

Erie Tobacco Asset Securitization Corporation
Annual Report
Fiscal Year End Date: 12/31/2012

Board Member Summary

Name	Term Start Date	Term Expiration Date	Training as per Sec 2824
Poloncarz, Mark C.	1/1/2012	Ex-Officio	Y
Shenk, David J.*	2/16/2012	Ex-Officio	Y
Mazurkiewicz, Gerard	2/22/2012	None	N**
Bingel, Bryan R.	2/22/2012	None	Y
Zaleski, Peter D.	8/17/2000	None	Y

* Mr. Shenk was the County Comptroller in 2012; he lost election and subsequently left office on December 31, 2012.

** Mr. Mazurkiewicz is participating in the ABO's September 2013 online board member training.

Staff Summary

The authority has no staff.

Summary Financial Information

Assets

Current Assets

Cash and cash equivalents	\$301,202
Investments	\$19,990,556
Receivables, net	\$7,046
Other assets	\$34,455
Total Current Assets	\$20,333,259

Noncurrent Assets

Restricted cash and investments	\$0
Long-term receivables, net	\$15,359,204
Other assets	\$4,879,716

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 **\$20,238,920**

Total Assets \$40,572,179

Liabilities

Current Liabilities

Accounts payable	\$106
Pension contribution payable	\$0
Other post-employment benefits	\$0
Accrued liabilities	\$1,144,000
Deferred revenues	\$7,046
Bonds and notes payable	\$0
Other long-term obligations due within one year	\$0

Total Current Liabilities \$1,151,152

Noncurrent Liabilities

Pension contribution payable	\$0
Other post-employment benefits	\$0
Bonds and notes payable	\$237,044,017
Long Term Leases	\$0
Other long-term obligations	\$82,328,819

Total Noncurrent Liabilities \$319,372,836

Total Liabilities \$320,523,988

Net Asset (Deficit)

Net Assets

Invested in capital assets, net of related debt	\$0
Restricted	\$19,990,556
Unrestricted	\$(299,942,365)

Total Net Assets \$(279,951,809)

Total Liabilities & Net Assets \$40,572,179

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

Operating Revenues

Charges for services	\$0
Rental & financing income	\$0
Other operating revenues	\$15,359,204
Total Operating Revenue	\$15,359,204

Operating Expenses

Salaries and wages	\$0
Other employee benefits	\$0
Professional services contracts	\$130,623
Supplies and materials	\$0
Depreciation & amortization	\$0
Other operating expenses	\$0
Total Operating Expenses	\$130,623

Operating Income (Loss) \$15,228,581

Nonoperating Revenues

Investment earnings	\$886
State subsidies/grants	\$0
Federal subsidies/grants	\$0
Municipal subsidies/grants	\$0
Public authority subsidies	\$0
Other non-operating revenues	\$131,725

Total Non-operating Revenue \$132,611

Non-operating Expenses

Interest and other financing charges	\$19,174,729
Subsidies to other public authorities	\$0
Grants and donations	\$0
Other non-operating expenses	\$0
Total Non-operating Expenses	\$19,174,729

Income (Loss) Before Contributions (3,813,537)

Capital Contributions \$0

Change in net assets (\$3,813,537)
Net assets, (deficit) beginning of year (\$276,131,226)
Other net assets changes \$0

Net assets, (deficit) at end of year (\$279,944,763)

Schedule of Debt

Authority Debt - Other Begin Amount Total	\$310,612,752
New Debt Issuance (Debt Increase – not Issuance)	\$5,237,645
Amount Retired	(\$1,357,277)
End Amount Total	\$314,493,120

Real Property Transactions Summary

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

Grant Information Summary

This authority has indicated that it did not award any grants during the reporting period.

Loan Information Summary

This authority has indicated that it had no outstanding loans during the reporting period.

Procurement Summary

Number of Current Contracts	3 (outside counsel, outside auditor and accountant)
Total Value of Contracts	As necessary based on hourly rate for services provided
Total Amount Expended During Year	\$66,793.50

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, 2012: (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/ 

Timothy C. Callan
Treasurer
Erie Tobacco Asset Securitization Corporation