

City of Johnstown
Normalizing Adjustments
12/31/2016

Debt Proceeds received in 2016 booked as other financing sources not expect in future	\$ (2,900,000)
Duke Real Estate Taxes - Normalized/Future Revenue expected to exceed current year revenue recognized	① 285,214
Business Privilege Taxes - Normalized/Future Revenue expected to be less than current year revenue recognized	② (853,382)
Pension Reimbursement (2015 & 2016 reimbursement recorded in 2016)	<u>(130,000)</u>
Total Normalizing Adjustment	<u><u>\$ (3,598,168)</u></u>

Duke Real Estate Taxes

2016 Orig. Tax @ Discount	1,688,730	Main Campus
2016 Orig. Tax @ Discount	459,288	Lee Campus
Other miscellaneous amounts	<u>74,053</u>	
Total Cash Receipts in 2016	2,222,071	
2016 Revenue Deferred due to escrow requirement	(669,834)	
Future offset in 2017 per tax settlement booked against 2016 revenue	(252,621)	
Future offset in 2018 per tax settlement booked against 2016 revenue	<u>(252,621)</u>	
Revenue recognized in 2016	1,046,995	
Expected 2017 Revenue	<u>1,332,209</u>	
Difference to normalize 2016 revenue	<u><u>285,214</u></u>	①

Duke Business Privilege Taxes

Year	DLP/CMMC Tax	DLP/Conemaugh Physician Practices	Total Taxes	Penalty & Interest	Total	Turnkey Fee	Net Revenue Recognized
2016	\$ 642,474	\$ 94,664	\$ 737,138	\$ 100,934	\$ 838,072	\$ 209,518	\$ 628,554
2015	619,039	87,591	706,630	223,902	930,532	232,633	697,899
2014	206,346	29,197	235,543	96,208	331,751	82,938	248,813
	<u>\$ 1,467,859</u>	<u>\$ 211,452</u>	<u>\$ 1,679,311</u>	<u>\$ 421,044</u>	<u>\$ 2,100,355</u>	<u>\$ 525,089</u>	<u>\$ 1,575,266</u>
			Expected future collections based on average total taxes for 2016 and 2015				<u>721,884</u>
			Difference to normalize 2016 revenue				<u><u>\$ (853,382)</u></u>