructure & Development (5)	22,581,172	16,821,432	16,821,432	16,986,921	15,855,250	26,947,228	20,670,130	25,068,942	32,234,093	34,712,960
Capital projects	68,393,656	109,892,836	109,892,836	103,289,706	82,735,106	82,297,319	74,151,921	90,316,298	138,911,039	122,161,533
Education										
Board of Education	657,734,909	665,957,080	665,957,080	652,303,197	684,470,305	656,525,606	649,326,640	715,792,239	716,497,118	684,661,903
Community College	35,272,367	28,438,902	28,438,902	38,415,219	33,644,625	40,125,724	31,862,246	31,383,689	30,767,855	35,644,365
Memorial Library	18,430,402	19,568,825	19,568,825	19,397,277	19,802,615	19,494,605	27,027,089	23,313,523	21,490,903	26,534,954
Debt service										
Interest	68,561,620	69,302,123	69,302,123	74,766,318	78,850,997	86,457,546	86,523,482	83,252,080	85,839,156	97,332,619
Principal	46,804,798	51,231,609	51,231,609	54,073,418	53,598,362	49,896,532	47,537,190	47,206,911	53,855,034	58,141,936
Total expenditures	1,588,132,868	1,700,177,119	1,778,666,215	1,778,666,215	1,755,357,160	1,777,602,081	1,809,895,664	1,932,572,214	2,060,181,824	1,994,321,335
Excess (deficiency) of revenues over (under) expenditures	(116,881,186)	(153,582,699)	(185,157,307)	(167,805,780)	(59,890,205)	(89,317,297)	(101,699,546)	(200,861,664)	(338,180,251)	(193,764,293)

The County revised its functional categories for expenditures in fiscal year 2014. Fiscal year 2013 expenditures are restated. The following represents changes to expenditures categories from 2005-2012. (1)General Government- no longer includes States Attorney, Soil Conservation, Department of Family Services, and Department of Housing and Community Development. (2) Public safety added State's Attorney and dropped Department of Environmental Resources. (3) Environment added Department of Environmental Resources and Soil Conservation. (4) Health and Human Services merged (Health and Public Welfare (Department of Social Services) categories with the Department of Family Services. (5) Infrastructure added the new Department of Permitting, Inspections, and Enforcement and Department of Housing and Community Development to the existing Public Works(Department of Public Works and Transportation) Category.

Continued

Table 4, continued

PRINCE GEORGE'S COUNTY, MARYLAND
Changes In Fund Balances, Governmental Funds, continued
Last Ten Fiscal Years

	FISCAL YEARS									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Other Financing Sources (Uses)										
General obligation bonds issued	224,750,000	130,515,000	141,475,827	13,494,208	83,110,000	91,480,000	74,315,000	285,748,000	-	189,689,000
Bond and note premium	7,211,969	7,758,539	1,662,626	-	2,599,354	6,959,315	21,373,503	43,355,574	5,419,224	30,413,518
Other financing notes payable	-	18,665,000	-	-	-	-	-	-	-	-
Capital lease financing	-	-	-	2,764,699	-	27,781,000	33,825,000	16,055,642	54,596,149	19,612,680
Reallocation of notes payable	(56,096)	131,013	-	-	-	-	-	-	-	-
Transfers in - other funds	116,427,957	88,185,312	78,314,642	100,694,719	94,629,227	98,837,759	101,999,940	89,092,924	94,902,164	92,543,661
Debt Issued:										
Bond proceeds - refunding	-	68,615,000	-	-	-	-	175,530,000	191,130,000	-	27,520,000
Bond premium - refunding	-	4,469,091	-	-	-	-	36,132,555	20,981,662	-	2,234,722
Payment to bond refunding escrow agent	-	(72,998,809)	-	-	-	-	(221,094,720)	(209,562,879)	-	(29,606,914)
Transfers out - other funds	(132,602,957)	(137,975,312)	(87,758,842)	(108,972,319)	(101,948,927)	(105,950,259)	(108,786,340)	(89,092,924)	(94,902,164)	(92,543,661)
Total other financing sources (uses)	<u>215,730,873</u>	<u>107,364,834</u>	<u>133,694,253</u>	<u>7,981,307</u>	<u>78,389,654</u>	<u>119,107,815</u>	<u>113,294,938</u>	<u>347,707,999</u>	<u>60,015,373</u>	<u>239,863,006</u>
Extraordinary items										
Insurance recoveries (2)	<u>7,467,198</u>	<u>7,773,886</u>	<u>8,653,648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ 69,615,372</u>	<u>\$ (70,018,587)</u>	<u>\$ (25,457,879)</u>	<u>\$ (51,908,898)</u>	<u>\$ 18,499,449</u>	<u>\$ 29,790,518</u>	<u>\$ 11,595,392</u>	<u>\$ 146,846,335</u>	<u>\$ (278,164,878)</u>	<u>\$ 46,098,713</u>
Debt service as a percentage of noncapital expenditures (3)	7.0%	6.9%	7.0%	7.7%	7.8%	7.7%	7.8%	7.8%	7.7%	8.8%

Notes:

- (1) For FY01 and prior, includes amounts previously classified as "Transfers in from Component Units."
- (2) Relates to insurance recoveries from Courthouse fire November 3, 2004.
- (3) Non-capital expenditures represent total expenditures above, less Capital Project Funds and capital outlay expenditures that resulted in capital assets.

Table 5

PRINCE GEORGE'S COUNTY, MARYLAND
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	Real Property (1)		Total Direct Tax Rate	Personal Property (2)			Total Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value (1)	Assessed Value as a Percentage of Actual Value
	Assessed Value	Estimated Value		Unincorporated Personal Property	Public Utilities	Incorporated Ordinary Business				
2006	52,277,304,579	58,874,923,900	0.9261	37,066,180	1,177,751,940	1,608,550,492	\$ 2,823,368,612	2.3137	\$ 61,698,292,512	94.71%
2007	60,716,650,060	69,500,205,330	0.9245	34,671,840	1,172,858,450	1,620,014,257	2,827,544,547	2.3116	72,327,749,877	89.31
2008	72,900,955,419	82,244,049,810	0.9149	32,590,380	1,175,976,540	1,609,855,442	2,818,422,362	2.3269	85,062,472,172	87.86
2009	85,155,247,625	99,986,180,539	0.9066	29,129,440	1,232,270,320	1,392,949,067	2,654,348,827	2.2940	102,640,529,366	89.02
2010	96,054,707,346	102,512,190,089	0.8996	32,392,590	1,291,979,150	1,458,374,079	2,782,745,819	2.2724	105,294,935,908	85.55
2011	95,135,150,806	96,199,089,410	0.8998	48,907,200	1,334,149,600	1,366,211,620	2,749,268,420	2.0000	98,948,357,830	93.87
2012	82,964,524,929	83,404,281,380	0.9054	57,630,140	1,332,876,260	1,322,818,970	2,713,325,370	2.0000	86,117,606,750	98.92
2013	75,993,572,331	76,633,200,500	0.9028	50,405,620	1,364,625,200	1,789,642,154	3,204,672,974	2.2830	79,837,873,474	99.49
2014	73,425,415,435	74,563,618,491	0.8971	48,314,610	1,393,889,690	1,313,144,919	2,755,349,219	2.2684	77,318,967,710	99.20
2015	74,172,498,186	76,307,098,100	0.9019	48,442,950	1,485,591,490	1,371,592,328	2,905,626,768	2.2780	79,212,724,868	97.31

Notes:

(1) Real property figures are based on a "triennial assessment" process. Under this method, only one-third of the properties in the County are reassessed each year. Any increase in value is phased in over a three-year period in equal increments. Therefore, assessed values only reflect the phased-in amounts, while the estimated actual values indicate the full amount of the reassessment based on the latest physical inspection.

(2) Assessed value and estimated actual values are equal.

(3) Prior to fiscal year 2002, real property had been assessed at 40% of phased-in market value. Effective fiscal 2002, the real property is assessed at 100% of the phased-in market value. Personal Property had already been assessed at 100% of market value. The County tax rate is a weighted average of the unincorporated area and incorporated area rates.

Source: State Department of Assessment and Taxation.

Table 6

PRINCE GEORGE'S COUNTY, MARYLAND
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	County Direct Rates - Real Property (1)				Overlapping Rates - Real Property		
	General (2)	Pre-Trim (4)	Stormwater Management	Total Direct (3)	State of Maryland	M-NCPPC	WSTC
2006	0.9261	-	0.0540	0.9801	0.1320	0.2790	0.0260
2007	0.9245	-	0.0540	0.9785	0.1320	0.2790	0.0260
2008	0.9149	-	0.0540	0.9689	0.1320	0.2790	0.0260
2009	0.9066	-	0.0540	0.9606	0.1120	0.2790	0.0260
2010	0.8996	-	0.0540	0.9536	0.1120	0.2790	0.0260
2011	0.8998	-	0.0540	0.9538	0.1120	0.2790	0.0260
2012	0.9054	-	0.0540	0.9594	0.1120	0.2790	0.0260
2013	0.9028	-	0.0540	0.9568	0.1120	0.2790	0.0260
2014	0.8971	-	0.0540	0.9511	0.1120	0.2790	0.0260
2015	0.9019	-	0.0540	0.9559	0.1120	0.2790	0.0260

Fiscal Year	County Direct Rates - Personal Property (1)				Overlapping Rates - Personal Property		
	General (2)	Pre-Trim (4)	Stormwater Management	Total Direct (3)	State of Maryland	M-NCPPC	WSTC
2006	2.3137	-	0.1350	2.4487	0.3300	0.6975	0.0650
2007	2.3116	-	0.1350	2.4466	0.2800	0.6975	0.0650
2008	2.3269	-	0.1350	2.4619	0.2800	0.6975	0.0650
2009	2.2940	-	0.1350	2.4290	0.2800	0.6975	0.0650
2010	2.2724	-	0.1350	2.4074	0.2800	0.6975	0.0650
2011	2.0000	-	0.1350	2.1350	0.2800	0.6975	0.0650
2012	2.0000	-	0.1350	2.1350	0.2800	0.6975	0.0650
2013	2.2830	-	0.1350	2.4180	0.2800	0.6975	0.0650
2014	2.2684	-	0.1350	2.4034	0.2800	0.6975	0.0650
2015	2.2780	-	0.1350	2.4130	0.2800	0.6975	0.0650

Notes:

(1) In dollars per \$100.00 of assessed value.

(2) Partial year real property improvements billed at pro rata tax rates.

(3) At the November 1978 General Election, the voters of the County adopted an amendment to the Charter limiting future collection of real property taxes to the amount collected in fiscal year 1979. The amendment, which became effective in December 1978, added Section 817B to the Charter. It is generally referred to as "TRIM" (TRIM is an acronym for Tax Reform Initiative by Marylanders).

(4) There is no County taxing authority assigned to debt payments for pre-TRIM bonds beginning in fiscal year 2004, because the debt was retired.

Table 7

PRINCE GEORGE'S COUNTY, MARYLAND
Real Property Tax Rates - Overlapping Governments - Cities and Towns
Last Ten Fiscal Years

Cities										
Fiscal Year	Bowie	College Park	District Heights	Greenbelt	Hyattsville	Laurel	Mount Rainier	New Carrollton	Seat Pleasant	
2006	0.322	0.285	0.547	0.766	0.630	0.720	0.790	0.450	0.580	
2007	0.352	0.299	0.650	0.766	0.630	0.720	0.790	0.450	0.580	
2008	0.352	0.299	0.730	0.786	0.630	0.720	0.790	0.450	0.580	
2009	0.380	0.322	0.730	0.786	0.630	0.710	0.790	0.500	0.580	
2010	0.380	0.322	0.730	0.786	0.630	0.710	0.790	0.500	0.580	
2011	0.400	0.322	0.730	0.790	0.630	0.710	0.790	0.500	0.580	
2012	0.400	0.322	0.730	0.790	0.630	0.710	0.790	0.500	0.580	
2013	0.400	0.322	1.000	0.790	0.630	0.710	0.790	0.7136	0.580	
2014	0.400	0.335	1.000	0.805	0.630	0.710	0.860	0.7121	0.580	
2015	0.400	0.335	1.020	0.813	0.630	0.710	0.860	0.7059	0.580	

Towns										
Fiscal Year	Berwyn Heights	Bladensburg	Brentwood	Capitol Heights	Cheverly	Colmar Manor	Cottage City	Eagle Harbor	Edmonston	Fairmount Heights
2006	0.486	0.676	0.248	0.412	0.400	0.490	0.690	0.292	0.450	0.420
2007	0.486	0.676	0.248	0.412	0.450	0.490	0.670	0.292	0.500	0.420
2008	0.486	0.740	0.476	0.412	0.480	0.880	0.640	0.292	0.500	0.420
2009	0.486	0.740	0.443	0.412	0.480	1.000	0.600	0.292	0.600	0.388
2010	0.486	0.740	0.382	0.401	0.480	1.038	0.560	0.292	0.600	0.420
2011	0.486	0.740	0.382	0.392	0.480	1.038	0.520	0.292	0.600	0.420
2012	0.516	0.740	0.382	0.392	0.480	1.028	0.488	0.292	0.600	0.420
2013	0.516	0.740	0.3864	0.4619	0.580	1.490	0.650	0.480	0.600	0.460
2014	0.516	0.740	0.4107	0.4619	0.580	1.490	0.650	0.480	0.660	0.460
2015	0.530	0.740	0.4107	0.4619	0.580	1.370	0.650	0.480	0.660	0.460

continued

Table 7, continued

PRINCE GEORGE'S COUNTY, MARYLAND
Real Property Tax Rates - Overlapping Governments - Cities and Towns, continued
Last Ten Fiscal Years

Fiscal Year	Towns							
	Forest Heights	Glenarden	Landover Hills	Morningside	North Brentwood	Riverdale Park	University Park	Upper Marlboro (4)
2006	0.470	0.296	0.480	0.800	0.288	0.677	0.600	0.240
2007	0.470	0.296	0.480	0.800	0.288	0.641	0.600	0.240
2008	0.510	0.275	0.480	0.800	0.288	0.641	0.600	0.240
2009	0.530	0.296	0.480	0.800	0.347	0.641	0.600	0.240
2010	0.530	0.296	0.480	0.780	0.347	0.641	0.541	0.240
2011	0.567	0.336	0.480	0.780	0.347	0.677	0.584	0.240
2012	0.567	0.336	0.480	0.740	0.347	0.654	0.579	0.240
2013	0.6248	0.336	0.480	0.740	0.347	0.654	0.5818	0.240
2014	0.6248	0.336	0.480	0.740	0.440	0.654	0.6315	0.240
2015	0.6248	0.336	0.520	0.740	0.440	0.654	0.6450	0.240

Notes:

- (1) Tax rates are per \$100 of assessed value.
(2) The County does not collect personal property taxes for the Cities or Towns.
(3) Taxes collected by the County for other fiscal units, including overlapping governments, are remitted based on actual collections.
(4) During fiscal years 2000 through 2004, the Town of Upper Marlboro did not collect town taxes.

Table 8

PRINCE GEORGE'S COUNTY, MARYLAND
Principal Taxpayers
Current Year and Nine Years Prior

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Potomac Electric Power Co.	\$ 608,305,400	1	2.10%	420,540,486	2	2.67%
Gaylord National, LLC	562,000,000	2	1.94%			
Verizon Maryland	297,879,330	3	1.03%	397,661,690	3	2.52%
Empirian Village of Maryland, LLC	274,190,368	4	0.95%			
Washington Gas Light Company	247,681,900	5	0.86%	193,511,049	4	1.23%
JKC Stadium (FedEx Field)	208,927,300	6	0.72%	178,738,200	5	1.13%
Greenbelt Homes, Incorporated	176,371,883	7	0.61%	87,743,008	10	0.56%
Genon Chalk Point LLC	166,602,400	8	0.58%			
Baltimore Gas and Electric Co.	165,459,430	9	0.57%	116,547,390	6	0.74%
Summerfield Housing LTD Partnership	150,929,700	10	0.52%	99,274,000	7	0.63%
Silver Oaks Campus LLC				90,966,800	8	0.58%
Mirant Chalk Point LLC (1)				425,824,290	1	2.70%
Safeway Stores, Inc.				89,290,199	9	0.57%

Notes:

(1) Source: State of Maryland Department of Assessments and Taxation

TABLE 9

**PRINCE GEORGE'S COUNTY, MARYLAND
Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	578,213,071	574,355,664	99.33	3,345,021	577,700,685	99.91
2007	660,947,420	656,628,114	99.35	3,763,506	660,391,620	99.92
2008	777,425,089	770,467,248	99.35	6,268,711	776,735,959	99.91
2009	903,375,110	897,803,030	99.38	4,675,088	902,478,118	99.90
2010	1,001,271,795	995,260,491	99.40	5,098,434	1,000,358,925	99.90
2011	987,400,083	981,984,336	99.45	4,316,835	986,301,171	99.89
2012	869,334,583	866,278,838	99.64	1,821,090	868,099,928	99.86
2013	803,094,590	798,920,671	99.48	2,493,465	801,414,136	99.79
2014	778,008,663	773,446,612	99.41	2,484,313	775,930,925	99.73
2015	791,690,172	787,981,697	99.53	-	787,981,697	99.53

Notes:

- (1) Total collections include collections for adjustments in "total tax levy" in years subsequent to initial tax levy.
- (2) Included is data for all property taxes billed applicable to all funds for Prince George's County, Maryland to include General, Debt Service, and Enterprise Funds. Property taxes billed for the State of Maryland, various municipalities, Washington Suburban Sanitary, Maryland National Capital Park and Planning, and the Washington Suburban Transit Commission, are excluded.
- (3) Taxes are assessed July 1 and semi-annual payments are due September 30 and December 31.
- (4) No discounts are allowed.
- (5) Interest and penalty at 20% per annum is charged after September 30, except tax bills based upon certifications received after September 30 may be paid within thirty days without interest.
- (6) Taxes on real property are collected by sale or legal action or both. Taxes on personal property are enforced by legal action.
- (7) Tax sale date is the second Monday in May.
- (8) There is no County taxing authority assigned to debt payments for pre-TRIM bonds beginning in fiscal year 2004 because the debt was retired.

Table 10

PRINCE GEORGE'S COUNTY, MARYLAND
Delinquent Taxes and Service Charges Receivable - By Fund
As of June 30, 2015

		General Fund					Enterprise Funds				
Delinquent taxes by year		Unincorporated				Total General Fund	Agency Funds			Stormwater Management Fund	Total All Funds
		Real Property	Business Personal Property	Railroads and Public Utilities	Corporate Personal Property		Maryland-National Capital Park and Planning Commission	Washington Suburban Sanitary Commission	Washington Suburban Transit Commission		
Year ended											
June 30:											
2015	\$	1,848,923	43,644	109,345	1,559,357	3,561,269					
2014		1,434,257	25,766	(7,459)	557,365	2,009,929					
2013		1,264,993	8,968	-	358,332	1,632,293					
2012		896,232	17,990	72	278,517	1,192,811					
2011		763,332	14,710	8	285,866	1,063,916					
2010		627,644	14,723	41	244,918	887,326					
2009		599,878	11,288	1	262,799	873,966					
2008		460,429	11,271	-	195,142	666,842					
2007		436,513	15,020	-	94,390	545,923					
2006 and prior		2,306,425	2,218,948	206	597,532	5,123,111					
	\$	<u>10,638,626</u>	<u>2,382,328</u>	<u>102,214</u>	<u>4,434,218</u>	<u>17,557,386</u>					
Year ended											
June 30:											
2015	\$	102,748	777,432	42,985	75,293	75,553	1,307,526	2,381,537	147,205	6,090,011	
2014		82,181	359,145	30,577	117,200	35,206	-	624,309	67,808	2,702,046	
2013		62,499	257,287	29,468	67,460	24,791	-	441,505	48,160	2,121,958	
2012		57,918	217,808	34,097	64,128	21,231	-	395,182	41,844	1,629,837	
2011		41,232	188,149	23,745	46,539	18,230	-	317,895	34,997	1,416,808	
2010		24,337	138,907	20,085	24,891	13,471	-	221,691	25,543	1,134,560	
2009		181,319	121,085	14,619	15,434	11,870	-	344,327	23,026	1,241,319	
2008		23,143	112,760	13,011	36,426	11,199	-	196,539	22,289	885,670	
2007		6,800	53,399	12,604	1,515	5,079	-	79,397	9,877	635,197	
2006 and prior		57,813	844,149	39,831	63,787	88,295	-	1,093,875	177,117	6,394,103	
Totals	\$	<u>639,990</u>	<u>3,070,121</u>	<u>261,022</u>	<u>512,673</u>	<u>304,925</u>	<u>1,307,526</u>	<u>6,096,257</u>	<u>597,866</u>	<u>24,251,509</u>	

Table 11

PRINCE GEORGE'S COUNTY, MARYLAND
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	General Bonded Debt				Other Governmental Activities Debt					
	General Obligation Bonds (1)	LGIT GOB	State Participation Bonds - Schools	State Participation Bonds - Roads	Maryland CDA Infrastructure Bonds	Certificates of Participation	HUD Section 108 Notes	Maryland Industrial Land Act Loans	MDOT Loans	Capital Leases
2006	949,798,348	8,850,000	-	-	903,600	55,886,421	11,455,000	307,109	5,821,916	-
2007	1,031,936,113	7,795,000	-	-	851,300	66,387,883	7,206,000	285,669	4,818,594	-
2008	1,074,343,312	6,675,000	-	-	796,500	55,351,920	6,801,000	262,720	3,760,309	-
2009	1,012,942,759	5,490,000	-	-	739,300	42,384,528	6,361,000	238,154	2,643,957	2,764,699
2010	1,032,870,640	4,235,000	-	-	679,600	28,935,874	5,893,000	211,859	1,466,254	2,764,699
2011	1,058,301,880	2,905,000	-	-	617,300	34,717,732	5,395,000	183,713	982,088	10,664,091
2012	1,076,197,571	1,495,000	-	-	552,600	59,875,481	4,907,000	153,586	-	6,491,697
2013	1,356,817,910	-	-	-	484,300	51,777,027	4,636,000	121,336	-	19,365,264
2014	1,268,290,559	-	-	-	413,300	83,039,920	4,347,000	86,817	-	29,738,883
2015	1,385,801,745	-	-	-	339,000	72,116,502	4,038,000	49,867	-	41,572,611

Fiscal Year	Business-Type Activities					WSSC Loans	Capital Leases	Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds (1)	Revenue Bonds	State Participation Bonds	Certificates of Participation						
2006	78,534,005	25,584,333	-	1,217,767	2,655,000	-	1,141,013,499	3.76%	1,363.80	
2007	78,322,894	21,246,201	-	886,082	2,055,000	-	1,221,790,736	3.85%	1,467.27	
2008	84,531,033	16,747,810	-	687,929	1,420,000	-	1,251,377,533	3.79%	1,506.75	
2009	79,350,231	12,028,800	-	482,209	745,000	-	1,166,170,637	3.51%	1,397.35	
2010	84,285,855	7,083,800	-	266,208	-	-	1,168,692,789	3.41%	1,349.99	
2011	108,816,464	5,042,425	-	39,326	-	-	1,227,665,019	3.50%	1,404.58	
2012	126,235,054	2,934,277	-	-	-	19,419	1,278,861,685	3.32%	1,451.38	
2013	192,949,424	758,943	-	-	-	10,090	1,626,920,294	4.22%	1,827.83	
2014	182,450,700	385,998	-	-	-	-	1,568,753,177	n.a.	1,734.52	
2015	198,374,541	-	-	-	-	-	1,702,292,266	n.a.	n.a.	

(1) Amounts are net of related premiums, discounts, and adjustments.

Table 12

PRINCE GEORGE'S COUNTY, MARYLAND
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Governmental-Type Activities		Business-Type Activities	Total	Percentage of Actual Property Value	Per Capita
	General Obligation Bonds (1)	LGIT General Obligation Bonds	General Obligation Bonds (1)			
2006	949,798,348	8,850,000	78,534,005	1,037,182,353	1.68%	1,239.69
2007	1,031,936,113	7,795,000	78,322,894	1,118,054,007	1.55%	1,342.69
2008	1,074,343,312	6,675,000	84,531,033	1,165,549,345	1.37%	1,403.41
2009	1,012,942,759	5,490,000	79,350,231	1,097,782,990	1.07%	1,315.40
2010	1,032,870,640	4,235,000	84,285,855	1,121,391,495	1.07%	1,295.35
2011	1,058,301,880	2,905,000	108,816,464	1,170,023,344	1.18%	1,338.63
2012	1,076,197,571	1,495,000	126,235,054	1,203,927,625	1.40%	1,366.33
2013	1,356,817,910	-	192,949,424	1,549,767,334	1.94%	1,741.15
2014	1,268,290,559	-	182,450,700	1,450,741,259	1.88%	n.a.
2015	1,385,801,745	-	198,374,541	1,584,176,286	2.00%	n.a.

(1) Amounts are net of related premiums, discounts, and adjustments.

Table 13

PRINCE GEORGE'S COUNTY, MARYLAND
Direct and Overlapping Governmental Activities Debt
As of June 30, 2015

Governmental Unit:	<u>Debt Outstanding</u>	<u>Percentage of Debt Applicable to this Jurisdiction</u>	<u>Jurisdiction's Share of Debt</u>
Prince George's County:			
County Government	\$ 1,503,917,725 (1)	100.00%	\$ 1,503,917,725
Overlapping areas:			
Maryland-National Capital Park and Planning Commission	57,536,298	0%	-
Washington Suburban Sanitary Commission	631,215,448	0%	-
Underlying towns and cities within the County	49,945,670	0%	-
Component Unit:			
IDA of PG County lease revenue bonds	50,820,000	100.00%	50,820,000
Total Direct and Overlapping Debt	<u>\$ 2,293,435,141</u>		<u>\$ 1,554,737,725</u>

(1) Includes bonds, notes, certificates of participation, loans, and capital leases of governmental activities. Amounts are net of related premiums, discounts, and adjustments.

Table 14

PRINCE GEORGE'S COUNTY, MARYLAND
Computation of Direct and Overlapping Debt
June 30, 2015

	Gross debt <u>principal amount</u> ⁽¹¹⁾	Self-supporting <u>debt</u>	Net debt <u>principal amount</u>
Direct debt:			
Primary government:			
General obligation bonds:			
General purpose	\$ 944,926,424	-	944,926,424
Stormwater management	153,060,000	153,060,000 ⁽¹⁾	-
Solid waste management system	36,923,000	36,923,000 ⁽²⁾	-
School facilities surcharge - supported	291,880,000	291,880,000 ⁽³⁾	-
Telecommunications - supported	23,115,000	23,115,000 ⁽⁴⁾	-
Mass transit	9,025,576	9,025,576 ⁽⁵⁾	-
Maryland Industrial Land Act Loans	49,867	49,867 ⁽⁶⁾	-
Maryland Community Development Administration Infrastructure Debt	339,000	339,000 ⁽⁷⁾	-
Revenue bonds:			
Solid waste management system	-	- ⁽²⁾	-
Total direct debt	<u>1,459,318,867</u>	<u>514,392,443</u>	<u>944,926,424</u>
Overlapping debt:			
Other governmental units:			
Maryland-National Capital Park and Planning Commission general obligation bonds	57,536,298	57,536,298 ⁽⁸⁾	-
Washington Suburban Sanitary Commission	631,215,448	631,215,448	-
Underlying towns and cities within the County	49,945,670	49,945,670 ⁽⁹⁾	-
Component unit:			
Industrial Development Authority of Prince George's County lease revenue bonds	<u>50,820,000</u>	<u>-</u> ⁽¹⁰⁾	<u>50,820,000</u>
Total overlapping debt	<u>789,517,416</u>	<u>738,697,416</u>	<u>50,820,000</u>
Total direct and overlapping debt	<u>\$ 2,248,836,283</u>	<u>1,253,089,859</u>	<u>995,746,424</u>

Notes:

- (1) The debt service payments on bonds issued by the County for stormwater management facilities are supported by a special ad valorem tax and, accordingly, such bonds are considered self-supporting.
- (2) County solid waste bonds are repaid from user charges.
- (3) Debt service payments on a portion of the school construction bonds are supported by the school facilities surcharge on new residential construction. This portion is considered self-supporting.
- (4) Debt service payments on the bonds issued for School Renovation Projects are supported by the Telecommunication Tax, levied on telecommunication service in the county.
- (5) These bonds are a liability of the Washington Suburban Transit Commission. The Washington Suburban Transit Commission reimburses the debt service payments on bonds issued by the County for mass transit projects and, accordingly, such bonds are considered self-supporting.
- (6) Debt service costs of the Maryland Industrial Land Act notes are reimbursed to the County under loan agreements with developers.
- (7) Debt service costs of the Maryland Community Development Administration note are reimbursed to the County under a loan agreement with Accokeek Volunteer Fire Department.
- (8) At June 30, 2012, the County was contingently liable as guarantor on these bonds issued by the Maryland-National Capital Park and Planning Commission.
- (9) The debt issued by the towns and cities within the County is supported by the revenue sources of the respective towns and cities.
- (10) Debt service costs for the 1994A Lease Revenue Bonds are reimbursed to the County by the State of Maryland pursuant to a lease agreement relating to the Hyattsville Multi-Service Center.
- (11) Amounts do not include related premiums, discounts, and adjustments.

PRINCE GEORGE'S COUNTY, MARYLAND
Computation of Legal Debt Margin
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2015:

Assessable base of Real Property	\$ 76,307,098,100
Assessable base of Personal Property	2,905,626,768
Debt limit (a total of 6% Real property & 15% of Personal property)	5,014,269,901
Debt applicable to limit:	
General obligation bonds	944,926,424
Total net debt applicable to limit	944,926,424
Legal debt margin	4,069,343,477

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Assessable Base - Real property	\$ 58,874,923,900	\$ 69,500,205,330	\$ 82,244,049,810	\$ 99,986,180,539	\$ 102,512,190,089	\$ 96,199,089,410	\$ 83,404,281,380	\$ 76,633,200,500	\$ 74,563,618,491	\$ 76,307,098,100
Assessable Base - Personal property and operating real property	2,823,368,612	2,827,544,547	2,818,422,362	2,654,348,827	2,782,745,819	2,749,268,420	2,713,325,370	3,204,672,974	2,755,349,219	2,905,626,768
Debt limit - Percentage of Assessable Base: Debt limit (a total of 6% of Real Property Assessable base and 15% of Personal Property Assessable base).	3,956,000,726	4,594,144,002	5,357,406,343	6,397,323,156	6,568,143,278	6,184,335,628	5,411,255,688	5,078,692,976	4,887,119,492	5,014,269,901
Total net debt applicable to limit	<u>898,817,376</u>	<u>976,252,351</u>	<u>1,020,223,283</u>	<u>963,055,594</u>	<u>701,045,978</u>	<u>711,514,526</u>	<u>713,200,331</u>	<u>899,514,499</u>	<u>844,289,449</u>	<u>944,926,424</u>
Legal debt margin	<u>\$ 3,057,183,350</u>	<u>\$ 3,617,891,651</u>	<u>\$ 4,337,183,060</u>	<u>\$ 5,434,267,562</u>	<u>\$ 5,867,097,300</u>	<u>\$ 5,472,821,102</u>	<u>\$ 4,698,055,357</u>	<u>\$ 4,179,178,477</u>	<u>\$ 4,042,830,043</u>	<u>\$ 4,069,343,477</u>
Total net debt applicable to the limit as a percentage of debt limit	22.72%	21.25%	19.04%	15.05%	10.67%	11.51%	13.18%	17.71%	17.28%	18.84%

Notes:

1) Prior to fiscal year 2002, real property had been assessed at 40% of the phased-in market value, and personal property at 100% of market value. The debt limit was 15% of the total assessed value. Effective fiscal 2002, the real property is assessed at 100% of the phased-in market value. Therefore, effective in fiscal year 2002, the debt limit is a total of 6% of the real property assessable base and 15% of the personal property assessable base.

Table 16

PRINCE GEORGE'S COUNTY, MARYLAND
Revenue Bond Coverage
Last Ten Fiscal Years

Fiscal Year	Primary Government (1)						Component Units (1)					
	Total Revenues (2)	Less: Operating Expenses (3)	Net Available Revenues	Debt Service			Total Revenues (2)	Less: Operating Expenses (3)	Net Available Revenues	Debt Service		
				Principal	Interest (4)	Coverage				Principal	Interest (4)	Coverage
2006	84,557,528	67,134,060	17,423,468	4,098,219	1,065,552	3.37	7,290,715	9,754	7,280,961	2,648,105	4,471,937	1.02
2007	88,577,315	72,991,069	15,586,246	2,648,132	896,467	4.40	7,233,631	9,776	7,223,855	2,652,868	4,327,032	1.03
2008	90,150,726	81,910,241	8,240,485	4,498,391	901,821	1.53	7,114,384	9,740	7,104,644	2,681,618	4,301,679	1.02
2009	90,038,702	82,890,321	7,148,381	4,719,010	683,014	1.32	6,781,700	12,524	6,769,176	2,454,034	4,273,567	1.01
2010	93,076,593	79,534,255	13,542,338	4,945,000	453,396	2.51	6,829,328	13,145	6,816,183	2,482,842	4,255,642	1.01
2011	92,447,372	80,517,079	11,930,293	2,041,375	220,568	5.27	7,877,002	18,205	7,858,797	1,877,068	5,493,438	1.07
2012	91,620,951	84,288,431	7,332,520	2,108,148	157,476	3.24	7,873,840	18,878	7,854,962	2,259,349	5,522,879	1.01
2013	92,564,690	82,820,258	9,744,432	2,175,333	88,014	4.31	7,878,061	18,563	7,859,498	4,615,000	3,170,292	1.01
2014	91,655,085	81,336,092	10,318,993	372,945	16,899	26.47	7,867,809	18,500	7,849,309	4,805,000	3,062,800	1.00
2015	92,897,601	82,056,019	10,841,582	385,998	6,305	27.64	7,872,234	18,563	7,853,671	5,025,000	3,093,283	0.97

(1) The Primary Government's debt is comprised of revenue bonds of the Solid Waste Enterprise Fund. The Component Units include revenue bonds of the Revenue Authority (formerly the Parking Authority) and the Industrial Development Authority of Prince Georges's County. The first bond issues of these entities were on December 1, 1990, May 15, 1986 and September 1, 1987, respectively. The Revenue Authority bonds were paid in full May 2006.

(2) Total revenues includes operating and non-operating revenues and transfers, except gains on disposal of property, intrafund transfers, and grants.

(3) Operating expenses include all expenses and transfers, except interest and debt issuance costs, depreciation and amortization, landfill postclosure expense, loss on disposal of equipment and intrafund transfers.

(4) This amount reflects the amount due in the fiscal year (net of accrual) plus bond refunding costs, less interest income.

Table 17

PRINCE GEORGE'S COUNTY, MARYLAND
Revenues Bond Coverage (For Bond Covenant Purposes)
Last Ten Fiscal Years

Fiscal year	Net revenues available for debt service (1)				Net debt service requirements			Coverage		
	Gross revenues (2)	Operating expenses (3)	Net revenues available for debt service	Cash balances available for debt service (4)	Principal	Interest (5)	Total	Gross (6)	Net (7)	Net alternative (8)
2006	79,655,114	53,308,233	26,346,881	120,762,728	4,098,219	1,065,552	5,163,771	15.43	5.10	23.39
2007	82,202,081	56,887,188	25,314,893	123,683,976	2,648,132	896,467	3,544,599	23.19	7.14	34.89
2008	84,240,272	64,034,265	20,206,007	109,795,144	4,498,391	901,821	5,400,212	15.60	3.74	20.33
2009	86,550,100	66,452,151	20,097,949	101,193,079	4,719,010	683,014	5,402,024	16.02	3.72	18.73
2010	93,122,207	64,057,763	29,064,444	113,001,227	4,945,000	453,396	5,398,396	17.25	5.38	20.93
2011	92,402,715	63,943,106	28,459,609	112,924,596	2,041,375	220,568	2,261,943	40.85	12.58	49.92
2012	91,651,787	67,660,904	23,990,883	106,135,079	2,108,148	157,476	2,265,624	40.45	10.59	46.85
2013	92,552,052	70,106,124	22,445,928	108,817,130	2,175,333	88,014	2,263,347	40.89	9.92	48.08
2014	92,020,057	63,998,949	28,021,108	118,214,793	372,945	16,899	389,845	236.04	71.88	303.24
2015	92,897,601	65,113,510	27,784,091	122,529,149	385,998	6,305	392,303	236.80	70.82	312.33

Notes:

(1) Included in this schedule are revenue bonds of the Primary Government's Solid Waste Fund, whose first bond issue was on December 1, 1990.

(2) Gross revenues includes operating and nonoperating revenues, excluding interest income on the Debt Service Reserve Account.

(3) Operating expenses include all expenses and transfers except depreciation and amortization, project charges from other County funds, landfill postclosure expense, overhead allocation, and intrafund transfers.

(4) Cash balances available for debt service includes net revenues available for debt service during the year and beginning balances for: amount due from other funds, unrestricted cash and investments, restricted cash and investments for the Operation & Maintenance Reserve, the Debt Service Reserve, and the Closing Cost Reserve.

(5) This amount reflects the amount due in the fiscal year (net of accrual) plus bond refunding costs, less interest income.

(6) Gross coverage ratio equals gross revenues divided by net debt service on bonds.

(7) Net coverage ratio equals net revenues available for debt service divided by net debt service on bonds.

(8) Net alternative coverage ratio equals cash balances available for debt service divided by net debt service on bonds.

Table 18

PRINCE GEORGE'S COUNTY, MARYLAND
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population (1)	Personal Income (thousands of dollars) (2)	Per Capita personal Income (2)	Civilian Labor Force (3)	Unemployment Rate (3)	Registered pupils (4)
2005	840,513	29,434,782	34,496	445,124	4.5	136,095
2006	836,644	30,306,871	35,567	446,366	4.1	133,325
2007	832,699	31,753,583	37,361	448,144	3.7	131,014
2008	830,514	33,026,742	38,847	454,201	4.5	129,752
2009	834,560	33,227,622	38,810	452,754	7.1	127,977
2010	865,705	34,302,938	39,647	462,138	7.7	127,039
2011	874,045	35,036,640	40,215	466,787	7.2	126,671
2012	881,138	38,481,250	43,672	469,150	6.8	123,833
2013	890,081	38,595,921	43,362	467,318	6.9	123,737
2014	904,430	n.a.	n.a.	469,359	6.2	125,136

Notes:

(1) Population estimates for 2010 - 2014 are from the U.S. Bureau of the Census, updated Wednesday, 05-Aug-2015. Estimates for 2015 are not available.

(2) Bureau of Economic Analysis, U.S. Department of Commerce. (Income data for 2014 and 2015 is not currently available) Calendar year per capita income figures are shown in the above table, updated August 27, 2015.

(3) Maryland Department of Labor, Career and Workforce Information, updated July 2015.

(4) www.mdreportcard.org, updated 6/23/2015.

(5) n.a. represents information that was unavailable at the time this table was updated

Table 19

PRINCE GEORGE'S COUNTY, MARYLAND
Principal Employers
Current Calendar Year and Nine Years Prior

	2014			2005		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Private Sector Employer						
United Parcel Service (UPS)	4,220	1	0.86%	2,300	6	0.51%
Giant Food	3,000	2	0.61%	8,394	1	1.86%
Verizon	2,738	3	0.56%	2,700	4	0.60%
Dimensions Healthcare System	2,500	4	0.51%	3,000	3	0.66%
Marriott International	2,303	5	0.47%			
Shoppers Food Warehouse	1,975	6	0.40%	3,700	2	0.82%
Safeway	1,605	7	0.33%	2,400	5	0.53%
Gaylord National Resort and Convention Center	1,400	8	0.29%			
Doctor's Community Hosp.	1,300	9	0.26%			
MedStar Health (Southern Maryland Hospital Center)	1,242	10	0.25%			
Honeywell Technology Solutions				900	9	0.20%
Digex, Inc.				700	10	0.15%
Computer Science Corp.				1,200	8	0.37%
Raytheon Systems Company				1,300	7	0.29%
Bell Atlantic Corp./Verizon						
Public Sector Employers						
University System of Maryland 1/	18,562	1				
Joint Base Andrews Naval Air Facility Washington*	13,500	2				
Prince George's County Government	6,000	3		5,435	4	
U.S. Internal Revenue Service*	5,539	4		3,840	8	
United States Census Bureau*	4,414	5		4,158	6	
NASA/Goddard Space Flight Center*	3,397	6		4,000	7	
Andrews Air Force Base				17,000	1	
University of Maryland, College Park				11,730	3	
National Agriculture Research Center/Agricultural Library				1,700	10	
United States Post Office				4,220	5	
Prince George's Community College	2,665	7		1,863	9	
U.S. Department of Agriculture	1,850	8				
National Maritime Intelligence-Integration Office*	1,724	9				
National Oceanic and Atmospheric Administration*	1,350	10				

Notes:

Excludes post offices, state governments; includes public higher education institutions.

* Employee counts for federal and military facilities exclude contractors.

Sources: Economic development agencies statewide and Maryland Department of Business and Economic Development, revised November 2014.

2004 Public Sector Employer information is not available.

2005 Private Sector Employer information is not available.

1/ Includes UMCP, UMUC and Bowie State University

Table 20

PRINCE GEORGE'S COUNTY, MARYLAND
Total Government Employees by Function
Last Ten Fiscals Years

<u>Function/Agency</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Government										
County Executive	48	48	48	48	46	45	45	45	45	45
County Council	99	100	111	113	103	101	108	112	114	121
Human Relations Commission	12	12	12	15	13	13	11	11	11	11
Personnel Board	2	2	2	2	2	2	2	2	2	2
Circuit Court	115	120	124	130	130	130	130	130	130	130
Orphans' Court	6	6	6	6	6	6	6	6	6	6
Office of the State's Attorney	142	148	151	154	152	149	151	167	169	169
Citizen Complaint Oversight Panel	2	2	2	2	1	1	1	1	1	1
Office of Finance	73	75	75	76	74	73	67	67	67	67
Office of Business & Regulatory Affairs	-	-	-	-	-	-	-	-	-	-
Office of Community Relations	19	24	26	26	26	38	35	50	65	65
Office of Management and Budget	25	26	27	27	27	26	25	25	25	24
Board of License Commissioners	7	7	7	7	7	7	7	7	7	7
Office of Law	57	57	60	61	60	60	54	54	54	54
Office of Human Resources Management	62	68	69	70	70	70	66	65	65	65
Office of Info. Tech. & Communications	0	0	0	0	0	0	0	0	0	0
Board of Elections	13	16	18	19	19	19	18	18	18	18
Soil Conservation District	10	13	13	13	13	13	13	13	13	15
Office of Central Services	172	180	182	182	178	170	151	154	158	162
Department of Family Services	17	28	28	28	28	31	28	27	16	15
Housing & Community Development	20	22	22	22	22	21	18	22	22	27
Office of Ethics and Accountability	-	-	-	-	-	-	-	4	4	4
Subtotal	901	954	983	1,001	977	975	936	980	992	1,008
Public Safety										
Department of the Environment ¹	233	238	264	263	250	251	236	156	65	61
Police Department	1,763	1904	2056	2132	2123	2122	2097	2097	2095	2095
Fire/EMS Department	804	821	833	849	837	846	848	887	892	920
Office of the Sheriff	274	324	338	347	342	335	333	340	342	342
Department of Corrections	565	602	630	646	637	644	639	640	640	640
Office of Homeland Security	187	190	204	214	214	211	210	211	211	211
Department of Permitting, Inspections, and Enforcement ²	-	-	-	-	-	-	-	-	279	279
Subtotal	3,826	4,079	4,325	4,451	4,403	4,409	4,363	4,331	4,524	4,548
Public Works										
Department of Public Works & Transportation	285	287	288	333	329	319	294	294	249	254
Subtotal	285	287	288	333	329	319	294	294	249	254
Health Department										
Health Department	276	294	291	302	289	261	238	242	231	193
Subtotal	276	294	291	302	289	261	238	242	231	193
Public Welfare - Department of										
Department of Social Services	13	13	14	15	15	14	14	15	15	15
Subtotal	13	13	14	15	15	14	14	15	15	15
Grand Total	5,301	5,627	5,901	6,102	6,013	5,978	5,845	5,862	6,011	6,018

Source: Office of Management and Budget Current Expense Budget

¹ Prior to fiscal year 2015 the department name was the Department of Environmental Resources

² New agencies created in fiscal year 2013 and assumed some of the duties previously assigned to the Department of Environmental Resources

Table 21

**PRINCE GEORGE'S COUNTY, MARYLAND
Operating Indicators by Function/Program
Last Ten Fiscal Years**

<u>Agency/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>estimated 2014</u>	<u>projected 2015</u>
Circuit Court										
Criminal cases filed	9,134	8,765	7,823	7,907	8,783	8,684	8,191	9,299	9,090	9,273
Juvenile cases filed or reopened	2,189	2,353	2,301	2,633	2,242	2,079	2,038	1,984	2,062	2,027
Office of the Sheriff										
Number of warrants on file	33,171	36,848	42,063	48,307	53,703	48,433	45,770	43,599	40,000	38,000
Number of domestic related documents served	8,882	9,230	9,514	7,496	6,410	7,673	10,013	10,567	12,680	14,875
Department of Corrections										
Average daily Correctional Center population	1,266	1,482	1,462	1,461	1,229	1,175	1,200	n/a	n/a	n/a
Number of inmate court appearances	21,276	21,276	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Police Department										
Number of calls for service	604,189	655,994	700,000	676,662	807,592	746,486	616,180	615,000	613,000	611,000
Number of documented property crimes	37,505	37,420	36,457	30,714	31,011	27,757	25,816	24,100	23,800	23,200
Fire/EMS Department										
Number of fire calls for service	26,242	25,988	25,252	24,625	21,737	22,593	24,196	23,765	23,934	24,000
Office of Homeland Security										
Annual call volume	1,283,628	1,263,349	1,561,500	1,546,600	1,547,600	1,548,493	1,334,972	1,258,319	1,300,000	1,350,000
Public Works & Transportation										
Road miles maintained	1,789	1,804	1,818	1,818	1,834	1,841	1,873	1,873	1,900	1,900
Street resurfacing (in miles)	36	33	30	15	22	22	18	13	27	25
Department of Environmental Resources										
Abandoned vehicles impounded	4,800	3,400	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Permits issued by Permits and Review Division	45,000	45,000	45,000	29,331	24,682	25,775	24,850	26,000	27,000	n/a
Soil Conservation District										
Number of new acres covered by completed soil and water quality plans	383	1,100	1,760	1,320	1,300	8,151	3,367	4,881	4,200	4,200
Department of Family Services										
Number of people requesting disability information and assistance	2,074	1,216	1,567	2,667	2,500	n/a	n/a	n/a	n/a	n/a
Health Department										
Total treatment admissions	3,000	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Housing & Community Development										
Number of new units created	781	1,345	781	1,192	1,200	1,839	2,092	2,350	2,350	2,386
Department of Social Services										
Total households receiving energy assistance	6,062	7,110	8,085	9,629	11,483	13,764	11,201	10,536	9,871	9,850

Source: Office of Management and Budget Current Expense Budget

Table 22

PRINCE GEORGE'S COUNTY, MARYLAND
Capital Asset Statistics
Last Ten Fiscal years

<u>Function/Program</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Public Facilities										
District Police Stations	6	6	6	6	6	6	6	6	6	6
Fire and Emergency Rescue Stations	44	44	44	44	44	44	44	51	51	51
Emergency Medical Units	53	54	57	57	58	58	60	59	59	59
Parks/Recreation Facilities (active parks)	358	358	564	560	582	583	584	590		595
Multi-Purpose Senior Centers	8	8	8	8	7	7	7	7	8	8
Libraries	20	20	18	18	18	19	19	19	19	19
Public Schools										
Elementary Schools	146	146	142	132	131	131	130	129	135	118
Middle Schools	21	21	32	31	29	29	29	29	29	24
High Schools	23	23	24	30	30	30	30	30	30	32
Special Centers	12	12	12	12	11	9	9	7	7	8
Department of Public Works and Transportation										
Miles of County-maintained Paved Roads	1,768	1,784	1,818	1,821	1,834	1,862	1,873	1,873	1,900	1,900
Signals in Service	236	232	183	266	266	267	259	260	249	261

Emergency Medical Units: Includes Advanced Life Support (ALS) and Basic Life Support (BLS) Ambulances

<http://www.princegeorgescountymd.gov/Government/PublicSafety/Fire-EMS/stations.asp>

Source: Office of Management and Budget Current Expense Budget

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