

Erie Tobacco Asset Securitization Corporation
Annual Report
Fiscal Year End Date: 12/31/2019

Board Member Summary

Name	Term Start Date	Term Expiration Date	Training as per Sec 2824
Poloncarz, Mark C.	1/1/2012	Ex-Officio	Y
Mychajliw, Stefan I.	1/1/2013	Ex-Officio	Y
Johnson, Patricia A.	1/1/2018	None	Y
Bingel, Bryan R.	2/22/2012	None	Y
Zaleski, Peter D.	8/17/2000	None	Y

Staff Summary

The authority has no staff.

Summary Financial Information

Assets

Current Assets

Cash and cash equivalents	\$79,905
Investments	\$19,285,107
Receivables, net	\$0
Other assets	\$14,990
Total Current Assets	\$19,380,002

Noncurrent Assets

Restricted cash and investments	\$1,006,076
Long-term receivables, net	\$15,498,739
Other assets	\$26,387,142

Capital Assets

Land and other non-depreciable property	\$0
Buildings and equipment	\$0
Infrastructure	\$0
Accumulated depreciation	\$0
Net capital assets	\$0

Total Noncurrent Assets \$42,891,957

Total Assets \$62,271,959

Liabilities

Current Liabilities

Accounts payable	\$0
Pension contribution payable	\$0
Other post-employment benefits	\$0
Accrued liabilities	\$972,000
Deferred revenues	\$0
Bonds and notes payable	\$0
Other long-term obligations due within one year	\$0

Total Current Liabilities \$972,000

Noncurrent Liabilities

Pension contribution payable	\$0
Other post-employment benefits	\$0
Bonds and notes payable	\$221,408,167
Long Term Leases	\$0
Other long-term obligations	\$139,552,047

Total Noncurrent Liabilities \$360,960,214

Total Liabilities \$361,932,214

Net Asset (Deficit)**Net Assets**

Invested in capital assets, net of related debt	\$0
Restricted	\$20,981,183
Unrestricted	(\$319,951,438)

Total Net Assets (\$299,660,255)

Total Liabilities & Net Assets \$62,271,959

SUMMARY STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET ASSETS

Operating Revenues

Charges for services	\$0
Rental & financing income	\$0
Other operating revenues	\$16,017,977
Total Operating Revenue	\$16,017,977

Operating Expenses

Salaries and wages	\$0
Other employee benefits	\$0
Professional services contracts	\$97,161
Supplies and materials	\$0
Depreciation & amortization	\$0
Other operating expenses	\$0
Total Operating Expenses	\$97,161

Operating Income (Loss)	\$15,920,816
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Nonoperating Revenues

Investment earnings	\$30
State subsidies/grants	\$0
Federal subsidies/grants	\$0
Municipal subsidies/grants	\$0
Public authority subsidies	\$0
Other non-operating revenues	\$616,569

Total Non-operating Revenue	\$616,599
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Non-operating Expenses

Interest and other financing charges	\$20,917,053
Subsidies to other public authorities	\$0
Grants and donations	\$0
Other non-operating expenses	\$0
Total Non-operating Expenses	\$20,917,053

Income (Loss) Before Contributions	(\$4,996,237)
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Capital Contributions	\$0
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Change in net assets	(\$4,379,638)
Net assets, (deficit) beginning of year	(\$299,660,255)
Other net assets changes	\$0

Net assets, (deficit) at end of year	(\$304,039,893)
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Schedule of Debt

Authority Debt - Other Begin Amount Total	\$343,419,021
New Debt Issuance (<u>Debt Increase – not Issuance</u>)	\$3,756,987
Amount Retired	(\$2,380,000)
End Amount Total	\$349,556,008

Real Property Transactions Summary

This authority had no real property transactions in excess of \$15,000.

Grant Information Summary

This authority did not award any grants during the reporting period.

Loan Information Summary


This authority had no outstanding loans during the reporting period.

Procurement Summary

Number of Current Contracts	8 (2 Banking, Legal, 2 Accounting, Ratings)
Total Value of Contracts	As necessary based on hourly rate for services provided
Total Amount Expended During Year	\$71,770

To the best of my knowledge, the information contained in this Annual Report of the Erie Tobacco Asset Securitization Corporation for the period ended December 31, 2019: (i) is accurate and correct and does not contain any untrue statement of material fact; (ii) does not omit any material fact which, if admitted, would cause the financial statements or the Annual Report to be misleading in light of circumstances under which the statements were issued; and (iii) fairly represents in all material respects, financial conditions and operations of the Erie Tobacco Asset Securitization Corporation as of and for the periods presented in the financial statements and this Annual Report.

/s/


Benjamin Swanekamp
Treasurer
Erie Tobacco Asset Securitization Corporation