

Erie Tobacco Asset Securitization Corporation
Annual Report
Fiscal Year End Date: 12/31/2013

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*
Mazurkiewicz, Gerard	2/22/2012	None	N**
Bingel, Bryan R.	2/22/2012	None	Y
Zaleski, Peter D.	8/17/2000	None	Y

* Mr. Mychajliw was participating in the March 21, 2014 ABO training session.

** Mr. Mazurkiewicz was previously believed to have completed his training but has not yet done so. He will be registering for a future online training session (April 4, 2014 or April 23, 2014).

Staff Summary

The authority has no staff.

Summary Financial Information

Assets

Current Assets

Cash and cash equivalents	\$188,834
Investments	\$20,734,361
Receivables, net	\$1,037
Other assets	\$17,340
Total Current Assets	\$20,941,572

Noncurrent Assets

Restricted cash and investments	\$0
Long-term receivables, net	\$15,044,929
Other assets	\$21,367,555

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	\$36,412,484
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Total Assets	\$57,354,056
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Liabilities

Current Liabilities

Accounts payable	\$10,316
Pension contribution payable	\$0
Other post-employment benefits	\$0
Accrued liabilities	\$1,136,000
Deferred revenues	\$0
Bonds and notes payable	\$0
Other long-term obligations due within one year	\$0

Total Current Liabilities	\$1,146,316
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Noncurrent Liabilities

Pension contribution payable	\$0
Other post-employment benefits	\$0
Bonds and notes payable	\$253,556,461
Long Term Leases	\$0
Other long-term obligations	\$86,964,209

Total Noncurrent Liabilities	\$340,520,670
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Total Liabilities	\$341,666,986
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Net Asset (Deficit)

Net Assets

Invested in capital assets, net of related debt	\$0
Restricted	\$20,734,361
Unrestricted	(\$305,047,291)

Total Net Assets	(\$284,312,930)
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Total Liabilities & Net Assets	\$57,354,056
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SUMMARY STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN NET ASSETS

Operating Revenues

Charges for services	\$0
Rental & financing income	\$0
Other operating revenues	\$15,073,395
Total Operating Revenue	\$15,073,395

Operating Expenses

Salaries and wages	\$0
Other employee benefits	\$0
Professional services contracts	\$140,616
Supplies and materials	\$0
Depreciation & amortization	\$0
Other operating expenses	\$0
Total Operating Expenses	\$140,616

Operating Income (Loss)	\$14,932,779
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Nonoperating Revenues

Investment earnings	\$923
State subsidies/grants	\$0
Federal subsidies/grants	\$0
Municipal subsidies/grants	\$0
Public authority subsidies	\$0
Other non-operating revenues	\$36,264

Total Non-operating Revenue	\$37,187
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Non-operating Expenses

Interest and other financing charges	\$19,338,133
Subsidies to other public authorities	\$0
Grants and donations	\$0
Other non-operating expenses	\$0
Total Non-operating Expenses	\$19,338,133

Income (Loss) Before Contributions	\$(4,368,167)
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Capital Contributions	\$0
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Change in net assets	(\$4,368,167)
Net assets, (deficit) beginning of year	(\$279,944,763)
Other net assets changes	\$0

Net assets, (deficit) at end of year	(\$284,312,930)
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Schedule of Debt

Authority Debt - Other Begin Amount Total	\$314,493,120
New Debt Issuance (Debt Increase – not Issuance)	\$5,603,691
Amount Retired	(\$943,696)
End Amount Total	\$319,153,115

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	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	\$53,337.50

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, 2013: (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.



Timothy C. Callan
Treasurer
Erie Tobacco Asset Securitization Corporation